

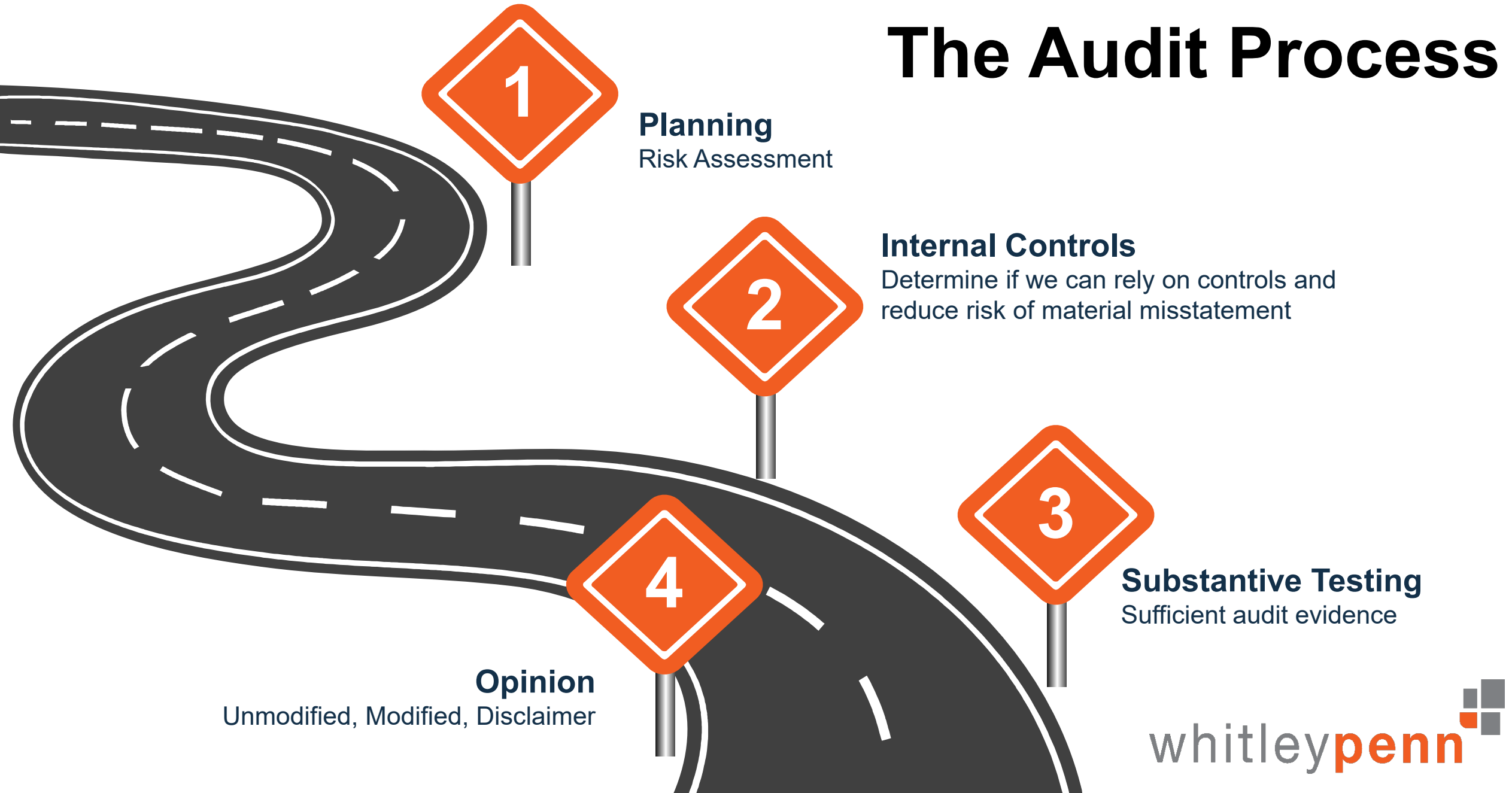


Judson Independent School District

FY 2025 Audit Results



The Audit Process



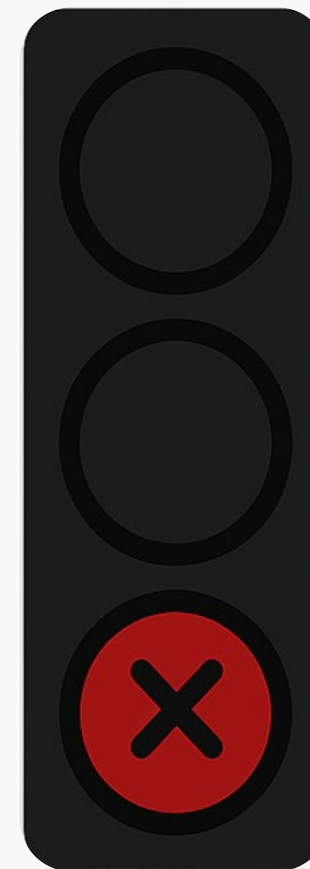
Financial Statement and Single Audit Opinions



