

RULE 15c2-12 FILING COVER SHEET

This cover sheet is sent with all submissions to the Municipal Securities Rulemaking Board (the Nationally Recognized Municipal Securities Information Repository) and any applicable State Information Depository pursuant to Securities and Exchange Commission (SEC) Rule 15c2-12 or any analogous state statute.

Issuer Name: Keller Independent School District

Issue(s):

| | |
|----------------|---|
| \$ 59,539,931 | Unlimited Tax School Building and Refunding Bonds, Series 1996A |
| \$ 29,698,013 | Unlimited Tax School Building and Refunding Bonds, Series 1997A |
| \$ 30,190,000 | Unlimited Tax School Building and Refunding Bonds, Series 1999 |
| \$ 117,068,480 | Unlimited Tax School Building and Refunding Bonds, Series 2001 |
| \$ 7,184,997 | Unlimited Tax Refunding Bonds, Series 2002 |
| \$ 98,339,961 | Unlimited Tax Refunding, Series 2005 |
| \$ 117,165,000 | Unlimited Tax School Building and Refunding Bonds, Series 2005 |
| \$ 89,844,973 | Unlimited Tax Refunding Bonds, Series 2006 |
| \$ 64,749,980 | Unlimited Tax Refunding Bonds, Series 2006A |
| \$ 136,470,000 | Unlimited Tax School Building Bonds, Series 2007 |
| \$ 11,119,999 | Unlimited Tax Refunding Bonds, Series 2009 |
| \$ 142,299,951 | Unlimited Tax School Building Bonds, Series 2009 |
| \$ 22,419,992 | Unlimited Tax Refunding Bonds, Series 2009A |
| \$ 8,389,999 | Unlimited Tax Refunding Bonds, Series 2010 |
| \$ 9,445,000 | Unlimited Tax Refunding Bonds, Series 2011 |
| \$ 2,710,000 | Unlimited Tax Refunding Bonds, Series 2012 |
| \$ 4,339,998 | Unlimited Tax Refunding Bonds, Series 2012-A |

Filing Format electronic ___ paper; If available on the Internet, give URL: _____

CUSIP Numbers to which the information filed relates (optional):

Nine-digit number(s) (see following page(s)):

___ Six-digit number if information filed relates to all securities of the issuer

* * *

Financial & Operating Data Disclosure Information

X Annual Financial Report or CAFR

X Financial Information & Operating Data

___ Other (describe)

X Fiscal Period Covered: FYE 2012

___ Monthly ___ Quarterly X Annual ___ Other:

* * *

I hereby represent that I am authorized by the issuer or its agent to distribute this information publicly:

Signature: /s/ Mark Youngs

Name: Mark Youngs Title: Deputy Superintendent

Employer: Keller Independent School District

Voice Telephone Number: (817) 744-1014

Email Address: mark.youngs@kellerisd.net

DESCRIPTION OF ISSUES COVERED BY THIS REPORT

Unlimited Tax School Building and Refunding Bonds, Series 1996A

| <u>Date</u> | <u>Principal</u> | <u>CUSIP</u> |
|-------------|----------------------|--------------|
| 08/15/13 | \$ 701,389 | 487692 VL6 |
| 08/15/14 | 1,129,313 | 487692 VM4 |
| 08/15/15 | 319,242 | 487692 VN2 |
| 08/15/16 | 650,932 | 487692 VP7 |
| 08/15/17 | 2,496,525 | 487692 VQ5 |
| 08/15/18 | 2,331,113 | 487692 VR3 |
| 08/15/19 | 2,199,401 | 487692 VS1 |
| 08/15/20 | 2,077,655 | 487692 VT9 |
| 08/15/21 | 1,959,071 | 487692 VU6 |
| | <u>\$ 13,864,641</u> | |

Unlimited Tax School Building and Refunding Bonds, Series 1997A

| <u>Date</u> | <u>Principal</u> | <u>CUSIP</u> |
|-------------|---------------------|--------------|
| 08/15/23 | \$ 4,020,000 | 487692 WP6 |
| | <u>\$ 4,020,000</u> | |

Unlimited Tax School Building and Refunding Bonds, Series 1999

| <u>Date</u> | <u>Principal</u> | <u>CUSIP</u> |
|-------------|-------------------|--------------|
| 08/15/13 | \$ 45,000 | 487692 A47 |
| 08/15/14 | 45,000 | 487692 A54 |
| 08/15/15 | 40,000 | 487692 A62 |
| | <u>\$ 130,000</u> | |

Unlimited Tax School Building and Refunding Bonds, Series 2001

| <u>Date</u> | <u>Principal</u> | <u>CUSIP</u> |
|-------------|---------------------|--------------|
| 08/15/13 | \$ 1,436,523 | 487692R80 |
| | <u>\$ 1,436,523</u> | |

Unlimited Tax Refunding Bonds, Series 2002

| <u>Date</u> | <u>Principal</u> | <u>CUSIP</u> |
|-------------|-------------------|--------------|
| 08/15/13 | \$ 315,000 | 487692 V77 |
| | <u>\$ 315,000</u> | |

Unlimited Tax Refunding, Series 2005

| <u>Date</u> | <u>Principal</u> | <u>CUSIP</u> |
|-------------|----------------------|--------------|
| 08/15/13 | \$ 1,979,961 | 487692 X67 |
| 08/15/14 | 8,205,000 | 487692 X75 |
| 08/15/15 | 8,130,000 | 487692 X83 |
| 08/15/16 | 5,080,000 | 487692 X91 |
| 08/15/17 | 5,330,000 | 487692 Y25 |
| 08/15/18 | 5,180,000 | 487692 Y33 |
| 08/15/19 | 60,000 | 487692 Y41 |
| 08/15/20 | 65,000 | 487692 Y58 |
| 08/15/21 | 2,275,000 | 487692 Y66 |
| 08/15/22 | 8,085,000 | 487692 Y74 |
| 08/15/23 | 8,490,000 | 487692 Y82 |
| 08/15/24 | 2,585,000 | 487692 Y90 |
| 08/15/25 | 2,725,000 | 487692 Z24 |
| 08/15/26 | 6,395,000 | 487692 Z40 |
| 08/15/27 | 6,705,000 | 487692 Z57 |
| 08/15/29 | 14,350,000 | 487692 Z73 |
| 08/15/30 | 7,665,000 | 487692 Z81 |
| | <u>\$ 93,304,961</u> | |

