FINANCIAL STATEMENT

FINANCIAL STATEMENT (As of June 30, 2025)

Net Taxable Assessed Valuation ("A.V."), 2025	$379,636,190
GO Debt payable from Ad Valorem Taxes	$6,620,000
Less: I&S Fund	229,437
Net Debt	$6,390,563(a)

(a) Texas School Districts may receive funds from the State of Texas to offset capital debt expenses. The District expects to receive 7.03% of the August 31, 2025-2026 annual debt service requirement from State Aid, excluding Maintenance Tax Notes. These funds are subject to change and are recalculated each year.

Net Debt Per Net Taxable Assessed Valuation - 1.68%
Net Debt Per Sq mile - $35,424.41
Net Debt Per Capita - $1,950.72
Net Debt Per ADA - $15,071.51

Net Taxable Assessed Valuation Per Capita - $115,884.06
Net Taxable Assessed Valuation Per ADA - $895,334.59
2019-2020 ADA-277; 2020 Pop Est-2,144
2025-2026 ADA-424; 2026 Pop Est-3,276
Area: 180.40 Sq mile

PAYMENT RECORD

Never defaulted.

TAX DATA

Tax Year	A.V.(a)	Tax Rate	Adjusted Levy	% Collected within FY	Total % Collected as of 06/30/2025(b)
2020	$197,569,505	$1.0697	$2,131,341	95.00	98.72
2021	$277,387,787	$0.9531	$2,628,556	97.01	98.93
2022	$300,221,229	$0.9289	$2,820,560	95.33	98.29
2023	$333,954,644	$0.7364	$2,444,588	94.47	97.01
2024	$348,738,909	$0.7619	$2,657,048	94.95	94.95
2025	$379,636,190	$0.6678	$2,535,210	(In process of collection)	

(a) Fluctuations in assessed values are due to oil and gas valuations.
(b) Delinquent tax collections are allocated to the respective years in which the taxes are levied.

Tax Rate Distribution	2025	2024	2023	2022
M&O	$0.6131	$0.6969	$0.6692	$0.8546
I&S	$0.0547	$0.0650	$0.0672	$0.0743
Totals	$0.6678	$0.7619	$0.7364	$0.9289

TAX RATE LIMITATION

MAINTENANCE TAX LIMITATION: The District is authorized to levy an M&O tax rate pursuant to the approval of the voters of the District. The maximum M&O tax rate per $100 of taxable value that may be adopted by a school district is the sum of $0.17 and and the school district's Maximum Compressed Tax Rate (MCR). A school district's MCR is, generally, inversely proportional to the change in taxable property values both within the school district and the State, and is subject to recalculation annually. For any year, the highest possible MCR for a school district is $0.93. Furthermore, a school district cannot annually increase its tax rate in excess of the school district's Voter-Approval Tax Rate without submitting such tax rate to an election and a majority of the voters voting at such election approving the adopted rate.

Election Date	Tax Type	Rate Per $100	Tax Authorization Statute
01/26/1957	M&O	1.5000	ISD - Mtc Tax - Art.2784e-1

DETAILS OF OUTSTANDING DEBT

Details of Unlimited Tax Debt (Outstanding 6/30/2025)

Unlimited Tax Refunding Bonds Series 2014

Tax Treatment:	Bank Qualified
Original Issue Amount	$3,230,000.00
Dated Date:	12/01/2014
Sale Date:	11/20/2014
Delivery Date:	12/16/2014
Sale Type:	Competitive
TIC:	2.9992%
Record Date:	MSRB
Bond Form:	BE
Denomination	$5,000
Interest pays	Semi-Annually: 08/15, 02/15
1st Coupon Date:	02/15/2015

Paying Agent: Wells Fargo Bank, N.A., Dallas, TX
Bond Counsel: Andrews Kurth L.L.P.
Financial/Municipal Advisor: U.S. Capital Advisors LLC, Houston, TX
Lead Manager: FTN Financial

Insurance: PSF

Use of Proceeds: Refunding.

Refunding Notes: This bond refunded maturities from the following issues:
U/L Tax Sch Bldg Bds Ser 2007

Refunded Amount	Mat Date	Coupon	Price	Sched Call
285,000.00	02/15/2019	4.000	Par	02/15/2016
345,000.00	02/15/2022	4.200	Par	02/15/2016
535,000.00	02/15/2026	4.250	Par	02/15/2016
470,000.00	02/15/2029	4.300	Par	02/15/2016
535,000.00	02/15/2032	4.375	Par	02/15/2016
1,060,000.00	02/15/2037	4.500	Par	02/15/2016

Maturity	Amount	Coupon	Orig Reoffering Price/Yield
02/15/2026T	150,000.00	3.2500%	2.300%
02/15/2028T	315,000.00	3.2500%	2.550%
02/15/2030T	335,000.00	3.5000%	2.750%
02/15/2032T	360,000.00	3.5000%	2.850%
02/15/2034T	385,000.00	3.5000%	3.000%
02/15/2037T	625,000.00	4.0000%	3.100%
	$2,170,000.00		

Call Option: Current Interest Bonds: Term bonds maturing on 02/15/2026 and 02/15/2028 and 02/15/2030 and 02/15/2032 and 02/15/2034 and 02/15/2037 callable in whole or in part on any date beginning 02/15/2024 @ par.

