

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: Mathis Independent School District

Issue(s):

\$ 9,584,999 Unlimited Tax School Building and Refunding Bonds, Series 2007
\$ 8,145,000 Unlimited Tax School Building and Refunding Bonds, Series 2010

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

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

X 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 2015

___ 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/ Benny Hernandez

Name: Benny Hernandez Title: Superintendent

Employer: Mathis Independent School District

Voice Telephone Number: (361) 547-3378

Email Address: bhernandez@mathisisd.org

DESCRIPTION OF ISSUES COVERED BY THIS REPORT

Unlimited Tax School Building and Refunding Bonds, Series 2007

<u>Date</u>	<u>Principal</u>	<u>CUSIP</u>
08/15/16	\$ 165,000	576777 DT0
08/15/16	169,999	576777 ER3
08/15/17	595,000	576777 DU7
08/15/18	630,000	576777 DV5
08/15/19	650,000	576777 DW3
08/15/20	675,000	576777 DX1
08/15/21	700,000	576777 DY9
08/15/24	675,000	576777 EB8
08/15/26	490,000	576777 ED4
08/15/30	1,125,000	576777 EH5
08/15/37	2,530,000	576777 EQ5
	<u>\$ 8,404,999</u>	

Unlimited Tax School Building and Refunding Bonds, Series 2010

<u>Date</u>	<u>Principal</u>	<u>CUSIP</u>
08/15/16	\$ 145,000	576777 FN1
08/15/17	145,000	576777 FP6
08/15/18	150,000	576777 FQ4
08/15/19	155,000	576777 FR2
08/15/20	325,000	576777 FT8
08/15/23	355,000	576777 FV3
08/15/25	390,000	576777 FX9
08/15/27	420,000	576777 FZ4
08/15/30	695,000	576777 GC4
08/15/35	1,340,000	576777 GD2
08/15/40	1,630,000	576777 GE0
	<u>\$ 5,750,000</u>	

CONTINUING DISCLOSURE REPORT
FOR THE
FISCAL YEAR ENDED AUGUST 31, 2015

MATHIS INDEPENDENT SCHOOL DISTRICT

GENERAL OBLIGATION DEBT



FSC Continuing Disclosure Services
A Division of Hilltop Securities.

FINANCIAL STATEMENTS

The audited financial statements for the District for the fiscal year ended August 31, 2015 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.

MATHIS INDEPENDENT SCHOOL DISTRICT

/s/ Benny Hernandez

Benny Hernandez

Superintendent

Approved for Submission:

02/22/2016

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 Mathis 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

FSC Continuing Disclosure Services, A Division of Hilltop Securities Inc.

Signed by:

/s/ Dan Turbenson

MATHIS INDEPENDENT SCHOOL DISTRICT 2016 GENERAL OBLIGATION DEBT REPORT

TABLE 1 – VALUATION, EXEMPTIONS AND TAX SUPPORTED DEBT

2015/16 Market Valuation Established by Bee, Live Oak, and San Patricio County Appraisal Districts (excluding totally exempt property)		\$ 704,549,750
Less Exemptions/Reductions at 100% Market Value:		
Residential Homestead Exemption (Local Option)	\$ 43,213,515	
Over 65	7,035,643	
Disabled Veterans	1,805,184	
Disabled Persons	952,905	
Productivity Loss	224,032,867	
10% Residential Cap Loss	8,386,751	
Other	<u>38,887,898</u>	<u>324,314,763</u>
2015/16 Taxable Assessed Valuation		<u>\$ 380,234,987</u>
Debt Payable from Ad Valorem Taxes as of 12/31/2015		\$ 14,154,999
Less: Instructional Facilities Allotment/Existing Debt Allotment ⁽¹⁾		<u>4,871,726</u>
Net Debt Payable from Ad Valorem Taxes		\$ 9,283,273
Interest and Sinking Fund as of 12/31/2015		\$ 1,014,972
Ratio Tax-Supported Debt to Taxable Assessed Valuation		3.72%

2016 Estimated Population - 7,992
Per Capita Taxable Assessed Valuation - \$47,577
Per Capita Debt Payable from Ad Valorem Taxes - \$1,771

(1) Excludes approximately \$4,871,726 or 34.42% of the currently outstanding unlimited tax bonds (as shown in detail in footnote 3 of Table 3) which are supported by the Texas Education Agency's Instructional Facilities Allotment and Existing Debt Allotment Programs, as provided by Chapter 46, as amended, Texas Education Code.