Unlimited Tax School Building and Refunding Bonds, Series 2005

| <u>Date</u> | <u>Principal</u> | <u>CUSIP</u> |
|-------------|-----------------------|--------------|
| 08/15/13 | \$ 1,075,000 | 487692 3V5 |
| 08/15/14 | 1,795,000 | 487692 3W3 |
| 08/15/15 | 2,700,000 | 487692 3X1 |
| 08/15/16 | 2,985,000 | 487692 3Y9 |
| 08/15/17 | 3,875,000 | 487692 3Z6 |
| 08/15/18 | 4,130,000 | 487692 4A0 |
| 08/15/19 | 3,625,000 | 487692 4B8 |
| 08/15/20 | 4,165,000 | 487692 4C6 |
| 08/15/21 | 4,480,000 | 487692 4D4 |
| 08/15/22 | 5,080,000 | 487692 4E2 |
| 08/15/23 | 5,705,000 | 487692 4F9 |
| 08/15/24 | 12,620,000 | 487692 4G7 |
| 08/15/25 | 13,675,000 | 487692 4H5 |
| 08/15/26 | 3,920,000 | 487692 4J1 |
| 08/15/27 | 8,380,000 | 487692 4K8 |
| 08/15/28 | 9,230,000 | 487692 4L6 |
| 08/15/30 | 19,125,000 | 487692 4N2 |
| | <u>\$ 106,565,000</u> | |

Unlimited Tax Refunding Bonds, Series 2006

| <u>Date</u> | <u>Principal</u> | <u>CUSIP</u> |
|-------------|----------------------|--------------|
| 08/15/13 | \$ 310,000 | 487692 5Z4 |
| 08/15/14 | 320,000 | 487692 6A8 |
| 08/15/15 | 335,000 | 487692 6B6 |
| 08/15/16 | 350,000 | 487692 6C4 |
| 08/15/17 | 365,000 | 487692 6D2 |
| 08/15/18 | 380,000 | 487692 6E0 |
| 08/15/19 | 1,839,973 | 487692 6F7 |
| 08/15/20 | 5,770,000 | 487692 6G5 |
| 08/15/21 | 4,035,000 | 487692 6H3 |
| 08/15/22 | 7,115,000 | 487692 6J9 |
| 08/15/23 | 7,445,000 | 487692 6K6 |
| 08/15/24 | 8,380,000 | 487692 6L4 |
| 08/15/25 | 8,785,000 | 487692 6M2 |
| 08/15/26 | 9,630,000 | 487692 6N0 |
| 08/15/27 | 8,995,000 | 487692 6P5 |
| 08/15/28 | 5,570,000 | 487692 6Q3 |
| 08/15/29 | 5,850,000 | 487692 6R1 |
| 08/15/31 | 12,575,000 | 487692 6T7 |
| | <u>\$ 88,049,973</u> | |

Unlimited Tax Refunding Bonds, Series 2006A

| <u>Date</u> | <u>Principal</u> | <u>CUSIP</u> |
|-------------|----------------------|--------------|
| 08/15/13 | \$ 4,653 | 487692 7Q2 |
| 08/15/14 | 2,701 | 487692 7R0 |
| 08/15/15 | 1,567 | 487692 7S8 |
| 08/15/16 | 4,330 | 487692 7T6 |
| 08/15/17 | 2,494 | 487692 7U3 |
| 08/15/18 | 880,000 | 487692 7V1 |
| 08/15/19 | 2,145,000 | 487692 7W9 |
| 08/15/20 | 2,235,000 | 487692 7X7 |
| 08/15/21 | 2,320,000 | 487692 7Y5 |
| 08/15/22 | 2,415,000 | 487692 7Z2 |
| 08/15/23 | 2,520,000 | 487692 8A6 |
| 08/15/24 | 2,620,000 | 487692 8B4 |
| 08/15/25 | 2,745,000 | 487692 8C2 |
| 08/15/26 | 3,540,000 | 487692 8D0 |
| 08/15/27 | 4,755,000 | 487692 8E8 |
| 08/15/28 | 8,620,000 | 487692 8F5 |
| 08/15/29 | 9,005,000 | 487692 8G3 |
| 08/15/30 | 9,415,000 | 487692 8J7 |
| 08/15/31 | 10,705,000 | 487692 8J7 |
| | <u>\$ 63,935,744</u> | |

Unlimited Tax School Building Bonds, Series 2007

| <u>Date</u> | <u>Principal</u> | <u>CUSIP</u> |
|-------------|-----------------------|--------------|
| 08/15/14 | \$ 1,425,000 | 487694CP4 |
| 08/15/15 | 2,970,000 | 487694CQ2 |
| 08/15/16 | 2,800,000 | 487694CR0 |
| 08/15/17 | 3,025,000 | 487694CS8 |
| 08/15/18 | 3,595,000 | 487694CT6 |
| 08/15/19 | 3,740,000 | 487694CU3 |
| 08/15/20 | 4,020,000 | 487694CV1 |
| 08/15/21 | 4,660,000 | 487694CW9 |
| 08/15/22 | 4,980,000 | 487694CX7 |
| 08/15/23 | 5,320,000 | 487694CY5 |
| 08/15/24 | 5,795,000 | 487694CZ2 |
| 08/15/25 | 6,175,000 | 487694DA6 |
| 08/15/26 | 6,435,000 | 487694DB4 |
| 08/15/27 | 7,220,000 | 487694DC2 |
| 08/15/28 | 7,680,000 | 487694DD0 |
| 08/15/30 | 17,180,000 | 487694DF5 |
| 08/15/32 | 46,450,000 | 487694DH1 |
| | <u>\$ 133,470,000</u> | |

