# CARROLL INDEPENDENT SCHOOL DISTRICT

Southlake, Texas


## ANNUAL COMPREHENSIVE FINANCIAL REPORT

For The Year Ended

June 30, 2025

# CARROLL INDEPENDENT SCHOOL DISTRICT
# SOUTHLAKE, TEXAS

## ANNUAL COMPREHENSIVE

## FINANCIAL REPORT

### For the Fiscal Year Ended June 30, 2025

PREPARED BY:
Financial Services Department

Chase B. Park, CPA RTSBA
Assistant Superintendent for Financial Services

Bryan Myres, RTSBA
Executive Director of Finance

# Introduction

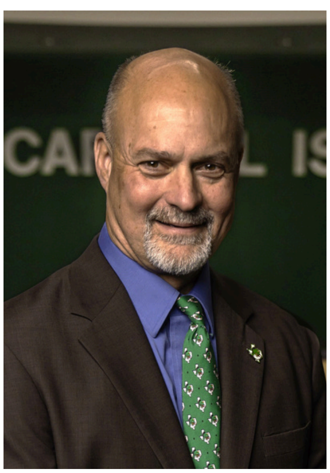
## Board of Trustees

Cameron Bryan
President

Andrew Yeager
Vice President

Christy Stacy
Secretary

Dr. Jeremy Glenn
Superintendent



Eric Lannen
Place 2

Renee Bottom
Place 5

Alex Sexton
Place 6

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# Introductory Section

December 11, 2025

To the Board of Trustees and the Citizens of Carroll Independent School District:

The Texas Education Code requires that all school districts file financial statements with the Texas Education Agency (TEA) within 150 days of the close of the fiscal year. The financial statements must be presented in conformity with the generally accepted accounting principles (GAAP) and audited by a firm of licensed certified public accounts in accordance with generally accepted auditing standards. Pursuant to the requirement, we submit the Annual Comprehensive Financial Report (ACFR) of the Carroll Independent School District (the District) for the year ended June 30, 2025.

Responsibility for the accuracy, completeness, and fairness of the presentation, including all disclosures, rests with the District. To the best of our knowledge and belief, the enclosed information is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial operations have been included.

The ACFR is presented in four sections: (1) introductory, (2) financial, (3) statistical, and (4) federal awards. The introductory section includes this transmittal letter, the Certificate of Board, a listing of the District's principal officials and advisors, and an organizational chart of the District. The financial section includes the basic financial statements, the required supplementary information, combining statements and schedules, and other supplementary information. Also included in the financial section is the independent auditors' report on the financial statements and Management's Discussion and Analysis (MD&A). The statistical section consists of unaudited tables which reflect both financial and demographic data. This information is for the purpose of presenting social and economic information, financial trends and fiscal capacity of the District, and is generally presented on a multi-year basis. The federal awards section includes the Single Audit report which is in conformity with the provisions of the Single Audit Act of 1996 and the United States Office of Management and Budget Uniform Guidance.

This report includes all funds of the District. The District is a public-school system offering a full prekindergarten through twelfth grade education for all school age residents within its geographic boundaries. The ACFR also includes any activities over which the Board has oversight responsibilities and/or the authority to make decisions. The District is not a component unit nor does it have any component units. A component unit is a legally separate organization that a primary government must include as part of its financial reporting entity for fair presentation in conformity with GAAP.



2400 N. Carroll Avenue | Southlake, TX 76092 | 817.949.8222

## Governing Body

The District is governed by a seven-member Board of Trustees (Board) serving staggered three-year terms with elections held in May of each year. All candidates must be qualified voters and residents within the boundaries of the District. Board officers are elected by the members of the Board.

The Board schedules Special Called meetings and Regular meetings for the first and third Monday of the month, respectively, and are held at the Carroll ISD Administration Center. Additional called meetings or workshops are scheduled as needed and announced to the public in compliance with public notice requirements.

The Board has final control over all school matters except as limited by state law, the courts, and the will of its citizens as expressed in elections. In general, the Board is responsible for adopting policy, employing and evaluating the Superintendent, adopting an annual budget and its supporting tax rate, and serving as a board of appeals in personnel and student matters.

## General Information

In 1919 the Carroll Common School District was formed from independent schools near Lonesome Dove and White's Church as well as Sam's School. The District was named after B. E. Carroll, Tarrant County Superintendent of Public Instruction. The first school building was known as Carroll High School and was opened in 1919, being used continuously until the opening of the new Carroll High School in 1970-1971. In 1959, the Carroll Common School District officially became an Independent School District. Originally Carroll ISD only offered grades K-8th grade, with students having to attend Grapevine High School for grades 9-12. Then in 1961-1962, the grades were expanded to serve K-12th, with the first graduating class of Carroll High School being in 1965.

The District is located in northeast Tarrant County and encompasses approximately 21 square miles. The District serves students in Southlake, Colleyville, Grapevine, Keller, Trophy Club and Westlake. The District is one of the largest in the state of Texas to earn the top rating of "Exemplary" by the Texas Education Agency.

The District finished the year with an enrollment of 8,105 students. Enrollment decreased by 187 from last school year and a marginal annual decline is expected in the foreseeable future. Enrollment is forecasted to be around 7,063 by 2031.

| | **24-25** | **23-24** | **22-23** | **21-22** | **20-21** |
|---|---|---|---|---|---|
| **Enrollment** | 8,105 | 8,292 | 8,490 | 8,389 | 8,324 |

The District is comprised of the following eleven (11) campuses:

| | |
|---|---|
| Carroll Senior High School | Grades 11-12 |
| Carroll High School | Grades 9-10 |
| Carroll Middle School | Grades 7-8 |
| Dawson Middle School | Grades 7-8 |
| Durham Intermediate School | Grades 5-6 |
| Eubanks Intermediate School | Grades 5-6 |
| Carroll Elementary School | Grades Pk-4 |
| Johnson Elementary School | Grades K-4 |
| Old Union Elementary School | Grades Pk-4 |
| Rockenbaugh Elementary School | Grades Pk-4 |
| Walnut Grove Elementary School | Grades K-4 |

Five schools have been named National Blue-Ribbon Schools by the U.S. Department of Education. The Blue Ribbon Schools include Rockenbaugh Elementary, Johnson Elementary, Carroll Elementary, Carroll Middle School and Carroll Senior High School.

Approximately 99 percent of Carroll's seniors attend a college or university after graduation. More than 98 percent of Carroll students take a college entrance exam, with composite scores on the SAT and ACT that exceed state and national averages. Carroll offers a full array of Advanced Placement and Honors courses, a challenging curriculum for gifted and talented students and special programs for students with special needs. The District does not have a relationship with any charter schools.

Each campus shares the same district mascot the Dragon superimposed on an outline of the state of Texas, in the same colors, green, white and black. The current logo was developed in 1984 and has been in use since that time. The original inspiration of the mascot was derived by combining an outline of Texas with a United States Navy fighter squadron emblem.

**Economic Condition and Outlook**

The Southlake area was settled in the 1840s but was not incorporated as Southlake until 1956. The area remained rural until the completion of the nearby DFW International Airport in the 1970s. Due to the close proximity to the airport, Southlake became a boom-burb throughout the 1980s, 1990s and 2000s. The current population estimate for Southlake in 2025 is 32,320. Southlake has been recognized as one of the most desirable cities in which to live and work due to a highly successful combination of business, local government, school district, and the overall quality of life. The largest employers in the Southlake area include Sabre Holdings, TD Ameritrade, the District, Verizon Wireless, Keller Williams, Gateway Church, the City of Southlake, Central Market, Hilton Southlake, and the Methodist Hospital. Income levels and property wealth levels reflect the largely affluent population in the region. Median household and per capita effective buying incomes in the district are very strong. Net taxable assessed value (TAV) grew 9.7% year over year, since the time of our last rating. The tax base is very diverse with the 10 largest taxpayers accounting for approximately 5.2% of net taxable AV, and officials expect strong AV growth for the next two years. Carroll ISD serves majority of the City of Southlake; portions of the cities of Grapevine, Colleyville, Keller; Trophy Club, and Westlake. The tax base is largely residential, though there has been increased commercial development.

The District age of school district buildings as of June 2025:

| Capital Assets | Age of Asset |
|---|---|
| Carroll Senior High | 33 |
| Carroll High | 27 |
| Carroll Middle | 14 |
| Dawson Middle | 24 |
| Eubanks Intermediate | 24 |
| Durham Intermediate | 29 |
| Carroll Elementary | 37 |
| Walnut Grove Elementary | 14 |
| Johnson Elementary | 44 |
| Old Union Elementary | 24 |
| Rockenbaugh Elementary | 28 |
| Administration Bldg. | 56 |
| Dragon Stadium | 25 |
| Transportation | 25 |

Property values have increased an average of 8% over the past five years, and the District's tax base has been increasing due to new residential construction accompanied by growth in retail and commercial development. The District's total appraised property value for the year was $15,365,671,052 with residential property accounting for almost 78% of the value. The net taxable value after exemptions was $12,907,606,030 which was an increase of 8.9% from the prior year. The average taxable value of a single family home in the District was $990,563 which was an increase of almost 16% from the prior year.

**Long Range Planning**

In 2021, the District began the planning phase by forming a Strategic Planning Committee. The Board of Trustees approved the five-year strategic plan in May 2022 with year-1 to start in FY 2022-2023 and completed year-3 action plans in FY 2024-2025.

**Financial Information**

The District strives to provide support for all stakeholders, ensuring that all financial operations support the District's instructional goals and objectives thereby providing our students with the best education possible. The District is committed to providing fiscal management through prudent stewardship, integrity and financial transparency. In 2014, the District was awarded the Texas Comptroller Leadership Circle Platinum Award for Financial Transparency. Since that time, the Texas Comptroller has initiated a greater level of accountability and has recognized the District for going above and beyond in their transparency efforts in the areas of Traditional Finance and Debt Obligations.

In September 2016, Moody's upgraded the District's previous general obligation bond rating from Aa2 to Aa1. The rating upgrade primarily reflected the District's trend of tax base growth, affluent residential community, enrollment growth and healthy reserves. The stable outlook reflects the expectation of stable credit fundamentals supported by the District's economy which will remain strong given its location in the Dallas-Fort Worth Metroplex and management's history of maintaining healthy reserves.

On November 5, 2019, S&P affirmed its AA+ underlying rating and long-term rating on the District's existing general obligation debt. The outlook on all the ratings is stable. The underlying rating reflects their assessment of the District's creditworthiness, specifically its expanding property tax base, coupled with access to and participation in the broad and diverse Dallas-Fort Worth Metroplex, very strong income and extremely strong wealth indicators, and historically strong financial position, supporting the maintenance of very strong reserves.

**Internal Control**

The District's management is responsible for establishing and maintaining internal controls that are designed to ensure that the assets of the District are protected from loss, theft, and misuse and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The cost of reasonable assurance recognizes that (1) the cost of a control should not exceed the benefits likely to be derived, and (2) the valuation of the cost and benefits requires estimates and judgments by management. Management believes the internal controls adequately meet the above objectives.

**Budgetary Control**

State law requires that every local education agency prepare and file an annual budget of anticipated revenues and estimated expenditures with the Texas Education Agency. The objective of budgetary controls is to ensure compliance with the legal provisions in the annual budget approved by the Board. Activities in the General Fund and Debt Service Fund are included in the official budget. Budgetary control, the level at which expenditures cannot legally exceed appropriations, is maintained at the functional category level within each fund. These functional categories are defined by the Texas Education Agency and identify the purpose of the transaction. The budget may be amended during the year to address unanticipated or changing needs of the District. A change to functional expenditure categories, revenue objects, or other sources and uses accounts requires the approval of the Board.

The annual budget is the foundation for the District's financial planning and control. The budget process begins in January of each year. All budget managers of the District are required to submit their requests to the Financial Services Department. The requests are compiled and summarized into a preliminary budget which is presented and discussed with the Board at one or more public budget workshops. Prior to the end of June, a board meeting is called for the purpose of discussing and adopting the budget and the proposed tax rate. The budget must be adopted prior to the beginning of the fiscal year on July 1st.

It is the intent of the District that the budgetary process provides the financial resources that are needed to meet the educational goals and objectives of the District. The ultimate decision of the level of funding and the programs to be funded rests with the Board. After considering all factors, the Board sets an ad valorem tax rate that will generate sufficient revenues to support the expenditure budget of the District. The tax rates per $100 of assessed value for the past five years are shown on the following table.

| | **24-25** | **23-24** | **22-23** | **21-22** | **20-21** |
|---|---|---|---|---|---|
| **M&O** | $0.6669 | $0.6725 | $0.8880 | $0.9386 | $0.9564 |
| **I&S** | $0.2948 | $0.3300 | $0.3300 | $0.3300 | $0.3300 |
| | **$0.9617** | **$1.0025** | **$1.2188** | **$1.2686** | **$1.2864** |

The District also utilizes an encumbrance accounting system to maintain budgetary control. Outstanding encumbrances at the end of a fiscal year lapse at year-end and are treated as expenditures in the subsequent year upon receipt of goods.

The cost of operating schools and the revenues to cover these costs are accounted for through the General Fund. Special programs, primarily funded by the state or federal government and designed to accomplish a defined objective, are accounted for in the Special Revenue Funds. The District allocates a portion of its tax rate for the payment of bond principal and interest and accounts for these transactions in the Debt Service Fund. The District accounts for school construction that is financed through the sale of bonds in the Capital Projects Fund. The District also maintains Custodial Funds for student activity funds and other resources held in a purely custodial capacity.

**Fund Balance**

The total General Fund balance is an integral part of the subsequent year's budget adoption and tax rate setting process. The Board has been proactive in building the District's fund balances over time striving to maintain at least three months operating expenditures in the unassigned General Fund balance. The General Fund balance at the end of June 30, 2025, is $45,995,204, which is a $3,862,473 decrease from the prior year.

**Cash Management**

In accordance with the District's investment strategy, it is the District's practice to maintain a cash management program that invests financial resources in a manner that provides primarily for the safety of principal and secondarily to achieve favorable rates of return. The program is sustained by providing a sufficient level of liquidity to support the daily cash flow needs of the District without subjecting the District to material, unfavorable market conditions and interest rate risk.

The District invests in U.S. Treasury and Agency securities as well as Certificates of Deposit and Municipal Bonds. The District also participates in local government investment pools including Lone Star, Texas Class, and Texas Term. Government pools provide for safety, liquidity, competitive markets return, and additional diversification of the investment portfolio.

**Independent Audit**

State law and District policy requires an annual audit of the District's financial statements by independent certified public accountants. The annual audit was performed by Snow Garrett Williams for the twelve months ended June 30, 2025. In addition to meeting the requirements set forth in state statutes, the audit is designed to also meet the requirements of the Government Auditing Standards issued by the Comptroller General of the United States and the Uniform Guidance. The independent auditors' report on the basic financial statements and the combining fund statements and other supplemental schedules are included in the financial section of this report.

**2024 - 2025 Achievements**

As reflected in the District's mission statement, activities of the District focus on a creative learning environment that inspires students to realize their full potential as they positively impact the world around them. The following reflects the degree of success that both the District and its students have accomplished in academics, extra and co-curricular activities for the 2024-2025 school year:

- Carroll ISD earned an overall A+ grade and named the #1 school district in the Dallas-Fort Worth area by Niche.com.
- Carroll ISD had 35 Dragons named National Merit Finalists, and 61 Commended Scholars
- Carroll ISD students scored an average of 27.2 on the ACT exam. The national average is 19.4.
- Carroll ISD students also scored an average of 1265 on the SAT. The national average is 1024.
- Carroll ISD students booked more than 62,000 hours of community service.
- 9-time Lone Star Cup Championship winner.
- Carroll ISD students won the UIL State Championship in Boys Cross Country and Robotics.
- 99% of Carroll ISD's students advance each year to either 2- or 4-year colleges/universities.
- Carroll ISD students received more than $37,233,400 in scholarships.
- More than 6,724 college hours were earned by AP and/or Dual Credit courses.
- 10th annual AP Honor Roll designation from the College Board
- The Carroll ISD BBQ Team placed 1st at the 2025 Texas High School BBQ State Championship.
- Carroll ISD Jazz Band had 4 members selected to the Texas All-State Jazz Ensemble
- Carroll ISD had a State Gold Seal Winner at the Visual Art Scholastic Event
- Carroll ISD Theater selected for Best Actress in a Leading Role at the 25th Annual Betty Buckley Awards

**Awards**

Carroll Independent School District received a Certificate of Achievement for Excellence in Financial Reporting from the Government Finance Officers Association (GFOA) for its ACFR for the fiscal year ended June 30, 2024. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. A Certificate of Achievement is valid for a period of one year only. We believe that this current report will conform to the Certificate of Achievement Program requirements and is being submitted to the GFOA for review.

The District also received the Association of School Business Officials' (ASBO) Certificate of Excellence in Financial Reporting for the fiscal year ended June 30, 2024. This award certifies that the ACFR substantially confirms to the principles and standards of reporting as recommended and adopted by ASBO. The award is granted only after an intensive review of financial reports by an expert panel of certified public accountants and practicing school business officials. We believe that our current report will also meet the Certificate of Excellence Program requirements and will be submitted to ASBO for review.

The District scored the highest possible rating of "Superior" for the School FIRST (Financial Integrity Rating System of Texas), a financial accountability system for Texas school districts. The primary goal of the FIRST rating is to ensure quality performance in the management of a school district's financial resources, a goal made more significant due to the complexity of accounting associated with the Texas school finance system. Since the inception of the rating system in 2002-2003, the District has maintained the highest level of rating.

**Acknowledgments**

The preparation of this report could not have been accomplished without the dedication of the Financial Services Department staff and the staff of Snow Garrett Williams. We would like to extend sincere appreciation for their time and efforts. We would also like to thank the Board of Trustees for their support in ensuring fiscal transparency to the citizens of the District and for its leadership of one of the highest ranked school districts in Texas. We also want to thank the financial services department for their monumental efforts to facilitate the audit process. Lastly, we would like to thank our teachers, principals, administrators, and support staff who have worked so hard to foster a safe, caring, and creative learning environment that inspires students to realize their full potential as they positively impact the world around them.

Respectfully submitted,

Bryan Myres
Executive Director of Finance

Chase B. Park, CPA RTSBA
Deputy Superintendent of Business and Finance

Jeremy Glenn, Ed.D.
Superintendent

The District's organizational hierarchy begins with the seven Board of Trustee members and Superintendent. The Superintendent is responsible for the day-to-day operations of the District. The Superintendent's Cabinet consists of one Deputy Superintendent, one Assistant Superintendent, and Executive Directors of Human Resources, Curriculum and Instruction, Technology, Special Programs, and Athletics.

The purpose of this structure is to support student instruction as it occurs on each campus.

## CARROLL ISD

## ORGANIZATIONAL STRUCTURE

**CISD Board of Trustees**

**Superintendent of Schools**
Jeremy Glenn

- **Deputy Superintendent Business and Finance**
  Chase Park
  - **Executive Director Financial Services** — Bryan Myres
  - **Director of Facilities** — Lanny Mooney
  - **Director of Child Nutrition** — Dana Dodge
  - **Director of Transportation** — Jim Bennett
- **Executive Directors**
  - **Executive Director Human Resources** — Melanie Kibodeaux
  - **Executive Director Curriculum & Instruction** — Gina Peddy
  - **Executive Director of Technology** — Randy Stuart
  - **Executive Director Special Programs** — Patricia Parsons
  - **Executive Director Communication** — Jeff Brady
  - **Executive Director Athletic Services** — Riley Dodge
- **Assistant Superintendent Administrative Services**
  Brian Nickel
  - **Campus Principals**
    - Shatina Lewis- CSHS
    - Patrick Holladay- CHS
    - Nikki Leonard - DMS
    - Stephanie Martin - CMS
    - Whitney Wheeler - DIS
    - Katie Schuttler - EIS
    - Stacy Wagnon - CES
    - Nicole Williams - JES
    - Jon Fike - OUES
    - Janet Blackwell - RES
    - Meredith Davis - WGES

# CARROLL INDEPENDENT SCHOOL DISTRICT

## 2024-2025 PRINCIPAL OFFICIALS

**Elected Officials:**

| | |
|---|---|
| Cameron Bryan | Board President |
| Andrew Yeager | Board Vice President |
| Christy Stacy | Board Secretary |
| Eric Lannen | Board Member |
| Renee Bottom | Board Member |
| Alex Sexton | Board Member |

**Appointed Officials:**

| | |
|---|---|
| Dr. Jeremy Glenn | Superintendent |
| Chase Park, CPA | Deputy Superintendent of Business and Finance |
| Brian Nickel | Assistant Superintendent for Administrative Services |
| Bryan Myres | Executive Director of Financial Services |
| Riley Dodge | Executive Director of Athletics |
| Patricia Parsons | Executive Director for Special Programs |
| Gina Peddy | Executive Director for Curriculum & Instruction |
| Randy Stuart | Executive Director of Technology |
| Melanie Kibodeaux | Executive Director of Human Resources |
| Leslie Russell | Director of Accountability, Assessment & PEIMS |
| Lanny Mooney | Director of Facilities |
| Dana Dodge | Director of Child Nutrition |
| James Bennett | Director of Transportation |
| Shatina Lewis | Carroll Senior High School Principal |
| Patrick Holladay | Carroll High School Principal |
| Stephanie Martin | Carroll Middle School Principal |
| Nikki Leonard | Dawson Middle School Principal |
| Whitney Wheeler | Durham Intermediate School Principal |
| Katie Schuttler | Eubanks Intermediate School Principal |
| Stacy Wagnon | Carroll Elementary School Principal |
| Nicole Williams | Johnson Elementary School Principal |
| Jon Fike | Old Union Elementary School Principal |
| Janet Blackwell | Rockenbaugh Elementary School Principal |
| Dr. Meredith Davis | Walnut Grove Elementary School Principal |

Government Finance Officers Association

# Certificate of Achievement for Excellence in Financial Reporting

Presented to

**Carroll Independent School District**
**Texas**

For its Annual Comprehensive
Financial Report
For the Ten Months Ended

June 30, 2024

Christopher P. Morrill

Executive Director/CEO

ASSOCIATION OF
SCHOOL BUSINESS OFFICIALS
INTERNATIONAL

**The Certificate of Excellence in Financial Reporting**
**is presented to**

## Carroll Independent School District

**for its Annual Comprehensive Financial Report**
**for the Fiscal Year Ended June 30, 2024.**

The district report meets the criteria established for
ASBO International's Certificate of Excellence in Financial Reporting.

CERTIFICATE OF EXCELLENCE IN FINANCIAL REPORTING

**Ryan S. Stechschulte**
**President**

**James M. Rowan, CAE, SFO**
**CEO/Executive Director**

CERTIFICATE OF BOARD

| | | |
|---|---|---|
| Carroll Independent School District | Tarrant | 220-919 |
| Name of School District | County | Co. Dist. Number |

We, the undersigned, certify that the attached financial reports of the above named school district were reviewed and (check one) ✓ approved _____ disapproved for the year ended June 30, 2025, at a meeting of the board of trustees of such school district on the 15th day of December, 2025.

Signature of Board Secretary

Signature of Board President

If the board of trustees disapproved of the auditor's report, the reason(s) for disapproving it is (are): (attach list as necessary)

# Financial Section

SNOW GARRETT WILLIAMS
CERTIFIED PUBLIC ACCOUNTANTS

**Independent Auditor's Report**

To the Board of Trustees
Carroll Independent School District
2400 North Carroll Avenue
Southlake, Texas 76092

**Report on the Audit of the Financial Statements**

***Opinions***

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Carroll Independent School District ("the District"), as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the Carroll Independent School District's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Carroll Independent School District as of June 30, 2025, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

***Basis for Opinions***

We conducted our audit in accordance with auditing standards generally accepted in the United States of America, and the standards applicable to financial audits contained in *Government Auditing Standards,* issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Carroll Independent School District, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

***Emphasis of Matter***

As described in Note A to the financial statements, in Fiscal Year 2025, Carroll Independent School District adopted new accounting guidance, Governmental Accounting Standards Board Statement No. 101 *Compensated Absences*. Our opinion is not modified with respect to this matter.

