

Killeen Independent School District
Annual Financial Management Report
For the year ended August 31, 2017

Financial Integrity Rating System of Texas
Killeen ISD District Status Detail

2017-2018 Rating (based on 2016-2017 data): **A = Superior**

Indicators Answered YES: 15

Indicators Answered NO: 0

District Score: 100
 Highest Score Available: 100

#	Indicator Description	2015-2016 Result	2016-2017 Result
1	Was the complete annual financial report (AFR) and data submitted to the TEA within 30 days of the November 27 or January 28 deadline depending on the school district's fiscal year end date of June 30 or August 31, respectively?	Yes	Yes
2a	Was there an unmodified opinion in the AFR on the financial statements as a whole?	Yes	Yes
2b	Did the external independent auditor report that the AFR was free of any instance(s) of material weaknesses in internal controls over financial reporting and compliance for local, state or federal funds?	Yes	Yes
3	Was the school district in compliance with the payment terms of all debt agreements at fiscal year end?	Yes	Yes
4	Did the school district make timely payments to the Teachers Retirement System (TRS), Texas Workforce Commission (TWC), Internal Revenue Service (IRS), and other government agencies?	Yes	Yes
5	Was the total unrestricted net position balance (Net of accretion of interest on capital appreciation bonds) in the governmental activities column in the Statement of Net Assets greater than zero?	Yes	Yes
6	Was the number of days of cash on hand and current investments in the general fund for the school district sufficient to cover operating expenditures (excluding facilities acquisition and construction)?	Yes	Yes
7	Was the measure of current assets to current liabilities ratio for the school district sufficient to cover short-term debt?	Yes	Yes
8	Was the ratio of long-term liabilities to total assets for the school district sufficient to support long-term solvency?	Yes	Yes
9	Did the school district's general fund revenues equal or exceed expenditures (excluding facilities acquisition and construction)?	Yes	Yes
10	Was the debt service coverage ratio sufficient to meet the required debt service?	Yes	Yes
11	Was the school district's administrative cost ratio equal to or less than the threshold ratio?	Yes	Yes
12	Did the school district not have a 15 percent decline in the students to staff ratio over 3 years (total enrollment to total staff)?	Yes	Yes
13	Did the comparison of PEIMS data to like information in the school district's annual financial report result in a total variance of less 3 percent of all expenditures by function?	Yes	Yes
14	Did the external independent auditor indicate the AFR was free of any instance(s) of material noncompliance for grants, contracts, and laws related to local, state, or federal funds?	Yes	Yes
15	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	Yes

Determination of Rating									
A.	Did the district answer "No" to indicators 1, 3, 4, 5 or 2.A? If so, the district's rating is F for Substandard Achievement regardless of the points earned.								
B.	Determine rating by applicable number of points. (Indicators 6-15) <table border="0"> <tr> <td>A= Superior</td> <td>90-100 points</td> </tr> <tr> <td>B = Above Standard</td> <td>80-89 points</td> </tr> <tr> <td>C = Meets Standard</td> <td>60-79 points</td> </tr> <tr> <td>F = Substandard Achievement</td> <td><60 points</td> </tr> </table>	A= Superior	90-100 points	B = Above Standard	80-89 points	C = Meets Standard	60-79 points	F = Substandard Achievement	<60 points
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Reimbursements received by the superintendent and board members

For the twelve-month period ended August 31, 2017: Description of Reimbursements	Board Members								
	Superintendent John Craft	Terry Delano	Susan Jones	Corbett Lawler	JoAnn Purser	Marvin Rainwater	Minerva Trujillo	Carlyle Walton	Shelley Wells
Meals	\$ 1,799	\$ 1,181	\$ 1,054	\$ 1,439	\$ 1,400	\$ 1,092	\$ 1,150	\$ 63	\$ 1,040
Lodging	4,080	1,134	354	2,454	3,065	784	693	0	247
Transportation	6,909	438	-	693	1,898	159	153	-	155
Motor Fuel	6	-	-	-	-	-	-	-	-
Other	1,840	500	500	885	1,545	385	545	50	545
Total	\$ 14,634	\$ 3,253	\$ 1,908	\$ 5,471	\$ 7,908	\$ 2,420	\$ 2,541	\$ 113	\$ 1,987

All "reimbursements" expenses, regardless of the manner of payment, including direct pay, credit card, cash, and purchase order are to be reported. Items to be reported per category include:

Meals: Meals consumed out of town, and in-district meals at area restaurants (outside of board meetings, excludes catered board meeting meals).

Lodging: Hotel charges.

Transportation: Airfare, car rental (can include fuel on rental, taxis, mileage reimbursements, leased cars, parking and tolls).

Motor fuel: Gasoline.

Other: Registration fees, telephone/cell phone, internet service, fax machine, and other reimbursements (or on-behalf of) to the superintendent and board member not defined above.

Detail of reimbursements reported for the superintendent and board members

Banquet costs included in "Meals": \$951.53 split evenly per each board member and the superintendent

These are not reimbursements, but are paid by the district to the organization and must be included in the FIRST reporting.

Harker Heights Chamber of Commerce	\$ 62.50
Festival of Trees	\$ 75.00
Association of the United States Army	\$ 15.90
National Association for the Advancement of Colored People	\$ 40.00
Girl Scouts Women of Distinction	\$ 65.63
Boy Scouts Silver Eagle	\$ 62.50
KISD Education Foundation Starmakers	\$ 62.50
Exchange Club Golden Deeds	\$ 30.00
Greater Killeen Chamber of Commerce	\$ 537.50
	<u>\$ 951.53</u>

Registration fees included in "Other":

National Association of Federally Impacted Schools September 2016	\$ 500.00	Terry Delano, Corbett Lawler, JoAnn Purser
National Association of Federally Impacted Schools March 2017	\$ 500.00	Susan Jones, JoAnn Purser
Region 12 Training June 2017	\$ 50.00	Carlyle Walton
School Leadership Institute June 2017	\$ 385.00	Corbett Lawler, Marvin Rainwater
School Leadership Institute June 2017	\$ 545.00	Minerva Trujillo, JoAnn Purser, Shelley Wells

Outside compensation and/or fees received by the superintendent for professional consulting and/or other personal services

For the twelve-month period ended August 31, 2017	
Name(s) of entity(ies)	Amount Received
None	\$0
Total	\$0

Compensation does not include business revenues generated from a family business (farming, ranching, etc.) that has no relation to school district business.

**Gifts received by the executive officers and board members (and first degree relatives, if any)
 (gifts that had an economic value of \$250 or more in the aggregate in the fiscal year)**

		Board Members							
For the twelve-month period ended August 31, 2017	Superintendent John Craft	Terry Delano	Susan Jones	Corbett Lawler	JoAnn Purser	Marvin Rainwater	Minerva Trujillo	Carlyle Walton	Shelley Wells
Summary amounts	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0

Note - An executive officer is defined as the superintendent, unless the board of trustees or the district administration names additional staff under this classification for local officials.

Business transactions between school district and board members

	Board Members							
For the twelve-month period ended August 31, 2017	Terry Delano ¹	Susan Jones	Corbett Lawler	JoAnn Purser	Marvin Rainwater	Minerva Trujillo	Carlyle Walton	Shelley Wells
Summary amounts	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0

Note - The summary amounts reported under this disclosure are not to duplicate the items disclosed in the summary schedule of reimbursements received by board members.

¹ Mr. Delano has disclosed that while we have no official record of purchases made by KISD to his business, since it is a restaurant in the area, that purchases could have been made by campuses using activity funds where we may not have a record. If purchases were made they would be of an amount that would be deemed immaterial in our annual financial audit.