



# Annual Report of Certain Financial and Local Debt Information

## Fiscal Year Ended June 30, 2021

Denotes Required Information Pursuant to Local Government Code, Section 140.008

This report was posted on the District's website on December 17, 2021.



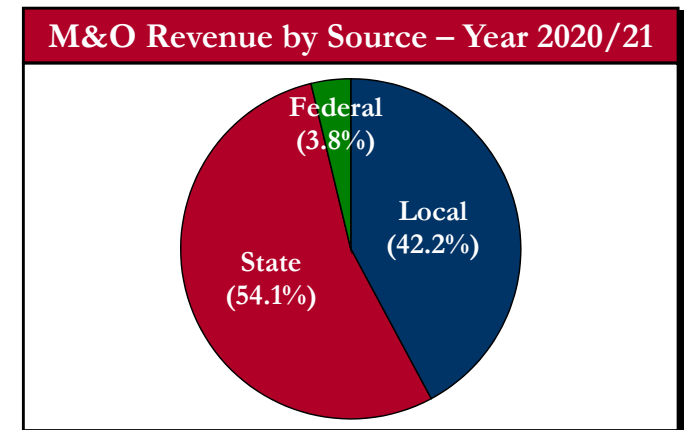
## ☑ Overview of Certain Financial/Bond Ratings

- ☐ **Overview:** Burkburnett Independent School District (the “District”) has been assigned the following independent financial/bond ratings that indicate the relative strength of the District’s financial and debt management:
  - **School Financial Integrity Rating System of Texas (“FIRST”):** Pursuant to Subchapter D, Chapter 39 of the Texas Education Code, the State annually deploys a financial accountability rating system to distinguish the level of a school district’s financial performance based upon certain uniform criteria.
    - ✓ Based on data for year 2019/20, the District was assigned a 2020/21 FIRST Rating of “Superior Achievement” and the District’s score was 100 out of a possible 100 points.
  - **Credit Ratings:** The District also maintains independent ratings from certain nationally recognized credit rating agencies, such as S&P Global Ratings, that evaluate the District’s financial strength and its ability to pay its existing bonds.
    - ✓ **S&P Global Ratings:** Assigns a “A+” credit rating to the District, defined as “Having a strong capacity to meet its financial commitments but is somewhat more susceptible to the adverse effects of changes in circumstances and economic conditions than obligors in higher-rated categories.”



# Overview of State Funding System

- ❑ **State Funding System – Where Do the District’s Revenues Come From:** Burkburnett ISD is legally required to operate pursuant to the requirements of the Texas Education Code. In particular, the Texas Education Code determines the District’s ability to generate local tax revenues for maintenance & operation purposes and for the repayment of voter-approved bonds. In this regard, the District annually sets two (2) separate tax rates that are levied upon its certified taxable value that is independently determined by the Wichita Appraisal District and Clay County Appraisal District:
- **Maintenance & Operations (“M&O”) Tax Rate:** To provide funds for the “day to day” operational expenses of the District, including instructional programs, teacher salaries, instructional supplies, security, student transportation, extracurricular activities, utilities, facility infrastructure/maintenance, etc.
  - ✓ The District’s annual funds for maintenance & operation purposes primarily consist of a combination of State funding and local M&O taxes. In general, the dollar amount of each component is determined by the District’s “Equalized Wealth per Student” (i.e. taxable value / weighted average daily attendance) as set by the State. For year 2020/21, the District’s sources for M&O revenues are summarized to the right.
  - ✓ On November 6, 2007, voters approved a tax ratification election to increase the District’s M&O tax rate to \$1.17. Prior to such ratification, the District was limited to a \$1.04 tax rate for maintenance and operations. Beginning in year 2019/20, the District’s M&O tax rate became subject to compression pursuant to House Bill 3 that was enacted during the 2019 legislative session.





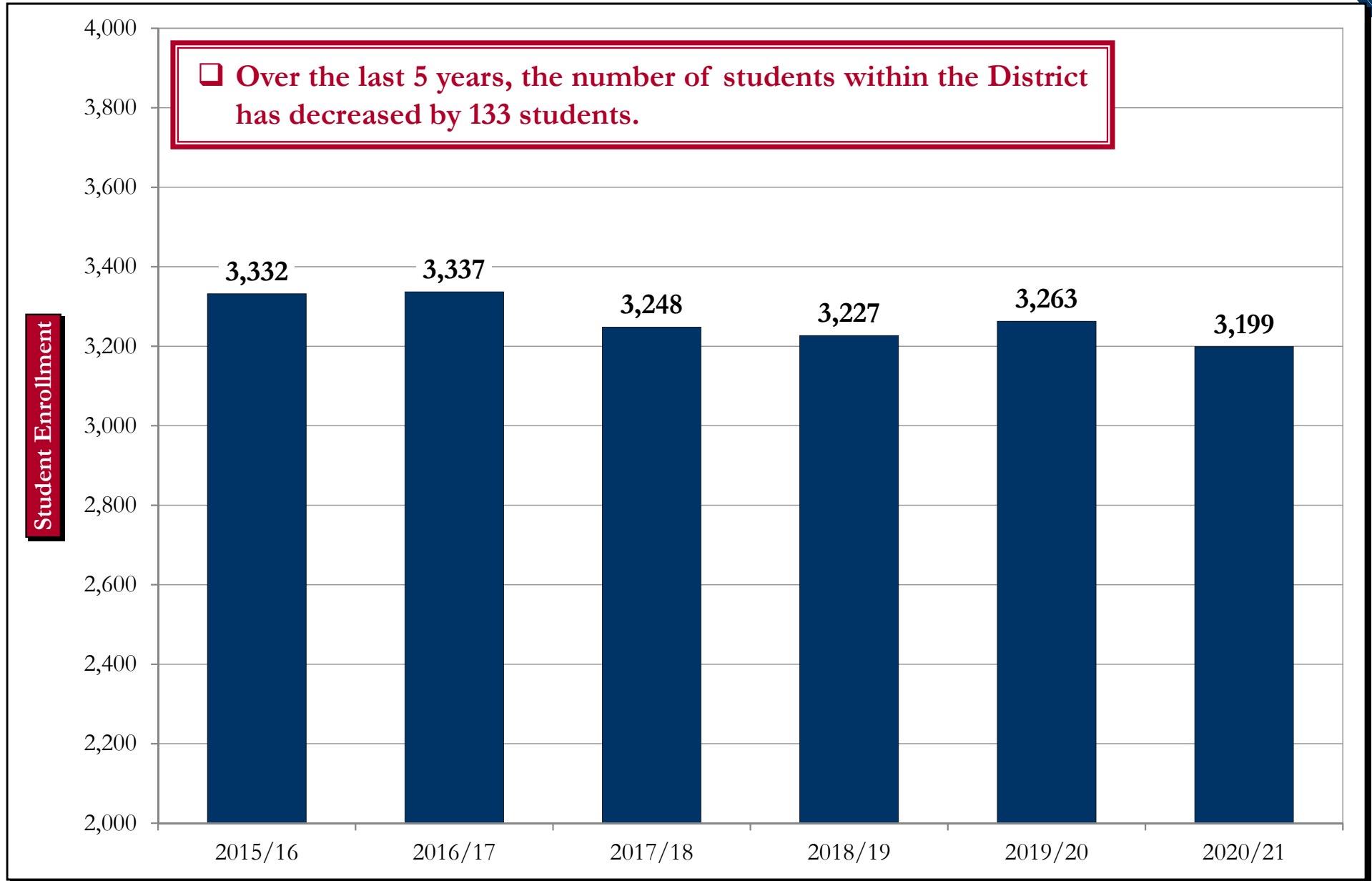
## ☑ Overview of State Funding System

- **Interest & Sinking Fund (“I&S”) Tax Rate:** To provide funds to pay the principal and interest on bonds approved by a majority of voters for capital improvements. The following summarizes the District’s bond programs approved by voters over the last 16 years:

<b>District’s Historical Bond Elections Approved By Voters</b>			
<b>Election Date</b>	<b>Purpose</b>	<b>Election Amount</b>	<b>Dollar Amount Of Bonds Remaining To Be Issued</b>
November 3, 2015	School Building	\$47,100,000	\$0
<b>Total Dollar Amount Of Authorized But Unissued Bonds - As of June 30, 2021:</b>			<b>\$0</b>

