

Alief Independent School District  
Comprehensive Annual Financial Report  
For the Year Ended August 31, 2001

Prepared by the Administrative Services Division  
Johnny Tate  
Deputy Superintendent for Administration  
Deanna Burns, CPA  
Associate Superintendent for Finance  
Julee Patterson, CPA  
Accountant

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**Comprehensive Annual Financial Report**  
**For the Year Ended August 31, 2001**  
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**Alief Independent School District  
Principal Officials and Advisors**

*Board of Trustees*

<b><u>Board of Trustees</u></b>	<b><u>Length of Service</u></b>	<b><u>Term Expires</u></b>	<b><u>Occupation</u></b>
Ms. Lisa Hachicho, President	3 Years	2002	Homemaker
Mr. Charles Cupples, Vice President	4 Years	2002	Senior Tax Accountant
Mr. Gary Cook, Secretary	4 Years	2004	Hospital Administrator
Ms. Sarah Winkler, Asst. Secretary	5 Years	2003	Homemaker
Mr. John Hansen, Member	8 Years	2004	Investment Manager
Ms. Nancy Jackson, Member	7 Years	2004	Teacher
Mr. Edgar Dansby, III, Member	2 Years	2003	Human Resources Consultant

*Administrative Officials*

<b><u>Official</u></b>	<b><u>Position</u></b>	<b><u>Length of Service</u></b>
Mr. Louis Stoerner	Superintendent of Schools	13 Years
Mr. Johnny Tates	Deputy Superintendent for Administration	2 Years
Ms. Paula Conley	Deputy Superintendent for Instruction	23 Years
Ms. Deanna Burns	Associate Superintendent for Finance	6 Years
Mr. Don Northcutt	Tax Assessor/Collector	13 Years

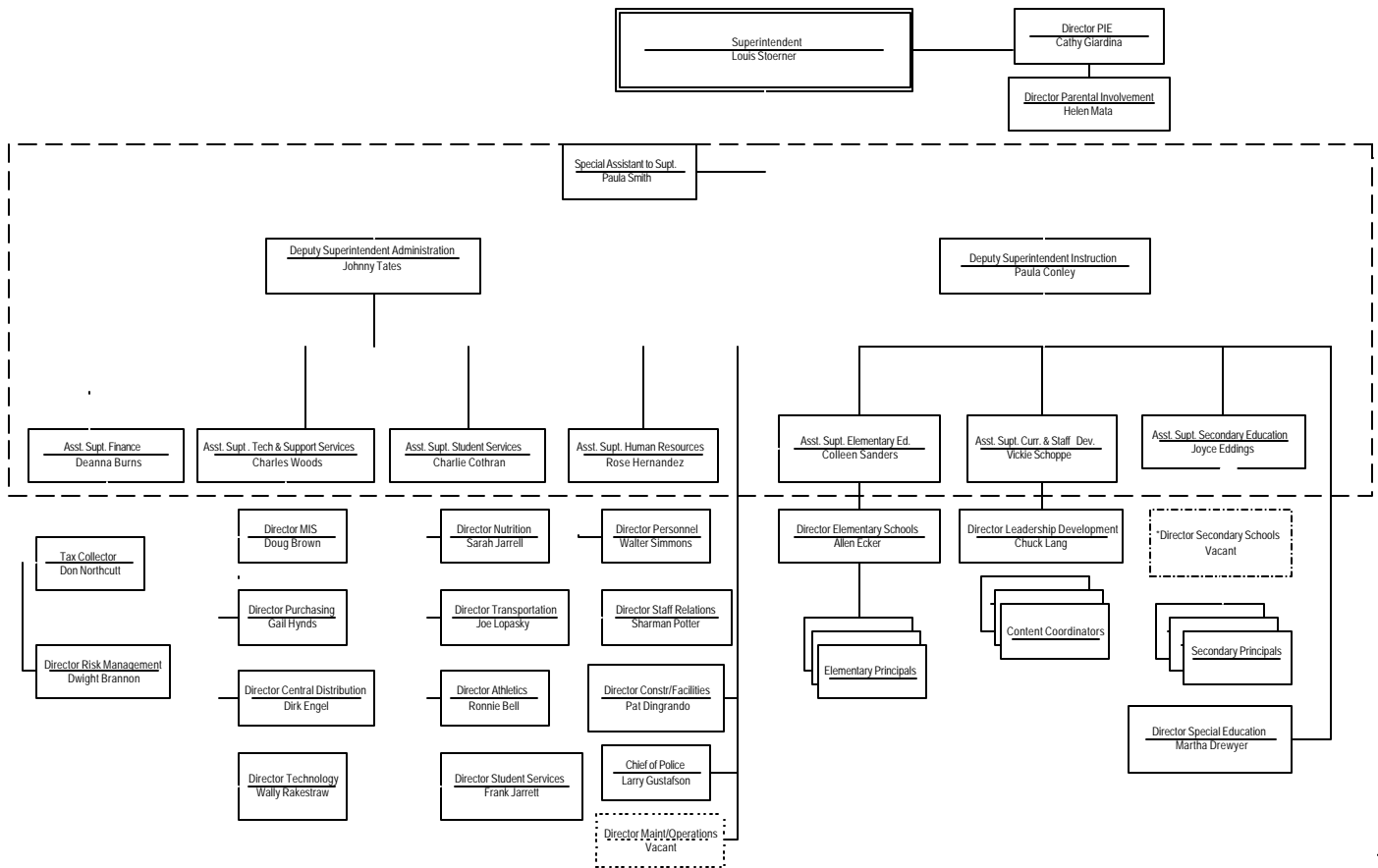
*Consultants and Advisors*

Vinson & Elkins, L.L.P.  
Bond Counsel – Houston, Texas

Moroney, Beisner, & Co., Inc.  
Financial Advisor – Houston, Texas

Null-Lairson, P.C.  
Independent Auditors – Houston, Texas

# Alief Independent School District Organization Chart





*Alief Independent School District*

P.O. Box 68 \*Alief, Texas 77411 \* (281) 498-8110 \* Fax : (281) 498-4051

*Administrative Services Division*

February 5, 2002

Board of Trustees  
Alief Independent School District  
Harris County, Texas

Dear Board Members:

The enclosed document represents the Comprehensive Annual Financial Report of the Alief Independent School District for the fiscal year ended August 31, 2001. This report has been prepared by the District's Administrative Services Division. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the Superintendent, the Deputy Superintendent for Administration, and the Associate Superintendent for Finance. The data presented in this report is accurate in all material respects and is presented in a manner designed to fairly describe the financial position and results of operations of the District as measured by the financial activity of the District's various funds. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

***The Reporting Entity and Its Services***

The Alief Independent School District, established in 1917, encompasses 36.6 square miles in southwest Harris County. The District is located primarily within the City of Houston and totally within Harris County, Texas. The Alief Independent School District has a population of approximately 265,000. The District employs 5,523 employees, of which 3,288 are classified as professional employees and 2,235 are classified as support personnel. These employees provide educational services for the 42,370 students enrolled in the Alief Independent School District. The twenty-two elementary schools (pre-kindergarten through fourth or fifth grade), five intermediate schools (fifth and sixth grades), six middle schools (sixth or seventh grade through eighth grade), two ninth grade centers, and four high schools (tenth grade through twelfth grade) are accredited by the Southern Association of Colleges and Schools and the Texas Education Agency.

The Alief Independent School District is an independent reporting entity fully meeting the criteria established in Section 2100, Codification of Governmental Accounting and Financial Reporting Standards published by the Governmental Accounting Standards Board. All funds and account groups of the District are included in this report. The Alief Independent School District provides a full range of educational services appropriate to grade levels pre-kindergarten through twelfth grade. These include regular and enriched academic education, special education for handicapped students, occupational education, and educational services for those with limited English proficiency. These basic programs are supplemented by a wide variety of offerings in the fine arts, athletics, and other extracurricular programs.

***The Report Format***

This Comprehensive Annual Financial Report is divided into three major sections to facilitate the needs of a broad spectrum of financial statement readers. These three sections are detailed below:

1. **Introductory Section** – As the title indicates, this section introduces the reader to the report and includes a letter of transmittal and an organization chart for the Alief Independent School District.
2. **Financial Section** – This section includes the general purpose financial statements, which are the District’s basic financial statements, and provides an overview for users who require less detailed information about the District’s finances than is contained in the balance of the report. The remainder of the financial section presents combining statements, individual fund and account group statements, and supporting schedules.
3. **Statistical Section** – This section is designed to reflect social and economic data, financial and fiscal trends, and the fiscal capacity of the District.

***Economic Condition and Outlook***

The Alief Independent School District continues to show a steady increase in student population, averaging approximately 2% per year. Recent economic growth in both our District and the entire Houston area provide for an optimistic economic outlook. Key economic indicators, such as unemployment rates, sales tax receipts, and commercial and residential development, reflect the growth of the area.

The District continues to experience growth in new home construction. The homes are in various price ranges, but the average is in excess of \$100,000. Based on current information, it appears this growth will continue for the next two to three years.

This revitalization of our area is encouraging. The District’s property values, which peaked in the early 1980’s, are continuing to rebound, with growth rates over 10% for the last two years.

***Major Initiatives***

In September 1998, the voters in the Alief Independent School District approved a \$149.7 million bond referendum. Currently, \$100.3 million of these bonds have been issued with the remaining authorized amounts to be issued in installments over the next two years. These proceeds have and will be used to support construction of new facilities, including Taylor High School and major renovations to Hastings High School, Alief Middle School, and Killough Middle School. Portions of the proceeds will also be used to increase the level of technology at all campuses and for improvements to existing campuses at all levels.

Implementation of the Long-Range Technology Plan is still in effect, which will enable children to experience hands on learning utilizing leading edge technologies. New computer labs are being installed to improve academic success through computer-assisted learning. The success of these and many other programs is evident in the continued improvement of TAAS scores recently released by the Texas Education Agency.



***Financial Information***

The Alief Independent School District’s accounting records reflect accounting principles generally accepted in the United States of America as promulgated by the Governmental Accounting Standards Board which is required under state regulations by the Texas Education Agency.

In developing and evaluating the district’s accounting system, consideration is given to the adequacy of its internal control structure. An internal control structure is designed to provide reasonable, but not absolute, assurance regarding: (1) the safeguarding of assets against loss from unauthorized use or disposition; and (2) the reliability of financial records used for preparing financial statements and accounting for assets. The concept of reasonable assurance recognizes that the cost of an internal control structure should not exceed the benefits to be derived and that these evaluations occur within this framework. The management of the District is convinced that the internal control structure adequately safeguards assets and provides reasonable assurance of proper recording of financial transactions.

***Budgetary Process***

Legal requirements for school district budgets are formulated by the State, the Texas Education Agency (TEA), and the local District. The budget is prepared using the same method of accounting as for financial reporting, except for the Capital Projects fund budget which is prepared on a project basis based on the proceeds available from bond issues and planned expenditures outlined in bond ordinances.

The budget was developed by teachers, principals, and other staff of the District under the direction of the Associate Superintendent for Finance, the Deputy Superintendent of Administration, and the Superintendent. All expenditure allocations were determined based on projected revenue from state and local sources with the goals of maintaining adequate fund balance levels and a fiscally responsible combined tax rate.

The budget may be amended during the year to address unanticipated or changing needs of the District. Changes to functional expenditure categories require Board of Trustee approval. However, budget changes not requiring an increase in total appropriations and within functional activity categories may be approved by management without Board approval.

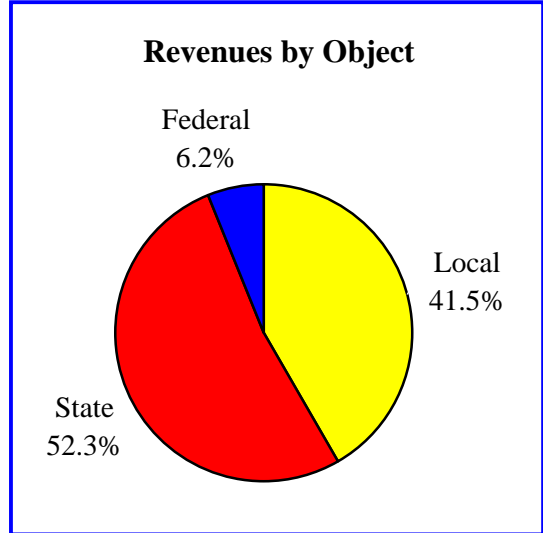
***General Governmental Functions***

Revenues from the general governmental functions (General, Special Revenue, Debt Service, and Capital Projects Funds) totaled \$294,437,274, an increase of 3.6% from the preceding year. The general educational activities of the Alief Independent School District are supported principally by local taxes and state entitlements. The amount of funds received from various sources and the increases from the prior year are shown in the following tabulation:

<b>Sources</b>	<b>Current Year Amount</b>	<b>Percent of Total</b>	<b>Change from 1999-00</b>
Local revenues	\$ 122,273,442	41.5%	\$ 9,145,041
State program revenues	153,883,737	52.3	(491,078)
Federal program revenues	18,280,095	6.2	1,627,664
	<u>\$ 294,437,274</u>	<u>100.0%</u>	<u>\$ 10,281,627</u>

**General Governmental Functions (cont.)**

Increases in local revenue were due mainly to property tax collections. As a result, state revenues decreased slightly due to the increase in property values which reduces the funding received from the State. If property values continue to rise, our State revenue will continue to be proportionately reduced, as the intent of the State funding formula is to equalize funding per student from all sources throughout the state. The most significant increases in federal revenue were due to Special Revenue Fund federal grants. The largest percentage of this growth was in the Child Nutrition Program which grows as student enrollment increases. The pie chart of revenues by source for the fiscal year ended August 31, 2001, illustrates that the District funds its programs primarily through state funding followed closely by local funding with federal funding accounting for only 6.2% percent of revenues.



Expenditures for general governmental purposes totaled \$321,229,481, a decrease of approximately 6.3% from the expenditures of the previous fiscal year. Changes in the levels of expenditures by object over the preceding year are shown in the following tabulation:

<b>Object</b>	<b>Current Year Amount</b>	<b>Percent of Total</b>	<b>Change from 1999-00</b>
Payroll costs	\$ 216,925,555	67.5%	\$ 11,006,812
Professional and contracted services	15,810,481	4.9	2,033,783
Supplies and materials	16,597,689	5.2	104,795
Other operating expenses	3,106,536	1.0	862,939
Debt services	31,991,688	10.0	(1,147,887)
Capital outlay	36,797,532	11.5	(34,513,062)
	<u>\$ 321,229,481</u>	<u>100%</u>	<u>\$ (21,652,620)</u>

The overall decreases in expenditures for the 2000-01 year from the 1999-2000 year is due to the reduction of capital outlay spending in the capital projects fund. In the prior year, we issued \$52.1 million in bonds as compared to \$25.2 million issued in the current year. The decrease in debt service expenditures was due to the timing and payments of a refunding bond issue. However, there was an increase in the day-to-day operating expenditures of the District as would be expected. The most significant increase, as is the case each year, is due to increased personnel costs and benefits costs. Personnel costs increased due to a 6% salary increase as well as the addition of new personnel units due to the opening of a new high school as well as other instructional and support services unit increases. Professional and contracted services also experienced a large increase due to an unusually high increase in utility rates this past year.

**General Governmental Functions (cont.)**

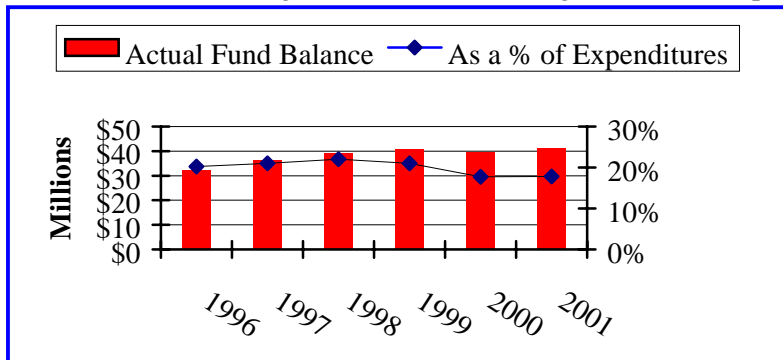
The following schedule indicates expenditure changes by major function:

<b>Major Function</b>	<b>Current Year Amount</b>	<b>Percent of Total</b>	<b>Change from 1999-00</b>
Instruction & instructional related services	\$166,430,664	51.8%	\$ 5,691,128
Instructional and school leadership	17,062,523	5.31	955,699
Support services - student (pupil)	36,588,583	11.39	(602,075)
Administrative support services	7,132,743	2.22	368,670
Support services - nonstudent based	30,173,622	9.39	2,566,063
Ancillary services	1,161,422	0.36	22,976
Intergovernmental charges	247,050	0.08	247,050
Capital outlay	30,441,186	9.48	(29,754,244)
Debt services	31,991,688	9.96	(1,147,887)
	<u>\$321,229,481</u>	<u>100%</u>	<u>\$(21,652,620)</u>

One of the most significant increases by function is in the area of instruction and instructional related services. This function is most affected by the discussed increases in payroll costs. The other significant increase is in the support services – nonstudent based function which corresponds with the increase in the utility costs. The decrease in the support services-student function is due to the decrease in the number of school buses purchased this year compared to the prior year. The reductions in the capital outlay and debt services functions were discussed on the previous page.

**Fund Balance**

On August 31, 2001, a General Fund balance of \$41,060,775 was reflected, of which \$38,755,033 was unreserved and undesignated. The following items were specifically reserved or designated:



\$1,091,467 reserved for investment in inventory; (2) \$264,275 reserved for outstanding encumbrances; (3) \$500,000 designated for capital expenditures for equipment; and (4) \$450,000 designated for other growth contingencies. This fund balance represents slightly over 2 months of expenditures or approximately 18% of actual expenditures. This is an adequate

fund balance level, and it also consistent with surrounding District’s fund balance levels.

**Debt Administration**

Debt service is a major area of cost due to the District’s building program which is primarily financed by the sale of general obligation bonds. In April of 2001, the District sold \$17,300,000 of refunding bonds to advance refund portions of the 1992 Series and 1992 Refunding Series Bonds resulting in a net economic gain of \$889,197. In May of 2001, the District sold \$25,200,000 of bonds to finance planned construction projects and provide for other capital improvements. As of August 31, 2001, the District’s outstanding debt consisted of \$241,250,000 in general obligation bonds.

***Debt Administration (cont.)***

The ratio of net bonded debt to assessed value for the Alief Independent School District is 3.7%. New educational legislation eliminated limits on outstanding debt. However, prior law limited debt to 10% of the assessed value, and the District is well below that level. All principal and interest payments are due February 15<sup>th</sup> and August 15<sup>th</sup> of each year. On February 1 of each year, outstanding taxes become delinquent, which permits the collection of a large majority of taxes levied before the long-term debt payments are due.

The Alief Independent School District's bonds presently carry a favorable rating of "Aa3" with Moody's Investment Service and "AA-" with Standard and Poor's Investor Service.

***Cash Management***

The District's cash management goals are as follows:

- Insure proper collateralization of deposits.
- Ensure adequate balances to cover cash disbursement needs.
- Maximize interest earnings.
- Minimize bank charges.

These goals are accomplished by keeping bank balances as low as possible through transferring all available dollars into one of three investment pools used by the District. The District participates in Texpool, the Local Government Investment Cooperative (LOGIC), and LoneStar investment pools. Periodically, government agency securities are purchased after considering yield and cash flow projections.

Cash balances are monitored daily by the District through on-line banking. This on-line system lets us know the dollar amount of checks that have been presented each day to clear the bank, so the District can transfer only the amount of funds needed to cover these checks. This keeps the low-interest-bearing bank balances at a minimum. The total amount of interest earned in the governmental fund types for the year ended August 31, 2001, was \$5,772,236.

***Significant Accomplishments***

The 2000-01 financial structure of the Alief Independent School District provided support to work toward or accomplish the following goals:

1. Provided competitive salary and benefits increases to District employees.
2. Implementation of the fifth phase of the District technology plan, Technology 2001, which provides for technological software and equipment that contributes to student learning.
3. Completed the construction of Taylor High School, which opened in the Fall of 2001 and provided capacity relief to both Hastings and Elsie High Schools.
4. The successful continuation of the Special Campus Instructional Grant Program which was begun in fiscal year 1998-99. Each campus was allocated an additional \$25 per pupil based on enrollment estimates. The purpose of these funds was to supplement the basic campus allocation in a manner that enhances the educational program through the implementation of new programs or projects.
5. Structured fiscally responsible debt retirement schedules. When compared with other "fast growth" districts, Alief continues to retire debt at a much faster pace. Within the next 10 years, Alief will retire approximately 70.67% of the currently issued debt compared to the state average of 47.39%.

***Risk Management***

The District's risk management program encompasses various means of protecting the District against loss. Property and casualty insurance is provided by commercial carriers and liability insurance coverage is provided by participation in a public entity risk pool administered by the Texas Association of School Boards. In addition, health insurance and workers' compensation risks are self-funded and include an excess loss insurance policy for claims exceeding a specified limit.

Various types of insurance coverages are made available to employees. Portions of the coverages available, such as medical and life insurance, are partially paid by the District. Other available benefits offered to employees on a voluntary basis include dental, vision, cancer, and short and long-term disability insurance as well as dependent and supplemental life policies.

***Independent Audit***

In accordance with Section 221.256, Texas Education Code, public school districts in Texas shall have their accounts audited annually. The audit shall be made on an organization-wide basis, and shall involve all fund types and account groups of the school district.

In addition to meeting the requirements set forth in state statutes, the audit was designed to meet the requirements of the federal Single Audit Act of 1984 and the related provisions of OMB Circular A – 133 "Audits of States, Local Governments, and Non-Profit Organizations." The independent auditors' report on the general-purpose financial statements is included in the financial section of this report. The auditors' reports related specifically to the Single Audit Act are included in a separately issued financial and compliance report required by the Texas Education Agency.

***Awards***

The Association of School Business Officials International (ASBO) awarded a Certificate of Excellence in Financial Reporting to the Alief Independent School District for its Comprehensive Annual Financial Report for the fiscal year ended August 31, 2000. We believe that our current report continues to conform to the high standards of the certificate of excellence program, and we are submitting it to ASBO.

In addition, the Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Alief Independent School District for its Comprehensive Annual Financial Report for the fiscal year ended August 31, 2000.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized Comprehensive Annual Financial Report, whose contents conform to program standards. Such reports must satisfy both accounting principles generally accepted in the United States of America and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe our current report continues to conform to the Certificate of Achievement Program requirements, and we are submitting it to the GFOA.

**Acknowledgments**

The financial management staff of the Alief Independent School District wishes to express its appreciation to the Board of Trustees for their concern in providing fiscal accountability to the patrons of the District and thereby contributing their full support in the development of one of the best educational financial operations within the State of Texas. The preparation of this report could not have been accomplished without the dedicated services of the District's Accounting Department as well as the technical support provided by the independent auditing firm of Null-Lairson, P.C. Sincere appreciation is extended to those personnel who assisted and contributed to the preparation of the Comprehensive Annual Financial Report.

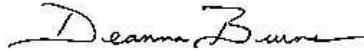
Sincerely,



Mr. Louis B. Stoerner  
Superintendent



Mr. Johnny Tates  
Deputy Superintendent,  
Administrative Services Division



Ms. Deanna Burns  
Associate Superintendent for  
Finance

**Alief Independent School District**

*Certificate of Achievement for Excellence in  
Financial Reporting*

Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

Alief Independent School  
District, Texas

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
August 31, 2000

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



*Imelda Arave*  
President

*Jeffrey L. Essler*  
Executive Director

**Alief Independent School District**

*Certificate of Excellence in  
Financial Reporting*

**ASSOCIATION OF SCHOOL BUSINESS OFFICIALS  
INTERNATIONAL**



This Certificate of Excellence in Financial Reporting is presented to

**ALIEF INDEPENDENT SCHOOL DISTRICT**

For its Comprehensive Annual Financial Report (CAFR)  
For the Fiscal Year Ended August 31, 2000

Upon recommendation of the Association's Panel of Review which has judged that the Report substantially conforms to principles and standards of ASBO's Certificate of Excellence Program

*Linda White*  
President

*Don A. Hagan*  
Executive Director



## Independent Auditors' Report

To the Board of Trustees  
Alief Independent School District  
Alief, Texas

We have audited the accompanying general-purpose financial statements of Alief Independent School District, as of and for the year ended August 31, 2001, as listed in the table of contents. These general-purpose financial statements are the responsibility of the District's management. Our responsibility is to express an opinion on these general-purpose 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 and provisions require that we plan and perform the audit to obtain reasonable assurance about whether the general-purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general-purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall general-purpose financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion the general-purpose financial statements referred to above present fairly, in all material respects, the financial position of Alief Independent School District at August 31, 2001, and the results of its operations and the cash flows of its proprietary fund type for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have issued our report dated October 22, 2001, in a separately issued report on our consideration of Alief Independent School District's internal control structure over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grants.