Unlimited Tax School Building Bonds, Series 2009

| <u>Date</u> | <u>Principal</u> | <u>CUSIP</u> |
|-------------|-----------------------|--------------|
| 02/15/13 | \$ 6,285,000 | 487694DT5 |
| 02/15/14 | 9,240,000 | 487694DU2 |
| 02/15/15 | 64,413 | 487694DV0 |
| 02/15/16 | 16,972 | 487694DW8 |
| 02/15/17 | 8,567 | 487694DX6 |
| 02/15/18 | 2,485,000 | 487694DY4 |
| 02/15/19 | 2,675,000 | 487694DZ1 |
| 02/15/20 | 2,880,000 | 487694EA5 |
| 02/15/21 | 3,120,000 | 487694EB3 |
| 02/15/22 | 3,375,000 | 487694EC1 |
| 02/15/23 | 3,650,000 | 487694ED9 |
| 02/15/24 | 3,935,000 | 487694EE7 |
| 02/15/25 | 4,240,000 | 487694EF4 |
| 02/15/26 | 4,485,000 | 487694EG2 |
| 02/15/27 | 4,815,000 | 487694EH0 |
| 02/15/28 | 5,160,000 | 487694EJ6 |
| 02/15/29 | 5,425,000 | 487694EK3 |
| 02/15/30 | 5,715,000 | 487694EL1 |
| 02/15/31 | 12,880,000 | 487694EM9 |
| 02/15/33 | 27,270,000 | 487694EP2 |
| 02/15/35 | 29,870,000 | 487694ER8 |
| | <u>\$ 137,594,951</u> | |

Unlimited Tax Refunding Bonds, Series 2009

| <u>Date</u> | <u>Principal</u> | <u>CUSIP</u> |
|-------------|----------------------|--------------|
| 02/15/13 | \$ 1,515,000 | 487694EW7 |
| 02/15/14 | 1,970,000 | 487694EX5 |
| 02/15/15 | 1,975,000 | 487694EY3 |
| 02/15/16 | 655,000 | 487694EZ0 |
| 02/15/17 | 680,000 | 487694FA4 |
| 02/15/18 | 535,000 | 487694FB2 |
| 02/15/19 | 555,000 | 487694FC0 |
| 02/15/20 | 580,000 | 487694FD8 |
| 02/15/21 | 605,000 | 487694FE6 |
| 02/15/22 | 630,000 | 487694FF3 |
| 02/15/23 | 660,000 | 487694FG1 |
| | <u>\$ 10,360,000</u> | |

Unlimited Tax Refunding Bonds, Series 2009A

| <u>Date</u> | <u>Principal</u> | <u>CUSIP</u> |
|-------------|----------------------|--------------|
| 08/15/13 | \$ 5,305 | 487694GB1 |
| 08/15/14 | 5,100 | 487694GC9 |
| 08/15/15 | 4,846 | 487694GD7 |
| 08/15/16 | 9,855 | 487694GE5 |
| 08/15/17 | 9,585 | 487694GF2 |
| 08/15/18 | 8,703 | 487694GG0 |
| 08/15/19 | 8,154 | 487694GH8 |
| 08/15/20 | 150,000 | 487694GJ4 |
| 08/15/21 | 155,000 | 487694FM8 |
| 08/15/22 | 160,000 | 487694FN6 |
| 08/15/23 | 170,000 | 487694FP1 |
| 08/15/24 | 1,160,000 | 487694FQ9 |
| 08/15/25 | 1,190,000 | 487694FR7 |
| 08/15/26 | 3,160,000 | 487694FS5 |
| 08/15/27 | 3,360,000 | 487694FT3 |
| 08/15/28 | 3,725,000 | 487694FU0 |
| 08/15/29 | 3,880,000 | 487694FV8 |
| 08/15/30 | 4,050,000 | 487694FW6 |
| 08/15/31 | 1,155,000 | 487694FX4 |
| | <u>\$ 22,366,548</u> | |

Unlimited Tax Refunding Bonds, Series 2010

| <u>Date</u> | <u>Principal</u> | <u>CUSIP</u> |
|-------------|---------------------|--------------|
| 02/15/13 | \$ 140,000 | 487694GW5 |
| 02/15/14 | 230,000 | 487694GX3 |
| 02/15/15 | 180,000 | 487694GY1 |
| 02/15/16 | 245,000 | 487694GZ8 |
| 02/15/17 | 255,000 | 487694HA2 |
| 02/15/18 | 255,000 | 487694HB0 |
| 02/15/19 | 265,000 | 487694HC8 |
| 02/15/20 | 275,000 | 487694HD6 |
| 02/15/21 | 285,000 | 487694GU9 |
| 02/15/22 | 300,000 | 487694GV7 |
| 02/15/23 | 310,000 | 487694GW5 |
| 02/15/24 | 325,000 | 487694GX3 |
| 02/15/25 | 345,000 | 487694GY1 |
| 02/15/26 | 815,000 | 487694GZ8 |
| 02/15/27 | 850,000 | 487694HA2 |
| 02/15/28 | 885,000 | 487694HB0 |
| 02/15/29 | 920,000 | 487694HC8 |
| 02/15/30 | 960,000 | 487694HD6 |
| | <u>\$ 7,840,000</u> | |

Unlimited Tax Refunding Bonds, Series 2011

| <u>Date</u> | <u>Principal</u> | <u>CUSIP</u> |
|-------------|---------------------|--------------|
| 08/15/13 | \$ 335,000 | 487694HJ3 |
| 08/15/14 | 615,000 | 487694HK0 |
| 08/15/15 | 580,000 | 487694HL8 |
| 08/15/16 | 650,000 | 487694HM6 |
| 08/15/17 | 665,000 | 487694HN4 |
| 08/15/18 | 685,000 | 487694HP9 |
| 08/15/19 | 715,000 | 487694HQ7 |
| 08/15/20 | 740,000 | 487694HR5 |
| 08/15/21 | 500,000 | 487694HS3 |
| 08/15/22 | 515,000 | 487694HT1 |
| 08/15/23 | 540,000 | 487694HU8 |
| 08/15/24 | 560,000 | 487694HV6 |
| 08/15/25 | 585,000 | 487694HW4 |
| 08/15/26 | 610,000 | 487694HX2 |
| 08/15/27 | 635,000 | 487694HY0 |
| 08/15/28 | 375,000 | 487694HZ7 |
| | <u>\$ 9,305,000</u> | |