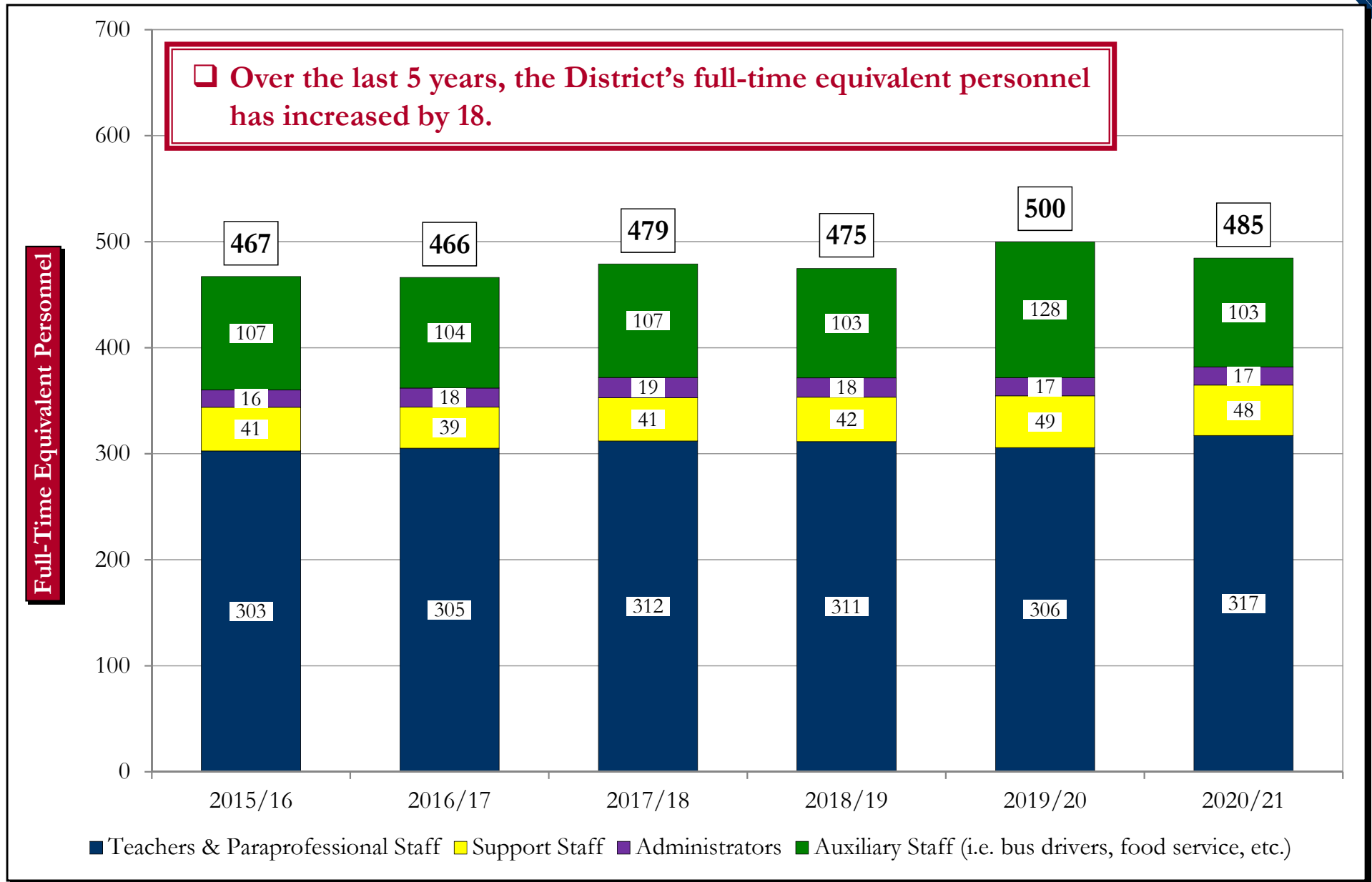


# Historical Student Enrollment



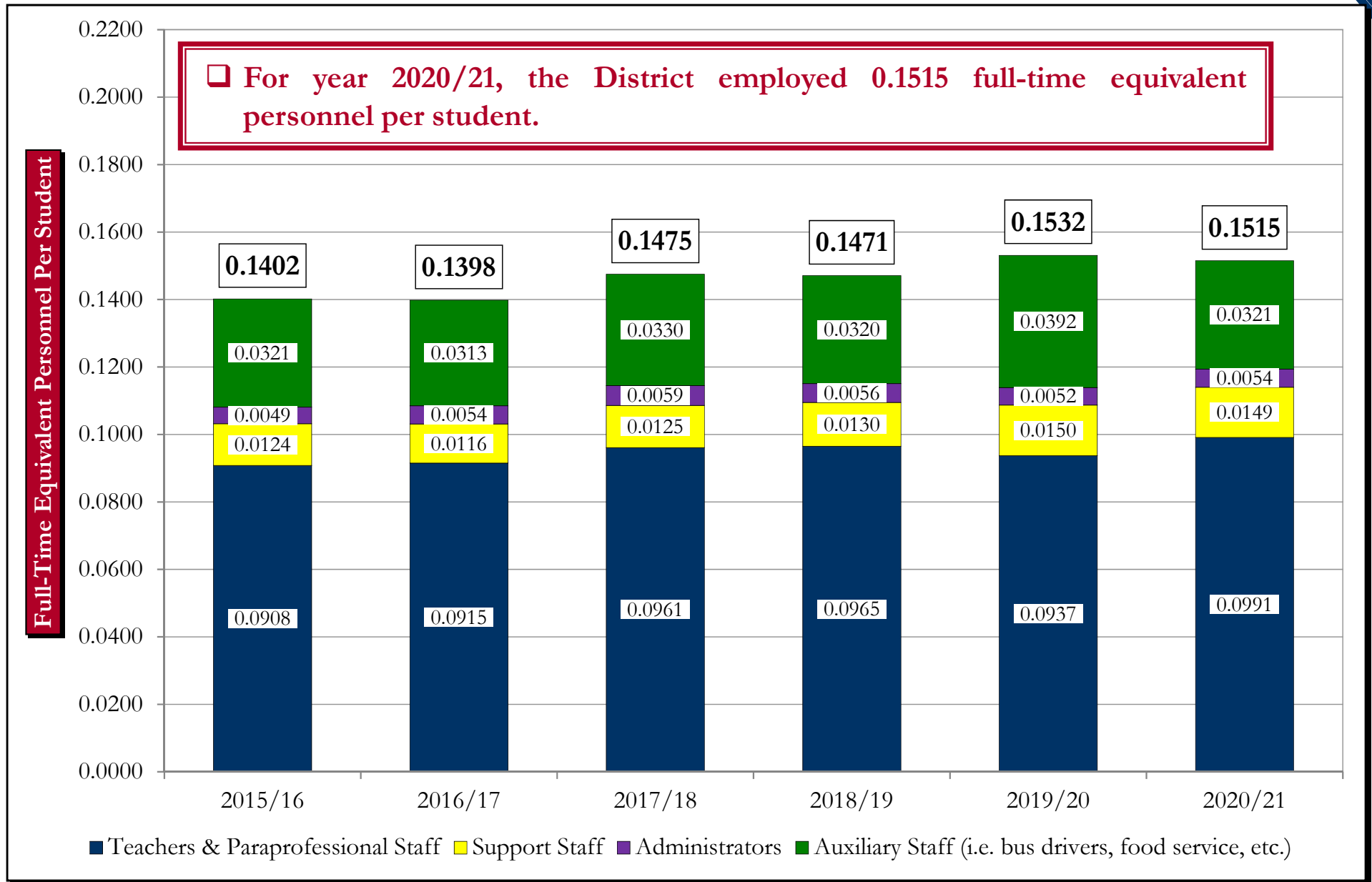


# Full-Time Equivalent Personnel



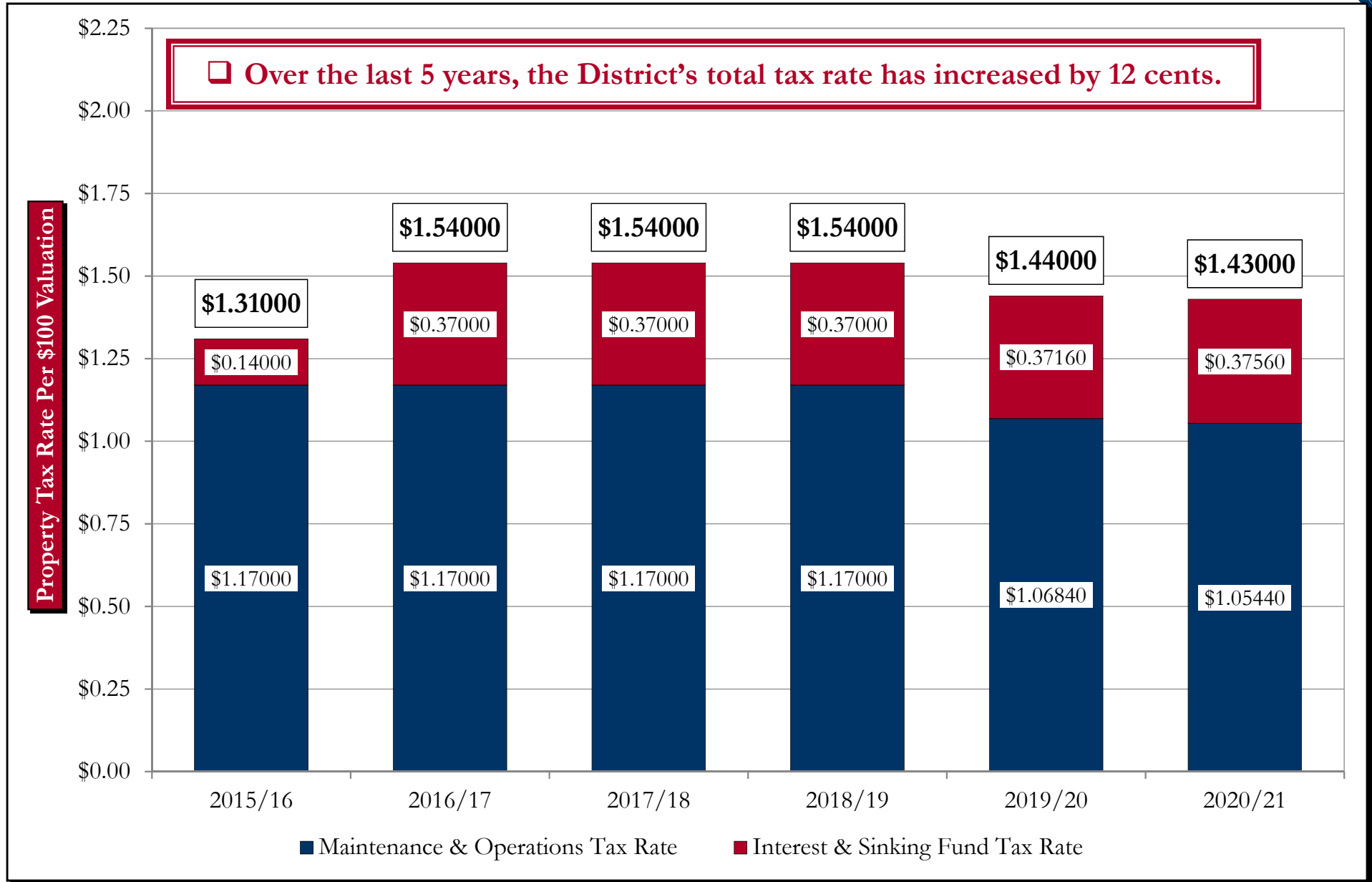


# Full-Time Equivalent Personnel Per Student





# Historical Tax Rates

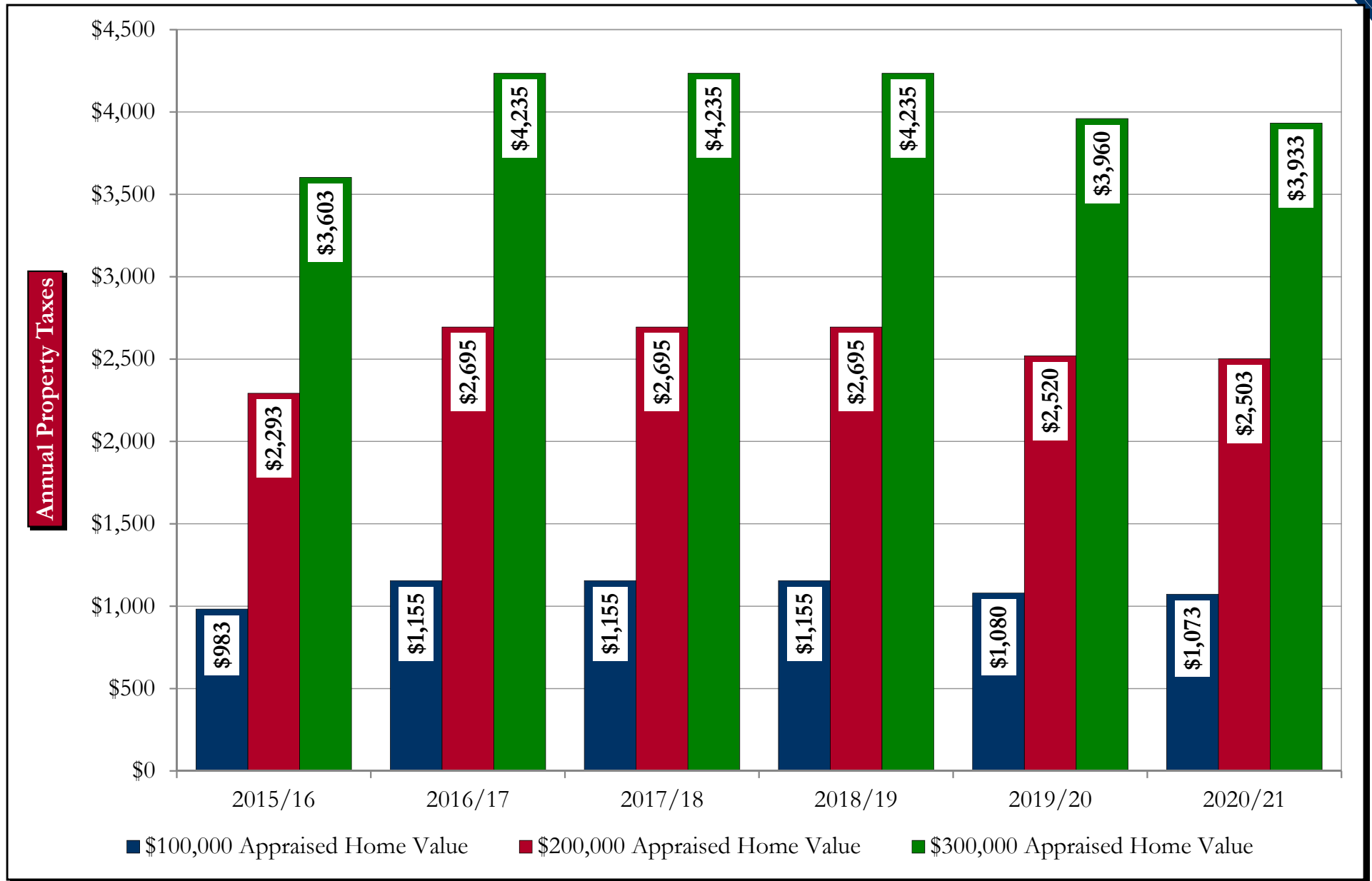


Source: District's Audited Financial Statements and District records.





