Comprehensive
Annual Financial Report

For the Fiscal Year Ended
August 31, 2016

GALENA PARK INDEPENDENT SCHOOL DISTRICT

14705 Woodforest Blvd., Houston, Texas 77015

Prepared By the Business Department:

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GALENA PARK INDEPENDENT SCHOOL DISTRICT
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INTRODUCTORY SECTION

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GALENA PARK INDEPENDENT SCHOOL DISTRICT
Principal Officials and Advisors

Board of Trustees

Name	Office	Term Expires	Length of Service	Occupation
Wilfred J. Broussard, Jr.	President	2017	8 years	Real Estate Broker
Jeff Miller	Vice President	2019	19 years	Independent Insurance Agent
Wanda Heath Johnson	Secretary	2018	11 years	Retired
Joe Stephens	Board Member	2018	7 years	Insurance Agency Owner
Ramon Garza	Board Member	2019	6 years	Insurance Agent
Dawn Thompson Fisher	Board Member	2017	14 years	Legal Assistant
Minnie Rivera	Board Member	2018	5 years	Retired

Administrative Officials

Name	Position	Length of Service
Angi Williams, Ed.D.	Superintendent	31 years
Kenneth Wallace	Deputy Superintendent for Educational Support	16 years
Sonya George, CPA	Deputy Superintendent for Operational Support/Chief Financial Officer	5 years
Arnold Ramirez	Associate Superintendent for Human Resource Services	18 years
Terri Moore	Assistant Superintendent for Communication Services	25 years
Elizabeth Lalor	Assistant Superintendent for Educational and Academic Support	25 years
Wanna Giacona	Assistant Superintendent for Human Resource Services	22 years
John Moore	Assistant Superintendent for Operations	25 years
Crystal Murray	Assistant Superintendent for Special Projects	26 years
Yvonne Johnson, MBA, RTSBA	Executive Director for Treasury and Capital Projects Management	9 years
Julie Lee, CPA, RTSBA	Executive Director for Budget and Financial Services	3 years

Consultants and Advisors

Bond Counsel	Bracewell, Houston, Texas
Financial Advisor	SAMCO Capital Markets, Inc., Plano, Texas
Independent Auditors	Whitley Penn, LLP, Houston, Texas
Chief Appraiser	Harris County Appraisal District

CERTIFICATE OF BOARD

Galena Park Independent School District	Harris	101-910
Name of School District	County	Co.– Dist. No.

We, the undersigned, certify that the attached annual financial reports of the above named school district were reviewed and approved for the year ended August 31, 2016, at a meeting of the board of trustees of such school district on January 9, 2017.

President of the Board	Secretary of the Board

GALENA PARK INDEPENDENT SCHOOL DISTRICT

A Texas Recognized School District

14705 Woodforest Blvd. Houston, TX 77015 832-386-1204

January 3, 2017

To the Board of Trustees and Taxpayers of the Galena Park Independent School District:

The Texas Education Code requires that all school districts file a complete set of financial statements with the Texas Education Agency (TEA) within 150 days of the close of each fiscal year. The financial statements must be presented in conformity with generally accepted accounting principles (GAAP) and audited by a firm of licensed certified public accountants in accordance with auditing standards generally accepted in the United States of America and *Government Auditing Standards*, issued by the Comptroller General of the United States. Pursuant to that requirement, we hereby issue the Comprehensive Annual Financial Report of the Galena Park Independent School District (the "District") for the fiscal year ended August 31, 2016.

This report consists of management's representations concerning the finances of the District. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management of the District has established a comprehensive internal control framework that is designed both to protect the government's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the District's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the District's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects. The District's financial statements have been audited by Whitley Penn, LLP, CPAs, a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the District for the fiscal year ended August 31, 2016 are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and, evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion and that the District's financial statements for the period ended August 31, 2016, are fairly presented in conformity with GAAP. The independent auditors' report is presented as the first component of the financial section of this report.

The independent audit of the financial statements of the District was part of a broader, federally-mandated "Single Audit" designed to meet the special needs of federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal awards. These reports are available in the District's separately issued Single Audit Report.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The District's MD&A can be found immediately following the report of the independent auditors.

Profile of the District

The Galena Park Independent School District encompasses 33 square miles and is located in southeastern Harris County, Texas. Interstate Highway 10 bisects the District. While a small portion of the District is located inside the city limits of Houston, it also includes portions of the incorporated cities of Galena Park, Jacinto City, and the unincorporated communities of Greens Bayou, Woodland Acres, and the Cloverleaf Addition. The District is not included in any other governmental "reporting entity" since the Board of Trustees is elected by the public and has decision-making authority. Residents of the District elect a seven-member Board of Trustees. The respective Trustees serve overlapping three-year terms. There are no component units included in the reporting entity.

The purpose and responsibility of the District is to provide a thorough and efficient educational system for children, pre-kindergarten through grade 12, enrolled in public schools within its boundaries, whereby each child has access to programs and services that are appropriate to his or her educational needs. In addition to its regular educational program, the District offers comprehensive programs in the areas of career and technology education, special education, bilingual education, compensatory education and gifted and talented education. The District is accredited by the Texas Education Agency.

The District's 15 elementary schools, 5 middle schools, 2 high schools, 1 early college high school, and 1 alternative high school campuses are well-known for innovative programs and academic accomplishments. The District educates children from diverse backgrounds. The student body reflects the cultural diversity of Texas. Of the approximately 22,500 students enrolled, 78% are Hispanic, 15% are African American, 5% are White, and 2% identify themselves as Asian/Pacific Islander, American Indian or of more than one ethnicity.

The annual budget serves as the foundation for the District's financial planning and control. The budget development process begins in January with the Superintendent and administrative leadership team determining the budget parameters that will be used as a guide for the resource allocation process. All of the District's budget managers are required to submit requests for appropriations based on these parameters. Budget requests are forwarded to the Business Services Department for compilation and summarization. The Business Services Department personnel develop the draft budget and prioritize budget requests and potential budget reductions based on the principles established in the Superintendent's budget parameters. The preliminary budget is then presented and discussed with the Board of Trustees. The proposed budget must be prepared by August 20th for the September 1st fiscal year start date. The Board President must call a Board meeting for the purpose of discussing and adopting the budget and tax rate. A public notice of this meeting is required to be published at least 10 days, but not more than 30 days, prior to the public meeting.

The District maintains budgetary controls throughout its financial systems. The objective of the budgetary controls is to ensure compliance with legal provisions embodied in the official budget adopted by the Board. The Board adopts an official appropriations budget at the functional expenditure level for the general fund, debt service fund and the food service program included in the special revenue fund. Budgetary control is maintained at the organizational level by the encumbrance of estimated purchase amounts prior to the release of purchase orders to vendors. Outstanding encumbrances at the end of the fiscal year are treated as Assigned fund balance and are recorded as expenditures in the subsequent year upon receipt of the goods and services.

Factors Affecting Financial Condition

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which the District operates.

Local Economy. The District is located in the heart of the Houston Ship Channel industrial area, and the majority of the labor force is employed at nearby chemical plants and oil refineries. The Houston Ship Channel is located just south of the District boundary, and many residents are employed in the industrial area surrounding the Channel. The Port of Houston is one of the largest ports in the world in terms of foreign waterborne tonnage and total tonnage. Each year, more than 8,000 vessels and 200,000 barges ship goods through the port, and more than 100 steamship lines offer service, linking Houston with 1,053 ports around the world. A vital element in the infrastructure of Houston and the region, the port maintains a high level of commercial prominence that solidifies its status as a major gateway to global commerce.

A cornerstone of the area economy, the Port of Houston is a 25-mile-long complex of diversified public and private facilities designed for handling general cargo, containers, grain and other dry bulk materials, project and heavy-lift cargo, and other types of cargo. Overall, more than 1,174,567 jobs throughout Texas are directly and indirectly related to the diverse global trade and commerce activities at the port. In addition, the port generates nearly $264.9 billion of economic activity in Texas each year. Additionally, more than $5 billion in state and local tax revenues are generated by business activities related to the port.

Economic Outlook. Houston's energy, healthcare, transportation and distribution sectors have supported a continuous growth in our tax base. However, the depressed oil and gas prices, along with reduced drilling activities have caused the District's tax base to remain relatively stagnant for fiscal year 2016. In regards to our tax base, the outlook for 2017 is more promising. On November 30th, OPEC announced it would cut crude output by 1.2 million barrels per day. That along with a cut in production from the Non-OPEC producers, should equate to a reduction of 1.8 million barrels per day which will take effect on January 1, 2017, and remain in effect for at least the first six months of the year. This reduction in oil reserves will cause the oil and gas prices to increase which will have a positive impact on our tax base. The increase in oil and gas prices, in conjunction with numerous petrochemical expansion projects in the Houston Ship Channel area should produce higher tax values in the near future.

Access. The District is connected to Downtown Houston via Interstate 10 and is also linked to the entire Houston metropolitan area via the Sam Houston Toll Road. Both of these thoroughfares pass through the center of the District. The District's proximity to Houston provides the area with access to one of the nation's leading centers for medical education and research, many colleges and universities, a dynamic cultural arts community, excellent recreational opportunities, and a national center of commerce, world trade and corporate management.

Relevant Financial Policies

Budget. Budget planning is an integral part of overall program planning so that the budget effectively reflects the District's programs and activities, and provides the resources to implement them. In the budget planning process, general educational goals, specific program goals, and alternatives for achieving program goals are considered. Budget planning and evaluation are continuous processes and are a part of each month's activities.

Fund Balance. Recognizing fund balance as key in maintaining a strong financial position, the Board policy regarding fund balance stipulates a goal of maintaining an adequate fund balance. The level of adequacy for the general fund unassigned fund balance is defined as 12% of the current budget, while the debt service fund is defined as 15% of the current year debt service requirements.

Financial Planning. The District is subject to revenue limitations as outlined in the Texas Education Code. The revenues are derived from a target revenue formula based primarily on student attendance, adjusted for funding "weights" associated with the students' educational settings. Under the target revenue system, the District's maintenance and operations revenues from property taxes and state aid are capped. As collections from property taxes increase, state aid is reduced by a similar amount. On an ongoing basis, the District adjusts future projections as new data becomes available. The District maintains a Five-year Technology plan, Multi-year Fleet Replacement plan, Multi-year Fine Arts refresh plan and a Long- range facilities plan.

Awards and Acknowledgements

Our District as a whole received many recognitions and achievements during the 2015-16 school year. Starting with our Athletic Department, in December 2015, our North Shore Senior High School Mighty Mustangs Football Team claimed the Class 6A, Division I championship for the State of Texas, making us all very proud. In March 2016, our North Shore Senior High School Girls Basketball Team fought hard making it to the State Semi-Finals in a showdown for the State of Texas, Class 6A, Division I Title.

In May 2016, one of our outstanding teachers at Green Valley Elementary, Hilda Nañez, was named the Rising Star from the H-E-B Excellence in Education Awards in San Antonio, Texas. This award earned her $5,000 for herself and $5,000 for her school. The District was also named a 2016 regional finalist and competed with five other large school districts for H-E-B Large District of the Year in the same Excellence in Education recognition program.

In May 2016, the District held a successful bond referendum with voters approving a $290 million dollar bond proposal. The district will use the bond to address aging facilities, student safety and 21st century education. Plans will include the replacement of 6 elementary campuses, a new North Shore Senior High School 10th Grade Center, renovations and upgrades to all other campuses and facilities, along with land acquisition for facility opportunities. In the Fall of 2016, the District issued the first installment of the bond with a $90 million dollar issuance to begin phase one.

In June 2016, our superintendent, Dr. Angi Williams, was selected as the 2016 Region 4 Superintendent of the Year. The Region IV Service Center (Region 4) serves a seven-county area composed of 50 public school districts and 41 open-enrollment charter schools, representing more than 1.1 million students, 91,000 educators, and 1,500 campuses. In August 2016, Dr. Williams was also named one of five finalist for the 2016 Texas Association of School Board's Superintendent of the Year. The Superintendent of the Year award recognizes exemplary superintendent for their strong leadership skills, dedication to improving the quality of education in their school districts, commitment to public support and involvement in education, and ability to build good employee relations among teachers and staff members.

The TEA has awarded the District a "Superior" rating for the year ended August 31, 2015. This is the 14th year of the State's financial accountability rating system for school districts (School FIRST). The rating is based upon an analysis of staff and student data reported for the 2014-15 school year and budgetary and actual financial data for the fiscal year ended August 31, 2015.

In February 2016, the District's Purchasing Department was recognized with the Award of Merit for Purchasing Operations by the Texas Association of School Business Officials. The award recognized a district's achievement in implementing best practices in the area of purchasing.

The District was also recognized by the Association of School Business Officials International (ASBO) as a first year recipient of the ASBO International's *Pathway* to the Meritorious Budget Award (MBA) for the 2015-16 Budget document. The award recognizes excellence in school budget presentation.

The Association of School Business Officials International (ASBO) awarded a Certificate of Excellence in Financial Reporting and the Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the District for its Comprehensive Annual Financial Report (CAFR) for the year ended August 31, 2015.

In order to be awarded the certificates, a governmental unit must publish an efficiently organized Comprehensive Annual Financial Report, the contents of which must conform to program standards. The report must satisfy both generally accepted accounting principles and applicable legal requirements. The District has received the ASBO award for five consecutive years and the GFOA award for four years. The certificates are valid for a period of one year only. We believe that our current CAFR continues to meet the requirements of both certificate programs, and it will be submitted accordingly to ASBO and GFOA to determine its eligibility for a 2016 certificate.

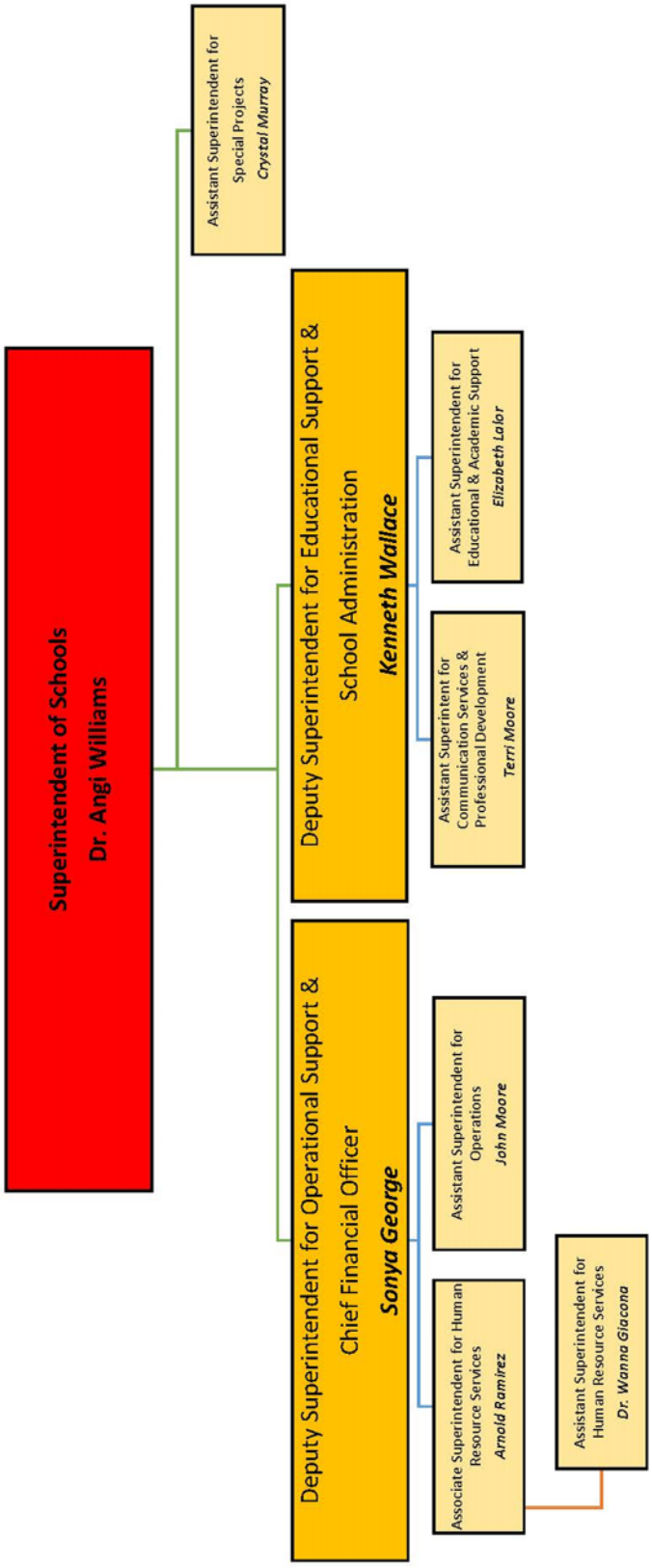
The preparation of this report would not have been possible without the efficient and dedicated services of the entire staff of the Business Services Department. We would like to express our appreciation to all members of the department who assisted and contributed to the preparation of this report. Credit also must be given to the Board of Trustees for their unfailing support for maintaining the highest standards of professionalism in the management of the District's finances. Finally, we would like to thank the residents of the District for their support of and belief in our public school system, and the teachers and campus teams who provide the quality education for which our District is known.

Respectfully submitted,

Angi Williams, Ed.D
Superintendent of Schools

Sonya George
Chief Financial Officer

GALENA PARK INDEPENDENT SCHOOL DISTRICT
ORGANIZATIONAL CHART



Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Galena Park Independent School District, Texas

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

August 31, 2015

Executive Director/CEO

ASSOCIATION OF SCHOOL BUSINESS OFFICIALS INTERNATIONAL

The Certificate of Excellence in Financial Reporting Award
is presented to

Galena Park Independent School District

for its Comprehensive Annual Financial Report (CAFR)
for the Fiscal Year Ended August 31, 2015.

The CAFR has been reviewed and met or exceeded
ASBO International's Certificate of Excellence standards.

Brenda R. Burkett, CPA, CSBA, SFO
President

John D. Musso, CAE, RSBA
Executive Director

FINANCIAL SECTION

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INDEPENDENT AUDITORS' REPORT

To the Board of Trustees
Galena Park Independent School District
Galena Park, Texas

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund and the aggregate remaining fund information of Galena Park Independent School District (the "District") as of and for the year ended August 31, 2016, and the related notes to 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 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 of material misstatement.

An audit includes 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 entity'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 entity'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 financial statement presentation.

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

Opinions

In our opinion, based on our audit, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the District as of August 31, 2016, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 7 through 15 and the Budgetary Comparison Schedule and Pension Information on pages 56 through 61 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 the 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 District's basic financial statements. The other supplementary information (as described in the accompanying table of contents) and the other information, such as the introductory and statistical section are presented for the purposes of additional analysis and are not a required part of the basic financial statements.

The other supplementary information (as described in the accompanying table of contents) is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. 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, based on our audit, the procedures performed as described above, the other supplementary information (as described in the accompanying table of contents) is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory and statistical sections 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 it.

To the Board of Trustees
Galena Park Independent School District

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated January 3, 2017, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is 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 internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

Whitley Penn LLP

Houston, Texas
January 3, 2017

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MANAGEMENT'S DISCUSSION AND ANALYSIS

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As management of the Galena Park Independent School District (District), we offer readers of the District's financial statements this narrative overview and analysis of the financial activities of the District for the fiscal year ended August 31, 2016.

Financial Highlights

- The assets and deferred outflows of resources of the District exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by $142,042,494 (net position). Of this amount, $58,897,199 (unrestricted net position) may be used to meet the District's ongoing obligations to students and creditors.

- The District's total net position increased by $18,113,857 in comparison to with the prior year.

- As of the close of the current fiscal year, the District's governmental funds reported combined ending fund balances of $150,431,764, an increase of $18,646,131 in comparison with the prior year. The increase in governmental fund balances was primarily due to the increase in the general fund balance of $15,578,513.

- At the end of the current fiscal year, unassigned fund balance for the general fund was $82,326,206, or 41.2 percent of total general fund expenditures.

- The District's total bonded debt decreased by $13,039,617 or 7.1 percent during the current fiscal year.

Overview of the Financial Statements

This discussion and analysis is 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 required supplementary information and other supplementary information in addition to the basic financial statements.

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, deferred outflows of resources, liabilities and deferred inflows of resources, with the difference 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 showing how the District's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows.* Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused compensated absences).

The government-wide financial statements of the District are principally supported by taxes and intergovernmental revenues *(governmental activities)*. The governmental activities of the District include Instruction, Instructional Resources and Media Services, Curriculum and Instructional Staff Development, Instructional Leadership, School Leadership, Guidance, Counseling, and Evaluation Services, Social Work Services, Health Services, Student Transportation, Food Services, Extracurricular Activities, General Administration, Facilities Maintenance and Operations, Security and Monitoring Services, Data Processing Services, Community Services, Interest on Long-term Debt, Bond Issuance Costs and Fees, Facilities Acquisition and Construction, and Payments to Appraisal Districts.

The government-wide financial statements can be found on pages 18 through 19 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 legal requirements. 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 District'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 District'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 maintains twenty-four individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund, debt service fund and child nutrition fund, all of which are considered to be major funds. Data from the other twenty-one governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in the financial statements. The District adopts an annual appropriated budget for its general fund, debt service fund, and child nutrition special revenue fund.

The basic governmental fund financial statements can be found on pages 20 through 23 of this report.

Proprietary Fund

The District maintains an internal service fund, one type of proprietary fund. *Internal service funds* are an accounting device used to accumulate and allocate costs internally among the District's various funds and functions. The District uses an internal service fund to account for its print shop copier services. Because this service predominantly benefits governmental functions, it has been included within *governmental activities* in the government-wide financial statements.

Proprietary fund statements provide the same type of information as the government-wide financial statements, only in more detail. The internal service fund financial statements provide separate information for the print shop.

The basic proprietary fund financial statements can be found on pages 24 through 26 of this report.

Fiduciary Fund

The fiduciary funds are used to account for resources held for the benefit of students. The fiduciary fund is *not* reflected in the government-wide financial statement because the resources of those funds are *not* available to support the District's own programs. The Agency fund is custodial in nature (assets equal liabilities) and does not involve measurement of results of operation. In addition, the District's private - purpose trust fund reports a trust arrangement under which principal and income benefit individuals.

The basic fiduciary fund financial statement can be found on pages 27 through 28 of this report.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 29 through 53 of this report.

Required Supplementary 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. The required supplementary information relates to comparison of the original adopted budget, the final amended budget, and the actual amounts for the fiscal year. This is required supplementary information for the general fund and any major special revenue funds. In fiscal year 2015 the District implemented GASB Statements Nos. 68 and 71 which add required new schedules related to pensions. The required supplementary information can be found on pages 56 through 61 of this report.

Other Information

The combining and individual fund statements and schedules and other supplementary information are presented immediately following the required supplementary information and can be found on pages 64 through 80 of this report.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a District's financial position. In the case of the District, assets and deferred outflows of resources exceeded liabilities and deferred inflows by $142,042,494 at the close of the most recent fiscal year.

The District's investment in capital assets (e.g., capitalized bond and debt issuance costs, land, buildings and improvements, furniture and equipment, construction in progress); less any outstanding related debt used to acquire those assets totaled $71,473,347. 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.