Our audit was made for the purpose of forming an opinion on the general-purpose financial statements of the Alief Independent School District taken as a whole. The combining statements, individual fund and account group financial statements, and schedules listed in the table of contents are presented for purposes of additional analysis and are not a required part of the general-purpose financial statements of Alief Independent School District. Such information has been subjected to the auditing procedures applied in the audit of the general-purpose financial statements and, in our opinion, is fairly presented, in all material respects, in relation to the general-purpose financial statements taken as a whole.

The statistical tables, listed as statistical section in the table of contents, are presented for purposes of additional analysis and are not a required part of the general-purpose financial statements of the District. Such additional information has not been subjected to the auditing procedures applied in the audit of the general-purpose financial statements, and accordingly, we express no opinion on them.

Houston, Texas  
October 22, 2001



# General Purpose Financial Statements

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**Alief Independent School District**

*Combined Balance Sheet  
All Fund Types and Account Groups*

*August 31, 2001*

	<b>Governmental Fund Types</b>			
	<b>General Fund</b>	<b>Special Revenue Funds</b>	<b>Debt Service Fund</b>	<b>Capital Projects Funds</b>
<b>Assets and Other Debits</b>				
<b>Assets</b>				
Cash and investments:				
Cash and cash equivalents	\$ 33,831,274	\$ 3,712,973	\$ 2,782,203	\$ 20,026,236
Investments at fair value	33,540,580			
	67,371,854	3,712,973	2,782,203	20,026,236
Total cash and investments				
Receivables:				
Property taxes receivable (net of allowance for uncollectibles)	2,227,755		539,046	
Accrued interest	244,009			
Due from other governments		3,284,723		
Due from other funds	2,837,710	208,032	42,160	
Other receivables	4,652			
Inventories	1,091,467	526,011		
Land				
Buildings and improvements				
Construction in progress				
Furniture and equipment				
<b>Other Debits</b>				
Amount available in Debt Service Fund				
Amount to be provided for retirement of general long-term debt				
	\$ 73,777,447	\$ 7,731,739	\$ 3,363,409	\$ 20,026,236
<b>Total Assets and Other Debits</b>	<b>\$ 73,777,447</b>	<b>\$ 7,731,739</b>	<b>\$ 3,363,409</b>	<b>\$ 20,026,236</b>

*See Notes to Financial Statements.*

Proprietary Fund Type	Fiduciary Fund Types	Account Groups		Totals (Memorandum Only)	
		General Fixed Assets	General Long-Term Debt	August 31, 2001	August 31, 2000
Internal Service Fund	Agency Funds				
\$ 5,380,832	\$ 1,583,710			\$ 67,317,228	\$ 73,317,138
				33,540,580	20,827,685
5,380,832	1,583,710			100,857,808	94,144,823
				2,766,801	2,433,673
				244,009	355,703
				3,284,723	2,748,107
18,140				3,106,042	3,387,522
				4,652	1,004,445
				1,617,478	1,690,727
		\$ 50,204,472		50,204,472	49,744,690
		383,257,318		383,257,318	372,946,661
		53,563,790		53,563,790	38,042,865
		90,585,723		90,585,723	83,014,647
			\$ 2,431,545	2,431,545	1,845,667
			243,718,762	243,718,762	238,192,434
\$ 5,398,972	\$ 1,583,710	\$ 577,611,303	\$ 246,150,307	\$ 935,643,123	\$ 889,551,964

**Alief Independent School District**

*Combined Balance Sheet  
All Fund Types and Account Groups*

*August 31, 2001*

	<b>Governmental Fund Types</b>			
	<b>General Fund</b>	<b>Special Revenue Funds</b>	<b>Debt Service Fund</b>	<b>Capital Projects Funds</b>
<b>Liabilities, Fund Equity, and Other Credits</b>				
<b>Liabilities</b>				
Accounts payable	\$ 2,708,953	\$ 518,556		\$ 3,939,274
Accrued wages payable	12,155,499	462,277		
Due to other funds	268,332	2,837,361		349
Due to other governments	13,666,597	74,091		
Due to student groups and others				
Insurance claims payable and accrued expenditures	1,689,536			
Deferred revenues	2,227,755	243,189	539,046	
Bonded debt payable				
Other long-term debt payable			392,818	
<b>Total Liabilities</b>	<u>32,716,672</u>	<u>4,135,474</u>	<u>931,864</u>	<u>3,939,623</u>
<b>Fund Equity and Other Credits</b>				
Investment in general fixed assets				
Retained earnings				
Reserved fund balances:				
Investments in inventory	1,091,467	415,175		
Retirement of long-term debt			2,431,545	
Outstanding encumbrances	264,275	11,865		
Unreserved fund balances:				
Designated for construction	500,000			16,086,613
Designated for growth contingency	450,000			
Undesignated, unreserved fund balance	38,755,033	3,169,225		
<b>Total Fund Equity and Other Credits</b>	<u>41,060,775</u>	<u>3,596,265</u>	<u>2,431,545</u>	<u>16,086,613</u>
<b>Total Liabilities, Fund Equity, and Other Credits</b>	<u>\$ 73,777,447</u>	<u>\$ 7,731,739</u>	<u>\$ 3,363,409</u>	<u>\$ 20,026,236</u>

*See Notes to Financial Statements.*

Proprietary Fund Type	Fiduciary Fund Types	Account Groups		Totals (Memorandum Only)	
		General Fixed Assets	General Long-Term Debt	August 31, 2001	August 31, 2000
\$ 56,935				\$ 7,223,718	\$ 11,368,340
				12,617,776	11,572,390
				3,106,042	3,387,522
				13,740,688	3,698,963
	\$ 1,583,710			1,583,710	1,447,329
3,103,369				4,792,905	4,827,762
				3,009,990	2,713,799
			\$ 241,250,000	241,250,000	234,075,000
			4,900,307	5,293,125	6,338,101
<u>3,160,304</u>	<u>1,583,710</u>		<u>246,150,307</u>	<u>292,617,954</u>	<u>279,429,206</u>
		\$ 577,611,303		577,611,303	543,748,863
2,238,668				2,238,668	1,928,891
				1,506,642	1,690,727
				2,431,545	1,845,667
				276,140	540,097
				16,586,613	20,012,696
				450,000	450,000
				41,924,258	39,905,817
<u>2,238,668</u>		<u>577,611,303</u>		<u>643,025,169</u>	<u>610,122,758</u>
<u>\$ 5,398,972</u>	<u>\$ 1,583,710</u>	<u>\$ 577,611,303</u>	<u>\$ 246,150,307</u>	<u>\$ 935,643,123</u>	<u>\$ 889,551,964</u>

**Alief Independent School District**

*Combined Statement of Revenues, Expenditures,  
and Changes in Fund Balances  
All Governmental Fund Types*

*Year Ended August 31, 2001*

	<u>General Fund</u>	<u>Special Revenue Funds</u>
<b>Revenues</b>		
Local sources	\$ 97,595,885	\$ 7,622,043
State program revenues	132,859,588	4,850,694
Federal program revenues	991,477	17,288,618
<b>Total Revenues</b>	<u>231,446,950</u>	<u>29,761,355</u>
<b>Expenditures</b>		
<b>Current:</b>		
Instruction and instructional related services	153,173,200	13,257,464
Instructional and school leadership	16,123,395	939,128
Support services - student (pupil)	21,920,559	14,668,024
Administrative support services	7,132,743	
Support services - nonstudent based	30,039,622	134,000
Ancillary services	1,149,289	12,133
Intergovernmental charges	226,425	20,625
<b>Capital outlay</b>	252,683	588,616
<b>Debt services:</b>		
Principal		
Interest		
<b>Total Expenditures</b>	<u>230,017,916</u>	<u>29,619,990</u>
<b>Revenues Over (Under) Expenditures</b>	1,429,034	141,365
<b>Other Financing Sources (Uses)</b>		
Proceeds from issuance of long-term debt		
Proceeds from refunding bonds		
Payment to refunded bond escrow agent		
<b>Revenues &amp; Other Sources Over (Under) Expenditures &amp; Other Uses</b>	1,429,034	141,365
Fund balances, beginning	39,631,741	3,454,900
<b>Fund Balances, Ending</b>	<u>\$ 41,060,775</u>	<u>\$ 3,596,265</u>

*See Notes to Financial Statements.*



<u>Debt Service Fund</u>	<u>Capital Projects Funds</u>	<u>Totals (Memorandum Only)</u>	
		<u>August 31, 2001</u>	<u>August 31, 2000</u>
\$ 16,082,075	\$ 973,439	\$ 122,273,442	\$ 113,128,401
16,173,455		153,883,737	154,374,815
		18,280,095	16,652,431
<u>32,255,530</u>	<u>973,439</u>	<u>294,437,274</u>	<u>284,155,647</u>
		166,430,664	160,739,536
		17,062,523	16,106,824
		36,588,583	37,190,658
		7,132,743	6,764,073
		30,173,622	27,607,559
		1,161,422	1,138,446
		247,050	
	29,599,887	30,441,186	60,195,430
18,010,000		18,010,000	20,505,000
13,981,688		13,981,688	12,634,575
<u>31,991,688</u>	<u>29,599,887</u>	<u>321,229,481</u>	<u>342,882,101</u>
263,842	(28,626,448)	(26,792,207)	(58,726,454)
	25,200,365	25,200,365	52,100,000
17,703,875		17,703,875	
<u>(17,381,839)</u>		<u>(17,381,839)</u>	
585,878	(3,426,083)	(1,269,806)	(6,626,454)
1,845,667	19,512,696	64,445,004	71,071,458
<u>\$ 2,431,545</u>	<u>\$ 16,086,613</u>	<u>\$ 63,175,198</u>	<u>\$ 64,445,004</u>

## Alief Independent School District

### *Combined Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget (GAAP Basis) and Actual General, Budgeted Special Revenue, and Debt Service Funds*

*Year Ended August 31, 2001*

	General Fund		Variance Favorable (Unfavorable)
	Budget	Actual	
<b>Revenues</b>			
Local sources	\$ 98,051,512	\$ 97,595,885	\$ (455,627)
State program revenues	132,821,976	132,859,588	37,612
Federal program revenues	920,000	991,477	71,477
<b>Total Revenues</b>	231,793,488	231,446,950	(346,538)
<b>Expenditures</b>			
<b>Current:</b>			
Instruction and instructional related services	155,725,558	153,173,200	2,552,358
Instructional and school leadership	16,388,239	16,123,395	264,844
Support services - student (pupil)	22,700,152	21,920,559	779,593
Administrative support services	7,262,058	7,132,743	129,315
Support services - nonstudent based	31,055,909	30,039,622	1,016,287
Ancillary services	1,150,226	1,149,289	937
Intergovernmental charges	226,425	226,425	
<b>Capital outlay</b>	265,297	252,683	12,614
<b>Debt services:</b>			
Principal			
Interest			
<b>Total Expenditures</b>	234,773,864	230,017,916	4,755,948
<b>Revenues Over (Under) Expenditures</b>	(2,980,376)	1,429,034	4,409,410
<b>Other Financing Sources (Uses)</b>			
Proceeds from refunding bonds			
Payment to refunded bond escrow agent			
<b>Revenues &amp; Other Sources Over (Under) Expenditures &amp; Other Uses</b>	(2,980,376)	1,429,034	4,409,410
Fund balances, beginning	39,631,741	39,631,741	
<b>Fund Balances, Ending</b>	\$ 36,651,365	\$ 41,060,775	\$ 4,409,410

*See Notes to Financial Statements.*

Food Service and Technology Special Revenue Funds			Debt Service Fund		
Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
\$ 6,985,000	\$ 7,095,145	\$ 110,145	\$ 16,148,348	\$ 16,082,075	\$ (66,273)
1,254,090	1,263,253	9,163	16,159,535	16,173,455	13,920
7,986,656	7,947,689	(38,967)			
16,225,746	16,306,087	80,341	32,307,883	32,255,530	(52,353)
1,136,100	1,134,761	1,339			
14,994,468	14,335,961	658,507			
134,000	134,000				
560,000	560,000				
			18,010,000	18,010,000	
			14,007,883	13,981,688	26,195
16,824,568	16,164,722	659,846	32,017,883	31,991,688	26,195
(598,822)	141,365	740,187	290,000	263,842	(26,158)
			17,703,875	17,703,875	
			(17,381,839)	(17,381,839)	
(598,822)	141,365	740,187	612,036	585,878	(26,158)
3,454,900	3,454,900		1,845,667	1,845,667	
\$ 2,856,078	\$ 3,596,265	\$ 740,187	\$ 2,457,703	\$ 2,431,545	\$ (26,158)

**Alief Independent School District**

**Exhibit A-4**

*Comparative Statement of Revenues, Expenses, and Changes in  
Retained Earnings - Proprietary Fund Type  
Internal Service Funds*

*For the Years Ended August 31, 2001 and 2000*

	<u>August 31, 2001</u>	<u>August 31, 2000</u>
<b>Revenues</b>		
Premium contributions	\$ 18,944,177	\$ 19,054,953
<b>Expenses</b>		
Purchased and contracted services	1,677,858	944,974
Other operating expenses	17,172,796	19,233,980
<b>Total Expenses</b>	<u>18,850,654</u>	<u>20,178,954</u>
<b>Operating Income (Loss)</b>	93,523	(1,124,001)
<b>Nonoperating Income</b>		
Earnings - cash and investments	<u>216,254</u>	<u>301,769</u>
<b>Net Income (Loss)</b>	309,777	(822,232)
Retained earnings, beginning	<u>1,928,891</u>	<u>2,751,123</u>
<b>Retained Earnings, Ending</b>	<u>\$ 2,238,668</u>	<u>\$ 1,928,891</u>

*See Notes to Financial Statements.*



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**Note 1 - Summary of Significant Accounting Policies**

The Alief 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 to staggered three-year terms by the District's residents.

The accounting policies of the District substantially comply with the rules prescribed in the Texas Education Agency's *Financial Accountability System Resources Guide* ("the Resource Guide"). The accounting policies included in the Resource Guide conform to generally accepted accounting principles applicable to governmental units. The following is a summary of the most significant policies:

**A. Reporting Entity**

The District is an independent political subdivision of the State of Texas governed by an elected board of trustees and is considered a primary government. These general-purpose 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, no other entities have been included in the District's reporting entity. 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 government 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. Additional 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.

**B. Fund Accounting**

In accordance with the Resource Guide, the District has adopted and installed an accounting system which meets at least the minimum requirements prescribed by the State Board of Education and approved by the State Auditor. Specifically, the District's accounting system uses codes and the code structure presented in the Accounting Code Section of the Resource Guide. Mandatory codes are recorded in the order provided in that section.

The accounts of the District are organized on the basis of funds and account groups in accordance with the provisions of the Resource Guide. Each fund and account group is considered to be a separate accounting entity. The operations of each fund are accounted for by providing a separate set of self-balancing accounts, which comprise its assets, liabilities, fund equity, revenues, and expenditures or expenses. Following is a description of the various funds and account groups:

**Note 1 - Summary of Significant Accounting Policies** (continued)

**B. Fund Accounting** (continued)

**Governmental Fund Types**

**General Fund**

The General Fund is used to account for all financial transactions not properly includable in other funds. The principal sources of revenues include local property taxes, state reimbursement for professional salaries and other operating expenditures, interest on fund investments, and indirect cost revenues from federal grants. Expenditures include all costs associated with the daily operations of the schools.

**Special Revenue Fund**

The Special Revenue Fund includes various funds which are used to account for the District's Food Service Program, including local, state, and federal revenue sources; for federally financed programs (grants) where unused balances are returned to the grantor at the close of specified project periods; and other revenue specific programs. The Food Service Fund is the only required budgeted fund. For all other funds in this fund type, project accounting is employed to maintain integrity for the various sources of funds. Resources accounted for in these funds are awarded to the District for the purpose of accomplishing specific educational tasks as defined by grantors in contracts or other agreements.

**Debt Service Fund**

The Debt Service Fund is used to account for the payment of interest and principal on all bonds of the District. The primary sources of revenue for debt service are local property taxes and the state existing debt and instructional facilities allotments.

**Capital Projects Fund**

The Capital Projects Fund includes funds which are used to account for the expenditures of resources accumulated from sales of bonds and related interest earnings for the acquisition and construction of school facilities and other capital asset acquisitions.

**Proprietary Fund Type**

**Internal Service Fund**

The District's two internal service funds are used to account for the operations of the District's employee health insurance plan and workers' compensation plan, which are supported by employer and/or employee contributions. Expenses include plan benefit payments to employees and charges incurred in administering the plan. The estimated amount due for claims incurred but not reported at year-end are included as fund liabilities.

**Fiduciary Fund Types**

Trust and Agency Funds are used to account for assets held by the District as a trustee or agent for individuals, private organizations, other governments, and other funds. Agency Funds are custodial in nature (assets equal liabilities) and do not involve measurement or results of operations. The following is included in the District's Fiduciary Fund Type:



**Note 1 - Summary of Significant Accounting Policies** (continued)

**B. Fund Accounting** (continued)

**Fiduciary Fund Types** (continued)

**Agency Fund**

The Agency Fund is used to account for the cash receipts and disbursements of the school activity funds of the individual schools. These funds have no revenues, expenditures, or equity, and the District does not budget for them.

**Account Groups**

**General Fixed Assets Account Group**

Fixed assets purchased or constructed by the District's governmental fund types are shown at original cost. Donated assets are valued at the estimated fair market value on the date donated. Costs incurred for the purchase or construction of general fixed assets are recorded as expenditures in the General Fund, Special Revenue Fund, and Capital Projects Fund and are capitalized in the General Fixed Assets Account Group. General fixed assets consist principally of school buildings and related equipment. Interest costs related to the construction of general fixed assets are not capitalized in the General Fixed Asset Account Group. No depreciation has been provided on these assets.

**General Long-Term Debt Account Group**

This account group is used to account for the District's general obligation bonds, related accretion values on premium compound interest bonds, and a provision for accrued compensated absences.

**C. Basis of Accounting / Measurement Focus**

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All Governmental fund types are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Operating statements of these funds present increases (i.e., revenues and other financing sources) and decreases (i.e., expenditures and other financing uses) in net current assets.

The District utilizes the modified accrual basis of accounting in the Governmental fund types and the Agency Fund. Revenues are recognized in the accounting period in which they become both measurable and available. Revenues susceptible to accrual include state cost reimbursements and interest on temporary investments. Property tax levies collected after the fiscal year-end which would be available to finance current operations are immaterial and remain deferred. Under modified accrual accounting, expenditures are recognized in the accounting period in which the fund liability is incurred, if measurable, except for principal and interest on general long-term debt, which is recognized when due.

Revenues from grants accounted for in the Special Revenue Funds are recognized when related expenditures are incurred. Any excess of revenues or expenditures at fiscal year-end is recorded as deferred revenue or due from the granting agencies, respectively.

The Proprietary Fund is accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the balance sheet. Proprietary fund-type operating statements present increases (i.e., revenues) and decreases (i.e., expenses) in net total assets.

**Note 1 - Summary of Significant Accounting Policies (continued)**

**C. Basis of Accounting / Measurement Focus (continued)**

The accounts of the Proprietary Fund Type are maintained, and the financial statements have been prepared, utilizing the accrual basis of accounting. Under this basis, revenues are recognized in the accounting period in which they are earned and become measurable, and expenses are recognized in the accounting period in which they are incurred and become measurable. Proprietary fund types follow generally accepted accounting principles prescribed by the Governmental Accounting Standards Board (GASB) and all Financial Accounting Standards Board's standards issued prior to November 30, 1989. Subsequent to this date, the District accounts for these funds as presented by the GASB.

**D. Budgets**

Each school district in Texas is required by law to annually prepare a budget of anticipated revenues and expenditures for certain Governmental Fund Types for the fiscal year beginning September 1. The District adopts annual budgets for the General Fund, the Food Service and Technology Special Revenue Funds, and the Debt Service Fund.

A reconciliation of Special Revenue Fund Operations as shown on Exhibits A-2 and A-3 are as follows:

	<b>Exhibit A-2</b>	<b>Unbudgeted</b>	<b>Exhibit A-3</b>
	<b>All Special</b>	<b>Special</b>	<b>Budgeted</b>
	<b>Revenue</b>	<b>Revenue</b>	<b>Special</b>
	<b>Funds</b>	<b>Funds</b>	<b>Revenue Funds</b>
Revenues	\$ 29,761,355	\$ 13,455,268	\$ 16,306,087
Expenditures	<u>29,619,990</u>	<u>13,455,268</u>	<u>16,164,722</u>
Revenues Over Expenditures	141,365	-	141,365
Fund Balance, beginning	<u>3,454,900</u>	<u>                    </u>	<u>3,454,900</u>
Fund Balance, ending	<u>\$ 3,596,265</u>	<u>\$ -</u>	<u>\$ 3,596,265</u>

The annual budget is prepared on the modified accrual basis of accounting, except for the Capital Projects Fund budget which is prepared on a project basis based on the proceeds available from bond issues and planned expenditures outlined in applicable bond ordinances. Capital Projects Fund equity, which represents unexpended appropriations, is reappropriated in the subsequent fiscal year's budget until available funds for acquisition and construction of facilities have been utilized. Each major construction contract is approved based on the existing availability of bond proceeds and/or approved but unissued bonds.

The official school budget was prepared for adoption by August 20, 2000, as required. The budget was formally adopted by the Board of Trustees at a duly advertised public meeting prior to the expenditure of funds. Final priorities and funding of projects are determined by the Board, which subsequently established a tax rate sufficient to support the approved budget.

The administration performs budget reviews by which budget requirements are reevaluated and revisions are recommended to the Board.

**Note 1 - Summary of Significant Accounting Policies (continued)**

**D. Budgets (continued)**

The Board is required to approve amendments to the budget which change any fund or functional expenditure category (the legal level of compliance), revenue accounts, or other financing sources/uses as defined by the Agency for each individual fund type. Unexpended appropriations lapse at year-end. Deficit fund balances are prohibited by state law.

**E. Encumbrances**

Encumbrance accounting is utilized in all governmental 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 either cancelled or appropriately provided for in the subsequent year's budget. End-of-year outstanding encumbrances that were provided for in the subsequent year's budget are:

General Fund	\$ 264,275
Special Revenue Fund	<u>11,865</u>
	<u>\$ 276,140</u>

A reservation of fund balance equal to outstanding encumbrances at year-end is provided for at August 31, 2001.

**F. Cash and Cash Equivalents**

The District considers the following items cash and cash equivalents for financial reporting purposes (including the statement of cash flows for the Proprietary Funds): cash on hand, demand deposits, money market mutual funds, balances in private-managed public funds investment pools, and short-term investments with original maturities of three months or less from the date of acquisition.

**G. Investments**

Investments consist primarily of U.S. Government Agency Securities which are stated at fair value based on quoted market prices. The net increase or decrease in the fair value of investments is netted with investment income in local sources of revenue. Investments are generally held to maturity.

**H. Short-Term Interfund Receivables/Payables**

During the course of operations, transactions occur between individual funds for specified purposes. These receivables and payables are classified as "due from other funds" or "due to other funds" on the combined balance sheet.

**I. Use of Estimates**

The preparation 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 and 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.

**Note 1 - Summary of Significant Accounting Policies (continued)**

**J. Inventories**

Inventory is stated at weighted average cost. The costs are recorded as expenditures as the individual inventory items are consumed. Inventory consists of general and food service supplies and commodities. Although commodities are received at no cost, they are recorded in the inventory and deferred revenue at market values as supplied by the Texas Department of Human Services. When consumed, commodities are recorded as both revenue and expenditures. A portion of the General and Special Revenue Fund balance has been reserved to indicate that inventory, net of commodities, which will be charged to future periods as consumed, does not represent expendable resources. Inventory balances at August 31, 2001 are:

General Fund	\$ 1,091,467
Special Revenue Fund	<u>526,011</u>
	<u>\$ 1,617,478</u>

**K. Compensated Absences**

The District maintains a policy allowing employees meeting established requirements to be compensated for unused sick leave at retirement. Estimated amounts accrued by the District's employees meeting the requirements for compensation for unused sick leave are recorded in the General Fund and General Long-Term Account Group. Under the modified accrual basis of accounting, such amounts are recorded in the General Long-Term Debt Account Group net of amounts expected to be liquidated with expendable available resources at the end of the fiscal year, which are recorded as expenditures of the General Fund.

Annual vacation time is granted to eligible noncontractual employees on the first day of July of each year; however, all unused vacation time lapses after eighteen months; therefore, the liability is considered current and recorded in the General Fund. There are no other compensated absences allowed under the District's personnel policies.

**L. Fund Balance**

The District records fund balance reserves to indicate that a portion of fund balance is legally restricted for a specific use or to indicate that a portion of the fund balance is not available for expenditures. The District designates a portion of the unreserved fund balance to indicate the administration's tentative plan for future uses of financial resources.

**M. Total Columns on Combined Statements**

Total columns on the combined statements are captioned (Memorandum Only) to indicate that they are presented only to facilitate financial analysis. No consolidation entries or other eliminations were made. Data in these columns do not present financial position, results of operations or cash flows in conformity with generally accepted accounting principles.

**Note 2 – Cash And Investments**

The District’s cash and investment accounts are classified as either cash and cash equivalents or investments. The cash and cash equivalents include cash on hand, deposits with financial institutions, money market mutual funds, and short-term investments in private-managed public funds investment pools accounts (Texpool, LOGIC, and Lone Star). The investments, which have maturities at purchase of greater than three months, consist of U.S. Government Agency Securities.