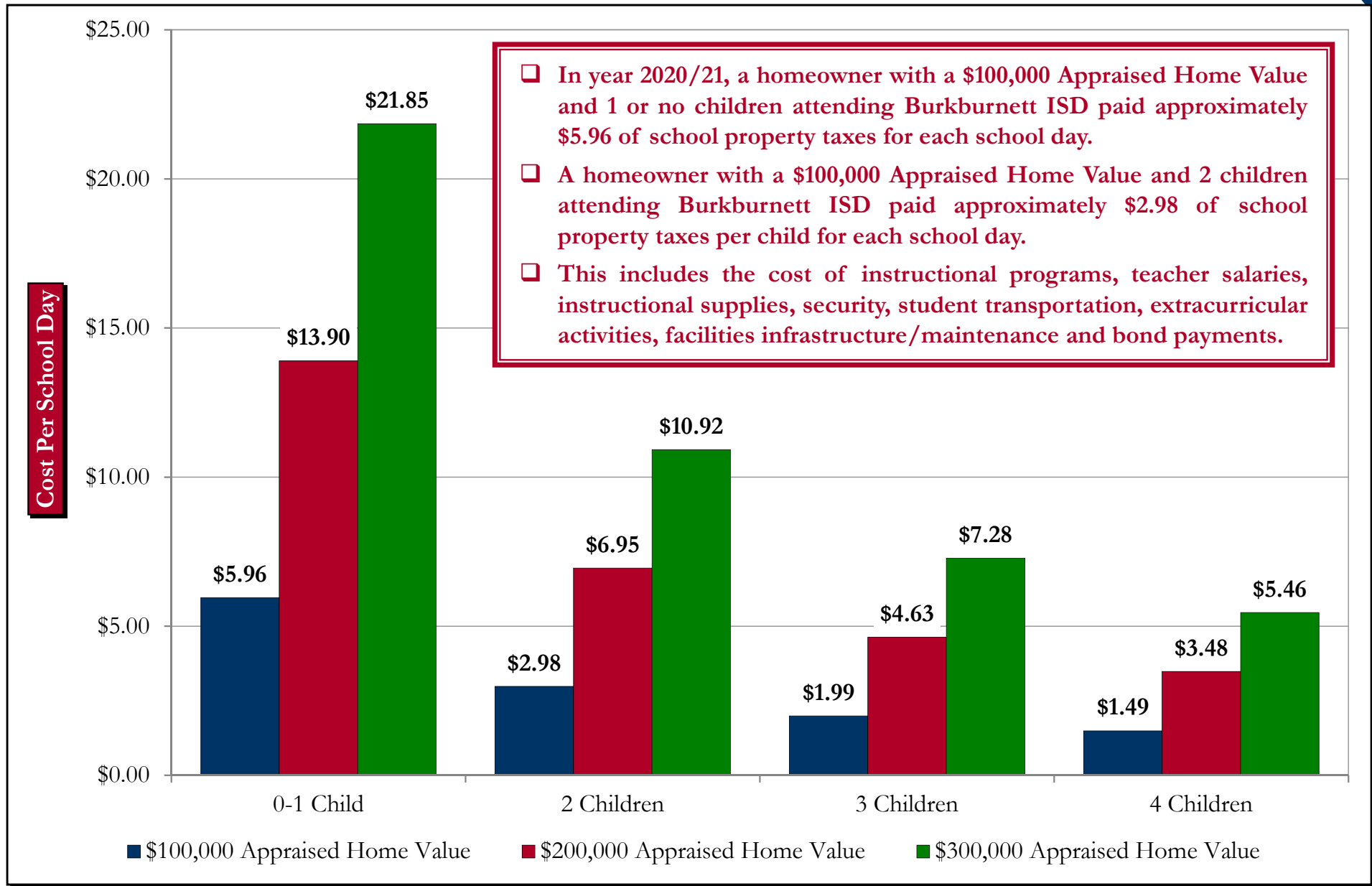
# Historical Total Property Taxes For Maintenance and Operations and Voter-Approved Bonds – For Various Appraised Home Values



Note: Taxes are net of the State-mandated residential homestead exemption.



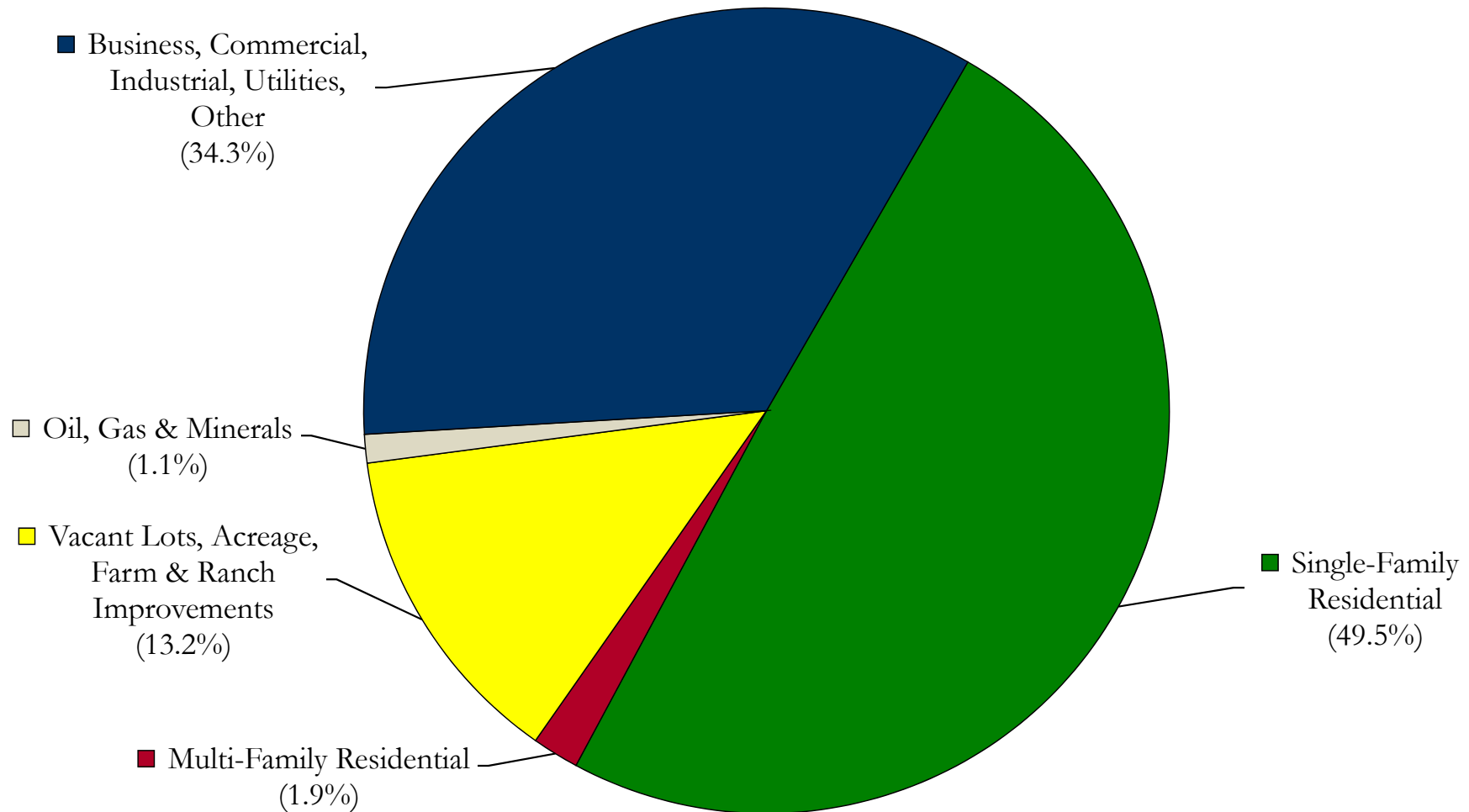
# Summary of Property Tax Cost Per School Day – For Various Appraised Home Values – Year 2020/21