TABLE 2 – TAXABLE ASSESSED VALUATION BY CATEGORY

Category	Taxable Appraised Value for Fiscal Year Ended August 31,					
	2016		2015		2014	
	Amount	% of Total	Amount	% of Total	Amount	% of Total
Real, Residential, Single-Family	\$ 210,094,253	29.82%	\$ 195,700,516	32.68%	\$ 192,512,277	33.91%
Real, Residential, Multi-Family	1,828,528	0.26%	1,827,940	0.31%	1,796,582	0.32%
Real, Vacant Lots/Tracts	11,760,184	1.67%	10,543,078	1.76%	10,531,636	1.86%
Real, Rural	256,541,338	36.41%	179,755,667	30.02%	165,737,695	29.20%
Real, Farm or Ranch Improvement	33,055,363	4.69%	31,088,543	5.19%	31,386,156	5.53%
Real, Commercial	41,165,508	5.84%	29,131,255	4.86%	28,570,752	5.03%
Real, Industrial	775,713	0.11%	740,612	0.12%	732,806	0.13%
Real, Oil, Gas and Other Mineral Reserves	2,755,951	0.39%	4,154,963	0.69%	3,895,348	0.69%
Real and Tangible Personal, Utilities	40,980,317	5.82%	39,252,602	6.55%	39,180,640	6.90%
Tangible Personal, Commercial	20,837,402	2.96%	17,258,270	2.88%	18,494,893	3.26%
Tangible Personal, Industrial	52,187,180	7.41%	64,669,680	10.80%	50,251,300	8.85%
Tangible Personal, Other	7,212,197	1.02%	6,984,600	1.17%	-	0.00%
Tangible Personal, Mobile Homes	445,905	0.06%	161,202	0.03%	7,558,661	1.33%
Real Property Inventory	42,000	0.01%	66,000	0.01%	161,202	0.03%
Special Property	1,720,415	0.24%	1,082,987	0.18%	1,045,758	0.18%
Exempt	23,097,620	3.28%	16,451,357	2.75%	15,807,527	2.78%
Unidentified Category	49,876	0.01%	-	0.00%	-	0.00%
Total Appraised Value Before Exemptions	\$ 704,549,750	100.00%	\$ 598,869,272	100.00%	\$ 567,663,233	100.00%
Less: Total Exemptions/Reductions	324,314,763		215,974,379		213,949,966	
Adjustments	-		(17,745,107)		(6,134,201)	
Taxable Assessed Value	<u>\$ 380,234,987</u>		<u>\$ 365,149,786</u>		<u>\$ 347,579,066</u>	

Category	Taxable Appraised Value for Fiscal Year Ended August 31,			
	2013		2012	
	Amount	% of Total	Amount	% of Total
Real, Residential, Single-Family	\$ 181,115,917	43.06%	\$ 172,340,338	47.87%
Real, Residential, Multi-Family	2,309,729	0.55%	1,915,343	0.53%
Real, Vacant Lots/Tracts	10,281,628	2.44%	9,052,333	2.51%
Real, Rural	107,801,606	25.63%	91,557,124	25.43%
Real, Farm or Ranch Improvement	23,373,338	5.56%	21,187,144	5.88%
Real, Commercial	26,889,650	6.39%	25,152,892	6.99%
Real, Industrial	732,146	0.17%	681,617	0.19%
Real, Oil, Gas and Other Mineral Reserves	2,445,919	0.58%	906,340	0.25%
Real and Tangible Personal, Utilities	24,997,200	5.94%	17,621,747	4.89%
Tangible Personal, Commercial	14,335,507	3.41%	9,967,079	2.77%
Tangible Personal, Industrial	17,990,593	4.28%	2,147,690	0.60%
Tangible Personal, Other	-	0.00%	-	0.00%
Tangible Personal, Mobile Homes	7,471,946	1.78%	6,172,260	1.71%
Real Property Inventory	-	0.00%	676,592	0.19%
Special Property	886,307	0.21%	632,900	0.18%
Exempt	750	0.00%	9,655	0.00%
Total Appraised Value Before Exemptions	\$ 420,632,236	100.00%	\$ 360,021,054	100.00%
Less: Total Exemptions/Reductions	133,290,662		113,046,246	
Adjustments	(10,219,449)		(231,865,405)	
Taxable Assessed Value	<u>\$ 277,122,125</u>		<u>\$ 241,201,895</u>	

TABLE 3 – VALUATION AND TAX SUPPORTED HISTORY

Fiscal Year Ended 8/31	Estimated Population ⁽¹⁾	Taxable Assessed Valuation ⁽²⁾	Taxable Assessed Valuation Per Capita	Net Tax Supported Debt Outstanding at End of Year	Ratio of Net Tax Supported Debt to Taxable Assessed Valuation	Net Tax Supported Debt Per Capita
2012	8,551	\$ 241,201,895	\$ 28,207	\$ 7,633,763	3.16%	\$ 893
2013	8,038	277,122,125	34,477	7,442,073	2.69%	926
2014	8,153	347,579,066	42,632	7,868,039	2.26%	965
2015	8,279	365,149,786	44,106	9,382,500	2.57%	1,133
2016	7,992	380,234,987	47,577	8,968,475 ⁽³⁾	2.36% ⁽³⁾	1,122 ⁽³⁾

(1) Source: The Municipal Advisory Council of Texas.