Unmodified

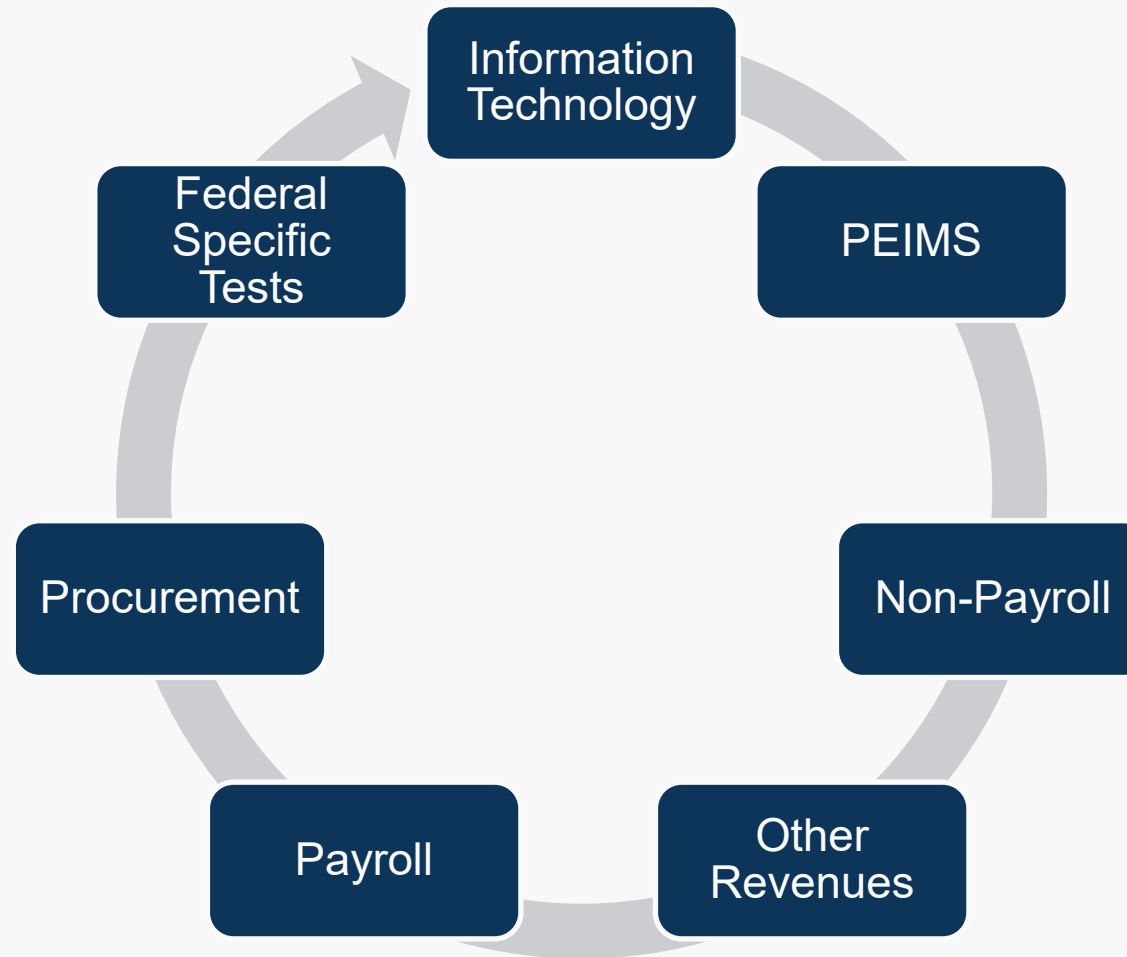


Modified

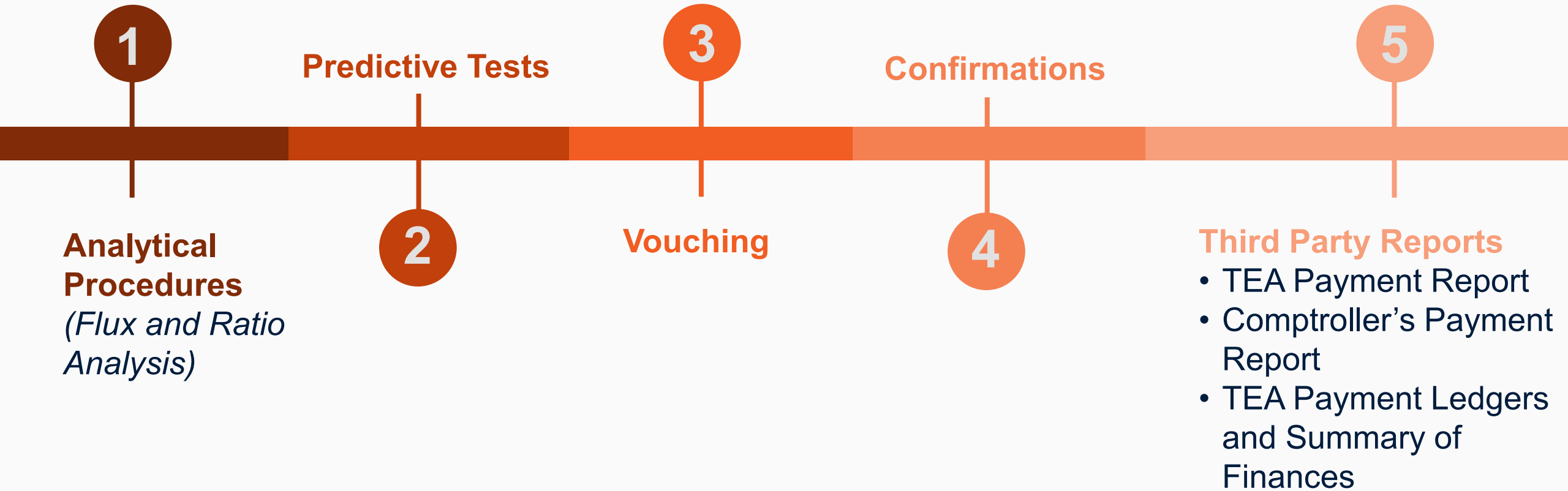


Disclaimer

AREAS OF FOCUS



SUBSTANTIVE PROCEDURES



RESULTS

**Audit in accordance
with GAAS and
GAGAS (Yellow
Book)**

**Unmodified Opinion
over financial
statements**

**No internal control
findings related to
financial reporting**

**No findings related to
compliance**

Recommendations



PRELIMINARY SINGLE AUDIT RESULTS

- ❖ Compliance audit in accordance with Office of Management and Budget Compliance Supplement and 2 CFR 200*
- ❖ **Major Federal Programs**
 - Title I, Part A (\$9.9M)
 - Title II, Part A (\$1.6M)
- ❖ **Unmodified Opinion over each major federal program***
- ❖ **No internal control findings related to each major program ***

**Based on 2025 Compliance Supplement (CS) Draft; report subject to change upon release of the CS.*

GOVERNMENT-WIDE FINANCIAL STATEMENTS

Total Assets and Deferred Outflows: \$1.17 billion

- Capital assets, net: \$690 million
- Cash and investments: \$355 million
- Receivables: \$51 million

Total Liabilities and Deferred Inflows : \$1.18 billion

- Bonds payable: \$877 million
- Net pension liability: \$95 million
- Net OPEB liability: \$61 million
- Accrued wages: \$28 million

