Regular

Monday, December 17, 2018 5:00 PM
Granbury ISD Board Room, 217 N. Jones St., Granbury, TX 76048, 217 N Jones St, Granbury, TX 76048

1. **Call to order - 5:00 PM - GISD Board Room**
2. **Convene in closed session under the Texas Open Meetings Act, Texas Government Code Section 551.001 et seq.**
   a. Chapter 551.074 - Personnel, Discussion of Employee Evaluation, Reassignment Duties, Discipline, or Dismissal.
      1. Employee Evaluation, Reassignment, Duties, Discipline, or Dismissal
      2. Consider Staff Appointments
   b. Chapter 551.072 - Purchase, exchange, lease or value of real property
3. **Reconvene in Open Session**
4. **Administer Oath of Office for Granbury ISD School Board Trustees Places 3 and 4**
5. **Re-Organize Board Officers for 2018-19**
6. **Moment of Silence/Invocation**
7. **Pledges - U.S. Flag & Texas Flag**
8. **Achievement Spotlight**
   a. Granbury ISD Education Foundation
   b. Texas Reading Bee Contestant: Drew Jennings - STEAM Academy at Mambrino
   c. All-State Volleyball Player: Payton Bell - Granbury High School
9. **Public comments/audience participation**
10. **Discussion/Action**
    a. Consider Consent Agenda Items
       1. Minutes of November 12, 2018, Regular Meeting and Special Board Meeting of November 15, 2018
       2. Consider Revisions to previously approved minutes of October 16, 2017
    b. Consider Technology Plan
    c. Consider Course Offerings
    d. Consider Resolution Regarding Granbury ISD's Regulations Governing School Marshals and Revisions to District Policy CKE (LEGAL) and CKE (LOCAL)
    e. Consider Budget Amendments
    f. Consider Approval of the Annual Financial Audit Report for Year Ending August 31, 2018
11. **Reports**
    a. Superintendent's Report
    b. Annual Facilities and Maintenance Report
    c. Financial Statements for Period Ending November 30, 2018
    d. Cash Flow and Investment Reports for Period Ending November 30, 2018
12. **Consider action on items discussed in closed session**
    a. Consider Staff Appointments
13. **Adjourn**

Minutes of Regular Meeting
The Board of Trustees
Granbury ISD
November 12, 2018
5:00 PM

A Regular meeting of the Board of Trustees of Granbury ISD was held Monday, November 12, 2018, beginning at 5:00 PM in the Granbury ISD Board Room, 217 N Jones St., Granbury, TX 76048.

The subjects to be discussed or considered or upon which any formal action may be taken are as listed below. Items do not have to be taken in the order shown on this meeting notice.

Presiding Officer .....Nancy Alana, President

Board Members Present
Barbara Herrington
Barbara Townsend
Mark Jackson
Mike Moore
Rhonda Rezsofi
Micky Shearon

Board Members Absent
None

School Officials Present
Dr. Jeremy K. Glenn Ed.D., Superintendent
Ron Holmgreen, Assistant Superintendent for Administrative Services
Dobie Williams, Assistant Superintendent for Finance & Operations
Wes Jones, Director of Human Resources
Amy Wood, Technology Director
Jeff Meador, Director of Communications
Faith Barnes, Recording Secretary

Others Present
School Employees
Media
Community Members

Meeting Called to Order
Mark Jackson, Vice President, called the meeting to order at 5:06 p.m. and noted that a quorum of board members were present. The meeting was duly called and that notice of the meeting was posted in accordance with the Texas Open Meetings Act, Texas Government Code, Chapter 551.

Convened in Closed Session
The Board of Trustees convened in closed session at 5:09 p.m. under the Texas Open Meetings Act, Chapter 551.072-purchase, exchange, lease or value, of real property, and 551.074 –personnel.

Reconvened
The Board of Trustees reconvened in open session at 6:00 p.m.

Moment of Silence/Invocation
Micky Shearon led the invocation.

Pledge - U.S. Flag and Texas Flag
Acton Elementary Student Council Officers Audrey Ann McKee; Bentley Sherrill, Hannah Dafoe, and Cooper Cumba led the pledges.

Achievement Spotlight
School Board President Nancy Alana honored Micky Shearon and his 18 years of service on the Granbury ISD School Board.

The board honored Veteran's in attendance at the board meeting in Observation of Veteran's Day.

Public comments/audience participation
None

Discussion/Action

Consider Consent Agenda Items

A motion was made by Mark Jackson and seconded by Barbara Townsend to approve the consent agenda items as presented: 1) The minutes of the October 15, 2018, Regular Meeting and the October 16th and October 31, 2018, Special Meeting; and 2) Consider Award of Guidance, Evaluation and Testing Materials/Services 2018-1038.
Motion Carried: 7 Yes – 0 No

Consider Child Nutrition Purchases for 2018
A motion was made by Mark Jackson and Rhonda Rezsofi to approve child nutrition purchases for 2018 as presented.
Motion Carried: 7 Yes – 0 No

Consider Nomination for Hood County Appraisal District Board
A motion was made by Micky Shearon and seconded by Rhonda Rezsofi to give one vote to the Hood County Appraisal District Board nominating Rhonda Rezsofi for the Hood County Appraisal District Board as presented.
Motion Carried: 7 Yes – 0 No

Reports

Superintendent's Report
Superintendent Dr. Jeremy Glenn gave a report on recent district news.

Safety/Stop the Bleed Report
Director of Curriculum Sharon Williams gave a report on the safety and stop the bleed training to the board.

Annual Transportation Report
Director of Transportation Terry Slemmons gave the annual transportation report to the board.

Financial Statements for Period Ending October 31, 2018
Assistant Superintendent Dobie Williams presented the Financial Statements for period ending October 31, 2018, to the board.

Cash Flow and Investment Reports for Period Ending October 31, 2018

Assistant Superintendent Dobie Williams presented the Cash Flow and Investment Reports for Period Ending October 31, 2018, to the board.

Report of Categorical Purchases between $50,000 and $100,000 as Required per Board Policy CH (LOCAL)

Assistant Superintendent Dobie Williams reported on Categorical Purchases between $50,000 and $100,000 as Required per Board Policy CH (LOCAL).

Consider Action on Items Discussed In Closed Session

Adjourn

With no further business, this meeting was adjourned at 6:32 p.m.

If, during the course of the meeting, discussion of any item on the agenda should be held in a closed meeting, the Board will conduct a closed meeting in accordance with the Texas Open Meetings Act, Government Code, Chapter 551, Subchapters D and E. Before any closed meeting is convened, the presiding officer will publicly identify the section or sections of the Act authorizing the closed meeting. All final votes, actions, or decisions will be taken in open meeting.

Minutes of Special Meeting
The Board of Trustees
Granbury ISD
November 15, 2018
9:00 AM

A Special meeting of the Board of Trustees of Granbury ISD was held Thursday, November 15, 2018, beginning at 8:30 AM in the Granbury ISD Board Room, 217 N. Jones, Granbury, TX 76048.

The subjects to be discussed or considered or upon which any formal action may be taken are as listed below. Items do not have to be taken in the order shown on this meeting notice.

Presiding Officer..... Nancy Alana, President

Board Members Present
Mark Jackson
Rhonda Rezsofi

Members Absent
Barbara Herrington
Barbara Townsend
Micky Shearon
Mike Moore

School Officials Present

Jeff Meador, Director of Communications
Faith Barnes, Recording Secretary

Others Present
None

Meeting Called to Order
Nancy Alana, President, called the meeting to order at 9:06 a.m and noted that a quorum of board members were present for the purposes of canvassing votes. The meeting was duly called and that notice of the meeting was posted in accordance with the Texas Open Meetings Act, Texas Government Code, Chapter 551.

Discussion/Action

Canvas Results of the November 6, 2018 Board of Trustee Election for Places 3 and 4
Dr. Glenn recommends that the board certify the summary precinct returns and declare the election results as follows: Place 3 Trustee Expired Term, Cyndi Wren received 4813 votes, Chris Willis received 6133 votes and Maureen Griffin received 4132 votes. Place 4 Trustee Expired Term, Nancy Alana ran unopposed and received a total of 12,001 votes. A motion was made by Mark Jackson and seconded by Rhonda Rezsofi to canvas the results of the November 6, 2018 Board of Trustee Election for Place 3 and 4, and declared Chris Willis duly elected trustee Place 3 and Nancy Alana duly elected trustee Place 4.

Motion Carried: 3 Yes – 0 No

Adjourn

There being no further business, the meeting was adjourned at 9:07 a.m.

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Nancy Alana, President Barbara Herrington, Board Secretary

OFFICE OF SUPERINTENDENT

For:	**Board of Trustees**
Date:	**December 17, 2018**
3 Action:	**Action**

TO:	**Board of Trustees**	**From:**	**Dr. Glenn**
		Date:	**December 14, 2018**

RE: Consider Revisions to previously approved minutes of October 16, 2017

SUMMARY:

Senate Bill 693 requires that a school district indicate in the board minutes the reason they opted out of buses with seatbelts. The revised minutes now has the required information as follows:

With regard to consent agenda item no. 6 above and as required by Senate Bill 693, the district determined that the district's budget does not permit the purchase of busses equipped with seatbelts at this time.

RECOMMENDATION:

It would be my recommendation that the board approve the revisions as presented.

Respectfully submitted,

Dr. Jeremy Glenn
Granbury ISD Superintendent

Minutes of Regular Meeting
The Board of Trustees
Granbury ISD
October 16, 2017
5:00 PM

A Regular meeting of the Board of Trustees of Granbury ISD was held Monday, October, 16, 2017, beginning at 5:00 PM in the Granbury ISD Board Room, 217 North Jones, Granbury, TX 76048.

The subjects to be discussed or considered or upon which any formal action may be taken are as listed below. Items do not have to be taken in the order shown on this meeting notice.

Presiding Officer..... Nancy Alana, President

Board Members Present
Barbara Herrington
Barbara Townsend
Rhonda Rezsofi

Board Members Absent
Micky Shearon
Mark Jackson
Chris Tackett

School Officials Present
Dr. James M. Largent Ed.D., Superintendent
Ron Holmgreen, Assistant Superintendent for Administrative Services
Dobie Williams, Assistant Superintendent for Finance & Operations
Wes Jones, Director of Human Resources
Amy Wood, Technology Director
Jeff Meador, Director of Public Information
Faith Barnes, Recording Secretary

Others Present
School Employees
Media
Community Members

Meeting Called to Order
Nancy Alana, President, called the meeting to order at 5:15 p.m. and noted that a quorum of board members were present. The meeting was duly called and that notice of the meeting was posted in accordance with the Texas Open Meetings Act, Texas Government Code, Chapter 551.

Reconvened
The Board of Trustees reconvened in open session at 6:00 p.m.

Moment of Silence/Invocation
Nancy Alana led the invocation.

Pledge - U.S. Flag and Texas Flag
Emma Roberson Students Kara Riley and Tyler Holt led the pledge led the Pledges.

Achievement Spotlight

Granbury High School National Merit Commended Students
Granbury High School Principal Jeremy Ross presented the Granbury High School National Merit Commended Students to the board.

Granbury High School F1 in Schools World Finals Competitors
FI Sponsor Todd Gibson presented Granbury High School's F1 in Schools World Finals Competitors to the board.

Present Acton Middle Schools Invitation to Participate in the Distinguished Concerts International New York
Acton Middle School Teacher Mrs. Bridges reported that Acton Middle School's Choir had received an invitation to participate in the Distinguished Concerts International of New York to the board.

Public comments/audience participation
None

Discussion/Action

Consider Consent Agenda Items

A motion was made by Barbara Herrington and seconded by Barbara Townsend to approve the Consent Agenda as presented: 1. Minutes of the October 16, 2017 Regular Board Meeting; 2. Consider Budget Amendments; 3.Consider Renewal of Pest Management Services 2016-08; 4. Consider Renewal of General Merchandise and Consumables 2014-19; 5. Consider Approval of Waste Management Services 2017-1019; and 6. Consider Purchase of five 77 Passenger Buses. With regard to consent agenda item no. 6 above and as required by Senate Bill 693, the district determined that the district's budget does not permit them to purchase busses equipped with seatbelts at this time.
Motion Carried: 4 Yes – 0 No

Consider Consent Agenda Items

Consider District Improvement Plan
A motion was made by Barbara Herrington and seconded by Rhonda Rezsofi to approve the District Improvement Plan as presented.
Motion Carried: 4Yes – 0 No

Consider Resolution Stating Review of Investment Policy, Designation of Investment Officers, Approval of Independent Sources of Investment Training and Approval of Qualified Broker/Dealers
A motion was made by Barbara Townsend and seconded by Rhonda Rezsofi to approve the resolution stating review of investment policy, designation of investment officers, approval of independent sources of investment training and approval of qualified broker/dealer as presented.
Motion Carried: 4Yes – 0 No

Reports

Superintendent's Report
Superintendent Dr. James M. Largent gave a brief update to the board.

Discussion on School Academy Survey Results
Assistant Superintendent Ron Holmgreen reported on the School Academy Survey results. Mambrino Principal Stacie Brown took questions regarding the school academy from the board. The board agreed to continue developing plans for a STEAM Academy at Mambrino School based on results from the survey.

Financial Statements for Period Ending September 30, 2017

Assistant Superintendent Dobie Williams presented the Financial Statements for Period Ending September 30, 2017, to the board.

Cash Flow and Investment Reports for Period Ending September 30, 2017

Assistant Superintendent Dobie Williams presented the Cash Flow and Investment Reports for Period Ending September 30, 2017, to the board.

Bond Expenditures Monthly Update for Period Ending September 30, 2017

Assistant Superintendent Dobie Williams presented the Bond Expenditures Monthly Update for Period Ending September 30, 2017, to the board.

Report of Categorical Purchases between $50,000 and $100,000 as Required per Board Policy CH (LOCAL)

Assistant Superintendent Dobie Williams presented the Report of Categorical Purchases between $50,000.00 and $100,000.00 as Required per Board Policy CH (LOCAL) to the board.

Consider Action on Items Discussed in Closed Session

Consider Staff Appointments

A motion was made by Rhonda Rezsofi seconded by Barbara Townsend to approve staff appointments as presented.
Motion Carried: 4 Yes – 0 No

Adjourn

There being no further business, the meeting was adjourned at 6:57 p.m.

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Nancy Alana, President Barbara Herrington, Board Secretary

GISD 2019-2020 TECHNOLOGY PLAN: OVERVIEW

ABOUT GISD:

SUPERINTENDENT: DR. JEREMY GLENN

ESC REGION	11
CITY, STATE, ZIP	GRANBURY, TEXAS 76048
PHONE	(817) 408-4000
COUNTY DISTRICT NUMBER	111901
NUMBER OF CAMPUSES	10
TOTAL STUDENT ENROLLMENT	7346
PERCENT ECONOMICALLY DISADVANTAGED	53.8%
TECHNOLOGY EXPENDITURES	$ 1,945,000

Granbury ISD Technology Plan
2019-2020

SUMMARY:

Granbury Independent School District recognizes that the focus of technology in education is the innovative integration of technology which leads to increased student success. Therefore, GISD's Technology Plan ensures that the necessary and appropriate technology enables students to maximize their potential, foster creativity, promote global citizenship, and attain college readiness. Our goal is that all students and staff become technology literate and be responsible digital citizens; that is, responsibly use appropriate technology to communicate, collaborate, problem solve, improve learning in all subject areas, and access, manage, evaluate, and create information. In addition, staff will seamlessly integrate existing and emerging technologies to facilitate creativity, collaboration, critical thinking and communication. The district will provide an optimal technology infrastructure to support the ongoing transformation of programs, services, and tools throughout every facet of the district. Necessary technologies will be provided to ensure the effective use of technology in instruction and operations. Ongoing professional development will be provided to support all content areas and departments seamlessly incorporating technology.

NEEDS ASSESSMENT:

ASSESSMENT PROCESS

A comprehensive needs assessment utilizing inventories, campus improvement plans, GISD Strategic Plan, usage reports, goals established by the District Advisory Council in the District Improvement Plan, district surveys, and BrightBytes Data is used to analyze the current status of technology in the district and determine future needs. The items analyzed are reflected in our Classroom, Access, Skills, and Environment (CASE) report from data collected from parents, students, and teachers. To facilitate the development of the plan, and to ensure that all areas of Granbury ISD's Strategic Plan (G2020) are considered, the GISD professional development committee, the district advisory committee, and the campus committees are utilized to assist in the development of the needs assessments and campus goals/objectives/activities and evaluations. These various committees are comprised of business leaders, parents, community partners, students, teachers, administrators, and district staff. The core district technology committee compiles the results to ensure a common vision among all stakeholders. Special committees and task forces are created as specific needs arise in order to determine the best means for meeting specific needs.

ASSESSMENT FINDINGS

Granbury ISD continues to experience an increased use of technology by both teachers and students. This increase is fostered by expectations of parents, community members and administrators. According to CASE, daily use of technology by both teachers and students in grades PK-8 has maintained a high level since the implementation of the model classroom. Students report increased opportunities to integrate technology while practicing communication, collaboration, creativity, and critical thinking. Increased access to and availability of technology fosters the need for heightened awareness of digital citizenship and focused professional learning for all stakeholders.

Granbury utilizes various software to meet both administrative and educational needs. Skyward is used as both our financial software and our student information systems. The district utilizes an IP telephony communications network. GISD maintains a bridge to ESC 11 for video conferencing with both the region and the state. Schoolwires, along with ESC 11, hosts the GISD website which offers quality, current information to staff, students, and the community. The GISD website is maintained by the Public Information Officer. A responsible use policy (RUP) is in place for both staff and students to ensure adherence to the highest standards of technology use. Staff development is provided during summer months and during the school year, both face-to-face and virtually.

Technology hardware is purchased via a centralized purchasing process to ensure standardization of all equipment. Hardware includes model classroom equipment, access points, switches, voice gateways, servers, storage, and student and teacher devices. GISD currently supports a 10GB wide-area-network to all campuses. A state of the art network operations center (NOC) serves the needs of the district. The NOC utilizes a state of the art hot aisle containment system and a generator to maintain connectivity at all times. An offsite disaster recovery solution is in place. The district provides 2000MB of internet bandwidth and an increase to 10GB will be in place this winter to support the educational needs and demands of our digital resources.

GISD will continue to ensure appropriate resources are in place to support and maintain networks and equipment. 24/7 access is critical. To maintain the ability to meet the needs of the students and staff, resources must be continuously evaluated. Changes in curriculum needs, such as online testing, online textbooks and other resources require addition and updates to the district's software, servers, network, and telephone equipment. The need continues for the district to provide timely access to information and to have the ability to easily share that information with students, parents, and the community. Continuing to expand the density of the wireless network to support multiple devices per student is also a top priority.

GISD will continue to maintain existing support contracts and lease agreements, a valid replacement cycle of technology equipment, enhance communication within the district, and continuously investigate the latest advancements in technology to ensure GISD students are equipped to succeed.

Granbury ISD Technology Plan
2019-2020

VISION STATEMENT

All students are equipped with skills to be inspired, contributing citizens excelling in any chosen endeavor within a dynamic global society.

MISSION STATEMENT

Our mission, in collaboration with unique partnerships, is to provide a rigorous academic curriculum along with enriching and individualized opportunities empowering every student to compete in an ever-changing world.

G2020 GOAL STATEMENT

We will provide an optimal technology infrastructure to support the ongoing transformation of programs, services, and tools throughout every facet of the district.

- **Objective 1**

  Ensure a robust infrastructure able to support the increasing demands of programs, services and the use of digital resources

  - Strategy 1: Maintain infrastructure that facilitates communication, instruction and other educational services
  - Strategy 2: Ensure appropriate resources are in place to support and maintain networks and equipment
  - Strategy 3: Ensure students have access to appropriate technologies to meet their learning needs

- **Objective 2**

  Facilitate access to all GISD resources both at and away from school

  - Strategy 1: Provide cloud-based resources to facilitate instruction
  - Strategy 2: Provide wireless network for students, parents and community members to utilize non-district devices
  - Strategy 3: Provide solutions for student access to resources at home
  - Strategy 4: Maintain a mobile learning unit to provide resources away from school
  - Strategy 5: Increase awareness of connected learning opportunities to facilitate collaboration and global citizenship

- **Objective 3**

  Support all content areas and departments seamlessly incorporating technology
  - Strategy 1: Provide PD targeting teacher use of the 4Cs, multimedia skills, and strategies for managing a technology driven classroom
  - Strategy 2: Sustain use of Google Suite for Education
  - Strategy 3: Provide PD to enhance classroom environment through technology centers
  - Strategy 4: Foster relationships and maximize communication among all GISD stakeholders
  - Strategy 5: Employ technology as a tool to facilitate data-driven decision making, access and maintain necessary records, and streamline reporting

GOAL:

We will provide an optimal technology infrastructure to support the ongoing transformation of programs, services, and tools throughout every facet of the district.

OBJECTIVE 1:

Ensure a robust infrastructure able to support the increasing demands of programs, services and the use of digital resources

Supporting CASE Data Variables	**CLASSROOM** • 92% of students report frequency of computer use in the classroom at least once per week • 72% of students report daily computer use in the classroom
	ACCESS • 77% of teachers report high quality internet speed
	SKILLS • 422 teachers had direct instruction in technology integration o (Technology Driven Classroom only)
	ENVIRONMENT • 740 wireless access points are available for connectivity • Staff & student devices include 7046 Chromebooks, 2554 iPads, and 1336 Chromeboxes in GISD

LRPT

- Teaching & Learning
- Education & Professional Development
- Leadership, Administration & Instructional Support

STRATEGY 1

Maintain infrastructure that facilitates communication, instruction and other educational services

Through G2020 and funding provided through the bond, a significant investment in infrastructure is in progress. A 10GB WAN is in place for all campuses. A minimum of 2Gbps filtered internet access is provided with an increase to 10Gbps to be in place this winter to support the educational needs and demands of our educational resources. An access point is installed in every classroom to accommodate at least one device per student. GISD maintains a VOIP solution for all campuses. All network equipment is maintained according to industry standard. The network operations center (NOC) is an integral part of this process.

LRPT	Owner	Timeline	Budget/Resources	Success Measure
• Infrastructure for Technology	• Director of Technology	July 2019-June 2020	$ 600,000 Funding sources include eRate funds and the technology budget • All necessary forms on file with USAC • Valid support contracts • Industry standard equipment • Necessary Storage Environment • Internet filtering software in place according to rules and regulations • Valid ISDN Prime Interfaces with DID	• Uninterrupted availability of necessary access to resources • Valid fiber optic lease contract • Valid internet service contracts • Technology inventory • Network statistics • Valid telephone service contract • Partnership with ESC XI Internet Consortium

STRATEGY 2

Ensure appropriate resources are in place to support and maintain networks and equipment

With the increased reliance on technology, it is imperative that GISD experience minimal downtime. To ensure this, GISD maintains valid support contracts for mission critical software and hardware. Battery-powered backups are in place in all racks, as well as a generator in the network operations center (NOC). GISD also stays current on domain name registration, district-owned IP blocks, licensing for all software for both servers and end-user equipment. A disaster recovery solution is also in place, including hardware and software.

LRPT	Owner	Timeline	Budget/Resources	Success Measure
• Infrastructure for Technology	• Director of Technology	July 2019-June 2020	$175,000 Funding sources include the technology budget • SmartNet • Microsoft Licenses • ARIN registration Extreme Contracts • UPS in place • Generator for NOC • Disaster Recovery Documentation	• Valid license agreements • Valid support contracts • Full access to both IPv4 & IPv6 networks • Technology inventory • Network statistics • Content filtering software • Valid SSL Certificates

STRATEGY 3

Ensure students have access to appropriate technologies to meet their learning needs

GISD strives to provide all students with access to technology at all times. Through the bond, ten mobile devices or access to mobile labs are available in every classroom for student use, as well a mounted projector, document camera, classroom audio, and teacher station for instructional use. A variety of devices in mobile labs are available for department/grade level use including iPads, Chromebooks and Windows machines. Assistive technology is available to meet the needs of students requiring additional technologies. GISD strives to maintain a 4-year replacement cycle for teacher, student, and staff equipment. Our goal is to expose students to a variety of technologies and ensure that they are able to select the most effective tool to accomplish the task at hand. As the equipment purchased with bond money ages, we will have to make decisions and prioritize which technologies will be replaced and which will be retired. There is not enough budget money to keep the replacement cycle of all technologies funded by the bond.