CABs: Non-callable

Term Call: Term bonds maturing on 02/15/2026:

Mandatory Redemption Date	Principal Amount
02/15/2025	$140,000
02/15/2026	$150,000

Term bonds maturing on 02/15/2028:

Mandatory Redemption Date	Principal Amount
02/15/2027	$155,000
02/15/2028	$160,000

Term bonds maturing on 02/15/2030:

Mandatory Redemption Date	Principal Amount
02/15/2029	$165,000
02/15/2030	$170,000

Term bonds maturing on 02/15/2032:

Mandatory Redemption Date	Principal Amount
02/15/2031	$180,000
02/15/2032	$180,000

Term bonds maturing on 02/15/2034:

Mandatory Redemption Date	Principal Amount
02/15/2033	$190,000
02/15/2034	$195,000

Term bonds maturing on 02/15/2037:

Mandatory Redemption Date	Principal Amount
02/15/2035	$200,000
02/15/2036	$210,000
02/15/2037	$215,000

Grand Total ===============> $2,170,000.00

Bond Debt Service

Period Ending	Principal	Interest	Debt Service
08/31/26	150,000.00	75,475.00	225,475.00
08/31/27	155,000.00	70,518.75	225,518.75
08/31/28	160,000.00	65,400.00	225,400.00
08/31/29	165,000.00	59,912.50	224,912.50
08/31/30	170,000.00	54,050.00	224,050.00
08/31/31	180,000.00	47,925.00	227,925.00
08/31/32	180,000.00	41,625.00	221,625.00
08/31/33	190,000.00	35,150.00	225,150.00
08/31/34	195,000.00	28,412.50	223,412.50
08/31/35	200,000.00	21,000.00	221,000.00
08/31/36	210,000.00	12,800.00	222,800.00
08/31/37	215,000.00	4,300.00	219,300.00
	2,170,000.00	516,568.75	2,686,568.75

COMPUTED ON BASIS OF MANDATORY REDEMPTION

Debt Amortization Rates

Period Ending	Principal	% of Principal Retired
08/31/2026	150,000.00	06.91%
08/31/2027	155,000.00	14.06%
08/31/2028	160,000.00	21.43%
08/31/2029	165,000.00	29.03%
08/31/2030	170,000.00	36.87%
08/31/2031	180,000.00	45.16%
08/31/2032	180,000.00	53.46%
08/31/2033	190,000.00	62.21%
08/31/2034	195,000.00	71.20%
08/31/2035	200,000.00	80.41%
08/31/2036	210,000.00	90.09%
08/31/2037	215,000.00	100.00%

Details of Limited Maintenance Tax Debt (Outstanding 6/30/2025)

Maintenance Tax Notes Series 2024

Tax Treatment: Bank Qualified
Original Issue Amount $870,000.00
Dated Date: 04/01/2024
Sale Date: 03/25/2024
Delivery Date: 04/16/2024
Sale Type: Competitive
TIC: 3.2213%
Record Date: MSRB
Bond Form: BE
Denomination $5,000
Interest pays Semi-Annually: 02/15, 08/15
1st Coupon Date: 08/15/2024

Paying Agent: Amegy Bank, Houston, TX
Bond Counsel: Hunton Andrews Kurth LLP, Houston, TX
Financial/Municipal Advisor: USCA Municipal Advisors LLC, Houston, TX
Lead Manager: Baird
Co-Manager: Alliance Global Partners
Co-Manager: Blaylock Van, LLC
Co-Manager: Carty & Co., Inc.
Co-Manager: Celadon Financial Group
Co-Manager: Central States Capital Markets
Co-Manager: CL King & Associates
Co-Manager: Colliers Securities, LLC
Co-Manager: Crews & Associates, Inc.
Co-Manager: Dinosaur Financial Group, LLC
Co-Manager: Edward Jones
Co-Manager: First Bankers' Banc Securities, Inc.
Co-Manager: First Southern, LLC
Co-Manager: FMSbonds, Inc.
Co-Manager: Isaak Bond
Co-Manager: Mountainside Securities
Co-Manager: Multi-Bank Securities, Inc.
Co-Manager: Northland Securities
Co-Manager: Sierra Pacific
Co-Manager: SouthState|DuncanWilliams
Co-Manager: StoneX
Co-Manager: The Baker Group
Co-Manager: Wintrust Bank

Use of Proceeds: Maintenance Expenses.