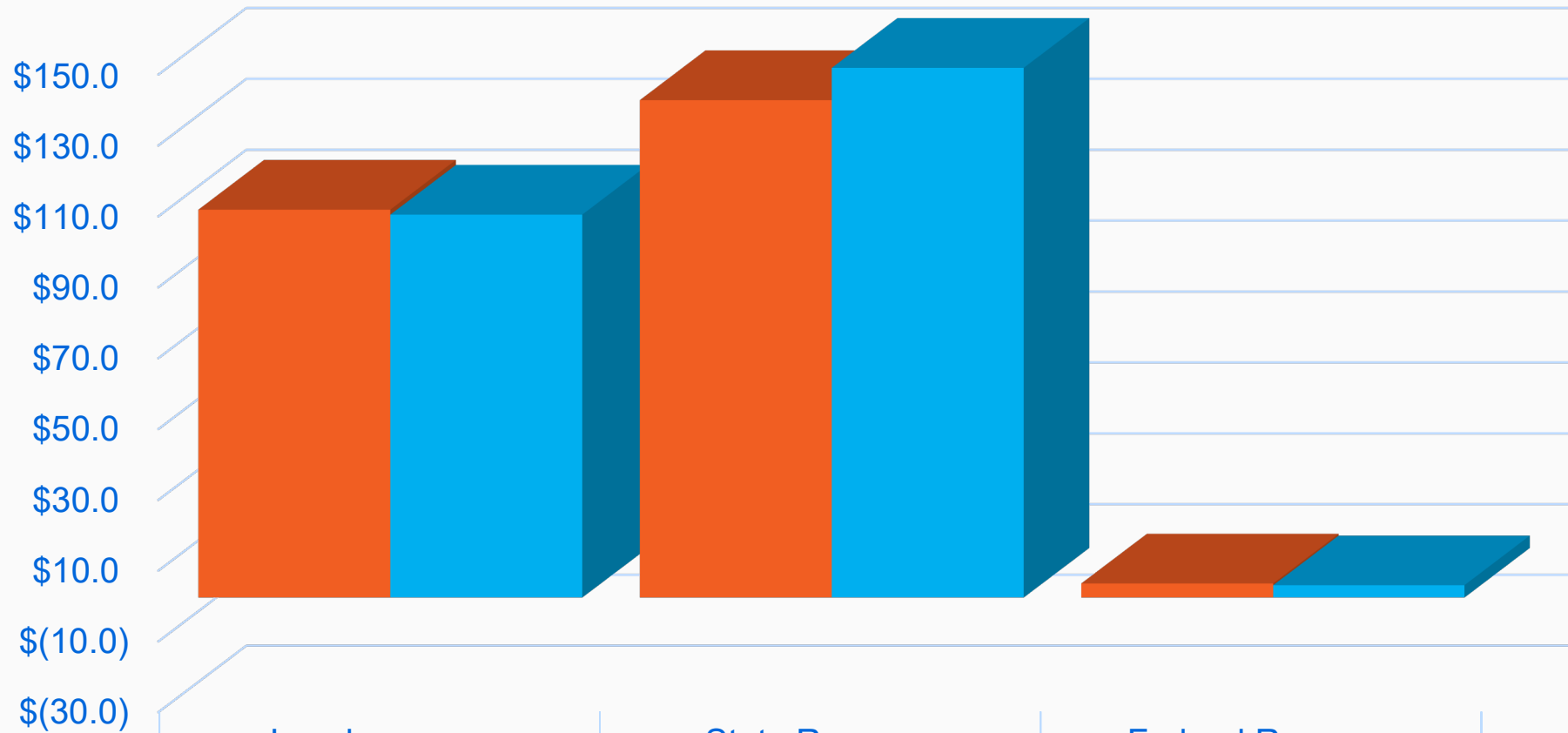
Deficit Net Position: \$15 million

GENERAL FUND BUDGET-TO-ACTUAL

- ❖ Actual revenues of \$261.1 million were less than final budgeted amounts by \$7.2 million
- ❖ Actual expenditures of \$273.8 million were less than the final budgeted expenditures by \$6.5 million
- ❖ Transfer out to self-insurance fund of \$7.3 million and issuance of leases and subscription arrangements of \$5 million as an other financing source
- ❖ Total ending balance for FY 2025 is \$86.5 million, a decrease of \$15.0 million from the prior year.

GENERAL FUND REVENUE BUDGET-TO-ACTUAL

(in millions)

