

1. GENERAL FUNCTIONS-OTHER

1.A. Call to Order

1.B. Pledge of Allegiance

1.C. Texas Pledge of Allegiance

1.D. Roll Call

1.E. CISD Vision and Mission Statements 4

2. BOARD HONORS

2.A. Recognition of the Winners of the Annual Canutillo ISD Holiday Greeting Card Student Art Contest

2.B. Holiday Performance by the Jose Damian Elementary School Orchestra

3. OPEN

FORUM-OTHER

Any person wishing to address the Board during the period reserved for public comment at a Board meeting must sign up to be heard, in accordance with District policy

BED(LOCAL):

Each participant will be limited to THREE MINUTES to make comments to the Board.

The Board is NOT permitted to discuss or act upon any issues that are not posted on the agenda for tonight's meeting. For further information on those policies, contact the Superintendent's Administrative Assistant.

4. SPECIAL PRESENTATION-OTHER

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5. BOARD OF TRUSTEE BUSINESS

5.A. Discussion and Action to Elect Board Officers Under Policy BDAA. 17

5.B. Discussion and Possible Action to Authorize the Administration and Board President to Sign all Documents Necessary to Complete the Transaction for the Purchase of the Property Described as 20.194 Acres of Unimproved Land Known as Cimarron Canyon Unit Eight, El Paso County, Texas

5.C. Discussion and Possible Action to Authorize the Administration and Board President to Sign all Documents Necessary to Complete the Transaction for the Purchase of the Property Described as 25.202 acres, Enchanted Hills Unit 7, El Paso County, Texas

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6.B. *HUMAN RESOURCES*

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7. **EXECUTIVE SESSION**
To Consult with Attorney Under Sections 551.071, 551.072 and 551.074 of the Texas Government Code:

7.A. Discussion Regarding Potential Sale of District Owned Real Property

8. **ADJOURNMENT**

The meeting was adjourned at insert time under unanimous consent.

Presented to the Board of Trustees for approval on insert date. The minutes reflect all agenda items in the order as originally posted and do not necessarily reflect the order in which they were discussed.

CANUTILLO INDEPENDENT SCHOOL DISTRICT

Mission

We provide Equitable Opportunities to ensure our future-ready students are empowered to Explore, Learn, Grow and Excel.

Vision

LEAD today. IMPACT tomorrow.

#VivaCanutillo



CURRICULUM & INSTRUCTION

CANUTILLO A Premier District

TO: CISD Board of Trustees and Superintendent Galaviz
FROM: Jessica Arellano, Executive Director of Curriculum & Instruction
DATE: October 29, 2024
RE: Lone Star Governance Student Outcome Goal Progress

Pursuant to the Lone Star Governance (LSG) framework, Canutillo ISD administration is required to update the board on progress toward meeting student outcome goals. In alignment with our district's LSG calendar, Goal 3 (percentage of graduates earning CCMR indicator) will be the focus for the month of November.

LSG Goal 3 states:

- The percentage of graduates that earn a CCMR indicator will increase from 64% (2022) to 88% by June 2026.

Current district assessment performance data for Dual Credit, SAT/ACT/TSI, and Industry Based Certification (IBC) were compiled and will be presented for discussion at the August 2024 board meeting. This information is being provided to board members and district administration in order to ensure collective awareness concerning student progress toward meeting the district's student outcome goals.

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For additional information regarding Canutillo Independent School District's policy of nondiscrimination contact the Human Resources Division: (915) 877-7423 | 7965 Artcraft Dr. | El Paso TX 79932.

LONE STAR GOVERNANCE



**GOAL 3: COLLEGE CAREER MILITARY READINESS (CCMR)
GOALS AND PROGRESS MONITORING INDICATORS**

November 2024

What is CCMR?

1. College-Ready Pathways

- **SAT or ACT:** Meeting the college-ready benchmarks on these exams.
- **TSIA (Texas Success Initiative Assessment):** Meeting college readiness standards.
- **AP/IB Exams:** Scoring a 3 or higher on an AP exam, or 4 or higher on an IB exam, in certain subject areas.
- **Dual Credit:** Completing and earning credit in a dual credit course in English language arts (ELA) or mathematics, or in a dual credit course that is part of the Texas Higher Education Coordinating Board (THECB) core curriculum.

2. Career-Ready Pathways

- **Industry-Based Certifications:** Earning a recognized industry-based certification in areas like healthcare, information technology, or manufacturing.
- **CTE (Career and Technical Education) Coherent Sequence Coursework:** Completing a coherent sequence of CTE courses in a program of study that leads to an industry-based certification.
- **Level I or Level II Certificate or Associate Degree:** Earning a Level I or Level II certificate or an associate degree while in high school.

3. Military-Ready Pathways

- **Enlistment in the Military:** Enlisting in any branch of the U.S. Armed Forces. Proof of enlistment is required.

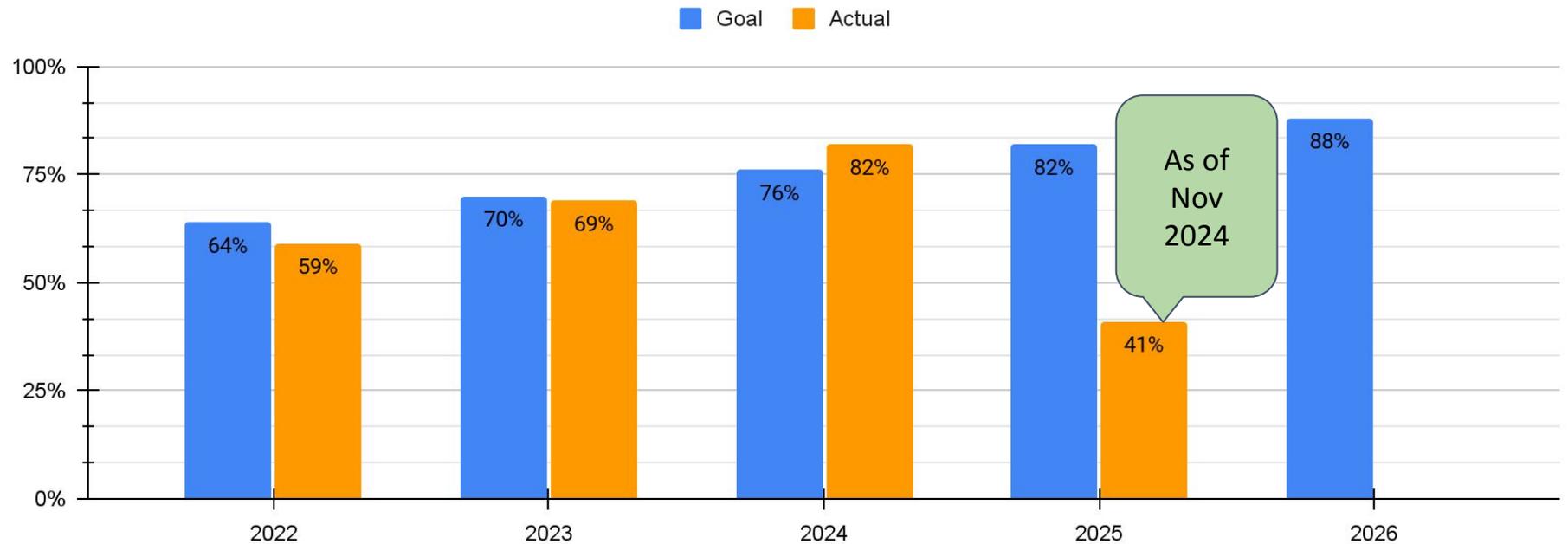
4. Other Recognized Achievements

- **OnRamps Dual Enrollment:** Successfully completing an OnRamps course (UT-Austin's dual enrollment program).
- **College Prep Courses:** Completing a college preparatory course in ELA or mathematics, as defined in a partnership agreement with a higher education institution.

Goal 3: CCMR

The percentage of graduates earning a CCMR point will increase from 64% (2022) to 88% by June 2026.

CCMR



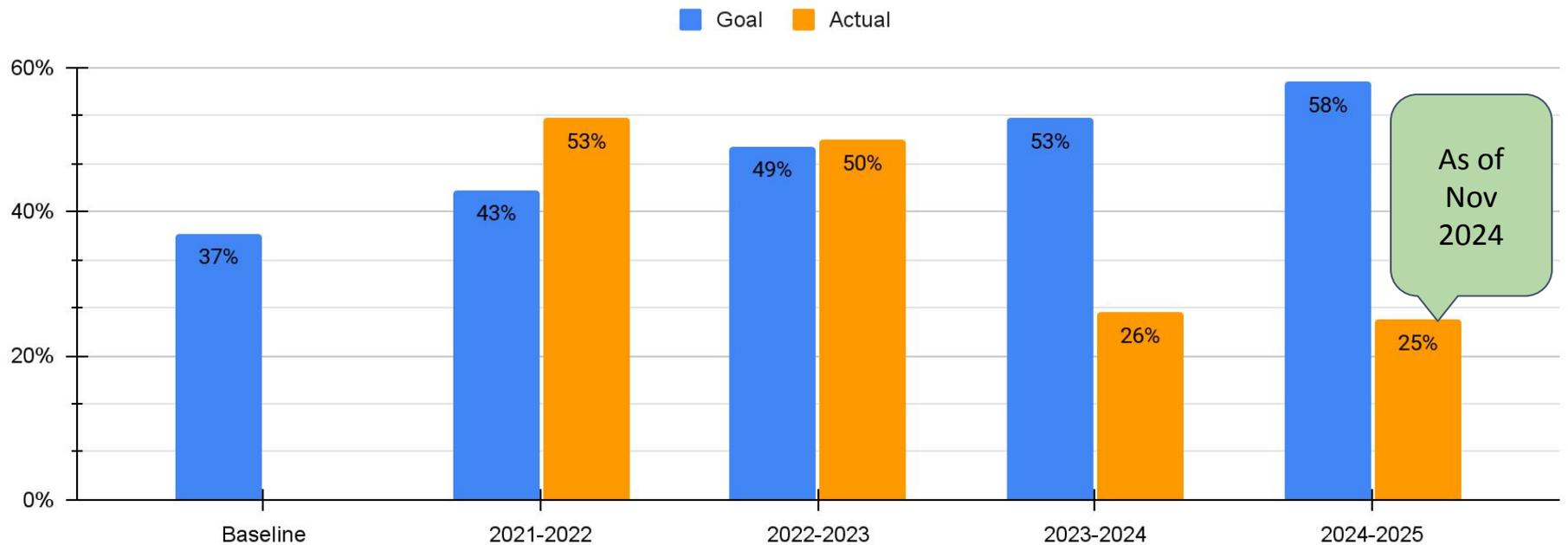
CCMR - Unlocking Potential for ALL Students

- 10% increase AP exams taken
- AP scores of 3,4, or 5 increased by 36%
- CollegeBoard Recognized NWECHS as a Platinum School on its 2024 AP Honor Roll
- 28 Students have been identified by CollegeBoard
 - National Hispanic Recognition
 - First Generation Recognition for their achievements
- Over 57 TIA designated teachers in CISD

GPM 3.1

The percentage of graduates earning a Dual Credit CCMR point will increase from 37% in June 2021 to 61% by June 2026.

Dual Credit



GPM 3.1 Current Dual Credit Offerings

CHS

- Education 1300
- ENG 3
- ENG 4
- Psychology
- Geology/Lab
- Government (online)
- Pre-Calc
- Criminal Justice 1301
- Chemistry
(UT OnRamps)

NWECHS

- Education 1300
- US History
- World History
- ENG 3 and ENG 4
- Astronomy
- Geology/Lab
- Biology/Lab
- Speech
- Pre-Calculus
- Calculus
- Math for Social
Sciences/Business
- Chemistry
(UT OnRamps)

GPM 3.1

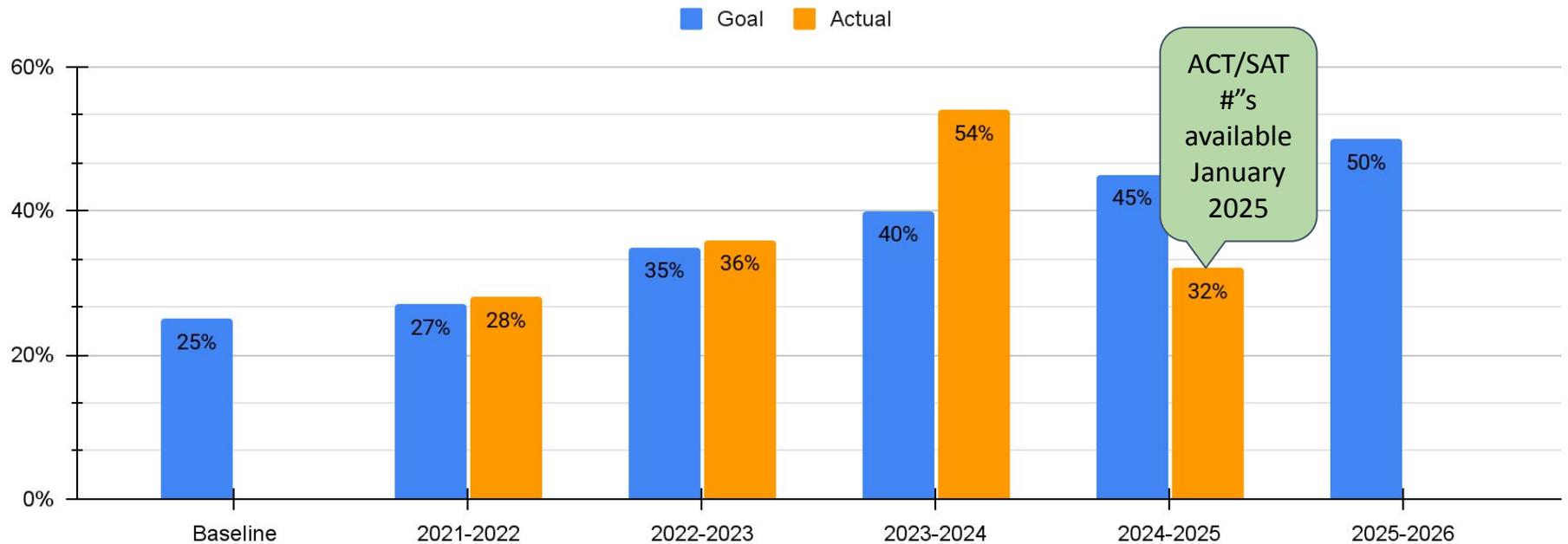
- CHS Offering OnRamps Chemistry Course through UT Austin
 - First Course 2024-2025 School Year
 - Looking to add another OnRamps Course 2025-2026 SY
- Studies show that students that take just 1 DC class are 4X more likely to complete 4-year college degree
- Dual Credit courses are open-enrollment and available for any student who meet the criteria to enroll (e.g. passage of TSI/Pre-requisites)



GPM 3.2

The percentage of graduating seniors scoring at or above SAT/ACT/TSIA2 college ready criterion will increase from 25% in June 2021 to 50% by June 2026.

SAT/ACT/TSIA2



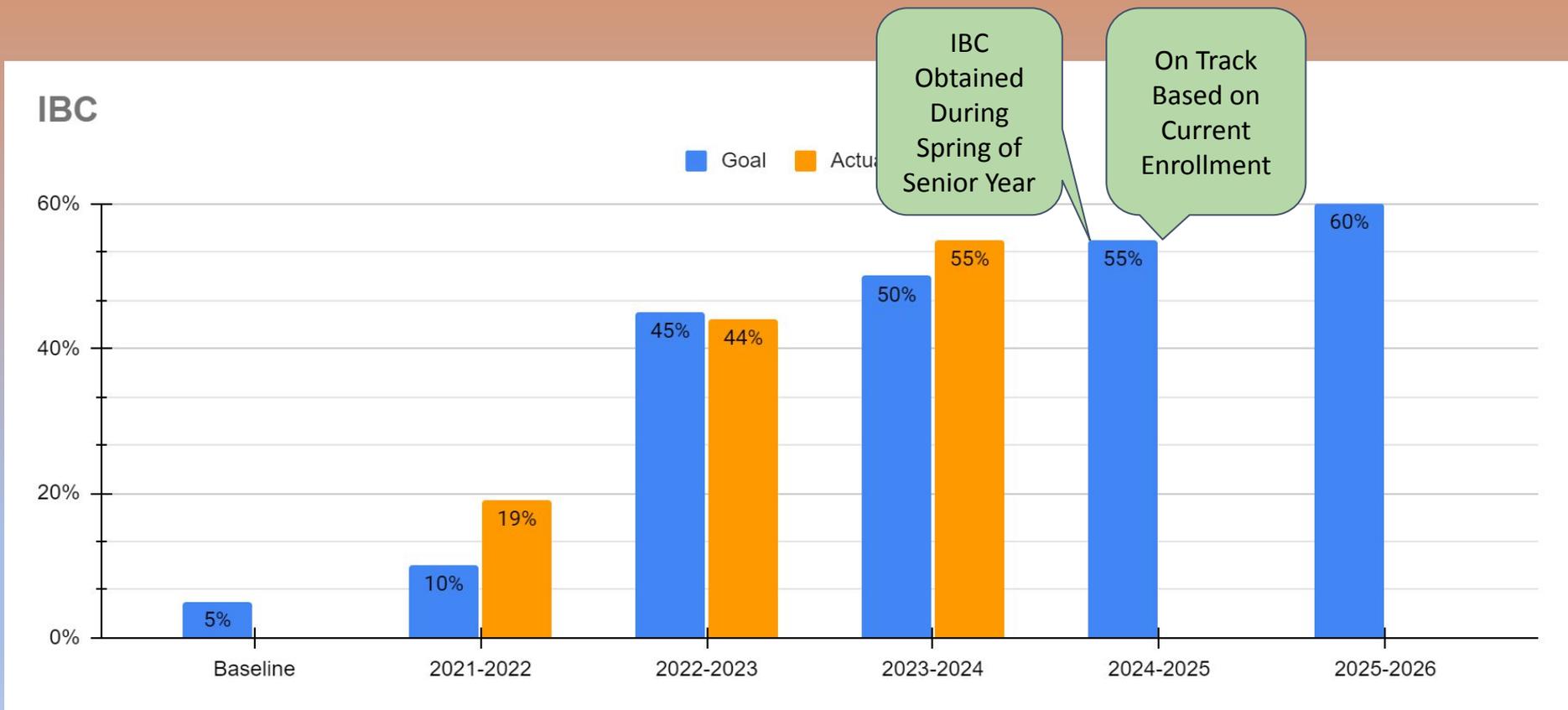
GPM 3.2

- Focus on testing all CHS Students who have not passed TSIA2, supported by a TSIA2 Bootcamp during spring intersession
- TSIA2 testing in 8th grade for Honors English, Algebra I, & Algebra II Students and Students applying to NWECHS
- New CTE semester-long course called Dollars and Sense that will TSI prep and test all students enrolled



GPM 3.3

The percentage of graduating seniors who earn an approved Industry Based Certification (IBC) will increase from 5.3% in June 2021 to 60% by June 2026.



GPM 3.3

- Increasing Number of P-TECH Students Annually
 - 21 Cohort 1; 25 Cohort 2; looking for 30+ for Cohort 3
- 239 of 2024 graduates earned Industry Based Certification in at least one area.
- Engineering, Biomedical, Robotics will each be offering an IBC in the current school year and beyond.
- Practicum courses, which are offered in more than half of the CTE programs, will assist with achieving an IBC through work-based learning experiences as well as test preparation.



OFFICERS AND OFFICIALS
DUTIES AND REQUIREMENTS OF BOARD OFFICERS

BDAA
(LOCAL)

Board Officers

The Board shall elect a President, a Vice President, and a Secretary who shall be members of the Board. The Board may assign a District employee to provide clerical assistance to the Board. Officers shall be elected by majority vote of the members present and voting.

Vacancy

A vacancy among officers of the Board shall be filled by majority action of the Board.

Term and Duties

Board officers shall serve for a term of one year or until a successor is elected. Officers may succeed themselves in office. Each officer shall perform any legal duties of the office and other duties as required by action of the Board.

President

In addition to the duties required by law, the President of the Board shall:

1. Preside at all Board meetings unless unable to attend.
2. Have the right to discuss, make motions and resolutions, and vote on all matters coming before the Board.
3. Send, or cause to be sent, notices of Board meetings.
4. Call special meetings of the Board. [See BE]
5. Sign all legal documents, warrants, vouchers, and reports, as required by statute, state or federal regulations, or Board policy.
6. Decide all questions of order in accordance with *Robert's Rules of Order, Newly Revised*, as modified by Board policy.
7. Serve as the Board's spokesperson.

Vice President

The Vice President of the Board shall:

1. Act in the capacity and perform the duties of the President of the Board in the event of the absence or incapacity of the President.
2. Become President only upon being elected to the position.
3. Serve as spokesperson for the Board when the President is unavailable.

Secretary

The Secretary of the Board shall:

1. Ensure that an accurate record is kept of the proceedings of each Board meeting.
2. Ensure that notices of Board meetings are posted and sent as required by law.

OFFICERS AND OFFICIALS
DUTIES AND REQUIREMENTS OF BOARD OFFICERS

BDAA
(LOCAL)

3. In the absence of the President and Vice President, call the meeting to order and act as presiding officer.
4. Sign or countersign documents as directed by action of the Board.



OFFICE OF THE SUPERINTENDENT

CANUTILLO A Premier District

RE: Discussion and Recommendation Regarding Board Evaluation and Superintendent's Evaluation Calendar

Date: 12/11/2024

Canutillo Board of Trustees,

As we move into the new school year, I would like to outline the key phases of the Superintendent Evaluation Cycle, which will guide our work and strategic planning throughout the year. This process ensures that both the Board and Superintendent remain aligned with district goals, promote continuous growth, and work towards greater success for our district.

In the **Board Evaluation Phase**, we will assess the effectiveness of the Board to ensure that we are aligned with district goals and best governance practices. The Board will conduct a self-assessment or peer evaluation, focusing on performance and support for district initiatives. This evaluation will help identify areas for improvement and provide recommendations for enhancing our governance practices.

The **Superintendent Pre-Evaluation Phase** will set the foundation for the Summative Evaluation in October. The Board will finalize the superintendent's performance evaluation framework and criteria, reviewing the superintendent's goals and ensuring they align with the Lone Star Governance Goals.

In **October**, we will conduct a formal review of the superintendent's performance. This review will include evaluating progress toward objectives, overall achievements, and key outcomes. The evaluation will result in a report that highlights strengths, areas for improvement, and future recommendations.

Later in the year, in **February**, the Board will hold a workshop focused on analyzing student performance data and district progress. We will set measurable, student outcome-focused goals for the superintendent's next evaluation period, ensuring alignment with the district's strategic plan and priorities for student success.

This evaluation cycle is a critical component of our ongoing efforts to improve governance, provide leadership, and drive the district's long-term success. By engaging in thoughtful evaluations and collaborative goal-setting, we can ensure continued growth and achievement for our students, staff, and community.

Dr. Pedro Galaviz
Superintendent of Schools
Canutillo Independent School District

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SUPERINTENDENT - BOARD EVALUATION CYCLE

August - September: Board Evaluation Phase

- > **Objective:** Assess the performance and effectiveness of the Board to ensure alignment with district goals and governance best practices.
- > **Activities:**
 - > Conduct a self-assessment or peer evaluation of the board's effectiveness, governance, and alignment with district objectives.
 - > Review board performance regarding support for the superintendent and district initiatives.
 - > Identify areas for improvement in board operations and communication.
- > **Outcome:** Complete a Board Evaluation report that highlights strengths, areas for improvement, and recommendations for enhanced governance.

August - September: Superintendent Pre-Evaluation Phase

- > **Objective:** Prepare for the upcoming Summative Evaluation in October.
- > **Activities:**
 - > Review and finalize the performance evaluation framework and criteria.
 - > Review performance objectives and desired outcomes for the evaluation period.
 - > Ensure alignment of superintendent goals with Lone Star Governance Goals.
- > **Outcome:** Establish clear expectations and finalize the evaluation framework for the October Summative Evaluation.

October: Superintendent Summative Evaluation Phase

- > **Objective:** Conduct a comprehensive, formal review of the superintendent's performance.
- > **Activities:**
 - > Review achievements, progress toward set objectives, and overall performance.
 - > Conduct formal evaluation meetings with the superintendent to discuss results.
- > **Outcome:** Summarize performance in an evaluation report that highlights strengths, areas for improvement, and recommendations.

February: Board Workshop to Develop Superintendent Student Outcome Goals

- > **Objective:** Establish student outcome-focused goals for the next evaluation period.
- > **Activities:**
 - > Hold a board workshop to analyze student performance data and district progress.
 - > Set collaborative, measurable goals that align superintendent performance with student success.
 - > Ensure alignment with district strategic plans and objectives.
- > **Outcome:** Finalize a clear set of student outcome goals that guide the superintendent's focus for the upcoming cycle.

Introduction to Public Facility Corporations

Presented to Canutillo Independent School District

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Canutillo ISD PFC

What is a Public Facility Corporation:

A PFC is a nonprofit corporation created by a sponsoring governmental entity — a city, county, school district, hospital district, housing authority, or special district

PFC Powers:

PFCs have broad powers over public facilities, including financing, acquisition, construction, rehabilitation, renovation and repair. A PFC, once created, has the authority to issue bonds on behalf of its sponsoring public entity, and, once the bonds are funded, the money must be used in accordance with IRS rules and regulations, as well as those imposed by the Texas Attorney General

Canutillo ISD PFC

PFC's Purpose:

- Expands the District's ability to provide additional incentives for public/private partnership to facilitate and finance workforce housing by providing 100% ad valorem tax exemption – including both property and sales tax
- Will own workforce housing projects
 - Can be general partner or special limited partner brought into public/private partnerships
 - Can be outright owner of projects without post-closing developer involvement

Canutillo ISD PFC

PFC's Perspective:

- PFC's participation allows for an ad valorem tax exemption
- Creates more mixed income and workforce housing
- Can be used to generate revenue for the PFC
- Depending on the structure, private partner may assume all risk
- Depending on the structure, no monetary investment

Developer's Perspective:

- Property receives an ad valorem tax exemption that it otherwise would not have received, which increases cash flow and/or increases the amount of debt that can be placed on property or decreases the Developer's equity requirement
- Developer gives up ownership and potentially significant revenues due to rent restrictions on at least 50% of the units

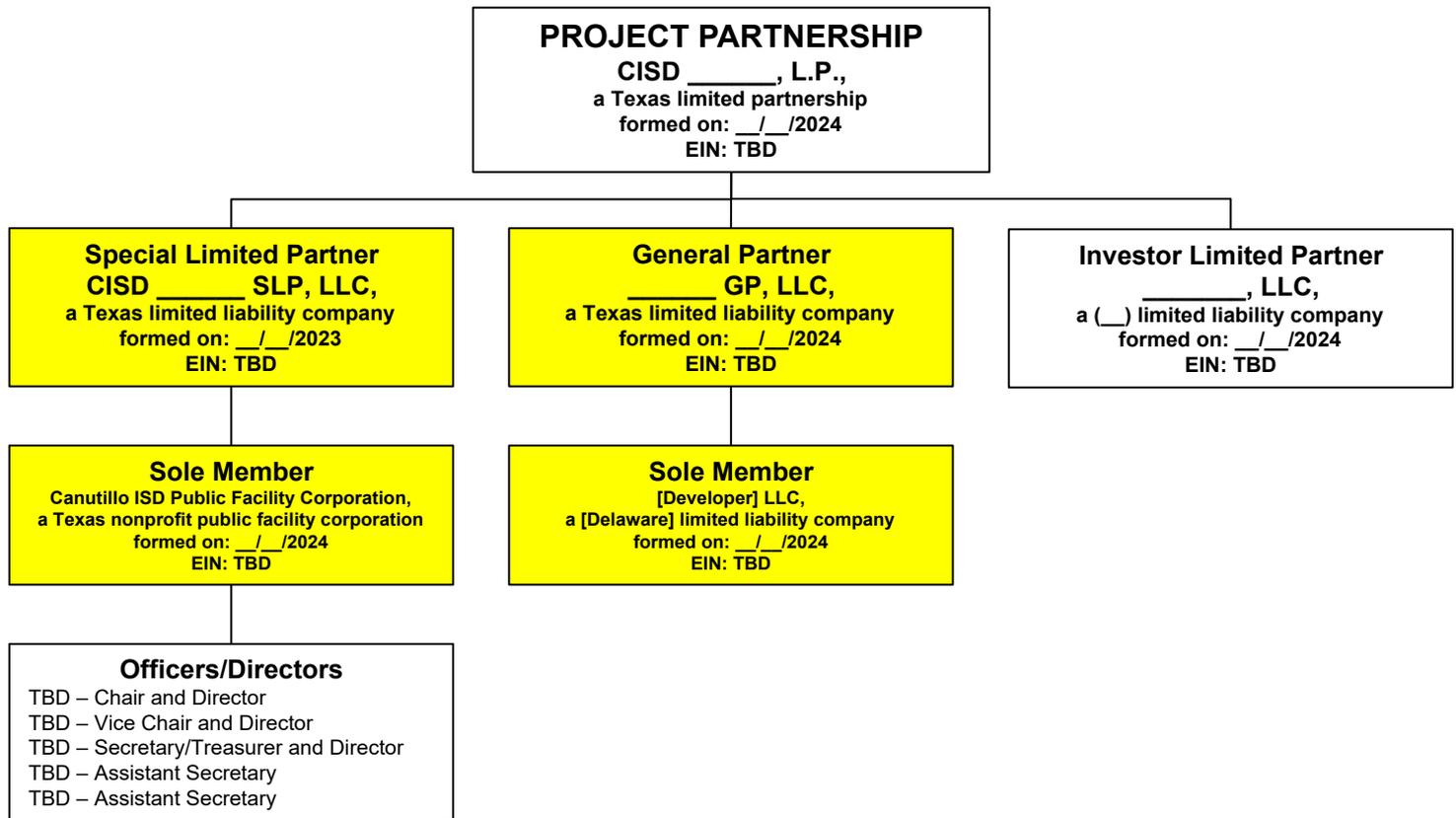
Canutillo ISD PFC

Risk Shifting Structure:

- 1) PFC should not assume the risk of construction, operations or debt.
- 2) PFC will enter into a partnership agreement, development agreement, and lease of the project with development entity.
- 3) Development entity must raise equity, obtain debt, and assume all risk.
- 4) Development Agreement will require development entity to construct project on leased land.

Canutillo ISD PFC

Sample Organizational Structure:



Entities/Individuals in yellow have the ability to exercise control

Canutillo ISD PFC

PFC Abilities and Requirements:

- PFC will create a single member limited liability company to serve as the general partner (GP) or special limited partner (SLP) of the partnership
 - Limited liability company has no assets except for partnership interest
 - PFC Risk of liability in LLC, but it is a separate legal entity with no assets
- PFC will own the land and lease it to the partnership generally for 60 years
- PFC will enter into a joint venture with the construction company to bring about a sales tax exemption for the purchase of materials
- PFC could also issue tax-exempt bonds to help finance the project
 - PFC Bond proceeds loaned to project and used to pay for construction
 - PFC Bonds would be 100%+ financed to include reserve funds and reduce risk of default
 - Could mature upon completion of construction (3 years or less)

Canutillo ISD PFC

Public Facility Corporation Potential Parameter Fees:

- For a Joint Venture new construction project –
 - \$300,000 Developer Fee paid upfront
 - 15% of property tax savings paid on an annual basis
 - 25% of sales tax savings
 - \$100/unit annual Compliance and Management Fee
 - 15% participation in capital event (subject to certain IRR)

Canutillo ISD PFC

Worst Case Scenarios:

- Might not make projected profits, but PFC will have no investment in the project
- Should a project fail, the equity provider or lender could take over the project and the PFC could lose control; however, in doing so, the equity provider or lender could jeopardize their tax-exempt status, so this is unlikely
- PFC may not be able to withdraw from the partnership once it is formed
- Because PFC is a political body, meetings are open to the public

1. GENERAL FUNCTIONS-OTHER

1.A. Call to Order

Meeting was called to order at 6:01 PM

1.B. Pledge of Allegiance

1.C. Texas Pledge of Allegiance

Pledge of allegiance and Texas pledge of allegiance were led by Boy scout troop #4

1.D. Roll Call

Trustees Present: Barnes, Borrego, Mendoza, Rodriguez, Simental, Trout, Zuniga

Student Advisor Present: Gustavo Ayala

Student Advisor Absent: Paris Gastelum

1.E. CISD Vision and Mission Statements

Mission: Mission was read by Mrs. Mendoza

Vision: Vision was read by Ms. Borrego

2. BOARD HONORS

2.A. Canutillo Middle School Varsity Choir Recognition for Earning a Second Superior Rating at the University Interscholastic League Music competition.

2.B. Alderete Middle School Varsity Choir Recognition for Earning the Excellence Award in Stage Concert at the University Interscholastic League Competition.

2.C. Canutillo High School Varsity Choir Recognition for Earning the Excellence Award During the University Interscholastic League Concert Evaluation.

Mr. Reveles introduced the choir groups from the different schools and they performed for the board of trustees and meeting attendees.

3. OPEN FORUM-OTHER

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Each participant will be limited to THREE MINUTES to make comments to the Board.

The Board is NOT permitted to discuss or act upon any issues that are not posted on the agenda for tonight's meeting.

For further information on those policies, contact the Superintendent's Administrative Assistant.

Ryan Romero regarding his experience with CTE and Issues with the Bond.

Mr. Romero mentioned that he used to be in the graphic design program with CTE however it was taken away due to funding. Mr. Romero wanted to comment that Mrs. Andrews is unfit for her position.

Gustavo Ayala - Teacher displacement/cutting of programs. He wanted to mention that as a student representative he has heard of 4 students displaced from their classes despite teacher's accomplishment.

Bernardo Varela – Regarding Vets. Mr. Varela wanted to mention that Mrs. Barnes' students do not attend CISD schools due to lack of trust with the district. CISD community is not to be trusted.

Lilia Maldonado - Budget – Mrs. Maldonado mentioned that she is a strong supporter of the CISD bond. She mentioned that teachers wear many hats at the campus. She believes that reduction of force needs to take place at central office first. She mentioned that HR addresses teachers due to snapshot day. RIF is difficult but needs to happen first at Central Office. Even though in favor of the bond. She is against allocating 100K for the TASB trip. She doesn't believe this is an appropriate time. She mentioned that the trip is a want and not a need. District needs need to be addressed first.

Yasmin Rayas – CHS Choir instructor. Mrs. Rayas mentioned that she has a student at CHS and she wants to mention that Mrs. Martinez was advocating for her students and she was removed from the program.

Kendra Smith - Choir - she is a parent of 5 students at the district. Her time as a RES parent and AMS have been great. She mentioned that she felt a change at the high school environment when Mrs. Martinez was moved to the CHS. Mrs. Smith mentioned that when they heard that the choir program will be changed, and Mrs. Martinez will be moved to another school. Mrs. Smith mentioned that she feels like this kind of situation is what pushes parents and students to enroll in another district.

Julie Scott - Nurses and Librarians- Mrs. Scott mentioned that she is pro bond, but she wants to speak on behalf of librarians and nurses. She understands that the board will take difficult decisions. She has volunteered with Nurses and librarians at the schools. She understands that LVN nurses can not work independently however a RN is needed due to complex student needs. She mentioned that nurses already know students and are doing a good job currently. She mentioned that another suggestion was to cut librarians and leave library aides in place. She mentioned that librarians

provide knowledge as teachers, technology, ids and other campus needs. She believes students will be receiving

Isabella Medina-Vought - Documentary for the bond- She mentioned that she would like to help the Canutillo district with a current project she took over to help the district. She mentioned that she knows a teacher with need, and they did a recording to create a documentary for the bond to share what is needed in the schools. She mentioned that she believes that students need a better environment to go to school.

Charlotte Scott - Bond. – she believes the bond needs to be passed due to having and aging building as a school. She mentioned that the librarians need to be retained to attend future generations of students. She is afraid the if the bond doesn't pass the district will lose students and programs.

Jaxson Harrison - Bond – 5th Grader at JDE and student council principal. He mentioned that his school and all the CISD schools need updates/upgrades. He understands that if schools are upgraded it will attract more students. He mentioned that adults need to do what is right for the students.

Allison Vasquez - Bond- JDE student. She feels like people need to think of all the CISD students and their hunger to learn.

Alyssa Montes - Bond – 5th grader at JDE. She is worried about the bond, and she would like for people to vote yes. She and her classmates wish they could vote.

DeVenny Tamayo - JDE – STUCO secretary. She mentioned that passing of the bond will provide CISD students with a better learning environment.

Sebastian Rueda - Stucco Historian - He wants people to vote yes as a Canutillo ISD student. He would like for schools to have the necessary repairs to assist in providing a better learning environment. Safer environment, and he would like to one day be able to choose NWECHS and have the safety of a safe building instead of portables.

Mason Ancheta - Bond – 4th grader of JDE - He lives in the far northeast of El Paso but he believes CISD is a great district. He mentioned that if his family could vote for the bond due to being a transfer. The bond would provide him with a new middle school close to JDE.

Silvestre Reyes - Historical Perspective on getting an education at Canutillo - he wants to thank the board for their dedication to Canutillo. He mentioned that he is proud to

hear the voices of the current students. He mentioned that Canutillo has come a long way from when he was the second graduating class at Canutillo. He mentioned that as a veteran he understands that he fought for the democracy to vote in times such as this. He strongly supports the bond and he understand how critical it is to this process. He mentioned that his great aunt was the first Reyes at the Canutillo District.

Zanaya Reyes - New student at Canutillo- She wants to thank the board for the effort to have a bond to provide them with a better future. She is proud that the Reyes family has attended the Canutillo for 100 years. She mentioned they have many years to go and they want the community to support the schools and the students

Orlando Garcia - Say Yes to the bond – He wants to thank the board for being here and to talk about the bond. He wants to mention that there are a lot of students with much more ahead of them. He mentioned that the bond will help in a lot of different ways.

Julian Garcia - Graduating from Canutillo and Say thank you and say yes to the bond. He wants to mention that as a student he started in JDE and he started at CHS during the pandemic. He mentioned that CHS has introduced him to incredible experiences. He would like for students to come to be provided with the same opportunities he did. He mentioned that as a first-time voter he will say yes to the bond.

4. **BOARD OF TRUSTEE BUSINESS**

4.A. Budget Presentation

Mrs. Borrego stepped out at 7:15PM

Mrs. Borrego returned at 7:17 PM

Mrs., Piekarski, Dr. Rico and Mrs. Pulley presented to the board the current situation for the budget.

Mrs. Piekarski and Mrs. pulley addressed questions from board president Rodriguez.

Mrs. Borrego wanted to clarify for the record that for the last weeks it was not just about the voting to reduce force in the district.

5. **CONSENT AGENDA-VOTING**

5.A. *BUSINESS SERVICES*

5.A.1. Approval of the Meeting Minutes

5.A.1.a. Approval of the Nov 8,2023 SBM Minutes

5.A.2. Approval of the Monthly Donations

- 5.A.2.a. Board Acceptance of the March 2024 Donations Report
 - 5.A.3. Approval of the Budget Amendments
 - 5.A.3.a. Budget Amendments March 2024
 - 5.A.4. Request for Approval to Renew Interlocal Agreement with West Texas Cooperative Region 17 for Child Nutrition Program 2024-2025
 - 5.B. *CURRICULUM AND INSTRUCTION*
 - 5.B.1. Board Review and Approval of TEKS Certification
 - 5.B.2. Consider approval of amendment to EPCC MOU for Dual Credit Partnership Agreement.
 - 5.B.3. Approval of the 2023-24 Program Evaluation Committee Recommendation List as Presented by the C&I Department
 - 5.C. *HUMAN RESOURCES*
 - 5.C.1. Approval of the Renewal of Northwest Early College High School Probationary and Term Contract Teachers for the 2024-2025 School Year
Motion to approve consent agenda as presented by administration. Motion made by Mrs. Trout and second by Mrs. Mendoza.
All in favor, motion passes.
6. **EXECUTIVE SESSION Meeting was closed at 8:13 PM
To Consult with Attorney Under Sections 551.071, 551.072 and 551.074 of the Texas Government Code:**
- 6.A. Discussion regarding possible settlement and resolution of M. Alspini v. Canutillo ISD; Cause No. 2023dvc1219.
7. **NEW BUSINESS (continued); OTHER Session was continued at 8:13 PM**
- 7.A. Discussion and possible action regarding settlement demand and resolution of M. Alspini v. Canutillo ISD; Cause No. 2023dvc1219.
Mr. Blanco gave update on mediation on Alspini matter. He is recommending the board approve settlement agreement.
Motion to approve by Mrs. Borrego and second by Mrs. Mendoza.
All in favor, motion passes.
8. **ADJOURNMENT**

The meeting was adjourned at **8:34 PM** under unanimous consent.

Presented to the Board of Trustees for approval on **December 17, 2024**. The minutes reflect all agenda items in the order as originally posted and do not necessarily reflect the order in which they were discussed.

1. **GENERAL FUNCTIONS-OTHER**

1.A. Call to Order

Meeting was called to order at **6:01 PM**

1.B. Pledge of Allegiance

Led by: Student Advisors

1.C. Texas Pledge of Allegiance

Led by: Student Advisors

1.D. Roll Call

All Trustees were present

1.E. CISD Vision and Mission Statements

Mission was led by Trustee Trout; Vision was led by Trustee Barnes.

2. **BOARD HONORS**

2.A. Swearing in of Jacob Lozano from Northwest Early College and Theodore Locklin from Canutillo High School as the Student Advisors of the Canutillo ISD Board of Trustees for the 2024-25 academic year.

Mrs. Christina Rodriguez Introduced the Student Advisors and Shared a Brief Bio of Each. Mr. Rodriguez Swore the Student Advisors into Office.

3. **OPEN FORUM-OTHER**

Any person wishing to address the Board during the period reserved for public comment at a Board meeting must sign up to be heard, in accordance with District policy BED(LOCAL):

Each participant will be limited to THREE MINUTES to make comments to the Board.

The Board is NOT permitted to discuss or act upon any issues that are not posted on the agenda for tonight's meeting.

For further information on those policies, contact the Superintendent's Administrative Assistant.

Julie Scott- She is a parent of students at CHS and JDE. She addressed the board member and explained to them the purpose of the school health Advisory Council.

Mrs. Julie Scott - SHAC

Mrs. Scott presented to the Board with a yearly SHAC report. She addressed how SHAC helps the district as well as parents and other community stakeholders. Asked for school board recommendations for additional SHAC members.

Jonathan Alvarado - Marketing Specialist at the PIO office. Introduced himself to the Board as well as thanked them for the opportunity to work with them.

4. **BOARD OF TRUSTEE BUSINESS**

4.A. Discussion and Possible Action on the Selection of a 2024 Delegate to the Texas Association of School Boards.

Mrs. Patsy Mendoza motioned to nominate Blanca Trout as a delegate and Mrs. Cindy Carrillo as an alternate.

All in favor, motion passes.

4.B. Lone Star Governance Student Outcome Goal Progress

Mr. Richard Moore and Jessica Arellano presented to the board regarding students College, Career and Military Readiness (CCMR). Mrs. Borrego asked if CHS has TSI prop classes. Mrs. Trout asked if bootcamps are available online or in person only. Mr. Moore clarified that they are both available.

Mrs. Lucy Borrego asked for the percentage of college ready students via Thursday packet.

Trustee Barnes asked for TSI reading, writing, math if students are lacking on any of those areas.

Mr. Rodriguez wants a graphic representation on how TEA is making public education look bad with ratings. As well as information on how the district and campuses is promoting military readiness.

4.C. Consideration and Appropriate Action on a Resolution Authorizing Two (2) Appointments to the Board of Directors of the Canutillo ISD Public Facility Corporation and Resolving Other Matters in Connection Therewith.

Arnold Cantu presented to the board as well as explained the role of trustees in the PFC. He explained that there will be 5 directors, 3 trustees and 2 appointed members

Mrs. Trout motioned to appoint Shannon Parr to the PFC board. Second by Mrs. Barnes.

Barnes—Yes, Borrego-No, Mendoza-No, Rodriguez-No, Simental-No, Trout-Yes, Zuniga-No.

Motion fails.

Motion to approve Patsy Mendoza and Monica Cazares to the PFC Board, Motion made by Trustee Barnes and second by Mrs. Borrego.

Barnes—Yes, Borrego-Yes, Mendoza-Abstain, Rodriguez-Yes, Simental-Yes, Trout-Yes, Zuniga-Yes.

Motion Passes.

5. CONSENT AGENDA-VOTING

5.A. BUSINESS SERVICES

- 5.A.1. Approval of the Meeting Minutes
 - 5.A.1.a. Approval of the July 23, 2024 Minutes
 - 5.A.1.b. Approval of the January 23, 2024 Minutes
 - 5.A.1.c. Approval of the February 07, 2024 Minutes
 - 5.A.1.d. Approval of the February 08, 2024 Minutes
- 5.A.2. Approval of the Budget Amendments
 - 5.A.2.a. Budget Amendments - July 2024
- 5.A.3. Approval of the Monthly Donations
 - 5.A.3.a. Board Acceptance of the June & July 2024 Donations Report
- 5.A.4. Approval of Memorandum of Understanding Between Education Service Center Region 19 and Canutillo ISD for Texas Reading Academies Enrollment for K-3 teachers
- 5.A.5. Approval of Memorandum of Understanding between Canutillo ISD and EPCC 2024-2027 Dual Credit Partnership Agreement
- 5.A.6. Approval of Memorandum of Understanding between UT Austin and Canutillo ISD - Meadows Precision Math Interventions
- 5.A.7. Approval of Memorandum of Understanding and Agreement between Canutillo ISD and Aliviane Inc.
- 5.A.8. Investment Report for the Quarter and Year Ended June 30, 2024
- 5.A.9. Discussion and Possible Action to Participate in Lawsuit Regarding the A-F Performance Ratings for the 2023-2024 school year and to engage O'Hanlon, Demerath & Castillo, Legal Counsel Handling the Case.

5.B. CURRICULUM AND INSTRUCTION

- 5.B.1. Executive Summary: Student Code of Conduct 2024-2025
- 5.B.2. Executive Summary: Child Evangelism Fellowship of West Texas facility Request-Garcia Elementary School
- 5.B.3. Executive Summary: Child Evangelism Fellowship of West Texas-Canutillo Elementary School
- 5.B.4. Executive Summary: Child Evangelism Fellowship of West Texas-Bill Childress Elementary School

5.C. HUMAN RESOURCES

- 5.C.1. Discussion and Possible Action Regarding Request for Staffing for School Year 2024-2025

Motion to approve consent agenda except for items, 1.A.1., 1.A.9 and 1.C.1. Mr. Rodriguez commented that Mrs. Barnes gave a late notice and staff were not given enough time to address concerns. Mrs. Barnes noted that since items

were listed as Discussion and Possible action and some of them need further clarification pulling them is necessary.

Motion to approve by Mrs. Trout, Second by Mrs. Mendoza,
All in Favor, Motion Passes.

1.A.1. Board Meeting Minutes from July 23rd. Mrs. Barnes requested to be noted that information was requested for clarification, and she wanted to note that “For clarification, information was requested on February and it was not received until July”.

Mrs. Barnes moved to approve minutes with updated statement. Second by Mrs. Borrego.
All in favor, motion passes.

5.1.A.9 Mrs. Barnes asked about legal fee cost and if there is a cap to those. Mr. Blanco explained there is no cap for the fees. However, there is a termination at any time clause. Dr. Kerney is waiting to see how many districts join the lawsuit at current time.

Motion to approve M.O.U. as presented by Ohanlon. Motion made by Mrs. Trout, Second by Mrs. Zuniga.
All in favor, motion passes.

5.1.C.1 Mrs. Barnes asked if there are additional aides to be considered. Mrs. Carrasco mentioned that CHS is looking at eliminating one full time position to hire 2 additional aides. Mrs. Carrasco also added that NAVY contacted CUSD and based on agreement 2 full time instructors are needed. Mrs. Borrego asked if due diligence was done to make sure that only positions not needed were terminated. Mrs. Carrasco specified that employee was terminated due to personnel issues. She mentioned that position is to be posted. Mrs. Trout asked if employee is eligible to re-apply/rehire if they apply for the new position. Mrs. Borrego asked how does Canutillo fare with student enrollment after labor day.

Mr. Simental made a motion to approve administration recommendation as presented. Second By Mrs. Mendoza.

Barnes—Yes, Borrego-No, Mendoza-Yes, Rodriguez-Yes, Simental-Yes, Trout-No, Zuniga-Yes.

Meeting Minutes
Regular Board Meeting
Wednesday, August 28, 2024 6:00 PM

Canutillo ISD Administration Office
7965 Artcraft
El Paso, TX 79932

Motion passes.

6. **ADJOURNMENT**

The meeting was adjourned at **7:33 PM** under unanimous consent.

Presented to the Board of Trustees for approval on **December 17, 2024**. The minutes reflect all agenda items in the order as originally posted and do not necessarily reflect the order in which they were discussed.

1. **GENERAL FUNCTIONS-OTHER**

1.A. Call to Order

Meeting was called to order at 6:01 PM

1.B. Roll Call

Trustees Present: Barnes, Mendoza, Rodriguez, Simental

Trustees Absent: Borrego and Zuniga

2. **OPEN FORUM-OTHER**

Any person wishing to address the Board during the period reserved for public comment at a Board meeting must sign up to be heard, in accordance with District policy BED(LOCAL):

Each participant will be limited to THREE MINUTES to make comments to the Board.

The Board is NOT permitted to discuss or act upon any issues that are not posted on the agenda for tonight's meeting.

For further information on those policies, contact the Superintendent's Administrative Assistant.

No community members signed up to be heard.

3. **BOARD OF TRUSTEE BUSINESS**

3.A. Discussion and Possible Action to Approve Administration's Recommendation for the Award of RFQ 2025-01B Architectural Design Services for the Canutillo ISD 2024 Referendum Projects and authorize administration to proceed with contract negotiations with DLR Group Inc. of Texas a Texas Corporation, Pfluger Architects Inc., MNK Architects Inc., Mijares-Mora Architects Inc., VLK Architects LLC, and GA Architecture Inc. as outlined in Exhibit A with a contract to be contingent upon review by the District's Legal Counsel and approval by the Board of Trustees at a future Board meeting.

Mrs. Mendoza motioned to approve as recommended by administration, Second by Mrs. Trout.

Mrs. Barnes had asked questions before the meeting to clarify what percentage of the RFQ being recommended have El Paso Presence.

Mrs. Trout asked how many are El Paso based. Mr. Ernesto Ortiz mentioned DLR, and VLK are El Paso based. However, all companies have an El Paso office.

All in favor, motion passes.

- 3.B. Discussion and Possible Action to Approve Selected General Contractors for the Negotiation of RFQ 2025-02B Construction Manager at Risk (CMAR) Services for Canutillo ISD 2024 Bond Referendum Projects to Banes General Contractors Inc., Buford Thompson Company LTD, Dantex General Contractors Inc., Jordan Foster Construction LLC, LDCM Solutions LLC, AO General Contractors Inc., Efficio Construction Services Inc., Harrington Construction LLC dba/HB Construction, Performance Services Inc., and Tigua Construction Services Inc.

Mrs. Trout asked if this will be brought over to the board at a later meeting.
Mr. Simental is requesting to clarify if CMAR will be brought over once finalized.
Mr. Blanco explained the procurement procedure to the board.

Mrs. trout moved to approve administrations recommendation, second by Mrs. Mendoza.
All in favor, motion passes.

- 3.C. Consideration and Appropriate Action on an Order Authorizing the Defeasance and Calling for Redemption of Certain Currently Outstanding Debt Obligations of the District; Directing that Authorized District Officials Effectuate The Redemption of Such Obligations; Authorizing the Execution of an Escrow Agreement; and Resolving Other Matters in Connection Therewith.

Motion to approve as presented made by Mrs. Trout. Second by Mr. Simental.
All in favor, motion passes.

4. **PUBLIC HEARING**

- 4.A. A Public Hearing Will be Held Regarding the 2024-2025 Property Tax Rate. The Public is Invited to Attend and Provide Public Comment.

Mrs. Cristy Pulley presented tax information to the board.
Mr. Rodriguez wants to know how the defeasance payment affects total debt on previous bonds. Mrs. Trout asked what the estimated final numbers are. Mrs. pulley explained the numbers are not finalized until February 2025. Mrs. Pulley also mentioned that district authorized making of extra payment towards the total debt.

- 4.B. Approval of Resolution Which Officially Levies the Tax Rate for the FY2025 School Year

Motion to approve resolution made by Mrs. Trout and second made by Mrs. Mendoza.

All in favor, motion passes.

5. **CLOSED SESSION - Under Section 551.074 Meeting was closed at 7:24 PM**
 - 5.A. Hear the DGBA Level III Grievance of M. C.
6. **EXECUTIVE SESSION**
To Consult with Attorney Under Sections 551.074 of the Texas Government Code:
 - 6.A. Consideration and Deliberation of DGBA Level III Grievance of M. C.
7. **NEW BUSINESS (continued); OTHER Session resumed at 7:45 PM**
 - 7.A. Discussion and action possible regarding the DGBA Level III Grievance for M. C.
No action taken
8. **ADJOURNMENT**

The meeting was adjourned at **7:46 PM** under unanimous consent.

Presented to the Board of Trustees for approval on **December 17, 2024**. The minutes reflect all agenda items in the order as originally posted and do not necessarily reflect the order in which they were discussed.

