



**A Report on
2019-20 Rating
Iola ISD**

**Based on Fiscal Year 2018-2019
Presented at Public Hearing
September 21, 2020**



- The state's financial accountability rating system for school districts.
- District submits certain financial data to TEA including annual financial review.
- TEA assigns financial accountability rating to each district.
- Notice and Public Hearing



PURPOSE

- Ensure that school districts will be held accountable for the quality of their financial management practices.
- Achieve improved performance in the management of their financial resources.



TIMELINES

August 2019

- Close 2018-2019 Budget

November 2019

- 2018-2019 Financial Audit presented to School Board

November 2019

- 2018-2019 Financial Audit filed with TEA

August 2020

- 2019-2020 FIRST rating received (based on 2018-2019 data)

September 2020

- 2019-2020 FIRST rating advertised and Public Hearing



REQUIREMENTS

- Published newspaper notice- September 9th
- FIRST reports and Conflict of Interest Disclosures on IOLA ISD website under “Business and Finance” tab (Departments)



DISTRICT RATINGS

- Based on 15 indictators
- There are **FIVE** critical indicators that can result in automatic failure



CRITICAL INDICATOR 1

Was the complete annual financial report (AFR) and data submitted to the TEA within 30 days of the January 28 deadline depending on the school district's fiscal year end date of August 31?

YES – January 9, 2019



CRITICAL INDICATOR 2A

Was there an unmodified opinion in the AFR on the financial statement as a whole? (The American Institute of Certified Public Accountants (AICPA) defines unmodified opinion. The external independent auditor determines if there was an unmodified opinion.)

YES

Axley & Rode— November 19, 2019



CRITICAL INDICATOR 2B

Did the external independent auditor report that the AFR was free of any instance(s) of materials weaknesses in internal controls over financial reporting and compliance for local, state and federal funds?

YES

Axley & Rode – November 19, 2019



CRITICAL INDICATOR 3/4

Was the school district in compliance with the payment of terms of all debt agreements at fiscal year end?

YES

Did the school district make timely payments to the Texas Teacher Retirement System, Texas Workforce Commission, Internal Revenue Service, and other government agencies?

YES



CRITICAL INDICATOR 5

Was the total unrestricted net asset balance in the governmental activities column in the Statement of Net Assets greater than zero? (If the school district's change of students in membership over 5 years was 10% or more, then the school district passes this indicator.)

YES



INDICATORS 6-15

Last Year:

IOL A ISD scored a 94 On ALL remaining indicators.

IOLA ISD lost points on Indicator 6.

This Year:

IOL A ISD scored a 100 On ALL remaining indicators

<https://tealprod.tea.state.tx.us/First/forms/District.aspx?year=2018&district=093903>



INDICATOR 6

2019-2020 RATINGS BASED ON 2018-2019 SCHOOL YEAR DATA INDICATOR TEST 6

Name:	IOLA ISD (093903)
Indicator:	Was the number of days of cash on hand and current investments in the general fund for the school district sufficient to cover operating expenditures (excluding facilities acquisition and construction)? (See ranges below.)
Result/Points	10
Last Updated:	3/30/2020 1:23:10 PM

FORMULA

Field	Value
(
(
Cash and Equivalents	1,414,559
+	
Current Investments	0
)	
/	
(
Total Expenditures	4,525,751
-	
Facilities Acquisition and Construction	0
)	
*	
365	
Mathematical Breakdown: 114.0836	

RESULT DETERMINATION REFERENCE

DETERMINATION OF POINTS					
10	8	6	4	2	0
>=90	<90 >=75	<74 >=60	<60 >=45	<45 >=30	<30



RATING

IOLA ISD scored a 100

IOLA ISD RATING

A for Superior



OTHER DISCLOSURES

- Superintendent's Current Contract
- Reimbursements Received by Superintendent & Board Members in Fiscal Year 2019
- Outside Compensation Received by Superintendent in Fiscal Year 2019
- Gifts Received by Superintendent & Board Members in Fiscal Year 2019
- Business Transactions between District & Board Members for Fiscal year 2019



Disclosure 1

Superintendent's Contract Posted Online (Our District – Superintendent)



Disclosure 2

2. Reimbursements Received by the Superintendent and Board Members for Fiscal Year 2019

For the Twelve-month Period Ended August 31, 2019	Superintendent	Board Member	Board Member	Board Member	Board Member	Board Member	Board Member	Board Member
Description of Reimbursements	Scott Martindale	Jason Gooch	Mike McDougald	Tammy Harvey	Jody "Red" Evans	Luke Bradicich	Scot Nevill	Carolyn Mallett
Meals	\$	\$	\$	\$	\$	\$	\$	\$
Lodging								
Transportation	\$2,428							
Motor Fuel								
Other								
Total	\$ 2,428	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00

Note – The spirit of the rule is to capture all “reimbursements” for fiscal year 2019, regardless of the manner of payment, including direct pay, credit card, cash, and purchase order. Reimbursements to be reported per category include:

Meals – Meals consumed off of the school district’s premises, and in-district meals at area restaurants (excludes catered meals for board meetings).

Lodging - Hotel charges.

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

Motor fuel – Gasoline.

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



Disclosure 3

3. Outside Compensation and/or Fees Received by the Superintendent for Professional Consulting and/or Other Personal Services in Fiscal Year 2019

For the Twelve-Month Period Ended August 31, 2019	
Name(s) of Entity(ies)	Scott Martindale
	\$0.00
Total	\$0.00

Note – Compensation does not include business revenues from the superintendent's livestock or agricultural-based activities on a ranch or farm. Report gross amount received (do not deduct business expenses from gross revenues). Revenues generated from a family business that have no relationship to school district business are not to be disclosed.



Disclosure 4

4. Gifts Received by the Executive Officer(s) and Board Members (and First Degree Relatives, if any) in Fiscal Year 2019

For the Twelve-Month Period Ended August 31, 2019	Scott Martindale	Jason Gooch	Mike McDougald	Tammy Harvey	Jody "Red" Evans	Luke Bradicich	Scot Nevill	Carolyn Mallett
	Superintendent	Board Member	Board Member	Board Member	Board Member	Board Member	Board Member	Board Member
Summary Amounts	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00

Note – An executive officer is defined as the superintendent, unless the board of trustees or the district administration names additional staff under this classification. Gifts received by first degree relatives, if any, will be reported under the applicable school official.



Disclosure 5

5. Business Transactions Between School District and Board Members for Fiscal Year 2019



For the Twelve-Month Period Ended August 31, 2019	Jason Gooch	Mike McDougald	Tammy Harvey	Jody "Red" Evans	Luke Bradicich	Scot Nevill	Carolyn Mallett
	Board Member	Board Member	Board Member	Board Member	Board Member	Board Member	Board Member
Summary Amounts	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00

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



**A Report on
2019-20 Rating
Iola ISD**

Based on Fiscal Year 2018-2019

Presented at Public Hearing

September 21, 2020

Questions/Comments



CHANGES COMING...

2020-2021 Rating year (2019-2020 Data)

- Increase to 20 Indicators
 - ADA Projections
 - Variance in PEIMS data
 - Checks for compliance with grants, contracts and laws related to local, state or federal funds