Maturity	Amount	Coupon	Orig Reoffering Price/Yield
02/15/2026	110,000.00	5.0000%	3.200%
02/15/2027	115,000.00	5.0000%	3.100%
02/15/2028	125,000.00	5.0000%	3.000%
02/15/2029	130,000.00	5.0000%	2.950%
02/15/2030	135,000.00	5.0000%	2.900%
02/15/2031	140,000.00	5.0000%	2.900%
	$755,000.00		

Call Option: Non Callable

Maintenance Tax Refunding Bonds Series 2024

Tax Treatment: Bank Qualified
Original Issue Amount $2,745,000.00
Dated Date: 04/01/2024
Sale Date: 03/25/2024
Delivery Date: 04/16/2024
Sale Type: Competitive
TIC: 4.2557%
Record Date: MSRB
Bond Form: BE
Denomination $5,000
Interest pays Semi-Annually: 02/15, 08/15
1st Coupon Date: 08/15/2024

Paying Agent: Amegy Bank, Houston, TX

Bond Counsel: Hunton Andrews Kurth LLP, Houston, TX
Financial/Municipal Advisor: USCA Municipal Advisors LLC, Houston, TX
Lead Manager: Baird
Co-Manager: Alliance Global Partners
Co-Manager: Blaylock Van, LLC
Co-Manager: Carty & Co., Inc.
Co-Manager: Celadon Financial Group
Co-Manager: Central States Capital Markets
Co-Manager: CL King & Associates
Co-Manager: Colliers Securities, LLC
Co-Manager: Crews & Associates, Inc.
Co-Manager: Dinosaur Financial Group, LLC
Co-Manager: Edward Jones
Co-Manager: First Bankers' Banc Securities, Inc.
Co-Manager: First Southern, LLC
Co-Manager: FMSbonds, Inc.
Co-Manager: Isaak Bond
Co-Manager: Mountainside Securities
Co-Manager: Multi-Bank Securities, Inc.
Co-Manager: Northland Securities
Co-Manager: Sierra Pacific
Co-Manager: SouthState|DuncanWilliams
Co-Manager: StoneX
Co-Manager: The Baker Group
Co-Manager: Wintrust Bank

Use of Proceeds: Refunding.

Refunding Notes: This bond refunded maturities from the following issues:
Mtc Tax Notes Ser 2022

Refunded Amount	Mat Date	Coupon	Price	Sched Call
2,810,000.00	02/15/2032	3.300	Par	04/16/2024
2,810,000.00				

Maturity	Amount	Coupon	Orig Reoffering Price/Yield
02/15/2032	155,000.00	7.0000%	2.900%
02/15/2033	165,000.00	7.0000%	2.950%
02/15/2034	170,000.00	6.8750%	3.000%
02/15/2035	180,000.00	5.5000%	3.050%
02/15/2036	190,000.00	5.0000%	3.150%
02/15/2037	195,000.00	5.0000%	3.200%
02/15/2038	205,000.00	5.0000%	3.300%
02/15/2039	220,000.00	5.0000%	3.400%
02/15/2040	230,000.00	4.0000%	3.750%
02/15/2041	240,000.00	4.0000%	3.800%
02/15/2042	250,000.00	4.0000%	3.950%
02/15/2043	265,000.00	4.0000%	3.980%
02/15/2044	280,000.00	4.0000%	4.010%
			$2,745,000.00

Call Option: Bonds maturing on 02/15/2032 to 02/15/2044 callable in whole or in part on any date beginning 02/15/2029 @ par.

Time Warrants Series 2024

Tax Treatment:	Bank Qualified
Original Issue Amount	$1,000,000.00
Dated Date:	04/01/2024
Sale Date:	03/25/2024
Delivery Date:	04/16/2024
Sale Type:	Competitive
TIC:	3.8508%
Record Date:	MSRB
Bond Form:	BE
Denomination	$5,000
Interest pays	Semi-Annually: 02/15, 08/15
1st Coupon Date:	08/15/2024