LRPT	Owner	Timeline	Budget/Resources	Success Measure
• Infrastructure for Technology	Director of Technology	July 2019-June 2020	$ 500,000 Funding source is the technology budget • Chromebooks • iPads • Windows devices • Teacher stations • Document Cameras • Projectors • Audio • Assistive Technology • Mobile Labs • Distance Learning	• Assistive technology inventory • Replacement cycle • Devices readily available in classrooms • Necessary access in all instructional areas • Distance Learning opportunities

OBJECTIVE 2:

Facilitate access to all GISD resources both at and away from school

Supporting CASE Data Variables	**CLASSROOM** • 93% of teachers believe that using technology enhances student learning • 72% of students believe that using technology enhances their learning
	ACCESS • 90% of students have access to internet at home • 83% of students have access to a device at home
	SKILLS • 81% of students reported ease of collaborating using online documents as easy
	ENVIRONMENT • 63% of students are allowed to use personal devices in class for academic reasons

LRPT

- Teaching & Learning
- Education & Professional Development
- Leadership, Administration & Instructional Support

STRATEGY 1

Provide cloud-based resources to facilitate instruction

WIth increased reliance on technology, it is imperative that students and teachers have access to resources both at school and away from school. GISD has implemented G Suite to help facilitate this process. All curriculum documents are in Drive. Students and staff also have unlimited storage for files in Drive. GISD is also working to implement as many cloud/internet based programs as possible to help facility 24/7 access to all resources.

LRPT	Owner	Timeline	Budget/Resources	Success Measure
• Teaching and Learning	• Director of Technology • Instructional Technology • Campus Admin • Classroom Teachers • Curriculum Dept.	July 2019-June 2020	$250,000 Funding sources: Technology Budget, IMA, Curriculum Budget, Campus Budgets, Special Education Budget • G Suite • Nearpod • Library Software • Databases • Online Textbooks • BrainPop • OdysseyWare • Renaissance Learning • Microsoft Suite • AudioBooks • Other necessary instructional software	• Cloud-based curriculum documents • Cloud-based storage • Feedback from students & teachers • Usage statistics from all educational software • Participation in #Teach4Gr8ness Rally

STRATEGY 2

Provide wireless network for students, parents and community members to utilize non-district devices

Through G2020 and funding provided through the bond, a significant investment in infrastructure is in progress. An access point is installed in every classroom to accommodate at least one device per student. Because of the feasibility of maintaining a 1:1 environment, GISD is investing in the infrastructure necessary to support any device, including student-owned devices.

LRPT	Owner	Timeline	Budget/Resources	Success Measure
• Infrastructure for Technology	• Director of Technology	July 2019-June 2020	No specific budget required for this item. All covered in access for GISD owned equipment. GISD technology staff will ensure this filtered, monitored connection is available at all times.	• Visible SSID for non-district devices • Filtered internet • Available login for GISD students and staff

STRATEGY 3

Provide solutions for student access to resources at home

With 24/7 access demands, GISD wants to ensure all students have access when they need it, even it if is away from school. The GISD technology staff will investigate options for filtered internet access options available for checkout from campus librarians.

LRPT	Owner	Timeline	Budget/Resources	Success Measure
• Teaching & Learning	• Director of Technology	July 2019-June 2020	$ 10,000	• Student checkout reports on campuses • Software statistics • Kajeet filtered hotspots available for checkout

STRATEGY 4

Provide a mobile learning unit to provide resources away from school

G2020 outlined a mobile learning unit to travel with staff and community volunteers throughout our school district to promote and provide resources not otherwise available. Filtered wireless internet access is available on the mobile learning unit, as well as district owned devices such as iPads and Chromeboxes. GISD is also investigating filtered internet access on the travel buses so that students can work while traveling out of district.

LRPT	Owner	Timeline	Budget/Resources	Success Measure
• Leadership, Administration & Instructional Support	• Director of Technology • Director of Curriculum • Assistant Superintendent	July 2019 - June 2020	No budget necessary.	• Mobile learning unit usage reports

STRATEGY 5

Increase awareness of connected learning opportunities to facilitate collaboration and global citizenship

Due to the demands of a global workforce for problem solving rather than specific skills, students must be provided learning opportunities in real-world scenarios. Students must have the opportunity to experience and use resources outside their classrooms which are relevant and timely. GISD will also ensure that all students are educated, responsible digital citizens and understand the impact this has on their learning and their future. Grade-level appropriate lessons will be shared and implemented by the end of the first six weeks of school. All students and staff will sign a Responsible Use Policy and understand the consequences of violating this policy.

LRPT	Owner	Timeline	Budget/Resources	Success Measure
• Teaching & Learning • Education & Professional Development	• Director of Technology • Instructional Technology	July 2019 - June 2020	$ 10,000 Funding sources include the technology budget • Lessons in Google Drive • Social Media Statistics • Appropriate usage modeling • Staff development on digital citizenship	• BrightBytes Data • Teacher Lesson Plans • Monitoring of Social Media • Student Projects • Participation in #Teach4Gr8ness Rally

OBJECTIVE 3:

Support all content areas and departments seamlessly incorporating technology

Supporting CASE Data Variables	**CLASSROOM** • 77% of students are asked to collaborate online with classmates at least monthly • 58% of students are asked to solve authentic problems using technology at least monthly
	ACCESS • 96% of teachers can get devices for their students when needed more than half the time
	SKILLS • 49% of teachers have expressed interest in PD in multimedia skills • 41% of teachers have expressed interest in PD in classroom management with technology • 48% of teachers have expressed interest in PD using technology tools to promote critical thinking
	ENVIRONMENT • 92% of teachers report they get support for technology issues within 24 hours
LRPT	
• Teaching & Learning • Education & Professional Development • Leadership, Administration & Instructional Support	

STRATEGY 1

Provide PD targeting teacher use of the 4Cs, multimedia skills, and managing technology driven classrooms

Professional development is key in successful technology integration. Technology staff development is designed in response to data collected in the BrightBytes survey, from district initiatives, campus requests, and from observed student and teacher needs. BrightBytes data indicated a high demand for professional development targeting teacher use of the 4Cs, classroom management related to technology use, and multimedia. GISD will be hosting #Teach4Gr8ness, an innovative technology conference, on June 3 and 4 at Granbury High School. Experts in technology integration will be presenting along with our GISD experts. Targeted professional development will be offered throughout the year. Classes will be offered face-to-face, online, and on-demand. GISD also offers a variety of courses through an online portal. All PD is designed to support successful implementation of project-based learning.

LRPT	Owner	Timeline	Budget/Resources	Success Measure
• Education & Professional Development	• Director of Technology • Instructional Technology	July 2019- June 2020	$ 75,000 Funding sources include the technology budget, the special education department budget, and the curriculum department budget • Course Outlines • Online Courses • Instructional Technology Coordinator's Schedule	• BrightBytes Data • PD Participation • Participation in #Teach4Gr8ness Rally June 2019 • Eduphoria Statistics

STRATEGY 2

Sustain use of G Suite for Education (formerly Google Apps for Education)

GISD has invested heavily in G Suite. This is an investment of time, not money since G Suite is free for educational institutions. GISD utilizes G Suite for a variety of purposes including student email, document storage, calendars, and other apps provided in the suite. Curriculum documents are available via Google Drive. G Suite is the driving force behind successful technology implementation of the 4Cs. G Suite provides a secure way for students to communicate, collaborate, create, and think critically. Sustaining G Suite is imperative. All PD is designed to support successful implementation of project-based learning.

LRPT	Owner	Timeline	Budget/Resources	Success Measure
• Teaching & Learning • Education & Professional Development	• Director of Technology • Instructional Technology	July 2019- June 2020	No specific budget is outlined for G Suite. • Active G Suite account • Integration with Active Directory • Google Academy	• G Suite Statistics • PD Participation • BrightBytes Data • Student Portfolios • Cloud Printing • Aristotle Use • Google Cast Use • Participation in #Teach4Gr8ness Rally

STRATEGY 3

Provide PD to enhance classroom environment through technology centers

Seamlessly incorporating technology into the classroom is a task which requires a shift of mindset from teacher-directed activities to student-driven learning. Professional development is a necessary component to help teachers make this transition from the traditional classroom to a 21st Century environment. Sessions at the #Teach4Gr8ness Rally will focus on technology integration for all students. All PD is designed to support successful implementation of project-based learning.

LRPT	Owner	Timeline	Budget/Resources	Success Measure
• Teaching & Learning • Education & Professional Development	• Director of Technology • Instructional Technology	July 2019-June 2020	$ 15,000 Funding sources include the technology budget and the curriculum department budget • Instructional Technology Coordinator's Schedule	• PD Participation • BrightBytes Data • Student Engagement • Organized Centers in Classrooms • Classroom Visits • Participation in #Teach4Gr8ness Rally • Targeted Campus Strategies

STRATEGY 4

Foster relationships and maximize communication among all GISD stakeholders

GISD works to enhance communication with parents, students, staff and the community. GISD social media accounts allow up to the minute information about the district, all campuses, and many classrooms. Skyward Family Access and Skyward Student Access allow both parents and students to monitor grades, attendance, health information and keep in touch with teachers and student progress. GISD utilizes a district-wide notification system for emergency broadcasts, parent outreach, and student attendance communications. The GISD website, maintained by the Public Information Officer, is the face of the district and remains current at all times. It contains a wealth of information for all visitors.

LRPT	Owner	Timeline	Budget/Resources	Success Measure
• Leadership, Administration & Instructional Support • Teaching & Learning	• Director of Technology • Public Relations Officer • Instructional Technology • Campus Admin • Teachers	July 2019- June 2020	$ 60,000 Funding sources include the technology budget and the Public Information Officer's budget • Public Information Officer's schedule • Technology Training	• Social Media Presence • SchoolWires Statistics • SchoolMessenger Statistics • Skyward Communication Reports • Participation in #Teach4Gr8ness Rally

STRATEGY 5

Employ technology as a tool to facilitate data-driven decision making, access and maintain necessary records, and streamline reporting

GISD utilizes technology as a tool to access and maintain student records for attendance, grades, discipline, transcripts, and PEIMS reporting. Student testing information, RtI, IEP, LPAC, and 504 information is also stored electronically for mandatory reporting processes. In addition to student reporting, department reporting including transportation, HR, Facilities, Maintenance, and the Business Office all utilize technology systems for scheduling, recruiting, substitute reporting, route management, work orders, and financial management.

LRPT	Owner	Timeline	Budget/Resources	Success Measure
• Leadership, Administration & Instructional Support	• Director of Technology • Instructional Technology • Curriculum Department • Special Education Department • Assistant Superintendent • Campus Admin	July 2019- June 2020	$250,000 Funding sources include technology, special education, human resources, transportation, maintenance, food service, curriculum and business office budgets	• All student records readily available including special education, testing, grades, discipline, transcripts, and progress records from various software programs • Department reports from Athletics, Transportation, Maintenance, Facilities, Support Services, Technology and the Business Office • Accurate reporting for state and federal mandates • Participation in #Teach4Gr8ness Rally

EVALUATION:

This technology plan is a living document and will be reviewed and updated semi-annually. The evaluation will ensure the goals and objectives remain in alignment with the strategic plan (G2020) and the bond implementation timeline. As the district works to develop G2025, all aspects of the technology plan will be modified to align with these new goals.

To continue to improve, teachers, students, and parents will participate in the BrightBytes survey once a year. This data will ensure growth and pinpoint areas in need of improvement. In addition, software utilization and effectiveness will be monitored to determine if the needs of all students are being addressed.

In order to meet the needs established by BrightBytes data collected, GISD will continue to host the #Teach4Gr8ness Rally each June. The focus for the conference will be implementing the 4Cs using technology. In-district experts, as well as nation-wide technology leaders will teach strategies and methods that can be easily implemented. These strategies and methods can be polished during the summer for seamless implementation into the 2019-2020 classroom scope & sequences.

Successful integration of technology in the classroom will be visible through student performance, curricular projects, lesson plans, classroom visits, social media and dynamic project-based learning experiences.

Granbury ISD does not discriminate on the basis of sex, disability, race, color, age, or national origin in its educational programs, activities or employment as required by Title IX, Section 504 and Title VI.

GRANBURY ISD
TECHNOLOGY DEPARTMENT

TO: Dr. Jeremy Glenn, Superintendent	**FROM**: Amy Wood **DATE**: December 7, 2018 **RE**: Course Offerings

SUMMARY:

Granbury ISD continues to evaluate and select courses to ensure students are provided opportunities to experience success in school and beyond. As the needs of our students evolve and district initiatives grow, it is crucial that our schools have the ability to offer any course outlined in the Texas Student Data System. Courses available are outlined in Section 8.4 PEIMS Code Table 22.

Courses for the 2019-2020 school year are outlined on the new GISD Course Catalog website. The website was created in order to make information easy to find and understand. It also allows for real-time updates as state regulations change.

This catalog is a work in progress. As we determine need and change in regulations, the catalog will be updated on the GISD website.

A special thanks to Dawn Bradley's classes for designing our covers. Principals selected the winning covers from all of her classes. Credit to the students can be found on the second page of the catalog.

RECOMMENDATION:

It is our recommendation to continue to be able to offer any course outlined in PEIMS CO22 and adjust the course catalog as necessary.

Respectfully submitted,



Amy Wood
Director of Technology

GRANBURY ISD
BOARD REGULATIONS GOVERNING SCHOOL MARSHALS

The purpose of these regulations is to meet the requirements of CKE (LEGAL)

1)A Granbury ISD ("district") school marshal may make arrests and exercise all authority given to peace officers under Section 2, Chapter 2, Article 2.127, Code of Criminal Procedure, but only to the extent necessary to prevent or abate the commission of an offense that threatens serious bodily injury or death of students, faculty, or visitors on school premises, provided, however, a district school marshal may not issue a traffic citation for a violation of Chapter 521, Transportation Code, or Subtitle C, Title 7 Transportation Code. A district school marshal may access a handgun only under circumstances that would justify the use of deadly force under Section 9.32 or 9.33 of the Penal Code.

2) A district school marshal may only carry an approved handgun (a) in compliance with the legal requirements for a licensed concealed handgun carrier and (b) as may be determined by the Board (i) at a specific district campus/campuses; (ii) on any grounds or in any building where a district sponsored activity is being conducted; (iii) where a district high school sporting event or interscholastic event is taking place; (iv) at any meeting of the Board of Trustees, or (v) on a district passenger transportation vehicle. A district school marshal from the central office may carry an approved handgun on all district campuses, if authorized by the Board.

3) If a district school marshal's primary duty involves regular, direct contact with students, the marshal shall not carry a concealed handgun but may possess an approved handgun on the physical premises of a school in a locked and secured gun safe within the marshal's immediate reach when conducting the marshal's primary duty.

4) Any approved handgun carried by or within access of a district school marshal must be loaded only with frangible ammunition designed to disintegrate on impact for maximum safety and minimal danger to others. Such frangible ammunition must be approved by the district.

5) A district school marshal's status as a 'school marshal' becomes inactive on:

   a. Expiration of the employee's school marshal license under Occupations Code 1701.260.
   b. Suspension or revocation of the employee's concealed handgun license.
   c. Termination of the employee's employment with - ISD.
   d. Notice from the Board that the employee's services as a school marshal are no longer required.
   e. Failure to demonstrate weapons proficiency to the satisfaction of the Texas Commission on Law Enforcement ("TCOLE") or a TCOLE commissioned law enforcement agency.
   f. Violation of any district policy or regulation applicable to a district school marshal.

g. Notice from the Superintendent or Superintendent's designee that the employee's services as a school marshal are suspended or revoked.

6) The district will provide appropriate duty handguns, frangible ammunition and locked and secured safes. The handguns provided by the district will meet the following requirements:

a) The Granbury Police Department firearms training center will maintain a record of any handgun a district school marshal is authorized to carry.
b) The district's handguns for school marshals will be listed on the Granbury Police Department's approved firearm list.
c) All duty handguns to be carried by a district school marshal will be registered with the Granbury Police Department firearms training division by the marshal assigned to carry them.
d) The district will deliver all duty handguns to the Granbury Police Department firearms training center one time per year for inspection and registration by the Granbury Police Department firearms training staff. Each duty handgun will undergo a thorough inspection and will be test fired and evaluated for reliability and examined to see if it conforms to existing safety standards. Handguns that do not pass the safety inspection may not be used by a district school marshal.
e) The list of approved duty handguns may change during the school year so long as each handgun meets the requirements hereof before it is used in service.

7) A district school marshal must complete and pass the TCOLE weapons qualification course of fire two (2) times per year at a firearms training center utilized by TCOLE or a TCOLE commissioned law enforcement agency. A district school marshal must qualify with the district-owned firearm that has been registered to the school marshal with the firearms training center. A district school marshal must also demonstrate weapons proficiency to the satisfaction of the firearms instructors.

8) A district school marshal will be required to attend all active shooter trainings as directed by the district each year.

*These local board written regulations addressing school marshals and school security will be a part of the district's crisis management plan. For the safety and security of the district's employees and students, these written policies will not be made available pursuant to a request under the "Public Information Act". *See* Education Code 37.0811{g); Occupations Code 1701.260{j).

APPROVED BY THE GRANBURY ISD BOARD OF TRUSTEES ON July 23, 2018. THEREFORE, BE IT SO ORDERED.

Adopted this 23rd day of July, 2018.

GRANBURY INDEPENDENT SCHOOL DISTRICT

By: _____
Nancy Alana, President
Board of Trustees

ATTEST:

By: _____
_____
Barbara Herrington, Secretary
Board of Trustees

PROPOSED REVISIONS

Emergency Operations Plan

The Superintendent shall ensure updating of the District's Emergency Operations Plan and ongoing staff training.

As required by law, the emergency operations plan shall include the District's procedures addressing reasonable security measures when District property is used as a polling place.

The Board-adopted regulations addressing the school marshal program shall be incorporated into the District's Emergency Operations Plan. [See CKE]

PROPOSED REVISIONS

School Resource Officers

To implement the District's comprehensive safety programs, the District has entered into an agreement with a local law enforcement agency for school resource officers. School resource officers shall provide services consistent with the terms of the agreement, the comprehensive safety programs, and Board policy.

Training

All school resource officers shall receive at least the minimum amount of education and training required by law.

School Marshals

Pursuant to its authority under state law, the Board may appoint an employee of the District to serve as a school marshal if the employee is certified as eligible by the Texas Commission on Law Enforcement (TCOLE). [See CKE(LEGAL).]

The Board-adopted regulations addressing the school marshal program shall be incorporated into the District's Emergency Operations Plan. [See CKC]

2018-2019
Budget Amendment #4

	November Proposed Budget Amendment #4	Increase	Decrease	Net Effect
Object	**Revenue**			
5700	Revenue Generated	220,562	0	
5800		200,888	0	
5900		0	0	
	Total	**421,450**	**0**	**421,450**
Function	**Expenses**			
11	Brawner - Amend funds for purchase of radios for campus security	0	2,000	
	Overall effect on Function 11	**0**	**2,000**	**(2,000)**
12	Technology - Amend funds for Follett Library Renewal Increase	150	0	
	Overall effect on Function 12	**150**	**0**	**150**
13	**Overall effect on Function 13**	**0**	**0**	**0**
21	SPED - Amend funds for office lighting fixtures	0	1,582	
	Overall effect on Function 21	**0**	**1,582**	**(1,582)**
23	**Overall effect on Function 23**	**0**	**0**	**0**
31	AMS - Amend funds donated by campus PTO for Cyber Bullying speaker	900	0	
	Overall effect on Function 31	**900**	**0**	**900**
32	**Overall effect on Function 32**	**0**	**0**	**0**
33	**Overall effect on Function 33**	**0**	**0**	**0**
34	**Overall effect on Function 34**	**0**	**0**	**0**
36	**Overall effect on Function 36**	**0**	**0**	**0**
41	**Overall effect on Function 41**	**0**	**0**	**0**
51	SPED - Amend funds for office lighting fixtures	1,582	0	
	Overall effect on Function 51	**1,582**	**0**	**1,582**
52	Brawner - Amend funds for purchase of radios for campus security	2,000	0	
	Overall effect on Function 52	**2,000**	**0**	**2,000**
53	Technology - Amend funds for Follett Library Renewal Increase	0	150	
	Overall effect on Function 53	**0**	**150**	**(150)**
61	**Overall effect on Function 61**	**0**	**0**	**0**
71	**Overall effect on Function 71**	**0**	**0**	**0**
81	Business Office - Amend funds for various construction projects	789,148	0	
	Overall effect on Function 81	**789,148**	**0**	**789,148**
91	Business Office - Amend funds for State Recapture reduction	0	808,140	
	Overall effect on Function 91	**0**	**808,140**	**(808,140)**
93	**Overall effect on Function 93**	**0**	**0**	**0**
99	**Overall effect on Function 99**	**0**	**0**	**0**
	Total	**793,780**	**811,872**	**(18,092)**

Granbury Independent School District

Fiscal Year 2018-2019

		Adopted Budget	Prior Budget Amendments	Budget Amendment 12/17/2018	Revised Budget
	REVENUE				
5700	Local Revenue	60,816,855	51,763	220,562	61,089,180
5800	State Revenue	8,541,770	0	200,888	8,742,658
59/7900	Federal Programs/Other Sources	845,000	0	0	845,000
	Total	**$70,203,625**	**51,763**	**421,450**	**$70,676,838**
	EXPENDITURES				
11	Instruction & Instr. Related Services	35,671,193	(31,378)	(2,000)	35,637,815
12	Instructional Resources & Media Serve	764,966	(148)	150	764,968
13	Curriculum & Instr. Staff Development	893,363	885	0	894,248
21	Instructional Leadership	662,075	(4,000)	(1,582)	656,493
23	School Leadership	3,528,081	2,836	0	3,530,917
31	Guidance, Counseling & Evaluation Serve	2,693,991	9,408	900	2,704,299
32	Social Work Services	64,700	0	0	64,700
33	Health Services	391,836	32,128	0	423,964
34	Student (Pupil) Transportation	3,106,140	0	0	3,106,140
35	Food Service	0	0	0	0
36	Co curricular/Extracurricular Activities	2,000,724	16,940	0	2,017,664
41	General Administration	2,283,432	(2,638)	0	2,280,794
51	Plant Maintenance and Operations	5,836,860	41,163	1,582	5,879,605
52	Security & Monitoring Services	815,817	(31,505)	2,000	786,312
53	Data Processing Services	1,315,734	2,638	(150)	1,318,222
61	Community Services	78,832	0	0	78,832
71	Debt Service (M&O)	0	0	0	0
81	Facilities Acquisition	0	15,434	789,148	804,582
91	Contracted Instruction Services - Chapter 41	9,535,423	0	(808,140)	8,727,283
93	Shared Services Arrangement	0	0	0	0
99	Other Governmental Charges	1,000,000	0	0	1,000,000
00	Other Uses	0	0	0	0
	Total Budgeted Expenditures	**$70,643,167**	**51,763**	**(18,092)**	**$70,676,838**
	Excess Revenue over (Under) Expenditures	**(439,542)**	**0**	**439,542**	**0**

Prepared by:
D Williams
E Whitefield

GRANBURY INDEPENDENT SCHOOL DISTRICT
Budget - Summary
Fiscal Year 2018-19
Adopted 8/22/2018 (Adjusted for Midyear Projection)

		Adopted	Midyear Projection	Inc / Dec
		General Fund	General Fund	
	Revenue			
5700	LOCAL REVENUE	60,816,855	61,036,517	219,662
5800	STATE REVENUE	8,541,770	8,742,658	200,888
5900	FEDERAL PROGRAM REVENUE	845,000	845,000	
		$ 70,203,625	$ 70,624,175	$420,550
	Expenditures			
11	INSTRUCTION	35,671,193	35,671,193	
12	INSTRUCTIONAL RESOURCES & MEDIA	764,966	764,966	
13	CURRICULUM & STAFF DEVELOPMENT	893,363	893,363	
21	INSTRUCTIONAL LEADERSHIP	662,075	662,075	
23	SCHOOL LEADERSHIP	3,528,081	3,528,081	
31	GUIDANCE/COUNSELING	2,693,991	2,693,991	
32	SOCIAL WORK SVCS	64,700	64,700	
33	HEALTH SERVICES	391,836	391,836	
34	TRANSPORTATION	3,106,140	3,106,140	
35	FOOD SERVICE			
36	CO-CURRICULAR/EXTRACURRICULAR	2,000,724	2,000,724	
41	GENERAL ADMINISTRATION	2,283,432	2,283,432	
51	PLANT MAINTENANCE	5,836,860	5,836,860	
52	SECURITY & MONITORING SERVICES	815,817	815,817	
53	DATA PROCESSING	1,315,734	1,315,734	
61	COMMUNITY EDUCATION	78,832	78,832	
71	DEBT SERVICE			
81	FACILITIES CONSTRUCTION & ACQUISITION			
91	CONTRACTED SVCS BETWEEN PUBLIC SCHOOLS - CH 41	9,535,423	8,727,283	(808,140)
93	PAYMENTS TO FISCAL AGENT / SHARED SERVICES	0	0	
99	OTHER INTERGOVERNMENTAL CHARGES	1,000,000	1,000,000	
		$ 70,643,167	$ 69,835,027	($808,140)
	Excess Revenue over (Under) Expenditures	$ (439,542)	$ 789,148	
	- transfer out for prior year tax refund due to litigation		$ (229,578)	*
	* transfer out will be an audit entry and not a budgeted expenditure		$ 559,570	
			Net change from Adopted Budget	$1,228,690

Notes: **Revenue**

5700 LOCAL REVENUE - Increase in Local Revenue due to increased tax collections in the amount of $219,662 due to supplemental property values added by the Hood County Appraisal District.