***Responsibilities of Management for the Financial Statements***

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Carroll Independent School District's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.


1207 Santa Fe Drive • Weatherford, Texas 76086 • 817-596-9301 • Fax 817-596-9304

### *Auditor's Responsibilities for the Audit of the Financial Statements*

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards,* we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, no such opinion is expressed.

- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.

- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, schedule of the District's proportionate share of the net pension liability, schedule of the District's pension contributions, schedule of the District's proportionate share of the net OPEB liability, and schedule of the District's OPEB contributions be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

***Supplementary Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Carroll Independent School District's basic financial statements. The accompanying combining financial statements, and financial information listed as other supplementary information in the table of contents, are presented for purposes of additional analysis and are not required parts of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles; and Audit Requirements for Federal Awards,* and is also not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining financial statements, other supplementary information, and the schedule of expenditures of federal awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

***Other Information***

Management is responsible for the other information included in the annual report. The other information comprises the introductory section, statistical sections, and other information section but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

**Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards,* we have also issued our report dated December 11, 2025 on our consideration of Carroll Independent School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Carroll Independent School District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Carroll Independent School District's internal control over financial reporting and compliance.

Snow Garrett Williams

Snow Garrett Williams
December 11, 2025

## Management's Discussion and Analysis
(Unaudited)

As management of the District, we offer readers of the District's financial statements this narrative overview and analysis of the financial activities of the District for the year ended June 30, 2025. We encourage readers to consider the information presented here in conjunction with the District's financial statements, which follow this section.

### Financial Highlights

- The assets and deferred outflows of the District exceeded its liabilities and deferred inflows at the close of the most recent period by $61,317,834 (*net position*). Of this amount, negative $3,938,966 is *unrestricted net* position.
- As of June 30, 2025, the District's governmental funds reported combined ending fund balances of $66,919,498. Approximately 53% of this total amount, $35,704,193, is *available for spending* at the government's discretion (*unassigned fund balance*).
- At the end of the current period, unassigned fund balance for the general fund was $35,704,193, or 28% of the total general fund expenditures.

### Overview of the Financial Statements

This discussion and analysis are intended to serve as an introduction to the District's basic financial statements. The District's basic financial statements are comprised of three components: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

**Government-wide financial statements.** The *government-wide financial statements* are designed to provide readers with a broad overview of the District's finances, in a manner similar to a private-sector business.

The *statement of net position* presents information on all of the District's assets, liabilities, and deferred outflows and inflows of resources. *Net position* is equal to assets plus deferred outflows of resources less liabilities and deferred inflows of resources. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

The *statement of activities* presents information for all of the current year's revenues and expenses regardless of when cash is received or paid. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods.

Both of the District's government-wide financial statements distinguish the functions of the District as being principally supported by taxes and intergovernmental revenues (*governmental activities*) as opposed to *business-type activities* that are intended to recover all or a significant portion of their costs through user fees and charges. The District has no component units for which it is financially accountable. The government-wide financial statements can be found on pages 13-14 of this report.

**Fund financial statements.** A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related requirements. The fund financial statements provide more detailed information about the District's most significant funds-not the District as a whole.

- Some funds are required by State law and/or bond covenants.
- Other funds may be established by the Board to control and manage money for particular purposes or to show that it is properly using certain taxes or grants.

All of the funds of the District can be divided into three categories: governmental funds, proprietary funds and fiduciary funds.

- ***Governmental funds**. Governmental funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources,* as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements. Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*. The District adopts an annual appropriated budget for its general fund and debt service fund. A budgetary comparison schedule has been provided to demonstrate compliance with these budgets. The basic governmental fund financial statements can be found on pages 15-18 of this report.

- ***Proprietary funds.*** *Proprietary funds* provide the same type of information as the government-wide financial statements, only in more detail. There are two proprietary fund types. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The District has *business-type activities* or *enterprise funds* that operate similarly to a private business. The District uses the enterprise fund to account for after school programs. The second type of proprietary fund is the *internal service fund*. Internal service funds are an accounting device used to accumulate and allocate costs internally among the various functions. The District does not have any *internal service funds.* The basic proprietary fund financial statements can be found on pages 19-21 of this report.

- ***Fiduciary funds***. *Fiduciary funds* are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* reflected in the government-wide financial statements because the resources of those funds are *not* available to support the District's own programs. The District is the trustee, or *fiduciary*, for these funds and is responsible for ensuring that the assets reported in these funds are used for their intended purposes. All of the District's fiduciary activities are reported in a separate statement of fiduciary net position and statement of changes in fiduciary net position that can be found on pages 22-23.

**Notes to the financial statements.** The notes provide additional information that is essential to a complete understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 24-48 of this report.

**Other information.** In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information* that further explains and supports the information in the financial statements. Required supplementary information can be found on pages 50-57 of this report.

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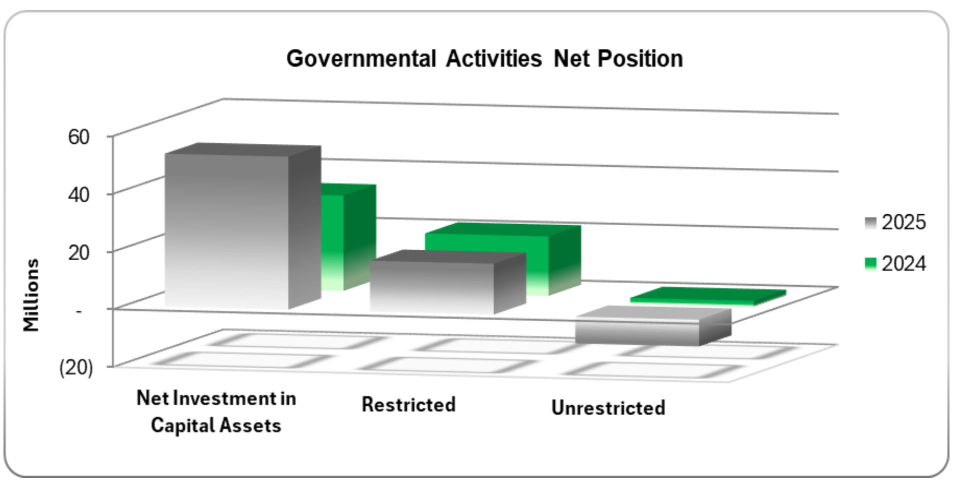
# D R A G O N S T R O N G

## Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the District, governmental type assets and deferred outflows of resources exceeded liabilities deferred inflows of resources by $ $61,317,834 as of June 30, 2025. The overall increase in net position is due to positive results of operations, and a decrease in liabilities.

**The District's Net Position-Governmental Activities**

| | June 30, 2025 | June 30, 2024 |
|---|---|---|
| Current assets | $ 103,171,997 | $ 113,255,983 |
| Capital assets | 279,118,091 | 291,517,523 |
| Restricted assets | 41,194 | 41,014 |
| Long-term investments | 8,055,000 | 7,510,000 |
| Total assets | 390,386,282 | 412,324,520 |
| Deferred outflows of resources: | | |
| Deferred outflows related to pensions | 4,558,729 | 10,431,607 |
| Deferred outflows related to OPEB | 6,015,169 | 3,656,662 |
| Total deferred outflows | 10,573,898 | 14,088,269 |
| Current liabilities | 47,532,328 | 44,948,883 |
| Long-term liabilities outstanding | 271,064,494 | 306,732,637 |
| Total liabilities | 318,596,822 | 351,681,520 |
| Deferred inflows of resources: | | |
| Deferred gain on refunding | 398,249 | 477,899 |
| Deferred inflows related to pensions | 3,330,704 | 1,939,065 |
| Deferred inflows related to OPEB | 17,316,571 | 20,674,939 |
| Total deferred inflows | 21,045,524 | 23,091,903 |
| Net position | | |
| Net investment in capital assets | 47,624,750 | 33,047,181 |
| Restricted | 17,632,050 | 20,590,811 |
| Unrestricted | (3,938,966) | (1,998,626) |
| Total net position | $ 61,317,834 | $ 51,639,366 |



Net investment in capital assets (e.g., land, buildings, furniture and equipment, right to use, and construction in progress) is $47,624,750. The District uses these capital assets to provide services to students; consequently, these assets are *not* available for future spending. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. An additional portion of the District's net position, $17,632,050, represents resources that are subject to external restrictions on how they may be used. The remaining balance of *unrestricted net position* is negative $3,938,966.

The District has launched a new after school program, Dragon U, which will provide after school care for students in kindergarten through fourth grade beginning in the 2025-26 school year. Information on this program is reported in the business-type activities portion of the government-wide financial statements.

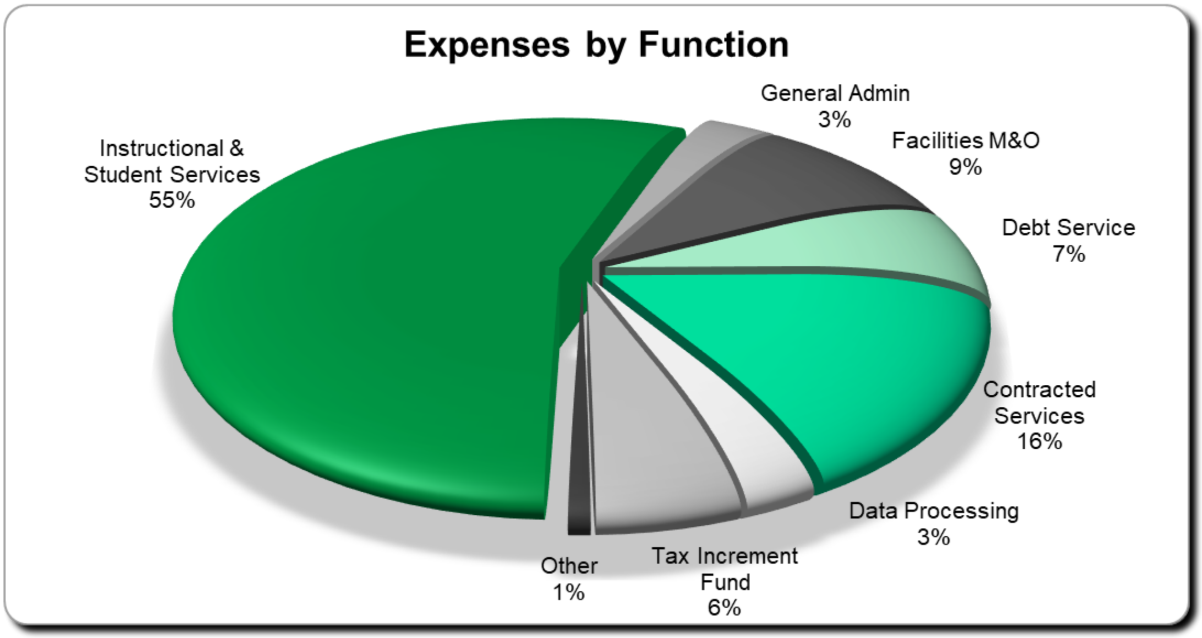
**The District's Net Position - Business-Type Activities**

| | June 30, 2025 | June 30, 2024 |
|---|---|---|
| Current assets | $ 13,200 | $ - |
| Total assets | 13,200 | - |
| Current liabilities | 13,200 | - |
| Total liabilities | 13,200 | - |
| Net position | | |
| Unrestricted | - | - |
| Total net position | $ - | $ - |

**Governmental activities.** The District's total net position increased $10,024,399 due to the aforementioned. The total cost of all *governmental activities* was $153,590,698. The amount that our taxpayers paid for these activities through property taxes was $121,732,218, or 79%. During fiscal year 2025, the District implemented GASB Statement 101, Compensated Absences. As a result, the beginning net position of governmental activities decreased by $345,931. Additional information is provided in Note O on page 48 of this report.

**Changes in the District's Net Position - Governmental Activities**

| | Fiscal Year June 30, 2025 | Ten-Months Ended June 30, 2024 |
|---|---|---|
| Revenues: | | |
| Program revenues | | |
| Charges for services | $ 10,034,730 | $ 8,043,698 |
| Operating grants and contributions | 7,973,191 | 9,723,799 |
| General revenues | | |
| Property taxes | 121,732,218 | 118,320,235 |
| State grants | 9,684,972 | 8,757,636 |
| Other | 14,189,986 | 15,017,665 |
| Total revenues | 163,615,097 | 159,863,033 |
| Expenses: | | |
| Instruction | 57,538,428 | 57,178,103 |
| Instructional resources and media services | 1,082,029 | 1,038,418 |
| Curriculum and staff development | 1,622,359 | 1,568,350 |
| Instructional leadership | 791,191 | 800,073 |
| School leadership | 5,055,441 | 4,624,391 |
| Guidance, counseling & evaluation services | 4,398,810 | 4,205,908 |
| Health services | 989,975 | 987,541 |
| Student transportation | 2,884,614 | 2,688,406 |
| Food service | 4,339,902 | 3,927,109 |
| Cocurricular/extracurricular activities | 5,765,041 | 4,606,905 |
| General administration | 4,378,370 | 3,500,132 |
| Facilities maintenance and operations | 14,469,360 | 12,428,656 |
| Security and monitoring services | 479,518 | 477,726 |
| Data processing | 4,563,703 | 3,754,348 |
| Community services | 47,025 | 41,360 |
| Interest on long-term debt | 10,691,970 | 8,103,108 |
| Bond issuance costs and fees | 39,482 | 37,288 |
| Capital outlay | 139,104 | - |
| Contracted instructional services | 24,706,407 | 17,973,283 |
| Payments related to shared service arrangements | 42,522 | 61,019 |
| Payments to tax increment fund | 8,906,257 | 8,658,436 |
| Other intergovernmental charges | 659,190 | 614,051 |
| Total expenses | 153,590,698 | 137,274,611 |
| Increase (decrease) in net position | 10,024,399 | 22,588,422 |
| Beginning net position | 51,639,366 | 29,050,944 |
| Prior period adjustment | (345,931) | - |
| Beginning net position, as restated | 51,293,435 | 29,050,944 |
| Ending net position | $ 61,317,834 | $ 51,639,366 |




**Financial Analysis of the District's Funds**

As noted earlier, the District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements, bond covenants, and segregation for particular purposes.

***Governmental funds.*** The focus of the District's *governmental funds* is to provide information on near-term inflows, outflows, and balances of *spendable* resources. Such information is useful in assessing the District's financing requirements. In particular, *unassigned fund balance* may serve as a useful measure of the District's net resources available for spending at the end of a fiscal year.

As of the end of the current period, the District's governmental funds reported combined ending fund balances of $66,919,498, a decrease of $12,020,995. Approximately 53% of this total amount, $35,704,193, constitutes *unassigned fund balance*. The remainder of fund balance is *restricted*, *committed,* or *assigned* to indicate that it is not available for new spending because it is has already been restricted to pay (1) debt service ($9,461,902), (2) capital acquisitions ($939,479), (3) other restrictions for sinking fund deposits ($8,057,968), (4) other assigned fund balances ($499,102); and committed for (5) other committed balances ($12,014,408). Additionally, $102,194 is considered non-spendable for inventory and $140,252 non-spendable for prepaid items.

The general fund is the primary operating fund of the District. At June 30, 2025, unassigned fund balance of the general fund was $35,704,193, out of a total fund balance of $45,995,204. As a measure of the general fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to the total fund expenditures. Unassigned fund balance represents 28% of the total general fund expenditures. Total fund balance represents 37% of the total general fund expenditures.

The fund balance of the District's general fund decreased $3,862,473 during the current period. Key factors in this decrease include:

- Decrease in overall revenues from budgeted of approximately $1M
    - The Collected $2.5M less than budgeted for local property taxes;
    - Instruction Received $1.5M more than budgeted for state program revenues primarily due to increased Tax Increment Fund (TIF) zone funding.
- Decrease expenditures from budgeted of approximately $5.5M:
    - Savings of approximately $1M Instruction and Instructional-related services primarily due to vacancies of budgeted positions;
    - Savings of approximately $700K in Administrative Support Services from budgeted;

    - Savings of approximately $1.2M in Student Transportation, Food Service, and other Student Support Services from budgeted;
    - Savings of approximately $1M in Facilities Maintenance and Technology Services from budgeted;
    - Savings of approximately $700K in Intergovernmental Charges (Recapture) from budgeted;
    - Savings of approximately $900K in TIF zone arrangement payment to the City of Southlake from budgeted.
- Decrease in overall Other Financing Sources of approximately $8.5M primarily due to the budgeted land sale contract going into default and not being realized during the year

The debt service fund has a total fund balance of $17,516,902, of which $9,461,902 is restricted for the payment of debt service and $8,055,000 is restricted for sinking fund deposits. The net decrease in fund balance during the period in the debt service fund was $2,905,379 and was primarily due to scheduled debt service payments.

The key factor in the decrease was:

- District decreased the I&S Tax Rate to $0.2948 and approved a debt defeasance of $18M.

**General Fund Budgetary Highlights**

Over the course of the year, the District recommended and the Board approved several revisions to budgeted revenue and appropriations. These amendments were to allow for unexpected occurrences and to better reflect the activities of the District. The revised budget was primarily due to:

- Anticipated increase in Intergovernmental Charges (Recapture)
- Increase in payroll budget for one-time payments

The following are significant variations between the final budget and actual amounts for the general fund:

- Actual revenues were lower than budgeted by $1,813,533, primarily related to decreases in property tax revenues, and
- Actual expenditures were lower than budgeted by $7,739,050, primarily due to budgeting variances within instruction, student support services, support services, and intergovernmental charges.

**Capital Asset and Debt Administration**

**Capital assets.** The District's investment in capital assets for its governmental activities as of June 30, 2025, amounts to $279,118,091 (net of accumulated depreciation/amortization). This investment in capital assets includes land, buildings and improvements, furniture and equipment, vehicles and right to use assets.

Major capital asset acquisitions during the period include technology infrastructure improvements, the purchase of Chromebooks and a band trailer.

**District's Capital Assets**
(Net of Depreciation/Amortization)

| | June 30, 2025 | June 30, 2024 |
|---|---|---|
| Land | $ 13,846,289 | $ 13,848,539 |
| Construction in progress | 1,382,522 | - |
| Buildings and improvements | 253,567,997 | 267,203,402 |
| Furniture and equipment | 9,519,050 | 9,364,867 |
| Right to use assets | 802,233 | 1,100,715 |
| Total at historical cost | $ 279,118,091 | $ 291,517,523 |

Additional information on the District's capital assets can be found in Note C on page 32 of this report.

**Long-term debt.** At June 30, 2025, the District had total long-term debt outstanding of $271.1 million. The District's long-term liabilities decreased by $36 million (11.7%) from the prior year, primarily due to scheduled principal payments.

| Governmental Activities: | June 30 2025 | June 30 2024 | Change |
|---|---|---|---|
| General Obligation Bonds | $ 223,870,002 | $ 254,945,002 | $ (31,075,000) |
| Premium on Bonds | 7,334,053 | 8,192,168 | (858,115) |
| Net Pension Liability | 23,316,501 | 30,192,896 | (6,876,395) |
| Net OPEB Liability | 15,352,030 | 12,273,987 | 3,078,043 |
| Lease Liability | 223,868 | 231,346 | (7,478) |
| SBITA Liability | 606,646 | 897,238 | (290,592) |
| Compensated Absences* | 361,394 | 345,931 | 15,463 |
| Total governmental activities | $ 271,064,494 | $ 307,078,568 | $ (36,014,074) |

* 2024 Balance is shown as restated, additional information provided in the Notes to the Financial Statements Note O.

Additional information on the District's long-term debt can be found in Note F on pages 34-35 of this

report. **Economic Factors and Next Year's Budgets and Rates**

- The student attendance rate remains relatively stable at the 95 percent level.
- The District's enrollment was projected to decrease by 132 students to 7,973.
- The District adopted an M&O tax rate of $0.6853 and I&S tax rate of $0.2441 for a total tax rate of $0.9294.
- The District's taxable valuation was projected to increase by 4.5%.
- The District has appropriated a balanced budget in 2025-2026 of revenues/other resources of $123,502,175 and expenditures of $123,502,175 in its general fund.

**Requests for Information**

This financial report is designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the District's finances as well as demonstrate accountability for funds the District receives. Questions concerning any of the information provided in this report or requests for additional information should be addressed to the Carroll ISD Business Office, 2400 North Carroll Avenue, Southlake, TX 76092.

# Basic Financial Statements

# CARROLL INDEPENDENT SCHOOL DISTRICT

**Exhibit A-1**

STATEMENT OF NET POSITION
JUNE 30, 2025

| Data Control Codes | | 1 Governmental Activities | 2 Business-Type Activities | 3 Total |
|---|---|---|---|---|
| | **ASSETS:** | | | |
| 1110 | Cash and Cash Equivalents | $ 3,364,642 | $ 13,200 | $ 3,377,842 |
| 1120 | Current Investments | 84,043,861 | - | 84,043,861 |
| 1225 | Property Taxes Receivable (Net) | 1,538,497 | - | 1,538,497 |
| 1240 | Due from Other Governments | 13,980,604 | - | 13,980,604 |
| 1290 | Other Receivables (Net) | 1,947 | - | 1,947 |
| 1300 | Inventories | 102,194 | - | |
| 1410 | Unrealized Expenditures | 140,252 | - | 140,252 |
| | Capital Assets: | | | |
| 1510 | Land | 13,846,289 | - | 13,846,289 |
| 1520 | Buildings and Improvements (Net) | 253,567,997 | - | 253,567,997 |
| 1530 | Furniture and Equipment (Net) | 9,519,050 | - | 9,519,050 |
| 1550 | Right to Use Assets (Net) | 802,233 | - | 802,233 |
| 1550 | Construction in Progress | 1,382,522 | - | 1,382,522 |
| 1800 | Restricted Assets | 41,194 | - | 41,194 |
| 1900 | Long-Term Investments | 8,055,000 | - | 8,055,000 |
| 1000 | Total Assets | 390,386,282 | 13,200 | 390,297,288 |
| | **DEFERRED OUTFLOWS OF RESOURCES:** | | | |
| | Deferred Outflow Related to Pensions | 4,558,729 | - | 4,558,729 |
| | Deferred Outflow Related to OPEB | 6,015,169 | - | 6,015,169 |
| 1700 | Total Deferred Outflows of Resources | 10,573,898 | - | 10,573,898 |
| | **LIABILITIES:** | | | |
| 2110 | Accounts Payable | 577,231 | - | 577,231 |
| 2140 | Interest Payable | 3,571,154 | - | 3,571,154 |
| 2165 | Accrued Liabilities | 7,572,380 | - | 7,572,380 |
| 2180 | Due to Other Governments | 33,433,360 | - | 33,433,360 |
| 2300 | Unearned Revenue | 2,340,977 | 13,200 | 2,354,177 |
| 2400 | Payable from Restricted Assets | 37,226 | - | 37,226 |
| | Noncurrent Liabilities | | | |
| 2501 | Due Within One Year | 15,059,080 | - | 15,059,080 |
| 2502 | Due in More Than One Year | 217,336,883 | - | 217,336,883 |
| 2540 | Net Pension Liability | 23,316,501 | - | 23,316,501 |
| 2545 | Net OPEB Liability | 15,352,030 | - | 15,352,030 |
| 2000 | Total Liabilities | 318,596,822 | 13,200 | 318,610,022 |
| | **DEFERRED INFLOWS OF RESOURCES:** | | | |
| | Deferred Gain on Refunding | 398,249 | - | 398,249 |
| | Deferred Inflow Related to Pensions | 3,330,704 | - | 3,330,704 |
| | Deferred Inflow Related to OPEB | 17,316,571 | - | 17,316,571 |
| 2600 | Total Deferred Inflows of Resources | 21,045,524 | - | 21,045,524 |
| | **NET POSITION** | | | |
| 3200 | Net Investment in Capital Assets | 47,624,750 | - | 47,624,750 |
| | Restricted For: | | | |
| 3850 | Debt Service | 9,574,082 | - | 9,574,082 |
| 3880 | Scholarships | 2,968 | | 2,968 |
| 3890 | Other Purposes - Sinking Fund | 8,055,000 | - | 8,055,000 |
| 3900 | Unrestricted | (3,938,966) | - | (3,938,966) |
| 3000 | Total Net Position | $ 61,317,834 | $ - | $ 61,317,834 |



The accompanying notes are an integral part of this statement.