Galena Park Independent School District's Net Position

	2016	2015
Current and other assets	$ 170,032,690	$ 149,655,864
Capital assets	240,114,984	245,872,368
Total Assets	410,147,674	395,528,232
Deferred Loss on Refunding	2,832,809	3,485,616
Deferred Outflows - pension	22,678,027	6,205,793
Total Deferred Outflows of Resources	25,510,836	9,691,409
Current liabilities	10,990,806	7,833,305
Long term liabilities	278,959,222	265,606,081
Total Liabilities	289,950,028	273,439,386
Deferred inflows - pension	3,665,988	7,851,618
Total Deferred Inflows of Resources	3,665,988	7,851,618
Net Position:		
Net investment in capital assets	71,473,347	64,843,915
Restricted	11,671,948	9,080,679
Unrestricted	58,897,199	50,004,043
Total Net Position	$ 142,042,494	$ 123,928,637

Net position of $11,671,948 is restricted for state, federal and local programs, debt service. The remaining balance of *unrestricted net position* $58,897,199 may be used to meet the District's ongoing obligations to students and creditors. The District's net position increased by $18,113,857 during the current fiscal year due to an increase in property tax revenues in comparison to the prior year.

Galena Park Independent School District's Changes in Net Position

	2016	2015
Program Revenues		
Charges for services	$ 4,674,105	$ 4,348,533
Operating grants	29,381,400	34,844,417
General Revenues		
Property taxes	121,304,611	112,784,242
State aid	102,779,386	111,798,949
Grants and contributions not restricted	23,999	69,486
Interest earnings	687,509	206,950
Other	294,298	298,220
Total Revenues	259,145,308	264,350,797
Expenses		
Instruction	119,286,904	118,671,778
Instructional resources and media services	2,753,916	2,484,130
Curriculum and instructional staff development	5,432,709	5,049,277
Instructional leadership	5,758,176	5,446,409
School leadership	13,720,730	12,226,016
Guidance, counseling, and evaluation services	7,635,301	6,971,684
Social work services	696,048	533,315
Health services	1,828,426	1,745,665
Student transportation	6,478,596	6,060,314
Food services	15,007,128	13,898,421
Extracurricular activities	5,424,069	4,956,638
General administration	7,914,425	7,523,092
Facilities, maintenance and operations	27,253,373	28,066,758
Security and monitoring services	2,568,194	2,572,674
Data processing services	3,815,141	3,177,492
Community services	1,411,317	1,389,389
Interest on long-term debt	10,967,667	10,832,510
Facilities repairs and maintenance	2,170,865	97,650
Payments to appraisal districts	908,466	857,019
Total Expenses	241,031,451	232,560,231
Increase (Decrease) in Net Position	18,113,857	31,790,566
Beginning Net Position	123,928,637	121,218,912
Prior period adjustment	-	(29,080,841)
Ending Net Position	$ 142,042,494	$ 123,928,637

Governmental Activities

Governmental activities increased the District's net position by $18,113,857. Key elements of this increase are as follows:

> Revenues are generated primarily from two sources. Grants and contributions (program and general revenues totaling $132,184,785 represent 51 percent of total revenues and property taxes of $121,304,611 represent 47 percent of total revenues. The remaining $5,655,912 is generated from charges for services, investment earnings, and miscellaneous revenues. Property tax revenues increased by approximately $8.5 million due to higher appraised tax values.

The primary functional expense of the District is instruction, which at $119,286,904 represents 49 percent of total expenses. Facilities maintenance and operations expenses of $27,253,373 represent 11 percent of total expenses. Food services expenses of $15,007,128 represent 6 percent of total expenses. The remaining individual functional categories of expenses are each less than 6 percent of total expenses.

Financial Analysis of the Government's Funds

As noted earlier, the District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

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 a District's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the District's governmental funds reported combined ending fund balances of $150,431,764, an increase of $18,646,131 in comparison with the prior year. The increase in ending governmental fund balances is primarily due to increases in the general fund.

The general fund is the chief operating fund of the District. At the end of the current fiscal year, unassigned fund balance of the general fund was $82,326,206, while total fund balance reached $138,319,826. As a measure of the general fund's liquidity, it may be useful to compare both unassigned, fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 41.2 percent of total general fund expenditures, while total fund balance represents 69 percent of that same amount.

The increase in the general fund's fund balance of $15,578,513 was primarily due to the increase in property taxes due to higher appraisal values and a slight increase in the average daily attendance which increased our State funds.

The debt service fund has a total fund balance of $7,539,501, all of which is restricted for the payment of debt service. The net increase in the debt service fund balance during the current year of $3,514,871 was primarily due to the increase in property taxes due to higher appraisal tax values.

The child nutrition fund has a total fund balance of $ 3,447,393, of which $411,560 is non-spendable inventory and $3,035,833 is restricted the for child nutrition program. The net decrease in the child nutrition fund balance during the current year of 366,017 was primarily due to an increase in capital improvements in campus kitchens and student nutrition serving areas.

Proprietary Fund

The District's proprietary fund financial statement, internal service printing services, provides detail information about the profitability of the Print Shop Fund. At the end of the year, net position was $120,702, an increase of $24,884 compared to the prior year. The net change in fund's position is eliminated and allocated to the governmental expenses in the government-wide financial statements.

General Fund Budgetary Highlights

Actual expenditures were $3.3 million below final budgeted amounts. The positive variance was primarily due to the positive variances in facilities maintenance and operations and student transportation of $1.1 million and $721 thousand, respectively. To provide further analysis, capital outlay, other operating expenditures and professional and contracted services were lower than anticipated which allowed the District to come under budget by approximately $1.5 million, $929 thousand and $918 thousand, respectively.

Resources available were $3.32 million over the final budgeted amounts. This favorable variance was due to higher actual revenues than final budgets in local and state revenue categories of $693 thousand, and $2.76 million respectively. Federal revenues were $129 thousand less than final budgeted amounts. The review of the final amended budget versus actual for the general fund reflected a positive budget variance in the amount of $6.7 million, thus eliminating the need to draw upon existing fund balances.

Capital Assets and Long-term Liabilities

Capital Assets

The District's investment in capital assets for its governmental type activities as of August 31, 2016, amounts to $240,114,984 (net of accumulated depreciation). This investment in capital assets includes land, buildings and improvements, furniture and equipment and vehicles. The total decrease in the District's investment in capital assets for the current fiscal year was $5,757,385. Changes in capital assets are shown below:

Galena Park Independent School District's Capital Assets

	Balance September 1, 2015	Additions	Retirements and Transfers	Balance August 31, 2016
Land	$ 14,045,830	$ 3,645,384	$ -	$ 17,691,214
Building and improvements	343,695,976	-	46,401	343,742,377
Furniture and equipment	43,958,793	2,254,380	(19,908,925)	26,304,248
Vehicles	10,491,699	1,549,491	(431,191)	11,609,999
	412,192,298	7,449,255	(20,293,715)	399,347,838
Less accumulated depreciation for:				
Buildings and improvements	(130,852,663)	(8,090,825)	(59,559)	(139,003,047)
Furniture and equipment	(28,227,959)	(2,394,499)	17,848,539	(12,773,919)
Vehicle	(7,239,307)	(724,796)	508,215	(7,455,888)
	(166,319,929)	(11,210,120)	18,297,195	(159,232,854)
Governmental Capital Assets	$ 245,872,369	$ (3,760,865)	$ (1,996,520)	$ 240,114,984

Additional information on the District's capital assets can be found in Note 4 on page 41 of the notes to the financial statements.

Long-term Liabilities

At the end of the current fiscal year, the District had $171,474,446 in bonded debt outstanding, a decrease of $13,039,617 over the previous year. The District's bonds are sold with an "AAA" rating and are guaranteed through the Texas Permanent School Fund Guarantee Program or by a municipal bond insurance policy. The underlying rating of the bonds from Standard and Poor's is "A+" and from Moody's Investors Service is "Aa2" for general obligation debt.

Changes to long-term debt, for the year ended August 31, 2016 are as follows:

Galena Park Independent School District's Long-term Liabilities

	Balance September 1 , 2015	Additions	Retirements	Balance August 31, 2016
General obligation bonds	$ 177,169,351	$ -	$ (11,511,817)	$ 165,657,534
Plus amounts for issuance premiums	5,233,360	-	(796,281)	4,437,079
Qualified zone academy bonds	2,111,352	-	(731,519)	1,379,833
Accreted interest on premium compound interest bonds	54,215,247	5,078,998	(2,503,184)	56,791,061
Accrued compensated absences	1,209,750	267,982	(177,702)	1,300,030
	$ 239,939,060	$ 5,346,980	$ (15,720,503)	$ 229,565,537

Additional information on the District's long-term liabilities can be found in Note 6 on pages 42 through 44 of the notes to the financial statements.

Economic Factors and Next Year's Budgets and Tax Rates

The District's Board of Trustees and Administrators considered a variety of factors when adopting the budget for the 2016-17 fiscal year. Those factors include property values, enrollment trends, state funding, the economy, and legislative mandates. The following assumptions were taken into account when adopting the general operating budget for 2016-17.

- The tax rate for 2016-17 is $1.5633 with $1.2433 applicable to maintenance and operations and $0.3200 for debt service. The debt rate reflects an increase of $0.0499 from the prior year. The increase is necessary due to the increase in debt service requirements resulting from the sale of $90,000,000 in new bonds during the Fall of 2016.
- Taxable values used for the 2016-17 adopted budget are expected to increase by approximately 2% above 2015-16 levels. The budgeted property tax revenues were based on a taxable value of $8.3 billion with a 97.5% collection rate.
- The district's 2016-17 average daily attendance is estimated to remain unchanged from 2015-16 at 21,001.

State Funding available for appropriation in the 2015-16 and 2016-17 budgets increased by approximately $100 per student due to changes in the Foundation School Program funding formulas. The formula changes were included in House Bill 1 passed during the 84th Legislative session. Senate Bill 1 included provisions to cut taxes for homeowners by increasing the mandatory state homestead exemption by $10,000 increasing the total state exemption to $25,000. The legislature did authorize modifications in property valuations used in the state aid formulas to offset the loss in local property tax revenue.

With voter approval from a tax ratification election held in December 2007 the maintenance and operations tax rate increased from $1.1134 to $1.1834 per $100 valuation. A second successful tax ratification election in September 2012 increased the maintenance and operations tax rate an additional .5999 cents for a total rate of $1.2433. Both of the successful elections and resulting tax rate increases generate additional property tax revenue and maximize the amount of state aid the district can receive utilizing the current state funding formulas. The additional funds generated from these elections continue to help the district in meeting ongoing financial needs.

Amounts available for appropriation in the general fund are $204.7 million, an increase of $6.6 million from the previous year. Expenditures are budgeted to increase 3.3% to $204.7 million. The majority of the increase in budgeted expenditures was to fund payroll cost associated with new positions needed to support increasing special populations of students and to fund a 2% of midpoint general pay increase for teachers and all other staff. A balanced budget was adopted for 2016-17. If these budgetary estimates are realized, the District's General Fund balance will remain unchanged by August 31, 2017.

Request 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 and to show the District's accountability for the money it receives. Questions concerning any of the information provided in this report, or requests for additional information, should be addressed to the Office of the Executive Director of Budget and Financial Support Services, Galena Park Independent School District, 14705 Woodforest Blvd, Houston, TX 77015.

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BASIC FINANCIAL STATEMENTS

GALENA PARK INDEPENDENT SCHOOL DISTRICT *Exhibit A-1*

STATEMENT OF NET POSITION

August 31, 2016

Data Control Codes		Governmental Activities
	Assets	
1110	Cash and cash equivalents	$ 151,013,389
1225	Property taxes receivables, net	8,853,571
1240	Due from other governments	8,986,975
1290	Other receivables, net	498,559
1300	Inventories	679,696
1490	Other current assets	500
	Capital assets not subject to depreciation:	
1510	Land	17,691,214
	Capital assets net of depreciation:	
1520	Buildings and improvements, net	204,739,330
1531	Vehicles, net	4,154,111
1530	Furniture and equipment, net	13,530,329
1000	**Total Assets**	410,147,674
	Deferred Outflows of Resources	
1700	Deferred loss on refunding	2,832,809
1705	Deferred outflows - pension	22,678,027
	Total Deferred Outflows of Resources	25,510,836
	Liabilities	
2110	Accounts payable	2,916,292
2140	Interest payable	378,324
2150	Payroll deductions and withholdings	1,421,210
2160	Accrued wages payable	5,952,111
2177	Due to external parties	1,000
2180	Due to other governments	153,036
2300	Unearned revenue	168,833
	Noncurrent Liabilities:	
2501	Due within one year	14,585,966
2502	Due in more than one year	214,979,571
2540	Net pension liability	49,393,685
2000	**Total Liabilities**	289,950,028
	Deferred Inflows of Resources	
2605	Deferred inflows - pension	3,665,988
	Total Deferred Inflows of Resources	3,665,988
	Net Position	
3200	Net investment in capital assets	71,473,347
	Restricted for:	
3820	Federal and state programs	22,942
3840	Food service	3,035,833
3850	Debt service	8,613,173
3900	Unrestricted	58,897,199
3000	**Total Net Position**	$ 142,042,494

See Notes to the Financial Statements

GALENA PARK INDEPENDENT SCHOOL DISTRICT *Exhibit B-1*

STATEMENT OF ACTIVITIES

For the Year Ended August 31, 2016

Data Control Codes	Functions/Programs	Expenses	Program Revenue: Charges for Services	Program Revenue: Operating Grants and Contributions	Net (Expense) Revenue and Changes in Net Position: Primary Governmental Activities
	Governmental activities:				
11	Instruction	$ 119,286,904	$ 804,888	$ 6,327,449	$ (112,154,567)
12	Instructional resources and media services	2,753,916	-	149,901	(2,604,015)
13	Curriculum and instructional staff development	5,432,709	-	2,926,879	(2,505,830)
21	Instructional leadership	5,758,176	-	1,154,000	(4,604,176)
23	School leadership	13,720,730	160,176	820,283	(12,740,271)
31	Guidance, counseling, and evaluation services	7,635,301	-	842,662	(6,792,639)
32	Social work services	696,048	-	97,993	(598,055)
33	Health services	1,828,426	-	1,917,331	88,905
34	Student transportation	6,478,596	-	470,475	(6,008,121)
35	Food services	15,007,128	181,054	11,829,777	(2,996,297)
36	Extracurricular activities	5,424,069	2,339,622	174,530	(2,909,917)
41	General administration	7,914,425	-	413,457	(7,500,968)
51	Facilities maintenance and operations	27,253,373	1,188,365	1,405,570	(24,659,438)
52	Security and monitoring services	2,568,194	-	23,703	(2,544,491)
53	Data processing services	3,815,141	-	137,118	(3,678,023)
61	Community services	1,411,317	-	680,200	(731,117)
72	Interest on long-term debt	10,967,667	-	-	(10,967,667)
81	Facilities repairs and maintenance	2,170,865	-	10,072	(2,160,793)
99	Payments to Appraisal District	908,466	-	-	(908,466)
TG	**Total governmental activities**	$ 241,031,451	$ 4,674,105	$ 29,381,400	$ (206,975,946)

Data Control Codes		
	General revenues:	
	Taxes:	
MT	Property taxes, levied for general purposes	$ 99,623,240
DT	Property taxes, levied for debt service	21,681,371
SF	State-aid formula grants	102,779,386
GC	Grants and contributions not restricted	23,999
IE	Investment earnings	687,509
MI	Miscellaneous	294,298
TR	**Total general revenues**	225,089,803
CN	Change in net position	18,113,857
NB	**Net position - beginning**	123,928,637
NE	**Net position - ending**	$ 142,042,494

See Notes to the Financial Statements

GALENA PARK INDEPENDENT SCHOOL DISTRICT *Exhibit C-1*

BALANCE SHEET

GOVERNMENTAL FUNDS

August 31, 2016

Data Control Codes		General Fund	Debt Service Fund	Child Nutrition Fund	Nonmajor Governmental Funds	Total Governmental Funds
	Assets					
1110	Cash and temporary investments	$ 133,446,687	$ 7,149,477	$ 9,038,080	$ 1,256,552	$ 150,890,796
	Receivables:					
1220	Delinquent property taxes receivables	8,687,986	1,652,675	-	-	10,340,661
1230	Allowance for uncollectible taxes (credit)	(1,272,245)	(214,845)	-	-	(1,487,090)
1240	Receivables from other governments	5,944,603	382,554	459,980	2,199,838	8,986,975
1260	Due from other funds	7,940,583	21,836	-	5,874	7,968,293
1290	Other receivables	480,590	-	15,970	1,999	498,559
1300	Inventories, at cost	268,136	-	411,560	-	679,696
1490	Other current assets	500	-	-	-	500
1000	**Total Assets**	$ 155,496,840	$ 8,991,697	$ 9,925,590	$ 3,464,263	$ 177,878,390
	Liabilities and Fund Balance					
	Liabilities:					
2110	Accounts payable	$ 2,193,718	$ -	$ 627,767	$ 94,742	$ 2,916,227
2140	Interest payable		14,165			14,165
2150	Payroll deductions and withholdings	1,421,210	-	-	-	1,421,210
2160	Accrued wages payable	5,628,670	-	131,156	190,463	5,950,289
2170	Due to other funds	282,023	201	5,719,274	1,967,795	7,969,293
2180	Payable to other governments	153,036	-	-	-	153,036
2300	Unearned revenue	82,614	-	-	86,219	168,833
2000	**Total Liabilities**	9,761,271	14,366	6,478,197	2,339,219	18,593,053
	Deferred Inflows of Resources					
2600	Unavailable revenue - property taxes	7,415,743	1,437,830		-	8,853,573
	Total Deferred Inflows of Resources	7,415,743	1,437,830	-	-	8,853,573
	Fund Balance:					
	Nonspendable:					
3410	Inventories	268,136	-	411,560	-	679,696
	Restricted					
3450	Grants	-	-	3,035,833	22,942	3,058,775
3470	Capital acquisition program	-	-	-	-	-
3480	Debt service	-	7,539,501	-	-	7,539,501
	Committed					
3545	Campus activity	-	-	-	1,102,102	1,102,102
3590	**Assigned**	55,725,484	-	-	-	55,725,484
3600	**Unassigned**	82,326,206		-	-	82,326,206
3000	**Total Fund Balances**	138,319,826	7,539,501	3,447,393	1,125,044	150,431,764
4000	**Total Liabilities and Fund Balance**	$ 155,496,840	$ 8,991,697	$ 9,925,590	$ 3,464,263	$ 177,878,390

See Notes to the Financial Statements.

GALENA PARK INDEPENDENT SCHOOL DISTRICT *Exhibit C-2*

RECONCILIATION OF BALANCE SHEET FOR GOVERNMENTAL FUNDS TO STATEMENT OF NET POSITION

August 31, 2016

Data Control Codes		
	Total fund balance, governmental funds	$ 150,431,764
	Amounts reported for governmental activities in the statement of net position (A-1) are different because:	
	Capital assets used in governmental activities are not financial resources and therefore are not reported as assets in governmental funds.	
1	Capital assets at historical cost, net of accumulated depreciation, where applicable	240,114,984
	Property taxes receivable have been levied and are due this year, but are not available soon enough to pay for the current period's expenditures, these property taxes and related penalty and interest amounts (net of allowance for	
2	uncollectible accounts).	8,853,573
3	Deferred loss on refunding	2,832,809
4	Deferred inflows and outflows related to pension liability	19,012,039
	Long-term liabilities, including bonds payable, are not due and payable in the current period, and therefore are not reported as liabilities in the funds. Long-term liabilities at year end consist of:	
5	General obligation bonds	(167,037,367)
6	Premiums on issuance	(4,437,079)
7	Accreted interest on premium compound interest bonds	(56,791,061)
8	Accrued compensated absences	(1,300,030)
9	Accrued interest payable	(364,155)
10	Net pension liability	(49,393,685)
11	Addition of Internal Service fund net position	120,702
19	**Total net position - governmental activities**	$ 142,042,494

See Notes to the Financial Statements.

GALENA PARK INDEPENDENT SCHOOL DISTRICT *Exhibit C-3*

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - GOVERNMENTAL FUNDS

For the Year Ended August 31, 2016

Data Control Codes		General Fund	Debt Service Fund	Child Nutrition Fund	Nonmajor Governmental Funds	Total Governmental Funds
	Revenues					
5700	Local, intermediate, and out-of-state	$ 102,583,906	$ 21,930,632	$ 2,372,216	$ 1,558,858	$ 128,445,612
5800	State program revenues	110,007,247	1,645,363	78,557	263,916	111,995,083
5900	Federal program revenues	2,855,646	-	11,619,129	11,847,850	26,322,625
5020	**Total revenues**	215,446,799	23,575,995	14,069,902	13,670,624	266,763,320
	Expenditures					
	Current:					
0011	Instruction	112,544,711	-	-	7,397,579	119,942,290
0012	Instructional resources and media services	2,432,634	-	-	42,245	2,474,879
0013	Curriculum and instructional staff development	2,468,658	-	-	2,770,292	5,238,950
0021	Instructional leadership	4,674,886	-	-	858,317	5,533,203
0023	School leadership	13,065,837	-	-	185,442	13,251,279
0031	Guidance, counseling and evaluation services	7,001,756	-	-	384,861	7,386,617
0032	Social work services	745,692	-	-	75,213	820,905
0033	Health services	1,619,028	-	-	124,437	1,743,465
0034	Student transportation	6,811,920	-	-	151,938	6,963,858
0035	Food services	-	-	14,151,542	-	14,151,542
0036	Extracurricular activities	3,797,755	-	-	1,044,007	4,841,762
0041	General administration	7,625,962	-	-	42,473	7,668,435
0051	Facilities maintenance and operations	25,011,521	-	297,007	50,973	25,359,501
0052	Security and monitoring services	2,588,012	-	-	2,891	2,590,903
0053	Data processing services	3,294,312	-	-	274	3,294,586
0061	Community services	744,753	-	-	620,914	1,365,667
	Debt service:					
0071	Principal on long-term debt	731,519	11,511,816	-	-	12,243,335
0072	Interest on long-term debt	53,695	8,542,562	-	-	8,596,257
0073	Bond issuance costs and fees	2,310	6,750	-	-	9,060
	Capital outlay:					
0081	Facilities acquisition and construction expenditures	3,817,722	-	-	-	3,817,722
	Intergovernmental:					
0099	Payments to appraisal district	908,466	-	-	-	908,466
6030	**Total Expenditures**	199,941,149	20,061,128	14,448,549	13,751,856	248,202,682
1100	Excess (deficiency) of revenues over expenditures	15,505,650	3,514,867	(378,647)	(81,232)	18,560,638
	Other Financing Sources (Uses)					
7912	Sale of real or personal property	72,863	-	12,630	-	85,493
7915	Transfers in	-	4	-	-	4
8911	Transfers out	-	-	-	(4)	(4)
7080	Total other financing sources and uses	72,863	4	12,630	(4)	85,493
1200	Net change in fund balances	15,578,513	3,514,871	(366,017)	(81,236)	18,646,131
0100	**Fund Balance - beginning**	122,741,313	4,024,630	3,813,410	1,206,280	131,785,633
3000	**Fund Balance - ending**	$ 138,319,826	$ 7,539,501	$ 3,447,393	$ 1,125,044	$ 150,431,764

See Notes to the Financial Statements.

