



**Credit  
Rating  
Agency**

A NRSRO Rating\*

# Arlington Higher Education HR BBB+ (G)

Education Revenue Bonds Series 2014A

Trinity Basin Preparatory, Inc.

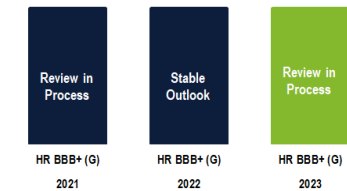
Corporates  
December 18, 2023

## Rating

Bonds Series 2014A HR BBB+ (G)

Review in Process

### Credit Rating Evolution



Source: HR Ratings.

## HR Ratings modified the Stable Outlook to Review in Process for the Education Revenue Bonds Series 2014A issued by Trinity Basin Preparatory

The modification from Stable Outlook to Review in Process for the Education Revenue Bond Series 2014A issued by Trinity Basin Preparatory (or the School) is due to HR Ratings not having received the School's Fiscal Year (FY) 2023 audited financial statements, which historically have been completed in October. However, it is important to note that the delay in providing audited financial information has already occurred in 2021. In addition, the Texas Education Agency (TEA) has not published Trinity's Accountability Overview<sup>1</sup> for the academic year 2022-2023. The last one published was an overall grade of "B" for the 2021-2022 academic year.

HR Ratings will follow up on this process once the financial statements are issued, as the rating action is based on the annual audited financial information, which is currently delayed. For more detail of the credit rating and its evolution, we recommend reading this and the previous reports available at our website <https://www.hrratings.com>

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## Issuer Description

Trinity Basin Preparatory is a non-profit organization that operates open-enrollment schools at seven locations in Dallas and Fort Worth, Texas; operating under the laws of the State pursuant to a charter that became effective on October 1, 1998 and has been renewed through July 31, 2033<sup>2</sup>.

The School has been in operation for 22 years, offering education to predominantly lower income students from pre-kindergarten three (PK3) through 8th grade. As of September 2023, the School has an enrollment of 6,639 students (4,210 students for the 2021/2022 school year) with a total capacity of 7,838.

<sup>1</sup> This score measures how much students are learning in each grade level and whether they are prepared for the next grade or not. It also shows how well a school or district is preparing its students for after high school. The rating scale is: A (90-100), B (80-89), C (70-79) and Not Rated (0-69).

<sup>2</sup> Each renewal has been for ten years (2003, 2013 and 2023).



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## HR Ratings Management Contacts

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The rating assigned by HR Ratings LLC to the entity, issuer and/or issue is based upon the analysis performed under a base case and stress case scenario, in accordance with the following methodology(ies) established by the rating agency:

Charter Schools Credit Risk Evaluation, February 13, 2015  
General Methodological Criteria, January 2023

For more information with respect to this (these) methodology(ies), please consult the website:

<https://www.hrratings.com/methodology/>

#### Complementary information

Previous Rating	Bonds Series 2014A: HR BBB+ (G)   Stable Outlook
Date of the last Rating Action	Bonds Series 2014A: December 21, 2022
Period of the financial information used by HR Ratings for the assignment of the current rating	FY2009 through FY22 and projections through 2023-2027
Main sources of information used, including third parties	Audited Information provided by Trinity Basin Preparatory and Texas Education Agency.
Ratings assigned by other rating agencies that were used by HR Ratings (if so)	N/A
HR Ratings considered at the moment of assigning or reviewing the rating, the existence of mechanisms designed to align the incentives between the originator, servicer and guarantor and the possible buyers of the rated instrument (where it applies)	N/A

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