



Consent Item

Date: February 9, 2026

Division: Finance

Subject: RFQ #0003-25 External Auditors

Background Information:

- Each year, the Texas Education Agency requires each school district to 1) prepare its annual financial statements, 2) have its annual financial statements audited by a licensed independent Certified Public Accountant firm, and 3) submit the resulting audited annual financial and compliance report to the Texas Education Agency for review.
- The previous Lewisville ISD Board-awarded External Auditors RFQ #2802-21 is set to expire in February 2026.
- Request for Qualifications (RFQ) #0003-25 External Auditors was issued in compliance with Government Code §2254.003 (Professional Services Procurement Act); Fees
 - a) A governmental entity may not select a provider of professional services or a group or association of providers or award a contract for the services on the basis of competitive bids submitted for the contract or for the services, but shall make the selection and award:
 - 1) on the basis of demonstrated competence and qualifications to perform the services; and
 - 2) for a fair and reasonable price.
 - b) The professional fees under the contract may not exceed any maximum provided by law.
- If awarded, the External Auditor services include annual audit services for fiscal year 2026 (September 1, 2025, and ending August 31, 2026). The annual audit includes district-wide statements, basic financial statements with Governmental Accounting Standards Board (GASB) 34 implementation, including the government-wide, governmental funds, proprietary fund and fiduciary fund. The audit will also encompass combining statements and other schedules for Lewisville ISD for the fiscal year ending August 31, 2026. The audit services will include preparation of the Annual Comprehensive Financial Report (ACFR).

Administrative Consideration:

- Request for Qualification notifications were sent to 1,125 vendors, and four responses were received.
- If awarded, the contract term shall be for one-year with four successive one-year extensions, upon mutual consent of both parties, not to exceed five years total.

- Previous annual audit fee expenditures:
 - 2024–2025: \$101,900
- The anticipated annual audit fee expenditures:
 - 2025–2026: \$115,000
- This procurement complies with Section 44.031 of the Texas Education Code.

Recommendations:

- That the Lewisville ISD Board of Trustees approves RFQ #0003-25 External Auditors, the anticipated expenditures, and the recommended firm's Engagement Letter, for the fiscal year 2026 annual financial audit.

Timeline/Report:

- Term: February 2026 – February 2027