GALENA PARK INDEPENDENT SCHOOL DISTRICT *Exhibit C-4*

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES

For the Year Ended August 31, 2016

Data Control Codes		
	Net change in fund balances - total governmental funds (from C-3)	$ 18,646,131
	Amounts reported for governmental activities in the statement of activities (B-1) are different because:	
	Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense.	
1	Governmental funds capital outlay	7,449,255
2	Governmental activities depreciation expense	(11,210,120)
3	Governmental funds report the entire sales price (proceeds) from sale of an asset as revenue because it provides current financial resources. In contrast, the Statement of Activities reports only the gain or loss on the sale of the assets. Thus the change in net position differs from the change in fund balance by the book value of the assets sold and disposed. The District disposed of certain assets that resulted in a loss.	(1,996,520)
4	Property tax revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	(1,521,681)
5	Pension contributions made after the net pension liability date are reported as expenditures in the governmental funds and are reported as deferred outflows on the face of the statement of net position	4,714,248
6	Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.	12,243,335
	Some expenses reported in the statement of activities do not require the use of current financial resources and these are not reported as expenditures in governmental funds:	
7	Decrease in interest payable not recognized in fund statements	66,720
8	Increase in long-term portion of accrued compensated absences	(90,280)
9	Accreted interest on capital appreciation bonds	(5,068,996)
10	Amortization of premiums, deferred loss on refunding	143,474
11	Capital appreciation bonds matured and related accreted interest	2,503,184
12	Pension expense for the pension plan measurement year	(7,789,776)
13	Internal service funds are used by management to charge the costs of certain activities, such as Copy Center, to individual funds. The net revenue (expense) of the internal service funds is reported with governmental funds. (see D-2)	24,883
	Change in net position of governmental activities (see B-1)	$ 18,113,857

See Notes to the Financial Statements.

GALENA PARK INDEPENDENT SCHOOL DISTRICT *Exhibit D-1*

STATEMENT OF NET POSITION

PROPRIETARY FUNDS

August 31, 2016

Data Control Codes		Governmental Activities Internal Service Fund
	Assets	
	Current Assets:	
1110	Cash and cash equivalents	$ 122,593
	Total current assets	122,593
	Liabilities	
	Current Liabilities:	
2110	Accounts payable	70
2160	Accrued wages payable	1,821
	Total current liabilities	1,891
2000	**Total Liabilities**	1,891
	Net Position	
3800	Unrestricted net position	$ 120,702

See Notes to the Financial Statements.

GALENA PARK INDEPENDENT SCHOOL DISTRICT *Exhibit D-2*

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION PROPRIETARY FUNDS

For the Year Ended August 31, 2016

Data Control Codes		Governmental Activities Internal Service Fund
	Operating Revenues	
5749	Miscellaneous revenue from local sources	$ 270,601
5020	**Total Operating Revenues**	270,601
	Operating Expenses	
6100	Payroll costs	67,765
6200	Purchased and contracted services	140,952
6300	Supplies and materials	36,705
6400	Other operating expenses	295
6030	**Total Operating Expenses**	245,717
1200	Operating Income (Loss)	24,884
	Net Position	
0100	**Net Position - September 1 (Beginning)**	95,818
3300	**Net Position - August 31 (Ending)**	$ 120,702

See Notes to the Financial Statements.

GALENA PARK INDEPENDENT SCHOOL DISTRICT *Exhibit D-3*

STATEMENT OF CASH FLOWS

PROPRIETARY FUNDS

Year Ended August 31, 2016

	Governmental Activities Internal Service Fund
Cash Flows from Operating Activities:	
Cash received from customers	$ 270,601
Cash payments to suppliers for goods and services	(189,555)
Cash payments to employees	(67,479)
Net Cash Provided by Operating Activities	13,567
Net Increase in Cash and Cash Equivalents	13,567
Cash and Cash Equivalents at Beginning of Year	109,026
Cash and Cash Equivalents at End of Year	$ 122,593
Reconciliation of Operating Income to Net Cash Provided by Operating Activities:	
Operating Income	$ 24,884
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities:	
Change in Assets and Liabilities:	
Increase (decrease) in Accounts Payable	(643)
Increase (decrease) in Accrued Wages Payable	286
Increase (decrease) in Interfund Payables	(10,960)
Net Cash Provided by (Used for) Operating Activities	$ 13,567

See Notes to the Financial Statements.

GALENA PARK INDEPENDENT SCHOOL DISTRICT

Exhibit E-1

STATEMENT OF FIDUCIARY NET POSITION

August 31, 2016

Data Control Codes		Private Purpose Trust Fund	Student Activity Fund
	Assets		
1110	Cash and cash equivalents	$ 79,539	$ 261,261
	Receivables:		
1260	Due from external parties	1,000	-
1000	**Total Assets**	80,539	$ 261,261
	Liabilities		
2110	Accounts payable	5,740	$ 6,146
2190	Due to student groups	-	255,115
2000	**Total Liabilities**	5,740	$ 261,261
	Net Postion		
3590	Held In Trust for Other Purposes	74,799	

See Notes to the Financial Statements.

GALENA PARK INDEPENDENT SCHOOL DISTRICT *Exhibit E-2*

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION

For the Year Ended August 31, 2016

	Private Purpose Trust Fund
Additions	
Gifts and contributions	$ 16,571
Earnings on investments	36
Total Additions	16,607
Deductions	
Scholarships awarded	49,174
Total deductions	49,174
Change in net postion	(32,567)
Net postion, beginning of year	107,366
Net postion, end of year	$ 74,799

See Notes to the Financial Statements.

Note 1 - Summary of Significant Accounting Policies

The Galena Park Independent School District (the "District") is an independent public educational agency operating under applicable laws and regulations of the State of Texas. The District is autonomously governed by a seven member Board of Trustees elected by the District's residents.

The District prepares its basic financial statements in conformity with Generally Accepted Accounting Principles (GAAP) promulgated by the Governmental Accounting Standards Board (GASB) and other authoritative sources identified in *Statement of Auditing Standards No. 69* of the American Institute of Certified Public Accountants. Additionally, the District complies with the requirements of the appropriate version of the Texas Education Agency (TEA) *Financial Accountability System Resource Guide* (FASRG) and the requirements of contracts and grants of agencies from which it receives funds.

The District receives funding from local, state and federal government sources and must comply with the requirements of these funding source entities.

Reporting Entity

The District is considered an independent entity for financial reporting purposes and is considered a primary government. As required by generally accepted accounting principles, these basic financial statements have been prepared based on considerations regarding the potential for inclusion of other entities, organizations or functions as part of the District's financial reporting entity. Based on these considerations, the District's basic financial statements do not include any other entities. Additionally, as the District is considered a primary government for financial reporting purposes, its activities are not considered a part of any other governmental or other type of reporting entity.

Considerations regarding the potential for inclusion of other entities, organizations or functions in the District's financial reporting entity are based on criteria prescribed by generally accepted accounting principles. These same criteria are evaluated in considering whether the District is a part of any other governmental or other type of reporting entity. The overriding elements associated with prescribed criteria considered in determining that the District's financial reporting entity status is that of a primary government are: that it has a separately elected governing body; it is legally separate; and it is fiscally independent of other state and local governments. Additionally, prescribed criteria under generally accepted accounting principles include: considerations pertaining to organizations for which the primary government is financially accountable and considerations pertaining to other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the non-fiduciary activities of the District. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities* normally are supported by taxes and intergovernmental revenues.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment, are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include 1) charges to students or users who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as *general revenues.*

Note 1 - Summary of Significant Accounting Policies (continued)

Government-wide and Fund Financial Statements (continued)

Separate financial statements are provided for governmental funds, proprietary funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements.

Interfund activities between governmental funds and between governmental funds and proprietary funds appear as due to/due from on the governmental fund balance sheet and proprietary fund statement of net position and as other resources and other uses on the governmental fund statement of revenues, expenditures and changes in fund balances and on the proprietary fund statement of revenues, expenses and changes in fund net position. All interfund transactions between governmental funds and between governmental funds and internal service funds are eliminated on the government-wide statements. The District has no interfund services provided and used between functions that would be program revenue which would not be eliminated in the process of consolidation. Interfund activities between governmental funds and fiduciary funds remain as due to/due from on the government-wide statement of net position.

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

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

The District's fiduciary funds include both agency funds and private-purpose trust funds. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. These funds use the accrual basis of accounting to recognize receivables and payables. Private-purpose trust funds employ the same economic resources measurement focus and accrual basis of accounting as do proprietary funds.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting.* Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Grant revenues and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the District.

The District reports the following major governmental funds:

- The *general fund* is the District's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

Note 1 - Summary of Significant Accounting Policies (continued)

Measurement Focus, Basis of Accounting, and Financial Statement Presentation (continued)

- The *debt service fund* accounts for the resources accumulated and payments made for principal and interest on long-term general obligation debt of governmental funds.

- The *child nutrition fund* is used to account for federal reimbursement revenues originating from the United States Department of Agriculture and fees from child and adult meals. With respect to the food service funds, funds are rolled over from year to year for use in the program.

Additionally, the District reports the following fund types:

- The *special revenue funds* are used to account for resources restricted to, or committed for specific purposes by a grantor. Federal and state financial assistance generally is accounted for in a special revenue fund. Generally, unused balances are returned to the grantor at the close of the specified project periods. With respect to the campus activity funds, funds are rolled over from year to year for use in the program.

Measurement Focus, Basis of Accounting, and Financial Statement Presentation (continued)

- The *capital projects fund* is used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets.

- The *internal service fund* is used to account for the operations of the District’s print shop.

- The *private-purpose trust fund* is used to account for donations for scholarship funds that are received by the District that are to be awarded to current and former students for post-secondary education purposes.

- The *agency fund* is used to account for assets held by the District as an agent for student organizations. The fund is custodial in nature (assets equal liabilities) and does not involve measurement of results of operation.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

Amounts reported as *program revenues* include 1) charges to students or users for goods, services, or privileges provided and 2) operating grants and contributions. Internally dedicated resources are reported as *general revenues* rather than as program revenues. Likewise, general revenues include all taxes and investment income.

Proprietary funds distinguish *operating* revenues and expenses from *non-operating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the District's internal service fund are charges to the funds for print shop services. Operating expenses for the internal service fund include the cost of services and administrative expenses. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the District's policy to use restricted resources first, then unrestricted resources as they are needed.

Note 1 - Summary of Significant Accounting Policies (continued)

Deposits and Investments

The District's cash and cash equivalents are considered to be cash on hand, demand deposits, certificates of deposit, external investment pools (TexPool, Lone Star and LOGIC) and money market funds.

The District categorizes fair value measurements of its investments based on the hierarchy established by generally accepted accounting principles. The fair value hierarchy, which has three levels, is based on the valuation inputs used to measure an asset's fair value: Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; level 3 inputs are significant unobservable inputs. The District's local government investment pools are recorded at amortized costs as permitted by GASB Statement No. 79, *Certain Investment Pools and Pool Participants*.

Receivables and Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds."

Property tax receivables include unpaid property taxes at year-end along with penalties and interest assessed on these unpaid taxes, and are shown net of an allowance for uncollectible taxes. Revenues from property taxes are recognized when levied to the extent they are available. The District considers property taxes as available when collected. However, not all outstanding property taxes are expected to be collected within one year of the date of the financial statements. Property values are determined by the Harris County Appraisal District as of January 1 of each year. Prior to September 1 of each year, the District must adopt its annual budget and as soon thereafter as practicable, shall adopt a tax rate thus creating the tax levy. Property taxes for the current calendar year are levied on approximately October 1 of each year and are payable by January 31 of the following year. Property tax receivables are recorded as of the date levied. Unpaid taxes become delinquent on February 1 and a tax lien on real property is created as of July 1 of each year.

The tax rates applicable to the maintenance and operation and debt service for fiscal year 2016 were $1.24330 and $0.27010, respectively, based on a taxable value of $8,142,261,887. Uncollected taxes are recorded as unavailable revenue in the fund financial statements net of the related allowance for uncollectible taxes.

Inventories and Prepaid Items

Inventories consisting of supplies and materials are valued at weighted average cost and they include maintenance, transportation, office and instructional supplies, and food service commodities. Inventories of governmental funds are recorded as expenditures when consumed rather than when purchased. Food service commodity inventory is recorded at fair market value on the date received. Commodities are recognized as revenues in the period received when all the eligibility requirements are met. Commodity inventory items are recorded as expenditures when distributed to user locations. A portion of fund balance is considered non-spendable to reflect minimum inventory quantities considered necessary for the District's continuing operations.

Beginning in 2014, the District no longer uses the consumption method as it relates to prepaid items. The District has opted to use the purchase method and in accordance with GAAP, prepaid items are not required to be recorded on the District's balance sheet.

Note 1 - Summary of Significant Accounting Policies (continued)

Capital Assets

Capital assets, which include land, construction in progress, buildings and improvements, furniture and equipment and infrastructure assets (e.g., roads, bridges, sidewalks and similar items), are reported in the governmental column in the government-wide financial statements. The District's infrastructure includes parking lots and roads associated with various buildings. The cost of the infrastructure was initially capitalized with the building cost and is being depreciated over the same useful life as the building. Capital assets are defined by the District as assets with an initial, individual cost that equals or exceeds $5,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed.

Buildings and improvements, and furniture and equipment of the District are depreciated using the straight-line method over the following estimated useful lives:

Assets	Years
Buildings and Improvements	40 years
Furniture, fixtures and equipment	10 years
Vehicles	10 years

Compensated Absences

The District has a vacation pay policy for non-contractual employees (administration and other full-time employees) whereby eligible employees shall receive vacation pay from one to fifteen days, dependent upon the number of years of service, after the completion of a year's service in the District. All vacation days must be used during the year and unused vacation pay cannot be carried over to future periods.

The District's sick leave policy is coordinated with a state mandated sick leave policy whereby substantially all full-time teaching and paraprofessional employees receive up to twelve days sick leave per year. State sick leave days accrue at the rate of five per year without limit to accumulation. The unused balance may be transferred to another District within the Texas public school system. All state sick leave days must be used prior to retirement from the Texas public school system to receive the benefit. The District pays for all state sick leave days used.

Additional local sick leave of up to seven days per year accrues to employees eligible to receive state mandated sick days. All employees not eligible for state mandated sick days may receive up to twelve days of local sick leave. Local sick leave may be accrued without limitation; however, the District does not pay accumulated local sick leave upon termination with the District. Employees are eligible to receive local sick leave upon qualified retirement from the District, dependent upon the number of years of service with the District.

Note 1 - Summary of Significant Accounting Policies (continued)

Compensated Absences (continued)

Upon retirement, under an eligible retirement plan, an employee is eligible for reimbursement of accrued local sick leave based on the following schedule:

Years of Service	Salary Service Reimbursed	Maximum Reimbursement
Less than 20	$100/day for up to 50 local days	$5,000
20–30	$100/day for up to 75 local days	$7,500
31-35	$100/day for up to 100 local days	$10,000
Over 35	$100/day for up to 175 local days	$17,500

Compensated absences are liquidated from the General Fund when due and payable.

Long-term Obligations

The District's long-term obligations consist of bond indebtedness and compensated absences. In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities column on the statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the bonds outstanding method, which approximates the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as an expense in the year of issuance.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

The current requirements for general obligation bonds principal and interest expenditures are accounted for in the debt service fund. The current requirements for compensated absences and Qualified Zone Academy Bonds are liquated in the general fund.

Fund Equity

Beginning with fiscal year 2011, Galena Park Independent School District implemented GASB Statement No. 54 "Fund Balance Reporting and Governmental Fund Type Definitions". This Statement provides more clearly defined fund balance categories to make the nature and extent of the constraints placed on a government's fund balances more transparent. The Statement also clarifies the governmental fund definitions. The following fund balance classifications describe the relative strength of the spending constraints:

Nonspendable fund balance – amounts that are not in spendable form or are required to be maintained intact. As such, inventory has been properly classified in the Governmental Funds Balance Sheet (Exhibit C-1).

Note 1 - Summary of Significant Accounting Policies (continued)

Fund Equity (continued)

Restricted fund balance – amounts that can be spent only for specific purposes because of local, state or federal laws, or externally imposed conditions by grantors or creditors.

Committed fund balance – amounts constrained to specific purposes by the District itself, using its highest level of decision-making authority (i.e. the Board of Trustees). To be reported as committed, amounts cannot be used for any other purposes unless the District takes the same highest level of action to remove or change the constraint. The District establishes (and modifies or rescinds) fund balance commitments by passage of a resolution. The District has committed 100 percent of Fund 461 Campus Activity Funds' fund balance.

Assigned fund balance – amounts the District intends to use for a specific purpose. Intent can be expressed by the District or by an official or body to which the Board of Trustees delegates the authority. Per Board Policy, CE Local, the Board has delegated authority to the Superintendent or Chief Financial Officer to establish fund balance assignments. As of August 31, 2016, assigned fund balance is as follows:

	General Fund
Average Daily Attendance Adjustment	$ 49,743
Board Room Renovations	500,000
Budget Adjustment for Overtime	1,000,000
Campus Budget Carryover	90,373
Campus Match for Fixed Asset Replacements	255,665
Capital and Lifecycle Expenditures	3,486,037
Contingency - Unanticipated Deficits or Revenue Reductions for Adverse Economic Conditions	30,708,195
Contingency Liability - Internal Revenue Service (IRS)	116,000
District Personnel Growth	1,068,025
Fine Arts Enhancements	500,000
Insurance Deductibles	4,590,603
Legal Fees Contingency	100,000
Mid Year Hires	750,000
Outstanding Encumbrances	951,776
Potential Land Acquisition/Renovations	10,000,000
Technology Initiatives	1,559,067
Total Assigned Fund Balance	$ 55,725,484

Unassigned fund balance – amounts that are available for any purpose. Positive amounts are reported only in the general fund. The District strives for a minimum unassigned General Fund Balance of ten to fifteen percent of operating expenditures. In the Debt Service Fund, the District's goal is to have a fund balance of fifteen percent of debt service expenditures.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the District considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the District considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds.

Note 1 - Summary of Significant Accounting Policies (continued)

Data Control Codes

The Data Control Codes refer to the account code structure prescribed by the Texas Education Agency (TEA) in the Financial Accountability System Resource Guide. TEA requires school districts to display these codes in the financial statements filed with the Agency in order to insure accuracy in building a statewide database for policy development and funding plans.

Deferred outflows/inflows of resources

Deferred outflows and inflows of resources are reported in the statement of financial position as described below:

A *deferred outflow of resources* is a consumption of a government's net assets (a decrease in assets in excess of any related decrease in liabilities or an increase in liabilities in excess of any related increase in assets) by the government that is applicable to a future reporting period. The District has two items that qualify for reporting in this category:

- Deferred outflows of resources for refunding – Reported in the government-wide statement of net position, this deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

- Deferred outflows of resources for pension – Reported in the government wide financial statement of net position, this deferred outflow results from pension plan contributions made after the measurement date of the net pension liability and the results of 1) differences between projected and actual earnings on pension plan investments; 2) changes in actuarial assumptions; 3) differences between expected and actual actuarial experiences and 4) changes in the District's proportional share of pension liabilities. The deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the next fiscal year. The deferred outflows resulting from differences between projected and actual earnings on pension plan investments will be amortized over a closed five year period. The remaining pension related deferred outflows will be amortized over the expected remaining service lives of all employees (active and inactive employees) that are provided with pensions through the pension plan.

A *deferred inflow of resources* is an acquisition of a government's net assets (an increase in assets in excess of any related increase in liabilities or a decrease in liabilities in excess of any related decrease in assets) by the government that is applicable to a future reporting period. The District has two items that qualify for reporting in this category:

- Deferred inflows of resources for unavailable revenues - Reported only in the governmental funds balance sheet, unavailable revenues from property taxes arise under the modified accrual basis of accounting. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

- Deferred inflows of resources for pension – Reported in the government wide financial statement of net position, these deferred inflows result primarily from 1) changes in actuarial assumptions; 2) differences between expected and actual actuarial experiences and 3) changes in the District's proportional share of pension liabilities These pension related deferred inflows will be amortized over the expected remaining service lives of all employees (active and inactive employees) that are provided with pensions through the pension plan.

Note 1 - Summary of Significant Accounting Policies (continued)

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's 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.

Use of Estimates

The presentation of financial statements, in conformity with generally accepted accounting principles, requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

Implementation of New Standards

In the current fiscal year, the District implemented the following new standards. The applicable provisions of these new standards are summarized below. Implementation is reflected in the financial statements and the notes to the financial statements.

GASB Statement No. 72, *Fair Value Measurement and Application*, addresses accounting and financial reporting issues related to fair value measurements. The definition of *fair value* is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. This Statement provides guidance for determining a fair value measurement for financial reporting purposes. This Statement also provides guidance for applying fair value to certain investments and disclosures related to all fair value measurements.

GASB Statement No. 73, *Accounting and Financial Reporting for Pensions and Related Assets That Are Not within the Scope of GASB Statement 68, and Amendments to Certain Provisions of GASB Statements 67 and 68*, clarifies the application of certain provisions of Statement No. 68 with regard to information that is required to be presented as notes to the 10-year schedules of required supplementary information about investment-related factors that significantly affect trends in the amounts reported.

GASB Statement No. 79, *Certain External Investment Pools and Pool Participants*, addresses accounting and financial reporting for certain external investment pools and pool participants. Specifically, it establishes criteria for an external investment pool to qualify for making the election to measure all of its investments at amortized cost for financial reporting purposes. This Statement establishes additional note disclosure requirements for qualifying external investment pools that measure all of their investments at amortized cost for financial reporting purposes and for governments that participate in those pools. Those disclosures include information about any limitations or restrictions on participant withdrawals.

Note 2 - Deposits and Investments (continued)

Cash Deposits

The District's funds are required to be deposited and invested under the terms of a depository contract pursuant to the Texas School Depository Act. The depository bank pledges securities which comply with state law and these securities are held for safekeeping and trust with the District's and the depository banks' agent bank. The pledged securities are approved by the Texas Education Agency and shall be 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. The District's cash balance as of August 31, 2016 was properly insured and collateralized with securities held by the District's agent in the District's name.

Investments

The District's investment policy is in accordance with the Public Funds Investment Act, the Public Funds Collateral Act, and federal and state laws. The District further limits its investments to obligations of the U.S. Treasury or the State of Texas, certain U.S. Agencies, certificates of deposit, collateralized mortgage obligations, no-load money market mutual funds, certain municipal securities, repurchase agreements, or investment pools.

For fiscal year 2016, the District invested in the State of Texas TexPool, Lone Star Investment Pool, and Local Government Investment Cooperative (LOGIC).

TexPool is a public funds investment pool created by the Texas Treasury Safekeeping Trust Company (Trust Company) to provide a safe environment for the placement of local government funds in authorized short-term, fully collateralized investments, including direct obligations of, or obligations guaranteed by, the United States or State of Texas or their agencies; federally insured certificates of deposit issued by Texas banks or savings and loans; and fully collateralized direct repurchase agreements secured by United States Government agency securities and placed through a primary government securities dealer.