Paying Agent: Amegy Bank, Houston, TX
Bond Counsel: Hunton Andrews Kurth LLP, Houston, TX
Financial/Municipal Advisor: USCA Municipal Advisors LLC, Houston, TX
Lead Manager: Baird
Co-Manager: Alliance Global Partners
Co-Manager: Blaylock Van, LLC
Co-Manager: Carty & Co., Inc.
Co-Manager: Celadon Financial Group
Co-Manager: Central States Capital Markets
Co-Manager: CL King & Associates
Co-Manager: Colliers Securities, LLC
Co-Manager: Crews & Associates, Inc.
Co-Manager: Dinosaur Financial Group, LLC
Co-Manager: Edward Jones
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Co-Manager: First Southern, LLC
Co-Manager: FMSbonds, Inc.
Co-Manager: Isaak Bond
Co-Manager: Mountainside Securities
Co-Manager: Multi-Bank Securities, Inc.
Co-Manager: Northland Securities
Co-Manager: Sierra Pacific
Co-Manager: SouthState|DuncanWilliams
Co-Manager: StoneX
Co-Manager: The Baker Group
Co-Manager: Wintrust Bank

Use of Proceeds: Maintenance Expenses.

Maturity	Amount	Coupon	Orig Reoffering Price/Yield
02/15/2026	50,000.00	7.0000%	3.200%
02/15/2027	50,000.00	7.0000%	3.100%
02/15/2028	55,000.00	7.0000%	3.000%
02/15/2029	55,000.00	7.0000%	2.950%
02/15/2030	60,000.00	6.7500%	2.950%
02/15/2031	60,000.00	4.0000%	3.000%
02/15/2032	65,000.00	4.0000%	3.050%
02/15/2033	70,000.00	4.0000%	3.100%
02/15/2036T	225,000.00	4.0000%	3.350%
02/15/2039T	260,000.00	4.0000%	3.700%
			$950,000.00

Call Option: Bonds maturing on 02/15/2030 to 02/15/2033 and term bonds maturing on 02/15/2036 and 02/15/2039 callable in whole or in part on any date beginning 02/15/2029 @ par.

Term Call: Term bonds maturing on 02/15/2036 subject to mandatory redemption as follows:

Redemption Date	Principal Amount
02/15/2034	$70,000
02/15/2035	$75,000
02/15/2036	$80,000
	$225,000

Term bonds maturing on 02/15/2039 subject to mandatory redemption as follows:

Redemption Date	Principal Amount
02/15/2037	$85,000
02/15/2038	$85,000
02/15/2039	$90,000
	$260,000

Grand Total ===============> $4,450,000.00

Bond Debt Service

Period Ending	Principal	Interest	Debt Service
08/31/26	160,000.00	214,287.50	374,287.50
08/31/27	165,000.00	205,162.50	370,162.50
08/31/28	180,000.00	195,487.50	375,487.50
08/31/29	185,000.00	185,262.50	370,262.50
08/31/30	195,000.00	174,687.50	369,687.50
08/31/31	200,000.00	164,587.50	364,587.50
08/31/32	220,000.00	153,162.50	373,162.50
08/31/33	235,000.00	139,262.50	374,262.50
08/31/34	240,000.00	124,843.75	364,843.75
08/31/35	255,000.00	111,150.00	366,150.00
08/31/36	270,000.00	98,350.00	368,350.00
08/31/37	280,000.00	85,425.00	365,425.00
08/31/38	290,000.00	72,025.00	362,025.00
08/31/39	310,000.00	57,900.00	367,900.00
08/31/40	230,000.00	46,000.00	276,000.00
08/31/41	240,000.00	36,600.00	276,600.00
08/31/42	250,000.00	26,800.00	276,800.00
08/31/43	265,000.00	16,500.00	281,500.00
08/31/44	280,000.00	5,600.00	285,600.00
	4,450,000.00	2,113,093.75	6,563,093.75

COMPUTED ON BASIS OF MANDATORY REDEMPTION

Debt Amortization Rates

Period Ending	Principal	% of Principal Retired
08/31/2026	160,000.00	03.60%
08/31/2027	165,000.00	07.30%
08/31/2028	180,000.00	11.35%
08/31/2029	185,000.00	15.51%
08/31/2030	195,000.00	19.89%
08/31/2031	200,000.00	24.38%
08/31/2032	220,000.00	29.33%
08/31/2033	235,000.00	34.61%
08/31/2034	240,000.00	40.00%
08/31/2035	255,000.00	45.73%
08/31/2036	270,000.00	51.80%
08/31/2037	280,000.00	58.09%
08/31/2038	290,000.00	64.61%
08/31/2039	310,000.00	71.57%
08/31/2040	230,000.00	76.74%
08/31/2041	240,000.00	82.13%
08/31/2042	250,000.00	87.75%
08/31/2043	265,000.00	93.71%
08/31/2044	280,000.00	100.00%

DEBT SERVICE FUND MANAGEMENT INDEX

G.O. Debt Service Requirements for fiscal year-ending 08/31/2026		$599,763(a)
I&S Fds all G.O. issues 06/30/2025	$229,437(b)	
2025 I&S Fund Tax Levy @ 90%(c)	186,895	
ASAHE	15,846	
Total	432,178	

(a) Maintenance Tax Notes and Time Warrants are payable from the General Fund.
(b) Includes the August 2025 debt service payment.
(c) The tax levy collection percentage would have to exceed 100% to meet debt service requirements. The District has adequate funds on hand to make a transfer from reserves.