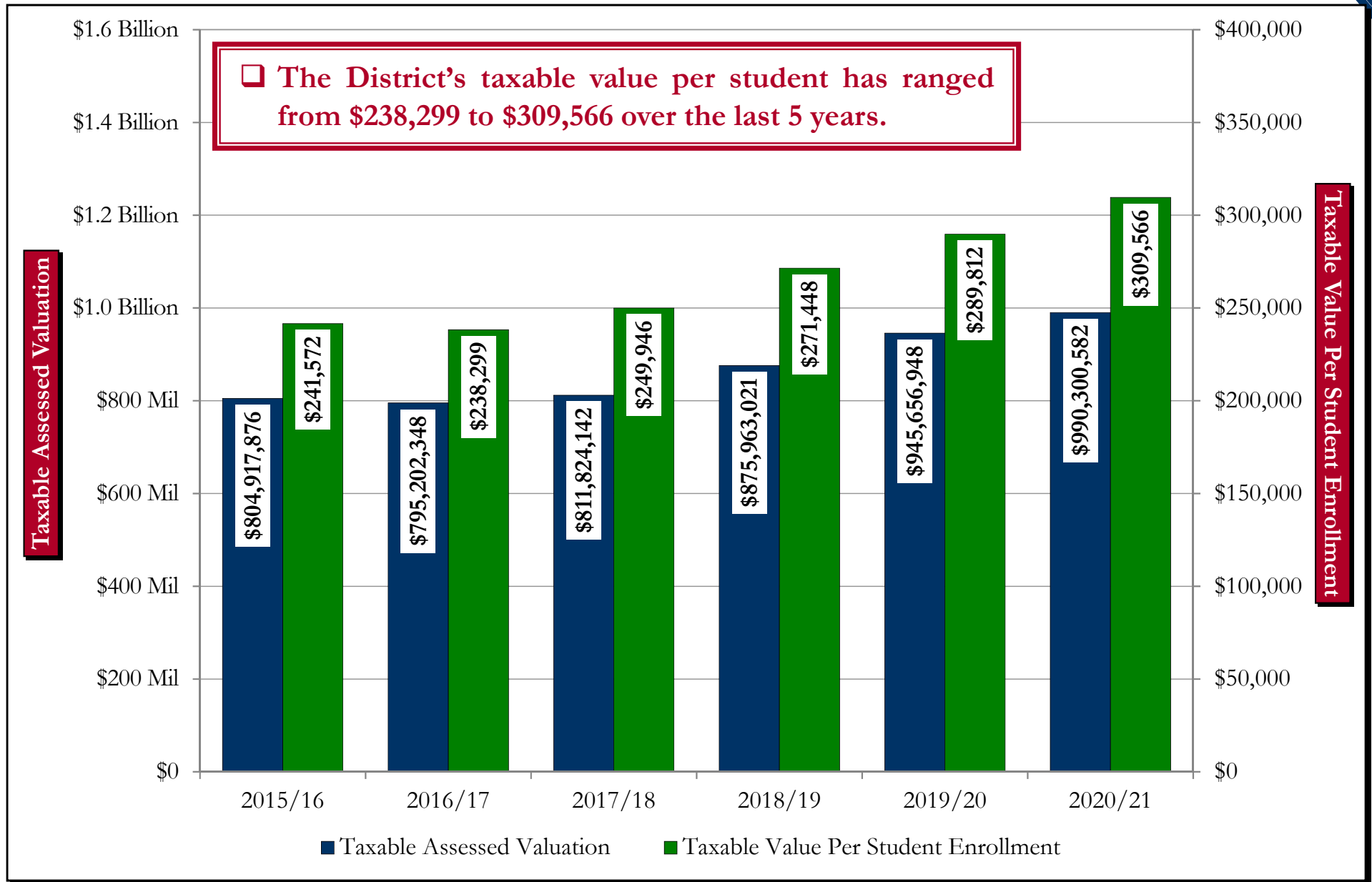
# Composition of Total Assessed Valuation – Year 2020/21

For year 2020/21, Single-Family Residential properties comprised 49.5% of the District's total assessed valuation and other property categories comprised 50.5%.





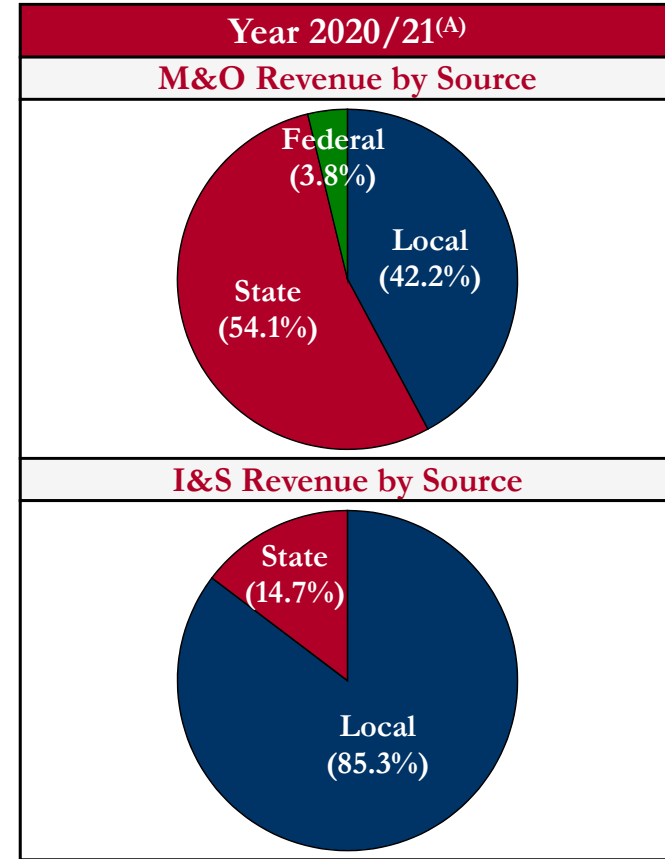
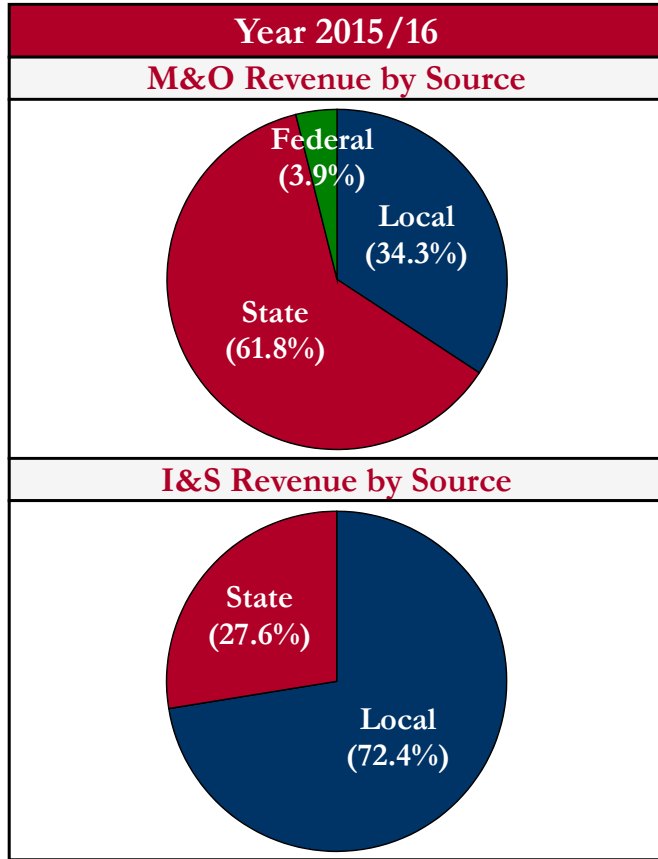
# Historical Taxable Assessed Valuation and Taxable Value Per Student Enrollment





# General Fund and Debt Service Fund – Revenue By Source

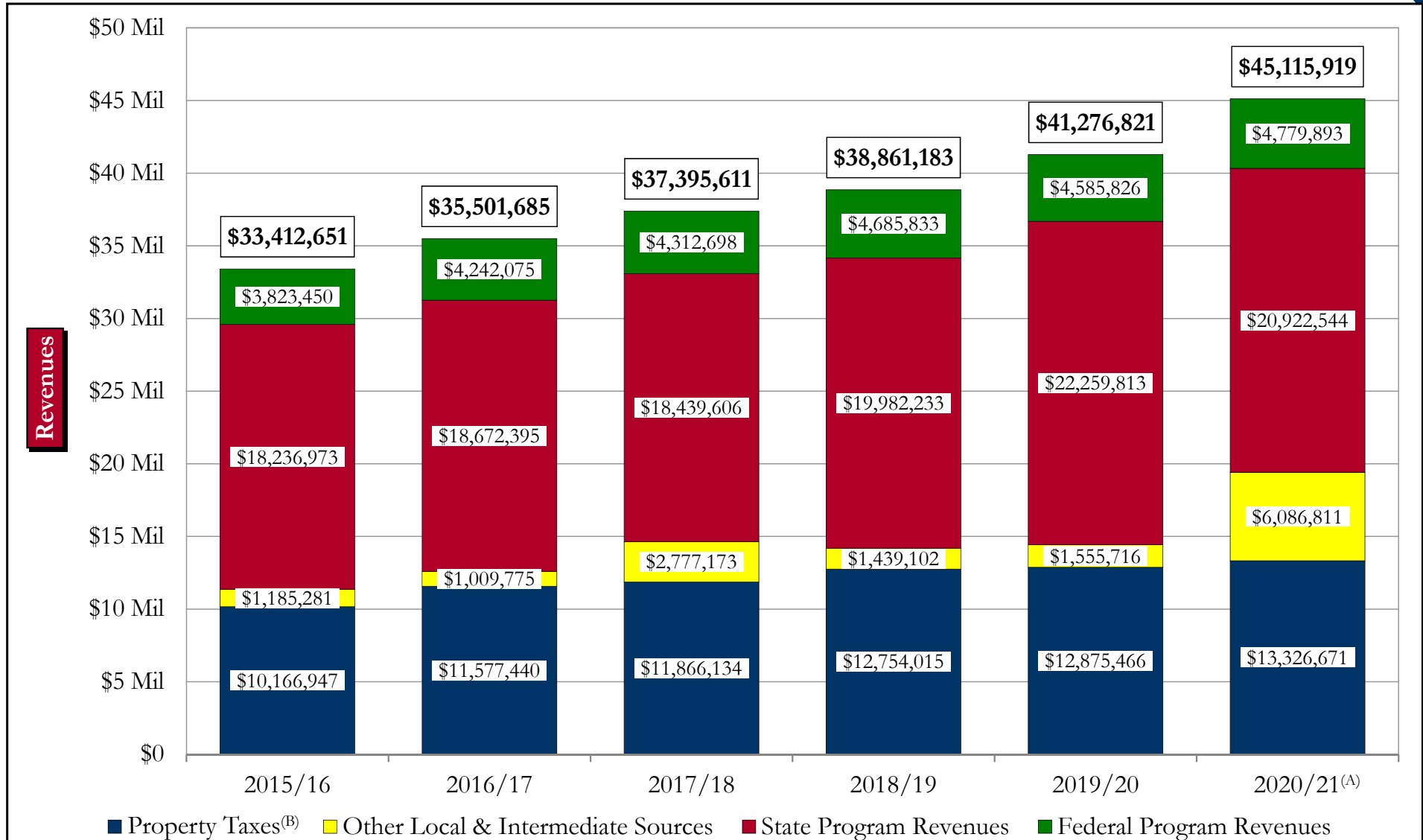
- ❑ The State funding system is structured to provide the District with an “equalized” dollar amount per student. The revenue sources for maintenance and operations and repayment of bonds is summarized below.
- ❑ For year 2020/21, the District received \$610,014 in facilities funding from the State for the payment of voter-approved bonds.