(2) Source: District Comprehensive Annual Financial Reports for years ending 2012 through 2015, and the Bee, Live Oak and San Patricio County Appraisal Districts' Certified Totals for the Tax Year 2015, subject to change during the ensuing year.

(3) Excludes approximately \$4,706,525 or 34.42% of the currently outstanding unlimited tax bonds (as shown below) which are supported by the Texas Education Agency's Instructional Facilities Allotment and Existing Debt Allotment Programs, as provided by Chapter 46, as amended, Texas Education Code.

Series	Principal		State Portion	District Portion
2007	\$ 8,070,000	34.42%	\$2,777,452	\$ 5,292,548
2010	5,605,000	34.42%	\$1,929,073	3,675,927
Total	<u>\$ 13,675,000</u>		<u>\$4,706,525</u>	<u>\$ 8,968,475</u>

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
2012	\$ 1.4250	\$ 1.1700	\$ 0.2550	\$ 3,437,127	90.55%	97.30%
2013	1.3478	1.1314	0.2164	3,735,052	91.43%	97.38%
2014	1.3748	1.1700	0.2048	4,778,517	96.10%	97.70%
2015	1.4040	1.1700	0.2340	5,126,703	91.60%	96.94%
2016	1.4030	1.1700	0.2330	5,334,697 ⁽¹⁾	31.09% ⁽²⁾	34.92% ⁽²⁾

(1) Calculated.

(2) Collections as of December 31, 2015

TABLE 5 – TEN LARGEST TAXPAYERS⁽¹⁾

Name of Taxpayer	Nature of Property	2015/16	% of Total
		Taxable Assessed Valuation	Taxable Assessed Valuation
Trican Well Services	Well Services	\$ 44,715,710	11.76 %
AEP Texas Central Company	Electric Utility	10,098,658	2.66 %
Union Pacific Railroad Company	Railroad	9,413,582	2.48 %
Nustar Logistics LP	Oil & Gas	5,461,279	1.44 %
Arrowhead Eagle Ford Pipeline	Pipeline	4,633,620	1.22 %
Ullah Investments Inc	Financial Services	3,775,092	0.99 %
EP Energy Resale Compand LLC	Energy	2,622,840	0.69 %
Enterprise FM Trust	Automotive Rentals	2,522,634	0.66 %
Alexander Mathew & Andrea	Real Estate	2,460,370	0.65 %
Automotive Rentals Inc	Rentals	2,272,317	0.60 %
		<u>\$ 87,976,102</u>	<u>23.14 %</u>

(1) Includes Bee, Live Oak and San Patricio Counties.

TABLE 6 – TAX ADEQUACY

2015/2016 Principal and Interest Requirements	\$ 1,322,315
Less: Existing Debt Allotment (EDA)	4,892
Less: Instructional Facilities Allotment (IFA)	344,504
Less: Transfer from Debt Service Fund	113,550
Net General Obligation Principal and Interest Requirements	<u>\$ 859,369</u>
 \$0.2330 Interest & Sinking Fund Tax Levy at 97% Collections Produces	 <u>\$ 859,369</u>

TABLE 8 – DEBT SERVICE REQUIREMENTS

Fiscal Year Ending 8/31	Outstanding General Obligation Debt Service			% of Principal Retired
	Principal	Interest	Total	
2016	\$ 479,999	\$ 842,316	\$ 1,322,315	
2017	740,000	581,165	1,321,165	
2018	780,000	548,515	1,328,515	
2019	805,000	518,500	1,323,500	
2020	835,000	487,200	1,322,200	25.72%
2021	865,000	451,988	1,316,988	
2022	390,000	415,513	805,513	
2023	405,000	398,769	803,769	
2024	425,000	381,388	806,388	
2025	440,000	363,144	803,144	43.55%
2026	455,000	344,244	799,244	
2027	480,000	325,731	805,731	
2028	500,000	305,736	805,736	
2029	515,000	286,318	801,318	
2030	540,000	266,300	806,300	61.14%
2031	555,000	245,300	800,300	
2032	580,000	220,000	800,000	
2033	615,000	193,550	808,550	
2034	640,000	165,500	805,500	
2035	670,000	136,300	806,300	82.76%
2036	695,000	105,700	800,700	
2037	730,000	73,950	803,950	
2038	325,000	40,600	365,600	
2039	340,000	27,600	367,600	
2040	350,000	14,000	364,000	100.00%
	<u>\$ 14,154,999</u>	<u>\$ 7,739,325</u>	<u>\$ 21,894,324</u>	

