



Anthony I.S.D. 2018 Financial Integrity Rating System of Texas (*FIRST*)

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Purpose

The state's school financial accountability rating system, known as the School Financial Integrity Rating System of Texas (FIRST), ensures that Texas public schools are held accountable for the quality of their financial management practices and that they improve those practices. The system is designed to encourage Texas public schools to better manage their financial resources to provide the maximum allocation possible for direct instructional purposes.

Relevance

- The TEA will take into consideration a district's School FIRST rating when assigning a final accreditation status.
- The 2018 Schools FIRST rating is a district-wide financial report card and covers the 2016-2017 fiscal year ending August 31, 2017.

Possible Ratings

- A = Superior 90-100
- B = Above Standard 80-89
- C = Meets Standard 60-79
- F = Substandard Achievement < 60





AISD
Status: Passed
Rating: A = Superior
Score: 96

Review of 15 Indicators

TEA has issued 15 indicators for the past
three (3) years.

Critical Indicators 1- 5

Pass/Fail *Indicators*

1. The Annual Finance Report was filed on time. 
- 2A. We received an unmodified opinion from the independent auditor. 
- 2B. The Annual Financial Report was free of any instance of material weaknesses, as reported by the independent auditor. 
3. The District was in compliance with the payment terms of all debt agreements. 

Critical Indicators 1- 5, continued

Pass/Fail *indicators*

4. The District made timely payments to governmental agencies. 

5. Unrestricted Fund Balance was greater than zero. 

AISD Balance \$1,671,980

Solvency Indicators 6 - 12

6. The number of days of cash on hand and current investments in the general fund were sufficient to cover operating expenditures.

AISD 133.2 days = 10 points
90 days or greater provided max points

7. The ratio of current assets to current liabilities was sufficient to cover short-term debt.

AISD 6.28 = 10 points
3.0 or greater provided max points

8. The ratio of long-term liabilities to total assets was sufficient to support long-term solvency.

AISD 0.3155 = 10 points
0.6 or less provided max points

Solvency Indicators 6 – 12, continued

9. *General fund revenues exceeded expenditures, or the number of days of cash on hand was greater/equal to 60 days.*

AISSD Revenues exceeded Expenditures by \$469,162 and days were 133.2 = 10 points

10. *The debt service coverage ratio was sufficient to meet the required debt service.*

***AISSD 2.37 = 10 points
1.2 or greater provided max points***

Solvency Indicator 11

The administrative cost ratio was 17.51% based on Average Daily Attendance (ADA) of 813.23.

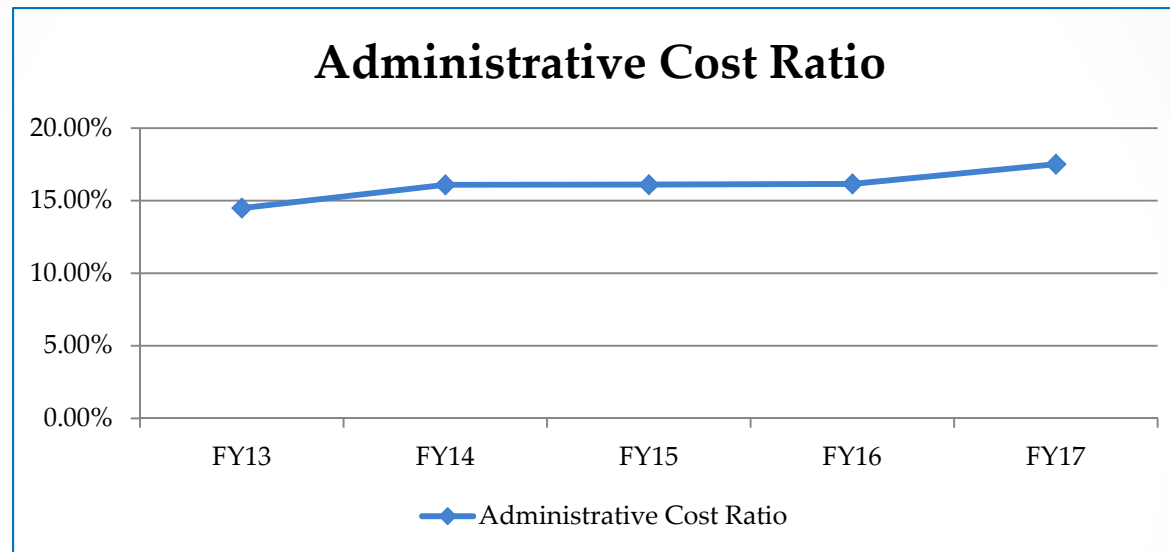
ADA Size	10	8	6	4	2	0
10,000 and Above	<= 0.0855	> 0.0855 <= 0.1105	> 0.1105 <= 0.1355	> 0.1355 <= 0.1605	> 0.1605 <= 0.1855	> 0.1855
5,000 to 9,999	<= 0.1000	> 0.1000 <= 0.1250	> 0.1250 <= 0.1500	> 0.1500 <= 0.1750	> 0.1750 <= 0.2000	> 0.2000
1,000 to 4,999	<= 0.1151	> 0.1151 <= 0.1401	> 0.1401 <= 0.1651	> 0.1651 <= 0.1901	> 0.1901 <= 0.2151	> 0.2151
500 to 999	<= 0.1311	> 0.1311 <= 0.1561	> 0.1561 <= 0.1811	> 0.1811 <= 0.2061	> 0.2061 <= 0.2311	> 0.2311
Less than 500	<= 0.2404	> 0.2404 <= 0.2654	> 0.2654 <= 0.2904	> 0.2904 <= 0.3154	> 0.3154 <= 0.3404	> 0.3404
Sparse	<= 0.3364	> 0.3364 <= 0.3614	> 0.3614 <= 0.3864	> 0.3864 <= 0.4114	> 0.4114 <= 0.4364	> 0.4364

