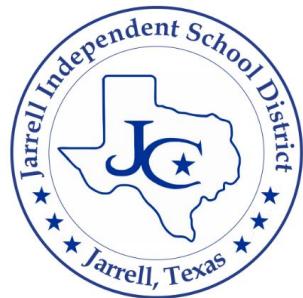


# Annual Financial Audit

## 2024-2025



**Robert Navarro**  
**Chief Financial Officer**  
Regular Board Meeting  
January 21, 2026

# Our Audit Engagement

- Responsibilities under generally accepted auditing standards.
  - Financial statements are management's responsibility.
  - Our responsibility is to plan and perform the audit to provide reasonable assurance the financial statements are free of material misstatements and fairly presented.
  - Also, express an opinion on the District's compliance with requirements applicable to its major federal award programs.

# Our Audit Engagement

- Our audit provides us with a reasonable basis for our opinion...

*In our opinion, the financial statements present fairly, in all material respects, the respective financial position.....of Jarrell ISD as of June 30, 2025, and the respective changes in financial position for the year then ended in conformity with accounting principles generally accepted in the United States of America.*

# Impacts of GASB 68 and 75

- The unrestricted net position of the District is a deficit of \$9.9 million.
- Results from recognition of TRS pension liability of \$11.1 million.
- Results from recognition of TRS-Care other post-employment benefits (OPEB) liability of \$8.5 million.
- Does not affect general fund balance.

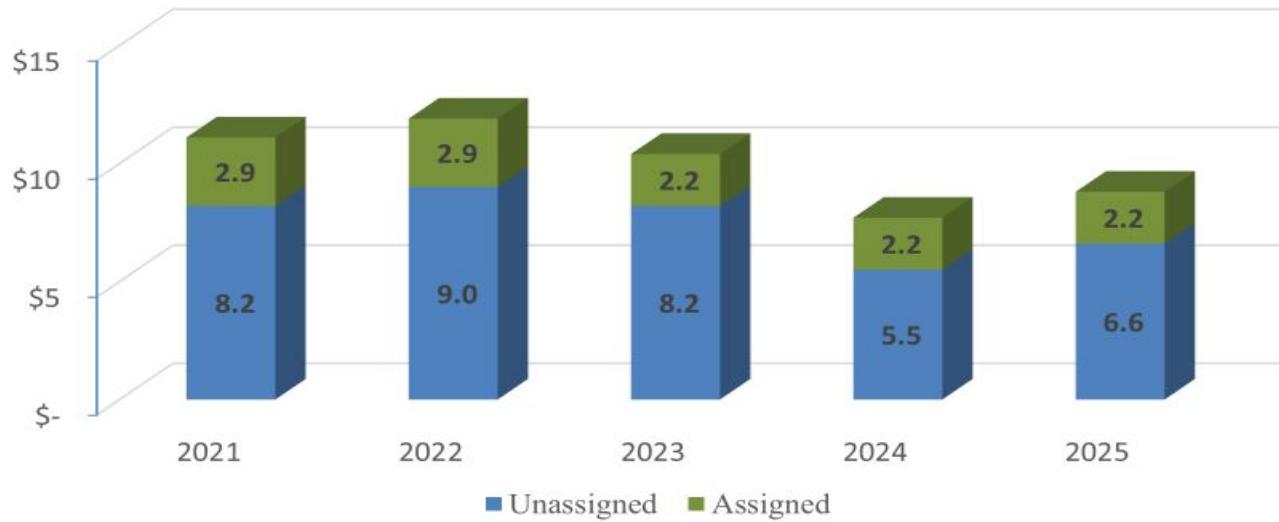
# Financial Observations

## General Fund Budget Compliance

|   | <u>Final Budget</u> | <u>Actual</u> | <u>Variance</u> |
|---|---------------------|---------------|-----------------|
| Revenue   | \$44,033,802        | \$45,740,716  | 1,706,914       |
| Expenditures  | 44,033,802          | 44,531,808    | (498,006)       |
| Excess (deficiency) of revenues over (under) expenditures | -                   | 1,208,908     | 1,208,908       |
| Other Uses  | -                   | (68,706)      | (68,706)        |
| Net change in fund balance                                | -                   | 1,140,202     | 1,140,202       |

# Financial Observations

## General Fund Balances (in millions)



# **Internal Control Over Financial Reporting and Compliance – Financial Statement Level**

- Internal Control Over Financial Reporting
  - No Material Weaknesses
- Compliance and Other Matters
  - None

# Compliance and Internal Control Over Compliance with Uniform Guidance

- Opinion on Compliance
  - The District complied, in all material respects, with ... direct and material compliance requirements for its major programs.
- Internal Control over Compliance
  - No Material Weaknesses