5800 STATE REVENUE - Increase in State Revenue in the amount of $200,888 due to increase in Per Capita Rate and projected increase in student enrollment.

Expenditures

Function 91 - Decrease in Recapture due to projected increase in student enrollment

Considerations for Excess Revenue

> to fund some of the summer projects that will be proposed next semester.
> to fund other projects as deemed appropriate by the Board and Administration
> Oakwoods Drainage Project

GRANBURY INDEPENDENT SCHOOL DISTRICT

INTEROFFICE MEMO

FINANCE AND BUSINESS AFFAIRS

To: Board of Trustees
Date: December 17, 2018
For: Approval

TO: Dr. Jeremy Glenn, Superintendent

FROM: Dobie Williams
DATE: December 10, 2018
RE: Annual Financial Report – Year ended 8/31/2018

SUMMARY:

The annual audit has been completed. A representative from Snow, Garrett & Company, Certified Public Accountants will be at the board meeting to present the report and letters to the board. The Annual Financial Report for the year ended August 31, 2018 and the management letter are available in PDF format on Boardbook and a hard copy is available for board members that wish to have a copy.

Should you have questions regarding the report, please feel free to contact me prior to the Board meeting so that I can get with the representative from Snow, Garrett & Company so that he/she can be prepared to respond to your questions either at the meeting or prior to the meeting.

RECOMMENDATION:

That the Board accept the Annual Financial Report for the year ended August 31, 2018 as presented.

Respectfully submitted,



Assistant Superintendent for Finance and Operations

Staff Person Responsible: Dobie Williams

Date Submitted: December 10, 2018

SNOW GARRETT WILLIAMS
CERTIFIED PUBLIC ACCOUNTANTS

December 5, 2018

Granbury Independent School District
217 N. Jones Street
Granbury, Texas 76048

In connection with our audit of the financial statements of Granbury Independent School District for the year ended August 31, 2018, we have made a review of the accounting procedures and internal controls. While the primary objective of such a review is to afford us a basis of determining the scope of our audit procedures, it nevertheless presents us with an opportunity to submit, for management's consideration, suggestions for changes in procedures, which, in our opinion, would strengthen internal control or contribute to the improvement of operating efficiency.

The comments in this letter are based upon observations made in the course of such a review. The review was not designed for the purpose of expressing an opinion on internal controls, and it would not necessarily disclose all weaknesses in the system. The matters discussed herein were considered during our audit of the above-mentioned financial statements, and they did not modify the opinion expressed in our report on those financial statements. However, we offer for your review the comments and recommendations as noted on the following pages.

We have discussed the following comments in detail with the appropriate staff of the District to ensure understanding of the comments and implementation of recommendations. If you have any questions regarding these or any other matters, please feel free to contact us.

This letter is intended solely for the information and use of the Board of Trustees, management, and others within the District and is not intended to be used and should not be used by anyone other than these specified parties.

Finally, we take this opportunity to thank you and your staff for your courtesy and cooperation during our audit. Thank you for your business.

Sincerely yours,

Snow Garrett Williams

Snow Garrett Williams
Certified Public Accountants

Optimum Fund Balance

As noted in Exhibit C-2, the District increased the General Fund's fund balance in the amount of $906,806 resulting in an ending fund balance of $21,780,998. The Board should continue to closely monitor its budget and if possible continue to increase future fund balances. Also, the Board should continue to review construction, equipment expenditures, and other improvements and determine the amount of additional reserves, if any, that should be assigned or committed for future needs. The District currently has committed $4,200,000 for construction, capital expenditures for equipment, and other purposes.

Bank Accounts

During out review of cash, we noted that on the highest cash day of the year the District's cash deposits were not fully secured. The District should closely monitor the depository bank to ensure that deposits are fully collateralized.

OBJECTIVE OF INTERNAL CONTROL

The objective of internal control is to provide reasonable, but not absolute, assurance that the District's assets will be safeguarded against loss from unauthorized use or disposition, and that the reliability of financial records for preparing financial statements and maintaining accountability for assets will be preserved. The concept of reasonable assurance recognizes that the cost of a system of internal control should not exceed the benefits derived and also recognizes that the evaluation of these factors necessarily requires estimates and judgments by management.

There are inherent limitations that should be recognized in considering the potential effectiveness of any system of internal control. In the performance of most control procedures, mistakes of judgment, carelessness, or other personal factors may occur. Control procedures whose effectiveness depends upon segregation of duties can be circumvented intentionally by management either with respect to the execution and recording of transactions or with respect to the estimates and judgments required in the preparation of financial statements. Further, projection of any evaluation of internal control to future periods is subject to the risk that the procedures may become inadequate because of changes in conditions, and that the degree of compliance with the procedures may deteriorate.

GRANBURY INDEPENDENT SCHOOL DISTRICT

ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED AUGUST 31, 2018

Introductory Section

Granbury Independent School District
Annual Financial Report
For The Year Ended August 31, 2018

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Granbury Independent School District
Annual Financial Report
For The Year Ended August 31, 2018

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CERTIFICATE OF BOARD

Granbury Independent School District	Hood	111-901
Name of School District	County	Co.-Dist. Number

We, the undersigned, certify that the attached annual financial reports of the above named school district were reviewed and (check one) _____approved _____disapproved for the year ended August 31, 2018, at a meeting of the board of trustees of such school district on the ____ day of _____, _____.

_____ Signature of Board Secretary

_____ Signature of Board President

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

Financial Section

SNOWGARRETT WILLIAMS
CERTIFIED PUBLIC ACCOUNTANTS

Independent Auditor's Report

To the Board of Trustees
Granbury Independent School District
217 N. Jones Street
Granbury, Texas 76048

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Granbury Independent School District ("the District") as of and for the year ended August 31, 2018, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with 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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the District's preparation and fair presentation of the financial statements 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, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

1207 Santa Fe Drive • Weatherford, Texas 76086 • 817-596-9301 • Fax 817-596-9304

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Granbury Independent School District as of August 31, 2018, 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.

Emphasis of Matter

Change in Accounting Principle

As described in Note A to the financial statements, in 2018, Granbury Independent School District adopted new accounting guidance, Governmental Accounting Standards Board Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other than Pensions.* Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, and budgetary comparison information and schedule of the District's proportionate share of the net pension liability and schedule of District pension contributions, and schedule of the District's proportionate share of the net OPEB liability and schedule of District OPEB contributions identified as Required Supplementary Information in the table of contents be presented to supplement the basic financial statements. Such information, 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 auditing standards generally accepted in the United States of America, 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.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Granbury Independent School District's basic financial statements. The introductory section and other supplementary information are presented for purposes of additional analysis and are not required parts of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the basic financial statements. The introductory section and other supplementary information are presented for additional analysis and is also not a required part of the basic financial statements.

The other supplementary information, except for Exhibit J-2, and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such 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 auditing standards generally accepted in the United States of America. In our opinion, the other supplementary information 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.

The introductory section and Exhibit J-2 of the other supplementary information have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 5, 2018 on our consideration of Granbury Independent School 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 Granbury Independent School District's internal control over financial reporting and compliance.

Respectfully submitted,

Snow Garrett Williams

Snow Garrett Williams
December 5, 2018

As management of the District, we offer readers of the District's financial statements this narrative overview and analysis of the financial activities of the District for the year ended August 31, 2018. We encourage readers to consider the information presented here in conjunction with the District's financial statements, which follow this section.

Financial Highlights

- The liabilities of the District exceeded its assets at the close of the most recent period by $18,781,456 (*net position*). Of this amount, ($17,725,796) is *unrestricted net position.*
- As of the close of the current fiscal year, the District's governmental funds reported combined ending fund balances of $26,612,681. Approximately 66 percent of this total amount, $17,580,998, is *available for spending* at the government's discretion (*unassigned fund balance*).
- At the end of the current fiscal year, unassigned fund balance for the general fund was $17,580,998, or 27 percent of the total general fund expenditures.

Overview of the Financial Statements

This discussion and analysis are intended to serve as an introduction to the District's basic financial statements. The District's basic financial statements are comprised of three components: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements. The *government-wide financial statements* are designed to provide readers with a broad overview of the District's finances, in a manner similar to a private-sector business.

The *statement of net position* presents information on all of the District's assets and liabilities, with the difference between the two reported as *net position.* Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

The *statement of activities* presents information for all of the current year's revenues and expenses regardless of when cash is received or paid. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods.

Both of the District's government-wide financial statements distinguish the functions of the District as being principally supported by taxes and intergovernmental revenues (*governmental activities*) as opposed to *business-type activities* that are intended to recover all or a significant portion of their costs through user fees and charges. The District has no component units for which it is financially accountable. The government-wide financial statements can be found on pages 13-15 of this report.

Fund financial statements. A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related requirements. The fund financial statements provide more detailed information about the District's most significant funds-not the District as a whole.

- Some funds are required by State law and/or bond covenants.
- Other funds may be established by the Board to control and manage money for particular purposes or to show that it is properly using certain taxes or grants.

All of the funds of the District can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

- ***Governmental funds***. *Governmental funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources,* as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements. Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*. The District adopts an annual appropriated budget for its general fund, debt service fund and food service fund. A budgetary comparison schedule has been provided to demonstrate compliance with these budgets. The basic governmental fund financial statements can be found on pages 16-19 of this report.

- ***Proprietary funds.*** *Proprietary funds* provide the same type of information as the government-wide financial statements, only in more detail. There are two proprietary fund types. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The District has *business-type activities* or *enterprise funds* that operate similar to a private business. The District uses the enterprise fund to account for after school programs. The second type of proprietary fund is the *internal service fund*. Internal service funds are an accounting device used to accumulate and allocate costs internally among the various functions. The District uses the *internal service fund* to report activities for its workers compensation self-insurance fund and the flexible benefits plan. The basic proprietary fund financial statements can be found on pages 20-22 of this report.

- ***Fiduciary funds***. *Fiduciary funds* are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* reflected in the government-wide financial statements because the resources of those funds are *not* available to support the District's own programs. The District is the trustee, or *fiduciary*, for these funds and is responsible for ensuring that the assets reported in these funds are used for their intended purposes. All of the District's fiduciary activities are reported in a separate statement of fiduciary net position that can be found on pages 23-24.

- **Notes to the financial statements.** The notes provide additional information that is essential to a complete understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 25-51 of this report.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information* that further explains and supports the information in the financial statements. Required supplementary information can be found on pages 52-58 of this report.



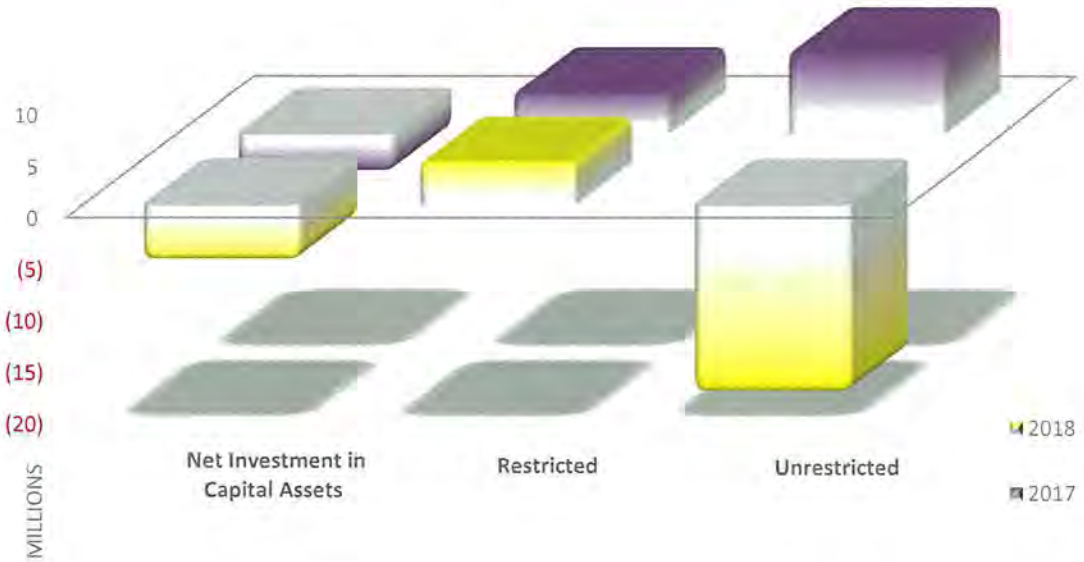
Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the District, governmental-type liabilities exceeded assets by $19,171,049 as of August 31, 2018.

The District's Net Position-Governmental Activities

	August 31, 2018	August 31, 2017
Current assets	$ 33,827,947	$ 34,877,792
Capital assets	111,841,373	113,719,936
Total assets	145,669,320	148,597,728
Deferred outflows or resources		
Deferred loss on refunding	14,390	19,185
Deferred outflows related to pensions	3,850,457	6,351,176
Deferred outflows related to OPEB	340,710	-
Total deferred outflows of resources	4,205,557	6,370,361
Current liabilities	5,536,043	5,145,910
Long-term liabilities outstanding	153,281,010	139,094,886
Total liabilities	158,817,053	144,240,796
Deferred inflows or resources		
Deferred inflows related to pensions	1,741,167	2,166,994
Deferred inflows related to OPEB	8,487,706	-
Total deferred inflows of resources	10,228,873	2,166,994
Net position:		
Net investment in capital assets	(5,280,730)	(3,560,277)
Restricted	4,225,070	4,121,283
Unrestricted	(18,115,389)	7,999,293
Total net position	$ (19,171,049)	$ 8,560,299

Net Position as of 8/31/18



Investment in capital assets (e.g., land, buildings, furniture and equipment, and construction in progress) is negative $5,280,730. The District uses these capital assets to provide services to students; consequently, these assets are *not* available for future spending. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. An additional portion of the District's net position ($4,225,070) represents resources that are subject to external restrictions on how they may be used. The remaining balance of *unrestricted net position* is negative $18,115,389. This deficit is not an indication that the District has insignificant resources available to meet financial obligations next year, but rather the result of having long-term commitments that are in excess of currently available resources.

The District's Net Position-Business-Type Activities

	August 31, 2018	August 31, 2017
Current assets	$ 397,801	$ 291,878
Total assets	397,801	291,878
Current liabilities	8,208	6,402
Total liabilities	8,208	6,402
Net position:		
Unrestricted	389,593	285,476
Total net position	$ 389,593	$ 285,476

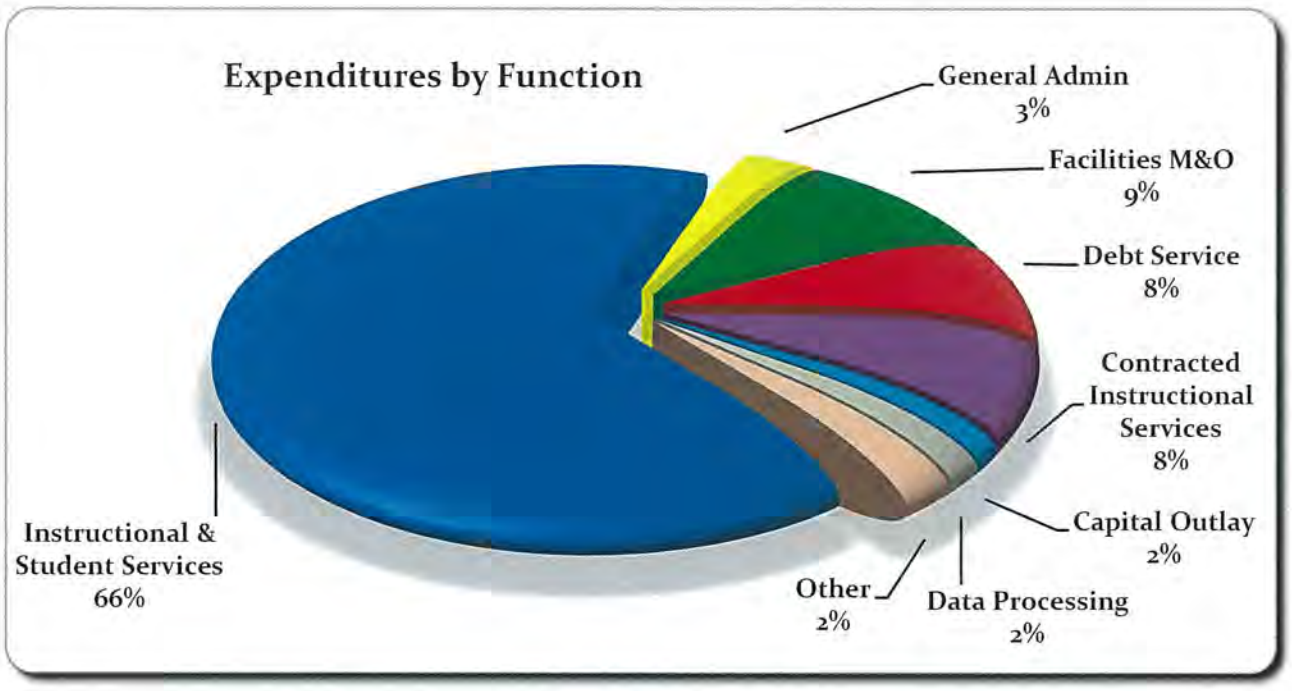
The above surplus is not an indication the District has significant assets that are available to meet financial obligations next year, but rather the result of having currently available resources that exceed *long-term* commitments.



Governmental activities. The District's total governmental activities net position increased $7,848,556 during the current year. The total cost of all *governmental activities* this year was $62,063,111. The amount that our taxpayers paid for these activities through property taxes was $64,935,367 or 105%.

Changes in the District's Net Position - Governmental Activities

	Fiscal Year August 31, 2018	Fiscal Year August 31, 2017
Revenues:		
Program revenues		
Charges for services	$ 1,326,610	$ 1,336,541
Operating grants and contributions	(2,226,320)	8,888,957
General revenues		
Property taxes	64,935,367	60,579,642
State grants	4,710,100	6,275,849
Other	1,165,910	1,320,501
Total revenues	69,911,667	78,401,490
Expenses:		
Instruction	27,393,843	39,309,560
Instruction resources and media services	552,501	823,151
Curriculum and staff development	906,736	1,201,576
Instructional leadership	501,907	736,319
School leadership	2,510,594	3,700,078
Guidance, counseling & evaluation services	2,044,777	2,885,651
Social work services	78,483	69,136
Health services	276,010	457,852
Student transportation	2,262,273	2,707,218
Food service	3,016,811	3,319,809
Cocurricular/extracurricular activities	1,670,095	2,099,952
General administration	1,730,653	2,448,828
Facilities maintenance and operations	5,867,683	6,244,279
Security and monitoring services	254,757	331,584
Data processing services	1,095,417	1,359,306
Community services	(22,033)	61,383
Interest on long-term debt	4,925,408	5,111,146
Bond issuance costs and fees	2,000	2,000
Capital outlay	924,176	1,494,533
Contracted instructional services between schools	4,775,087	3,375,769
Payments related to shared services arrangements	142,275	138,432
Other intergovernemental charges	1,153,658	845,065
Total expenses	62,063,111	78,722,627
Increase (decrease) in net position	7,848,556	(321,137)
Net position - beginning	8,560,299	8,503,953
Prior period adjustment	(35,579,904)	377,483
Net position - beginning, as restated	(27,019,605)	8,881,436
Net position - ending	$ (19,171,049)	8,560,299



Business-type activities. The District's business-type activities net position increased $104,117. The total cost of all *business-type activities* this year was $292,587.

Changes in the District's Net Position - Business-Type Activities

	Fiscal Year August 31, 2018	Fiscal Year August 31, 2017
Revenues:		
Program revenues		
Charges for services	$ 384,657	$ 337,721
Grants and Contributions	12,047	10,826
Total revenues	396,704	348,547
Expenses:		
After School Care Program	292,587	298,465
Total expenses	292,587	298,465
Increase (decrease) in net position	104,117	50,082
Beginning net position	285,476	235,394
Ending net position	$ 389,593	$ 285,476

Financial Analysis of the District's Funds

As noted earlier, the District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements, bond covenants, and segregation for particular purposes.

Governmental Funds. The focus of the District's *governmental funds* is to provide information on near-term inflows, outflows, and balances of *spendable* resources. Such information is useful in assessing the District's financing requirements. In particular, *unassigned fund balance* may serve as a useful measure of the District's net resources available for spending at the end of a fiscal year.

As of the end of the current fiscal year, the District's governmental funds reported combined ending fund balances of $26,612,681, a decrease of $1,645,483. Approximately 66 percent of this total amount ($17,580,998) constitutes *unassigned fund balance*. The remainder of the fund balance is *restricted, committed, or assigned* to indicate that it is not available for new spending because it has already been *restricted* to pay (1) debt service ($3,123,477), (2) for federal/state funds grant restrictions ($834,526), (3) capital acquisitions and contractual

obligations ($646,007), and (4) for other ($26,979); *committed* for (1) construction ($2,400,000), (2) capital expenditures for equipment ($1,200,000), and (3) for other ($729,079); and assigned for other ($1,751). Additionally, $69,864 of total fund balance is for inventories and nonspendable.

The general fund is the primary operating fund of the District. At the end of the current fiscal year, unassigned fund balance of the general fund was $17,580,998, out of a total fund balance of $21,780,998. As a measure of the general fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to the total fund expenditures. Unassigned fund balance represents 27 percent of the total general fund expenditures. Total general fund balance represents 34 percent of the total general fund expenditures.

The fund balance of the District's general fund increased $906,806 during the current fiscal year.

The debt service fund has a total fund balance of $3,123,477, all of which is restricted for the payment of debt service. The net increase in fund balance during the period in the debt service was $88,771.

Proprietary Funds. As mentioned earlier, the District's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

Extended Day Program info. Unrestricted net position for the Enterprise fund at August 31, 2018 amounted to $389,593, an increase of $104,117 over the prior year.

Internal Service Fund info. Total net position for the Internal Service fund at August 31, 2018 amounted to $590,678, an increase of $75,988 over the prior year. The Internal Service fund consists of the employee's workers' compensation and dental insurance contributions, premiums, and payments.

General Fund Budgetary Highlights

Over the course of the year, the District recommended and the Board approved several revisions to budgeted revenue and appropriations. These amendments fall into the following categories:

- Granbury Education Foundations grant donations
- Summer Projects Paid from Fund Balance
- Miscellaneous general donations
- Insurance recovery proceeds
- Field trip fees collected from students
- Testing fees collected from students
- Library fines
- Book fair profit donations
- Equipment replacement and repair fees collected from students
- Foundation awards
- AP testing rebates
- Fundraiser donations

The following are significant variations between the final budget and actual amounts for the general fund:

- Actual revenues were higher than budgeted by $180,954, primarily related to an upsurge in state program revenues; and
- Actual expenditures were lower than budgeted by $1,353,351, primarily due to variances in instruction, student (pupil) transportation, curriculum, plant maintenance and operations, and contracted instructional services between public schools.

Capital Asset and Debt Administration

Capital Assets. The District's investment in capital assets for its governmental activities as of August 31, 2018, amounts to $111,841,373 (net of accumulated depreciation). This investment in capital assets includes land, buildings and improvements, furniture and equipment, and construction in progress.

Major capital asset events during the year included the purchase of five 77-passenger buses, installation of the VXRail server system, improvements to parking lot lights District-wide, and continued construction on renovations to facilities across the District.