The Board of Trustees of the District has adopted a written investment policy regarding the investment of its funds as defined in the Public Funds Investment Act of 1995 (Chapter 2256, Texas Government Code). The Public Funds Investment Act requires an annual audit of investment practices. Audit procedures in this area, conducted as part of the audit, disclosed that in the area of investment practices, management reports, and establishment of appropriate policies, the District was in substantial compliance with the requirements of the Act. Additionally, the investments and investment practices of the District are in compliance with the Trustees’ investment policies. The District invests primarily in money market funds, public funds investment pools, and obligations of certain U.S. Government agencies, although the District’s investment policy allows other investment options authorized by State statute. The District generally holds all U.S. Government Securities to maturity.

**Cash and Cash Equivalents**

At year-end the District had cash on hand, bank deposits, and deposits in pooled funds of \$67,317,228. The cash and cash equivalents amounts were composed of the following:

	<b>Cash</b>	<b>Bank</b>	<b>Pooled</b>	
	<b>on Hand</b>	<b>Deposits</b>	<b>Funds</b>	<b>Total</b>
General	\$ 2,000	\$ 858,095	\$ 32,971,179	\$ 33,831,274
Special Revenue		123,530	3,589,443	3,712,973
Debt Service			2,782,203	2,782,203
Capital Projects			20,026,236	20,026,236
Internal Service		117,569	5,263,263	5,380,832
Fiduciary		1,583,710		1,583,710
	<u>\$ 2,000</u>	<u>\$ 2,682,904</u>	<u>\$ 64,632,324</u>	<u>\$ 67,317,228</u>

**Cash in Bank Depository**

The District’s funds are required to be deposited and invested under the terms of a depository contract pursuant to the School Depository Act. The depository bank deposits, for safekeeping and trust with the District’s third party agent bank, approved pledged securities as authorized by Chapter 2257, Collateral for Public Funds of the Government Codes, in an amount sufficient to protect District funds on a day-to-day basis during the period of the contract. The requirement to have approved securities pledged as collateral to secure the bank balance is waived when the amount of collected funds in the bank balance is covered by Federal Deposit Insurance Corporation (FDIC) Insurance.

**Note 2 - Cash And Investments (continued)**

**Cash in Bank Depository (continued)**

State law provides that collateral pledged as security for bank deposits must have a market value of not less than the amount of the deposits and must consist of (1) obligations of the U.S. or its agents and instrumentalities; (2) direct obligations of the State of Texas or its agencies; (3) other obligations, the principal and interest on which are unconditionally guaranteed or insured by the State of Texas; and/or (4) obligations of states, agencies, counties, cities, and other political subdivisions of any state having been rated as to investment quality by a nationally recognized investment rating firm and having received a rating of not less than A or its equivalent.

The District’s collected cash deposits in the depository bank were entirely covered by FDIC insurance and by acceptable collateral securities held in the District’s name by an agent of the District at year-end in accordance with provisions of the depository contract. In addition, the following information is disclosed regarding coverage of combined collected deposits on the date of the highest deposit.

<u>Depository</u>	<u>Combined Deposit</u>	<u>Securities Pledged</u>	<u>FDIC Coverage</u>	<u>Month</u>
Bank of America	\$ 14,659,291	\$ 26,030,980	\$ 100,000	December

**Credit Risk Categorization for Deposits**

Cash deposits held at financial institutions can be categorized according to three levels of risk. These three levels of risk are:

**Category 1** – Deposits which are insured or collateralized with securities held by the District or by its agent in the District’s name.

**Category 2** – Deposits which are collateralized with securities held by the pledging financial institution’s trust department or agent in the District’s name.

**Category 3** – Deposits which are not collateralized or collateralized with securities held by the pledging financial institution or by its trust department or agent but not in the District’s name.

At August 31, 2001, per the District’s books, the carrying amount of cash deposited in banks was \$2,682,904 and the bank balance was \$3,117,449. The full amount of the bank balance was covered by pledged securities held as collateral and federal depository insurance (Category 1 above per Government Accounting Standards).

**Investments**

**Credit Risk Related to Investments**

The District’s investments are categorized under “Investment Categories” to give an indication of credit risk assumed by the District at year-end. Credit risk is the risk that another party to a deposit or investment transaction will not fulfill its obligations. This is not to be confused with market risk, which is the risk that the market value of an investment, collateral protecting a deposit, or securities underlying a repurchase agreement, will decline. Market risk is not depicted in this note.

**Note 2 - Cash And Investments** (continued)

**Credit Risk Related to Investments** (continued)

Similar to cash deposits, investments can be categorized according to three levels of risk. These three levels of risk are:

**Category 1** – Investments that are insured, registered, or securities held by the District or the District’s agent in the District’s name.

**Category 2** – Investments that are uninsured and unregistered investments for which the securities are held by the counterpart or its trust department or agent in the District’s name.

**Category 3** – Uninsured and unregistered investments for which the securities are held by the counterpart, or by its trust department or agent, but not in the District’s name.

**Investments not subject to Categorization**

The money market and pooled funds of \$64,632,324 which include the Texpool Government Investment Pool (Texpool) of \$37,800,717, the Local Government Investment Cooperative (LOGIC) of \$8,710,725, and Lone Star of \$18,120,882 are not evidenced by securities that exist in physical or book entry form and, accordingly, are not categorized by credit risk. However, the nature of these funds requires that they be used to purchase investments authorized by the Public Funds Investment Act of 1995. The primary objective of these investment pools is to provide a safe environment for the placement of public funds in short-term fully collateralized investments. These accounts are considered temporary investments which are included in cash and cash equivalents.

**Oversight Responsibility** – Oversight responsibility includes the ability to significantly influence operations, designation of management, and accountability for fiscal matters. For the investment pools utilized by the District, oversight responsibility for each is as follows:

**Texpool** - The State Comptroller of Public Accounts exercises responsibility over Texpool. Additionally, the State Comptroller has established an advisory board composed of both participants in Texpool and other persons who do not have a business relationship with Texpool.

**LOGIC** – The Local Government Investment Cooperative’s governing body is a three-member Board of Directors comprised of three government officials or employees. Two advisory board members with expertise in public finance represent the general manager of the Fund. Day to day administration of the Fund is performed by Southwest Securities Group, Inc.

**Lone Star** – This pool is governed by an eleven member Board of Trustees made up of active participants in the pool and is administered by TASB.

**Ratings** – Texpool and Lone Star are rated “AAAm” and “AAAf,” respectively, by Standard & Poors. LOGIC is rated “Aaa/MR1+” by Moody’s Investor Services.

**Note 2 - Cash and Investments** (continued)

**Investments not subject to Categorization** (continued)

**Securities Valuation** – Texpool and LOGIC investments are stated at amortized cost (carrying value), which does not vary materially from fair value due to the short-term nature of the investments, unless there is a permanent impairment of value in which case the investments are valued at market. Lone Star portfolio securities are stated at the last reported sales price (market value) on the day of valuation which is based on quoted market prices for those investments. Securities are valued daily to determine the net asset value.

**Investments subject to Credit Risk Categorization**

At year-end, the District’s investment balances were as follows:

	<b><u>Investment Category</u></b>	<b><u>Carrying Amount @ Fair Value</u></b>
U.S. Government Securities		
Government Agency Securities	1	<u>\$ 33,540,580</u>

Fair value of the U.S. Government Agency Securities are based on quoted market prices. The investments are reported by the District at fair value in accordance with Governmental Accounting Standards Board Statement (GASB) No. 31, “Accounting and Financial Reporting for Certain Investments and for External Investment Pools.” The amount of increase in the fair value of investments for the year included in investment income is as follows:

	<b><u>Governmental Fund Types</u></b>
Interest income	\$ 5,686,805
Net Increase in Fair Value of Investments	<u>85,431</u>
Total Investment Income	<u>\$ 5,772,236</u>

**Note 3 - Property Taxes**

Property taxes are levied by October 1 on the assessed value listed on the prior January 1 for all real and business personal property located in the District in conformity with Subtitle E, Texas Property Tax Code. Taxes are due on receipt of the tax bill and are delinquent if not paid before February 1 of the year following the year in which imposed. On January 1 of each year, a tax lien attaches to the property to secure the payment of all taxes, penalties, and interest ultimately imposed. Appraised values are established by the Central Appraisal District (CAD) of Harris County, Texas. Taxes are levied by the District's Board of Trustees based on the appraised values received from the CAD. Billing and collection of tax levies are performed by the District.



**Note 3 - Property Taxes** (continued)

Property tax rates, established in accordance with state law, are levied on real and personal property within the District's boundaries for use in financing general government and debt service expenditures. Tax rates levied to finance general government and debt service expenditures for 2000-01 were \$1.405 and \$0.235, respectively, per \$100 of valuation. Based on an assessed property valuation of approximately \$6.51 billion, the resulting tax levy, after exemptions and adjustments, was approximately \$106.8 million.

Allowances for uncollectible taxes are based on historical experience in collecting property taxes. Uncollectible personal property taxes are periodically reviewed and written off, but the District is prohibited from writing off real property taxes without specific statutory authority from the Texas Legislature.

Net property taxes receivable at August 31, 2001, consisted of the following:

	<b>General Fund</b>	<b>Debt Service Fund</b>	<b>Totals</b>
Delinquent taxes - Current year levy	\$ 1,330,492	\$ 222,538	\$ 1,553,030
Delinquent taxes - Prior years' levies	<u>1,215,514</u>	<u>393,515</u>	<u>1,609,029</u>
	2,546,006	616,053	3,162,059
Less allowance for uncollectible taxes	<u>(318,251)</u>	<u>(77,007)</u>	<u>(395,258)</u>
<b>Net Property Taxes Receivable</b>	<u><u>\$ 2,227,755</u></u>	<u><u>\$ 539,046</u></u>	<u><u>\$ 2,766,801</u></u>

**Note 4 - Receivables Due From Local, State, and Federal Agencies**

Receivables due from local, state, and federal agencies at August 31, 2001, consisted of the following:

	<b>Special Revenue Fund</b>
Grant expenditure reimbursement from local governments/agencies	\$ 13,469
State grant expenditure reimbursement from the state	1,799,977
Federal grant expenditure reimbursement passed through the state	<u>1,471,277</u>
	<u><u>\$ 3,284,723</u></u>

**Note 5 – Due To/From Other Funds**

Amounts due to/from other funds at August 31, 2001, include the following:

	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
<b>General Fund</b>	<u>\$ 2,837,710</u>	<u>\$ 268,332</u>
<b>Special Revenue Funds:</b>		
Emergency Immigrant Education		112,486
ESEA Title XX: TANF	434	
ESEA, Title IV, SDFSC		9,667
Academics 2000		15,404
ESEA, Title II, Part B		5,744
ESEA, Title I, Part A		215,805
IDEA-Part B, Formula		199,835
IDEA-Part B, Preschool	12,822	
ESEA, Title VI		5,526
Food Service		297,031
Voc-Ed Tech Prep		6,660
Voc Ed-Basic Grant		16,583
Class Size Reduction		41,393
Comprehensive School Reform	1,814	
Middle School Safe Schools		22,232
Partnership for Quality Education		22,160
21st Century Learning Centers Program		48,984
School to Career		107,562
Work Based Experience		69,117
Texas Mentor Schools	4,297	
Middle School After School Program		100,978
Visually Impaired		2,465
Texas Successful Schools	18,931	
Pregnancy, Education, and Parenting	22	
A/P & I/B Program	32,351	
Optional Extended Year Program		891,648
Accelerated Reading Instruction		13,623
Ninth Grade Success		322,513
Technology Allotment	45,141	
TIF Grant		176,487
Texas Reading Academy		122,321
TIF Grant - Cummings		2,574

**Note 5 – Due To/From Other Funds** (continued)

	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
<b>Special Revenue Funds (continued):</b>		
Accelerated Reading	3,040	
Texas After School Initiative		2,194
Education Foundation	16,549	
Shell Oil Grant	11,378	
After School Program - Chambers		795
Read and Write	1,321	
Miscellaneous Local Grants	59,932	
Spark Park		5,574
	<u>208,032</u>	<u>2,837,361</u>
<b>Debt Service Fund</b>	<u>42,160</u>	
<b>Capital Projects Funds</b>		
Bond Series 1998		<u>349</u>
<b>Internal Service Funds</b>		
Health Insurance	<u>18,140</u>	
<b>Total - All Funds</b>	<u><u>\$ 3,106,042</u></u>	<u><u>\$ 3,106,042</u></u>

**Note 6 - General Fixed Assets**

A summary of changes in general fixed assets for the year ended August 31, 2001, follows:

	<u>Balance September 1, 2000</u>	<u>Additions</u>	<u>Deletions and Transfers</u>	<u>Balance August 31, 2001</u>
Land	\$ 49,744,691	\$ 459,781		\$ 50,204,472
Buildings and improvements	372,946,661	10,310,657		383,257,318
Furniture and equipment	83,014,646	10,995,750	(3,424,673)	90,585,723
Construction in progress	<u>38,042,865</u>	<u>15,520,925</u>		<u>53,563,790</u>
<b>Totals</b>	<u><u>\$ 543,748,863</u></u>	<u><u>\$ 37,287,113</u></u>	<u><u>\$ (3,424,673)</u></u>	<u><u>\$ 577,611,303</u></u>

Construction in progress and remaining commitments under related construction contracts at August 31, 2001, follows:

	<u>Authorized Contract</u>	<u>Contract Expenditures</u>	<u>Other Related Costs</u>	<u>Total CIP</u>	<u>Remaining Commitment</u>
Taylor High School	<u><u>\$ 48,113,100</u></u>	<u><u>\$ 47,669,511</u></u>	<u><u>\$ 5,894,279</u></u>	<u><u>\$ 53,563,790</u></u>	<u><u>\$ 443,589</u></u>

**Note 7 – Changes In General Long-Term Debt And Debt Service Requirements**

General long-term debt consists of bonds payable, related accretion values on premium compound interest bonds, and a provision for compensated absences. See Note 15, for additional disclosures regarding compensated absences. Bonds are payable solely from future revenues of the Debt Service Funds which consist primarily of property taxes collected by the District, state facilities and existing debt allotments, and investment income. The District is in compliance with all significant bond compliance requirements.

A summary of general long-term debt transactions of the District for the year ended August 31, 2001, follows:

	<b>Balance September 1, 2000</b>	<b>Issued and Additions</b>	<b>Retired and Refunded</b>	<b>Balance August 31, 2001</b>
Bonds	\$ 234,075,000	\$ 42,500,000	\$ (35,325,000)	\$ 241,250,000
Accretion on premium compound interest bonds	3,880,914	146,804	(1,298,774)	2,728,944
Accrued compensated absences	2,082,187	622,980	(533,804)	2,171,363
	<u>\$ 240,038,101</u>	<u>\$ 43,269,784</u>	<u>\$ (37,157,578)</u>	<u>\$ 246,150,307</u>

Annual requirements to amortize all bonded debt outstanding as of August 31, 2001, follows:

<b>Year Ending August 31,</b>	<b>Principal</b>	<b>Interest</b>	<b>Total</b>
2002	\$ 16,615,000	\$ 14,837,743	\$ 31,452,743
2003	18,515,000	11,048,890	29,563,890
2004	17,355,000	10,062,110	27,417,110
2005	17,110,000	9,103,421	26,213,421
2006	17,005,000	8,182,258	25,187,258
2007-2011	75,100,000	28,568,698	103,668,698
2012-2016	54,375,000	12,320,985	66,695,985
2017-2021	25,175,000	1,800,837	26,975,837
	<u>241,250,000</u>	<u>95,924,942</u>	<u>337,174,942</u>
Less current portion	<u>16,615,000</u>	<u>14,837,743</u>	<u>31,452,743</u>
	<u>\$ 224,635,000</u>	<u>\$ 81,087,199</u>	<u>\$ 305,722,199</u>

**Note 7 – Changes In General Long-Term Debt And Debt Service Requirements** (continued)

Bonded debt, at August 31, 2001, is comprised of the following individual issues:

<u>Original Issue Amount</u>	<u>Description</u>	<u>Interest Rate %</u>	<u>Matures</u>	<u>Debt Outstanding</u>
\$ 16,500,000	Unlimited tax schoolhouse bonds, Series 1992	5.25 - 7.25	2012	825,000
40,600,000	Unlimited tax refunding bonds, Series 1992	2.80 - 8.00	2009	3,815,000
9,500,000	Unlimited tax schoolhouse bonds, Series 1993	4.35 - 6.00	2013	5,700,000
9,900,000	Unlimited tax schoolhouse bonds, Series 1994	4.25 - 6.00	2014	6,500,000
22,500,000	Unlimited tax schoolhouse bonds, Series 1995	5.00 - 7.00	2015	15,750,000
28,225,000	Unlimited tax refunding bonds, Series 1995	3.65 - 5.25	2011	25,775,000
6,370,000	Unlimited tax refunding bonds, Series 1996	3.65 - 4.40	2002	385,000
20,500,000	Unlimited tax schoolhouse bonds, Series 1996	5.00 - 7.00	2017	16,400,000
19,500,000	Unlimited tax schoolhouse bonds, Series 1997	5.00 - 7.00	2018	17,000,000
46,100,000	Unlimited tax schoolhouse bonds, Series 1998	4.00 - 5.00	2018	39,100,000
23,000,000	Unlimited tax schoolhouse bonds, Series 1999	4.00 - 6.00	2019	20,700,000
52,100,000	Unlimited tax schoolhouse bonds, Series 1999 II	4.75 - 6.75	2019	46,800,000
17,300,000	Unlimited tax refunding bonds, Series 2001	4.25 - 6.25	2012	17,300,000
25,200,000	Unlimited tax schoolhouse bonds, Series 2001	3.75 - 5.00	2021	25,200,000
				<u>\$ 241,250,000</u>

**Note 7 – Changes In General Long-Term Debt And Debt Service Requirements (continued)**

A portion of the bonds sold in the Series 1995 and 1996 Series Refunding Bond issues was premium compound interest bonds. These obligations have amounts as follows at August 31, 2001, and total accreted values on these bonds of \$2,728,944 has been recorded in the general long-term debt account group.

	<u>Series</u> <u>1995</u>	<u>Series</u> <u>1996</u>	<u>Totals</u>
Par Values	\$ 55,000	\$ 385,000	\$ 440,000
Maturity Values	2,580,000	665,000	3,245,000
Maturity Dates	2002	2002	
Accreted Interest	2,464,530	264,414	2,728,944

**NOTE 8 – ADVANCE REFUNDING OF GENERAL LONG-TERM DEBT**

**2001 Refunding**

On April 10, 2001, the District issued \$17,300,000 in Unlimited Tax Refunding Bonds with interest rates from 4.25% to 6.25% to advance refund \$2,475,000 and \$14,840,000 of outstanding 1992 Series and 1992 Refunding Series Bonds, respectively, with interest rates from 5.25% to 8.00%. The net proceeds of \$17,511,539 (after payment of \$322,036 in underwriting fees, financial advisor fees, and other issuance costs and excluding \$87,758 in accrued interest) were deposited in an irrevocable trust with an escrow agent to provide all future debt service payments on the refunded bonds. At August 31, 2001, all of the 1992 Series Refunding bonds have been called, and \$2,475,000 of the 1992 Series Bonds are considered to be defeased and the liability for these bonds has been removed from the General Long-Term Debt Account Group.

The District advance refunded the 1992 Series and the 1992 Refunding Series Bonds to reduce its total debt service payments by approximately \$1,021,848 and to obtain an economic net gain (difference between the present values of the debt service payments on the old and new debt) of \$889,197.

**Prior Year Refundings**

In prior years, the District defeased certain outstanding school construction and refunding bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the District's financial statements. At August 31, 2001, \$5,775,000 of previously refunded bonds outstanding are considered defeased.

The funds deposited in escrow accounts, along with the projected interest earned, should be sufficient to pay principal, interest, and redemption premiums on refunded bonds. The District will receive any amounts remaining or is liable for any unpaid balances in the escrow account once final transfers have been made to the paying agent for the payment of principal, interest, and redemption premiums on refunded bonds.

**Note 9 – Revenues From Local Sources**

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

	<b>General Fund</b>	<b>Special Revenue Funds</b>	<b>Debt Service Fund</b>	<b>Capital Projects Fund</b>	<b>Totals</b>
Property taxes	\$ 90,439,688		\$ 15,215,960		\$ 105,655,648
Penalties, interest, and other related tax income	696,450		138,944		835,394
Investment income	3,857,430	\$ 214,196	727,171	\$ 973,439	5,772,236
Food sales		6,720,949			6,720,949
Co-curricular activities	217,827				217,827
Other	2,384,490	686,898			3,071,388
	<u>\$ 97,595,885</u>	<u>\$ 7,622,043</u>	<u>\$ 16,082,075</u>	<u>\$ 973,439</u>	<u>\$ 122,273,442</u>

**Note 10 - Deferred Revenues**

Deferred revenues at August 31, 2001, represent assets that are not available for use by the District to liquidate current year liabilities. A summary of deferred revenues by fund follows:

	<b>General Fund</b>	<b>Special Revenue Funds</b>	<b>Debt Service Fund</b>
Net property taxes receivable (net of allowance for doubtful accounts)	\$ 2,227,755		\$ 539,046
Proceeds from expenditure - driven federal grants		\$ 112,195	
Proceeds from expenditure - driven state grants		97,548	
Proceeds from expenditure - driven local grants		33,446	
	<u>\$ 2,227,755</u>	<u>\$ 243,189</u>	<u>\$ 539,046</u>

**Note 11 – Other Sources And Uses**

During the current year, other sources and uses consisted of the following:

	<b>Debt Service Fund</b>	<b>Capital Projects Fund</b>
Proceeds from capital bonds		\$ 25,200,365
Proceeds from refunding bonds	\$ 17,703,875	
Payments to refunded bond escrow agent	(17,381,839)	
	<u>\$ 322,036</u>	<u>\$ 25,200,365</u>

**Note 12 – General Fund Federal Program Revenues**

A summary of federal program revenues received in the General Fund for the year ended August 31, 2001, follows:

<u>Program or Source</u>	<u>CFDA Number</u>	<u>Amount</u>	<u>Total Grant or Entitlement</u>
<b>Indirect Costs:</b>			
ESEA Title VII	84.162	\$ 10,165	\$ 560,657
Academics 2000	84.276	7,848	499,479
ESEA Title I	84.010	67,563	3,697,427
ESEA Title II	84.281	3,390	186,264
ESEA Title VI	84.298	5,555	314,268
IDEA Part-B Formula	84.027	58,562	4,243,130
IDEA Part-B Preschool	84.173	2,836	162,705
Comprehensive School Reform	84.332	2,840	118,384
ROTC Program	N/A	131,294	131,294
SHARS - Medicaid Reimbursement Program	N/A	262,405	N/A
MAC - Medicaid Administrative Claiming	N/A	439,019	N/A
<b>Total</b>		<u>\$ 991,477</u>	<u>\$ 9,913,608</u>

**Note 13 - Retirement Plan**

**Plan Description**

The District contributes to the Teacher Retirement System of Texas. The Teacher Retirement System of Texas, a public employee retirement system (PERS), is a multiple-employer defined benefit pension plan. It is a cost-sharing PERS with one exception; all risks and costs are not shared by the employer but are the liability of the State of Texas. By statute, the State of Texas contributes to the retirement system an amount equal to the current authorized rate times the aggregate annual compensation of all members of the retirement system during that fiscal year. The payroll for District employees covered by the system for the fiscal year ended August 31, 2001, was approximately \$184 million. The District's total payroll was approximately \$191 million.

For members of the retirement system entitled to the State's statutory minimum salary for certain school personnel, the District pays the state's contribution on the portion of the member's salary that exceeds the statutory minimum.

**Types of Employees Covered**

All employees of public, state-supported educational institutions in Texas who are employed for one-half or more of the standard workload and who are not exempted from membership under Texas Government Code are covered by the plan.



**Note 13 – Retirement Plan (continued)**

**Benefit Provisions**

The Teacher Retirement System of Texas administers retirement and disability annuities and death and survivor benefits to employees and beneficiaries of employees of the public school system of Texas. It operates primarily under the provisions of Texas Constitution Article XVI, Section 67 and Texas Government Code, Title 8, Subtitle C. The system also administers proportional retirement benefits under Texas Government Code, Title 8, Chapter 803.

**Service Requirement**

1. Normal    Age 65 with 5 years of service  
              Age 60 with 20 years of service  
              Age 55 with 30 years of service  
              Effective September 1, 1997 – any combination of age plus years of service which equals 80
2. Reduced    Age 55 with at least five years of service  
              Any age below 55 with 30 years of service

A member is fully vested after 5 years of creditable service and entitled to any benefit for which eligibility requirements have been met.

**Funding Policy**

State law provides for a state contribution rate of 6.0% and a member contribution rate of 6.4% for fiscal years 1999, 2000, and 2001. The State of Texas contributes 6.0% of all employees' eligible gross earnings except for those District employees subject to statutory minimum requirements and those employees being paid from and participating in federally funded programs. The statutory minimum requirements are based on the State of Texas teacher schedule and then adjusted based on local tax rates. For employees funded by federal programs, the federal programs are required to contribute 6.5%.