TABLE 9 – INTEREST AND SINKING FUND BUDGET PROJECTION

Tax Supported Debt Service Requirements, Fiscal Year Ending 8/31/2016		\$ 1,322,315
Interest and Sinking Fund, 8/31/2015	\$ 708,952	
\$0.2330 Interest & Sinking Fund Tax Levy at 97% Collections Produces	859,369	
Estimated Instructional Facilities Allotment/Existing Debt Allotment	<u>349,396</u>	<u>\$ 1,917,717</u>
Estimated Balance, 8/31/2016		<u><u>\$ 595,402</u></u>

TABLE 10 – AUTHORIZED BUT UNISSUED BONDS

As of December 31, 2015, the District has no authorized but unissued bonds.

TABLE 11 – OTHER OBLIGATIONS

Commitments under capitalized lease agreements for facilities and equipment provide for minimum future lease payments from the General Fund as of August 31, 2015 as follows:

Year Ending August 31:	
2016	\$ 62,795
2017	62,795
2018	<u>62,795</u>
Total Minimum Rentals	188,385
Less amount representing interest	<u>(10,969)</u>
Present value of future minimum lease payments	<u><u>\$ 177,416</u></u>

TABLE 12 – CHANGES IN NET ASSETS

	Fiscal Years Ended August 31,				
	2015	2014	2013	2012	2011
<u>Program Revenues:</u>					
Charges for Services	\$ 464,632	\$ 476,493	\$ 644,322	\$ 572,075	\$ 536,227
Operating Grants & Contributions	5,876,521	6,892,014	7,182,528	9,173,572	9,064,542
Property Taxes	5,266,914	4,844,263	3,852,441	3,519,555	3,633,590
State Aid - Formula	10,394,939	10,810,591	10,488,721	9,837,350	10,262,323
Investment Earnings	33,948	31,710	74,033	93,827	145,475
Other	310,263	466,467	219,493	-	212,023
Total Revenues	<u>\$ 22,347,217</u>	<u>\$ 23,521,538</u>	<u>\$ 22,461,538</u>	<u>\$ 23,196,379</u>	<u>\$ 23,854,180</u>
<u>Expenses:</u>					
Instruction	\$ 11,368,757	\$ 11,319,028	\$ 11,262,267	\$ 12,450,960	\$ 11,513,807
Instructional Resources & Media Services	375,950	361,453	272,195	286,642	335,365
Curriculum & Staff Development	609,575	643,743	717,581	749,022	616,423
Instructional Leadership	2,091	2,103	21,843	41,244	3,600
School Leadership	900,287	994,955	733,718	656,011	736,710
Guidance, Counseling & Evaluation Services	438,458	513,840	405,712	424,437	541,922
Social Work Services	118,857	130,646	109,271	105,051	126,148
Health Services	146,455	134,437	166,033	81,637	70,436
Student Transportation	570,089	697,736	691,929	647,925	613,736
Food Services	1,393,538	1,300,565	1,195,663	1,095,426	1,168,136
Curricular/Extracurricular Activities	896,743	833,913	719,334	704,882	727,637
General Administration	1,327,172	1,272,966	1,131,302	1,004,521	1,053,703
Plant Maintenance & Operations	2,562,599	2,494,367	2,353,919	2,274,718	2,324,459
Security & Monitoring Services	99,880	113,760	92,152	82,338	63,295
Data Processing Services	217,618	240,262	228,595	158,376	144,287
Community Services	73,960	92,314	80,215	182,203	104,433
Interest on Long-Term Debt	701,290	721,355	754,858	756,127	735,438
Bond Issuance Costs and Fees	2,298	1,754	5,136	2,952	1,451
Capital Outlay	-	76,457	21,680	34,600	378
Payments Related to Shared Service Agreement	38,303	41,458	36,659	37,238	42,725
Other Intergovernmental Charges	78,778	78,117	52,612	51,765	67,036
Total Expenses	<u>\$ 21,922,698</u>	<u>\$ 22,065,229</u>	<u>\$ 21,052,674</u>	<u>\$ 21,828,075</u>	<u>\$ 20,991,125</u>
Increase (Decrease) in Net Assets	\$ 424,519	\$ 1,456,309	\$ 1,408,864	\$ 1,368,304	\$ 2,863,055
Beginning Net Assets	22,486,917 ⁽¹⁾	23,139,103 ⁽¹⁾	22,108,722 ⁽¹⁾	20,653,124	17,790,069 ⁽¹⁾
Prior Period Adjustment	-	-	-	-	-
Ending Net Assets	<u>\$ 22,911,436</u>	<u>\$ 24,595,412</u>	<u>\$ 23,517,586</u>	<u>\$ 22,021,428</u>	<u>\$ 20,653,124</u>

(1) Restated.