<sup>(A)</sup> For 10-month time period of September 1, 2020 - June 30, 2021. Reflects initial year of District’s change in fiscal year.



# Total Revenues (All Governmental Funds\*) By Source

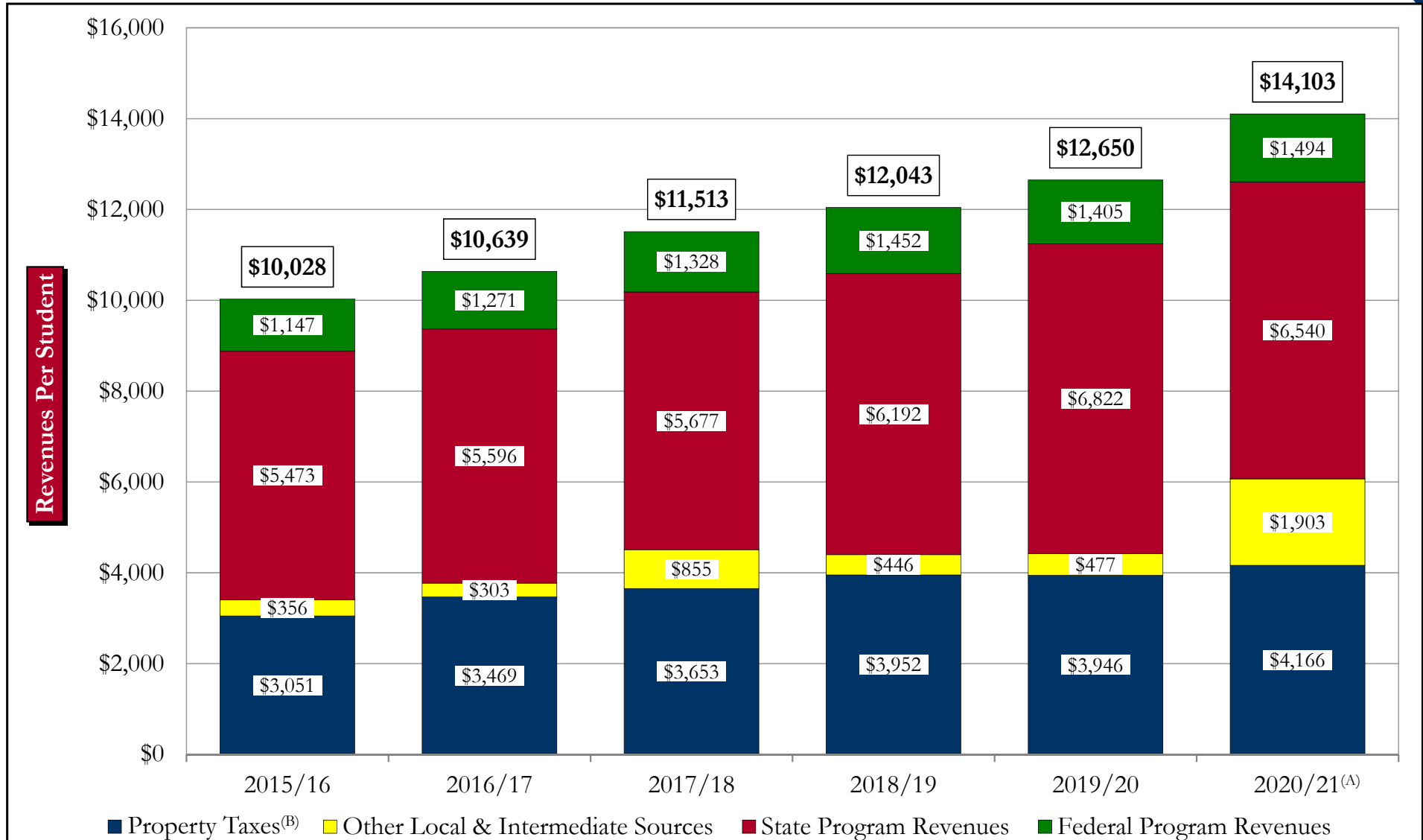


<sup>(A)</sup> For 10-month time period of September 1, 2020 - June 30, 2021. Reflects initial year of District's change in fiscal year.

<sup>(B)</sup> Includes maintenance and operation expenses and bond payments of voter-approved bonds.



# Total Revenues (All Governmental Funds\*) Per Student

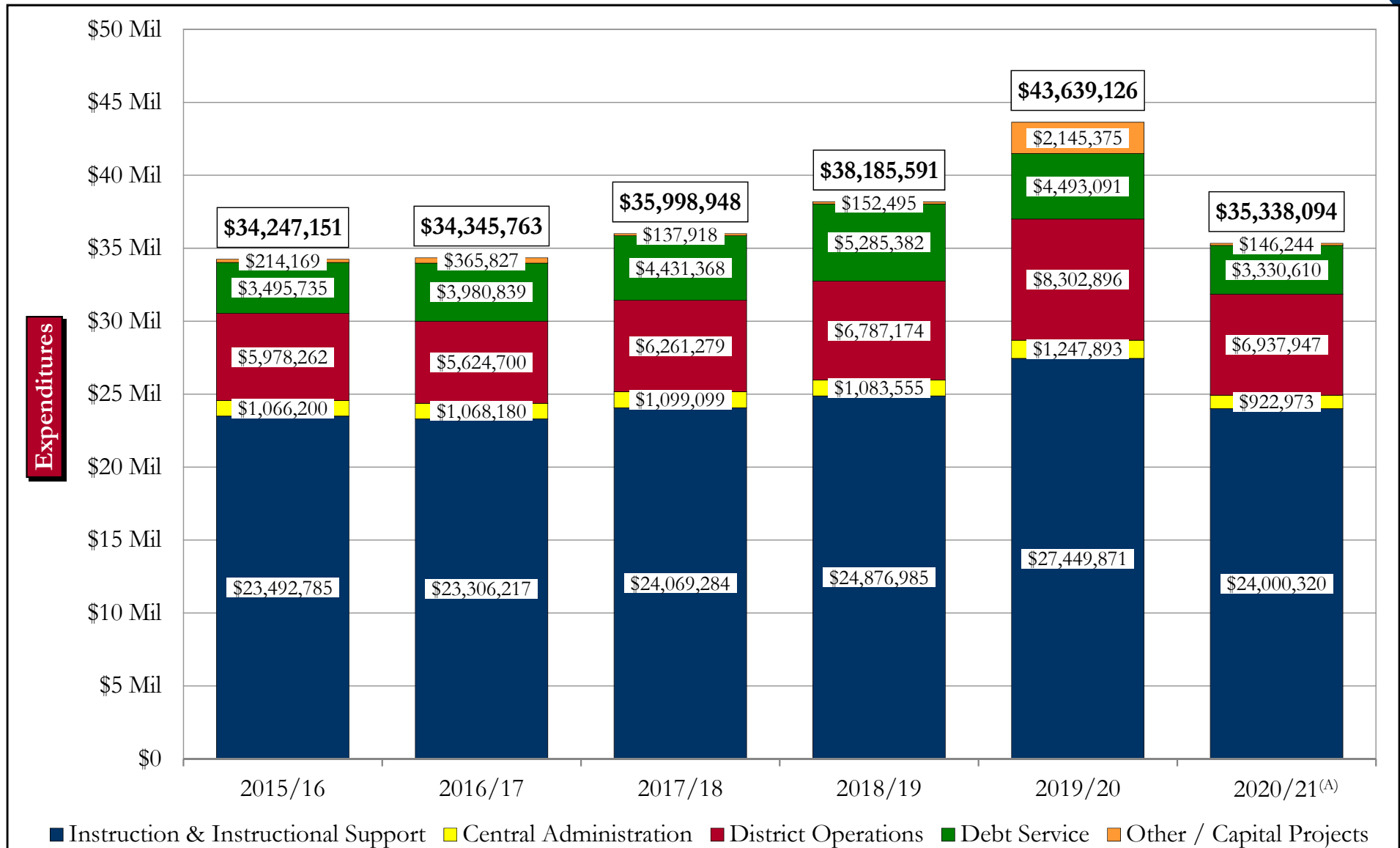


<sup>(A)</sup> For 10-month time period of September 1, 2020 - June 30, 2021. Reflects initial year of District's change in fiscal year.

<sup>(B)</sup> Includes maintenance and operation expenses and bond payments of voter-approved bonds.