Unlimited Tax Refunding Bonds, Series 2012

| <u>Date</u> | <u>Principal</u> | <u>CUSIP</u> |
|-------------|---------------------|--------------|
| 08/15/28 | \$ 280,000 | 487694JC6 |
| 08/15/29 | 780,000 | 487694JD4 |
| 08/15/30 | 810,000 | 487694JE2 |
| 08/15/31 | 840,000 | 487694JF9 |
| | <u>\$ 2,710,000</u> | |

Unlimited Tax Refunding Bonds, Series 2012-A

| <u>Date</u> | <u>Principal</u> | <u>CUSIP</u> |
|-------------|---------------------|--------------|
| 08/15/16 | \$ 4,988 | 487694JK8 |
| 08/15/21 | 150,000 | 487694JG7 |
| 08/15/25 | 140,000 | 487694JH5 |
| 08/15/26 | 4,045,000 | 487694JJ1 |
| | <u>\$ 4,339,988</u> | |

CONTINUING DISCLOSURE REPORT
FOR THE
FISCAL YEAR ENDED AUGUST 31, 2012

KELLER INDEPENDENT SCHOOL DISTRICT

GENERAL OBLIGATION DEBT



FINANCIAL STATEMENTS

The audited financial statements for the District for the fiscal year ended August 31, 2012 are being separately filed directly with the Nationally Recognized Municipal Securities Information Repository and any applicable State Information Depository, and are hereby incorporated by reference into this Annual Continuing Disclosure Report.

SIGNATURE OF ISSUER

The information set forth herein has been obtained from the District and other sources believed to be reliable, but such information is not guaranteed as to accuracy or completeness and is not to be construed as a promise or guarantee. This Annual Continuing Disclosure Report may contain, in part, estimates and matters of opinion which are not intended as statements of fact, and no representation is made as to the correctness of such estimates and opinions, or that they will be realized. The information and expressions of opinion contained herein are subject to change without notice, and the delivery of this Annual Continuing Disclosure Report will not, under any circumstances, create any implication that there has been no change in the affairs of the District or other matters described.

KELLER INDEPENDENT SCHOOL DISTRICT

/s/ Mark Youngs

Mark Youngs

Deputy Superintendent

Approved for Submission:

01/31/2013

Date

CERTIFICATE OF SUBMISSION OF ANNUAL REPORT

Subject to the continuing disclosure requirements of SEC Rule 15c2-12, this Annual Continuing Disclosure Report for the Keller Independent School District with respect to the issues listed on the report cover was submitted directly to the National Recognized Municipal Securities Information Repository ("NRMSIR") listed below as well as to any applicable State Information Depository ("SID").

NRMSIR

Municipal Securities Rulemaking Board ("MSRB")
via the Electronic Municipal Market Access ("EMMA") system

First Southwest Company

Signed by:

/s/ Adam LanCarte

KELLER INDEPENDENT SCHOOL DISTRICT

TABLE 1 - VALUATION, EXEMPTIONS AND TAX SUPPORTED DEBT

| | | |
|---|-----------------------|--------------------------|
| 2012/2013 Market Valuation Established by Appraisal District (excluding totally exempt property) | | \$ 12,212,069,577 |
| Less Exemptions/Reductions at 100% Market Value | | |
| Homestead Exemption (State Mandated) | \$ 549,910,442 | |
| Freeport Exemption | 7,920,469 | |
| Pollution Control Exemption | 295,252 | |
| Disabled Veterans Exemption | 27,179,210 | |
| Productivity Loss | 179,580,289 | |
| Homestead Exemption (Local Option Over 65) | 45,787,650 | |
| Prorated Exempt Property | 152,749 | |
| Homestead Exemption (State Mandated Over 65) | 46,169,805 | |
| Homestead Exemption (State Mandated Disabled) | 4,362,000 | |
| Solar and Windpowered Exemptions | 1 | |
| Foreign Trade Zone Exemption | 179,525,149 | |
| Community Housing Development Exemption | 166,600 | |
| Total Exemptions | <u>1,041,049,616</u> | <u>\$ 1,041,049,616</u> |
| | | |
| 2012/2013 Taxable Assessed Valuation | | <u>\$ 11,171,019,961</u> |
| | | |
| Debt Payable from Ad Valorem Taxes (as of 12/31/12) | | |
| Unlimited Tax Bonds | <u>\$ 700,087,009</u> | |
| Total | | <u>\$ 700,087,009</u> |
| | | |
| General Obligation Interest and Sinking Fund (as of 12/31/12) | | \$ 41,404,172 |
| | | |
| Ratio General Obligation Tax Debt to Taxable Assessed Valuation | | 6.27% |