BALANCE SHEET

STATEMENT OF NET POSITION

GOVT ACTIVITIES

	06/30/2025	06/30/2024
ASSETS		
Current Assets	$2,880,392	$6,095,786
Capital Assets	$9,443,985	$5,792,467
Total Assets	$12,324,377	$11,888,253
DEFERRED OUTFLOWS	$1,254,906	$1,391,398
LIABILITIES		
Current Liabilities	$1,063,786	$801,210
Current Long Term Liabilities	$352,809	$317,504
Long Term Liabilities	$8,663,323	$9,030,198
Total Liabilities	$10,079,918	$10,148,912
DEFERRED INFLOWS	$1,162,770	$1,633,384
NET POSITIONS		
Invested In Capital Asset	$2,478,042	$1,040,393
Restricted	$225,842	$487,552
Unrestricted	($367,289)	($30,590)
Total Net Positions	$2,336,595	$1,497,355

AUTHORIZED BUT UNISSUED

GENERAL OBLIGATION BONDS AUTHORIZED BUT UNISSUED None

PENSION FUND LIABILITY

The District participates in a cost-sharing multiple-employer defined benefit pension that has a special funding situation. The plan is administered by the Teacher Retirement System of Texas (TRS). It is a defined benefit pension plan established and administered in accordance with the Texas Constitution, Article XVI, Section 67 and Texas Government Code, Title 8, Subtitle C. The pension trust fund is a qualified pension trust under Section 401(a) of the Internal Revenue Code. The Texas Legislature establishes benefits and contribution rates within the guidelines of the Texas Constitution. The pension's Board of Trustees does not have the authority to establish or amend benefit terms.

All employees of public, state-supported educational institutions in Texas who are employed for one-half or more of the standard work load and who are not exempted from membership under Texas Government Code, Title 8, Section 822.002 are covered by the system.

Detailed information about the Teacher Retirement System's fiduciary net position is available in a separately-issued Comprehensive Annual Financial Report that includes financial statements and required supplementary information. That report may be obtained on the Internet at https://www.trs.texas.gov/Pages/about_archive_cafr.aspx.

Contribution requirements are established or amended pursuant to Article 16, section 67 of the Texas Constitution which requires the Texas legislature to establish a member contribution rate of not less than 6 percent of the member's annual compensation and a state contribution rate of not less than 6 percent and not more than 10 percent of the aggregate annual compensation paid to members of the system during the fiscal year. Employee contribution rates are set in state statute, Texas Government Code 825.402. The TRS Pension Reform Bill (Senate Bill 12) of the 86th Texas Legislature amended Texas Government Code 825.402 for member contributions and increased employee and employer contribution rates for fiscal years 2020 thru 2025. Contribution Rates can be found on the Internet at https://www.trs.texas.gov/Pages/re_contribution_rates.aspx.

Contribution Rates Plan Fiscal Year*

	2025	2024	2023	2022
Employer	2%	1.9%	1.8%	1.7%
Member	8.25%	8.25%	8.00%	8.00%
State	8.25%	8.25%	8.00%	7.75%

*The schools are required to pay the State's contribution rate for certain employer contributions such as eligible compensation paid above the State Minimum salary, new TRS members and on eligible compensation paid from Federal Funds/Private Grants.

PENSION FUND LIABILITY

Reporting Year*	08-31-2025	08-31-2024
Net Pension Liability		
Beginning of Year	$1,358,129	$1,450,625
Additional Contributions	$0	$0
Total Pension Expense	$161,845	$233,221
Total Deferred Outflows	$548,998	$789,576
Total Deferred Inflows	$467,676	$493,509
This Year's Contributions	$110,244	$101,632
Net Pension Liability		
End of Year	$1,194,985	$1,358,129

	Contributions Required and Made
2025 Employer	$146,526
2025 Member (Employee)	$289,243
Contributing Agency (State)	$186,769

For the year ended August 31, 2025, the District recognized pension expense of $241,958 and revenue of $241,958 for support provided by the State.