## CARROLL INDEPENDENT SCHOOL DISTRICT

**Exhibit B-1**

STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED JUNE 30, 2025

| | | 1 | 3 | 4 | 6 | 7 | 8 |
|---|---|---|---|---|---|---|---|
| | | | Program Revenues | | Net (Expense) Revenue and Changes in Net Position | | |
| Data Control Codes | Functions/Programs | Expenses | Charges for Services | Operating Grants and Contributions | Governmental Activities | Business-Type Activities | Total |
| | Governmental Activities: | | | | | | |
| 11 | Instruction | $ 57,538,428 | $ 1,890,853 | $ 2,536,749 | $ (53,110,826) | | $ (53,110,826) |
| 12 | Instructional Resources and Media Services | 1,082,029 | 53,070 | 27,489 | (1,001,470) | | (1,001,470) |
| 13 | Curriculum and Staff Development | 1,622,359 | 42,267 | 256,301 | (1,323,791) | | (1,323,791) |
| 21 | Instructional Leadership | 791,191 | 15,451 | 122,193 | (653,547) | | (653,547) |
| 23 | School Leadership | 5,055,441 | 240,995 | 119,610 | (4,694,836) | | (4,694,836) |
| 31 | Guidance, Counseling, and Evaluation Services | 4,398,810 | 486,426 | 599,292 | (3,313,092) | | (3,313,092) |
| 33 | Health Services | 989,975 | 23,100 | 22,737 | (944,138) | | (944,138) |
| 34 | Student Transportation | 2,884,614 | 66,295 | 84,152 | (2,734,167) | | (2,734,167) |
| 35 | Food Service | 4,339,902 | 3,957,911 | 54,927 | (327,064) | | (327,064) |
| 36 | Cocurricular/Extracurricular Activities | 5,765,041 | 1,862,398 | 64,413 | (3,838,230) | | (3,838,230) |
| 41 | General Administration | 4,378,370 | 99,141 | 143,178 | (4,136,051) | | (4,136,051) |
| 51 | Facilities Maintenance and Operations | 14,469,360 | 465,816 | 581,863 | (13,421,681) | | (13,421,681) |
| 52 | Security and Monitoring Services | 479,518 | 44,215 | 195,292 | (240,011) | | (240,011) |
| 53 | Data Processing Services | 4,563,703 | 117,073 | 219,857 | (4,226,773) | | (4,226,773) |
| 61 | Community Services | 47,025 | 1,289 | 960 | (44,776) | | (44,776) |
| 72 | Interest on Long-term Debt | 10,691,970 | 19,101 | 1,412,191 | (9,260,678) | | (9,260,678) |
| 73 | Bond Issuance Costs and Fees | 39,482 | - | - | (39,482) | | (39,482) |
| 81 | Capital Outlay | 139,104 | - | - | (139,104) | | (139,104) |
| 91 | Contracted Instructional Services between Schools | 24,706,407 | 649,329 | 1,489,465 | (22,567,613) | | (22,567,613) |
| 93 | Payments Related to Shared Services Arrangements | 42,522 | - | 42,522 | - | | - |
| 97 | Payments to Tax Increment Fund | 8,906,257 | - | - | (8,906,257) | | (8,906,257) |
| 99 | Other Intergovernmental Charges | 659,190 | - | - | (659,190) | | (659,190) |
| TG | Total Governmental Activities | 153,590,698 | 10,034,730 | 7,973,191 | (135,582,777) | | (135,582,777) |
| | Business-type Activities: | | | | | | |
| 01 | After School Program | - | - | - | - | $ - | - |
| TB | Total Business-type Activities | - | - | - | - | - | - |
| TP | Total Primary Government | $ 153,590,698 | $ 10,034,730 | $ 7,973,191 | (135,582,777) | - | (135,582,777) |
| | | | General Revenues: | | | | |
| MT | | | Property Taxes, Levied for General Purpose | | 84,409,129 | - | 84,409,129 |
| DT | | | Property Taxes, Levied for Debt Service | | 37,323,089 | - | 37,323,089 |
| IE | | | Investment Earnings | | 4,224,163 | - | 4,224,163 |
| SF | | | State Aid-Formula Grants | | 9,684,972 | - | 9,684,972 |
| MI | | | Miscellaneous | | 9,965,823 | - | 9,965,823 |
| TR | | | Total General Revenues | | 145,607,176 | - | 145,607,176 |
| CN | | | Change in Net Position | | 10,024,399 | - | 10,024,399 |
| NB | | | Net Position - Beginning | | 51,639,366 | - | 51,639,366 |
| | | | Prior Period Adjustment | | (345,931) | - | (345,931) |
| | | | Net Position - Beginning, as Restated | | 51,293,435 | - | 51,293,435 |
| NE | | | Net Position - Ending | | $ 61,317,834 | $ - | $ 61,317,834 |

The accompanying notes are an integral part of this statement.

## CARROLL INDEPENDENT SCHOOL DISTRICT

**Exhibit C-1**

BALANCE SHEET - GOVERNMENTAL FUNDS
JUNE 30, 2025

| Data Control Codes | | 10 General Fund | 50 Debt Service Fund | Other Governmental Funds | 98 Total Governmental Funds |
|---|---|---|---|---|---|
| | **ASSETS:** | | | | |
| 1110 | Cash and Cash Equivalents | $ 1,511,832 | $ - | $ 1,852,810 | $ 3,364,642 |
| 1120 | Current Investments | 70,480,744 | 8,557,569 | 5,005,549 | 84,043,862 |
| 1225 | Taxes Receivable | 1,331,505 | 558,501 | - | 1,890,006 |
| 1230 | Allowance for Uncollectible Taxes (Credit) | (259,284) | (92,225) | - | (351,509) |
| 1240 | Due from Other Governments | 12,552,903 | - | 1,427,701 | 13,980,604 |
| 1260 | Due from Other Funds | 4,506,709 | 668,924 | 1,117,886 | 6,293,519 |
| 1290 | Other Receivables | 1,947 | - | - | 1,947 |
| 1300 | Inventories | 102,194 | - | - | 102,194 |
| 1410 | Unrealized Expenditures | 140,252 | - | - | 140,252 |
| 1800 | Restricted Assets | 37,226 | - | 3,968 | 41,194 |
| 1900 | Long-Term Investments - Sinking Fund | - | 8,055,000 | - | 8,055,000 |
| 1000 | Total Assets | $ 90,406,028 | $ 17,747,769 | $ 9,407,914 | $ 117,561,711 |
| | **LIABILITIES:** | | | | |
| | Current Liabilities: | | | | |
| 2110 | Accounts Payable | $ 160,139 | $ - | $ 417,093 | $ 577,232 |
| 2150 | Payroll Deductions and Withholdings | 271,961 | - | 24,541 | 296,502 |
| 2160 | Accrued Wages Payable | 7,195,368 | - | 80,510 | 7,275,878 |
| 2170 | Due to Other Funds | 1,786,810 | - | 4,506,709 | 6,293,519 |
| 2180 | Due to Other Governments | 33,433,360 | - | - | 33,433,360 |
| 2300 | Unearned Revenues | 1,250,621 | 118,687 | 971,669 | 2,340,977 |
| 2400 | Payable from Restricted Assets | 37,226 | - | - | 37,226 |
| 2000 | Total Liabilities | 44,135,485 | 118,687 | 6,000,522 | 50,254,694 |
| | **DEFERRED INFLOWS OF RESOURCES:** | | | | |
| | Property Taxes | 275,339 | 112,180 | - | 387,519 |
| 2600 | Total Deferred Inflows of Resources | 275,339 | 112,180 | - | 387,519 |
| | **FUND BALANCES:** | | | | |
| | Nonspendable: | | | | |
| 3410 | Inventories | 102,194 | - | - | 102,194 |
| 3430 | Prepaid Items | 140,252 | - | - | 140,252 |
| | Restricted: | | | | |
| 3470 | Capital Acquisitions and Contractual Obligations | - | - | 939,479 | 939,479 |
| 3480 | Retirement of Long-Term Debt | - | 9,461,902 | - | 9,461,902 |
| 3490 | Other Restrictions | - | 8,055,000 | 2,968 | 8,057,968 |
| | Committed: | | | | |
| 3545 | Other Committed | 10,048,565 | - | 1,965,843 | 12,014,408 |
| | Assigned: | | | | |
| 3590 | Other Assigned | - | - | 499,102 | 499,102 |
| 3600 | Unassigned | 35,704,193 | - | - | 35,704,193 |
| 3000 | Total Fund Balances | 45,995,204 | 17,516,902 | 3,407,392 | 66,919,498 |
| 4000 | Total Liabilities and Fund Balances | $ 90,406,028 | $ 17,747,769 | $ 9,407,914 | $ 117,561,711 |



The accompanying notes are an integral part of this statement.

## CARROLL INDEPENDENT SCHOOL DISTRICT

**Exhibit C-1R**

RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
FOR THE YEAR ENDED JUNE 30, 2025

| | | |
|---|---|---|
| Total fund balances - governmental funds balance sheet | $ | 66,919,498 |
| Amounts reported for governmental activities in the Statement of Net Position are different because: | | |
| Property taxes receivable unavailable to pay for current period expenditures are deferred in the funds. | | 387,519 |
| Capital assets used in governmental activities are not reported in the funds. | | 279,118,091 |
| Deferred resource outflows related to the pension plan are not reported in the funds. | | 4,558,729 |
| Deferred resource outflows related to the OPEB plan are not reported in the funds. | | 6,015,169 |
| Recognition of the District's proportionate share of the net pension liability is not reported in the funds. | | (23,316,501) |
| Recognition of the District's proportionate share of the net OPEB liability is not reported in the funds. | | (15,352,030) |
| Deferred resource inflows related to the pension plan are not reported in the funds. | | (3,330,704) |
| Deferred resource inflows related to the OPEB plan are not reported in the funds. | | (17,316,571) |
| Payables for bond principal which are not due in the current period are not reported in the funds. | | (223,870,002) |
| Payables for right-to-use leases which are not due in the current period are not reported in the funds. | | (223,868) |
| Payables for bond interest which are not due in the current period are not reported in the funds. | | (3,571,154) |
| Premiums on bonds which are not due and payable in the current period are not reported in the funds. | | (7,334,053) |
| Deferred gain on refunding bonds is not reported in the funds. | | (398,249) |
| Payables for right-to-use SBITAs which are not due in the current period are not reported in the funds. | | (606,646) |
| Payables for compensated absences which are not due in the current period are not reported in the funds. | | (361,394) |
| Net position of governmental activities - Statement of Net Position | $ | 61,317,834 |



The accompanying notes are an integral part of this statement.

## CARROLL INDEPENDENT SCHOOL DISTRICT

Exhibit C-2

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2025

| Data Control Codes | | 10 General Fund | 50 Debt Service Fund | Other Governmental Funds | 98 Total Governmental Funds |
|---|---|---|---|---|---|
| | **REVENUES:** | | | | |
| 5700 | Local and Intermediate Sources | $ 104,573,037 | $ 38,141,876 | $ 2,922,982 | $ 145,637,895 |
| 5800 | State Program Revenues | 14,533,245 | 1,384,756 | 715,517 | 16,633,518 |
| 5900 | Federal Program Revenues | 1,922,619 | - | 1,589,421 | 3,512,040 |
| 5020 | Total Revenues | 121,028,901 | 39,526,632 | 5,227,920 | 165,783,453 |
| | **EXPENDITURES:** | | | | |
| | Current: | | | | |
| 0011 | Instruction | 49,145,236 | - | 1,981,603 | 51,126,839 |
| 0012 | Instructional Resources and Media Services | 911,804 | - | 36,826 | 948,630 |
| 0013 | Curriculum and Staff Development | 1,171,161 | - | 247,142 | 1,418,303 |
| 0021 | Instructional Leadership | 587,886 | - | 120,346 | 708,232 |
| 0023 | School Leadership | 4,286,850 | - | 162,364 | 4,449,214 |
| 0031 | Guidance, Counseling, and Evaluation Services | 2,798,576 | - | 1,067,746 | 3,866,322 |
| 0033 | Health Services | 875,690 | - | 108 | 875,798 |
| 0034 | Student Transportation | 2,522,478 | - | 474 | 2,522,952 |
| 0035 | Food Service | 3,726,419 | - | 122,249 | 3,848,668 |
| 0036 | Cocurricular/Extracurricular Activities | 3,938,993 | - | 1,267,517 | 5,206,510 |
| 0041 | General Administration | 3,772,245 | - | 22,268 | 3,794,513 |
| 0051 | Facilities Maintenance and Operations | 12,341,831 | - | 19,274 | 12,361,105 |
| 0052 | Security and Monitoring Services | 199,290 | - | 203,681 | 402,971 |
| 0053 | Data Processing Services | 4,454,513 | - | 171,831 | 4,626,344 |
| 0061 | Community Services | 41,542 | - | 250 | 41,792 |
| | Debt Service: | | | | |
| 0071 | Principal on Long-term Debt | 425,040 | 31,075,000 | 4,062 | 31,504,102 |
| 0072 | Interest on Long-term Debt | 33,213 | 11,317,529 | 347,776 | 11,698,518 |
| 0073 | Bond Issuance Costs and Fees | - | 39,482 | - | 39,482 |
| 0081 | Facilities Acquisition and Construction | - | - | 4,672,135 | 4,672,135 |
| | Intergovernmental: | | | | |
| 0091 | Contracted Instructional Services | | | | |
| 0091 | Between Public Schools | 24,706,407 | - | - | 24,706,407 |
| 0093 | Payments to Shared Service Arrangements | - | - | 42,522 | 42,522 |
| 0097 | Payments to Tax Increment Fund | 8,906,257 | - | - | 8,906,257 |
| 0099 | Other Intergovernmental Charges | 659,190 | - | - | 659,190 |
| 6030 | Total Expenditures | 125,504,621 | 42,432,011 | 10,490,174 | 178,426,806 |
| 1100 | Excess (Deficiency) of Revenues Over (Under) | | | | |
| 1100 | Expenditures | (4,475,720) | (2,905,379) | (5,262,254) | (12,643,353) |
| | Other Financing Sources and (Uses): | | | | |
| 7912 | Sale of Real or Personal Property | 491,326 | - | - | 491,326 |
| 7913 | Issuance of Right to Use Leases | 121,921 | - | 9,111 | 131,032 |
| 7080 | Total Other Financing Sources and (Uses) | 613,247 | - | 9,111 | 622,358 |
| 1200 | Net Change in Fund Balances | (3,862,473) | (2,905,379) | (5,253,143) | (12,020,995) |
| 0100 | Fund Balances - Beginning | 49,857,677 | 20,422,281 | 8,660,535 | 78,940,493 |
| 3000 | Fund Balances - Ending | $ 45,995,204 | $ 17,516,902 | $ 3,407,392 | $ 66,919,498 |



The accompanying notes are an integral part of this statement.

## CARROLL INDEPENDENT SCHOOL DISTRICT

**Exhibit C-3**

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2025

| | |
|---|---|
| Net change in fund balances - total governmental funds | $ (12,020,995) |
| Amounts reported for governmental activities in the Statement of Activities ("SOA") are different because: | |
| Certain property tax revenues are deferred in the funds. This is the change in these amounts this year. | (170,039) |
| Capital outlays are not reported as expenses in the SOA. | 6,910,908 |
| The depreciation / amortization of capital assets used in governmental activities is not reported in the funds. | (19,308,090) |
| The gain or loss on the sale of capital assets is not reported in the funds. | 489,076 |
| Proceeds from the sale of capital assets are reported in the funds but not in the SOA. | (491,326) |
| GASB 68 requires that certain plan expenditures be de-expended and recorded as deferred resource outflows. These pension contributions made after the measurement date of the plan increased ending net position. | 1,820,884 |
| Pension contributions made before the measurement date and during the previous fiscal year were expended and recorded as a reduction to net pension liability. | (1,799,309) |
| Changes in the net pension liability and related deferred inflows and outflows are recognized in the government wide financials but are not reported in the fund financial statements. The net effect of the change is a decrease in net position. | (409,697) |
| GASB 75 requires that certain plan expenditures be de-expended and recorded as deferred resource outflows. These OPEB contributions made after the measurement date of the plan increased net position. | 387,493 |
| OPEB contributions made before the measurement date and during the previous fiscal year were expended and recorded as a reduction in the net OPEB liability. | (381,724) |
| Changes in the net OPEB liability and related deferred inflows and outflows are recognized in the government wide financials but are not reported in the fund financial statements. The net effect of the change is an increase in net position. | 2,633,063 |
| Repayment of bond principal is an expenditure in the funds but is not an expense in the SOA. | 31,075,000 |
| Repayment of right-to-use lease principal is an expenditure in the funds but is not an expense in the SOA. | 138,510 |
| Repayment of SBITA principal is an expenditure in the funds but is not an expense in the SOA. | 290,592 |
| Changes in accrued interest on bonds from beginning of period to end of period. | 68,783 |
| Deferred loss on refunding bonds is amortized in the SOA but not in the funds. | 79,650 |
| Premiums on bonds are amortized in the SOA but not in the funds. | 858,115 |
| Issuance of right-to-use SBITAs do not provide revenue in the SOA, but are reported as other financing sources in the funds. | (131,032) |
| Changes in compensated absence liabilities are reported in the SOA but not in the funds. | (15,463) |
| Change in net position of governmental activities - Statement of Activities | $ 10,024,399 |



The accompanying notes are an integral part of this statement.

# CARROLL INDEPENDENT SCHOOL DISTRICT

**Exhibit D-1**

STATEMENT OF NET POSITION
PROPRIETARY FUND
JUNE 30, 2025

| Data Control Codes | | Nonmajor Enterprise Fund After School Program |
|---|---|---|
| | **ASSETS:** | |
| | Current Assets | |
| 1100 | Cash and Cash Equivalents | $ 13,200 |
| | Total Current Assets | 13,200 |
| 1000 | Total Assets | 13,200 |
| | **LIABILITIES:** | |
| | Current Liabilities: | |
| 2300 | Unearned Revenue | 13,200 |
| | Total Current Liabilities | 13,200 |
| 2000 | Total Liabilities | 13,200 |
| | **NET POSITION:** | |
| 3900 | Unrestricted | - |
| 3000 | Total Net Position | $ - |



The accompanying notes are an integral part of this statement.

## CARROLL INDEPENDENT SCHOOL DISTRICT

**Exhibit D-2**

STATEMENT OF REVENUES, EXPENSES, AND CHANGES
IN FUND NET POSITION - PROPRIETARY FUND
FOR THE YEAR ENDED JUNE 30, 2025

| Data Control Codes | | Nonmajor Enterprise Fund After School Program |
|---|---|---|
| | **OPERATING REVENUES:** | |
| 5020 | Total Revenues | $ - |
| | **OPERATING EXPENSES:** | |
| 6030 | Total Expenses | - |
| 1300 | Change in Net Position | - |
| 0100 | Total Net Position - Beginning | - |
| 3300 | Total Net Position - Ending | $ - |



The accompanying notes are an integral part of this statement.

## CARROLL INDEPENDENT SCHOOL DISTRICT

**Exhibit D-3**

STATEMENT OF CASH FLOWS
PROPRIETARY FUND
FOR THE YEAR ENDED JUNE 30, 2025

| | Nonmajor Enterprise Fund<br>After School Program |
|---|---|
| **Cash Flows from Operating Activities** | |
| Cash Received from Customers | $ 13,200 |
| Net Cash Provided (Used) by Operating Activities | 13,200 |
| | |
| Net Increase (Decrease) in Cash and Cash Equivalents | 13,200 |
| Cash and Cash Equivalents at Beginning of Year | - |
| Cash and Cash Equivalents at End of Year | $ 13,200 |
| | |
| **Reconciliation of Operating Income to Net Cash Provided by Operating Activities:** | |
| Operating Income | $ - |
| Change in Assets and Liabilities: | |
| Increase in Unearned Revenue | 13,200 |
| Total Adjustments | 13,200 |
| Net Cash Provided (Used) by Operating Activities | $ 13,200 |



The accompanying notes are an integral part of this statement.

# CARROLL INDEPENDENT SCHOOL DISTRICT

**Exhibit E-1**

STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
JUNE 30, 2025

| Data Control Codes | | Custodial Funds |
|---|---|---|
| | **ASSETS:** | |
| 1290 | Other Receivables | $ 114,110 |
| 1000 | Total Assets | 114,110 |
| | **LIABILITIES:** | |
| 2110 | Accounts Payable | 396 |
| 2000 | Total Liabilities | 396 |
| | **NET POSITION:** | |
| 3800 | Restricted for Student Activities | 113,714 |
| 3000 | Total Net Position | $ 113,714 |



The accompanying notes are an integral part of this statement.

## CARROLL INDEPENDENT SCHOOL DISTRICT

**Exhibit E-2**

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2025

| | Custodial Funds |
|---|---|
| **ADDITIONS:** | |
| Revenues from Student Activities | 356,989 |
| Total Additions | 356,989 |
| | |
| **DEDUCTIONS:** | |
| Payments for Student Activities | 367,282 |
| Total Deductions | 367,282 |
| | |
| Change in Fiduciary Net Position | (10,293) |
| | |
| Net Position-Beginning of the Year | 124,007 |
| Net Position-End of the Year | $ 113,714 |



The accompanying notes are an integral part of this statement.

A. Summary of Significant Accounting Policies

The basic financial statements of Carroll Independent School District (the "District") have been prepared in conformity with accounting principles generally accepted in the United States of America ("GAAP") applicable to governmental units in conjunction with the Texas Education Agency's Financial Accountability System Resource Guide ("Resource Guide"). The Governmental Accounting Standards Board ("GASB") is the accepted standard setting body for establishing governmental accounting and financial reporting principles.

1. Reporting Entity

The Board of School Trustees ("Board"), a seven-member group, has governance responsibilities over all activities related to public elementary and secondary education within the jurisdiction of the District. The Board is elected by the public and has the exclusive power and duty to govern and oversee the management of the public schools of the District. All powers and duties not specifically delegated by statute to the Texas Education Agency ("TEA") or to the State Board of Education are reserved for the Board, and the TEA may not substitute its judgment for the lawful exercise of those powers and duties by the Board. The District receives funding from local, state and federal government sources and must comply with the requirements of those funding entities. However, the District is not included in any other governmental reporting entity and there are no component units included within the District's reporting entity.

2. Basis of Presentation, Basis of Accounting

a. Basis of Presentation

Government-wide Financial Statements: The statement of net position and the statement of activities include the financial activities of the overall government, except for fiduciary activities. Eliminations have been made to minimize the double-counting of internal activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange transactions.

The statement of activities presents a comparison between direct expenses and program revenues for each function of the District's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. The District does not allocate indirect expenses in the statement of activities. Program revenues include (a) fees, fines, and charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

Fund Financial Statements: The fund financial statements provide information about the District's funds, with separate statements presented for each fund category. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column. All remaining governmental funds are aggregated and reported as nonmajor funds.

The District reports the following major governmental funds:

General Fund: This is the District's primary operating fund. It accounts for all financial resources of the District except those required to be accounted for in another fund.

Debt Service Fund: This fund is used to account for all financial resources restricted, committed or assigned to expenditure for principal and interest.

The District reports the following non-major enterprise funds:

After School Program: These funds are used to account for all resources and expenses of the after-school care program.

In addition, the District reports the following fund types:

Custodial Fund: This fund is used to report student activity funds held in a purely custodial capacity. Custodial funds are a type of fiduciary fund that typically involve only the receipt, temporary investment, and remittance of the fiduciary resources to individuals, private organizations, or other governments.