# Total Expenditures (All Governmental Funds\*) By Source

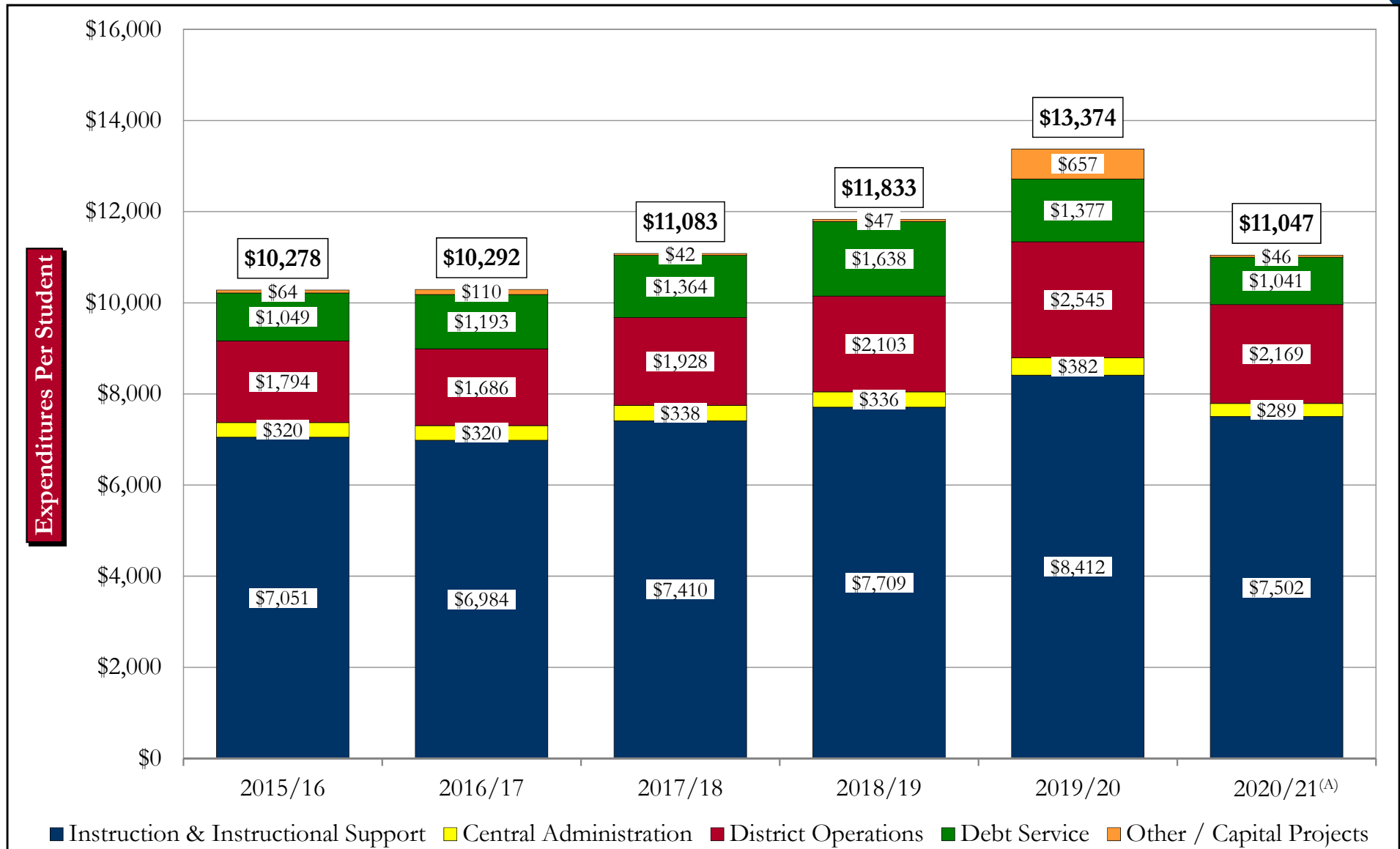


<sup>(A)</sup> For 10-month time period of September 1, 2020 - June 30, 2021. Reflects initial year of District's change in fiscal year.





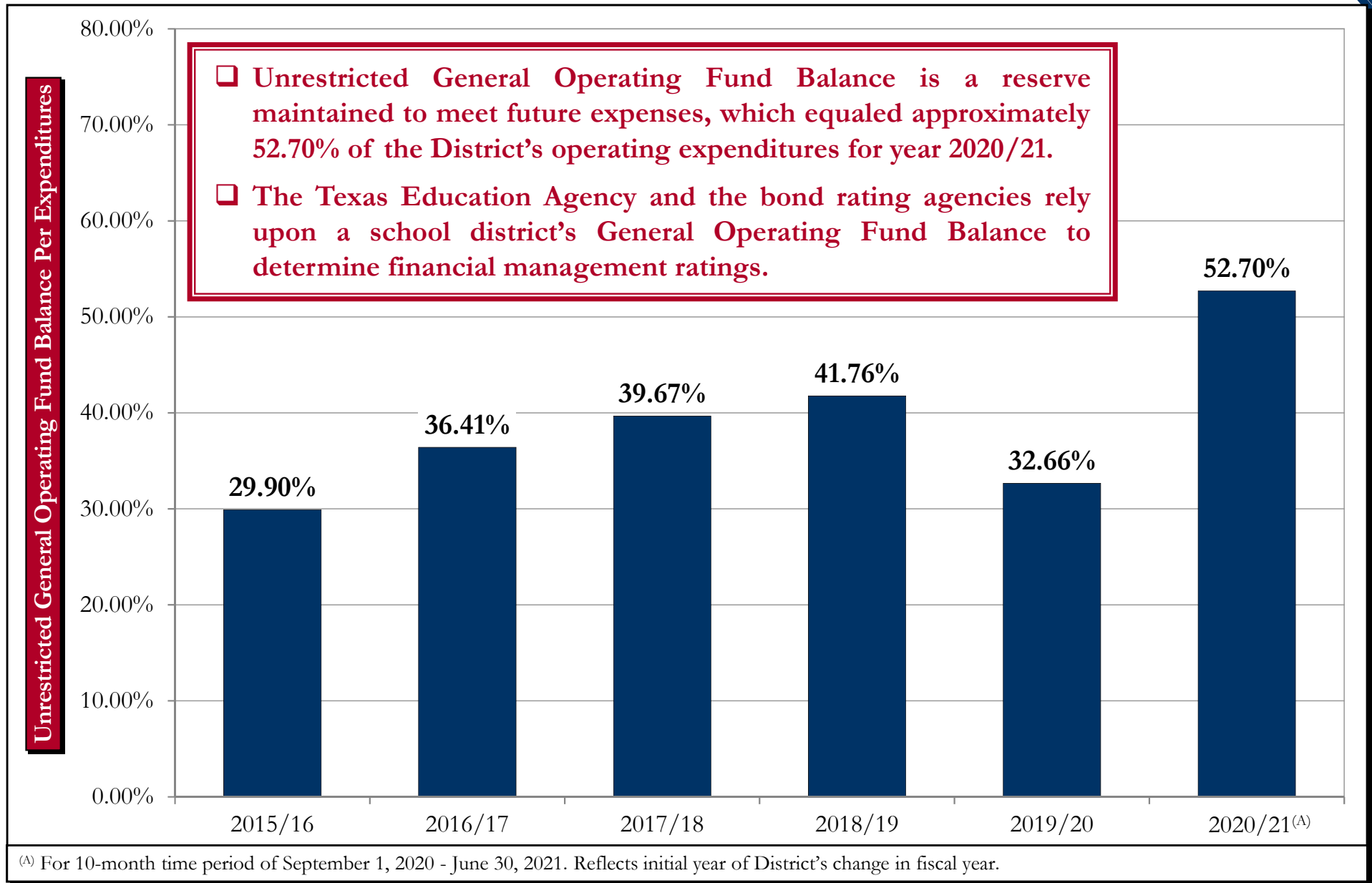
# Total Expenditures (All Governmental Funds\*) Per Student



<sup>(A)</sup> For 10-month time period of September 1, 2020 - June 30, 2021. Reflects initial year of District's change in fiscal year.

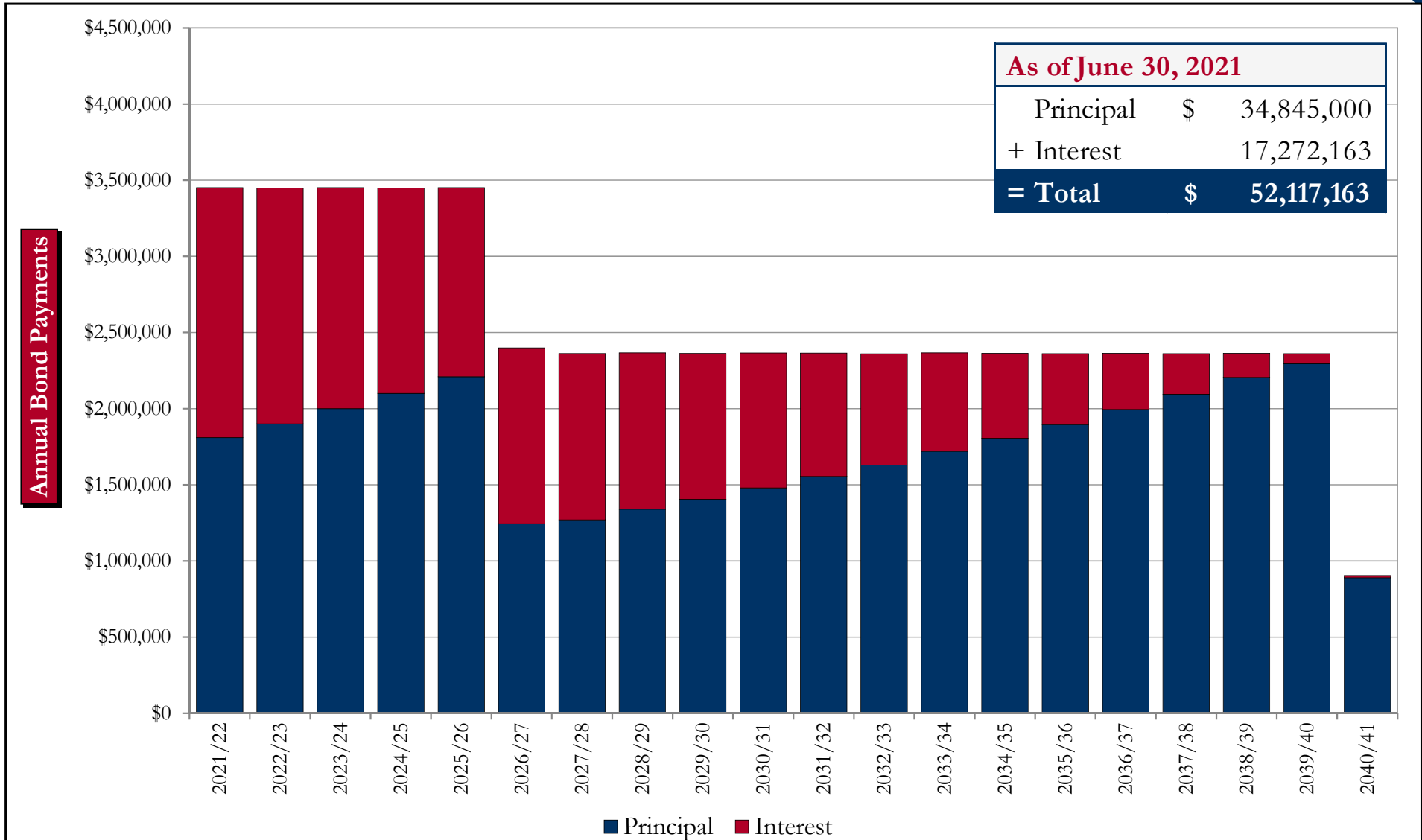


# Unrestricted General Operating Fund Balance as a Percentage of General Operating Expenditures





# ✓ Unlimited Tax Debt Service By Principal and Interest – Existing Bonds Approved By Voters



Note: Although the District's fiscal year ends on June 30, debt service payments reflect payments from September 1 through August 31 to match the receipt of tax collections and the District's budget. As such, the District's August 2021 debt payments are not portrayed in the graph above.