	08-31-2025	08-31-2024
District's Proportion of the Net Pension Liability	0.00195629%	0.00197718%
District's Proportion Share of the Net Pension Liability	$1,194,985	$1,358,129
State's Proportion Share of the District's Net Pension Liability	$2,024,473	$2,244,262
Total	$3,219,458	$3,602,391
District's Covered-Employee Payroll	$2,975,605	$2,738,609
District's Proportionate Share of the Net Pension Liability as a Percentage of its Covered - Employee Payroll	40.16%	49.59%
Plan's net pension liability as a percentage of covered - employee payroll	108.20%	73.15%

* Based on measurement period of the previous fiscal year.

Fiscal Year	2025	2024
Contractually Required Contributions	$146,526	$110,608
Contributions in Relation to the Contractual Required Contributions	($146,526)	($110,608)
Contributions Deficiency (Excess)	$0	$0
District's Covered Employee Payroll	$3,505,967	$2,876,555
Contributions as a Percentage of Covered Employee Payroll	4.18%	3.85%

PENSION FUND OPEB LIABILITY

OTHER POST-EMPLOYMENT BENEFITS

Waelder ISD participates in the Texas Public School Retired Employees Group Insurance Program (TRSCare). It is a multiple-employer, cost-sharing defined Other Post-Employment Benefit (OPEB) plan with a special funding situation. The TRS-Care program was established in 1986 by the Texas Legislature. The TRS Board of Trustees administers the TRS-Care program and the related fund in accordance with Texas Insurance Code Chapter 1575. The Board of Trustees is granted the authority to establish basic and optional group insurance coverage for participants as well as to amend benefit terms as needed under Chapter 1575.052. The Board may adopt rules, plans, procedures, and orders reasonably necessary to administer the program, including minimum benefits and financing standards.

Detail information about the TRS-Care's fiduciary net position is available in the separately issued TRS Annual Comprehensive Financial Report that includes financial statements and required supplementary information. That report may be obtained on the Internet at http://www.trs.texas.gov/Pages/about_publications.aspx ; by writing to TRS at 1000 Red River Street, Austin, TX, 78701-2698; or by calling (512) 542-6592.

Contribution rates for the TRS-Care plan are established in state statute by the Texas Legislature, and there is no continuing obligation to provide benefits beyond each fiscal year. The TRS-Care plan is currently funded on a pay-as-you-go basis and is subject to change based on available funding. Funding for TRS-Care is provided by retiree premium contributions and contributions from the state, active employees, and school districts based upon public school district payroll. The TRS Board of trustees does not have the authority to set or amend contribution rates.

The General Appropriations Act passed by The 88th Legislature included funding to maintain TRS Care premiums at their current level through 2025. The 86th Legislature also passed SB 1682 which requires TRS to establish a contingency reserve in the TRS-Care fund equal to 60 days of expenditures.

Contribution Rates

	Fiscal Year	
	2024	2023
Active Employee	0.65%	0.65%
Non-Employer Contributing Entity (State)	1.25%	1.25%
Employers	0.75%	0.75%
Federal/private Funding remitted by Employers	1.25%	1.25%

In addition to the employer contributions listed above, there is an additional surcharge of $535 per month when employing a retiree of TRS. The TRS-Care surcharges for fiscal year 2025 totaled $16,852,694. Total contributions and other additions decreased $4.6 billion, or (29.4) percent, during fiscal year 2025. This decrease was due to TRS receiving $5 billion in supplemental appropriations in 2024 for one-time stipend payments and Cost of Living Adjustments (COLA). In 2025, TRS experienced payroll growth, but did not receive any supplemental appropriations.

	2025	2024
Current Fiscal Year Employer Contributions	$32,215	$25,349
Current Fiscal Year Member Contributions	$22,788	$18,967
Measurement Year NECE On-Behalf Contributions	$30,574	$30,772

For the year ended August 31, 2025, the District recognized OPEB expense of $132,790 and revenue of $132,790 for support provided by the State.

Reporting Period Ended*	08/31/2025	08/31/2024
District's proportion share of the net OPEB liability (asset)	0.0026863%	0.0030654%
District's proportionate share of the net OPEB liability (asset)	$815,335	$678,639
State's proportionate share of the	$1,021,604	$818,882

net OPEB liability (asset) associated with the District		
Total	$1,836,939	$1,497,521
District's covered-employee payroll	$2,975,605	$2,738,609
District's proportionate share of the net OPEB liability (asset) as a percentage of its covered-employee payroll	27.40%	24.78%

* Based on measurement of the previous fiscal year.

Fiscal year Ended	08/31/2025	08/31/2024
Contractually required contribution	$32,215	$25,349
Contributions in relation to these contractually required contribution	($32,215)	($25,349)
Contribution deficiency (excess)	$0	$0
District's covered-employee payroll	$3,505,967	$2,876,555
Contribution as a percentage of covered-employee payroll	0.92%	0.88%

MEDICARE PART D

The Medicare Prescription Drug, Improvement, and Modernization Act of 2003 established prescription drug coverage for Medicare beneficiaries known as Medicare Part D. One of the provisions of Medicare D allows for the Texas Public School Retired Employee Group Insurance Program (TRS-Care) to receive retiree drug subsidy payments from the federal government to offset certain prescription drug expenditures for eligible TRS-Care participants. These on-behalf payments are recognized as equal revenues and expenditures/expenses by the District.