Anthony ISD was awarded 6 out of 10 points.

A ratio equal to or less than 13.11% would have provided the maximum points.

Administrative Cost Ratio


Five Year Trend



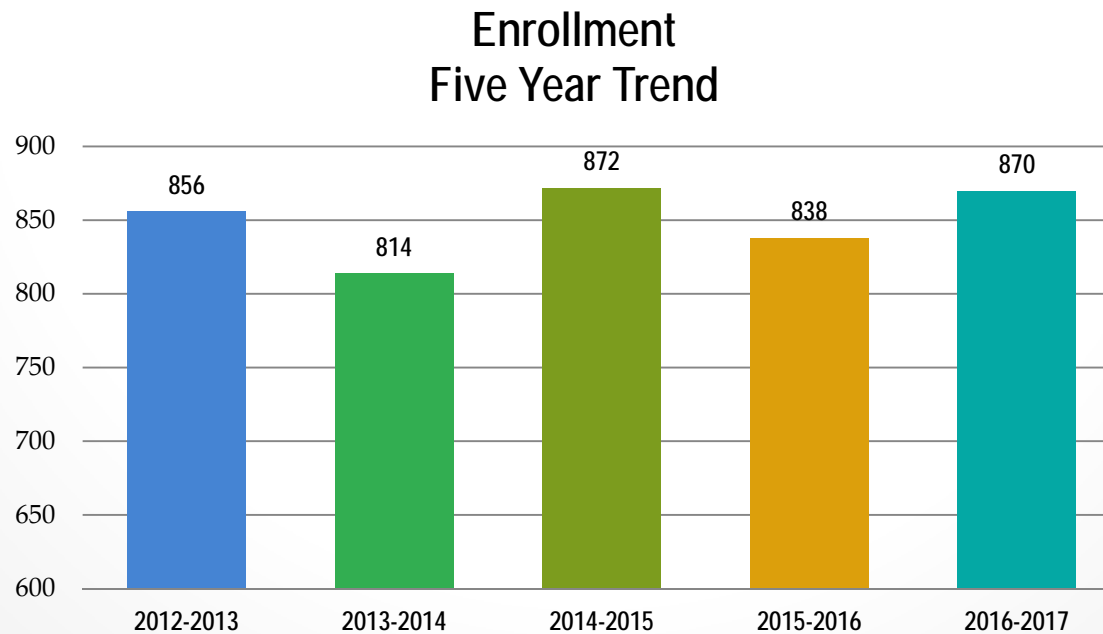
Expenditures	FY13	FY14	FY15	FY16	FY17
FX 21 AND 41	573,002	679,850	697,091	701,983	742,741
FX 11, 12, 13, 31	3,956,165	4,224,229	4,329,575	4,346,003	4,242,761
Administrative Cost Ratio	14.48%	16.09%	16.10%	16.15%	17.51%

Solvency Indicator 12

Students to Staff Ratio

12. The ratio of students to staff was acceptable at 6.8. Enrollment decreased by two (2) in a three (3) year change, however the percent change was greater than the threshold. 


*AISD Enrollment Decreased by 2 students
Over a 3 year period (FY2017 over FY2015)*



Financial Competence Indicators 13 - 15

13. *The PEIMS data was accurately reflected in the Annual Financial Report.* 

14. *The Annual Financial Report was free of any instance of material noncompliance for grants, contracts, and laws related to local, state, or federal funds, as indicated by the independent auditor.* 

15. *The District did not receive an adjusted repayment schedule (from TEA) for an over allocation of Foundation School Program funds as a result of a financial hardship.* 

Conclusion

A “No” answer to critical indicators 1, 2.A, 3, 4, or 5 would have provided an automatic rating of F for Substandard Achievement regardless of points.

The Schools FIRST accountability system makes sure that Districts are held responsible not only for student learning, but also for achieving these results effectively and efficiently.

We feel that reaching the goal of “Pass” with a Superior (A) rating is significant, especially considering the complexity of School finance.