The Trust Company was incorporated by the State Treasurer by authority of the Texas Legislature as a special purpose trust company with direct access to the services of the Federal Reserve Bank to manage, disburse, transfer, safekeep, and invest public funds and securities more efficiently and economically. The State Comptroller of Public Accounts exercises oversight responsibility over TexPool. Oversight includes the ability to significantly influence operations, designation of management, and accountability for fiscal matters. TexPool operates in a manner consistent with the Security and Exchange Commission's Rule 2a7 of the Investment Company Act of 1940. TexPool uses amortized cost rather than fair value to report net position to compute share prices. The fair value of the position in TexPool is the same as the value of TexPool shares. Accordingly, the District's investments in TexPool are stated at cost, which approximates fair value. TexPool is currently rated AAAm by Standard and Poor's. This rating indicates excellent safety and a superior capacity to maintain principal value and limit exposure to loss.

Note 2 - Deposits and Investments (continued)

Investments (continued)

The First Public (Lone Star Investment Pool) is a public funds investment pool established in accordance with the Interlocal Cooperation Act, Chapter 791, Texas Government Code, and the Public Funds Investment Act, Chapter 225, Texas Government Code. First Public is governed by trustees comprised of active participants in First Public. The Board of Trustees for First Public has the responsibility for adopting and monitoring compliance with the investment policy, of appointing investment officers, of overseeing the selection of an investment advisor, custodian, investment consultant, administrator and other service providers. First Public is rated AAA by Standard & Poor's.

Local Government Investment Cooperative ("LOGIC" or the "Cooperative") was organized in conformity with the Inter-local Cooperation Act, Chapter 791 of the Texas Government Code, and operates under the Public Funds Investment Act, Chapter 2256 of the Texas Government Code. Participation in the Cooperative is limited to those eligible Government Entities which have become parties to the Participation Agreement. The Cooperative's governing body is a six-member Board of Directors (the "Board") comprised of employees, officers or elected officials of participant Government Entities or individuals who do not have a business relationship with the Cooperative and are qualified to advise it. A maximum of two advisory board members represent the Co-Administrators of the Cooperative. The Board has entered into a contract with First Southwest Asset Management, Inc. and JPMorgan Asset Management, Inc. to provide administrative, investment management fund accounting, transfer agency, participant and marketing services for the Cooperative. In compliance with the Public Funds Investment Act, all portfolios will maintain a AAA or equivalent rating from at least one nationally recognized rating agency. LOGIC has been assigned a rating of AAAm by Standard & Poor's.

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 periods or maximum transaction amounts. These pools do not impose any liquidity fees or redemption gates.

At year-end, the District's cash and investments balances and the weighted average maturity of these investments were as follows:

	Fair Value	Weighted Average Maturity (Days)
Cash and deposits	$ 6,208,857	N/A
Investments		
Local Government Investment Pools		
LOGIC	602,014	42
TexPool	919,236	37
Lone Star	143,624,082	41
Total Investments	145,145,332	41
Total Cash and Investments	$ 151,354,189	41

Note 2 - Deposits and Investments (continued)

Interest Rate Risk*:*

Interest rate risk is the risk that changes in interest rates may adversely affect the value of the investments. The District monitors interest rate risk utilizing weighted average maturity analysis. In accordance with its investment policy, the District reduces its exposure to declines in fair values by limiting the weighted average maturity of its investment portfolio as a whole to no more than 360 days, with the exception of bond proceeds that are matched to a specific cash flow; diversification; and by holding securities to maturity. In addition, the District shall not directly invest in an individual security maturing more than twenty-four months from the date of purchase.

Credit Risk*:*

State law and the District's investment policy limits investments in all categories to top ratings issued by nationally recognized statistical rating organizations. As of August 31, 2016, the District's investment in TexPool was rated AAAm by Standard and Poor's. The District's investments in Lone Star Corporate Overnight Plus Fund and LOGIC were rated AAAf and AAAm, respectively, by Standard and Poor's.

Concentration of Credit Risk*:*

The District's investment policy requires the investment portfolio to be diversified in terms of investment instruments, maturity scheduling, and financial institutions in order to reduce the risk of loss resulting from over-concentration of assets in a specific class of investments, specific maturity, or specific issuer.

Note 3 - Receivables

Receivables as of year-end for the District's individual major and non-major funds in the aggregate, including the applicable allowances for uncollectible accounts, are as follows:

	General Fund	Debt Service Fund	Child Nutrition Fund	Other Governmental Funds	Total
Property Taxes	$ 8,687,986	$ 1,652,675	$ -	$ -	$ 10,340,661
Due from other governments	5,944,603	382,554	459,980	2,199,838	8,986,975
Other	480,590	-	15,970	1,999	498,559
Gross Receivables	15,113,179	2,035,229	475,950	2,201,837	19,826,195
Less allowance for doubtful accounts	(1,272,245)	(214,845)	-	-	(1,487,090)
Net Total Receivables	$ 13,840,934	$ 1,820,384	$ 475,950	$ 2,201,837	$ 18,339,105

This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period(s) and so will *not* be recognized as an inflow of resources (revenue) until that time. The District has only one type of item at the fund financial statement level, which arises only under a modified accrual basis of accounting that qualifies for reporting in this category. Accordingly, the item, u*navailable revenue,* is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from property taxes. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

In addition, the District records unearned revenue for grant funds received in advance but not have been earned.

Note 3 - Receivables (continued)

At the end of the current fiscal year, the District's deferred inflows related to unavailable property taxes and unearned revenues reported in the governmental funds were as follows:

	Unavailable	Unearned
Delinquent property taxes receivable (General Fund)	$ 7,415,741	$ -
Delinquent property taxes receivable (Debt Service Fund)	1,437,830	-
Grant funds received prior to meeting all eligibility requirements	-	168,833
	$ 8,853,571	$ 168,833

Note 4 - Capital Assets

Capital asset activity for the year ended August 31, 2016, was as follows:

	Balance September 1, 2015	Additions	(Retirements) and Transfers	Balance August 31, 2016
Capital assets, not being depreciated				
Land	$ 14,045,830	$ 3,645,384	$ -	$ 17,691,214
Total Capital Assets, not being depreciated	14,045,830	3,645,384	-	17,691,214
Capital assets, being depreciated				
Buildings and improvements	343,695,976	-	46,401	343,742,377
Furniture and equipment	43,958,793	2,254,380	(19,908,925)	26,304,248
Vehicles	10,491,699	1,549,491	(431,191)	11,609,999
Total Capital Assets, being depreciated	398,146,468	3,803,871	(20,293,715)	381,656,624
Less accumulated depreciation for:				
Buildings and improvements	(130,852,663)	(8,090,825)	(59,559)	(139,003,047)
Furniture and Equipment	(28,227,959)	(2,394,499)	17,848,539	(12,773,919)
Vehicles	(7,239,307)	(724,796)	508,215	(7,455,888)
Total Accumulated Depreciation	(166,319,929)	(11,210,120)	18,297,195	(159,232,854)
Governmental Capital Assets	$ 245,872,369	$ (3,760,865)	$ (1,996,520)	$ 240,114,984

Depreciation expense was charged to functions/programs of the District as follows:

Function	Depreciation Expense
11 Instruction	$ 4,232,131
12 Instructional resources and media services	220,675
13 Curriculum and staff development	12,506
21 Instructional leadership	78,556
23 School leadership	135,575
31 Guidance, counseling and evaluation services	43,584
32 Social work services	7,658
33 Health services	34,127
34 Student transportation	635,862
35 Food Services	1,284,044
36 Extracurricular activities	525,290
41 General administration	108,052
51 Facilities maintenance and operations	3,301,827
52 Security and monitoring services	55,660
53 Data processing services	528,555
61 Community services	6,018
	$ 11,210,120

Note 5 - Interfund Receivables, Payables, and Transfers

Interfund balances consist of short-term lending/borrowing arrangements that result primarily from payroll, warehouse ordering and other regularly occurring charges that are paid by the general fund and then charged back to the appropriate other fund. Activity between the debt service fund and the capital projects fund results primarily from the capital projects fund interest earnings that are used for debt service payments. Additionally, some lending/borrowing may occur between the general fund, child nutrition fund and two or more non-major governmental funds.

The composition of interfund balances as of August 31, 2016, is as follows:

	Interfund Receivable	Interfund Payable
General Fund	$ 7,940,583	$ 282,023
Debt Service Fund	21,836	201
Child Nutrition Fund	-	5,719,274
Nonmajor Governmental Funds	5,874	1,967,795
Fiduciary Funds	1,000	-
	$ 7,969,293	$ 7,969,293

Interfund transfers are defined as "flows of assets without equivalent flow of assets in return and without a requirement for repayment." The District did not have any significant interfund transfers for the year ended August 31, 2016.

Note 6 - Long-term Liabilities

Changes in Long-term Liabilities

Long-term liability activity for the year ended August 31, 2016, was as follows:

	Balance September 1, 2015	Issued and Additions	Retired and Refunded	Balance August 31, 2016	Due Within One Year
Bonds Payable					
General Obligation Bonds	$ 177,169,351	$ -	$ (11,511,817)	$ 165,657,534	$ 10,217,501
Plus: Premiums and discount on issuance of Bonds	5,233,360	-	(796,281)	4,437,079	-
Qualified Zone Academy Bonds	2,111,352	-	(731,519)	1,379,833	344,959
Total Bonds Payable	184,514,063	-	(13,039,617)	171,474,446	10,562,460
Accretion on Compound Interest Bonds	54,215,247	5,078,998	(2,503,184)	56,791,061	3,737,499
Compensated Absences	1,209,750	267,982	(177,702)	1,300,030	286,007
	$ 239,939,060	$ 5,346,980	$ (15,720,503)	$ 229,565,537	$ 14,585,966

Note 6 - Long-term Liabilities (continued)

Change in Long-term Liabilities (continued)

The District issues general obligation bonds to provide funds for the construction and equipment of school facilities, buses, and to refund general obligation bonds. General obligation bonds are direct obligations and pledge the full faith and credit of the District.

The following is a summary of changes in the general obligation bonds for the fiscal year:

Bond Series	Issue Amount	Interest Rate (%)	Matures	Amount Outstanding
1996 Unlimited Tax School Bldg & Refunding Bonds	$ 40,054,475	4.40-6.425	2031	$ 10,591,796
2002 Unlimited Tax School Bldg & Refunding Bonds	29,496,438	3.00-5.00	2032	16,626,438
2003 Maintenance Tax Note ("QZAB")	8,000,000	0.13	2019	1,379,834
2007 Unlimited Tax School Bldg & Refunding Bonds	68,790,870	3.62-4.54	2033	48,295,000
2008 Unlimited Tax School Building Bonds	18,000,000	4.50-5.25	2034	16,205,000
2010 Unlimited Tax School Building Bonds	17,000,000	4.00-5.00	2034	16,375,000
2011 Unlimited Tax School Building Bonds	9,250,000	2.00-4.00	2026	8,550,000
2012 Unlimited Tax Refunding Bonds	9,234,299	2.50-3.25	2032	9,234,299
2013 Unlimited Tax Refunding Bonds	9,440,000	3.00-3.75	2032	3,785,000
2013 Unlimited Tax Refunding Taxable Bonds	28,550,000	4.00-4.50	2021	19,230,000
2014 Unlimited Tax Refunding Bonds	8,970,000	2.00-3.25	2029	8,550,000
2015 Unlimited Tax Refunding Bonds	9,505,000	2.00-4.00	2026	8,215,000
	Total Bonds Payable			167,037,367
	Plus: Unamortized Premiums on Issuance			4,437,079
				171,474,446
	Less: Current Portion			(10,562,460)
				$ 160,911,986

Annual debt service requirements to maturity for general obligation bonds are as follows:

Year Ending August 31,	Principal	Interest	Total
2017	$ 10,562,460	$ 5,896,580	$ 16,459,040
2018	10,869,482	5,658,798	16,528,280
2019	11,155,712	5,334,834	16,490,546
2020	10,806,567	5,463,959	16,270,526
2021	11,436,758	4,253,826	15,690,584
2022-2026	53,245,242	15,583,350	68,828,592
2027-2031	27,924,020	8,538,488	36,462,508
2032-2036	31,037,126	3,131,634	34,168,760
	$ 167,037,367	$ 53,861,469	$ 220,898,836
Less Current Portion	10,562,460		
Long Term Debt	$ 156,474,907		

Note 6 - Long-term Liabilities (continued)

Change in Long-term Liabilities (continued)

In prior years, the District defeased certain outstanding bonds by placing proceeds of new bonds in irrevocable escrow accounts to provide for all future debt service payments on the old bonds. Accordingly, the escrow accounts to provide for all future bonds are not included in the District's financial statements. At August 31, 2016, $31,790,000 of refunded bonds outstanding is considered defeased.

Accreted Interest on Premium Compound Interest Bonds

A portion of the bonds sold in the Series 1996, 2002, 2012 and 2014 refunding bond issues were capital appreciation bonds commonly referred to as "premium compound interest bonds." The District annually records the appreciation of bond principal for the accreted value of the bonds through maturity of the issue. The interest of these bond series will be paid upon maturity. The following table summarizes the significant features of the individual bonds, by issue:

Capital Appreciation Bonds	Maturity	Maturity Value of Bonds	Original Bond Principal Amount	Accreted Interest On Bonds	Accreted Value of Bonds at Year End
1996	2017-2031	$ 80,840,000	$ 13,279,475	$ 33,824,779	$ 47,104,254
2002	2022-2032	79,000,000	16,626,438	22,290,508	38,916,946
2012	2017	1,885,000	1,769,299	91,988	1,861,287
2014	2020	995,000	330,000	583,786	913,786
		$ 162,720,000	$ 32,005,212	$ 56,791,061	$ 88,796,273

Note 7 - Revenues from Local, Intermediate, and Out-of-State Sources

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

	General Fund	Debt Service Fund	Child Nutrition Fund	Nonmajor Governmental Funds	Total Governmental Funds
Property Taxes	$ 100,934,050	$ 21,891,687	$ -	$ -	$ 122,825,737
Investment Income	615,961	38,945	32,594	-	687,500
Co-curricular Student Activities	250,989	-	-	1,061,783	1,312,772
Food Sales	-	-	2,333,083	-	2,333,083
Other	782,906	-	6,539	497,075	1,286,520
	$ 102,583,906	$ 21,930,632	$ 2,372,216	$ 1,558,858	$ 128,445,612

Note 8 - Defined Benefit Pension Plan

Plan Description

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

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

Pension Plan Fiduciary Net Position

Detailed information about the Teacher Retirement System's fiduciary net position is available in a separately-issued 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.

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 above.

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.

Note 8 - Defined Benefit Pension Plan (continued)

Contributions (continued)

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 83rd Texas Legislature, General Appropriations Act (GAA) established the employer contribution rates for fiscal years 2014 and 2015. The 84th Texas Legislature, General Appropriations Act (GAA) established the employer contribution rates for fiscal years 2016 and 2017.

	Contribution Rates	
	2016	**2015**
Member (Employee)	7.20%	6.70%
District (Employer)	6.80%	6.80%
Non-employer contributing agency (State)	6.80%	6.80%

Contributors to the plan include members, employers and the State of Texas as the only non-employer contributing entity. The State contributes to the plan in accordance with state statutes and the General Appropriations Act (GAA). Contributions and pension expense for all contributors were as follows:

	Measurement Year (2015)	**Fiscal Year (2016)**
	Contributions Required and Made	**TRS Contributions**
Member (Employee)	$ 9,287,817	$ 10,485,648
District (Employer)	4,137,550	4,714,247
Non-employer contributing agency (State)	6,765,607	6,956,983

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.

Note 8 - Defined Benefit Pension Plan (continued)

Contributions (continued)

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.

Actuarial Assumptions

The total pension liability in the August 31, 2015 actuarial valuation was determined using the following actuarial assumptions:

Valuation Date	August 31, 2015
Actuarial Cost Method	Individual Entry Age Normal
Asset Valuation Method	Market Value
Discount Rate	8.00%
Long-term expected Investment Rate of Return*	8.00%
Inflation	2.50%
Salary Increases*	3.50% to 9.50%
Payroll Growth Rate	2.50%
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.

Discount Rate

The discount rate used to measure the total pension liability was 8.0%. 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.

Note 8 - Defined Benefit Retirement Plan (continued)

Discount Rate (continued)

Best estimates of geometric real rates of return for each major asset class included in the Systems target asset allocation as of August 31, 2015 are summarized below:

Asset Class	Target Allocation	Real Return Geometric Basis	Long Term Expected Portfolio Real Rate of Return*
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 and 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%

** The Expected Contribution to Returns incorporates the volatility drag resulting from the conversion between Arithmetic and Geometric mean returns.*

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 2015 Net Pension Liability.

	Discount Rate		
	1% Decrease (7%)	Current Rate (8%)	1% Increase (9%)
District's proportional share of the net pension liability	$ 77,390,595	$ 49,393,685	$ 26,073,999

Note 8 - Defined Benefit Retirement Plan (continued)

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

At August 31, 2016, the District reported a liability of $49,393,685 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 proportion of the net pension liability		0.1397%
District's proportionate share of the net pension liability	$	49,393,685
State's proportionate share of the net pension liability associated with the District		80,743,272
Total	$	130,136,957

The net pension liability was measured as of August 31, 2015 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The employer's proportion of the net pension liability was based on the employer's contributions to the pension plan relative to the contributions of all employers to the plan for the period September 1, 2014 thru August 31, 2015.

At August 31, 2015 the employer's proportion of the collective net pension liability was 0.1397% which was a increase from its proportion measured as of August 31, 2014 of 0.0961%.

Changes since the Prior Actuarial Valuation

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

Economic Assumptions

1. The inflation assumption was decreased from 3.00% to 2.50%.
2. The ultimate merit assumption for long-service employees was decreased from 1.25% to 1.00%.
3. In accordance with the observed experience, there were small adjustments in the service based promotional/longevity component of the salary scale.
4. The payroll growth assumption was lowered from 3.50% to 2.50%.

Mortality Assumptions

5. The post-retirement mortality tables for non-disabled retirees were updated to reflect recent TRS member experience. Mortality rates will be assumed to continue to improve in the future using a fully generational approach and Scale BB.
6. The post-retirement mortality tables for disabled retirees were updated to reflect recent TRS member experience. Mortality rates will be assumed to continue to improve in the future using a fully generational approach and Scale BB.
7. The pre-retirement mortality tables for active employees were updated to use 90% of the recently published RP-2014 mortality table for active employees. Mortality rates will be assumed to continue to improve in the future using a fully generational approach and Scale BB.

Note 8 - Defined Benefit Retirement Plan (continued)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (continued)

Other Demographic Assumptions

8. Previously, it was assumed 10% of all members who had contributed in the past 5 years to be an active member. This was an implicit rehire assumption because teachers have historically had a high incidence of terminating employment for a time and then returning to the workforce at a later date. This methodology was modified to add a more explicit valuation of the rehire incidence in the termination liabilities, and therefore these 10% are no longer being counted as active members.
9. There were adjustments to the termination patterns for members consistent with experience and future expectations. The termination patterns were adjusted to reflect the rehire assumption. The timing of the termination decrement was also changed from the middle of the year to the beginning to match the actual pattern in the data.
10. Small adjustments were made to the retirement patterns for members consistent with experience and future expectations.
11. Small adjustments to the disability patterns were made for members consistent with experience and future expectations. Two separate patterns were created based on whether the member has 10 years of service or more.
12. For members that become disabled in the future, it is assumed 20% of them will choose a 100% joint and survivor annuity option.

Actuarial Methods and Policies

13. The method of using celled data in the valuation process was changed to now using individual data records to allow for better reporting of some items, such as actuarial gains and losses by source.

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, 2016, the District recognized pension expense of $7,789,776 as well as revenue of $11,504,617 representing pension expense incurred by the State on behalf of the District.

Note 8 - Defined Benefit Retirement Plan (continued)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (continued)

At August 31, 2016, the District reported its proportionate share of the TRS's deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 330,129	$ 1,898,243
Changes of assumptions	1,387,539	1,762,150
Net difference between projected and actual earnings on pension plan investments	6,280,897	-
Changes in proportion and differences between District contributions and proportionate share of contributions	9,965,214	5,595
District contributions subsequent to the measurement date	4,714,248	
Total	$ 22,678,027	$ 3,665,988

The $4,714,248 reported as deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended August 31, 2017. The net amounts of the employer's balances of deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended August 31,	
2017	$ (2,494,540)
2018	(2,494,540)
2019	(2,494,540)
2020	(4,455,762)
2021	(1,394,034)
2022	(964,375)
	$ (14,297,791)

Note 9 - Retiree Health Care

Plan Description

The Galena Park Independent School District contributes to the Texas Public School Retired Employees Group Insurance Program (TRS-Care), a cost-sharing multiple-employer defined benefit postemployment health care plan administered by the Teacher Retirement System of Texas (TRS). TRS-Care Retired Plan provides health care coverage for certain persons (and their dependents) who retired under TRS. The statutory authority for the program is Texas Insurance Code, Chapter 1575 that grants the TRS Board of Trustees the authority to establish and amend basic and optional group insurance coverage for participants.

Note 9 - Retiree Health Care (continued)

Plan Description (continued)

TRS issues a publicly available financial report that includes financial statements and required supplementary information for TRS-Care. That report may be obtained by writing to the TRS Communications Department, 1000 Red River Street, Austin, Texas 78701, or by calling the TRS Communications Department at 1-800-223-8778, or by downloading the report from the TRS Internet website, www.trs.state.tx.us, under the TRS Publications heading.

Funding Policy

Contribution requirements are not actuarially determined but are legally established each biennium by the Texas legislature. Texas Insurance Code, Sections 1575.202, 203, and 204 establish state, active employee, and public school contributions, respectively. The State of Texas contribution rates were 1.0% for 2014-2016, and 0.50% for 2013. Active public school employee contribution rates were 0.65% of public school payroll, with school districts contributing a percentage of payroll set at 0.55% for fiscal years 2016, 2015, and 2014. Per Texas Insurance Code, Chapter 1575, the public school contribution may not be less than .25% or greater than .75% of the salary of each active employee of the public school. For staff members funded by federal programs, the federal programs are required to contribute 1.0%.

Contributions made by the State, District, and staff members, for the years ended August 31, 2016, 2015, and 2014, are as follows:

For the Year Ended August 31,	State TRS Care Contributions Made on Behalf of the District	District Required Contributions to TRS Care	Staff Members Contributions to TRS Care	Total Covered Payroll
2016	$ 1,340,578	$ 916,754	$ 946,632	$ 145,634,727
2015	1,272,995	875,679	901,067	138,624,105
2014	1,229,799	789,064	846,610	130,249,117

For the current fiscal year and each of the past two years, the District's actual contributions were equal to 100 percent of the required contributions. The contributions made by the State on behalf of the District have been recorded in the governmental funds financial statements of the District as both state revenues and expenditures. These contributions are the legal responsibility of the State.