2013 Estimated Population - 136,518
Per Capita Taxable Assessed Valuation - \$81,828
Per Capita Debt Payable - \$5,128

TABLE 2 - TAXABLE ASSESSED VALUATIONS BY CATEGORY

| Category | Tax Appraised Value for Fiscal Year Ended August 31, | | | | | |
|--|--|------------|--------------------------|------------|--------------------------|------------|
| | 2013 | | 2012 | | 2011 | |
| | Amount | % of Total | Amount | % of Total | Amount | % of Total |
| Real, Residential, Single-Family | \$ 9,256,742,628 | 75.80% | \$ 9,178,255,191 | 75.17% | \$ 8,967,360,450 | 75.41% |
| Real, Residential, Multi-Family | 442,846,879 | 3.63% | 424,941,331 | 3.48% | 358,240,889 | 3.01% |
| Real, Vacant Lots/Tracts | 252,408,129 | 2.07% | 272,091,517 | 2.23% | 257,016,374 | 2.16% |
| Real, Acreage | 176,493,446 | 1.45% | 193,881,489 | 1.59% | 213,666,648 | 1.80% |
| Real, Farm and Ranch Improvements | 1,179,000 | 0.01% | 1,355,400 | 0.01% | 1,288,770 | 0.01% |
| Real, Commercial and Industrial | 1,316,985,755 | 10.78% | 1,282,855,311 | 10.51% | 1,174,936,658 | 9.88% |
| Real, Oil, Gas, and Mineral Reserves | 15,692,930 | 0.13% | 33,945,660 | 0.28% | 28,833,830 | 0.24% |
| Real & Tangible Personal, Utilities | 117,974,041 | 0.97% | 127,933,891 | 1.05% | 115,274,477 | 0.97% |
| Tangible Personal, Commercial & Industrial | 487,144,039 | 3.99% | 512,842,081 | 4.20% | 553,182,025 | 4.65% |
| Tangible Personal, Other | 18,666,705 | 0.15% | 17,652,004 | 0.14% | 18,296,496 | 0.15% |
| Real & Special Inventory | 125,936,025 | 1.03% | 164,406,445 | 1.35% | 202,946,696 | 1.71% |
| Total Appraised Value Before Exemptions: | \$ 12,212,069,577 | 100.00% | \$ 12,210,160,320 | 100.00% | \$ 11,891,043,313 | 100.00% |
| Adjustment: | - | | - | | - | |
| Less: Total Exemptions/Reductions: | (1,041,049,616) | | (1,009,522,197) | | (1,053,034,313) | |
| Taxable Assessed Value: | <u>\$ 11,171,019,961</u> | | <u>\$ 11,200,638,123</u> | | <u>\$ 10,838,009,000</u> | |
| | | | | | | |
| Category | 2010 | | 2009 | | | |
| | Amount | % of Total | Amount | % of Total | | |
| Real, Residential, Single-Family | \$ 8,446,270,360 | 74.28% | \$ 8,244,435,673 | 75.06% | | |
| Real, Residential, Multi-Family | 337,814,108 | 2.97% | 300,856,689 | 2.74% | | |
| Real, Vacant Lots/Tracts | 274,664,055 | 2.42% | 254,721,835 | 2.32% | | |
| Real, Acreage | 218,257,917 | 1.92% | 249,398,782 | 2.27% | | |
| Real, Farm and Ranch Improvements | 1,348,591 | 0.01% | 1,051,510 | 0.01% | | |
| Real, Commercial and Industrial | 1,296,637,601 | 11.40% | 1,185,306,274 | 10.79% | | |
| Real, Oil, Gas, and Mineral Reserves | 14,544,320 | 0.13% | 13,543,900 | 0.12% | | |
| Real & Tangible Personal, Utilities | 122,545,784 | 1.08% | 134,051,815 | 1.22% | | |
| Tangible Personal, Commercial & Industrial | 415,033,580 | 3.65% | 310,323,883 | 2.83% | | |
| Tangible Personal, Other | 20,470,154 | 0.18% | 19,907,910 | 0.18% | | |
| Real & Special Inventory | 223,005,591 | 1.96% | 270,428,184 | 2.46% | | |
| Total Appraised Value Before Exemptions: | \$ 11,370,592,061 | 100.00% | \$ 10,984,026,455 | 100.00% | | |
| Adjustment: | - | | - | | | |
| Less: Total Exemptions/Reductions: | (851,606,467) | | (771,482,494) | | | |
| Taxable Assessed Value: | <u>\$ 10,518,985,594</u> | | <u>\$ 10,212,543,961</u> | | | |

TABLE 3 - VALUATION AND TAX SUPPORTED DEBT HISTORY

| Fiscal Year Ended 8/31 | Estimated Population ⁽¹⁾ | Taxable Assessed Valuation ⁽²⁾ | Taxable Assessed Valuation Per Capita | Debt Outstanding at End of Year | Ratio of Debt to Taxable Assessed Valuation | Debt Per Capita |
|------------------------|-------------------------------------|---|---------------------------------------|---------------------------------|---|-----------------|
| 2009 | 132,430 | \$ 10,212,543,961 | \$ 77,117 | \$ 735,369,467 | 7.20 % | \$ 5,553 |
| 2010 | 132,705 | 10,518,985,594 | 79,266 | 725,718,459 | 6.90 % | 5,469 |
| 2011 | 136,038 | 10,838,009,000 | 79,669 | 712,856,753 | 6.58 % | 5,240 |
| 2012 | 136,518 | 11,200,638,123 | 82,045 | 700,162,011 | 6.25 % | 5,129 |
| 2013 | 136,518 | 11,171,019,961 | 81,828 | 685,578,167 ⁽³⁾ | 6.14 % | 5,022 |

(1) Source: District Officials.

(2) As reported by the Tarrant County Appraisal District on the District's annual State Property Tax Board Report. Subject to change during the ensuing year.

(3) Projected.

TABLE 4 - TAX RATE, LEVY, AND COLLECTION HISTORY

| Fiscal Year Ended 8/31 | Tax Rate | Local Maintenance | Interest and Sinking Fund | Tax Levy | % Current Collections | % Total Collections |
|------------------------|-------------|-------------------|---------------------------|----------------|-----------------------|-----------------------|
| 2009 | \$ 1.416900 | \$ 1.040000 | \$ 0.376900 | \$ 147,374,611 | 99.06% | 99.85% |
| 2010 | 1.486300 | 1.040000 | 0.446300 | 162,025,597 | 98.93% | 99.49% |
| 2011 | 1.530600 | 1.040000 | 0.490600 | 163,551,452 | 100.22% | 101.02% |
| 2012 | 1.540000 | 1.040000 | 0.500000 | 170,135,313 | 99.41% | 100.73% |
| 2013 | 1.540000 | 1.040000 | 0.500000 | 188,065,871 | 57.78% ⁽¹⁾ | 58.11% ⁽¹⁾ |

(1) Collections as of December 31, 2012.

TABLE 5 - TEN LARGEST TAXPAYERS

| Name of Taxpayer | Nature of Property | 2012/2013 Taxable Assessed Valuation | % of Total Taxable Assessed Valuation |
|-------------------------------------|---------------------|--------------------------------------|---------------------------------------|
| FMR Texas Ltd Partnership | Financial Services | \$ 144,263,970 | 1.29% |
| Kroger Co. | Grocery Store | 99,954,435 | 0.89% |
| Wal-Mart Real Estate Business Trust | Retail | 63,402,694 | 0.57% |
| Alliance Town Center I LP | Retail | 40,436,320 | 0.36% |
| Oncor Electricity Delivery Co LLC | Electric Utility | 38,503,668 | 0.34% |
| Watercolor Partners Lp | Real Estate | 33,000,000 | 0.30% |
| Capri W DTC LP | Land / Improvements | 28,500,000 | 0.26% |
| Inland Western Watauga | Land / Improvements | 27,739,600 | 0.25% |
| Hillwood Monterra LP | Land / Improvements | 27,428,467 | 0.25% |
| SW Fossil Creek Apartment LP | Apartments | 27,294,000 | 0.24% |
| | | <u>\$ 530,523,154</u> | <u>4.75%</u> |