Contribution requirements are not actuarially determined but are legally established each biennium pursuant to the following state funding policy. (1) The state constitution requires the 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% of the member's annual compensation rate and not more than 10% of the aggregate annual compensation of all members of the system during the fiscal year. (2) A state statute prohibits benefit improvements or contribution reductions if, as a result of the particular actions, the time required to amortize TRS's unfunded actuarial liabilities would be increased to a period that exceeds 31 years, or, if the amortization period exceeds 31 years, the period would be increased by such action.

**Note 13 – Retirement Plan (continued)**

**Contributions Made**

Contributions made by the State, District, and employees, and the District’s annual covered payroll for the years August 31, 1999, 2000, and 2001, are as follows:

<b>Pension Fiscal Year</b>	<b>State TRS Contributions Made on Behalf of the District</b>	<b>District Required Contributions to TRS</b>	<b>Percentage of Total Payroll Contributed by District</b>	<b>Employees' Contributions to TRS</b>	<b>District's Annual Covered Payroll</b>
1999	\$ 8,142,726	\$ 684,582	0.44%	\$ 10,234,488	\$ 153,902,460
2000	8,888,330	787,928	0.46%	11,471,610	172,507,778
2001	10,074,055	1,068,825	0.58%	11,802,887	184,423,408

The contributions made by the State on behalf of the District have been recorded in the financial statements of the District as both state revenues and payroll expenditures. These contributions are the legal responsibility of the State.

TRS issues a publicly available financial report that includes financial statements and required supplementary information for the defined benefit pension plan. That report may be obtained by writing to the TRS Communications Department, 1000 Red River Street, Austin, Texas 78701, by calling the TRS Communications Department at 1-800-223-8778, or by downloading the report on the TRS Internet website, [www.trs.state.tx.us](http://www.trs.state.tx.us), under the TRS Publications heading.

**Note 14 – Risk Management**

The District is exposed to various risks related to torts: theft of, damage to, and destruction of assets; errors and omissions; and natural disasters. The District’s risk management program encompasses various means of protecting the District against loss by obtaining property, casualty, and liability coverage through commercial insurance carriers, self-insurance, and from participation in a risk pool. The District’s participation in the risk pool is limited to paying premiums for its general liability insurance coverage. There has not been any significant reduction in coverage from that of the previous year.

The District provides health benefits to its employees and dependents through a self-insured employee health benefit plan which is accounted for in the Health Insurance Internal Service Fund. This fund is principally supported by contributions from the District and the employees. The District makes contributions to cover the majority of the premiums for employees and the employees are required to make contributions to cover the remaining employee costs and their dependents. The Internal Service Fund charges the General Fund premiums for the District’s contribution. A third party administrator acting on behalf of the District processes health claim payments. The District has obtained excess loss insurance which limits the District’s claims paid to \$100,000 annually for any individual participant.

The District also provides workers' compensation to its employees through a self-insured plan which is accounted for in the Workers' Compensation Internal Service Fund. The Internal Service Fund charges the General Fund premiums for the District's contribution. The District has obtained excess loss insurance which limits the District's claims paid to \$200,000 for any individual participant.

**Note 14 – Risk Management** (continued)

Settled claims have not exceeded insurance coverages in any of the previous three fiscal years. Estimates of claims payable and of claims incurred but not reported at August 31, 2001, are reflected as accrued expenses of the Fund. The liabilities include an amount for claims that have been incurred but were not reported until after August 31, 2001. The liability reported in the fund is on the requirements of Governmental Accounting Standards Board Statement No.10, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probably that a liability has been incurred as of the date of the financial statements, and the amount of the loss can be reasonably estimated. Because actual claims liabilities depend on such complex factors as inflation, changes in legal requirements, and damage awards, the process used in computing claims liability is an estimate based on historical claims. Analysis of claims liability for the fiscal year 2001 is as follows:

	<b>Health Insurance</b>		<b>Workers' Compensation</b>	
	<b>2000</b>	<b>2001</b>	<b>2000</b>	<b>2001</b>
Accrual, September 1	\$ 2,310,600	\$ 2,505,000	\$ 620,136	\$ 758,670
Current year estimates	17,357,328	15,480,153	1,366,146	649,424
Payments for claims	17,162,928	15,390,153	1,227,612	899,725
Accrual, August 31	<u>\$ 2,505,000</u>	<u>\$ 2,595,000</u>	<u>\$ 758,670</u>	<u>\$ 508,369</u>

The following year-by-year exposure details the number of annual workers compensation claims.

1991-92	174	1996-97	252
1992-93	202	1997-98	324
1993-94	229	1998-99	303
1994-95	252	1999-00	332
1995-96	210	2000-01	349
		Ten year average	263

**Note 15 – Compensated Absences**

The District has a vacation policy for noncontractual employees (administration and other full-time employees) whereby eligible employees receive vacation pay from one to twenty-five 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 within an eighteen-month period from the first day of July of each year, and unused vacation pay cannot be carried over to future periods. The liability for unused vacation days at August 31, 2001, is \$1,300,535, and is recorded in the General Fund.

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 thirteen 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.

**Note 15 – Compensated Absences (continued)**

Additional local sick leave of up to eight 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 thirteen 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 payment for local sick leave (to a maximum of 80 days) upon qualified retirement from the District, dependent upon the number of years of service with the District. The liability for estimated amounts earned by District employees meeting the requirement for compensation is approximately \$2.56 million at August 31, 2001. Of this amount \$389,000 is recorded in the General Fund and \$2,171,363 is recorded in the General Long-Term Debt Account Group.

**Note 16 – Litigation And Contingencies**

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 17 – Related Organization**

The Alief Education Foundation (“the Foundation”), a not-for-profit entity which was organized to provide scholarship funds, is a “related organization,” as defined by Governmental Accounting Standards, of the District. The members of the board of the Foundation are appointed by an outside taxpayer group.

# **Combining & Individual Fund & Account Group Financial Statements & Supporting Schedules**

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# General Fund

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The General Fund is used to account for all financial transactions not properly includable in other funds. The principal sources of revenues include local property taxes, state reimbursement for professional salaries and other operating expenditures, and earnings on investments. Expenditures include all costs associated with the daily operations of the schools.

**Alief Independent School District**

**Exhibit B-1**

*General Fund  
Comparative Balance Sheet*

*August 31, 2001 and 2000*

	<b>2001</b>	<b>2000</b>
<b>Assets</b>		
Cash and investments:		
Cash and cash equivalents	\$ 33,831,274	\$ 35,300,806
Investments at fair value	33,540,580	18,876,685
Total cash and investments	67,371,854	54,177,491
Receivables:		
Property taxes receivable (Net of allowance of uncollectibles of \$318,051 in 2001 and \$269,003 in 2000)	2,227,755	1,883,019
Accrued interest	244,009	355,703
Due from other governments		181,904
Due from other funds	2,837,710	3,149,794
Other receivables	4,652	2,045
Inventories	1,091,467	1,106,582
<b>Total Assets</b>	<b>\$ 73,777,447</b>	<b>\$ 60,856,538</b>
 <b>Liabilities and Fund Balances</b>		
<b>Liabilities</b>		
Accounts payable	\$ 2,708,953	\$ 2,816,773
Accrued wages payable	12,155,499	11,132,049
Due to other funds	268,332	237,728
Due to other governments	13,666,597	3,591,136
Accrued expenditures	1,689,536	1,564,092
Deferred revenues	2,227,755	1,883,019
<b>Total Liabilities</b>	<b>32,716,672</b>	<b>21,224,797</b>
<b>Fund Balances</b>		
Reserved fund balances:		
Investments in inventory	1,091,467	1,106,582
Outstanding encumbrances	264,275	509,624
Designated, unreserved fund balances:		
Designated for construction	500,000	500,000
Designated for growth contingency	450,000	450,000
Undesignated, unreserved fund balance	38,755,033	37,065,535
<b>Total Fund Balances</b>	<b>41,060,775</b>	<b>39,631,741</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 73,777,447</b>	<b>\$ 60,856,538</b>



**Alief Independent School District**

**Exhibit B-2**

*General Fund  
Statement of Revenues, Expenditures, and  
Changes in Fund Balance - Budget (GAAP Basis) and Actual*

*Year Ended August 31, 2001  
with comparative actual balances for the Year Ended August 31, 2000*

	2001		Variance Favorable (Unfavorable)	2000 Actual
	Budget	Actual		
<b>Revenues</b>				
Local sources	\$ 98,051,512	\$ 97,595,885	\$ (455,627)	\$ 86,163,703
State program revenues	132,821,976	132,859,588	37,612	135,122,820
Federal program revenues	920,000	991,477	71,477	771,164
<b>Total Revenues</b>	231,793,488	231,446,950	(346,538)	222,057,687
<b>Expenditures</b>				
<b>Current:</b>				
Instruction and related services	155,725,558	153,173,200	2,552,358	150,238,824
Instructional and school leadership	16,388,239	16,123,395	264,844	14,973,794
Support services - student (pupil)	22,700,152	21,920,559	779,593	22,468,567
Administrative support services	7,262,058	7,132,743	129,315	6,762,379
Support services - nonstudent based	31,055,909	30,039,622	1,016,287	27,495,349
Ancillary services	1,150,226	1,149,289	937	1,123,352
Intergovernmental charges	226,425	226,425		
<b>Capital outlay</b>	265,297	252,683	12,614	373,731
<b>Total Expenditures</b>	234,773,864	230,017,916	4,755,948	223,435,996
<b>Revenues Over (Under)</b>				
<b>Expenditures</b>	(2,980,376)	1,429,034	4,409,410	(1,378,309)
Fund balance, beginning	39,631,741	39,631,741		41,010,050
<b>Fund Balance, Ending</b>	\$ 36,651,365	\$ 41,060,775	\$ 4,409,410	\$ 39,631,741

**Alief Independent School District**

**Exhibit B-3**

*General Fund  
Schedule of Revenues - Budget (GAAP Basis) and Actual*

*Year Ended August 31, 2001  
with comparative actual balances for the Year Ended August 31, 2000*

	2001		Variance Favorable (Unfavorable)	2000 Actual
	Budget	Actual		
<b>Local Sources</b>				
Real and personal				
property taxes	\$ 91,468,009	\$ 91,136,137	\$ (331,872)	\$ 78,231,984
Tuition and fees from patrons	290,000	301,092	11,092	273,857
Earnings on investments	4,000,000	3,857,430	(142,570)	3,682,214
Rental income	300,000	310,583	10,583	532,010
Donations	198,113	203,521	5,408	532,477
Extramural athletics	200,000	172,019	(27,981)	211,206
Other	1,595,390	1,615,103	19,713	2,699,955
<b>Revenues - Local Sources</b>	98,051,512	97,595,885	(455,627)	86,163,703
<b>State Program Revenues</b>				
Per capita and foundation	121,854,575	122,190,618	336,043	125,933,601
Miscellaneous	449,985	597,915	147,930	300,889
TRS on-behalf	10,517,416	10,071,055	(446,361)	8,888,330
<b>Revenues - State Programs</b>	132,821,976	132,859,588	37,612	135,122,820
<b>Federal Program Revenues</b>				
Indirect cost reimbursements	100,000	158,758	58,758	183,636
Other federal revenue	820,000	832,719	12,719	587,528
<b>Revenues - Federal Programs</b>	920,000	991,477	71,477	771,164
<b>Total Revenues</b>	\$ 231,793,488	\$ 231,446,950	\$ (346,538)	\$ 222,057,687

**Alief Independent School District**

**Exhibit B-4**

**Page 1 of 6**

*General Fund  
Schedule of Expenditures - Budget (GAAP Basis) and Actual*

*Year Ended August 31, 2001  
with comparative actual balances for the Year Ended August 31, 2000*

Function	2001		Variance Favorable (Unfavorable)	2000 Actual
	Budget	Actual		
<b>11 Instruction</b>				
Payroll costs	\$ 143,299,898	\$ 141,583,291	\$ 1,716,607	\$ 135,405,976
Purchased and contracted services	1,138,874	1,064,660	74,214	1,175,567
Supplies and materials	3,961,614	3,571,839	389,775	3,779,140
Other operating expenditures	573,889	526,634	47,255	429,498
Capital outlay	1,519,953	1,528,790	(8,837)	3,499,841
<b>Total Function 11</b>	<b>150,494,228</b>	<b>148,275,214</b>	<b>2,219,014</b>	<b>144,290,022</b>
<b>12 Instructional resources and media services</b>				
Payroll costs	2,525,290	2,657,258	(131,968)	2,720,921
Purchased and contracted services	93,119	87,949	5,170	104,255
Supplies and materials	599,583	278,052	321,531	279,920
Other operating expenditures	19,431	18,498	933	9,718
Capital outlay	389,951	382,928	7,023	1,399,793
<b>Total Function 12</b>	<b>3,627,374</b>	<b>3,424,685</b>	<b>202,689</b>	<b>4,514,607</b>
<b>13 Curriculum and instructional staff development</b>				
Payroll costs	1,442,233	1,328,380	113,853	1,249,152
Purchased and contracted services	96,878	90,067	6,811	97,125
Supplies and materials	25,886	16,831	9,055	36,009
Other operating expenditures	33,474	32,538	936	27,242
Capital outlay	5,485	5,485		24,667
<b>Total Function 13</b>	<b>1,603,956</b>	<b>1,473,301</b>	<b>130,655</b>	<b>1,434,195</b>
<b>10 Total instruction and instructional related services</b>	<b>155,725,558</b>	<b>153,173,200</b>	<b>2,552,358</b>	<b>150,238,824</b>

**Alief Independent School District**

**Exhibit B-4**

**Page 2 of 6**

*General Fund*

*Schedule of Expenditures - Budget (GAAP Basis) and Actual*

*Year Ended August 31, 2001*

*with comparative actual balances for the Year Ended August 31, 2000*

Function	2001		Variance Favorable (Unfavorable)	2000 Actual
	Budget	Actual		
<b>21 Instructional leadership</b>				
Payroll costs	2,475,503	2,494,543	(19,040)	2,323,959
Purchased and contracted services	123,416	107,654	15,762	114,049
Supplies and materials	156,608	136,548	20,060	142,434
Other operating expenditures	130,048	107,949	22,099	102,768
Capital outlay	55,666	53,170	2,496	30,651
<b>Total Function 21</b>	<b>2,941,241</b>	<b>2,899,864</b>	<b>41,377</b>	<b>2,713,861</b>
<b>23 School leadership</b>				
Payroll costs	13,178,457	12,982,045	196,412	12,039,475
Purchased and contracted services	9,550	9,178	372	5,080
Supplies and materials	135,638	116,328	19,310	114,492
Other operating expenditures	84,841	77,621	7,220	73,325
Capital outlay	38,512	38,359	153	27,561
<b>Total Function 23</b>	<b>13,446,998</b>	<b>13,223,531</b>	<b>223,467</b>	<b>12,259,933</b>
<b>20 Total instructional and school leadership</b>	<b>16,388,239</b>	<b>16,123,395</b>	<b>264,844</b>	<b>14,973,794</b>
<b>31 Guidance, counseling, and evaluation services</b>				
Payroll costs	7,993,234	7,815,277	177,957	7,407,600
Purchased and contracted services	761,649	705,927	55,722	673,044
Supplies and materials	173,259	163,170	10,089	158,143
Other operating expenditures	34,488	30,273	4,215	21,188
Capital outlay	12,413	5,342	7,071	5,720
<b>Total Function 31</b>	<b>8,975,043</b>	<b>8,719,989</b>	<b>255,054</b>	<b>8,265,695</b>

**Alief Independent School District**

**Exhibit B-4**

**Page 3 of 6**

*General Fund*

*Schedule of Expenditures - Budget (GAAP Basis) and Actual*

*Year Ended August 31, 2001*

*with comparative actual balances for the Year Ended August 31, 2000*

Function	2001		Variance Favorable (Unfavorable)	2000 Actual
	Budget	Actual		
<b>32 Social work services</b>				
Payroll costs	230,466	225,623	4,843	226,073
Purchased and contracted services	32,000	14,438	17,562	
Supplies and materials	124	124		
<b>Total Function 32</b>	<b>262,590</b>	<b>240,185</b>	<b>22,405</b>	<b>226,073</b>
<b>33 Health services</b>				
Payroll costs	2,315,166	2,247,947	67,219	2,096,347
Purchased and contracted services	3,010	2,996	14	2,155
Supplies and materials	3,150	3,358	(208)	1,708
Other operating expenditures	3,440	3,440		2,646
Capital outlay				
<b>Total Function 33</b>	<b>2,324,766</b>	<b>2,257,741</b>	<b>67,025</b>	<b>2,102,856</b>
<b>34 Student transportation</b>				
Payroll costs	6,996,116	6,742,411	253,705	6,479,008
Purchased and contracted services	129,591	128,660	931	124,131
Supplies and materials	328,543	771,458	(442,915)	938,754
Other operating expenditures	151,850	(354,067)	505,917	(464,840)
Capital outlay	811,037	802,579	8,458	2,374,429
<b>Total Function 34</b>	<b>8,417,137</b>	<b>8,091,041</b>	<b>326,096</b>	<b>9,451,482</b>
<b>36 Co-curricular activities/extracurricular</b>				
Payroll costs	1,493,196	1,463,173	30,023	1,346,331
Purchased and contracted services	102,695	92,556	10,139	81,857
Supplies and materials	426,709	387,486	39,223	378,849
Other operating expenditures	598,788	578,481	20,307	479,811
Capital outlay	99,228	89,907	9,321	135,613
<b>Total Function 36</b>	<b>2,720,616</b>	<b>2,611,603</b>	<b>109,013</b>	<b>2,422,461</b>
<b>30 Total support services - student (pupil)</b>	<b>22,700,152</b>	<b>21,920,559</b>	<b>779,593</b>	<b>22,468,567</b>

**Alief Independent School District**

**Exhibit B-4**

**Page 4 of 6**

*General Fund*

*Schedule of Expenditures - Budget (GAAP Basis) and Actual*

*Year Ended August 31, 2001*

*with comparative actual balances for the Year Ended August 31, 2000*

Function	2001		Variance Favorable (Unfavorable)	2000 Actual
	Budget	Actual		
<b>41 General administration</b>				
Payroll costs	4,352,839	4,425,609	(72,770)	4,255,324
Purchased and contracted services	1,498,356	1,416,715	81,641	1,310,912
Supplies and materials	564,935	516,791	48,144	554,400
Other operating expenditures	723,181	669,031	54,150	437,194
Capital outlay	122,747	104,597	18,150	204,549
<b>40 Total administrative and support services</b>	<b>7,262,058</b>	<b>7,132,743</b>	<b>129,315</b>	<b>6,762,379</b>
<b>51 Plant maintenance and operations</b>				
Payroll costs	12,581,989	12,289,317	292,672	11,810,096
Purchased and contracted services	10,627,252	10,279,491	347,761	8,466,641
Supplies and materials	1,549,289	1,521,768	27,521	1,363,022
Other operating expenditures	230,867	216,786	14,081	140,373
Capital outlay	1,012,823	879,873	132,950	1,162,258
<b>Total Function 51</b>	<b>26,002,220</b>	<b>25,187,235</b>	<b>814,985</b>	<b>22,942,390</b>
<b>52 Security and monitoring services</b>				
Payroll costs	2,719,374	2,611,260	108,114	2,526,282
Purchased and contracted services	70,006	55,911	14,095	51,165
Supplies and materials	31,415	27,364	4,051	30,555
Other operating expenditures	10,544	1,702	8,842	4,831
Capital outlay	124,890	122,671	2,219	110,323
<b>Total Function 52</b>	<b>2,956,229</b>	<b>2,818,908</b>	<b>137,321</b>	<b>2,723,156</b>

**Alief Independent School District**

**Exhibit B-4**

**Page 5 of 6**

*General Fund*

*Schedule of Expenditures - Budget (GAAP Basis) and Actual*

*Year Ended August 31, 2001*

*with comparative actual balances for the Year Ended August 31, 2000*

Function	2001		Variance Favorable (Unfavorable)	2000 Actual
	Budget	Actual		
<b>53 Data processing services</b>				
Payroll costs	1,629,956	1,571,509	58,447	1,383,248
Purchased and contracted services	117,238	114,163	3,075	90,605
Supplies and materials	111,686	110,884	802	91,664
Other operating expenditures	71,623	70,068	1,555	57,223
Capital outlay	166,957	166,855	102	207,063
<b>Total Function 53</b>	<b>2,097,460</b>	<b>2,033,479</b>	<b>63,981</b>	<b>1,829,803</b>
<b>50 Total support services - nonstudent based</b>	<b>31,055,909</b>	<b>30,039,622</b>	<b>1,016,287</b>	<b>27,495,349</b>
<b>61 Community services</b>				
Payroll costs	908,060	966,090	(58,030)	923,557
Purchased and contracted services	75,700	56,205	19,495	58,524
Supplies and materials	39,050	24,436	14,614	30,045
Other operating expenditures	125,121	100,263	24,858	111,226
Capital outlay	2,295	2,295		
<b>60 Total ancillary services</b>	<b>1,150,226</b>	<b>1,149,289</b>	<b>937</b>	<b>1,123,352</b>
<b>81 Facilities acquisition and construction</b>				
Payroll costs	123,790	120,576	3,214	103,877
Purchased and contracted services	50,357	42,116	8,241	60,466
Supplies and materials	1,296	723	573	1,776
Other operating expenditures	6,345	5,875	470	2,229
Capital outlay	83,509	83,393	116	205,383
<b>80 Total capital outlay</b>	<b>265,297</b>	<b>252,683</b>	<b>12,614</b>	<b>373,731</b>

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**Alief Independent School District**

**Exhibit B-4**

**Page 6 of 6**

*General Fund*

*Schedule of Expenditures - Budget (GAAP Basis) and Actual*

*Year Ended August 31, 2001*

*with comparative actual balances for the Year Ended August 31, 2000*

	2001		Variance Favorable (Unfavorable)	2000 Actual
	Budget	Actual		
<b>Function</b>				
<b>93 Payments to fiscal agent</b>				
Other operating expenditures	151,175	151,175		
<b>Total function 93</b>	151,175	151,175		
<b>95 Payments to Juvenile Justice</b>				
<b>Alternative Education Program</b>				
Purchased and contracted services	75,250	75,250		
<b>Total function 95</b>	75,250	75,250		
<b>90 Total intergovernmental charges</b>	226,425	226,425		
<b>Total General Fund Expenditures</b>	\$ 234,773,864	\$ 230,017,916	\$ 4,755,948	\$ 223,435,996

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# Special Revenue Funds

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Special Revenue Funds are used to account for specific revenue sources which are legally restricted to expenditures for specified purposes.

**Emergency Immigrant Education** – Funds are used to provide high-quality instruction to immigrant children and youth and to help with their transition into American society in order for them to meet the challenging State performance standards expected of all children and youth.

**Title XX, TANF** – Funds are used exclusively for parenting teens. These funds must be used for childcare and transportation.

**Safe and Drug Free Schools** – Funds are used to establish, operate, and improve local programs of school drug and violence prevention, early intervention, rehabilitation referral, and education in elementary and secondary schools.

**Academics 2000** – Funds are used to focus on reading with intensive, sustained professional development and the integration of appropriate instructional strategies and methodologies, including curricular and instructional materials, that will provide students with intensive reading instruction in the early grades.

**Elementary and Secondary Education Act (ESEA) Title II** – Funds are used for the improvement of teaching and learning through sustained and intensive high-quality professional development activities in the core academic subjects.

**Elementary and Secondary Education Act (ESEA) Title I** – Funds are used to enable schools to provide opportunities for children served to acquire the knowledge and skills contained in the challenging State content standards and to meet the challenging State performance standards developed for all children.

**Learn and Serve America** - Funds are used to provide a program that will support a service-learning methodology. This will enable students to have a hands-on program and play a vital role in the outcome of a project.

**Individuals with Disabilities Education Act, Part B (IDEA-B)** – Funds are used to supplement the level of state and local monies which provide for an equitable education to all students with disabilities. IDEA-B includes funds for formula and preschool.

**Elementary and Secondary Education Act (ESEA) Title VI** – Funds are used to implement promising educational reform programs, provide a continuing source of innovation and educational improvement, and include support to meet the special educational needs of at risk and high cost students.

**Food Service** – Funds are used to account for allowable expenditures, as determined under the National School Lunch Act, for the operation and improvement of the Child Nutrition Programs.

# Special Revenue Funds (continued)

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**Vocational Education** – Funds are used to target career and technology education programs that serve the highest concentrations of individuals who are members of special populations.

**TIE Grant** – A collaborative effort with Liberty-Eylau ISD involving the development of TEKS-based electronic field trips and curriculum support materials that include teacher and student resources to provide the efficient delivery of engaging learning experiences for the students.

**Class Size Reduction** – Funds are used to reduce the class size in Grades 1-3 to 18 or fewer students. The purpose is to increase achievement levels and build a solid foundation for regular and special needs students by providing a higher level of personal attention. The goal is for all students to learn to read independently by the third grade.

**Comprehensive School Reform** – Funds are intended to foster coherent school wide improvements that cover all aspects of a school's operations through curriculum changes, sustained professional development, and enhanced involvement of parents, based on a careful assessment of campus needs. Effective, comprehensive school reform initiatives are based on reliable research and effective practices that result in improved student performance.