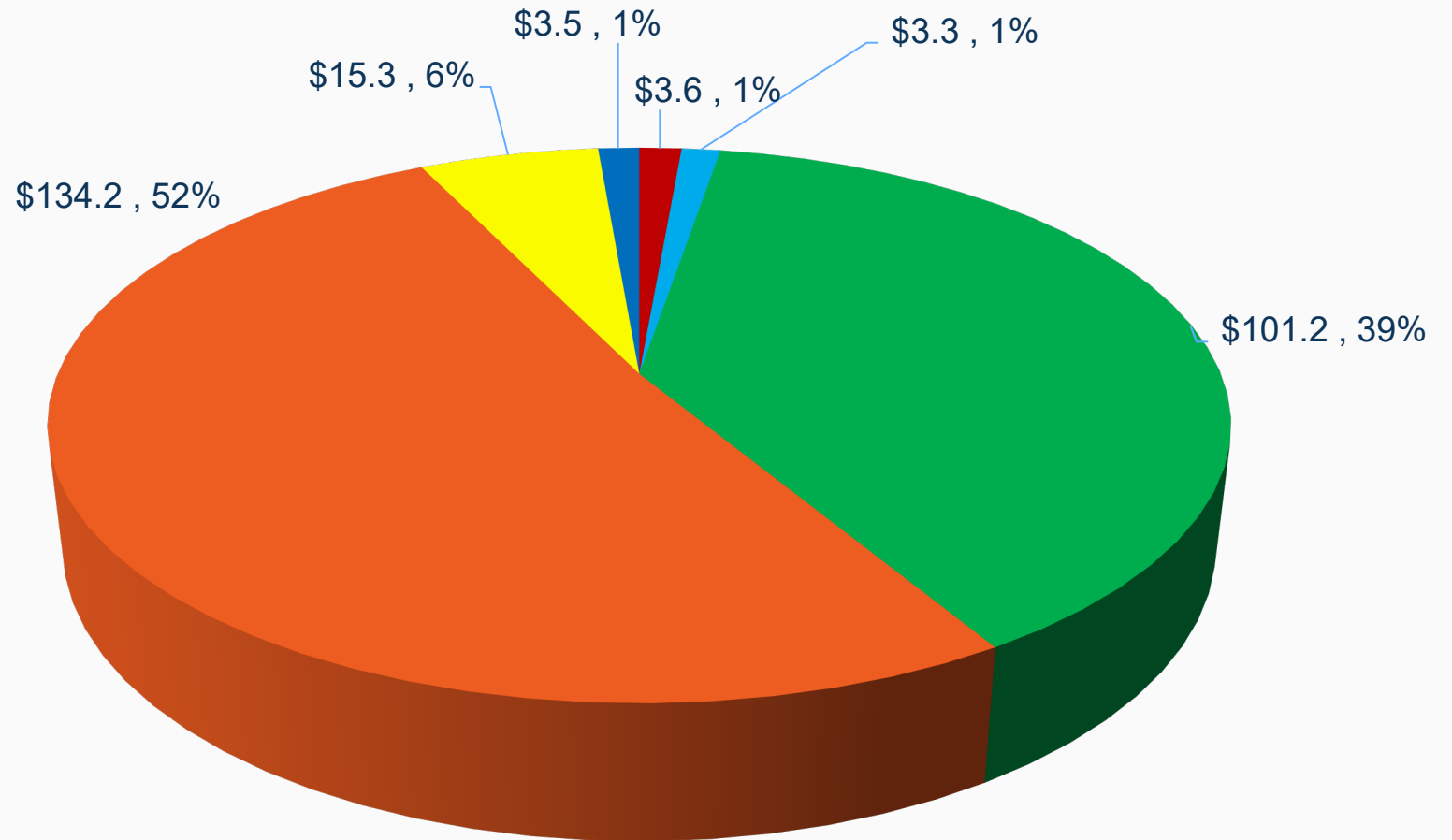


■ Final Budget (\$253.9M)
■ Actual (\$261.1M)

	Local revenue	State Revenue	Federal Revenue
Final Budget (\$253.9M)	\$109.5	\$140.4	\$4.0
Actual (\$261.1M)	\$108.1	\$149.5	\$3.5

GENERAL FUND REVENUE (\$261.1M)