The Medicare Prescription Drug, Improvement, and Modernization Act of 2003 established prescription drug coverage for Medicare beneficiaries know as Medicare Part D. Under Medicare Part D, TRS-Care receives retiree drug subsidy payments from the federal government to offset certain prescription drug expenditures for eligible TRS-Care participants. These payments are recorded as equal revenues and expenditures in the governmental funds financial statements of the District. For the years ended August 31, 2016, 2015, and 2014 the subsidy payments received by TRS-Care on behalf of the District are as follows:

Fiscal Year	**Medicare Part D**
2016	$ 574,248
2015	580,483
2014	347,382

Note 10 - Risk Management

Property/Liability

The District is exposed to various risks of loss related to property/liability losses for which the District carries commercial insurance. In addition, the District is a member of the Texas Association of School Boards Joint Self-Insurance Fund (Fund). The fund was created to formulate, develop and administer a program of modified self-funding for the property and/or liability coverage for its membership, provide claims administration, and develop a comprehensive loss control program. The District pays contributions to the Fund for its general and educators' liability and fleet comprehensive, collision, and liability coverage. The Districts agreement with the Fund will be self-sustaining through member premiums and will provide, through commercial companies, reinsurance contracts. There has not been any significant reduction of insurance coverage in the last three years. Employees of the District are covered by a fully-insured medical and dental plan through United Health Care. The District and employee contributions are paid directly to the carrier and the carrier assumes all liability to the plan.

Note 11 - Contingent Liabilities

Amounts received or receivable from grant agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures that may be disallowed by the grantor cannot be determined at this time, although the District expects such amounts, if any, to be immaterial. From time to time, the District is a defendant in legal proceedings relating to its operations as a school district. In the best judgment of the District's management, the outcome of any present legal proceedings will not have any adverse material effect on the accompanying financial statements.

Note 12 - Arbitrage

In accordance with the provisions of Section 148(f) of the Internal Revenue Code of 1986, as amended, bonds must satisfy certain arbitrage rebate requirements. Positive arbitrage is the excess of (1) the amount earned on investments purchased with bond proceeds over (2) the amount that such investments would have earned had such investments been invested at a rate equal to the yield on the bond issue. In order to comply with the arbitrage rebate requirements, positive arbitrage must be paid to the U.S. Treasury at the end of each five year anniversary date of the bond issue. As of August 31, 2016, there was no liability related to arbitrage.

Note 13 - Subsequent Event

The District issued $98,595,000 of Unlimited Tax School Building and Refunding Bonds, Series 2016 in October 2016. Proceeds from the sale of the bonds will be used to (i) acquire, construct, renovate and equip school buildings in the District and the purchase of land for school sites, (ii) refund a portion of the District's outstanding bonds for debt service savings, and (iii) pay the costs of issuing the bonds.

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REQUIRED SUPPLEMENTARY INFORMATION

GALENA PARK INDEPENDENT SCHOOL DISTRICT *Exhibit G-1*

BUDGETARY COMPARISON SCHEDULE

GENERAL FUND

For the Year Ended August 31, 2016

Data Control Codes		Budgeted Amounts Original	Budgeted Amounts Final	Actual Amounts, Budgetary Basis	Variance with Final Budget - Positive (Negative)
	Revenues				
5700	Local revenues	$ 92,210,204	$ 101,890,474	$ 102,583,906	$ 693,432
5800	State program revenues	102,963,169	107,249,319	110,007,247	2,757,928
5900	Federal program revenues	2,945,000	2,985,000	2,855,646	(129,354)
5020	**Total revenues**	198,118,373	212,124,793	215,446,799	3,322,006
	Expenditures				
	Current:				
0011	Instruction	113,002,868	112,811,181	112,544,711	266,470
0012	Instructional resources and media services	2,430,166	2,442,490	2,432,634	9,856
0013	Curriculum and staff development	2,780,963	2,618,261	2,468,658	149,603
0021	Instructional leadership	5,040,037	4,825,262	4,674,886	150,376
0023	School leadership	13,272,434	13,080,837	13,065,837	15,000
0031	Guidance, counseling and evaluation services	6,814,133	7,038,645	7,001,756	36,889
0032	Social work services	446,249	765,140	745,692	19,448
0033	Health services	1,677,999	1,660,574	1,619,028	41,546
0034	Student transportation	6,231,609	7,533,007	6,811,920	721,087
0035	Food services	1,444	16,444	-	16,444
0036	Extracurricular activities	3,891,420	3,803,671	3,797,755	5,916
0041	General administration	8,332,738	7,668,030	7,625,962	42,068
0051	Facilities maintenance and operations	24,642,477	26,155,279	25,011,521	1,143,758
0052	Security and monitoring services	2,625,894	2,625,958	2,588,012	37,946
0053	Data processing services	3,494,026	3,312,801	3,294,312	18,489
0061	Community services	1,059,163	781,842	744,753	37,089
	Debt Service:				
0071	Principal on long-term debt	732,000	792,000	731,519	60,481
0072	Interest on long-term debt	62,400	62,400	53,695	8,705
0073	Bond issuance costs and fees	4,200	4,200	2,310	1,890
	Capital outlay:				
0081	Facilities acquisition and construction	733,685	4,368,593	3,817,722	550,871
	Intergovernmental:				
0099	Payments to appraisal district	842,468	912,468	908,466	4,002
6030	**Total Expenditures**	198,118,373	203,279,083	199,941,149	3,337,934
1100	Excess (deficiency) of revenues over expenditures	-	8,845,710	15,505,650	6,659,940
	Other Financing Sources (Uses)				
7912	Sale of real or personal property	-	-	72,863	72,863
7080	**Total other financing sources and uses**	-	-	72,863	72,863
1200	Net change in fund balances	-	8,845,710	15,578,513	6,732,803
0100	**Fund balances - beginning**	122,741,313	122,741,313	122,741,313	-
3000	**Fund balances - ending**	$ 122,741,313	$ 131,587,023	$ 138,319,826	$ 6,732,803

GALENA PARK INDEPENDENT SCHOOL DISTRICT *Exhibit G-2*

BUDGETARY COMPARISON SCHEDULE

CHILD NUTRITION FUND

For the Year Ended August 31, 2016

Data Control Codes		Budgeted Amounts Original	Budgeted Amounts Final	Actual Amounts, Budgetary Basis	Variance with Final Budget - Positive (Negative)
	Revenues				
5700	Local revenues	$ 2,436,200	$ 2,436,200	$ 2,372,216	$ (63,984)
5800	State program revenues	75,000	75,000	78,557	3,557
5900	Federal program revenues	11,498,764	11,498,764	11,619,129	120,365
5020	**Total revenues**	14,009,964	14,009,964	14,069,902	59,938
	Expenditures				
	Current:				
0035	Food services	14,317,295	14,807,295	14,151,542	655,753
0051	Facilities maintenance and operations	323,525	333,525	297,007	36,518
6030	**Total Expenditures**	14,640,820	15,140,820	14,448,549	692,271
1100	Excess (deficiency) of revenues over expenditures	(630,856)	(1,130,856)	(378,647)	752,209
	Other Financing Sources (Uses)				
7912	Sale of real or personal property	-	-	12,630	12,630
7080	**Total other financing sources and uses**	-	-	12,630	12,630
1200	Net change in fund balances	(630,856)	(1,130,856)	(366,017)	764,839
0100	**Fund balances - beginning**	3,813,410	3,813,410	3,813,410	-
3000	**Fund balances - ending**	$ 3,182,554	$ 2,682,554	$ 3,447,393	$ 764,839

The District adopts annual appropriations type budgets for the General Fund, Food Service Special Revenue Fund, and the Debt Service Fund using the same method of accounting as for financial reporting, as required by law. The remaining Special Revenue Funds (primarily federal grant programs) utilize a managerial type budget approved at the fund level by the Board of Trustees upon acceptance of the grants. These grants are subject to Federal, State and locally imposed project length budgets and monitoring through submission of reimbursement reports.

Expenditures may not legally exceed budgeted appropriations at the function or activity level. Expenditure requests which would require an increase in total budgeted appropriations must be approved by the Trustees through formal budget amendment. State law prohibits trustees from making budget appropriations in excess of funds available and estimated revenues. State law also prohibits amendment of the budget after fiscal year end. Supplemental appropriations were made to the General Fund during the fiscal year ended August 31, 2016.

The administrative level at which responsibility for control of budgeted appropriations begins is at the organizational level within each function of operations. The finance department reviews closely the expenditure requests submitted by the various organizational heads (principal and department heads) throughout the year to ensure proper spending compliance. No public funds of the District shall be expended in any manner other than as provided for in the budget adopted by the Board of Trustees.

The official school budget was prepared for adoption for budgeted governmental fund types by August 27, 2015. The budget was formally adopted by the Board of Trustees at a duly advertised public meeting prior to the expenditure of funds. The final amended budget is filed with the Texas Education Agency (TEA) through inclusion in the annual financial and compliance report.

Encumbrance accounting is utilized in all government fund types. Encumbrances for goods or purchased services are documented by purchase orders or contracts. Under Texas law, appropriations lapse at year-end and encumbrances outstanding at that time are appropriately provided for in the subsequent year's budget.

GALENA PARK INDEPENDENT SCHOOL DISTRICT *Exhibit G-4*

SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY

Teacher Retirement System of Texas

For the Last Two Measurement Years Ended August 31

	2015	2014
District's proportion of the net pension liability	0.1397%	0.0961%
District's proportionate share of the net pension liability	$ 49,393,685	$ 25,667,021
State's proportionate share of the net pension liability associated with the District	80,743,272	68,611,587
Total	$ 130,136,957	$ 94,278,608
District's covered-employee payroll (for Measurement Year)	$ 138,624,105	$ 130,249,117
District's proportionate share of the net pension liability as a percentage of it's covered employee payroll	35.63%	19.70%
Plan fiduciary net position as a percentage of the total pension liability*	78.43%	83.25%
Plan's net pension liability as a percentage of covered-employee payroll*	91.94%	72.89%

Note: Ten years of data should be presented in this schedule but data was unavailable prior to 2014.
Net pension liability and related ratios will be presented propectively as data becomes available.

* Per TRS CAFR

GALENA PARK INDEPENDENT SCHOOL DISTRICT *Exhibit G-5*

SCHEDULE OF DISTRICT CONTRIBUTIONS

Teacher Retirement System of Texas

Last Nine Fiscal Years Ended August 31

	2016	2015	2014	2013	2012
Contractually required contributions	$ 4,714,247	$ 4,140,459	$ 2,436,154	$ 2,012,917	$ 2,078,627
Contributions in relation to the contractual required contributions	4,714,247	4,140,459	2,436,154	2,012,917	2,078,627
Contribution deficiency (excess)	$ -	$ -	$ -	$ -	$ -
District's covered employee payroll	$ 145,634,727	$ 138,624,105	$ 130,249,117	$ 126,142,312	$ 127,628,389
Contributions as a percentage of covered employee payroll	3.24%	2.99%	1.87%	1.60%	1.63%

	2011	2010	2009	2008
Contractually required contributions	$ 2,130,068	$ 3,091,417	$ 1,963,291	$ 1,512,630
Contributions in relation to the contractual required contributions	2,130,068	3,091,417	1,963,291	1,512,630
Contribution deficiency (excess)	$ -	$ -	$ -	$ -
District's covered employee payroll	$ 133,037,350	$ 132,200,257	$ 123,970,078	$ 117,353,282
Contributions as a percentage of covered employee payroll	1.60%	2.34%	1.58%	1.29%

Note: Ten years of data should be presented in this schedule but data was unavailable prior to 2008.
District contributions and related ratios will be presented propectively as data becomes available.

Effective September 1, 2014, employers who did not contribute Social Security for TRS-eligible employees were required to contribute an additional 1.5% of TRS-eligible compensation which nearly doubled the District's contributions into the Plan. Because the District's proportional share of the plan is determined by its proportional share of contributions, the District recognized a corresponding increase in its share of net pension liability.

Changes of Assumptions

New actuarial assumptions were adopted by the Teacher Retirement System of Texas' Board of Trustees on September 24, 2015 and are effective with the valuation as of August 31, 2015. The major assumptions changes were the adoption of the use of generational mortality for the purpose of predicting future mortality improvement and the reduction in the inflation rate from 3.00% to 2.50%.

Changes of Benefit Terms

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

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OTHER SUPPLEMENTARY INFORMATION

Nonmajor Governmental Funds

Special Revenue Funds

The Special Revenue Funds are used to account for all federal, state and locally-funded grants. These grants are awarded to the District with the purpose of accomplishing specific educational goals. Grants included in the Special Revenue Funds are described below.

Fund Number	Fund Name & Description
205	**Head Start** – funds used to promote the school readiness of low-income preschool children (ages 3-5), including children of migratory seasonal and farm workers, and infants and toddlers (birth through age 3) by enhancing their cognitive social and emotional development in learning environments that support their growth in language, literacy, mathematics, science, social and emotional functioning, creative art, physical skills and approaches to learning.
206	**McKinney - Vento Support for Homeless Education** - to ensure the enrollment, attendance and success of homeless children and youth in school.
211	**ESEA, Title I, Part A - Basic** - supplemental service designed to accelerate the academic achievement of economically disadvantaged students, especially in the tested areas, to ensure that state standards are met on identified campuses.
212	**ESEA Title I, Part C** – for funds granted for programs benefiting children of migrant agriculture or agriculture-related workers and children of migrant fisherman.
224	**IDEA, Part B - Formula** - salaries and supplies to aid children with disabilities with low reading achievement.
225	**IDEA, Part B - Preschool** - aids preschool students with disabilities.
226	**IDEA - Part B, High Cost Risk Pool** - assists with high need students with disabilities whose direct special education and related services costs exceed $25,000 per school year.
244	**Vocational Education - Basic** - funds are for the use of various vocationally-inclined students in regular, disadvantaged and disability classes.
255	**ESEA, Title II, Part A - TPTR (Teacher and Principal Training and Recruiting)** - supplements the professional development, retention and recruitment programs district-wide, specifically on high needs campuses.
263	**ESEA, Title III, Part A - English Language Acquisition** - provides additional educational opportunities to supplement programs for students of limited English proficiency and immigrant children by assisting the children to learn English and meet challenging
265	**21st Century Community Learning Centers -** provides after-school activities for students in elementary through high school.

Nonmajor Governmental Funds (Continued)

Special Revenue Funds (Continued)

Fund Number	Fund Name & Description
288	**Gear-Up Grant -** provides funds to designed to increase the number of low-income students who are prepared to enter and succeed in postsecondary education.
289	**Various Federal Funds -** supports and encourages the development of new, self-supporting, community anti-drug coalitions; early childhood summer programs, library grants and wetlands and water education.
397	**Advanced Placement Incentives** - enhancement of Advanced Placement programs on specific campuses based on student scores on Advanced Placement examinations.
410	**Instructional Materials Allotment** - provides funds to purchase instructional materials, technological equipment and technology-related services.
427	**State Funded Special Revenue Funds -** provides funds to help schools fund various programs.
429	**Other State Funded Special Revenue Funds -** provides funds to help schools fund various programs including mentors and campus awards.
461	**Campus Activity** - proceeds from fundraising activities, vending sales, corporate and private donations to school-sponsored activities benefiting students and staff of the campus.
481	**Other Local Grants -** grants from local businessess or organizations to be used for educational activities.
486	**Miscellaneous Donations** – local donations used for specific education purposes as specified by the donor.

Capital Projects Fund

Fund Number	Fund Name & Description
699	Various capital project funds used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets

GALENA PARK INDEPENDENT SCHOOL DISTRICT

COMBINING BALANCE SHEET

ALL NONMAJOR GOVERNMENTAL FUNDS

August 31, 2016

Data Control Codes		205 Head Start Program	206 Support for Homeless Educ. Prog.	211 ESEA Title I, Part A Improving Basic Programs
	Assets			
1110	Cash and temporary investments	$ -	$ -	$ -
	Receivables:			
1240	Receivables from other governments	190,779	1,164	792,111
1260	Due from other funds	-	-	-
1290	Other receivables	-	-	-
1000	**Total Assets**	$ 190,779	$ 1,164	$ 792,111
	Liabilites and Fund Balance			
	Liabilities:			
	Current Liabilities:			
2110	Accounts payable	$ 47,625	$ -	$ -
2160	Accrued wages payable	16,174	-	27,318
2170	Due to other funds	126,980	1,164	764,793
2300	Unearned revenues	-	-	-
2000	**Total Liabilities**	190,779	1,164	792,111
	Fund Balances:			
	Restricted			
3450	Grants	-	-	-
	Committed			
3545	Campus activity	-	-	-
3000	**Total Fund Balances**	-	-	-
4000	**Total Liabilities and Fund Balance**	$ 190,779	$ 1,164	$ 792,111

212	224	225	226	244	255	263
ESEA Title I, Part C	**IDEA B Formula**	**IDEA B Preschool Grant**	**IDEA B-Discretionary**	**Vocational Ed -Basic**	**Title II, Part A**	**Title III, Part A**
$ -	$ -	$ -	$ -	$ -	$ -	$ -
38,580	401,847	8,030	285,183	35,092	129,655	278,181
-	-	-	-	-	-	-
-	-	-	-	-	-	-
$ 38,580	$ 401,847	$ 8,030	$ 285,183	$ 35,092	$ 129,655	$ 278,181
$ 12,716	$ 5,973	$ -	$ -	$ -	$ 24	$ 5,218
4,102	79,919	2,142	-	-	15,556	8,358
21,762	315,955	5,888	285,183	35,092	114,075	264,605
-	-	-	-	-	-	-
38,580	401,847	8,030	285,183	35,092	129,655	278,181
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
$ 38,580	$ 401,847	$ 8,030	$ 285,183	$ 35,092	$ 129,655	$ 278,181

GALENA PARK INDEPENDENT SCHOOL DISTRICT
COMBINING BALANCE SHEET
ALL NONMAJOR GOVERNMENTAL FUNDS
August 31, 2016

		265	288	289
Data Control Codes		**21st Century Grant**	**Gear-Up Grant**	**Various Federal Funds**
	Assets			
1110	Cash and temporary investments	$ -	$ 35,408	$ -
	Receivables:			
1240	Receivables from other governments	35,459	-	2,993
1260	Due from other funds	-	-	-
1290	Other receivables	-	-	-
1000	**Total Assets**	$ 35,459	$ 35,408	$ 2,993
	Liabilites and Fund Balance			
	Liabilities:			
	Current Liabilities:			
2110	Accounts payable	$ 156	$ -	$ -
2160	Accrued wages payable	3,720	-	2,552
2170	Due to other funds	31,583	-	441
2300	Unearned revenues	-	35,408	-
2000	**Total Liabilities**	35,459	35,408	2,993
	Fund Balance:			
	Restricted			
3450	Grants	-	-	-
	Committed			
3545	Campus activity	-	-	-
3000	**Total Fund Balances**	-	-	-
4000	**Total Liabilities and Fund Balance**	$ 35,459	$ 35,408	$ 2,993

397	410	427	429	461	481
Advanced Placement Incentive	**Instructional Materials Allotment**	**State Funded Special Revenue Funds**	**State Funded Special Revenue**	**Campus Activity Funds**	**Other Local Funds**
$ 9,185	$ 22,254	$ 595	$ -	$ 1,148,079	$ 40,020
-	764	-	-	-	-
-	-	-	-	5,874	-
-	-	-	274	1,725	-
$ 9,185	$ 23,018	$ 595	$ 274	$ 1,155,678	$ 40,020
$ -	$ 76	$ -	$ -	$ 22,954	$ -
-	-	-	-	30,622	-
-	-	-	274	-	-
9,185	-	595	-	-	40,020
9,185	76	595	274	53,576	40,020
-	22,942	-	-	-	-
-	-	-	-	1,102,102	-
-	22,942	-	-	1,102,102	-
$ 9,185	$ 23,018	$ 595	$ 274	$ 1,155,678	$ 40,020

Data Control Codes		486 Miscellaneous Donations	699 Capital Projects Fund	Total Nonmajor Governmental Funds
	Assets			
1110	Cash and temporary investments	$ 1,011	$ -	$ 1,256,552
	Receivables:			
1240	Receivables from other governments	-	-	2,199,838
1260	Due from other funds	-	-	5,874
1290	Other receivables	-	-	1,999
1000	**Total Assets**	$ 1,011	$ -	$ 3,464,263
	Liabilites and Fund Balance			
	Liabilities:			
	Current Liabilities:			
2110	Accounts payable	$ -	$ -	$ 94,742
2160	Accrued wages payable	-	-	190,463
2170	Due to other funds	-	-	1,967,795
2300	Unearned revenues	1,011	-	86,219
2000	**Total Liabilities**	1,011	-	2,339,219
	Fund Balance:			
	Restricted			
3450	Grants	-	-	22,942
	Committed			
3545	Campus activity	-	-	1,102,102
3000	**Total Fund Balances**	-	-	1,125,044
4000	**Total Liabilities and Fund Balance**	$ 1,011	$ -	$ 3,464,263

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GALENA PARK INDEPENDENT SCHOOL DISTRICT

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - ALL NONMAJOR GOVERNMENTAL FUNDS

For the Year Ended August 31, 2016

Data Control Codes		205 Head Start Program	206 Support for Homeless Educ. Prog.	211 ESEA Title I, Part A Improving Basic Programs
	Revenues			
5700	Local, intermediate, and out-of-state	$ -	$ -	$ -
5800	State program revenues	-	-	-
5900	Federal program revenues	778,251	99,036	4,999,306
5020	**Total revenues**	778,251	99,036	4,999,306
	Expenditures			
	Current:			
0011	Instruction	-	36,372	3,370,461
0012	Instruction resources and media services	-	-	-
0013	Curriculum and instructional staff development	-	-	1,057,701
0021	Instructional leadership	119,638	739	419,158
0023	School leadership	-	-	1,437
0031	Guidance, counseling and evaluation services	-	-	688
0032	Social work services	27,974	11,032	-
0033	Health services	66,840	-	-
0034	Student transportation	-	50,893	69,930
0036	Extracurricular activities	-	-	-
0041	General administration	-	-	-
0051	Facilities maintenance and operations	47,624	-	-
0052	Security and monitoring services	-	-	-
0053	Data processing services	-	-	-
0061	Community services	516,175	-	79,931
6030	**Total Expenditures**	778,251	99,036	4,999,306
1100	Excess (deficiency) of revenues over expenditures	-	-	-
	Other Financing Sources (Uses)			
8911	Transfers out	-	-	-
7080	**Total other financing sources and uses**	-	-	-
1200	Net change in fund balances	-	-	-
0100	**Fund balance - beginning**	-	-	-
3000	**Fund balance - ending**	$ -	$ -	$ -

212	224	225	226	244	255	263
ESEA Title I, Part C	**IDEA B Formula**	**IDEA B Preschool Grant**	**IDEA B-Discretionary**	**Vocational Ed -Basic**	**Title II, Part A**	**Title III, Part A**
$ -	$ -	$ -	$ -	$ -	$ -	$ -
-	-	-	-	-	-	-
148,188	3,434,061	38,562	285,183	267,670	682,687	732,922
148,188	3,434,061	38,562	285,183	267,670	682,687	732,922
9,074	2,381,192	38,562	235,577	258,649	5,626	282,840
-	-	-	-	-	-	-
-	589,141	-	-	9,021	663,610	409,341
89,805	69,814	-	-	-	13,451	27,987
-	1,200	-	-	-	-	1,004
-	372,538	-	-	-	-	450
34,727	1,480	-	-	-	-	-
-	7,991	-	49,606	-	-	-
-	9,689	-	-	-	-	11,300
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
14,582	1,016	-	-	-	-	-
148,188	3,434,061	38,562	285,183	267,670	682,687	732,922
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
$ -	$ -	$ -	$ -	$ -	$ -	$ -

GALENA PARK INDEPENDENT SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - ALL NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended August 31, 2016