TABLE 6 - TAX ADEQUACY

| | | |
|---|--------------------|--------------|
| | Unlimited Tax Debt | |
| Principal and Interest Requirements, 2013 | | \$58,166,797 |
| \$0.5239 Tax Rate at 99% Collection Produces | | \$58,167,971 |
| Average Annual Principal and Interest Requirements, 2013 - 2035 | | \$52,896,566 |
| \$0.4765 Tax Rate at 99% Collection Produces | | \$52,905,208 |
| Maximum Principal and Interest Requirements, 2030 | | \$62,527,731 |
| \$0.5632 Tax Rate at 99 % Collection Produces | | \$62,531,402 |

TABLE 8 - DEBT SERVICE REQUIREMENTS

| Fiscal Year Ended 8/31 | Outstanding Debt Service (Unlimited) | | | Percent of Principal |
|---------------------------------|--------------------------------------|-----------------------|-------------------------|-------------------------|
| | Principal | Interest | Total | |
| 2013 | \$ 14,508,841 | \$ 43,657,955 | \$ 58,166,797 | 2.07 % |
| 2014 | 25,099,768 | 36,016,255 | 61,116,024 | |
| 2015 | 17,300,068 | 40,859,424 | 58,159,493 | |
| 2016 | 13,452,087 | 41,797,693 | 55,249,780 | |
| 2017 | 16,742,171 | 39,144,203 | 55,886,374 | 12.44 % |
| 2018 | 21,079,817 | 35,353,513 | 56,433,330 | |
| 2019 | 18,477,529 | 38,527,495 | 57,005,024 | |
| 2020 | 23,632,656 | 33,945,802 | 57,578,458 | |
| 2021 | 25,114,071 | 33,047,621 | 58,161,693 | |
| 2022 | 33,410,000 | 25,333,435 | 58,743,435 | 29.83 % |
| 2023 | 35,605,000 | 23,734,649 | 59,339,649 | |
| 2024 | 38,015,000 | 21,995,505 | 60,010,505 | |
| 2025 | 40,500,000 | 20,118,394 | 60,618,394 | |
| 2026 | 43,035,000 | 18,108,393 | 61,143,393 | |
| 2027 | 45,715,000 | 16,094,814 | 61,809,814 | 58.81 % |
| 2028 | 48,545,000 | 13,880,326 | 62,425,326 | |
| 2029 | 50,915,000 | 11,610,343 | 62,525,343 | |
| 2030 | 53,335,000 | 9,192,731 | 62,527,731 | |
| 2031 | 52,400,000 | 6,487,763 | 58,887,763 | |
| 2032 | 39,570,000 | 3,958,106 | 43,528,106 | 93.77 % |
| 2033 | 13,765,000 | 2,004,181 | 15,769,181 | |
| 2034 | 14,525,000 | 1,243,413 | 15,768,413 | |
| 2035 | 15,345,000 | 421,988 | 15,766,988 | 100.00 % |
| | <u>\$ 700,087,009</u> | <u>\$ 516,534,002</u> | <u>\$ 1,216,621,010</u> | |

TABLE 9 - INTEREST AND SINKING FUND BUDGET PROJECTION

| | | | |
|---|----|------------|-------------------|
| Tax Supported Debt Service Requirements, Fiscal Year Ending 8/31/2013 | | \$ | 58,166,797 |
| Interest and Sinking Fund Balance, Fiscal Year Ending 8/31/2012 | \$ | 3,892,876 | |
| Budgeted Interest And Sinking Fund Tax Levy | | 55,494,208 | |
| State Instructional Facilities Allotment | | 45,000 | |
| State Existing Debt Allotment | | 10,000 | |
| Interest Income | | 50,000 | |
| Delinquent Taxes | | 550,000 | |
| Total Projections: | | <u>\$</u> | <u>60,042,084</u> |
| Estimated Balance, Fiscal Year Ending 8/31/2013 | | <u>\$</u> | <u>1,875,287</u> |

TABLE 10 - AUTHORIZED BUT UNISSUED BONDS

As of December 31, 2012, the District has no authorized but unissued bonds.

TABLE 11 - OTHER OBLIGATIONS

The District has also entered into operating leases for office equipment which expire in September 2017. There were no expenditures under these leases for the year ended August 31, 2012. The District's financial commitment under these leases for the fiscal year ending August 31, 2013 is \$605,579. The financial commitment for each of the four remaining years under the agreement is \$606,061.

On January 28, 2011, the District entered into an agreement with Dell Marketing L.P. for managed technology services. The contract was entered into for a period of five years beginning January 28, 2011 and ending January 28, 2016, with the option to renew for five additional years. The remaining financial commitment at August 31, 2012 under this agreement was \$611,532. The financial commitment for each of the three remaining years under the agreement is \$1,834,596.