Fiduciary funds are reported in the fiduciary fund financial statements. However, because their assets are held in a trustee capacity, and are therefore not available to support District programs, these funds are not included in the government-wide statements.

b. Measurement Focus, Basis of Accounting

Government-wide and Fiduciary Fund Financial Statements: These financial statements are reported using the economic resources measurement focus. They are reported using the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Nonexchange transactions, in which the District gives (or receives) value without directly receiving (or giving) equal value in exchange, include property taxes, grants, entitlements, and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

Governmental Fund Financial Statements: Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The District considers all revenues reported in the governmental funds to be available if the revenues are collected within sixty days after year-end. Revenues from local sources consist primarily of property taxes. Property tax revenues and revenues received from the State are recognized under the susceptible-to-accrual concept. Miscellaneous revenues are recorded as revenue when received in cash because they are generally not measurable until actually received. Investment earnings are recorded as earned, since they are both measurable and available. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under lease contracts and subscription-based information technology arrangements are reported as other financing sources.

When the District incurs an expenditure or expense for which both restricted and unrestricted resources may be used, it is the District's policy to use restricted resources first, then unrestricted resources.

3. Financial Statement Amounts

a. Property Taxes

Property taxes are levied by October 1 on the assessed value listed as of the prior January 1 for all real and business personal property in conformity with Subtitle E, Texas Property Tax Code. Taxes are due on receipt of the tax bill and are delinquent if not paid before February 1 of the year following the year in which imposed. On January 1 of each year, a tax lien attaches to property to secure the payment of all taxes, penalties, and interest ultimately imposed. Property tax revenues are considered available (1) when they become due or past due and receivable within the current period and (2) when they are expected to be collected during a 60-day period after the close of the fiscal year.

Allowances for uncollectible tax receivables within the General and Debt Service Funds are based upon historical experience in collecting property taxes. Uncollectible personal property taxes are periodically reviewed and written off, but the District is prohibited from writing off real property taxes without specific statutory authority from the Texas Legislature. Deferred inflows of resources are recorded in an amount equal to the net taxes receivable less subsequent 60-day collection at the fund level.

b. Inventories and Prepaid Items

Supplies and materials are recorded as expenditures· when requisitioned. Inventories of supplies on the balance sheet are stated at weighted average cost.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items. The consumption method is used to account for prepayments. Under this method, items are carried in a prepaid account at the respective fund at cost and are subsequently charged to expenditures when used. Prepaid balances are for payments made by the District in the current year to provide services occurring in the subsequent fiscal year. Prepaid items have been recognized as non-spendable to signify that a portion of fund balance is not available for other subsequent expenditures.

c. Capital Assets

Purchased or constructed capital assets are reported at cost or estimated historical cost. Donated capital assets and donated works of art and similar items are recorded at their acquisition value at the date of donation. The cost of maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized. A capitalization threshold of $5,000 is used. Significant accounting policies for right to use assets are located at Note G for leases and Note H for Subscription-Based IT Arrangements (SBITAS).

Capital assets are being depreciated/amortized using the straight-line method over the following estimated useful lives:

| Asset Class | Estimated Useful Lives |
|---|---|
| Buildings & Improvements | 10-50 years |
| Vehicles | 7-10 years |
| Equipment | 3-15 years |
| Right-to-Use Assets - Leases | 2-36 months |
| Right-to-Use Assets - SBITAs | 2-5 years |

d. Deferred Outflows and Inflows of Resources

In addition to assets, the statements of financial position (the government-wide Statement of Net Position and governmental funds balance sheet) will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets and/or fund balance that applies to one or more future periods and so will not be recognized as an outflow of resources (expense / expenditure) until then.

In addition to liabilities, the statements of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net assets that applies to one or more future periods and so will not be recognized as an inflow of resources (revenue) until that time.

e. Receivable and Payable Balances

The District believes that sufficient detail of receivable and payable balances is provided in the financial statements to avoid the obscuring of significant components by aggregation. Therefore, no disclosure is provided which disaggregates those balances.

There are no significant receivables which are not scheduled for collection within one year of year end.

f. Interfund Activity

Interfund activity results from loans, services provided, reimbursements or transfers between funds. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures or expenses. Reimbursements occur when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers In and Transfers Out are netted and presented as a single "Transfers" line on the government-wide statement of activities. Similarly, interfund receivables and payables are netted and presented as a single "Internal Balances" line of the government-wide statement of net position.

g. Use of Estimates

The preparation of financial statements in conformity with GAAP requires the use of management's estimates.

h. Data Control Codes

Data Control Codes appear in the rows and above the columns of certain financial statements. The TEA requires the display of these codes in the financial statements filed with TEA in order to ensure accuracy in building a statewide database for policy development and funding plans.

i. Fund Balances - Governmental Funds

Fund balances of the governmental funds are classified as follows:

Nonspendable Fund Balance - represents amounts that cannot be spent because they are either not in spendable form (such as inventory or prepaid insurance) or legally required to remain intact (such as notes receivable or principal of a permanent fund).

Restricted Fund Balance - represents amounts that are constrained by external parties, constitutional provisions or enabling legislation.

Committed Fund Balance - represents amounts that can only be used for a specific purpose because of a formal action by the District's Board of Trustees, which is a Board resolution. Committed amounts cannot be used for any other purpose unless the Board of Trustees removes those constraints by taking the same type of formal action. Committed fund balance is reported pursuant to a resolution by the Board of Trustees.

Assigned Fund Balance - represents amounts which the District intends to use for a specific purpose, but that do not meet the criteria to be classified as restricted or committed. Intent may be stipulated by the Board of Trustees or by an official or body to which the Board of Trustees delegates the authority. Specific amounts that are not restricted or committed in a special revenue, capital projects, debt service or permanent fund are assigned for purposes in accordance with the nature of their fund type or the fund's primary purpose. Assignments within the general fund convey that the intended use of those amounts is for a specific purpose that is narrower than the general purposes of the District itself. The Board shall designate to the Superintendent or designee the authority to assign fund balance.

Unassigned Fund Balance - represents amounts which are unconstrained in that they may be spent for any purpose. Only the general fund reports a positive unassigned fund balance. Other governmental funds might report a negative balance in this classification because of overspending for specific purposes for which amounts had been restricted, committed or assigned.

The District established a minimum fund balance policy requiring at least 45 days of operating expenditures in fund balance at all times. In the event the fund balance should fall below an amount equal to 45 days of operating expenses in any year, the Board shall determine and implement measures that will increase the fund balance, if appropriate, to ensure the standard of 45 days of operating expenditures for the next school year. The District was in compliance with this policy at June 30, 2025.

j. Net Position Flow Assumption

Sometimes the District will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted net position and unrestricted net position in the government-wide financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the District's policy to consider restricted net position to have been depleted before unrestricted net position is applied.

k. Fund Balance Flow Assumptions

Sometimes the District will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the District's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

4. Pensions

The fiduciary net position of the Teacher Retirement System of Texas (TRS) has been determined using the flow of economic resources measurement focus and full accrual basis of accounting. This includes for purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, pension expense, and information about assets, liabilities and additions to / deductions from TRS fiduciary net position. Benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

5. Other Post-Employment Benefits

The fiduciary net position of the Teacher Retirement System of Texas (TRS) TRS-Care Plan has been determined using the flow of economic resources measurement focus and full accrual basis of accounting. This includes for purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to other post-employment benefits, OPEB expense, and information about assets, liabilities and additions to / deductions from TRS-Care's fiduciary net position. Benefit payments are recognized when due and payable in accordance with the benefit terms. There are no investments as this is a pay-as-you-go plan and all cash is held in a cash account.

6. Implementation of New Standards

In the current fiscal year, the district implemented the following new standard. The applicable provisions of the new standards are summarized below. Implementation is reflected in the financial statements, additional information is provided in Note O.

GASB Statement No. 101, *Compensated Absences*

This Statement requires that liabilities for compensated absences be recognized for (1) leave that has not been used and (2) leave that has been used but not yet paid in cash or settled through noncash means. A liability should be recognized for leave that has not been used if (a) the leave is attributable to services already rendered, (b) the leave accumulates, and (c) the leave is more likely than not to be used for time off or otherwise paid in cash or settled through noncash means.

7. Compensated Absences

The District recognizes a liability for compensated absences for leave based on the following criteria:

- Leave that has been earned for services previously rendered by employees,
- Leave that accumulates and is allowed to be carried over to subsequent years, and
- Leave that is more likely than not to be used as time off or settled by cash or other means during or upon separation from employment.

Based on the criteria listed, local leave qualifies for liability recognition for compensated absences. The liability for compensated absences is reported in the government-wide financial statements. The liability for compensated absences includes salary-related benefits, where applicable. Changes in the liability balance is presented as a net of the increases and decreases that occurred during the fiscal year.

B. Deposits and Investments

The District's funds are required to be deposited and invested under the terms of a depository contract. The depository bank deposits for safekeeping and trust with the District's agent bank approved pledged securities in an amount sufficient to protect District funds on a day-to-day basis during the period of the contract. The pledge of approved securities is waived only to the extent of the depository bank's dollar amount of Federal Deposit Insurance Corporation ("FDIC") insurance.

1. Cash Deposits:

At June 30, 2025, the carrying amount of the District's deposits (cash, certificates of deposit, and interest-bearing savings accounts included in temporary investments) was $32,548,606 and the bank balance was $34,669,181. The District's cash deposits at June 30, 2025 were entirely covered by FDIC insurance or by pledged collateral held by the District's agent bank in the District's name.

2. Investments:

The District is required by Government Code Chapter 2256, The Public Funds Investment Act, to adopt, implement, and publicize an investment policy. That policy must address the following areas: (1) safety of principal and liquidity, (2) portfolio diversification, (3) allowable investments, (4) acceptable risk levels, (5) expected rates of return, (6) maximum allowable stated maturity of portfolio investments, (7) maximum average dollar-weighted maturity allowed based on the stated maturity date for the portfolio, (8) investment staff quality and capabilities, and (9) bid solicitation preferences for certificates of deposit.

The Public Funds Investment Act ("Act") requires the District to have independent auditors perform test procedures related to investment practices as provided by the Act. The District is in substantial compliance with the requirements of the Act and with local policies.

The Act determines the types of investments which are allowable for the District. These include, with certain restrictions, (1) obligations of the U.S. Treasury, U.S. agencies, and the State of Texas, (2) certificates of deposit, (3) certain municipal securities, (4) securities lending program, (5) repurchase agreements, (6) bankers acceptances, (7) mutual funds, (8) investment pools, (9) guaranteed investment contracts, and (10) commercial paper.

The District's investments at June 30, 2025 consisted of local government investment pools, cash equivalents, money market and ICS savings accounts and certificates of deposits. Cash equivalent accounts are covered by FDIC and are included in the cash balance in Note B-1.

The District's investments at June 30, 2025 are shown below.

| Investment or Investment Type | Maturity | | Value |
|---|---|---|---|
| Texas CLASS - LGIP | Wtd Avg Maturity 37 days | $ | 52,984,293 |
| TexasTERM (TexasDAILY) - LGIP | Wtd Avg Maturity 39 days | | 1,892,772 |
| NexBank - ICS Savings | N/A | | 5,808,916 |
| Origin Bank | | | |
| Money Market Savings Account | N/A | | 17,067,730 |
| Cetera | | | |
| Money Market Savings Account | N/A | | 2,896,549 |
| Charles Schwab | | | |
| Cash Equivalent | N/A | | 3,393,601 |
| Total Investments | | $ | 84,043,861 |

3. Analysis of Specific Deposit and Investment Risks

GASB Statement No. 40 requires a determination as to whether the District was exposed to the following specific investment risks at year end and if so, the reporting of certain related disclosures:

a. Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The ratings of securities by nationally recognized rating agencies are designed to give an indication of credit risk. At year end, the District was not significantly exposed to credit risk.

At June 30, 2025 the District's investments, other than those which are obligations of or guaranteed by the U. S. Government, are rated as to credit quality as follows:

| | |
|---|---|
| Texas CLASS - LGIP | AAAm |
| TexasTERM (TexasDAILY) - LGIP | AAAmmf |

b. Custodial Credit Risk

Deposits are exposed to custodial credit risk if they are not covered by depository insurance and the deposits are uncollateralized, collateralized with securities held by the pledging financial institution, or collateralized with securities held by the pledging financial institution's trust department or agent but not in the District's name.

Investment securities are exposed to custodial credit risk if the securities are uninsured, are not registered in the name of the government, and are held by either the counterparty or the counterparty's trust department or agent but not in the District's name.

At June 30, 2025, the District was not exposed to custodial credit risk.

c. Concentration of Credit Risk

This risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. At June 30, 2025, the District was not exposed to concentration of credit risk.

d. Interest Rate Risk

This is the risk that changes in interest rates will adversely affect the fair value of an investment. At year end, the District was not exposed to interest rate risk.

e. Foreign Currency Risk

This is the risk that exchange rates will adversely affect the fair value of an investment. At June 30, 2025, the District was not exposed to foreign currency risk.

Investment Accounting Policy

The District's general policy is to report money market investments and short-term participating interest-earning investment contracts at amortized cost and to report nonparticipating interest-earning investment contracts using a cost-based measure. However, if the fair value of an investment is significantly affected by the impairment of the credit standing of the issuer or by other factors, it is reported at fair value. All other investments are reported at fair value unless a legal contract exists which guarantees a higher value. The term "short-term" refers to investments which have a remaining term of one year or less at time of purchase. The term "nonparticipating" means that the investment's value does not vary with market interest rate changes. Nonnegotiable certificates of deposit are examples of nonparticipating interest-earning investment contracts.

The District reports its local government investment pools at amortized cost as permitted by GASB Statement No. 79, *Certain External Investment Pools and Pool Participants*. In addition, the pools do not have any limitations or restrictions on withdrawals such as notice periods or maximum transaction amounts. The pools do not impose any liquidity fees or redemption gates.

Public Funds Investment Pools

Public funds investment pools in Texas ("Pools") are established under the authority of the Interlocal Cooperation Act, Chapter 791 of the Texas Government Code, and are subject to the provisions of the Public Funds Investment Act (the "Act"), Chapter 2256 of the Texas Government Code. In addition to other provisions of the Act designed to promote liquidity and safety of principal, the Act requires Pools to: (1) have an advisory board composed of participants in the pool and other persons who do not have a business relationship with the pool and are qualified to advise the pool; (2) maintain a continuous rating of no lower than AAA or AAA-m or an equivalent rating by at least one nationally recognized rating service; and (3) maintain the fair value of its underlying investment portfolio within one half of one percent of the value of its shares.

TexasTERM

The Texas Term Local Government Investment Pool (TexasTERM) is a local government investment pool organized under the authority of the Interlocal Cooperation Act, Chapter 791, Texas Government Code, and the Public Funds Investment Act, Chapter 2256, Texas Government Code. TexasTERM is administered by PFM Asset Management LLC, which also serves as the investment advisor. The reported value of the pool is the same as the fair value of the pool shares. Investment options include TexasDAILY, a money market portfolio, which is rated AAAmmf by Fitch Ratings; TexasTERM, a short-term governmental securities and money market portfolio; and TexasTERM CD Purchase Program, a fixed rate, fixed-term investment option enabling investors to invest in FDIC insured CD's from banks throughout the United States.

Texas CLASS

Texas CLASS is administered by a board of pool members. The fair value of the District's position in Texas CLASS is the same as the value of the pool shares. Texas CLASS is operated in a manner consistent with the SEC’s Rule 2A Texas 7 of the investment company Act of 1970.

Charles Schwab

The District's investments with Charles Schwab consist of cash equivalents.

C. Capital Assets

Capital asset activity for the year ended June 30, 2025, was as follows:

| | Beginning Balances | Increases | Decreases | Ending Balances |
|---|---|---|---|---|
| Governmental activities: | | | | |
| Capital assets not being depreciated / amortized: | | | | |
| Land | $ 13,848,539 | $ - | $ 2,250 | $ 13,846,289 |
| Construction in progress | - | 1,382,522 | - | 1,382,522 |
| Total capital assets not being depreciated / amortized | 13,848,539 | 1,382,522 | 2,250 | 15,228,811 |
| Capital assets being depreciated / amortized: | | | | |
| Buildings and improvements | 460,600,334 | 3,120,536 | - | 463,720,870 |
| Equipment | 43,299,181 | 2,276,819 | - | 45,576,000 |
| Vehicles | 9,767,554 | - | - | 9,767,554 |
| Right to use assets - leases | 590,019 | 131,031 | 215,239 | 505,811 |
| Right to use assets - SBITAs | 1,654,450 | - | 200,288 | 1,454,162 |
| Total capital assets being depreciated / amortized | 515,911,538 | 5,528,386 | 415,527 | 521,024,397 |
| Less accumulated depreciation / amortization for: | | | | |
| Buildings and improvements | (193,396,932) | (16,755,941) | - | (210,152,873) |
| Equipment | (37,578,965) | (1,352,105) | - | (38,931,070) |
| Vehicles | (6,122,903) | (770,531) | - | (6,893,434) |
| Right to use assets - leases | (361,802) | (138,681) | (215,239) | (285,244) |
| Right to use assets - SBITAs | (781,952) | (290,832) | (200,288) | (872,496) |
| Total accumulated depreciation / amortization | (238,242,554) | (19,308,090) | (415,527) | (257,135,117) |
| Total capital assets being depreciated / amortized, net | 277,668,984 | (13,779,704) | - | 263,889,280 |
| Governmental activities capital assets, net | $ 291,517,523 | $ (12,397,182) | $ 2,250 | $ 279,118,091 |

Depreciation / amortization was charged to functions as follows:

| | |
|---|---|
| Instruction | $ 10,096,324 |
| Instructional resources and media services | 185,604 |
| Curriculum and staff development | 277,750 |
| Instructional leadership | 137,824 |
| School leadership | 869,948 |
| Guidance, counseling, and evaluation services | 758,176 |
| Health services | 171,240 |
| Student transportation | 494,260 |
| Food service | 755,023 |
| Cocurricular/extracurricular activities | 1,033,727 |
| General administration | 752,994 |
| Facilities maintenance and operations | 2,427,064 |
| Security and monitoring services | 79,182 |
| Data processing services | 1,260,808 |
| Community services | 8,166 |
| | $ 19,308,090 |

D. Interfund Balances and Activities

1. Due To and From Other Funds

Balances due to and due from other funds at June 30, 2025, consisted of the following:

| Due To Fund | Due From Fund | Amount |
| --- | --- | --- |
| Debt Service Fund | General Fund | $ 668,924 |
| Nonmajor Governmental Funds | General Fund | 1,117,886 |
| General Fund | Nonmajor Governmental Funds | 4,506,709 |
| | Total | $ 6,293,519 |

The outstanding balances between funds result mainly from the time lag between the dates that reimbursable expenditures occur or deposits of revenue are received, the dates the transactions are recorded in the accounting system, and the date the interfund payments are actually settled. All interfund receivables will be liquidated within the next fiscal year. In the government-wide financial statements, all interfund transactions for receivables and payables have been eliminated.

E. Other Restricted, Committed, and Assigned Fund Balances

The District's other restricted, committed, and assigned fund balances at June 30, 2025 consist of the following:

Other Committed Fund Balances:

| Fund | Amount | |
| --- | --- | --- |
| General | $ 10,048,565 | State Funding Decreases |
| Special Revenue | 1,663,282 | Campus Activity |
| Special Revenue | 302,561 | Summer School, Scholarships |
| Total | $ 12,014,408 | |

Other Restricted Fund Balances:

| Fund | Amount | |
| --- | --- | --- |
| Debt Service | $ 8,055,000 | Sinking Fund |
| Special Revenue | 2,968 | Scholarships |
| Total | $ 8,057,968 | |

Other Assigned Fund Balance:

| Fund | Amount | |
| --- | --- | --- |
| Capital Projects | $ 499,102 | Future Capital Projects |
| Total | $ 499,102 | |

F. Long-Term Obligations

The District has entered into a continuing disclosure undertaking to provide Annual Reports and Material Event Notices to the State Information Depository of Texas, which is the Municipal Advisory Council. This information is required under SEC Rule 15c2-12 to enable investors to analyze the financial condition and operations of the District.

1. Long-Term Obligation Activity

Long-term obligations include debt and other long-term liabilities. Changes in long-term obligations for the year ended June 30, 2025, are as follows:

| | Beginning Balance | Increases | Decreases | Ending Balance | Amounts Due Within One Year |
|---|---|---|---|---|---|
| Governmental Activities: | | | | | |
| General Obligation Bonds | $ 254,945,002 | $ - | $ 31,075,000 | $ 223,870,002 | $ 14,275,001 |
| Premium on Bonds | 8,192,168 | - | 858,115 | 7,334,053 | - |
| Net Pension Liability* | 30,192,896 | - | 6,876,395 | 23,316,501 | - |
| Net OPEB Liability* | 12,273,987 | 3,078,043 | - | 15,352,030 | - |
| Lease Liability* | 231,346 | 131,032 | 138,510 | 223,868 | 123,689 |
| SBITA Liability* | 897,238 | | 290,592 | 606,646 | 298,996 |
| Compensated Absences** | 345,931 | 15,463 | - | 361,394 | 361,394 |
| Total governmental activities | $ 307,078,568 | $ 3,224,538 | $ 39,238,612 | $ 271,064,494 | $ 15,059,080 |

* Other long-term liabilities

* The beginning balance has been restated. Additional information is provided in Note O.

The funds typically used to liquidate other long-term liabilities in the past are as follows:

| Liability | Activity Type | Fund |
|---|---|---|
| Net Pension Liability * | Governmental | General |
| Net OPEB Liability * | Governmental | General |

| General Obligation Bonds | Beginning Balance | Issued | Retired | Ending Balance |
|---|---|---|---|---|
| Tax School Building Bonds, Series 2009A (BAB) | $ 36,990,002 | $ - | $ 2,670,000 | $ 34,320,002 |
| Tax School Building Bonds, Series 2009 (QSCB) | 9,155,000 | - | - | 9,155,000 |
| Tax School Building Bonds, Series 2010A (BAB) | 32,335,000 | - | 2,485,000 | 29,850,000 |
| Tax School Building Bonds, Series 2010C (BAB) | 13,830,000 | - | - | 13,830,000 |
| Tax School Refunding Bonds, Series 2015A | 880,000 | - | 210,000 | 670,000 |
| Tax School Refunding Bonds, Series 2015B | 3,200,000 | - | 205,000 | 2,995,000 |
| Tax School Refunding Bonds, Series 2016A | 3,700,000 | - | 2,330,000 | 1,370,000 |
| Tax School Refunding Bonds, Series 2016C | 1,970,000 | - | 130,000 | 1,840,000 |
| Tax School Building Bonds, Series 2017 | 64,510,000 | - | 4,530,000 | 59,980,000 |
| Tax School Building Bonds, Series 2018 | 38,560,000 | - | 10,425,000 | 28,135,000 |
| Tax School Refunding Bonds, Series 2019 | 4,335,000 | - | 1,885,000 | 2,450,000 |
| Tax School Building & Refunding Bonds, Series 2019A | 45,480,000 | - | 6,205,000 | 39,275,000 |
| | $ 254,945,002 | $ - | $ 31,075,000 | $ 223,870,002 |

| General Obligation Bonds | Original Issue Amount | Interest Rate | Maturity |
|---|---|---|---|
| Tax School Building Bonds, Series 2009A (BAB) | $ 58,190,000 | 5.409% to 6.875% | 2/15/2034 |
| Tax School Building Bonds, Series 2009 (QSCB) | 9,155,000 | 0.300% | 8/15/2026 |
| Tax School Building Bonds, Series 2010A (BAB) | 43,235,000 | 3.859% to 5.140% | 2/15/2035 |
| Tax School Building Bonds, Series 2010C (BAB) | 13,830,000 | 6.800% to 6.950% | 2/15/2035 |
| Tax School Refunding Bonds, Series 2015A | 2,794,997 | 2.500% to 3.000% | 2/15/2028 |
| Tax School Refunding Bonds, Series 2015B | 6,515,000 | 3.000% | 2/15/2033 |
| Tax School Refunding Bonds, Series 2016A | 18,415,000 | 2.000% to 4.000% | 2/15/2026 |
| Tax School Refunding Bonds, Series 2016C | 5,125,000 | 3.000% to 5.000% | 2/15/2035 |
| Tax School Building Bonds, Series 2017 | 77,545,000 | 3.000% to 5.000% | 2/15/2042 |
| Tax School Building Bonds, Series 2018 | 68,265,000 | 3.000% to 5.000% | 8/31/2041 |
| Tax School Refunding Bonds, Series 2019 | 12,245,000 | 3.000% to 5.000% | 2/15/2030 |
| Tax School Building & Refunding Bonds, Series 2019A | 58,120,000 | 2.375% to 5.000% | 2/15/2044 |

2. Debt Service Requirements

Debt service requirements on long-term debt at June 30, 2025, are as follows:

| Year Ending | Governmental Activities | | |
|---|---|---|---|
| | Bonds | | |
| June 30 | Principal | Interest | Total |
| 2026 | $ 14,275,001 | $ 9,321,375 | $ 23,596,376 |
| 2027 | 21,440,000 | 8,571,119 | 30,011,119 |
| 2028 | 15,165,000 | 7,829,960 | 22,994,960 |
| 2029 | 13,885,000 | 7,061,794 | 20,946,794 |
| 2030 | 14,605,000 | 6,345,712 | 20,950,712 |
| 2031-2035 | 85,585,000 | 19,684,572 | 105,269,572 |
| 2036-2040 | 41,345,000 | 5,599,447 | 46,944,447 |
| 2041-2045 | 17,570,001 | 800,975 | 18,370,976 |
| Totals | $ 223,870,002 | $ 65,214,954 | $ 289,084,956 |

The District has covenanted to make mandatory deposits into the Cumulative Sinking Fund Deposit Account held by the Paying Agent/Registrar for the Qualified School Construction Bonds, Series 2009. The Sinking Fund of the Qualified School Construction Bonds, Series 2009 calls for annual payments ranging from $525,000 to $550,000 from 2010 through 2026. The cumulative deposits are accounted for in Long-Term Investments and Other Restricted Fund Balance as required by the TEA Financial Accountability System of Resource Guide (FASRG).