District's Capital Assets
(net of depreciation)

	August 31, 2018	August 31, 2017
Land	$ 1,864,569	$ 1,864,569
Buildings and improvements	37,835,824	39,502,008
Furniture and equipment	7,943,907	7,925,652
Construction In Progress	64,197,073	64,427,707
Totals at historical cost	$ 111,841,373	$ 113,719,936

Additional information on the District's capital assets can be found in Note C on pages 36 of this report.

Long-term Debt. As of August 31, 2018, the District had total general obligation bonded debt outstanding of $109,383,199, a decrease of $2,369,362 over the prior year. Premium on bonds decreased $495,681 from the prior year resulting in an ending balance of $8,399,301. Accretion on CAB's decreased $1,544,297 for fiscal year 2018 resulting in an ending balance of $3,824,542. The net pension liability for fiscal year 2018 had an ending balance of $11,383,105, derived from GASB 68 and a decrease of $1,695,399 from the prior year. And finally, the net OPEB liability for fiscal year 2018 had an ending balance of $20,290,863 due to the implementation of GASB 75.

The District's bonds are rated Aaa and AAA, respectively, by Moody's Investor Services, Inc. (Moody's) and S&P's Global Ratings (S&P) by virtue of the guarantee of the Permanent School Fund of the State of Texas. The uninsured tax supported debt of the District is rated Aa3 by Moody's and A+ by S&P.

State statutes limit the amount of general obligation debt a government entity may issue up to 10 percent of its total assessed valuation. The current debt limitation for the District is $542,372,917, which is significantly in excess of the District's outstanding general obligation debt.

Additional information on the District's long-term debt can be found in Note E on pages 37 - 38 of this report.

Economic Factors and Next Year's Budgets and Rates

- The District's tax rate decreased by $0.015 to $1.195 ($1.04 for maintenance and operations and $0.155 for debt service). This is a result of an increase in property values and the amount needed for debt service. The District has fully utilized the additional funds available as a result of increased student enrollment and property value increases. Although not anticipated, any future increases in the Maintenance and Operations tax would have to be approved by the voters.
- The District has appropriated maintenance and operations revenues and expenditures in the 2018-19 budgets of $70,203,625 and $70,643,167 respectively in its general fund. This deficit budget is expected to be overcome by year end once a historical lapse of 1-3% in expenditures is taken into consideration as well as an anticipated increase in student enrollment by year end.
- The District's student attendance rate remains stable at the 95 percent level.
- The District's enrollment increased by approximately 200 students in 2017-2018. Enrollment for 2018-2019 is expected to increase.
- The District's taxable valuation has increased.

Requests for Information

This financial report is designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the District's finances as well as demonstrate accountability for funds the District receives. Questions concerning any of the information provided in this report or requests for additional information should be addressed to the Granbury ISD Business Office at 217 N. Jones Street, Granbury, Texas 76048.

Basic Financial Statements

GRANBURY INDEPENDENT SCHOOL DISTRICT

STATEMENT OF NET POSITION
AUGUST 31, 2018

Data Control Codes		1 Governmental Activities	2 Business-type Activities	3 Total
	ASSETS:			
1110	*Cash and Cash Equivalents*	$ 1,192,768	$ 413,572	$ 1,606,340
1120	*Current Investments*	27,715,634	--	27,715,634
1225	*Property Taxes Receivable (Net)*	1,658,013	--	1,658,013
1240	*Due from Other Governments*	1,834,699	--	1,834,699
1260	*Internal Balances*	15,771	(15,771)	--
1267	*Due from Fiduciary*	1,224,623	--	1,224,623
1290	*Other Receivables (Net)*	95,371	--	95,371
1300	*Inventories*	91,068	--	91,068
	Capital Assets:			
1510	*Land*	1,864,569	--	1,864,569
1520	*Buildings and Improvements, Net*	37,835,824	--	37,835,824
1530	*Furniture and Equipment, Net*	7,943,907	--	7,943,907
1580	*Construction in Progress*	64,197,073	--	64,197,073
1000	Total Assets	145,669,320	397,801	146,067,121
	DEFERRED OUTFLOWS OF RESOURCES:			
	Deferred Loss on Refunding	14,390	--	14,390
	Deferred Outflow Related to Pensions	3,850,457	--	3,850,457
	Deferred Outflow Related to OPEB	340,710	--	340,710
1700	Total Deferred Outflows of Resources	4,205,557	--	4,205,557
	LIABILITIES:			
2110	*Accounts Payable*	1,136,940	1,769	1,138,709
2140	*Interest Payable*	569,468	--	569,468
2165	*Accrued Liabilities*	3,516,973	--	3,516,973
2177	*Due to Fiduciary*	56,436	6,439	62,875
2180	*Due to Other Governments*	106,171	--	106,171
2300	*Unearned Revenue*	150,055	--	150,055
	Noncurrent Liabilities:			
2501	*Due Within One Year*	2,235,764	--	2,235,764
2502	*Due in More Than One Year*	119,371,278	--	119,371,278
2540	*Net Pension Liability*	11,383,105	--	11,383,105
2545	*Net OPEB Liability*	20,290,863	--	20,290,863
2000	Total Liabilities	158,817,053	8,208	158,825,261
	DEFERRED INFLOWS OF RESOURCES:			
	Deferred Inflow Related to Pensions	1,741,167	--	1,741,167
	Deferred Inflow Related to OPEB	8,487,706	--	8,487,706
2600	Total Deferred Inflows of Resources	10,228,873	--	10,228,873
	NET POSITION:			
3200	Net Investment in Capital Assets	(5,280,730)	--	(5,280,730)
	Restricted For:			
3820	Federal and State Programs	834,526	--	834,526
3850	Debt Service	3,363,565	--	3,363,565
3890	Other Purposes - Scholarships	26,979	--	26,979
3900	Unrestricted	(18,115,389)	389,593	(17,725,796)
3000	Total Net Position	$ (19,171,049)	$ 389,593	$ (18,781,456)

The accompanying notes are an integral part of this statement.

GRANBURY INDEPENDENT SCHOOL DISTRICT

STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED AUGUST 31, 2018

Data Control Codes	Functions/Programs	1 Expenses	3 Program Revenues: Charges for Services	4 Program Revenues: Operating Grants and Contributions
	Governmental Activities:			
11	*Instruction*	$ 27,393,843	$ 71,365	$ (3,290,408)
12	*Instructional Resources and Media Services*	552,501	552	(69,081)
13	*Curriculum and Staff Development*	906,736	627	161,987
21	*Instructional Leadership*	501,907	482	(26,642)
23	*School Leadership*	2,510,594	44,721	(374,327)
31	*Guidance, Counseling, & Evaluation Services*	2,044,777	2,026	(207,942)
32	*Social Work Services*	78,483	56	1,354
33	*Health Services*	276,010	281	(34,416)
34	*Student Transportation*	2,262,273	2,443	(168,058)
35	*Food Service*	3,016,811	1,070,982	1,877,196
36	*Cocurricular/Extracurricular Activities*	1,670,095	121,727	(150,941)
41	*General Administration*	1,730,653	1,661	(216,170)
51	*Facilities Maintenance and Operations*	5,867,683	4,465	(34,991)
52	*Security and Monitoring Services*	254,757	241	(10,833)
53	*Data Processing Services*	1,095,417	978	(82,423)
61	*Community Services*	(22,033)	39	(22,719)
72	*Interest on Long-term Debt*	4,925,408	--	184,276
73	*Bond Issuance Costs and Fees*	2,000	--	--
81	*Capital Outlay*	924,176	384	9,255
91	*Contracted Instructional Services between Schools*	4,775,087	3,580	86,345
93	*Payments Related to Shared Services Arrangements*	142,275	--	142,218
99	*Other Intergovernmental Charges*	1,153,658	--	--
TG	Total Governmental Activities	62,063,111	1,326,610	(2,226,320)
	Business-type Activities:			
01	After School Care Program	292,587	384,657	12,047
TB	Total Business-type Activities	292,587	384,657	12,047
TP	Total Primary Government	$ 62,355,698	$ 1,711,267	$ (2,214,273)

	General Revenues:
MT	*Property Taxes, Levied for General Purposes*
DT	*Property Taxes, Levied for Debt Service*
IE	*Investment Earnings*
GC	*Grants and Contributions Not Restricted to Specific Programs*
MI	*Miscellaneous*
TR	Total General Revenues
CN	Change in Net Position
NB	Net Position - Beginning
PA	Prior Period Adjustment
	Net Position - Beginning, as Restated
NE	Net Position - Ending

The accompanying notes are an integral part of this statement.

6	7	8
Net (Expense) Revenue and Changes in Net Position		
Governmental Activities	Business-type Activities	Total
$ (30,612,886)		$ (30,612,886)
(621,030)		(621,030)
(744,122)		(744,122)
(528,067)		(528,067)
(2,840,200)		(2,840,200)
(2,250,693)		(2,250,693)
(77,073)		(77,073)
(310,145)		(310,145)
(2,427,888)		(2,427,888)
(68,633)		(68,633)
(1,699,309)		(1,699,309)
(1,945,162)		(1,945,162)
(5,898,209)		(5,898,209)
(265,349)		(265,349)
(1,176,862)		(1,176,862)
(647)		(647)
(4,741,132)		(4,741,132)
(2,000)		(2,000)
(914,537)		(914,537)
(4,685,162)		(4,685,162)
(57)		(57)
(1,153,658)		(1,153,658)
(62,962,821)		(62,962,821)
--	$ 104,117	104,117
--	104,117	104,117
(62,962,821)	104,117	(62,858,704)
55,815,222	--	55,815,222
9,120,145	--	9,120,145
672,647	--	672,647
4,710,100	--	4,710,100
493,263	--	493,263
70,811,377	--	70,811,377
7,848,556	104,117	7,952,673
8,560,299	285,476	8,845,775
(35,579,904)	--	(35,579,904)
(27,019,605)	285,476	(26,734,129)
$ (19,171,049)	$ 389,593	$ (18,781,456)

GRANBURY INDEPENDENT SCHOOL DISTRICT

BALANCE SHEET - GOVERNMENTAL FUNDS
AUGUST 31, 2018

Data Control Codes		10 General Fund	50 Debt Service Fund	Other Governmental Funds	98 Total Governmental Funds
	ASSETS:				
1110	*Cash and Cash Equivalents*	$ 499	$ 11,837	$ 694,185	$ 706,521
1120	*Current Investments*	22,280,686	2,916,037	1,404,509	26,601,232
1225	*Taxes Receivable*	2,367,194	367,852	--	2,735,046
1230	*Allowance for Uncollectible Taxes (Credit)*	(949,269)	(127,764)	--	(1,077,033)
1240	*Due from Other Governments*	887,166	--	947,533	1,834,699
1260	*Due from Other Funds*	3,017,482	188,888	297,129	3,503,499
1290	*Other Receivables*	41,874	6,715	--	48,589
1300	*Inventories*	--	--	91,068	91,068
1000	Total Assets	$ 27,645,632	$ 3,363,565	$ 3,434,424	$ 34,443,621
	LIABILITIES:				
	Current Liabilities:				
2110	*Accounts Payable*	$ 683,696	$ --	$ 36,570	$ 720,266
2150	*Payroll Deductions & Withholdings*	8,691	--	306	8,997
2160	*Accrued Wages Payable*	3,270,808	--	237,168	3,507,976
2170	*Due to Other Funds*	377,343	--	1,302,119	1,679,462
2180	*Due to Other Governments*	106,171	--	--	106,171
2300	*Unearned Revenue*	--	--	150,055	150,055
2000	Total Liabilities	4,446,709	--	1,726,218	6,172,927
	DEFERRED INFLOWS OF RESOURCES:				
	Property Taxes	1,417,925	240,088	--	1,658,013
2600	Total Deferred Inflows of Resources	1,417,925	240,088	--	1,658,013
	FUND BALANCES:				
	Nonspendable Fund Balances:				
3410	*Inventories*	--	--	69,864	69,864
	Restricted Fund Balances:				
3450	*Federal/State Funds Grant Restrictions*	--	--	834,526	834,526
3470	*Capital Acquisitions & Contractual Obligations*	--	--	646,007	646,007
3480	*Retirement of Long-Term Debt*	--	3,123,477	--	3,123,477
3490	*Other Restrictions of Fund Balance - Scholarships*	--	--	26,979	26,979
	Committed Fund Balances:				
3510	*Construction*	2,400,000	--	--	2,400,000
3530	*Capital Expenditures for Equipment*	1,200,000	--	--	1,200,000
3545	*Other Committed Fund Balance*	600,000	--	129,079	729,079
	Assigned Fund Balances:				
3590	*Other Assigned Fund Balance - Textbooks*	--	--	1,751	1,751
3600	Unassigned	17,580,998	--	--	17,580,998
3000	Total Fund Balances	21,780,998	3,123,477	1,708,206	26,612,681
4000	Total Liabilities, Deferred Inflow of Resources and Fund Balances	$ 27,645,632	$ 3,363,565	$ 3,434,424	$ 34,443,621

The accompanying notes are an integral part of this statement.

GRANBURY INDEPENDENT SCHOOL DISTRICT

RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
AUGUST 31, 2018

Total fund balances - governmental funds balance sheet	$	26,612,681
Amounts reported for governmental activities in the Statement of Net Position are different because:		
Capital assets used in governmental activities are not reported in the funds.		111,841,373
Property taxes receivable unavailable to pay for current period expenditures are deferred in the funds.		1,658,013
The assets and liabilities of internal service funds are included in governmental activities in the SNP.		590,678
Payables for bond principal which are not due in the current period are not reported in the funds.		(109,383,199)
Payables for bond interest which are not due in the current period are not reported in the funds.		(569,468)
Deferred loss on refunding bonds is not reported in the funds.		14,390
Premiums on bonds which are not due and payable in the current period are not reported in the funds.		(8,399,301)
Accumulated accretion on capital appreciation bonds is not reported in the funds.		(3,824,542)
Recognition of the District's proportionate share of the net pension liability is not reported in the funds.		(11,383,105)
Deferred Resource Inflows related to the pension plan are not reported in the funds.		(1,741,167)
Deferred Resource Outflows related to the pension plan are not reported in the funds.		3,850,457
Recognition of the District's proportionate share of the net OPEB liability is not reported in the funds.		(20,290,863)
Deferred Resource Inflows related to OPEB are not reported in the funds.		(8,487,706)
Deferred Resource Outflows related to the OPEB are not reported in the funds.		340,710
Net position of governmental activities - Statement of Net Position	$	(19,171,049)

The accompanying notes are an integral part of this statement.

GRANBURY INDEPENDENT SCHOOL DISTRICT

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS FOR THE YEAR ENDED AUGUST 31, 2018

Data Control Codes		10 General Fund	50 Debt Service Fund	Other Governmental Funds	98 Total Governmental Funds
	REVENUES:				
5700	*Local and Intermediate Sources*	$ 56,652,325	$ 9,234,270	$ 1,392,773	$ 67,279,368
5800	*State Program Revenues*	7,401,115	184,276	463,792	8,049,183
5900	*Federal Program Revenues*	1,128,695	--	4,695,254	5,823,949
5020	Total Revenues	65,182,135	9,418,546	6,551,819	81,152,500
	EXPENDITURES:				
	Current:				
0011	*Instruction*	34,045,410	--	2,676,980	36,722,390
0012	*Instructional Resources and Media Services*	735,363	--	2,473	737,836
0013	*Curriculum and Staff Development*	834,189	--	244,874	1,079,063
0021	*Instructional Leadership*	644,848	--	51,883	696,731
0023	*School Leadership*	3,475,939	--	18,235	3,494,174
0031	*Guidance, Counseling, & Evaluation Services*	2,699,562	--	77,119	2,776,681
0032	*Social Work Services*	73,032	--	--	73,032
0033	*Health Services*	373,199	--	--	373,199
0034	*Student Transportation*	3,256,613	--	455	3,257,068
0035	*Food Service*	--	--	3,199,975	3,199,975
0036	*Cocurricular/Extracurricular Activities*	1,887,467	--	67,197	1,954,664
0041	*General Administration*	2,216,613	--	24,337	2,240,950
0051	*Facilities Maintenance and Operations*	5,952,354	--	219	5,952,573
0052	*Security and Monitoring Services*	273,666	--	200	273,866
0053	*Data Processing Services*	1,305,981	--	--	1,305,981
0061	*Community Services*	37,783	--	15,121	52,904
0071	*Principal on Long-term Debt*	--	2,369,362	--	2,369,362
0072	*Interest on Long-term Debt*	--	6,958,413	--	6,958,413
0073	*Bond Issuance Costs and Fees*	--	2,000	--	2,000
0081	*Capital Outlay*	511,521	--	2,713,255	3,224,776
0091	*Contracted Instructional Services*				
0091	*Between Public Schools*	4,775,087	--	--	4,775,087
0093	*Payments to Shared Service Arrangements*	--	--	142,275	142,275
0099	*Other Intergovernmental Charges*	1,153,658	--	--	1,153,658
6030	Total Expenditures	64,252,285	9,329,775	9,234,598	82,816,658
1100	Excess (Deficiency) of Revenues Over (Under)				
1100	Expenditures	929,850	88,771	(2,682,779)	(1,664,158)
	Other Financing Sources and (Uses):				
7912	*Sale of Real or Personal Property*	18,675	--	--	18,675
7915	*Transfers In*	--	--	41,719	41,719
8911	*Transfers Out*	(41,719)	--	--	(41,719)
7080	Total Other Financing Sources and (Uses)	(23,044)	--	41,719	18,675
1200	Net Change in Fund Balances	906,806	88,771	(2,641,060)	(1,645,483)
0100	Fund Balances - Beginning	20,874,192	3,034,706	4,349,266	28,258,164
3000	Fund Balances - Ending	$ 21,780,998	$ 3,123,477	$ 1,708,206	$ 26,612,681

The accompanying notes are an integral part of this statement.

GRANBURY INDEPENDENT SCHOOL DISTRICT

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES FOR THE YEAR ENDED AUGUST 31, 2018

Net change in fund balances - total governmental funds	$	(1,645,483)
Amounts reported for governmental activities in the Statement of Activities ("SOA") are different because:		
Capital outlays are not reported as expenses in the SOA.		2,910,013
The depreciation of capital assets used in governmental activities is not reported in the funds.		(4,786,723)
The gain or loss on the sale of capital assets is not reported in the funds.		16,822
All proceeds from the sale of capital assets are reported in the funds but not in the SOA.		(18,675)
Certain property tax revenues are deferred in the funds. This is the change in these amounts this year.		131,695
Repayment of bond principal is an expenditure in the funds but is not an expense in the SOA.		2,369,362
The accretion of interest on capital appreciation bonds is not reported in the funds.		1,544,297
(Increase) decrease in accrued interest from beginning of period to end of period.		(2,178)
The net revenue (expense) of internal service funds is reported with governmental activities.		75,988
Deferred loss on refunding is amortized in the SOA but not in the funds.		(4,795)
Bond premiums are amortized in the SOA but not in the funds.		495,681
Pension contributions made before the measurement date and during the previous fiscal year were expended and recorded as a reduction to NPL.		(1,165,974)
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 increased net position by:		1,231,771
The proportionate share of the TRS pension expense on the plan as a whole had to be recorded. The net pension expense decreased net position by:		(445,290)
OPEB contributions made before the measurement date and during the previous fiscal year were expended and recorded as a reduction in the net OPEB liability.		(242,589)
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 increased net position by:		337,536
The proportionate share of the TRS Care expense on the plan as a whole had to be recorded. This increased net position by:		7,047,098
Change in net position of governmental activities - Statement of Activities	$	7,848,556

The accompanying notes are an integral part of this statement.

GRANBURY INDEPENDENT SCHOOL DISTRICT

STATEMENT OF NET POSITION
PROPRIETARY FUNDS
AUGUST 31, 2018

Data Control Codes		Nonmajor Enterprise Fund: After School Care Program	Internal Service Funds
	ASSETS:		
	Current Assets:		
1110	*Cash and Cash Equivalents*	$ 413,572	$ 486,247
1120	*Investments*	--	1,114,402
	Receivables:		
1260	*Due from Other Funds*	--	6,877
1290	*Other Receivables (net)*	--	46,782
	Total Current Assets	413,572	1,654,308
1000	Total Assets	413,572	1,654,308
	LIABILITIES:		
	Current Liabilities:		
2110	*Accounts Payable*	$ 1,769	$ 416,674
2170	*Due to Other Funds*	22,210	646,956
	Total Current Liabilities	23,979	1,063,630
2000	Total Liabilities	23,979	1,063,630
	NET POSITION:		
3900	*Unrestricted*	389,593	590,678
3000	Total Net Position	$ 389,593	$ 590,678

The accompanying notes are an integral part of this statement.

GRANBURY INDEPENDENT SCHOOL DISTRICT

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION - PROPRIETARY FUNDS FOR THE YEAR ENDED AUGUST 31, 2018

Data Control Codes		Nonmajor Enterprise Fund: After School Care Program	Internal Service Funds
	OPERATING REVENUES:		
5700	*Local and Intermediate Sources*	$ 384,657	$ 556,301
5800	*State Program Revenues*	12,047	--
5020	Total Revenues	396,704	556,301
	OPERATING EXPENSES:		
6100	*Payroll Costs*	267,723	--
6300	*Supplies and Materials*	10,547	--
6400	*Other Operating Costs*	14,317	480,313
6030	Total Expenses	292,587	480,313
1300	Change in Net Position	104,117	75,988
0100	Total Net Position - Beginning	285,476	514,690
3300	Total Net Position - Ending	$ 389,593	$ 590,678

The accompanying notes are an integral part of this statement.

GRANBURY INDEPENDENT SCHOOL DISTRICT

STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED AUGUST 31, 2018

	Non-Major Enterprise Funds	
	After School Care Program	Internal Service Funds
Cash Flows from Operating Activities:		
Cash Received from Customers	$ 384,657	$ --
Cash Receipts (Payments) for Quasi-external Operating Transactions with Other Funds	--	525,282
Cash Payments to Employees for Services	(255,676)	--
Cash Payments to Other Suppliers for Goods and Services	(7,847)	--
Other Operating Cash Receipts (Payments)	(14,317)	(432,823)
Net Cash Provided (Used) by Operating Activities	106,817	92,459
Cash Flows from Investing Activities:		
Decrease in Investments	--	(11,779)
Net Cash Provided (Used) for Investing Activities	--	(11,779)
Net Increase (Decrease) in Cash and Cash Equivalents	106,817	80,680
Cash and Cash Equivalents at Beginning of Year	306,755	405,567
Cash and Cash Equivalents at End of Year	$ 413,572	$ 486,247
Reconciliation of Operating Income to Net Cash Provided by Operating Activities:		
Operating Income (Loss)	$ 104,117	$ 75,988
Change in Assets and Liabilities:		
Decrease (Increase) in Receivables	--	267
Decrease (Increase) in Interfund Receivables		(6,877)
Increase (Decrease) in Accounts Payable	1,769	(45,454)
Increase (Decrease) in Interfund Payables	931	68,535
Total Adjustments	2,700	16,471
Net Cash Provided (Used) by Operating Activities	$ 106,817	$ 92,459

The accompanying notes are an integral part of this statement.

GRANBURY INDEPENDENT SCHOOL DISTRICT

STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
AUGUST 31, 2018

Data Control Codes		Private-Purpose Trust Funds	Agency Funds
	ASSETS:		
1110	*Cash and Cash Equivalents*	$ 86,628	$ 1,863,233
1260	*Due from Other Funds*	8,082	54,793
1290	*Other Receivables*	--	191
1000	Total Assets	94,710	1,918,217
	LIABILITIES:		
	Current Liabilities:		
2110	*Accounts Payable*	$ --	$ 318,153
2150	*Payroll Deduction & Withholdings*	--	141,004
2170	*Due to Other Funds*	19,406	1,205,217
2190	*Due to Student Groups*	--	253,843
2000	Total Liabilities	19,406	1,918,217
	NET POSITION:		
3800	*Held in Trust*	75,304	--
3000	Total Net Position	$ 75,304	$ --

The accompanying notes are an integral part of this statement.

GRANBURY INDEPENDENT SCHOOL DISTRICT

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
FOR THE YEAR ENDED AUGUST 31, 2018

	Private-Purpose Trusts
Additions:	
Investment Income	$ 1,013
Gifts and Bequests	12,395
Total Additions	13,408
Deductions:	
Scholarship Awards	18,525
Benefits	167
Total Deductions	18,692
Change in Net Position	(5,284)
Net Position-Beginning of the Year	80,588
Net Position-End of the Year	$ 75,304

The accompanying notes are an integral part of this statement.