		265	288	289
Data Control Codes		**21st Century Grant**	**Gear-Up Grant**	**Various Federal Funds**
	Revenues			
5700	Local, intermediate, and out-of-state	$ -	$ -	$ -
5800	State program revenues	-	-	-
5900	Federal program revenues	331,383	23,228	27,373
5020	**Total revenues**	331,383	23,228	27,373
	Expenditures			
	Current:			
0011	Instruction	222,962	23,228	16,188
0012	Instruction resources and media services	-	-	-
0013	Curriculum and instructional staff development	-	-	-
0021	Instructional leadership	108,362	-	-
0023	School leadership	-	-	-
0031	Guidance, counseling and evaluation services	-	-	11,185
0032	Social work services	-	-	-
0033	Health services	-	-	-
0034	Student transportation	-	-	-
0036	Extracurricular activities	-	-	-
0041	General administration	-	-	-
0051	Facilities maintenance and operations	-	-	-
0052	Security and monitoring services	-	-	-
0053	Data processing services	-	-	-
0061	Community services	59	-	-
6030	**Total Expenditures**	331,383	23,228	27,373
1100	Excess (deficiency) of revenues over expenditures	-	-	-
	Other Financing Sources (Uses)			
8911	Transfers out	-	-	-
7080	Total other financing sources and uses	-	-	-
1200	Net change in fund balances	-	-	-
0100	**Fund balance - September 1 (beginning)**	-	-	-
3000	**Fund balance - August 31 (ending)**	$ -	$ -	$ -

397	410	427	429	461	481
Advanced Placement Incentive	**Instructional Materials Allotment**	**State Funded Special Revenue Funds**	**State Funded Special Revenue**	**Campus Activity Funds**	**Other Local Funds**
$ -	$ -	$ -	$ 7,876	$ 1,502,072	$ 48,906
14,022	249,894	-	-	-	-
-	-	-	-	-	-
14,022	249,894	-	7,876	1,502,072	48,906
-	254,768	-	-	254,613	7,467
-	-	-	-	35,245	7,000
14,022	-	-	-	3,281	24,175
-	274	-	-	4,088	5,001
-	-	-	-	180,301	1,500
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	10,126	-
-	-	-	-	1,043,507	500
-	-	-	-	39,210	3,263
-	721	-	-	2,628	-
-	-	-	-	2,891	-
-	274	-	-	-	-
-	-	-	7,876	1,275	-
14,022	256,037	-	7,876	1,577,165	48,906
-	(6,143)	-	-	(75,093)	-
-	-	-	-	-	-
-	-	-	-	-	-
-	(6,143)	-	-	(75,093)	-
-	29,085	-	-	1,177,195	-
$ -	$ 22,942	$ -	$ -	$ 1,102,102	$ -

Data Control Codes		486 Miscellaneous Donations	699 Capital Projects Fund	Total - Nonmajor Governmental Funds
	Revenues			
5700	Local, intermediate, and out-of-state	$ -	$ 4	$ 1,558,858
5800	State program revenues	-	-	263,916
5900	Federal program revenues	-	-	11,847,850
5020	**Total revenues**	-	4	13,670,624
	Expenditures			
	Current:			
0011	Instruction	-	-	7,397,579
0012	Instruction resources and media services	-	-	42,245
0013	Curriculum and instructional staff development	-	-	2,770,292
0021	Instructional leadership	-	-	858,317
0023	School leadership	-	-	185,442
0031	Guidance, counseling and evaluation services	-	-	384,861
0032	Social work services	-	-	75,213
0033	Health services	-	-	124,437
0034	Student transportation	-	-	151,938
0036	Extracurricular activities	-	-	1,044,007
0041	General administration	-	-	42,473
0051	Facilities maintenance and operations	-	-	50,973
0052	Security and monitoring services	-	-	2,891
0053	Data processing services	-	-	274
0061	Community services	-	-	620,914
6030	**Total Expenditures**	-	-	13,751,856
1100	Excess (deficiency) of revenues over expenditures	-	4	(81,232)
	Other Financing Sources (Uses)			
8911	Transfers out	-	(4)	(4)
7080	Total other financing sources and uses	-	(4)	(4)
1200	Net change in fund balances	-	-	(81,236)
0100	**Fund balance - September 1 (beginning)**	-	-	1,206,280
3000	**Fund balance - August 31 (ending)**	$ -	$ -	$ 1,125,044

GALENA PARK INDEPENDENT SCHOOL DISTRICT *Exhibit H-3*
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS
August 31, 2016

	Balance September 1, 2015	Additions	Deductions	Balance August 31, 2016
Assets				
Cash and Cash Equivalents	$ 334,450	$ 1,015,835	$ (1,089,024)	$ 261,261
Due From External Parties	90		(90)	-
	$ 334,540	$ 1,015,835	$ (1,089,114)	$ 261,261
Liabilities				
Accounts Payable	$ 6,295	$ 1,098,585	$ (1,098,734)	$ 6,146
Due to External Parties	60,867	1,001	(61,868)	-
Due to Student Groups	267,378	1,035,304	(1,047,567)	255,115
	$ 334,540	$ 2,134,890	$ (2,208,169)	$ 261,261

GALENA PARK INDEPENDENT SCHOOL DISTRICT

SCHEDULE OF DELINQUENT TAXES RECEIVABLE

For the Year Ended August 31, 2016

	1	2	3	10
Last Ten Fiscal Years	**Tax Rates**		**Net Assessed/Appraised Value For School Tax Purposes**	**Beginning Balance 9/1/15**
	Maintenance	**Debt Service**		
2007 and prior	Various	Various	Various	$ 1,803,017
2008	1.18340	0.24750	4,817,270,110	177,645
2009	1.18340	0.27250	5,466,719,898	244,729
2010	1.18340	0.29500	5,682,442,359	276,452
2011	1.18340	0.33000	5,462,732,192	255,381
2012	1.18340	0.33000	5,420,068,595	288,869
2013	1.18340	0.33000	6,362,846,718	493,262
2014	1.24330	0.27010	6,748,726,082	826,488
2015	1.24330	0.27010	7,433,199,935	2,874,305
2016	1.24330	0.27010	8,142,261,887	
1000 **Totals**				$ 7,240,148

9000	Portion of Row 1000 for Taxes Paid into Tax Increment Zone Under Chapter 311, Tax Cose (Function 97)	-

20	31	32	40	50
Current Year's Total Levy	**Maintenance Total Collections**	**Debt Service Total Collections**	**Entire Year's Adjustments**	**Ending Balance 8/31/16**
$ -	$ 38,919	$ 4,904	$ (420,779)	$ 1,338,415
-	8,888	1,859	(3,270)	163,628
-	13,373	3,079	(3,176)	225,101
-	11,800	2,941	(13,458)	248,253
-	14,887	4,151	(12,104)	224,239
-	43,866	12,232	1,530	234,301
-	66,678	14,485	1,054	413,153
-	(91,481)	(19,874)	(398,773)	539,070
-	569,612	123,745	(1,523,823)	657,125
122,867,017	99,437,599	21,571,528	142,585	2,000,475
$ 122,867,017	$ 100,114,141	$ 21,719,050	$ (2,230,214)	6,043,760
			Penalty and interest receivable on taxes	4,296,901
			Total taxes receivable per Governmental Fund Balance Sheet (C-1)	$ 10,340,661
-	-	-	-	-

GALENA PARK INDEPENDENT SCHOOL DISTRICT *Exhibit J-4*

BUDGETARY COMPARISON SCHEDULE

DEBT SERVICE FUND

For the Year Ended August 31, 2016

Data Control Codes		Budget			Variance Favorable (Unfavorable)
		Original	Final	Actual	
	Revenues				
5700	Local, Intermediate, and Out-of-State	$ 20,271,314	$ 20,271,314	$ 21,930,632	$ 1,659,318
5800	State Program Revenues	-	-	1,645,363	1,645,363
5020	**Total Revenues**	20,271,314	20,271,314	23,575,995	3,304,681
	Expenditures				
	Current:				
	Debt Service:				
0071	Principal on long-term debt	11,511,816	11,511,816	11,511,816	-
0072	Interest on long-term debt	8,542,562	8,542,562	8,542,562	-
0073	Bond issuance costs and fees	8,000	8,000	6,750	1,250
6030	**Total Expenditures**	20,062,378	20,062,378	20,061,128	1,250
1100	Excess (Deficiency) Revenues Over Expenditures	208,936	208,936	3,514,867	3,305,931
	Other Financing Sources (Uses)				
7915	Transfers In	-	-	4	4
	Total other financing sources and uses	-	-	4	4
1200	Net change in fund balances	208,936	208,936	3,514,871	3,305,935
0100	**Fund Balance - beginning**	4,024,630	4,024,630	4,024,630	-
3000	**Fund Balance - ending**	$ 4,233,566	$ 4,233,566	$ 7,539,501	$ 3,305,935

STATISTICAL SECTION
(UNAUDITED)

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GALENA PARK INDEPENDENT SCHOOL DISTRICT
STATISTICAL SECTION

The statistical section of the Galena Park Independent School District's Comprehensive Annual Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the District's economic condition and overall financial health. To assist financial statement users, the information contained within this section is categorized as follows:

	Page
Financial Trends	84
These schedules contain trend information to show how the District's financial performance and position have changed over time	
Revenue Capacity	94
These schedules contain information to help assess the factors affecting the District's most significant local revenue source, the property tax.	
Debt Capacity	102
These schedules present information to help assess the affordability of the District's current debt burden and its ability to issue additional debt in the future.	
Demographic and Economic Information	108
These schedules provide demographic and economic indicators to help in understanding the environment in which the District operates and to facilitate in comparisons over time.	
Operating Information	112
These schedules provide information about the District's operations and resources to assist in using the financial statement information to better understand and assess the District's economic condition.	

Sources: Unless otherwise noted, the information in these schedules is derived from the Comprehensive Annual Financial Reports for the relevant year.

GALENA PARK INDEPENDENT SCHOOL DISTRICT

NET POSITION BY COMPONENT

LAST TEN FISCAL YEARS

(Accrual Basis of Accounting)

	2016	2015	2014
Governmental Activities:			
Net investment in capital assets	$ 71,473,347	$ 64,843,915	$ 50,303,111
Restricted	11,671,948	9,080,679	13,823,205
Unrestricted	58,897,199	50,004,043	57,092,596
Total Governmental Activities Net Position	$ 142,042,494	$ 123,928,637	$ 121,218,912

Table 1

2013	2012	2011	2010	2009	2008	2007
$ 48,447,172	$ 48,387,569	$ 53,833,026	$ 49,875,572	$ 52,299,778	$ 51,849,703	$ 51,112,413
13,023,826	10,016,278	10,531,018	9,835,302	9,702,298	8,028,543	8,122,503
33,597,971	10,028,641	5,897,450	10,646,315	5,488,537	4,843,758	(1,221,323)
$ 95,068,969	$ 68,432,488	$ 70,261,494	$ 70,357,189	$ 67,490,613	$ 64,722,004	$ 58,013,593

GALENA PARK INDEPENDENT SCHOOL DISTRICT

CHANGES IN NET POSITION

LAST TEN FISCAL YEARS

(Accrual Basis of Accounting)

	2016	2015	2014
Expenses:			
Governmental Activities:			
Instruction	$ 119,286,904	$ 118,671,778	$ 113,536,472
Instructional Resources and Media Services	2,753,916	2,484,130	2,543,759
Curriculum and Instructional Staff Development	5,432,709	5,049,277	4,785,800
Instructional Leadership	5,758,176	5,446,409	5,158,621
School Leadership	13,720,730	12,226,016	11,686,374
Guidance, Counseling, and Evaluation Services	7,635,301	6,971,684	5,967,337
Social Work Services	696,048	533,315	581,864
Health Services	1,828,426	1,745,665	1,696,559
Student (Pupil) Transportation	6,478,596	6,060,314	5,442,835
Food Services	15,007,128	13,898,421	13,828,395
Cocurricular/Extracurricular Activities	5,424,069	4,956,638	4,784,559
General Administration	7,914,425	7,523,092	6,990,616
Plant Maintenance and Operations	27,253,373	28,066,758	27,857,900
Security and Monitoring Services	2,568,194	2,572,674	2,778,838
Data Processing Services	3,815,141	3,177,492	2,516,556
Community Services	1,411,317	1,389,389	1,427,226
Debt Service - Interest on Long-term Debt	10,967,667	10,832,510	11,978,110
Debt Service - Bond Issuance Costs and Fees	-	-	-
Facilities Acquisition and Construction	2,170,865	97,650	199,646
Payments to Appraisal District	908,466	857,019	764,804
Total Governmental Activities Expenses	241,031,451	232,560,231	224,526,271
Total Primary Government Expenses	241,031,451	232,560,231	224,526,271
Program Revenues:			
Governmental Activities:			
Charges for Services:			
Instruction	804,888	662,850	1,055,658
School Leadership	160,176	125,841	126,835
Food Services	181,054	2,396,603	2,748,933
Cocurricular/Extracurricular Activities	2,339,622	971,872	882,036
General Administration	-	-	-
Plant Maintenance and Operations	1,188,365	191,367	293,264
Security and Monitoring Services	-	-	-
Facilities repairs and maintenance	-	-	-
Other Activities	-	-	-
Operating Grants and Contributions	29,381,400	34,844,417	36,638,833
Total Governmental Activities Program Revenues	34,055,505	39,192,950	41,745,559
Total Primary Government Program Revenues	34,055,505	39,192,950	41,745,559

2013	2012	2011	2010	2009	2008	2007
$ 110,548,329	$ 119,602,322	$ 122,370,042	$ 113,577,108	$ 108,256,241	$ 97,192,638	$ 103,888,973
2,421,087	2,516,129	2,534,826	2,442,877	2,329,227	2,118,912	2,223,039
4,508,432	5,345,912	5,908,955	5,161,904	4,269,795	3,989,393	4,653,581
4,728,055	5,141,031	4,956,514	4,445,447	4,750,832	3,909,503	3,632,373
9,877,826	10,620,953	11,178,042	10,327,302	9,968,042	8,789,170	8,933,777
5,606,717	6,634,847	6,937,775	6,148,901	6,090,505	5,592,874	5,532,078
419,590	388,202	537,078	593,215	625,719	673,929	646,963
1,641,843	1,733,425	1,724,297	1,574,097	1,413,780	1,301,805	1,222,425
5,533,763	5,520,678	5,508,054	4,584,314	4,950,809	4,807,046	4,894,751
12,325,411	12,428,159	11,309,542	9,775,884	10,162,221	9,337,078	9,247,540
3,896,064	4,209,663	3,842,327	3,538,725	3,307,338	3,124,249	3,220,584
6,445,569	6,905,251	7,385,442	5,963,619	5,953,647	6,265,341	6,210,987
23,624,581	25,311,366	24,487,945	20,412,889	21,412,919	19,147,258	18,699,421
2,013,057	1,968,539	2,363,252	2,105,534	2,090,879	1,808,136	1,775,667
2,539,098	2,289,328	2,195,154	2,694,257	1,911,117	1,651,635	1,235,566
1,419,328	1,387,390	1,318,585	1,294,642	1,085,044	949,134	1,054,545
13,296,766	13,569,926	13,692,016	13,543,239	12,550,677	11,898,476	11,299,338
-	2,100	99,352	6,814	7,665	215,808	-
-	-	-	5,004,840	1,373,270	1,114,540	2,274,797
680,484	687,831	667,412	586,095	563,772	-	-
211,526,000	226,263,052	229,016,610	213,781,703	203,073,499	183,886,925	190,646,405
211,526,000	226,263,052	229,016,610	213,781,703	203,073,499	183,886,925	190,646,405
378,481	691,838	321,668	253,892	511,097	531,777	263,462
92,036	108,021	141,352	121,318	108,929	144,475	77,443
2,584,100	2,629,662	2,664,951	2,671,651	2,813,059	2,348,231	2,492,018
776,879	755,675	341,864	285,589	334,166	330,813	237,615
-	-	-	23,471	38,669	72,693	743,795
29,935	145,482	160,201	109,623	84,388	113,675	128,817
-	-	59,129	66,313	-	-	9,173
-	-	-	11,884	199,927	199,927	-
-	-	-	12,918	30,142	61,725	83,223
34,920,645	47,454,168	52,386,497	35,532,170	30,617,676	27,854,681	32,028,531
38,782,076	51,784,846	56,075,662	39,088,829	34,738,053	31,657,997	36,064,077
38,782,076	51,784,846	56,075,662	39,088,829	34,738,053	31,657,997	36,064,077

GALENA PARK INDEPENDENT SCHOOL DISTRICT

CHANGES IN NET POSITION

LAST TEN FISCAL YEARS

(Accrual Basis of Accounting)

	2016	2015	2014
Net (Expense) / Revenue:			
Governmental Activities	$ (206,975,946)	$ (193,367,281)	$ (182,780,712)
Total Primary Government Net (Expense)/Revenue	(206,975,946)	(193,367,281)	(182,780,712)
General Revenues and Other Changes in Net Position			
Governmental Activities:			
Property Taxes	$ 121,304,611	112,784,242	101,858,021
State Aid - Formula Grants	102,779,386	111,798,949	104,724,697
Unrestricted Grants and Contributions	23,999	69,486	86,213
Investment Earnings	687,509	206,950	167,415
Miscellaneous Income	294,298	298,220	266,551
Total Governmental Activities	225,089,803	225,157,847	207,102,897
Total Primary Government	225,089,803	225,157,847	207,102,897
Change in Net Position			
Governmental Activities	18,113,857	31,790,566	24,322,185
Total Primary Government	$ 18,113,857	$ 31,790,566	$ 24,322,185

2013	2012	2011	2010	2009	2008	2007
$ (172,743,924)	$ (174,478,206)	$ (172,940,948)	$ (174,692,874)	$ (168,335,446)	$ (152,228,928)	$ (154,582,328)
(172,743,924)	(174,478,206)	(172,940,948)	(174,692,874)	(168,335,446)	(152,228,928)	(154,582,328)
82,406,881	82,638,413	84,019,149	79,970,986	$ 70,110,785	$ 72,803,076	$ 68,572,107
90,609,429	89,566,964	88,240,597	96,509,112	98,205,339	81,439,459	75,730,783
3,524,025	3,619	133,886	366	7,260	836,330	1,022,391
195,268	226,543	285,073	1,041,617	2,709,581	3,497,284	1,883,506
325,679	213,661	166,548	37,369	71,096	361,190	811,173
177,061,282	172,649,200	172,845,253	177,559,450	171,104,061	158,937,339	148,019,960
177,061,282	172,649,200	172,845,253	177,559,450	171,104,061	158,937,339	148,019,960
4,317,358	(1,829,006)	(95,695)	2,866,576	2,768,615	6,708,411	(6,562,368)
$ 4,317,358	$ (1,829,006)	$ (95,695)	$ 2,866,576	$ 2,768,615	$ 6,708,411	$ (6,562,368)

GALENA PARK INDEPENDENT SCHOOL DISTRICT

FUND BALANCES OF GOVERNMENTAL FUNDS

LAST TEN YEARS

(Modified Accrual Basis of Accounting)

	2016	2015	2014	2013
General Fund				
Reserved	$ -	$ -	$ -	$ -
Unreserved	-	-	-	-
Nonspendable	268,136	264,221	307,509	2,197,568
Assigned	55,725,484	43,270,858	62,387,369	31,379,551
Unassigned	82,326,206	79,206,234	37,350,825	43,934,114
Total General Fund	$ 138,319,826	$ 122,741,313	$ 100,045,703	$ 77,511,233
All other governmental funds				
Reserved	$ -	$ -	$ -	$ -
Unreserved	-	-	-	-
Nonspendable	411,560	296,283	328,052	330,573
Restricted	10,598,276	7,570,842	15,290,632	14,938,506
Committed	1,102,102	1,177,195	1,105,276	1,118,844
Unassigned	-	-	-	74,845
Total all other governmental funds	$ 12,111,938	$ 9,044,320	$ 16,723,960	$ 16,462,768

In fiscal year 2011, the District implemented GASB Statement No. 54 "Fund Balance Reporting and Governmental Fund Type Definitions". The fund balance classificati ons of Reserved and Unreserved are not used. The prior years were not restated.