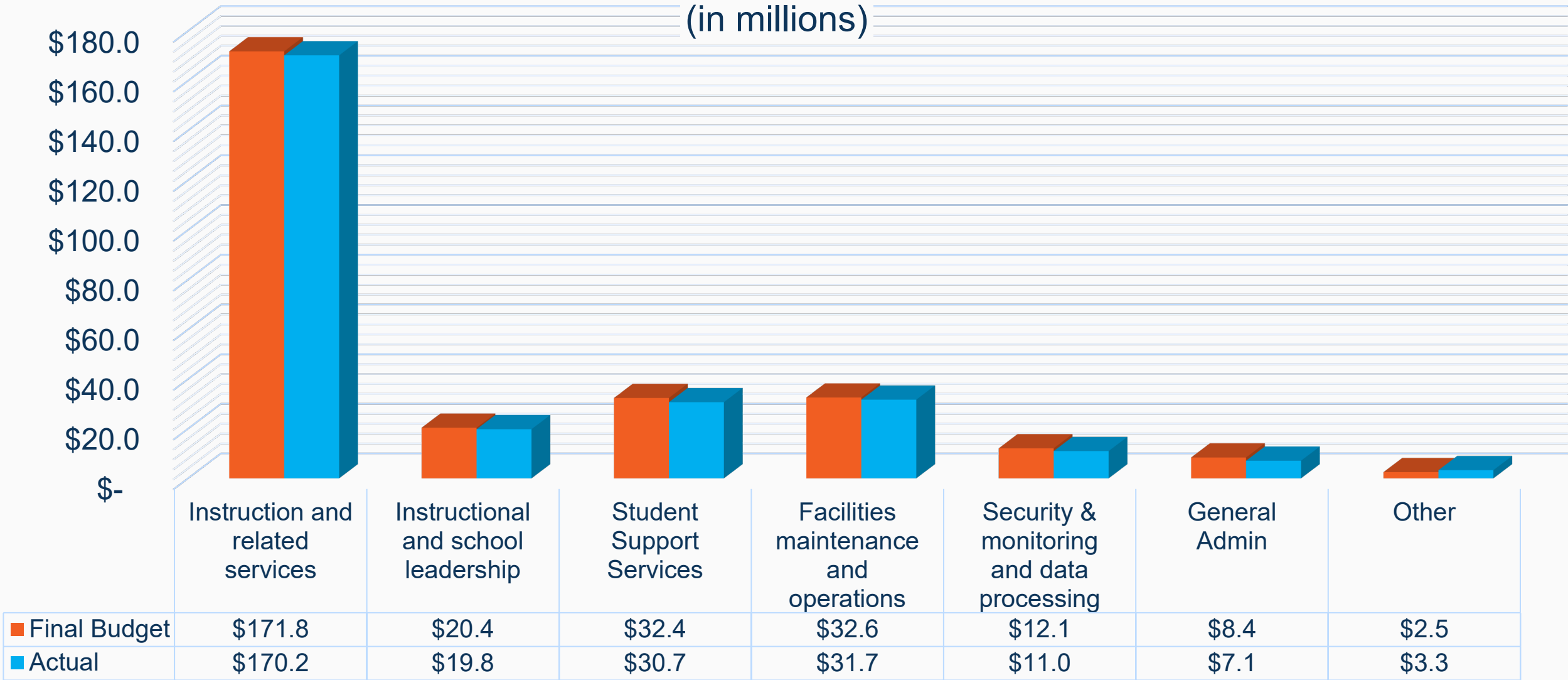
- Local revenue
- Investment earnings
- Property Taxes
- State Aid
- State Revenue
- Federal Revenue



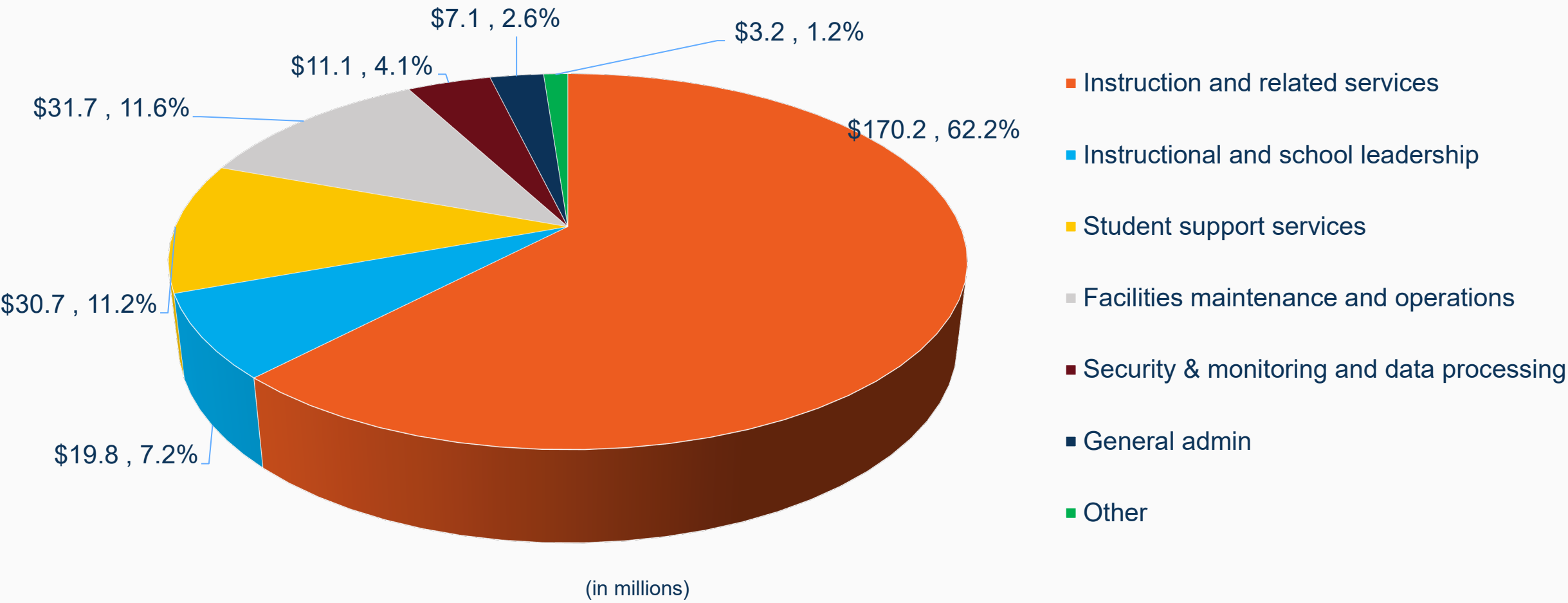
(in millions)