TABLE 12 - CHANGE IN NET ASSETS

| | Fiscal Years Ended August 31, | | | | |
|--|-------------------------------|-----------------------|------------------------|------------------------|-----------------------|
| | 2012 | 2011 | 2010 | 2009 | 2008 |
| Program Revenues: | | | | | |
| Charges for Services | \$ 18,068,929 | \$ 18,942,250 | \$ 17,627,529 | \$ 16,658,169 | \$ 15,888,800 |
| General Revenues | | | | | |
| Operating Grants and Contributions | 24,161,384 | 31,969,236 | 22,629,116 | 13,532,702 | 14,532,569 |
| Property Taxes | 170,418,927 | 164,484,171 | 162,550,338 | 148,035,177 | 129,419,121 |
| State Aid - Formula | - | 92,872,674 | 78,839,121 | 78,938,143 | 75,667,541 |
| Investment Earnings | 436,411 | 364,742 | 583,181 | 4,110,151 | 10,047,879 |
| Other | 4,400,916 | 686,139 | 1,706,719 | 211,636 | 4,247,899 |
| State Grants and Contracts | 88,208,113 | - | 4,686,451 | 4,685,515 | - |
| Total Revenues: | \$ 305,694,680 | \$ 309,319,212 | \$ 288,622,455 | \$ 266,171,493 | \$ 249,803,809 |
| Expenditures: | | | | | |
| Instruction | \$ 149,547,022 | \$ 159,641,776 | \$ 160,197,180 | \$ 147,615,180 | \$ 130,853,347 |
| Instructional Resources and Media Services | 3,506,194 | 3,743,225 | 3,261,124 | 4,548,868 | 3,791,403 |
| Curriculum Development and Instructional Staff Development | 2,754,701 | 2,889,302 | 3,497,953 | 3,490,394 | 3,245,795 |
| Instructional Leadership | 2,091,486 | 2,269,740 | 2,310,199 | 2,459,408 | 2,392,807 |
| School Leadership | 14,317,804 | 14,478,924 | 13,594,932 | 13,325,500 | 12,661,163 |
| Guidance, Counseling and Evaluation Services | 10,056,213 | 10,101,315 | 9,129,293 | 8,822,213 | 7,815,695 |
| Social Work Services | 156,066 | 279,278 | 262,992 | 283,831 | 2,151,943 |
| Health Services | 3,099,151 | 2,458,895 | 2,252,365 | 2,110,792 | - |
| Student (Pupil) Transportation | 5,448,661 | 6,808,740 | 6,222,185 | 6,035,224 | 5,105,905 |
| Food Services | 12,085,660 | 10,974,335 | 10,538,803 | 10,407,692 | 9,713,959 |
| Cocurricular/Extracurricular Activities | 7,985,415 | 8,771,031 | 8,057,423 | 7,298,740 | 6,643,550 |
| General Administration | 8,082,486 | 5,584,569 | 5,837,704 | 6,271,204 | 4,988,376 |
| Plant Maintenance and Operations | 18,625,453 | 14,671,718 | 21,065,268 | 18,653,300 | 22,487,313 |
| Security and Monitoring Services | 1,299,191 | 1,675,711 | 1,468,225 | 1,154,381 | 756,555 |
| Data Processing Services | 5,227,588 | 4,380,257 | 3,379,340 | 3,639,516 | 4,053,626 |
| Community Services | 1,541,352 | 1,075,017 | 1,086,051 | 801,894 | 472,403 |
| Debt Service | - | - | - | - | - |
| Interest on Long-term Debt | 33,103,972 | 41,249,450 | 39,427,642 | 33,941,817 | 31,874,578 |
| Bond Issuance Costs and Fees | - | - | - | 596,348 | 283,613 |
| Facilities Acquisition and Construction | - | - | - | - | 3,466,383 |
| Payments to Juvenile Justice Alternative Education Programs | 2,375 | - | - | 5,500 | - |
| Payments to Tax Increment Fund | 1,732,427 | 1,750,904 | 1,925,666 | 1,831,416 | 1,097,395 |
| Other Non-Operating Expense | - | - | - | - | - |
| Other Activities | 3,410,020 | 3,329,680 | 3,945,201 | 3,811,277 | - |
| Total Expenditures: | \$ 284,073,237 | \$ 296,133,867 | \$ 297,459,546 | \$ 277,104,495 | \$ 253,855,809 |
| Excess (Deficiency) Before Other Resources, Uses, and Transfers: | \$ 21,621,443 | \$ 13,185,345 | (\$ 8,837,091) | (\$ 10,933,002) | (\$ 4,052,000) |
| Other Resources (Uses): | - | - | - | - | - |
| Transfers In (Out): | - | - | - | - | - |
| Increase (Decrease) in Net Assets: | \$ 21,621,443 | \$ 13,185,345 | (\$ 8,837,091) | (\$ 10,933,002) | (\$ 4,052,000) |
| Special Items--Prior Period Adjustment | - | - | - | - | - |
| Beginning Net Assets | (7,633,788) | (20,819,133) | (11,982,042) | (1,049,040) | 3,002,960 |
| Ending Net Assets | \$ 13,987,655 | (\$ 7,633,788) | (\$ 20,819,133) | (\$ 11,982,042) | (\$ 1,049,040) |

KELLER INDEPENDENT SCHOOL DISTRICT

TABLE 12A - GENERAL FUND REVENUES AND EXPENDITURE HISTORY

| | Fiscal Years Ended August 31, | | | | |
|--|-------------------------------|----------------------|----------------------|----------------------|----------------------|
| Revenues: | 2012 | 2011 | 2010 | 2009 | 2008 |
| State Program Revenues | \$94,683,993 | \$101,741,928 | \$86,473,461 | \$84,944,885 | \$82,621,118 |
| Federal Program Revenues | 346,711 | 223,961 | 238,831 | 244,835 | 33,815 |
| Local and Intermediate Sources | 122,477,457 | 115,342,108 | 117,182,293 | 111,660,630 | 104,365,640 |
| Total Revenues: | \$217,508,161 | \$217,307,997 | \$203,894,585 | \$196,850,350 | \$187,020,573 |
| Expenditures: | | | | | |
| Instruction and Instructional-Related Services | \$126,365,380 | \$128,064,785 | \$123,702,054 | \$126,250,534 | \$114,161,157 |
| Curriculum Development and Instructional Staff Development | 1,744,637 | 2,239,102 | 2,531,915 | 2,575,473 | - |
| Instructional Leadership | 1,749,503 | 2,090,475 | 2,146,478 | 2,241,409 | 19,756,651 |
| School Leadership | 12,474,734 | 13,103,572 | 12,551,986 | 12,491,650 | - |
| Guidance, Counseling and Evaluation Services | 7,365,218 | 8,014,923 | 7,422,910 | 7,606,710 | 27,126,523 |
| Social Work Services | 155,656 | 278,615 | 263,532 | 268,954 | 469,717 |
| Health Services | 2,282,194 | 2,257,066 | 2,105,862 | 1,999,486 | - |
| Student (Pupil) Transportation | 5,327,277 | 6,722,015 | 6,128,309 | 5,719,227 | 19,525,015 |
| Cocurricular/Extracurricular Activities | 5,853,416 | 6,689,486 | 6,182,009 | 5,600,981 | - |
| General Administration | 5,019,367 | 5,382,277 | 5,168,217 | 5,607,324 | 5,006,260 |
| Plant Maintenance and Operations | 17,671,549 | 19,274,555 | 18,752,294 | 18,104,422 | - |
| Security and Monitoring Services | 1,046,033 | 1,449,958 | 1,128,207 | 912,507 | - |
| Data Processing Services | 4,588,417 | 3,675,083 | 1,852,169 | 2,331,712 | - |
| Community Services | 562,344 | 700,459 | 740,922 | 666,164 | - |
| Debt Service | - | - | - | - | - |
| Facilities Acquisition and Construction | 1,316,799 | 472,775 | 1,525,798 | 125,546 | 239,748 |
| Intergovernmental Charges | 3,412,395 | 3,329,680 | 3,945,201 | 3,816,777 | 1,097,395 |
| Payments to Tax Increment Fund | 1,732,427 | 1,750,904 | 1,925,666 | 1,831,416 | - |
| Total Expenditures: | \$198,667,346 | \$205,495,730 | \$198,073,529 | \$198,150,292 | \$187,382,466 |
| Excess (Deficiency) of Revenues Over Expenditures: | \$18,840,815 | \$11,812,267 | \$5,821,056 | (\$1,299,942) | (\$361,893) |
| Other Resources and (Uses): | - | - | - | - | 490,727 |
| Excess (Deficiency) of Revenue and Other Resources Over Expenditures and Other Uses: | 18,840,815 | 11,812,267 | 5,821,056 | (1,299,942) | 128,834 |
| Beginning Fund Balance: | 64,139,134 | 52,326,867 | 46,505,811 | 47,805,753 | 47,676,919 |
| Adjustments/Reclassification to Fund Balance: | - | - | - | - | - |
| Ending Fund Balance: | \$82,979,949 | \$64,139,134 | \$52,326,867 | \$46,505,811 | \$47,805,753 |