1. **GENERAL FUNCTIONS-OTHER**

1.A. Call to Order

Meeting was called to order at **6:04 PM**

1.B. Pledge of Allegiance

Pledge of allegiance was led by Trust Blanca Trout

1.C. Texas Pledge of Allegiance

Texas Pledge was led by Trustee Lucy Borrego

1.D. Roll Call

Trustees Present: Barnes, Borrego, Mendoza, Rodriguez, Simental, Trout, Zuniga

1.E. CISD Vision and Mission Statements

Mission was led by Trustee Patsy Mendoza, Vision was led by Trustee Cindy Zuniga

2. **BOARD HONORS**

2.A. Recognition of the Canutillo ISD Human Resources Department in Honor of Education Human Resources Day on October 9, 2024.

Mr. Gustavo Reveles expressed words of gratitude from CISD towards the Human Resources division. Mrs. Carrasco and Mr. Barraza accepted the copy of the proclamation made by the governor.

3. **OPEN FORUM-OTHER**

Any person wishing to address the Board during the period reserved for public comment at a Board meeting must sign up to be heard, in accordance with District policy BED(LOCAL):

Each participant will be limited to THREE MINUTES to make comments to the Board.

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For further information on those policies, contact the Superintendent's Administrative Assistant.

No community members signed up to be heard.

4. **SPECIAL PRESENTATION-OTHER**

4.A. 2024 Canutillo Assessment Results

Mrs. Jessica Harrison presented assessment results to the board of trustees.

Mrs. Trout expressed questions of how academic deficiencies will be addressed.

Dr. Kerney mentioned that there are multiple strategies being done to remedy the areas with deficits. Dr. Kerney emphasized on how professional development is

used to address areas of concern. Dr. Kerney also stated that the validity of new scoring system is questionable. Things such as Alt. STAAR Test, Problems since Covid, HB1416.

Mr. Simental noted that same schools are showing consistent low scores and would like to know what is being done to help.

Mrs. Borrego requested information via Thursday packet on why Canutillo had big drops on some areas.

Mrs. Barnes want/how is data being used to identify lacking areas.

5. **BOARD OF TRUSTEE BUSINESS**

5.A. Discussion and Possible Action to Address the Reclassification and Hiring of Personnel for 2024-25 - Does Not Affect Current Budget Deficit

Mrs. Martha Carrasco addressed the board about 8 positions/adjustments that are needed.

Mrs. Mendoza moved to approve administrations recommendation, second by Mrs. Trout.

All in favor, motion passes.

5.B. Discussion and Possible Action to Approve the Award of RFQ 2025-02B Construction Manager at Risk (CMAR) Services for Canutillo ISD 2024 Bond Referendum Projects and authorize administration to proceed with contract negotiations with AO General Contractors Inc., Banes General Contractors Inc., Buford Thompson Company LTD, Dantex General Contractors Inc., Jordan Foster Construction LLC, and LDCM Solutions LLC, as presented, with a contract to be contingent upon review by District's Legal Counsel and approval by the Board of Trustees at a future Board meeting.

Mr. Ernesto Ortiz presented as part of the 2-step process of CMAR awards process.

Mr. Simental asked if all companies are local or have done local business before.

Mrs. Borrego mentioned that reference check is an issue with the district procedures as some references were incomplete.

Mrs. Trout expressed concerns over possible changes to project value.

Mr Ortiz mentioned that companies are all within budget including land, permits, and possible contingency.

Motion to approve administrations recommendation made by Mrs. Mendoza and second by Mrs. Trout.

All in favor, Motion passes.

5.C. Discussion and Possible Action Regarding Quarterly Bond Report

Mr. Ernesto Ortiz presented to the board the first quarterly update to the board. Mr Ortiz also mentioned that quarterly update will be consecutively presented to the

CBAC members. Administration, Staff, Students will all form part of the specification meetings to be scheduled as well as design meetings.

Mrs. Barnes had questions regarding which campus/es was going to be first and how was the decision made.

Mrs. Mendoza complimented the PROCEDEO team on the social media/website for its transparency.

5.D. Discussion and Possible Action for the Creation of the Canutillo Oral History Project to Collect, Archive and Promote the History of the Canutillo Independent School District.

Mr. Rodriguez mentioned the importance of having Canutillo's written history down as well as making sure community stories get recorded for posterity.

Mr. Reveles mentioned that as the PIO team is currently working on re-designing the mascot the question was brought over as if our mascot had a name. He mentioned that there was a lot of community engagement and that the CISD eagle is actually named Brutus.

Mrs. Trout motioned to approve and second by Mrs. Mendoza.

All in favor, motion passes.

5.E. Discussion and Possible Action Regarding a Texas Association of School Boards Staffing Review

Mrs. Martha Carrasco presented to the board about the possibility of a staffing review to be conducted to identify areas of over/under staffing.

TASB has provided a contract at a cost of \$4,000 dollars plus travel expenses. Mr. Rodriguez noted that directive was made to administration over 2 months ago. Mrs. Pulley added that funds will need to be pulled from found balance via budget amendment. Mrs. Carrasco mentioned that last TASB staffing was conducted about 10 years ago. Mrs. Borrego mentioned that in her experience. A TASB study will only identify what the district needs based on an ideal position where budget is not an issue.

Mr. Rodriguez wants to know if any departments are overstaffed, and that actual data is needed.

Mrs. Barnes asked how can the board ensure that departments are truly at a skeleton crew.

Mrs. Trout mentioned that Trustees need to trust administration and Human Resources regarding personnel decisions being made.

Mrs. Barnes made a motion to approve, second by Mrs. Mendoza.

All in favor, motion passes.

6. CONSENT AGENDA-VOTING

6.A. *BUSINESS SERVICES*

- 6.A.1. Approval of the Meeting Minutes
 - 6.A.1.a. Approval of the 6-25-24 Minutes
- 6.A.2. Approval of the Monthly Donations
 - 6.A.2.a. Board Acceptance of the August 2024 Donations Report
- 6.A.3. Approval of the Budget Amendments
 - 6.A.3.a. Budget Amendments August 2024
- 6.A.4. Recommendation to Approve List of Items Identified as Surplus/Salvage for Auction Sales to be Held at Canutillo Middle School (Surplus Warehouse) - Location: 7311 Bosque Rd. 79835 on October 09, 2024.
- 6.A.5. Approval of Memorandum of Understanding between Canutillo ISD and Region 19 ED Service Center, Partnership of The Human Trafficking Youth Prevention Education (HTYPE)
- 6.A.6. Approval of Interlocal Agreement between the University of Texas at Austin and Canutillo ISD for the 2024-2025 OnRamps dual-enrollment program
- 6.A.7. Approval to award Request for Proposal (RFP) 2025-15 Serving Line Renovation at Canutillo High School to National Restaurant Supply in the amount of \$305,561.88
- 6.A.8. Approval of Contract Between Canutillo ISD and JSJD Media, LLC dba School Revenue Partners for Ad Revenue Profit Share Agreement for Advertising Placed on the District's website (www.canutillo-isd.org)
- 6.A.9. Discussion and Possible Action to Approve Administration's Recommendation to Enter and Approve Contracts for the Award of RFQ 2025-01B Architectural Design Services for the Canutillo ISD 2024 Bond Referendum Projects and Authorize Administration to Enter Contracts with the Following Firms as Presented DLR Group Inc. of Texas a Texas Corporation, GA Architecture Inc., Mijares-Mora Architects Inc., MNK Architects Inc. and Pfluger Architects Inc.

6.B. *CURRICULUM AND INSTRUCTION*

- 6.B.1. Approval of Tuition Waivers for the 2024-2025 School Year and Transfer Update

6.C. Approval to Authorize the Administration to Engage Special Legal Counsel (Singleton Schreiber) to Review and Pursue Certain Claims Related to Social Media Including Necessary Litigation, If Any.

Motion to approve consent agenda as presented. motion made by Mr. Simental, second by Mrs. Trout.

All in favor, motion passes.

7. **EXECUTIVE SESSION**

To Consult with Attorney Under Sections 551.071, 551.072 and 551.074 of the Texas Government Code:

- 7.A. Discussion Regarding Work Accommodations for Facilities Manager
Administration not ready. No action taken
- 8. **NEW BUSINESS (continued); OTHER**
 - 8.A. Discussion and Possible Action Regarding Work Accommodations for Facilities Manager
No action taken.
- 9. **ADJOURNMENT**

The meeting was adjourned at **7:59 PM** under unanimous consent.

Presented to the Board of Trustees for approval on **December 17, 2024**. The minutes reflect all agenda items in the order as originally posted and do not necessarily reflect the order in which they were discussed.

1. **GENERAL FUNCTIONS-OTHER**

1.A. Call to Order

Meeting was called to order at 5:03 PM

1.B. Roll Call

Trustees present: Borrego, Mendoza, Rodriguez, Simental,

Trustees Absent: Barnes, Trout, Zuniga

2. **OPEN FORUM-OTHER**

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For further information on those policies, contact the Superintendent's Administrative Assistant.

No Community members signed up to be heard.

3. **BOARD OF TRUSTEE BUSINESS**

3.A. Discussion and Possible Action to Approve Administration's recommendation to enter and approve contracts for the award of RFQ 2025-02B Construction Manager at Risk (CMAR) Services for Canutillo ISD 2024 Bond Referendum Projects and authorize administration to enter contracts with the following firms as presented: AO General Contractors Inc., Banes General Contractors Inc., Jordan Foster Construction LLC, and LDCM Solutions LLC.

Motion to approve as presented made by Mr. Simental, Second By Mrs. Mendoza. All in favor, motion passes.

3.B. Discussion and Possible Action Regarding Appointment/Reappointment of El Paso Central Appraisal District Board of Directors.

Mrs. Mendoza moved to appoint Sergio Coronado to the EPCAD Board of Directors. Second by Mrs. Borrego.

All in Favor, Motion passes.

Mr. Sergio Coronado thank the board as well as explained to them some difference on operating procedures from EPCAD board of directors appointing process.

4. **ADJOURNMENT**

Meeting Minutes
Special Board Meeting
Monday, September 30, 2024 5:00 PM

Canutillo ISD Administration Office
7965 Arcraft
El Paso, TX 79932

The meeting was adjourned at **5:09 PM** under unanimous consent.

Presented to the Board of Trustees for approval on **December 17, 2024**. The minutes reflect all agenda items in the order as originally posted and do not necessarily reflect the order in which they were discussed.

1. GENERAL FUNCTIONS-OTHER

1.A. Call to Order

Meeting was called to order at 6:01 PM

1.B. Pledge of Allegiance

1.C. Texas Pledge of Allegiance

Pledge of allegiance and Texas pledge were led by the student advisors Mr. Lockland and Mr. Aguirre

1.D. Roll Call

Trustees Present: Barnes, Mendoza, Rodriguez, Simental, Zuniga

Trustees Absent: Borrego

1.E. CISD Vision and Mission Statements

Vision statement was led by Mrs. Zuniga and Mission statement was led by trustee Mendoza

2. BOARD HONORS

2.A. Recognition of CISD and Community Staff That Helped Organize the Historic Student Performance at the TASA/TASB Conference in San Antonio in September

2.B. Viewing of a Recording of the Canutillo ISD Student Performance at the TASA/TASB Conference in San Antonio on Sept. 28, 2024

Mr. Reveles presented the audience with the performance video and then proceeded to recognize the staff members, volunteers and students who participated on the TASA/TASB performance.

3. OPEN FORUM-OTHER

Any person wishing to address the Board during the period reserved for public comment at a Board meeting must sign up to be heard, in accordance with District policy BED(LOCAL):

Each participant will be limited to THREE MINUTES to make comments to the Board.

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Sonia Fraire – SHAC & Flight Dance

Mrs. Fraire mentioned that as a flight dance mother, the team did great. She mentioned that the team is not being funded by the district in any way. She mentioned that she found out that there is up to \$1000 dollar payments that need to be made. She

mentioned that she has reached out to Mr. Rodriguez to see if the district can fund the team.

SHACK- She wants to bring up her experience as a shack member. She mentioned that a lot of the meetings get rescheduled or cancelled sporadically. She stated that shack is mostly parents/employees of the district who volunteer their time.

Valentina Carrillo – FCCLA Region 1 officer school board presentation
Mrs. Valentina Carrillo represents the FCCLA in the El Paso area and serves as vice-president of the region. She wants to share about FCCLA to the board as it is one of her duties. FCCLA assist students become the leaders of tomorrow.

Patricia Mendoza – Signs posted in Canutillo community.

Mr. Steve Blanco – Legal indicated that board members are not allowed to sign up for open forum. They are only allowed to make comment on items posted on agenda

4. **SPECIAL PRESENTATION-OTHER**

4.A. Lonestar Governance Goals 1 & 2

Dr. Arellano along with the Curriculum & Instruction team presented to the board Lonestar governance 1 & 2. The team answered questions regarding intervention effectiveness and implementation.

4.B. School Health Advisory Council (SHAC) Annual Report

Dr. Monica Reyes and Cochairs from SHAC and Dr. Nancy Torres presented annual report to the board.

Toni Moreno - Julie Scott and mentioned that last year they had 5 meetings and actively look for additional members to sign up for SHAC. Mrs. Julie Scott answered questions from board member Barnes regarding SAHC goals and effectiveness.

4.C. Highland Canutillo ISD EPA Presentation

Mr. Dominic Ricotta from highland presented information to the board regarding overview of scope of services.

Mrs. Barnes asked question regarding possible additional cost that could be incurred if the district goes with highland. Mrs. Barnes brought up the point of rising cost of electric cost and what would happen if electric cost rose over the 10 years. Questioned highland past work with other districts

5. PUBLIC HEARING

5.A. A Public Hearing Will Be Held Regarding the Canutillo ISD's Financial Integrity Rating System of Texas (FIRST). The Public is Invited to Attend and Provide Public Comment.

Mrs. Cristy pulley presented to the board.

No public comment.

5.B. Discussion and Possible Action of Approval of the Canutillo ISD's Financial Integrity Rating System of Texas (FIRST)

Motion to approve made by trustee Mendoza, Second by Mrs. Barnes.

All in favor, motion passes.

6. BOARD OF TRUSTEE BUSINESS

6.A. Acceptance and Approval of Trustee Blanca Trout's Resignation

Motion to approve by trustee Mendoza, Second by Mrs. Zuniga.

All in favor, motion passes.

6.B. Discussion and Possible Action to Approve Administration's recommendation of the 2024 Educational Specifications for Elementary Schools, Middle Schools and Early College High Schools as developed by IN2 Architecture and the selection of a qualitative method of compliance.

Mrs. Irene Nigaglioni presented to the board the educational specification and answered questions from the board members regarding safety, construction
Mr. Rodriguez invited the student advisors to provide feedback on what items students would like to see at the new campuses.

Motion to approve administrations recommendation made by Mrs. Mendoza and second by Mrs. Zuniga.

All in favor, motion passes.

7. CONSENT AGENDA-VOTING

7.A. *BUSINESS SERVICES*

7.A.1. Approval of the Monthly Donations

7.A.1.a. Approval of September 2024 Donations Report

7.A.2. Approval of the Budget Amendments

7.A.2.a. Approval of the September 2024 Budget Amendments

7.A.3. Approval of an Agency Affiliation Agreement Between Canutillo ISD and El Paso Community College (EPCC)

- 7.A.4. Approval of the Interlocal Agreement Between Canutillo ISD and El Paso Juvenile Justice Alternative Education Program for the 2024-2025 School Year
- 7.A.5. Approval of Agreement Between Canutillo ISD and the City of El Paso for Mass Prophylaxis Closed Point of Dispensing (POD) Under Grant From the Texas Department of State Health Services.
- 7.A.6. Approval of Memorandum of Understanding Between Canutillo ISD and the Higher Education Coordinating Board, to Provide High School Counselors Access to Apply Texas Counselor Suite
- 7.B. *CURRICULUM AND INSTRUCTION*
 - 7.B.1. Approval of Appointments of Attendance Committees
- 7.C. *HUMAN RESOURCES*
 - 7.C.1. Approval of Request for CTE Teacher Under District of Innovation (DOI)
 - 7.C.2. Approval of 2024-2025 District/Campus Improvement Plans
 - 7.C.3. Approval of Gallagher Benefits Contract Amendment
- 7.D. Approval of Proposed Changes to the 2024-25 CISD Calendar to Close All Campuses to Students on Nov. 5, 2024 (Election Day Closure)

Motion to approve consent agenda as presented with exception of item 7.C.3.
Motion made by Mrs. Barnes, second made by Mrs. Mendoza.
All in favor, motion passes.

7.C.3. Mrs. Carrasco addressed board questions pertaining to changes to the Gallagher contract.
Motion to approve made by Mrs. Mendoza and second by Mr. Simental.
All in favor, motion passes.

8. EXECUTIVE SESSION Meeting was closed at 8:09 PM

- 8.A. Discuss financial information from a business prospect considering locating in the district (Texas Government Code 551.087)
Meeting resumed at 8:42 PM

9. ADJOURNMENT

The meeting was adjourned at **8:43 PM** under unanimous consent.

Presented to the Board of Trustees for approval on **December 17, 2024** reflect the order in which they were discussed.

1. GENERAL FUNCTIONS-OTHER

1.A. Call to Order

Meeting was called to order at **5:49 PM**

1.B. Roll Call

Trustees Present: Barnes, Borrego, Mendoza, Rodriguez, Simental and Zuniga

2. OPEN FORUM-OTHER

Any person wishing to address the Board during the period reserved for public comment at a Board meeting must sign up to be heard, in accordance with District policy BED(LOCAL):

Each participant will be limited to THREE MINUTES to make comments to the Board.

The Board is NOT permitted to discuss or act upon any issues that are not posted on the agenda for tonight's meeting.

For further information on those policies, contact the Superintendent's Administrative Assistant.

No Community members signed up to be heard.

3. BOARD OF TRUSTEE BUSINESS

3.A. Discussion and Possible Action to Canvass the November 5, 2024, Election Results, and Consider Approval of the Order and Certificate Canvassing the Election Results

Mr. Steve Blanco presented election results to the board members. Motion to approve 4 at large positions for Armando Rodriguez, Lily Maldonado, Blanca Trout and Carolina Ortega. Motion was made by Trustee Mendoza and second by Mrs. Borrego.

All in favor, motion passes.

4. ADJOURNMENT

The meeting was adjourned at **5:56 PM** under unanimous consent.

Presented to the Board of Trustees for approval on **December 17, 2024**. The minutes reflect all agenda items in the order as originally posted and do not necessarily reflect the order in which they were discussed.

1. **GENERAL FUNCTIONS-OTHER**

1.A. Call to Order

Meeting was called to order at 6:00 PM

1.B. Pledge of Allegiance

1.C. Texas Pledge of Allegiance

Pledge of allegiance and Texas Pledge were by everyone in the room simultaneously.

1.D. Roll Call

Trustees Present: Mrs. Barnes, Mrs. Borrego, Mrs. Mendoza, Mr. Rodriguez, Mr. Simental, Mrs. Zuniga.

1.E. CISD Vision and Mission Statements

2. **BOARD HONORS**

2.A. District Recognition of Out-Going Trustees

Mrs. Christina Rodriguez – Public Information Office Presented out-going trustees Mendoza and Simental with recognition plaques and gave the attendees a summary/bio on the out-going trustees.

3. **OPEN FORUM-OTHER**

Any person wishing to address the Board during the period reserved for public comment at a Board meeting must sign up to be heard, in accordance with District policy BED(LOCAL):

Each participant will be limited to THREE MINUTES to make comments to the Board.

The Board is NOT permitted to discuss or act upon any issues that are not posted on the agenda for tonight's meeting.

For further information on those policies, contact the Superintendent's Administrative Assistant.

No Community members signed up to be heard.

4. **BOARD OF TRUSTEE BUSINESS**

4.A. Discussion and Possible Action to Obtain Statement of Officer and Conduct the Oath of Office for Newly Elected Trustees, and Issue Certificates of Election for Newly-Elected Trustees

Judge Humberto Enriquez said words of encouragement for Mrs. Mendoza and Mr. Simental. Mrs. Rodriguez introduced the New Trustees Mrs. Maldonado, Mrs. Ortega and Mr. Rodriguez.

Judge Enriquez administered the Oath of office and statement of office to each Trustee.

- 4.B. To Discuss Possible Vacancy on the Board of Trustees After Election Results are Approved, Including Acceptance of Declination of Office from Blanca Trout, if Such Action is Necessary and Appropriate.

Mr. Steve Blanco mentioned that Mrs. Trout had previously resigned from the board of Trustees, however, due to timing requirements for the elections her name was on the ballot and could not be removed.

Mrs. Barnes motioned to accept declination of office. Second by Mrs. Borrego. All in favor, motion passes.

- 4.C. To Discuss Options with Possible Action to Address and Fill Vacancy on the Board of Trustees, if Such Action is Necessary and Appropriate.

Board of Trustees

Mr. Blanco mentioned that as a result of Blanca Trout's declination of office, the board has the option/opportunity to hold a special election at cost to the district or appoint someone to the board as it has been done in the past.

Mrs. Barnes mentioned that she had requested information on what would be the cost of the special election. Mr. Blanco clarified that it could range from 60 to 90 thousand dollars.

Mrs. Lily Maldonado motioned to have Mr. Sergio Martinez (5th Place on the election results) to be appointed to the board. Second by Mr. Rodriguez.

Mrs. Borrego mentioned that holding interviews as it was done in the past for the sake of transparency. Mrs. Maldonado insisted that appointing whoever comes in 5th place is transparency for the community.

Maldonado amended motion to appoint next person in line (Sergio Martinez), Second by Mrs. Mr. Rodriguez.

Barnes-No, Borrego-No, Maldonado-Yes, Ortega-No, Rodriguez-Yes, Zuniga-Yes.

Motion Fails.

Mrs. Borrego motioned to have interviews with candidates on ballot only. Consistency is needed. Second by Mrs. Ortega.

Barnes-Yes, Borrego-Yes, Maldonado-No, Ortega-Yes, Rodriguez-No, Zuniga-No.

Motion Fails.

Mrs. Borrego Motioned to have interviews open to the community. No second. Motion Fails.

Mrs. Barnes noted that the community will question why the board deviated from past procedures.

Mr. Rodriguez noted that previously the community complained about past procedures.

Mrs. Maldonado mentioned that the community has already spoken by casting their vote.

Mrs. Barnes Motioned to select next person in line (Sergio Martinez), second by Mrs. Maldonado.

Barnes-Yes, Borrego-No, Maldonado-Yes, Ortega-Yes, Rodriguez-Yes, Zuniga-Yes.

Motion Passes.

Mr. Blanco mentioned that appointed person Mr. Sergio Martinez needs to accept appointment. At the December board meeting.

4.D. Discussion and Possible Action to Address the Unexpected Closure of Bill Childress Elementary School to Include Payment of Wages to Employees Affected by the Closure That Were Directed to Not Report or Leave Campus Prior to the End of the Regular Workday on Friday, November 1, 2024.

Dr. Galaviz mentioned that item was previously brought to the board, however due to a miscommunication. The resolution was not included. Mrs. Carrasco addressed questions from Mrs. Borrego on how the resolution avoids gifting of public funds. Whether employees would be required to use personal time if resolution is not approved.

Motion to approve resolution made by Mrs. Maldonado and second by Mrs. Zuniga.

Barnes-Yes, Borrego-No, Maldonado-Yes, Ortega-Yes, Rodriguez-Yes, Zuniga-Yes.

Motion Passes.

4.E. Discussion and Possible Action to Consider Selection of Members for the EPCAD Board of Directors and Approve Resolution to Record and Cast Vote and Ballot for Canutillo ISD

Mr. Coronado spoke to the board regarding new process/procedure for appointment of EPCAD board members.

Mrs. Borrego motioned to allocate all of Canutillo Votes towards Sergio Coronado, Second by Mrs. Zuniga.

All in favor, motion passes.

5. PUBLIC HEARING

- 5.A. Public Hearing on the Application of Vinton Steel, LLC (Comptroller Application No: J0004) for tax incentive agreement
Kathy Mathias presented to the board with information about advantages of having Vinton Steel as part of the community
Sergio Coronado spoke during public hearing to mention that Vinton Steel raises value of properties in the district. If CISD doesn't approve it, it will affect the Village of Vinton as the company might leave. County has already approved it. And 60% of taxes come from residential and not commercial.

Mr. Sergio Martinez mentioned that the Vinton steel facility releases power/pollution and cancer rates are high due to the facility.

Sergio Coronado- Facility will improve their infrastructure making it safer.

Dr. Oscar Rico – CISD was invited to tour the facility and were introduced to the new concept.

- 5.B. Consider Application of Vinton Steel, LLC (Comptroller Application No: J0004) for tax incentive agreement and Board Declaration of Conditional Intent Pursuant to Government Code § 403.611(b)
Motion to approve by Mrs. Barnes. Second By Mrs. Zuniga.
Barnes-Yes, Borrego-Yes, Maldonado-Yes, Ortega-Abstain, Rodriguez-Yes, Zuniga-Yes.
Motion Passes.

6. CONSENT AGENDA-VOTING

6.A. BUSINESS SERVICES

6.A.1. Approval of the Meeting Minutes

6.A.1.a. Approval of the Feb 27, 2024 Regular Board Meeting Minutes

6.A.1.b. Approval of the March 26, 2024 Regular Board Meeting Minutes

6.A.1.c. Approval of April 16, 2024 Board Workshop Minutes

6.A.1.d. Approval of the May 7, 2024 Workshop Minutes

6.A.1.e. Approval of the May 14, 2024 Special Board Meeting Minutes

6.A.1.f. Approval of the June 10, 2024 Special Board Meeting Minutes

6.A.1.g. Approval of the August 12, 2024 Special Board Meeting Minutes

6.A.1.h. Approval of the November 11 2024 Special Board Meeting Minutes

- 6.A.2. Approval of the Monthly Donations
 - 6.A.2.a. Board Acceptance of the October 2024 Donations Report
- 6.A.3. Approval of the Finance Assistant Director and Designated Finance Accountant as Additional Authorized Representatives with Lone Star Investment Pool for Investment Responsibilities on behalf of Canutillo ISD
- 6.A.4. Approval of the Purchase of Eight Electric Buses Using the EPA Grant to Cover a Portion of the EV Fleet Cost.

6.B. *CURRICULUM AND INSTRUCTION*

- 6.B.1. Approval of Waiver for Remote Conferencing-Regular Education Students During the 2024-2025 SY

Motion to approve consent agenda as presented except for 6.A.4. as it involves money/funding

Motion to approve made by Mrs. Borrego and second by Mrs. Barnes.

All in Favor, Motion Passes.

6.A.4 Dr. Rico and Mr. Ricotta answered board questions from the highland agreement/purchase.

Motion to approve made by Mrs. Borrego, Second By Mrs. Barnes.

Barnes-Yes, Borrego-Yes, Maldonado-Yes, Ortega-No, Rodriguez-Yes, Zuniga-Yes.

Motion Passes.

7. **EXECUTIVE SESSION - Meeting was closed at 8:20 PM**

To Consult with Attorney Under Sections 551.071, 551.072 and 551.074 of the Texas Government Code:

- 7.A. Discussion Regarding Status and Entering a Ground Lease With El Paso Community College for Premises at Its EPCC's Northwest Campus for Operation of the Canutillo Early College High School (Formerly Known as the Northwest Early College High School).

8. **NEW BUSINESS (continued); OTHER Meeting resumed at 8:47 PM**

- 8.A. Discussion and Possible Action Regarding Status and Entering a Ground Lease With El Paso Community College for Premises at Its EPCC's Northwest Campus for Operation of the Canutillo Early College High School (Formerly Known as the Northwest Early College High School).

No action taken

9. **ADJOURNMENT**

Meeting Minutes
Regular Board Meeting
Tuesday, November 19, 2024 6:00 PM

Canutillo ISD Administration Office
7965 Arcraft
El Paso, TX 79932

The meeting was adjourned at **8:49 PM** under unanimous consent.

Presented to the Board of Trustees for approval on **December 17, 2024**. The minutes reflect all agenda items in the order as originally posted and do not necessarily reflect the order in which they were discussed.

Board of Trustees

Meeting Date: December 17, 2024

Executive Summary of Board Agenda Item

Subject/Title for Agenda Posting: Board Acceptance of the November 2024 Donations Report

Justification Statement: Presentation for your review and acceptance of the November 2024 Donations Report.

Purpose of Agenda Item: Information Discussion Action
Item Type: Curriculum & Instruction Human Resources Business Services

Staff Responsible: Cristina Pulley
Signature of Requester(s)
Cristina Pulley
Signature of Presenter(s)
Elizabeth B. Sida *Elizabeth B. Sida* 12/02/2024
Business Services Approval (Initials) *Date*

Agenda Summary:

The Financial Services Department presents the following donations reported to Finance in October and November 2024.

RECOMMENDATION: Administration recommends that the Board accept the November 2024 Donations Report as presented.

PRIOR BOARD ACTION: Yes AWARDED: N/A AWARDED AMOUNT: N/A

AMOUNT(S): \$6,321.50

ACCOUNT NO(S): N/A

PROCUREMENT METHOD TYPE: (3 Quotes, Cooperative Contract Quotes, Sole Source, Formal Bid)
N/A

REQUESTING DEPARTMENT:
N/A

CONSEQUENCES OF NON-APPROVAL:
N/A

IMPLEMENTATION TIMELINE:
N/A

ATTACHMENT(S): October and November 2024 Donations Report



Canutillo ISD Donations Report November 2024

This report includes donation reported to Finance in October and November, 2024

Date	Donor Name	Address	Donation	Campus/Department	Purpose of Donation	Amount
10/21/2024	Reyes Elementary PTO		Monetary	Reyes Elementary School - PK	Incentives for students throughout the year	\$ 226.50
10/21/2024	Reyes Elementary PTO		Monetary	Reyes Elementary School - Kinder	Incentives for students throughout the year	\$ 102.50
10/21/2024	Reyes Elementary PTO		Monetary	Reyes Elementary School - 1st	Incentives for students throughout the year	\$ 110.50
10/21/2024	Reyes Elementary PTO		Monetary	Reyes Elementary School - 2nd	Incentives for students throughout the year	\$ 394.50
10/21/2024	Reyes Elementary PTO		Monetary	Reyes Elementary School - 3rd	Incentives for students throughout the year	\$ 83.00
10/21/2024	Reyes Elementary PTO		Monetary	Reyes Elementary School - 4th	Incentives for students throughout the year	\$ 1,398.00
10/21/2024	Reyes Elementary PTO		Monetary	Reyes Elementary School - 5th	Incentives for students throughout the year	\$ 277.00
10/21/2024	Reyes Elementary PTO		Monetary	Reyes Elementary School - PE	Incentives for students throughout the year	\$ 396.00
10/21/2024	Reyes Elementary PTO		Monetary	Reyes Elementary School - Library	Incentives for students throughout the year	\$ 59.50
10/21/2024	Reyes Elementary PTO		Monetary	Reyes Elementary School - SPED/RTI	Incentives for students throughout the year	\$ 141.00
10/21/2024	Reyes Elementary PTO		Monetary	Reyes Elementary School - Music	Incentives for students throughout the year	\$ 83.00
11/6/2024	Irma's Design	6874 First St. Canutillo, Tx 79835	Monetary	Jose Damian Elementary	Donation from JDE spirit shirts purchased by staff	\$ 1,000.00
11/7/2024	Irma's Design	6874 First St. Canutillo, Tx 79835	Monetary	Reyes Elementary	Incentives for schoolwide students, teachers and staff	\$ 1,808.00
11/7/2024	Hot Shots by Lomeli Photo, LLC	3470 Lee Blvd. El Paso, Tx 79936	Check	Deanna Davenport Elementary	Proceeds will be used for student incentives. Will award students for good attendance and good behavior.	\$ 142.00
11/14/2024	Clothes Bin El Paso	11698 Tony Tejada Dr. El Paso, Tx 79936	Check	Jose Damian Elementary	Clothes Recycling Bin donation for student council account	\$ 100.00
	No On-Line Donations received in November, 2024					
					DONATIONS TOTAL	\$ 6,321.50



FINANCIAL SERVICES
CANUTILLO A Premier District

TO: Board of Trustees
 Dr. Pedro Galaviz, Superintendent

FROM: Cristina Pulley, Executive Director for Financial Services

DATE: December 3, 2024

SUBJECT: Budget Amendments for November 2024

Budget Amendments submitted are summarized below for your review and consideration.

Administrative Cost Ratio Formula:

$$\frac{21 \text{ Instructional Leadership} + 41 \text{ General Administration}}{\text{All Expenses}}$$

BC #346374 -This amendment will transfer funds from General Supplies to Software Subscriptions to pay for Uworld license for AP classes at Canutillo High School. This budget amendment will have no impact on the administrative cost ratio.

Budget Account Number		Current Budget	Change	Amended Budget
199.13.6399.00.916.38	General Supplies	\$ 10,250	\$ (9,500)	\$ 750
199.11.6396.00.916.38	Software License/Subscriptions	\$ -	\$ 9,500	\$ 9,500

BC #346409 -This amendment will transfer funds from Substitutes to Employee Travel and Training for Texas Reads Texas Leads (TXRL). This budget amendment will have no impact on the administrative cost ratio.

Budget Account Number		Current Budget	Change	Amended Budget
185.11.6112.00.916.30	Substitutes	\$ 6,520	\$ (2,100)	\$ 4,420
185.13.6411.00.916.30	Employee Travel, Training & Subsistence	\$ 2,265	\$ 2,100	\$ 4,365

Street Address:
 7965 Artcraft Rd.
 El Paso, TX 79932

Mailing Address:
 P.O. Box 100
 Canutillo, TX 79835

P: (915) 877-7516
 F: (915) 877-7524
 canutillo-isd.org

Canutillo Independent School District does not discriminate on the basis of race, color, religion, gender, sex, national origin, age, disability, military status, genetic information, or any other basis prohibited by law in its employment practices or in providing education services, activities, and programs, including career and technical education (vocational programs).

For additional information regarding Canutillo Independent School District's policy of nondiscrimination contact the Human Resources Division: (915) 877-7423 | 7965 Artcraft Dr. | El Paso TX 79932.

Board of Trustees

Executive Summary of Board Agenda Item

Meeting Date: 12/17/2024

Subject/Title for Agenda Posting:

Justification Statement:

Purpose of Agenda Item:

Information Discussion Action

Item Type:

Curriculum & Instruction HumanResources Business Services

Staff Responsible:

Signature of Requester(s)

Signature of Presenter(s)

Business Services Approval (Initials)

Date

Agenda Summary:

RECOMMENDATION:

PRIOR BOARD ACTION:

AWARDED:

AWARDED AMOUNT:

AMOUNT(S):

ACCOUNT NO(S):

PROCUREMENT METHOD TYPE: (3 Quotes, Cooperative Contract Quotes, Sole Source, Formal Bid)

REQUESTING DEPARTMENT:

CONSEQUENCES OF NON-APPROVAL:

IMPLEMENTATION TIMELINE:

ATTACHMENT(S):





**Texas Student Data Systems (TSDS) Support Cooperative
2024-2025 Memorandum of Understanding (MOU)
071907 – Canutillo ISD**

The above listed LEA agrees to participate in the Texas Student Data Systems (TSDS), Support Cooperative with Education Service Center Region 19 (ESC Region 19) during the 2024-2025 school year,

Description:

The TSDS Support Cooperative is designed to provide support with the TSDS initiative by the Texas Education Agency. The Texas Student Data System is the statewide system that modernizes and improves the quality of data collection, management, and reporting in Texas education. Using the train-the-trainer model, ESC Region 19 will provide training to the LEA's TSDS stewards on all modules necessary to support TSDS. The Goal of the TSDS Cooperative is to continue to provide in-depth timely information on critical issues, support, and training with current and new TSDS initiatives for the LEA's TSDS Stewards.

The TSDS Support Cooperative cost,

- **TSDS Support (\$1,250)** - This level of support will maintain the LEA's steward's knowledge base and provide support for all current and any new core collections for TSDS.

TSDS support provided to all ESC Region 19's LEAs free of charge from local ESC funds:

- Provide telephone support and technical assistance to the LEA's TSDS stewards.
- Assist LEAs with their PEIMS data submissions to meet published deadlines.
- Utilize the edit rules in the Data Standards in the review of the data submitted by LEA's.
- Verify that the LEA's submissions contain data for all records required by the collections.
- Ensure that all fatal errors are corrected.
- Accept the LEA's PEIMS submissions by the specified due dates for each collection.
- Include the LEA's Stewards on the appropriate ESC- R19 TSDS Stewards email list-serve.
- Monitor the LEA's UID PET file submissions.
- Provide access to PEIMS-related training materials on the ESC Region 19 PEIMS website.
- Assist the LEA in identifying resources which can be used to answer PEIMS-related questions.

LEA's joining the ESC Region 19 TSDS Cooperative will receive the services listed above at no charge; as well as the additional services and training opportunities listed below.

TSDS Fee Based Services - ESC Region 19 agrees to:

- Provide support and train-the-trainer sessions to the LEA's TSDS TIMS steward.
- Provide support and train-the-trainer sessions to the LEA's Technical steward.
- Provide support and train-the-trainer sessions to assist LEA's with TSDS PEIMS.
- Provide support and train-the-trainer sessions to support current TSDS Core Collections.
- Provide two sessions on the latest updates affecting all TSDS collections.
- Provide monthly zoom meetings to cover the latest updates from TEA regarding TSDS.
- Monitor and review all LEA's data submissions to ensure that TEA due dates are being met.
- Provide LEA's PEIMS Coordinators with TSDS PEIMS file comparisons with prior year submissions.
- After hours support services, ESC Region 19 TSDS personnel will work collaboratively with the LEA's TSDS stewards to assist with required TSDS Submissions, to meet state mandated deadlines. This service provided only on dates files are due to TEA provided advance notice is received.



Each participating LEA agrees to:

- Attend all applicable TSDS sessions to ensure that all materials are received and discussed, if attendance is not possible a copy of the presented material will be made available.
- Provide contact information for all the LEA's TSDS Stewards.
- Meet the ESC's established due dates for all TSDS data submissions to allow sufficient time for ESC Region 19 personnel to review and accept the LEA's data before the TEA deadline.
- This Memorandum of Understanding, its fees or services may be modified or amended if required.

Membership Options

Initial the Selected Option

- _____ **Option 1.) TSDS Co-op Member – Membership Fee \$1,250.00**
- Membership covers the cost for 4 LEA attendees per session, after which there will be a charge of \$250.00 per attendee / session
 - Unlimited support for TSDS
- _____ **Option 2.) Non-Member – Membership Fee \$0.00**
- All TSDS session fees: \$500.00 per attendee / session
 - TSDS fee-based support \$100.00 per hour (1/4-hour minimum)
 - *(Open / Blanket Purchase Order Required)*

Option Choice: _____ **PO Number:** _____

Signature of Superintendent / Designee **Date**

Name of LEA Contact **Phone Number** **email**

Name of LEA Secondary Contact **Phone Number** **email**

Education Service Center Region 19 Executive Director **Date**

For additional information, contact:

MIS Manager Joel Molina
 Education Service Center Region 19
 6611 Boeing Drive • El Paso, Texas 79925
 Phone 915-780-6594 • Fax: 915-780-6582 • jmolina@esc19.net

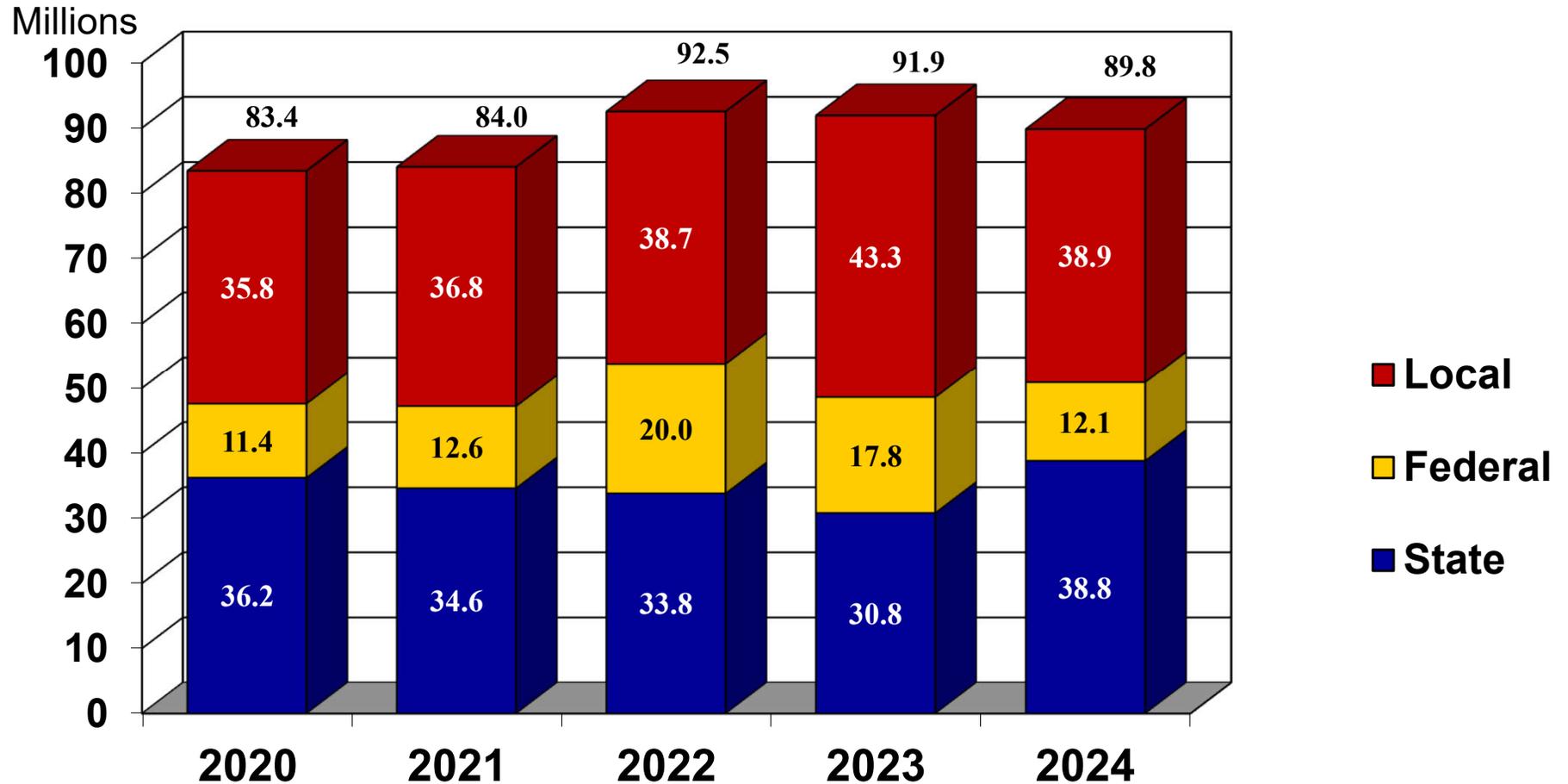
Canutillo Independent School District



Annual Financial Report June 30, 2024



Canutillo Independent School District Comparison of District Revenue

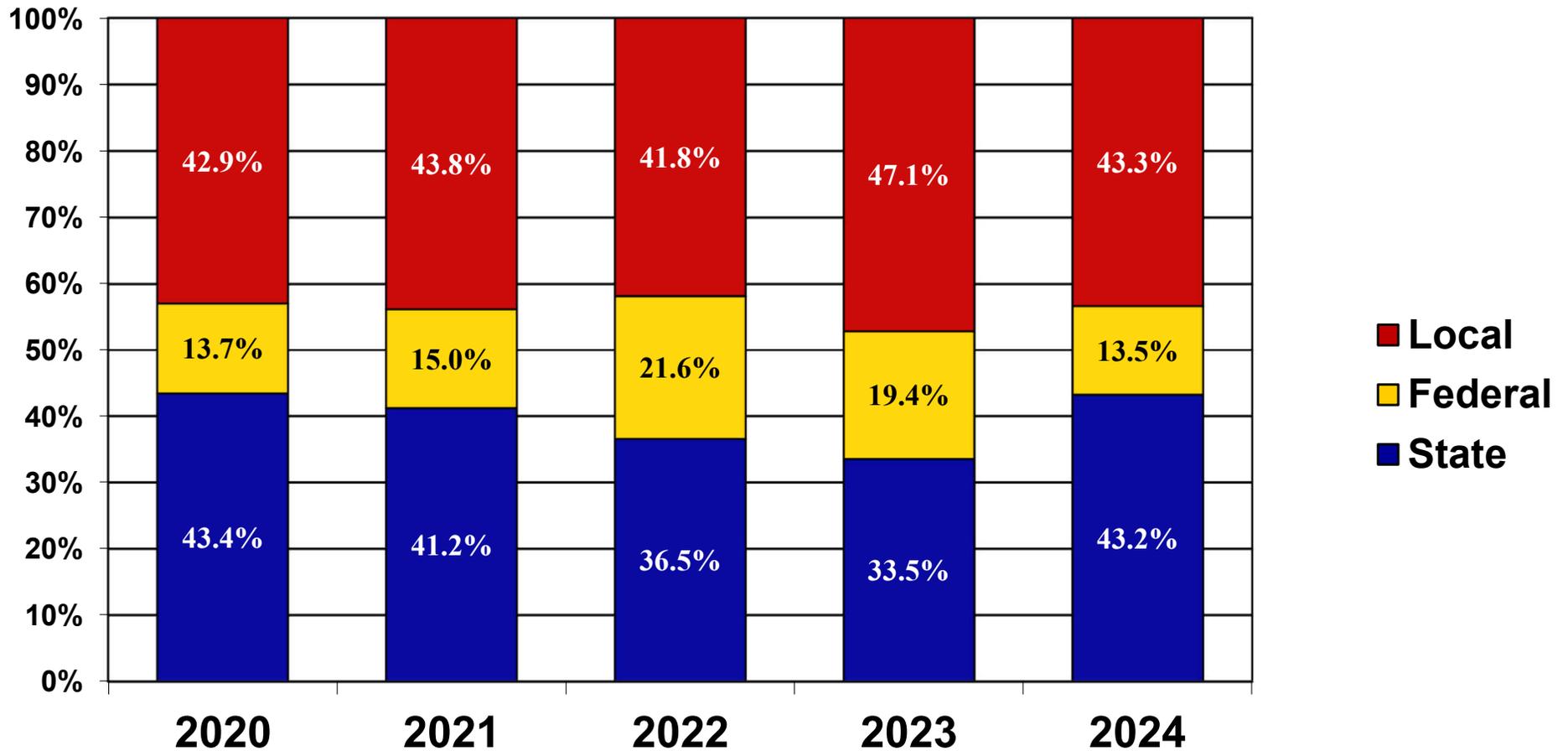


This information is based on extracts from the annual reports and is not intended to present complete financial information.



Canutillo Independent School District

% Comparison of District Revenue

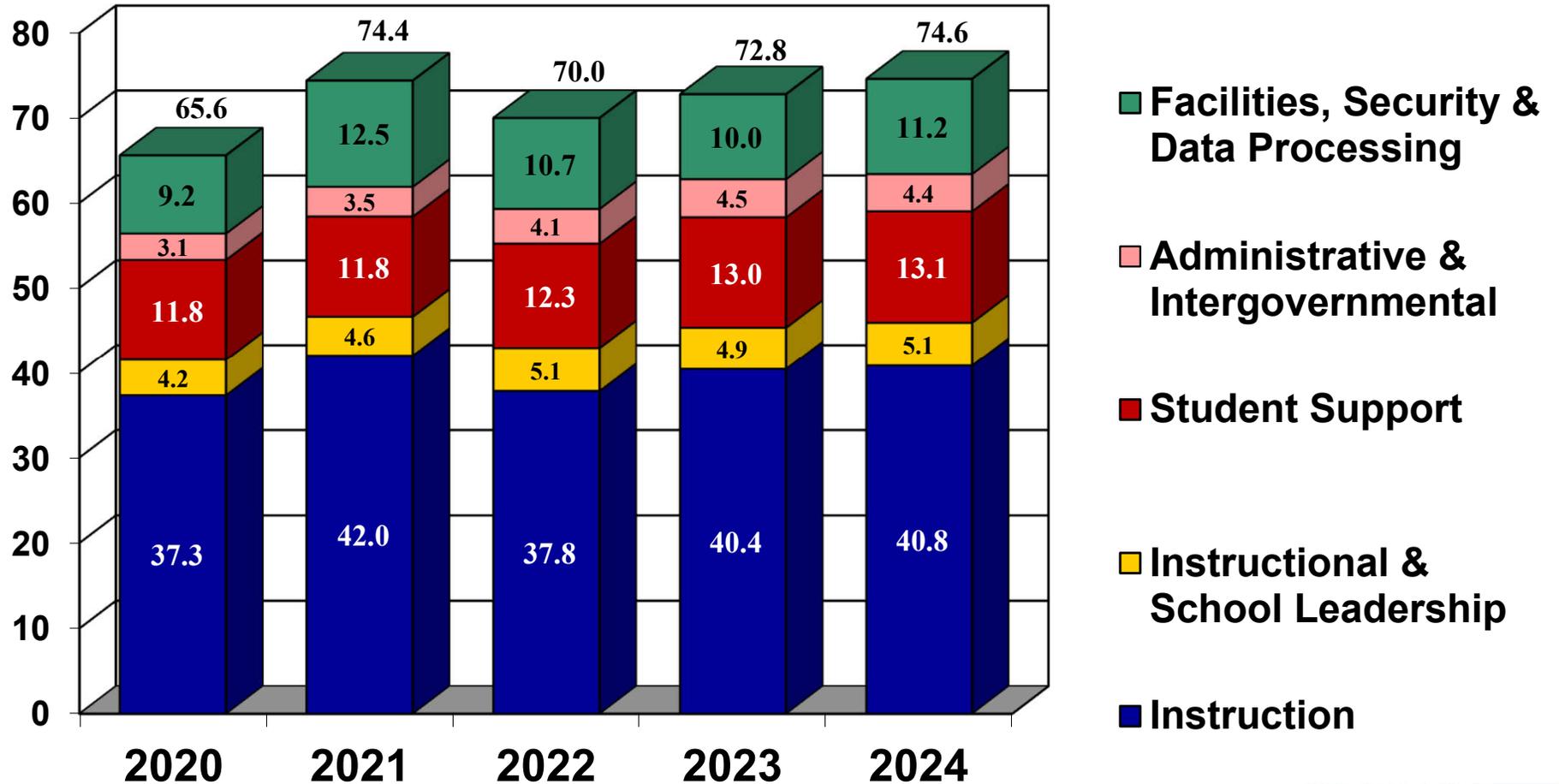


This information is based on extracts from the annual reports and is not intended to present complete financial information.



Canutillo Independent School District General Fund Expenditures

Millions



Graph does not include community services (61) debt service (71/72) and capital outlay (81).

This information is based on extracts from the annual reports and is not intended to present complete financial information.





Canutillo Independent School District

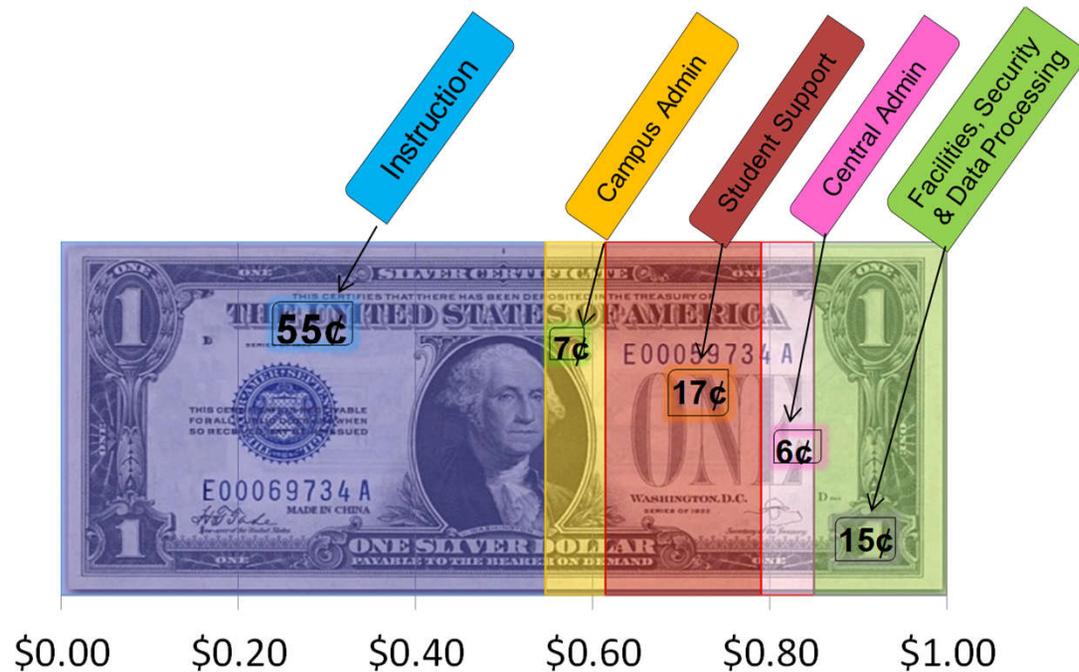
Breakdown of Each Dollar of 2024 General Fund Expenditures

Instruction includes teachers & aides (salaries, benefits, training, etc) and classroom related supplies & resources.

Campus Admin. includes the salary, benefits, training, etc of those managing & supervising instructional staff.