Table 3

2012	2011	2010	2009	2008	2007
$ -	$ -	$ 2,481,483	$ 2,481,483	$ 1,155,917	$ 606,890
-	-	41,272,266	41,272,266	34,900,554	28,486,876
2,237,057	1,671,045	-	-	-	-
30,576,739	28,828,263	-	-	-	-
22,881,292	18,590,443	-	-	-	-
$ 55,695,088	$ 49,089,751	$ 43,753,749	$ 43,753,749	$ 36,056,471	$ 29,093,766
$ -	$ -	$ 8,881,453	$ 8,451,723	$ 8,372,217	$ 7,850,712
-	-	22,880,112	10,909,530	18,606,927	19,446,036
259,018	391,839	-	-	-	-
15,433,451	20,337,361	-	-	-	-
1,117,250	925,527	-	-	-	-
-	(2,513)	-	-	-	-
$ 16,809,719	$ 21,652,214	$ 31,761,565	$ 19,361,253	$ 26,979,144	$ 27,296,748

GALENA PARK INDEPENDENT SCHOOL DISTRICT
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)

	2016	2015	2014
Revenues			
Local, intermediate, and out-of-state	$ 128,445,612	$ 115,585,283	$ 107,545,114
State program revenues	111,995,083	122,134,322	115,638,378
Federal program revenues	26,322,625	24,897,318	25,663,538
Total revenues	266,763,320	262,616,923	248,847,030
Expenditures			
Current:			
Instruction	119,942,290	116,123,750	108,236,343
Instruction resoruces and media services	2,474,879	2,261,229	2,297,366
Curriculum and instructional staff development	5,238,950	5,099,920	4,741,875
Instructional leadership	5,533,203	5,315,963	5,040,251
School leadership	13,251,279	12,087,329	11,495,594
Guidance, counseling and evaluation services	7,386,617	6,886,719	5,900,141
Social work services	820,905	543,602	578,533
Health services	1,743,465	1,708,342	1,653,579
Student transportation	6,963,858	5,647,991	5,705,878
Food services	14,151,542	13,497,039	13,146,607
Extracurricular activities	4,841,762	4,428,695	4,198,630
General administration	7,668,435	7,366,069	6,824,006
Facilities maintenance and operations	25,359,501	28,443,150	26,445,792
Security and monitoring services	2,590,903	2,575,648	2,839,113
Data processing services	3,294,586	3,799,413	2,271,870
Community services	1,365,667	1,436,163	1,408,332
Principal on long-term debt	12,243,335	10,975,838	10,528,062
Interest on long-term debt	8,596,257	9,044,466	9,871,530
Bond issuance costs and fees	9,060	174,015	172,598
Facilities acquisition and construction expenditures	3,817,722	680,693	294,454
Payments to appraisal districts	908,466	857,019	764,804
Total Expenditures	248,202,682	238,953,053	224,415,358
Excess (deficiency) of revenues over (under) expenditures	18,560,638	23,663,870	24,431,672
Other financing sources (uses)			
Refunding bonds issued	-	9,505,000	8,970,000
Capital related debt issued (regular bonds)	-	-	-
Sale of real or personal property	85,493	84,150	41,806
Transfers in	4	-	13,427
Premium or discount on issuance of bonds	-	456,463	986,842
Transfers out	(4)	-	(13,427)
Payment to bond refunding escrow agent	-	(18,693,513)	(9,787,132)
Other resources	-	-	-
Other uses - court ordered tax refunds	-	-	-
Total other financing sources (uses)	85,493	(8,647,900)	211,516
Net change in Fund Balances	$ 18,646,131	$ 15,015,970	$ 24,643,188
Debt service as a percentage of noncapital expenditures*	8.66%	8.68%	9.31%

* Debt service as a percentage of noncapital expenditures is determined by dividing debt service expenditures by total expenditures less current year capital outlay in the reconciliation between the government-wide

Table 4

2013	2012	2011	2010	2009	2008	2007
$ 100,870,878	$ 86,839,658	$ 88,352,462	$ 87,446,212	$ 84,497,542	$ 76,939,894	$ 81,180,321
111,519,829	100,431,290	101,831,613	99,495,102	107,326,585	108,661,567	89,350,078
25,300,766	28,555,473	35,122,701	41,171,536	24,513,530	20,167,976	20,779,916
237,691,473	215,826,421	225,306,776	228,112,850	216,337,657	205,769,437	191,310,315
105,345,195	104,778,613	113,533,933	116,343,652	108,274,823	101,879,051	92,229,252
2,096,006	2,156,143	2,238,478	2,250,754	2,146,819	2,070,834	1,863,613
4,465,590	4,486,751	5,322,015	5,883,925	5,135,790	4,248,338	4,003,173
4,807,130	4,699,674	5,027,723	4,851,875	4,366,090	4,667,600	3,884,720
9,780,324	9,733,219	10,470,061	11,055,609	10,162,127	9,853,352	8,698,078
5,905,014	5,558,339	6,582,751	6,881,197	6,087,783	6,041,654	5,568,678
466,373	417,632	386,115	534,991	591,089	623,889	672,099
1,580,846	1,606,261	1,695,358	1,686,373	1,535,239	1,379,020	1,272,822
5,610,045	5,210,690	5,098,572	5,446,174	4,762,776	4,707,440	4,671,273
12,385,551	12,037,705	13,163,036	11,077,711	11,113,215	9,987,017	9,286,177
3,533,511	3,384,149	4,182,803	3,885,984	3,345,017	2,908,841	2,808,282
6,348,851	6,143,821	6,732,709	6,980,173	5,856,038	5,846,843	6,165,420
21,969,662	21,411,993	23,414,498	21,786,715	20,754,911	19,874,965	17,603,073
2,412,958	2,044,109	2,006,943	2,332,810	2,104,542	2,090,946	1,808,093
2,635,290	2,826,525	2,449,516	2,051,911	2,694,735	1,911,618	1,646,654
1,395,984	1,406,599	1,373,535	1,305,020	1,284,313	1,076,330	942,597
9,904,288	8,124,325	10,848,290	10,025,749	9,199,916	8,854,781	8,869,751
11,049,145	13,148,832	10,496,688	10,771,053	11,195,372	10,561,545	9,215,243
533,905	166,082	165,893	99,352	-	-	-
3,892,873	4,583,902	8,337,870	3,175,535	5,004,840	18,107,897	22,041,543
721,839	680,484	687,831	667,412	586,095	563,772	-
216,840,380	214,605,848	234,214,618	229,093,975	216,201,530	217,255,733	203,250,541
20,851,093	1,220,573	(8,907,842)	(981,125)	136,127	(11,486,296)	(11,940,226)
37,990,000	9,234,299	9,250,000	-	-	-	-
-	-	-	17,000,000	-	18,000,000	68,790,871
34,816	230,813	79,973	39,096	24,581	39,341	32,434
79,105	1,346,897	235,750	68,924	28,106	9,819	-
3,212,391	745,214	671,423	85,170	-	92,057	2,960,392
(79,105)	(1,346,897)	(235,750)	(40,928)	(27,948)	(9,819)	(554,346)
(40,619,106)	(9,796,601)	(9,753,590)	-	-	-	(43,077,608)
-	128,542	89,284	26,578	-	-	-
-	-	-	-	(81,480)	-	(119,103)
618,101	542,267	337,090	17,178,840	(56,741)	18,131,398	28,032,640
$ 21,469,194	$ 1,762,840	$ (8,570,752)	$ 16,197,715	$ 79,386	$ 6,645,102	$ 16,092,414
10.20%	10.31%	9.70%	9.33%	9.78%	9.79%	10.05%

GALENA PARK INDEPENDENT SCHOOL DISTRICT
REVENUE BY SOURCE FOR GOVERNMENTAL FUNDS *
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)

	2016	2015	2014	2013
Revenues from Local and Intermediate Sources:				
Property Taxes	$ 122,825,737	$ 110,746,646	$ 101,898,646	$ 96,060,301
Food Sales	2,333,083	2,396,720	2,750,940	2,655,573
Earnings on Investments	687,500	206,953	167,415	177,448
Cocurricular / Student Activities	1,753,061	1,143,482	1,062,967	1,367,827
Other Revenues from Local and Intermediate Sources	846,231	1,091,482	1,665,146	609,729
Total Revenue from Local and Intermediate Sources	128,445,612	115,585,283	107,545,114	100,870,878
State Program Revenues:				
Foundation School Formula	97,269,336	102,427,994	96,750,134	89,799,577
TRS On-behalf Revenue	8,871,824	8,584,055	7,975,683	6,868,878
Debt Allotment	1,645,363	2,340,175	2,553,951	4,503,773
Available School Fund (Per Capita)	3,790,886	5,505,980	5,347,184	9,490,102
District Awards Teacher Excellence (DATE)	-	-	-	-
Texas Educator Excellence Governors Award (TEEG)	-	-	-	-
Technology Allotment	-	-	-	-
TX HS Initiative - Early Warning Data System (STTE)	-	-	-	-
Accelerated Reading & Math Instruction (ARI/AMI)	-	-	-	-
Student Success Initiative	-	-	-	-
Instructional Materials Allotment	-	1,647,182	2,834,175	560,990
TRS Employee Health Insurance	-	1,451,572	-	-
Other State Program Revenues **	417,674	177,364	177,551	296,509
Total State Program Revenues	111,995,083	122,134,322	115,638,678	111,519,829
Federal Program Revenues:				
State Fiscal Stabilization Fund				
National School Breakfast and Lunch Program	11,012,191	10,597,174	10,280,909	9,978,169
ESEA Title I, Part A - Improving Basic Programs	5,132,166	5,307,455	5,111,193	5,038,958
IDEA Part B - Formula	3,515,491	3,727,742	3,956,789	3,547,960
IDEA Part B - Formula - ARRA	-	-	-	-
ESEA Title I, Part A - Improving Basic Programs - ARRA	-	-	-	-
SHARS	1,634,964	-	1,606,362	1,588,777
ESEA Title II, Part A - Teacher, Principal, Training, Recruiting	682,687	726,222	744,649	718,650
Early Head Start	781,856	781,856	732,369	772,064
ESEA Title III, Part A - Limited English Proficiency	683,384	658,421	554,948	668,683
USDA Commodities	979,489	846,558	871,112	856,296
Advanced Placement Incentive Program	-	-	-	-
E-Rate	498,286	656,906	694,871	678,780
Vocational Education - Carl D. Perkins	-	-	-	-
ESEA Title II, Part D - Technology Immersion Pilot (TIP)	-	726,222	-	-
Title I, Part C		-	184,509	-
21st Century	331,383	406,429	253,876	-
Education Jobs Fund	-	-	-	-
Temporary Impact Aid - HERA	-	-	-	-
FEMA Disaster Assistance****	-	-	-	-
Other Federal Program Revenue **	1,070,728	462,337	671,951	1,452,429
Total Federal Program Revenues	26,322,625	24,897,322	25,663,538	25,300,766
Total Revenues for Governmental Funds	$ 266,763,320	$ 262,616,927	$ 248,847,330	$ 237,691,473

* This schedule is prepared in lieu of a Schedule of Tax Revenues by Source, as all tax revenues received by the District are Ad Valorem Taxes.

** Individual local, state and federal programs in excess of $300,000 are reported separately in this schedule. All others are combined as Other Local, State or Federal Program Revenues. Additionally, prior year information is not restated for programs or grants that exceed $300,000 in a subsequent year, the amounts remain in Other Local, State or Federal Program Revenues.

*** This schedule includes all Governmental Fund Types

**** Disaster assistance grants received are the result of damage from Hurricane Ike.

Table 5

2012	2011	2010	2009	2008	2007
$ 82,518,824	$ 83,600,427	$ 83,277,367	$ 79,685,962	$ 70,112,171	$ 73,518,426
2,584,201	2,629,662	2,664,951	2,649,521	2,813,791	2,630,236
195,268	226,543	284,441	1,023,944	2,397,172	3,412,545
1,121,203	1,025,400	639,550	551,336	664,164	855,365
420,162	870,430	579,730	586,779	952,596	763,749
86,839,658	88,352,462	87,446,039	84,497,542	76,939,894	81,180,321
81,902,071	79,814,416	82,113,931	85,971,145	86,415,431	67,850,143
7,395,226	8,193,606	7,069,140	7,611,883	7,572,012	6,599,574
3,597,685	3,134,120	3,700,428	5,443,920	6,283,044	5,747,220
5,056,922	6,555,194	2,364,313	5,053,058	5,484,330	7,726,035
1,454,823	1,480,587	1,410,553	-	-	-
-	-	923,541	1,357,418	1,346,233	-
-	591,107	588,162	588,152	579,554	496,717
-	-	362,670	-	-	-
-	-	-	461,089	466,400	654,896
351,661	322,868	-	-	-	-
503,730	1,181,649	-	-	-	-
-	-	-	-	-	-
169,172	558,066	962,365	839,920	514,563	275,493
100,431,290	101,831,613	99,495,103	107,326,585	108,661,567	89,350,078
	7,685,510	9,496,712	633,177	-	-
9,218,262	9,151,875	8,387,965	7,442,637	7,092,687	6,514,846
5,436,695	5,777,650	6,158,912	6,104,877	4,028,333	3,918,066
3,613,526	3,819,176	3,959,045	4,696,208	3,412,477	3,041,398
-	1,115,174	3,371,003	-	-	-
-	653,454	2,899,607	-	-	-
958,755	1,316,842	1,324,154	-	306,834	1,096,372
734,977	959,530	925,830	879,855	795,753	847,439
744,934	766,216	754,745	766,954	730,476	719,940
889,017	683,393	717,819	769,864	570,797	685,658
720,258	762,388	583,059	680,583	625,256	487,367
-	457,761	575,924	-	-	-
399,938	615,467	421,917	-	365,242	379,596
-	-	-	312,802	-	-
-	-	-	-	339,972	714,756
345,741	-	-	-	-	-
536,926	-	-	458,130	528,002	712,604
3,792,270	-	-	-	-	-
-	-	-	-	-	-
-	-	-	421,641	-	-
1,164,174	1,358,265	1,594,843	1,346,802	1,372,147	1,661,874
28,555,473	35,122,701	41,171,535	24,513,530	20,167,976	20,779,916
$ 215,826,421	$ 225,306,776	$ 228,112,677	$ 216,337,657	$ 205,769,437	$ 191,310,315

GALENA PARK INDEPENDENT SCHOOL DISTRICT

ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS

Fiscal Year Ended August 31,	Appraised Value		Less Exemptions	Total Taxable Assessed Value
	Real Property	Personal Property		
2007	$ 2,949,272,449	$ 2,672,340,941	$ (1,402,356,364)	$ 4,219,257,026
2008	3,153,068,761	3,114,049,982	(1,449,848,633)	4,817,270,110
2009	3,334,047,889	3,801,206,900	(1,668,534,891)	5,466,719,898
2010	3,374,490,897	3,950,573,931	(1,681,471,194)	5,643,593,634
2011	3,268,053,301	3,908,453,891	(1,683,347,545)	5,493,159,647
2012	3,250,137,926	4,002,379,770	(1,832,449,109)	5,420,068,587
2013	3,287,403,674	5,077,288,433	(2,001,845,389)	6,362,846,718
2014	3,581,313,317	5,306,633,833	(2,139,221,068)	6,748,726,082
2015	3,919,364,074	5,764,517,819	(2,250,681,962)	7,433,199,935
2016	4,507,635,430	5,798,150,791	(2,163,524,334)	8,142,261,887

(1) Tax rates are per $100 of taxable assessed value.

Source: Harris County Appraisal District

Note: The real property numbers were derived by using the tax roll for the necessary year and adding the totals for all items designated as "real" in the property use category description.

Personal property represents items not identified as "real" in the property use category description.

Actual value is the market value as reported by HCAD.

Table 6

Total Direct Tax Rate (1)	Actual Value	Assessed Value as a Percentage of Actual Value
$ 1.71500	$ 5,644,760,134	75%
1.43090	6,296,753,135	77%
1.45590	7,164,108,053	76%
1.47840	7,340,015,099	77%
1.51340	7,191,240,810	76%
1.51340	7,264,497,418	75%
1.51340	8,376,275,379	76%
1.51340	8,901,084,602	76%
1.51340	9,711,137,783	77%
1.51340	10,369,374,842	79%

GALENA PARK INDEPENDENT SCHOOL DISTRICT

PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
(PER $100 OF ASSESSED VALUE)
LAST TEN FISCAL YEARS

Taxing Authority	2016	2015	2014	2013
Overlapping Rates:				
Cities:				
Galena Park, City of	1.03745	1.04745	1.04745	1.05745
Houston, City of	0.60112	0.63108	0.63875	0.63875
Jacinto City, City of	0.78355	0.79991	0.79991	0.76612
Counties:				
Harris Co	0.41923	0.41731	0.41455	0.40021
Municipal Utility Districts:				
Harris Co MUD #8	0.58250	0.64000	0.68000	0.68000
Harris Co MUD #53	0.74000	0.81000	0.88000	0.91000
Harris Co MUD #285	0.81000	0.90000	0.96000	0.98000
Water Control and Improvement Districts:				
Harris Co WC&ID #36	0.35000	0.35000	0.33000	0.31000
Port of Houston Authority	0.01342	0.01531	0.01716	0.01952
Other Governmental Entities:				
Harris Co Dept of Education	0.00542	0.00600	0.00636	0.00662
Harris Co Flood Control District	0.02733	0.02736	0.02827	0.02809
Harris Co FWSD #51	0.28200	0.30000	0.33000	0.34500
San Jacinto Community College District	0.17578	0.18560	0.18560	0.18560
District Direct Rates:				
Maintenance and Operations	1.24330	1.24330	1.24330	1.24330
Debt Service	0.27010	0.27010	0.27010	0.27010
Total District Direct Rates	1.51340	1.51340	1.51340	1.51340

Source: Harris County Appraisal District

Table 7

2012	2011	2010	2009	2008	2007
1.03745	1.03745	1.03745	1.03745	1.04745	1.04745
0.63875	0.63875	0.63875	0.63875	0.64500	0.64750
0.79593	0.80153	0.72107	0.66147	0.67175	0.70880
0.39117	0.38805	0.39224	0.38923	0.39239	0.40240
0.56500	0.54250	0.52750	0.47000	0.49000	0.49000
0.87500	0.82500	0.79500	0.79500	0.81500	0.81500
0.94500	0.93000	0.93000	0.90000	0.90000	0.90000
0.29000	0.29000	0.28000	0.28000	0.28000	0.28000
0.01856	0.02054	0.01640	0.01770	0.01440	0.01300
0.00658	0.06581	0.06050	0.05840	0.05850	0.06290
0.02809	0.02923	0.02920	0.03090	0.03110	0.03240
0.34000	0.32000	0.02922	0.03086	0.03060	0.27000
0.18560	0.17628	0.17080	0.16341	0.14536	0.14536
1.18340	1.18340	1.18340	1.18340	1.18340	1.46750
0.33000	0.33000	0.29500	0.27250	0.24750	0.24750
1.51340	1.51340	1.47840	1.45590	1.43090	1.71500

GALENA PARK INDEPENDENT SCHOOL DISTRICT *Table 8*

PRINCIPAL TAXPAYERS

August 31, 2016

Taxpayer	2016 Taxable Assessed Value	2016 Rank	2016 Percentage of Total Taxable Assessed Value	2007 Taxable Assessed Value	2007 Rank	2007 Percentage of Total Taxable Assessed Value
Helmerich & Payne	$ 324,334,174	1	3.98%	$ 132,897,306	2	3.15%
Kinder Morgan Crude	275,463,500	2	3.38%	Not Available		
GE Packaged Power LP	268,661,315	3	3.30%	165,402,741	1	3.92%
Epik Terminaling	212,097,137	4	2.60%	Not Available		
Oiltanking Houston Inc	204,542,529	5	2.51%	82,085,350	3	1.95%
Magellan Terminal Holdings	176,046,794	6	2.16%	64,105,119	6	1.52%
Houston Fuel Co	172,654,939	7	2.12%	64,286,956	5	1.52%
Oiltanking Houston LP	148,478,732	8	1.82%	Not Available		
Shell Oil Co	138,099,426	9	1.70%	Not Available		
Targa Midstream	136,360,226	10	1.67%	Not Available		
GB Biosciences Corp	Not Available			68,472,883	4	1.62%
Stolt Nielsen Inc	Not Available			60,833,525	7	1.44%
Chevron/Phillips Chem CO	Not Available			56,628,874	8	1.34%
Maryland Marine Inc	Not Available			44,953,369	9	1.07%
Wilson Supply Co	Not Available			44,712,731	10	1.06%
	$ 2,056,738,772		25.26%	$ 784,378,854		18.59%

Source: District Records

GALENA PARK INDEPENDENT SCHOOL DISTRICT *Table 9*

PROPERTY TAX LEVIES AND COLLECTIONS

LAST TEN FISCAL PERIODS

Fiscal Year Ended August 31,	Total Tax Levy * for Fiscal Year (1)	Collected Within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2007	$ 72,145,369	70,597,750	97.85%	$ 1,371,707	$ 71,969,457	99.76%
2008	68,855,109	67,634,905	98.23%	1,046,422	68,681,327	99.75%
2009	78,941,849	77,745,766	98.48%	919,798	78,665,564	99.65%
2010	83,603,034	81,391,301	97.35%	1,408,259	82,799,560	99.04%
2011	82,672,989	81,347,725	98.40%	742,314	82,090,039	99.29%
2012	81,698,734	80,669,815	98.74%	319,713	80,989,528	99.13%
2013	96,048,750	94,771,892	98.67%	84,228	94,856,120	98.76%
2014	101,872,657	100,810,877	98.96%	246,157	101,057,034	99.20%
2015	112,211,659	109,459,347	97.55%	693,357	110,152,704	98.17%
2016	122,867,017	121,009,127	98.49%		121,009,127	98.49%

(1) Appraised value less exemptions equal taxable assessed value. The beginning taxable value net of adjustments times the tax rate set by the District's Board of Trustees each fall equals the total net tax levy. The net tax levy for prior years reflects ongoing adjustments applied to that year's tax levy.

GALENA PARK INDEPENDENT SCHOOL DISTRICT *Table 10*

RATIOS OF OUTSTANDING DEBT BY TYPE

LAST TEN FISCAL YEARS

Fiscal Year	Governmental Activities: Schoolhouse and Refunding Bonds	Governmental Activities: Qualified Zone Academy Bonds	Total Primary Government	Ratio of Debt to Assessed Value (1)	Debt per Student (2)
2007	$ 269,003,752	$ 7,963,504	$ 276,967,256	6.43%	$ 11,923
2008	280,785,391	7,231,985	288,017,376	5.88%	12,872
2009	273,992,265	6,500,466	280,492,731	5.05%	13,642
2010	283,991,592	5,768,947	289,760,539	5.13%	13,275
2011	277,026,865	5,037,428	282,064,293	4.98%	13,598
2012	269,248,264	4,305,909	273,554,173	4.99%	12,533
2013	260,208,967	3,574,390	263,783,357	4.11%	12,017
2014	252,892,055	2,842,871	255,734,926	3.75%	11,251
2015	236,617,958	2,111,352	238,729,310	3.16%	10,391
2016	226,885,674	1,379,833	228,265,507	2.80%	10,140.18

Note: Details regarding the District's outstanding debt can be found in the notes to the financial statements.

(1) See Table 6 for assessed value information.

(2) See Table 17 for student enrollment information.

GALENA PARK INDEPENDENT SCHOOL DISTRICT *Table 11*

RATIOS OF NET GENERAL OBLIGATION BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS

Fiscal Year	Schoolhouse and Refunding Bonds Outstanding	Less: Amounts Available in Debt Service Fund	Total	Percentage of Estimated Actual Taxable Value of Property (1)	Net Bonded Debt per Student (2)
2007	$ 269,003,752	$ 3,123,604	$265,880,148	6.30%	$ 12,553
2008	280,785,391	3,193,333	277,592,058	5.76%	13,193
2009	273,992,265	3,976,978	270,015,287	4.94%	12,732
2010	283,991,592	4,232,268	279,759,324	4.96%	13,067
2011	277,026,865	4,973,571	272,053,294	4.95%	12,620
2012	269,248,264	7,386,838	261,861,426	4.83%	12,023
2013	260,208,967	8,942,426	251,266,541	3.95%	11,415
2014	252,892,055	10,043,759	242,848,296	3.60%	10,786
2015	236,617,958	4,024,630	232,593,328	3.13%	10,274
2016	226,885,674	7,539,501	219,346,173	2.69%	9,744

(1) See Table 6 for assessed value information.

(2) See Table 17 for student enrollment.

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GALENA PARK INDEPENDENT SCHOOL DISTRICT *Table 12*

COMPUTATION OF ESTIMATED DIRECT AND OVERLAPPING DEBT

For the Year Ended August 31, 2016

Governmental Unit	Net Debt Amount	Net Debt As Of	Percentage Overlapping	Amount of Overlapping Debt
Cities:				
Galena Park	$ 5,631,179	09/30/15	100.00%	$ 5,631,179
Houston	2,903,103,474	06/30/15	0.32%	9,289,931
Jacinto City	2,640,000	06/30/16	34.59%	913,176
Counties:				
Harris		02/29/16	1.89%	-
Municipal Utility Districts:				
Harris Co. MUD 8	3,653,533	06/30/16	100.00%	3,653,533
Harris Co. MUD 53	10,985,669	10/13/15	27.20%	2,988,102
Harris Co. MUD 285	48,073,639	06/30/16	69.67%	33,492,904
Water Control and Improvement Districts				
Harris Co. WC&ID 36	13,148,843	06/30/15	100.00%	13,148,843
Port of Houston Authority	-	12/31/15	15.77%	-
Other Governmental Entities:				
Harris County Department of Education	7,210,000	08/31/15	1.89%	136,269
Harris County Flood Control District	78,841,017	02/29/16	1.89%	1,490,095
Harris Co. FWSD 51	11,289,750	06/30/15	100.00%	11,289,750
San Jacinto Community College District	412,288,509	08/31/15	15.77%	65,017,898
	Subtotal, overlapping debt			147,051,680
	Galena Park Independent School District Direct Debt			228,265,507
	Total Direct and Overlapping Debt			$ 375,317,187

Sources: Texas Municipal Report issued by the Municipal Advisory Council of Texas

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the District. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the Galena Park Independent School District. This process recognizes that, when considering the government's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for paying the debt, of each overlapping government.