TABLE 13 - GENERAL OPERATING FUND COMPARATIVE BALANCE SHEET

| | Fiscal Years Ended August 31, | | | | |
|---|-------------------------------|----------------------|----------------------|----------------------|----------------------|
| | 2012 | 2011 | 2010 | 2009 | 2008 |
| <u>Assets</u> | | | | | |
| Accrued Interest | \$ - | \$ - | \$ - | \$ - | \$ - |
| Cash and Temporary Investments | 87,159,741 | 71,841,014 | 60,018,157 | 58,992,100 | 42,153,280 |
| Property Taxes - Delinquent | 1,964,017 | 2,345,238 | 2,361,633 | 1,932,666 | 1,804,393 |
| Allowance for Uncollectible Taxes | (491,004) | (593,250) | (590,408) | (483,166) | (451,098) |
| Due from Other Governments | 60,205 | 42,321 | 151,003 | 535,586 | 8,027,735 |
| Due from Other Funds | 2,926,838 | 2,688,446 | 889,534 | 698,889 | 385,174 |
| Other Receivables | 286,962 | 366,486 | 179,186 | 103,594 | 28,291 |
| Inventories | 191,105 | 204,784 | 229,879 | 187,963 | 184,859 |
| Deferred Expenditures | 316,172 | 149,822 | 233,105 | 67,178 | 28,672 |
| Total Assets: | \$ 92,414,036 | \$ 77,044,861 | \$ 63,472,089 | \$ 62,034,810 | \$ 52,161,306 |
| <u>Liabilities</u> | | | | | |
| Accounts Payable | 2,528,367 | 2,513,210 | 1,923,902 | 1,610,837 | 2,453,600 |
| Payroll Deductions and Withholdings | 624,508 | 1,233,746 | 461,975 | 372,513 | 81,998 |
| Accrued Wages Payable | 799,514 | 345,004 | 326,701 | 642,914 | 319,498 |
| Due to Other Funds | 463,150 | 232,559 | 298,679 | 373,504 | 124,210 |
| Due to Other Governments | 40 | 1,388 | 916 | 50,936 | - |
| Deferred Revenue | 4,949,875 | 8,305,887 | 7,713,551 | 12,413,887 | 1,353,294 |
| Accrued Expenditures | 68,633 | 273,933 | 419,498 | 64,408 | 22,953 |
| Total Liabilities: | \$ 9,434,087 | \$ 12,905,727 | \$ 11,145,222 | \$ 15,528,999 | \$ 4,355,553 |
| <u>Fund Balance</u> | | | | | |
| Other Purposes | 45,184,888 | 2,135,000 | 1,505,000 | 1,345,000 | 1,265,000 |
| Deferred Expenditures | 316,172 | 273,933 | - | - | - |
| Unreserved, Designated for Other Purposes | - | 39,821,169 | 17,500,000 | 7,176,911 | 7,858,000 |
| Investments in Inventory | 191,105 | 204,784 | 229,879 | 187,963 | 184,859 |
| Retirement of Long-Term Debt | - | - | - | - | - |
| Outstanding Encumbrances | - | - | - | - | - |
| Unreserved, Undesignated Fund Balance | - | - | - | - | 38,497,894 |
| Unreserved, Reported in General Fund | 37,287,784 | 21,704,248 | 33,091,988 | 37,795,937 | - |
| Unreserved, Designated for Student Transportation | - | - | - | - | - |
| Total Fund Balance: | \$ 82,979,949 | \$ 64,139,134 | \$ 52,326,867 | \$ 46,505,811 | \$ 47,805,753 |
| Total Liabilities and Fund Equity | \$ 92,414,036 | \$ 77,044,861 | \$ 63,472,089 | \$ 62,034,810 | \$ 52,161,306 |

TABLE 14 - CURRENT INVESTMENTS

As of December 31, 2012, funds were invested as follows:

| Description | % | MarketValue | BookValue |
|-------------|---------|----------------|----------------|
| LOGIC | 78.58% | \$ 169,630,654 | \$ 169,630,654 |
| TexPool | 1.22% | 2,636,314 | 2,636,314 |
| TexSTAR | 1.68% | 3,623,970 | 3,623,970 |
| Agencies | 9.22% | 19,895,146 | 19,895,146 |
| Treasuries | 9.30% | 20,083,128 | 20,083,128 |
| Total | 100.00% | \$ 215,869,212 | \$ 215,869,212 |