For the fiscal years ended August 31, 2025 and 2024, the subsidy payments received by TRS-Care on behalf of the District were $26,129 and $15,776, respectively.

Source: Teacher Retirement System of Texas and the ISD's Financial Statement.

NON FUNDED DEBT

NON-FUNDED DEBT PAYABLE (As of June 30, 2025)

The District reports additional debt in the principal amount of $2,053,396 under Govt Activities as follows:

	Amount Outstanding	Int Rate	Next Year's Requirements	Fund Reported Under
Pension Liability	$1,194,985	N/A	N/A	Govt Activities
OPEB	$815,335	N/A	N/A	Govt Activities
Right-to-Use Lease	$3,207	0.285%	$3,211	Govt Activities
Compensated Absences	$39,869	N/A	N/A	Govt Activities

For additional information on Pension and/or OPEB liabilities, see Pension Fund Liabilities section of this report.

OVERLAPPING DEBT

Taxing Body	Debt Amount	As Of	%Ovlpg	Ovlpg Amt
Caldwell Co	$64,820,000 *	05/31/26	1.05	$680,610
Gonzales Co	10,450,000 *	05/31/26	5.14	537,130
Waelder, City of	80,000 *	05/31/26	100.00	80,000
Total Overlapping Debt:				$1,297,740
Waelder ISD		06/30/25		$6,390,563
Total Direct and Overlapping Debt:				$7,688,303
Total Direct and Overlapping Debt % of A.V.:				2.03%
Total Direct and Overlapping Debt per Capita:				$2,344

* Gross Debt

MATERIAL EVENTS AND OTHER FILINGS

This section contains excerpt(s) from or a summary of filings made by or on behalf of the issuer. The information below is an extract or summary only. The complete filing should be viewed on the Texas MAC website (www.mactexas.com) or the Electronic Municipal Market Access (EMMA) System of the Municipal Securities Rulemaking Board (https://emma.msrb.org/). See TMR disclaimer at the bottom of this page.

06/05/2026 - Moody's Underlying: Downgrade on 06/02/2026

" 2026, Moody's Ratings has downgraded Waelder Independent School District, TX's issuer, general obligation unlimited tax (GOULT), general obligation limited tax (GOLT) and general promise to pay ratings to A2 from A1."

11/17/2021 - Notice of Sale of Corporate Trust Business

"On March 23, 2021, Wells Fargo Bank, N.A. ("Wells Fargo Bank") announced that it had entered into a definitive agreement with Computershare Trust Company, N.A. ("Computershare Trust Company"), Computershare Delaware Trust Company, N.A. ("CDTC") and Computershare Limited (collectively, "Computershare") to sell substantially all of its Corporate Trust Services ("CTS") business. The sale to Computershare closed on November 1, 2021, and virtually all CTS employees of Wells Fargo Bank, along with most existing CTS systems, technology, and offices, transferred to Computershare as part of the sale. On November 1, 2021, for some of the transactions in its CTS business, Wells Fargo Bank transferred its roles, and the duties, rights, and liabilities for such roles, under the relevant transaction agreements to Computershare Trust Company. For other transactions in its CTS business, Wells Fargo Bank intends to transfer such roles, duties, rights, and liabilities to Computershare Trust Company or CDTC, as applicable, in stages after November 1, 2021. For any transaction where Wells Fargo Bank's roles did not transfer to Computershare Trust Company or CDTC on November 1, 2021, Computershare Trust Company or CDTC performs all or virtually all of Wells Fargo Bank's obligations as its agent as of such date pursuant to a Servicing Agreement dated October 31, 2021."

06/30/2021 - Notice of Failure to File Disclosure (FYE 2021)

"Waelder ISD (the "District") is obligated to file certain financial information annually. The District failed to timely file its 2021 audited financial statements. The fiscal year 2021 audit was filed on December 22, 2022."

ECONOMIC BACKGROUND

TEXAS PUBLIC SCHOOL FINANCE SYSTEM For information on the Texas Public School Finance System, visit the Publications area of the MAC website at www.mactexas.com.

ECONOMIC BACKGROUND

Waelder ISD is an agricultural and petroleum producing area that includes the City of Waelder. The District is mostly in Gonzales County with a portion extending into Caldwell County. The City of Waelder's 2020 census was 933, decreasing 12.39% since 2010.