GALENA PARK INDEPENDENT SCHOOL DISTRICT
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS

	2016	2015	2014	2013
Debt Limit	$ 1,030,578,622	$ 968,388,190	$ 888,794,715	$ 836,469,211
Less: Total Net Debt Applicable to Limit	161,102,136	177,003,817	191,581,929	200,567,976
Legal Debt Margin	$ 869,476,486	$ 791,384,373	$ 697,212,786	$ 635,901,235
Total Net Debt Applicable to the Limit As a Percentage of Debt Limit	15.63%	18.28%	21.56%	23.98%

Legal Debt Margin Calculation for Fiscal Year 2016

Assessed Taxable Value	$ 8,142,261,887
Add back:	
Exempt Real Property	2,163,524,334
Total Assessed Value	$ 10,305,786,221
Debt Limit (10% of total assessed value)	$ 1,030,578,622
Debt Applicable to Limit:	
Schoolhouse and Refunding Bonds	$ 168,641,637
Less: Amount set aside for repayment of bonds	(7,539,501)
Total Net Debt Applicable to Limit	$ 161,102,136
Legal Debt Margin	$ 869,476,486

Note: Although there is no legal debt limit in the State of Texas, most school business officials in the State hold the opinion that the Attorney General would not approve bonded indebtedness in excess of 10 percent of assessed value.

Source: Harris County Appraisal District.

Table 13

2012	2011	2010	2009	2008	2007
$ 732,506,483	$ 713,525,479	$ 732,506,483	$ 713,525,479	$ 626,711,874	$ 562,161,339
211,902,613	225,734,930	235,156,283	225,458,448	208,897,720	193,614,917
$ 499,406,933	$ 487,790,549	$ 391,555,591	$ 336,702,891	$ 298,636,088	$ 240,928,048
30.96%	31.82%	31.64%	37.52%	40.11%	41.16%

GALENA PARK INDEPENDENT SCHOOL DISTRICT *Table 14*

DEMOGRAPHIC AND ECONOMIC STATISTICS

LAST TEN FISCAL YEARS

Fiscal Year	Residential Units (1)	Total Assessed Value per Residential Unit (1)	Average Assessed Value per Residential Unit (1)	Median Annual Income (2)	Per Capita Personal Income (2)	Unemployment Rate (2)
2007	20,452	$ 1,234,087,515	$ 60,341	$ 49,977	$ 49,634	4.3%
2008	20,499	1,337,559,065	65,250	Not Available	47,788	5.2%
2009	20,526	1,396,707,548	68,046	Not Available	Not Available	8.2%
2010	20,536	1,263,129,320	61,508	Not Available	Not Available	8.6%
2011	20,534	1,193,407,476	58,119	34,430	Not Available	8.1%
2012	20,572	1,150,278,910	55,915	35,150	Not Available	7.0%
2013	20,606	1,103,012,056	53,529	35,342	Not Available	6.1%
2014	20,669	1,131,283,208	54,733	36,042	Not Available	5.5%
2015	20,832	1,195,762,229	57,400	36,879	Not Available	4.6%
2016	20,911	1,210,395,703	57,883	51,831	Not Available	5.8%

(1) Harris County Appraisal District

The residential property numbers were derived by using the tax roll for the necessary year and adding the totals fo designated as "residential" in the property use category description.

(2) TRACER of Texas Workforce Commission for Harris County

(3) United States Department of Labor - Bureau of Labor Statistics

GALENA PARK INDEPENDENT SCHOOL DISTRICT *Table 15*

PRINCIPAL EMPLOYERS

For the Year Ended August 31, 2016

	2016			2007 [1]		
Taxpayer	**Employees**	**Rank***	**Percentage of Principal Employers**	**Employees**	**Rank***	**Percentage of Principal Employers**
Galena Park Independent School District	2,940	1	46.72%			
East Houston Regional Hospital	1,300	2	20.66%			
Walmart	750	3	11.92%			
Chevron	400	4	6.36%			
Sams Club East Freeway	200	5	3.18%			
Shell Oil Products	190	6	3.02%			
Home Depot	175	7	2.78%			
Lowes	140	8	2.22%			
Academy	103	9	1.64%			
National Oilwell Varco	95	10	1.51%			
	6,293		100.00%			

[1] Information not readily available.

Source: District records or managerial contact for referenced Employer.

GALENA PARK INDEPENDENT SCHOOL DISTRICT

FULL-TIME EQUIVALENT DISTRICT EMPLOYEES

LAST TEN FISCAL YEARS

	2016	2015	2014	2013
Professional Staff				
Teachers	1,410	1,380	1,473	1,480
Professional Support	401	380	263	297
Campus Administration	80	77	76	69
Central Administration	51	47	51	11
Education Aides	204	223	177	127
Auxiliary Staff	794	870	918	956
Total	2,940	2,977	2,958	2,940

Source: Texas Education Agency TAPR (Texas Academic Performance Report)

Table 16

2012	2011	2010	2009	2008	2007
1,492	1,537	1,573	1,520	1,545	1,532
270	307	274	285	227	218
65	74	70	72	75	67
35	29	34	27	29	36
98	134	167	141	146	176
1,014	1,023	976	976	950	914
2,974	3,094	3,021	2,972	2,943	2,992

GALENA PARK INDEPENDENT SCHOOL DISTRICT
OPERATING STATISTICS
LAST TEN FISCAL YEARS

Fiscal Year August 31,	Average Daily Attendance	Governmental Fund Expenditures		Government-wide Expenses	
		Operating Expenditures (1)	Cost per Student	Governmental Activities Expenses	Cost per Student
2007	19,587	$ 163,124,004	$ 8,328	$ 183,886,925	$ 9,388
2008	19,585	179,731,510	9,177	203,073,499	10,369
2009	19,780	190,801,402	9,646	213,781,703	10,808
2010	19,830	205,022,286	10,339	229,016,610	11,549
2011	20,114	204,365,877	10,160	226,263,052	11,249
2012	20,226	188,582,707	9,324	211,523,486	10,458
2013	20,500	191,994,074	9,366	213,051,992	10,393
2014	20,884	203,548,714	9,747	224,526,271	10,751
2015	21,019	218,078,041	10,375	232,560,231	11,064
2015	21,002	223,536,308	10,644	241,031,451	11,477

Source: District Records

(1) Operating expenditures include governmental fund expenditures less debt service and facilities acquisition and construction expenditures.

Table 17

District Employees				Final Enrollment	Percentage Increase in Enrollment	Student / Teacher Ratio	Students Participating in Free/Reduced Lunch Program
Teachers	Professionals	Other	Total				
1,532	321	1,090	2,992	21,180	2.40%	14	16,366
1,545	331	1,096	2,943	21,041	-0.66%	14	16,042
1,520	384	1,117	2,972	21,208	0.79%	14	17,983
1,573	379	1,142	3,021	21,409	0.95%	14	17,761
1,537	410	1,157	3,094	21,557	0.69%	14	16,842
1,492	370	1,112	2,974	21,780	1.03%	15	17,216
1,480	297	1,163	2,940	22,012	1.07%	15	18,220
1,473	263	1,222	2,958	22,515	2.29%	15	18,055
1,380	380	1,217	2,977	22,639	0.55%	16	18,075
1,410	401	1,129	2,940	22,511	-0.57%	16	17,919

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GALENA PARK INDEPENDENT SCHOOL DISTRICT *Table 18*

TEACHER BASE SALARIES

LAST TEN FISCAL YEARS

Fiscal Year	Minimum Salary (1)	Maximum Salary (1)	Statewide Average (2)
2007	$ 40,000	$ 62,875	$ 44,897
2008	41,000	64,925	46,179
2009	43,000	67,475	47,159
2010	44,500	69,525	48,263
2011	45,000	70,575	48,638
2012	45,000	70,575	48,375
2013	45,000	70,575	48,821
2014	45,500	71,825	49,692
2015	50,000	73,150	50,715
2016	51,000	74,500	51,891

(1) Source: District Records

(2) Source: Texas Education Agency TAPR (Texas Academic Performance Report)

GALENA PARK INDEPENDENT SCHOOL DISTRICT

SCHOOL BUILDING INFORMATION

LAST TEN FISCAL YEARS

Building:	Year Built	2016	2015	2014
HIGH SCHOOLS				
Galena Park	1950			
Square Footage		277,914	277,914	277,914
Additions				
Revised Sq Ft		277,914	277,914	277,914
Capacity (see note #1)		1,869	1,869	1,869
Enrollment		1,967	1,967	2,025
North Shore West	1954			
Square Footage		390,876	390,876	390,876
Additions				
Revised Sq Ft		390,876	390,876	390,876
Capacity (see note #1)		1,678	1,678	1,678
Enrollment		1,184	1,184	1,156
North Shore East (see note #3)	1956			
Square Footage		120,555	120,555	120,555
Additions				
Revised Sq Ft		120,555	120,555	120,555
Capacity (see note #1)		1,134	1,134	1,134
Enrollment (see note #2)				
North Shore Senior High	1998			
Square Footage		492,913	492,913	492,913
Additions				
Revised Sq Ft		492,913	492,913	492,913
Capacity (see note #1)		3,384	3,384	3,384
Enrollment		3,373	3,373	3,257
Sub-Total Sq Ft. High Schools		**1,282,258**	**1,282,258**	**1,282,258**
MIDDLE SCHOOLS				
Galena Park	1993			
Square Footage		149,394	149,394	149,394
Additions				
Revised Sq Ft		149,394	149,394	149,394
Capacity (see note #1)		1,106	1,106	1,106
Enrollment		999	971	1,039
North Shore	1993			
Square Footage		216,836	216,836	216,836
Additions				
Revised Sq Ft		216,836	216,836	216,836
Capacity (see note #1)		1,449	1,449	1,449
Enrollment		1,396	1,365	1,344

2013	2012	2011	2010	2009	2008	2007
277,914	277,914	277,914	277,914	277,914	277,914	277,914
277,914	277,914	277,914	277,914	277,914	277,914	277,914
1,869	1,869	1,869	1,869	1,869	1,869	1,869
1,915	1,867	1,733	1,857	1,800	1,748	1,728
390,876	390,876	390,876	390,876	390,876	390,876	390,876
390,876	390,876	390,876	390,876	390,876	390,876	390,876
1,678	1,678	1,678	1,678	1,678	1,678	1,678
1,156	1,122	1,193	1,135	1,087	2,150	2,161
120,555	120,555	120,555	120,555	120,555	120,555	120,555
120,555	120,555	120,555	120,555	120,555	120,555	120,555
1,134	1,134	1,134	1,134	1,134	1,134	1,134
492,913	492,913	492,913	492,913	492,913	356,213 136,700	356,213
492,913	492,913	492,913	492,913	492,913	492,913	356,213
3,384	3,384	3,384	3,384	3,384	3,384	2,187
3,319	3,322	3,241	3,052	2,967	1,851	1,862
1,282,258	**1,282,258**	**1,282,258**	**1,282,258**	**1,282,258**	**1,282,258**	**1,145,558**
149,394	149,394	149,394	149,394	149,394	149,394	149,394
149,394	149,394	149,394	149,394	149,394	149,394	149,394
1,106	1,106	1,106	1,106	1,106	1,106	1,106
1,052	1,072	1,060	1,002	1,003	932	921
216,836	216,836	216,836	216,836	216,836	216,836	216,836
216,836	216,836	216,836	216,836	216,836	216,836	216,836
1,449	1,449	1,449	1,449	1,449	1,449	1,449
1,310	1,269	1,324	1,304	1,357	1,406	1,396

GALENA PARK INDEPENDENT SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS

Building:	Year Built	2016	2015	2014
MIDDLE SCHOOLS (continued)				
Woodland Acres	1947			
Square Footage		97,086	97,086	97,086
Additions				
Revised Sq Ft		97,086	97,086	97,086
Capacity (see note #1)		659	659	659
Enrollment		523	517	459
Cunningham	1981			
Square Footage		167,234	167,234	167,234
Additions				
Revised Sq Ft		167,234	167,234	167,234
Capacity (see note #1)		1,123	1,123	1,123
Enrollment		958	945	998
Cobb 6th Grade Campus	2000			
Square Footage		130,893	130,893	130,893
Additions				
Revised Sq Ft		130,893	130,893	130,893
Capacity (see note #1)		1,240	1,240	1,240
Enrollment		1,167	1,157	1,063
Sub-Total Sq Ft. Middle Schools		**761,443**	**761,443**	**761,443**
ELEMENTARY SCHOOLS				
Cimarron	1954			
Square Footage		90,123	90,123	90,123
Additions				
Revised Sq Ft		90,123	90,123	90,123
Capacity (see note #1)		1,034	1,034	1,034
Enrollment		799	791	833
Cloverleaf	1942			
Square Footage		89,346	89,346	89,346
Additions				
Revised Sq Ft		89,346	89,346	89,346
Capacity (see note #1)		1,048	1,048	1,048
Enrollment		831	812	871
Galena Park	1936			
Square Footage		79,396	79,396	79,396
Additions				
Revised Sq Ft		79,396	79,396	79,396
Capacity (see note #1)		700	700	700
Enrollment		644	628	671

2013	2012	2011	2010	2009	2008	2007
97,086	97,086	97,086	97,086	97,086	88,244	88,244
					8,842	
97,086	97,086	97,086	97,086	97,086	97,086	88,244
659	659	659	659	659	659	490
458	472	487	509	487	479	495
167,234	167,234	167,234	162,765	162,765	162,765	162,765
167,234	167,234	167,234	162,765	162,765	162,765	162,765
1,123	1,123	1,123	1,047	1,047	1,047	1,047
887	913	907	932	888	819	872
130,893	130,893	130,893	130,893	130,893	130,893	130,893
130,893	130,893	130,893	130,893	130,893	130,893	130,893
1,240	1,240	1,240	1,240	1,240	1,240	1,240
1,155	1,162	1,009	1,066	1,098	1,107	1,163
761,443	**761,443**	**761,443**	**756,974**	**756,974**	**756,974**	**748,132**
90,123	90,123	90,123	90,123	90,123	90,123	90,123
90,123	90,123	90,123	90,123	90,123	90,123	90,123
1,034	1,034	1,034	1,034	1,034	1,034	1,034
809	810	807	855	880	925	993
89,346	89,346	89,346	89,346	89,346	89,346	89,346
89,346	89,346	89,346	89,346	89,346	89,346	89,346
1,048	1,048	1,048	1,048	1,048	1,048	1,048
845	804	836	777	779	767	902
79,396	79,396	79,396	79,396	79,396	64,348	64,348
					15,048	
79,396	79,396	79,396	79,396	79,396	79,396	64,348
700	700	700	700	700	700	613
670	655	667	643	649	619	598

GALENA PARK INDEPENDENT SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS

Building:	Year Built	2016	2015	2014
ELEMENTARY SCHOOLS (continued)				
Green Valley	1958			
Square Footage		96,041	96,041	96,041
Additions				
Revised Sq Ft		96,041	96,041	96,041
Capacity (see note #1)		988	988	988
Enrollment		806	765	720
Jacinto City	1943			
Square Footage		95,554	95,554	95,554
Additions				
Revised Sq Ft		95,554	95,554	95,554
Capacity (see note #1)		864	864	864
Enrollment		827	823	828
MacArthur	1951			
Square Footage		88,864	88,864	88,864
Additions				
Revised Sq Ft		88,864	88,864	88,864
Capacity (see note #1)		790	790	790
Enrollment		707	696	721
North Shore	1961			
Square Footage		88,789	88,789	88,789
Additions				
Revised Sq Ft		88,789	88,789	88,789
Capacity (see note #1)		920	920	920
Enrollment		987	959	915
Pyburn	1952			
Square Footage		73,654	73,654	73,654
Additions				
Revised Sq Ft		73,654	73,654	73,654
Capacity (see note #1)		720	720	720
Enrollment		649	633	681
Woodland Acres	1954			
Square Footage		62,010	62,010	62,010
Additions				
Revised Sq Ft		62,010	62,010	62,010
Capacity (see note #1)		499	499	499
Enrollment		438	437	422

2013	2012	2011	2010	2009	2008	2007
96,041	96,041	96,041	96,041	96,041	96,041	96,041
96,041	96,041	96,041	96,041	96,041	96,041	96,041
988	988	988	988	988	988	988
701	679	669	621	626	635	905
95,554	95,554	95,554	95,554	95,554	95,554	95,554
95,554	95,554	95,554	95,554	95,554	95,554	95,554
864	864	864	864	864	864	864
860	792	822	796	817	823	841
88,864	88,864	88,864	88,864	88,864	88,864	88,864
88,864	88,864	88,864	88,864	88,864	88,864	88,864
790	790	790	790	790	790	790
730	726	735	780	792	776	791
88,789	88,789	88,789	88,789	88,789	88,789	88,789
88,789	88,789	88,789	88,789	88,789	88,789	88,789
920	920	920	920	920	920	920
912	885	854	878	851	783	1,061
73,654	73,654	73,654	73,654	73,654	73,654	73,654
73,654	73,654	73,654	73,654	73,654	73,654	73,654
720	720	720	720	720	720	720
683	652	623	644	640	645	665
62,010	62,010	62,010	62,010	62,010	62,010	62,101
62,010	62,010	62,010	62,010	62,010	62,010	62,101
499	499	499	499	499	499	499
422	426	453	444	444	433	435

GALENA PARK INDEPENDENT SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS

Building:	Year Built	2016	2015	2014
Elementary (continued)				
Tice	1981			
Square Footage		80,680	80,680	80,680
Additions				
Revised Sq Ft		80,680	80,680	80,680
Capacity (see note #1)		792	792	792
Enrollment		700	690	733
Purple Sage	1990			
Square Footage		92,795	92,795	92,795
Additions				
Revised Sq Ft		92,795	92,795	92,795
Capacity (see note #1)		747	747	747
Enrollment		568	560	503
Havard	2000			
Square Footage		102,713	102,713	102,713
Additions				
Revised Sq Ft		102,713	102,713	102,713
Capacity (see note #1)		890	890	890
Enrollment		682	696	679
Normandy Crossing	2004			
Square Footage		106,800	106,800	106,800
Additions				
Revised Sq Ft		106,800	106,800	106,800
Capacity (see note #1)		777	777	777
Enrollment		643	630	652
Shirley J Williamson	2003			
Square Footage		105,000	105,000	105,000
Additions				
Revised Sq Ft		105,000	105,000	105,000
Capacity (see note #1)		797	797	797
Enrollment		641	621	698
Sam Houston	2007			
Square Footage		105,000	105,000	105,000
Additions				
Revised Sq Ft		105,000	105,000	105,000
Capacity (see note #1)		880	880	880
Enrollment		869	848	863
Sub-Total Sq Ft. Elementary Schools		**1,356,765**	**1,356,765**	**1,356,765**

2013	2012	2011	2010	2009	2008	2007
80,680	80,680	80,680	80,680	80,680	80,680	80,680
80,680	80,680	80,680	80,680	80,680	80,680	80,680
792	792	792	792	792	792	792
707	675	637	637	664	648	631
92,795	92,795	92,795	92,795	84,495	84,495	84,495
				8,300		
92,795	92,795	92,795	92,795	92,795	84,495	84,495
747	747	747	747	747	747	747
512	572	594	591	576	611	737
102,713	102,713	102,713	102,713	102,713	102,713	102,713
102,713	102,713	102,713	102,713	102,713	102,713	102,713
890	890	890	890	890	890	890
674	684	665	675	659	698	788
106,800	106,800	106,800	106,800	106,800	106,800	106,800
106,800	106,800	106,800	106,800	106,800	106,800	106,800
777	777	777	777	777	777	777
609	649	627	655	636	688	637
105,000	105,000	105,000	105,000	105,000	105,000	
105,000	105,000	105,000	105,000	105,000	105,000	
880	880	880	880	880	880	
826	827	845	813	778	790	
105,000	105,000	105,000	105,000	105,000	105,000	
105,000	105,000	105,000	105,000	105,000	105,000	
871	871	871	871	871	871	
827	827	845	813	778	790	
1,356,765	**1,356,765**	**1,356,765**	**1,356,765**	**1,356,765**	**1,348,465**	**1,123,508**

GALENA PARK INDEPENDENT SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS

Building:	Year Built	2016	2015	2014
OTHER CAMPUSES				
Becker Early Head Start				
Square Footage		9,295	9,295	9,295
Additions				
Revised Sq Ft		9,295	9,295	9,295
Capacity		64	64	64
Enrollment		64	64	64
PEP Center	2007			
Square Footage		9,651	9,651	9,651
Additions				
Revised Sq Ft		9,651	9,651	9,651
Capacity		48	48	48
Enrollment		48	48	48
Sub-Total Sq Ft. Other Campuses		**18,946**	**18,946**	**18,946**
OTHER FACILITIES				
ACT Clinic	2008			
Square Footage		3,100	3,100	3,100
Administration Building	2001			
Square Footage		81,000	81,000	81,000
Facilities & Planning/Warehouse				
Square Footage		18,456	18,456	18,456
Grounds Maintenance Dept.				
Square Footage		5,670	5,670	5,670
FFA Agricultural Facility	2002			
Square Footage		28,880	28,880	28,880
South Annex	1944			
Square Footage		5,603	5,603	5,603
Maintenance Facility	1950			
Square Footage		22,154	22,154	22,154
Stadium/Natatorium	2002			
Square Footage		44,519	44,519	44,519
Transportation Department	2001			
Square Footage		17,700	17,700	17,700
Athletics Office	2002			
Square Footage		10,669	10,669	10,669
North Annex				
Square Footage		2,250	2,250	2,250
Sub-Total Sq Ft. Other Facilities		**240,001**	**240,001**	**240,001**
GRAND TOTAL		**3,659,413**	**3,659,413**	**3,659,413**

Source: District Records
Note #1: Capacity does not include temporary buildings
Note #2: This is a specialized campus where students are enrolled in either GPHS, NHSHS, or NSHS West.
Note #3: North Shore East consists of Accelerated Center for Education, Center for Success, Central Intake, and Success Academy

2013	2012	2011	2010	2009	2008	2007
9,295	9,295	9,295	9,295	9,295	9,295	9,295
9,295	9,295	9,295	9,295	9,295	9,295	9,295
64	64	64	64	64	64	64
64	64	64	64	64	64	64
9,651	9,651	9,651	9,651	9,651	9,651	9,651
9,651	9,651	9,651	9,651	9,651	9,651	9,651
48	48	48	48	48	48	48
48	48	48	48	48	48	48
18,946	**18,946**	**18,946**	**18,946**	**18,946**	**18,946**	**18,946**
3,100	3,100	3,100	3,100	3,100	3,100	
81,000	81,000	81,000	81,000	81,000	81,000	81,000
18,456	18,456	17,006	17,006	17,006	17,006	9,506
5,670	5,670	5,670	5,670	5,670	5,670	5,670
28,880	28,880	28,880	28,880	28,880	28,880	28,880
5,603	5,603	5,603	5,603	5,603	5,603	5,603
22,154	22,954	22,954	22,954	22,954	22,954	22,954
44,519	44,519	44,519	44,519	44,519	44,519	44,519
17,700	17,700	17,700	17,700	17,700	17,700	17,700
10,669	10,669	10,669	10,669	10,669	10,669	10,669
2,250						
240,001	**238,551**	**237,101**	**237,101**	**237,101**	**237,101**	**226,501**
3,659,413	**3,657,963**	**3,656,513**	**3,652,044**	**3,652,044**	**3,643,744**	**3,262,645**

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