A. Summary of Significant Accounting Policies

The basic financial statements of Granbury Independent School District (the "District") have been prepared in conformity with accounting principles generally accepted in the United States of America ("GAAP") applicable to governmental units in conjunction with the Texas Education Agency's Financial Accountability System Resource Guide ("Resource Guide"). The Governmental Accounting Standards Board ("GASB") is the accepted standard setting body for establishing governmental accounting and financial reporting principles.

1. Reporting Entity

The Board of School Trustees ("Board"), a seven-member group, has governance responsibilities over all activities related to public elementary and secondary education within the jurisdiction of the District. The Board is elected by the public and has the exclusive power and duty to govern and oversee the management of the public schools of the District. All powers and duties not specifically delegated by statute to the Texas Education Agency ("TEA") or to the State Board of Education are reserved for the Board, and the TEA may not substitute its judgment for the lawful exercise of those powers and duties by the Board. The District receives funding from local, state and federal government sources and must comply with the requirements of those funding entities. However, the District is not included in any other governmental reporting entity and there are no component units included within the District's reporting entity.

2. Basis of Presentation, Basis of Accounting

a. Basis of Presentation

Government-wide Financial Statements: The statement of net position and the statement of activities include the financial activities of the overall government, except for fiduciary activities. Eliminations have been made to minimize the double-counting of internal activities. These statements distinguish between the governmental and business-type activities of the District. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties.

The statement of activities presents a comparison between direct expenses and program revenues for the different business-type activities of the District and for each function of the District's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. The District does not allocate indirect expenses in the statement of activities. Program revenues include (a) fees, fines, and charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

Fund Financial Statements: The fund financial statements provide information about the District's funds, with separate statements presented for each fund category. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds are aggregated and reported as nonmajor funds.

Proprietary fund operating revenues, such as charges for services, result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values. Nonoperating revenues, such as subsidies and investment earnings, result from nonexchange transactions or ancillary activities.

The District reports the following major governmental funds:

General Fund: This is the District's primary operating fund. It accounts for all financial resources of the District except those required to be accounted for in another fund.

Debt Service Fund: This fund is used to account for and report financial resources restricted, committed or assigned to expenditure for principal and interest.

The District reports the following non-major enterprise funds:

After School Care Program: This fund is used to account for all resources and expenditures of the after school care program.

In addition, the District reports the following fund types:

Internal Service Funds: These funds are used to account for revenues and expenses related to services provided to parties inside the District. These funds facilitate distribution of support costs to the users of support services on a cost-reimbursement basis. Because the principal users of the internal services are the District's governmental activities, this fund type is included in the "Governmental Activities" column of the government-wide financial statements.

Private-Purpose Trust Funds: These funds are used to report trust arrangements under which principal and income benefit individuals, private organizations, or other governments not reported in other fiduciary fund types.

Agency Funds: These funds are used to report student activity funds and other resources held in a purely custodial capacity (assets equal liabilities). Agency funds typically involve only the receipt, temporary investment, and remittance of fiduciary resources to individuals, private organizations, or other governments.

Fiduciary funds are reported in the fiduciary fund financial statements. However, because their assets are held in a trustee or agent capacity and are therefore not available to support District programs, these funds are not included in the government-wide statements.

b. Measurement Focus, Basis of Accounting

Government-wide, Proprietary, and Fiduciary Fund Financial Statements: These financial statements are reported using the economic resources measurement focus. The government-wide and proprietary fund financial statements are reported using the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Nonexchange transactions, in which the District gives (or receives) value without directly receiving (or giving) equal value in exchange, include property taxes, grants, entitlements, and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

Governmental Fund Financial Statements: Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The District considers all revenues reported in the governmental funds to be available if the revenues are collected within sixty days after year-end. Revenues from local sources consist primarily of property taxes. Property tax revenues and revenues received from the State are recognized under the susceptible-to-accrual concept. 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. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

When the District incurs an expenditure or expense for which both restricted and unrestricted resources may be used, it is the District's policy to use restricted resources first, then unrestricted resources.

3. Financial Statement Amounts

a. Cash and Cash Equivalents

For purposes of the statement of cash flows, highly liquid investments are considered to be cash equivalents if they have a maturity of three months or less when purchased.

b. Property Taxes

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 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 1 of each year, a tax lien attaches to 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 fiscal year.

Allowances for uncollectible tax receivables within the General and Debt Service Funds are based upon 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.

c. Inventories and Prepaid Items

Inventories of supplies on the balance sheet are stated at weighted average cost, while inventories of food commodities are recorded at market values supplied by the Texas Department of Human Services. Inventory items are recorded as expenditures when they are consumed. Supplies are used for almost all functions of activity, while food commodities are used only in the food service program. Although commodities are received at no cost, their fair market value is supplied by the Texas Department of Human Services and recorded as inventory and deferred revenue when received. When requisitioned, inventory and deferred revenue are relieved, expenditures are charged, and revenue is recognized for an equal amount. Inventories also include plant maintenance and operation supplies as well as instructional supplies.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items.

d. Capital Assets

Purchased or constructed capital assets are reported at cost or estimated historical cost. Donated fixed assets are recorded at their estimated fair value at the date of the donation. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized. A capitalization threshold of $5,000 is used.

Capital assets are being depreciated using the straight-line method over the following estimated useful lives:

Asset Class	Estimated Useful Lives
Buildings & Improvements	15-30
Land Improvements	10-30
Equipment	3-30

e. Deferred Outflows and Inflows of Resources

In addition to assets, the statements of financial position (the government-wide and proprietary Statements of Net Position and governmental funds balance sheet) will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position and/or fund balance that applies to one or more future periods and so will not be recognized as an outflow of resources (expense/expenditure) until then.

In addition to liabilities, the statements of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to one or more future periods and so will not be recognized as an inflow of resources (revenue) until that time.

f. Receivable and Payable Balances

The District believes that sufficient detail of receivable and payable balances is provided in the financial statements to avoid the obscuring of significant components by aggregation. Therefore, no disclosure is provided which disaggregates those balances.

There are no significant receivables which are not scheduled for collection within one year of year end.

g. Compensated Absences

Upon retirement, all professional employees are reimbursed at his or her daily rate or $100 per day, whichever is less, for any accumulated state and local leave up to $3,000. Local accrued vacation is forefeited upon termination. The District calculated this potential liability and it is not material and therefore not accrued on the statement of net position.

h. Interfund Activity

Interfund activity results from loans, services provided, reimbursements or transfers between funds. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures or expenses. Reimbursements occur when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers In and Transfers Out are netted and presented as a single "Transfers" line on the government-wide statement of activities. Similarly, interfund receivables and payables are netted and presented as a single "Internal Balances" line of the government-wide statement of net position.

i. Use of Estimates

The preparation of financial statements in conformity with GAAP requires the use of management's estimates.

j. Data Control Codes

Data Control Codes appear in the rows and above the columns of certain financial statements. The TEA requires the display of these codes in the financial statements filed with TEA in order to ensure accuracy in building a statewide database for policy development and funding plans.

k. Fund Balances - Governmental Funds

Fund balances of the governmental funds are classified as follows:

Nonspendable Fund Balance - represents amounts that cannot be spent because they are either not in spendable form (such as inventory or prepaid insurance) or legally required to remain intact (such as notes receivable or principal of a permanent fund).

Restricted Fund Balance - represents amounts that are constrained by external parties, constitutional provisions or enabling legislation.

Committed Fund Balance - represents amounts that can only be used for a specific purpose because of a formal action by the District's Board of Trustees. Committed amounts cannot be used for any other purpose unless the Board of Trustees removes those constraints by taking the same type of formal action. Committed fund balance amounts may be used for other purposes with appropriate due process by the Board of Trustees. Commitments are typically done through adoption and amendment of the budget. Committed fund balance amounts differ from restricted balances in that the constraints on their use do not come from outside parties, constitutional provisions, or enabling legislation.

Assigned Fund Balance - represents amounts which the District intends to use for a specific purpose, but that do not meet the criteria to be classified as restricted or committed. Intent may be stipulated by the Board of Trustees or by an official or body to which the Board of Trustees delegates the authority. Specific amounts that are not restricted or committed in a special revenue, capital projects, debt service or permanent fund are assigned for purposes in accordance with the nature of their fund type or the fund's primary purpose. Assignments within the general fund convey that the intended use of those amounts is for a specific purpose that is narrower than the general purposes of the District itself. The District authorizes the Superintendent to assign fund balance.

Unassigned Fund Balance - represents amounts which are unconstrained in that they may be spent for any purpose. Only the general fund reports a positive unassigned fund balance. Other governmental funds might report a negative balance in this classification because of overspending for specific purposes for which amounts had been restricted, committed or assigned.

The District established a minimum fund balance policy requiring assigned, committed and unassigned fund balances in the General Fund to equal or exceed 20% of total annual operating expenditures. The District was in compliance with this policy at August 31, 2018.

l. Net Position Flow Assumption

Sometimes the District will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted net position and unrestricted net position in the government-wide and proprietary fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the District's policy to consider restricted net position to have been depleted before unrestricted net position is applied.

m. Fund Balance Flow Assumptions

Sometimes the District will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the District's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

4. Pensions

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 inflows of resources related to pensions, pension expense, and information about assets, liabilities and additions to/deductions from TRS' fiduciary net position. 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.

5. Other Post-Employment Benefits

The fiduciary net position of the Teacher Retirement System of Texas (TRS) TRS Care Plan has been determined using the flow of economic resources measruement 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 other 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.

6. New Accounting Standards Adopted

In fiscal year 2018, the District adopted a new statement of financial accounting standards issued by the Governmental Accounting Standards Board (GASB):

Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*

The primary objective of this Statement is to improve accounting and financial reporting by state and local governments for postemployment benefits other than pensions (other postemployment benefits or OPEB). It also improves information provided by state and local governmental employers about support for OPEB that is provided by other entities.

This Statement replaces the requirements of Statements No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*, as amended, and No. 57, *OPEB measurements by Agent Employers and Agent Multiple-Employer Plans.*

The financial statements and note disclosures have been updated for the affects of the adoption of GASB Statement No. 75.

B. Deposits and Investments

The District's funds are required to be deposited and invested under the terms of a depository contract. The depository bank deposits for safekeeping and trust with the District's agent bank approved pledged securities 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.

1. Cash Deposits:

At August 31, 2018, the carrying amount of the District's deposits (cash, certificates of deposit, and interest-bearing savings accounts included in temporary investments) was $14,556,200 and the bank balance was $16,546,075. The District's cash deposits at August 31, 2018 and during the year ended August 31, 2018, were entirely covered by FDIC insurance or by pledged collateral held by the District's agent bank in the District's name.

2. Investments:

The District is required by Government Code Chapter 2256, The Public Funds Investment Act, 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, and (9) bid solicitation preferences for certificates of deposit.

The Public Funds Investment Act ("Act") requires an annual audit of investment practices. Audit procedures in this area conducted as a part of the audit of the basic financial statements disclosed that in the areas of investment practices, management reports and establishment of appropriate policies, the District adhered to the requirements of the Act. Additionally, investment practices of the District were in accordance with local policies.

The Act determines the types of investments which are allowable for the District. These include, with certain restrictions, 1) obligations of the U.S. Treasury, U.S. agencies, and the State of Texas, 2) certificates of deposit, 3) certain municipal securities, 4) securities lending program, 5) repurchase agreements, 6) bankers acceptances, 7) mutual funds, 8) investment pools, 9) guaranteed investment contracts, and 10) commercial paper.

The District's investments at August 31, 2018 consisted of long-term certificates of deposit, municipal and state bonds, and investment pools. Certificates of deposits and cash equivalents are covered by FDIC and pledged collateral by the bank and are included in the balance in Note B-1. The District's investments at August 31, 2018 are shown below.

Investment or Investment Type	Maturity	Fair Value
Ameritrade		
Cash Equivalents	N/A	$ 39,177
Certificates of Deposit	<2 year	5,025,818
Municipal/State Bonds	<2 years	5,059,434
TexPool - LGIP	27 days	2,325
Logic - LGIP	31 days	3,680,538
LoneStar (Corporate Overnight Plus)	20 days	12,829,566
LoneStar (Government Overnight)	20 days	5,012
Texas Term (Texas Daily)	daily	1,073,764
Total Investments		$ 27,715,634

3. Analysis of Specific Deposit and Investment Risks

GASB Statement No. 40 requires a determination as to whether the District was exposed to the following specific investment risks at year end and if so, the reporting of certain related disclosures:

a. Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The ratings of securities by nationally recognized rating agencies are designed to give an indication of credit risk. At year end, the District was not significantly exposed to credit risk.

At August 31, 2018, the District's investments, other than those which are obligations of or guaranteed by the U. S. Government, are rated as to credit quality as follows:

Ameritrade	
Municipal/State Bonds	AA -AAA
TexPool - LGIP	AAAm
Logic - LGIP	AAA
LoneStar (Corporate Overnight Plus)	AAA
LoneStar (Government Overnight)	AAA
Texas Term (Texas Daily)	AAAm

b. Custodial Credit Risk

Deposits are exposed to custodial credit risk if they are not covered by depository insurance and the deposits are uncollateralized, collateralized with securities held by the pledging financial institution, or collateralized with securities held by the pledging financial institution's trust department or agent but not in the District's name.

Investment securities are exposed to custodial credit risk if the securities are uninsured, are not registered in the name of the government, and are held by either the counterparty or the counterparty's trust department or agent but not in the District's name.

At year end, the District was not exposed to custodial credit risk.

c. Concentration of Credit Risk

This risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. At year end, the District was not exposed to concentration of credit risk.

d. Interest Rate Risk

This is the risk that changes in interest rates will adversely affect the fair value of an investment. At year end, the District was not exposed to interest rate risk for the investments in municipal/state bonds and federal agency bonds described in Note B-2. The District's investment advisors used the simulation model to calculate the interest rate risk for the bonds noting that due to the short maturity of all the bonds (less than 2 years) the interest rate risk would be minimal and the affect on the investment values would be significant.

e. Foreign Currency Risk

This is the risk that exchange rates will adversely affect the fair value of an investment. At year end, the District was not exposed to foreign currency risk.

Investment Accounting Policy

The District's general policy is to report money market investments and short-term participating interest-earning investment contracts at amortized cost and to report nonparticipating interest-earning investment contracts using a cost-based measure. However, if the fair value of an investment is significantly affected by the impairment of the credit standing of the issuer or by other factors, it is reported at fair value. All other investments are reported at fair value unless a legal contract exists which guarantees a higher value. The term "short-term" refers to investments which have a remaining term of one year or less at time of purchase. The term "nonparticipating" means that the investment's value does not vary with market interest rate changes. Nonnegotiable certificates of deposit are examples of nonparticipating interest-earning investment contracts. The District reports investments in local government investment pools following GASB 79 at amortized cost.

Public Funds Investment Pools

Public funds investment pools in Texas ("Pools") are established under the authority of the Interlocal Cooperation Act, Chapter 79 of the Texas Government Code, and are subject to the provisions of the Public Funds Investment Act (the "Act"), Chapter 2256 of the Texas Government Code. In addition to other provisions of the Act designed to promote liquidity and safety of principal, the Act requires Pools to: 1) have an advisory board composed of participants in the pool and other persons who do not have a business relationship with the pool and are qualified to advise the pool; 2) maintain a continuous rating of no lower than AAA or AAA-m or an equivalent rating by at least one nationally recognized rating service; and 3) maintain the market value of its underlying investment portfolio within one half of one percent of the value of its shares.

LOGIC

The Local Government Investment Cooperative ("LOGIC") is a local government investment pool organized in conformity with the Interlocal Cooperation Act, Chapter 791 of the Texas Government Code, and the Public Funds Investment Act, Chapter 2256 of the Texas Government Code (the "PFIA"). These two acts provide for the creation of public funds investment pools (including Logic) and authorize eligible governmental entities ("Participants") to invest their public funds and funds under their control through the investment pools.

LOGIC reports its financial statements in accordance with Financial Accounting Standards Boards (FASB), follows ASC 820 "Fair Value Measurement and Disclosure Requirements" in reporting its investments and should be classified on government entities financials at Level 2. For pricing and redeeming shares, LOGIC maintains a stable net asset value (NAV) of $1 per share using the fair value method.

Under the fair value method, fixed income securities are valued each day by independent or affiliated commercial pricing services or third party broker-dealers. The pricing services or broker-dealers usemultiple valuation techniques to determine fair value. In instanceswhere sufficientmarket activity exists, the pricing services or broker-dealers ma utilize a market-based approach through which quotes from market makers are used to determine fair value. In instances where sufficient market activity may not exist or is limited, the broker-dealers or pricing services also utilize proprietary valuation models which may consider market transactions in comparable securities and the various Relationships between securities in determining value and/or market characteristics such as benchmark yield curves, option adjusted spreads, credit spreads, estimated default rates, coupon-rates, anticipated timing of principal repayments, underlying collateral, and other unique security features in order to estimate the relevant cash flows, which are then discounted to calculate the fair values.

TexPool

The District invests in the Texas Local Government Investment Pool (TexPool), which is a local government investment pool that was established in conformity with the Interlocal Cooperation Act, Chapter 791 of the Texas Government Code, and operates under the Public Funds Investment Act, Chapter 2256 of the Texas Government Code. The State Comptroller of Public Accounts oversees TexPool. Federated Investors, Inc. is the administrator and investment manager of TexPool under a contract with the State Comptroller. In accordance with the Public Funds Investment Act, the State Comptroller has appointed the TexPool Investment Advisory Board to advise with respect to TexPool. The board is composed equally of participants in TexPool Portfolios and other persons who do not have a business relationship with TexPool Portfolios and are qualified to advise in respect to TexPool Portfolios. The Advisory Board members review the investment policy and management fee structure. TexPool is rated AAAm by Standard & Poor's. TexPool uses amotized cost to value portfolio assets and follows the criteria established by GASB 79 for use of amortized cost. The stated objective of TexPool is to maintain a stable average $1.00 per unit net asset value; however, the $1.00 net asset value is not guaranteed or insured. The financial statements can be obtained from the Texas Trust Safekeeping Trust Company website at www.ttstc.org. There are no limitations or restrictions on withdrawals.

TexasTERM

The Texas Term Local Government Investment Pool (TexasTERM) is a local government investment pool organized under the authority of the Interlocal Cooperation Act, Chapter 791, Texas Government Code, and the Public Funds Investment Act, Chapter 2256, Texas Government Code. TexasTERM is administered by PFM Asset Management LLC, which also serves as the investment advisor. The reported value of the pool is the same as the fair value of the pool shares. Investment options include TexasDAILY, a money market portfolio, is rated AAAm by Standard & Poor's, and TexasTERM CD Purchase Program, a fixed rate, fixed-term investment option enabling investors to invest in FDIC insured CD's from banks throughout the United States. Texas Daily is operated in accordance with GASB 79 and uses amortized cost in the calculation of the net asset value at the conclusion of each business day. There are no limitations or restrictions on withdrawals.

Ameritrade

The District's investments with Ameritrade consists of cash equivalents, certificates of deposit, and municipal/state bonds. Municipal/state bonds are categorized as Level 2 for the fair value hierarchy. The fair value obtained via a pricing method used by Bloomberg Professional Services whereby bonds with similar credit qualities, coupons, maturities, state locations, etc are used to obtain a claue for the portfolio bonds, as many of the bonds do not trade on a regular basis.

Lone Star

The Lone Star Investment Pool (Lone Star) is a public funds investment pool created pursuant to the Interlocal Cooperation Act, Texas Government Code, Chapter 791, and the Public Funds Investment Act, Texas Government Code, Chapter 2256. Lone Star is administered by First Public, a subsidiary of the Texas Association of School Boards (TASB), with Standish and American Beacon Advisors managing the investment and reinvestment of Lone Star's assets. State Street Bank provides custody and valuation services to Lone Star. All of the board of trustees' eleven members are Lone Star participants by either being employees or elected officials of a participant. Lone Star has established an advisory board composed of both pool members and non-members. Lone Star is rated AAAm by Standard and Poor's. Lone Star has no limitations or restrictions on withdrawals. The District is invested in the Government Overnight Fund and Corporate Overnight Plus Fund of Lone Star. Lone Star has 3 different funds: Government Overnight, Corporate Overnight, and Corporate Overnight Plus. Government and Corporate Overnight maintain a net asset value of one dollar and the Corporate Overnight Plus maintains a net asset value of 50 cents. The Government Overnight and Corporate Overnight Funds value all investments at amortized cost and are operated in accordance with GASB 79. The Corporate Overnight Plus Fund values all investments at fair value and is operated in accordance with GASB 72.

Fair Value Measurements

The District categorizes its fair value measuremnts within the fair value hierarchy established by generally accepted accounting principles. GASB Statement No. 72, Fair Value Measurement and Application, provides a framework for measuring fair value which establishes a three-level fair value hierarchy that describes the inputs that are used to measure the assets and liabilities.

- Level 1 inputs are quoted prices (unadjusted) for identical assets or liabilities in active markets that a government can access at the measurement date.

- Level 2 inputs are inputs- other than quoted prices included within Level 1- that are observable for an asset or liability, either directly or indirectly.

- Level 3 inputs are unobservable inputs for an assets or liability.

The fair value hierachy gives the highest priority to Level 1 inputs and the lowest priority to Level 3 inputs. If a price for an identical asset or liability is not observable, a government should measure fair value using another valuation technique that maximizes the use of relevant observable inputs and minimizes the use of unobservable inputs. If the fair value of an asset or a liability is measured using inputs from more than one level of the fair value hierarhcy, the measurement is considered to be based on the lowest priority level input that is significant to the entire measurement.

In accordance with GASB Statement No. 79, Certain External Investment Pools and Pool Participants, the Local Government Investment Pools do not have any limitations and restrictions on withdrawals such as notice period of maximum transaction amounts. These pool do not impose any liquidity fees or redemption gates.

Investments' fair value measurements are as follows at August 31, 2018

		Fair Value Measurement Using		
Investments	Fair Value	Level 1 Inputs	Level 2 Inputs	Level 3 Inputs
Logic - LGIP	$ 3,680,538		$ 3,680,538	
LoneStar (Corporate Overnight Plus)	12,829,565		12,829,565	
Ameritrade				
Municipal/State Bonds	5,059,434		5,059,434	
Total Investments	$ 21,569,537	$ --	$ 21,569,537	$ --

C. Capital Assets

Capital asset activity for the year ended August 31, 2018, was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
Governmental activities:				
Capital assets not being depreciated:				
Land	$ 1,864,569	$ --	$ --	$ 1,864,569
Construction in progress	64,427,707	1,244,440	1,475,074	64,197,073
Total capital assets not being depreciated	66,292,276	1,244,440	1,475,074	66,061,642
Capital assets being depreciated:				
Buildings and improvements	101,929,677	1,714,875	138,000	103,506,552
Equipment	19,885,800	1,425,772	329,553	20,982,019
Land Improvements	11,380,303	--	--	11,380,303
Total capital assets being depreciated	133,195,780	3,140,647	467,553	135,868,874
Less accumulated depreciation for:				
Buildings and improvements	(65,169,624)	(3,006,829)	(138,000)	(68,038,453)
Equipment	(11,960,148)	(1,405,664)	(327,700)	(13,038,112)
Land Improvements	(8,638,348)	(374,230)	--	(9,012,578)
Total accumulated depreciation	(85,768,120)	(4,786,723)	(465,700)	(90,089,143)
Total capital assets being depreciated, net	47,427,660	(1,646,076)	1,853	45,779,731
Governmental activities capital assets, net	$ 113,719,936	$ (401,636)	$ 1,476,927	$ 111,841,373

Depreciation was charged to functions as follows:

Instruction	$ 2,735,356
Instructional Resources and Media Services	55,075
Curriculum and Staff Development	80,546
Instructional Leadership	52,007
School Leadership	260,819
Guidance, Counseling, & Evaluation Services	207,263
Social Work Services	5,451
Health Services	27,857
Student Transportation	243,121
Food Services	239,851
Extracurricular Activities	145,904
General Administration	167,274
Plant Maintenance and Operations	444,324
Security and Monitoring Services	20,442
Data Processing Services	97,484
Community Services	3,949
	$ 4,786,723

D. Interfund Balances and Activities

1. Due To and From Other Funds

Balances due to and due from other funds at August 31, 2018, consisted of the following:

Due To Fund	Due From Fund	Amount	Purpose
General Funds	Special Revenue Funds	$ 1,263,364	For transfer of federal, state and local receipts
Capital Projects Fund	General Fund	195	Short-term loans
General Funds	Enterprise Funds	15,771	Short-term loans
General Funds	Internal Service Funds	646,957	Short-term loans
General Funds	Trust & Agency Funds	1,091,391	Short-term loans
Special Revenue Funds	General Funds	163,702	For transfer of federal, state and local receipts
Special Revenue Funds	Trust & Agency Funds	133,231	Short-term loans
Debt Service Fund	General Funds	188,888	Short-term loans
Internal Service Funds	General Funds	6,877	Short-term loans
Trust & Agency Funds	General Funds	17,679	Short-term loans
Trust & Agency Funds	Special Revenue Funds	38,757	Short-term loans
Trust & Agency Funds	Enterprise Funds	6,439	Short-term loans
	Total	$ 3,573,251	

All amounts due are scheduled to be repaid within one year.