**25% Library Supplement Grant** – Funds issued through TEA and allocated in House Bill 1, Article III, Rider 70 with the intent of public school libraries to be in compliance with standards established by the State Library and Archives Commission. The compliance guidelines state the Agency will provide a 25 percent match for each dollar expended by school districts for books and other school library materials that are catalogued and circulated from a central source in each school building.

**Middle School Drug Prevention and School Safety Program Coordinator Grant** – Funds flow from the U.S. Department of Education and are used to develop, implement, evaluate, and disseminate effective approaches to creating safe and drug free learning environments. The program supports two full-time safe school coordinators who work with school personnel to implement drug prevention and school safety programs targeting students in grades five through eight.

**Partnership for Quality Education** - The purpose of this five-year grant is to restructure the education of teachers. School districts will encourage and facilitate interactions between their faculties and administrators and universities to help redesign more relevant teacher education.

**21<sup>st</sup> Century Learning Program** – Funds are used to provide significant expanded learning opportunities for children and youth outside of regular school hours and may include evening, Saturday, or summer sessions. The program supports leaning centers that provide safety and substance abuse avoidance programs, recreational, musical, and artistic activities, and opportunities to use advanced technology.

**School to Career** – A grant issued through the Gulf Coast Education That Works which received the funds from the Texas Workforce Commission. Funds are to be used for activities which relate directly to developing and increasing participation in School-to-Careers activities such as providing interested, participating students with school-based, work-based, and connecting activities.

# Special Revenue Funds (continued)

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**Work Based Experience** – A grant issued through the Gulf Coast Education That Works which received the funds from the Texas Workforce Commission. Funds are to be used for activities which relate directly to developing and increasing participation in School-to-Careers activities such as providing interested, participating students with school-based, work-based, and connecting activities.

**Texas Mentor Schools** - Funds are used to support a Statewide Initiative for Middle Schools and Mentors. The campuses selected must be able to show success in programs implemented and agree to be a mentor to other Texas middle schools.

**Texas After-School Initiative for Middle Schools** – Funds support implementation of a quality after-school program that serves primarily middle school aged students who are at risk of academic failure and/or at risk of committing juvenile offenses. All programs must incorporate the three required components: an academics-based curriculum linked to the Texas Essential Knowledge and Skills, a character/citizenship education component, and a plan for parent and/or mentor involvement.

**Visually Impaired** – Funds are used to support the educational needs of students who have visual impairments.

**Non-Educational Community-Based Support Services** – Funds are used to account for special education students who are at risk or returning from residential placements.

**Texas Successful School Program** – Funds are used for general student purposes except athletics. Awards are given to individual campuses and are based on student achievement and student achievement gains.

**Pregnancy Education and Parenting Program** – Funds are used to provide counseling, job readiness, child care, transportation of student and student's children, instruction in skills and knowledge for parenting, and assistance in obtaining services from government agencies or community service organization for all parenting students.

**Advanced Placement/International Baccalaureate Incentive Grant** – Funds are intended to reward students, teachers, and campuses for high achievement. Campuses are awarded \$100 for each student who scored three or above on an AP examination or four or above on an IB examination.

**Optional Extended Year Program** – Funds are used to immediately reduce and ultimately eliminate student retention by providing additional accelerated instruction for students who otherwise would be retained.

**Accelerated Reading Instruction Program**– Funds flow from the Texas Education Agency to provide support for professional development of teachers and the implementation of scientific, research-based reading programs to support students in their reading development in the early grades of school. Accelerated Reading Instruction programs are provided for students not showing adequate progress in reading development and who are at-risk for reading difficulties, including dyslexia.

# Special Revenue Funds (continued)

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**Ninth Grade Success Initiative** – Funds flow from the Texas Education Agency to increase the graduation rate by reducing the disproportionately large percentage of students who are retained in the ninth grade and reducing the similarly large percentage of students who drop out of school at the ninth grade.

**Technology Allotment** – Funds are used to provide a minimal technology infrastructure in the District.

**TIF Grants** – Funds are expended to purchase distance learning equipment so that students and teachers will have access to technology and information resources, information sharing, training, and curriculum.

**Texas Reading Academy** – The purpose of the Texas Reading Initiative is to assist schools as they strive to meet the governor’s challenge of having all children reading at or above grade level by the end of third grade and remaining on or above grade level throughout the remainder of their school career.

**Alief Education Foundation** – Funds are used to encourage, facilitate, recognize, and reward innovative and creative instructional approaches on the campus level.

**Shell Oil Grant** – Shell Oil in partnership with the Rice University Professional Development Department issued funds to be used for professional development to enhance and support innovative new ideals in the area of secondary mathematics

**Houston After School Achievement Program** – Funds are used to provide a safe, supervised environment for the youth of the Alief community. The program provides academic tutorials, homework assistance, enrichment activities, and community involvement.

**Read, Write & Type** - A 3 year grant issued to Heflin Elementary from Region XIII and the Center for Academic and Reading Skills to implement classroom models of effective reading interventions for at-risk children in grade 2.

## *Miscellaneous Local Grants Including:*

**Wells Fargo** – Funds are used to provide English as a Second Language classes to parents who are non-English speakers. Transportation and childcare services are provided to eliminate the primary deterrents to parent participation.

**Houston Annenberg Challenge Foundation** – Funds are used to promote a concept of “Whole School Reform,” highlighting areas of personalizing the learning environment, developing school communities, and providing professional development.

**Mayor’s Educational Excellence Award** – Funds were awarded for exemplary TAAS scores and are to be used for the benefit of educational programs of the school.

## Special Revenue Funds (continued)

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**Shell Oil & Rice** – Funds were awarded to allow Alief ISD to partner with Rice University to provide extensive staff development. Staff will be collecting baseline mathematical information that will be used to measure progress toward the long-term goals during the following school years. Alief anticipates that the percentage of students demonstrating mastery and successfully completing pre-advanced placement and advanced placement courses will rise considerably as students in grades four through eight reach high school.

**Reading is Fundamental** – Funds are used for the purchase of books for children participating in the Alief ISD's Even Start Program.

**AIISD Education Foundation – Dinosaur Project** - Funds were granted through the Shell Oil Company Foundation specifically for the Dinosaur Project. This project will enable administrators to visit prehistoric sites and return to our district with a wealth of knowledge in order to create individual kits for the students.

**Spark Park** – Funds are contributed by the City of Houston, Chambers Elementary, and the District to build a park/playground for students to use during the day and for the community to enjoy on the evenings and weekends.

**Alief Independent School District**

***Combining Balance Sheet***

***August 31, 2001***

	202	203	204	207
	Emergency Immigrant Education	Title XX TANF	ESEA Title IV SDFFC	Academics 2000
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
<b>Assets</b>				
Cash and cash equivalents				
Receivables:				
Due from other governments	\$ 114,903		\$ 10,887	\$ 15,404
Due from other funds		\$ 434		
Other receivables				
Inventories, at cost				
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
<b>Total Assets</b>	<u><u>\$ 114,903</u></u>	<u><u>\$ 434</u></u>	<u><u>\$ 10,887</u></u>	<u><u>\$ 15,404</u></u>
 <b>Liabilities and Fund Balances</b>				
<b>Liabilities</b>				
Accounts payable	\$ 2,417		\$ 1,220	
Accrued wages payable				
Due to other funds	112,486		9,667	\$ 15,404
Due to other governments		\$ 434		
Deferred revenues				
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
<b>Total Liabilities</b>	<u><u>114,903</u></u>	<u><u>434</u></u>	<u><u>10,887</u></u>	<u><u>15,404</u></u>
 <b>Fund Balances</b>				
Reserved fund balance:				
Investments in inventory				
Outstanding encumbrances				
Undesignated, unreserved fund balance				
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
<b>Total Fund Balances</b>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
<b>Total Liabilities and Fund Balances</b>	<u><u>\$ 114,903</u></u>	<u><u>\$ 434</u></u>	<u><u>\$ 10,887</u></u>	<u><u>\$ 15,404</u></u>



210 ESEA Title II Part B	211 ESEA Title I Part A	222 Learn and Serve America	224 IDEA Part-B Formula	225 IDEA Part-B Preschool	235 ESEA Title VI	240/242 Food Service
						\$ 3,712,973
\$ 5,994	\$ 216,429		\$ 234,192	\$ 4,803 12,822	\$ 8,823	\$ 517,120
						526,011
<u>\$ 5,994</u>	<u>\$ 216,429</u>	<u>\$ -</u>	<u>\$ 234,192</u>	<u>\$ 17,625</u>	<u>\$ 8,823</u>	<u>\$ 4,756,104</u>
\$ 250	\$ 219 405		\$ 32,416 1,941		\$ 3,297	\$ 292,041 459,931
5,744	215,805		199,835	\$ 17,625	5,526	297,031
						110,836
<u>5,994</u>	<u>216,429</u>		<u>234,192</u>	<u>17,625</u>	<u>8,823</u>	<u>1,159,839</u>
						415,175 11,865 3,169,225
						3,596,265
<u>\$ 5,994</u>	<u>\$ 216,429</u>	<u>\$ -</u>	<u>\$ 234,192</u>	<u>\$ 17,625</u>	<u>\$ 8,823</u>	<u>\$ 4,756,104</u>

**Alief Independent School District**

***Combining Balance Sheet***

***August 31, 2001***

	243 Voc Ed Tech Prep	244 Voc Ed Basic Grant	254 TIE Grant	255 Class Size Reduction
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
<b>Assets</b>				
Cash and investments:				
Receivables:				
Due from other governments	6,660	\$ 23,168		\$ 41,393
Due from other funds				
Other receivables				
Inventories, at cost				
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
<b>Total Assets</b>	<u>\$ 6,660</u>	<u>\$ 23,168</u>	<u>\$ -</u>	<u>\$ 41,393</u>
 <b>Liabilities and Fund Balances</b>				
<b>Liabilities</b>				
Accounts payable		\$ 6,585		
Accrued wages payable				
Due to other funds	\$ 6,660	16,583		\$ 41,393
Due to other governments				
Deferred revenues				
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
<b>Total Liabilities</b>	<u>6,660</u>	<u>23,168</u>		<u>41,393</u>
 <b>Fund Balances</b>				
Reserved fund balance:				
Investments in inventory				
Outstanding encumbrances				
Undesignated, unreserved fund balance				
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
<b>Total Fund Balances</b>				
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 6,660</u>	<u>\$ 23,168</u>	<u>\$ -</u>	<u>\$ 41,393</u>

256 Comp. School Reform	259 Library Supplement	280 Middle School Safe Schools	281 Partnership for Quality Education	282 21st Century Learning Program	285 School to Career	288 Work Based Experience
		\$ 23,678	\$ 22,160	\$ 48,984	\$ 107,562	\$ 69,117
\$ 1,814						
<u>\$ 1,814</u>	<u>\$ -</u>	<u>\$ 23,678</u>	<u>\$ 22,160</u>	<u>\$ 48,984</u>	<u>\$ 107,562</u>	<u>\$ 69,117</u>
\$ 455		\$ 1,446				
		22,232	\$ 22,160	\$ 48,984	\$ 107,562	\$ 69,117
1,359						
<u>1,814</u>		<u>23,678</u>	<u>22,160</u>	<u>48,984</u>	<u>107,562</u>	<u>69,117</u>
<u>\$ 1,814</u>	<u>\$ -</u>	<u>\$ 23,678</u>	<u>\$ 22,160</u>	<u>\$ 48,984</u>	<u>\$ 107,562</u>	<u>\$ 69,117</u>

**Alief Independent School District**

***Combining Balance Sheet***

***August 31, 2001***

	381	384	385	392
	Texas	MS After		Non-Ed
	Mentor	School	Visually	Community
	<u>Schools</u>	<u>Program</u>	<u>Impaired</u>	<u>Based Support</u>
<b>Assets</b>				
Cash and investments:				
Receivables:				
Due from other governments		\$ 100,978	\$ 2,465	
Due from other funds	\$ 4,297			
Other receivables				
Inventories, at cost				
	<u>\$ 4,297</u>	<u>\$ 100,978</u>	<u>\$ 2,465</u>	<u>\$ -</u>
<b>Total Assets</b>				
<b>Liabilities and Fund Balances</b>				
<b>Liabilities</b>				
Accounts payable				
Accrued wages payable				
Due to other funds		\$ 100,978	\$ 2,465	
Due to other governments				
Deferred revenues	\$ 4,297			
	<u>4,297</u>	<u>100,978</u>	<u>2,465</u>	
<b>Total Liabilities</b>				
<b>Fund Balances</b>				
Reserved fund balance:				
Investments in inventory				
Outstanding encumbrances				
Undesignated, unreserved fund balance				
	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
<b>Total Fund Balances</b>				
	<u>\$ 4,297</u>	<u>\$ 100,978</u>	<u>\$ 2,465</u>	<u>\$ -</u>
<b>Total Liabilities and Fund Balances</b>				

393 TX Successful School Program	394 Pregnancy Education & Parenting	397 A/P & I/B Grant	401 Optional Extended Year Prog.	404 Accelerated Reading Instruction	409 Ninth Grade Success	411 Technology Allotment
\$ 18,931	\$ 22	32,351	\$ 891,648	\$ 13,623	\$ 379,108	\$ 45,141
<u>\$ 18,931</u>	<u>\$ 22</u>	<u>\$ 32,351</u>	<u>\$ 891,648</u>	<u>\$ 13,623</u>	<u>\$ 379,108</u>	<u>\$ 45,141</u>
					\$ 56,595	\$ 6,212
\$ 18,931	\$ 22	\$ 32,351	\$ 891,648	\$ 13,623	322,513	38,929
<u>18,931</u>	<u>22</u>	<u>32,351</u>	<u>891,648</u>	<u>13,623</u>	<u>379,108</u>	<u>45,141</u>
<u>\$ 18,931</u>	<u>\$ 22</u>	<u>\$ 32,351</u>	<u>\$ 891,648</u>	<u>\$ 13,623</u>	<u>\$ 379,108</u>	<u>\$ 45,141</u>

# Alief Independent School District

## Combining Balance Sheet

August 31, 2001

	413 TIF Grant	414 Texas Reading Academy	419 TIF Grant Cummings	420 TIF Grant Elsik
<b>Assets</b>				
Cash and investments:				
Receivables:				
Due from other governments	\$ 284,647	\$ 122,464	\$ 2,574	
Due from other funds				
Other receivables				
Inventories, at cost				
<b>Total Assets</b>	<b>\$ 284,647</b>	<b>\$ 122,464</b>	<b>\$ 2,574</b>	<b>\$ -</b>
<b>Liabilities and Fund Balances</b>				
<b>Liabilities</b>				
Accounts payable	\$ 108,160	\$ 143		
Accrued wages payable				
Due to other funds	176,487	122,321	\$ 2,574	
Due to other governments				
Deferred revenues				
<b>Total Liabilities</b>	<b>284,647</b>	<b>122,464</b>	<b>2,574</b>	
<b>Fund Balances</b>				
Reserved fund balance:				
Investments in inventory				
Outstanding encumbrances				
Undesignated, unreserved fund balance				
<b>Total Fund Balances</b>				
<b>Total Liabilities and Fund Balances</b>	<b>\$ 284,647</b>	<b>\$ 122,464</b>	<b>\$ 2,574</b>	<b>\$ -</b>

423 Accelerated Reading	429 Texas After School Initiative	481 Alief Education Foundation	482 Shell Oil Grant	484 After School Program Chambers	489 Read & Write Heflin	490-498 Misc. Local Grants
3,040	\$ 2,470	\$ 16,549	\$ 11,378	\$ 795	\$ 1,321	\$ 59,932
<u>\$ 3,040</u>	<u>\$ 2,470</u>	<u>\$ 16,549</u>	<u>\$ 11,378</u>	<u>\$ 795</u>	<u>\$ 1,321</u>	<u>\$ 59,932</u>
	\$ 2,194 276	\$ 16,549	\$ 11,378	\$ 795	\$ 1,321	\$ 55,734 4,198
<u>3,040</u>	<u>2,470</u>	<u>16,549</u>	<u>11,378</u>	<u>795</u>	<u>1,321</u>	<u>59,932</u>
<u>\$ 3,040</u>	<u>\$ 2,470</u>	<u>\$ 16,549</u>	<u>\$ 11,378</u>	<u>\$ 795</u>	<u>\$ 1,321</u>	<u>\$ 59,932</u>

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**Alief Independent School District**

**Exhibit C-1  
Page 5 of 5**

*Combining Balance Sheet*

*August 31, 2001*

	499	Totals	
	Spark Park	August 31, 2001	August 31, 2000
<b>Assets</b>			
Cash and investments:		\$ 3,712,973	\$ 3,728,220
Receivables:			
Due from other governments	\$ 12,674	3,284,723	2,566,203
Due from other funds		208,032	234,869
Other receivables			2,400
Inventories, at cost		526,011	584,145
<b>Total Assets</b>	<b>\$ 12,674</b>	<b>\$ 7,731,739</b>	<b>\$ 7,115,837</b>
<b>Liabilities and Fund Balances</b>			
<b>Liabilities</b>			
Accounts payable	\$ 7,100	\$ 518,556	\$ 551,165
Accrued wages payable		462,277	440,341
Due to other funds	5,574	2,837,361	2,281,478
Due to other governments		74,091	107,827
Deferred revenues		243,189	280,126
<b>Total Liabilities</b>	<b>12,674</b>	<b>4,135,474</b>	<b>3,660,937</b>
<b>Fund Balances</b>			
Reserved fund balance:			
Investments in inventory		415,175	584,145
Outstanding encumbrances		11,865	30,473
Undesignated, unreserved fund balance		3,169,225	2,840,282
<b>Total Fund Balances</b>		<b>3,596,265</b>	<b>3,454,900</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 12,674</b>	<b>\$ 7,731,739</b>	<b>\$ 7,115,837</b>

**Alief Independent School District**

***Combining Statement of Revenues, Expenditures, and  
Changes in Fund Balance***

***Year Ended August 31, 2001***

***with comparative totals for the Year Ended August 31, 2000***

	202	203	204	207
	Emergency	Title XX	ESEA	Academics
	Immigrant	TANF	Title IV	2000
	Education		SDFFC	
<b>Revenues</b>				
Local sources				
State program revenues				
Federal program revenues	\$ 550,943	\$ 15,420	\$ 384,006	\$ 384,138
<b>Total Revenues</b>	<b>550,943</b>	<b>15,420</b>	<b>384,006</b>	<b>384,138</b>
<b>Expenditures</b>				
<b>Current:</b>				
Instruction and instructional related services:				
Instruction	484,543		251,730	329,092
Instructional resources & media services				
Curriculum & instruct. staff development			45	55,046
<b>Total instruction and instructional related services</b>	<b>484,543</b>		<b>251,775</b>	<b>384,138</b>
<b>Instructional and school leadership</b>	<b>66,400</b>		<b>31,177</b>	
Support services - student (pupil):				
Guidance, counseling, & evaluation services			101,054	
Social work services				
Health services				
Student transportation				
Food services				
Co-curricular activities / extracurricular		15,420		
<b>Total support services - student (pupil)</b>		<b>15,420</b>	<b>101,054</b>	
<b>Administrative support services</b>				
Support services - nonstudent based:				
Plant maintenance and operations				
Security & monitoring services				
<b>Total support services - nonstudent based</b>				
<b>Ancillary services</b>				
<b>Intergovernmental charges</b>				
<b>Capital outlay</b>				
<b>Total Expenditures</b>	<b>550,943</b>	<b>15,420</b>	<b>384,006</b>	<b>384,138</b>
<b>Revenues Over Expenditures</b>				
Fund balance, beginning				
<b>Fund Balance, Ending</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>

210 ESEA Title II Part B	211 ESEA Title I Part A	222 Learn and Serve America	224 IDEA Part-B Formula	225 IDEA Part-B Preschool	235 ESEA Title VI	240/242 Food Service
						\$ 7,095,145
						128,492
\$ 157,149	\$ 3,114,420	\$ 3,997	\$ 2,724,752	\$ 111,613	\$ 259,034	7,947,689
157,149	3,114,420	3,997	2,724,752	111,613	259,034	15,171,326
	2,787,051	3,997	2,275,278	111,613	208,431	
			38,839			
146,266			106,745		3,757	
146,266	2,787,051	3,997	2,420,862	111,613	212,188	
10,883	327,369		214,024		46,846	
			66,186			
			3,055			
						14,335,961
			69,241			14,335,961
						134,000
						134,000
			20,625			
						560,000
157,149	3,114,420	3,997	2,724,752	111,613	259,034	15,029,961
						141,365
						3,454,900
\$	\$	\$	\$	\$	\$	\$ 3,596,265

**Alief Independent School District**

*Combining Statement of Revenues, Expenditures, and  
Changes in Fund Balance*

*Year Ended August 31, 2001*

*with comparative totals for the Year Ended August 31, 2000*

	243	244	254	255
	Voc Ed	Voc Ed		Class
	Tech	Basic	TIE	Size
	Prep	Grant	Grant	Reduction
<b>Revenues</b>				
Local sources				
State program revenues				
Federal program revenues	15,985	\$ 296,784	\$ 4,732	\$ 737,994
<b>Total Revenues</b>	<b>15,985</b>	<b>296,784</b>	<b>4,732</b>	<b>737,994</b>
<b>Expenditures</b>				
<b>Current:</b>				
Instruction and instructional related services:				
Instruction		167,853	4,732	737,994
Instructional resources & media services				
Curriculum & instruct. staff development	15,985			
<b>Total instruction and instructional related services</b>	<b>15,985</b>	<b>167,853</b>	<b>4,732</b>	<b>737,994</b>
<b>Instructional and school leadership</b>		21,504		
Support services - student (pupil):				
Guidance, counseling, & evaluation services		107,427		
Social work services				
Health services				
Student transportation				
Food services				
Co-curricular activities / extracurricular				
<b>Total support services - student (pupil)</b>		<b>107,427</b>		
<b>Administrative support services</b>				
Support services - nonstudent based:				
Plant maintenance and operations				
Security & monitoring services				
<b>Total support services - nonstudent based</b>				
<b>Ancillary services</b>				
<b>Intergovernmental charges</b>				
<b>Capital outlay</b>				
<b>Total Expenditures</b>	<b>15,985</b>	<b>296,784</b>	<b>4,732</b>	<b>737,994</b>
<b>Revenues Over Expenditures</b>				
Fund balance, beginning				
<b>Fund Balance, Ending</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>

256 Comp. School Reform	259 Library Supplement	280 Middle School Safe Schools	281 Partnership for Quality Education	282 21st Century Learning Program	285 School to Career	288 Work Based Experience
\$ 127,489	\$ 19,083	\$ 124,796	\$ 22,160	\$ 89,808	\$ 107,562	\$ 89,064
127,489	19,083	124,796	22,160	89,808	107,562	89,064
76,887	19,083		18,908	42,795	107,562	88,977
50,602		124,796	3,238			87
127,489	19,083	124,796	22,146	42,795	107,562	89,064
				47,013		
			14			
			14			
127,489	19,083	124,796	22,160	89,808	107,562	89,064
\$	\$	\$	\$	\$	\$	\$

**Alief Independent School District**

*Combining Statement of Revenues, Expenditures, and  
Changes in Fund Balance*

*Year Ended August 31, 2001*

*with comparative totals for the Year Ended August 31, 2000*

	381 Texas Mentor Schools	384 MS After School Program	385 Visually Impaired	392 Non-Ed Community Based Support
<b>Revenues</b>				
Local sources				
State program revenues	\$ 641	\$ 146,902	\$ 25,489	\$ 3,895
Federal program revenues				
<b>Total Revenues</b>	<u>641</u>	<u>146,902</u>	<u>25,489</u>	<u>3,895</u>
<b>Expenditures</b>				
<b>Current:</b>				
Instruction and instructional related services:				
Instruction		146,902	25,489	
Instructional resources & media services				
Curriculum & instruct. staff development	641			
<b>Total instruction and instructional related services</b>	<u>641</u>	<u>146,902</u>	<u>25,489</u>	
<b>Instructional and school leadership</b>				
Support services - student (pupil):				
Guidance, counseling, & evaluation services				
Social work services				
Health services				
Student transportation				
Food services				
Co-curricular activities / extracurricular				
<b>Total support services - student (pupil)</b>				
<b>Administrative support services</b>				
Support services - nonstudent based:				
Plant maintenance and operations				
Security & monitoring services				
<b>Total support services - nonstudent based</b>				
<b>Ancillary services</b>				3,895
<b>Intergovernmental charges</b>				
<b>Capital outlay</b>				
<b>Total Expenditures</b>	<u>641</u>	<u>146,902</u>	<u>25,489</u>	<u>3,895</u>
<b>Revenues Over Expenditures</b>				
Fund balance, beginning				
<b>Fund Balance, Ending</b>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>