PY - \$245.6M

GENERAL FUND EXPENDITURES BUDGET-TO-ACTUAL

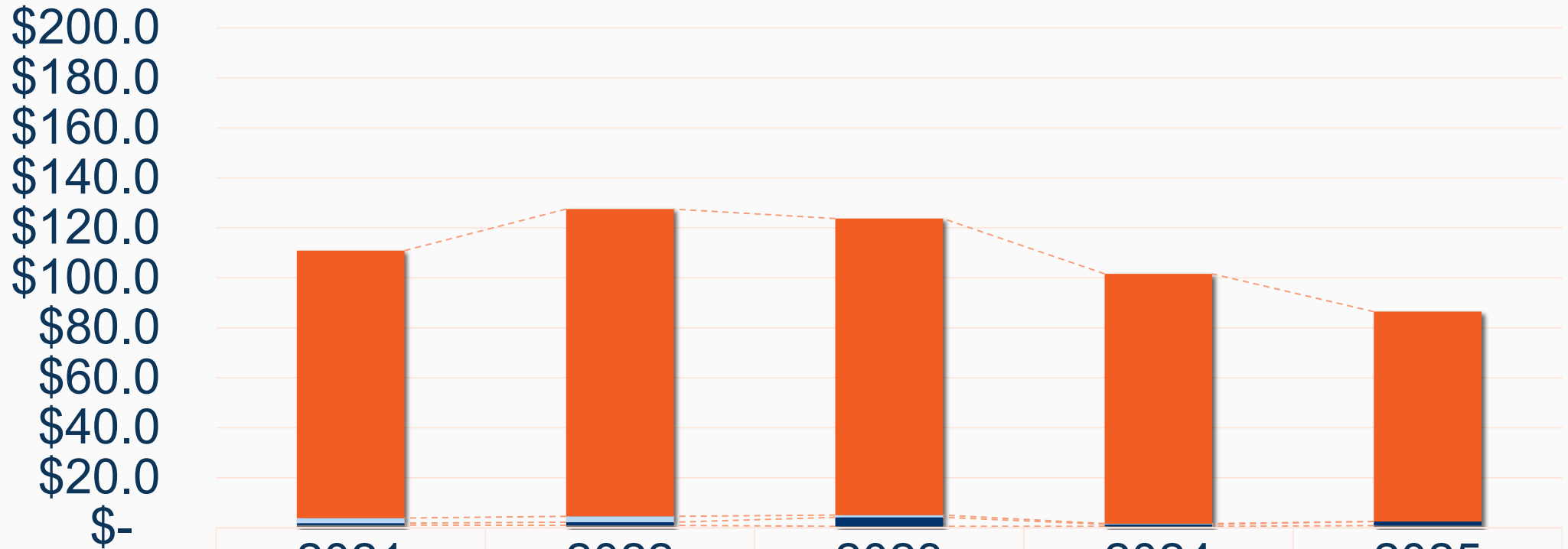


GENERAL FUND FUNCTIONAL EXPENDITURES (\$273.8M)