The District did not have any unused lines of credit, assets pledged as collateral for debt, or terms specified in debt agreements related to significant events of default with finance-related consequences, termination events with finance-related consequences, or subjective acceleration clauses as of June 30, 2025.

G. <u>Leases</u>

The District is a lessee for noncancelable leases of equipment. The District recognizes a lease liability, reported with long-term debt, and a right-to-use lease asset, reported with right-to-use assets in the government-wide financial statements. The District recognizes lease liabilities with an initial, individual value of $20,000 or more.

At the commencement of a lease, the District measures the lease liability at the present value of payments expected to be made during the lease term. Subsequently, the lease liability is reduced by the principal portion of lease payments. The lease asset is initially measured at the initial amount of the lease liability, adjusted for lease payments made at or before the commencement of the lease term, plus initial direct costs that are ancillary charges necessary to place the lease in service. Subsequently, the lease asset is amortized on a straight-line basis over the shorter of the lease term or it's useful life.

Key estimates and judgments related to leases include how the District determines (1) the discount rate it uses to discount the expected lease payments to present value, (2) lease term, and (3) lease payments.

- The District uses its estimated incremental borrowing rate as the discount rate for the lease.
- The lease term includes the noncancelable period of the lease.
- Lease payments included in the measurement of the liability are composed of fixed payments, variable payments fixed in substance or that depend on an index or a rate, payments for penalties of terminating the lease, lease incentives receivable from the vendor, and any other payments that are reasonably certain of being required based on an assessment of all relevant factors.

The District monitors changes in circumstances that would require a remeasurement of its lease and will remeasure the lease asset and liability if certain changes occur that are expected to significantly affect the amount of the lease liability.

There were no variable payments or residual value guarantees or penalties not included in the measurement of the lease. The District did not have any commitments under lease not yet commenced at June 30, 2025, components of losses associated with asset impairments, or sublease transactions for the fiscal year ended June 30, 2025.

The lease with Canon matures on September 1, 2025 and is for copier equipment with an initial value of $22,597. The lease is payable in monthly installments of $490 at an interest rate of 2%.

The lease with Canon matures on January 1, 2027 and is for copier equipment with an initial value of $352,183. The lease is payable in monthly installments of $7,283 at an interest rate of 2.48%.

The District entered into a new lease with Canon during the year that matures on November 3, 2027, and is for copier equipment with an initial value of $53,818. The lease is payable in monthly installments of $18,775 at an interest rate of 2.31%.

The District entered into a new lease with Canon during the year that matures on April 26, 2028, and is for copier equipment with an initial value of $6,087. The lease is payable in monthly installments of $2,123 at an interest rate of 2.31%.

The District entered into a new lease with Canon during the year that matures on March 1, 2029, and is for copier equipment with an initial value of $71,127. The lease is payable in monthly installments of $18,797 at an interest rate of 2.26%.

Future lease payment maturity schedule is as follows:

| Year Ending June 30 | Principal | Interest | Total |
|---|---|---|---|
| 2026 | $ 123,689 | $ 4,383 | $ 128,072 |
| 2027 | 81,784 | 1,610 | 83,394 |
| 2028 | 18,395 | 415 | 18,810 |
| Totals | $ 223,868 | $ 6,408 | $ 230,276 |

H. Subscription Based IT Arrangements

The District is a contractee for noncancelable Subscription-Based IT Arrangements (SBITAs). The District recognizes a SBITA liability, reported with long-term debt, and a right-to-use lease asset, reported with right-to-use assets, in the government-wide financial statements. The District recognizes SBITA liabilities with an initial, individual value of $20,000 or more.

At the commencement of a SBITA, the District measures the SBITA liability at the present value of payments expected to be made during the SBITA term. Subsequently, the SBITA liability is reduced by the principal portion of SBITA payments. The SBITA asset is initially measured at the initial amount of the SBITA liability, adjusted for SBITA payments made at or before the commencement of the SBITA term, plus capitalizable initial implementation costs as described in GASB 96 paragraph 29(b). Subsequently, the SBITA asset is amortized on a straight-line basis over the shorter of the SBITA term or it's useful life.

Key estimates and judgments related to SBITAs include how the District determines (1) the discount rate it uses to discount the expected SBITA payments to present value, (2) SBITA term, and (3) SBITA payments.

- The District uses its estimated incremental borrowing rate as the discount rate for SBITA.
- The SBITA term includes the noncancelable period of the SBITA.
- SBITA payments included in the measurement of the liability are composed of fixed payments, variable payments fixed in substance or that depend on an index or a rate, payments for penalties of terminating the SBITA, SBITA incentives receivable from the vendor, and any other payments that are reasonably certain of being required based on an assessment of all relevant factors.

The District monitors changes in circumstances that would require a remeasurement of its SBITAs and will remeasure the SBITA asset and liability if certain changes occur that are expected to significantly affect the amount of the SBITA liability.

There were no variable payments or residual value guarantees or penalties not included in the measurement of the SBITAs. The District did not have any commitments under SBITAs not yet commenced at June 30, 2025 or components of losses associated with asset impairments for the fiscal year ended June 30, 2025.

The SBITA with Cisco Flex Migration matures on December 8, 2027, with an initial value of $1,060,359. The subscription is payable in annual installments of $232,560 at an interest rate of 3.16%.

The SBITA with Soccour matures on September 2, 2027, with an initial value of $393,802. The subscription is payable in annual installments of $84,000 at an interest rate of 2.19%.

Future SBITA payment maturity schedule is as follows:

| Year Ending June 30 | Principal | Interest | Total |
|---|---|---|---|
| 2026 | $ 298,996 | $ 17,564 | $ 316,560 |
| 2027 | 307,650 | 8,909 | 316,559 |
| Totals | $ 606,646 | $ 26,473 | $ 633,119 |

I. Risk Management

The District is exposed to various risks of loss related to torts, theft, damage or destruction of assets, errors and omissions, injuries to employees, and natural disasters. During the fiscal year ended June 30, 2025, Carroll Independent School District carried insurance through various plans described below. There were no significant reductions in coverage in the past fiscal year and there were no settlements exceeding insurance coverage for each of the past three fiscal years.

Property Casualty Program

During the fiscal year ended June 30, 2025, Carroll ISD met its statutory property casualty obligations through participation in the Property Casualty Alliance of Texas (the Fund). The Fund was created pursuant to the provisions of the Interlocal Cooperation Act, Chapter 791, Title 7 of the Texas Government Code. All districts participating in the Fund execute Interlocal Agreements that define the responsibilities of the parties. The Fund provides property and casualty coverage and services to its members.

The Fund and its members are protected against higher than expected claims costs through reinsurance contracts for claims in excess of the Fund's self-insured retentions. The Fund uses the services of an independent actuary to help determine the reserve adequacy. As of August 31, 2024, the Fund carries a total of $15,042,461 in current loss reserves, including $4,673,631 for claims incurred but not yet reported. Losses and reserves are based on estimates and could be more or less than originally estimated.

The Fund engages the services of an independent auditor to conduct a financial audit after the close of each plan year. The Fund’s audited financial statements are available for inspection at the Fund’s administrative offices.

Workers Compensation

During the fiscal year ended June 30, 2025, Carroll ISD met its statutory workers' compensation obligations through participation in the Deep East Texas Self Insurance Fund (the Fund). The Fund was created and is operated under the provisions of the Interlocal Cooperation Act, Chapter 791 of the Texas Government Code. The Fund's Workers Compensation Program is authorized by Chapter 504, Texas Labor Code.

Members purchase workers' compensation coverage though Deep East Texas Self Insurance Fund, a public entity risk pool, which is self-sustained through member contributions. The Fund reinsures to statutory limits through commercial companies for claims in excess of $1,100,000 for years 2024-2025. The Fund contracts with independent actuaries to determine the adequacy of reserves and fully funds those reserves.

The members of Deep East Texas Self Insurance Fund have no known premium liabilities for workers' compensation coverage in excess of their contracted annual premium. However, if the assets of the Fund were to be exhausted, members would be liable for their portion of the Fund's liabilities. This would indicate that members would be contingently liable for the portion of the liability applicable to their political entity. Independent auditors conduct a financial audit at the close of each plan year and as of the most recent audit, the Fund has adequate assets to more than cover more than 100% of all liabilities.

J. <u>Pension Plan</u>

1. Plan Description

   The District participates in a multiple-employer, cost sharing, defined benefit pension that has a special funding situation. The plan is administered by the Teacher Retirement System of Texas (TRS). It is a defined benefit pension plan established and administered in accordance with the Texas Constitution, Article XVI, Section 67, and Texas Government Code, Title 8, Subtitle C. The pension trust fund is a qualified pension trust under section 401(a) of the Internal Revenue Code. The Texas Legislature establishes benefits and contribution rates within the guidelines of the Texas Constitution. The pension's Board of Trustees does not have the authority to establish or amend benefit terms.

   All employees of public, state-supported educational institutions in Texas who are employed for one-half or more of the standard workload and who are not exempted from membership under Texas Government Code, Title 8, Section 822.002 are covered by the system.

2. Pension Plan Fiduciary Net Position

   Detailed information about the Teacher Retirement System's fiduciary net position is available in a separately issued Annual Comprehensive Financial Report (ACFR) that includes financial statements and required supplementary information. That report may be obtained on the Internet at https://www.trs.texas.gov; by writing to TRS at attention Finance Division, PO BOX 149676, Austin, TX, 78714-0185, or by calling 1-800-223-8778.

3. Benefits Provided

   TRS provides service and disability retirement, as well as death and survivor benefits, to eligible employees (and their beneficiaries) of public and higher education in Texas. The pension formula is calculated using 2.3% (multiplier) times the average of the five highest annual creditable salaries times years of credited service to arrive at the annual standard annuity except for members who are grandfathered, the three highest annual salaries are used. The normal service retirement is at age 65 with 5 years of credited service or when the sum of the member's age and years of credited service equals 80 or more years. Early retirement is at age 55 with 5 years of service credit or earlier than 55 with 30 years of service credit. There are additional provisions for early retirement if the sum of the member's age and years of service credit total at least 80, but the member is less than age 60 or 62 depending on date of employment, or if the member was grandfathered in under a previous rule. There are no automatic post-employment benefit changes; including automatic cost of living adjustments (COLAs). Ad hoc post-employment benefit changes, including ad hoc COLAs can be granted by the Texas Legislature as noted in the Plan description in (1) above. Accordingly, the 2023 Texas Legislature passed Senate Bill (SB) 10 and House Joint Resolution (HJR) 2 to provide eligible retirees with a one-time stipend and an ad hoc cost-of-living-adjustment (COLA).

**One-Time Stipends**

Stipends, regardless of annuity amount, were paid in September 2023 to annuitants who met the qualifying age requirement on or before August 31, 2023:

- A one-time $7,500 stipend to eligible annuitants who are 75 years of age and older.
- A one-time $2,400 stipend to eligible annuitants age 70 to 74.

**Cost-of-Living Adjustment**

A cost-of-living adjustment (COLA) was dependent on Texas voters approving a constitutional amendment (Proposition 9) to authorize the COLA. Voters approved the amendment in the November 2023 election and the following COLA was applied to eligible annuitants' payments beginning with their January 2024 payment:

- 2% COLA for eligible retirees who retired between September 1, 2013 through August 31, 2020.
- 4% COLA for eligible retirees who retired between September 1, 2001 through August 31, 2013.
- 6% COLA for eligible retirees who retired on or before August 31, 2001.

Texas Government Code section 821.006 prohibits benefit improvements, if, as a result of the particular action, the time required to amortize TRS unfunded actuarial liabilities would be increased to a period that exceeds 31 years, or, if the amortization period already exceeds 31 years, the period would be increased by such action. Actuarial implications of the funding provided in this manner are determined by the System's actuary.

4. Contributions

Contribution requirements are established or amended pursuant to Article 16, Section 67 of the Texas Constitution which requires the Texas legislature to establish a member contribution rate of not less than 6% of the member's annual compensation and a state contribution rate of not less than 6% and not more than 10% of the aggregate annual compensation paid to members of the System during the fiscal year.

Employee contribution rates are set in state statute, Texas Government Code 825.402. The TRS Pension Reform Bill (Senate Bill 12) of the 86th Texas Legislature amended Texas Government Code 825.402 for member contributions and increased employee and employer contribution rates for fiscal years 2019 through 2025.

Contribution Rates

| | 2024 | 2025 |
|---|---|---|
| Member | 8.25% | 8.25% |
| Non-Employer Contributing Entity (State) | 8.25% | 8.25% |
| Employers | 8.25% | 8.25% |

| | |
|---|---|
| District's 2025 Employer Contributions | $ 2,176,184 |
| District's 2025 Member Contributions | $ 4,984,259 |
| 2024 NECE On-Behalf Contributions (State) | $ 3,471,443 |

Contributors to the plan include active members, employers, and the State of Texas as the only non-employer contributing entity. The State is the employer for senior colleges and universities, medical schools and state entities including TRS. In each respective role, the State contributes to the plan in accordance with state statutes and the General Appropriations Act (GAA).

As the non-employer contributing entity for public education and junior colleges, the State of Texas contributes to the retirement system an amount equal to the current employer contribution rate times the aggregate annual compensation of all participating members of the pension trust fund during that fiscal year reduced by the amounts described below which are paid by the employers. Employers (public school, junior college, other entities or the State of Texas as the employer for senior colleges, universities and medical schools) are required to pay the employer contribution rate in the following instances:

- On the portion of the member's salary that exceeds the statutory minimum for members entitled to the statutory minimum under Section 21.402 of the Texas Education Code.
- During a new member's first 90 days of employment.

- When any or all of an employee's salary is paid by federal funding sources, a privately sponsored source, from non-educational and general, or local funds.
- When the employing district is a public junior college or junior college district, the employer shall contribute to the retirement system an amount equal to 50% of the state contribution rate for certain instructional or administrative employees; and 100% of the state contribution rate for all other employees.

In addition to the employer contributions listed above, there is a surcharge an employer is subject to.

- All public schools, charter schools, and regional educational service centers must contribute 1.9% of the member's salary beginning in fiscal year 2024, gradually increasing to 2% in fiscal year 2025.
- When employing a retiree of the Teacher Retirement System, the employer shall pay both the member contribution and the state contribution as an employment after retirement surcharge.

5. Actuarial Assumptions

The total pension liability in the August 31, 2023 actuarial valuation was determined using the following actuarial assumptions:

| | |
|---|---|
| Valuation Date | August 31, 2023 rolled forward to August 31, 2024 |
| Actuarial Cost Method | Individual Entry Age Normal |
| Asset Valuation Method | Fair Value |
| Single Discount Rate | 7.00% |
| Long-term expected Rate | 7.00% |
| Municipal Bond Rate as of August 2024 | 3.87% * |
| Last year ending August 31 in Projection Period (100 years) | 2123 |
| Inflation | 2.30% |
| Salary Increases including inflation | 2.95% to 8.95% |
| Ad hoc post-employment benefit changes | None |

* The source for the rate is the Bond Buyers 20 Index which represents the estimated yield of a portfolio of 20 general obligation bonds maturing in 20 years based on a survey of municipal bond traders.

The actuarial methods and assumptions used in the determination of the total pension liability are the same assumptions used in the actuarial valuation as of August 31, 2023. For a full description of these assumptions, please see the actuarial valuation report dated November 21, 2023.

6. Discount Rate

A single discount rate of 7.00% was used to measure the total pension liability. The single discount rate was based on the expected rate of return on plan investments of 7.00%. The projection of cash flows used to determine this single discount rate assumed that contributions from active members, employers and the non-employer contributing entity will be made at the rates set by the legislature during the 2019 session. It is assumed that future employer and state contributions will be 9.54% of payroll in fiscal year 2025 and thereafter. This includes all employer and state contributions for active and rehired retirees.

Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

The long-term expected rate of return on pension plan investments is 7.00%. The long-term expected rate of return on plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of geometric real rates of return for each major asset class included in the System's target asset allocation as of August 31, 2024 are summarized below:

| Asset Class * | Target Allocation ** | Long-Term Expected Arithmetic Real Rate of Return *** | Expected Contribution to Long-Term Portfolio Returns |
|---|---|---|---|
| **Global Equity** | | | |
| USA | 18.00% | 4.40% | 1.00% |
| Non-U.S. Developed | 13.00% | 4.20% | 0.80% |
| Emerging Markets | 9.00% | 5.20% | 0.70% |
| Private Equity | 14.00% | 6.70% | 1.20% |
| **Stable Value** | | | |
| Government Bonds | 16.00% | 1.90% | 0.40% |
| Stable Value Hedge Funds | 5.00% | 3.00% | 0.20% |
| Absolute Return* | 0.00% | 4.00% | 0.00% |
| **Real Return** | | | |
| Real Estate | 15.00% | 6.60% | 1.20% |
| Energy, Natural Resources and Infrastructure | 6.00% | 5.60% | 0.40% |
| Commodities | 0.00% | 2.50% | 0.00% |
| **Risk Parity** | 8.00% | 4.00% | 0.40% |
| **Asset Allocation Leverage** | | | |
| Cash | 2.00% | 1.00% | 0.00% |
| Asset Allocation Leverage | -6.00% | 1.30% | -0.10% |
| **Inflation Expectation** | | | 2.40% |
| **Volatility Drag ****** | | | -0.70% |
| **Expected Return** | **100.00%** | | **7.90%** |

* Absolute Return includes Credit Sensitive Investments.

** Target allocations are based on the FY2024 policy model.

*** Capital Market Assumptions (CMA) come from 2024 SAA Study CMA Survey (as of 12/31/2023).

**** The volatility drag results from the conversion between arithmetic and geometric mean returns.

7. Discount Rate Sensitivity Analysis

The following schedule shows the impact of the net pension liability if the discount rate used was 1 percentage point lower than and 1 percentage point higher than the discount rate that was used (7.00%) in measuring the net pension liability.

| | 1% Decrease in Discount Rate (6.00%) | Discount Rate (7.00%) | 1% Increase in Discount Rate (8.00%) |
|---|---|---|---|
| District's proportionate share of the net pension liability: | $ 37,242,359 | $ 23,316,501 | $ 11,777,936 |

8. Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

   At June 30, 2025, the District reported a liability of $23,316,501 for its proportionate share of the TRS net pension liability. This liability reflects a reduction for State pension support provided to the District. The amount recognized by the District as its proportionate share of the net pension liability, the related State support, and the total portion of the net pension liability that was associated with the District were as follows:

| | |
|---|---|
| District's proportionate share of the collective net pension liability | $ 23,316,501 |
| State's proportionate share that is associated with District | 37,628,558 |
| Total | $ 60,945,059 |

   The net pension liability was measured as of August 31, 2023, and rolled forward to August 31, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The District's proportion of the net pension liability was based on the District's contributions to the pension plan relative to the contributions of all employers to the plan for the period September 1, 2023 through August 31, 2024.

   At August 31, 2024 the employer's proportion of the collective net pension liability was 0.038171%, which was a decrease of 0.005784% from its proportion measured as of August 31, 2023.

9. Changes in Assumptions and Benefits Since the Prior Actuarial Valuation

   The actuarial assumptions and methods are the same as used in the determination of the prior year's net pension liability.

   The 2023 Texas Legislature passed Senate Bill 10 (SB 10), which provided a stipend payment to certain retirees and variable ad hoc cost-of-living adjustments (COLA) to certain retirees in early fiscal year 2024. Due to its timing, the legislation and payments were not reflected in the August 31, 2023 actuarial valuation. Under the roll forward method, an adjustment was made to reflect the legislation in the rolled forward liabilities for the current measurement year, August 31, 2024. SB 10 and House Joint Resolution 2 (HJR 2) of the 88th Regular Legislative Session appropriated payments of $1.645 billion for one-time stipends and $3.355 billion for COLAs. This appropriation is treated as a supplemental contribution and included in other additions. Since the Legislature appropriated funds for this one-time stipend and COLA, there was no impact on the Net Pension Liability of TRS.

   For fiscal year ended June 30, 2025, the District recognized pension expense of $6,706,248 and revenue of $4,497,242 for support provided by the State.

   At June 30, 2025, the District reported its proportionate share of the TRS deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

| | Deferred Outflows of Resources | Deferred Inflows of Resources |
|---|---|---|
| Differences between Expected and Actual Actuarial Experience | $ 1,285,174 | $ 182,044 |
| Changes in Actuarial Assumptions | 1,203,881 | 161,399 |
| Difference Between Projected and Actual Investment Earnings | 141,733 | - |
| Changes in Proportion and Difference between District's Contributions and the Proportionate Share of Contributions | 107,057 | 2,987,261 |
| Contributions paid to TRS subsequent to the measurement date of the Net Pension Liability | 1,820,884 | - |
| Total | $ 4,558,729 | $ 3,330,704 |

The District recognized $1,820,884 as deferred outflows of resources related to pension resulting from District contributions subsequent to the measurement date, which will be recognized as a reduction of the net pension liability in the fiscal year ended June 30, 2026. The other amounts of the employer's balances of deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

| Fiscal Year Ended June 30 | Pension Expense Amount |
|---|---|
| 2026 | $ (750,551) |
| 2027 | 1,836,209 |
| 2028 | (282,107) |
| 2029 | (1,130,114) |
| 2030 | (266,297) |
| Thereafter | 1 |

K. Defined Other Post-Employment Benefit Plans

1. Plan Description

The District participates in the Texas Public School Retired Employees Group Insurance Program (TRS-Care). It is a multiple-employer, cost-sharing defined Other Post-Employment Benefit (OPEB) plan with a special funding situation. The TRS-Care program was established in 1986 by the Texas Legislature.

The TRS Board of Trustees administers the TRS-Care program and the related fund in accordance with Texas Insurance Code Chapter 1575. The Board of Trustees is granted the authority to establish basic and optional group insurance coverage for participants as well as to amend benefit terms as needed under Chapter 1575.052. The Board may adopt rules, plans, procedures, and orders reasonably necessary to administer the program, including minimum benefits and financing standards.

2. OPEB Plan Fiduciary Net Position

Detailed information about the TRS-Care's fiduciary net position is available in the separately issued TRS Annual Comprehensive Financial Report (ACFR) that includes financial statements and required supplementary information. That report may be obtained on the Internet at https://www.trs.texas.gov; by writing to TRS at P.O. Box 149676, Austin, TX, 78714-0185; or by calling (800) 223-8778.