TABLE 12 A – GENERAL FUND REVENUE AND EXPENDITURE HISTORY

	Fiscal Years Ended August 31,				
	2015	2014	2013	2012	2011
Revenues:					
Local and Intermediate Sources	\$ 4,862,771	\$ 4,650,213	\$ 3,800,715	\$ 3,184,497	\$ 3,380,288
State Sources	11,015,591	11,426,472	10,909,471	10,273,720	10,704,168
Federal Sources	1,657,469	1,458,931	1,553,980	1,386,187	231,725
Total Revenues	<u>\$17,535,831</u>	<u>\$17,535,616</u>	<u>\$16,264,166</u>	<u>\$14,844,404</u>	<u>\$14,316,181</u>
Expenditures:					
Instruction	\$ 7,580,320	\$ 7,009,719	\$ 6,979,427	\$ 5,794,518	\$ 5,912,317
Instruction Resources and Media Services	354,461	259,806	222,800	232,477	118,488
Curriculum and Staff Development	287,679	296,977	291,003	205,571	47,691
Instructional Leadership	-	-	21,000	36,473	-
School Leadership	841,759	934,793	680,245	593,014	562,373
Guidance Counseling & Evaluation Services	404,156	475,849	373,867	376,057	408,232
Social Work Services	8,538	4,083	9,188	1,604	-
Health Services	138,955	126,913	72,514	68,716	62,410
Student Transportation	424,586	858,913	572,874	538,864	740,877
Food Services	1,346,625	1,208,014	1,134,635	1,050,115	-
Co-Curricular/Extracurricular Activities	850,382	787,243	713,666	698,422	723,624
General Administration	1,094,061	1,041,423	938,566	805,821	854,052
Plant Maintenance and Operations	2,460,014	2,372,410	2,265,095	2,181,404	2,201,767
Security and Monitoring Services	99,880	113,760	92,152	82,338	63,295
Data Processing Services	204,084	226,816	214,426	142,225	134,255
Community Services	61,757	67,265	69,940	79,845	41,783
Debt Service - Principal on long-term debt	184,637	204,071	120,499	161,817	130,554
Debt Service - Interest on long-term debt	89,808	93,636	92,447	72,158	65,093
Bond Issuance Costs and Fees	538	-	-	2,652	1
Capital Outlay	986,552	143,832	630,395	504,568	716,177
Payments to Fiscal Agent/Member Dist. - SSA	38,303	41,458	36,659	37,238	42,725
Other Intergovernmental Charges	78,778	78,117	52,612	51,765	67,036
Total Expenditures	<u>\$17,535,873</u>	<u>\$16,345,098</u>	<u>\$15,584,010</u>	<u>\$13,717,662</u>	<u>\$12,892,750</u>
Excess (Deficiency)	\$ (42)	\$ 1,190,518	\$ 680,156	\$ 1,126,742	\$ 1,423,431
Other Resources					
Other Uses	-	294,522	-	(272,900)	224,938
Excess (Deficiency) of					
Revenues Over Expenditures	\$ (42)	\$ 1,485,040	\$ 680,156	\$ 853,842	\$ 1,648,369
Beginning Fund Balance	8,149,551 ⁽¹⁾	6,540,365	5,860,209	5,006,366 ⁽¹⁾	3,102,847
Increase (Decrease) in Fund Balance	-	-	-	-	-
Ending Fund Balance on August 31	<u>\$ 8,149,509</u>	<u>\$ 8,025,405</u>	<u>\$ 6,540,365</u>	<u>\$ 5,860,208</u>	<u>\$ 4,751,216</u>

(1) Restated.

TABLE 13 – CURRENT INVESTMENTS

As of August 31, 2015, the District’s funds were invested as follows:

<u>Type of Investment</u>	<u>Fair Market Value</u>	<u>Percent of Portfolio</u>
Tex Pool	\$ 1,100,386	100.00%
Total	<u>\$ 1,100,386</u>	<u>100.00%</u>