COUNTY CHARACTERISTICS

Gonzales County was an original county created in 1836. The county is bisected by the San Marcos and Guadalupe Rivers, and traversed by IH-10, as well as U.S. Routes 87, 90, and 183 and State Highways 80, 97, and 304.

COUNTY SEAT: Gonzales

2020 census: 19,653 decreasing 0.8% since 2010
2010 census: 19,807 increasing 6.3% since 2000

2000 census: 18,628

ECONOMIC BASE
Mineral: oil, gravel, gas and clay.

Industry: hunting leases and agribusiness.

Agricultural: sorghums, poultry, pecans, mushrooms, hogs, hay, eggs, corn and cattle.

OIL AND GAS - 2025
The oil production for this county accounts for 1.54% of the total state production. The county ranks 14 out of all the counties in Texas for oil production. The gas production for this county accounts for 0.05% of the total state production. The county ranks 81 out of all the counties in Texas for gas production.

OIL PRODUCTION (Texas Railroad Commission)

Year	Description	Volume	% Change From Previous Year
2022	Oil	28,481,879 BBL	-14.47
2023	Oil	27,608,887 BBL	-3.07
2024	Oil	26,456,172 BBL	-4.18
2025	Oil	23,622,368 BBL	-10.71

CASINGHEAD (Texas Railroad Commission)

Year	Description	Volume	% Change From Previous Year
2022	Casinghead	40,237,167 MCF	-9.61
2023	Casinghead	37,310,438 MCF	-7.27
2024	Casinghead	35,109,601 MCF	-5.90
2025	Casinghead	29,083,578 MCF	-17.16

GAS WELL PRODUCTION (Texas Railroad Commission)

Year	Description	Volume	% Change From Previous Year
2022	GW Gas	8,234,790 MCF	2,008.75
2023	GW Gas	7,107,243 MCF	-13.69
2024	GW Gas	4,987,536 MCF	-29.82
2025	GW Gas	3,742,731 MCF	-24.96

CONDENSATE (Texas Railroad Commission)

Year	Description	Volume	% Change From Previous Year
2022	Condensate	2,002,103 BBL	4,424.02
2023	Condensate	2,048,127 BBL	2.30
2024	Condensate	1,544,472 BBL	-24.59
2025	Condensate	1,138,038 BBL	-26.32

PARKS (Texas Parks & Wildlife)

Year	Description	Volume
2023	Palmetto State Park	96,218 Visitors

EMPLOYMENT DATA (Texas Workforce Commission)

	2025		2024		2023	
	Employed	Earnings	Employed	Earnings	Employed	Earnings
1st Q:	7,282	$101.9M	7,077	$97.2M	7,293	$96.7M
2nd Q:	7,292	$102.0M	7,084	$95.2M	7,215	$94.2M
3rd Q:	7,347	$101.9M	7,131	$96.7M	7,220	$94.7M
4th Q:	7,464	$108.1M	7,311	$100.1M	7,202	$94.2M

Starting Q4 2021 includes Federal Data

TOP TAXPAYERS

Principal Taxpayers	2025 A.V.	% of A.V.
1. Permian Highway Pipeline Industrial - Oil & Gas Pipeline	$57,459,570	15.14%
2. Cal Maine Foods Inc. Agricultural - Farm	43,614,790	11.49%
3. Baytex Energy USA Inc. Mineral - Oil & Gas	20,946,840	5.52%
4. Union Pacific Railroad Company Utility - Railroad	18,268,530	4.81%
5. J&B Sausage Industrial - Meat Products	11,699,770	3.08%
6. Oasis Pipeline Industrial - Oil & Gas Pipeline	4,500,410	1.19%
7. CBTR Holdings LLC Agricultural - Ranch	4,395,160	1.16%
8. Flint Hill Resources LP Mineral - Oil & Gas	3,685,960	0.97%
9. Brisco Lavo & Ruth Family Partners LP Agricultural - Ranch	3,624,480	0.95%
10. Warwick-Artemis LLC Mineral - Oil & Gas	3,359,000	0.88%
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Total:	$171,554,510	45.19%

Taxpayer Concentration
As shown in the table above, the top ten taxpayers in the District currently account for over 45.19% of the District's tax base, and are primarily comprised of businesses categorized in the Oil & Gas industry. Adverse developments in economic conditions, especially in the Oil & Gas industry, could adversely impact the businesses in the District and the tax values in the District, resulting in less local tax revenue.

The District's Taxpayer, Permian Highway Pipeline, accounts for 15.14% of the overall assessed value/tax base. The District/Issuer is dependent on the taxpayer(s) for the continued tax payments.

FINANCE CONNECTED OFFICIALS

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Chief Appraiser-Tax A/C

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