Student Support includes counselors, social service, health service, transportation, extracurricular.

Central Admin includes salaries & benefits, tax collection, professional fees, insurance, election, and other costs that do not fit elsewhere.



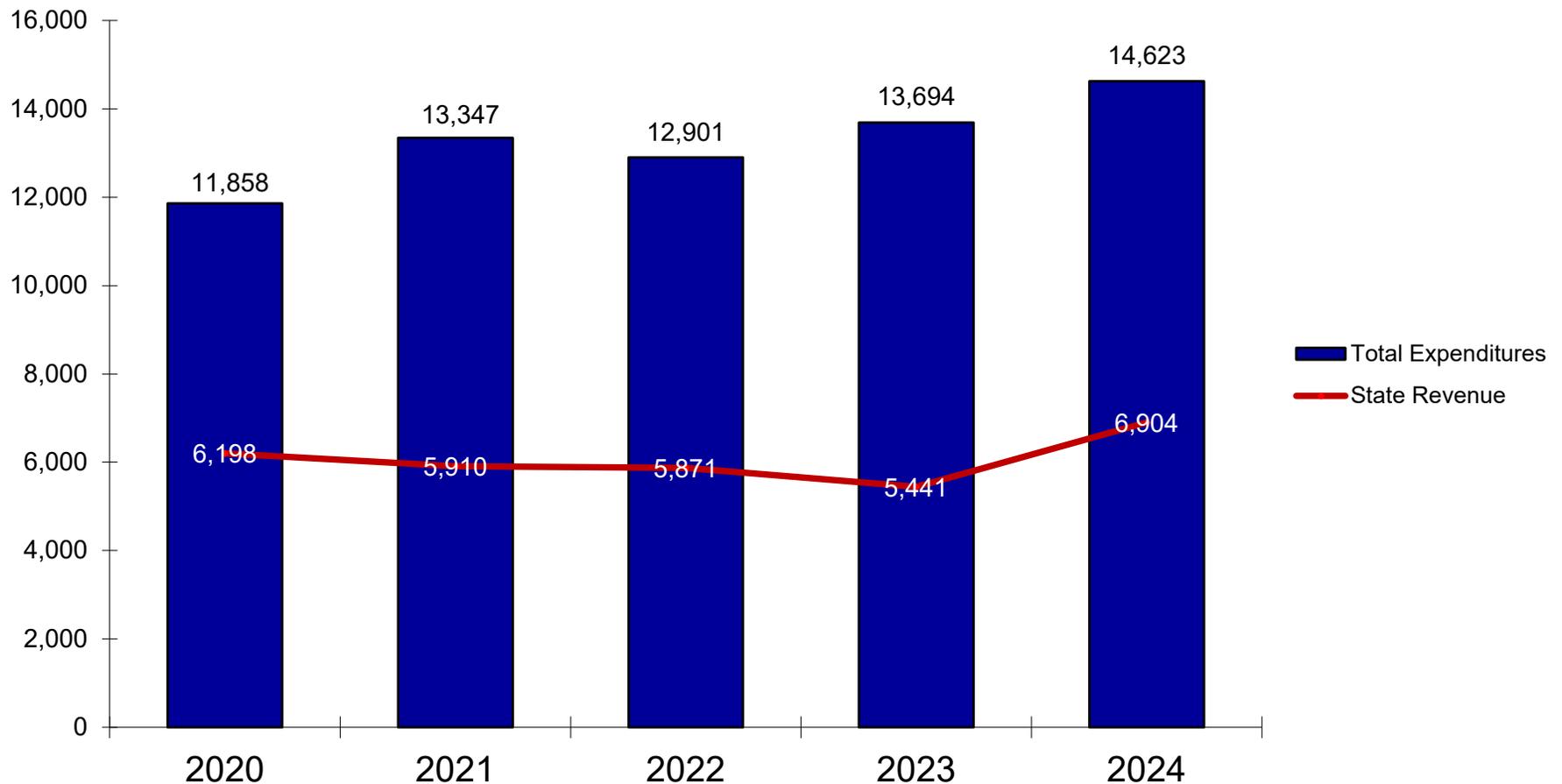
Does not include functions 61, 71, 72, 73 and 81.

This information is based on extracts from the annual reports and is not intended to present complete financial information.



Canutillo Independent School District

General Fund Per Pupil Expenditures & State Revenue

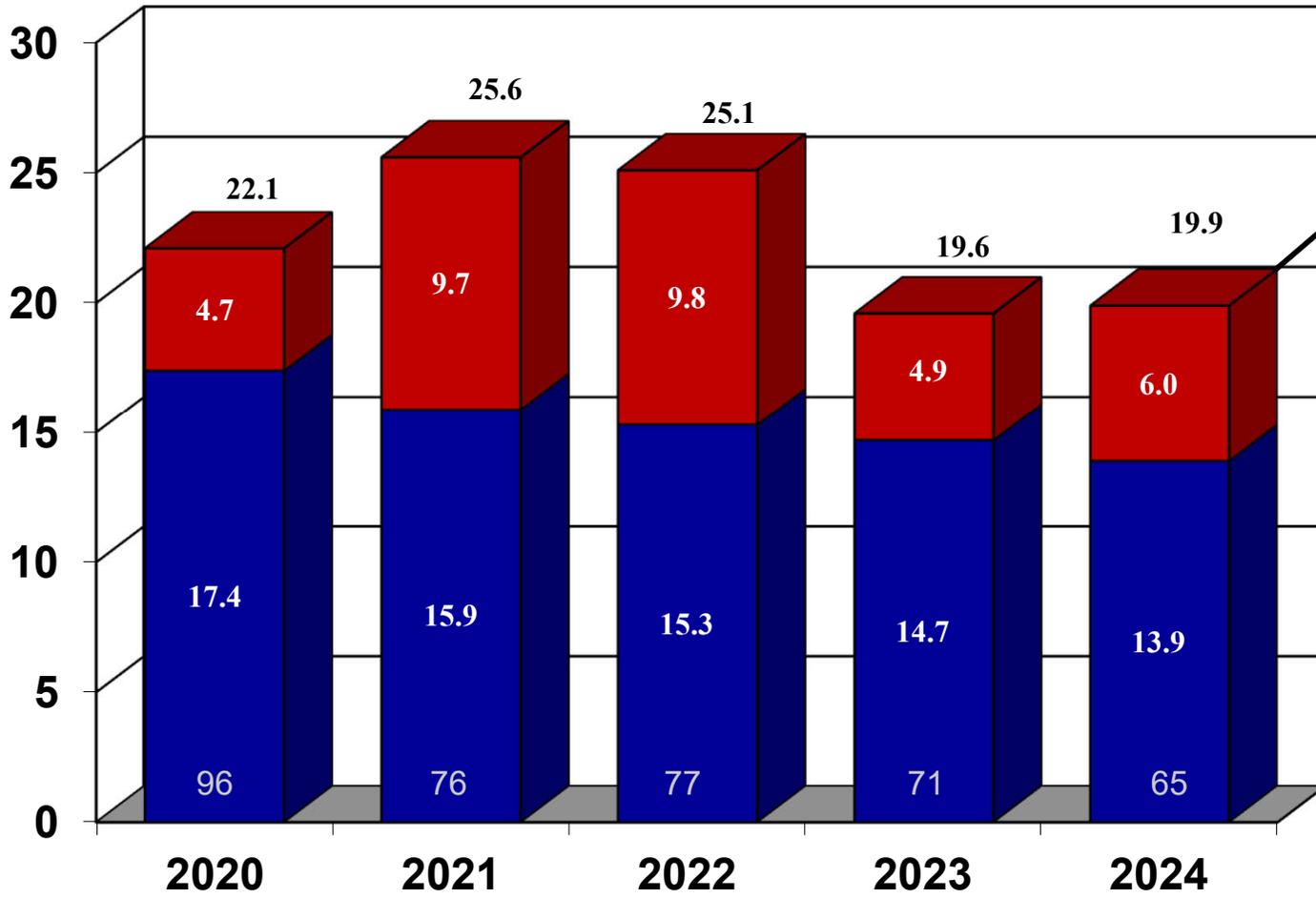


This information is based on extracts from the annual reports and is not intended to present complete financial information.



Canutillo Independent School District General Fund Balance

Millions



<u>Restricted:</u>	
Inventory	.3
Prepaid Items	.1
State & Fed	1.9
<u>Assigned:</u>	
Construction	1.3
Capital exp	1.4
Self-Insurance	1.0

- Other
- Unassigned

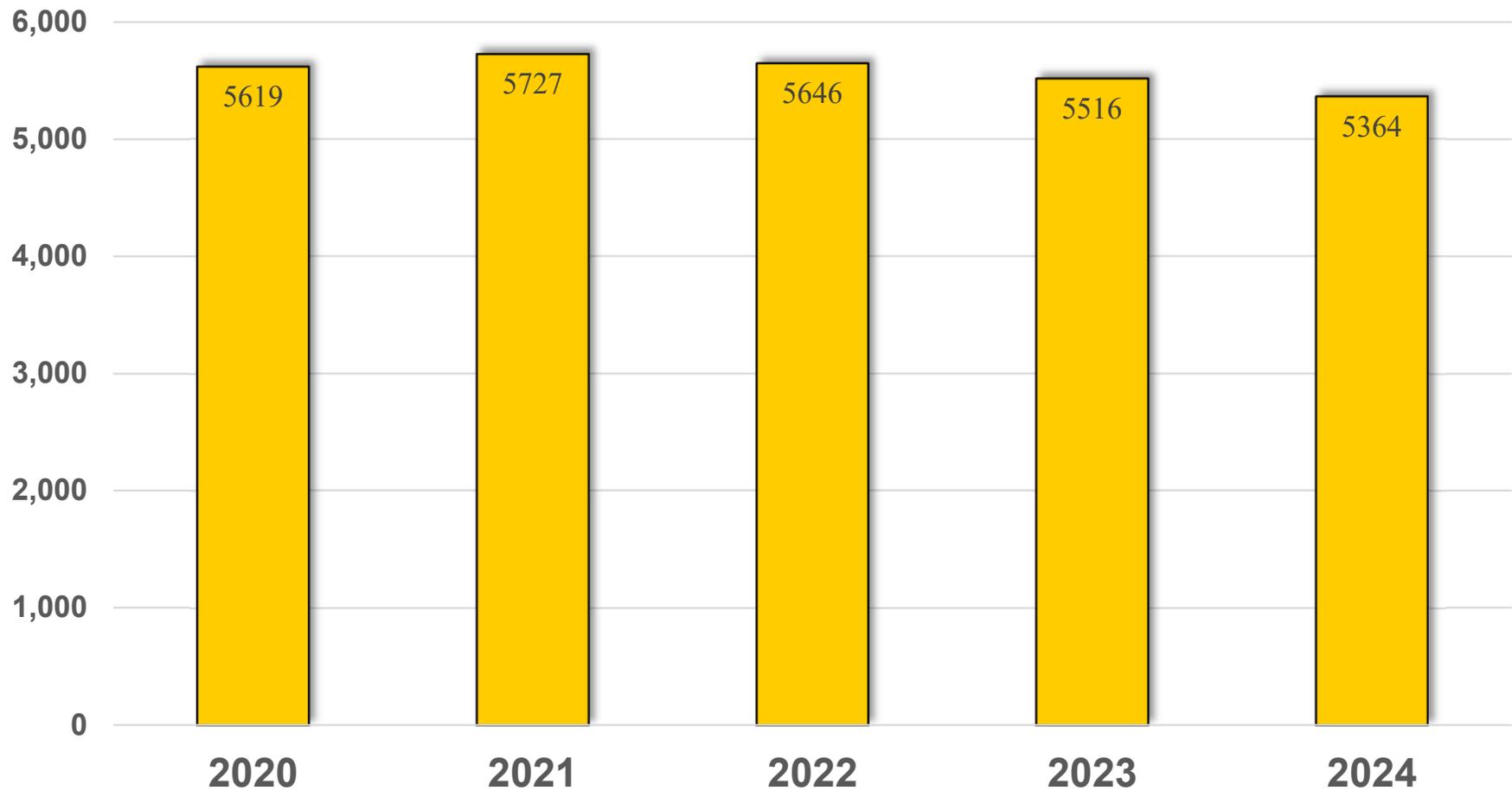
Days of Expenditures

This information is based on extracts from the annual reports and is not intended to present complete financial information.





Canutillo Independent School District Refined ADA

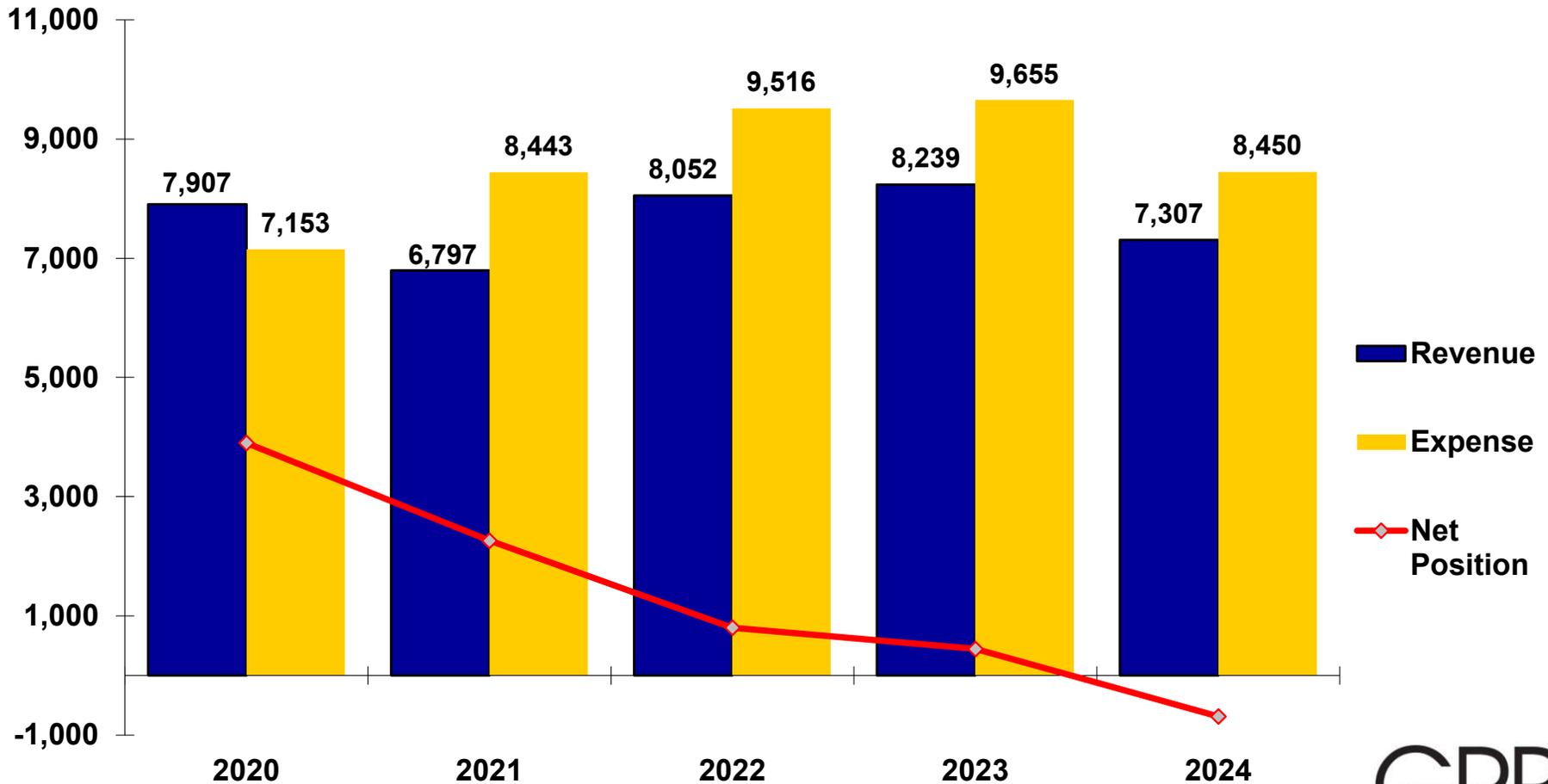


This information is based on extracts from the annual reports and is not intended to present complete financial information.



Canutillo Independent School District Health Care Fund

Thousands



This information is based on extracts from the annual reports, adjusted for prior period adjustments, and is not intended to present complete financial information.

**CANUTILLO INDEPENDENT SCHOOL DISTRICT
EL PASO, TEXAS**

**ANNUAL COMPREHENSIVE FINANCIAL
REPORT FOR THE FISCAL YEAR ENDED
JUNE 30, 2024**

***PREPARED BY
FINANCIAL SERVICES DEPARTMENT***



CANUTILLO INDEPENDENT SCHOOL DISTRICT
 Annual Comprehensive Financial Report
 For the Fiscal Year Ended June 30, 2024

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 For the Fiscal Year Ended June 30, 2024

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Annual Comprehensive Financial Report
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**INTRODUCTORY SECTION
(UNAUDITED)**

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CANUTILLO INDEPENDENT SCHOOL DISTRICT
ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE YEAR ENDED JUNE 30, 2024

Elected and Appointed Officials

Board of Trustees

Armando Rodriguez President
Lucy Borrego..... Vice President
Cindy Zuniga..... Secretary
Breanne Barnes..... Member
Patsy Mendoza Member
Bobby Simental Member
Blanca Trout..... Member

Executive Officers

Dr. Pedro Galaviz... Superintendent
Dr. Debra Kerney Associate Superintendent
Martha E Piekarski Chief Business Officer
Martha Carrasco Chief Human Resource Officer
Gustavo Reveles Director of Communications
Dr. Jesica Arellano Executive Director
Dr. Monica Reyes..... Executive Director

Financial Services

Cristina Pulley..... Executive Director
Ricardo Porras Assistant Director
Elizabeth Sida..... Purchasing Agent
Maria Dominguez..... Accountant
Leticia Ekery Accountant
Elvira Monzon-Uscanga..... Accountant

CERTIFICATE OF BOARD

Canutillo Independent School District
Name of School District

El Paso County
County

071-907
Co.-Dist. Number

We, the undersigned, certify that the attached annual financial and compliance reports of the above named school district were reviewed and (check one) ____ approved ____ disapproved for the year ended June 30, 2024, at a meeting of the board of trustees of such school district on the 17th day of December 2024.

Board Secretary

Signature of Board President

If the board of trustees disapproved of the independent auditor's report, the reason(s) for disapproving it is(are):

(attach list as necessary)

FINANCIAL SECTION

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Independent Auditor's Report

To the Board of Trustees
Canutillo Independent School District

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Canutillo Independent School District (District) as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Canutillo Independent School District, as of June 30, 2024, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States (*Government Auditing Standards*). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, the budgetary comparison information, and the pension and other post employment benefits information on pages 29 through 41 and 111 through 124 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with GAAS, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The accompanying combining and individual nonmajor fund financial statements, required TEA schedules, and schedule of expenditures of federal awards, as required by *Title 2 U.S. Code of Federal Regulations Part 200*, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with GAAS. In our opinion, the combining and individual nonmajor fund financial statements, required TEA schedules, and the schedule of expenditures of federal awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December __, 2024, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

Gibson Ruddock Patterson LLC
El Paso, Texas
December __, 2024

MANAGEMENT'S DISCUSSION & ANALYSIS

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BASIC FINANCIAL STATEMENTS

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CANUTILLO INDEPENDENT SCHOOL DISTRICT
STATEMENT OF NET POSITION
JUNE 30, 2024

EXHIBIT A-1

Data Control Codes	Primary Government Governmental Activities
ASSETS	
1110 Cash and Cash Equivalents	\$ 23,872,645
1220 Property Taxes - Delinquent	2,448,328
1230 Allowance for Uncollectible Taxes	(489,665)
1240 Due from Other Governments	11,119,174
1290 Other Receivables, Net	6,861,398
1300 Inventories	276,609
1410 Prepayments	278,793
Capital Assets:	
1510 Land	5,731,584
1520 Buildings and Improvements, Net	86,433,905
1530 Furniture and Equipment, Net	2,742,847
1540 Vehicles, Net	3,722,151
1550 Right-to-Use Lease Assets, Net	491,652
1553 SBITA Assets, Net	636,296
1580 Construction and Technology Projects in Progress	2,666,428
1000 Total Assets	146,792,145
DEFERRED OUTFLOWS OF RESOURCES	
1701 Deferred Charge for Refunding	1,882,700
1705 Deferred Outflow Related to TRS Pension	11,685,569
1706 Deferred Outflow Related to TRS OPEB	4,697,737
1700 Total Deferred Outflows of Resources	18,266,006
LIABILITIES	
2110 Accounts Payable	1,418,625
2140 Interest Payable	782,415
2150 Payroll Deductions and Withholdings	814,138
2160 Accrued Wages Payable	3,332,449
2177 Due to Fiduciary Funds	98,759
2180 Due to Other Governments	373,132
2200 Accrued Expenses	472,000
2300 Unearned Revenue	1,457,445
Noncurrent Liabilities:	
2501 Due Within One Year: Bonds, Loans, Note, Leases, etc.	6,652,518
Due in More than One Year:	
2502 Bonds, Loans, Notes, Leases, etc.	66,906,398
2540 Net Pension Liability (District's Share)	28,485,123
2545 Net OPEB Liability (District's Share)	11,777,845
2000 Total Liabilities	122,570,847
DEFERRED INFLOWS OF RESOURCES	
2602 Deferred Resource Inflow Gain on Refundings	358,641
2605 Deferred Inflow Related to TRS Pension	1,314,101
2606 Deferred Inflow Related to TRS OPEB	17,339,910
2600 Total Deferred Inflows of Resources	19,012,652
NET POSITION	
3200 Net Investment in Capital Assets and Right-to-Use Assets	34,432,754
Restricted:	
3820 Restricted for Federal and State Programs	2,133,835
3850 Restricted for Debt Service	10,778,624
3870 Restricted for Campus Activities	558,082
3900 Unrestricted	(24,428,643)
3000 Total Net Position	\$ 23,474,652

The notes to the financial statements are an integral part of this statement.

CANUTILLO INDEPENDENT SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2024

EXHIBIT B-1

Data Control Codes	1	Program Revenues		6
		Expenses	3 Charges for Services	
Primary Government:				
GOVERNMENTAL ACTIVITIES:				
11 Instruction	\$ 46,799,951	\$ 1,964	\$ 5,650,352	\$ (41,147,635)
12 Instructional Resources and Media Services	1,167,496	-	227,231	(940,265)
13 Curriculum and Instructional Staff Development	1,999,787	-	1,077,241	(922,546)
21 Instructional Leadership	1,491,443	-	367,726	(1,123,717)
23 School Leadership	4,233,543	-	222,273	(4,011,270)
31 Guidance, Counseling, and Evaluation Services	2,710,760	-	168,065	(2,542,695)
32 Social Work Services	211,216	-	37,581	(173,635)
33 Health Services	1,057,611	-	575,331	(482,280)
34 Student (Pupil) Transportation	2,414,152	-	71,861	(2,342,291)
35 Food Services	5,791,551	64,395	4,882,551	(844,605)
36 Extracurricular Activities	2,063,143	634,643	47,359	(1,381,141)
41 General Administration	3,970,901	192,444	603,894	(3,174,563)
51 Facilities Maintenance and Operations	8,294,999	-	878,845	(7,416,154)
52 Security and Monitoring Services	1,619,460	-	302,919	(1,316,541)
53 Data Processing Services	2,220,386	-	178,953	(2,041,433)
61 Community Services	459,213	-	332,998	(126,215)
72 Interest and Fees on Long-Term Debt	2,185,679	-	1,128,885	(1,056,794)
99 Other Intergovernmental Charges	498,988	-	-	(498,988)
[TP] TOTAL PRIMARY GOVERNMENT:	\$ 89,190,279	\$ 893,446	\$ 16,754,065	(71,542,768)
Data Control Codes	General Revenues:			
	Taxes:			
MT	Property Taxes, Levied for General Purposes			23,586,007
DT	Property Taxes, Levied for Debt Service			12,610,504
SF	State Aid - Formula Grants			33,239,438
IE	Investment Earnings			1,210,993
MI	Miscellaneous Local and Intermediate Revenue			308,986
S2	Special Item - Gain in Disposal of Assets			9,455,672
TR	Total General Revenues & Special Items			80,411,600
CN	Change in Net Position			8,868,832
NB	Net Position - Beginning			14,605,820
NE	Net Position - Ending			\$ 23,474,652

The notes to the financial statements are an integral part of this statement.

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GOVERNMENTAL FUND FINANCIAL STATEMENTS

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CANUTILLO INDEPENDENT SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2024

Data Control Codes	General Fund	Debt Service Fund	Other Funds	Total Governmental Funds
ASSETS				
1110 Cash and Cash Equivalents	\$ 10,482,714	\$ 13,378,801	\$ 53	\$ 23,861,568
1220 Property Taxes - Delinquent	1,835,921	612,407	-	2,448,328
1230 Allowance for Uncollectible Taxes	(367,184)	(122,481)	-	(489,665)
1240 Due from Other Governments	9,184,798	73,221	1,861,155	11,119,174
1260 Due from Other Funds	1,371,790	1,016,013	1,080,496	3,468,299
1290 Other Receivables	6,861,398	-	-	6,861,398
1300 Inventories	276,609	-	-	276,609
1410 Prepayments	143,324	825	-	144,149
1000 Total Assets	<u>\$ 29,789,370</u>	<u>\$ 14,958,786</u>	<u>\$ 2,941,704</u>	<u>\$ 47,689,860</u>
LIABILITIES				
2110 Accounts Payable	\$ 937,819	\$ -	\$ 194,085	\$ 1,131,904
2150 Payroll Deductions and Withholdings Payable	814,138	-	-	814,138
2160 Accrued Wages Payable	3,055,746	-	276,703	3,332,449
2170 Due to Other Funds	2,255,561	-	1,371,790	3,627,351
2180 Due to Other Governments	227,653	118,540	26,939	373,132
2300 Unearned Revenue	1,093,900	-	363,545	1,457,445
2000 Total Liabilities	<u>8,384,817</u>	<u>118,540</u>	<u>2,233,062</u>	<u>10,736,419</u>
DEFERRED INFLOWS OF RESOURCES				
2601 Unavailable Revenue - Property Taxes	1,498,636	504,914	-	2,003,550
2600 Total Deferred Inflows of Resources	<u>1,498,636</u>	<u>504,914</u>	<u>-</u>	<u>2,003,550</u>
FUND BALANCES				
Nonspendable Fund Balance:				
3410 Inventories	276,609	-	-	276,609
3430 Prepaid Items	143,324	825	-	144,149
Restricted Fund Balance:				
3450 Federal or State Funds Grant Restriction	1,932,687	-	150,507	2,083,194
3470 Capital Acquisition and Contractual Obligation	-	-	53	53
3480 Retirement of Long-Term Debt	-	14,334,507	-	14,334,507
3490 Other Restricted Fund Balance	-	-	558,082	558,082
Assigned Fund Balance:				
3550 Construction	1,300,000	-	-	1,300,000
3570 Capital Expenditures for Equipment	1,390,000	-	-	1,390,000
3580 Self-Insurance	1,000,000	-	-	1,000,000
3600 Unassigned Fund Balance	13,863,297	-	-	13,863,297
3000 Total Fund Balances	<u>19,905,917</u>	<u>14,335,332</u>	<u>708,642</u>	<u>34,949,891</u>
4000 Total Liabilities, Deferred Inflows & Fund Balances	<u>\$ 29,789,370</u>	<u>\$ 14,958,786</u>	<u>\$ 2,941,704</u>	<u>\$ 47,689,860</u>

The notes to the financial statements are an integral part of this statement.

CANUTILLO INDEPENDENT SCHOOL DISTRICT
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE
STATEMENT OF NET POSITION
JUNE 30, 2024

EXHIBIT C-2

Total Fund Balances - Governmental Funds	\$	34,949,891
Amounts reported for the governmental activities in the statement of net position are different due to the following:		-
Capital assets of \$194,841,489 net of accumulated depreciation and amortization of (\$92,416,626) are not financial resources, and therefore, are not reported as assets in governmental funds.		102,424,863
Property taxes are not available to pay for the current period's expenditures and therefore, are deferred in the funds.		2,003,550
Internal service funds are used by the District's management to charge the costs of health insurance activities to the other funds. The assets and liabilities of the internal service funds are included in governmental activities.		(687,351)
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore, are not reported as liabilities in the funds.		(73,558,916)
Bonds Payable	(\$56,394,627)	
Accretion Payable	(3,279,207)	
Premiums on Bonds Payable	(2,516,173)	
Loans from Direct Borrowing	(1,767,530)	
Maintenance Tax Notes	(7,285,000)	
Premium on Maintenance Tax Notes	(260,036)	
Compensated Absences Payable	(969,834)	
Right-to-Use Leases	(509,969)	
SBITAs Payable	(576,540)	
Accrued interest is not due and payable in the current period and therefore is not reported as a liability in the governmental funds.		(782,415)
Deferred gains and losses on the refunding of bonds are not reported in the funds but are considered deferred inflows and outflows in the statement of net position. The Deferred Charge for Refundings is \$1,882,700 as of June 30, 2024, and the Deferred Gain on Refunding is (\$358,641) as of June 30, 2024.		1,524,059
Included in the items related to debt is the recognition of the District's proportionate share of pension liability required by GASB 68:		(18,113,655)
Net Pension Liability	(\$28,485,123)	
Deferred Outflow Related to TRS Pension	11,685,569	
Deferred Inflow Related to TRS Pension	(1,314,101)	
Included in the items related to debt is the recognition of the District's proportionate share of the OPEB liability required by GASB 75:		(24,420,018)
Net OPEB Liability	(\$11,777,845)	
Deferred Outflow Related to TRS OPEB	4,697,737	
Deferred Inflow Related to TRS OPEB	(17,339,910)	
Prepaid Insurance amortization is not reported in the fund financial statements but is reported as part of the Statement of Net Position.		134,644
Net Position of Governmental Activities	\$	23,474,652

The notes to the financial statements are an integral part of this statement.

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CANUTILLO INDEPENDENT SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2024

EXHIBIT C-3

Data Control Codes	General Fund	Debt Service Fund	Other Funds	Total Governmental Funds
REVENUES:				
5700 Total Local and Intermediate Sources	\$ 24,833,899	\$ 13,191,035	\$ 873,300	\$ 38,898,234
5800 State Program Revenues	37,031,900	1,128,885	675,957	38,836,742
5900 Federal Program Revenues	6,311,879	-	5,800,824	12,112,703
5020 Total Revenues	<u>68,177,678</u>	<u>14,319,920</u>	<u>7,350,081</u>	<u>89,847,679</u>
EXPENDITURES:				
Current:				
0011 Instruction	39,101,115	-	4,272,468	43,373,583
0012 Instructional Resources and Media Services	817,845	-	199,262	1,017,107
0013 Curriculum and Instructional Staff Development	916,290	-	1,051,498	1,967,788
0021 Instructional Leadership	1,108,440	-	323,577	1,432,017
0023 School Leadership	4,002,004	-	148,414	4,150,418
0031 Guidance, Counseling, and Evaluation Services	2,621,729	-	62,780	2,684,509
0032 Social Work Services	168,039	-	37,581	205,620
0033 Health Services	1,037,326	-	3,326	1,040,652
0034 Student (Pupil) Transportation	2,087,440	-	-	2,087,440
0035 Food Services	5,642,627	-	-	5,642,627
0036 Extracurricular Activities	1,560,793	-	212,763	1,773,556
0041 General Administration	3,901,284	-	7,501	3,908,785
0051 Facilities Maintenance and Operations	7,170,120	-	259,974	7,430,094
0052 Security and Monitoring Services	1,378,951	-	259,580	1,638,531
0053 Data Processing Services	2,654,866	-	120,358	2,775,224
0061 Community Services	17,840	-	332,964	350,804
Debt Service:				
0071 Principal on Long-Term Liabilities	1,647,048	10,675,000	-	12,322,048
0072 Interest on Long-Term Liabilities	324,036	2,030,929	-	2,354,965
0073 Bond Issuance Cost and Fees	-	389,083	-	389,083
Capital Outlay:				
0081 Facilities Acquisition and Construction	1,780,503	-	-	1,780,503
Intergovernmental:				
0099 Other Intergovernmental Charges	498,988	-	-	498,988
6030 Total Expenditures	<u>78,437,284</u>	<u>13,095,012</u>	<u>7,292,046</u>	<u>98,824,342</u>
1100 Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(10,259,606)</u>	<u>1,224,908</u>	<u>58,035</u>	<u>(8,976,663)</u>
OTHER FINANCING SOURCES (USES):				
7915 Transfers In	10,081	-	-	10,081
7949 Proceeds from SBITAs	746,181	-	-	746,181
8911 Transfers Out (Use)	-	-	(10,081)	(10,081)
7080 Total Other Financing Sources (Uses)	<u>756,262</u>	<u>-</u>	<u>(10,081)</u>	<u>746,181</u>
SPECIAL ITEMS:				
7918 Special Item - Sale of Real and Personal Property	9,816,365	-	-	9,816,365
1200 Net Change in Fund Balances	313,021	1,224,908	47,954	1,585,883
0100 Fund Balance - July 1 (Beginning)	19,592,896	13,110,424	660,688	33,364,008
3000 Fund Balance - June 30 (Ending)	<u>\$ 19,905,917</u>	<u>\$ 14,335,332</u>	<u>\$ 708,642</u>	<u>\$ 34,949,891</u>

The notes to the financial statements are an integral part of this statement.

CANUTILLO INDEPENDENT SCHOOL DISTRICT
 RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES
 FOR THE YEAR ENDED JUNE 30, 2024

EXHIBIT C-4

Total Net Change in Fund Balances - Governmental Funds	\$	1,585,883
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Amounts reported for governmental activities in the statement of activities are different due to the following:		-
---	--	---

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets, is allocated over their estimated useful lives as depreciation/amortization expense. Thus the cost of current year outlays is removed from expense and depreciation/amortization is added to expense.		(3,436,375)
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Additions to Furniture and Equipment	\$1,093,549
Additions to Vehicles	23,561
Additions to SBITAs	819,553
Additions to Construction in Progress	1,385,314
Disposal of Assets and Reclassifications	(662,387)
Depreciation/Amortization Expense	(6,329,732)
Removal of Accumulated Depreciation/Amortization for Disposed Assets	233,767

Repayment of principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. Proceeds from the sale of bonds is a source of financing in the governmental funds, but the statement of net position recognizes it as an increase in the long term liabilities. The changes in long term liabilities for the fiscal year consisted of the following:		12,527,025
---	--	------------

Net Change in Bonds Payable	\$10,675,000
Net Change in Accretion Payable	(65,278)
Net Change in Premium on Bonds Payable	824,061
Net Change in Loans from Direct Borrowing	391,705
Net Change in Maintenance Tax Notes	920,000
Net Change in Premium on Maintenance Tax Notes	42,545
Net Change in Accumulated Leave Benefits	82,252
Net Change in Right-to-Use Lease liability	140,300
Net change in SBITAs payable	(483,560)

Deferred inflows and outflows of gains and losses on debt refundings are amortized over the term of the bonds in the statements but are expensed in the year incurred in governmental funds.		(380,894)
--	--	-----------

Net Deferred Charge for Refundings	(\$549,988)
Net Deferred Inflow Gain on Refundings	169,094

Property taxes that will not be collected until after the District's fiscal year end are not considered "available" revenues and are deferred in the governmental funds. The change in deferred tax revenues, net of allowance for bad debt, are recognized in the statement of activities.		145,376
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The notes to the financial statements are an integral part of this statement.

CANUTILLO INDEPENDENT SCHOOL DISTRICT
 RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES
 FOR THE YEAR ENDED JUNE 30, 2024

EXHIBIT C-4

<p>Interest on long-term debt in the statement of activities differs from the amount reported in the governmental funds because interest is recognized as an expenditure in the funds when it is due, and thus, requires the use of current financial resources. In the statement of activities, however, interest expense is recognized as the interest accrues, regardless of when it is due.</p>	137,935		
<p>Prepaid insurance amortization is not reported in the fund financial statements. The net change in prepaid insurance is reported in the statement of activities.</p>	36,344		
<p>Internal service funds are used by management to charge the costs of health insurance to individual funds. The net revenue (expense) of the internal service funds is reported with governmental activities.</p>	(1,132,557)		
<p>GASB 68 required that certain plan expenditures be de-expended and recorded as deferred resource outflows. These contributions made after the measurement date of the plan caused the change in ending net position to increase by \$1,832,211. Contributions made before the measurement date and during the previous fiscal year were also expended and recorded as a reduction in net pension liability. This caused a decrease in net position totaling (\$1,818,435). Finally, the proportionate share of the TRS pension expense on the plan as a whole had to be recorded. The net pension expense decreased the change in net position by (\$3,091,529). The net result is a decrease in the change in net position.</p>	(3,077,753)		
<p>GASB 75 required that certain plan expenditures be de-expended and recorded as deferred resource outflows. These contributions made after the measurement date of the plan caused the change in ending net position to increase by \$370,631. Contributions made before the measurement date and during the previous fiscal year were also expended and recorded as a reduction in net pension liability. This caused a decrease in net position totaling (\$391,738). Finally, the proportionate share of the TRS care OPEB expense increased the change in net position by \$2,484,955. The net result is an increase in the change in net position.</p>	2,463,848		
<p>Change in Net Position of Governmental Activities</p>	<table style="width: 100%; border-collapse: collapse;"> <tr> <td style="border-top: 1px solid black; border-bottom: 3px double black;">\$</td> <td style="border-top: 1px solid black; border-bottom: 3px double black; text-align: right;">8,868,832</td> </tr> </table>	\$	8,868,832
\$	8,868,832		

The notes to the financial statements are an integral part of this statement.

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PROPRIETARY FUND FINANCIAL STATEMENTS

DRAFT

CANUTILLO INDEPENDENT SCHOOL DISTRICT
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2024

	Governmental Activities -	
		Internal Service Fund
ASSETS		
Current Assets:		
Cash and Cash Equivalents	\$	11,077
Due from Other Funds		60,293
Total Assets		71,370
LIABILITIES		
Current Liabilities:		
Accounts Payable		286,721
Accrued Expenses		472,000
Total Liabilities		758,721
NET POSITION		
Unrestricted Net Position		(687,351)
Total Net Position	\$	(687,351)

DRAFT

The notes to the financial statements are an integral part of this statement.

CANUTILLO INDEPENDENT SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2024

	Governmental Activities -
	Internal Service Fund
OPERATING REVENUES:	
Local and Intermediate Sources	\$ 7,307,112
Total Operating Revenues	7,307,112
OPERATING EXPENSES:	
Claims Expense	7,033,003
Professional and Contracted Services	599,276
Other Operating Costs	817,836
Total Operating Expenses	8,450,115
Operating Income (Loss)	(1,143,003)
NONOPERATING REVENUES (EXPENSES):	
Earnings from Temporary Deposits & Investments	10,446
Total Nonoperating Revenues (Expenses)	10,446
Change in Net Position	(1,132,557)
Total Net Position - July 1 (Beginning)	445,206
Total Net Position - June 30 (Ending)	\$ (687,351)

The notes to the financial statements are an integral part of this statement.

CANUTILLO INDEPENDENT SCHOOL DISTRICT
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2024

EXHIBIT D-3

	Governmental Activities -
	Internal Service Fund
<u>Cash Flows from Operating Activities:</u>	
Cash Received from Assessments - Other Funds	\$ 7,356,861
Cash Payments for Insurance Claims	(7,342,029)
Cash Payments for Suppliers	(688,061)
Cash Payments for Other Operating Expenses	(817,836)
Net Cash Used for Operating Activities	(1,491,065)
<u>Cash Flows from Investing Activities:</u>	
Interest and Dividends on Investments	10,446
Net Decrease in Cash and Cash Equivalents	(1,480,619)
Cash and Cash Equivalents at Beginning of Year	1,491,696
Cash and Cash Equivalents at End of Year	\$ 11,077
<u>Reconciliation of Operating Income (Loss) to Net Cash</u>	
<u>Used for Operating Activities:</u>	
Operating Income (Loss):	\$ (1,143,003)
Effect of Increases and Decreases in Current Assets and Liabilities:	
Decrease (increase) in Receivables	49,749
Increase (decrease) in Accounts Payable	(88,785)
Increase (decrease) in Accrued Expenses	(309,026)
Net Cash Used for Operating Activities	\$ (1,491,065)

The notes to the financial statements are an integral part of this statement.

FIDUCIARY FUND FINANCIAL STATEMENTS

DRAFT

CANUTILLO INDEPENDENT SCHOOL DISTRICT
 STATEMENT OF FIDUCIARY NET POSITION
 FIDUCIARY FUNDS
 JUNE 30, 2024

	Custodial Fund
ASSETS	
Due from Other Funds	\$ 98,759
Total Assets	98,759
LIABILITIES	
Accounts Payable	6,297
Total Liabilities	6,297
NET POSITION	
Restricted for Individuals and Organizations	92,462
Total Net Position	\$ 92,462

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The notes to the financial statements are an integral part of this statement.

CANUTILLO INDEPENDENT SCHOOL DISTRICT
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2024

	Custodial Fund
ADDITIONS:	
Contributions to Student Groups	\$ 149,154
Total Additions	149,154
DEDUCTIONS:	
Professional and Contracted Services	2,884
Supplies and Materials	4,016
Other Deductions	160,822
Total Deductions	167,722
Change in Fiduciary Net Position	(18,568)
Total Net Position - July 1 (Beginning)	111,030
Total Net Position - June 30 (Ending)	\$ 92,462

The notes to the financial statements are an integral part of this statement.

CANUTILLO INDEPENDENT SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2024

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Canutillo Independent School District (the "District") is a public educational agency operating under the applicable laws and regulations of the State of Texas. It is governed by a seven member Board of Trustees (the "Board") elected by registered voters of the District. The District prepares its basic financial statements in conformity with generally accepted accounting principles promulgated by the Governmental Accounting Standards Board (GASB), and it complies with the requirements of the appropriate version of Texas Education Agency's *Financial Accountability System Resource Guide* (the "Resource Guide") and the requirements of contracts and grants of agencies from which it receives funds.

A. Reporting Entity

The Board of Trustees (the "Board") is elected by the public and has the authority to make decisions, appoint administrators and managers, and significantly influence operations. The Board also has primary accountability for fiscal matters; therefore, the District is not included in any other governmental "reporting entity" as defined by the Governmental Accounting Standards Board ("GASB").

In accordance with Governmental Accounting Standard Board, a financial reporting entity consists of the primary government and its component units. Component units are legally separate organizations for which the elected officials of the District are financially accountable, or for which the relationship to the District is such that exclusion would cause the District's financial statements to be misleading or incomplete. Discretely presented component units are reported in a separate column in the basic financial statements to emphasize they are legally separate from the school district. The District's blended component unit, although a legally separate entity, is in substance a part of the District's operations, and so data from this entity is combined with data of the primary government.

The criteria used to determine whether an organization is a component unit of the District includes: financial accountability of the District for the component unit, whether the District appoints a voting majority of the entity's board, the ability to impose the District's will on the component unit, fiscal dependency criterion, if it is a financial benefit or burden to the District, and whether services are provided entirely or almost entirely to the District.

For financial reporting purposes, the Canutillo Independent School District Public Facilities Corporation (PFC) is included as a blended component unit in the operations and activities of the District. The criteria used to include the PFC as a blended component unit of the District include: the District appoints a voting majority of the PFC's governing body, the District is able to impose its will on the PFC, and the PFC serves the District exclusively as a financing vehicle for capital projects.

(Continued)

CANUTILLO INDEPENDENT SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2024

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Canutillo Independent School District Public Facilities Corporation (PFC)

In 1999, the Board of Trustees adopted a resolution approving the creation of the Canutillo Independent School District Public Facilities Corporation, a nonprofit public corporation, for the purpose of constructing school facilities and leasing those facilities to the District.

As of and for the year ended June 30, 2024, the PFC was inactive. As such, there is no activity to include in these financial statements.

Canutillo Independent School District Agronomics Center

During the year ended August 31, 2005, the Board of Trustees approved the creation of the Canutillo Independent School District Agronomics Center, a Texas Nonprofit Corporation, for the purpose of developing an Agricultural Science and Research Center. The Agronomics Center was granted tax exempt status from the IRS.

The Agronomics Center is managed by a board of seven directors who are appointed by the Board of Trustees. The Board of Trustees has ultimate control over the Agronomics Center, and may alter the structure, organization, or activities of the corporation at any time. Upon dissolution of the Agronomics Center all remaining assets shall be transferred to the District.

As of and for the year ended June 30, 2024, the Agronomics Center was inactive. As such, there is no activity to include in these financial statements.

B. Government-Wide and Fund Financial Statements

The Statement of Net Position and the Statement of Activities are government-wide financial statements. They report information on all of the District's nonfiduciary activities with most of the interfund activities removed. Governmental activities include programs supported primarily by taxes, charges to school districts for services, state funds, grants and other intergovernmental revenues.

In addition to assets, the statement of net position reports a separate section for deferred outflows of resources. This separate financial statement category represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until that time. For pensions and OPEB, these outflows result from pension plan and OPEB contributions made after the measurement date of the net pension and OPEB liabilities, the net differences between projected and actual investment earnings, changes in actuarial assumptions; differences between expected and actual experiences; and changes in the District's proportionate share of net pension and OPEB liabilities. The deferred outflow of resources related to pensions and OPEB resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension and OPEB liabilities in the next fiscal year. The other pension and OPEB related deferred outflows will be amortized over a systematic and rational method over a closed period.

(Continued)

CANUTILLO INDEPENDENT SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2024

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

In addition to liabilities, the statement of net position reports a separate section for deferred inflows of resources. This separate financial statement category represents an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. For pensions and OPEB, these inflows result from pension and OPEB changes in actuarial assumptions; differences between projected and actual investment earnings, differences between expected and actual experiences; and changes in the District's proportionate share of net pension and OPEB liabilities. These inflows will be amortized over a systematic and rational method over a closed period.

The fiduciary net position of the Teacher Retirement System of Texas (TRS) has been determined using the flow of economic resources measurement focus and full accrual basis of accounting. This includes for purposes of measuring the net pension liability, deferred outflows of resources and deferred inflow of resources related to pensions, pension expense, and information about assets, liabilities and additions to/deductions from TRS's fiduciary net position. The Plan's fiduciary net position has been determined on the same basis as that used by the Plan. Benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

The fiduciary net position of the Teacher Retirement System of Texas (TRS) TRS Care Plan has been determined using the flow of economic resources measurement focus and full accrual basis of accounting. This includes for purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to other post-employment benefits, OPEB expense, and information about assets, liabilities and additions to/deductions from TRS Care's fiduciary net position. Benefit payments are recognized when due and payable in accordance with the benefit terms. There are no investments as this is a pay-as-you-go plan and all cash is held in a cash account.

The Statement of Activities demonstrates how other people or entities that participate in programs the District operates have shared in the payment of the direct costs. The "charges for services" column includes payments made by parties that purchase, use, or directly benefit from goods or services provided by a given function or segment of the District. Examples include tuition paid by students not residing in the district, school lunch charges, etc. The "grants and contributions" column includes amounts paid by organizations outside the District to help meet the operational or capital requirements of a given function. Examples include grants under the Elementary and Secondary Education Act as amended by the Every Student Succeeds Act. If a revenue is not a program revenue, it is a general revenue used to support all of the District's functions. Taxes are always general revenues.

Interfund activities between governmental funds and between governmental and proprietary funds appear as due to or due from on the Governmental Fund Balance Sheet and Proprietary Fund Statement of Net Position and as other financing sources and other uses on the Governmental Fund Statement of Revenues, Expenditures and Changes in Fund Balance and on the Proprietary Fund Statement of Revenues, Expenses and Changes in Fund Net Position. All interfund transactions between governmental funds and between governmental and internal service funds are eliminated on the government-wide statements. The District has no interfund services provided and used between functions that would be program revenue which would not be eliminated in the process of consolidation.

(Continued)

CANUTILLO INDEPENDENT SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2024

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The fund financial statements report on the financial condition and results of operations for three fund categories - governmental, proprietary, and fiduciary. Since the resources in the fiduciary funds cannot be used for District operations, they are not included in the government-wide statements. The District considers some governmental funds major and reports their financial condition and results of operations in a separate column.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. All other revenues and expenses are nonoperating.

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements use the economic resources measurement focus and the accrual basis of accounting, as do the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of the related cash flows. Property Taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements use the current financial resources measurement focus and the modified accrual basis of accounting. With this measurement focus, current assets, deferred outflow or resources, current liabilities, deferred inflow of resources, and fund balances are included on the balance sheet. Operating statements of these funds present net increases and decreases in current assets (i.e., revenues and other financing sources and expenditures and other financing uses).

The modified accrual basis of accounting recognizes revenues in the accounting period in which they become both measurable and available, and it recognizes expenditures in the accounting period in which the fund liability is incurred, if measurable, except for unmatured interest and principal on long-term debt, leases, and subscription-based information technology arrangements (SBITAs) which is recognized when due. The expenditures related to certain compensated absences and claims and judgments are recognized when the obligations are expected to be liquidated with expendable available financial resources. The District considers all revenues, other than property tax revenues, available if they are collectible within one year after year end. School Health and Related Services (SHARS) revenue is recognized when it is earned and when the annual Cost Report is acknowledged by the Texas Health and Human Service Commission.

Revenues from local sources consist primarily of property taxes, investment income, food service activity, athletic activity, extracurricular and co-curricular activity. Revenues received from the State are recognized under the susceptible-to-accrual concept, that is, when they are both measurable and available. The District considers property tax revenue available if it will be collected within 60 days of the end of the fiscal year. Miscellaneous revenues are recorded as revenue when received in cash because they are generally not measurable until actually received. Investment earnings are recorded as earned, since they are both measurable and available.

(Continued)

CANUTILLO INDEPENDENT SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2024

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Unavailable revenue from property taxes arise only under modified accrual basis of accounting. The governmental funds report this unavailable revenue as deferred inflow of resources, which is recognized as revenue in the period that the amounts become available.

Grant funds are considered to be earned to the extent of expenditures made under the provisions of the grant. Accordingly when such funds are received, they are recorded as unearned revenues until related and authorized expenditures have been made. If balances have not been expended by the end of the project period, grantors may require the District to refund all or part of the unused amount.

The Proprietary Fund Types and Fiduciary Funds are accounted for on a flow of economic resources measurement focus and utilize the accrual basis of accounting. This basis of accounting recognizes revenues in the accounting period in which they are earned and become measurable and expenses in the accounting period in which they are incurred and become measurable. With this measurement focus, assets, deferred outflows of resources, liabilities, and deferred inflows of resources associated with the operation of these funds are included on the fund Statement of Net Position. The fund equity is segregated into restricted and unrestricted net position.

D. Fund Accounting

The District reports the following major governmental funds:

1. General Fund - The general fund is the District's primary operating fund. It accounts for all financial resources except those required to be accounted for in another fund.
2. Debt Service Fund - The District accounts for resources accumulated and payments made for principal and interest on long-term general obligation debt of governmental funds in a debt service fund.

Additionally, the District reports the following fund types:

Governmental Funds:

1. Special Revenue Funds - The District accounts for resources restricted for specific purposes by a grantor in a special revenue fund. Most Federal and State financial assistance is accounted for in a Special Revenue Fund and sometimes unused balances must be returned to the grantor at the close of specified project periods.

(Continued)

CANUTILLO INDEPENDENT SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2024

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

2. Capital Project Funds - This fund accounts for proceeds from long-term debt financing that are used to construct, renovate, acquire and equip school buildings in the District and pay any associated costs.
3. Permanent Funds - The District has no Permanent Funds.

Proprietary Funds:

4. Enterprise Funds - The District has no Enterprise Funds.
5. Internal Service Funds - These funds are used to account for financing of goods or services provided by one department to other department of the District on a cost-reimbursement basis. The District's Internal Service Fund is the self-insurance fund for Health Care.

Fiduciary Funds:

6. Private Purpose Trust Funds - The District has no Private Purpose Trust Funds.
7. Pension (and Other Employee Benefit) Trust Funds - The District has no Pension Trust Funds.
8. Investment Trust Fund - The District has no Investment Trust Funds.
9. Custodial Funds - The District accounts for resources held for others in a custodial capacity in custodial funds. The District's Custodial fund is used to account for activities of student groups.

E. Other Accounting Policies

1. For purposes of the statement of cash flows for proprietary funds and similar fund types, the District considers highly liquid investments to be cash equivalents if they have a maturity of three months or less when purchased.
2. The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.
3. Investments with an original maturity greater than one year from date of purchase are stated at fair value based on quoted market prices as of year end, except for nonparticipating interest-earning investment contracts which are reported at cost. Investments with an original maturity of less than one year are reported at amortized cost.