393 TX Successful School Program	394 Pregnancy Education & Parenting	397 A/P & I/B Grant	401 Optional Extended Year Prog.	404 Accelerated Reading Instruction	409 Ninth Grade Success	411 Technology Allotment
\$ 11,287	\$ 37,478	\$ 1,749	\$ 873,622	\$ 634,277	\$ 347,182	\$ 1,134,761
<u>11,287</u>	<u>37,478</u>	<u>1,749</u>	<u>873,622</u>	<u>634,277</u>	<u>347,182</u>	<u>1,134,761</u>
11,287		794	786,231	586,833	347,182	1,047,429
		955				87,332
<u>11,287</u>		<u>1,749</u>	<u>786,231</u>	<u>586,833</u>	<u>347,182</u>	<u>1,134,761</u>
			<u>87,391</u>	<u>47,444</u>		
	37,478					
	<u>37,478</u>					
<u>11,287</u>	<u>37,478</u>	<u>1,749</u>	<u>873,622</u>	<u>634,277</u>	<u>347,182</u>	<u>1,134,761</u>
<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>

**Alief Independent School District**

*Combining Statement of Revenues, Expenditures, and Changes  
in Fund Balance - All Special Revenue Funds*

*Year Ended August 31, 2001*

*with comparative totals for the Year Ended August 31, 2000*

	413	414	419	420
		Texas	TIF	TIF
	TIF	Reading	Grant	Grant
	Grant	Academy	Cummings	Elsik
	<hr/>	<hr/>	<hr/>	<hr/>
<b>Revenues</b>				
Local sources				
State program revenues	\$ 1,083,402	\$ 339,267	\$ 2,574	\$ 28,333
Federal program revenues				
<b>Total Revenues</b>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
	1,083,402	339,267	2,574	28,333
<b>Expenditures</b>				
<b>Current:</b>				
Instruction and instructional related services:				
Instruction	1,083,402	297,685	2,574	28,333
Instructional resources & media services		26,653		
Curriculum & instruct. staff development		14,929		
<b>Total instruction and instructional related services</b>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
	1,083,402	339,267	2,574	28,333
<b>Instructional and school leadership</b>	<hr/>	<hr/>	<hr/>	<hr/>
Support services - student (pupil):				
Guidance, counseling, & evaluation services				
Social work services				
Health services				
Student transportation				
Food services				
Co-curricular activities / extracurricular				
<b>Total support services - student (pupil)</b>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
<b>Administrative support services</b>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
Support services - nonstudent based:				
Plant maintenance and operations				
Security & monitoring services				
<b>Total support services - nonstudent based</b>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
<b>Ancillary services</b>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
<b>Intergovernmental charges</b>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
<b>Capital outlay</b>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
<b>Total Expenditures</b>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
	1,083,402	339,267	2,574	28,333
<b>Revenues Over Expenditures</b>				
Fund balance, beginning				
<b>Fund Balance, Ending</b>	<hr/> <hr/> <hr/>	<hr/> <hr/> <hr/>	<hr/> <hr/> <hr/>	<hr/> <hr/> <hr/>
	\$	\$	\$	\$



423 Accelerated Reading	429 Texas After School Initiative	481 Alief Education Foundation	482 Shell Oil Grant	484 After School Program Chambers	489 Read & Write Heflin	490-498 Misc. Local Grants
		\$ 23,444	\$ 28,894	\$ 104,743	\$ 4,679	\$ 336,522
	\$ 51,343					
	51,343	23,444	28,894	104,743	4,679	336,522
	51,343	23,444	14,128	98,274	4,679	106,606
			13,580			188,827
	51,343	23,444	27,708	98,274	4,679	295,433
				6,469		32,608
			1,186			243
			1,186			243
						8,238
	51,343	23,444	28,894	104,743	4,679	336,522
\$	\$	\$	\$	\$	\$	\$

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*Combining Statement of Revenues, Expenditures, and  
Changes in Fund Balance  
Year Ended August 31, 2001  
with comparative totals for the Year Ended August 31, 2000*

	499	Totals	
	Spark Park	August 31, 2001	August 31, 2000
<b>Revenues</b>			
Local sources	\$ 28,616	\$ 7,622,043	\$ 7,601,375
State program revenues		4,850,694	3,020,222
Federal program revenues		17,288,618	15,881,267
<b>Total Revenues</b>	<u>28,616</u>	<u>29,761,355</u>	<u>26,502,864</u>
<b>Expenditures</b>			
<b>Current:</b>			
Instruction and instructional related services:			
Instruction		12,379,141	9,625,471
Instructional resources & media services		152,824	128,480
Curriculum & instruct. staff development		725,499	746,761
<b>Total instruction and instructional related services</b>		<u>13,257,464</u>	<u>10,500,712</u>
<b>Instructional and school leadership</b>		<u>939,128</u>	<u>1,133,030</u>
Support services - student (pupil):			
Guidance, counseling, & evaluation services		274,667	232,864
Social work services		37,478	35,585
Health services		3,055	
Student transportation			4,660
Food services		14,335,961	14,432,246
Co-curricular activities / extracurricular		16,863	16,736
<b>Total support services - student (pupil)</b>		<u>14,668,024</u>	<u>14,722,091</u>
<b>Administrative support services</b>			<u>1,694</u>
Support services - nonstudent based:			
Plant maintenance and operations		134,000	112,000
Security & monitoring services			210
<b>Total support services - nonstudent based</b>		<u>134,000</u>	<u>112,210</u>
<b>Ancillary services</b>		<u>12,133</u>	<u>15,094</u>
<b>Intergovernmental charges</b>		<u>20,625</u>	
<b>Capital outlay</b>	<u>28,616</u>	<u>588,616</u>	<u>368,648</u>
<b>Total Expenditures</b>	<u>28,616</u>	<u>29,619,990</u>	<u>26,853,479</u>
<b>Revenues Over Expenditures</b>		141,365	(350,615)
Fund balance, beginning		3,454,900	3,805,515
<b>Fund Balance, Ending</b>	<u>\$</u>	<u>\$ 3,596,265</u>	<u>\$ 3,454,900</u>

**Alief Independent School District**

*Combining Statement of Revenue, Expenditures, and Changes  
in Fund Balance (GAAP Basis) and Actual  
Food Service and Technology Special Revenue Funds*

*Year Ended August 31, 2001*

	240/242 Food Service		Variance
	Budget	Actual	Favorable (Unfavorable)
<b>Revenues</b>			
Local sources	\$ 6,985,000	\$ 7,095,145	\$ 110,145
State program revenues	120,000	128,492	8,492
Federal program revenues	7,986,656	7,947,689	(38,967)
<b>Total Revenues</b>	<u>15,091,656</u>	<u>15,171,326</u>	<u>79,670</u>
<b>Expenditures</b>			
<b>Current:</b>			
Instruction and instructional related services:			
Instruction			
Instructional resources & media services			
<b>Total instruction and instructional related services</b>	<u>                    </u>	<u>                    </u>	<u>                    </u>
Support services - student (pupil):			
Food services	14,994,468	14,335,961	658,507
<b>Total support services - student (pupil)</b>	<u>14,994,468</u>	<u>14,335,961</u>	<u>658,507</u>
Plant maintenance & operations	134,000	134,000	
<b>Total support services - nonstudent based</b>	<u>134,000</u>	<u>134,000</u>	<u>                    </u>
<b>Capital outlay</b>	<u>560,000</u>	<u>560,000</u>	<u>                    </u>
<b>Total Expenditures</b>	<u>15,688,468</u>	<u>15,029,961</u>	<u>658,507</u>
<b>Revenues Over Expenditures</b>	(596,812)	141,365	738,177
Fund balance, beginning	3,454,900	3,454,900	
<b>Fund Balance, Ending</b>	<u>\$ 2,858,088</u>	<u>\$ 3,596,265</u>	<u>\$ 738,177</u>

411 - Technology Allotment			Totals		
Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
\$ 1,134,090	\$ 1,134,761	\$ 671	\$ 6,985,000	\$ 7,095,145	\$ 110,145
			1,254,090	1,263,253	9,163
			7,986,656	7,947,689	(38,967)
<u>1,134,090</u>	<u>1,134,761</u>	<u>671</u>	<u>16,225,746</u>	<u>16,306,087</u>	<u>80,341</u>
1,047,429	1,047,429		1,047,429	1,047,429	
88,671	87,332	1,339	88,671	87,332	1,339
<u>1,136,100</u>	<u>1,134,761</u>	<u>1,339</u>	<u>1,136,100</u>	<u>1,134,761</u>	<u>1,339</u>
			14,994,468	14,335,961	658,507
			<u>14,994,468</u>	<u>14,335,961</u>	<u>658,507</u>
			134,000	134,000	
			134,000	134,000	
			560,000	560,000	
<u>1,136,100</u>	<u>1,134,761</u>	<u>1,339</u>	<u>16,824,568</u>	<u>16,164,722</u>	<u>659,846</u>
(2,010)		2,010	(598,822)	141,365	740,187
			<u>3,454,900</u>	<u>3,805,515</u>	
<u>\$ (2,010)</u>	<u>\$</u>	<u>\$ 2,010</u>	<u>\$ 2,856,078</u>	<u>\$ 3,946,880</u>	<u>\$ 740,187</u>

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# Debt Service Fund

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The Debt Service Fund is used to account for revenues from debt service property taxes, earnings on investments, and state funding for existing debt and instructional facilities allotments which are used for the payment of principal and interest on the District's bonded indebtedness.

**Alief Independent School District**

**Exhibit D-1**

*Debt Service Fund  
Comparative Balance Sheets*

*August 31, 2001 and 2000*

<b>Assets</b>	<b>2001</b>	<b>2000</b>
Cash and cash equivalents	\$ 2,782,203	\$ 311,465
Investments at fair value		1,951,000
<b>Total cash and investments</b>	<b>2,782,203</b>	<b>2,262,465</b>
Property taxes receivable (Net of allowance for uncollectibles of \$77,007 in 2001 and \$78,665 in 2000)	539,046	550,654
Due from other funds	42,160	
<b>Total Assets</b>	<b>\$ 3,363,409</b>	<b>\$ 2,813,119</b>
<b>Liabilities and Fund Balances</b>		
<b>Liabilities</b>		
Due to other funds		\$ 41,798
Deferred revenues	\$ 539,046	550,654
Other long-term debt payable	392,818	375,000
<b>Total Liabilities</b>	<b>931,864</b>	<b>967,452</b>
<b>Fund Balance</b>		
Reserved fund balance:		
Retirement of long-term debt	2,431,545	1,845,667
<b>Total Liabilities and Fund Balance</b>	<b>\$ 3,363,409</b>	<b>\$ 2,813,119</b>



**Alief Independent School District**

**Exhibit D-2**

*Debt Service Fund  
Statement of Revenues, Expenditures, and  
Changes in Fund Balance - Budget (GAAP Basis) and Actual*

*Year Ended August 31, 2001  
with comparative actual balances for the Year Ended August 31, 2000*

	2001		Variance Favorable (Unfavorable)	2000 Actual
	Budget	Actual		
<b>Revenues</b>				
<b>Local Sources</b>				
Real and personal property taxes	\$ 15,448,348	\$ 15,354,904	\$ (93,444)	\$ 16,635,981
Earnings on investments	700,000	727,171	27,171	179,436
<b>Local Sources</b>	16,148,348	16,082,075	(66,273)	16,815,417
<b>State Sources</b>	16,159,535	16,173,455	13,920	16,231,773
<b>Total Revenues</b>	32,307,883	32,255,530	(52,353)	33,047,190
<b>Expenditures</b>				
Debt Service:				
Principal retirement	18,010,000	18,010,000		20,505,000
Interest and fiscal agent fees	14,007,883	13,981,688	26,195	12,634,575
<b>Total Expenditures</b>	32,017,883	31,991,688	26,195	33,139,575
<b>Revenues Over (Under)     Expenditures</b>	290,000	263,842	(26,158)	(92,385)
<b>Other Financing Sources (Uses)</b>				
Proceeds from refunding bonds	17,703,875	17,703,875		
Payment to refunded bond escrow agent	(17,381,839)	(17,381,839)		
<b>Revenues and Other Financing     Sources Over (Under)     Expenditures &amp; Other Uses</b>	612,036	585,878	(26,158)	(92,385)
Fund balance - beginning	1,845,667	1,845,667		1,938,052
<b>Fund Balance - Ending</b>	\$ 2,457,703	\$ 2,431,545	\$ (26,158)	\$ 1,845,667

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# Capital Projects Funds

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The Capital Projects Funds are used to account for proceeds from the sale of general obligation bonds and the expenditures of the these funds for the construction and equipping of new school facilities, to purchase school sites, and renovation or repair of existing facilities.

**Alief Independent School District**

*Capital Projects Funds  
Combining Balance Sheet*

*August 31, 2001  
with comparative totals for August 31, 2000*

	<u>Series 1996</u> <u>Bonds</u>	<u>Series 1997</u> <u>Bonds</u>	<u>Series 1998</u> <u>Bonds</u>
<b>Assets</b>			
Cash and cash equivalents	\$ -	\$ 211,965	\$ 408,808
Due from other funds			
<b>Total Assets</b>	<u>\$ -</u>	<u>\$ 211,965</u>	<u>\$ 408,808</u>
 <b>Liabilities and Fund Balances</b>			
<b>Liabilities</b>			
Accounts payable		\$ 26,184	\$ 11,815
Due to other funds			349
<b>Total Liabilities</b>		<u>26,184</u>	<u>12,164</u>
<b>Fund Balances</b>			
Designated for construction	\$ -	185,781	396,644
<b>Total Liabilities and Fund Balance</b>	<u>\$ -</u>	<u>\$ 211,965</u>	<u>\$ 408,808</u>

<u>Series 1999 Bonds</u>	<u>Series II 1999 Bonds</u>	<u>Series 2001 Bonds</u>	<u>Totals</u>	
			<u>August 31, 2001</u>	<u>August 31, 2000</u>
\$ 869,417	\$ 7,047,608	\$ 11,488,438	\$ 20,026,236	\$ 27,489,499
			-	2,859
<u>\$ 869,417</u>	<u>\$ 7,047,608</u>	<u>\$ 11,488,438</u>	<u>\$ 20,026,236</u>	<u>\$ 27,492,358</u>
\$ 590,137	\$ 1,637,209	\$ 1,673,929	\$ 3,939,274	\$ 7,979,662
			349	
<u>590,137</u>	<u>1,637,209</u>	<u>1,673,929</u>	<u>3,939,623</u>	<u>7,979,662</u>
<u>279,280</u>	<u>5,410,399</u>	<u>9,814,509</u>	<u>16,086,613</u>	<u>19,512,696</u>
<u>\$ 869,417</u>	<u>\$ 7,047,608</u>	<u>\$ 11,488,438</u>	<u>\$ 20,026,236</u>	<u>\$ 27,492,358</u>

**Alief Independent School District**

*Capital Projects Funds  
Combining Statement of Revenues, Expenditures, and  
Changes in Fund Balance*

*Year Ended August 31, 2001  
with comparative actual balances for the Year Ended August 31, 2000*

	<u>Series 1996</u> <u>Bonds</u>	<u>Series 1997</u> <u>Bonds</u>	<u>Series 1998</u> <u>Bonds</u>
<b>Revenues - Local Sources</b>			
Earnings on investments	\$ 287	\$ 17,992	\$ 47,613
 <b>Expenditures</b>			
Capital outlay	13,414	209,648	374,574
 <b>Revenues (Under) Expenditures</b>	(13,127)	(191,656)	(326,961)
 <b>Other Financing Sources</b>			
Proceeds from issuance of long-term debt			
 <b>Revenues and Other Financing Sources Over (Under) Expenditures</b>	(13,127)	(191,656)	(326,961)
 Fund balance - beginning	13,127	377,437	723,605
 <b>Fund Balance - Ending</b>	<u>\$ -</u>	<u>\$ 185,781</u>	<u>\$ 396,644</u>

**Exhibit E-2**

<b>Series 1999 Bonds</b>	<b>Series II 1999 Bonds</b>	<b>Series 2001 Bonds</b>	<b>Totals</b>	
			<b>August 31, 2001</b>	<b>August 31, 2000</b>
<u>\$ 68,008</u>	<u>\$ 666,623</u>	<u>\$ 172,916</u>	<u>\$ 973,439</u>	<u>\$ 2,547,906</u>
<u>196,721</u>	<u>13,246,758</u>	<u>15,558,772</u>	<u>29,599,887</u>	<u>59,453,051</u>
<u>(128,713)</u>	<u>(12,580,135)</u>	<u>(15,385,856)</u>	<u>(28,626,448)</u>	<u>(56,905,145)</u>
		<u>25,200,365</u>	<u>25,200,365</u>	<u>52,100,000</u>
<u>(128,713)</u>	<u>(12,580,135)</u>	<u>9,814,509</u>	<u>(3,426,083)</u>	<u>(4,805,145)</u>
<u>407,993</u>	<u>17,990,534</u>		<u>19,512,696</u>	<u>24,317,841</u>
<u><u>\$ 279,280</u></u>	<u><u>\$ 5,410,399</u></u>	<u><u>\$ 9,814,509</u></u>	<u><u>\$ 16,086,613</u></u>	<u><u>\$ 19,512,696</u></u>

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# Internal Service Funds

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Internal Service Funds are used to account for the operations of the District's self-funded insurance programs.

**Insurance Fund** – This fund is used to account for the operations of the District's medical and dental insurance program, which is supported by both employee and employer contributions. Expenses include claims, excess loss insurance and related administrative costs.

**Workers' Compensation Fund** – This fund is used to account for the operations of the District's self-funded workers' compensation plan, which is supported by employer contributions. Expenses include benefit payments to employees, excess loss insurance premiums, and related administrative costs.

**Alief Independent School District**

**Exhibit F-1**

*Internal Service Fund  
Combining Balance Sheet*

*August 31, 2001 and 2000*

			<b>Totals</b>	
	<b>Workers'</b>	<b>Health</b>	<b>August 31,</b>	<b>August 31,</b>
	<b>Compensation</b>	<b>Insurance</b>	<b>2001</b>	<b>2000</b>
<b>Assets</b>				
Cash and cash equivalents	\$ 2,745,646	\$ 2,635,186	\$ 5,380,832	\$ 5,039,819
Due from other funds		18,140	18,140	
Other receivables			-	1,000,000
<b>Total Assets</b>	<b>\$ 2,745,646</b>	<b>\$ 2,653,326</b>	<b>\$ 5,398,972</b>	<b>\$ 6,039,819</b>
 <b>Liabilities and Equity</b>				
<b>Liabilities</b>				
Accounts payable		\$ 56,935	\$ 56,935	\$ 20,740
Due to other funds			-	826,518
Accrued expenses	\$ 508,369	2,595,000	3,103,369	3,263,670
<b>Total Liabilities</b>	<b>508,369</b>	<b>2,651,935</b>	<b>3,160,304</b>	<b>4,110,928</b>
 <b>Equity</b>				
Unreserved retained earnings	2,237,277	1,391	2,238,668	1,928,891
<b>Total Liabilities and Equity</b>	<b>\$ 2,745,646</b>	<b>\$ 2,653,326</b>	<b>\$ 5,398,972</b>	<b>\$ 6,039,819</b>

**Alief Independent School District**

**Exhibit F-2**

*Internal Service Fund  
Combining Statement of Revenues, Expenses, and  
Changes in Retained Earnings*

*For the Years Ended August 31, 2001 and 2000*

	<u>Workers'</u>	<u>Health</u>	<u>Totals</u>	
	<u>Compensation</u>	<u>Insurance</u>	<u>August 31,</u>	<u>August 31,</u>
			<u>2001</u>	<u>2000</u>
<b>Revenues</b>				
Premium contributions	\$ 1,403,909	\$ 17,540,268	\$ 18,944,177	\$ 19,054,953
<b>Expenses</b>				
Purchased and contracted services	83,125	1,594,733	1,677,858	944,974
Other operating expenses	980,874	16,191,922	17,172,796	19,233,980
<b>Total Expenses</b>	<u>1,063,999</u>	<u>17,786,655</u>	<u>18,850,654</u>	<u>20,178,954</u>
<b>Operating Income (Loss)</b>	339,910	(246,387)	93,523	(1,124,001)
<b>Nonoperating Income</b>				
Earnings - cash and investments	124,086	92,168	216,254	301,769
<b>Net Income (Loss)</b>	463,996	(154,219)	309,777	(822,232)
<b>Equity</b>				
Retained Earnings - September 1	<u>1,773,281</u>	<u>155,610</u>	<u>1,928,891</u>	<u>2,751,123</u>
<b>Retained Earnings - August 31</b>	<u><u>\$ 2,237,277</u></u>	<u><u>\$ 1,391</u></u>	<u><u>\$ 2,238,668</u></u>	<u><u>\$ 1,928,891</u></u>

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**Alief Independent School District**

**Exhibit F-3**

*Internal Service Fund  
Combining Statement of Cash Flows*

*For the Years Ended August 31, 2001 and 2000*

	<b>Workers'</b>	<b>Health</b>	<b>Totals</b>	
	<b>Comp.</b>	<b>Insurance</b>	<b>August 31,</b>	<b>August 31,</b>
			<b>2001</b>	<b>2000</b>
<b>Cash Flows from Operating Activities</b>				
Cash receipts from quasi-external operating activities with other funds	\$ 1,400,000	\$ 15,351,218	\$ 16,751,218	\$ 17,607,432
Cash receipts from insurance reimbursements	3,909	3,170,909	3,174,818	1,162,345
Cash payments to suppliers for goods & services	(164,275)	(2,396,502)	(2,560,777)	(1,779,703)
Cash payments for claims	(1,150,025)	(16,090,475)	(17,240,500)	(17,219,059)
<b>Net Cash Provided (Used) by Operating Activities</b>	<b>89,609</b>	<b>35,150</b>	<b>124,759</b>	<b>(228,985)</b>
<b>Cash Flows from Investing Activities</b>				
Interest on cash and investments	124,086	92,168	216,254	303,804
Maturity of investments				3,000,000
<b>Net Cash Provided by Investing Activities</b>	<b>124,086</b>	<b>92,168</b>	<b>216,254</b>	<b>3,303,804</b>
Net increase in cash & cash equivalents	213,695	127,318	341,013	3,074,819
Cash and cash equivalents, beginning of year	2,531,951	2,507,868	5,039,819	1,965,000
<b>Cash and cash equivalents, end of year</b>	<b>\$ 2,745,646</b>	<b>\$ 2,635,186</b>	<b>\$ 5,380,832</b>	<b>\$ 5,039,819</b>
<b>Reconciliation of Operating Income (Loss) to</b>				
<b>Net Cash Provided (Used) by Operating Activities</b>				
Operating income (loss)	\$ 339,910	\$ (246,387)	\$ 93,523	\$ (1,124,001)
Change in assets and liabilities				
(Increase) decrease in receivables		1,000,000	1,000,000	(285,176)
(Increase) in due from other funds		(18,140)	(18,140)	
Increase in accounts payable		36,195	36,195	20,740
Increase (decrease) in due to other funds		(826,518)	(826,518)	826,518
Increase (decrease) in accrued expenses	(250,301)	90,000	(160,301)	332,934
<b>Net Cash Provided (Used) by Operating Activities</b>	<b>\$ 89,609</b>	<b>\$ 35,150</b>	<b>\$ 124,759</b>	<b>\$ (228,985)</b>

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# Agency Fund

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The Agency Fund is used to account for the activities of student groups. This fund has no equity; assets are equal to liabilities and it does not include revenues or expenditures for general operations of the District. Funds are custodial in nature and are used to account for student “club” or “class” accounts.

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Alief Independent School District

Exhibit G-1

Agency Fund  
Statement of Changes in Assets and Liabilities

Year Ended August 31, 2001

	<u>Balance September 1, 2000</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance August 31, 2001</u>
<b><u>Student Activities</u></b>				
<b>Assets</b>				
Cash and cash equivalents	<u>\$ 1,447,329</u>	<u>\$ 4,375,813</u>	<u>\$ 4,239,432</u>	<u>\$ 1,583,710</u>
<b>Liabilities</b>				
Due to student groups	<u>\$ 1,447,329</u>	<u>\$ 4,375,813</u>	<u>\$ 4,239,432</u>	<u>\$ 1,583,710</u>

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# **General Fixed Asset Account Group**

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The General Fixed Assets Account Group is a self-balancing set of accounts established to provide control over the District's fixed assets. Fixed assets purchased or constructed by the District are shown at original cost. Donated assets are valued at the fair market value on the date donated. Costs incurred for the purchase or construction of general fixed assets are recorded as expenditures in the General Fund, Special Revenue Fund, and Capital Projects Fund and are capitalized in the General Fixed Assets Account Group. General fixed assets consists principally of school buildings and related equipment.