2. Transfers To and From Other Funds

Transfers to and from other funds at August 31, 2018, consisted of the following:

Transfers From	Transfers To	Amount	Reason
General Funds	Special Revenue Funds	$ 41,719	For transfer of federal receipts
	Total	$ 41,719	

E. Long-Term Obligations

The District has entered into a continuing disclosure undertaking to provide Annual Reports and Material Event Notices to the State Information Depository of Texas, which is the Municipal Advisory Council. This information is required under SEC Rule 15c2-12 to enable investors to analyze the financial condition and operations of the District.

1. Long-Term Obligation Activity

Long-term obligations include debt and other long-term liabilities. Changes in long-term obligations for the year ended August 31, 2018, are as follows:

	Beginning Balance	Increases	Decreases	Ending Balance	Amounts Due Within One Year
Governmental activities:					
General obligation bonds	$ 111,752,561	$ --	$ 2,369,362	$ 109,383,199	$ 2,235,764
Premium amortized	8,894,982	--	495,681	8,399,301	--
Accumulated Accretion on CABs	5,368,839	--	1,544,297	3,824,542	--
Net Pension Liability *	13,078,504	(528,624)	1,166,775	11,383,105	--
Net OPEB Liability *	35,822,493	(15,289,042)	242,588	20,290,863	
Total governmental activities	$ 174,917,379	$ (15,817,666)	$ 5,818,703	$ 153,281,010	$ 2,235,764

* Other long-term liabilities
The funds typically used to liquidate other long-term liabilities in the past are as follows:

Liability	Activity Type	Fund
Net Pension Liability *	Governmental	General
Net OPEB Liability *	Governmental	General

2. Debt Service Requirements

Debt service requirements on long-term debt at August 31, 2018, are as follows:

	Governmental Activities		
Year Ending August 31,	Principal	Interest	Total
2019	$ 2,235,764	$ 6,975,685	$ 9,211,449
2020	2,220,267	6,990,497	9,210,764
2021	3,949,173	5,026,360	8,975,533
2022	4,366,479	4,609,549	8,976,028
2023	4,548,562	4,432,532	8,981,094
2024-2028	26,112,572	18,794,980	44,907,552
2029-2033	26,635,382	13,129,491	39,764,873
2034-2038	25,020,000	6,450,376	31,470,376
2039-2043	14,295,000	366,000	14,661,000
Totals	$ 109,383,199	$ 66,775,470	$ 176,158,669

The Series 1999 Unlimited Tax School Building and Refunding Bonds are capital appreciation bonds and mature on August 1, 2020.

The interest rates on the Series 2010 Unlimited Tax School Refunding Bonds range from 3.00% to 3.50% and mature on August 1, 2029.

The interest rate on the Cleburne ISD bond ranges from 3.10% to 5.25% and matures on August 1, 2031.

The interest rates on the Series 2014 Unlimited Tax Building Bonds range from 3.00% to 5.00% and mature on August 1, 2039.

The interest rate on the Series 2013 Unlimited Tax School Refunding Bonds is 3.25% and matures on August 1, 2028.

The interest rates on the Series 2015 Unlimited Tax School Refunding Bonds range from 3.25% to 5.00% and mature on August 1, 2029.

F. Commitments Under Noncapitalized Leases

Commitments under operating (noncapitalized) lease agreements for facilities and equipment provide for minimum future rental payments as of August 31, 2018, as follows:

Year Ending August 31,	
2019	$ 126,506
2020	126,506
2021	80,266
Total Minimum Rentals	$ 333,278
Rental Expenditures in 2018	$ 73,047

G. Risk Management

Property Casualty Program

The District is exposed to various risks of loss related to torts, theft, damage or destruction of assets, errors and omissions, injuries to employees, and natural disasters. During fiscal year 2018, the District participated in the Texas Rural Education Association Risk Management Cooperative (TREA RMC) with coverage in Auto Liability, Auto Physical Damage, General Liability, Property and Educators Legal Liability. TREA RMC was created and is operated as an Intergovernmental Risk Pool under the provisions of the Interlocal Cooperation Act, Chapter 791 of the Texas Government Code. There were no significant reductions in coverage in the past fiscal year and there were no settlements exceeding insurance coverage for each of the past three years.

TREA RMC purchases stop-loss coverage for protection against catastrophic and larger than anticipated claims for its Auto, Liability, and Property programs. For the year ended August 31, 2018, TREA RMC anticipates Granbury ISD has no additional liability beyond the contractual obligations for payment of contributions.

Workers' Compensation

The District established a partially self-funded workers' compensation plan by participating in the Texas Educational Insurance Association until FY17. The District is now in the Texas Public Schools Workers' Compensation Project/DBA: School Comp. The District continues to pay into the Texas Educational Insurance Association for claims incurred in plan years 02-03 through 16-17. The Association is a public entity risk pool currently operating as a common risk management and insurance program for member colleges and school districts. The main purpose of the Association is to partially self-insure certain workers compensation risks up to an agreed upon retention limit. The plan for worker's compensation benefits is authorized by Section 504.011 of the Labor Code. Claims are paid by a third party administrator acting on behalf of the District under the terms of a contractual agreement. Administrative fees are included within the provisions of that agreement. The liability of the Texas Education Insurance Association workers' compensation self-insurance plan includes $101,611 incurred but not reported claims. Costs are allocated to other funds and the retained earnings are fully reserved for self-funded insurance. Estimates of claims payable and of claims incurred, but not reported at August 31, 2018, are reflected as accounts and claims payable of the Fund. The plan is funded to discharge liabilities of the fund as they become due.

In FY18, the District established a modified self-insurance plan known as Texas Public Schools Workers Compensation Project/ DBA: School Comp. The plan year began September 1, 2017 and ended August 31, 2018. The District's self-insured retention per occurance is $100,000. Costs for any one occurance above the self-insured retention are a proportionately shared responsibility of the remaining SchoolComp members. Excess insurance is provided by Safety National Casualty Corporation an admitted carrier at $350,000. Settled claims have not exceeded this commercial coverage in any of the past fiscal year. All funds of the District that participate in the program remain in their local bank account. The incurred but not reported (IBNR) calculation for Granbury ISD for the 17/18 plan year is $116,818.

Changes in the balances of claim liabilities during the past year are as follows:

	Year Ended 08/31/18	Year Ended 08/31/17
Unpaid claims, beginning of year	$ 439,893	$ 320,530
Incurred claims	146,446	246,525
Claim payments	(193,823)	(127,162)
Unpaid claims, end of fiscal year	$ 392,516	$ 439,893

Unemployment Compensation

During the year ended August 31, 2018, the District 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 August 31, 2018, the Fund anticipates that Granbury ISD has no additional liability beyond the contractual obligation for payment of 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, 2017, are available on the TASB Risk Management Fund website and have been filed with the Texas Department of Insurance in Austin.

H. Pension Plan

1. Plan Description

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

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

2. Pension Plan Fiduciary Net Position

Detail information about the Teacher Retirement System's fiduciary net position is available in a separately-issued Comprehensive Annual Financial Report that includes financial statements and required supplementary information. That report may be obtained on the Internet at https://www.trs.state.tx.us/about/documents/cafr.pdf#CAFR; by writing to TRS at 1000 Red River Street, Austin, TX, 78701-2698; or by calling (512) 542-6592.

3. 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 in (1.) above.

4. 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.

Employee contribution rates are set in state statute, Texas Government Code 825.402. Senate Bill 1458 of the 83rd Texas Legislature amended Texas Government Code 825.402 for member contributions and established employee contribution rates for fiscal years 2014 through 2017. The 84th Texas Legislature, General Appropriations Act (GAA) established the employer contribution rates for fiscal years 2016 and 2017.

Contribution Rates

	2017	2018
Member	7.7%	7.7%
Non-Employer Contributing Entity (NECE - State)	6.8%	6.8%
Employers	6.8%	6.8%

District's 2018 Employer Contributions	$	1,231,771
District's 2018 Member Contributions	$	3,115,035
NECE 2017 On-Behalf Contributions to District	$	1,943,428

Contributors to the plan include 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:

--- 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% of the state contribution rate for certain instructional or administrative employees; and 100% of the state contribution rate for all other employees.

In addition to the employer contributions listed above, there are two additional surcharges an employer is subject to:

--- 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.

--- When a school district or charter school does not contribute to the Federal Old-Age, Survivors and Disability Insurance (OASDI) Program for certain employees, they must contribute 1.5% of the state contribution rate for certain instructional or administrative employees; and 100% of the state contribution rate for all other employees.

5. Actuarial Assumptions

The total pension liability in the August 31, 2017 actuarial evaluation was determined using the following actuarial assumptions:

Valuation Date	August 31, 2017
Actuarial Cost Method	Individual Entry Age Normal
Asset Valuation Method	Market Value
Single Discount Rate	8%
Long-term expected Investment Rate of Return	8%
Inflation	2.5%
Salary Increases including inflation	3.5% to 9.5%
Payroll Growth Rate	2.5%
Benefit Changes during the year	None
Ad hoc post-employment benefit changes	None

The actuarial methods and assumptions are based primarily on a study of actual experience for the four year period ending August 31, 2014 and adopted on September 24, 2015.

6. Discount Rate

The discount rate used to measure the total pension liability was 8%. There was no change in the discount rate since the previous year. The projection of cash flows used to determine the discount rate assumed that contributions from plan members and those of the contributing employers and the non-employer contributing entity are made at the statutorily required rates. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all 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 rate of return on pension plan investments is 8%. The long-term expected rate of return on pension plan investments was determined using a building block method in which best-estimates 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 Systems target asset allocation as of August 31, 2017 are summarized below:

Teacher Retirement System of Texas
Asset Allocation and Long-Term Expected Real Rate of Return
As of August 31, 2017

Asset Class	Target Allocation*	Long-term Expected Geometric Real Rate of Return	Expected Contribution to Long-term Portfolio Returns **
Global Equity			
U.S.	18%	4.6%	1.0%
Non-U.S. Developed	13%	5.1%	0.8%
Emerging Markets	9%	5.9%	0.7%
Directional Hedge Funds	4%	3.2%	0.1%
Private Equity	13%	7.0%	1.1%
Stable Value			
U.S. Treasuries	11%	0.7%	0.1%
Absolute Return	0%	1.8%	0.0%
Stable Value Hedge Funds	4%	3.0%	0.1%
Cash	1%	-0.2%	0.0%
Real Return			
Global Inflation Linked Bonds	3%	0.9%	0.0%
Real Assets	16%	5.1%	1.1%
Energy & Natural Resources	3%	6.6%	0.2%
Commodities	0%	1.2%	0.0%
Risk Parity			
Risk Parity	5%	6.7%	0.3%
Inflation Expectation			2.2%
Alpha			1.0%
Total	100%		8.7%

* Target allocations are based on the FY2014 policy model. Infrastructure was moved from Real Assets to Energy and Natural Resources in FY2017, but the reallocation does not affect the long term expected geometric real rate of return or expected contribution to long-term portfolio returns.
** The expected contribution to Returns incorporates the volatility drag resulting from the conversion between Arithmetic and Geometric mean returns.

7. Discount Rate Sensitivity Analysis

The following schedule shows the impact of the Net Pension Liability if the discount rate used was 1% less than and 1% greater than the discount rate that was used (8%) in measuring the Net Pension Liability.

	1% Decrease in Discount Rate 7%	Discount Rate 8%	1% Increase in Discount Rate 9%
District's proportionate share of the net pension liability	$ 19,189,668	$ 11,383,105	$ 4,882,876

8. Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At August 31, 2018, the District reported a liability of $11,383,105 for its proportionate share of the TRS's 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:

District's proportionate share of the collective net pension liability	$ 11,383,105
State's proportionate share that is associated with District	19,000,031
Total	$ 30,383,136

The net pension liability was measured as of August 31, 2017 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, 2016 through August 31, 2017.

At August 31, 2017 the employer's proportion of the collective net pension liability was 0.0356005%. which was an increase of 0.00099071% from its proportion measured as of August 31, 2016.

Changes Since the Prior Actuarial Valuation - There were no changes to the actuarial assumptions or other inputs that affected measurement of the total pension liability since the prior measurement period.

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

For the year ended August 31, 2018, the District recognized pension expense of $1,449,247 and revenue of $1,449,247 for support provided by the State.

At August 31, 2018, the District reported its proportionate share of the TRS' deferred outflows of resources and deferred inflows of resources related to pensions from the following sources: (The amounts below will be the cumulative layers from the current and prior years combined)

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual economic experience	$ 166,540	$ 613,876
Changes in actuarial assumptions	518,519	296,840
Difference between projected and actual investment earnings	--	829,575
Changes in proportion and difference between the District's contributions and the proportionate share of contributions	1,933,627	876
Contributions paid to TRS subsequent to the measurement date	1,231,771	--
Total	$ 3,850,457	$ 1,741,167

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 August 31		Pension Expense Amount
2019	$	96,972
2020	$	823,586
2021	$	41,142
2022	$	(171,025)
2023	$	59,545
Thereafter	$	27,299

I. Defined Other Post-Employment Benefit Plans

1. 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. It is established and administered in accordance with the Texas Insurance Code, Chapter 1575.

2. OPEB Plan Fiduciary Net Position

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

Components of the net OPEB liability of the TRS-Care plan as of August 31, 2017 are as follows:

Net OPEB Liability:	Total
Total OPEB liability	$ 43,885,784,621
Less: plan fiduciary net position	399,535,986
Net OPEB liability	$ 43,486,248,635
Net position as a percentage of total OPEB liability	0.91%

3. Benefits Provided

TRS-Care provides a basic health insurance coverage (TRS-Care 1), at no cost to all 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 retirees and their dependents not enrolled in Medicare may pay premiums to participate in one of two optional insurance plans with more comprehensive benefits (TRS-Care 2 and TRS-Care 3). Eligible retirees and dependents enrolled in Medicare may elect to participate in one of two Medicare health plans for an additional fee. To qualify for TRS-Care coverage, a retiree must have at least 10 years of service credit in the TRS pension system. 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. There are no automatic post-employment benefit changes, including automatic COLAs.

The premium rates for the optional health insurance are based on years of service of the member. The schedule below shows the monthly rates for the average retiree with Medicare Parts A&B coverage, with 20 to 29 years of service for the basic plan and the two optional plans:

Monthly TRS-Care Plan Premium Rates Effective September 1, 2016 - December 31, 2017			
	TRS-Care 1 Basic Plan	TRS-Care 2 Optional Plan	TRS-Care 3 Optional Plan
Retiree*	$ --	$ 70	$ 100
Retiree and Spouse	20	175	255
Retiree* and Children	41	132	182
Retiree and Family	61	237	337
Surviving Children Only	28	62	82

* or surviving spouse

4. 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 upon public school district payroll. 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 1.0% of the employee's salary. Section 1575.203 establishes the active employee's rate which is .65% of pay. 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. 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.

Contribution Rates		
	2017	2018
Active Employee	0.65%	0.65%
Non-Employer Contributing Entity (NECE) - State	1.00%	1.25%
Employers	0.55%	0.75%
Federal/Private Funding Remitted by Employers	1.00%	1.25%

Current fiscal year District contributions	$ 337,536
Current fiscal year Member contributions	$ 262,561
2017 measurement year NECE contributions	$ 366,962

In addition to the employer contributions listed above, there is an additional surcharge all TRS employers are subject to, regardless of whether they participate in the TRS-Care OPEB program. When employers hire a TRS retiree, they are required to pay to TRS-Care a monthly surcharge of $535 per retiree.

TRS-Care received supplemental appropriations from the State of Texas as the NECE in the amount of $15.6 million in fiscal year 2017 and $182.6 million in fiscal year 2018.

5. Actuarial Assumptions

The total OPEB liability in the August 31, 2017 actuarial valuation was determined using the following actuarial assumptions:

The actuarial valuation of TRS-Care is similar to the actuarial valuations performed for the pension plan, except that the OPEB valuation is more complex. All of the demographic assumptions, including mortality, and most of the economic assumptions are identical to those adopted by the Board in 2015 and are based on the 2014 actuarial experience study of TRS.

The active mortality rates were based on 90 percent of the RP-2014 Employee Mortality Tables for males and females. The post-retirement mortality rates were based on the 2015 TRS of Texas Healthy Pensioner Mortality Tables.

The following assumptions and other inputs used for members of TRS-Care are identical to the assumptions used in the August 31, 2017 TRS pension actuarial valuation:

Rates of Mortality	General Inflation
Rates of Retirement	Wage Inflation
Rates of Termination	Expected Payroll Growth
Rates of Disability Incidence	

Additional Actuarial Methods and Assumptions:

Valuation Date	August 31, 2017
Actuarial Cost Method	Individual Entry Age Normal
Inflation	2.50%
Discount Rate *	3.42% *
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.
Payroll Growth Rate	2.50%
Projected Salary Increases **	3.50% to 9.50% **
Healthcare Trend Rates ***	4.50% to 12.00% ***
Election Rates	Normal Retirement: 70% participation prior to age 65 and 75% participation after age 65
Ad Hoc Post-Employment Benefit Changes	None

*Source: Fixed income municipal bonds with 20 years to maturity that include only federal tax-exempt municipal bonds as reported in Fidelity Index's "20-year Municipal GO AA Index" as of August 31, 2017.

**Includes inflation at 2.50%

***Initial trend rates are 7.00% for non-Medicare retirees; 10.00% for Medicare retirees and 12.00% for prescriptions for all retirees. Initial trend rates decrease to an ultimate trend rate of 4.50% over a period of 10 years.

6. Discount Rate

A single discount rate of 3.42% was used to measure the total OPEB liability. There was a change of 0.44% in the discount rate since the previous year. Because the plan is essentially a "pay-as-you-go" plan, there are no investments and the single discount rate is equal to the prevailing municipal bond rate. The projection of cash flows used to determine the discount rate assumed that contributions from active members and those of the contributing employers and the non-employer contributing entity are made at the statutorily required rates. Based on those assumptions, the OPEB plan's fiduciary net position was projected not to be able to make all future benefit payments of current plan members. Therefore, the municipal bond rate was applied to all periods of projected benefit payments to determine the total OPEB liability. The source of the municipal bond rate was fixed-income 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" as of August 31, 2017.

7. Discount Rate Sensitivity Analysis

The following schedule shows the impact on the net OPEB liability if the discount rate used was 1% less than and 1% greater than the discount rate that was used in measuring the net OPEB liability.

	1%Decrease in Discount Rate (2.42%)	Current Single Discount Rate (3.42%)	1% Increase in Discount Rate (4.42%)
District's proportionate share of net OPEB liability	$ 23,948,255	$ 20,290,863	$ 17,351,144

8. Healthcare Cost Trend Rates Sensitivity Analysis

The following presents the net OPEB liability of the plan using the assumed healthcare cost trend rate, as well as what the net OPEB liability would be if it were calculated using a trend rate that is 1% less than and 1% greater than the assumed healthcare cost trend rate:

	1% Decrease	Current Healthcare Cost Trend Rate	1% Increase
District's proportionate share of net OPEB liability	$ 16,894,170	$ 20,290,863	$ 24,747,751

9. OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEBs

At August 31, 2018, the District reported a liability of $20,290,863 for its proportionate share of the TRS'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:

District's proportionate share of the collective net OPEB liability	$ 20,290,863
State's proportionate share that is associated with the District	30,693,949
Total	$ 50,984,812

The net OPEB liability was measured as of August 31, 2017 and the total OPEB liability used to calculate the net OPEB liability was determined by an acturial valuation as of that date. The District's proportion of the net OPEB liability was based on the District's contributions to their OPEB plan relative to the contributions of all employers to the plan for the period September 1, 2016 through August 31, 2017.

At August 31, 2017 the District's proportion of the collective net OPEB liability was 0.0466604%. Since this is the first year of implentation, the District does not have the proportion measured as of August 31, 2016. The Notes to the Financial Statements for August 31, 2016 for TRS stated that the change in proportion was immaterial and, therefore, disregarded this year.

10. Changes Since the Prior Actuarial Valuation.

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

a. Significant plan changes were adopted during the fiscal year ending August 31, 2017. Effective January 1, 2018, only one health plan option will exist (instead of three), and all retirees will be required to contribute monthly premiums for coverage. The health plan changes triggered changes to several of the assumptions, including participation rates, retirement rates, and spousal participation rates.

b. The August 31, 2016 valuation had assumed that the savings related to the Medicare Part D reimbursements would phase out by 2022. This assumption was removed for the August 31, 2017 valuation. Although there is uncertainty regarding these federal subsidies, the new assumption better reflects the current substantive plan. This change was unrelated to the plan amendment and its impact was included as an assumption change in the reconciliation of the total OPEB liability. This change significantly lowered the OPEB liability.

c. The discount rate changed from 2.98% as of August 31, 2016 to 3.42% as of August 31, 2017. This change lowered total OPEB liability.

The Affordable Care Act includes a 40% excise tax on high-cost health plans known as the "Cadillac tax." In this valuation the impact of this tax has been calculated as a portion of the trend assumption. Assumptions and methods used to determine the impact of the Cadillac Tax include:

a. 2018 thresholds of $850/$2,292 were indexed annually by 2.50%.

b. Premium data submitted was not adjusted for permissible exclusions to the Cadillac Tax.

c. There were no special adjustments to the dollar limit other than those permissible for non-Medicare retirees over 55.

Results indicate that the value of the excise tax would be reasonably represented by a 25 basis-point addition to the long-term trend rate assumption.

Future actuarial measurements may differ significantly from the current measurements due to such factors as the following: plan experience differing from that anticipated by the economic or demographic assumptions; changes in economic or demographic assumptions; increases or decreases expected as part of the natural operation of the methodology used for these measurements; and changes in plan provision or applicable law.

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

For the year ended August 31, 2018, the District recognized OPEB expense of $(10,271,012) and revenue of $(10,271,012) for support provided by the State.

At August 31, 2018, the District reported its proportionate share of the TRS's deferred outflows of resources and deferred inflows of resources related to other post-employment benefits from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual economic experience	$ --	$ 423,587
Changes in actuarial assumptions	--	8,064,119
Differences between projected and actual investment earnings	3,082	--
Changes in proportion and difference between the District's contributions and the proportionate share of contributions	92	--
Contributions paid to TRS subsequent to the measurement date	337,536	
	$ 340,710	8,487,706

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

Year ended August 31,	Amount
2019	$ (1,119,543)
2020	$ (1,119,543)
2021	$ (1,119,543)
2022	$ (1,119,543)
2023	$ (1,120,314)
Thereafter	$ (2,886,046)

K. Employee Health Care Coverage

During the year ended August 31, 2018, employees of the District were covered by a health insurance plan (the Plan). The District paid premiums of $350 per month per employee to the Plan. Employees, at their option, authorized payroll withholdings to pay premiums for dependents. All premiums were paid to a third party administrator, acting on behalf of the licensed insurer. The Plan was authorized by Section 21.922, Texas Education Code and was documented by contractual agreement.

The contract between the District and the third party administrator is renewable annually, and terms of coverage and premium costs are included in the contractual provisions.

Latest financial statements for the Company are available for their year end and have been filed with the Texas State Board of Insurance, Austin, Texas, and are public records.

L. Commitments and Contingencies

1. Contingencies

The District participates in grant programs which are governed by various rules and regulations of the grantor agencies. Costs charged to the respective grant programs are subject to audit and adjustment by the grantor agencies; therefore, to the extent that the District has not complied with the rules and regulations governing the grants, refunds of any money received may be required and the collectibility of any related receivable may be impaired. In the opinion of the District, 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 basic financial statements for such contingencies.

2. Litigation

No reportable litigation was pending against the District at August 31,2018.