(Continued)

CANUTILLO INDEPENDENT SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2024

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

4. The funds of the District must be deposited and invested under the terms of a contract, contents of which are set out in the **Depository Contract Law**. The depository bank places approved pledged securities for safekeeping and trust with the District's agent bank in an amount sufficient to protect District funds on a day-to-day basis during the period of the contract. The pledge of approved securities is waived only to the extent of the depository bank's dollar amount of Federal Deposit Insurance Corporation ("FDIC") insurance.
5. The **Public Funds Investment Act** (Government Code Chapter 2256) contains specific provisions in the areas of investment practices, management reports and establishment of appropriate policies. Among other things, it requires the District to adopt, implement, and publicize an investment policy. That policy must address the following areas: (1) safety of principal and liquidity, (2) portfolio diversification, (3) allowable investments, (4) acceptable risk levels, (5) expected rates of return, (6) maximum allowable stated maturity of portfolio investments, (7) maximum average dollar-weighted maturity allowed based on the stated maturity date for the portfolio, (8) investment staff quality and capabilities, (9) and bid solicitation preferences for certificates of deposit. Statutes authorize the District to invest in (1) obligations of the U.S. Treasury, certain U.S. agencies, and the State of Texas; (2) certificates of deposit, (3) certain municipal securities, (4) money market savings accounts, (5) repurchase agreements, (6) bankers acceptances, (7) mutual funds, (8) investment pools, (9) guaranteed investment contracts, (10) and common trust funds. The Act also requires the District to have independent auditors perform test procedures related to investment practices as provided by the Act. Management asserts that the District is in substantial compliance with the requirements of the Act and with local policies.
6. Additional policies and contractual provisions governing deposits and investments for the District are specified below:

Credit Risk:

Deposits - Credit risk is not applicable to deposits.

Temporary Investments - To limit the risk that an issuer or other counterparty to an investment will not fulfill its obligations, the District limits investments in public funds investment pools to those that have received top ratings issued by nationally recognized statistical rating organizations (NRSROs). As of June 30, 2024, the District's investments in TexPool, TexStar, Logic, and Texas Class investment pools were rated AAAM by Standard & Poor's. The Lone Star investment pool was rated AAAf/S1+ by Standard & Poor's.

Custodial Credit Risk:

Deposits - State law requires governmental entities to contract with financial institutions in which funds will be deposited to secure those deposits with insurance or pledged securities with a value equaling or exceeding the amount on deposit at the end of each business day. Since the District has a contract that complies with this law, it has minimal custodial credit risk for deposits.

(Continued)

CANUTILLO INDEPENDENT SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2024

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Temporary Investments - To limit the risk that, in the event of the failure of the counterparty to a transaction, a government will not be able to recover the value of investment or collateral securities that are in possession of an outside party, the District requires counterparties to register the securities in the name of the District and hand them over to the District or its designated agent. This includes securities in securities lending transactions. Investment pools are not exposed to custodial credit risk because their existence is not evidenced by securities that exist in physical or book-entry form.

Concentration of Credit Risk:

Deposits - Concentration of credit risk is not applicable to deposits.

Temporary Investments - To limit the risk of loss attributed to the magnitude of a government's investment in a single issuer, the District's policy states that the portfolio must be diversified. Concentration of Credit Risk is not applicable to investment pools since the purpose of these pools is to diversify the District's investment portfolio.

Interest Rate Risk:

Deposits - Interest rate risk is not applicable to deposits.

Temporary Investments - To limit the risk that changes in interest rates will adversely affect the fair value of investments, the District requires its investment portfolio to have maturities of less than one year on a weighted average maturity (WAM) basis.

Foreign Currency Risk:

Deposits - The District attempts to limit the risk that changes in exchange rates will adversely affect a deposit by avoiding deposits denominated in a foreign currency.

Temporary Investments - The District attempts to limit the risk that changes in exchange rates will adversely affect the fair value of an investment by avoiding investment pools or securities which are denominated in a foreign currency.

7. The District reports inventories of supplies at weighted average cost including consumable maintenance, instructional, office, athletic, and transportation items. Supplies are recorded as expenditures when they are consumed. Inventories of food commodities which are received at no cost are recorded as revenue and expenditures at fair values supplied by the Texas Department of Agriculture when received. At year end, the commodities inventory is recorded to inventory and unearned revenue.

Prepaid items on the balance sheet are accounted for using the consumption method and are recognized as expenditures in the period in which the service is provided.

(Continued)

CANUTILLO INDEPENDENT SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2024

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

8. In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt, right-to-use lease liabilities, subscription-based information technology arrangements, and other long-term obligations are reported as liabilities in the Statement of Net Position. When applicable, premiums and discounts are presented as a component of liabilities while deferred charges on refundings are presented as deferred outflows of resources. Both items are deferred and amortized over the life of the related debt using the straight line method. Long-term debt is reported net of the applicable premium or discount. The right-to-use lease and SBITA liability is calculated as the present value of the reasonably certain expected payments to be made over the term of the lease or the SBITA and the interest included in the lease or SBITA payment is recorded as an expense.

In the fund financial statements, governmental fund types recognized bond premiums and discounts, as well as bond issuance costs and new right-to-use lease agreements and new SBITAs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuance are reported as other financing sources while discounts on debt issuance are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures. For new right-to-use lease agreements and SBITAs, the initial measurement is reported in governmental fund types as an other financing source during the current period. Payments are reported as principal and interest expenditures during the reporting period in the fund level statements.

9. It is the District's policy to permit some employees to accumulate earned but unused vacation and sick pay benefits. The District currently does not have a policy to pay any amounts related to unpaid accumulated sick leave when employees separate from service with the District. However, prior to August 31, 1996, the District did allow up to 80 days of sick leave to be accumulated and paid upon separation from service and the liability recorded relates to those employees that were eligible. All vacation pay is accrued when incurred in the government-wide financial statements.
10. Capital assets, which include land, buildings, furniture and equipment, right-to-use lease assets, and subscription-based information technology arrangements (SBITAs), are reported in the governmental activities column in the government-wide financial statements. Capital assets are defined by the District as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at the acquisition value at the date of the receipt. For right-to-use assets and SBITAs the District capitalizes all right-to-use assets and SBITAs with a per-unit cost or aggregate cost that is equal to or exceeds \$50,000.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Significant gains and losses on the disposal of assets are considered infrequent in occurrence and are reported in the governmental activities column of the government-wide financial statements as a Special Item. Major outlays for capital assets and improvements are capitalized as projects are constructed.

(Continued)

CANUTILLO INDEPENDENT SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2024

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Buildings and improvements, furniture and equipment of the District are depreciated using the straight line method over the following estimated useful lives. Right-to-use assets are amortized in a systematic and rational manner over the shorter of the lease term or the useful life of the underlying asset. When a lease contains a purchase option the District chooses to exercise, the lease asset is amortized over the useful life of the underlying asset. The amortization expense is combined with depreciation expense for financial reporting purposes. SBITAs are amortized in systematic and rational manner over the shorter of the subscription arrangement or the useful life of the underlying asset. The amortization expense is combined with depreciation expense for financial reporting purposes.

<u>Assets</u>	<u>Years</u>
Buildings and Improvements	3 - 60
Portable buildings	20
Furniture and Equipment	10
Vehicles	10
Computer Equipment	10
Other Equipment	10

11. Net Position on the Statement of Net Position include the following:

- **Net Investment in Capital Assets** - This component of net position consists of capital assets, net accumulated depreciation and amortization, reduced by the outstanding balances of bonds, notes or other borrowings that are attributable to the acquisition, construction or improvement of those assets. Deferred outflows of resources and deferred inflows of resources that are attributable to the acquisition, construction, or improvement of those assets or related debt will be included in this component of net position.
- **Restricted for Federal and State Programs** - This component of net position consists of restricted assets reduced by liabilities and deferred inflows of resources related to those assets, which are restricted by federal and state granting agency(s).
- **Restricted for Debt Service** - This component of net position consists of restricted assets reduced by liabilities and deferred inflows of resources related to those assets. The assets arise from bond issuance which have constraints placed on them by the bond covenants for the purpose of future debt service payments.
- **Restricted for Campus Activities** - This component of net position consists of restricted assets reduced by liabilities and deferred inflows of resources related to those assets, which are restricted transactions related to a principal's activity fund.
- **Unrestricted Net Position** - This component of net position is the net amount of assets, deferred outflows of resources, liabilities, and deferred inflows of resources that are not included in the determination of net investment in capital assets or the restricted components of net position.

(Continued)

CANUTILLO INDEPENDENT SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2024

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

12. The District reports the following fund balance categories which describe the nature and relative strength of the spending constraints:

- **Nonspendable Fund Balance** - Represents amounts that are not in a spendable form or are legally or contractually required to be maintained intact, such as inventories.
- **Restricted Fund Balance** - Represents amounts that are restricted to specific purposes, with constraints placed on the use of resources by (a) external creditors, grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or (c) enabling legislation.
- **Committed Fund Balance** - Represents amounts that are constrained for purposes which the Board of Trustees, the District's highest level of decision-making authority, has designated their use. These amounts are committed through a formal resolution, requiring funds to be used only for specific purposes. These amounts can only be re-allocated by the same formal action that was taken to originally commit those amounts. The Board of Trustees shall take action to commit funds for a specific purpose prior to the end of the fiscal year.
- **Assigned fund balance** - Represents amounts that are constrained by the government's intent to be used for specific purposes, but are neither restricted or committed. The governing body has delegated authority to the Superintendent or designated managers. Should the Board opt not to commit any fund balances, it will implicitly defer to the designees to make appropriate assignments.
- **Unassigned fund balance** - Represents amounts that are available for any purpose and have not been restricted, committed, or assigned for specific purposes. Positive amounts are reported only in the general fund.

The Board of Trustees establishes (and modifies or rescinds) fund balance commitments by passage of a resolution. Assigned fund balance is established by the Superintendent or designated managers through adoption or amendment of the budget as intended for specific purposes.

When an expenditure is incurred for purposes for which both restricted and unrestricted net position/fund balance is available, the District considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the District considers amounts to have been spent first out of committed funds, followed by assigned amounts, and then unassigned amounts when expenditures are incurred for purposes of which amounts in any of those unrestricted fund balance classifications could be used, unless the Board of Trustees or designee's have provided otherwise in its commitment or assignment actions.

The level of adequacy for the general fund (unreserved) balance shall not be less than three months of operating expenditures. In addition, the fund balance for the debt service fund shall not be lower than 15 percent of the current year debt service requirements for the debt service fund.

(Continued)

CANUTILLO INDEPENDENT SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2024

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

13. In the fund financial statements, governmental funds report restrictions of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. The entire fund balances in the Special Revenue, Debt Service, and Capital Projects Funds have such restrictions. Since the entire fund balance is restricted for these funds, all assets are in essence restricted for their specific purpose.
14. When the District incurs an expense for which it may use either restricted or unrestricted assets, it uses the restricted assets first whenever they will have to be returned if they are not used.
15. Since Internal Service Funds support the operations of governmental funds, they are consolidated with the governmental funds in the governmental-wide financial statements. The expenditures of governmental funds that create the revenues of internal service funds are eliminated to avoid “grossing up” the revenues and expenses of the District as a whole.
16. The District sponsors self-insured plans to provide health care benefits to employees and their dependents. Revenues of this Internal Service Fund are received from both the District’s governmental funds and premiums charged to employees. Expenses are comprised of claims incurred during the fiscal year, professional and contracted services, and other miscellaneous expenses.

The General Fund is contingently liable for liabilities of this fund. Fund accounting is employed to maintain the integrity of the self-insurance activities of the District.
17. The Data Control Codes refer to the account code structure prescribed by TEA in the *Financial Accountability System Resource Guide*. Texas Education Agency requires school districts to display these codes in the financial statements filed with the Agency in order to ensure accuracy in building a Statewide data base for policy development and funding plans.
18. The District receives substantial amounts of funding from special revenue sources. The majority of this money is cost reimbursement to the District by the federal government or Texas Education Agency. The portion of revenue allowable for indirect cost is credited as revenue to the General Fund and as a reduction to revenue in the Special Revenue Fund, as appropriate. The indirect cost revenue is fully allocated to function 41 in the Statement of Activities as operating grants and contributions.
19. In accordance with the Resource Guide, the District has adopted and installed an accounting system which meets at least the minimum requirements prescribed by the Texas State Board of Education and approved by the State Auditor. Specifically, the District’s accounting system uses codes and the code structure presented in the Resource Guide. Mandatory codes are recorded in the order provided in the Resource Guide.

(Continued)

CANUTILLO INDEPENDENT SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2024

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

20. Property taxes are levied by October 1 on the assessed value listed as of the prior January 1 for all real and business personal property located in the District in conformity with Subtitle E, Texas Property Tax Code. Taxes are due on receipt of the tax bill and are delinquent if not paid before February 1 of the year following the year in which imposed. On January 31 of each year, a tax lien attaches to the property to secure the payment of all taxes, penalties, and interest ultimately imposed. Property tax revenues are considered available (1) when they become due or past due and receivable within the current period and (2) when they are expected to be collected during a 60-day period after the close of the school fiscal year.
21. Delinquent taxes are prorated between maintenance and debt service based on rates adopted for the year of the levy. Allowances for uncollectible tax receivables within the General and Debt Service Funds are based on historical experience in collecting property taxes. Uncollectible personal property taxes are periodically reviewed and written off, but the District is prohibited from writing off real property taxes without specific statutory authority from the Texas Legislature.

- F. The District implemented GASB Statement No. 100, *Accounting Changes and Error Corrections - an amendment of GASB No. 62*. The primary objective of this Statement is to enhance accounting and financial reporting requirements for accounting changes and error corrections and to provide more understandable, reliable, relevant, consistent, and comparable information for making or assessing accountability. The implementation of this Statement did not have an impact in the presentation of the financial statements or disclosures.

(Continued)

CANUTILLO INDEPENDENT SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2024

II. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

A. Explanation of Certain Differences Between the Governmental Fund Balance Sheet and the Government-Wide Statement of Net Position

Exhibit C-2 provides the reconciliation between the fund balance for total governmental funds on the governmental fund balance sheet and the net position for governmental activities as reported in the government-wide statement of net position. One element of that reconciliation explains that capital assets are not financial resources and are therefore not reported in governmental funds. In addition, long-term liabilities, including bonds payable, right-to-use lease and SBITA liabilities, and the District's proportionate share of the net pension and OPEB liabilities are not due and payable in the current period and are not reported as liabilities in the funds.

B. Explanation of Certain Differences Between the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balances and the Government-wide Statement of Activities

Exhibit C-4 provides a reconciliation between the net changes in fund balance as shown on the governmental fund statement of revenues, expenditures, and changes in fund balances and the changes in net position of governmental activities as reported on the government-wide statement of activities. One element of that reconciliation explains that current year capital outlays and debt principal payments are expenditures in the fund financial statements, but should be shown as increases in capital assets and decreases in long-term debt in the government-wide statements. This adjustment affects both the net position balance and the change in net position.

Other elements of the reconciliation on the Exhibit C-4 include recognizing property tax revenue considered available, recognizing accruals of interest on long-term debt and recognizing internal service fund activity. In addition, certain pension and OPEB expenditures are de-expended and the District recorded its proportionate share of the pension and OPEB expense. These adjustments are necessary to convert from the modified accrual basis of accounting to the full accrual basis of accounting.

(Continued)

CANUTILLO INDEPENDENT SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2024

III. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Budgetary Data

The Board of Trustees adopts an "appropriated budget" for the General Fund, Debt Service Fund and the Child Nutrition Program (which is included in the general fund). The District is required to present the adopted and final amended budgeted revenues and expenditures for each of these funds. The District compares the final amended budget to actual revenues and expenditures. The General Fund Budget Schedule is presented in Exhibit G-1. The Child Nutrition Program and the Debt Service Budget Schedule are presented in Exhibits J-2 and J-3, respectively. The Board does not adopt a budget for special revenue funds since the budgets are designated by the grantor.

The following procedures are followed in establishing the budgetary data reflected in the financial statements:

1. The budget is prepared prior to June 19 for the next succeeding fiscal year beginning July 1. The operating budget includes proposed expenditures and the means of financing them.
2. A meeting of the Board is then called for the purpose of adopting the proposed budget. At least ten days' public notice of the meeting must be given.
3. On June 26, 2023, the budget was legally enacted through passage of a resolution by the Board. Once a budget is approved, it can only be amended at the function and fund level by approval of a majority of the members of the Board. Amendments are presented to the Board at its regular meetings. Each amendment must have Board approval. As required by law, such amendments are made before the fact, are reflected in the official minutes of the Board, and are not made after fiscal year end. Because the District has a policy of careful budgetary control, several amendments were necessary during the year.
4. Each budget is controlled by the budget coordinator at the revenue and expenditure function/object level. Budgeted amounts are as amended by the Board. All budget appropriations lapse at year end.

The Child Nutrition Program Budget Schedule, Exhibit J-2, presents two small unfavorable budget variances in functions 71 (Principal on Long-Term Liabilities) and function 72 (Interest on -Long-Term Liabilities) related to the principal and interest payments of the right-to-use leases allocated to this fund that were not budgeted.

(Continued)

CANUTILLO INDEPENDENT SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2024

IV. DETAILED NOTES ON ALL FUNDS

A. Deposits and Investments

At June 30, 2024, the carrying amount of the District's deposits (cash and interest-bearing savings accounts including internal service funds) was \$5,420,075 and the total bank balance was \$5,593,692. The District's cash deposits at June 30, 2024 were fully covered by FDIC insurance or by pledged collateral held by the District's agent bank in the District's name.

In addition, the following is disclosed regarding coverage of combined balances on the date of highest deposit:

- a. Depository: Wells Fargo Bank - El Paso, Texas
- b. The estimated fair value of bonds and securities pledged as of the date of the highest combined balance on deposit was \$10,867,002.
- c. The highest combined balances of cash, savings, and time deposit accounts amounted to \$8,803,672 and occurred during the month of January 2024.
- d. Total amount of FDIC coverage at the time of the highest combined balance was \$500,000.

Due to the immediate availability of the funds, the District's temporary investments are presented as cash and cash equivalents as of June 30, 2024 and are shown below at amortized cost or fair value, which approximates the value of the pool shares:

Temporary Investments	General Fund	Debt Service Fund	Nonmajor Governmental Funds	Internal Service Funds	Total
Logic*	\$ 75,131	\$ -	\$ -	\$ -	\$ 75,131
Lone Star - Corporate Overnight Plus**	4,958,226	1,465,086	53	3,740	6,427,105
Tex Pool*	11,413	-	-	-	11,413
Tex Star*	8,193	183	-	-	8,376
Texas Class**	57,185	11,873,360	-	-	11,930,545
Total	<u>\$ 5,110,148</u>	<u>\$ 13,338,629</u>	<u>\$ 53</u>	<u>\$ 3,740</u>	<u>\$ 18,452,570</u>

* - measured at amortized cost

** - measured at fair value

(Continued)

CANUTILLO INDEPENDENT SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2024

IV. DETAILED NOTES ON ALL FUNDS (Continued)

LOGIC (Local Government Investment Cooperative) is a local government investment pool administered by Hilltop Securities and J.P. Morgan Chase. The Lone Star Investment Pool is administered by First Public, LLC. The investment managers for the pool are American Beacon Advisors and Standish Investment Corporation. The custodian bank is State Street Bank. TexPool is a local government investment pool in the State of Texas. The State Comptroller of Public Accounts oversees TexPool. There is also a TexPool Advisory Board, composed of participants, which advises on TexPool’s investment policy and approves fee increases. TexStar is an investment pool created under the Inter-local Cooperation Act and administered by J.P. Morgan Investment Management Inc. and Hilltop Securities Inc. Texas Class (Texas Cooperative Liquid Assets Securities System Trust) is a pooled investment program administered by the Public Trust Advisors, LLC. Texas Class is governed by the Board of Trustees comprised of active members and elected by the participants and is guided by the Advisory Board. For those pools measured at amortized cost, management is not aware of the presence of any limitations or restrictions on withdrawals such as redemption notice periods, maximum transactions amounts, or the investment pool’s authority to impose liquidity fees or redemption gates.

B. Due from Other Governments

The District participates in a variety of federal and state programs from which it receives grants to partially or fully finance certain activities. In addition, the District receives entitlements from the State through the School Foundation and Per Capita Programs. A majority of federal grants are passed through the TEA. Management has deemed that no allowance for doubtful accounts is necessary for fair presentation as there is usually no risk of uncollectibility. Amounts due from federal and state governments as of June 30, 2024 consisted of the following:

	General Fund	Debt Service Fund	Nonmajor Governmental Funds	Total
Federal Grants	\$ 236,165	\$ -	\$ 1,417,948	\$ 1,654,113
State and Local Grants	2,486	-	443,207	445,693
State Support	8,946,147	73,221	-	9,019,368
Total	\$ 9,184,798	\$ 73,221	\$ 1,861,155	\$ 11,119,174

(Continued)

CANUTILLO INDEPENDENT SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2024

IV. DETAILED NOTES ON ALL FUNDS (Continued)

C. Interfund Balances and Transfers

Interfund balances are the result of normal operations and are cleared out periodically. Management intends to pay out these balances within one year. Interfund balances at June 30, 2024 consisted of the following amounts:

	<u>Due From Other Funds</u>	<u>Due to Other Funds</u>
General Fund:		
Debt Service Fund	\$ -	\$ 1,016,013
Nonmajor Governmental Funds	1,371,790	1,080,496
Internal Service Fund	-	60,293
Custodial Fund	-	98,759
Total General Fund	<u>1,371,790</u>	<u>2,255,561</u>
Debt Service Funds:		
General Fund	<u>1,016,013</u>	<u>-</u>
Nonmajor Governmental Funds:		
General Fund	<u>1,080,496</u>	<u>1,371,790</u>
Internal Service Fund:		
General Fund	<u>60,293</u>	<u>-</u>
Custodial Fund:		
General Fund	<u>98,759</u>	<u>-</u>
Total	<u>\$ 3,627,351</u>	<u>\$ 3,627,351</u>

During the year ended June 30, 2024, the District made transfers out of the capital projects funds to the general fund to close out the balances in these funds since all of the projects have been completed. Interfund transfers for the year ended June 30, 2024 consisted of the following:

	<u>Transfer In</u>	<u>Transfer Out</u>
General Fund:		
Nonmajor Governmental Funds	<u>\$ 10,081</u>	<u>\$ -</u>
Nonmajor Governmental Funds:		
General Fund	<u>-</u>	<u>10,081</u>
Total	<u>\$ 10,081</u>	<u>\$ 10,081</u>

(Continued)

CANUTILLO INDEPENDENT SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2024

IV. DETAILED NOTES ON ALL FUNDS (Continued)

D. Disaggregation of Other Receivables

Other receivables are reported at gross value. Management has determined that an allowance for doubtful accounts is not necessary for fair presentation as any amounts would not be material. Other Receivables as of June 30, 2024 consisted of the following:

Due from TxDOT - Sale of Building	\$ 6,856,502
Miscellaneous	<u>4,896</u>
Total	<u><u>\$ 6,861,398</u></u>

E. Capital Asset Activity

Capital asset activity for the District for the year ended June 30, 2024, was as follows:

	Primary Governments			
	Beginning Balance	Additions	Deletions and Reclassifications	Ending Balance
Non-depreciable assets:				
Land	\$ 6,048,803	\$ -	\$ (317,219)	\$ 5,731,584
Construction in progress	568,946	1,385,314	-	1,954,260
Technology projects in progress	<u>712,168</u>	<u>-</u>	<u>-</u>	<u>712,168</u>
Total non-depreciable assets	<u>7,329,917</u>	<u>1,385,314</u>	<u>(317,219)</u>	<u>8,398,012</u>
Depreciable assets:				
Buildings and improvements	164,202,795	-	-	164,202,795
Furniture and equipment	12,881,163	1,093,549	(81,508)	13,893,204
Vehicles	<u>6,830,250</u>	<u>23,561</u>	<u>(98,330)</u>	<u>6,755,481</u>
Total depreciable assets	<u>183,914,208</u>	<u>1,117,110</u>	<u>(179,838)</u>	<u>184,851,480</u>
Right-to-use lease assets:				
Equipment	<u>730,412</u>	<u>-</u>	<u>(26,657)</u>	<u>703,755</u>
Subscription-based information technology arrangements (SBITAs)	<u>207,362</u>	<u>819,553</u>	<u>(138,673)</u>	<u>888,242</u>
Less accumulated depreciation for:				
Buildings and improvements	72,969,225	4,799,665	-	77,768,890
Furniture and equipment	10,432,146	799,719	(81,508)	11,150,357
Vehicles	<u>2,740,240</u>	<u>350,620</u>	<u>(57,530)</u>	<u>3,033,330</u>
Total accumulated depreciation	<u>86,141,611</u>	<u>5,950,004</u>	<u>(139,038)</u>	<u>91,952,577</u>

(Continued)

CANUTILLO INDEPENDENT SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2024

IV. DETAILED NOTES ON ALL FUNDS (Continued)

	Primary Governments			Ending Balance
	Beginning Balance	Additions	Deletions and Reclassifications	
Less accumulated amortization for Right-to-use lease assets:				
Equipment	86,917	144,519	(19,333)	212,103
Subscription-based information technology arrangements (SBITAs)	92,133	235,209	(75,396)	251,946
Total accumulated amortization	179,050	379,728	(94,729)	464,049
Total Capital assets, net	\$ 105,861,238	\$ (3,007,755)	\$ (428,620)	\$ 102,424,863

Depreciation and amortization expense was charged to governmental functions as follows:

11 Instruction	\$ 3,500,358
12 Instructional resources and media services	144,118
13 Curriculum development and instructional staff development	8,591
21 Instructional Leadership	50,213
23 School leadership	88,758
31 Guidance, counseling and evaluation services	25,893
32 Social work services	720
33 Health services	15,580
34 Student (pupil) transportation	334,338
35 Food services	514,942
36 Cocurricular/extracurricular activities	286,491
41 General administration	105,123
51 Plant maintenance and operations	898,631
52 Security and monitoring services	5,096
53 Data processing services	254,383
61 Community services	96,497
Total depreciation and amortization expense	<u>\$ 6,329,732</u>

(Continued)

CANUTILLO INDEPENDENT SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2024

IV. DETAILED NOTES ON ALL FUNDS (Continued)

F. Unearned Revenue

Unearned revenue at June 30, 2024, consisted of the following:

	General Fund	Nonmajor Governmental Funds	Total
Federal Grants	\$ -	\$ 104,832	\$ 104,832
State and Local Grants	-	258,713	258,713
State Support	1,075,548	-	1,075,548
USDA Commodities	18,352	-	18,352
Total	\$ 1,093,900	\$ 363,545	\$ 1,457,445

G. Deferred Outflows and Inflows of Resources for Bonds

Deferred charges on refunding of bonds for the year ended June 30, 2024, presented as deferred outflows of resources, were as follows:

	Beginning Balance	Deferred Charge New Issues	Amortization Recognized	Ending Balance
Series 2014	\$ 273,056	\$ -	\$ 53,357	\$ 219,699
Series 2015	382,487	-	351,262	31,225
Series 2016	168,085	-	27,489	140,596
Series 2017	355,967	-	32,058	323,909
Series 2020	1,253,093	-	85,822	1,167,271
Total	\$ 2,432,688	\$ -	\$ 549,988	\$ 1,882,700

Deferred gain on refunding of bonds for the year ended June 30, 2024, presented as deferred inflows of resources, was as follow:

	Beginning Balance	Deferred Gain New Issues	Amortization Recognized	Ending Balance
Series 2019	\$ 527,735	\$ -	\$ 169,094	\$ 358,641
Total	\$ 527,735	\$ -	\$ 169,094	\$ 358,641

(Continued)

CANUTILLO INDEPENDENT SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2024

IV. DETAILED NOTES ON ALL FUNDS (Continued)

H. Changes in Long-Term Liabilities

A summary of changes in general long-term liabilities for the year ended June 30, 2024 is as follows:

	Funded By	Beginning Balance	Additions	Reductions	Remeasurements	Ending Balance	Due Within One Year
Governmental Activities:							
Building and Refunding Bonds Payable	Debt Service	\$ 67,069,627	\$ -	\$ 10,675,000	\$ -	\$ 56,394,627	\$ 4,425,000
Accretion Payable - Series 2020 CABS	Debt Service	3,213,929	65,278	-	-	3,279,207	-
Unamortized Premiums on Bonds		3,340,234	-	824,061	-	2,516,173	-
		<u>73,623,790</u>	<u>65,278</u>	<u>11,499,061</u>	<u>-</u>	<u>62,190,007</u>	<u>4,425,000</u>
Other Liabilities:							
Loans from Direct Borrowing	General Fund	2,159,235	-	391,705	-	1,767,530	411,717
2020 Maintenance Tax Notes	General Fund	8,205,000	-	920,000	-	7,285,000	950,000
Unamortized Premiums on 2020 Maintenance Tax Notes	General Fund	302,581	-	42,545	-	260,036	-
Accumulated unpaid vacation and sick leave	General Fund	1,052,086	547,407	629,659	-	969,834	533,841
Right-to-Use Lease Liabilities	General Fund	650,269	-	129,070	11,230	509,969	133,838
Subscription-Based Information Technology Arrangements (SBITAs)	General Fund	92,980	746,181	206,274	56,347	576,540	198,122
Total Other Liabilities		<u>12,462,151</u>	<u>1,293,588</u>	<u>2,319,253</u>	<u>67,577</u>	<u>11,368,909</u>	<u>2,227,518</u>
Total Governmental Long-term Liabilities		<u>\$ 86,085,941</u>	<u>\$ 1,358,866</u>	<u>\$ 13,818,314</u>	<u>\$ 67,577</u>	<u>\$ 73,558,916</u>	<u>\$ 6,652,518</u>

(Continued)

CANUTILLO INDEPENDENT SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2024

IV. DETAILED NOTES ON ALL FUNDS (Continued)

I. Bonds Payable

A summary of changes in bonds payable for the year ended June 30, 2024 is as follows:

Description	Interest Rate and Maturity Date	Amounts Original Issue	Beginning Balance	Issued	Retired	Ending Balance	Due Within One Year
Unlimited Tax Refunding Bonds 2014	3.00 - 4.00% 08/15/2028	\$ 8,795,000	\$ 5,730,000	\$ -	\$ 720,000	\$ 5,010,000	\$ 835,000
Unlimited Tax Refunding Bonds 2015	4.00% 08/15/2028	8,075,000	7,840,000	-	6,525,000	1,315,000	-
Unlimited Tax Refunding Bonds 2016	3.00 - 4.00% 08/15/2031	8,645,000	8,315,000	-	335,000	7,980,000	340,000
Unlimited Tax Refunding Bonds 2017	2.00 - 4.50% 08/15/2034	8,455,000	8,305,000	-	-	8,305,000	-
Unlimited Tax Refunding Bonds 2019	2.96 - 3.50% 02/15/2036	22,980,000	17,375,000	-	2,775,000	14,600,000	2,925,000
Unlimited Tax Refunding Bonds 2020 - Current Interest Bonds	0.60%-2.34% 02/15/2038	20,290,000	19,340,000	-	320,000	19,020,000	325,000
Unlimited Tax Refunding Bonds 2020 - Capital Appreciation Bonds	1.73%-2.09% 02/15/2030	164,627	164,627	-	-	164,627	-
Total			<u>\$ 67,069,627</u>	<u>\$ -</u>	<u>\$ 10,675,000</u>	<u>\$ 56,394,627</u>	<u>\$ 4,425,000</u>

On September 21, 2022, the District defeased certain 2012 Unlimited Tax Refunding Bonds and 2014 Unlimited Tax Refunding Bonds by placing cash in an escrow account with BNY Mellon, the escrow agent for the defeasance. The escrow account and the liability for the defeased debt is not included in these financial statements. The amount of defeased debt still outstanding at June 30, 2024 was \$1,115,000 and the related escrow balance was \$1,166,904.

On January 25, 2024, the District defeased certain 2015 Unlimited Tax Refunding Bonds by placing cash in an escrow account with BOK Financial, the escrow agent for the defeasance. The escrow account and the liability for the defeased debt is not included in these financial statements. The amount of defeased debt still outstanding at June 30, 2024 was \$6,525,000 and the related escrow balance was \$6,674,633. The cash defeasance resulted in a deferred gain of \$324,031 which was netted against the 2015 Unlimited Tax Refunding Bonds deferred charges from previous refundings, and the present value of savings from cash flow was \$1,615,372.

There are a number of limitations and restrictions contained in the general obligation bond indenture. Management has indicated that the District is in compliance with all significant limitations and restrictions at June 30, 2024. For the year ended June 30, 2024, the District paid \$2,030,929 in interest costs related to bonds payable.

(Continued)

CANUTILLO INDEPENDENT SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2024

IV. DETAILED NOTES ON ALL FUNDS (Continued)

Debt service requirements of the bonds are as follows:

Year Ending June 30,	Principal	Interest	Total Requirements
2025	\$ 4,425,000	\$ 1,767,179	\$ 6,192,179
2026	4,780,000	1,619,762	6,399,762
2027	1,458,866	2,358,289	3,817,155
2028	4,016,365	2,285,039	6,301,404
2029	3,254,259	2,091,370	5,345,629
2030-2034	20,170,137	5,112,528	25,282,665
2035-2038	18,290,000	967,721	19,257,721
Total	\$ 56,394,627	\$ 16,201,888	\$ 72,596,515

Unamortized Premiums/Discounts on bonds the year ended June 30, 2024 are as follows:

Description	Beginning Balance	Premiums and Discounts on New Issues	Net Amortization Recognized	Ending Balance
Series 2014	\$ 288,601	\$ -	\$ 56,395	\$ 232,206
Series 2015	625,063	-	536,063	89,000
Series 2016	663,007	-	81,759	581,248
Series 2017	925,706	-	83,368	842,338
Series 2019	837,857	-	66,476	771,381
Total Premiums	\$ 3,340,234	\$ -	\$ 824,061	\$ 2,516,173

J. Loans from Direct Borrowings

On November 30, 2012, the District entered into an Equipment Lease-Purchase Agreement with All American Investment Group, LLC in the amount of \$1,336,618 with an annual interest rate of 2.626%. The first payment commenced on November 1, 2013, with the final payment due on November 1, 2027.

On May 7, 2013, the District entered into an Equipment Lease-Purchase Agreement with All American Investment Group, LLC in the amount of \$3,679,794 with an annual interest rate of 2.543%. The first payment commenced on May 7, 2014, with the final payment due on May 7, 2028.

(Continued)

CANUTILLO INDEPENDENT SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2024

IV. DETAILED NOTES ON ALL FUNDS (Continued)

As of June 30, 2024, the future minimum lease payment requirements are as follows:

Year Ending June 30,	Principal	Interest	Total Requirements
2025	\$ 411,717	\$ 45,378	\$ 457,095
2026	432,538	34,809	467,347
2027	456,599	23,704	480,303
2028	466,676	11,981	478,657
Total	<u>\$ 1,767,530</u>	<u>\$ 115,872</u>	<u>\$ 1,883,402</u>

The interest paid during the fiscal year ending June 30, 2024, related to financed purchases was \$55,433.

K. Maintenance Tax Notes

On July 15, 2020, the District issued Maintenance Tax Notes, Series 2020 in the amount of \$9,775,000. The notes were issued at a premium, and the net proceeds from the issuance was \$10,203,124. The tax notes are payable on February 15 and August 15 of each year, commencing on August 15, 2021, and have interest rates of 3% to 4%. The final principal payment on the notes is due on August 15, 2030. The District paid \$920,000 in principal and \$232,350 in interest on this note during the fiscal year ending June 30, 2024.

Debt service requirements of the notes are as follows:

Year Ending June 30,	Principal	Interest	Total Requirements
2025	\$ 950,000	\$ 204,300	\$ 1,154,300
2026	980,000	175,350	1,155,350
2027	1,010,000	145,500	1,155,500
2028	1,040,000	114,750	1,154,750
2029	1,070,000	83,100	1,153,100
2030-2031	2,235,000	67,575	2,302,575
Total	<u>\$ 7,285,000</u>	<u>\$ 790,575</u>	<u>\$ 8,075,575</u>

Unamortized Premiums/Discounts on maintenance tax notes for the year ended June 30, 2024 are as follows:

Description	Beginning Balance	Premiums and Discounts on New Issues	Net Amortization Recognized	Ending Balance
Series 2020	\$ 302,581	\$ -	\$ 42,545	\$ 260,036
Total Premiums	<u>\$ 302,581</u>	<u>\$ -</u>	<u>\$ 42,545</u>	<u>\$ 260,036</u>

(Continued)

CANUTILLO INDEPENDENT SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2024

IV. DETAILED NOTES ON ALL FUNDS (Continued)

L. Accumulated Unpaid Vacation and Sick Leave Benefits

Sick leave is available at the beginning of the year. The actual liability may increase or decrease due to teachers moving into and out of the district, and either using or accumulating more sick leave. Additionally, the Board of Trustees may change the District's policy with respect to accrued benefits.

Upon retirement or death of certain employees, the District pays any accrued sick leave and vacation leave in a lump cash payment to such employee or his/her estate. Individuals employed after October 1, 1985 are not eligible to receive the lump sum payments.

Only full-time support service personnel in assignments of 12 months of service are eligible for paid vacation. The number of paid vacation days an employee is entitled to depends upon the years of service.

A summary of changes in the accumulated sick leave and vacation liability follows:

	<u>Sick and Vacation Leave</u>
Balance June 30, 2023	\$ 1,052,086
Additions - New Entrants and Salary Increments	547,407
Deductions - Payments to Participants	<u>(629,659)</u>
Balance June 30, 2024	<u>\$ 969,834</u>

M. Right-to-Use Lease Liabilities

In September of 2019, the District executed a lease for a digital mailing system equipment for a term of 4 years with monthly payments of \$695. Management utilized a 6.0% interest rate to calculate the net present value. The right-to-use lease asset was amortized using the straight-line method over the term of the lease which ended during the fiscal year.

In January of 2023, the District executed a lease for copiers throughout the District for a term of 5 years with monthly payments of \$13,920. In September of 2023, one of the copiers leased was returned resulting in a decrease in the liability of \$11,230 and a new monthly payment of \$13,643 for the remainder of the contract term. Management utilized a 6.65% interest rate to calculate the net present value of the lease. The right-to-use lease asset is being amortized over the term of the lease using the straight-line method.

During fiscal year 2024, the District made total principal payments of \$129,070 and interest payments of \$35,204.

(Continued)

CANUTILLO INDEPENDENT SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2024

IV. DETAILED NOTES ON ALL FUNDS (Continued)

Debt service requirements for the Right-to-Use Leases are as follows:

Year Ending June 30,	Principal	Interest	Total Requirements
2025	\$ 133,838	\$ 29,883	\$ 163,721
2026	143,015	20,706	163,721
2027	152,820	10,900	163,720
2028	80,296	1,565	81,861
Total	\$ 509,969	\$ 63,054	\$ 573,023

N. Subscription-Based Information Technology Arrangements (SBITA)

The District has executed various agreements for software, licenses, educational instruction, and data management to be used throughout the District for terms of two to five years. During fiscal year 2024, an agreement was not renewed resulting in a decrease of the liability of \$56,347. A liability of \$746,181 for new arrangements entered into during fiscal year 2024 has been recorded based on present value calculations of future minimum SBITA payments and interest rates ranging from 2.656% to 2.851%. The District is required to make annual payments during the subscription term.

During fiscal year 2024, the District made principal payments of \$206,274 and interest payments of \$1,049, calculated using rates that range from 2.015% to 2.851% for all SBITAs.

Debt service requirements for SBITAs are as follows:

Year Ending June 30,	Principal Payments	Interest payments	Total Requirements
2025	\$ 198,122	\$ 15,994	\$ 214,116
2026	184,532	10,548	195,080
2027	100,053	5,395	105,448
2028	93,833	2,617	96,450
Total	\$ 576,540	\$ 34,554	\$ 611,094

O. Rebatable Arbitrage

The Tax Reform Act of 1986 instituted certain arbitrage restrictions with respect to the issuance of tax exempt bonds after August 31, 1986. Arbitrage regulations deal with the investment of all tax-exempt bond proceeds at an interest yield greater than the interest yield paid to bondholders. Generally, all interest paid to bondholders can be retroactively rendered taxable if applicable rebates are not reported and paid to the Internal Revenue Service (IRS) at least five years. Arbitrage is evaluated and estimated on an annual basis by a third party. The company has estimated no liability for the District as of June 30, 2024.

(Continued)

CANUTILLO INDEPENDENT SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2024

IV. DETAILED NOTES ON ALL FUNDS (Continued)

P. Defined Benefit Pension Plan

Plan Description: The District participates in a cost-sharing multiple-employer defined benefit pension plan 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.

Pension Plan Fiduciary Net Position: Detailed information about the Teacher Retirement System's fiduciary net position is available in a separately-issued Annual Comprehensive Financial Report (ACFR) that includes financial statements and required supplementary information. That report may be obtained on the internet at <https://www.trs.texas.gov/TRS%20Documents/2023%20ACFR%20Final%202011-20-2023.pdf> by writing to TRS at 1000 Red River Street, Austin, TX 78701-2698; or by calling (512) 542-6592.

Benefits Provided: TRS provides service and disability retirement, as well as death and survivor benefits, to eligible employees (and their beneficiaries) of public and higher education in Texas. The pension formula is calculated using 2.3 percent (multiplier) times the average of the five highest annual creditable salaries times years of credited service to arrive at the annual standard annuity except for members who are grandfathered, the three highest annual salaries are used. The normal service retirement is at age 65 with 5 years of credited service or when the sum of the member's age and years of credited service equals 80 or more years. Early retirement is at age 55 with 5 years of service credit or earlier than 55 with 30 years of service credit. There are additional provisions for early retirement if the sum of the member's age and years of service credit total at least 80, but the member is less than age 60 or 62 depending on date of employment, or if the member was grandfathered in under a previous rule. There are no automatic post-employment benefit changes; including automatic COLAs. Ad hoc post-employment benefit changes, including ad hoc COLAs can be granted by the Texas Legislature as noted in the Plan description above.

State law requires the plan to be actuarially sound in order for the legislature to consider a benefit enhancement, such as a supplemental payment to the retirees. The pension became actuarially sound in May 2019 when the 86th Texas legislature approved the TRS Pension Reform Bill (SB12) that provided gradual contribution increases from the state, participating employers and active employees for the fiscal years 2019 through 2024.

(Continued)

CANUTILLO INDEPENDENT SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2024

IV. DETAILED NOTES ON ALL FUNDS (Continued)

Contributions: 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% of the member’s annual compensation and a state contribution rate of not less than 6% and not more than 10% of the aggregate annual compensation paid to members of the system during the fiscal year. Texas Government Code section 821.006 prohibits benefit improvements, if as a result of the particular action, the time required to amortize TRS’ unfunded actuarial liabilities would be increased to a period that exceeds 31 years, or, if the amortization period already exceeds 31 years, the period would be increased by such action. Actuarial implications of the funding provided in this manner are determined by the System’s actuary.

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 2019 through 2024.

	<u>Contribution Rates</u>	
	<u>Plan Fiscal Year</u>	
	<u>2023</u>	<u>2024</u>
Member	8.00%	8.25%
Non-Employer Contributing Entity (State)	8.00%	8.25%
Employers	8.00%	8.25%

<u>Contributions Required and Made</u>	
2024 Employer Contributions	\$ 2,145,485
2024 Member Contributions	4,278,263
2023 Plan Year NECE On-Behalf Contributions (State)	2,538,060

Contributors to the plan include active members, employers, and the State of Texas as the only non-employer contributing entity. The State is the employer for senior colleges, medical schools and state agencies, including TRS. In each respective role, the State contributes to the plan in accordance with State Statutes and the General Appropriations Act (GAA).

As the non-employer contributing entity for public education and junior colleges, the State of Texas contributes to the retirement system an amount equal to the current employer contribution rate times the aggregate annual compensation of all participating members of the pension trust fund during that fiscal year reduced by the amounts described below which are paid by the employers. Employers (public school, junior college, other entities or the State of Texas as the employer for senior universities and medical schools) are required to pay the employer contribution rate in the following instances:

(Continued)

CANUTILLO INDEPENDENT SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2024

IV. DETAILED NOTES ON ALL FUNDS (Continued)

- On the portion of the member's salary that exceeds the statutory minimum for members entitled to the statutory minimum under Section 21.402 of the Texas Education Code.
- During a new member's first 90 days of employment.
- When any part or all of an employee's salary is paid by federal funding sources, a privately sponsored source, from non-educational and general, or local funds.
- When the employing district is a public junior college or junior college district, the employer shall contribute to the retirement system an amount equal to 50 percent of the state contribution rate for certain instructional or administrative employees; and 100 percent of the state contribution rate for all other employees.

Included in the employer contributions amount listed above for fiscal year 2024, the District paid \$737,220 for the Public Education Employer Contribution. The District did not employ TRS retirees and therefore did not pay any retiree surcharges. These two additional surcharges an employer is subject to are summarized as follows:

- When employing a retiree of the Teacher Retirement System, the employer shall pay both the member contribution and the state contribution as an employment after retirement surcharge.
- All public schools, charter schools and regional education service centers must contribute 1.8 percent of the member's salary beginning in fiscal year 2023, gradually increasing to 2 percent in fiscal year 2025.

Actuarial Assumptions: The actuarial valuation was performed as of August 31, 2022. Update procedures were used to roll forward the total pension liability to August 31, 2023. The total pension liability is determined by an annual actuarial valuation. The actuarial methods and assumptions were selected by the Board of Trustees based upon analysis and recommendations by the System's actuary. The Board of Trustees has sole authority to determine the actuarial assumptions used for the Plan. The actuarial methods and assumptions were primarily based on a study of actual experience for the four year period ending August 31, 2021 and were adopted in July 2022. The following table discloses the assumptions that were applied to this measurement period:

Valuation Date	August 31, 2022 rolled forward to August 31, 2023
Actuarial Cost Method	Individual Entry Age Normal
Asset Valuation Method	Fair Value
Single Discount Rate	7.00%

(Continued)

CANUTILLO INDEPENDENT SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2024

IV. DETAILED NOTES ON ALL FUNDS (Continued)

Mortality Assumption	<p>The active mortality rates were based on the PUB (2010), Amount-Weighted, Below-Median Income, Teacher, Male and Female tables, with a 2-year set forward for male. The rates are projected on a fully generational basis by the long-term rates of scale UMP 2021 to account for future mortality improvements.</p> <p>The post-retirement mortality rates were based on the 2021 TRS of Texas Healthy Pensioner Mortality Tables. The rates are projected on a fully generational basis by Scale UMP 2021, but with immediate convergence, to account for future mortality improvements.</p>
Long-term expected Investment Rate of Return	7.00%
Municipal Bond Rate as of August 2023	4.13%. - The source for the rate is the Fixed Income Market Data/Yield Curve/Data Municipal Bonds with 20 years to maturity that include only federally tax-exempt municipal bonds as reported in Fidelity Index's "20-Year Municipal GO AA Index"
Last year ending August 31 in Projection Period (100 years)	2122
Inflation	2.30%
Salary Increases	2.95% to 8.95% including inflation
Ad hoc post-employment benefit changes	None

The actuarial methods and assumptions used in the determination of the total pension liability are the same assumptions used in the actuarial valuation as of August 31, 2022. For a full description of these assumptions please see the actuarial valuation report dated November 22, 2022.

Discount Rate: A single discount rate of 7.00 percent was used to measure the total pension liability. The single discount rate was based on the expected rate of return on pension plan investments of 7.00 percent. The projection of cash flows used to determine the discount rate assumed that contributions from active members, employers and the non-employer contributing entity will be made at the rates set by the Legislature during the 2019 legislative session. It is assumed that future employer and state contributions will be 9.50 percent of payroll in fiscal year 2024 increasing to 9.56 percent of payroll in fiscal year 2025 and thereafter. This includes all employer and state contributions for active and rehired retirees.

(Continued)

CANUTILLO INDEPENDENT SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2024

IV. DETAILED NOTES ON ALL FUNDS (Continued)

Based on those assumptions, the pension plan’s fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

The long-term expected rate of return on pension plan investments is 7.00 percent and was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

Best estimates of geometric real rates of return for each major asset class included in the System’s target asset allocation as of August 31, 2023 are summarized below:

Asset Class*	Target Allocation %**	Long-Term Expected Geometric Real Rate of Return***	Expected Contribution to Long-Term Portfolio Returns
Global Equity			
USA	18.00%	4.00%	1.00%
Non-U.S. Developed	13.00%	4.50%	0.90%
Emerging Markets	9.00%	4.80%	0.70%
Private Equity*	14.00%	7.00%	1.50%
Stable Value			
Government Bonds	16.00%	2.50%	0.50%
Absolute Return*	0.00%	3.60%	0.00%
Stable Value Hedge Funds	5.00%	4.10%	0.20%
Real Return			
Real Estate	15.00%	4.90%	1.10%
Energy, Natural Resources and Infrastructure	6.00%	4.80%	0.40%
Commodities	0.00%	4.40%	0.00%
Risk Parity	8.00%	4.50%	0.40%
Asset Allocation Leverage			
Cash	2.00%	3.70%	0.00%
Asset Allocation Leverage	-6.00%	4.40%	-0.01%
Inflation Expectation			2.30%
Volatility Drag****			-0.90%
Total	100.00%		8.00%

*Absolute Return includes Credit Sensitive Investments.

**Target allocations are based on the FY2023 policy model.

***Capital Market Assumptions come from Aon Hewitt (as of 6/30/2023).

****The volatility drag results from conversion between arithmetic and geometric mean returns.

(Continued)

CANUTILLO INDEPENDENT SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2024

IV. DETAILED NOTES ON ALL FUNDS (Continued)

Discount Rate Sensitivity Analysis: The following table presents the net pension liability of the plan using the discount rate of 7.00 percent, and what the net pension liability would be if it were calculated using a discount rate that is one percentage point lower (6.00 percent) or one percentage point higher (8.00 percent) than the current rate.

	1% Decrease 6.00%	Current Single Discount Rate 7.00%	1% Increase 8.00%
District's proportionate share of the net pension liability	\$ 42,586,837	\$ 28,485,123	\$ 16,759,541

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions: At June 30, 2024, the District reported a liability of \$28,485,123 for its proportionate share of the TRS net pension liability. This liability reflects a reduction for State pension support provided to the District. The amount recognized by the District as its proportionate share of the net pension liability, the related State support, and the total portion of the net pension liability that was associated with the District were as follows:

The District's proportionate share of the collective net pension liability	\$ 28,485,123
State's proportionate share that is associated with the District	<u>33,916,763</u>
Total	<u><u>\$ 62,401,886</u></u>

The net pension liability was measured as of August 31, 2022 and rolled forward to August 31, 2023 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The District's proportion of the net pension liability was based on the District's contributions to the pension plan relative to the contributions of all employers to the plan for the period September 1, 2022 through August 31, 2023.

At August 31, 2023 the employer's proportion of the collective net pension liability was 0.0414688859% which was an increase of 0.0028363016% from its proportion measured as of August 31, 2022.

Changes of Assumptions Since the Prior Actuarial Valuation: The actuarial assumptions and methods are the same as used in the determination of the prior year's net pension liability.

Changes in Benefit Provisions Since the Prior Measurement Date: The Texas 2023 Legislature passed legislation that provides a one-time stipend to certain retired teachers. The stipend was paid to retirees beginning in September 2023. The Legislature appropriated funds to pay for this one-time stipend so there will be no impact on the Net Pension Liability of TRS. In addition, the Legislature also provided for a cost of living adjustment (COLA) to retirees which was approved during the November 2023 election which will be paid January 2024. Therefore, this contingent liability was not reflected as of August 31, 2023.

(Continued)

CANUTILLO INDEPENDENT SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2024

IV. DETAILED NOTES ON ALL FUNDS (Continued)

For the year ended June 30, 2024, the District recognized pension expense of \$5,121,138 and revenue of \$5,121,138 for support provided by the State.

The amount of pension expense recognized by the District in the reporting period was \$10,344,376.

At June 30, 2024, the District reported its proportionate share of the TRS's deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 1,014,935	\$ 344,924
Changes in actuarial assumptions	2,694,135	659,316
Net difference between projected and actual investment earnings	4,145,277	-
Changes in proportion and difference between District's contributions and proportionate share of contributions	1,999,011	309,861
District contributions to TRS subsequent to the measurement date	1,832,211	-
Total	\$ 11,685,569	\$ 1,314,101

The \$1,832,211 reported as deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending June 30, 2025.

The net amounts of the District's balances of deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended June 30	Pension Expense
2025	\$ 1,847,730
2026	1,244,652
2027	3,880,196
2028	1,308,249
2029	258,430
Thereafter	-
	\$ 8,539,257

(Continued)

CANUTILLO INDEPENDENT SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2024

IV. DETAILED NOTES ON ALL FUNDS (Continued)

Changes in Net Pension Liability:

	Beginning Balance	Additions	Reductions	Ending Balance
Net Pension Liability	\$ 22,935,172	\$ 7,681,551	\$ 2,131,600	\$ 28,485,123

Payable to the Pension Plan: At June 30, 2024, the District reported a payable of \$657,797 to the pension plan for the outstanding amount of contractually required contributions related to past service costs. Member contributions included in this payable were \$423,369.

Q. Defined Other Post-Employment Benefit Plan

Plan Description: The District participates in the Texas Public School Retired Employees Group Insurance Program (TRS-Care). It is a multiple-employer, cost-sharing defined Other Post-Employment Benefit (OPEB) plan that has a special funding situation. The plan is administered through a trust by the Teacher Retirement System of Texas (TRS) Board of Trustees. 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.

OPEB Plan Fiduciary Net Position: Detail information about the TRS-Care’s fiduciary net position is available in the separately-issued TRS Annual Comprehensive Financial Report (ACFR) that includes financial statements and required supplementary information. That report may be obtained on the internet at <https://www.trs.texas.gov/TRS%20Documents/2023%20ACFR%20Final%2011-20-2023.pdf>; by writing to TRS at 1000 Red River Street, Austin, TX 78701-2698; or by calling (512) 542-6592.