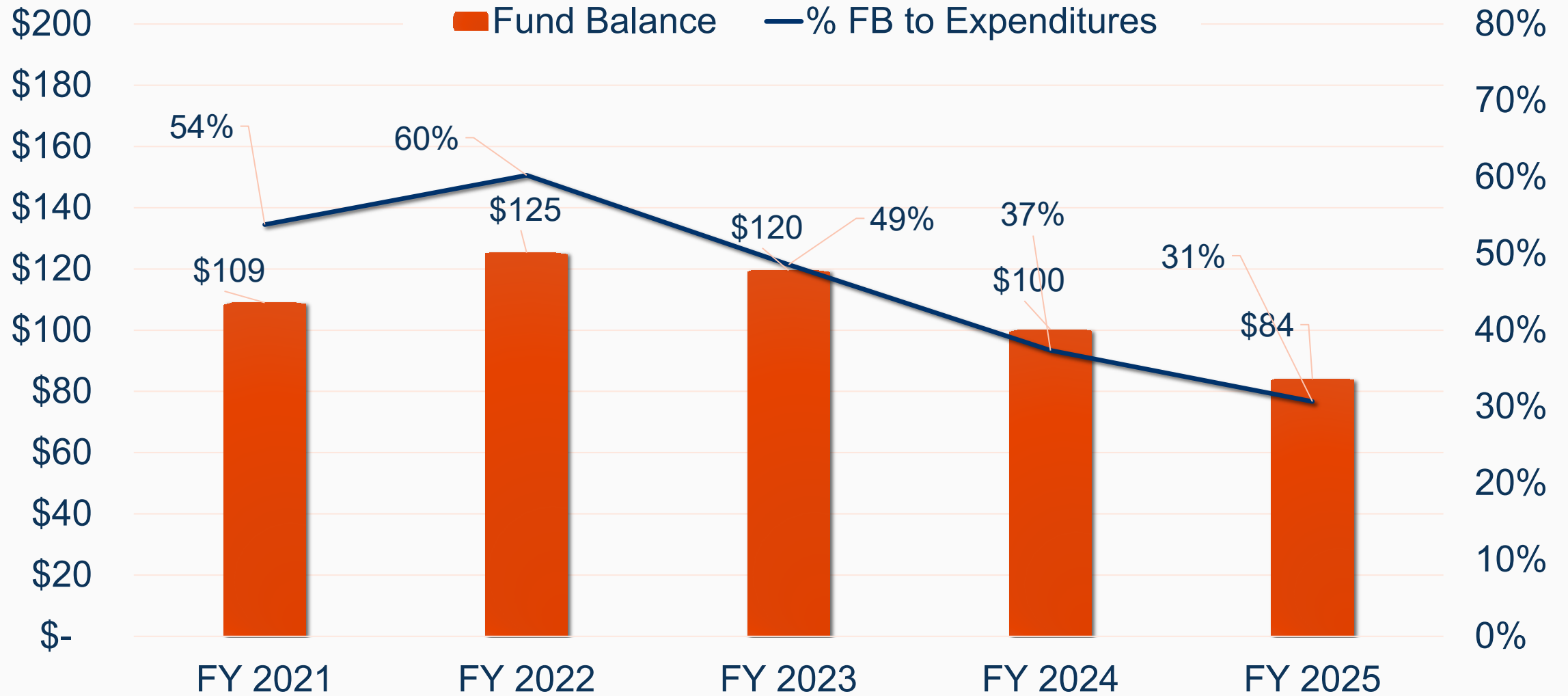
PY - \$268.2M

TOTAL GENERAL FUND BALANCE (in millions)



■ Unassigned	\$107.0	\$122.9	\$118.6	\$99.9	\$84.0
■ Assigned	\$2.0	\$2.4	\$0.9	\$0.3	\$-
■ Restricted	\$0.8	\$1.3	\$3.6	\$0.8	\$1.6
■ Nonspendable	\$1.1	\$0.9	\$0.6	\$0.6	\$0.9

GF ASSIGNED AND UNASSIGNED FUND BALANCE AND AS A % OF EXPENDITURES



ADDITIONAL COMMUNICATIONS

REQUIRED COMMUNICATIONS



Engagement Letter – July 31, 2025



Audit Risks (applies to all audited entities)

- Management override
- Revenue recognition



No disagreements or difficulties
We are independent of the District

REQUIRED COMMUNICATIONS



The District's accounting policies and methods are appropriate and in accordance with industry standards.

Implementation of GASB No. 101
Compensated Absences



Consultations with Other Accountants - We are not aware of any situations in which management consulted with other accountants on accounting or financial reporting matters.



Significant Estimate – State Aid



Management Representation Letter

QUESTIONS ?

Thank you!