3. Benefits Provided

TRS-Care provides health insurance coverage to retirees from public and charter schools, regional education service centers and other educational districts who are members of the TRS pension plan. Optional dependent coverage is available for an additional fee.

Eligible non-Medicare retirees and their dependents may enroll in TRS-Care Standard, a high-deductible health plan. Eligible Medicare retirees and their dependents may enroll in the TRS-Care Medicare Advantage medical plan and the TRS-Care Medicare Rx prescription drug plan. To qualify for TRS-Care coverage, a retiree must have at least 10 years of service credit in the TRS pension system. There are no automatic post-employment benefit changes; including automatic cost of living adjustments (COLAs).

The premium rates for retirees are reflected in the following table.

TRS-Care Monthly Premium Rates

| | Medicare | Non-Medicare |
|---|---|---|
| Retiree or Surviving Spouse | $ 135 | $ 200 |
| Retiree and Spouse | 529 | 689 |
| Retiree or Surviving Spouse and Children | 468 | 408 |
| Retiree and Family | 1,020 | 999 |

4. Contributions

Contribution rates for the TRS-Care plan are established in state statute by the Texas Legislature, and there is no continuing obligation to provide benefits beyond each fiscal year. The TRS-Care plan is currently funded on a pay-as-you-go basis and is subject to change based on available funding. Funding for TRS-Care is provided by retiree premium contributions and contributions from the state, active employees, and participating employers are based on active employee compensation. The TRS Board does not have the authority to set or amend contribution rates.

Section 1575.202 of the Texas Insurance Code establishes the State's contribution rate which is 1.25% of the employee's salary. Section 1575.203 establishes the active employee's rate which is 0.65% of Salary. Section 1575.204 establishes a public school contribution rate of not less than 0.25% or not more than 0.75% of the salary of each active employee of the employer. The actual public school contribution rate is prescribed by the Legislature in the General Appropriations Act, which is 0.75% of each active employee’s pay for fiscal year 2024.The following table shows contributions to the TRS-Care plan by type of contributor.

| Contribution Rates | 2024 | 2025 |
|---|---|---|
| Member | 0.65% | 0.65% |
| Non-Employer Contributing Entity (State) | 1.25% | 1.25% |
| Employers | 0.75% | 0.75% |
| Federal/Private Funding remitted by Employers | 1.25% | 1.25% |

| | |
|---|---|
| District's 2025 Employer Contributions | $ 464,167 |
| District's 2025 Member Contributions | $ 392,711 |
| 2024 NECE On-Behalf Contributions (State) | $ 575,683 |

In addition to the employer contributions listed above, there is an additional surcharge all TRS employers are subject to *(regardless of whether they participate in the TRS-Care OPEB program*). When hiring a TRS retiree, employers are required to pay TRS-Care a monthly surcharge of $535 per retiree.

5. Actuarial Assumptions

The actuarial valuation was performed as of August 31, 2023. Update procedures were used to roll forward the total OPEB liability to August 31, 2024.

The actuarial valuation of the OPEB plan offered through TRS-Care is similar to the actuarial valuation performed for the pension plan, except that the OPEB valuation is more complex. The demographic assumptions were developed in the experience study performed for TRS for the period ending August 31, 2021. The following assumptions and other inputs used for members of TRS-Care are based on an established pattern of practice and are identical to the assumptions used in the August 31, 2023 TRS pension actuarial valuation that was rolled forward to August 31, 2024:

| | |
|---|---|
| Rates of Mortality | Rates of Disability |
| Rates of Retirement | General Inflation |
| Rates of Termination | Wage Inflation |

The active mortality rates were based on PUB(2010), Amount-Weighted, Below-Median Income, Teacher male and female tables (with a two-year set forward for males). The post-retirement mortality rates for healthy lives were based on the 2021 TRS of Texas Healthy Pensioner Mortality Tables. The rates were projected on a fully generational basis using the ultimate improvement rates from mortality projection scale MP-2021.

Additional Actuarial Methods and Assumptions:

| | |
|---|---|
| Valuation Date | August 31, 2023 rolled forward to August 31, 2024 |
| Actuarial Cost Method | Individual Entry-Age Normal |
| Inflation | 2.30% |
| Single Discount Rate | 3.87% as of August 31, 2024 |
| Aging Factors | Based on the Society of Actuaries' 2013 Study "Health Care Costs - From Birth to Death". |
| Expenses | Third-party administrative expenses related to the delivery of health care benefits are included in the age-adjusted claims costs. |
| Salary Increases | 2.95% to 8.95%, including inflation |
| Ad hoc post-employment benefit changes | None |

6. Discount Rate

A single discount rate of 3.87% was used to measure the Total OPEB Liability. This was a decrease of .26% in the discount rate since the previous year.

Because the investments are held in cash and there is no intentional objective to advance fund the benefits, the Single Discount Rate is equal to the prevailing municipal bond rate.

The source of the municipal bond rate is e Bond Buyer’s “20-Bond GO Index” as of August 31, 2024, using the Fixed Income Municipal bonds with 20 years to maturity that include only federally tax-exempt municipal bonds.

7. Discount Rate Sensitivity Analysis

The following schedule shows the impact of the net OPEB liability if the discount rate used was 1% lower than and 1% higher than the discount rate that was used (3.87%) in measuring the net OPEB liability.

| | 1% Decrease in Discount Rate (2.87%) | Discount Rate (3.87%) | 1% Increase in Discount Rate (4.87%) |
|---|---|---|---|
| District's proportionate share of the net OPEB liability: | $ 18,238,929 | $ 15,352,030 | $ 13,019,372 |

8. Healthcare Trend Rate Sensitivity Analysis

The following schedule shows the impact of the net OPEB liability if a healthcare trend rate that is 1% less than and 1% greater than the health trend rates assumed.

| | 1% Decrease in the Healthcare Trend Rate | Current Single Healthcare Trend Rate | 1% Increase in the Healthcare Trend Rate |
|---|---|---|---|
| District's proportionate share of the net OPEB liability: | $ 12,501,949 | $ 15,352,030 | $ 19,065,969 |

9. OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

At June 30, 2025, the District reported a liability of $15,352,030 for its proportionate share of the TRS's Net OPEB liability. This liability reflects a reduction for State OPEB support provided to the District. The amount recognized by the District as its proportionate share of the net OPEB liability, the related State support, and the total portion of the net OPEB liability that was associated with the District were as follows:

| | |
|---|---|
| District's proportionate share of the collective net OPEB liability | $ 15,352,030 |
| State's proportionate share that is associated with District | 19,235,885 |
| Total | $ 34,587,915 |

The net OPEB liability was measured as of August 31, 2023 and rolled forward to August 31, 2024; and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of that date. The District's proportion of the Net OPEB Liability was based on the District's contributions to OPEB relative to the contributions of all employers to the plan for the period September 1, 2023 through August 31, 2024.

At August 31, 2024 the District's proportion of the collective net OPEB liability was 0.050581%, which was a decrease of 0.004862% from its proportion measured as of August 31, 2023.

10. Changes Since the Prior Actuarial Valuation

The following were changes to the actuarial assumptions or other inputs that affected measurement of the total OPEB liability (TOL) since the prior measurement period:

- The single discount rate changed from 4.13% as of August 31, 2023 to 3.87% as of August 31, 2024, accompanied by revised demographic and economic assumptions based on the TRS experience study.
- The tables used to model the impact of aging on the underlying claims were revised.

Changes of Benefit Terms Since the Prior Measurement Date - There were no changes in benefit terms since the prior measurement date.

The amount of OPEB expense recognized by the District in the reporting period was ($4,751,649) and revenue of ($2,500,310) for support provided by the State.

At June 30, 2025, the District reported its proportionate share of the TRS's deferred outflows of resources and deferred inflows of resources related to other post-employment benefits from the following sources:

| | Deferred Outflows of Resources | Deferred Inflows of Resources |
|---|---|---|
| Differences between Expected and Actual Actuarial Experience | $ 2,942,469 | $ 7,661,495 |
| Changes in Actuarial Assumptions | 1,964,878 | 5,009,190 |
| Difference Between Projected and Actual Investment Earnings | - | 42,990 |
| Changes in Proportion and Difference between District's Contributions and the Proportionate Share of Contributions | 720,329 | 4,602,896 |
| Contributions paid to TRS subsequent to the measurement date of the Net OPEB Liability | 387,493 | - |
| Total | $ 6,015,169 | $ 17,316,571 |

The District recognized $387,493 as deferred outflows of resources related to OPEB resulting from District contributions subsequent to the measurement date, which will be recognized as a reduction of the net OPEB liability in the fiscal year ended June 30, 2026. The other amounts of the District's balances of deferred outflows and inflows of resources related to OPEB will be recognized in OPEB expense as follows:

| Fiscal Year Ended June 30 | | OPEB Expense Amount |
|---|---|---|
| 2026 | $ | (2,573,217) |
| 2027 | | (1,877,904) |
| 2028 | | (2,331,904) |
| 2029 | | (2,098,833) |
| 2030 | | (1,377,063) |
| Thereafter | | (1,429,974) |

11. Medicare Part D Subsidies

The Medicare Prescription Drug, Improvement, and Modernization Act of 2003, which was effective January 1, 2006, established prescription drug coverage for Medicare beneficiaries known as Medicare Part D. One of the provisions of Medicare Part D allows for the Texas Public School Retired Employee Group Insurance Program (TRS-Care) to receive retiree drug subsidy payments from the federal government to offset certain prescription drug expenditures for eligible TRS-Care participants. For the fiscal year ended June 30, 2025, the subsidy payment received by TRS-Care on behalf of the District was $395,869.

L. Employee Health Care Coverage

During the fiscal year ended June 30, 2025, employees of the District were covered by a health insurance plan (the Plan). The District paid premiums of $300 per month per employee to the Plan. Employees, at their option, authorized payroll withholdings to pay premiums for dependents. All premiums were paid to a third-party administrator, acting on behalf of the licensed insurer. The Plan was authorized by Section 21.922, Texas Education Code and was documented by contractual agreement.

The contract between the District and the third-party administrator is renewable annually, and terms of coverage and premium costs are included in the contractual provisions.

Latest financial statements for the Plan are available and have been filed with the Texas State Board of Insurance, Austin, Texas, and are public records.

M. Commitments and Contingencies

1. Contingencies

The District participates in grant programs which are governed by various rules and regulations of the grantor agencies. Costs charged to the respective grant programs are subject to audit and adjustment by the grantor agencies; therefore, to the extent that the District has not complied with the rules and regulations governing the grants, refunds of any money received may be required and the collectability of any related receivable may be impaired. In the opinion of the District, there are no significant contingent liabilities relating to compliance with the rules and regulations governing the respective grants; therefore, no provision has been recorded in the accompanying basic financial statements for such contingencies.

2. Litigation

The District is the defendant in lawsuits arising principally in the normal course of operations. In the opinion of the administration, the outcome of these lawsuits will not have a materially adverse effect on the accompanying basic financial statements and accordingly, no provisions for losses have been recorded.

N. Shared Services Arrangements

Shared Services Arrangement - Membership
The District participates in a shared services arrangement ("SSA") for deaf education services with the following school districts:

| Member Districts | |
|---|---|
| Birdville ISD | International Leadership Texas Charter |
| Carroll ISD | Keller ISD |
| Eagle Mountain-Saginaw ISD | Northwest ISD |
| Grapevine-Colleyville ISD | Westlake Academy Charter School |
| Hurst-Euless-Bedford ISD | |

The District does not account for revenues or expenditures in this program and does not disclose them in these financial statements. The District neither has a joint ownership interest in fixed assets purchased by the fiscal agent, Birdville ISD, nor does the District have a net equity interest in the fiscal agent. The fiscal agent is accumulating neither significant financial resources nor fiscal exigencies that would give rise to a future additional benefit or burden to the District. The fiscal agent manager is responsible for all financial activities of the SSA.

O. Adjustment to Beginning Balance

During the fiscal year 2025, the District implemented GASB Statement No. 101, Compensated Absences, which requires recognition of additional compensated absences liabilities when certain criteria are met. As a result, a restatement of beginning net position for the government-wide financial statements was required.

| | Governmental Activities |
|---|---|
| Beginning Net Position, as Previously Reported | $ 51,639,366 |
| Implementation of GASB 101 | (345,931) |
| Beginning Net Position, as Restated | 51,293,435 |

P. Subsequent Events

The District evaluated subsequent events through December 11, 2025, the date the financial statements were available to be issued and nothing significant requiring disclosure was noted.

# Required Supplementary Information

Required supplementary information includes financial information and disclosures required by the Governmental Accounting Standards Board but not considered a part of the basic financial statements.

## CARROLL INDEPENDENT SCHOOL DISTRICT

Exhibit G-1

GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2025

| Data Control Codes | | 1 Budgeted Amounts Original | 2 Budgeted Amounts Final | 3 Actual | Variance with Final Budget Positive (Negative) |
|---|---|---|---|---|---|
| | **REVENUES:** | | | | |
| 5700 | Local and Intermediate Sources | $ 107,126,650 | $ 107,993,888 | $ 104,573,037 | $ (3,420,851) |
| 5800 | State Program Revenues | 13,026,246 | 13,026,246 | 14,533,245 | 1,506,999 |
| 5900 | Federal Program Revenues | 1,822,300 | 1,822,300 | 1,922,619 | 100,319 |
| 5020 | Total Revenues | 121,975,196 | 122,842,434 | 121,028,901 | (1,813,533) |
| | **EXPENDITURES:** | | | | |
| | Current: | | | | |
| | Instruction and Instructional Related Services: | | | | |
| 0011 | Instruction | 48,853,125 | 49,982,363 | 49,145,236 | 837,127 |
| 0012 | Instructional Resources and Media Services | 922,956 | 942,956 | 911,804 | 31,152 |
| 0013 | Curriculum and Instructional Staff Development | 1,339,676 | 1,347,676 | 1,171,161 | 176,515 |
| | Total Instruction and Instr. Related Services | 51,115,757 | 52,272,995 | 51,228,201 | 1,044,794 |
| | Instructional and School Leadership: | | | | |
| 0021 | Instructional Leadership | 902,893 | 802,893 | 587,886 | 215,007 |
| 0023 | School Leadership | 4,391,496 | 4,391,496 | 4,286,850 | 104,646 |
| | Total Instructional and School Leadership | 5,294,389 | 5,194,389 | 4,874,736 | 319,653 |
| | Student Support Services: | | | | |
| 0031 | Guidance, Counseling and Evaluation Services | 3,272,990 | 3,272,990 | 2,798,576 | 474,414 |
| 0033 | Health Services | 883,071 | 883,071 | 875,690 | 7,381 |
| 0034 | Student Transportation | 2,855,049 | 2,855,049 | 2,522,478 | 332,571 |
| 0035 | Food Service | 3,989,393 | 4,189,393 | 3,726,419 | 462,974 |
| 0036 | Cocurricular/Extracurricular Activities | 4,448,916 | 4,348,916 | 3,938,993 | 409,923 |
| | Total Student Support Services | 15,449,419 | 15,549,419 | 13,862,156 | 1,687,263 |
| | Administrative Support Services: | | | | |
| 0041 | General Administration | 4,466,168 | 4,256,168 | 3,772,245 | 483,923 |
| | Total Administrative Support Services | 4,466,168 | 4,256,168 | 3,772,245 | 483,923 |
| | Support Services: | | | | |
| 0051 | Facilities Maintenance and Operations | 12,481,551 | 12,581,551 | 12,341,831 | 239,720 |
| 0052 | Security and Monitoring Services | 266,662 | 266,662 | 199,290 | 67,372 |
| 0053 | Data Processing Services | 5,519,703 | 5,319,703 | 4,454,513 | 865,190 |
| | Total Support Services | 18,267,916 | 18,167,916 | 16,995,634 | 1,172,282 |
| | Ancillary Services: | | | | |
| 0061 | Community Services | 42,910 | 42,910 | 41,542 | 1,368 |
| | Total Ancillary Services | 42,910 | 42,910 | 41,542 | 1,368 |
| | Debt Service: | | | | |
| 0071 | Principal on Long-Term Debt | 669,561 | 669,561 | 425,040 | 244,521 |
| 0072 | Interest on Long-Term Debt | - | - | 33,213 | (33,213) |
| | Total Debt Service | $ 669,561 | $ 669,561 | $ 458,253 | $ 211,308 |

## CARROLL INDEPENDENT SCHOOL DISTRICT



GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2025

| Data Control Codes | | 1 Budgeted Amounts Original | 2 Budgeted Amounts Final | 3 Actual | Variance with Final Budget Positive (Negative) |
|---|---|---|---|---|---|
| | Intergovernmental Charges: | | | | |
| 0091 | Contracted Instr. Services Between Public Schools | $ 25,375,714 | $ 26,575,714 | $ 24,706,407 | $ 1,869,307 |
| 0095 | Payments to Juvenile Justice Alternative Education Programs | 5,000 | 5,000 | - | 5,000 |
| 0097 | Payments to Tax Increment Fund | 9,844,599 | 9,844,599 | 8,906,257 | 938,342 |
| 0099 | Other Intergovernmental Charges | 645,000 | 665,000 | 659,190 | 5,810 |
| | Total Intergovernmental Charges | 35,870,313 | 37,090,313 | 34,271,854 | 2,818,459 |
| 6030 | Total Expenditures | 131,176,433 | 133,243,671 | 125,504,621 | 7,739,050 |
| 1100 | Excess (Deficiency) of Revenues Over (Under) | | | | |
| 1100 | Expenditures | (9,201,237) | (10,401,237) | (4,475,720) | 5,925,517 |
| | Other Financing Sources (Uses): | | | | |
| 7912 | Sale of Real and Personal Property | 8,531,676 | 8,531,676 | 491,326 | (8,040,350) |
| 7913 | Issuance of Right to Use Leases | 669,561 | 669,561 | 121,921 | (547,640) |
| 7080 | Total Other Financing Sources and (Uses) | 9,201,237 | 9,201,237 | 613,247 | (8,587,990) |
| 1200 | Net Change in Fund Balance | - | (1,200,000) | (3,862,473) | (2,662,473) |
| 0100 | Fund Balance - Beginning | 49,857,677 | 49,857,677 | 49,857,677 | - |
| 3000 | Fund Balance - Ending | $ 49,857,677 | $ 48,657,677 | $ 45,995,204 | $ (2,662,473) |

**CARROLL INDEPENDENT SCHOOL DISTRICT** **EXHIBIT G-2**

SCHEDULE OF THE DISTRICT'S PROPORTIONATE
SHARE OF THE NET PENSION LIABILITY
TEACHER RETIREMENT SYSTEM OF TEXAS
LAST TEN MEASUREMENT YEARS

| | Measurement Year | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|
| | 2024 | 2023 | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 |
| District's proportion of the net pension liability | 0.038% | 0.044% | 0.044% | 0.044% | 0.044% | 0.049% | 0.047% | 0.045% | 0.043% | 0.044% |
| District's proportionate share of the net pension liability | $ 23,316,501 | $ 30,192,896 | $ 26,065,453 | $ 11,117,986 | $ 23,554,676 | $ 25,466,043 | $ 25,965,785 | $ 14,441,119 | $ 16,335,981 | $ 15,600,075 |
| State's proportionate share of the net pension liability associated with the District | 37,628,558 | 45,054,373 | 42,370,982 | 20,390,907 | 42,422,763 | 39,793,357 | 43,411,656 | 26,088,035 | 31,268,218 | 29,978,787 |
| Total | $ 60,945,059 | $ 75,247,269 | $ 68,436,435 | $ 31,508,893 | $ 65,977,439 | $ 65,259,400 | $ 69,377,441 | $ 40,529,154 | $ 47,604,199 | $ 45,578,862 |
| District's covered payroll | $ 60,279,703 | $ 61,390,371 | $ 60,326,167 | $ 60,306,592 | $ 58,927,331 | $ 56,513,959 | $ 54,097,605 | $ 52,116,439 | $ 49,728,770 | $ 47,710,376 |
| District's proportionate share of the net pension liability as a percentage of its covered payroll | 38.68% | 49.18% | 43.21% | 18.44% | 39.97% | 45.06% | 48.00% | 27.71% | 32.85% | 32.70% |
| Plan fiduciary net position as a percentage of the total pension liability | 77.51% | 73.15% | 75.62% | 88.79% | 75.54% | 75.24% | 73.74% | 82.17% | 78.00% | 78.43% |

**CARROLL INDEPENDENT SCHOOL DISTRICT** **EXHIBIT G-3**
SCHEDULE OF DISTRICT CONTRIBUTIONS
TEACHER RETIREMENT SYSTEM OF TEXAS
LAST TEN FISCAL YEARS

| | Fiscal Year | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|
| | 2025 | 2024* | 2023 | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 |
| Contractually required contribution | $ 2,176,184 | $ 1,799,309 | $ 2,261,502 | $ 2,033,701 | $ 1,863,070 | $ 1,814,304 | $ 1,661,311 | $ 1,580,764 | $ 1,480,223 | $ 1,373,527 |
| Contributions in relation to the contractually required contribution | (2,176,184) | (1,799,309) | (2,261,502) | (2,033,701) | (1,863,070) | (1,814,304) | (1,661,311) | (1,580,764) | (1,480,223) | (1,373,527) |
| Contribution deficiency (excess) | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| District's covered payroll | $ 60,420,190 | $ 50,384,501 | $ 61,390,371 | $ 60,326,167 | $ 60,306,592 | $ 58,927,331 | $ 56,516,959 | $ 54,097,605 | $ 52,116,439 | $ 49,728,770 |
| Contributions as a percentage of covered payroll | 3.60% | 3.57% | 3.68% | 3.37% | 3.09% | 3.08% | 2.94% | 2.92% | 2.84% | 2.76% |

* Fiscal year 2024 was ten months, due to a change in the District's fiscal year end to June 30, 2024.

**CARROLL INDEPENDENT SCHOOL DISTRICT** **EXHIBIT G-4**

SCHEDULE OF THE DISTRICT'S PROPORTIONATE
SHARE OF THE NET OPEB LIABILITY
TEACHER RETIREMENT SYSTEM OF TEXAS
LAST TEN MEASUREMENT YEARS *

| | Measurement Year | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|
| | 2024 | 2023 | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 |
| District's proportion of the collective net OPEB liability | 0.051% | 0.060% | 0.060% | 0.060% | 0.060% | 0.060% | 0.060% | 0.060% | - | - |
| District's proportionate share of the collective net OPEB liability | $ 15,352,030 | $ 12,273,987 | $ 13,730,168 | $ 23,070,702 | $ 22,831,320 | $ 29,263,296 | $ 30,382,092 | $ 24,880,956 | $ - | $ - |
| State proportionate share of the collective net OPEB liability associated with the District | 19,235,885 | 14,810,452 | 16,748,648 | 30,909,599 | 30,679,821 | 38,884,375 | 48,022,083 | 42,453,785 | - | - |
| Total | $ 34,587,915 | $ 27,084,439 | $ 30,478,816 | $ 53,980,301 | $ 53,511,141 | $ 68,147,671 | $ 78,404,175 | $ 67,334,741 | $ - | $ - |
| District's covered payroll | $ 60,279,703 | $ 61,390,371 | $ 60,326,167 | $ 60,306,592 | $ 58,927,331 | $ 56,513,959 | $ 54,097,605 | $ 52,116,439 | $ - | $ - |
| District's proportionate share of the net OPEB liability as a percentage of its covered payroll | 25.47% | 19.99% | 22.76% | 38.26% | 38.74% | 51.78% | 56.16% | 47.74% | - | - |
| Plan fiduciary net position as a percentage of the total OPEB liability | 13.70% | 14.94% | 11.52% | 6.18% | 4.99% | 2.66% | 1.57% | 0.91% | - | - |

* This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, this schedule provides the inform this schedule provides the information only for those years for which information is available.