Benefits Provided: TRS-Care provides health insurance coverage to retirees from public schools, charter schools, regional education service centers and other educational districts who are members of the TRS pension plan. Optional dependent coverage is available for an additional fee.

Eligible non-Medicare retirees and their dependents may enroll in TRS-Care Standard, a high-deductible health plan. Eligible Medicare retirees and their dependents may enroll in the TRS-Care Medicare Advantage medical plan and the TRS-Care Medicare Rx prescription drug plan. To qualify for TRS-Care coverage, a retiree must have at least 10 years of service credit in the TRS pension system. There are no automatic post-employment benefit changes; including automatic COLAs.

(Continued)

CANUTILLO INDEPENDENT SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2024

IV. DETAILED NOTES ON ALL FUNDS (Continued)

The premium rates for retirees are reflected in the following table:

TRS-Care Monthly Plan Premium Rates				
	Medicare		Non-Medicare	
Retiree or Surviving Spouse	\$	135	\$	200
Retiree and Spouse		529		689
Retiree or Surviving Spouse and Children		468		408
Retiree and Family		1,020		999

Contributions: 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 on active employee compensation. The TRS Board of trustees does not have the authority to set or amend contribution rates.

Texas Insurance Code, section 1575.202 establishes the state’s contribution rate which is 1.25 percent of the employee’s salary. Section 1575.203 establishes the active employee’s rate which is 0.65 percent of salary. Section 1575.204 establishes an employer contribution rate of not less than 0.25 percent or not more than 0.75 percent of the salary of each active employee of the public or charter school. The actual employer contribution rate is prescribed by the Legislature in the General Appropriations Act. The following table shows contributions to the TRS-Care plan by type of contributor.

	Contributions Rates	
	<u>2023</u>	<u>2024</u>
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%
2024 Employer Contributions	\$ 440,410	
2024 Member Contributions	338,701	
2023 Plan Year NECE On-behalf Contributions (State)	556,879	

In addition to the employer contributions listed above, there is an additional surcharge all TRS employers are subject to, regardless of whether or not they participate in the TRS-Care OPEB program. When employers hire a TRS retiree, employers are required to pay TRS-Care a monthly surcharge of \$535 per retiree. During the year ended June 30, 2024, the District did not employ TRS retirees and therefore did not pay any surcharge amounts to TRS-Care.

(Continued)

CANUTILLO INDEPENDENT SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2024

IV. DETAILED NOTES ON ALL FUNDS (Continued)

TRS-Care received supplemental appropriations from the State of Texas as the Non-Employer Contributing Entity in the amount of \$21.3 million in fiscal year 2023 provided by Rider 14 of the Senate Bill GAA of the 87th Legislature. These amounts were re-appropriated from amounts received by the pension and TRS-Care funds in excess of the state's actual obligation and then transferred to TRS-Care.

Actuarial Assumptions: The actuarial valuation was performed as of August 31, 2022. Update procedures were used to roll forward the Total OPEB Liability to August 31, 2023. The actuarial valuation of the OPEB plan offered through TRS-Care is similar to the actuarial valuation performed for the pension plan, except that the OPEB valuation is more complex. The demographic assumptions were updated based on the experience study performed for TRS for the period ending August 31, 2021. The following assumptions and other inputs used for members of TRS-Care are based on an established pattern of practice and are identical to the assumptions used in the August 31, 2022 pension actuarial valuation that was rolled forward to August 31, 2023:

Rates of Mortality	General Inflation
Rates of Retirement	Wage Inflation
Rates of Termination	Salary Increases
Rates of Disability Incidence	

Additional Actuarial Methods and Assumptions:

Valuation Date	August 31, 2022 rolled forward to August 31, 2023
Actuarial Cost Method	Individual Entry-Age Normal
Inflation	2.30%
Single Discount Rate	4.13% as of August 31, 2023
Salary Increases	2.95% to 8.95%, including inflation
Demographic Assumptions	The rates of mortality, retirement, termination and disability incidence are identical to the assumptions used to value the pension liabilities of TRS. The demographic assumptions were developed in the experience study performed for TRS for the period ending August 31, 2021.

(Continued)

CANUTILLO INDEPENDENT SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2024

IV. DETAILED NOTES ON ALL FUNDS (Continued)

Mortality Assumption	The post-retirement mortality rates for healthy lives were based on the 2021 TRS of Texas Healthy Pensioner Mortality Tables with full generational projection using the ultimate rates of Scale MP 2021. The active mortality rates were based on PUB(2010) Amount-Weighted, Below-Median Income, Teacher male and female tables (with a two-year set forward for males), also with full generational mortality using the ultimate rates of Scale MP 2021.
Health Care Trend Rates	Initial medical trend rates of 7.75% for Medicare retirees and 7.00% for non-Medicare retirees. Initial prescription drug trend rate of 7.75% for all retirees. Initial trend rates decrease to an ultimate trend rate of 4.25% over a period of 12 years.
Election Rates	Normal Retirement: 62% participation prior to age 65 and 25% participation after age 65; 30% of pre-65 retirees are assumed to discontinue coverage at age 65
Aging Factors	Based on plan specific experience.
Expenses	Third-party administrative expenses related to the delivery of health care benefits are included in the age-adjusted claims costs.
Ad hoc post-employment benefit changes	None
Other Information:	
Notes	Assumption changes include a discount rate change from 3.91% as of August 31, 2022 to 4.13% as of August 31, 2023, and revised demographic and economic assumptions based on the TRS experience study.

Discount Rate: A single discount rate of 4.13 percent was used to measure the Total OPEB Liability. This was an increase of 0.22 percent in the discount rate since the previous year. Because the investments are held in cash and there is no intentional objective to advance fund the benefits, the single discount rate is equal to the prevailing municipal bond rate.

The source of the municipal bond rate is the Fidelity “20-year Municipal GO AA Index” as of August 31, 2023 using the Fixed Income Market Data/Yield Curve/Data Municipal bonds with 20 years to maturity that include only federally tax exempt municipal bonds.

(Continued)

CANUTILLO INDEPENDENT SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2024

IV. DETAILED NOTES ON ALL FUNDS (Continued)

Discount Rate Sensitivity Analysis: The following schedule shows the impact of the Net OPEB Liability if the discount rate used was 1 percentage point lower than and 1 percentage point higher than the discount rate that was used in measuring the Net OPEB Liability.

	1% Decrease 3.13%	Current Single Discount Rate 4.13%	1% Increase 5.13%
District's proportionate share of the Net OPEB Liability:	\$ 13,871,848	\$ 11,777,845	\$ 10,069,088

Healthcare Cost Trend Rates Sensitivity Analysis: The following schedule shows the impact of the Net OPEB Liability if a healthcare trend rate that is 1 percent less than and 1 percent greater than the health trend rates assumed.

	1% Decrease in Healthcare Trend Rate	Current Single Healthcare Trend Rate	1% Increase in Healthcare Trend Rate
District's proportionate share of the Net OPEB Liability:	\$ 9,698,466	\$ 11,777,845	\$ 14,452,973

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEBs: At June 30, 2024, the District reported a liability of \$11,777,845 for its proportionate share of the TRS-Care's net OPEB liability. This liability reflects a reduction for State OPEB support provided to the District. The amount recognized by the District as its proportionate share of the net OPEB liability, the related State support, and the total portion of the net OPEB liability that was associated with the District were as follows:

The District's proportionate share of the collective Net OPEB Liability	\$ 11,777,845
State's proportionate share that is associated with the District	<u>14,211,780</u>
Total	<u><u>\$ 25,989,625</u></u>

The net OPEB liability was measured as of August 31, 2022 and rolled forward to August 31, 2023 and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of that date. The employer's proportion of the net OPEB liability was based on the employer's contributions to the OPEB plan relative to the contributions of all employers to the plan for the period September 1, 2022 through August 31, 2023.

At August 31, 2023 the employer's proportion of the collective net OPEB liability was 0.0532012030%, which was an increase of 0.0023425355% from its proportion measured as of August 31, 2022.

(Continued)

CANUTILLO INDEPENDENT SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2024

IV. DETAILED NOTES ON ALL FUNDS (Continued)

Changes Since the Prior Measurement Date– The following were changes to the actuarial assumptions or other inputs that affected measurement of the total OPEB liability since the prior measurement period:

- The single discount rate changed from 3.91 percent as of August 31, 2022 to 4.13 percent as of August 31, 2023, accompanied by revised demographic and economic assumptions based on the TRS experience study.

Changes of Benefit Terms Since the Prior Measurement Date - There were no changes in benefit terms since the prior measurement date.

For the year ended June 30, 2024, the District recognized OPEB expense of \$(3,038,179) and revenue of \$(3,038,179) for support provided by the State.

The amount of OPEB expense recognized by the District in the reporting period was \$(5,061,617).

At June 30, 2024, the District reported its proportionate share of the TRS-Care’s deferred outflows of resources and deferred inflows of resources related to other post-employment benefits (OPEB) from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 532,858	\$ 9,908,825
Changes in actuarial assumptions	1,607,590	7,211,887
Difference between projected and actual investment earnings	5,089	-
Changes in proportion and difference between the District’s contributions and the proportionate share of contributions	2,181,569	219,198
Contributions paid to TRS-Care subsequent to the measurement date	370,631	-
Total	\$ 4,697,737	\$ 17,339,910

The \$370,631 reported as deferred outflows of resources related to OPEB resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability in the year ended June 30, 2025.

(Continued)

CANUTILLO INDEPENDENT SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2024

IV. DETAILED NOTES ON ALL FUNDS (Continued)

The net amounts of the employer’s balances of deferred outflows and inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year Ended June 30:	OPEB Expense
2025	\$ (3,003,764)
2026	(2,463,568)
2027	(1,732,237)
2028	(1,969,411)
2029	(1,672,625)
Thereafter	<u>(2,171,199)</u>
	<u>\$ (13,012,804)</u>

Changes in Net OPEB Liability:

	Beginning Balance	Additions	Reductions	Ending Balance
Net OPEB Liability	<u>\$ 12,177,602</u>	<u>\$ 61,750</u>	<u>\$ 461,507</u>	<u>\$ 11,777,845</u>

Payable to the OPEB Plan: At June 30, 2024, the District reported a payable of \$76,473 to the OPEB plan for the outstanding amount of contractually required contributions related to past service costs. Member contributions included in this payable were \$33,357.

Medicare Prescription Drug Program: The Medicare Prescription Drug, Improvement, and Modernization Act of 2003, which was effective January 1, 2006, established prescription drug coverage for Medicare beneficiaries known as Medicare Part D. One of the provisions of Medicare Part 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. Medicare Part D contributions made on behalf of the District’s employees for the years ended June 30, 2024, 2023, and 2022 were \$275,547, \$271,531, and \$201,649, respectively. These amounts are recorded as equal revenues and expenditures in the governmental fund financial statements of the District.

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CANUTILLO INDEPENDENT SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2024

IV. DETAILED NOTES ON ALL FUNDS (Continued)

R. Risk Management

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Board maintains insurance policies acquired from independent insurance carriers covering all structural property, automobiles, casualty and workers compensation. There have been no significant reductions in insurance coverage from prior years and settlements did not exceed insurance coverage.

For the year ended June 30, 2024, Canutillo Independent School District carried insurance for building, contents, and property for insurable values of \$381,820,688 with deductibles ranging from \$1,000 to \$250,000 per occurrence. General liability coverage is limited to \$2,000,000 general aggregate with a \$1,000 deductible. Automobile liability is limited to a combined single limit of \$1,000,000 with a \$500 deductible.

S. Health Care Coverage

During the year ended June 30, 2024, employees of the District were covered by the District’s medical self-insurance Plan (“the Plan”). The District contributed approximately \$623 per month per employee to the Plan. Employees, at their option, authorized payroll withholdings to pay premiums for dependent’s health insurance coverage. Blue Cross Blue Shield of Texas is the third party administrator for the plan. Terms and provisions are included in the contractual provisions.

The District obtained excess loss insurance which limited annual claims paid from the Fund for the year ended June 30, 2024 to \$125,000 for any individual participant. There was no aggregate limit for the Fund.

Estimates of claims payable and of claims incurred but not reported (IBNR) at June 30, 2024, are reflected as accrued expenses of the fund. The plan is funded to discharge liabilities of the fund as they become due.

Changes in the claims activity and liability as of June 30 is follows:

	2024	2023	2022
Unpaid claims, beginning of year	\$ 781,026	\$ 909,260	\$ 654,545
Incurred claims (including IBNRs)	4,734,584	7,557,840	7,947,187
Claim payments	(5,043,610)	(7,686,074)	(7,692,472)
Unpaid claims, end of fiscal year	<u>\$ 472,000</u>	<u>\$ 781,026</u>	<u>\$ 909,260</u>

(Continued)

CANUTILLO INDEPENDENT SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2024

IV. DETAILED NOTES ON ALL FUNDS (Continued)

T. Unemployment Compensation Pool

During the year ended June 30, 2024, Canutillo ISD provided unemployment compensation coverage to its employees through participation in the TASB Risk Management Fund (the Fund). The Fund was created and is operated under the provisions of the Interlocal Cooperation Act, Chapter 791 of the Texas Government Code. The Fund’s Unemployment Compensation Program is authorized by Section 22.005 of the Texas Education Code and Chapter 172 of the Texas Local Government Code. All members participating in the Fund execute Interlocal Agreements that define the responsibilities of the parties.

The Fund meets its quarterly obligation to the Texas Workforce Commission. Expenses are accrued monthly until the quarterly payment has been made. Expenses can be reasonably estimated; therefore there is no need for specific or aggregate stop loss coverage for the Unemployment Compensation pool. For the year ended June 30, 2024, the Fund anticipates that Canutillo ISD has no additional liability beyond the contractual obligation for payment contribution.

The Fund engages the services of an independent auditor to conduct a financial audit after the close of each year on August 31. The audit is accepted by the Fund’s Board of Trustees in February of the following year. The Fund’s audited financial statements as of August 31, 2023, are available on the TASB Risk Management Fund website and have been filed with the Texas Department of Insurance in Austin.

U. Fund Balances

As of June 30, 2024, fund balances are composed of the following:

	General Fund	Debt Service Fund	Nonmajor Governmental Funds	Total Governmental Funds
Nonspendable:				
Inventories	\$ 276,609	\$ -	\$ -	\$ 276,609
Prepayments	143,324	825	-	144,149
Restricted:				
Food Services	1,932,687	-	150,507	2,083,194
Capital Acquisition	-	-	53	53
Campus Activities	-	-	558,082	558,082
Retirement of Long-Term Debt	-	14,334,507	-	14,334,507
Assigned:				
Health Care Fund Infusion	1,000,000	-	-	1,000,000
Central Office Demolition/Remodel	1,300,000	-	-	1,300,000
Technology Refresh Plan	1,390,000	-	-	1,390,000
Unassigned	13,863,297	-	-	13,863,297
Total fund balances	\$ 19,905,917	\$ 14,335,332	\$ 708,642	\$ 34,949,891

(Continued)

CANUTILLO INDEPENDENT SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2024

IV. DETAILED NOTES ON ALL FUNDS (Continued)

In fiscal year 2024, the health care fund reported a deficit fund balance of (\$687,351) mainly caused by a decrease in enrollment due to changes in the plan benefit coverage and increase in medical costs due to inflation. Management is actively monitoring and evaluating the Health Care Fund. The District will contribute \$1,000,000 to the fund from the General Operating Reserved Fund Balance in fiscal year 2025. In addition, the District’s contributions to the plan has been modified. The District will continue to emphasize preventative care and healthy living initiatives. Management will continue to evaluate the plan and make any necessary changes to benefit coverage as well as contribution amounts.

As of June 30, 2024, there were no committed fund balances.

As discussed in Note V below, as of June 30, 2024, the District has \$256,374 of encumbrances of operating funds in major funds that rolled over into the next fiscal year.

V. Encumbrances

Encumbrance accounting is employed as an extension of formal budgetary integration for the general fund, special revenue funds, and capital projects funds. Encumbrances represent commitments related to contracts not yet performed and are used to control expenditures for the year and to enhance cash management. The encumbrance account does not represent an expenditure for the period, only a commitment to expend resources. Encumbrances for goods or purchased services are documented by purchase orders or contracts. Under Texas law, appropriations lapse at year end, and encumbrances outstanding at that time are to be either canceled or appropriately provided for in the subsequent year’s budget. At June 30, 2024, certain amounts which were previously restricted or assigned for specific purposes have been encumbered in the governmental funds. Significant encumbrances included in governmental fund balances are as follows:

	<u>Encumbrances Included in:</u>		
	<u>Restricted Fund Balance</u>	<u>Assigned Fund Balance</u>	<u>Total</u>
General Fund	\$ 2,345	\$ 253,867	\$ 256,212
Nonmajor Funds	162	-	162
Total	\$ 2,507	\$ 253,867	\$ 256,374

(Continued)

CANUTILLO INDEPENDENT SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2024

IV. DETAILED NOTES ON ALL FUNDS (Continued)

W. Revenue from Local and Intermediate Sources

During the year, revenues from local and intermediate sources consisted of the following:

	General Fund	Debt Service Fund	Nonmajor Governmental Funds	Total
Property taxes	\$ 23,631,364	\$ 12,419,771	\$ -	\$ 36,051,135
Penalties, interest and other tax related income	201,563	67,545	-	269,108
Athletic activities	65,039	-	-	65,039
Enterprising services	-	-	569,604	569,604
Investment income	636,903	703,719	981	1,341,603
Insurance recovery	40,228	-	-	40,228
Food service activity	62,431	-	-	62,431
Revenue from Foundations	-	-	302,715	302,715
Computer buyback program	126,261	-	-	126,261
Rebates	24,408	-	-	24,408
Other	45,702	-	-	45,702
Total	\$ 24,833,899	\$ 13,191,035	\$ 873,300	\$ 38,898,234

X. School Health and Related Services (SHARS)

SHARS is a Medicaid financing program and allows local school districts to obtain Medicaid reimbursement for certain health-related services provided to students in special education. Since SHARS settle-up amounts are usually calculated and received or more in arrears, the district does not have adequate information to make an estimate of the receivable related to the current year on the government wide financial statements. However, the receivable and related revenues are recorded in the fiscal year the preliminary settle-up amounts are available, which is usually one year in arrears.

SHARS revenue recorded in the current period related to prior year's settle-up amounts was \$529,756.

(Continued)

CANUTILLO INDEPENDENT SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2024

IV. DETAILED NOTES ON ALL FUNDS (Continued)

Y. Top Ten Taxpayers

The following businesses and individuals represent the top ten taxpayers for Canutillo Independent School District's tax base:

<u>Name of Taxpayer</u>	<u>Taxable Value</u>
Tenet Hospitals Limited	\$ 100,000,000
El Paso Outlet Center CMBS LLC	58,505,000
Care Fusion 213 LLC	39,990,908
Schneider Electric USA Inc	37,638,134
Rop Aircraft LLC	36,874,489
El Paso Behavioral Hospital LLC	33,227,970
El Paso Electric Co	31,236,113
Coleman Cable Inc	29,863,058
Wal-Mart Stores Inc	25,820,648
Vinton Steel LLC	24,265,677
Total of top 10 Taxpayer's	<u>\$ 417,421,997</u>

Z. Other Employment Benefits

The District has established a 457 Deferred Compensation Plan and a Tax-sheltered Annuity 403(b) Plan. All regular full-time employees are eligible to participate in these Plans immediately upon becoming employed by the District. As of June 30, 2024, the District had 133 employees participating in these two Plans. Employee contributions to the Plans totaled \$376,943.

The District does not contribute to any of these Plans and does not hold the assets in a trustee capacity. Management does not have control over the funds nor can they access the funds, and therefore believes the District does not have fiduciary accountability for the Plans. As such, the Plan assets are not included in a trust fund in the District's financial statements.

(Continued)

CANUTILLO INDEPENDENT SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2024

IV. DETAILED NOTES ON ALL FUNDS (Continued)

AA. Other Significant Commitments and Contingencies

Federal and State Funding - Canutillo Independent School District participates in numerous state and federal programs that are subject to audit by the Texas Education Agency and various Federal and/or State audit agencies. These programs have complex compliance requirements, and should State or Federal auditors discover areas of material noncompliance, those District funds may be subject to refund if so determined by administrative audit review.

In the opinion of administration, there are no significant contingent liabilities relating to compliance with the rules and regulations governing the respective grants; therefore, no provision has been recorded in the accompanying financial statements for such contingencies.

AB. Litigation

During the normal course of business the District is subject to various legal claims. As of June 30, 2024, management is not aware of any such claim which would have a material adverse effect on the financial statements.

AC. Related Party Transactions

From time to time, the District may enter into transactions with related parties through the normal course of business. If a Board member has a conflict of interest, proper documentation is completed and he/she is required to abstain from any discussion or voting regarding the matter. Management is not aware of any material related party transactions that occurred during the 2023-2024 fiscal year.

AD. Subsequent Event

On July 16, 2024, the District issued the Unlimited Tax School Building Bonds, Series 2024A in the amount of \$96,880,000. This was the first bond sale of the \$378,955,000, authorized by voters at the May 4, 2024 general election.

In addition, the District issued Unlimited Tax Refunding Bonds, Series 2024B on July 16, 2024 to refund the 2020 Maintenance Tax Notes in the amount of \$7,100,000.

(Continued)

CANUTILLO INDEPENDENT SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2024

IV. DETAILED NOTES ON ALL FUNDS (Continued)

AE. New Accounting Pronouncements

The District has not completed the process of evaluating the impact on its financial position that will result from adopting the following Governmental Accounting Standards Board (GASB) Statements:

- GASB No. 101, *Compensated Absences*, effective for fiscal years beginning after December 15, 2023. This GASB enhances consistency in recognition and measurement of the liability for compensated absences and comparability between governments that offer different types of leave.
- GASB No. 102, *Certain Risk Disclosures*, effective for fiscal years beginning after June 15, 2024. This GASB provides users of governmental financial statements with essential information about risks related to a government's vulnerabilities due to certain concentrations or constraints.
- GASB No. 103, *Financial Reporting Model Improvements*, effective for fiscal years beginning after June 15, 2025. GASB No. 103 improves key components of the financial reporting model to enhance its effectiveness in providing information that is essential for decision making and assessing a government's accountability.
- GASB No. 104, *Disclosure of Certain Capital Assets*, effective for fiscal years beginning after June 15, 2025. This GASB provides users of governmental financial statements with essential information about certain types of capital assets.

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REQUIRED SUPPLEMENTARY INFORMATION

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CANUTILLO INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2024

Data Control Codes	Budgeted Amounts		Actual Amounts (GAAP BASIS)	Variance With Final Budget Positive or (Negative)
	Original	Final		
REVENUES:				
5700 Total Local and Intermediate Sources	\$ 33,297,722	\$ 25,418,799	\$ 24,833,899	\$ (584,900)
5800 State Program Revenues	29,724,175	39,463,969	37,031,900	(2,432,069)
5900 Federal Program Revenues	6,529,957	6,529,957	6,311,879	(218,078)
5020 Total Revenues	69,551,854	71,412,725	68,177,678	(3,235,047)
EXPENDITURES:				
Current:				
0011 Instruction	37,858,789	41,255,661	39,101,115	2,154,546
0012 Instructional Resources and Media Services	811,695	828,690	817,845	10,845
0013 Curriculum and Instructional Staff Development	998,017	981,295	916,290	65,005
0021 Instructional Leadership	1,177,915	1,286,800	1,108,440	178,360
0023 School Leadership	4,094,011	4,053,779	4,002,004	51,775
0031 Guidance, Counseling, and Evaluation Services	2,569,057	2,743,444	2,621,729	121,715
0032 Social Work Services	272,329	230,127	168,039	62,088
0033 Health Services	1,065,024	1,078,224	1,037,326	40,898
0034 Student (Pupil) Transportation	1,888,560	2,471,874	2,087,440	384,434
0035 Food Services	4,881,349	6,186,349	5,642,627	543,722
0036 Extracurricular Activities	1,684,176	1,658,727	1,560,793	97,934
0041 General Administration	3,389,437	3,992,131	3,901,284	90,847
0051 Facilities Maintenance and Operations	7,468,998	7,573,305	7,170,120	403,185
0052 Security and Monitoring Services	1,259,813	1,437,943	1,378,951	58,992
0053 Data Processing Services	2,200,621	3,605,862	2,654,866	950,996
0061 Community Services	17,333	18,956	17,840	1,116
Debt Service:				
0071 Principal on Long-Term Liabilities	363,768	2,236,173	1,647,048	589,125
0072 Interest on Long-Term Liabilities	64,766	324,036	324,036	-
Capital Outlay:				
0081 Facilities Acquisition and Construction	-	1,781,913	1,780,503	1,410
Intergovernmental:				
0099 Other Intergovernmental Charges	486,196	502,196	498,988	3,208
6030 Total Expenditures	72,551,854	84,247,485	78,437,284	5,810,201
1100 Excess (Deficiency) of Revenues Over (Under) Expenditures	(3,000,000)	(12,834,760)	(10,259,606)	2,575,154
OTHER FINANCING SOURCES (USES):				
7913 Proceeds from Right-to-Use Lease	-	822,600	-	(822,600)
7915 Transfers In	-	-	10,081	10,081
7949 Proceeds from SBITAs	-	3,409,375	746,181	(2,663,194)
7080 Total Other Financing Sources (Uses)	-	4,231,975	756,262	(3,475,713)
SPECIAL ITEMS:				
7918 Special Item - Sale of Real and Personal Property	-	9,816,365	9,816,365	-
1200 Net Change in Fund Balances	(3,000,000)	1,213,580	313,021	(900,559)
0100 Fund Balance - July 1 (Beginning)	19,592,896	19,592,896	19,592,896	-
3000 Fund Balance - June 30 (Ending)	\$ 16,592,896	\$ 20,806,476	\$ 19,905,917	\$ (900,559)

CANUTILLO INDEPENDENT SCHOOL DISTRICT

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION BUDGET AND ACTUAL GENERAL FUND

FOR THE YEAR ENDED JUNE 30, 2024

Budgets and Budgetary Accounting

Each school district in Texas is required by law to prepare annually a budget of anticipated revenues and expenditures for the General Fund, the Child Nutrition Program, and Debt Service fund before the beginning of the fiscal year. The General Fund budget schedule is presented in Exhibit G-1. The Child Nutrition Program fund and the Debt Service fund budget schedules are presented in Exhibits J-2 and J-3, respectively

For fiscal years beginning July 1, the Texas Education Code requires the budget to be prepared not later than June 20 and adopted by June 30 of each year. The District's administration determines budgetary funding priorities and the budgets are prepared on the same basis of accounting that is used for reporting in accordance with generally accepted accounting principles. Final budget allocations are determined by the Board, which subsequently establishes a tax rate sufficient to support the approved budget in the General and Debt Service funds. The Child Nutrition Program appropriations are derived from the estimated meals expected to be served at the federal reimbursement rates plus anticipated program income. If the District has excess fund balance, appropriate measures are included in the adopted budget to spend down the fund balance to comply with fund balance requirements. The annual budgets, which are prepared on the modified accrual basis of accounting, must be adopted by the Board at a scheduled meeting after giving ten days public notice of the meeting. The District annually adopts legally authorized appropriated budgets for the General Fund, Child Nutrition Program, and Debt Service Fund. On June 26, 2023, the 2023-2024 budget was legally adopted by the Board.

The District's administration performs budget reviews during the year in which budget requirements are re-evaluated and revisions are recommended to the Board. The Board must approve amendments to the budget at the fund and functional expenditure categories or revenue object accounts as defined by the TEA. Each amendment must have Board approval. As required by law, such amendments are made before the fact, are reflected in the official minutes of the Board, and are not made after fiscal year end.

Unexpended appropriations lapse at year-end. The final amended budget is filed with the Texas Education Agency (TEA) through inclusion in the annual financial and compliance report.

CANUTILLO INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
TEACHER RETIREMENT SYSTEM OF TEXAS
FOR THE YEAR ENDED JUNE 30, 2024

	FY 2024 Plan Year 2023	FY 2023 Plan Year 2022	FY 2022 Plan Year 2021
District's Proportion of the Net Pension Liability (Asset)	0.041468886%	0.038632584%	0.038999172%
District's Proportionate Share of Net Pension Liability (Asset)	\$ 28,485,123	\$ 22,935,172	\$ 9,931,709
State's Proportionate Share of the Net Pension Liability (Asset) Associated with the District	33,916,763	31,448,677	14,725,643
Total	<u>\$ 62,401,886</u>	<u>\$ 54,383,849</u>	<u>\$ 24,657,352</u>
District's Covered Payroll	\$ 50,524,285	\$ 47,621,908	\$ 47,461,967
District's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	56.38%	48.16%	20.93%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	73.15%	75.62%	88.79%

Note: GASB Codification, Vol. 2, P20.183 requires that the information on this schedule be data from the period corresponding with the periods covered as of the measurement dates of August 31, 2023 for year 2024, August 31, 2022 for year 2023, August 31, 2021 for year 2022, August 31, 2020 for year 2021, August 31, 2019 for year 2020, August 31, 2018 for year 2019, August 31, 2017 for year 2018, August 31, 2016 for year 2017, August 31, 2015 for year 2016 and August 31, 2014 for year 2015.

FY 2021 Plan Year 2020	FY 2020 Plan Year 2019	FY 2019 Plan Year 2018	FY 2018 Plan Year 2017	FY 2017 Plan Year 2016	FY 2016 Plan Year 2015	FY 2015 Plan Year 2014
0.035447608%	0.036759249%	0.035997568%	0.035982245%	0.036977475%	0.0411727%	0.0291367%
\$ 18,985,016	\$ 19,108,607	\$ 19,813,935	\$ 11,505,183	\$ 13,973,238	\$ 14,554,001	\$ 7,782,816
30,633,266	29,564,299	31,961,880	18,983,563	23,778,787	22,458,036	19,466,520
\$ 49,618,282	\$ 48,672,906	\$ 51,775,815	\$ 30,488,746	\$ 37,752,025	\$ 37,012,037	\$ 27,249,336
\$ 44,089,488	\$ 41,741,050	\$ 39,933,236	\$ 38,748,832	\$ 39,201,808	\$ 38,499,576	\$ 37,740,467
43.06%	45.78%	49.62%	29.69%	35.64%	37.80%	20.62%
75.54%	75.24%	73.74%	82.17%	78.00%	78.43%	83.25%

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CANUTILLO INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF DISTRICT'S CONTRIBUTIONS FOR PENSIONS
TEACHER RETIREMENT SYSTEM OF TEXAS
FOR THE YEAR ENDED JUNE 30, 2024

	2024	2023	2022
Contractually Required Contribution	\$ 2,145,485	\$ 2,113,496	\$ 1,920,020
Contribution in Relation to the Contractually Required Contribution	(2,145,485)	(2,113,496)	(1,920,020)
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -
District's Covered Payroll	\$ 52,112,208	\$ 50,251,955	\$ 49,901,822
Contributions as a Percentage of Covered Payroll	4.12%	4.21%	3.85%

Note: GASB Codification, Vol. 2, P20.183 requires that the data in this schedule be presented as of the District's respective fiscal years as opposed to the time periods covered by the measurement dates ending August 31 of the preceding year.

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	2021	2020	2019	2018	2017	2016	2015
\$	1,474,123	\$ 1,436,786	\$ 1,281,153	\$ 1,214,756	\$ 1,197,336	\$ 1,196,817	\$ 1,147,171
	(1,474,123)	(1,436,786)	(1,281,153)	(1,214,756)	(1,197,336)	(1,196,817)	(1,147,171)
\$	-	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
\$	44,535,785	\$ 43,789,111	\$ 41,549,521	\$ 39,701,704	\$ 38,676,504	\$ 39,201,808	\$ 38,499,576
	3.31%	3.28%	3.08%	3.06%	3.10%	3.05%	2.98%

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CANUTILLO INDEPENDENT SCHOOL DISTRICT

NOTES TO REQUIRED SUPPLEMENTARY PENSION INFORMATION

TEACHER RETIREMENT SYSTEM OF TEXAS

FOR THE YEAR ENDED JUNE 30, 2024

Changes of Benefit Terms

There were no changes of benefit terms that affected measurement of the total pension liability during the measurement period.

Changes of Assumptions

There were no changes of assumptions that affected measurement of the total pension liability during the measurement period.

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CANUTILLO INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET OPEB LIABILITY
TEACHER RETIREMENT SYSTEM OF TEXAS
FOR THE YEAR ENDED JUNE 30, 2024

	FY 2024 Plan Year 2023	FY 2023 Plan Year 2022	FY 2022 Plan Year 2021
District's Proportion of the Net Liability (Asset) for Other Postemployment Benefits	0.053201203%	0.050858668%	0.050478791%
District's Proportionate Share of Net OPEB Liability (Asset)	\$ 11,777,845	\$ 12,177,602	\$ 19,471,925
State's Proportionate Share of the Net OPEB Liability (Asset) Associated with the District	14,211,780	14,854,761	26,088,040
Total	<u>\$ 25,989,625</u>	<u>\$ 27,032,363</u>	<u>\$ 45,559,965</u>
District's Covered Payroll	\$ 50,524,286	\$ 47,621,908	\$ 47,461,967
District's Proportionate Share of the Net OPEB Liability (Asset) as a Percentage of its Covered Payroll	23.31%	25.57%	41.03%
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	14.94%	11.52%	6.18%

Note: GASB Codification, Vol. 2, P50.238 states that the information on this schedule should be determined as of the measurement date. The amounts for FY 2024 are for the measurement date of August 31, 2023. The amounts for FY 2023 are for the measurement date of August 31, 2022. The amounts reported for FY 2022 are for measurement date August 31, 2021. The amounts reported for FY 2021 are for the measurement date of August 31, 2020. The amounts for FY 2020 are for the measurement date August 31, 2019. The amounts for FY 2019 are for the measurement date August 31, 2018. The amounts for FY 2018 are based on the August 31, 2017 measurement date.

This schedule shows only the years for which this information is available. Additional information will be added until 10 years of data are available and reported.

FY 2021 Plan Year 2020	FY 2020 Plan Year 2019	FY 2019 Plan Year 2018	FY 2018 Plan Year 2017
0.048813276%	0.049435189%	0.048982176%	0.0488264%
\$ 18,556,130	\$ 23,378,505	\$ 24,457,249	\$ 21,232,770
24,934,991	31,064,806	33,425,073	29,245,802
<u>\$ 43,491,121</u>	<u>\$ 54,443,311</u>	<u>\$ 57,882,322</u>	<u>\$ 50,478,572</u>
\$ 44,089,488	\$ 41,714,050	\$ 39,933,236	\$ 38,748,832
42.09%	56.04%	61.25%	54.80%
4.99%	2.66%	1.57%	0.91%

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CANUTILLO INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF DISTRICT'S CONTRIBUTIONS FOR OTHER POSTEMPLOYMENT BENEFITS (OPEB)
TEACHER RETIREMENT SYSTEM OF TEXAS
FOR THE YEAR ENDED JUNE 30, 2024

	2024	2023	2022
Contractually Required Contribution	\$ 440,410	\$ 461,559	\$ 431,028
Contribution in Relation to the Contractually Required Contribution	(440,410)	(461,559)	(431,028)
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -
District's Covered Payroll	\$ 52,112,208	\$ 50,251,955	\$ 49,901,822
Contributions as a Percentage of Covered Payroll	0.85%	0.92%	0.86%

Note: GASB Codification, Vol. 2, P50.238 requires that the data in this schedule be presented as of the District's respective fiscal years as opposed to the time periods covered by the measurement dates ending August 31 of the preceding year.

Information in this schedule should be provided only for the years where data is available. Eventually 10 years of data should be presented.

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2021	2020	2019	2018
\$ 371,241	\$ 368,057	\$ 350,279	\$ 322,102
(371,241)	(368,057)	(350,279)	(322,102)
\$ -	\$ -	\$ -	\$ -
\$ 44,535,785	\$ 43,789,111	\$ 41,549,521	\$ 39,701,704
0.83%	0.84%	0.84%	0.81%

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CANUTILLO INDEPENDENT SCHOOL DISTRICT

NOTES TO REQUIRED SUPPLEMENTARY OPEB INFORMATION

TEACHER RETIREMENT SYSTEM OF TEXAS

FOR THE YEAR ENDED JUNE 30, 2024

Changes of Benefit Terms Since the Prior Measurement Period

There were no changes of benefit terms that affected measurement of the total OPEB liability during the measurement period.

Changes Since the Prior Actuarial Valuation

The following were changes to the actuarial assumptions or other inputs that affected measurement of the Total OPEB liability since the prior measurement period:

- The discount rate changed from 3.91 percent as of August 31, 2022 to 4.13 percent as of August 31, 2023. This change decreased the total OPEB liability.
- Demographic and economic assumptions were updated based on the experience study performed for TRS for the period ending August 31, 2021.

Difference Between Expected and Actual Experience

The primary driver of the \$2.2 billion experience gain was favorable claims experience, which resulted in lower overall 2024 retiree claims estimates than previously assumed.

COMBINING AND OTHER STATEMENTS

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NONMAJOR GOVERNMENTAL FUNDS

211 - Elementary and Secondary Education Act (ESEA) Title I, Part A -Improving Basic Program

Funds are used to improve the teaching and learning of children who are at risk of not meeting challenging academic standards and who reside in areas with high concentration of children from low-income families.

212 - Elementary and Secondary Education Act (ESEA) Title I, Part C- Education of Migratory Children

Funds are used to support high quality education programs for migratory children.

224 - Individuals with Disabilities Education Act (IDEA) - Part B, Formula

Funds are used to operate educational programs for children with disabilities.

225 - Individuals with Disabilities Education Act (IDEA) - Part B, Preschool

Funds are used to operate educational programs for preschool children with disabilities.

242 - Summer Food Service Program for Children

Funds are used to provide low-income children to continue to receive nutritious meals when school is not in session.

244 - Career and Technical Education - Basic Grant

Funds are used to promote advanced skills for competitive wages in high-demand careers.

255 - Elementary and Secondary Education Act (ESEA) Title II, Part A - Training and Recruiting

Funds are used to increase academic achievement of all students by helping schools and school districts to improve teacher and principal quality.

263 - Title III, Part A -English Language Acquisition and Language Enhancement

Funds are used to improve the education of limited English proficient children by assisting the children to learn English and meet challenging State academic content and achievement standards.

265 - Title IV, Part B - 21st Century Community Learning Centers

Funds are used to provide academic enrichment and other services to students and literacy-related educational services to their families.

272 - Medicaid Administrative Claiming Program - MAC

Funds are used for reimbursement of eligible administrative cost for activities attributed to the implementation of the Medicaid state plan.

279 - TCLAS ESSER III ARP Act

Funds are used to accelerate student learning due to learning loss caused by the COVID-19 pandemic.

(Continued)

NONMAJOR GOVERNMENTAL FUNDS

282 - ARP ESSER III

Funds are used to address learning loss and the disproportionate impact of the coronavirus on certain student subgroups.

284 - IDEA B Formula ARP Act

Funds are used to operate education programs for children with disabilities.

289 - Other Federal Special Revenue Funds

Elementary and Secondary Education Act (ESEA) - Title IV, Part A, Subpart 1 - Funds to help increase the access to a well-rounded education and to improve school conditions for student learning.

Summer School Limited English Proficient (LEP) - Funds include the reimbursement of summer school cost for Limited English Proficient students.

Mental Health Service Provision and Awareness Program - Funds used to train District personnel to recognize signs and symptoms of mental disorders and educate personnel about the resources available.

397 - Advanced Placement Incentives

Funds are used for enhancement of academic programs.

410 - State Instructional Materials

Funds are used to provide instructional materials awarded under the textbook allotment.

429 - Other State Special Revenue Funds

Math Achievement Stipends/Academies Disbursements - Funds to pay stipends to eligible teachers who successfully complete TEA sponsored Math Academies.

TCLAS State Funded Programs - Targeted supports accelerate student learning in the wake of COVID 19 utilizing funds from the state general revenue appropriated in the 87th Texas Legislature through TCLAS.

Strong Foundations Math Framework Development, Cycle 1 – Support districts in creating and implementing a math or literacy framework.

Strong Foundations Planning Supports - Funds used to help districts develop a strong instructional framework in literacy.

Silent Panic Alert - Funds used to purchase, maintain, or enhance silent panic alarm technology for campuses.

Safety Standards Grant - Funds used to assist school districts in meeting TAC 61.031 and other security related costs as allowed by the school safety allotment.

461 - Campus Activity Funds

Funds include transactions related to a principal's activity fund.

487- CREEED Accelerated Certification

Funds are used to provide tuition reimbursement for teachers.

(Continued)

NONMAJOR GOVERNMENTAL FUNDS

489 - Oliver Foundation Healthy Girls

Promotes healthy eating for girls.

499 - Other Local Special Revenue Funds

Paso Del Norte Healthy Eating Grant - Promotes healthy eating through classes or programs with parents and students.

Superior Health Program - Funds to support the Canutillo Community Recreation program.

Texas Action for Healthy Kids - Funds to support the Canutillo Healthy Lifestyle program.

New York Life Foundation - Funds to support counseling services.

Bill and Melinda Gates thru Univ of Pittsburgh - CISD will support participation in planning process for co-designing multi year curriculum.

New Tech Network Grant - Provide access to students for College Access networks for applying to Universities.

UT Austin Precision Math - Small group math interventions for first graders.

UT Austin ROOTS – Small group mathematics intervention comprised of 50 lessons in TEKS Math.

Braden Aboud B Strong – For physical education programs at campuses

Educate Texas Grant – Provide technical support to ECHS campuses for implementing best practices as defined by CCRSM blueprint.

Superior Health Hygiene Closet – To purchase hygiene products to be made available to the Community once a month.

692 - 2011 Bond Capital Projects Fund

Funds are used to support technology, transportation, and energy conservation, and address critical renovations and improvements at facilities across the district.

693 - 2013 Bond Capital Projects Fund

Funds are used to support technology, transportation, and energy conservation, and address critical renovations and improvements at facilities across the district.

CANUTILLO INDEPENDENT SCHOOL DISTRICT
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 JUNE 30, 2024

Data Control Codes	211 ESEA I, A Improving Basic Program	212 ESEA Title I Part C Migrant	224 IDEA - Part B Formula	225 IDEA - Part B Preschool
ASSETS				
1110 Cash and Cash Equivalents	\$ -	\$ -	\$ -	\$ -
1240 Due from Other Governments	104,775	90,201	92,552	4,596
1260 Due from Other Funds	-	-	13,812	-
1000 Total Assets	<u>\$ 104,775</u>	<u>\$ 90,201</u>	<u>\$ 106,364</u>	<u>\$ 4,596</u>
LIABILITIES				
2110 Accounts Payable	\$ 7,020	\$ 15,829	\$ 31,372	\$ -
2160 Accrued Wages Payable	70,798	6,513	74,992	-
2170 Due to Other Funds	26,957	67,859	-	4,596
2180 Due to Other Governments	-	-	-	-
2300 Unearned Revenue	-	-	-	-
2000 Total Liabilities	<u>104,775</u>	<u>90,201</u>	<u>106,364</u>	<u>4,596</u>
FUND BALANCES				
Restricted Fund Balance:				
3450 Federal or State Funds Grant Restriction	-	-	-	-
3470 Capital Acquisition and Contractual Obligation	-	-	-	-
3490 Other Restricted Fund Balance	-	-	-	-
3000 Total Fund Balances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
4000 Total Liabilities and Fund Balances	<u>\$ 104,775</u>	<u>\$ 90,201</u>	<u>\$ 106,364</u>	<u>\$ 4,596</u>

242 Summer Feeding Program	244 Career and Technical - Basic Grant	255 ESEA II,A Training and Recruiting	263 Title III, A English Lang. Acquisition	265 Title IV, B Community Learning	272 Medicaid Admin. Claim MAC	279 ESSER III TCLAS ARP Act	282 ESSER III ARP Act
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	1,512	22,348	15,946	358,321	13,082	42,700	660,328
150,507	-	-	-	-	63,269	-	-
<u>\$ 150,507</u>	<u>\$ 1,512</u>	<u>\$ 22,348</u>	<u>\$ 15,946</u>	<u>\$ 358,321</u>	<u>\$ 76,351</u>	<u>\$ 42,700</u>	<u>\$ 660,328</u>
\$ -	\$ -	\$ 2,449	\$ 3,540	\$ 36,207	\$ -	\$ -	\$ 76,029
-	-	-	5,833	87,825	-	-	15,234
-	1,512	19,899	6,573	234,289	-	42,700	569,065
-	-	-	-	-	-	-	-
-	-	-	-	-	76,351	-	-
-	1,512	22,348	15,946	358,321	76,351	42,700	660,328
150,507	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
150,507	-	-	-	-	-	-	-
<u>\$ 150,507</u>	<u>\$ 1,512</u>	<u>\$ 22,348</u>	<u>\$ 15,946</u>	<u>\$ 358,321</u>	<u>\$ 76,351</u>	<u>\$ 42,700</u>	<u>\$ 660,328</u>

CANUTILLO INDEPENDENT SCHOOL DISTRICT
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 JUNE 30, 2024

Data Control Codes	284 IDEA B Formula ARP Act	289 Other Federal Special Revenue Funds	397 Advanced Placement Incentives	410 State Instructional Materials	
ASSETS					
1110	Cash and Cash Equivalents	\$ -	\$ -	\$ -	\$ -
1240	Due from Other Governments	-	11,587	-	61,159
1260	Due from Other Funds	26,939	20,414	4,970	-
1000	Total Assets	<u>\$ 26,939</u>	<u>\$ 32,001</u>	<u>\$ 4,970</u>	<u>\$ 61,159</u>
LIABILITIES					
2110	Accounts Payable	\$ -	\$ -	\$ -	\$ -
2160	Accrued Wages Payable	-	3,520	-	-
2170	Due to Other Funds	-	-	-	50,576
2180	Due to Other Governments	26,939	-	-	-
2300	Unearned Revenue	-	28,481	4,970	10,583
2000	Total Liabilities	<u>26,939</u>	<u>32,001</u>	<u>4,970</u>	<u>61,159</u>
FUND BALANCES					
Restricted Fund Balance:					
3450	Federal or State Funds Grant Restriction	-	-	-	-
3470	Capital Acquisition and Contractual Obligation	-	-	-	-
3490	Other Restricted Fund Balance	-	-	-	-
3000	Total Fund Balances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
4000	Total Liabilities and Fund Balances	<u>\$ 26,939</u>	<u>\$ 32,001</u>	<u>\$ 4,970</u>	<u>\$ 61,159</u>

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429 Other State Special Revenue Funds	461 Campus Activity Funds	487 CREEED Accelerated Certification	489 Oliver Foundation Healthy Girls	499 Other Local Special Revenue Funds	Total Nonmajor Special Revenue Funds	692 2011 Bond Capital Projects Fund	693 2013 Bond Capital Projects Fund
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 12	\$ 41
350,581	-	-	-	31,467	1,861,155	-	-
-	575,467	168,515	259	56,344	1,080,496	-	-
<u>\$ 350,581</u>	<u>\$ 575,467</u>	<u>\$ 168,515</u>	<u>\$ 259</u>	<u>\$ 87,811</u>	<u>\$ 2,941,651</u>	<u>\$ 12</u>	<u>\$ 41</u>
\$ -	\$ 17,385	\$ -	\$ -	\$ 4,254	\$ 194,085	\$ -	\$ -
-	-	11,988	-	-	276,703	-	-
347,764	-	-	-	-	1,371,790	-	-
-	-	-	-	-	26,939	-	-
2,817	-	156,527	259	83,557	363,545	-	-
<u>350,581</u>	<u>17,385</u>	<u>168,515</u>	<u>259</u>	<u>87,811</u>	<u>2,233,062</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	150,507	-	-
-	-	-	-	-	-	12	41
-	558,082	-	-	-	558,082	-	-
-	558,082	-	-	-	708,589	12	41
<u>\$ 350,581</u>	<u>\$ 575,467</u>	<u>\$ 168,515</u>	<u>\$ 259</u>	<u>\$ 87,811</u>	<u>\$ 2,941,651</u>	<u>\$ 12</u>	<u>\$ 41</u>

CANUTILLO INDEPENDENT SCHOOL DISTRICT
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 JUNE 30, 2024

Data Control Codes	Total Nonmajor Capital Project Funds	Total Nonmajor Governmental Funds
ASSETS		
1110 Cash and Cash Equivalents	\$ 53	\$ 53
1240 Due from Other Governments	-	1,861,155
1260 Due from Other Funds	-	1,080,496
1000 Total Assets	<u>\$ 53</u>	<u>\$ 2,941,704</u>
LIABILITIES		
2110 Accounts Payable	\$ -	\$ 194,085
2160 Accrued Wages Payable	-	276,703
2170 Due to Other Funds	-	1,371,790
2180 Due to Other Governments	-	26,939
2300 Unearned Revenue	-	363,545
2000 Total Liabilities	<u>-</u>	<u>2,233,062</u>
FUND BALANCES		
Restricted Fund Balance:		
3450 Federal or State Funds Grant Restriction	-	150,507
3470 Capital Acquisition and Contractual Obligation	53	53
3490 Other Restricted Fund Balance	-	558,082
3000 Total Fund Balances	<u>53</u>	<u>708,642</u>
4000 Total Liabilities and Fund Balances	<u>\$ 53</u>	<u>\$ 2,941,704</u>

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CANUTILLO INDEPENDENT SCHOOL DISTRICT
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS
 FOR THE YEAR ENDED JUNE 30, 2024

Data Control Codes	211 ESEA I, A Improving Basic Program	212 ESEA Title I Part C Migrant	224 IDEA - Part B Formula	225 IDEA - Part B Preschool
REVENUES:				
5700 Total Local and Intermediate Sources	\$ -	\$ -	\$ -	\$ -
5800 State Program Revenues	-	-	-	-
5900 Federal Program Revenues	1,333,397	90,217	1,075,451	11,964
5020 Total Revenues	1,333,397	90,217	1,075,451	11,964
EXPENDITURES:				
Current:				
0011 Instruction	293,800	81,510	982,237	11,927
0012 Instructional Resources and Media Services	194,910	-	-	-
0013 Curriculum and Instructional Staff Development	455,615	1,335	12,000	-
0021 Instructional Leadership	78,467	3,237	44,734	37
0023 School Leadership	4,297	-	-	-
0031 Guidance, Counseling, and Evaluation Services	-	-	36,480	-
0032 Social Work Services	-	-	-	-
0033 Health Services	-	-	-	-
0036 Extracurricular Activities	-	569	-	-
0041 General Administration	-	-	-	-
0051 Facilities Maintenance and Operations	-	-	-	-
0052 Security and Monitoring Services	-	-	-	-
0053 Data Processing Services	-	-	-	-
0061 Community Services	306,308	3,566	-	-
6030 Total Expenditures	1,333,397	90,217	1,075,451	11,964
1100 Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-	-
OTHER FINANCING SOURCES (USES):				
8911 Transfers Out (Use)	-	-	-	-
1200 Net Change in Fund Balance	-	-	-	-
0100 Fund Balance - July 1 (Beginning)	-	-	-	-
3000 Fund Balance - June 30 (Ending)	\$ -	\$ -	\$ -	\$ -

242 Summer Feeding Program	244 Career and Technical - Basic Grant	255 ESEA II,A Training and Recruiting	263 Title III, A English Lang. Acquisition	265 Title IV, B Community Learning	272 Medicaid Admin. Claim MAC	279 ESSER III TCLAS ARP Act	282 ESSER III ARP Act
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	94,225	251,703	149,201	1,012,420	1,924	373,764	1,301,444
-	94,225	251,703	149,201	1,012,420	1,924	373,764	1,301,444
-	82,506	61,241	50,181	803,799	-	273,303	839,041
-	-	-	-	-	-	-	652
-	2,014	172,777	94,393	5,962	-	-	84,117
-	3,233	-	3,326	145,268	-	-	45,275
-	1,471	17,685	1,258	-	-	-	34,390
-	-	-	-	-	-	5,800	2,241
-	-	-	-	749	-	-	604
-	-	-	-	-	1,924	-	1,402
-	5,001	-	-	-	-	-	-
-	-	-	-	1,694	-	-	258,280
-	-	-	-	43,402	-	-	9,000
-	-	-	-	-	-	94,661	25,697
-	-	-	43	11,546	-	-	745
-	94,225	251,703	149,201	1,012,420	1,924	373,764	1,301,444
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
150,507	-	-	-	-	-	-	-
\$ 150,507	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

CANUTILLO INDEPENDENT SCHOOL DISTRICT
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS
 FOR THE YEAR ENDED JUNE 30, 2024

Data Control Codes	284 IDEA B Formula ARP Act	289 Other Federal Special Revenue Funds	397 Advanced Placement Incentives	410 State Instructional Materials
REVENUES:				
5700 Total Local and Intermediate Sources	\$ -	\$ -	\$ -	\$ -
5800 State Program Revenues	-	-	-	251,666
5900 Federal Program Revenues	31,114	74,000	-	-
5020 Total Revenues	31,114	74,000	-	251,666
EXPENDITURES:				
Current:				
0011 Instruction	20,430	22,375	-	251,666
0012 Instructional Resources and Media Services	-	-	-	-
0013 Curriculum and Instructional Staff Development	1,425	5,212	-	-
0021 Instructional Leadership	-	-	-	-
0023 School Leadership	-	-	-	-
0031 Guidance, Counseling, and Evaluation Services	9,259	9,000	-	-
0032 Social Work Services	-	36,228	-	-
0033 Health Services	-	-	-	-
0036 Extracurricular Activities	-	-	-	-
0041 General Administration	-	-	-	-
0051 Facilities Maintenance and Operations	-	-	-	-
0052 Security and Monitoring Services	-	-	-	-
0053 Data Processing Services	-	-	-	-
0061 Community Services	-	1,185	-	-
6030 Total Expenditures	31,114	74,000	-	251,666
1100 Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-	-
OTHER FINANCING SOURCES (USES):				
8911 Transfers Out (Use)	-	-	-	-
1200 Net Change in Fund Balance	-	-	-	-
0100 Fund Balance - July 1 (Beginning)	-	-	-	-
3000 Fund Balance - June 30 (Ending)	\$ -	\$ -	\$ -	\$ -