M. Shared Services Arrangements

Shared Services Arrangement - Membership
The District participates in a shared services arrangement ("SSA") for audiology services with the following school districts:

Member Districts	
Central Texas SSA	Granbury ISD
Greater Erath County SSA	Springtown ISD
Hood-Somervell County Co-Op	Stephenville ISD
Palo Pinto County Co-Op	Weatherford ISD
Parker County Co-Op	

The District does not account for revenues or expenditures in this program and does not disclose them in these financial statements. The District neither has a joint ownership interest in fixed assets purchased by the fiscal agent, Peaster ISD, nor does the District have a net equity interest in the fiscal agent. The fiscal agent is neither accumulating significant financial resources nor fiscal exigencies that would give rise to a future additional benefit or burden to the District. The fiscal agent manager is responsible for all financial activities of the SSA.

N. Subsequent Events

No subsequent events existed as of December 5, 2018.

O. Prior Period Adjustments

During fiscal year 2018, the District adopted GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions.* With GASB 75, the District must assume their proportionate share of the Net OPEB liability of the Teacher Retirement System of Texas. Adoption of GASB 75 required a prior period adjustment to report the effect of GASB 75 retroactively. The prior period adjustment totaled $(35,579,904) which resulted in a restated beginning net position balance of $(26,734,129).

P. Other Restricted and Assigned Fund Balance

Fund	Other Committed		Other Assigned	
General Fund	$ 600,000	Instructional Improvements	$ --	
Special Revenue Funds	129,079	Scholarships	1,751	Textbooks
	$ 729,079		$ 1,751	

Required Supplementary Information

Required supplementary information includes financial information and disclosures required by the Governmental Accounting Standards Board but not considered a part of the basic financial statements.

GRANBURY INDEPENDENT SCHOOL DISTRICT

GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED AUGUST 31, 2018

Data Control Codes		1 Budgeted Amounts Original	2 Budgeted Amounts Final	3 Actual	Variance with Final Budget Positive (Negative)
	REVENUES:				
5700	*Local and Intermediate Sources*	$ 57,376,645	$ 57,484,748	$ 56,652,325	$ (832,423)
5800	*State Program Revenues*	6,656,433	6,656,433	7,401,115	744,682
5900	*Federal Program Revenues*	860,000	860,000	1,128,695	268,695
5020	Total Revenues	64,893,078	65,001,181	65,182,135	180,954
	EXPENDITURES:				
	Current:				
	Instruction & Instructional Related Services:				
0011	*Instruction*	34,299,076	34,151,861	34,045,410	106,451
0012	*Instructional Resources and Media Services*	748,645	751,211	735,363	15,848
0013	*Curriculum and Staff Development*	883,226	886,502	834,189	52,313
	Total Instruction & Instr. Related Services	35,930,947	35,789,574	35,614,962	174,612
	Instructional and School Leadership:				
0021	*Instructional Leadership*	641,172	670,331	644,848	25,483
0023	*School Leadership*	3,530,092	3,541,084	3,475,939	65,145
	Total Instructional & School Leadership	4,171,264	4,211,415	4,120,787	90,628
	Support Services - Student (Pupil):				
0031	*Guidance, Counseling and Evaluation Services*	2,678,284	2,718,668	2,699,562	19,106
0032	*Social Work Services*	65,000	73,400	73,032	368
0033	*Health Services*	373,156	373,112	373,199	(87)
0034	*Student (Pupil) Transportation*	3,356,050	3,456,742	3,256,613	200,129
0036	*Cocurricular/Extracurricular Activities*	1,984,166	2,007,445	1,887,467	119,978
	Total Support Services - Student (Pupil)	8,456,656	8,629,367	8,289,873	339,494
	Administrative Support Services:				
0041	*General Administration*	2,309,642	2,299,799	2,216,613	83,186
	Total Administrative Support Services	2,309,642	2,299,799	2,216,613	83,186
	Support Services - Nonstudent Based:				
0051	*Plant Maintenance and Operations*	6,118,702	6,158,539	5,952,354	206,185
0052	*Security and Monitoring Services*	290,669	307,887	273,666	34,221
0053	*Data Processing Services*	1,312,453	1,319,355	1,305,981	13,374
	Total Support Services - Nonstudent Based	7,721,824	7,785,781	7,532,001	253,780
	Ancillary Services:				
0061	*Community Services*	107,881	105,881	37,783	68,098
	Total Ancillary Services	107,881	105,881	37,783	68,098
	Capital Outlay:				
0081	*Capital Outlay*	--	564,455	511,521	52,934
	Total Capital Outlay	--	564,455	511,521	52,934
	Intergovernmental Charges:				
0091	*Contracted Instr. Services Between Public Schools*	5,050,081	5,050,081	4,775,087	274,994
0093	*Payments to Fiscal Agent/Member Dist.-SSA*	25,500	--	--	--
0099	*Other Intergovernmental Charges*	1,119,283	1,169,283	1,153,658	15,625
	Total Intergovernmental Charges	6,194,864	6,219,364	5,928,745	290,619
6030	Total Expenditures	64,893,078	65,605,636	64,252,285	1,353,351

GRANBURY INDEPENDENT SCHOOL DISTRICT

GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED AUGUST 31, 2018

Data Control Codes		1 Budgeted Amounts Original	2 Budgeted Amounts Final	3 Actual	Variance with Final Budget Positive (Negative)
1100	Excess (Deficiency) of Revenues Over (Under)				
1100	Expenditures	--	(604,455)	929,850	1,534,305
	Other Financing Sources (Uses):				
7912	*Sale of Real or Personal Property*	--	--	18,675	18,675
8911	*Transfers Out*	--	--	(41,719)	(41,719)
7080	Total Other Financing Sources and (Uses)	--	--	(23,044)	(23,044)
1200	Net Change in Fund Balance	--	(604,455)	906,806	1,511,261
0100	Fund Balance - Beginning	20,874,192	20,874,192	20,874,192	--
3000	Fund Balance - Ending	$ 20,874,192	$ 20,269,737	$ 21,780,998	$ 1,511,261

GRANBURY INDEPENDENT SCHOOL DISTRICT

SCHEDULE OF THE DISTRICT'S PROPORTIONATE
SHARE OF THE NET PENSION LIABILITY
TEACHER RETIREMENT SYSTEM OF TEXAS
*LAST TEN FISCAL YEARS **

	Fiscal Year									
	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
District's proportion of the net pension liability (asset)	0.036%	0.035%	0.036%	0.025%	--	--	--	--	--	--
District's proportionate share of the net pension liability (asset)	$ 11,383,105	$ 13,078,504	$ 12,651,041	$ 6,740,404	$ --	$ --	$ --	$ --	$ --	$ --
State's proportionate share of the net pension liability (asset) associated with the District	19,000,031	23,357,284	22,650,417	20,317,343	--	--	--	--	--	--
Total	$ 30,383,136	$ 36,435,788	$ 35,301,458	$ 27,057,747	$ --	$ --	$ --	$ --	$ --	$ --
District's covered-employee payroll	$ 39,041,096	$ 38,204,900	$ 37,073,919	$ 37,414,889	$ --	$ --	$ --	$ --	$ --	$ --
District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	29.16%	34.23%	34.12%	18.02%	--	--	--	--	--	--
Plan fiduciary net position as a percentage of the total pension liability	82.17%	78.00%	91.94%	83.25%	--	--	--	--	--	--

* This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, this schedule provides the information only for those years for which information is available.

** This schedule displays amounts for the measurement year (i.e. - Fiscal Year 2018 displays amounts for Measurement Year 2017).

GRANBURY INDEPENDENT SCHOOL DISTRICT

SCHEDULE OF DISTRICT CONTRIBUTIONS
TEACHER RETIREMENT SYSTEM OF TEXAS
*LAST TEN FISCAL YEARS **

	Fiscal Year									
	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Contractually required contribution	$ 1,231,771	$ 1,165,974	$ 1,099,639	$ 1,059,736	$ 639,757	$ --	$ --	$ --	$ --	$ --
Contributions in relation to the contractually required contribution	(1,231,771)	(1,165,974)	(1,099,639)	(1,059,736)	(639,757)	--	--	--	--	--
Contribution deficiency (excess)	$ --	$ --	$ --	$ --	$ --	$ --	$ --	$ --	$ --	$ --
District's covered-employee payroll	$ 40,545,143	$ 39,041,096	$ 38,204,900	$ 37,073,919	$ 37,414,889	$ --	$ --	$ --	$ --	$ --
Contributions as a percentage of covered-employee payroll	3.04%	2.99%	2.88%	2.86%	1.71%	--	--	--	--	--

* This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, this schedule provides the information for those years for which information is available.

** This schedule displays fiscal year amounts (i.e. - Fiscal Year 2018 amounts are for the current fiscal year, not the measurement year).

GRANBURY INDEPENDENT SCHOOL DISTRICT

SCHEDULE OF THE DISTRICT'S PROPORTIONATE
SHARE OF THE NET OPEB LIABILITY
TEACHER RETIREMENT SYSTEM OF TEXAS
*LAST TEN FISCAL YEARS **

	Measurement Year Ended									
	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
District's proportion of the collective net OPEB liability	0.047%	--	--	--	--	--	--	--	--	--
District's proportionate share of the collective net OPEB liability	$ 20,290,863	$ --	$ --	$ --	$ --	$ --	$ --	$ --	$ --	$ --
State proportionate share of the collective net OPEB liability associated with the District	$ 30,693,949	$ --	$ --	$ --	$ --	$ --	$ --	$ --	$ --	$ --
Total	$ 50,984,812	$ --	$ --	$ --	$ --	$ --	$ --	$ --	$ --	$ --
District's covered-employee payroll	$ 39,041,096	$ --	$ --	$ --	$ --	$ --	$ --	$ --	$ --	$ --
District's proportionate share of the net OPEB liability as a percentage of its covered-employee payroll	51.97%	--	--	--	--	--	--	--	--	--
Plan fiduciary net position as a percentage of the total OPEB liability	0.91%	--	--	--	--	--	--	--	--	--

* This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, this schedule provides the information only for those years for which information is available.

GRANBURY INDEPENDENT SCHOOL DISTRICT

SCHEDULE OF THE DISTRICT'S OPEB CONTRIBUTIONS
TEACHER RETIREMENT SYSTEM OF TEXAS
*LAST TEN FISCAL YEARS **

	Fiscal Year Ended									
	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Statutorily or contractually required District contribution	$ 337,536	$ --	$ --	$ --	$ --	$ --	$ --	$ --	$ --	$ --
Contributions recognized by OPEB in relation to statutorily or contractually required contribution	(337,536)	--	--	--	--	--	--	--	--	--
Contribution deficiency (excess)	$ --	$ --	$ --	$ --	$ --	$ --	$ --	$ --	$ --	$ --
District's covered-employee payroll	$ 40,545,143	$ --	$ --	$ --	$ --	$ --	$ --	$ --	$ --	$ --
Contributions as a percentage of covered-employee payroll	0.83%	--	--	--	--	--	--	--	--	--

* This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, this schedule provides the information for those years for which information is available.

** This schedule displays fiscal year amounts (i.e. - Fiscal Year 2018 amounts are for the current fiscal year, not the measurement year).

Budget

The official budget was prepared for adoption for all Governmental Fund Types legally required to adopt a budget (General Funds, Food Service Funds, and Debt Service Funds). The budget was prepared in accordance with accounting practices generally accepted in the United States of America. The following procedures are followed in establishing the budgetary data:

a. Prior to August 20 of the preceding fiscal year, the District prepares a budget for the next succeeding fiscal year. The operating budget includes proposed expenditures and the means of financing them.

b. A meeting of the Board is then called for the purpose of adopting the proposed budget after ten days' public notice of the meeting has been given.

c. Prior to the beginning of the fiscal year, the budget is legally enacted through passage of a resolution by the Board.

Once a budget is approved, it can be amended at function and fund level only 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. Such amendments are made before the fact, are reflected in the official minutes of the Board and are not made after fiscal year end as required by law.

Each amendment 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.

Encumbrances for goods or purchased services are documented by purchase orders or contracts. Under Texas law, appropriations lapse at August 31, and encumbrances outstanding at that time are to be either cancelled or appropriately provided for in the subsequent year's budget. There were no end-of-year outstanding encumbrances that were provided for in the subsequent year's budget.

Defined Benefit Pension and OPEB Plans

Changes of benefit terms

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

Changes of assumptions

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

Changes of assumptions that affected the measurement of the net OPEB liability during the measurement period are described in the notes to the financial statements (Note I).

Other Supplementary Information

This section includes financial information and disclosures not required by the Governmental Accounting Standards Board and not considered a part of the basic financial statements. It may, however, include information which is required by other entities.

GRANBURY INDEPENDENT SCHOOL DISTRICT

SCHEDULE OF DELINQUENT TAXES RECEIVABLE
FOR THE YEAR ENDED AUGUST 31, 2018

Year Ended August 31	1 Tax Rates Maintenance	2 Tax Rates Debt Service	3 Assessed/Appraised Value For School Tax Purposes
2009 and Prior Years	$ Various	$ Various	$ Various
2010	1.04	.115	4,702,405,714
2011	1.04	.100	4,734,719,912
2012	1.04	.110	4,575,984,783
2013	1.04	.105	4,724,336,681
2014	1.04	.105	4,640,328,297
2015	1.04	.225	4,648,744,980
2016	1.04	.225	4,613,129,002
2017	1.04	.210	4,807,417,600
2018 (School Year Under Audit)	1.04	.170	5,423,729,174
1000 Totals			
9000 - Portion of Row 1000 for Taxes Paid into Tax Increment Zone Under Chapter 311, Tax Code			

Column 20, the current year's levy is ending levy due provided by Hood County Appraisal District.

Column 3, Assessed/Appraisal Value for School Tax Purposes is calculated based on current year total levy divided by current year total tax rate. This amount includes adjustments for frozen values.

10 Beginning Balance 9/1/17	20 Current Year's Total Levy	31 Maintenance Collections	32 Debt Service Collections	40 Entire Year's Adjustments	50 Ending Balance 8/31/18
$ 494,833	$ --	$ 17,874	$ 2,820	$ 8,434	$ 482,573
90,871	--	5,598	619	(264)	84,390
106,958	--	7,688	739	227	98,758
123,527	--	10,657	1,127	(382)	111,361
163,463	--	30,642	3,094	(594)	129,133
186,486	--	63,535	6,415	27,753	144,289
242,955	--	73,856	15,978	28,391	181,512
348,536	--	94,368	20,416	(1,644)	232,108
758,029	--	303,165	61,216	(55,037)	338,611
--	65,627,123	55,451,806	9,064,240	(178,766)	932,311
$ 2,515,658	$ 65,627,123	$ 56,059,189	$ 9,176,664	$ (171,882)	$ 2,735,046
$ --	$ --	$ --	$ --	$ --	$ --

GRANBURY INDEPENDENT SCHOOL DISTRICT

EXHIBIT J-2

FUND BALANCE AND CASH FLOW CALCULATION WORKSHEET (UNAUDITED)
GENERAL FUND
AS OF AUGUST 31, 2018

Data Control Codes	Explanation	Amount
1	Total General Fund Fund Balance as of August 31, 2018 (Exhibit C-1 object 3000 for the General Fund only)	$ 21,780,998
2	Total General Fund Nonspendable Fund Balance (from Exhibit C-1 - total of object 341X-344X for the General Fund only)	--
3	Total General Fund Restricted Fund Balance (from Exhibit C-1 - total of object 345X-349X for the General Fund only)	--
4	Total General Fund Committed Fund Balance (from Exhibit C-1 - total of object 351X-354X for the General Fund only)	4,200,000
5	Total General Fund Assigned Fund Balance (from Exhibit C-1 - total of object 355X-359X for the General Fund only)	--
6	Estimated amount needed to cover fall cash flow deficits in the General Fund (net of borrowed funds and funds representing deferred revenues)	5,354,357
7	Estimate of two months' average cash disbursements during the fiscal year	10,708,714
8	Estimate of delayed payments from state sources (58XX)	454,645
9	Estimate of underpayment from state sources equal to variance between Legislative Payment Estimate (LPE) and District Planning Estimate (DPE) or District's calculated earned state aid amount	--
10	Estimate of delayed payments from federal sources (59XX)	--
11	Estimate of expenditures to be reimbursed to General Fund from Capital Projects Fund (uses of General Fund cash after bond referendum and prior to issuance of bonds)	--
12	General Fund Optimum Fund Balance and Cash Flow (Lines 2+3+4+5+6+7+8+9+10+11)	20,717,716
13	Excess (Deficit) Unassigned General Fund Fund Balance (1-12)	$ 1,063,282

If Item 11 is a Positive Number

Since Optimum Fund Balance (OFB) is calculated using 3 months' average cash disbursements (lines 6 & 7), the district is anticipating the current year overage to decrease when the OFB is calculated for the 8/31/2019 audit. Due to a large increase in property values in the 17-18 school year, and based on currently projected student enrollment for 18-19, the district's recapture obligation to the State for the 18-19 school year is projected to be approximately $9,000,000. This will be an increase of $4,403,500 in recapture over the 17-18 recapture obligation, which was $4,596,500 as calculated on the 10/24/18 Near Final for 2017-18. This increase in recapture alone will increase general fund monthly expenditures for 18-19 by approximately $366,958 per month (4,403,500 / 12). Therefore, the 8/31/2019 Optimum Fund Balance should decrease by approximately $1,100,874 (366,958 x 3 months). This coupled with other increases in budgeted expenditures for 18-19 should more than offset the 8/31/2018 Excess Unassigned General Fund Balance of $1,063,282.

GRANBURY INDEPENDENT SCHOOL DISTRICT

EXHIBIT J-3

NATIONAL SCHOOL BREAKFAST AND LUNCH PROGRAM
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED AUGUST 31, 2018

Data Control Codes		1 Budget	2 Actual	3 Variance Positive (Negative)
	REVENUES:			
5700	*Local and Intermediate Sources*	$ 1,136,000	$ 1,095,866	$ (40,134)
5800	*State Program Revenues*	49,000	42,742	(6,258)
5900	*Federal Program Revenues*	2,215,000	2,020,390	(194,610)
5020	Total Revenues	3,400,000	3,158,998	(241,002)
	EXPENDITURES:			
	Current:			
	Support Services - Student (Pupil):			
0035	*Food Services*	3,400,000	3,182,561	217,439
	Total Support Services - Student (Pupil)	3,400,000	3,182,561	217,439
6030	Total Expenditures	3,400,000	3,182,561	217,439
1100	Excess (Deficiency) of Revenues Over (Under)			
1100	Expenditures	--	(23,563)	(23,563)
1200	Net Change in Fund Balance	--	(23,563)	(23,563)
0100	Fund Balance - Beginning	850,079	850,079	--
3000	Fund Balance - Ending	$ 850,079	$ 826,516	$ (23,563)

GRANBURY INDEPENDENT SCHOOL DISTRICT

EXHIBIT J-4

DEBT SERVICE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED AUGUST 31, 2018

Data Control Codes		1 Budget	2 Actual	3 Variance Positive (Negative)
	REVENUES:			
5700	*Local and Intermediate Sources*	$ 9,329,822	$ 9,234,270	$ (95,552)
5800	*State Program Revenues*	--	184,276	184,276
5020	Total Revenues	9,329,822	9,418,546	88,724
	EXPENDITURES:			
	Debt Service:			
0071	*Principal on Long-Term Debt*	2,376,184	2,369,362	6,822
0072	*Interest on Long-Term Debt*	6,948,638	6,958,413	(9,775)
0073	*Bond Issuance Costs and Fees*	5,000	2,000	3,000
	Total Debt Service	9,329,822	9,329,775	47
6030	Total Expenditures	9,329,822	9,329,775	47
1100	Excess (Deficiency) of Revenues Over (Under)			
1100	Expenditures	--	88,771	88,771
1200	Net Change in Fund Balance	--	88,771	88,771
0100	Fund Balance - Beginning	3,034,706	3,034,706	--
3000	Fund Balance - Ending	$ 3,034,706	$ 3,123,477	$ 88,771

SNOWGARRETT WILLIAMS
CERTIFIED PUBLIC ACCOUNTANTS

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*

Board of Trustees
Granbury Independent School District
600 W. Bridge Street
Granbury, Texas 76048

Members of the Board of Trustees:

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, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Granbury Independent School District, as of and for the year ended August 31, 2018, and the related notes to the financial statements, which collectively comprise Granbury Independent School District's basic financial statements, and have issued our report thereon dated December 5, 2018.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Granbury Independent School District's internal control over financial reporting (internal control) to determine the 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 the Granbury Independent School District's internal control. Accordingly, we do not express an opinion on the effectiveness of the Granbury 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 may exist that have not been identified.

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Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Granbury 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 determination of financial statement amounts. 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*.

We noted certain matters that we reproted to management of Granbury Independent School District in a separate letter dated December 5, 2018.

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.

Respectfully submitted,

Snow Garrett Williams

Snow Garrett Williams
December 5, 2018



SNOWGARRETT WILLIAMS
CERTIFIED PUBLIC ACCOUNTANTS

Independent Auditor's Report on Compliance for Each Major Program and on Internal Control Over Compliance Required by the Uniform Guidance

Board of Trustees
Granbury Independent School District
600 W. Bridge Street
Granbury, Texas 76048

Members of the Board of Trustees:

Report on Compliance for Each Major Federal Program

We have audited the Granbury Independent School District's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on Granbury Independent School District's major federal program for the year ended August 31, 2018. Granbury Independent School District's major federal program is identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Granbury Independent School District's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; 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). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the Granbury Independent School District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the Granbury Independent School District's compliance.

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Opinion on Each Major Federal Program

In our opinion, the Granbury Independent School District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on its major federal program for the year ended August 31, 2018.

Report on Internal Control Over Compliance

Management of the Granbury Independent School District is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the Granbury Independent School District's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program 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 internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Granbury Independent School District's 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 a 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 first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we considered to be material weaknesses. However, material weaknesses may exist that have not been identified.

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.

Respectfully submitted,

Snow Garrett Williams

Snow Garrett Williams
December 5, 2018

GRANBURY INDEPENDENT SCHOOL DISTRICT

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED AUGUST 31, 2018

EXHIBIT K-1

(1)	(2)	(2A)	(3)
Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Federal Expenditures
CHILD NUTRITION CLUSTER:			
U. S. Department of Agriculture			
Passed Through State Department of Education:			
School Breakfast Program	10.553	71401801	$ 524,176
National School Lunch Program	10.555	71301801	1,544,784
Total Passed Through State Department of Education			2,068,960
Passed Through State Department of Agriculture:			
Commodity Supplemental Food Program (Non-cash)	10.555	11001A	230,909
Total Passed Through State Department of Agriculture			230,909
Total U. S. Department of Agriculture			2,299,869
Total Child Nutrition Cluster			2,299,869
MEDICAID CLUSTER:			
U. S. Department of Health and Human Services			
Passed Through State Department of Education:			
Medical Assistance Program	93.778	Direct	14,891
Total U. S. Department of Health and Human Services			14,891
Total Medicaid Cluster			14,891
SPECIAL EDUCATION (IDEA) CLUSTER:			
U. S. Department of Education			
Passed Through State Department of Education:			
IDEA-B Formula	84.027	186600011119016600	1,211,919
IDEA-B Preschool	84.173	186610011119016610	15,182
Total Passed Through State Department of Education			1,227,101
Total U. S. Department of Education			1,227,101
Total Special Education (IDEA) Cluster			1,227,101
OTHER PROGRAMS:			
U. S. Department of Education			
Passed Through State Department of Education:			
ESEA Title I Part A - Improving Basic Programs	84.010	18610101111901	1,093,582
ESEA Title I Part A - Improving Basic Programs	84.010	19610101111901	91,877
Total CFDA Number 84.010			1,185,459
Career and Technical - Basic Grant	84.048	18420006111901	59,048
Career and Technical - Basic Grant	84.048	19420006111901	1,972
Total CFDA Number 84.048			61,020
Title III Part A English Language Acquisition and Language Enhancement	84.365	18671001111901	33,659
Title III Part A English Language Acquisition and Language Enhancement	84.365	19671001111901	4,368
Total CFDA Number 84.365			38,027
ESEA Title II Part A - Teacher & Principal Training & Recruiting	84.367	18694501111901	171,562
Title IV, Part A, Subpart 1	84.424	18680101111901	3,047
Summer School LEP	84.369	69551702	6,848
Total Passed Through State Department of Education			1,465,963
Total U. S. Department of Education			$ 1,465,963

GRANBURY INDEPENDENT SCHOOL DISTRICT

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED AUGUST 31, 2018

(1)	(2)	(2A)	(3)
Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Federal Expenditures
U. S. Department of Defense			
Direct Program:			
JROTC	12.357	Direct	76,991
Total U. S. Department of Defense			76,991
TOTAL EXPENDITURES OF FEDERAL AWARDS			$ 5,084,815

GRANBURY INDEPENDENT SCHOOL DISTRICT

NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED AUGUST 31, 2018

Basis of Presentation

The accompanying schedule of expenditures of federal awards ("the Schedule") includes the federal grant activity of Granbury Independent School District. The information in the Schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200 *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* ("Uniform Guidance"). Therefore, some amounts may differ from amounts presented in, or used in the preparation of, the basic financial statements.

Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the modified accrual basis of accounting. These 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. Negative amounts shown on the Schedule, if any, represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years.

Granbury Independent School District has elected not to use the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance.

GRANBURY INDEPENDENT SCHOOL DISTRICT

SCHEDULE OF REQUIRED RESPONSES TO SELECTED SCHOOL FIRST INDICATORS
AS OF AUGUST 31, 2018

Data Control Codes		Responses
SF2	Were there any disclosures in the Annual Financial Report and/or other sources of information concerning nonpayment of any terms of any debt agreement at fiscal year end?	No
SF4	Was there an unmodified opinion in the Annual Financial Report?	Yes
SF5	Did the Annual Financial Report disclose any instances of material weaknesses in internal controls over financial reporting and compliance for local, state or federal funds?	No
SF6	Was there any disclosure in the Annual Financial Report of material noncompliance for grants, contracts and laws related to local, state or federal funds?	No
SF7	Did the school district make timely payments to the Teachers Retirement System (TRS), Texas Workforce Commission (TWC), Internal Revenue Service (IRS), and other governmental agencies?	Yes
SF8	Did the school district not receive an adjusted repayment schedule for more than one fiscal year for an over allocation of Foundation School Program (FSP) funds as a result of a financial hardship?	Yes
SF10	What was the total accumulated accretion on capital appreciation bonds (CABs) included in government-wide financial statements at fiscal year-end?	$ 3,824,542
SF11	Net Pension Assets (object 1920) at fiscal year-end.	$ --
SF12	Net Pension Liabilities (object 2540) at fiscal year-end.	$ 11,383,105
SF13	Pension Expense (object 6147) at fiscal year-end.	N/A

GRANBURY ISD

Maintenance and Facilities Department Board Report

Randy Leach, Director of Maintenance and Facilities

Board of Directors

December 17, 2018

Maintenance Personnel

Name	Position	Years with District
JoAnn Galindo	Secretary	2
Scott Campbell	Supervisor	31
Rick Schulte	HVAC Supervisor	18
Kevin Cummings	Grounds & Athletics Fields Supervisor	7
James Starkes	Athletic Fields Manager	16
John Minter	Electrician	3
James Garlick	HVAC - Electrician	17
Chad Croker	HVAC / Electrical	1
Lester Jones	Carpenter	3
Todd Knapp	Carpenter	9
Daniel Bryant	Plumber	8
Donald Burns	General Maintenance	18

Name	Position	Years with District
Mark Davis	General Maintenance	9
James Marten	General Maintenance	9
Harlan Albertson	General Maintenance	7
Kevin Timmons	General Maintenance	2
Chad Pasadava	General Maintenance	2
Martin Briones	Groundskeeper	18
Raymond Harwell	Groundskeeper	1
Jody Jones	Groundskeeper	18
Coltin Ratcliff	Groundskeeper	1
Darrell Wilkerson	Groundskeeper	2
Robert Adams	Groundskeeper	-1
J.W. Clark	Groundskeeper	-1

Maintenance of Facilities and Grounds

Type	Quantity
Facilities – 11 Campuses & 7 Departments	1,450,000 Sq Ft
Grounds	538.094 Acres
Athletic Fields	15 Game / Practice Facilities

Work Orders

Eduphoria Work Order System

Tracks Work Orders by:

- Campus
- Person
- Area

Maintenance's Standard Budget Items

Budget Code	Budgeted Amt
Object 6200 (Contract Svc)	$ 215,665
Object 6300 (Supplies)	$ 276,325
Object 6400 (Travel)	$ 4,675
Object 6600 (Equipment)	$ 44,000
TOTAL	**$ 540,665**

Facilities Responsibilities

- Safety / Security
- Energy Conservation
- Facility Management
- Facility Scheduling
- Construction

Energy Conservation

- **Automated HVAC Systems (Upgraded to <u>Tracer ES Expansion</u>):**
  - Granbury High School
  - Acton Middle School
  - Granbury Middle School
  - Mambrino
  - Acton Elementary
  - New Admin (CNG)
- **Upgrades:** Adding light sensors in closets
- **Utility Tracking –** UtilityDirect Software
- **Energy Audits –** Campus/Dept Walk Through

Energy Conservation Project (2013)

HVAC Replacement

- HVAC Units - 207 (20 years old)
  - Acton Elementary - 8
  - Baccus - 40
  - Brawner - 49
  - Emma - 37
  - GHS - 25
  - Oak Woods - 48

Energy Conservation Project (cont.)

- **Efficient Lighting Replacement**
  - T-8 Fluorescent Light Retrofit (15,000 New Fixtures)
  - Typical Classroom Fixture:
    - Existing Fixture: 4' 3-Lamp (68.4 watts)
    - New Fixture: 4' 2-Lamp (45.26 watts)

    Total Annual Savings: $70 per classroom
  - Lighting Controls Project: Sensors - 468 (All Campuses)

Energy Conservation Project (cont.)

- **Water Conservation Replacements**
  - Toilets - 628
  - Urinals - 31
  - Lavatory Faucets - 366
  - Kitchen Faucets - 214
  - Showerheads - 46
  - Ice Machines - 17

Utility Budget 2018-19

Electric	$1,318,650
Natural Gas	$ 183,500
Water	$ 173,000
TOTAL	$1,675,150

Electric Utility Report Card

Range: September to August

Type	Campus	Grade Level	Year	Usage	%	Cost	%
Elementary / Intermediate	Acton Elementary	K - 5th	2010-11	913,093		$ 78,547.12	
			2014-15	866,516	-5%	$ 73,927.65	-6%
			2015-16	874,711	1%	$ 65,801.46	-11%
			2016-17	794,242	-9%	$ 61,833.53	-6%
			2017-18	891,641	12%	$ 71,464.41	16%
	Baccus	K - 5th	2010-11	629,680		$ 57,404.67	
			2014-15	493,680	-22%	$ 44,688.88	-22%
			2015-16	520,800	5%	$ 41,431.99	-7%
			2016-17	587,520	13%	$ 47,149.01	14%
			2017-18	552,560	-6%	$ 44,445.51	-6%
	Brawner	3rd - 5th	2010-11	745,600		$ 94,638.72	
			2014-15	823,680	10%	$ 90,068.56	-5%
			2015-16	717,120	-13%	$ 79,672.32	-12%
			2016-17	762,080	6%	$ 89,713.89	13%
			2017-18	828,480	9%	$ 93,272.76	4%
	Emma	K - 2nd	2010-11	521,459		$ 46,320.58	
			2014-15	442,092	-15%	$ 37,490.15	-19%
			2015-16	478,165	8%	$ 35,917.42	-4%
			2016-17	485,034	1%	$ 37,704.83	5%
			2017-18	454,041	-6%	$ 36,367.11	-4%
	Mambrino	K - 5th	2010-11	883,440		$ 77,425.87	
			2014-15	718,560	-19%	$ 60,741.42	-22%
			2015-16	791,880	10%	$ 59,357.10	-2%
			2016-17	785,160	-1%	$ 60,664.64	2%
			2017-18	817,440	4%	$ 65,032.58	7%
	Oak Woods	K - 5th	2010-11	521,163		$ 46,520.99	
			2014-15	537,333	3%	$ 46,880.34	1%
			2015-16	490,150	-9%	$ 37,943.80	-19%
			2016-17	515,302	5%	$ 41,228.30	9%
			2017-18	555,601	8%	$ 45,601.75	11%

Percentage is comparison to the previous year:

Red shows increase.

Green shows decrease.

2010-11 shows usage and cost prior to the 2013 Energy Conservation Project:

- 207 HVAC Units (20 yrs old)
- 15,000 New Light Fixtures
- 1,285 Water Features

Electric Utility Report Card (cont.)

Range: September to August

Type	Campus	Grade Level	Year	Usage	%	Cost	%
Middle School	Acton Middle	6th - 8th	2010-11	1,507,907		$ 128,190.37	
			2014-15	1,357,552	-10%	$ 114,440.16	-11%
			2015-16	1,419,683	5%	$ 105,757.27	-8%
			2016-17	1,444,302	2%	$ 111,074.46	5%
			2017-18	1,424,462	-1%	$ 112,741.42	2%
	Granbury Middle	6th - 8th	2010-11	1,654,280		$ 209,972.29	
			2014-15	1,419,180	-14%	$ 154,981.21	-26%
			2015-16	1,359,070	-4%	$ 150,707.37	-3%
			2016-17	1,430,370	5%	$ 167,938.97	11%
			2017-18	1,470,820	3%	$ 165,410.82	-2%
High School	Granbury High	10th - 12th	2010-11	3,194,158		$ 405,985.48	
			2014-15	2,704,790	-15%	$ 300,443.91	-26%
			2015-16	2,969,580	10%	$ 334,229.80	11%
			2016-17	2,677,250	-10%	$ 319,670.01	-4%
			2017-18	3,195,260	19%	$ 364,023.69	14%
	Ag Complex	9th - 12th	2010-11	160,920		$ 20,442.83	
			2014-15	273,360	70%	$ 30,468.88	49%
			2015-16	303,120	11%	$ 33,877.45	11%
			2016-17	259,480	-14%	$ 30,996.66	-9%
			2017-18	241,570	-7%	$ 28,670.39	-8%
Administration	Admin (Formerly CNG)		2010-11	601,050		$ 76,419.70	
			2014-15	530,220	-12%	$ 60,939.19	-20%
			2015-16	446,370	-16%	$ 51,659.99	-15%
			2016-17	601,040	35%	$ 73,003.49	41%
			2017-18	739,740	23%	$ 85,568.10	17%
	Transportation & Maintenance		2010-11	161,380		$ 22,328.18	
			2014-15	145,400	-10%	$ 19,862.83	-11%
			2015-16	128,500	-12%	$ 18,244.62	-8%
			2016-17	132,810	3%	$ 19,596.16	7%
			2017-18	150,510	13%	$ 20,410.01	4%

Percentage is comparison to the previous year:

Red shows increase.

Green shows decrease.

2010-11 shows usage and cost prior to the 2013 Energy Conservation Project:

- 207 HVAC Units (20 yrs old)
- 15,000 New Light Fixtures
- 1,285 Water Features

Safety Inspections

- Campus/Departments complete four safety inspections per year.
- The Facilities Department reviews and files the inspection documents.

Security

- **Emergency Operation Plans (EOP)**
  - All campuses are required to have an EOP.
  - The same terminology is used by Law Enforcement Agencies.
- **Campuses perform the following EOP Drills:**
  - Fire
  - Tornado
  - Lockdown (Granbury Police Department has trained staff district-wide on active shooters.)
  - Evacuation

Cameras & DVR/NVR Count

Campus / Departments	IP Cameras
Acton Elementary	20
Ag Barn	16
Acton Middle	56
Administration	33
Baccus	20
Brawner	20
Emma	20
Granbury High	166
GHS Athletics	8
Granbury Middle	56
Maintenance	8
Mamabrino	20
Oakwoods	20
Stars / BTC	12
Transportation	12
TOTAL	487

IP Upgrade Phases

Phase 1: Granbury High School – Initial Upgrade (2015)

Phase 2: Granbury and Acton Middle (2016)

Phase 3: K-5th (2017)

Phase 4: GHS remaining analogs, STARS/BTC, Maintenance, Transportation

COMPLETED

Facilities

- **Management of the following:**
  - District Buildings
  - Construction Projects
  - Security Equipment
  - Utilities

Facilities (cont.)

- **Event Scheduling**
  - FacilitiesDirect software program
  - District Events
  - Community Events
  - Automated HVAC per campus

Upcoming Construction

- Book Storage (Admin) **Completed Aug. 2018**
- Grounds Maintenance Equipment Storage (GHS) **Completed Dec. 2018**
- Behavior Transition Center (BTC) Renovation **Completed Aug. 2018**
- Mambrino Steam Academy Open Space **Completed Aug. 2018**
- Parking Lot Light Project – **Current Fixture Installation**

Goals for 2018-19

1. Roof Replacement – Oak Woods
2. Propane Replacements – Propane Mowers
3. Automated HVAC Controls
4. Renovation of Campus Restrooms
5. Flooring Replacement Schedules VCT&Carpet
6. Pirate Stadium – LED Stadium Light Replacement

Goals for 2018-19 Cont.

7. Band Tower – Band Practice Area
8. Softball Field – Backstop Project
9. Field House Locker Replacement
10. Pavilion Weight Room Equipment Replacement
11. Auto Tech Shop – Concrete Safety Epoxy
12. Maintenance / Facilities Personnel

GRANBURY INDEPENDENT SCHOOL DISTRICT

INTEROFFICE MEMO

FINANCE AND BUSINESS AFFAIRS

To: Board of Trustees
Date: December 17, 2018
For: Information

TO: Dr. Jeremy Glenn, Superintendent

FROM: Dobie Williams
DATE: December 10, 2018
RE: November 30, 2018
Financial Statements

SUMMARY:

Attached are the financial statements for the period ended November 30, 2018 for the general operating fund.

The statements includes only those transactions that occurred between the period of September 1, 2018, and November 30, 2018. Revenue collected to date equals 10.77% of the budgeted amount compared to 12.11% last year. Expenditures to date represent 23.11% of the budget compared to 24.91% last year.

BUDGET IMPACT: None

Respectfully submitted,

D O Williams

Assistant Superintendent for Finance and Operations

Staff Persons Responsible: Dobie Williams
Emmett Whitefield

Date Submitted: December 10, 2018

GRANBURY INDEPENDENT SCHOOL DISTRICT
GENERAL OPERATING FUND - SORTED BY FUNCTION CODE
INTERIM STATEMENT OF REVENUES AND EXPENDITURES
FOR THE PERIOD ENDED NOVEMBER 30, 2018

		ANNUAL BUDGET	YTD ACTUAL	REMAINING BALANCE	YTD PERCENT	PRIOR YTD PERCENT
REVENUES						
5700	LOCAL					
	PROPERTY TAXES	59,939,855	3,508,147	56,431,708	5.85%	7.41%
	INVESTMENT INCOME	460,000	129,723	330,277	28.20%	5.00%
	OTHER LOCAL INCOME	468,763	183,482	285,281	39.14%	42.50%
5800	STATE					
	STATE FUNDING	8,541,770	3,633,007	4,908,763	42.53%	48.72%
5900	FEDERAL					
	FEDERAL PROJECTS	845,000	115,197	729,803	13.63%	25.03%
	TOTAL REVENUES	**70,255,388**	**7,569,555**	**62,685,833**	**10.77%**	**12.11%**
EXPENDITURES						
11	INSTRUCTION	35,639,815	8,874,506	26,765,309	24.90%	25.43%
12	INSTRUCTIONAL RESOURCES & MEDIA	764,818	180,283	584,535	23.57%	24.11%
13	CURRICULUM & STAFF DEVELOPMENT	894,248	207,161	687,087	23.17%	22.23%
21	INSTRUCTIONAL LEADERSHIP	658,075	172,269	485,806	26.18%	24.26%
23	SCHOOL LEADERSHIP	3,530,917	884,682	2,646,235	25.06%	25.20%
31	GUIDANCE/COUNSELING	2,703,399	668,677	2,034,722	24.73%	25.98%
32	SOCIAL WORK SERVICES	64,700	64,648	52	99.92%	99.46%
33	HEALTH SERVICES	423,964	148,426	275,538	35.01%	25.66%
34	TRANSPORTATION	3,106,140	1,087,616	2,018,524	35.02%	37.37%
35	FOOD SERVICE	0	0	0	0.00%	0.00%
36	CO-CURRICULAR/EXTRACURRICULAR	2,017,664	528,536	1,489,128	26.20%	26.60%
41	GENERAL ADMINISTRATION	2,280,794	565,432	1,715,362	24.79%	25.45%
51	PLANT MAINTENANCE	5,878,023	2,272,951	3,605,072	38.67%	35.77%
52	SECURITY & MONITORING SERVICES	784,312	131,660	652,652	16.79%	24.30%
53	DATA PROCESSING	1,318,372	537,078	781,294	40.74%	39.62%
61	COMMUNITY EDUCATION	78,832	8,035	70,797	10.19%	10.34%
71	DEBT SERVICE	0	0	0	0.00%	0.00%
81	FACILITIES CONSTRUCTION & ACQUISITION	15,434	7,717	7,717	0.00%	0.00%
91	CONTR INSTRUCTIONAL SERVICES	9,535,423	0	9,535,423	0.00%	0.00%
93	PAYMENTS TO FISCAL AGENT	0	0	0	0.00%	0.00%
99	OTHER INTER GOV CHARGES	1,000,000	0	1,000,000	0.00%	0.35%
	TOTAL EXPENDITURES	**70,694,930**	**16,339,678**	**54,355,252**	**23.11%**	**24.91%**
		0				
	OTHER SOURCES (USES)	0	0	0	0.00%	0.00%
	EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES	**(439,542)**	**(8,770,123)**	**8,330,581**		

GRANBURY INDEPENDENT SCHOOL DISTRICT
GENERAL OPERATING FUND
INTERIM STATEMENT OF REVENUES AND EXPENDITURES
FOR THE PERIOD ENDED NOVEMBER 30, 2018

	ANNUAL BUDGET	YTD ACTUAL	REMAINING BALANCE	YTD PERCENT
REVENUES				
5700 LOCAL SOURCES	60,868,618	3,821,352	57,047,266	6.28%
5800 STATE SOURCES	8,541,770	3,633,007	4,908,763	42.53%
5900 FEDERAL SOURCES	845,000	115,197	729,803	13.63%
TOTAL REVENUES	**70,255,388**	**7,569,555**	**62,685,833**	**10.77%**
EXPENDITURES				
6100 PAYROLL COSTS	49,111,900	11,593,754	37,518,146	23.61%
6200 PROFESSIONAL & CONTRACTED SERVICES	16,429,985	2,321,858	14,108,127	14.13%
6300 SUPPLIES/MATERIALS	2,841,818	1,394,594	1,447,224	49.07%
6400 OTHER OPERATING	1,429,699	550,186	879,513	38.48%
6500 DEBT SERVICE	0	0	0	0.00%
6600 CAPITAL OUTLAY	881,528	479,286	402,242	54.37%
TOTAL EXPENDITURES	**70,694,930**	**16,339,678**	**54,355,252**	**23.11%**
OTHER SOURCES AND USES				
7900 OTHER RESOURCES	0	0	0	0.00%
8900 OTHER USES	0	0	0	0.00%
OTHER SOURCES(USES)	**0**	**0**	**0**	**0.00%**
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	**(439,542)**	**(8,770,123)**	**8,330,581**	

GRANBURY INDEPENDENT SCHOOL DISTRICT

INTEROFFICE MEMO

FINANCE AND BUSINESS AFFAIRS

To: Board of Trustees
Date: December 17, 2018
For: Information

TO: Dr. Jeremy Glenn, Superintendent

FROM: Dobie Williams
DATE: December 10, 2018
RE: Cash Flow and Investment Report as of November 30, 2018

SUMMARY:

Attached is the Cash Flow and Investment Report for the period ending November 30, 2018.

BUDGET IMPACT: None

Respectfully submitted,

Assistant Superintendent for Finance and Operations

Staff Person Responsible: Dobie Williams
Emmett Whitefield

Date Submitted: December 10, 2018

GRANBURY INDEPENDENT SCHOOL DISTRICT

CASH AND INVESTMENT REPORT

FROM NOVEMBER, 2018 TO NOVEMBER 30, 2018

FOR BOARD MEETING DECEMBER 17, 2018

	PLAINS CAPITAL BANK								INVESTMENTS				MAPP	
	GENERAL FUND	DEBT	CAPITAL PROJ	PAYROLL	A/P	WC FUND	EZDENT	CHILD NUTRITION	LOGIC	LONE STAR	TEXPOOL	TEXAS TERM	PROGRAM	TOTAL
BEGINNING BALANCE - NOVEMBER 1, 2018	$ 2,312,574	$ 201,180	$ 729	$ 1,316,575	$ 212,006	$ 492,428	$ 16,114	$ 223,846	$ 3,519,186	$ 5,044,410	$ 2,333	$ 1,077,527	$ 10,159,033	$ 24,577,942
LOCAL REVENUE-RENT, CAFÉ MEALS,ATH	$ 272,679.28		$ -	$ -				$ 333,281						$ 605,960
														$ -
TAX COLLECTIONS	$ -	$ -								$ 3,908,341				$ 3,908,341
														$ -
TEA COLLECTIONS:														$ -
CHILD NUTRITION	$ 295,191							$ 295,191						$ 590,381
FOUNDATION	$ -													$ -
TITLE FUNDS	$ -													$ -
AVAILABLE SCHOOL FUND	$ 331,518													$ 331,518
IDEA-B FUNDS	$ -													$ -
IMA	$ 276,212													$ 276,212
PERKINS	$ -													$ -
MAC/SHARS	$ 99,040													$ 99,040
TRANSFERS IN	$ 4,000,000	$ -	$ -	$ 1,471,562	$ 1,713,771	$ 17,663	$ 15,931		$ -	$ -	$ -			$ 7,218,926
														$ -
BOND PAYMENT		$ -												$ -
OPERATING EXPENSES	$ (1,967,152)	0	$ -		$ (1,246,593)	$ (92,676)	$ (15,680)	$ (210,540)	$ -	$ -			$ (859)	$ (3,533,500)
PAYROLL	$ (3,902,668)		$ -	$ (1,571,936)				$ (96,233)						$ (5,570,837)
TEA RECAPTURE	$ -				$ -									$ -
TRANSFERS OUT	$ -		$ -			$ -			$ -	$ (4,000,000)	$ -	$ -		$ (4,000,000)
MARKET APPRECIATION / (DEPRECIATION)													$ (1,726)	$ (1,726)
	$ 3,934	$ 345	$ 1	$ 1,347	$ 736	$ 741	$ 12	$ 594	$ 6,963	$ 12,317	$ 4	$ 1,960	$ 32,600	$ 61,555
ACCRUED INTEREST PAID														$ -
ENDING BALANCE - NOVEMBER 30, 2018	$ 1,721,328	$ 201,526	$ 730	$ 1,217,548	$ 679,921	$ 418,156	$ 16,377	$ 546,138	$ 3,526,149	$ 4,965,068	$ 2,337	$ 1,079,488	$ 10,189,047	$ 24,563,813
INTEREST ACCRUED, NOT PAID AT MONTHS END														$ -
WEIGHTED AVERAGE MATURITY	1 Day	1 Day	1 Day	1 Day	1 Day	1 Day	1 Day	1 Day	42 Days	48 Days	30 Days	1 Days	1.03 yrs	
CURRENT MONTH AVERAGE MONTHLY INTEREST RATE:	2.110%	2.110%	2.110%	2.110%	2.110%	2.110%	2.110%	2.110%	2.442%	2.409%	2.230%	2.230%	2.891%	
PRIOR MONTH AVERAGE MONTHLY INTEREST RATE:	1.960%	1.960%	1.960%	1.960%	1.960%	1.960%	1.960%	1.960%	2.332%	2.328%	2.144%	2.180%	2.783%	
												CDs Various	2.385% Coupon	

We, the approved Investment Officers of Granbury ISD, hereby certify that the above Investment Report represents the investment position of the District (as of the end of the month indicated at the top of this investment form) in accordance with the Board approved Investment Funds Policy, the Public Funds Investment Act (Texas Government Code 2256), and Generally Accepted Accounting Principals (GAAP).

2018-19 INTEREST ACCRUED (as of 11/30/18)			
Sep-18	$ 39,909.20		Mar-19	
Oct-18	$ 73,177.10		Apr-19	
Nov-18	$ 61,555.42		May-19	
Dec-18			Jun-19	
Jan-19			Jul-19	
Feb-19			Aug-19	
			TOTAL	$ 174,641.72

NOVEMBER INTEREST ACCRUED	$ -
NOVEMBER INTEREST EARNED & PD	$ 61,555.42
NOVEMBER TOTAL INTEREST	$ 61,555.42

Dobie Williams
Assistant Superintendent for Finance and Operations

Dr. Jeremy Glenn
Superintendent

Emmett J. Whitefield
District Comptroller