**CARROLL INDEPENDENT SCHOOL DISTRICT** **EXHIBIT G-5**

SCHEDULE OF THE DISTRICT'S OPEB CONTRIBUTIONS
TEACHER RETIREMENT SYSTEM OF TEXAS
LAST TEN FISCAL YEARS *

| | Fiscal Year | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|
| | 2025 | 2024** | 2023 | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 |
| Statutorily or contractually required District contribution | $ 464,167 | $ 381,724 | $ 475,910 | $ 468,161 | $ 467,239 | $ 456,491 | $ 439,169 | $ 419,766 | $ - | $ - |
| Contributions recognized by OPEB in relation to statutorily or contractually required contribution | (464,167) | (381,724) | (475,910) | (468,161) | (467,239) | (456,491) | (439,169) | (419,766) | - | - |
| Contribution deficiency (excess) | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| District's covered payroll | $ 60,420,190 | $ 50,384,501 | $ 61,390,371 | $ 60,326,167 | $ 60,306,592 | $ 58,927,331 | $ 56,516,959 | $ 54,097,605 | $ - | $ - |
| Contributions as a percentage of covered payroll | 0.77% | 0.76% | 0.78% | 0.78% | 0.77% | 0.77% | 0.78% | 0.78% | - | - |

*This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, this schedule provides the information for those years for which information is available.

** Fiscal year 2024 was ten months, due to a change in the District's fiscal year end to June 30, 2024.

Budget

The official budget was prepared for adoption for all Governmental Fund Types legally required to adopt a budget (General Funds and Debt Service Funds). The budget was prepared in accordance with accounting practices generally accepted in the United States of America. The following procedures are followed in establishing the budgetary data:

a. Prior to June 19 of the preceding fiscal year, the District prepares a budget for the next succeeding fiscal year. The operating budget includes proposed expenditures and the means of financing them.

b. A meeting of the Board is then called for the purpose of adopting the proposed budget after ten days' public notice of the meeting has been given.

c. Prior to the beginning of the fiscal year, the budget is legally enacted through passage of a resolution by the board.

Once a budget is approved, it can be amended at function and fund level only by approval of a majority of the members of the Board. Amendments are presented to the Board at its regular meetings.

Each amendment must have Board approval. Such amendments are made before the fact, are reflected in the official minutes of the Board and are not made after fiscal year end as required by law.

Each amendment is controlled by the budget coordinator at the revenue and expenditure function/object level. Budgeted amounts are as amended by the Board. All budget appropriations lapse at year end.

Encumbrances for goods or purchased services are documented by purchase orders or contracts. Under Texas law, appropriations lapse at June 30, and encumbrances outstanding at that time are to be either cancelled or appropriately provided for in the subsequent year's budget. There were no end-of-year outstanding encumbrances that were provided for in the subsequent year's budget.

Defined Benefit Pension Plan and Defined Benefit OPEB Plan

Changes of benefit terms

Any changes of benefit terms that affected the measurement of the net pension liability during the measurement period are described in the notes to the financial statements (Note J).

Any change of benefit terms that affected the measurement of the net OPEB liability during the measurement period are described in the notes to the financial statements (Note K).

Changes of assumptions

Changes of assumptions that affected the measurement of the net pension liability during the measurement period are described in the notes to the financial statements (Note J).

Changes of assumptions that affected the measurement of the net OPEB liability during the measurement period are described in the notes to the financial statements (Note K).

# Combining Statements as Supplementary Information

This supplementary information includes financial statements and schedules not required by the Governmental Accounting Standards Board, nor a part of the basic financial statements, but are presented for purposes of additional analysis.

## CARROLL INDEPENDENT SCHOOL DISTRICT

**Exhibit H-1**

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2025

| Data Control Codes | | Special Revenue Funds | Capital Projects Fund | Total Governmental Funds |
|---|---|---|---|---|
| | **ASSETS:** | | | |
| 1110 | Cash and Cash Equivalents | $ 1,852,810 | $ - | $ 1,852,810 |
| 1120 | Current Investments | - | 5,005,549 | 5,005,549 |
| 1240 | Due from Other Governments | 1,427,701 | - | 1,427,701 |
| 1260 | Due from Other Funds | 1,117,886 | - | 1,117,886 |
| 1800 | Restricted Assets | 3,968 | - | 3,968 |
| 1000 | Total Assets | $ 4,402,365 | $ 5,005,549 | $ 9,407,914 |
| | **LIABILITIES:** | | | |
| | Current Liabilities: | | | |
| 2110 | Accounts Payable | $ 11,569 | $ 405,524 | $ 417,093 |
| 2150 | Payroll Deductions and Withholdings | 24,541 | - | 24,541 |
| 2160 | Accrued Wages Payable | 80,510 | - | 80,510 |
| 2170 | Due to Other Funds | 1,345,265 | 3,161,444 | 4,506,709 |
| 2300 | Unearned Revenues | 971,669 | - | 971,669 |
| 2000 | Total Liabilities | 2,433,554 | 3,566,968 | 6,000,522 |
| | **FUND BALANCES:** | | | |
| | Restricted: | | | |
| 3470 | Capital Acquisitions and Contractual Obligations | - | 939,479 | 939,479 |
| 3490 | Other Restrictions | 2,968 | - | 2,968 |
| | Committed: | | | |
| 3545 | Other Committed | 1,965,843 | - | 1,965,843 |
| | Assigned: | | | |
| 3545 | Other Assigned | - | 499,102 | 499,102 |
| 3000 | Total Fund Balances | 1,968,811 | 1,438,581 | 3,407,392 |
| 4000 | Total Liabilities and Fund Balances | $ 4,402,365 | $ 5,005,549 | $ 9,407,914 |

# CARROLL INDEPENDENT SCHOOL DISTRICT

**Exhibit H-2**

COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2025

| Data Control Codes | | Special Revenue Funds | Capital Projects Fund | Total Nonmajor Governmental Funds (See Exhibit C-2) |
|---|---|---|---|---|
| | **REVENUES:** | | | |
| 5700 | Local and Intermediate Sources | $ 2,617,949 | $ 305,033 | $ 2,922,982 |
| 5800 | State Program Revenues | 715,517 | - | 715,517 |
| 5900 | Federal Program Revenues | 1,589,421 | - | 1,589,421 |
| 5020 | Total Revenues | 4,922,887 | 305,033 | 5,227,920 |
| | **EXPENDITURES:** | | | |
| | Current: | | | |
| 0011 | Instruction | 1,981,603 | - | 1,981,603 |
| 0012 | Instructional Resources and Media Services | 36,826 | - | 36,826 |
| 0013 | Curriculum and Staff Development | 247,142 | - | 247,142 |
| 0021 | Instructional Leadership | 120,346 | - | 120,346 |
| 0023 | School Leadership | 162,364 | - | 162,364 |
| 0031 | Guidance, Counseling, and Evaluation Services | 1,067,746 | - | 1,067,746 |
| 0033 | Health Services | 108 | - | 108 |
| 0034 | Student Transportation | 474 | - | 474 |
| 0035 | Food Service | 10,000 | 112,249 | 122,249 |
| 0036 | Cocurricular/Extracurricular Activities | 760,592 | 506,925 | 1,267,517 |
| 0041 | General Administration | 22,268 | - | 22,268 |
| 0051 | Facilities Maintenance and Operations | 19,274 | - | 19,274 |
| 0052 | Security and Monitoring Services | 203,681 | - | 203,681 |
| 0053 | Data Processing Services | 171,831 | - | 171,831 |
| 0061 | Community Services | 250 | - | 250 |
| | Debt Service: | | | |
| 0071 | Principal on Long-term Debt | 4,062 | - | 4,062 |
| 0072 | Interest on Long-term Debt | 220 | 347,556 | 347,776 |
| 0081 | Facilities Acquisition and Construction | - | 4,672,135 | 4,672,135 |
| 0093 | Payments to Shared Service Arrangements | 42,522 | - | 42,522 |
| 6030 | Total Expenditures | 4,851,309 | 5,638,865 | 10,490,174 |
| 1100 | Excess (Deficiency) of Revenues Over (Under) | | | |
| 1100 | Expenditures | 71,578 | (5,333,832) | (5,262,254) |
| | Other Financing Sources and (Uses): | | | |
| 7913 | Issuance of Right to Use Leases | 9,111 | - | 9,111 |
| 7080 | Total Other Financing Sources and (Uses) | 9,111 | - | 9,111 |
| 1200 | Net Change in Fund Balances | 80,689 | (5,333,832) | (5,253,143) |
| 0100 | Fund Balances - Beginning | 1,888,122 | 6,772,413 | 8,660,535 |
| 3000 | Fund Balances - Ending | $ 1,968,811 | $ 1,438,581 | $ 3,407,392 |

| Data Control Codes | | 211 ESEA Title I Improving Basic Programs | 224 IDEA - Part B Formula | 225 IDEA - Part B Preschool | 244 Career and Tech Education Basic Grant |
|---|---|---|---|---|---|
| | **ASSETS:** | | | | |
| 1110 | Cash and Cash Equivalents | $ - | $ - | $ - | $ - |
| 1240 | Due from Other Governments | - | 1,110,884 | 1,766 | 45,782 |
| 1260 | Due from Other Funds | - | - | - | - |
| 1800 | Restricted Assets | - | - | - | - |
| 1000 | Total Assets | $ - | $ 1,110,884 | $ 1,766 | $ 45,782 |
| | **LIABILITIES:** | | | | |
| | Current Liabilities: | | | | |
| 2110 | Accounts Payable | $ - | $ 290 | $ - | $ 6,325 |
| 2150 | Payroll Deductions and Withholdings | - | 17,986 | - | 397 |
| 2160 | Accrued Wages Payable | - | 57,802 | - | 1,667 |
| 2170 | Due to Other Funds | - | 1,034,806 | 1,766 | 37,393 |
| 2300 | Unearned Revenues | - | - | - | - |
| 2000 | Total Liabilities | - | 1,110,884 | 1,766 | 45,782 |
| | **FUND BALANCES:** | | | | |
| | Restricted: | | | | |
| 3490 | Other Restrictions | - | - | - | - |
| | Committed: | | | | |
| 3545 | Other Committed | - | - | - | - |
| 3000 | Total Fund Balances | - | - | - | - |
| 4000 | Total Liabilities and Fund Balances | $ - | $ 1,110,884 | $ 1,766 | $ 45,782 |

| Data Control Codes | | 255 ESEA Title II Training & Recruiting | 263 English Language Acquisition and Enhancement | 288 IDEA - Part B Formula -ECSE | 289 Title IV |
|---|---|---|---|---|---|
| | **ASSETS:** | | | | |
| 1110 | Cash and Cash Equivalents | $ - | $ - | $ - | $ 12,036 |
| 1240 | Due from Other Governments | 52,459 | 34,276 | 9,526 | - |
| 1260 | Due from Other Funds | - | - | - | - |
| 1800 | Restricted Assets | - | - | - | - |
| 1000 | Total Assets | $ 52,459 | $ 34,276 | $ 9,526 | $ 12,036 |
| | **LIABILITIES:** | | | | |
| | Current Liabilities: | | | | |
| 2110 | Accounts Payable | $ - | $ - | $ - | $ - |
| 2150 | Payroll Deductions and Withholdings | 3,996 | 246 | 79 | - |
| 2160 | Accrued Wages Payable | 13,105 | 1,860 | - | - |
| 2170 | Due to Other Funds | 35,358 | 32,170 | 9,447 | 12,036 |
| 2300 | Unearned Revenues | - | - | - | - |
| 2000 | Total Liabilities | 52,459 | 34,276 | 9,526 | 12,036 |
| | **FUND BALANCES:** | | | | |
| | Restricted: | | | | |
| 3490 | Other Restrictions | - | - | - | - |
| | Committed: | | | | |
| 3545 | Other Committed | - | - | - | - |
| 3000 | Total Fund Balances | - | - | - | - |
| 4000 | Total Liabilities and Fund Balances | $ 52,459 | $ 34,276 | $ 9,526 | $ 12,036 |

| Data Control Codes | | 385 Supplemental Visually Impaired | 397 Advanced Placement Incentives | 410 State Textbook Fund | 429 State Funded Special Revenue Fund |
|---|---|---|---|---|---|
| | **ASSETS:** | | | | |
| 1110 | Cash and Cash Equivalents | $ 3,615 | $ 5,687 | $ - | $ 4,563 |
| 1240 | Due from Other Governments | - | - | - | 173,008 |
| 1260 | Due from Other Funds | - | 204 | - | - |
| 1800 | Restricted Assets | - | - | - | - |
| 1000 | Total Assets | $ 3,615 | $ 5,891 | $ - | $ 177,571 |
| | **LIABILITIES:** | | | | |
| | Current Liabilities: | | | | |
| 2110 | Accounts Payable | $ - | $ - | $ - | $ - |
| 2150 | Payroll Deductions and Withholdings | - | - | - | - |
| 2160 | Accrued Wages Payable | - | - | - | - |
| 2170 | Due to Other Funds | 3,615 | - | - | 177,571 |
| 2300 | Unearned Revenues | - | 5,891 | - | - |
| 2000 | Total Liabilities | 3,615 | 5,891 | - | 177,571 |
| | **FUND BALANCES:** | | | | |
| | Restricted: | | | | |
| 3490 | Other Restrictions | - | - | - | - |
| | Committed: | | | | |
| 3545 | Other Committed | - | - | - | - |
| 3000 | Total Fund Balances | - | - | - | - |
| 4000 | Total Liabilities and Fund Balances | $ 3,615 | $ 5,891 | $ - | $ 177,571 |

| Data Control Codes | | 461 Campus Activity Funds | 490 Department Activity Fund | 496 Scholarship Program | 497 Local Support Program |
|---|---|---|---|---|---|
| | **ASSETS:** | | | | |
| 1110 | Cash and Cash Equivalents | $ 1,064,881 | $ 353,418 | $ - | $ 338,224 |
| 1240 | Due from Other Governments | - | - | - | - |
| 1260 | Due from Other Funds | 603,486 | 350,561 | - | 162,394 |
| 1800 | Restricted Assets | - | - | 3,968 | - |
| 1000 | Total Assets | $ 1,668,367 | $ 703,979 | $ 3,968 | $ 500,618 |
| | **LIABILITIES:** | | | | |
| | Current Liabilities: | | | | |
| 2110 | Accounts Payable | $ 4,954 | $ - | $ - | $ - |
| 2150 | Payroll Deductions and Withholdings | 131 | - | - | 1,706 |
| 2160 | Accrued Wages Payable | - | - | - | 6,076 |
| 2170 | Due to Other Funds | - | - | 1,000 | 103 |
| 2300 | Unearned Revenues | - | 703,979 | - | 190,172 |
| 2000 | Total Liabilities | 5,085 | 703,979 | 1,000 | 198,057 |
| | **FUND BALANCES:** | | | | |
| | Restricted: | | | | |
| 3490 | Other Restrictions | - | - | 2,968 | - |
| | Committed: | | | | |
| 3545 | Other Committed | 1,663,282 | - | - | 302,561 |
| 3000 | Total Fund Balances | 1,663,282 | - | 2,968 | 302,561 |
| 4000 | Total Liabilities and Fund Balances | $ 1,668,367 | $ 703,979 | $ 3,968 | $ 500,618 |

## CARROLL INDEPENDENT SCHOOL DISTRICT



COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2025

| Data Control Codes | | 498 We Care Program | 499 Local Grants | Total Nonmajor Special Revenue Funds (See Exhibit H-1) |
|---|---|---|---|---|
| | **ASSETS:** | | | |
| 1110 | Cash and Cash Equivalents | $ 2,330 | $ 68,056 | $ 1,852,810 |
| 1240 | Due from Other Governments | - | - | 1,427,701 |
| 1260 | Due from Other Funds | 1,241 | - | 1,117,886 |
| 1800 | Restricted Assets | - | - | 3,968 |
| 1000 | Total Assets | $ 3,571 | $ 68,056 | $ 4,402,365 |
| | **LIABILITIES:** | | | |
| | Current Liabilities: | | | |
| 2110 | Accounts Payable | $ - | $ - | $ 11,569 |
| 2150 | Payroll Deductions and Withholdings | - | - | 24,541 |
| 2160 | Accrued Wages Payable | - | - | 80,510 |
| 2170 | Due to Other Funds | - | - | 1,345,265 |
| 2300 | Unearned Revenues | 3,571 | 68,056 | 971,669 |
| 2000 | Total Liabilities | 3,571 | 68,056 | 2,433,554 |
| | **FUND BALANCES:** | | | |
| | Restricted: | | | |
| 3490 | Other Restrictions | - | - | 2,968 |
| | Committed: | | | |
| 3545 | Other Committed | - | - | 1,965,843 |
| 3000 | Total Fund Balances | - | - | 1,968,811 |
| 4000 | Total Liabilities and Fund Balances | $ 3,571 | $ 68,056 | $ 4,402,365 |

**CARROLL INDEPENDENT SCHOOL DISTRICT**
COMBINING STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2025



| Data Control Codes | | 211 ESEA Title I Improving Basic Programs | 224 IDEA - Part B Formula | 225 IDEA - Part B Preschool | 244 Career and Tech Education Basic Grant |
|---|---|---|---|---|---|
| | **REVENUES:** | | | | |
| 5700 | Local and Intermediate Sources | $ - | $ - | $ - | $ - |
| 5800 | State Program Revenues | - | - | - | - |
| 5900 | Federal Program Revenues | 33,825 | 1,325,353 | 15,881 | 44,369 |
| 5020 | Total Revenues | 33,825 | 1,325,353 | 15,881 | 44,369 |
| | **EXPENDITURES:** | | | | |
| | Current: | | | | |
| 0011 | Instruction | 33,825 | 475,795 | 15,881 | 44,369 |
| 0012 | Instructional Resources and Media Services | - | - | - | - |
| 0013 | Curriculum and Staff Development | - | 145,858 | - | - |
| 0021 | Instructional Leadership | - | 115,807 | - | - |
| 0023 | School Leadership | - | - | - | - |
| 0031 | Guidance, Counseling, & Evaluation Services | - | 545,370 | - | - |
| 0033 | Health Services | - | - | - | - |
| 0034 | Student Transportation | - | - | - | - |
| 0035 | Food Service | - | - | - | - |
| 0036 | Cocurricular/Extracurricular Activities | - | - | - | - |
| 0041 | General Administration | - | - | - | - |
| 0051 | Facilities Maintenance and Operations | - | - | - | - |
| 0052 | Security and Monitoring Services | - | - | - | - |
| 0053 | Data Processing Services | - | - | - | - |
| 0061 | Community Services | - | - | - | - |
| | Debt Service: | | | | |
| 0071 | Principal on Long-term Debt | - | - | - | - |
| 0072 | Interest on Long-term Debt | - | - | - | - |
| | Intergovernmental: | | | | |
| 0093 | Payments to Shared Service Arrangements | - | 42,522 | - | - |
| 6030 | Total Expenditures | 33,825 | 1,325,353 | 15,881 | 44,369 |
| 1100 | Excess (Deficiency) of Revenues Over (Under) | | | | |
| 1100 | Expenditures | - | - | - | - |
| | Other Financing Sources and (Uses): | | | | |
| 7913 | Issuance of Right to Use Leases | - | - | - | - |
| 7080 | Total Other Financing Sources and (Uses) | - | - | - | - |
| 1200 | Net Change in Fund Balances | - | - | - | - |
| 0100 | Fund Balances - Beginning | - | - | - | - |
| 3000 | Fund Balances - Ending | $ - | $ - | $ - | $ - |

| Data Control Codes | | 255 ESEA Title II Training & Recruiting | 263 English Language Acquisition and Enhancement | 288 IDEA - Part B Formula -ECSE | 289 Title - IV |
|---|---|---|---|---|---|
| | **REVENUES:** | | | | |
| 5700 | Local and Intermediate Sources | $ - | $ - | $ - | $ - |
| 5800 | State Program Revenues | - | - | 127 | - |
| 5900 | Federal Program Revenues | 73,003 | 43,064 | 9,526 | 44,400 |
| 5020 | Total Revenues | 73,003 | 43,064 | 9,653 | 44,400 |
| | **EXPENDITURES:** | | | | |
| | Current: | | | | |
| 0011 | Instruction | 28,940 | 43,064 | - | 44,400 |
| 0012 | Instructional Resources and Media Services | - | - | - | - |
| 0013 | Curriculum and Staff Development | 44,063 | - | 9,653 | - |
| 0021 | Instructional Leadership | - | - | - | - |
| 0023 | School Leadership | - | - | - | - |
| 0031 | Guidance, Counseling, & Evaluation Services | - | - | - | - |
| 0033 | Health Services | - | - | - | - |
| 0034 | Student Transportation | - | - | - | - |
| 0035 | Food Service | - | - | - | - |
| 0036 | Cocurricular/Extracurricular Activities | - | - | - | - |
| 0041 | General Administration | - | - | - | - |
| 0051 | Facilities Maintenance and Operations | - | - | - | - |
| 0052 | Security and Monitoring Services | - | - | - | - |
| 0053 | Data Processing Services | - | - | - | - |
| 0061 | Community Services | - | - | - | - |
| | Debt Service: | | | | |
| 0071 | Principal on Long-term Debt | - | - | - | - |
| 0072 | Interest on Long-term Debt | - | - | - | - |
| | Intergovernmental: | | | | |
| 0093 | Payments to Shared Service Arrangements | - | - | - | - |
| 6030 | Total Expenditures | 73,003 | 43,064 | 9,653 | 44,400 |
| 1100 | Excess (Deficiency) of Revenues Over (Under) | | | | |
| 1100 | Expenditures | - | - | - | - |
| | Other Financing Sources and (Uses): | | | | |
| 7913 | Issuance of Right to Use Leases | - | - | - | - |
| 7080 | Total Other Financing Sources and (Uses) | - | - | - | - |
| 1200 | Net Change in Fund Balances | - | - | - | - |
| 0100 | Fund Balances - Beginning | - | - | - | - |
| 3000 | Fund Balances - Ending | $ - | $ - | $ - | $ - |

| Data Control Codes | | 385 Supplemental Visually Impaired | 397 Advanced Placement Incentives | 410 State Textbook Fund | 429 State Funded Special Revenue Fund |
|---|---|---|---|---|---|
| | **REVENUES:** | | | | |
| 5700 | Local and Intermediate Sources | $ - | $ - | $ - | $ - |
| 5800 | State Program Revenues | 3,070 | - | 483,661 | 209,278 |
| 5900 | Federal Program Revenues | - | - | - | - |
| 5020 | Total Revenues | 3,070 | - | 483,661 | 209,278 |
| | **EXPENDITURES:** | | | | |
| | Current: | | | | |
| 0011 | Instruction | 3,070 | - | 483,661 | - |
| 0012 | Instructional Resources and Media Services | - | - | - | - |
| 0013 | Curriculum and Staff Development | - | - | - | 29,475 |
| 0021 | Instructional Leadership | - | - | - | - |
| 0023 | School Leadership | - | - | - | - |
| 0031 | Guidance, Counseling, & Evaluation Services | - | - | - | - |
| 0033 | Health Services | - | - | - | - |
| 0034 | Student Transportation | - | - | - | - |
| 0035 | Food Service | - | - | - | - |
| 0036 | Cocurricular/Extracurricular Activities | - | - | - | - |
| 0041 | General Administration | - | - | - | - |
| 0051 | Facilities Maintenance and Operations | - | - | - | - |
| 0052 | Security and Monitoring Services | - | - | - | 179,803 |
| 0053 | Data Processing Services | - | - | - | - |
| 0061 | Community Services | - | - | - | - |
| | Debt Service: | | | | |
| 0071 | Principal on Long-term Debt | - | - | - | - |
| 0072 | Interest on Long-term Debt | - | - | - | - |
| | Intergovernmental: | | | | |
| 0093 | Payments to Shared Service Arrangements | - | - | - | - |
| 6030 | Total Expenditures | 3,070 | - | 483,661 | 209,278 |
| 1100 | Excess (Deficiency) of Revenues Over (Under) | | | | |
| 1100 | Expenditures | - | - | - | - |
| | Other Financing Sources and (Uses): | | | | |
| 7913 | Issuance of Right to Use Leases | - | - | - | - |
| 7080 | Total Other Financing Sources and (Uses) | - | - | - | - |
| 1200 | Net Change in Fund Balances | - | - | - | - |
| 0100 | Fund Balances - Beginning | - | - | - | - |
| 3000 | Fund Balances - Ending | $ - | $ - | $ - | $ - |