429 Other State Special Revenue Funds	461 Campus Activity Funds	487 CREEED Accelerated Certification	489 Oliver Foundation Healthy Girls	499 Other Local Special Revenue Funds	Total Nonmajor Special Revenue Funds	692 2011 Bond Capital Projects Fund	693 2013 Bond Capital Projects Fund
\$ -	\$ 569,604	\$ 159,440	\$ -	\$ 143,276	\$ 872,320	\$ 227	\$ 753
424,291	-	-	-	-	675,957	-	-
-	-	-	-	-	5,800,824	-	-
424,291	569,604	159,440	-	143,276	7,349,101	227	753
26,350	196,609	159,440	-	116,053	4,272,468	-	-
-	3,700	-	-	-	199,262	-	-
192,751	5,674	-	-	18,223	1,051,498	-	-
-	-	-	-	-	323,577	-	-
-	89,313	-	-	-	148,414	-	-
-	-	-	-	-	62,780	-	-
-	-	-	-	-	37,581	-	-
-	-	-	-	-	3,326	-	-
-	207,193	-	-	-	212,763	-	-
-	7,501	-	-	-	7,501	-	-
-	-	-	-	-	259,974	-	-
205,190	1,988	-	-	-	259,580	-	-
-	-	-	-	-	120,358	-	-
-	571	-	-	9,000	332,964	-	-
424,291	512,549	159,440	-	143,276	7,292,046	-	-
-	57,055	-	-	-	57,055	227	753
-	-	-	-	-	-	(1,693)	(8,388)
-	57,055	-	-	-	57,055	(1,466)	(7,635)
-	501,027	-	-	-	651,534	1,478	7,676
\$ -	\$ 558,082	\$ -	\$ -	\$ -	\$ 708,589	\$ 12	\$ 41

CANUTILLO INDEPENDENT SCHOOL DISTRICT
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS
 FOR THE YEAR ENDED JUNE 30, 2024

Data Control Codes	Total Nonmajor Capital Project Funds	Total Nonmajor Governmental Funds
REVENUES:		
5700 Total Local and Intermediate Sources	\$ 980	\$ 873,300
5800 State Program Revenues	-	675,957
5900 Federal Program Revenues	-	5,800,824
5020 Total Revenues	<u>980</u>	<u>7,350,081</u>
EXPENDITURES:		
Current:		
0011 Instruction	-	4,272,468
0012 Instructional Resources and Media Services	-	199,262
0013 Curriculum and Instructional Staff Development	-	1,051,498
0021 Instructional Leadership	-	323,577
0023 School Leadership	-	148,414
0031 Guidance, Counseling, and Evaluation Services	-	62,780
0032 Social Work Services	-	37,581
0033 Health Services	-	3,326
0036 Extracurricular Activities	-	212,763
0041 General Administration	-	7,501
0051 Facilities Maintenance and Operations	-	259,974
0052 Security and Monitoring Services	-	259,580
0053 Data Processing Services	-	120,358
0061 Community Services	-	332,964
6030 Total Expenditures	<u>-</u>	<u>7,292,046</u>
1100 Excess (Deficiency) of Revenues Over (Under) Expenditures	980	58,035
OTHER FINANCING SOURCES (USES):		
8911 Transfers Out (Use)	(10,081)	(10,081)
1200 Net Change in Fund Balance	(9,101)	47,954
0100 Fund Balance - July 1 (Beginning)	9,154	660,688
3000 Fund Balance - June 30 (Ending)	<u>\$ 53</u>	<u>\$ 708,642</u>

TEXAS EDUCATION AGENCY REQUIRED SCHEDULES

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CANUTILLO INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF DELINQUENT TAXES RECEIVABLE
FOR THE YEAR ENDED JUNE 30, 2024

Last 10 Years	(1)	(2)	(3)
	Tax Rates		Assessed/Appraised Value for School Tax Purposes
	Maintenance	Debt Service	
2015 and prior years	Various	Various	\$ Various
2016	1.170000	0.360000	1,756,031,914
2017	1.170000	0.360000	1,881,804,527
2018	1.170000	0.360000	2,016,017,059
2019	1.170000	0.360000	2,247,888,715
2020	1.068350	0.360000	2,452,875,086
2021	1.030100	0.360000	2,632,957,722
2022	0.982400	0.360000	2,869,104,246
2023	0.942900	0.360000	3,189,210,389
2024 (School year under audit)	0.760500	0.400000	3,166,372,506
1000 TOTALS			
8000 Total Taxes Refunded Under Section 26.115, Tax Code			

(10) Beginning Balance 7/1/2023	(20) Current Year's Total Levy	(31) Maintenance Collections	(32) Debt Service Collections	(40) Entire Year's Adjustments	(50) Ending Balance 6/30/2024
\$ 683,269	\$ -	\$ 5,879	\$ 1,587	\$ (29,771)	\$ 646,032
88,371	-	4,721	1,453	-	82,197
84,522	-	5,931	1,825	-	76,766
74,170	-	6,665	2,051	-	65,454
105,150	-	11,706	3,602	(1,076)	88,766
138,786	-	11,397	3,841	(5,740)	117,808
191,641	-	22,269	7,783	(21,389)	140,200
286,524	-	(16)	(6)	(88,246)	198,300
698,801	-	(6,284)	(2,399)	(383,601)	323,883
-	36,745,753	23,615,692	12,421,139	-	708,922
<u>\$ 2,351,234</u>	<u>\$ 36,745,753</u>	<u>\$ 23,677,960</u>	<u>\$ 12,440,876</u>	<u>\$ (529,823)</u>	<u>\$ 2,448,328</u>
		<u>\$ 26,228</u>			

CANUTILLO INDEPENDENT SCHOOL DISTRICT
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL - CHILD NUTRITION PROGRAM
 FOR THE YEAR ENDED JUNE 30, 2024

Data Control Codes	Budgeted Amounts		Actual Amounts (GAAP BASIS)	Variance With Final Budget Positive or (Negative)
	Original	Final		
REVENUES:				
5700 Total Local and Intermediate Sources	\$ 88,000	\$ 88,000	\$ 195,427	\$ 107,427
5800 State Program Revenues	-	-	21,046	21,046
5900 Federal Program Revenues	5,259,957	5,259,957	5,216,520	(43,437)
5020 Total Revenues	5,347,957	5,347,957	5,432,993	85,036
EXPENDITURES:				
Current:				
0035 Food Services	4,881,349	6,186,349	5,642,063	544,286
0051 Facilities Maintenance and Operations	466,608	816,608	561,194	255,414
Debt Service:				
0071 Principal on Long-Term Liabilities	-	-	721	(721)
0072 Interest on Long-Term Liabilities	-	-	197	(197)
6030 Total Expenditures	5,347,957	7,002,957	6,204,175	798,782
1200 Net Change in Fund Balances	-	(1,655,000)	(771,182)	883,818
0100 Fund Balance - July 1 (Beginning)	2,754,510	2,754,510	2,754,510	-
3000 Fund Balance - June 30 (Ending)	\$ 2,754,510	\$ 1,099,510	\$ 1,983,328	\$ 883,818

CANUTILLO INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - DEBT SERVICE FUND
FOR THE YEAR ENDED JUNE 30, 2024

Data Control Codes	Budgeted Amounts		Actual Amounts (GAAP BASIS)	Variance With Final Budget Positive or (Negative)
	Original	Final		
REVENUES:				
5700 Total Local and Intermediate Sources	\$ 13,206,089	\$ 13,206,089	\$ 13,191,035	\$ (15,054)
5800 State Program Revenues	172,927	172,927	1,128,885	955,958
5020 Total Revenues	13,379,016	13,379,016	14,319,920	940,904
EXPENDITURES:				
Debt Service:				
0071 Principal on Long-Term Liabilities	10,675,000	10,675,000	10,675,000	-
0072 Interest on Long-Term Liabilities	2,161,429	2,161,429	2,030,929	130,500
0073 Bond Issuance Cost and Fees	542,587	542,587	389,083	153,504
6030 Total Expenditures	13,379,016	13,379,016	13,095,012	284,004
1200 Net Change in Fund Balances	-	-	1,224,908	1,224,908
0100 Fund Balance - July 1 (Beginning)	13,110,424	13,110,424	13,110,424	-
3000 Fund Balance - June 30 (Ending)	\$ 13,110,424	\$ 13,110,424	\$ 14,335,332	\$ 1,224,908

CANUTILLO INDEPENDENT SCHOOL DISTRICT
STATE COMPENSATORY EDUCATION AND BILINGUAL EDUCATION PROGRAM EXPENDITURES
FOR THE YEAR ENDED JUNE 30, 2024

Section A: Compensatory Education Programs

AP1	Did your LEA expend any state compensatory education program state allotment funds during the district's fiscal year?	Yes
AP2	Does the LEA have written policies and procedures for its state compensatory education program?	Yes
AP3	List the total state allotment funds received for state compensatory education programs during the district's fiscal year.	5,892,875
AP4	List the actual direct program expenditures for state compensatory education programs during the LEA's fiscal year.	2,794,501

Section B: Bilingual Education Programs

AP5	Did your LEA expend any bilingual education program state allotment funds during the LEA's fiscal year?	Yes
AP6	Does the LEA have written policies and procedures for its bilingual education program?	Yes
AP7	List the total state allotment funds received for bilingual education programs during the LEA's fiscal year.	1,354,759
AP8	List the actual direct program expenditures for bilingual education programs during the LEA's fiscal year.	904,287

CANUTILLO INDEPENDENT SCHOOL DISTRICT
Index for Statistical Section
(Unaudited)

Canutillo Independent School District's Annual Comprehensive Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures and required supplementary information says about the government's overall financial health. To assist financial statements users, the information contained within this sections is categorized as follows:

	<u>Page</u>
Financials Trends	149
These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time.	
Revenue Capacity Information	159
These schedules contain information to help the reader assess the government's most significant local revenue sources, the property tax.	
Debt Capacity Information	171
These schedules present information to help the reader assess the affordability of the government's current level of outstanding debt and the government's ability to issue additional debt in the future.	
Demographic & Economic Information	181
These schedules offer demographic and economic indicators to help the reader understand the environment within which the government's financial activities takes places.	
Operating Information	185
These schedules contain service and infrastructure data to help the reader understand how the information in the governments relates to the financial report service the government provides and the activities it performs.	

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FINANCIAL TRENDS

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Canutillo Independent School District
Net Position by Component, Last Ten Fiscal Years
 (Accrual Basis of Accounting)
 (Unaudited)

TABLE I

	Fiscal Year				
	2015	2016	2017	2018	2019
Governmental activities					
Net investment in capital assets	\$ 28,182,784	\$ 31,770,051	\$ 22,668,689	\$ 26,953,689	\$ 25,190,245
Restricted	5,461,797	4,676,155	5,319,337	5,191,080	8,107,677
Unrestricted	2,669,166	(2,383,700)	4,511,980	(22,959,608)	(21,280,282)
Total primary government net position	\$ 36,313,747	\$ 34,062,506	\$ 32,500,006	\$ 9,185,161	\$ 12,017,640

	Fiscal Year				
	2020	2021	2022	2023	2024
Governmental activities					
Net investment in capital assets	\$ 22,918,810	\$ 19,669,875	\$ 23,747,853	\$ 25,725,155	\$ 34,432,754
Restricted	10,590,606	10,967,115	11,213,019	12,813,782	13,470,541
Unrestricted	(21,298,842)	(23,281,814)	(22,302,720)	(23,933,117)	(24,428,643)
Total primary government net position	\$ 12,210,574	\$ 7,355,176	\$ 12,658,152	\$ 14,605,820	\$ 23,474,652

Source: CISD Annual Comprehensive Financial Report- Exhibit A-1

Canutillo Independent School District
Expenses, Program Revenues, and Net (Expense)/Revenue
Last Ten Fiscal Years
(Accrual Basis of Accounting)
(Unaudited)

	Fiscal Year			
	2015	2016	2017	2018
Expenses				
Governmental activities				
Instruction	\$ 35,226,880	\$ 38,288,774	\$ 37,482,401	\$ 26,221,230
Instructional Resources and Media Services	1,053,926	1,182,000	1,095,043	784,450
Curriculum and Staff Development	1,777,212	1,695,449	1,488,613	967,803
Instructional Leadership	1,455,209	1,382,591	1,184,541	771,226
School Leadership	3,296,838	3,731,217	3,676,244	2,501,891
Guidance, Counseling and Evaluation Services	1,726,094	1,984,359	2,044,066	1,328,108
Social Work Services	36,155	155,307	145,079	140,521
Health Services	681,940	774,168	803,216	532,796
Student (Pupil) Transportation	1,915,070	1,983,976	2,084,676	1,554,675
Food Services	4,339,187	5,524,936	5,644,974	3,959,903
Cocurricular/Extracurricular Activities	1,736,003	1,739,198	1,735,534	1,330,429
General Administration	3,244,161	3,152,205	2,981,527	2,065,124
Plant Maintenance and Operations	5,562,117	6,304,418	6,153,931	5,848,792
Security and Monitoring Services	392,051	491,967	455,581	506,700
Data Processing Services	1,667,324	1,910,274	1,753,079	1,451,788
Community Services	591,605	590,331	526,044	399,077
Interest and Fees on Long Term Debt	6,524,639	6,230,635	4,260,949	3,048,447
Capital Outlay	6,054	-	-	-
Other Intergovernmental charges	308,677	331,542	376,335	379,178
Total Primary Government Expenses	71,541,142	77,453,347	73,891,833	53,792,138
Program Revenues				
Charges for services:				
Instruction	16,034	8,483	4,961	16,366
Instructional Resources and Media Services	-	-	-	-
Curriculum and Staff Development	-	-	-	-
Instructional Leadership	-	-	-	-
School Leadership	-	-	-	-
Guidance, Counseling and Evaluation Services	-	-	-	-
Social Work Services	-	-	-	-
Health Services	-	-	-	-
Student (pupil) services	3,312	-	-	-
Food Services	130,754	115,676	83,153	93,487
Cocurricular/Extracurricular Activities	53,198	43,606	58,867	37,742
General Administration	66,243	95,314	128,766	59,140
Plant Maintenance and Operations	18,336	34,183	41,586	-
Security and Monitoring Services	-	-	508,285	-
Data Processing Services	235,162	376,240	-	-
Community Services	-	-	-	-
Debt Service - Interest on Long Term Debt	-	-	-	-
Debt Service - Bond Issuance Cost & Fees	-	-	-	-
Capital Outlay	-	-	-	-
Other Intergovernmental charges	-	-	-	-
Operating Grants and Contributions	10,884,672	11,364,253	11,285,053	2,545,320
Total Primary Government Program Revenues	11,407,711	12,037,755	12,110,671	2,752,055
Net (Expense)/Revenue				
Total Primary Government Net Expense	\$ (60,133,431)	\$ (65,415,592)	\$ (61,781,162)	\$ (51,040,083)

Source: CISD Annual Comprehensive Financial Report- Exhibit B-1

TABLE II

Fiscal Year						
	2019	2020	2021	2022	2023	2024
\$	42,779,719	\$ 43,925,868	\$ 48,720,511	\$ 42,048,434	\$ 45,284,514	\$ 46,799,951
	1,172,050	1,180,275	1,106,823	1,070,154	1,149,472	1,167,496
	1,573,332	1,600,526	1,764,406	2,152,601	2,165,560	1,999,787
	1,240,013	1,279,026	1,373,281	1,242,240	1,372,245	1,491,443
	4,148,105	4,392,081	4,330,479	4,003,234	4,172,221	4,233,543
	2,211,960	2,551,864	2,523,196	2,313,619	2,591,343	2,710,760
	144,180	197,700	201,944	383,591	480,887	211,216
	996,422	1,115,314	1,230,988	1,213,232	1,040,173	1,057,611
	1,991,879	1,962,156	2,026,654	1,988,716	2,104,534	2,414,152
	4,643,132	5,137,186	5,319,221	5,734,010	5,721,453	5,791,551
	2,050,897	2,065,920	1,686,786	2,146,754	2,030,412	2,063,143
	3,349,416	3,467,101	3,496,294	3,605,193	4,032,263	3,970,901
	7,123,359	7,604,547	9,125,403	8,219,418	8,415,648	8,294,999
	831,141	928,614	963,495	995,390	1,404,751	1,619,460
	1,744,557	2,146,496	3,076,892	2,430,593	3,208,510	2,220,386
	556,215	613,979	466,875	545,707	505,955	459,213
	3,403,164	3,293,972	3,138,742	2,645,157	2,395,981	2,185,679
	-	-	-	-	-	-
	414,888	396,711	401,812	479,431	525,413	498,988
	80,374,429	83,859,336	90,953,802	83,217,474	88,601,335	89,190,279
	4,004	2,950	-	18,647	991	1,964
	-	-	-	-	-	-
	-	-	-	-	-	-
	-	-	-	-	-	-
	-	-	-	-	-	-
	-	-	-	-	-	-
	-	-	-	-	-	-
	-	-	-	-	-	-
	-	-	-	-	-	-
	88,627	74,105	2,325	53,994	69,149	64,395
	705,192	471,740	70,548	537,561	635,913	634,643
	82,611	83,586	131,565	106,779	82,233	192,444
	-	8,400	7,849	9,800	4,900	-
	-	-	-	-	-	-
	-	-	-	-	8,917	-
	-	-	-	-	-	-
	-	-	-	-	-	-
	-	-	-	-	-	-
	-	-	-	-	-	-
	16,666,429	18,593,311	17,375,422	19,947,450	20,231,617	16,754,065
	17,546,863	19,234,092	17,587,709	20,674,231	21,033,720	17,647,511
\$	(62,827,566)	\$ (64,625,244)	\$ (73,366,093)	\$ (62,543,243)	\$ (67,567,615)	\$ (71,542,768)

Canutillo Independent School District
General Revenues and Total Change in Net Position
Last Ten Fiscal Years
(Accrual Basis of Accounting)
(Unaudited)

	Fiscal Year		
	2015	2016	2017
Net (Expense)/Revenue			
Total primary government net expense	\$ (60,133,431)	\$ (65,415,592)	\$ (61,781,162)
General Revenues and Other Changes in Net Position			
Governmental activities:			
Taxes			
Property Taxes, Levied for General Purposes	20,939,039	21,656,317	21,239,263
Property Taxes, Levied for Debt Service	6,178,346	6,606,361	6,532,538
State Aid - Formula Grants	30,645,558	34,231,566	31,405,563
Grants and Contributions not Restricted	-	-	-
Investment Earnings	40,420	75,399	146,474
Miscellaneous Local and Intermediate Revenue	24,614	594,708	894,824
Special Item - Gain on Disposal of Capital Assets	-	-	-
Special Item - Loss on Disposal of Capital Assets	(38,652)	-	-
Total Primary Government	<u>57,789,325</u>	<u>63,164,351</u>	<u>60,218,662</u>
Change in Net Position			
Net Total Primary Government	<u>\$ (2,344,106)</u>	<u>\$ (2,251,241)</u>	<u>\$ (1,562,500)</u>

Source: CISD Annual Comprehensive Financial Report- Exhibit B-1

TABLE III

Fiscal Year						
2018	2019	2020	2021	2022	2023	2024
\$ (51,040,083)	\$ (62,827,566)	\$ (64,625,244)	\$ (73,366,093)	\$ (62,543,243)	\$ (67,567,615)	\$ (71,542,768)
23,357,478	26,329,850	25,981,887	27,082,411	27,342,188	29,284,160	23,586,007
7,078,855	7,894,588	8,776,772	9,402,017	10,299,890	11,460,539	12,610,504
30,602,475	30,227,936	31,615,472	30,593,287	29,983,055	26,558,405	33,239,438
-	-	-	-	-	-	-
255,799	413,398	313,566	37,667	58,303	1,001,095	1,210,993
301,541	442,375	155,760	252,059	189,790	266,434	308,986
-	-	-	1,143,254	-	944,650	9,455,672
-	-	(2,025,279)	-	(27,007)	-	-
61,596,148	65,308,147	64,818,178	68,510,695	67,846,219	69,515,283	80,411,600
\$ 10,556,065	\$ 2,480,581	\$ 192,934	\$ (4,855,398)	\$ 5,302,976	\$ 1,947,668	\$ 8,868,832

**Canutillo Independent School District
Fund Balances, Governmental Funds
Last Ten Fiscal Years**
(Modified Accrual Basis of Accounting)
(Unaudited)

		Fiscal Year			
		2015	2016	2017	2018
General Fund					
	Nonspendable	\$ 348,465	\$ 403,311	\$ 338,560	\$ 401,057
	Restricted	1,930,305	749,104	827,080	974,904
	Assigned	-	350,000	-	348,000
	Committed	-	917,006	-	-
	Unassigned	10,475,439	9,884,396	11,417,169	14,017,009
Total General Fund		<u>\$ 12,754,209</u>	<u>\$ 12,303,817</u>	<u>\$ 12,582,809</u>	<u>\$ 15,740,970</u>
All Other Governmental Funds					
	Nonspendable	\$ -	\$ 552	\$ 2,365	\$ -
	Restricted	12,347,491	8,087,766	8,253,159	8,296,911
	Committed	-	-	-	-
	Unassigned	-	(552)	-	-
Total All Other Governmental Funds		<u>\$ 12,347,491</u>	<u>\$ 8,087,766</u>	<u>\$ 8,255,524</u>	<u>\$ 8,296,911</u>
Total Governmental Funds		<u>\$ 25,101,700</u>	<u>\$ 20,391,583</u>	<u>\$ 20,838,333</u>	<u>\$ 24,037,881</u>

Source: CISD Annual Comprehensive Financial Report- Exhibit C-1

TABLE IV

Fiscal Year					
2019	2020	2021	2022	2023	2024
\$ 397,236	\$ 483,848	\$ 493,629	\$ 663,202	\$ 461,261	\$ 419,933
1,787,948	2,887,187	6,598,479	5,554,313	3,258,871	1,932,687
2,450,000	1,285,200	2,602,223	3,612,620	640,000	3,690,000
-	-	-	-	-	-
14,520,457	17,441,429	15,925,829	15,289,534	15,232,764	13,863,297
<u>\$ 19,155,641</u>	<u>\$ 22,097,664</u>	<u>\$ 25,620,160</u>	<u>\$ 25,119,669</u>	<u>\$ 19,592,896</u>	<u>\$ 19,905,917</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 825
8,627,199	8,890,951	11,748,724	10,978,666	13,771,112	15,043,149
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 8,627,199</u>	<u>\$ 8,890,951</u>	<u>\$ 11,748,724</u>	<u>\$ 10,978,666</u>	<u>\$ 13,771,112</u>	<u>\$ 15,043,974</u>
<u>\$ 27,782,840</u>	<u>\$ 30,988,615</u>	<u>\$ 37,368,884</u>	<u>\$ 36,098,335</u>	<u>\$ 33,364,008</u>	<u>\$ 34,949,891</u>

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REVENUE CAPACITY INFORMATION

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Canutillo Independent School District
Governmental Funds Revenues
Last Ten Fiscal Years
 (Modified Accrual Basis of Accounting)
 (Unaudited)

	Fiscal Year			
	2015	2016	2017	2018
Local Revenues				
Property Taxes	\$ 25,376,977	\$ 26,193,864	\$ 28,658,030	\$ 30,721,789
Investment Income	38,971	75,399	146,474	255,799
Food Sales	132,386	113,999	83,153	93,487
Cocurricular Student Activities	43,262	38,589	52,090	37,742
Other	358,841	1,245,843	726,576	118,499
Total Local Revenues	<u>25,950,437</u>	<u>27,667,694</u>	<u>29,666,323</u>	<u>31,227,316</u>
State Revenues	<u>32,481,808</u>	<u>35,019,884</u>	<u>33,219,051</u>	<u>34,025,072</u>
Federal Revenues	<u>9,048,422</u>	<u>9,233,966</u>	<u>9,813,149</u>	<u>9,912,624</u>
Total Governmental Fund Revenues	<u>\$ 67,480,667</u>	<u>\$ 71,921,544</u>	<u>\$ 72,698,523</u>	<u>\$ 75,165,012</u>

Source: CISD Annual Comprehensive Financial Report- Exhibit C-3
 Notes IV.W Revenue from Local and Intermediate Sources

TABLE V

Fiscal Year					
2019	2020	2021	2022	2023	2024
\$ 34,650,380	\$ 34,762,679	\$ 36,365,046	37,725,819	40,862,579	36,051,135
416,813	327,660	41,399	64,743	1,091,283	1,341,603
88,627	74,105	2,325	53,994	62,214	62,431
35,933	42,200	-	47,626	66,417	65,039
809,389	614,988	388,209	777,011	1,183,021	1,378,026
36,001,142	35,821,632	36,796,979	38,669,193	43,265,514	38,898,234
34,435,398	36,195,007	34,632,129	33,831,762	30,831,539	38,836,742
10,571,413	11,371,188	12,610,336	20,009,800	17,809,590	12,112,703
\$ 81,007,953	\$ 83,387,827	\$ 84,039,444	\$ 92,510,755	\$ 91,906,643	\$ 89,847,679

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Canutillo Independent School District
Governmental Funds Expenditures and Debt Service Ratio
Last Ten Fiscal Years
 (Modified Accrual Basis of Accounting)
 (Unaudited)

	Fiscal Year		
	2015	2016	2017
Instruction	\$ 31,796,849	\$ 32,943,294	\$ 33,754,675
Instructional Resources and Media Services	886,300	976,222	939,788
Curriculum and Instructional Staff Development	1,751,739	1,589,671	1,472,717
Instructional Leadership	1,419,340	1,290,962	1,156,367
School Leadership	3,195,397	3,442,024	3,580,242
Guidance, Counseling and Evaluation Services	1,691,052	1,825,249	2,003,763
Social Work Services	43,118	152,006	150,838
Health Services	656,397	710,135	775,005
Student (Pupil) Transportation	1,742,115	1,794,000	1,870,241
Food Services	4,112,857	5,060,615	5,178,373
Cocurricular/Extracurricular Activities	1,444,182	1,420,135	1,455,910
General Administration	3,168,342	2,989,759	2,924,449
Facilities Maintenance and Operations	5,555,429	5,837,664	5,937,974
Security and Monitoring Services	383,701	448,580	453,821
Data Processing Services	1,529,991	1,740,997	1,637,502
Community Services	487,565	472,990	425,506
Debt Service			
Principal	3,023,764	3,290,619	2,664,189
Interest	4,443,454	4,214,993	4,653,143
Bond Issuance Cost and Fees	560,196	217,586	223,610
Facilities Acquisition and Construction	18,905,933	6,258,354	334,250
Other governmental charges	308,677	331,542	376,335
Total Expenditures	\$ 87,106,398	\$ 77,007,397	\$ 71,968,698
Capitalized Capital Outlay	19,850,694	37,294,654	2,024,179
Debt Service as a Percentage of Noncapital Expenditures	11.10%	18.90%	10.46%

Source: CISD Annual Comprehensive Financial Report- Exhibit C-3
 Capitalized Capital Outlay: Note IV.E - Additions or Exhibit C-4 Additions

TABLE VI

Fiscal Year						
2018	2019	2020	2021	2022	2023	2024
\$ 33,831,196	\$ 37,571,892	\$ 37,719,765	\$ 43,700,372	\$ 41,369,005	\$ 43,557,895	\$ 43,373,583
954,047	970,123	959,647	919,133	979,565	1,026,302	1,017,107
1,394,177	1,471,832	1,477,481	1,686,353	2,262,099	2,217,470	1,967,788
1,164,559	1,134,148	1,146,922	1,277,490	1,286,404	1,408,932	1,432,017
3,716,948	3,879,977	4,049,401	4,092,096	4,227,819	4,406,941	4,150,418
1,998,330	2,079,721	2,336,936	2,395,678	2,457,993	2,691,839	2,684,509
158,593	141,272	189,846	194,063	388,656	483,720	205,620
821,252	926,365	1,018,474	1,170,330	1,293,785	1,065,024	1,040,652
1,893,399	1,790,593	3,151,482	1,961,342	1,766,156	2,120,452	2,087,440
4,388,246	4,222,023	4,553,573	4,906,019	5,674,592	5,776,358	5,642,627
1,551,026	1,727,750	1,691,477	1,362,178	1,976,345	1,775,942	1,773,556
2,931,415	3,128,593	3,199,438	3,356,293	3,665,890	4,081,525	3,908,785
6,053,251	6,235,664	6,600,121	8,293,641	7,730,467	7,986,528	7,430,094
601,348	810,095	890,074	1,038,277	1,077,634	1,434,188	1,638,531
1,990,406	1,630,410	2,001,278	3,340,226	2,708,887	3,017,816	2,775,224
419,300	429,984	456,882	350,501	461,144	430,662	350,804
2,770,656	3,455,919	4,766,869	3,773,478	7,150,014	8,479,393	12,322,048
4,455,845	3,875,577	3,509,926	2,611,205	3,120,691	2,678,611	2,354,965
3,078	16,030	368,246	513,526	86,214	85,549	289,083
324,873	1,888,697	1,350,216	1,586,938	1,149,325	904,776	1,780,503
379,178	414,888	396,711	401,812	479,431	525,413	498,988
\$ 71,801,123	\$ 77,801,553	\$ 81,834,765	\$ 88,930,951	\$ 91,312,116	\$ 96,155,336	\$ 98,724,342
937,480	2,308,195	2,996,398	2,706,695	2,019,846	2,950,570	3,321,977
10.20%	9.71%	10.50%	7.40%	11.50%	11.97%	15.38%

Canutillo Independent School District
Other Financing Sources and Uses and Net Change in Fund Balances
Governmental Funds
Last Ten Fiscal Years
(Modified Accrual Basis of Accounting)
(Unaudited)

	Fiscal Year		
	2015	2016	2017
Excess of Revenues Over (Under) Expenditures	\$ (19,625,731)	\$ (5,085,853)	\$ 729,825
Other Financing Sources (Uses)			
General Long-term Debt Issued	16,870,000	8,645,000	8,455,000
Sale of Real or Personal Property	-	-	-
Transfers In	800,091	168,101	3,613
Premium or Discount on Issuance of Bonds	2,139,576	1,271,728	1,437,985
Proceeds of Right-to-Use Lease	-	-	-
Proceeds of SBITAs	-	-	-
Transfers Out	-	-	(3,613)
Other (Uses)	(18,616,058)	(9,709,093)	(10,176,060)
Total Other Financing Sources (Uses)	<u>1,193,609</u>	<u>375,736</u>	<u>(283,075)</u>
Special Items			
Sale of Real and Personal Property	-	-	-
Net Change in Fund Balances	<u>\$ (18,432,122)</u>	<u>\$ (4,710,117)</u>	<u>\$ 446,750</u>

Source: CISD Annual Comprehensive Financial Report- Exhibit C-3

TABLE VII

Fiscal Year						
2018	2019	2020	2021	2022	2023	2024
\$ 3,363,889	\$ 3,206,400	\$ 1,553,062	\$ (4,891,507)	\$ 1,198,639	\$ (4,248,693)	\$ (8,976,663)
-	-	22,980,000	30,229,627	-	-	-
-	186,661	1,277,886	1,200,000	4,400	1,732,854	-
-	-	-	-	-	-	10,081
-	-	1,086,508	3,458,561	-	-	-
-	-	-	-	-	712,823	-
-	-	-	-	-	68,689	746,181
-	-	-	-	-	(1,000,000)	(10,081)
-	-	(23,691,681)	(23,616,412)	(2,473,588)	-	-
-	186,661	1,652,713	11,271,776	(2,469,188)	1,514,366	746,181
-	-	-	-	-	-	9,816,365
\$ 3,363,889	\$ 3,393,061	\$ 3,205,775	\$ 6,380,269	\$ (1,270,549)	\$ (2,734,327)	\$ 1,585,883

Canutillo Independent School District
Assessed Value and Actual Value of Taxable Property
Last Ten Fiscal Years
(Unaudited)

TABLE VIII

Fiscal Year	Assessed Value		Less:	Total Taxable Assessed Value	Total Direct Tax Rate ^a	Estimated Actual Taxable ^b Value	Taxable Assessed Value as a Percentage of Actual Taxable Value
	Real Property	Personal Property	Tax-Exempt Property				
2015	2,005,251,659	474,574,116	820,905,267	1,658,920,508	1.4900	2,479,825,775	66.90%
2016	2,171,523,190	485,548,680	888,172,374	1,768,899,496	1.5300	2,657,071,870	66.57%
2017	2,276,976,588	511,664,925	938,908,114	1,849,733,399	1.5300	2,788,641,513	66.33%
2018	2,329,729,591	635,928,223	937,170,733	2,028,487,081	1.5300	2,965,657,814	68.40%
2019	2,576,787,387	527,797,623	831,229,050	2,273,355,960	1.5300	3,104,585,010	73.23%
2020	2,745,060,428	645,614,654	916,343,602	2,474,331,480	1.4284	3,390,675,082	72.97%
2021	2,977,707,806	694,238,475	1,026,903,456	2,645,042,825	1.3901	3,671,946,281	72.03%
2022	3,202,009,532	666,817,364	1,004,692,388	2,864,134,508	1.3901	3,868,826,896	74.03%
2023	3,658,816,189	764,772,013	1,202,002,873	3,221,585,329	1.3424	4,423,588,202	72.83%
2024	4,694,030,971	1,192,757,819	2,178,646,576	3,708,142,214	1.1605	5,886,788,790	62.99%

Source: Central Appraisal District

Notes:

^aPer \$100 of assessed valuation

^bMarket value

Canutillo Independent School District
Direct and Overlapping Property Tax Rates
Last Ten Fiscal Years
(Rate Per \$100 of Assessed Value)
(Unaudited)

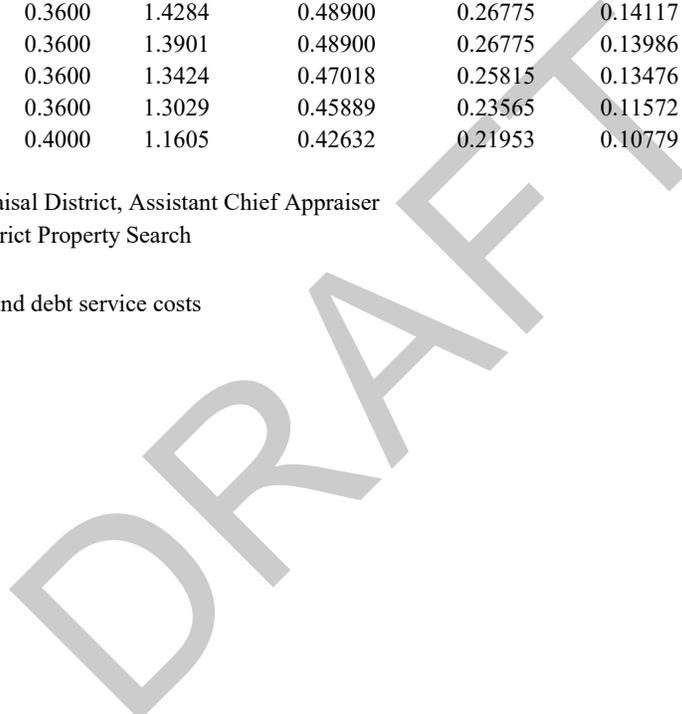
TABLE IX

Fiscal Year	District Direct Rates			Overlapping Rates ^a				
	Operating	Debt Service	Total	El Paso County	Medical Center	Community College	Emergency Serv. District #2	Village of Vinton
2015	1.1700	0.3600	1.5300	0.45269	0.22068	0.13381	0.09508	0.32298
2016	1.1700	0.3600	1.5300	0.45613	0.22261	0.13491	0.09460	0.36870
2017	1.1700	0.3600	1.5300	0.45269	0.23446	0.13491	0.09460	0.46497
2018	1.1700	0.3600	1.5300	0.44782	0.25194	0.14027	0.09086	0.75245
2019	1.1700	0.3600	1.5300	0.44782	0.25194	0.14027	0.09086	0.75245
2020	1.0684	0.3600	1.4284	0.48900	0.26775	0.14117	0.10000	0.75245
2021	1.0301	0.3600	1.3901	0.48900	0.26775	0.13986	0.09510	0.73203
2022	0.9824	0.3600	1.3424	0.47018	0.25815	0.13476	0.10000	0.75154
2023	0.9429	0.3600	1.3029	0.45889	0.23565	0.11572	0.08646	0.66392
2024	0.7605	0.4000	1.1605	0.42632	0.21953	0.10779	0.07886	0.80144

Source: El Paso Central Appraisal District, Assistant Chief Appraiser
El Paso Central Appraisal District Property Search

Note:

^aIncludes levies for operating and debt service costs



**Canutillo Independent School District
Principal Property Taxpayers
Current Year and Nine Years Ago
(Unaudited)**

TABLE X

<u>Taxpayer</u>	2024			2015		
	Taxable		Percentage of Taxable Value	Taxable		Percentage of Taxable Value
	Assessed Value	Rank		Assessed Value	Rank	
Tenet Hospitals Limited	\$ 100,000,000	1	3.07%			
El Paso Outlet Center CMBS LLC	58,505,000	2	2.19%	\$ 93,770,500	1	5.34%
Care Fusion 213 LLC	39,990,908	3	1.23%	24,987,008	2	1.42%
Schneider Electric USA Inc	37,638,134	4	1.15%			
ROP Arcraft LLC	36,874,489	5	1.13%			
El Paso Behavioral Hospital	33,227,970	6	1.02%			
El Paso Electric Co.	31,236,113	7	0.96%	13,879,026	8	
Coleman Cable Inc.	29,863,058	8	0.92%			
Wal-Mart Stores Inc	25,820,648	9	0.92%			
Vinton Steel LLC	24,265,677	10	74.00%			
Sumi Texas Wire Inc				18,577,337	4	1.06%
Plexxar Joint Venture				18,746,732	3	1.07%
Bsteel Properties I Ltd.				17,484,601	5	1.00%
El Paso Outlet Center II Expansion LLC				12,097,737	9	0.69%
Jordan Foster Construction				11,090,802	10	0.63%
Quarry Cave Partners LTD				14,892,186	6	0.85%
Eagle Family Foods Inc				14,029,932	7	0.80%
Subtotal	\$ 417,421,997		12.81%	\$ 239,555,861		13.64%
*All other taxpayers	2,841,702,019		87.19%	1,516,476,053		86.36%
	<u>\$ 3,259,124,016</u>		<u>100.00%</u>	<u>\$ 1,756,031,914</u>		<u>100.00%</u>

Source: Central Appraisal District

Canutillo Independent School District
Property Tax Levies and Collections
Last Ten Fiscal Years
(Unaudited)

TABLE XI

Fiscal Year	Calendar Year	Original Levy	Adjustments	Adjusted Levy	Collected in First Period		Collected in Subsequent Period	Total Collections		Balance
					Amount	Percentage of Original Levy		Amount	Percentage of Adjusted Levy	
2015	2014	25,351,936	(81,375)	25,270,561	24,659,016	97.27%	(34,487)	24,624,529	97.44%	646,032
2016	2015	26,801,275	(248,162)	26,553,114	25,894,457	96.62%	576,460	26,470,917	99.69%	82,197
2017	2016	28,760,640	(263,465)	28,497,175	27,933,762	97.12%	486,647	28,420,409	99.73%	76,766
2018	2017	30,979,593	(102,564)	30,877,029	30,252,099	97.65%	559,476	30,811,575	99.79%	65,454
2019	2018	34,614,553	(251,069)	34,363,484	33,814,979	97.69%	459,739	34,274,718	99.74%	88,766
2020	2019	35,406,633	(463,324)	34,943,309	34,418,666	97.21%	406,835	34,825,501	99.66%	117,808
2021	2020	36,817,108	(216,362)	36,600,745	35,964,377	97.68%	496,168	36,460,545	99.62%	140,200
2022	2021	38,959,142	(444,287)	38,514,855	37,797,711	97.02%	518,844	38,316,555	99.49%	198,300
2023	2022	42,385,214	(832,992)	41,552,222	40,853,421	96.39%	374,918	41,228,339	99.22%	323,883
2024	2023	37,764,570	(1,018,817)	36,745,753	36,036,831	95.42%	-	36,036,831	98.07%	708,922

Source:
CISD Annual Comprehensive Financial Report- Exhibit J-1
Property Tax Collection Analysis Report

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DEBT CAPACITY INFORMATION

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Canutillo Independent School District
Outstanding Debt by Type
Last Ten Fiscal Years
(Unaudited)

Governmental Activities

Fiscal Year	General Obligation Bonds	Bond Accretion Payable	Unamortized Premium on Bonds	Loans from Direct Borrowing	Maintenance Tax Notes	Right-to-Use Lease Liabilities
2015	102,100,499	2,207,137	7,767,646	4,603,324	-	-
2016	98,633,346	2,235,470	8,526,274	4,351,540	-	-
2017	96,045,054	2,250,703	8,973,198	4,085,642	-	-
2018	93,555,000	-	8,000,705	3,805,040	-	-
2019	90,395,000	-	7,398,463	3,509,121	-	-
2020	85,875,000	-	6,475,626	3,197,252	-	-
2021	82,389,627	3,087,280	4,692,357	2,868,774	9,775,000	-
2022	73,984,627	3,150,000	4,002,419	2,523,003	9,095,000	75,386
2023	67,069,627	3,213,929	3,340,234	2,159,235	8,205,000	650,269
2024	56,394,627	3,279,207	2,516,173	1,767,530	7,285,000	509,969

Notes:

^aSee Table XVI for personal income

^bSee Table VIII for estimated actual property value

Source:

CISD Annual Comprehensive Financial Report- Note IV.H Changes in Long-Term Liabilities
Municipal Advisory Council of Texas - Estimated Population

TABLE XII

Governmental Activities							
Subscription- Base Information Technology Arrangements	Unamortized Premium on Manitenance Tax Notes	Total Primary Government	Percentage of Personal Income ^a	Estimated Population	Per Capita	Ratio of Net Bonded Debt to Estimated Actual Property Value ^b	
-	-	116,678,606	0.43%	25,802	4,522	21.25	
-	-	113,746,630	0.41%	26,884	4,231	23.36	
-	-	111,354,597	0.38%	27,115	4,107	25.04	
-	-	105,360,745	0.36%	27,363	3,850	28.15	
-	-	101,302,584	0.33%	27,327	3,707	30.65	
-	-	95,547,878	0.30%	26,585	3,594	35.49	
-	387,439	103,200,477	0.29%	27,082	3,811	35.58	
-	345,010	93,175,445	0.24%	27,330	3,409	41.52	
92,980	302,581	85,033,855	0.21%	28,272	3,008	52.02	
576,540	260,036	72,589,082	#VALUE!	25,965	2,796	81.10	

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Canutillo Independent School District
Direct and Overlapping Governmental Activities Debt
As of June 30, 2024
(Unaudited)

TABLE XIII

Governmental Unit (Taxing Entity)	Total Tax Supported Debt as of 06/30/2024 ^a	As of	Estimated Percentage Applicable ^b	Estimated Share of Direct and Overlapping Debt
El Paso County	\$ 238,897,284 *	6/30/2024	6.78%	\$ 16,197,236
El Paso County Hospital District	301,115,000 *	6/30/2024	6.78%	\$ 20,415,597
City of El Paso	1,512,365,000 *	6/30/2024	6.68%	\$ 101,025,982
Anthony Town	3,934,000 *	6/30/2024	0.62%	\$ 24,391
Village of Vinton	8,227,000 *	6/30/2024	88.60%	\$ 7,289,122
Overlapping Debt:				\$ 144,952,328
Canutillo ISD Direct Debt		6/30/2024		56,394,627
Accretion Payable- Series 2020 CABS				3,279,207
Unamortized Premiums on Bonds				2,516,173
Loans from Direct Borrowing				1,767,530
Maintenance Tax Notes				7,285,000
Unamortized Premium on Manitenance Tax Notes				260,036
Right-to-Use Lease Liabilities				509,969
Subscription-Base Information Technology Arrangements (SBITAs)				576,540
Direct Debt:				\$ 72,589,082
Total Direct and Overlapping Debt:				\$ 217,541,410
Ratio of Total Direct and Overlapping Debt to Assessed Valuation				5.99%
Per Capita Overlapping Debt				\$ 7,719

Notes:

* Gross Debt. Please note that some debt may be supported by other revenues and thus be considered self supporting debt. Using gross debt may overstate the actual amount of debt supported by ad valorem taxes.

a Texas MAC (Municipal Advisory of Texas)

b Methodology for Deriving Overlapping Percentages:
that falls within the borders of the school district is applied to the total tax-supported debt of that entity to determine the overlapping debt of the Keller Independent School District.

Source: Municipal Advisory Council of Texas
CISD Annual Comprehensive Financial Report- Note IV.H

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Canutillo Independent School District
Legal Debt Margin Information
Last Ten Fiscal Years
(Unaudited)

	Fiscal Year			
	2015	2016	2017	2018
Assessed value ^a	\$ 1,655,096,620	\$ 1,750,221,045	\$ 1,878,393,379	\$ 2,028,927,049
Debt Limit ^b	165,509,662	175,022,105	187,839,338	202,892,705
Amount of debt applicable to debt limit:				
Total bonded debt	96,415,054	96,415,054	96,045,054	93,555,000
Less: Reserve for debt service	5,188,673	4,367,300	4,283,756	5,170,823
Total net debt applicable to limit	<u>91,226,381</u>	<u>92,047,754</u>	<u>91,761,298</u>	<u>88,384,177</u>
Legal debt margin	<u>\$ 74,283,281</u>	<u>\$ 82,974,351</u>	<u>\$ 96,078,040</u>	<u>\$ 114,508,528</u>
Total net debt applicable to the limit as a percentage of debt limit.	55.12%	52.59%	48.85%	43.56%
Net Debt Per Capita	3,536	3,424	3,384	3,230

Notes:

^aMarket value less exemptions

^bThis percentage is in accordance with the recommendations of the Texas Education Agency as stated in the Texas Education Code, Bulletin 721, Sec. 20.04.

Source: Texas Municipal Report

Total bonded debt amounts are from Annual Comprehensive Financial Report- Note IV.H

Reserve for debt service amounts are from Exhibit C-1

TABLE XIV

Fiscal Year					
2019	2020	2021	2022	2023	2024
\$ 2,260,474,743	\$ 2,474,201,012	\$ 2,463,646,696	\$ 2,896,304,696	\$ 3,251,100,158	\$ 3,259,124,016
226,047,474	247,420,101	246,364,670	289,630,470	325,110,016	325,912,402
90,395,000	85,875,000	82,389,627	73,984,627	67,069,627	56,394,627
6,847,623	7,992,926	11,172,597	10,394,623	13,110,424	14,334,507
83,547,377	77,882,074	71,217,030	63,590,004	53,959,203	42,060,120
<u>\$ 142,500,097</u>	<u>\$ 169,538,027</u>	<u>\$ 175,147,640</u>	<u>\$ 226,040,466</u>	<u>\$ 271,150,813</u>	<u>\$ 283,852,282</u>
36.96%	31.48%	28.91%	21.96%	16.60%	12.91%
3,057	2,930	2,630	2,327	1,909	1,620

Canutillo Independent School District
Ratio of Net General Obligation Bonded Debt Outstanding
Last Ten Fiscal Years
(Unaudited)

Governmental Activities

Fiscal Year	Gross Bonded Debt	Bond Accretion Payable	Unamortized Premium on Bonds	Restricted for Debt Service	Net Bonded Debt
2015	102,100,499	2,207,137	7,767,646	(3,398,586)	108,676,696
2016	98,633,346	2,235,470	8,526,274	(3,799,895)	105,595,195
2017	96,045,054	2,250,703	8,973,198	(4,367,300)	102,901,655
2018	93,555,000	-	8,000,705	(4,097,325)	97,458,380
2019	90,395,000	-	7,398,463	(5,789,290)	92,004,173
2020	85,875,000	-	6,475,626	(7,100,680)	85,249,946
2021	82,389,627	3,087,280	4,692,357	(7,243,081)	82,926,183
2022	73,984,627	3,150,000	4,002,419	(6,711,147)	74,425,899
2023	67,069,627	3,213,929	3,340,234	(9,426,358)	64,197,432
2024	56,394,627	3,279,207	2,516,173	(10,778,624)	51,411,383

Source: Central Appraisal District
CISD Annual Comprehensive Financial Report- Note IV.H and Exhibit A-1
Municipal Advisory Council of Texas - Estimated Population

TABLE XV

Governmental Activities

Total Taxable Actual Value	Ratio of Net Bonded Debt To Actual Value	Estimated Population	Per Capita	Net Bonded Debt Per Capita
1,658,920,508	6.55%	25,802	4,212	25,802
1,768,899,496	5.97%	26,884	3,928	26,884
1,849,733,399	5.56%	27,115	3,795	27,115
2,028,487,081	4.80%	27,363	3,562	27,363
2,273,355,960	4.05%	27,327	3,367	27,327
2,474,331,480	3.45%	26,585	3,207	26,585
2,645,042,825	3.14%	27,082	3,062	27,082
2,645,042,825	2.81%	27,330	2,723	27,330
3,221,585,329	1.99%	35,906	1,788	35,906
3,708,142,214	1.39%	25,965	1,980	25,965

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DEMOGRAPHIC AND ECONOMIC INFORMATION

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**Canutillo Independent School District
Demographic and Economic Statistics
Last Ten Years
(Unaudited)**

TABLE XVI

Calendar Year	Population^a	Personal Income^b (in thousands)	Per Capita Personal Income	Unemployment Rate^c
2015	833,487	27,251,966	31,799	5.20%
2016	841,971	27,744,310	32,614	5.30%
2017	840,410	29,062,655	34,582	4.60%
2018	840,758	29,209,210	34,575	4.30%
2019	845,553	30,301,514	35,836	3.90%
2020	839,238	31,651,549	37,715	9.50%
2021	841,286	35,181,255	41,818	7.30%
2022	867,947	38,245,050	44,064	5.70%
2023	869,880	40,669,240	46,753	4.90%
2024	N/A	N/A	N/A	N/A

Notes: All information above is for El Paso metropolitan area.
2024 data is not yet available

Sources:

^aU.S. Census Bureau, North Central Texas Council of Governments (El Paso County, TX)

^bU.S. Department of Commerce, Bureau Of Economic Analysis

^cTexas Workforce Commission

**Canutillo Independent School District
Principal Employers
Current Year and Nine Years Ago
(Unaudited)**

TABLE XVII

Employer	2024			Employer	2015		
	Employees	Rank	Percentage of Total Employment		Employees	Rank	Percentage of Total Employment
Fort Bliss	47,628	1	12.89%	Fort Bliss	41,250	1	12.48%
El Paso Independent School District	7,875	2	2.13%	El Paso Independent School District	8,579	2	2.60%
Socorro Independent School District	7,144	3	1.93%	City of El Paso	6,570	3	1.99%
T & T Staff Management L.P	6,840	4	1.85%	Ysleta Independent School District	6,241	4	1.89%
Ysleta Independent School District	6,387	5	1.73%	T&T Staff Management L.P.	5,900	5	1.78%
City of El Paso	6,022	6	1.63%	The Hospitals of Providence	5,267	6	1.59%
The Hospital of Providence	5,300	7	1.43%	Socorro Independent School District	4,568	7	1.38%
University of Texas at El Paso	3,400	8	0.92%	University of Texas at El Paso	3,700	8	1.12%
El Paso Community College	3,102	9	0.84%	El Paso Healthcare System, LTD	3,000	9	0.91%
WBAMC Internal Medicine Clinic	3,000	10	0.81%	County of El Paso	2,768	10	0.84%
Total	96,698		26%		87,843		27%
Total Employed	369,554				330,558		

Notes: 2024 and 2015 are calendar years

Source: City of El Paso Economic & International Development, The Borderplex Alliance
Bureau of Labor Statistics
City of El Paso - ACFR for 2015

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OPERATING INFORMATION

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Canutillo Independent School District
Full-Time-Equivalent District Employees by Type
All Funds
Last Ten Fiscal Years
(Unaudited)

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
Campus Administration						
Assistant Principal	11.00	12.00	12.00	12.00	12.90	11.00
Principal	9.00	10.00	10.00	9.10	8.90	9.10
Athletic Director	0.60	0.40	0.60	0.60	0.60	0.60
Total Campus Administration	20.60	22.40	22.60	21.70	22.40	20.70
Teachers						
Teacher	391.50	402.70	389.70	403.10	417.90	411.20
Special Duty Teacher	0.00		0.00	0.00	0.00	0.00
Substitute Teacher	0.40	0.00	0.00	0.00	0.00	0.90
Total Teachers	391.90	402.70	389.70	403.10	417.90	412.10
Professional Support						
Counselor	16.80	18.00	17.00	15.70	14.80	14.80
Educational Diagnostician	5.00	5.00	5.00	4.90	5.00	6.00
Librarian	8.00	9.00	8.00	8.10	8.10	8.10
Occupational Therapist	2.00	2.00	2.00	2.00	2.00	2.00
Physical Therapist	1.00	1.00	1.00	1.00	1.00	1.00
School Nurse	10.80	11.00	12.00	10.00	10.00	9.00
LSSP/Psychologist	0.00	0.00	0.00	0.00	0.00	0.00
Social Worker	0.00	0.00	1.00	1.00	1.00	1.00
Speech Therapist/Speech-Language Pathologist	6.00	6.00	6.90	8.00	7.80	7.00
Work-Based Learning Site Coordinator	0.00	0.00	1.00	1.00	1.00	1.00
Teacher Facilitator	4.00	9.00	7.00	5.90	7.00	7.00
Athletic Trainer	1.00	1.00	1.00	1.00	1.90	2.00
Other Campus Professional Personnel	11.90	10.10	9.00	8.10	8.10	6.20
Other Non-Instructional District Professional Personnel	33.90	36.00	29.80	30.00	31.00	33.20
Total Professional Support	100.40	108.10	100.70	96.70	98.70	98.30
Central Administration						
Assistant/Assoc/Deputy Super	1.00	1.00	2.00	1.00	1.00	1.00
District Instructional Program Director or Executive Director	10.00	6.00	6.00	6.00	6.00	6.00
Superintendent/Chief Administrative Officer/ CEO/ President	1.00	2.00	2.00	1.00	2.00	2.00
Director of Personnel/HR	1.00	1.00	1.00	1.00	1.00	1.00
Total Central Administration	13.00	10.00	11.00	9.00	10.00	10.00
Educational Aides						
Educational Aide	95.60	92.50	82.60	84.50	88.10	92.70
Total Educational Aide	95.60	92.50	82.60	84.50	88.10	92.70
Auxiliary Staff						
Auxiliary Staff	272.50	279.80	286.20	260.70	299.00	289.50
Total Auxiliary Staff	272.50	279.80	286.20	260.70	299.00	289.50
Total FTE	894.00	915.50	892.80	875.70	936.10	923.30

Source: PEIMS

TABLE XVIII

<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>Percentage Change 2015-2024</u>
12.00	13.00	12.80	11.00	0.0%
9.90	9.20	9.00	6.60	-26.7%
0.10	0.10	0.20	0.10	-83.3%
22.00	22.30	22.00	17.70	-14.08%
419.40	413.90	422.00	417.40	6.6%
0.00	0.00	0.00	0.00	0.0%
0.50	0.40	0.00	0.00	-100.0%
419.90	414.30	422.00	417.40	6.51%
14.10	14.70	14.10	15.20	-9.5%
6.00	6.00	6.80	6.00	20.0%
9.00	8.90	8.90	8.40	5.0%
2.00	2.00	2.00	2.00	0.0%
1.00	1.00	1.00	1.00	0.0%
11.00	9.80	10.30	10.80	0.0%
0.00	1.00	1.60	2.00	100.0%
1.90	1.00	3.00	2.00	100.0%
8.00	8.90	9.00	8.00	33.3%
1.00	0.00	0.00	0.00	0.0%
7.00	8.60	7.90	8.00	100.0%
2.00	1.60	1.00	0.80	-20.0%
7.10	11.20	12.80	12.60	5.9%
28.90	32.10	40.00	41.10	21.2%
99.00	106.80	118.40	117.90	17.43%
1.00	1.00	1.00	1.00	0.0%
7.00	8.00	7.00	7.00	-30.0%
2.00	2.00	2.00	2.00	100.0%
1.00	1.00	1.00	1.00	0.0%
11.00	12.00	11.00	11.00	-15.38%
88.40	115.30	130.60	102.00	6.7%
88.40	115.30	130.60	102.10	6.80%
282.00	282.70	297.60	293.20	7.6%
282.00	282.70	297.60	293.20	7.60%
922.30	953.40	1,001.60	959.30	7.30%

Canutillo Independent School District
Operating Statistics,
Last Ten Fiscal Years
(Unaudited)

TABLE XIX

Fiscal Year	Peak Enrollment	Operating Expenditures	Cost per Pupil	Teaching Staff	Pupil-Teacher Ratio	Percentage of Students Receiving Free or Reduced-Price Meals
2015	5,859	59,804,699	10,207	403	14.5	100.00%
2016	5,983	62,570,985	10,458	390	15.4	100.00%
2017	6,042	63,709,821	10,544	403	15.0	100.00%
2018	6,219	63,265,985	10,173	418	14.9	100.00%
2019	6,246	68,136,222	10,909	412	15.2	100.00%
2020	6,239	71,202,388	11,412	412	15.1	100.00%
2021	6,035	79,879,510	13,236	420	14.4	100.00%
2022	6,091	79,291,109	13,018	414	14.7	100.00%
2023	6,076	77,539,880	12,762	422	14.4	100.00%
2024	5,904	81,478,755	13,801	417	14.2	100.00%

Note: Expenditures for computing per pupil cost are a total of actual expenditures as prescribed by the Texas Education Agency's Financial Accountability System Resource Guide. These include the General and Special Revenue Funds, excluding objects of Debt Service, Capital Outlay and Intergovernmental Charges.