# Savings from District's Recent Bond Refunding and Prepayment Programs to Lower Interest Costs

- Burkburnett ISD has implemented 2 bond refunding programs and prepaid \$1.48 million of existing bonds to reduce the cost of voter-approved bonds – Which have generated more than \$2.05 million of savings for District taxpayers in recent years.

Summary of Interest Cost Savings – Bond Refunding Programs / Prepayment of Bonds			
Issue / Description	Series Refunded / Redeemed	Par Amount Refunded / Redeemed	Total Savings
Unlimited Tax Refunding Bonds, Series 2005	1998	\$ 9,185,000	\$ 548,913
Unlimited Tax Refunding Bonds, Series 2012	1998, 2005	7,235,000	491,228
<b>Total - Bond Refunding Programs at a Lower Interest Rate</b>	---	<b>\$ 16,420,000</b>	<b>\$ 1,040,141</b>
Prepayment of Series 2016 Bonds - August 2018	2016	\$ 130,000	\$ 95,063
Prepayment of Series 2016 Bonds - February 2019	2016	465,000	332,475
Prepayment of Series 2016 Bonds - February 2020	2016	335,000	228,638
Prepayment of Series 2016 Bonds - February 2021	2016	550,000	357,500
<b>Total - Prepayment of Bonds Prior to Scheduled Maturity</b>	---	<b>\$ 1,480,000</b>	<b>\$ 1,013,676</b>
<b>Totals</b>	---	<b>\$ 17,900,000</b>	<b>\$ 2,053,817</b>



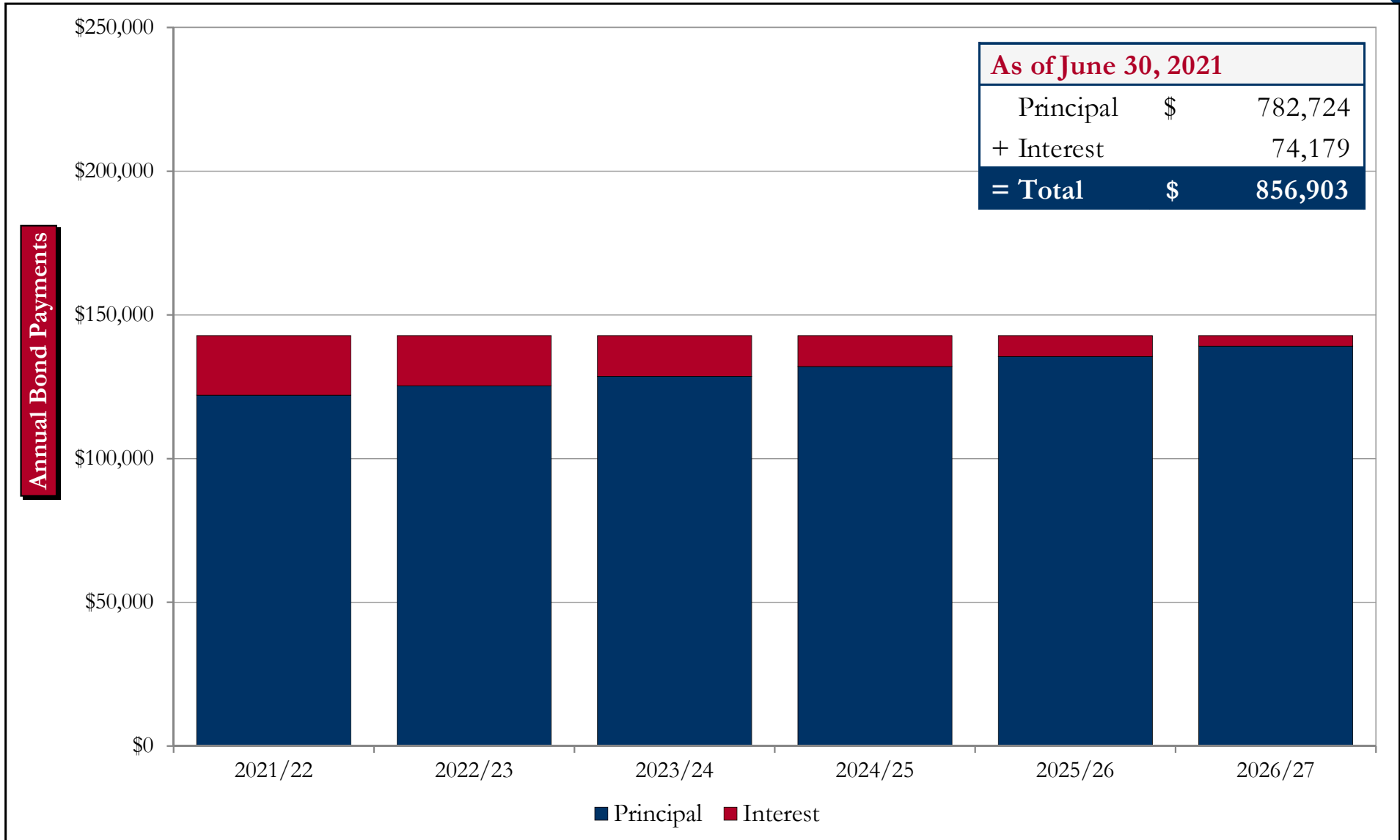
# ☑ Summary of Unlimited Tax Debt Outstanding By Series – As of Fiscal Year Ended June 30, 2021

- ☐ The following debt obligations are payable from ad valorem taxes (i.e. I&S taxes) levied annually against all taxable property located within the District, without legal limit as to rate or amount.

No.	Issue Description	Purpose	Original Principal Amount	Outstanding Principal	Total Outstanding Debt Service	Outstanding Principal Per Capita	Outstanding Debt Service Per Capita	Final Maturity Date	Total Proceeds Received	Spent Proceeds	Unspent Proceeds
1	Unlimited Tax School Building Bonds, Series 2016	Capital Improvements	\$41,605,000.00	\$34,845,000.00	\$52,117,162.50	\$1,652.13	\$2,471.06	02/15/2041	\$48,601,156.92	\$48,601,156.92	\$0.00



# ☑ Maintenance Tax Debt Service By Principal and Interest



As of June 30, 2021		
Principal	\$	782,724
+ Interest		74,179
<b>= Total</b>	<b>\$</b>	<b>856,903</b>

Note: Although the District's fiscal year ends on June 30, debt service payments reflect payments from September 1 through August 31 to match the receipt of tax collections and the District's budget. As such, the District's August 2021 debt payments are not portrayed in the graph above. Payable from the District's M&O tax rate.



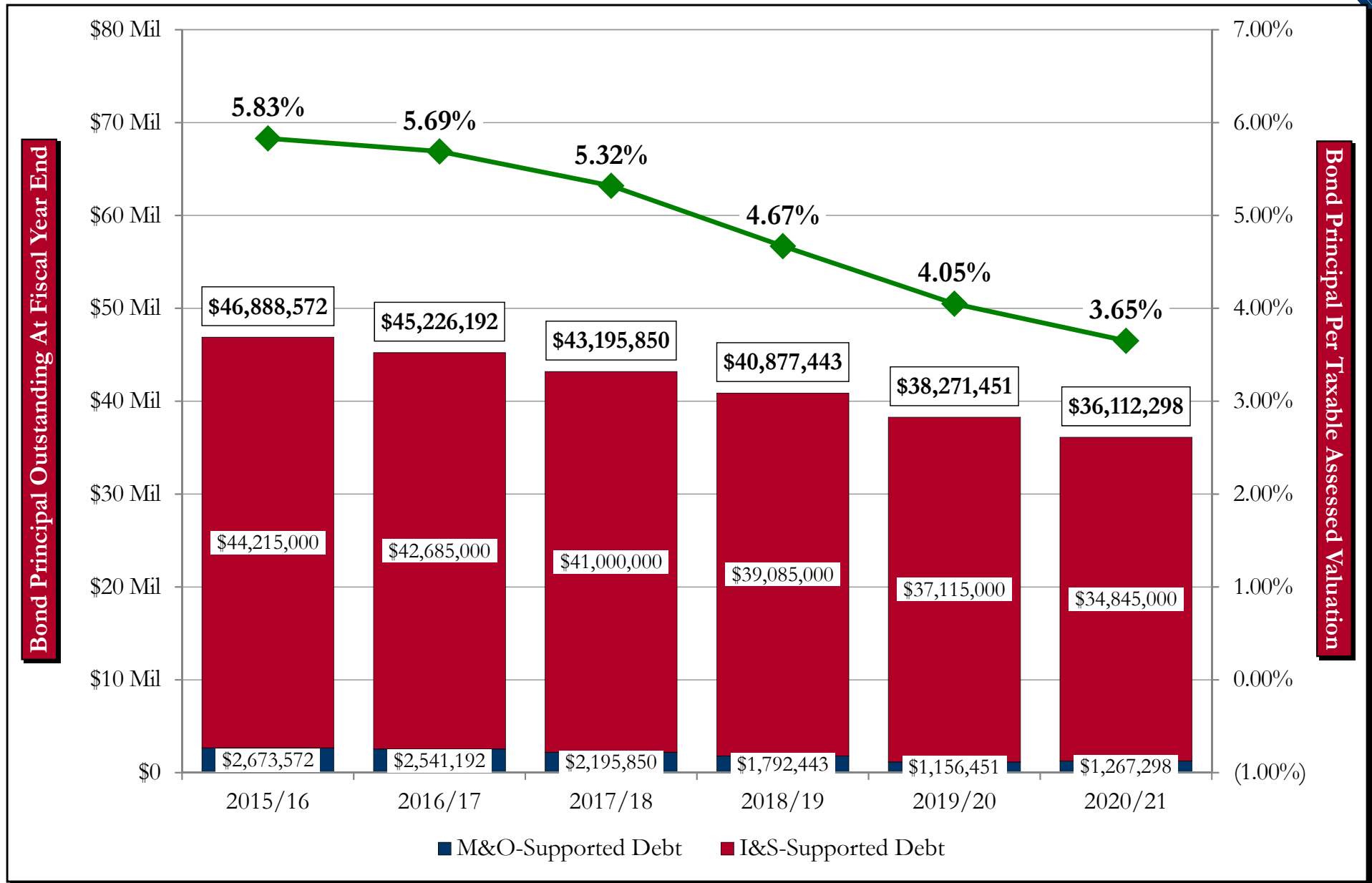
# ☑ Summary of Maintenance Tax Debt Outstanding By Series – As of Fiscal Year Ended June 30, 2021

- ☐ The following debt obligations are payable from any available funds of the District, including but in no way limited to the ad valorem taxes levied for maintenance purposes (i.e. M&O taxes) by the District, within the limitations of the District’s maintenance tax authority.