**Alief Independent School District**

**Exhibit H-1**

*General Fixed Assets Account Group  
Comparative Schedule of General Fixed Assets - By Source*

*August 31, 2001 and 2000*

	<u>2001</u>	<u>2000</u>
<b>General Fixed Assets</b>		
Land	\$ 50,204,472	\$ 49,744,690
Buildings and improvements	383,257,318	372,946,661
Construction in progress	53,563,790	38,042,865
Furniture and equipment	<u>90,585,723</u>	<u>83,014,647</u>
 <b>Total General Fixed Assets</b>	 <u><u>\$ 577,611,303</u></u>	 <u><u>\$ 543,748,863</u></u>
 <b>Investment in General Fixed Assets</b>		
Investment in property acquired prior to September 1, 1978	\$ 52,711,277	\$ 52,711,277
Investment in property acquired after September 1, 1978 from:		
General Fund	65,771,525	64,479,303
Special Revenue Fund	14,059,905	11,089,574
Capital Projects Fund	<u>445,068,596</u>	<u>415,468,709</u>
 <b>Total Investment in General Fixed Assets</b>	 <u><u>\$ 577,611,303</u></u>	 <u><u>\$ 543,748,863</u></u>

**Alief Independent School District**

**Exhibit H-2**

*General Fixed Assets Account Group  
Schedule of General Fixed Assets  
By Asset Classifications and Activities*

*August 31, 2001*

<u>Activities</u>	<u>Asset Classifications</u>				<u>Totals</u>
	<u>Land</u>	<u>Buildings and Improvements</u>	<u>Construction in Progress</u>	<u>Furniture and Equipment</u>	
Senior high schools	\$ 13,774,606	\$ 114,046,658	\$ 53,563,790	\$ 19,190,760	\$ 200,575,814
Middle schools	4,211,679	70,863,652		10,604,272	85,679,603
Elementary and intermediate schools	20,129,769	161,074,432		29,127,492	210,331,693
Administration & services	12,088,418	37,272,576		31,663,199	81,024,193
<b>Total General Fixed Assets</b>	<u>\$ 50,204,472</u>	<u>\$ 383,257,318</u>	<u>\$ 53,563,790</u>	<u>\$ 90,585,723</u>	<u>\$ 577,611,303</u>

**Alief Independent School District**

**Exhibit H-3**

**General Fixed Assets Account Group  
Schedule of Changes in General Fixed Assets -  
By Function**

*Year Ended August 31, 2001*

<u>Function</u>	<u>General Fixed Assets September 1, 2000</u>	<u>Additions</u>	<u>Transfers and Deletions</u>	<u>General Fixed Assets August 31, 2001</u>
<b>Senior High Schools</b>				
Land	\$ 13,358,590	\$ 416,016		\$ 13,774,606
Buildings and improvements	112,028,490	2,018,168		114,046,658
Construction in progress	38,042,865	15,520,925		53,563,790
Furniture and equipment	15,301,618	4,398,132	(508,990)	19,190,760
	<u>178,731,563</u>	<u>22,353,241</u>	<u>(508,990)</u>	<u>200,575,814</u>
<b>Middle Schools</b>				
Land	4,211,679			4,211,679
Buildings and improvements	64,446,611	6,607,481	(190,440)	70,863,652
Furniture and equipment	9,702,109	1,156,638	(254,475)	10,604,272
	<u>78,360,399</u>	<u>7,764,119</u>	<u>(444,915)</u>	<u>85,679,603</u>
<b>Elementary and Intermediate Schools</b>				
Land	20,096,153	33,616		20,129,769
Buildings and improvements	160,205,820	678,172	190,440	161,074,432
Furniture and equipment	27,120,350	2,228,068	(220,926)	29,127,492
	<u>207,422,323</u>	<u>2,939,856</u>	<u>(30,486)</u>	<u>210,331,693</u>
<b>Administration and Services</b>				
Land	12,078,268	10,150		12,088,418
Buildings and improvements	36,265,740	1,006,836		37,272,576
Furniture and equipment	30,890,570	3,212,911	(2,440,282)	31,663,199
	<u>79,234,578</u>	<u>4,229,897</u>	<u>(2,440,282)</u>	<u>81,024,193</u>
<b>Total General Fixed Assets</b>	<u><u>\$ 543,748,863</u></u>	<u><u>\$ 37,287,113</u></u>	<u><u>\$ (3,424,673)</u></u>	<u><u>\$ 577,611,303</u></u>

**Alief Independent School District**

**Exhibit H-4**

*General Fixed Assets Account Group  
Schedule of Changes in General Fixed Assets -  
By Source*

*Year Ended August 31, 2001*

	<u>Land</u>	<u>Buildings and Improvements</u>	<u>Construction in Progress</u>	<u>Furniture and Equipment</u>	<u>Total</u>
<b>General Fixed Assets, September 1, 2000</b>	\$ 49,744,690	\$ 372,946,661	\$ 38,042,865	\$ 83,014,647	\$ 543,748,863
<b>Additions</b>					
<b>Expenditures from:</b>					
General Fund		972,880		3,744,015	4,716,895
Special Revenue Fund	28,616	77,410	560,000	2,304,305	2,970,331
Capital Projects Fund	431,166	9,260,367	14,960,925	4,947,429	29,599,887
<b>Total Additions</b>	<u>459,782</u>	<u>10,310,657</u>	<u>15,520,925</u>	<u>10,995,749</u>	<u>37,287,113</u>
<b>Deductions</b>					
Deletions and transfers				(3,424,673)	(3,424,673)
<b>General Fixed Assets, August 31, 2001</b>	<u>\$ 50,204,472</u>	<u>\$ 383,257,318</u>	<u>\$ 53,563,790</u>	<u>\$ 90,585,723</u>	<u>\$ 577,611,303</u>

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# **General Long-Term Debt Account Group**

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The purpose of the General Long-Term Account Group is to record and present the liability of the District for long-term debt until the debt is retired. The long-term debt of the District consists of schoolhouse bonds, refunding bonds, and the related accreted interest on premium compound interest bonds.

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**Alief Independent School District**

**Exhibit I-1**

*General Long-Term Debt Account Group  
Comparative Schedules of General Long-Term Debt*

*August 31, 2001 and 2000*

	<u>2001</u>	<u>2000</u>
<b>Amount Available and to be Provided for the Payment of General Long-Term Debt</b>		
Amount available in Debt Service Fund	\$ 2,431,545	\$ 1,845,667
Amount to be provided for retirement of general long-term debt	<u>243,718,762</u>	<u>238,192,434</u>
<b>Total Amounts Available and to be Provided</b>	<u><u>\$ 246,150,307</u></u>	<u><u>\$ 240,038,101</u></u>
 <b>General Long-Term Debt Payable</b>		
Schoolhouse bonds	\$ 198,975,000	\$ 183,575,000
Refunding bonds	<u>42,275,000</u>	<u>50,500,000</u>
	241,250,000	234,075,000
Accreted interest on premium compound interest bonds	2,728,944	3,880,914
Accrued compensated absences	<u>2,171,363</u>	<u>2,082,187</u>
	4,900,307	5,963,101
<b>Total General Long-Term Debt Payable</b>	<u><u>\$ 246,150,307</u></u>	<u><u>\$ 240,038,101</u></u>

**Alief Independent School District**

*Bond Schedule  
Fiscal Year Ended August 31, 2001*

<b>Date of Issue</b>	<b>Description</b>	<b>Interest Rate Payable</b>	<b>Amounts Original Issue</b>	<b>Amounts Outstanding 9/1/00</b>	<b>Issued Current Year</b>	<b>Retired Current Year</b>
02-15-91	Unlimited Tax Schoolhouse Bonds Series 1991	6.00% to 8.00%	\$ 26,400,000	\$ 1,325,000		\$ 1,325,000
02-19-92	Unlimited Tax Schoolhouse Bonds Series 1992	5.25% to 7.25%	16,500,000	4,125,000		3,300,000
07-01-92	Unlimited Tax Refunding Bonds Series 1992	2.80% to 8.00%	40,600,000	23,435,000		19,620,000
02-24-93	Unlimited Tax Schoolhouse Bonds Series 1993	4.35% to 6.00%	9,500,000	6,175,000		475,000
02-23-94	Unlimited Tax Schoolhouse Bonds Series 1994	4.25% to 6.00%	9,900,000	7,000,000		500,000
02-15-95	Unlimited Tax Schoolhouse Bonds Series 1995	5.00% to 7.00%	22,500,000	16,875,000		1,125,000
02-15-95	Unlimited Tax Refunding Bonds Series 1995	3.65% to 5.25%	28,225,000	25,805,000		30,000
01-16-96	Unlimited Tax Refunding Bonds Series 1996	3.65% to 4.40%	6,370,000	1,260,000		875,000
05-14-96	Unlimited Tax Schoolhouse Bonds Series 1996	5.00% to 7.00%	20,500,000	17,425,000		1,025,000

Amounts Outstanding 8/31/01	Interest Current Year	Requirements				9/1/03 To Maturity Interest
		Year Ending 8/31/02		Year Ending 8/31/03		
		Principal	Interest	Principal	Interest	
	\$ 41,737					
\$ 825,000	228,585	\$ 825,000	\$ 27,844			
3,815,000	695,704	3,815,000	105,866			
5,700,000	277,044	475,000	255,431	\$ 475,000	\$ 234,413	\$ 1,089,652
6,500,000	325,000	500,000	293,750	500,000	262,500	1,331,562
15,750,000	944,156	1,125,000	865,406	1,125,000	786,656	4,206,797
25,775,000	2,595,950	55,000	3,790,950	3,330,000	1,191,025	4,078,400
385,000	19,250	385,000	280,000			
16,400,000	955,300	1,025,000	883,550	1,025,000	811,800	5,175,738

**Alief Independent School District**

*Bond Schedule*

*Fiscal Year Ended August 31, 2001*

<b>Date of Issue</b>	<b>Description</b>	<b>Interest Rate Payable</b>	<b>Amounts Original Issue</b>	<b>Amounts Outstanding 9/1/00</b>	<b>Issued Current Year</b>	<b>Retired Current Year</b>
05-14-97	Unlimited Tax Schoolhouse Bonds Series 1997	5.00% to 7.00%	19,500,000	18,000,000		1,000,000
03-16-98	Unlimited Tax Schoolhouse Bonds Series 1998	4.00% to 5.00%	46,100,000	41,400,000		2,300,000
02-16-99	Unlimited Tax Schoolhouse Bonds Series 1999	4.00% to 6.00%	23,000,000	21,850,000		1,150,000
11-17-99	Unlimited Tax Schoolhouse Bonds Series II 1999	4.75% to 6.75%	52,100,000	49,400,000		2,600,000
04-10-01	Unlimited Tax Refunding Bonds Series 2001	4.25% to 6.25%			17,300,000	
05-22-01	Unlimited Tax Schoolhouse Bonds Series 2001	3.75% to 5.00%			25,200,000	
<b>Total Bonded Indebtedness</b>				<u>\$ 234,075,000</u>	<u>\$ 42,500,000</u>	<u>\$ 35,325,000</u>

<b>Amounts Outstanding 8/31/01</b>	<b>Interest Current Year</b>	<b>Requirements</b>				<b>9/1/03 To Maturity Interest</b>
		<b>Year Ending 8/31/02</b>		<b>Year Ending 8/31/03</b>		
		<b>Principal</b>	<b>Interest</b>	<b>Principal</b>	<b>Interest</b>	
17,000,000	961,000	1,000,000	891,000	1,000,000	821,000	5,659,000
39,100,000	1,913,025	2,300,000	1,800,900	2,300,000	1,685,900	11,855,350
20,700,000	1,019,475	1,150,000	950,475	1,150,000	881,475	6,517,912
46,800,000	2,809,950	2,600,000	2,634,450	2,600,000	2,458,950	17,891,900
17,300,000	369,035	100,000	808,201	3,750,000	721,951	2,021,903
25,200,000	426,090	1,260,000	1,249,920	1,260,000	1,193,220	10,210,095
<b>\$ 241,250,000</b>	<b>\$ 13,581,301</b>	<b>\$ 16,615,000</b>	<b>\$ 14,837,743</b>	<b>\$ 18,515,000</b>	<b>\$ 11,048,890</b>	<b>\$ 70,038,309</b>

## Debt Service Fund

### *Debt Service Requirements to Maturity by Issue August 31, 2001*

Fiscal Year Ending Aug. 31	Total		Schoolhouse Bonds Series 1992		Refunding Bonds Series 1992		Schoolhouse Bonds Series 1993	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
	2002	\$ 16,615,000	\$ 14,837,743	\$ 825,000	\$ 27,844	\$ 3,815,000	\$ 105,866	\$ 475,000
2003	18,515,000	11,048,890					475,000	234,413
2004	17,355,000	10,062,110					475,000	212,681
2005	17,110,000	9,103,421					475,000	190,238
2006	17,005,000	8,182,258					475,000	167,200
2007	15,925,000	7,315,885					475,000	143,688
2008	15,840,000	6,477,332					475,000	119,938
2009	15,490,000	5,663,702					475,000	96,188
2010	14,400,000	4,905,136					475,000	72,438
2011	13,445,000	4,206,643					475,000	49,281
2012	12,185,000	3,575,060					475,000	28,500
2013	11,435,000	2,997,200					475,000	9,500
2014	10,960,000	2,440,650						
2015	10,460,000	1,902,413						
2016	9,335,000	1,405,662						
2017	9,335,000	943,537						
2018	8,310,000	526,850						
2019	5,010,000	223,350						
2020	1,260,000	80,325						
2021	1,260,000	26,775						
<b>Totals</b>	<b>\$ 241,250,000</b>	<b>\$ 95,924,942</b>	<b>\$ 825,000</b>	<b>\$ 27,844</b>	<b>\$ 3,815,000</b>	<b>\$ 105,866</b>	<b>\$ 5,700,000</b>	<b>\$ 1,579,496</b>

Fiscal Year Ending Aug. 31	Schoolhouse Bonds Series 1996		Schoolhouse Bonds Series 1997		Schoolhouse Bonds Series 1998		Schoolhouse Bonds Series 1999	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
	2002	\$ 1,025,000	\$ 883,550	\$ 1,000,000	\$ 891,000	\$ 2,300,000	\$ 1,800,900	\$ 1,150,000
2003	1,025,000	811,800	1,000,000	821,000	2,300,000	1,685,900	1,150,000	881,475
2004	1,025,000	740,050	1,000,000	751,000	2,300,000	1,570,900	1,150,000	812,475
2005	1,025,000	669,581	1,000,000	683,000	2,300,000	1,455,900	1,150,000	743,475
2006	1,025,000	608,850	1,000,000	625,000	2,300,000	1,340,900	1,150,000	680,225
2007	1,025,000	556,319	1,000,000	575,000	2,300,000	1,225,900	1,150,000	628,475
2008	1,025,000	502,763	1,000,000	525,000	2,300,000	1,110,900	1,150,000	581,900
2009	1,025,000	447,925	1,000,000	475,000	2,300,000	995,900	1,150,000	534,463
2010	1,025,000	392,062	1,000,000	425,000	2,300,000	886,650	1,150,000	486,162
2011	1,025,000	335,688	1,000,000	375,000	2,300,000	782,000	1,150,000	436,425
2012	1,025,000	281,875	1,000,000	325,000	2,300,000	675,050	1,150,000	385,250
2013	1,025,000	230,625	1,000,000	275,000	2,300,000	566,375	1,150,000	333,500
2014	1,025,000	179,375	1,000,000	225,000	2,300,000	457,125	1,150,000	281,750
2015	1,025,000	128,125	1,000,000	175,000	2,300,000	350,750	1,150,000	228,563
2016	1,025,000	76,875	1,000,000	125,000	2,300,000	247,250	1,150,000	173,937
2017	1,025,000	25,625	1,000,000	75,000	2,300,000	143,750	1,150,000	119,312
2018			1,000,000	25,000	2,300,000	46,000	1,150,000	69,000
2019							1,150,000	23,000
2020								
2021								
<b>Totals</b>	<b>\$ 16,400,000</b>	<b>\$ 6,871,088</b>	<b>\$ 17,000,000</b>	<b>\$ 7,371,000</b>	<b>\$ 39,100,000</b>	<b>\$ 15,342,150</b>	<b>\$ 20,700,000</b>	<b>\$ 8,349,862</b>



Exhibit I-3

Schoolhouse Bonds Series 1994		Schoolhouse Bonds Series 1995		Refunding Bonds Series 1995		Refunding Bonds Series 1996	
Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
\$ 500,000	\$ 293,750	\$ 1,125,000	\$ 865,406	\$ 55,000	\$ 3,790,950	\$ 385,000	\$ 280,000
500,000	262,500	1,125,000	786,656	3,330,000	1,191,025		
500,000	235,312	1,125,000	707,906	3,275,000	1,040,365		
500,000	212,188	1,125,000	629,156	3,225,000	888,037		
500,000	189,062	1,125,000	558,844	3,175,000	733,656		
500,000	165,938	1,125,000	496,406	3,125,000	577,744		
500,000	142,812	1,125,000	432,844	3,085,000	420,566		
500,000	119,688	1,125,000	369,141	3,050,000	261,450		
500,000	96,562	1,125,000	309,375	2,200,000	123,638		
500,000	74,375	1,125,000	253,125	1,255,000	32,944		
500,000	53,125	1,125,000	196,875				
500,000	31,875	1,125,000	140,625				
500,000	10,625	1,125,000	84,375				
		1,125,000	28,125				
<hr/>		<hr/>		<hr/>		<hr/>	
\$ 6,500,000	\$ 1,887,812	\$ 15,750,000	\$ 5,858,859	\$ 25,775,000	\$ 9,060,375	\$ 385,000	\$ 280,000

Schoolhouse Bonds Series 1999 - II		Refunding Bonds Series 2001		Schoolhouse Bonds Series 2001	
Principal	Interest	Principal	Interest	Principal	Interest
\$ 2,600,000	\$ 2,634,450	\$ 100,000	\$ 808,201	\$ 1,260,000	\$ 1,249,920
2,600,000	2,458,950	3,750,000	721,951	1,260,000	1,193,220
2,600,000	2,283,450	2,645,000	571,451	1,260,000	1,136,520
2,600,000	2,107,950	2,450,000	444,076	1,260,000	1,079,820
2,600,000	1,932,450	2,395,000	322,951	1,260,000	1,023,120
2,600,000	1,756,950	1,365,000	234,070	1,260,000	955,395
2,600,000	1,588,600	1,320,000	175,364	1,260,000	876,645
2,600,000	1,443,000	1,005,000	123,052	1,260,000	797,895
2,600,000	1,310,400	765,000	83,704	1,260,000	719,145
2,600,000	1,173,900	755,000	50,360	1,260,000	643,545
2,600,000	1,034,800	750,000	16,875	1,260,000	577,710
2,600,000	893,100			1,260,000	516,600
2,600,000	748,800			1,260,000	453,600
2,600,000	601,250			1,260,000	390,600
2,600,000	455,000			1,260,000	327,600
2,600,000	315,250			1,260,000	264,600
2,600,000	185,250			1,260,000	201,600
2,600,000	61,750			1,260,000	138,600
				1,260,000	80,325
				1,260,000	26,775
<hr/>		<hr/>		<hr/>	
\$ 46,800,000	\$ 22,985,300	\$ 17,300,000	\$ 3,552,055	\$ 25,200,000	\$ 12,653,235

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# Unaudited Statistical Section

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## Alief Independent School District

### *Governmental Funds Expenditures by Major Function*

*Last Ten Fiscal Years  
(Unaudited)*

	1992	1993	1994	1995
<b><u>Expenditures by Major Function</u></b>				
Instruction and instructional related services	\$ 77,013,818	\$ 81,760,361	\$ 86,398,447	\$ 96,078,213
Instructional and school leadership	7,710,793	7,751,703	8,130,539	9,164,705
Support services - student (pupil)	19,211,159	20,465,775	22,805,405	23,215,507
Administrative support services	5,482,406	5,246,980	5,399,907	5,247,012
Support services - nonstudent based	13,164,723	13,911,457	15,755,064	17,401,999
Ancillary services	230,125	229,141	265,976	250,189
Intergovernmental charges				
Capital outlay	20,312,972	22,042,194	14,207,684	16,597,187
Debt service	23,839,947	23,195,786	23,320,107	22,823,257
Total	\$ 166,965,943	\$ 174,603,397	\$ 176,283,129	\$ 190,778,069
<b><u>Expenditures by Object</u></b>				
Payroll costs	\$ 102,642,772	\$ 108,709,807	\$ 114,388,125	\$ 124,625,855
Professional and contracted services	7,793,348	8,147,836	8,228,239	9,904,809
Supplies and materials	9,272,158	9,696,290	9,789,571	11,594,522
Other operating expenses	1,452,471	1,518,911	1,533,524	1,659,618
Debt services	23,839,947	23,195,786	23,320,107	22,823,257
Capital outlay	21,965,247	23,334,767	19,023,563	20,170,008
Total	\$ 166,965,943	\$ 174,603,397	\$ 176,283,129	\$ 190,778,069

This schedule of expenditures includes all Governmental Fund Types of Alief Independent School District.

Expenditure classifications are in accordance with those recommended by the Texas Education Agency's Financial Accountability System Resources Guide.

**Exhibit I**

<b>1996</b>	<b>1997</b>	<b>1998</b>	<b>1999</b>	<b>2000</b>	<b>2001</b>
\$ 113,398,520	\$ 118,358,692	\$ 129,657,715	\$ 139,623,163	\$ 160,739,536	\$ 166,430,664
10,566,093	11,439,924	12,297,015	13,701,748	16,106,824	17,062,523
25,911,473	26,861,498	29,165,658	31,456,220	37,190,658	36,588,583
6,286,824	6,102,238	6,220,367	6,326,665	6,764,073	7,132,743
21,027,297	21,060,478	23,083,050	24,876,432	27,607,559	30,173,622
272,533	712,692	1,034,140	1,045,248	1,138,446	1,161,422
					247,050
21,461,208	21,007,017	28,748,166	37,354,082	60,195,430	30,441,186
23,383,807	23,451,414	24,596,790	27,720,240	33,139,575	31,991,688
<u>\$ 222,307,755</u>	<u>\$ 228,993,953</u>	<u>\$ 254,802,901</u>	<u>\$ 282,103,798</u>	<u>\$ 342,882,101</u>	<u>\$ 321,229,481</u>
\$ 149,016,695	\$ 154,134,260	\$ 165,111,549	\$ 179,299,383	\$ 205,918,743	\$ 216,925,555
10,376,497	10,688,584	11,710,749	12,423,194	13,776,698	15,810,481
12,345,467	12,716,773	14,746,417	15,693,230	16,492,894	16,597,689
1,933,901	1,992,066	1,934,264	2,119,482	2,243,597	3,106,536
23,383,807	23,451,414	24,596,790	27,720,240	33,139,575	31,991,688
25,251,388	26,010,856	36,703,132	44,848,269	71,310,594	36,797,532
<u>\$ 222,307,755</u>	<u>\$ 228,993,953</u>	<u>\$ 254,802,901</u>	<u>\$ 282,103,798</u>	<u>\$ 342,882,101</u>	<u>\$ 321,229,481</u>

**Alief Independent School District**

*Governmental Funds Revenues by Source*

*Last Ten Fiscal Years*

*(Unaudited)*

<b>Fiscal Year Ended August 31,</b>	<b>General and Special Revenue Funds</b>				<b>Total</b>
	<b>State Aid for Operations</b>	<b>Local Taxes for Maintenance and Operations</b>	<b>Federal Programs</b>	<b>Other Revenues</b>	
1992	\$ 53,865,561	\$ 61,435,887	\$ 5,327,610	\$ 6,776,985	\$ 127,406,043
1993	61,598,361	67,549,796	6,011,645	7,127,590	142,287,392
1994	61,802,627	67,549,796	8,354,314	7,185,694	144,892,431
1995	80,480,094	58,689,038	9,350,078	9,133,687	157,652,897
1996	100,785,908	59,137,518	10,412,663	10,684,107	181,020,196
1997	110,893,771	59,488,194	11,120,047	10,721,324	192,223,336
1998	120,709,618	61,065,658	13,146,577	11,631,614	206,553,467
1999	123,903,255	65,636,939	13,815,081	15,771,694	219,126,969
2000	135,122,820	78,231,984	16,652,431	18,553,316	248,560,551
2001	132,859,588	91,136,137	18,280,095	18,932,485	261,208,305

This schedule of revenues includes all Governmental Fund Types of Alief Independent School District.

Source of data - District records.

**Exhibit II**

<b>Debt Service Fund</b>				<b>Capital Projects Funds</b>	<b>Total</b>
<b>Local Taxes for Debt Service</b>	<b>State Debt &amp; Facilities Allotments</b>	<b>Interest &amp; Miscellaneous Earnings</b>	<b>Total</b>	<b>Total</b>	<b>Governmental Funds</b>
\$ 19,872,029		\$ 155,111	\$ 20,027,140	\$ 1,557,525	\$ 148,990,708
19,788,344		323,921	20,112,265	811,007	163,210,664
22,148,562		76,031	22,224,593	406,807	167,523,831
22,712,172		273,597	22,985,769	772,720	181,411,386
23,630,012		285,826	23,915,838	770,338	205,706,372
23,755,271		410,278	24,165,549	746,638	217,135,523
22,024,874	\$ 634,917	360,123	23,019,914	1,550,731	231,124,112
23,656,811	3,009,764	323,054	26,989,629	1,811,395	247,927,993
16,635,981	16,231,773	179,436	33,047,190	2,547,906	284,155,647
15,354,904	16,173,455	727,171	32,255,530	973,439	294,437,274

**Alief Independent School District**

***Property Tax Levies and Collections***

*Last Ten Fiscal Years  
(Unaudited)*

<b>Fiscal Year Ended August 31,</b>	<b>Tax Levy</b>	<b>Current Tax Collections</b>	<b>Percent of Levy Collected</b>	<b>Delinquent Tax Collections</b>	<b>Total Tax Collections</b>
1992	\$ 43,535,926	\$ 42,569,877	97.8 %	\$ 1,346,640	\$ 43,916,517
1993	43,092,493	42,264,374	98.1	732,550	42,996,924
1994	81,528,755	80,467,722	98.7	876,199	81,343,921
1995	81,357,284	80,265,836	98.7	1,298,737	81,564,573
1996	82,593,058	81,617,467	98.8	1,162,681	82,780,148
1997	83,275,262	82,482,313	99.0	884,556	83,366,869
1998	82,865,861	82,346,036	99.4	884,468	83,230,504
1999	89,225,449	87,865,638	98.5	883,799	88,749,437
2000	94,801,317	92,934,159	98.0	1,243,199	94,177,358
2001	106,821,176	104,342,473	97.7	1,313,175	105,655,648

\* For 1992 and 1993, the tax levy was reduced due to the state establishing an additional taxing unit, the County Education District (CED). Delinquent taxes do not include delinquent taxes from the abolished CED. The District's 1993 and 1992 tax revenues from the CED tax levy were \$43.9 million and \$36.9 million, respectively.