Source: PEIMS
CISD Annual Comprehensive Financial Report- Exhibit C-3 and H-2

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Canutillo Independent School District
Building Information
Last Ten Fiscal Years
(Unaudited)

	Fiscal Year			
	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
<u>Schools</u>				
Elementary				
Buildings	7	8	6	6
Square feet	370,608	515,261	515,261	514,493
Enrollment	2,755	2,835	2,957	3,034
Intermediate/Middle				
Buildings	14	14	14	14
Square feet	336,631	336,631	336,631	336,631
Enrollment	1,215	1,210	1,188	1,298
High				
Buildings	34	34	34	35
Square feet	243,350	264,350	256,930	258,598
Enrollment	1,921	1,976	1,919	1,887
<u>Administrative</u>				
Buildings	6	6	6	6
Square feet	167,360	167,360	163,760	163,760
<u>Athletics</u>				
Stadiums	3	3	4	4
Football/soccer/play fields	79	79	84	84
Running tracks	4	4	4	4
Baseball/softball	4	4	4	4
Natatorium	0	0	0	0

Source: Facility and Transportation Manager
Financial Services Actual - Snapshot

TABLE XX

Fiscal Year					
<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
6 514,493 3,008	6 514,493 2,989	6 514,493 2,827	8 516,008 2,612	9 516,776 2,612	9 516,776 2,612
15 346,174 1,292	15 346,174 1,386	15 346,174 1,352	15 346,174 1,352	13 338,431 1,352	13 338,431 1,352
35 258,598 1,929	35 258,598 1,881	36 259,934 1,856	36 259,934 1,894	35 250,941 1,894	35 250,941 1,894
6 163,760	6 163,760	6 163,760	6 163,760	6 163,760	6 163,760
4 84 4 4 0	4 84 4 4 0	4 84 4 4 0	4 84 4 4 0	3 43 4 4 0	3 43 4 4 0

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FEDERAL AWARDS SECTION

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INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED
IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

To the Board of Trustees
Canutillo Independent School District

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*), the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Canutillo Independent School District, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise Canutillo Independent School District's basic financial statements, and have issued our report thereon dated December __, 2024.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Canutillo Independent School District's internal control over financial reporting (*internal control*) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Canutillo Independent School District's internal control. Accordingly, we do not express an opinion on the effectiveness of Canutillo Independent School District's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements, on a timely basis. *A material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Canutillo Independent School District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of This Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Gibson Ruddock Patterson LLC
El Paso, Texas
December __, 2024

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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE
FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL
OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

To the Board of Trustees
Canutillo Independent School District

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Canutillo Independent School District's (the District) compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* that could have a direct and material effect on each of Canutillo Independent School District's major federal programs for the year ended June 30, 2024. Canutillo Independent School District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, Canutillo Independent School District, complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2024.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States (*Government Audit Standards*); and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of Canutillo Independent School District and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of Canutillo Independent School District's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to Canutillo Independent School District's federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on Canutillo Independent School District's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about Canutillo Independent School District's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding Canutillo Independent School District's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of Canutillo Independent School District's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of Canutillo Independent School District's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control over Compliance

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Gibson Ruddock Patterson LLC
El Paso, Texas
December __, 2024

DRAFT

CANUTILLO INDEPENDENT SCHOOL DISTRICT

SCHEDULE OF FINDINGS & QUESTIONED COSTS

FOR THE YEAR ENDED JUNE 30, 2024

SUMMARY OF AUDITOR'S RESULTS

Financial Statements

Type of Auditor's Report issued on whether the financial statements audited were prepared in accordance with GAAP: Unmodified

Internal control over financial reporting:

Were significant deficiencies in internal control disclosed? None reported

Were material weaknesses in internal control disclosed? No

Was any noncompliance disclosed that is material to the financial statements of the auditee, which would be required to be reported in accordance with Government Auditing Standards? No

Federal Awards

Internal control over major federal award programs:

Were significant deficiencies in internal control over major programs disclosed? None reported

Were material weaknesses in internal control over major programs disclosed? No

Type of auditor's report issued on compliance for major federal programs: Unmodified

Were there any audit findings that the auditor is required to report under Title 2 CFR 200.516 Audit findings paragraph (a)? No

Major Federal Programs: **ESEA TITLE I, PART A PROGRAM**
Assistance Listing No. 84.010A
SPECIAL EDUCATION CLUSTER PROGRAM
Assistance Listing No. 84.027A, 84.173A, and 84.027X
TITLE IV, PART B - 21ST CENTURY COMMUNITY LEARNING CENTERS
Assistance Listing No. 84.287C
COVID-19 TCLAS ESSER III and COVID-19 ARP ESSER III
Assistance Listing No. 84.425U

Dollar threshold used to distinguish between Type A and Type B programs: \$750,000

Did the auditee qualified as low-risk auditee under 2 CFR 200.520 Criteria for a low-risk auditee? Yes

(Continued)

CANUTILLO INDEPENDENT SCHOOL DISTRICT

SCHEDULE OF FINDINGS & QUESTIONED COSTS

FOR THE YEAR ENDED JUNE 30, 2024

FINANCIAL STATEMENT FINDINGS

There are no current year findings.

FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

There are no current findings or questioned costs.

DRAFT

CANUTILLO INDEPENDENT SCHOOL DISTRICT

SCHEDULE OF STATUS OF PRIOR FINDINGS

FOR THE YEAR ENDED JUNE 30, 2024

FINANCIAL STATEMENT FINDINGS

There were no prior year findings.

FEDERAL AWARD FINDING AND QUESTIONED COSTS

There were no prior year findings or questioned costs.

DRAFT

CANUTILLO INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2024

(1)	(2)	(3)	(4)
FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/ PROGRAM or CLUSTER TITLE	Federal Assistance Listing No.	Pass-Through Entity Identifying Number	Federal Expenditures
U.S. DEPARTMENT OF DEFENSE			
<u>Direct Programs</u>			
Navy JROTC	12.000	JROTC23	\$ 19,603
Navy JROTC	12.000	JROTC24	61,844
Total Assistance Listing Number 12.000			81,447
Total Direct Programs			81,447
TOTAL U.S. DEPARTMENT OF DEFENSE			81,447
U.S. DEPARTMENT OF EDUCATION			
<u>Passed Through ESC Region 19</u>			
ESEA, Title I, Part C - Migratory Children	84.011	23615001071950	16
ESEA, Title I, Part C - Migratory Children	84.011	24615001071950	90,201
Total Assistance Listing Number 84.011			90,217
Total Passed Through ESC Region 19			90,217
<u>Passed Through Texas Education Agency</u>			
ESEA, Title I, Part A - Improving Basic Programs	84.010A	23610101071907	12,352
ESEA, Title I, Part A - Improving Basic Programs	84.010A	24610101071907	1,408,410
Total Assistance Listing Number 84.010			1,420,762
*IDEA - Part B, Formula	84.027A	236600010719076600	7,764
*IDEA - Part B, Formula	84.027A	246600010719076600	1,138,151
Total Assistance Listing Number 84.027			1,145,915
*IDEA - Part B, Preschool	84.173A	236610010719076610	39
*IDEA - Part B, Preschool	84.173A	246610010719076610	12,708
Total Assistance Listing Number 84.173			12,747
*COVID 19 - IDEA, Part B, Formula - (ARP)	84.027X	225350020719075350	32,101
Total Special Education Cluster (IDEA)			1,190,763
Career and Technical - Basic Grant	84.048A	23420006071907	3,375
Career and Technical - Basic Grant	84.048A	24420006071907	95,561
Total Assistance Listing Number 84.048			98,936
ESEA, Title II, Part A, Teacher Principal Training	84.367A	23694501071907	40,116
ESEA, Title II, Part A, Teacher Principal Training	84.367A	24694501071907	228,079
Total Assistance Listing Number 84.367			268,195
Title III, Part A - English Language Acquisition	84.365A	23671001071907	2,178
Title III, Part A - English Language Acquisition	84.365A	24671001071907	156,799
Total Assistance Listing Number 84.365			158,977
Title IV, Pt B-21st Cent. Community Learning Cent.	84.287C	246950337110037	1,078,753
COVID19 - TCLAS ESSER III	84.425U	21528042071907	437,778
COVID19 - ARP ESSER III	84.425U	21528001071907	1,461,398
Total Assistance Listing Number 84.425			1,899,176
Title IV, Part A, Subpart 1	84.424A	23680101071907	936
Title IV, Part A, Subpart 1	84.424A	24680101071907	52,340
Total Assistance Listing Number 84.424			53,276
Total Passed Through Texas Education Agency			6,168,838

CANUTILLO INDEPENDENT SCHOOL DISTRICT
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 FOR THE YEAR ENDED JUNE 30, 2024

(1)	(2)	(3)	(4)
FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/ PROGRAM or CLUSTER TITLE	Federal Assistance Listing No.	Pass-Through Entity Identifying Number	Federal Expenditures
TOTAL U.S. DEPARTMENT OF EDUCATION			6,259,055
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES			
<u>Passed Through The University of Texas at El Paso</u>			
Mental Health Service Provision and Awareness Program	93.243	226141431A	24,000
Total Passed Through The University of Texas at El Paso			24,000
<u>Passed Through Texas Health and Human Services Commission</u>			
Medicaid Administrative Claiming Program - MAC	93.778	HHS000537900038	1,924
Total Medicaid Cluster			1,924
Total Passed Through Texas Health and Human Services Commission			1,924
TOTAL U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES			25,924
U.S. DEPARTMENT OF AGRICULTURE			
<u>Passed Through the Texas Department of Agriculture</u>			
**School Breakfast Program	10.553	806780706	1,759,315
**National School Lunch Program - Cash Assistance	10.555	806780706	2,955,776
**National School Lunch Prog. - Non-Cash Assistance	10.555	806780706	373,914
**Supply Chain Assistance Grant	10.555	236TX400N8903	83,235
Total Assistance Listing Number 10.555			3,412,925
**Fresh Fruit and Vegetable Program	10.582	806780706	19,176
Total Child Nutrition Cluster			5,191,416
USDA Storage and Delivery Fees	10.560	806780706	7,936
Child & Adult Care Food Program - Cash Assistance	10.558	806780706	17,169
Total Passed Through the Texas Department of Agriculture			5,216,521
TOTAL U.S. DEPARTMENT OF AGRICULTURE			5,216,521
TOTAL EXPENDITURES OF FEDERAL AWARDS			\$ 11,582,947

*, ** Clustered Programs

CANUTILLO INDEPENDENT SCHOOL DISTRICT

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

FOR THE YEAR ENDED JUNE 30, 2024

1. GENERAL

For all federal programs, the District uses the fund types specified in the Texas Education Agency's *Financial Accountability System Resource Guide*.

Special Revenue funds are used to account for resources restricted to, or committed for specific purposes by a grantor. Federal and state financial assistance generally is accounted for in a Special Revenue Fund. If balances have not been expended by the end of the project period, grantors sometimes require the District to refund all or part of the unused amount.

The accompanying schedule of expenditures of federal awards (the "schedule") includes the federal activity of the District under programs of the federal government for the year ended June 30, 2024. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the schedule presents only a selected portion of the operations of the District, it is not intended to and does not present the financial position, changes in net position, or cash flows of the District.

2. BASIS OF ACCOUNTING

Accounting and Financial Reporting - The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. The governmental fund types are accounted for using a current financial resources measurement focus. All federal grant funds are accounted for either in the General Fund or in a Special Revenue Fund which are governmental fund types. With this measurement focus, only current assets, deferred outflows of resources, current liabilities, and deferred inflows of resources generally are included on the balance sheet. Operating statements of these funds present increases (i.e., revenues and other financing sources) and decreases (i.e., expenditures and other financing uses) in fund balance.

The modified accrual basis of accounting is used for the governmental fund types. This basis of accounting recognizes revenues in the accounting period in which they become susceptible to accrual, i.e., both measurable and available, and expenditures in the accounting period in which the fund liability is incurred, if measurable, except for unmatured interest on general long-term debt, which is recognized when due, and certain compensated absences, which are recognized when the obligations are expected to be liquidated with expendable available financial resources.

Federal grant funds are considered to be earned to the extent of expenditures made under the provisions of the grant. When grant funds are received before expenditures are made, they are recorded as unearned revenues until earned. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Due to the nature of the reporting process for the SHARS program, the District recognizes SHARS revenue when it is earned and when the annual Cost Report is acknowledged by the Texas Health and Human Service Commission.

(Continued)

CANUTILLO INDEPENDENT SCHOOL DISTRICT

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

FOR THE YEAR ENDED JUNE 30, 2024

2. BASIS OF ACCOUNTING (Continued)

Period of Performance - The period of performance for federal grant funds for the purpose of liquidation of outstanding obligations made on or before the ending date of the federal project period extended 90 days beyond the federal project period ending date, in accordance with provisions in Section H, Period of Performance of Federal Funds, Part 3, OMB Compliance Supplement - May 2024.

Program Income - The Child Nutrition Cluster generated program income in the amount of \$62,431 for the year ended June 30, 2024.

3. INDIRECT COST RATE

The District did not elect to use the 10% de minimis indirect cost rate but used the indirect cost rate assigned by Texas Education Agency.

The District accounted for federally funded indirect cost in the General Fund as follows:

Program Title	Federal Assistance Listing Number	Amount
ESEA, Title I, Part A - Improving Basic Programs	84.010A	\$ 87,364
IDEA - Part B, Formula	84.027A	70,464
IDEA - Part B, Preschool	84.173A	783
Career and Technical Education - Basic Grant	84.048A	4,711
ESEA, Title II, Part A - Teacher Principal Training	84.367A	16,492
Title III, Part A - English Language Acquisition	84.365A	9,776
Title IV, Pt B - 21 st Cent. Community Learning Cent.	84.287C	66,334
COVID-19 - TCLAS ESSER III	84.425U	64,014
COVID-19 - ARP ESSER III	84.425U	159,954
COVID-19 - IDEA, Part B, Formula - (ARP)	84.027X	987
Title IV, Part A, Subpart 1	84.424A	<u>3,276</u>
Total Indirect Costs		<u><u>\$ 484,155</u></u>

(Continued)

CANUTILLO INDEPENDENT SCHOOL DISTRICT

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

FOR THE YEAR ENDED JUNE 30, 2024

4. RECONCILIATIONS

Of the federal expenditures presented in exhibit K-1, the District accounted for certain funds in the General Fund as follows:

Program Title	Federal Assistance Listing Number	Amount
School Breakfast Program	10.553	\$ 1,759,315
National School Lunch Program - Cash Assistance	10.555	2,955,776
National School Lunch Program - Non-Cash Assistance	10.555	373,914
Supply Chain Assistance Grant	10.555	83,235
Child & Adult Care Food Program - Cash Assistance	10.558	17,169
Fresh Fruit and Vegetable Program	10.582	19,176
USDA Storage and Delivery Fees	10.560	7,936
Navy JROTC	12.000	81,447
Indirect Costs (See Note 3 for detail)	various	<u>484,155</u>
		5,782,123
School Health and Related Services (SHARS) (not included in Exhibit K-1)		<u>529,756</u>
Total General Fund federal revenue per Exhibit C-3		<u><u>\$ 6,311,879</u></u>

The total federal revenue presented on exhibit K-1 can be reconciled to Exhibit C-3 as follows:

Expenditures of federal awards per Exhibit K-1	\$ 11,582,947
SHARS reimbursements	<u>529,756</u>
Total federal revenue per Exhibit C-3	<u><u>\$ 12,112,703</u></u>

Board of Trustees

Meeting Date: 12/17/2024

Executive Summary of Board Agenda Item

Subject/Title for Agenda Posting: Approval of the Recommendation to Contract RFQ 2025-03B Geotechnical Engineering Services for Canutillo ISD 2024 Bond Referendum Projects. Listed in order of evaluation score: CQC Testing and Engineering, LLC; Atlas Technical Consultants, LLC; Intertek-PSI; WSP Environmental & Infrastructure, Inc. and Millennium Engineers Group.

Justification Statement: To authorize administration to proceed with contract negotiations for selected firms, as per Administration Review Committee evaluation and scoring. Approval is required for District Program Manager to proceed with the study and evaluation of subsurface conditions, site preparation, foundation design, pavement design, drainage considerations and other as needed services.

Purpose of Agenda Item: Information Discussion Action
Item Type: Curriculum & Instruction Human Resources Business Services

Staff Responsible:

Signature of Requester(s)



Signature of Presenter(s)

Business Services Approval (Initials)

Date

Agenda Summary:

The Request for Qualifications (RFQ) is a method allowed as defined in the Professional Services Procurement Act, (PSPA), Section 2254.002 and Section 2254.004, as applicable, of the Texas Government Code. The District issued a Request for Qualifications, RFQ #2025-03B, for Geotechnical Engineering Services for the Canutillo ISD 2024 Referendum Projects.

The RFQ closed on November 11, 2024, and received five (5) statement of qualifications. On December 10, 2024, an evaluation committee met to review all qualification statements received. The evaluation committee consisted of Dr. Pedro Galaviz, Superintendent; Dr. Oscar Rico, Executive Director of Operations; Ms. Cristina Pulley, Executive Director of Financial Services evaluated the firm's statements of qualifications according to the selection criteria as stated in the RFQ packet. Mr. Ernesto Ortiz, Program Director and Mrs. Corina Heredia, Purchasing Manager, acted as facilitator and moderator during the evaluation process on behalf of the Program Manager. The administration would like to award the vendor that scored 70 points or above, to provide flexibility in the event that the first ranked vendor is unable to complete the requested project in the required time frame or additional services are required.

RECOMMENDATION: Administration Recommends that the Board approve the recommendation and award contract(s) for RFQ 2025-03 Geotechnical Engineering Services and authorize administration to proceed with contract negotiations with Quantum Engineering Consultant, Inc.; sli engineering inc.; Parkhill, Smith & Cooper, Inc.; Frank X Spencer & Associates, Inc. and Huill-Zollars, Inc. with a contract to be contingent upon review by the District's Legal Counsel.

Total Budget for Geotechnical Engineering Services		
Campus	Budget per Campus	
Canutillo HS		\$25,340.00
Northwest ECHS		\$63,609.00
Canutillo MS		\$160,888.00
Alderete MS		\$159,222.00
Davenport ES		\$106,003.00

PRIOR BOARD ACTION: No

AWARDED: N/A

AWARDED AMOUNT: N/A

AMOUNT(S): Not to Exceed \$515,062.00

ACCOUNT NO(S): N/A

PROCUREMENT METHOD TYPE: (3 Quotes, Cooperative Contract Quotes, Sole Source, Formal Bid)
Request for Qualifications

REQUESTING DEPARTMENT:

Operations

CONSEQUENCES OF NON-APPROVAL:

Cannot enter contract negotiation and award for Canutillo ISD 2024 Bond Projects.

IMPLEMENTATION TIMELINE:

Upon Board Approval

ATTACHMENT(S): ✓

Exhibit A: 2025-03B Executive Summary Back Up Information

Exhibit B: 2025-03B Geotechnical Engineering Bid Tabulation Form

Exhibit C: 2025-03B Contract A101- 2017





EXECUTIVE SUMMARY BACK UP INFORMATION

**Geotechnical Engineering Services for the Canutillo ISD 2024 Bond Referendum Projects
RFQ 2025-03B**

DESCRIPTION OF ITEMS / SERVICES:	The Canutillo Independent School District (“District”) is requesting a Statement of Qualification ("SOQ") from qualified sources relative to the provision of the Request for Qualifications ("RFQ"). This Procurement will be managed under the Canutillo ISD 2024 Bond Referendum, but the services provided may be used by the District, if required, for non-bond relates services, at discretion of the District and approval by the board of trustees.
FIRST ADVERTISEMENT DATE:	November 4, 2024
SECOND ADVERTISEMENT DATE:	November 11, 2024
EMAIL NOTIFICATIONS SENT:	584
IONWAVE POSTING DATE:	November 4, 2024
PRE-BID CONFERENCE:	NONE
BID DUE DATE:	November 18, 2024
DAYS THAT BID WAS AVAILABLE:	11
VENDOR WEBSITE VIEWS:	22
NUMBER OF BIDS RECEIVED:	5
NUMBER OF LATE BIDS REJECTED:	0
CONTRACT TERM:	The initial term of this proposal shall be for the duration of the 2024 Bond Referendum. Contract Term will be effective per date specified in the Notice of Award.
TOTAL AWARD AMOUNT:	Budget not to Exceed \$515,062.00

RFQ 2025-3B - Geotechnical Engineering Services for the Canutillo ISD 2024 Bond Referendum Projects

Supplier		Rank	Score	Introduction and Firm Profile 20	Educational Experience 25	Personnel 25	Workload 20	References 10
CQC Testing and Engineering LLC	1	93.67	18.67	22.00	18.67	19.33	15.00	
Atlas Technical Consultants LLC	2	88.33	17.33	24.00	16.67	15.33	15.00	
Intertek-PSI	3	80.33	19.00	24.00	19.33	18.00	0.00	
WSP Environmental & Infrastructure Inc.	4	79.33	20.00	21.00	19.33	19.00	0.00	
Millennium Engineers Group	5	74.00	11.67	19.00	16.67	11.67	15.00	



AIA® Document A101® – 2017

Standard Form of Agreement Between Owner and Contractor where the basis of payment is a Stipulated Sum

AGREEMENT made as of the _____ day of _____ in the year 2023.
(In words, indicate day, month and year.)

BETWEEN the Owner:
(Name, legal status, address and other information)

and the Contractor:
(Name, legal status, address and other information)

for the following Project:
(Name, location and detailed description)

The Architect:
(Name, legal status, address and other information)

The Owner and Contractor agree as follows.

ADDITIONS AND DELETIONS:

The author of this document has added information needed for its completion. The author may also have revised the text of the original AIA standard form. An *Additions and Deletions Report* that notes added information as well as revisions to the standard form text is available from the author and should be reviewed. A vertical line in the left margin of this document indicates where the author has added necessary information and where the author has added to or deleted from the original AIA text.

This document has important legal consequences. Consultation with an attorney is encouraged with respect to its completion or modification.

The parties should complete A101®–2017, Exhibit A, Insurance and Bonds, contemporaneously with this Agreement. AIA Document A201®–2017, General Conditions of the Contract for Construction, is adopted in this document by reference. Do not use with other general conditions unless this document is modified.

Init.

User Notes:

(1751283831)

TABLE OF ARTICLES

1	THE CONTRACT DOCUMENTS
2	THE WORK OF THIS CONTRACT
3	DATE OF COMMENCEMENT AND SUBSTANTIAL COMPLETION
4	CONTRACT SUM
5	PAYMENTS
6	DISPUTE RESOLUTION
7	TERMINATION OR SUSPENSION
8	MISCELLANEOUS PROVISIONS
9	ENUMERATION OF CONTRACT DOCUMENTS

EXHIBIT A INSURANCE AND BONDS

ARTICLE 1 THE CONTRACT DOCUMENTS

§ 1.1 The Contract Documents consist of this Agreement, Conditions of the Contract (General, Supplementary, and other Conditions), all sections of the Project Manual (if any) and Construction Documents, Drawings, Specifications, , Geotechnical Reports (if any), Addenda issued prior to execution of this Agreement, other documents listed in this Agreement, and Modifications issued after execution of this Agreement, all of which form the Contract, and are as fully a part of the Contract as if attached to this Agreement or repeated herein. The Contract represents the entire and integrated agreement between the parties hereto and supersedes prior negotiations, representations, or agreements, either written or oral. An enumeration of the Contract Documents, other than a Modification, appears in Article 9. Any reference to Contract Documents or any documents included in the Contract. Documents and/or supplemented for this Project, shall refer to the Contract Documents as amended for this Project.

"Construction Documents" means: All Drawings, specifications, submittals, transmittals, deliverables, instructions to Contractors, and other documents, including those in electronic form, prepared by the Architect and the Architect's consultants and which set forth in detail the requirements for construction of the Project.

§ 1.2 This Agreement represents the entire and integrated agreement between the Owner and the Contractor and supersedes all prior negotiations, representations or agreements, either written or oral. Any revision, amendment, or modification to the Standard Form of this Agreement shall be valid, binding, and enforceable only if said revision, amendment or modification is made conspicuous by being underlined, lined-through, or highlighted in this Agreement signed by Contractor and the authorized representative of Owner's Board of Trustees. In the event of conflict, terms and conditions contained in the Agreement shall take precedence over terms and conditions contained in the General Conditions and the terms and conditions in the General Conditions shall take precedence over all other terms and conditions contained in the other Contract Documents. If the Request for Proposals and the Proposal are included in the Contract Documents, then the Request for Proposals shall take precedence over the Proposal, unless specifically agreed otherwise herein.

§ 1.3 The Owner's Board of Trustees, by majority vote, is the only representative of the Owner, an independent school district, having the power to enter into or amend a contract, to approve changes in the scope of the Work, to approve and execute, subject to its Board Policies, a Change Order or Construction Change Directive modifying the Contract Sum, or to agree to an extension to the date of Substantial or Final Completion or to terminate a contract. The Owner designates the following as the individual authorized to sign documents on behalf of the Board of Trustees, following appropriate Board action: Superintendent of Schools or other Board designee.

§ 1.4 The Board designates the authorized representatives identified in Section 8.2 herein below to act on its behalf

Init.

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User Notes:

(1751283831)

in other respects

ARTICLE 2 THE WORK OF THIS CONTRACT

The Contractor shall fully execute the Work described in the Contract Documents, except as specifically indicated in the Contract Documents to be the responsibility of others.

ARTICLE 3 DATE OF COMMENCEMENT AND SUBSTANTIAL COMPLETION

§ 3.1 The date of commencement of the Work shall be:

(Check one of the following boxes.)

- The date of this Agreement.
- A date set forth in a notice to proceed issued by the Owner.
- Established as follows:
(Insert a date or a means to determine the date of commencement of the Work.)

The commencement date will be the first business day after the Contractor's receipt of the written notice to proceed. The notice to proceed shall not be issued by Architect, nor effective, until the Agreement has been signed by the Contractor, approved or authorized by the Owner's Board of Trustees, signed by the Owner's authorized representative, and Owner and Architect have received all required payment and performance bonds and insurance, in compliance with Article 11 of AIA Document A201-2017.

§ 3.2 The Contract Time shall be measured from the date of commencement of the Work.

§ 3.3 Substantial Completion

§ 3.3.1 Subject to adjustments of the Contract Time as provided in the Contract Documents, the Contractor shall diligently prosecute the Work and achieve Substantial Completion of the entire Work:

(Check one of the following boxes and complete the necessary information.)

- Not later than) calendar days from the date of commencement of the Work.
- By the following date:

Final Completion shall be 30 calendar days after the date of Substantial Completion, subject to adjustments of the Contract Time as provided in the Contract Documents.

§ 3.3.2 Subject to adjustments of the Contract Time as provided in the Contract Documents, if portions of the Work are to be completed prior to Substantial Completion of the entire Work, the Contractor shall achieve Substantial Completion of such portions by the following dates:

Portion of Work

Substantial Completion Date

§ 3.3.3 If the Contractor fails to achieve Substantial Completion as provided in this Section 3.3, liquidated damages, if any, shall be assessed as set forth in Section 4.5.

ARTICLE 4 CONTRACT SUM

§ 4.1 The Owner shall pay the Contractor the Contract Sum in current funds for the Contractor's performance of the Contract. The Contract Sum shall be (\$), subject to additions and deductions as provided in the Contract Documents.

Init.

§ 4.2 Alternates

§ 4.2.1 Alternates, if any, included in the Contract Sum:

Item	Price
------	-------

§ 4.2.2

(Paragraphs deleted)

[deleted]

§ 4.3 Allowances, if any, included in the Contract Sum:

(Identify each allowance.)

Item	Price
------	-------

§ 4.4 Unit prices, if any:

(Identify the item and state the unit price and quantity limitations, if any, to which the unit price will be applicable.)

Item	Units and Limitations	Price per Unit (\$0.00)
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§ 4.5 Liquidated damages, if any:

(Insert terms and conditions for liquidated damages, if any.)

§ 4.5.1 Substantial Completion. Time is of the essence in all phases of the Work. It is specifically understood and agreed by and between Owner and Contractor that time is of the essence in the Substantial Completion of the Project and Owner shall sustain damages as a result of Contractor’s failure, neglect or refusal to achieve said deadlines. Such damages are, and will continue to be, impracticable and extremely difficult to determine. Execution of this Agreement under these specifications shall constitute agreement by Owner and Contractor that the amounts stated below are the minimum value of the costs and damages caused by failure of Contractor to complete the Work within the allotted or agreed extended times of Substantial Completion, that such sums are liquidated damages and shall not be construed as a penalty, and that such sums may be deducted from payments due Contractor if such delay occurs. It is expressly understood that the said sum per day is agreed upon as a fair estimate of the pecuniary damages which will be sustained by the Owner in the event that the Work is not completed within the agreed time, or within the agreed extended time, if any, otherwise provided for herein. Said sum shall be considered as liquidated damages only and in no sense shall be considered a penalty, said damages being caused by, but not limited to, additional compensation for personnel, attorneys fees, architectural fees, engineering fees, program management fees, inspection fees, storage costs, food service costs, transportation costs, utilities costs, costs of temporary facilities, loss of interest on money, and other increased costs, all of which are difficult to exactly ascertain. Failure to complete the Work within the designated or agreed extended dates of Substantial Completion, shall be construed as a breach of this Agreement. It is expressly agreed as a part of the consideration inducing the Owner to execute this Agreement that the Owner may deduct from any Payment made to the Contractor a sum equal to \$300 per day for each and every additional calendar day beyond the agreed date of Substantial Completion.

§ 4.5.2. Final Completion. In addition, timely Final Completion is an essential condition of this Agreement. Contractor agrees to achieve Final Completion of the Agreement within 30 calendar days of the designated or agreed extended date of Substantial Completion. It is specifically understood and agreed by and between Owner and Contractor that time is of the essence in the Final Completion of the Project and Owner shall sustain additional damages as a result of Contractor’s failure, neglect or refusal to achieve said deadline. Such damages are, and will continue to be, impracticable and extremely difficult to determine. Execution of this Agreement under these specifications shall constitute agreement by Owner and Contractor that the amounts stated below are the minimum value of the costs and damages caused by failure of Contractor to complete the Work within the allotted or agreed extended times for Final Completion, that such sums are liquidated damages and shall not be construed as a penalty. It is expressly understood that the said sum per day is agreed upon as a fair estimate of the pecuniary damages which will

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User Notes:

be sustained by the Owner in the event that the Work is not finally completed within the agreed time, or within the agreed extended time, if any, otherwise provided for herein. Said sum shall be considered as liquidated damages only and in no sense shall be considered a penalty, said damages being caused by, but not limited to, additional compensation for the following categories of damages to the Owner: potential hazards to students, staff and visitors, additional architectural, engineering, program management fees (and fees of any other consultants); increased administrative or operational expenses; additional attorney's fees; increased maintenance and custodial costs and additional, utilities, security and clean-up costs, and other increased costs. Failure to complete the Work within the designated or agreed extended dates of Final Completion, shall be construed as a breach of this Agreement. Owner and Contractor agree that should Contractor fail to achieve Final Completion of the Agreement by the deadline, Owner shall continue to be damaged to a greater degree by such delay. Contractor and Owner agree that the amount of liquidated damages for each calendar day Final Completion is delayed beyond the date set for Final Completion shall be the sum of \$300 per day. Owner may deduct such liquidated damages from any Payment made to Contractor before or at Final Payment; or, if sufficient funds are not available, then Contractor shall pay Owner, the amounts specified per day for each and every calendar day the breach continues after the deadline for Final Completion of the Work.

§ 4.5.3 Such damages shall be in addition to, and not in lieu of, any other rights or remedies Owner may have against Contractor for failure to timely achieve Final Completion, and damages for failure to achieve Substantial Completion and failure to achieve Final Completion may run concurrently. If the Work is not finally completed by the time stated in the Agreement, or as extended, no payments for Work completed beyond that time shall be made until the Project reaches Final Completion.

§ 4.6 Other:

(Insert provisions for bonus or other incentives, if any, that might result in a change to the Contract Sum.)

None.

ARTICLE 5 PAYMENTS

§ 5.1 Progress Payments

§ 5.1.1 Based upon Applications for Payment submitted to the Architect by the Contractor and Certificates for Payment issued by the Architect, the Owner shall make progress payments on account of the Contract Sum to the Contractor as provided below and elsewhere in the Contract Documents.

§ 5.1.2 The period covered by each Application for Payment shall be one calendar month ending on the last day of the month.

§ 5.1.3 The Contractor shall submit monthly Applications for Payment to the Architect on AIA Form G702 for approval. Continuation sheets shall be submitted on AIA Form G703. Schedule updates must be submitted with the Application for Payment. If the Architect approves the application, then they shall submit a Certificate for Payment to the Owner. The Architect may require any additional information deemed necessary and appropriate to substantiate the Application for Payment. Materials that are verified to be on the jobsite or other approved location for use in the Project may also be incorporated into the Application for Payment. The Architect shall have seven (7) days from date of receipt from the Contractor of an Application for Payment to approve or reject all or any part of the Application for Payment. The Owner shall pay the undisputed amounts certified by the Architect to the Contractor within thirty (30) days of receipt of the Certificate for Payment from the Architect unless otherwise provided in the Contract Documents. Undisputed amounts unpaid after the date on which payment is due shall bear interest pursuant to Texas Government Code Section 2251.025

§ 5.1.4 Each Application for Payment shall be based on the most recent schedule of values submitted by the Contractor in accordance with the Contract Documents. The schedule of values shall allocate the entire Contract Sum, less any unused Owner's Contingency (if any), among the various portions of the Work. The schedule of values shall be prepared in such form, and supported by such data to substantiate its accuracy, as the Architect may require. This schedule of values shall be used as a basis for reviewing the Contractor's Applications for Payment.

§ 5.1.5 Applications for Payment shall show the percentage of completion of each portion of the Work as of the end of the period covered by the Application for Payment.

§ 5.1.6 In accordance with AIA Document A201™–2017, General Conditions of the Contract for Construction, and subject to other provisions of the Contract Documents, the amount of each progress payment shall be computed as follows:

§ 5.1.6.1 The amount of each progress payment shall first include:

- .1 That portion of the Contract Sum properly allocable to completed Work as determined by multiplying the percentage completion of each portion of the Work by the share of the Contract Sum allocated to that portion of the Work in the schedule of values;
- .2 That portion of the Contract Sum properly allocable to materials and equipment delivered and suitably stored at the site for subsequent incorporation in the completed construction, or, if approved in advance by the Owner, suitably stored off the site at a location agreed upon in writing; and
- .3 That portion of Construction Change Directives that the Architect determines, in the Architect's professional judgment, to be reasonably justified to the extent approved by the Owner in writing, as provided in Article 7.3.9 of AIA Document A201–2017, General Conditions of the Contract for Construction..

§ 5.1.6.2 The amount of each progress payment shall then be reduced by:

- .1 The aggregate of any amounts previously paid by the Owner;
- .2 The amount, if any, for Work that remains uncorrected and for which the Architect has previously withheld a Certificate for Payment as provided in Article 9 of AIA Document A201–2017;
- .3 Any amount for which the Contractor does not intend to pay a Subcontractor or material supplier, unless the Work has been performed by others the Contractor intends to pay;
- .4 For Work performed or defects discovered since the last payment application, any amount for which the Architect may withhold payment, or nullify a Certificate of Payment in whole or in part, as provided in Article 9 of AIA Document A201–2017 or amounts certified by the Architect and disputed by the Owner; and
- .5 Retainage withheld pursuant to Section 5.1.7.

§ 5.1.7 Retainage

§ 5.1.7.1 For each progress payment made prior to Substantial Completion of the Work, the Owner shall withhold the following amount, as retainage, from the payment otherwise due: Five Percent (5 %) [If the retainage is over 5%, then the retainage shall be deposited in an interest-bearing account and the interest earned on the retainage shall be paid to the Contractor upon completion of the Project, pursuant to Texas Government Code Section 2252.032].

§ 5.1.7.1.1

(Paragraphs deleted)

Deleted.

§ 5.1.7.2 Reduction or limitation of retainage, if any, shall be as follows:

(If the retainage established in Section 5.1.7.1 is to be modified prior to Substantial Completion of the entire Work, including modifications for Substantial Completion of portions of the Work as provided in Section 3.3.2, insert provisions for such modifications.)

None.

§ 5.1.7.3 Except as set forth in this Section 5.1.7.3, upon Final Completion of the Work, the Contractor may submit an Application for Payment that includes the retainage withheld from prior Applications for Payment pursuant to this Section 5.1.7.

(Paragraphs deleted)

§ 5.1.8 Deleted.

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§ 5.1.9 Except with the Owner's prior written approval, or as otherwise provided in Section 9.3.2 of the AIA Document A201-2017, the Contractor shall not make advance payments to suppliers for materials or equipment which have not been delivered and stored at the site.

§ 5.1.10 If Owner is entitled to deduct liquidated damages, or any other damages or amounts provided in the Contract Documents, including clean-up fees, then Owner shall be entitled to deduct such liquidated damages, amounts and fees at any time.

§ 5.1.11 If Contractor fails or refuses to complete the Work, or has unsettled claims with Owner, any payment to Contractor shall be subject to deduction for such amounts as the Architect if applicable, shall determine as the cost for completing incomplete Work and the value of unsettled claim.

§ 5.2 Final Payment

§ 5.2.1 Final payment, constituting the entire unpaid balance of the Contract Sum, minus disputed sums, authorized deductions and liquidated damages, shall be made by the Owner to the Contractor after

- .1 the Contractor has fully performed the Contract except for the Contractor's responsibility to correct nonconforming Work as provided in Article 12 of AIA Document A201-2017, and to satisfy other requirements, if any, which extend beyond final payment; and
- .2 the Contractor has provided all documents required by Sections 3.5 et seq. and 9.10.2 et seq. of AIA Document A201-2017
- .3 a final Certificate for Payment has been issued by the Architect; and
- .4 Owner's Board of Trustees has voted to accept the Work and approve the Final Payment.

§ 5.2.2 The Owner's final payment of undisputed sums to the Contractor shall be made no later than 30 days after the Owner's Board of Trustees' vote approving or an authorized representative for Owner approves Final Payment.

§ 5.3 Interest

Payments due and unpaid under the Contract shall bear interest in accordance with Texas Government Code Section *(Paragraph deleted)* 2251.025.

ARTICLE 6 DISPUTE RESOLUTION

§ 6.1 Initial Decision Maker

(Paragraphs deleted)

All disputes relating to this Agreement shall be resolved pursuant to the terms of Article 15 of the AIA Document A201-2017, as amended.

§ 6.2 Deleted

(Paragraphs deleted)

ARTICLE 7 TERMINATION OR SUSPENSION

§ 7.1 The Contract may be terminated by the Owner or the Contractor as provided in Article 14 of AIA Document A201-2017.

§ 7.1.1

(Paragraphs deleted)

Deleted.

§ 7.2 The Work may be suspended by the Owner as provided in Article 14 of AIA Document A201-2017.

ARTICLE 8 MISCELLANEOUS PROVISIONS

§ 8.1 Where reference is made in this Agreement to a provision of AIA Document A201–2017 or another Contract Document, the reference refers to that provision as amended or supplemented by other provisions of the Contract Documents.

§ 8.2 The Owner’s representative:
(Paragraphs deleted)

§ 8.3 The Contractor’s representative:
(Paragraphs deleted)

§ 8.4 Neither the Owner’s nor the Contractor’s representative shall be changed without ten days’ prior notice to the other party.

§ 8.5 Insurance and Bonds

§ 8.5.1 The Owner and the Contractor shall purchase and maintain insurance as set forth in AIA Document A101™–2017, Standard Form of Agreement Between Owner and Contractor where the basis of payment is a Stipulated Sum, Exhibit A, Insurance and Bonds, and elsewhere in the Contract Documents.

§ 8.5.2 The Contractor shall provide bonds as set forth in AIA Document A101™–2017 Exhibit A, and elsewhere in the Contract Documents.

§ 8.6 Notice in electronic format, pursuant to Article 1 of AIA Document A201–2017, may be given in accordance with AIA Document E203™–2013, Building Information Modeling and Digital Data Exhibit, if completed, or as otherwise set forth below:

(If other than in accordance with AIA Document E203–2013, insert requirements for delivering notice in electronic format such as name, title, and email address of the recipient and whether and how the system will be required to generate a read receipt for the transmission.)

§ 8.7 Other provisions:

§ 8.7.1 The Agreement shall be governed by the laws of the State of Texas without regard to conflicts of law provisions, and any litigation shall be conducted in state district court. Mandatory and exclusive venue shall be in El Paso County, Texas.

§ 8.7.2 As a material consideration of the making of this Agreement, the modifications to this Agreement shall not be construed against the maker of said modifications.

§ 8.7.3 Notwithstanding anything to the contrary in this Agreement, or in any document forming a part hereof, there shall be no mandatory arbitration for any dispute arising hereunder.

§ 8.7.4 Section 1.5 of AIA Document A201–2017 shall govern Contractor’s use of the Construction Documents.

§ 8.7.5 The Contractor shall be responsible to the Owner for acts and omissions of the Contractor’s employees, Subcontractors and their agents and employees, and other persons or entities performing portions of the Work for, or on behalf of, the Contractor or any of its Subcontractors. As part of that responsibility, Contractor shall enforce the Owner’s alcohol-free, drug-free, tobacco-free, harassment-free and weapon-free policies and zones, which will require compliance with those policies and zones by Contractor’s employees, subcontractors, and all other persons carrying out the Contract.

§ 8.7.6 Contractor shall require all construction workers, whether Contractor’s own forces or the forces of Contractor’s subcontractors, to wear identification tags on the front of their persons during all times that they are on

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Owner's property. Such identification tags shall contain a current photograph and the worker's full name in a typeface large enough to be seen from a reasonable distance.

§ 8.7.7 Contractor shall require all construction workers, whether Contractor's own forces or the forces of Contractor's subcontractors, to park their personal motor vehicles on Owner's property only in the parking places designated by the Owner's campus principal or Owner's designee. Any vehicles not parked in the appropriate locations shall be towed at the vehicle owner's sole expense.

§ 8.7.8 Contractor shall follow, and shall require all employees, agents or subcontractors to follow, applicable ordinances of the municipality in which the Project is located. In addition, if not covered by the municipality's tree ordinance, Contractor shall barricade and protect all trees on the Project or affected by the Project.

§ 8.7.9 Contractor shall institute a theft deterrence program designed to restrict construction worker access to properties of Owner that are currently in use, to maintain supervision of Contractor's and Contractor's subcontractor's forces, and to reimburse the Owner or those persons suffering a theft loss which results from Contractor's forces or Contractor's subcontractor's forces' actions, omissions, or failure to secure the Work or connecting or adjacent property of Owner.

§ 8.7.10 The Contractor may not assign its responsibilities, duties, obligations and rights under this Agreement, without the express written consent of the Owner. This does not prevent Contractor from engaging subcontractors to perform various phases of the Project, but Contractor shall be fully responsible to Owner for the work, actions and omissions of all such subcontractors.

§ 8.7.11 This Agreement, in its entirety, shall be binding upon all the parties hereto, their respective successors, heirs, executors, administrators or assigns.

§ 8.7.12 Execution of this Agreement shall constitute approval and acceptance of all terms, covenants and conditions as modified and contained in the Contract Documents.

§ 8.7.13 This Agreement is subject to all applicable federal and state laws, rules, and regulations. Invalidity of any portion of this Agreement under the laws of the State of Texas or of the United States shall not affect the validity of the remainder of this Agreement.

§ 8.7.14 By signing this Agreement, the undersigned certifies as follows: Under Section 231.006, Texas Family Code, the vendor or applicant certifies that the individual or business entity named in the contract, bid, or application is not ineligible to receive the specified grant, loan, or payment and acknowledges that this contract may be terminated, and payment may be withheld if this certification is inaccurate.

§ 8.7.15 Unless otherwise noted, terms in this Agreement shall have the same meaning as those in the edition of AIA Document A201-2017, General Conditions of the Contract for Construction, as amended for the Project.

§ 8.7.16 To the extent that any portion of the Work requires a trench excavation exceeding five (5) feet in depth, in accordance with Texas Health and Safety Code Section 756.023(a), Contractor shall fully comply, and shall require any applicable subcontractor to comply, with:

- .1 The Occupational Safety and Health Administration standards for trench safety in effect for the construction of the Work;
- .2 The special shoring requirements, if any, of the Owner; and
- .3 Any geotechnical information obtained by Owner for use by the Contractor in the design of the trench safety system.
- .4 Trench excavation safety protection shall be a separate pay item, and shall be based on linear feet of trench excavated. Special shoring requirements shall also be a separate pay item, and shall be based on the square feet of shoring used. Said cost shall be included within the Contract Sum.

§ 8.7.17 No delay or omission by Owner in exercising any right or power accruing upon the noncompliance or failure of performance by Contractor of any of the provisions of this Agreement shall impair any such right or power or be construed to be a waiver thereof. A waiver by Owner of any of the covenants, conditions or agreements hereof to be performed by Contractor shall not be construed to be a waiver of any subsequent breach thereof or of any other covenant, condition or agreement herein contained.

§ 8.7.18 Contractor stipulates that Owner is a political subdivision of the State of the Texas, and, as such, enjoys immunities from suit and liability as provided by the constitution and laws of the State of Texas. By entering into this Agreement, Owner does not waive any of its immunities from suit and/or liability, except as otherwise specifically provided herein, and as specifically authorized by applicable law.

§ 8.7.19 By executing this Agreement, Contractor verifies that it does not boycott Israel, and it will not boycott Israel during the terms of this Contract. Pursuant to Texas Government Code, Chapter 2271, as amended, if Contractor is a for-profit organization, association, corporation, partnership, joint venture, limited partnership, limited liability partnership, or limited liability company, including a wholly owned subsidiary, majority-owned subsidiary, parent company, or affiliate of those entities or business associations (specifically excluding sole proprietorships) that exists to make a profit which has ten (10) or more full-time employees and the value of the contract with Owner is \$100,000 or more, the Contractor represents and warrants to the Owner that the Contractor does not boycott Israel and will not boycott Israel during the term of this Agreement.

§ 8.7.20 Contractor verifies and affirms that it is not a foreign terrorist organization as identified on the list prepared and maintained by the Texas Comptroller of Public Accounts. If Contractor has misrepresented its inclusion on the Comptroller's list, such omission or misrepresentation will void this Contract.

§ 8.7.21 The Contractor verifies by its signature below that it is not an abortion provider or an affiliate of abortion providers.

§ 8.7.22

.1 By entering into this Contract, pursuant to Texas Government Code 552, Subchapter J, the Contractor agrees to be bound by the following terms if the Contract has a stated expenditure of at least \$1,000,000 for the purchase of goods or services by the District or if the Contract results in the expenditure of at least \$1,000,000 in public funds for the purchase of goods or services by the District in a fiscal year of the District. If the District receives a written request for public information related to this Contract that is in the possession or custody of the Contractor and not in the possession or custody of the District, the District shall send, not later than the third business day after the date the District receives the written request, a written request to the Contractor that Contractor provide that information to the District.

.2 The Contractor must:

- .1 Preserve all contracting information related to the Contract as provided by the records retention requirements applicable to the District for the duration of the Contract;
- .2 Promptly, within four business days, provide to the District any requested contracting information that is in the custody or possession of the Contractor upon request of the District; and,
- .3 On completion of the Contract, either:
 - .1 Provide to the District at no cost all contracting information related to the Contract that is in the custody or possession of the Contractor; or
 - .2 Preserve the contracting information related to the Contract as provided by the records retention requirements applicable to the District.

.3 The requirements of Subchapter J, Chapter 552, Government Code, may apply to this Contract and the Contractor agrees that the contract can be terminated if the Contractor knowingly or intentionally fails to comply with the requirements of that subchapter.

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.4 Further, under Texas Government Code Chapter 552.372(c), the District may not accept a bid for or awarding of a contract to an entity that the District has determined has knowingly or intentionally failed in a previous bid or contract to comply with Subchapter J, unless the District determines and documents that the entity has taken adequate steps to ensure future compliance.

.5 If a Contractor fails to provide to the District the requested information, Texas Government Code Chapter 552.373 requires the District to notify the Contractor in writing of the failure and allow 10 business days to cure the violation. District may terminate the Contract if Contractor fails to remedy the failure, District determines the failure was knowing and intentional, and steps have not been taken to ensure future compliance.