No.	Issue Description	Purpose	Original Principal Amount	Outstanding Principal	Total Outstanding Debt Service	Outstanding Principal Per Capita	Outstanding Debt Service Per Capita	Final Maturity Date	Total Proceeds Received	Spent Proceeds	Unspent Proceeds
1	Public Property Finance Contract, Series 2012	Acquisition of Personal Property	\$1,765,274.00	\$782,723.89	\$856,903.19	\$37.11	\$40.63	09/15/2026	\$1,765,274.00	\$1,765,274.00	\$0.00



# Tax-Supported Debt Obligations At Fiscal Year End and As a Percentage of Taxable Assessed Valuation

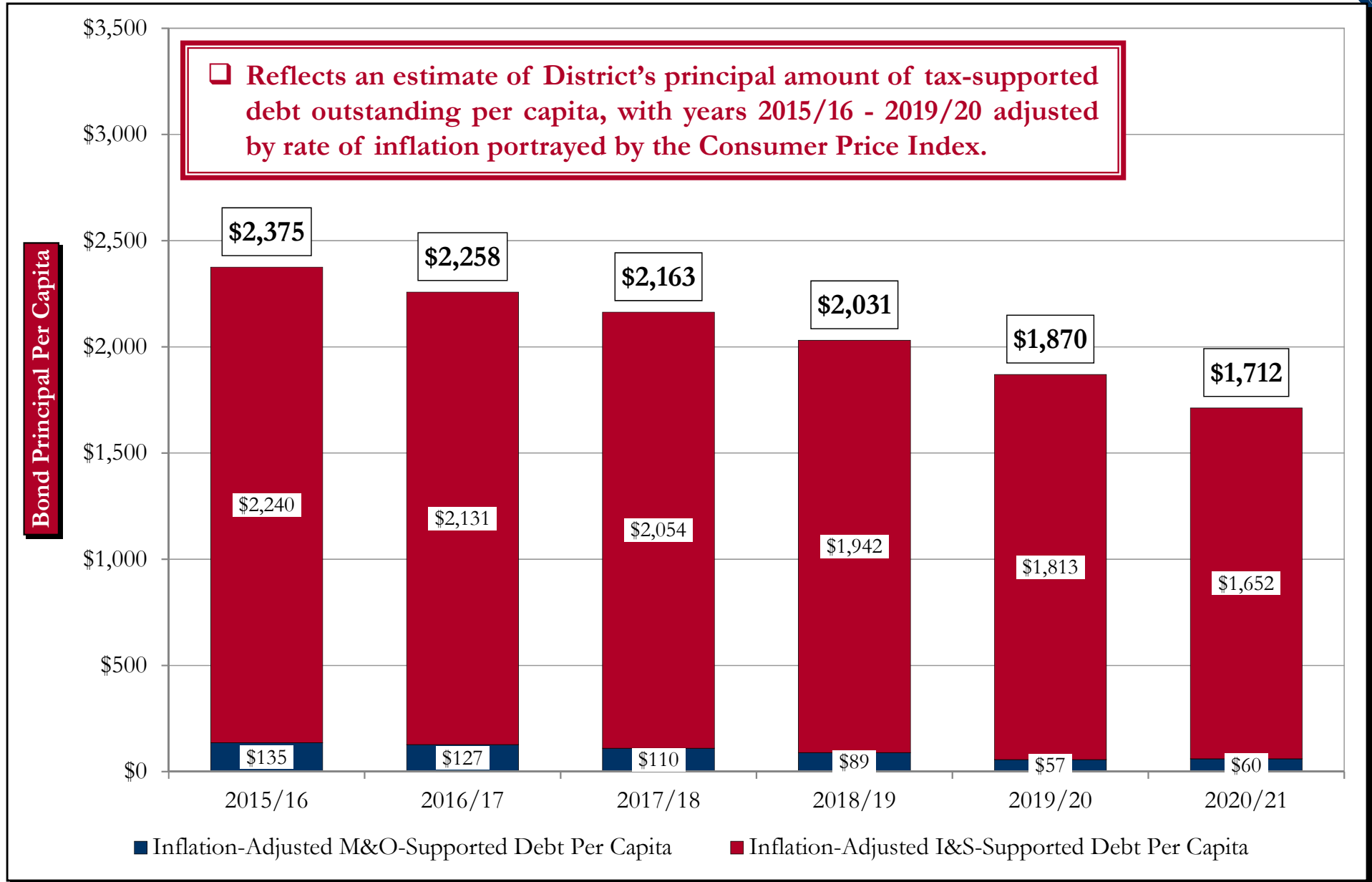


Source: District's Audited Financial Statements, Wichita Appraisal District, Clay County Appraisal District and District records.



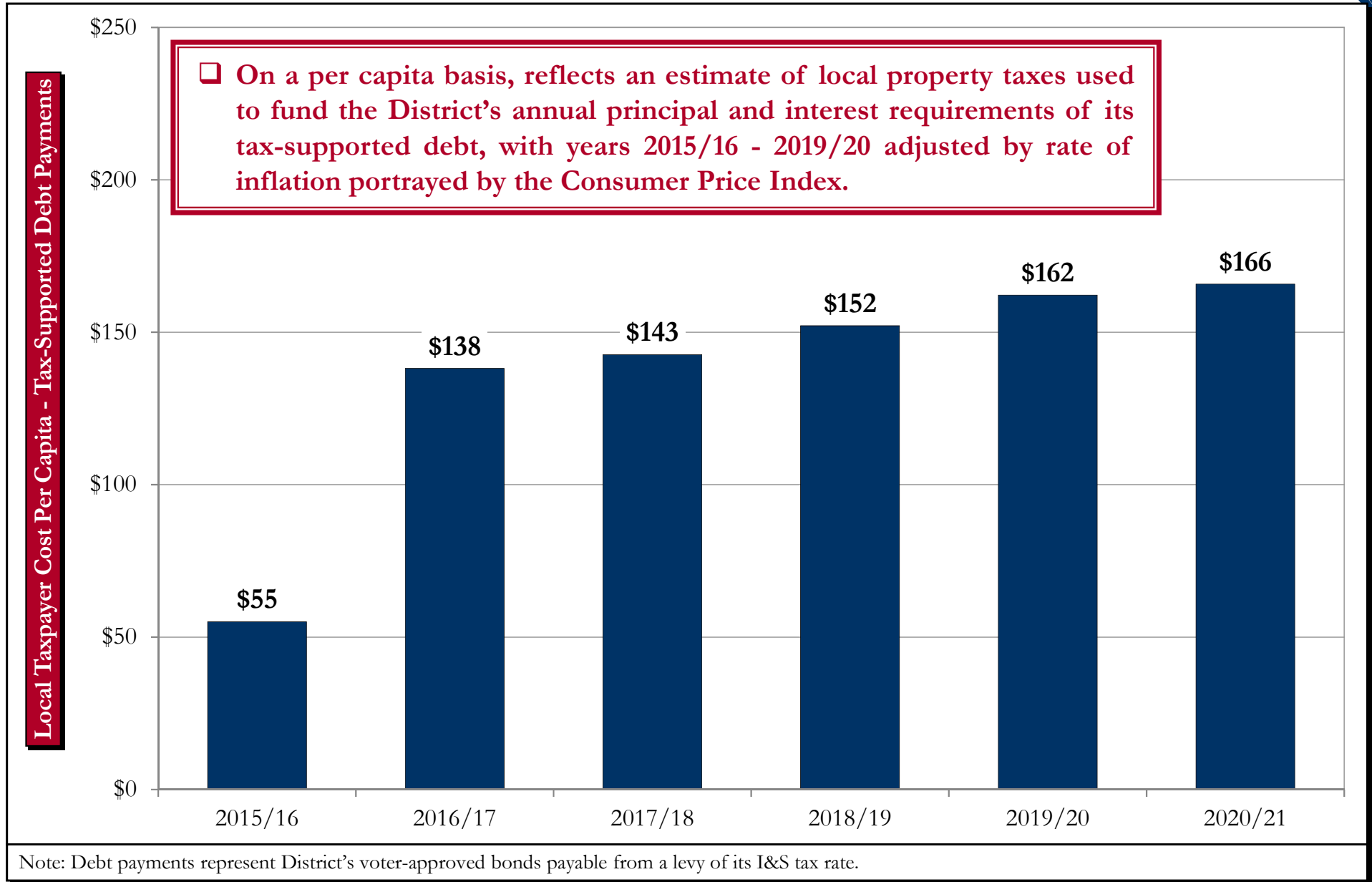


# Inflation-Adjusted Tax-Supported Debt Per Capita





# Inflation-Adjusted Tax-Supported Debt Cost Per Capita – Principal and Interest In Each of the Last 5 Years





## Contact Information and Links to Additional Resources

### Main Office Contact Information:

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Superintendent of Schools

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### Links to Additional Resources:

<https://www.comptroller.texas.gov/transparency/local/debt/isds.php>

[http://www.brb.state.tx.us/local\\_debt\\_search.aspx](http://www.brb.state.tx.us/local_debt_search.aspx)