Source of data - District records.



**Exhibit III**

<b><u>Ratio of Total Tax Collections to Total Tax Levy</u></b>	<b><u>Outstanding Delinquent Taxes</u></b>	<b><u>Ratio of Delinquent Taxes to Total Tax Levy</u></b>
100.9 %	\$ 2,953,354	6.8 %
99.8	2,878,769	6.7
99.8	2,724,060	3.3
100.3	2,589,803	3.2
100.2	2,357,483	2.9
100.1	2,188,455	2.6
100.4	2,050,028	2.5
99.5	2,234,049	2.5
99.3	2,781,341	2.9
98.9	3,162,059	3.0

**Alief Independent School District**

**Exhibit IV**

*Assessed and Estimated  
Actual Value of Taxable Property*

*Last Ten Fiscal Years  
(Unaudited)*

<b>Fiscal Year Ended August 31,</b>	<b>Total Assessed and Estimated Valuation</b>	<b>Real Property</b>		<b>Personal Property</b>	
		<b>Assessed Real Property</b>	<b>Percent Real Prop. to Total Assessed Value</b>	<b>Assessed Personal Property</b>	<b>Percent Personal Prop. to Total Assessed Value</b>
1992	\$ 4,975,534,378	\$ 4,120,981,378	82.82 %	\$ 854,553,000	17.18 %
1993	4,855,492,170	3,980,939,745	81.99	874,552,425	18.01
1994	4,804,766,360	3,930,470,919	81.80	874,295,441	18.20
1995	4,795,770,000	4,035,074,920	84.14	760,695,080	15.86
1996	4,867,948,900	4,059,429,750	83.39	808,519,150	16.61
1997	4,899,985,996	4,137,675,380	84.44	762,310,616	15.56
1998	4,949,899,382	4,128,216,085	83.40	821,683,297	16.60
1999	5,250,099,971	4,391,708,626	83.65	858,391,345	16.35
2000	5,834,470,712	4,959,300,000	85.00	875,170,712	15.00
2001	6,513,486,341	5,699,300,548	87.50	814,185,793	12.50

Note: Estimated valuation is assessed at 100% making estimated and assessed values the same.

Source of data - District records.

**Alief Independent School District**

**Exhibit V**

*Property Tax Rates - Direct and Overlapping*

*Last Ten Fiscal Years  
(Unaudited)*

<u>Year</u>	<u>Alief Independent School District</u>	<u>City of Houston</u>	<u>Harris County</u>	<u>Utility Districts</u>
1992	\$ 1.65	\$ 0.63	\$ 0.34	\$ 1.23
1993	1.80	0.63	0.35	1.27
1994	1.70	0.67	0.50	1.13
1995	1.70	0.67	0.46	1.25
1996	1.70	0.67	0.65	1.01
1997	1.70	0.67	0.65	1.04
1998	1.70	0.67	0.65	1.04
1999	1.70	0.67	0.65	1.04
2000	1.64	0.67	0.62	1.04
2001	1.64	0.66	0.62	1.04

Note: Tax rates are per \$100 of assessed value. The 1993 and 1992 rates include the County Education District rate of \$0.912 and \$0.78, respectively, per \$100 of assessed value.

Sources of data - The District Tax Office and various tax assessor/collector offices.

**Alief Independent School District**

*Ratio of Net General Bonded Debt to Assessed Value and Net Bonded Debt per Average Daily Attendance and per Capita*

*Last Ten Fiscal Years  
(Unaudited)*

<b>Fiscal Year Ended August 31,</b>	<b>Gross Bonded Debt</b>	<b>Less Debt Service Fund Balance</b>	<b>Net Bonded Debt</b>	<b>Assessed Value</b>
1992	\$ 151,963,275	\$ 1,410,381	\$ 150,552,894	\$ 4,975,534,378
1993	148,312,522	460,773	147,851,749	4,855,492,170
1994	144,805,876	245,227	144,560,649	4,804,766,360
1995	145,465,568	1,236,799	144,228,769	4,795,770,000
1996	154,875,000	2,681,404	152,193,596	4,867,948,900
1997	162,272,716	3,395,539	158,877,177	4,899,985,996
1998	196,485,000	1,818,663	194,666,337	4,949,899,382
1999	202,480,000	1,938,052	200,541,948	5,250,099,971
2000	234,075,000	1,845,667	232,229,333	5,834,470,712
2001	241,250,000	2,431,545	238,818,455	6,513,486,341

Source - Tax assessor/collector and accounting records of the District.

<u>Ratio (%) Net Debt to Assessed Value</u>	<u>Net Debt Per Capita</u>	<u>Net Debt Per (ADA)</u>
3.03 %	\$ 669	\$ 5,408
3.05	629	5,032
3.01	615	4,815
3.01	609	4,901
3.13	676	4,677
3.24	757	4,659
3.93	749	5,505
3.82	757	5,507
3.98	876	6,241
3.67	901	6,306

**Alief Independent School District**

**Exhibit VII**

*Computation of Legal Debt Margin*

*August 31, 2001  
(Unaudited)*

<b>Assessed Value - 2000 Tax Roll (2001 Fiscal Year)</b>		\$ 6,513,486,341
Debt limit percent of assessed value*		<u>10%</u>
<b>Amount of Debt Applicable to Debt Limit</b>		651,348,634
Total bonded debt	\$ 241,250,000	
Less: Reserve for retirement of bonded debt	<u>2,431,545</u>	
<b>Total Amount of Debt Applicable to Debt Limit</b>		<u>238,818,455</u>
<b>Legal Debt Margin</b>		<u><u>\$ 412,530,179</u></u>

\* This percentage is in accordance with the recommendations of the Texas Education Agency as stated in the Texas Education Code, Sec. 20.04.

Source of data - District records.

**Alief Independent School District**

**Exhibit VIII**

*Ratio of Annual Debt Service Expenditures  
for General Bonded Debt to Total Expenditures*

*Last Ten Fiscal Years  
(Unaudited)*

<b>Fiscal Year</b>	<b>Principal</b>	<b>Interest and Fees</b>	<b>Total Debt Service Requirements</b>	<b>Total Expenditures</b>	<b>Ratio of Debt Service Requirements to Expenditures</b>
1992	\$ 12,865,000	\$ 11,154,947	\$ 24,019,947	\$ 166,965,943	14.39
1993	14,115,000	9,080,786	23,195,786	174,603,397	13.28
1994	14,435,000	8,370,635	22,805,635	176,283,129	12.94
1995	9,459,828	13,363,429	22,823,257	190,778,069	11.96
1996	11,092,121	12,291,686	23,383,807	222,307,755	10.52
1997	12,102,284	11,349,130	23,451,414	228,993,953	10.24
1998	11,887,716	12,709,074	24,596,790	254,802,901	9.65
1999	17,005,000	10,715,240	27,720,240	282,103,798	9.83
2000	20,505,000	12,634,575	33,139,575	342,882,101	9.67
2001	18,010,000	13,981,688	31,991,688	321,229,481	9.96

Note: The total bonded debt service expenditures include principal, interest, normal recurring fiscal charges, arbitrage and refunding bond payments.

This schedule reflects expenditures for the General Fund, Debt Service Fund, Special Revenue Fund, and Capital Projects Fund as shown in the general purpose financial statements of the District.

Source of data - District records.

## Alief Independent School District

Exhibit IX

### Computation of Direct and Overlapping Debt

August 31, 2001

(Unaudited)

Taxing Body	Net Debt Outstanding	Outstanding as of	Percent Overlapping	Amount Overlapping
Beechnut MUD	\$ 3,535,000	12/31/00	100.00%	\$ 3,535,000
Bissonnet MUD	4,825,000	12/31/01	100.00	4,825,000
Chelford City MUD	3,340,000	09/30/01	46.15	1,541,410
Chelford One MUD	2,225,000	09/30/01	100.00	2,225,000
Harris County	798,529,545	02/28/01	4.26	34,017,359
Harris County Dept. of Education	-	09/30/01	4.26	-
Harris County Flood Control District	129,238,911	02/28/01	4.26	5,505,578
Harris County MUD 120	13,275,000	09/30/01	100.00	13,275,000
Harris County MUD 147	1,745,000	09/30/01	100.00	1,745,000
Harris County MUD 158	10,910,000	09/30/01	100.00	10,910,000
Harris County MUD 359	13,245,000	08/31/01	100.00	13,245,000
Harris County MUD 372	13,286,808	09/24/01	100.00	13,286,808
Houston, City of	1,604,281,981	06/30/01	6.30	101,069,765
Kingsbridge MUD	15,580,000	09/30/01	5.35	833,530
Mission Bend MUD 1	5,555,000	09/30/01	43.03	2,390,317
Mission Bend MUD 2	12,687,300	09/30/01	100.00	12,687,300
Port of Houston Authority	237,405,000	12/31/01	4.26	10,113,453
Renn Road MUD	6,015,000	09/30/01	78.48	4,720,572
West Harris County MUD 4	3,935,000	09/30/01	96.04	3,779,174
West Harris County MUD 6	2,895,000	08/31/01	100.00	2,895,000
West Keegans Bayou ID	6,140,000	06/30/01	13.22	811,708
<b>Total Net Overlapping Debt</b>				243,411,974
Alief Independent School District Net Debt				238,818,455
<b>Total Net Direct and Overlapping Debt</b>				\$ 482,230,429
Ratio of Total Direct Overlapping Net Debt to 2000 Assessed Valuation				7.40%
Total Direct and Overlapping Net Debt per Capita - Estimated				\$ 1,820
2000 Assessed Valuation per Capita - Estimated				\$ 24,579

An individual resident of Alief Independent School District resides in only one utility district. Therefore, the ratio of overlapping debt to taxable assessed valuation for an individual is significantly less than that shown above.

Source of data - Financial advisor's records.



**Alief Independent School District**

**Exhibit X**

*Twenty Largest Taxpayers*

*August 31, 2001  
(Unaudited)*

<u>Principal Taxpayers</u>	<u>Type of Property</u>	<u>2000 Assessed Valuation</u>	<u>Percent of Total Assessed Valuation</u>
1) Shell Oil Company	Research & Development	\$ 117,902,360	1.81 %
2) Houston Lighting & Power	Electric Utility	96,665,090	1.48
3) Camden Properties Trust	Real Estate Development	61,849,880	0.95
4) 3150 Briarpark LP	Office Building	58,569,430	0.90
5) Caroline Partners LTD	Office Building	51,973,730	0.80
6) Prentiss PRPTS Acquisition	Office Building	50,276,000	0.77
7) West Oaks LTD	Retail Mall	49,871,360	0.77
8) Southwestern Bell	Telephone Utility	46,134,630	0.71
9) CHCA West Houston LP	Hospital	35,550,000	0.55
10) West 8 Investments LP	Real Estate Development	31,471,180	0.48
11) Texan Petrolite LTD Partnership	Office Building	30,734,070	0.47
12) Credit Tennant Lease 02 LP	Office Building	30,436,500	0.47
13) Alder Properties Assoc. LP	Office Building	30,321,900	0.47
14) Adams Mark	Hotel	29,090,120	0.45
15) Chevron USA Inc.	Petroleum Distribution	28,887,600	0.44
16) Weingarten Realty	Commercial Leasing	28,298,210	0.43
17) 2828 Hayes Road Inc.	Multi-Family	27,494,660	0.42
18) Doung Hai D.	Retail Mall	26,400,000	0.41
19) AP Prescott 5959LP	Office Building	25,255,520	0.39
20) Halliburton Technical Services	Engineering	24,255,520	0.37
		<u>\$ 881,437,760</u>	<u>13.53 %</u>
	Others	<u>5,632,048,581</u>	<u>86.47 %</u>
	Total	<u>\$ 6,513,486,341</u>	<u>100.00 %</u>

Source - Tax assessor/collector's records.

**Alief Independent School District**

**Exhibit XI**

*Expenditures per Average Daily Attendance*

*Last Ten Fiscal Years  
(Unaudited)*

<u>Fiscal Year Ended August 31,</u>	<u>Average Daily Attendance</u>	<u>Expenditures*</u>	<u>Cost Per Average Daily Attendance</u>
1992	27,839	\$ 123,275,812	\$ 4,428
1993	29,384	129,415,437	4,404
1994	30,026	140,465,222	4,678
1995	31,051	153,488,709	4,943
1996	32,541	176,857,861	5,435
1997	34,075	187,476,347	5,502
1998	35,361	202,919,627	5,739
1999	36,415	217,654,738	5,977
2000	37,210	250,289,475	6,726
2001	37,869	259,637,906	6,856

Source of data - District records.

\* Includes expenditures of the District's General and Special Revenue Funds.

**Alief Independent School District**

**Exhibit XII**

*Demographic Data*

*Last Ten Fiscal Years  
(Unaudited)*

<b>Fiscal Year Ended August 31,</b>	<b>Enrollment</b>	<b>Average Daily Attendance</b>	<b>Ratio of Average Daily Attendance to Enrollment</b>	<b>District Employees</b>
1992	31,946	27,839	87.14 %	3,675
1993	32,286	29,384	91.01	3,874
1994	33,544	30,026	89.51	3,667
1995	34,746	31,051	89.37	4,258
1996	36,640	32,541	88.81	4,596
1997	38,103	34,075	89.43	4,655
1998	39,490	35,361	89.54	4,950
1999	40,831	36,415	89.18	5,267
2000	42,035	37,210	88.52	5,193
2001	42,370	37,869	89.38	5,523

Source - Various departments within the District.

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**Alief Independent School District**

**Exhibit XIII**

*Assessed and Estimated Actual Property Values  
and Construction within the District*

*Last Ten Fiscal Years  
(Unaudited)*

<b>Fiscal Year Ended August 31,</b>	<b>Total Assessed and Estimated Valuation</b>	<b>New Construction</b>
1992	\$ 4,975,534,378	\$ 56,350,000
1993	4,855,492,170	63,850,250
1994	4,804,766,360	65,400,150
1995	4,795,770,000	71,422,830
1996	4,867,948,900	122,817,240
1997	4,899,985,996	150,435,440
1998	4,949,899,382	173,970,030
1999	5,250,099,971	117,988,925
2000	5,834,470,712	359,233,738
2001	6,513,486,341	387,431,130

Source - Tax assessor/collector.

## Alief Independent School District

### *Miscellaneous Statistical Data*

*August 31, 2001*

*(Unaudited)*

<u>School</u>	<u>Year Constructed</u>	<u>Student Capacity</u>
Alief Hastings High School	1973, 1975, 1978, 1990, 1992	3,800
Alief Elsie High School	1981, 1983, 1985	3,800
Taylor High School	2001	2,800
Kerr High School	1994	1,000
Hastings Ninth Grade Center	1998	1,800
Elsik Ninth Grade Center	1998	1,800
Alief Middle School	1968-1970, 1982-1983	1,600
Olle Middle School	1974	1,250
Killough Middle School	1976-1977	1,500
Holub Middle School	1981	1,400
Albright Middle School	1983	1,400
O'Donnell Middle School	1993	1,500
High School Annex	1987	1,200
Alief Learning Center	1994	800
Cynthia B Youens Elementary	1965-1967, 1985-1989	923
Sylvester B. Boone Elementary	1969, 1982, 1990	935
A.J. Martin Elementary	1970, 1982	925
Velma Glass Chambers Elementary	1971, 1990	1,073
Douglas Smith Elementary	1972, 1990	1,135
Viola Mahanay Elementary	1973, 1992	860
Kennedy Elementary	1975	1,000
Chancellor Elementary	1977, 1992	1,070
Liestman Elementary	1978	965
Petrosky Elementary	1979	965
Heflin Elementary	1981	810
Cummings Elementary	1983	825
Alexander Elementary	1984	940
Rees Elementary	1984	940
Hearne Elementary	1987	995
Landis Elementary	1989	1,050
Ruth Conner Sneed Elementary	1990	1,050
Betty Roberts Best Elementary	1991	1,050
Outley Elementary	1994	830

Source - District records.

<u>School</u>	<u>Year Constructed</u>	<u>Student Capacity</u>
Hicks Elementary	1996	1,028
Audrey Judy Bush Elementary	1997	1,100
Margaret Collins Elementary	1999	1,000
Owens Intermediate	1994	1,050
Klantzman Intermediate	1995	1,050
Youndblood Intermediate	1996	1,028
Helen De Los Santos Mata Intermediate	1999	1,000
Judith Miller Intermediate	2000	1,100
Individual Study Center	1985	100

Date of Formation	March 28, 1917
Form of Government	Political Subdivision - State of Texas
Area - Square Miles	36.6
Population - Estimated	265,000
Average Daily Attendance	37,869
Total Student Capacity	52,447

Accreditation: Texas Education Agency and Southern Association of Colleges and Schools.

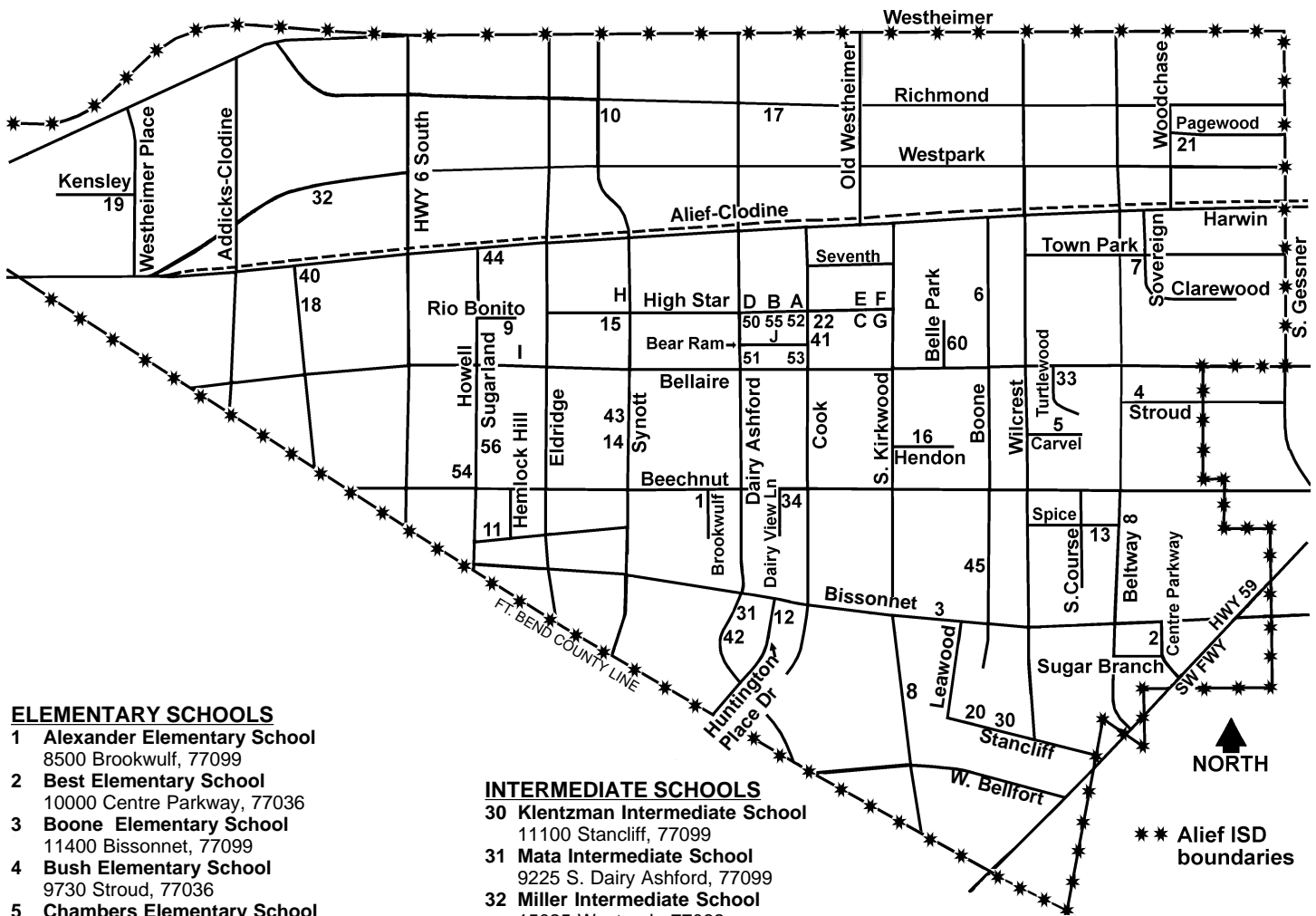
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# ALIEF INDEPENDENT SCHOOL DISTRICT

Updated 10/01

(all street addresses below are in Houston, Texas)



## ELEMENTARY SCHOOLS

- 1 Alexander Elementary School  
8500 Brookwulf, 77099
- 2 Best Elementary School  
10000 Centre Parkway, 77036
- 3 Boone Elementary School  
11400 Bissonnet, 77099
- 4 Bush Elementary School  
9730 Stroud, 77036
- 5 Chambers Elementary School  
10700 Carvel, 77072
- 6 Chancellor Elementary School  
4350 Boone Road, 77072
- 7 Collins Elementary School  
9829 Town Park Drive, 77036
- 8 Cummings Elementary School  
10455 S. Kirkwood, 77099
- 9 Hearne Elementary School  
13939 Rio Bonito, 77083
- 10 Heflin Elementary School  
3303 Synott, 77082
- 11 Hicks Elementary School  
8520 Hemlock Hill Dr., 77083
- 12 Kennedy Elementary School  
10200 Huntington Place Dr., 77099
- 13 Landis Elementary School  
10255 Spice Lane, 77072
- 14 Liestman Elementary School  
7610 Synott, 77083
- 15 Mahanay Elementary School  
13215 High Star, 77083
- 16 Martin Elementary School  
11718 Hendon, 77072
- 17 Outley Elementary School  
12355 Richmond, 77082
- 18 Petrosky Elementary School  
6703 Winkleman, 77083
- 19 Rees Elementary School  
16305 Kensley, 77082
- 20 Smith Elementary School  
11300 Stancliff, 77099
- 21 Sneed Elementary School  
9855 Pagewood, 77042
- 22 Youens Elementary School  
12141 High Star, 77072

## INTERMEDIATE SCHOOLS

- 30 Klentzman Intermediate School  
11100 Stancliff, 77099
- 31 Mata Intermediate School  
9225 S. Dairy Ashford, 77099
- 32 Miller Intermediate School  
15025 Westpark, 77082
- 33 Owens Intermediate School  
6900 Turtlewood Dr., 77072
- 34 Youngblood Intermediate School  
8410 Dairy View Ln., 77072

## MIDDLE SCHOOLS

- 40 Albright Middle School  
6315 Winkleman, 77083
- 41 Alief Middle School  
4415 Cook Road, 77072
- 42 Holub Middle School  
9515 S. Dairy Ashford, 77099
- 43 Killough Middle School  
7600 Synott, 77083
- 44 O'Donnell Middle School  
14041 Alief Clodine, 77082
- 45 Olle Middle School  
9200 Boone Road, 77099

## HIGH SCHOOLS

- 50 Elsie High School  
12601 High Star, 77072
- 51 Elsie Ninth Grade Center  
6767 S. Dairy Ashford, 77072
- 52 Hastings High School  
4410 Cook Road, 77072
- 53 Hastings Ninth Grade Center  
6750 Cook Road, 77072
- 54 Kerr High School  
8150 Howell Sugar Land Rd., 77083
- 55 High School Annex  
Located between Hastings & Elsie High Schools on High Star
- 56 Taylor High School  
7555 Howell Sugarland 77083

## ALIEF LEARNING CENTER

- 60 Alief Learning Center  
4427 Belle Park, 77072

## SUPPORT FACILITIES

- A Administration Building  
12302 High Star, 77072
- B Crump Stadium & Athletic Facilities  
12400 High Star, 77072
- C Maintenance Dept.  
12135 High Star, 77072
- D Ness Natatorium  
12400 High Star, 77072
- E Printing Services/Warehouse  
12101 7th Street, 77072
- F Purchasing  
12102 High Star, 77072
- G Tax Office/MIS/Police Dept.  
12135 1/2 High Star, 77072
- H Transportation  
6150 Synott, 77083
- I Alief Support Facility  
14051 Bellaire Blvd., 77083
- J Instructional Support Services  
Bear/Ram Road  
(between Cook & Dairy Ashford)