ARTICLE 9 ENUMERATION OF CONTRACT DOCUMENTS

§ 9.1 This Agreement is comprised of the following documents:

- .1 AIA Document A101™–2017, Standard Form of Agreement Between Owner and Contractor
- .2 AIA Document A101™–2017, Exhibit A, Insurance and Bonds
- .3 AIA Document A201™–2017, General Conditions of the Contract for Construction
- .4

(Paragraphs deleted)

.5 Drawings

Number	Title	Date
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.6 Specifications

Section	Title	Date	Pages
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.7 Addenda, if any:

Number	Date	Pages
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Portions of Addenda relating to bidding or proposal requirements are not part of the Contract Documents unless the bidding or proposal requirements are also enumerated in this Article 9.

.8 Other Exhibits:

(Check all boxes that apply and include appropriate information identifying the exhibit where required.)

AIA Document E204™–2017, Sustainable Projects Exhibit, dated as indicated below:
(Insert the date of the E204-2017 incorporated into this Agreement.)

The Sustainability Plan:

Title	Date	Pages
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Supplementary and other Conditions of the Contract:

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Document	Title	Date	Pages
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.9 Other documents, if any, listed below:
(List here any additional documents that are intended to form part of the Contract Documents. AIA Document A201™-2017 provides that the advertisement or invitation to bid, Instructions to Bidders, sample forms, the Contractor's bid or proposal, portions of Addenda relating to bidding or proposal requirements, and other information furnished by the Owner in anticipation of receiving bids or proposals, are not part of the Contract Documents unless enumerated in this Agreement. Any such documents should be listed here only if intended to be part of the Contract Documents.)

All portions of the request for proposal, accepted provisions of Contractor's Proposal and the Project Manual.

Signature Page Follows

**INDEPENDENT SCHOOL DISTRICT
A101-2017
AGREEMENT SIGNATURE PAGE
_____, 2023**

OWNER:

INDEPENDENT SCHOOL DISTRICT

BY:

PRESIDENT, BOARD OF TRUSTEES

ATTEST:

SECRETARY, BOARD OF TRUSTEES
ISD

CONTRACTOR:

LLC

BY:

Printed Name: _____

Title: _____

APPROVED AS TO FORM AND CONTENT:

Chief Financial Officer
ISD

APPROVED AS TO FORM ONLY:

BLANCO ORDOÑEZ MATA & WECHSLER, PC
GENERAL COUNSEL
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Board of Trustees

Meeting Date: 12/17/2024

Executive Summary of Board Agenda Item

Subject/Title for Agenda Posting: Approval of the Recommendation to Contract RFQ 2025-06B Civil Engineering Services for Canutillo ISD 2024 Bond Referendum Projects. Listed in order of evaluation score: Quantum Engineering Consultant, Inc.; sli engineering inc.; Parkhill, Smith & Cooper, Inc.; Frank X Spencer & Associates, Inc. and Huill-Zollars, Inc.

Justification Statement: To authorize administration to proceed with contract negotiations for selected firms, as per Administration Review Committee evaluation and scoring. Approval is required for District Program Manager to proceed with comprehensive services to ensure the successful execution of all civil related aspects of the projects.

Purpose of Agenda Item: Information Discussion Action
Item Type: Curriculum & Instruction Human Resources Business Services

Staff Responsible:

Signature of Requester(s)

Signature of Presenter(s)

Business Services Approval (Initials)

Date

Agenda Summary:

The Request for Qualifications (RFQ) is a method allowed as defined in the Professional Services Procurement Act, (PSPA), Section 2254.002 and Section 2254.004, as applicable, of the Texas Government Code. The District issued a Request for Qualifications, RFQ #2025-06B, for Civil Engineering Services for the Canutillo ISD 2024 Referendum Projects.

The RFQ closed on November 11, 2024, and received five (5) statement of qualifications. On December 10, 2024, an evaluation committee met to review all qualification statements received. The evaluation committee consisted of Dr. Pedro Galaviz, Superintendent; Dr. Oscar Rico, Executive Director of Operations; Ms. Cristina Pulley, Executive Director of Financial Services evaluated the firm's statements of qualifications according to the selection criteria as stated in the RFQ packet. Mr. Ernesto Ortiz, Program Director and Mrs. Corina Heredia, Purchasing Manager, acted as facilitator and moderator during the evaluation process on behalf of the Program Manager. The administration would like to award the vendors that score 70 points or above, to provide flexibility in the event that the first ranked vendor is unable to complete the requested project in the required time frame or additional services are required.

RECOMMENDATION: Administration Recommends that the Board approve the recommendation and award contract(s) for RFQ 2025-06 Civil Engineering Services and authorize administration to proceed with contract negotiations with Quantum Engineering Consultant, Inc.; sli engineering inc.; Parkhill, Smith & Cooper, Inc.; Frank X Spencer & Associates, Inc. and Huill-Zollars, Inc. with a contract to be contingent upon review by the District's Legal Counsel.

Total Budget for Civil Engineering Services	
Campus	Budget per Campus
Canutillo HS	\$25,340.00
Northwest ECHS	\$49,855.00
Canutillo MS	\$153,088.00
Alderete MS	\$112,602.00
Davenport ES	\$98,203.00

PRIOR BOARD ACTION: No AWARDED: N/A AWARDED AMOUNT: N/A

AMOUNT(S): Not to Exceed \$439,088.00

ACCOUNT NO(S): N/A

PROCUREMENT METHOD TYPE: (3 Quotes, Cooperative Contract Quotes, Sole Source, Formal Bid)
Request for Qualifications

REQUESTING DEPARTMENT:

Operations

CONSEQUENCES OF NON-APPROVAL:

Cannot enter contract negotiation and award for Canutillo ISD 2024 Bond Projects.

IMPLEMENTATION TIMELINE:

Upon Board Approval

ATTACHMENT(S): ✓

Exhibit A: 2025-06B Executive Summary Back Up Information

Exhibit B: 2025-06B Civil Engineering Bid Tabulation Form

Exhibit C: 2025-06B Contract A101- 2017





EXECUTIVE SUMMARY BACK UP INFORMATION

**Civil Engineering Services for the Canutillo ISD 2024 Bond Referendum Projects
RFQ 2025-06B**

DESCRIPTION OF ITEMS / SERVICES:	The Canutillo Independent School District (“District”) is requesting a Statement of Qualification ("SOQ") from qualified sources relative to the provision of the Request for Qualifications ("RFQ"). This Procurement will be managed under the Canutillo ISD 2024 Bond Referendum, but the services provided may be used by the District, if required, for non-bond relates services, at discretion of the District and approval by the board of trustees.
FIRST ADVERTISEMENT DATE:	November 4, 2024
SECOND ADVERTISEMENT DATE:	November 11, 2024
EMAIL NOTIFICATIONS SENT:	584
IONWAVE POSTING DATE:	November 4, 2024
PRE-BID CONFERENCE:	NONE
BID DUE DATE:	November 18, 2024
DAYS THAT BID WAS AVAILABLE:	11
VENDOR WEBSITE VIEWS:	36
NUMBER OF BIDS RECEIVED:	5
NUMBER OF LATE BIDS REJECTED:	0
CONTRACT TERM:	The initial term of this proposal shall be for the duration of the 2024 Bond Referendum. Contract Term will be effective per date specified in the Notice of Award.
TOTAL AWARD AMOUNT:	Budget not to Exceed \$439,088.00

RFQ 2025-06B - Civil Engineering Services for the Canutillo ISD 2024 Bond Referendum Projects

Supplier		Rank	Score	Introduction and Firm Profile				
				20	25	20	20	15
Quantum Engineering Consultant, Inc.		1	91.00	20.00	23.33	18.33	19.33	10.00
sli engineering inc.		2	84.67	17.67	24.00	19.00	19.00	5.00
Parkhill, Smith, & Cooper Inc.		3	83.67	13.67	20.00	19.00	16.00	15.00
Frank X Spencer & Associates, Inc.		4	75.00	13.33	19.33	17.33	15.00	10.00
Hull-Zollars, Inc.		5	74.00	17.00	21.33	17.00	18.67	0.00



AIA® Document A101® – 2017

Standard Form of Agreement Between Owner and Contractor where the basis of payment is a Stipulated Sum

AGREEMENT made as of the _____ day of _____ in the year 2023.
(In words, indicate day, month and year.)

BETWEEN the Owner:
(Name, legal status, address and other information)

and the Contractor:
(Name, legal status, address and other information)

for the following Project:
(Name, location and detailed description)

The Architect:
(Name, legal status, address and other information)

The Owner and Contractor agree as follows.

ADDITIONS AND DELETIONS:

The author of this document has added information needed for its completion. The author may also have revised the text of the original AIA standard form. An *Additions and Deletions Report* that notes added information as well as revisions to the standard form text is available from the author and should be reviewed. A vertical line in the left margin of this document indicates where the author has added necessary information and where the author has added to or deleted from the original AIA text.

This document has important legal consequences. Consultation with an attorney is encouraged with respect to its completion or modification.

The parties should complete A101®–2017, Exhibit A, Insurance and Bonds, contemporaneously with this Agreement. AIA Document A201®–2017, General Conditions of the Contract for Construction, is adopted in this document by reference. Do not use with other general conditions unless this document is modified.

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TABLE OF ARTICLES

1	THE CONTRACT DOCUMENTS
2	THE WORK OF THIS CONTRACT
3	DATE OF COMMENCEMENT AND SUBSTANTIAL COMPLETION
4	CONTRACT SUM
5	PAYMENTS
6	DISPUTE RESOLUTION
7	TERMINATION OR SUSPENSION
8	MISCELLANEOUS PROVISIONS
9	ENUMERATION OF CONTRACT DOCUMENTS

EXHIBIT A INSURANCE AND BONDS

ARTICLE 1 THE CONTRACT DOCUMENTS

§ 1.1 The Contract Documents consist of this Agreement, Conditions of the Contract (General, Supplementary, and other Conditions), all sections of the Project Manual (if any) and Construction Documents, Drawings, Specifications, , Geotechnical Reports (if any), Addenda issued prior to execution of this Agreement, other documents listed in this Agreement, and Modifications issued after execution of this Agreement, all of which form the Contract, and are as fully a part of the Contract as if attached to this Agreement or repeated herein. The Contract represents the entire and integrated agreement between the parties hereto and supersedes prior negotiations, representations, or agreements, either written or oral. An enumeration of the Contract Documents, other than a Modification, appears in Article 9. Any reference to Contract Documents or any documents included in the Contract. Documents and/or supplemented for this Project, shall refer to the Contract Documents as amended for this Project.

"Construction Documents" means: All Drawings, specifications, submittals, transmittals, deliverables, instructions to Contractors, and other documents, including those in electronic form, prepared by the Architect and the Architect's consultants and which set forth in detail the requirements for construction of the Project.

§ 1.2 This Agreement represents the entire and integrated agreement between the Owner and the Contractor and supersedes all prior negotiations, representations or agreements, either written or oral. Any revision, amendment, or modification to the Standard Form of this Agreement shall be valid, binding, and enforceable only if said revision, amendment or modification is made conspicuous by being underlined, lined-through, or highlighted in this Agreement signed by Contractor and the authorized representative of Owner's Board of Trustees. In the event of conflict, terms and conditions contained in the Agreement shall take precedence over terms and conditions contained in the General Conditions and the terms and conditions in the General Conditions shall take precedence over all other terms and conditions contained in the other Contract Documents. If the Request for Proposals and the Proposal are included in the Contract Documents, then the Request for Proposals shall take precedence over the Proposal, unless specifically agreed otherwise herein.

§ 1.3 The Owner's Board of Trustees, by majority vote, is the only representative of the Owner, an independent school district, having the power to enter into or amend a contract, to approve changes in the scope of the Work, to approve and execute, subject to its Board Policies, a Change Order or Construction Change Directive modifying the Contract Sum, or to agree to an extension to the date of Substantial or Final Completion or to terminate a contract. The Owner designates the following as the individual authorized to sign documents on behalf of the Board of Trustees, following appropriate Board action: Superintendent of Schools or other Board designee.

§ 1.4 The Board designates the authorized representatives identified in Section 8.2 herein below to act on its behalf

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in other respects

ARTICLE 2 THE WORK OF THIS CONTRACT

The Contractor shall fully execute the Work described in the Contract Documents, except as specifically indicated in the Contract Documents to be the responsibility of others.

ARTICLE 3 DATE OF COMMENCEMENT AND SUBSTANTIAL COMPLETION

§ 3.1 The date of commencement of the Work shall be:

(Check one of the following boxes.)

- The date of this Agreement.
- A date set forth in a notice to proceed issued by the Owner.
- Established as follows:
(Insert a date or a means to determine the date of commencement of the Work.)

The commencement date will be the first business day after the Contractor's receipt of the written notice to proceed. The notice to proceed shall not be issued by Architect, nor effective, until the Agreement has been signed by the Contractor, approved or authorized by the Owner's Board of Trustees, signed by the Owner's authorized representative, and Owner and Architect have received all required payment and performance bonds and insurance, in compliance with Article 11 of AIA Document A201-2017.

§ 3.2 The Contract Time shall be measured from the date of commencement of the Work.

§ 3.3 Substantial Completion

§ 3.3.1 Subject to adjustments of the Contract Time as provided in the Contract Documents, the Contractor shall diligently prosecute the Work and achieve Substantial Completion of the entire Work:

(Check one of the following boxes and complete the necessary information.)

- Not later than) calendar days from the date of commencement of the Work.
- By the following date:

Final Completion shall be 30 calendar days after the date of Substantial Completion, subject to adjustments of the Contract Time as provided in the Contract Documents.

§ 3.3.2 Subject to adjustments of the Contract Time as provided in the Contract Documents, if portions of the Work are to be completed prior to Substantial Completion of the entire Work, the Contractor shall achieve Substantial Completion of such portions by the following dates:

Portion of Work

Substantial Completion Date

§ 3.3.3 If the Contractor fails to achieve Substantial Completion as provided in this Section 3.3, liquidated damages, if any, shall be assessed as set forth in Section 4.5.

ARTICLE 4 CONTRACT SUM

§ 4.1 The Owner shall pay the Contractor the Contract Sum in current funds for the Contractor's performance of the Contract. The Contract Sum shall be (\$), subject to additions and deductions as provided in the Contract Documents.

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§ 4.2 Alternates

§ 4.2.1 Alternates, if any, included in the Contract Sum:

Item	Price
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§ 4.2.2

(Paragraphs deleted)

[deleted]

§ 4.3 Allowances, if any, included in the Contract Sum:

(Identify each allowance.)

Item	Price
------	-------

§ 4.4 Unit prices, if any:

(Identify the item and state the unit price and quantity limitations, if any, to which the unit price will be applicable.)

Item	Units and Limitations	Price per Unit (\$0.00)
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§ 4.5 Liquidated damages, if any:

(Insert terms and conditions for liquidated damages, if any.)

§ 4.5.1 Substantial Completion. Time is of the essence in all phases of the Work. It is specifically understood and agreed by and between Owner and Contractor that time is of the essence in the Substantial Completion of the Project and Owner shall sustain damages as a result of Contractor’s failure, neglect or refusal to achieve said deadlines. Such damages are, and will continue to be, impracticable and extremely difficult to determine. Execution of this Agreement under these specifications shall constitute agreement by Owner and Contractor that the amounts stated below are the minimum value of the costs and damages caused by failure of Contractor to complete the Work within the allotted or agreed extended times of Substantial Completion, that such sums are liquidated damages and shall not be construed as a penalty, and that such sums may be deducted from payments due Contractor if such delay occurs. It is expressly understood that the said sum per day is agreed upon as a fair estimate of the pecuniary damages which will be sustained by the Owner in the event that the Work is not completed within the agreed time, or within the agreed extended time, if any, otherwise provided for herein. Said sum shall be considered as liquidated damages only and in no sense shall be considered a penalty, said damages being caused by, but not limited to, additional compensation for personnel, attorneys fees, architectural fees, engineering fees, program management fees, inspection fees, storage costs, food service costs, transportation costs, utilities costs, costs of temporary facilities, loss of interest on money, and other increased costs, all of which are difficult to exactly ascertain. Failure to complete the Work within the designated or agreed extended dates of Substantial Completion, shall be construed as a breach of this Agreement. It is expressly agreed as a part of the consideration inducing the Owner to execute this Agreement that the Owner may deduct from any Payment made to the Contractor a sum equal to \$300 per day for each and every additional calendar day beyond the agreed date of Substantial Completion.

§ 4.5.2. Final Completion. In addition, timely Final Completion is an essential condition of this Agreement. Contractor agrees to achieve Final Completion of the Agreement within 30 calendar days of the designated or agreed extended date of Substantial Completion. It is specifically understood and agreed by and between Owner and Contractor that time is of the essence in the Final Completion of the Project and Owner shall sustain additional damages as a result of Contractor’s failure, neglect or refusal to achieve said deadline. Such damages are, and will continue to be, impracticable and extremely difficult to determine. Execution of this Agreement under these specifications shall constitute agreement by Owner and Contractor that the amounts stated below are the minimum value of the costs and damages caused by failure of Contractor to complete the Work within the allotted or agreed extended times for Final Completion, that such sums are liquidated damages and shall not be construed as a penalty. It is expressly understood that the said sum per day is agreed upon as a fair estimate of the pecuniary damages which will

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be sustained by the Owner in the event that the Work is not finally completed within the agreed time, or within the agreed extended time, if any, otherwise provided for herein. Said sum shall be considered as liquidated damages only and in no sense shall be considered a penalty, said damages being caused by, but not limited to, additional compensation for the following categories of damages to the Owner: potential hazards to students, staff and visitors, additional architectural, engineering, program management fees (and fees of any other consultants); increased administrative or operational expenses; additional attorney's fees; increased maintenance and custodial costs and additional, utilities, security and clean-up costs, and other increased costs. Failure to complete the Work within the designated or agreed extended dates of Final Completion, shall be construed as a breach of this Agreement. Owner and Contractor agree that should Contractor fail to achieve Final Completion of the Agreement by the deadline, Owner shall continue to be damaged to a greater degree by such delay. Contractor and Owner agree that the amount of liquidated damages for each calendar day Final Completion is delayed beyond the date set for Final Completion shall be the sum of \$300 per day. Owner may deduct such liquidated damages from any Payment made to Contractor before or at Final Payment; or, if sufficient funds are not available, then Contractor shall pay Owner, the amounts specified per day for each and every calendar day the breach continues after the deadline for Final Completion of the Work.

§ 4.5.3 Such damages shall be in addition to, and not in lieu of, any other rights or remedies Owner may have against Contractor for failure to timely achieve Final Completion, and damages for failure to achieve Substantial Completion and failure to achieve Final Completion may run concurrently. If the Work is not finally completed by the time stated in the Agreement, or as extended, no payments for Work completed beyond that time shall be made until the Project reaches Final Completion.

§ 4.6 Other:

(Insert provisions for bonus or other incentives, if any, that might result in a change to the Contract Sum.)

None.

ARTICLE 5 PAYMENTS

§ 5.1 Progress Payments

§ 5.1.1 Based upon Applications for Payment submitted to the Architect by the Contractor and Certificates for Payment issued by the Architect, the Owner shall make progress payments on account of the Contract Sum to the Contractor as provided below and elsewhere in the Contract Documents.

§ 5.1.2 The period covered by each Application for Payment shall be one calendar month ending on the last day of the month.

§ 5.1.3 The Contractor shall submit monthly Applications for Payment to the Architect on AIA Form G702 for approval. Continuation sheets shall be submitted on AIA Form G703. Schedule updates must be submitted with the Application for Payment. If the Architect approves the application, then they shall submit a Certificate for Payment to the Owner. The Architect may require any additional information deemed necessary and appropriate to substantiate the Application for Payment. Materials that are verified to be on the jobsite or other approved location for use in the Project may also be incorporated into the Application for Payment. The Architect shall have seven (7) days from date of receipt from the Contractor of an Application for Payment to approve or reject all or any part of the Application for Payment. The Owner shall pay the undisputed amounts certified by the Architect to the Contractor within thirty (30) days of receipt of the Certificate for Payment from the Architect unless otherwise provided in the Contract Documents. Undisputed amounts unpaid after the date on which payment is due shall bear interest pursuant to Texas Government Code Section 2251.025

§ 5.1.4 Each Application for Payment shall be based on the most recent schedule of values submitted by the Contractor in accordance with the Contract Documents. The schedule of values shall allocate the entire Contract Sum, less any unused Owner's Contingency (if any), among the various portions of the Work. The schedule of values shall be prepared in such form, and supported by such data to substantiate its accuracy, as the Architect may require. This schedule of values shall be used as a basis for reviewing the Contractor's Applications for Payment.

§ 5.1.5 Applications for Payment shall show the percentage of completion of each portion of the Work as of the end of the period covered by the Application for Payment.

§ 5.1.6 In accordance with AIA Document A201™–2017, General Conditions of the Contract for Construction, and subject to other provisions of the Contract Documents, the amount of each progress payment shall be computed as follows:

§ 5.1.6.1 The amount of each progress payment shall first include:

- .1 That portion of the Contract Sum properly allocable to completed Work as determined by multiplying the percentage completion of each portion of the Work by the share of the Contract Sum allocated to that portion of the Work in the schedule of values;
- .2 That portion of the Contract Sum properly allocable to materials and equipment delivered and suitably stored at the site for subsequent incorporation in the completed construction, or, if approved in advance by the Owner, suitably stored off the site at a location agreed upon in writing; and
- .3 That portion of Construction Change Directives that the Architect determines, in the Architect's professional judgment, to be reasonably justified to the extent approved by the Owner in writing, as provided in Article 7.3.9 of AIA Document A201–2017, General Conditions of the Contract for Construction..

§ 5.1.6.2 The amount of each progress payment shall then be reduced by:

- .1 The aggregate of any amounts previously paid by the Owner;
- .2 The amount, if any, for Work that remains uncorrected and for which the Architect has previously withheld a Certificate for Payment as provided in Article 9 of AIA Document A201–2017;
- .3 Any amount for which the Contractor does not intend to pay a Subcontractor or material supplier, unless the Work has been performed by others the Contractor intends to pay;
- .4 For Work performed or defects discovered since the last payment application, any amount for which the Architect may withhold payment, or nullify a Certificate of Payment in whole or in part, as provided in Article 9 of AIA Document A201–2017 or amounts certified by the Architect and disputed by the Owner; and
- .5 Retainage withheld pursuant to Section 5.1.7.

§ 5.1.7 Retainage

§ 5.1.7.1 For each progress payment made prior to Substantial Completion of the Work, the Owner shall withhold the following amount, as retainage, from the payment otherwise due: Five Percent (5 %) [If the retainage is over 5%, then the retainage shall be deposited in an interest-bearing account and the interest earned on the retainage shall be paid to the Contractor upon completion of the Project, pursuant to Texas Government Code Section 2252.032].

§ 5.1.7.1.1

(Paragraphs deleted)

Deleted.

§ 5.1.7.2 Reduction or limitation of retainage, if any, shall be as follows:

(If the retainage established in Section 5.1.7.1 is to be modified prior to Substantial Completion of the entire Work, including modifications for Substantial Completion of portions of the Work as provided in Section 3.3.2, insert provisions for such modifications.)

None.

§ 5.1.7.3 Except as set forth in this Section 5.1.7.3, upon Final Completion of the Work, the Contractor may submit an Application for Payment that includes the retainage withheld from prior Applications for Payment pursuant to this Section 5.1.7.

(Paragraphs deleted)

§ 5.1.8 Deleted.

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§ 5.1.9 Except with the Owner's prior written approval, or as otherwise provided in Section 9.3.2 of the AIA Document A201-2017, the Contractor shall not make advance payments to suppliers for materials or equipment which have not been delivered and stored at the site.

§ 5.1.10 If Owner is entitled to deduct liquidated damages, or any other damages or amounts provided in the Contract Documents, including clean-up fees, then Owner shall be entitled to deduct such liquidated damages, amounts and fees at any time.

§ 5.1.11 If Contractor fails or refuses to complete the Work, or has unsettled claims with Owner, any payment to Contractor shall be subject to deduction for such amounts as the Architect if applicable, shall determine as the cost for completing incomplete Work and the value of unsettled claim.

§ 5.2 Final Payment

§ 5.2.1 Final payment, constituting the entire unpaid balance of the Contract Sum, minus disputed sums, authorized deductions and liquidated damages, shall be made by the Owner to the Contractor after

- .1 the Contractor has fully performed the Contract except for the Contractor's responsibility to correct nonconforming Work as provided in Article 12 of AIA Document A201-2017, and to satisfy other requirements, if any, which extend beyond final payment; and
- .2 the Contractor has provided all documents required by Sections 3.5 et seq. and 9.10.2 et seq. of AIA Document A201-2017
- .3 a final Certificate for Payment has been issued by the Architect; and
- .4 Owner's Board of Trustees has voted to accept the Work and approve the Final Payment.

§ 5.2.2 The Owner's final payment of undisputed sums to the Contractor shall be made no later than 30 days after the Owner's Board of Trustees' vote approving or an authorized representative for Owner approves Final Payment.

§ 5.3 Interest

Payments due and unpaid under the Contract shall bear interest in accordance with Texas Government Code Section *(Paragraph deleted)* 2251.025.

ARTICLE 6 DISPUTE RESOLUTION

§ 6.1 Initial Decision Maker

(Paragraphs deleted)

All disputes relating to this Agreement shall be resolved pursuant to the terms of Article 15 of the AIA Document A201-2017, as amended.

§ 6.2 Deleted

(Paragraphs deleted)

ARTICLE 7 TERMINATION OR SUSPENSION

§ 7.1 The Contract may be terminated by the Owner or the Contractor as provided in Article 14 of AIA Document A201-2017.

§ 7.1.1

(Paragraphs deleted)

Deleted.

§ 7.2 The Work may be suspended by the Owner as provided in Article 14 of AIA Document A201-2017.

ARTICLE 8 MISCELLANEOUS PROVISIONS

§ 8.1 Where reference is made in this Agreement to a provision of AIA Document A201–2017 or another Contract Document, the reference refers to that provision as amended or supplemented by other provisions of the Contract Documents.

§ 8.2 The Owner’s representative:
(Paragraphs deleted)

§ 8.3 The Contractor’s representative:
(Paragraphs deleted)

§ 8.4 Neither the Owner’s nor the Contractor’s representative shall be changed without ten days’ prior notice to the other party.

§ 8.5 Insurance and Bonds

§ 8.5.1 The Owner and the Contractor shall purchase and maintain insurance as set forth in AIA Document A101™–2017, Standard Form of Agreement Between Owner and Contractor where the basis of payment is a Stipulated Sum, Exhibit A, Insurance and Bonds, and elsewhere in the Contract Documents.

§ 8.5.2 The Contractor shall provide bonds as set forth in AIA Document A101™–2017 Exhibit A, and elsewhere in the Contract Documents.

§ 8.6 Notice in electronic format, pursuant to Article 1 of AIA Document A201–2017, may be given in accordance with AIA Document E203™–2013, Building Information Modeling and Digital Data Exhibit, if completed, or as otherwise set forth below:

(If other than in accordance with AIA Document E203–2013, insert requirements for delivering notice in electronic format such as name, title, and email address of the recipient and whether and how the system will be required to generate a read receipt for the transmission.)

§ 8.7 Other provisions:

§ 8.7.1 The Agreement shall be governed by the laws of the State of Texas without regard to conflicts of law provisions, and any litigation shall be conducted in state district court. Mandatory and exclusive venue shall be in El Paso County, Texas.

§ 8.7.2 As a material consideration of the making of this Agreement, the modifications to this Agreement shall not be construed against the maker of said modifications.

§ 8.7.3 Notwithstanding anything to the contrary in this Agreement, or in any document forming a part hereof, there shall be no mandatory arbitration for any dispute arising hereunder.

§ 8.7.4 Section 1.5 of AIA Document A201–2017 shall govern Contractor’s use of the Construction Documents.

§ 8.7.5 The Contractor shall be responsible to the Owner for acts and omissions of the Contractor’s employees, Subcontractors and their agents and employees, and other persons or entities performing portions of the Work for, or on behalf of, the Contractor or any of its Subcontractors. As part of that responsibility, Contractor shall enforce the Owner’s alcohol-free, drug-free, tobacco-free, harassment-free and weapon-free policies and zones, which will require compliance with those policies and zones by Contractor’s employees, subcontractors, and all other persons carrying out the Contract.

§ 8.7.6 Contractor shall require all construction workers, whether Contractor’s own forces or the forces of Contractor’s subcontractors, to wear identification tags on the front of their persons during all times that they are on

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Owner's property. Such identification tags shall contain a current photograph and the worker's full name in a typeface large enough to be seen from a reasonable distance.

§ 8.7.7 Contractor shall require all construction workers, whether Contractor's own forces or the forces of Contractor's subcontractors, to park their personal motor vehicles on Owner's property only in the parking places designated by the Owner's campus principal or Owner's designee. Any vehicles not parked in the appropriate locations shall be towed at the vehicle owner's sole expense.

§ 8.7.8 Contractor shall follow, and shall require all employees, agents or subcontractors to follow, applicable ordinances of the municipality in which the Project is located. In addition, if not covered by the municipality's tree ordinance, Contractor shall barricade and protect all trees on the Project or affected by the Project.

§ 8.7.9 Contractor shall institute a theft deterrence program designed to restrict construction worker access to properties of Owner that are currently in use, to maintain supervision of Contractor's and Contractor's subcontractor's forces, and to reimburse the Owner or those persons suffering a theft loss which results from Contractor's forces or Contractor's subcontractor's forces' actions, omissions, or failure to secure the Work or connecting or adjacent property of Owner.

§ 8.7.10 The Contractor may not assign its responsibilities, duties, obligations and rights under this Agreement, without the express written consent of the Owner. This does not prevent Contractor from engaging subcontractors to perform various phases of the Project, but Contractor shall be fully responsible to Owner for the work, actions and omissions of all such subcontractors.

§ 8.7.11 This Agreement, in its entirety, shall be binding upon all the parties hereto, their respective successors, heirs, executors, administrators or assigns.

§ 8.7.12 Execution of this Agreement shall constitute approval and acceptance of all terms, covenants and conditions as modified and contained in the Contract Documents.

§ 8.7.13 This Agreement is subject to all applicable federal and state laws, rules, and regulations. Invalidity of any portion of this Agreement under the laws of the State of Texas or of the United States shall not affect the validity of the remainder of this Agreement.

§ 8.7.14 By signing this Agreement, the undersigned certifies as follows: Under Section 231.006, Texas Family Code, the vendor or applicant certifies that the individual or business entity named in the contract, bid, or application is not ineligible to receive the specified grant, loan, or payment and acknowledges that this contract may be terminated, and payment may be withheld if this certification is inaccurate.

§ 8.7.15 Unless otherwise noted, terms in this Agreement shall have the same meaning as those in the edition of AIA Document A201-2017, General Conditions of the Contract for Construction, as amended for the Project.

§ 8.7.16 To the extent that any portion of the Work requires a trench excavation exceeding five (5) feet in depth, in accordance with Texas Health and Safety Code Section 756.023(a), Contractor shall fully comply, and shall require any applicable subcontractor to comply, with:

- .1 The Occupational Safety and Health Administration standards for trench safety in effect for the construction of the Work;
- .2 The special shoring requirements, if any, of the Owner; and
- .3 Any geotechnical information obtained by Owner for use by the Contractor in the design of the trench safety system.
- .4 Trench excavation safety protection shall be a separate pay item, and shall be based on linear feet of trench excavated. Special shoring requirements shall also be a separate pay item, and shall be based on the square feet of shoring used. Said cost shall be included within the Contract Sum.

§ 8.7.17 No delay or omission by Owner in exercising any right or power accruing upon the noncompliance or failure of performance by Contractor of any of the provisions of this Agreement shall impair any such right or power or be construed to be a waiver thereof. A waiver by Owner of any of the covenants, conditions or agreements hereof to be performed by Contractor shall not be construed to be a waiver of any subsequent breach thereof or of any other covenant, condition or agreement herein contained.

§ 8.7.18 Contractor stipulates that Owner is a political subdivision of the State of the Texas, and, as such, enjoys immunities from suit and liability as provided by the constitution and laws of the State of Texas. By entering into this Agreement, Owner does not waive any of its immunities from suit and/or liability, except as otherwise specifically provided herein, and as specifically authorized by applicable law.

§ 8.7.19 By executing this Agreement, Contractor verifies that it does not boycott Israel, and it will not boycott Israel during the terms of this Contract. Pursuant to Texas Government Code, Chapter 2271, as amended, if Contractor is a for-profit organization, association, corporation, partnership, joint venture, limited partnership, limited liability partnership, or limited liability company, including a wholly owned subsidiary, majority-owned subsidiary, parent company, or affiliate of those entities or business associations (specifically excluding sole proprietorships) that exists to make a profit which has ten (10) or more full-time employees and the value of the contract with Owner is \$100,000 or more, the Contractor represents and warrants to the Owner that the Contractor does not boycott Israel and will not boycott Israel during the term of this Agreement.

§ 8.7.20 Contractor verifies and affirms that it is not a foreign terrorist organization as identified on the list prepared and maintained by the Texas Comptroller of Public Accounts. If Contractor has misrepresented its inclusion on the Comptroller's list, such omission or misrepresentation will void this Contract.

§ 8.7.21 The Contractor verifies by its signature below that it is not an abortion provider or an affiliate of abortion providers.

§ 8.7.22

.1 By entering into this Contract, pursuant to Texas Government Code 552, Subchapter J, the Contractor agrees to be bound by the following terms if the Contract has a stated expenditure of at least \$1,000,000 for the purchase of goods or services by the District or if the Contract results in the expenditure of at least \$1,000,000 in public funds for the purchase of goods or services by the District in a fiscal year of the District. If the District receives a written request for public information related to this Contract that is in the possession or custody of the Contractor and not in the possession or custody of the District, the District shall send, not later than the third business day after the date the District receives the written request, a written request to the Contractor that Contractor provide that information to the District.

.2 The Contractor must:

- .1 Preserve all contracting information related to the Contract as provided by the records retention requirements applicable to the District for the duration of the Contract;
- .2 Promptly, within four business days, provide to the District any requested contracting information that is in the custody or possession of the Contractor upon request of the District; and,
- .3 On completion of the Contract, either:
 - .1 Provide to the District at no cost all contracting information related to the Contract that is in the custody or possession of the Contractor; or
 - .2 Preserve the contracting information related to the Contract as provided by the records retention requirements applicable to the District.

.3 The requirements of Subchapter J, Chapter 552, Government Code, may apply to this Contract and the Contractor agrees that the contract can be terminated if the Contractor knowingly or intentionally fails to comply with the requirements of that subchapter.

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.4 Further, under Texas Government Code Chapter 552.372(c), the District may not accept a bid for or awarding of a contract to an entity that the District has determined has knowingly or intentionally failed in a previous bid or contract to comply with Subchapter J, unless the District determines and documents that the entity has taken adequate steps to ensure future compliance.

.5 If a Contractor fails to provide to the District the requested information, Texas Government Code Chapter 552.373 requires the District to notify the Contractor in writing of the failure and allow 10 business days to cure the violation. District may terminate the Contract if Contractor fails to remedy the failure, District determines the failure was knowing and intentional, and steps have not been taken to ensure future compliance.

ARTICLE 9 ENUMERATION OF CONTRACT DOCUMENTS

§ 9.1 This Agreement is comprised of the following documents:

- .1 AIA Document A101™–2017, Standard Form of Agreement Between Owner and Contractor
- .2 AIA Document A101™–2017, Exhibit A, Insurance and Bonds
- .3 AIA Document A201™–2017, General Conditions of the Contract for Construction
- .4

(Paragraphs deleted)

.5 Drawings

Number	Title	Date
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.6 Specifications

Section	Title	Date	Pages
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.7 Addenda, if any:

Number	Date	Pages
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Portions of Addenda relating to bidding or proposal requirements are not part of the Contract Documents unless the bidding or proposal requirements are also enumerated in this Article 9.

.8 Other Exhibits:

(Check all boxes that apply and include appropriate information identifying the exhibit where required.)

AIA Document E204™–2017, Sustainable Projects Exhibit, dated as indicated below:
(Insert the date of the E204-2017 incorporated into this Agreement.)

The Sustainability Plan:

Title	Date	Pages
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Supplementary and other Conditions of the Contract:

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Document	Title	Date	Pages
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.9 Other documents, if any, listed below:
(List here any additional documents that are intended to form part of the Contract Documents. AIA Document A201™-2017 provides that the advertisement or invitation to bid, Instructions to Bidders, sample forms, the Contractor's bid or proposal, portions of Addenda relating to bidding or proposal requirements, and other information furnished by the Owner in anticipation of receiving bids or proposals, are not part of the Contract Documents unless enumerated in this Agreement. Any such documents should be listed here only if intended to be part of the Contract Documents.)

All portions of the request for proposal, accepted provisions of Contractor's Proposal and the Project Manual.

Signature Page Follows

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**INDEPENDENT SCHOOL DISTRICT
A101-2017
AGREEMENT SIGNATURE PAGE
_____, 2023**

OWNER:

INDEPENDENT SCHOOL DISTRICT

BY:

PRESIDENT, BOARD OF TRUSTEES

ATTEST:

SECRETARY, BOARD OF TRUSTEES
ISD

CONTRACTOR:

LLC

BY:

Printed Name: _____

Title: _____

APPROVED AS TO FORM AND CONTENT:

Chief Financial Officer
ISD

APPROVED AS TO FORM ONLY:

BLANCO ORDOÑEZ MATA & WECHSLER, PC
GENERAL COUNSEL
(Table deleted)

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Board of Trustees

Meeting Date: December 2024

Executive Summary of Board Agenda Item

Subject/Title for Agenda Posting: Discussion and possible action regarding the Academic Calendar for 2 consecutive school years 2025-2026 and 2026-2027 for CISD

Justification Statement: Academic Calendar (Option A for both) for CISD to be approved for 2 consecutive school years 2025-2026 and for 2026-2027

Purpose of Agenda Item: Information Discussion Action
Item Type: Curriculum & Instruction HumanResources Business Services

Staff Responsible: Julieta Melendez-Program Compliance Director
Signature of Requester(s)

Julieta Melendez-Program Compliance Director
Signature of Presenter(s)

Business Services Approval (Initials) December 2024
Date

Agenda Summary:

Discussion and possible action to approve the Academic Calendar (Option A) for 2 consecutive school years 2025-2026 and 2026-2027 for CISD. District Advisory Committee recommend that the board approves the proposed calendar "Calendar Option A" based on campus voting-survey results. Attached are Calendars, Survey results from staff, parents and community.

RECOMMENDATION: That recommendation is approved by the Board of Trustees as recommended by administration.

PRIOR BOARD ACTION: AWARDED: AWARDED AMOUNT:

AMOUNT(S):

ACCOUNT NO(S):

PROCUREMENT METHOD TYPE: (3 Quotes, Cooperative Contract Quotes, Sole Source, Formal Bid)

REQUESTING DEPARTMENT: Human Resources-Program Compliance

CONSEQUENCES OF NON-APPROVAL: The district may lose its competitive advantage.

IMPLEMENTATION TIMELINE: School Years 2025-2026 and 2026-2027

ATTACHMENT(S): Survey results from staff, parents and community. District Calendars A



District Calendar Election

Dear Canutillo community member,

It's that time of the year when we seek your input on the academic calendar for the school year. The CISD Calendar Committee has drafted two proposed 2025-26 Academic Year calendar options and two proposed 2026-27 Academic Year calendar options for you to consider and vote on.

Please let us know which option best suits your family. **Deadline to vote on the calendar survey is Dec. 11 at the end of day.** The Canutillo ISD Board of Trustees is scheduled to adopt the final version of the calendars during its Regular Meeting on December 17.

2025-2026 Calendar Options

Option A

- First day of school August 4, 2025
- Fall break: October 10-17, 2025
- Intersession/Spring Break: March 9-20, 2026
- Last day of school May 28, 2026
- Instructional Days: 173

Option B

- First day of school August 4, 2025
- Fall break: October 8-17, 2025
- Intersession/Spring Break: March 9-20, 2026
- Last day of school June 4, 2026
- Instructional Days: 171

2026-2027 Calendar Options

Option A

- First day of school August 3, 2026
- Fall break: October 8-16, 2026
- Intersession/Spring Break: March 8-19, 2027
- Last day of school May 27, 2027
- Instructional Days: 173

Option B

- First day of school August 3, 2026
- Fall break: October 7-16, 2026
- Intersession/Spring Break: March 8-19, 2027
- Last day of school June 3, 2027
- Instructional Days: 173

jhmelendez@canutillo-isd.org [Switch account](#)

Not shared

* Indicates required question

2025-2026 CISD School Calendar [\(see large version here\)](#) *



Option A



Option B

2026-2027 CISD School Calendar [\(see large version here\)](#) *



Option A



Option B

Academic Calendar 2025-26
District Advisory Committee Voting Results
By Campus

BCE- B

CES- A

DDE- A

JDE- A

GES- A

RES- A

AMS- A

CMS- A

CHS- B

NWECHS- have their own calendar due to following EPCC class schedule

Academic Calendar 2026-27
District Advisory Committee Voting Results
By Campus

BCE- B

CES- A

DDE- A

JDE- A

GES- A

RES- A

AMS- A

CMS- A

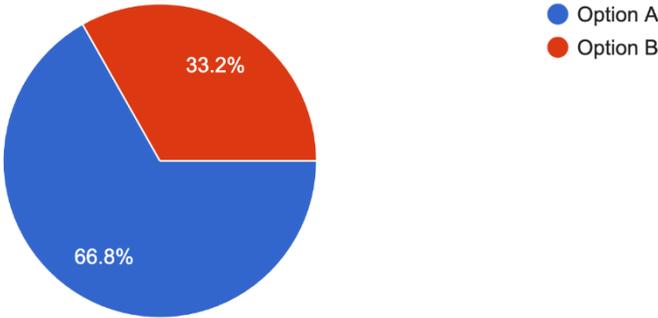
CHS- B

NWECHS- have their own calendar due to following EPCC class schedule

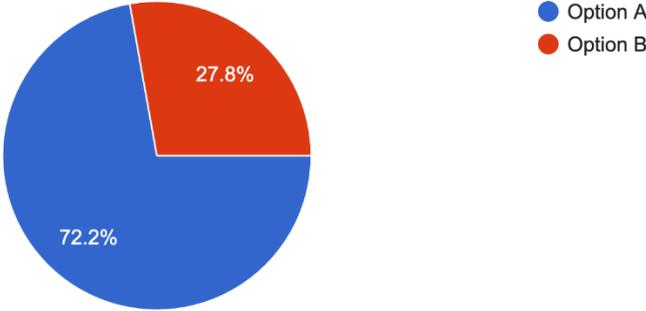
Academic Calendar Voting Results:

Results include community and staff votes.

2025-2026 CISD School Calendar (see large version here)
1,021 responses



2026-2027 CISD School Calendar (see large version here).
1,021 responses





Canutillo A Premier District 2025-26 School Calendar - Option A Calendario Escolar

Legend / Clave

- Holiday/District Closure**
Día Festivo/Distrito Cerrado
- Parent/Teacher Conference**
Conferencia de padres y maestros
- District Staff Development / PLC**
Días de desarrollo profesional
- Campus Staff Development / PLC**
Días de desarrollo profesional
- Teacher Work Days**
Días hábiles para maestros
- STAAR/EOC Testing Window**
Día de examen
- Intersession (Week off)**
Intersesión
- First Day of Instruction**
Primer día de instrucción
- Last Day of Instruction**
Ultimo día de instrucción
- Grading Period Begins**
Comienza el periodo de calificaciones
- Grading Period Ends**
Termina el periodo de calificaciones

Holidays/Días Festivos

- 4th of July Break/Vacaciones de 4 de julio** 06/30 - 07/04
- Labor Day/Día del Trabajo** 09/01
- Fall Break/Descanso de otoño** 10/13-17
- Veterans Day/Día de los Veteranos** 11/11
- Thanksgiving Break/Vacaciones de otoño** 11/24-28
- Winter Break/Vacaciones de invierno** 12/22-01/02
- Martin Luther King Day/Día de Martin Luther** 01/19
- Spring Intersession/Intersesión de primavera** 03/9-13
- Spring Break/Vacaciones de primavera** 03/16-20
- Holiday/Día Festivo** 04/03
- Memorial Day/Día de Conmemoración de los Caídos** 05/25

Nine Weeks Reporting Periods/ Periodo de calificaciones de 9 semanas

- 1st 9-Weeks / 1ras 9 semanas** 08/04 - 10/03
- 2nd 9-Weeks / 2das 9 semanas** 10/06 - 12/19
- 3rd 9-Weeks / 3ras 9 semanas** 01/06 - 03/06
- 4th 9-Weeks / 4tas 9 semanas** 03/23 - 05/28

No classes for students)/ no hay clases para los estudiantes

- Staff Development / Entrenamiento** 08/28
- Fall Semester Parent Teacher Conference / Conferencia de padres y maestros** 10/10
- Staff Development / Entrenamiento** 11/10
- Staff Development / Entrenamiento** 02/13
- Spring Semester Parent Teacher Conference / Conferencia de padres y maestros** 02/16

Staff Misc. Info / Información miscelánea para empleados

- Staff Development /Días de desarrollo profesional** 8
- Teacher Work Day / Días hábiles para maestro** 4
- Total Teacher Contract / Total de Días que el maestro esta en contrato** 187
- Total Instructional Days / Total de días de instrucción** 173
- Total Minutes/ Total de minutos** 77,850
- Inclement Weather & Emergencies/ Días para emergencias y clima inclemente** 5

JULY / JULIO 2025				
M	T	W	T	F
	1	2	3	4
7	8	9	10	11
14	15	16	17	18
21	22	23	24	25
28	29	30	31	

JANUARY / ENERO 2026				
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AUGUST / AGOSTO 2025				
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FEBRUARY / FEBRERO 2026				
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SEPTEMBER / SEPTIEMBRE 2025				
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MARCH / MARZO 2026				
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OCTOBER / OCTUBRE 2025				
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27	28	29	30	31

APRIL / ABRIL 2026				
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NOVEMBER / NOVIEMBRE 2025				
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MAY / MAYO 2026				
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18	19	20	21	22
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DECEMBER / DICIEMBRE 2025				
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22	23	24	25	26
29	30	31		

JUNE / JUNIO 2026				
M	T	W	T	F
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15	16	17	18	19
22	23	24	25	26
29	30			

*Calendar and testing dates are subject to change. Please visit our website at www.canutillo-isd.org for most updated information.



Canutillo A Premier District 2026-27 School Calendar - Option A Calendario Escolar

Legend / Clave

- Holiday/District Closure**
Día Festivo/Distrito Cerrado
- Parent/Teacher Conference**
Conferencia de padres y maestros
- District Staff Development / PLC**
Días de desarrollo profesional
- Campus Staff Development / PLC**
Días de desarrollo profesional
- Teacher Work Days**
Días hábiles para maestros
- STAAR/EOC Testing Window**
Día de examen
- Intersession (Week off)**
Intersesión
- First Day of Instruction**
Primer día de instrucción
- Last Day of Instruction**
Ultimo día de instrucción
- Grading Period Begins**
Comienza el periodo de calificaciones
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Holidays/Días Festivos

- 4th of July Break/Vacaciones de 4 de julio** 06/29 - 07/03
- Labor Day/Día del Trabajo** 09/07
- Fall Break/Descanso de otoño** 10/12-16
- Veterans Day/Día de los Veteranos** 11/11
- Thanksgiving Break/Vacaciones de otoño** 11/23-27
- Winter Break/Vacaciones de invierno** 12/21-01/01
- Martin Luther King Day/Día de Martin Luther** 01/18
- Spring Intersession/Intersesión de primavera** 03/8-12
- Spring Break/Vacaciones de primavera** 03/15-19
- Holiday/Día Festivo** 03/26
- Memorial Day/Día de Conmemoración de los Caídos** 05/31

Nine Weeks Reporting Periods/ Periodo de calificaciones de 9 semanas

- 1st 9-Weeks / 1ras 9 semanas** 08/03 - 10/02
- 2nd 9-Weeks / 2das 9 semanas** 10/05 - 12/18
- 3rd 9-Weeks / 3ras 9 semanas** 01/05 - 03/05
- 4th 9-Weeks / 4tas 9 semanas** 03/22 - 05/27

No classes for students)/ no hay clases para los estudiantes

- Staff Development / Entrenamiento** 08/28
- Fall Semester Parent Teacher Conference / Conferencia de padres y maestros** 10/08
- Staff Development / Entrenamiento** 10/09
- Staff Development / Entrenamiento** 02/12
- Spring Semester Parent Teacher Conference / Conferencia de padres y maestros** 02/15

Staff Misc. Info / Información miscelánea para empleados

- Staff Development /Días de desarrollo profesional** 8
- Teacher Work Day / Días hábiles para maestro** 4
- Total Teacher Contract / Total de Días que el maestro esta en contrato** 187
- Total Instructional Days / Total de días de instrucción** 173
- Total Minutes/ Total de minutos** 78,300
- Inclement Weather & Emergencies/ Días para emergencias y clima inclemente** 6

JULY / JULIO 2026				
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JANUARY / ENERO 2027				
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AUGUST / AGOSTO 2026				
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31				

FEBRUARY / FEBRERO 2027				
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22	23	24	25	26

SEPTEMBER / SEPTIEMBRE 2026				
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MARCH / MARZO 2027				
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OCTOBER / OCTUBRE 2026				
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APRIL / ABRIL 2027				
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NOVEMBER / NOVIEMBRE 2026				
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MAY / MAYO 2027				
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31				

DECEMBER / DICIEMBRE 2026				
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JUNE / JUNIO 2027				
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28	29	30		

*Calendar and testing dates are subject to change. Please visit our website at www.canutillo-isd.org for most updated information.

Board of Trustees

Meeting Date: December 2024

Executive Summary of Board Agenda Item

Subject/Title for Agenda Posting: [Request for CTE Teacher Approval under District of Innovation \(DOI\) for school year 2024-2025](#)

Justification Statement: [Discussion and possible action to approve CTE Teacher for Agricultural Science at Canutillo High School](#)

Purpose of Agenda Item: Information Discussion Action
Item Type: Curriculum & Instruction Human Resources Business Services

Staff Responsible: [Martha Carrasco, Chief Human Resources Officer](#)
Signature of Requester(s)
[Martha Carrasco, Chief Human Resources Officer](#)
Signature of Presenter(s)

December 2024
Date

Business Services Approval (Initials)

Agenda Summary: [Discussion and possible action to approve CTE Teacher for Agricultural Science at Canutillo High School](#)
[Marissa Cereceres](#)

RECOMMENDATION:

PRIOR BOARD ACTION: AWARDED: AWARDED AMOUNT:

AMOUNT(S):

ACCOUNT NO(S):

PROCUREMENT METHOD TYPE: (3 Quotes, Cooperative Contract Quotes, Sole Source, Formal Bid)

REQUESTING DEPARTMENT: [Human Resources](#)

CONSEQUENCES OF NON-APPROVAL: [CTE Teacher staffing shortages may hinder students to receive proper instruction in the area of Agricultural Science under the District of Innovation](#)

IMPLEMENTATION TIMELINE: [School Year 2024-2025](#)

ATTACHMENT(S): [HR Memo](#)





Canutillo Independent School District Human Resources

Excellence Through Integrity and Innovation

Martha Carrasco
Chief Human Resources Officer

(915) 877-7423
FAX (915) 877-7525
mcarrasco@canutillo-isd.org

MEMORANDUM

TO: Marissa Cereceres

FROM: Martha Carrasco, Chief Human Resources Officer *MC*

PC: Tracy Andrews, Candice Marrufo

DATE: 12/5/2024

RE: **Teacher Certification**

As a District of Innovation, Canutillo ISD has been approved by the Texas Education Agency to create a certification process for Career and Technical Education Teachers (CTE) who do not hold the State required certification or do not qualify for an allowable permit as described in Subchapter B of Texas Education Code 21.003. You have been identified as a candidate who does not hold the required certificate or is ineligible for an allowable permit. Since you have the required background wage earning experience or hold current licensure in your field of work, you were approved to be hired. You are being placed under the Canutillo Independent School District of Innovation Teaching Plan for the 2024-2025 school year.

The first step in the hiring process is to apply for an approved TX Alternative Certification Program. Once you have applied and been accepted, we can continue with the hiring process. The reason for this, is to verify that your credentials meet the ACP programs qualifications in the correct certification area. You will have two years to obtain your Texas teacher certification.

You will be required to complete the full district training protocol for local credentialing as described on the Canutillo ISD District of Innovation Plan. The district CTE Director and your campus administrators will be monitoring and recording your progress throughout the year. A recommendation to be locally credentialed will be made at the CISD Regular Board Meeting in December.



Street Address: 7965 Artcraft Rd. • El Paso, TX 79932 | Mailing Address: P.O. Box 100 • Canutillo, TX 79835
Phone (915) 877-7423 • Fax (915) 877-7407 • www.canutillo-isd.org



Canutillo Independent School District Human Resources

Excellence Through Integrity and Innovation

We are here to assist you but it is your responsibility to keep us up-to-date on your certification status. If you have any questions or need assistance concerning your certification status, you can contact the Human Resources Department at any time.

You have been advised of your responsibility regarding certification requirements. Should the requirements not be met, you may be asked to resign or be terminated from your full-time teaching position with the Canutillo Independent School District. As stated in your contract your employment with Canutillo ISD is contingent upon providing and maintaining the required certification. Please sign both copies of this memo and return the original to acknowledge that you received and understand the information provided to you.

Employee's Signature

Date



Street Address: 7965 Artcraft Rd. • El Paso, TX 79932 | Mailing Address: P.O. Box 100 • Canutillo, TX 79835
Phone (915) 877-7423 • Fax (915) 877-7407 • www.canutillo-isd.org