**CARROLL INDEPENDENT SCHOOL DISTRICT**
COMBINING STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2025



| Data Control Codes | | 461 Campus Activity Funds | 490 Department Activity Fund | 496 Scholarship Program | 497 Local Support Program |
|---|---|---|---|---|---|
| | **REVENUES:** | | | | |
| 5700 | Local and Intermediate Sources | $ 2,054,752 | $ 177,149 | $ 180 | $ 333,167 |
| 5800 | State Program Revenues | 868 | - | - | 18,503 |
| 5900 | Federal Program Revenues | - | - | - | - |
| 5020 | Total Revenues | 2,055,620 | 177,149 | 180 | 351,670 |
| | **EXPENDITURES:** | | | | |
| | Current: | | | | |
| 0011 | Instruction | 549,900 | - | 500 | 241,353 |
| 0012 | Instructional Resources and Media Services | 36,826 | - | - | - |
| 0013 | Curriculum and Staff Development | 13,993 | - | - | - |
| 0021 | Instructional Leadership | - | 4,539 | - | - |
| 0023 | School Leadership | 162,364 | - | - | - |
| 0031 | Guidance, Counseling, & Evaluation Services | 522,376 | - | - | - |
| 0033 | Health Services | 108 | - | - | - |
| 0034 | Student Transportation | - | 474 | - | - |
| 0035 | Food Service | 10,000 | - | - | - |
| 0036 | Cocurricular/Extracurricular Activities | 664,350 | - | - | 86,439 |
| 0041 | General Administration | - | 305 | - | - |
| 0051 | Facilities Maintenance and Operations | 19,274 | - | - | - |
| 0052 | Security and Monitoring Services | - | - | - | 23,878 |
| 0053 | Data Processing Services | - | 171,831 | - | - |
| 0061 | Community Services | 250 | - | - | - |
| | Debt Service: | | | | |
| 0071 | Principal on Long-term Debt | 4,062 | - | - | - |
| 0072 | Interest on Long-term Debt | 220 | - | - | - |
| | Intergovernmental: | | | | |
| 0093 | Payments to Shared Service Arrangements | - | - | - | - |
| 6030 | Total Expenditures | 1,983,722 | 177,149 | 500 | 351,670 |
| 1100 | Excess (Deficiency) of Revenues Over (Under) | | | | |
| 1100 | Expenditures | 71,898 | - | (320) | - |
| | Other Financing Sources and (Uses): | | | | |
| 7913 | Issuance of Right to Use Leases | 9,111 | - | - | - |
| 7080 | Total Other Financing Sources and (Uses) | 9,111 | - | - | - |
| 1200 | Net Change in Fund Balances | 81,009 | - | (320) | - |
| 0100 | Fund Balances - Beginning | 1,582,273 | - | 3,288 | 302,561 |
| 3000 | Fund Balances - Ending | $ 1,663,282 | $ - | $ 2,968 | $ 302,561 |

**CARROLL INDEPENDENT SCHOOL DISTRICT**
COMBINING STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2025

| Data Control Codes | | 498 We Care Program | 499 Local Grants | Total Nonmajor Special Revenue Funds (See Exhibit H-2) |
|---|---|---|---|---|
| | **REVENUES:** | | | |
| 5700 | Local and Intermediate Sources | $ 21,963 | $ 30,738 | $ 2,617,949 |
| 5800 | State Program Revenues | - | 10 | 715,517 |
| 5900 | Federal Program Revenues | - | - | 1,589,421 |
| 5020 | Total Revenues | 21,963 | 30,748 | 4,922,887 |
| | **EXPENDITURES:** | | | |
| | Current: | | | |
| 0011 | Instruction | - | 16,845 | 1,981,603 |
| 0012 | Instructional Resources and Media Services | - | - | 36,826 |
| 0013 | Curriculum and Staff Development | - | 4,100 | 247,142 |
| 0021 | Instructional Leadership | - | - | 120,346 |
| 0023 | School Leadership | - | - | 162,364 |
| 0031 | Guidance, Counseling, & Evaluation Services | - | - | 1,067,746 |
| 0033 | Health Services | - | - | 108 |
| 0034 | Student Transportation | - | - | 474 |
| 0035 | Food Service | - | - | 10,000 |
| 0036 | Cocurricular/Extracurricular Activities | - | 9,803 | 760,592 |
| 0041 | General Administration | 21,963 | - | 22,268 |
| 0051 | Facilities Maintenance and Operations | - | - | 19,274 |
| 0052 | Security and Monitoring Services | - | - | 203,681 |
| 0053 | Data Processing Services | - | - | 171,831 |
| 0061 | Community Services | - | - | 250 |
| | Debt Service: | | | |
| 0071 | Principal on Long-term Debt | - | - | 4,062 |
| 0072 | Interest on Long-term Debt | - | - | 220 |
| 0093 | Payments to Shared Service Arrangements | - | - | 42,522 |
| 6030 | Total Expenditures | 21,963 | 30,748 | 4,851,309 |
| 1100 | Excess (Deficiency) of Revenues Over (Under) | | | |
| 1100 | Expenditures | - | - | 71,578 |
| | Other Financing Sources and (Uses): | | | |
| 7913 | Issuance of Right to Use Leases | - | - | 9,111 |
| 7080 | Total Other Financing Sources and (Uses) | - | - | 9,111 |
| 1200 | Net Change in Fund Balances | - | - | 80,689 |
| 0100 | Fund Balances - Beginning | - | - | 1,888,122 |
| 3000 | Fund Balances - Ending | $ - | $ - | $ 1,968,811 |

# Other Supplementary Information

This section includes financial information and disclosures not required by the Governmental Accounting Standards Board and not considered a part of the basic financial statements. It may, however, include information which is required by other entities.

**CARROLL INDEPENDENT SCHOOL DISTRICT** **Exhibit J-1**

SCHEDULE OF DELINQUENT TAXES RECEIVABLE
FOR THE YEAR ENDED JUNE 30, 2025

| Year Ended June 30 | 1 Tax Rates Maintenance | 2 Tax Rates Debt Service | 3 Assessed/Appraised Value For School Tax Purposes | 10 Beginning Balance 7/1/2024 | 20 Current Year's Total Levy | 31 Maintenance Collections | 32 Debt Service Collections | 40 Entire Year's Adjustments | 50 Ending Balance 6/30/2025 | 99 Total Taxes Refunded Under Sect. 26.1115(c) |
|---|---|---|---|---|---|---|---|---|---|---|
| 2016 and Prior Years | Various | Various | Various | $ 200,200 | $ - | $ 433 | $ 125 | $ (63,377) | $ 136,265 | |
| 2017 | 1.0400 | .3500 | 7,346,929,640 | 28,842 | - | 277 | 93 | (268) | 28,204 | |
| 2018 | 1.0400 | .3450 | 8,046,231,536 | 59,151 | - | 8,346 | 2,769 | (267) | 47,769 | |
| 2019 | 1.0400 | .3400 | 8,700,311,376 | 64,044 | - | 4,711 | 1,540 | (345) | 57,448 | |
| 2020 | .9700 | .3300 | 9,368,446,458 | 85,120 | - | 18,998 | 6,463 | (649) | 59,010 | |
| 2021 | .9564 | .3300 | 9,629,523,165 | 76,391 | - | 18,546 | 6,399 | (664) | 50,782 | |
| 2022 | .9386 | .3300 | 10,109,642,756 | 97,259 | - | 109,093 | 38,355 | 107,645 | 57,456 | |
| 2023 | .8888 | .3300 | 11,047,742,452 | 107,356 | - | 103,876 | 38,568 | 105,603 | 70,515 | |
| 2024 | .6725 | .3300 | 11,749,424,517 | 1,071,942 | - | 623,843 | 306,123 | 70,719 | 212,695 | |
| 2025 (School Year Under Audit) | .6669 | .2948 | 12,477,515,068 | - | 119,996,262 | 83,540,688 | 36,928,847 | 1,643,135 | 1,169,862 | |
| 1000 Totals | | | | $ 1,790,305 | $ 119,996,262 | $ 84,428,811 | $ 37,329,282 | $ 1,861,532 | $ 1,890,006 | |

8000 - Total Taxes Refunded under Section 26.1115, Tax Code $ 44,064

9000 - Portion of Row 1000 for Taxes Paid into Tax Increment Zone Under Chapter 311, Tax Code $ 3,959,722

Column 20, the current year's levy is the ending levy due provided by Tarrant County Tax Office.

Column 3, Assessed/Appraised Value for School Tax Purposes is calculated based on current year total levy divided by current year total tax rate. This amount includes adjustments for frozen values.

# CARROLL INDEPENDENT SCHOOL DISTRICT

**Exhibit J-2**

DEBT SERVICE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2025

| Data Control Codes | | 1 Budget | 2 Actual | 3 Variance with Final Budget Positive (Negative) |
|---|---|---|---|---|
| | REVENUES: | | | |
| 5700 | Local and Intermediate Sources | $ 38,018,348 | $ 38,141,876 | $ 123,528 |
| 5800 | State Program Revenues | 1,357,099 | 1,384,756 | 27,657 |
| 5020 | Total Revenues | 39,375,447 | 39,526,632 | 151,185 |
| | EXPENDITURES: | | | |
| | Debt Service: | | | |
| 0071 | Debt Service | 28,180,000 | 31,075,000 | (2,895,000) |
| 0072 | Interest on Long-Term Debt | 11,175,449 | 11,317,529 | (142,080) |
| 0073 | Bond Issuance Costs and Fees | 4,019,998 | 39,482 | 3,980,516 |
| | Total Debt Service | 43,375,447 | 42,432,011 | 943,436 |
| 6030 | Total Expenditures | 43,375,447 | 42,432,011 | 943,436 |
| 1100 | Excess (Deficiency) of Revenues Over (Under) | | | |
| 1100 | Expenditures | (4,000,000) | (2,905,379) | 1,094,621 |
| 1200 | Net Change in Fund Balance | (4,000,000) | (2,905,379) | 1,094,621 |
| 100 | Fund Balance - Beginning | 20,422,281 | 20,422,281 | - |
| 3000 | Fund Balance - Ending | $ 16,422,281 | $ 17,516,902 | $ 1,094,621 |

## CARROLL INDEPENDENT SCHOOL DISTRICT

**Exhibit J-4**

USE OF FUNDS REPORT - SELECT STATE ALLOTMENT PROGRAM
AS OF JUNE 30, 2025

| Data Control Codes | | Responses |
|---|---|---|
| | **Section A: Compensatory Education Programs** | |
| AP1 | Did your LEA expend any state compensatory education program state allotment funds during the district's fiscal year? | Yes |
| AP2 | Does the LEA have written policies and procedures for its state compensatory education program? | Yes |
| AP3 | List the total state allotment funds received for state compensatory education programs during the district's fiscal year. | $ 126,588 |
| AP4 | List the actual direct program expenditures for state compensatory education programs during the LEA's fiscal year. (PICs 24, 26, 28 29, 30) | $ 1,089,473 |
| | **Section B: Bilingual Education Programs** | |
| AP5 | Did your LEA expend any bilingual education program state allotment funds during the LEA's fiscal year? | Yes |
| AP6 | Does the LEA have written policies and procedures for its bilingual education program? | Yes |
| AP7 | List the total state allotment funds received for bilingual education programs during the LEA's fiscal year. | $ 169,616 |
| AP8 | List the actual direct program expenditures for bilingual education programs during the LEA's fiscal year. (PIC 25) | $ 129,333 |

# CARROLL INDEPENDENT SCHOOL DISTRICT

**Exhibit K-2**

SCHEDULE OF REQUIRED RESPONSES TO SELECTED SCHOOL FIRST INDICATORS
AS OF JUNE 30, 2025

| Data Control Codes | | Responses |
|---|---|---|
| SF1 | Was there an unmodified opinion in the Annual Financial Report on the financial statements as a whole? | Yes |
| SF2 | Were there any disclosures in the Annual Financial Report and/or other sources of information concerning nonpayment of any terms of any debt agreement at fiscal year-end? | No |
| SF3 | Did the school district make timely payments to the Teacher Retirement System (TRS), Texas Workforce Commission (TWC), Internal Revenue Service (IRS), and other government agencies? (If the school district was issued a warrant hold and the warrant hold was not cleared within 30 days from the date the warrant hold was issued, the school district is considered to not have made timely payments.)<br><br>Payments to the TRS and TWC are considered timely if a warrant hold that was issued in connection to the untimely payment was cleared within 30 days from the date the warrant hold was issued.<br><br>Payments to the IRS are considered timely if a penalty or delinquent payment notice was cleared within 30 days from the date the notice was issued. | Yes |
| SF4 | Was the school district issued a warrant hold? Even if the issue surrounding the initial warrant hold was resolved and cleared within 30 days, the school district is considered to have been issued a warrant hold. | No |
| SF5 | Did the Annual Financial Report disclose any instances of material weaknesses in internal controls over financial reporting and compliance for local, state or federal funds? | No |
| SF6 | Was there any disclosure in the Annual Financial Report of material noncompliance for grants, contracts and laws related to local, state, or federal funds? | No |
| SF7 | Did the school district post the required financial information on its website in accordance with Government Code, Local Government code, Texas Education Code, Texas Administrative Code and other statutes, laws and rules that were in effect at the school district's fiscal year-end? | Yes |
| SF8 | Did the school board members discuss the school district's property values at a board meeting within 120 days before the school district adopted its budget? | Yes |
| SF9 | Total accumulated accretion on CABs included in government-wide financial statements at fiscal year-end | $ - |

# Statistical Section


# STATISTICAL SECTION

This part of the Carroll Independent School District's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the District's overall financial health.

**Contents**

Financial Trends

These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.

Revenue Capacity

These schedules contain information to help the reader assess the factors affecting the District's ability to generate its property and sales taxes.

Debt Capacity

These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the City's ability to issue additional debt in the future.

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand how the District's financial activities take place and to help make comparisons over time and with other governments.

Operating Information

These schedules contain information about the District's operations and resources to help the reader understand how the District's financial information relates to the services the District provides and the activities it performs.

Sources: Unless otherwise noted, the information in these schedules is derived from the annual comprehensive annual financial reports for the relevant year.

# CARROLL INDEPENDENT SCHOOL DISTRICT

**TABLE L-1**

NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
(UNAUDITED)

| | Fiscal Year | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|
| | 2025 | 2024* | 2023 | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 |
| **Governmental Activities** | | | | | | | | | | |
| Net Investment in Capital Assets | $ 47,624,750 | $ 33,047,181 | $ 13,720,173 | $ 10,524,360 | $ 13,296,161 | $ 17,343,936 | $ 21,246,744 | $ 22,309,610 | $ 28,922,622 | $ 22,850,360 |
| Restricted | 17,632,050 | 20,590,811 | 19,323,956 | 16,916,715 | 15,270,191 | 14,697,366 | 13,846,455 | 12,900,934 | 12,215,234 | 7,132,077 |
| Unrestricted | (3,938,966) | (1,998,626) | (3,993,185) | (11,557,815) | (8,378,357) | (7,952,470) | (6,737,867) | (4,917,403) | 26,411,490 | 31,995,049 |
| Total Governmental Activities Net Positior | $ 61,317,834 | $ 51,639,366 | $ 29,050,944 | $ 15,883,260 | $ 20,187,995 | $ 24,088,832 | $ 28,355,332 | $ 30,293,141 | $ 67,549,346 | $ 61,977,486 |
| **Business-type Activities** | | | | | | | | | | |
| Net Investment in Capital Assets | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Restricted | - | - | - | - | - | - | - | - | - | - |
| Unrestricted | - | - | - | - | - | - | - | - | - | - |
| Total Governmental Activities Net Positior | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| **Primary Government** | | | | | | | | | | |
| Net Investment in Capital Assets | $ 47,624,750 | $ 33,047,181 | $ 13,720,173 | $ 10,524,360 | $ 13,296,161 | $ 17,343,936 | $ 21,246,744 | $ 22,309,610 | $ 28,922,622 | $ 22,850,360 |
| Restricted | 17,632,050 | 20,590,811 | 19,323,956 | 16,916,715 | 15,270,191 | 14,697,366 | 13,846,455 | 12,900,934 | 12,215,234 | 7,132,077 |
| Unrestricted | (3,938,966) | (1,998,626) | (3,993,185) | (11,557,815) | (8,378,357) | (7,952,470) | (6,737,867) | (4,917,403) | 26,411,490 | 31,995,049 |
| Total Primary Government Net Positior | $ 61,317,834 | $ 51,639,366 | $ 29,050,944 | $ 15,883,260 | $ 20,187,995 | $ 24,088,832 | $ 28,355,332 | $ 30,293,141 | $ 67,549,346 | $ 61,977,486 |

**Source:** The Statement of Net Position for the Carroll Independent School District (Exhibit A-1

* Fiscal year 2024 was ten months, due to a change in the District's fiscal year end to June 30,2024.

# CARROLL INDEPENDENT SCHOOL DISTRICT

**TABLE L-2**

EXPENSES, PROGRAM REVENUES, AND NET (EXPENSE)/REVENUE
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
(UNAUDITED)

| | Fiscal Year | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|
| | 2025 | 2024* | 2023 | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 |
| **Expenses** | | | | | | | | | | |
| Governmental Activities: | | | | | | | | | | |
| Instruction | $ 57,538,428 | $ 57,178,103 | $ 61,523,263 | $ 56,193,921 | $ 59,485,789 | $ 61,551,302 | $ 56,864,561 | $ 37,962,798 | $ 52,487,950 | $ 50,267,811 |
| Instruction Resources and Media Services | 1,082,029 | 1,038,418 | 1,300,152 | 1,271,442 | 1,430,502 | 1,368,636 | 1,394,376 | 986,603 | 1,310,650 | 1,240,819 |
| Curriculum and Staff Development | 1,622,359 | 1,568,350 | 1,809,461 | 1,230,483 | 1,423,840 | 1,365,561 | 1,343,491 | 1,083,635 | 1,298,649 | 1,039,007 |
| Instructional Leadership | 791,191 | 800,073 | 1,073,354 | 1,016,782 | 918,561 | 831,551 | 667,373 | 417,732 | 582,261 | 455,108 |
| School Leadership | 5,055,441 | 4,624,391 | 5,213,024 | 4,897,135 | 5,303,065 | 5,435,598 | 5,055,176 | 3,211,053 | 4,628,435 | 3,679,383 |
| Guidance, Counseling & Evaluation Services | 4,398,810 | 4,205,908 | 5,030,745 | 4,761,591 | 5,063,918 | 4,821,301 | 4,499,962 | 2,610,937 | 3,688,509 | 2,823,715 |
| Health Services | 989,975 | 987,541 | 1,086,264 | 1,048,788 | 1,171,076 | 1,310,146 | 942,729 | 591,142 | 855,265 | 689,288 |
| Student Transportation | 2,884,614 | 2,688,406 | 2,935,492 | 2,859,418 | 2,710,619 | 2,939,004 | 2,910,957 | 2,247,510 | 2,647,031 | 2,540,245 |
| Food Services | 4,339,902 | 3,927,109 | 4,141,839 | 3,707,233 | 3,060,375 | 3,186,350 | 3,856,549 | 3,029,666 | 3,655,061 | 3,062,717 |
| Cocurricular/Extracurricular Activities | 5,765,041 | 4,606,905 | 4,962,712 | 4,566,247 | 4,366,127 | 4,833,834 | 5,969,067 | 3,853,624 | 4,588,687 | 4,730,719 |
| General Administration | 4,378,370 | 3,500,132 | 4,582,251 | 4,580,253 | 5,211,093 | 4,523,190 | 4,475,274 | 3,889,777 | 4,048,700 | 3,259,148 |
| Facilities Maintenance and Operations | 14,469,360 | 12,428,656 | 13,232,280 | 10,914,357 | 11,411,799 | 10,549,468 | 9,738,163 | 7,267,979 | 8,797,780 | 7,325,756 |
| Security and Monitoring Services | 479,518 | 477,726 | 515,740 | 387,293 | 290,122 | 251,918 | 374,158 | 274,678 | 237,761 | 269,427 |
| Data Processing Services | 4,563,703 | 3,754,348 | 3,508,858 | 7,061,800 | 5,206,012 | 7,870,816 | 7,180,254 | 2,220,541 | 2,209,540 | 3,537,714 |
| Community Services | 47,025 | 41,360 | 58,027 | 50,709 | 20,214 | 53,200 | 96,203 | 53,758 | 80,837 | 49,048 |
| Debt Service-Interest on Long Term Debt | 10,691,970 | 8,103,108 | 11,348,663 | 12,866,703 | 13,611,187 | 13,742,162 | 13,434,362 | 11,245,769 | 9,552,928 | 13,279,744 |
| Debt Service-Bond Issuance Cost & Fees | 39,482 | 37,288 | 23,480 | 14,600 | 14,800 | 183,028 | 546,033 | 1,094,277 | 89,680 | 267,901 |
| Facilities Repairs | 139,104 | - | - | 376,763 | 925,829 | 1,655,300 | 1,527,957 | 6,042,463 | 511,545 | - |
| Contracted Instructional Services | 24,706,407 | 17,973,283 | 37,069,275 | 34,456,686 | 29,424,127 | 28,447,150 | 33,082,123 | 26,290,781 | 19,388,953 | 16,514,133 |
| Payments Related to SSA's | 42,522 | 61,019 | 98,509 | 87,335 | 75,812 | 80,509 | 50,523 | 36,443 | - | 581,877 |
| Payments to JJAEP | - | - | - | - | 4,257 | - | - | - | - | - |
| Payments to Tax Increment Fund | 8,906,257 | 8,658,436 | 7,971,515 | 7,361,858 | 7,730,260 | 8,466,782 | 7,215,895 | 6,985,814 | 6,151,684 | 5,378,155 |
| Other Intergovernmental Charges | 659,190 | 614,051 | 622,228 | 610,793 | 584,427 | 608,361 | 616,845 | 582,037 | 539,237 | - |
| Total Governmental Activities Expenses | 153,590,698 | 137,274,611 | 168,107,132 | 160,322,190 | 159,443,811 | 164,075,167 | 161,842,031 | 121,979,017 | 127,351,143 | 120,991,715 |
| Business-Type Activities | - | - | - | - | - | - | - | - | - | - |
| Total Primary Government Expenses | $ 153,590,698 | $ 137,274,611 | $ 168,107,132 | $ 160,322,190 | $ 159,443,811 | $ 164,075,167 | $ 161,842,031 | $ 121,979,017 | $ 127,351,143 | $ 120,991,715 |
| **Program Revenues** | | | | | | | | | | |
| Governmental Activities: | | | | | | | | | | |
| Charges for services | | | | | | | | | | |
| Instruction | $ 1,890,853 | $ 1,647,874 | $ 1,618,764 | $ 1,412,373 | $ 909,249 | $ 1,418,322 | $ 1,593,652 | $ 1,692,124 | $ 1,687,643 | $ 594,654 |
| Instructional Resources and Media Services | 53,070 | 29,489 | 62,922 | 73,788 | 61,970 | 71,196 | 89,095 | 98,303 | 120,331 | - |
| Curriculum and Staff Development | 42,267 | 37,747 | 40,518 | 49,433 | 28,854 | 51,055 | 71,788 | 129,441 | 117,755 | - |
| Instructional Leadership | 15,451 | 13,687 | 13,946 | 15,381 | 7,616 | 12,930 | 10,037 | 10,201 | 9,462 | - |
| School Leadership | 240,995 | 211,788 | 243,892 | 226,557 | 129,379 | 152,721 | 167,887 | 190,134 | 177,925 | - |
| Guidance, Counseling & Evaluation Services | 486,426 | 458,877 | 393,457 | 344,489 | 287,039 | 316,862 | 286,334 | 317,272 | 294,839 | - |
| Health Services | 23,100 | 21,391 | 18,966 | 18,032 | 12,073 | 22,447 | 15,754 | 16,103 | 15,159 | - |
| Student Transportation | 66,295 | 57,762 | 50,582 | 43,776 | 22,847 | 43,166 | 41,403 | 43,457 | 43,920 | 400,436 |
| Food Services | 3,957,911 | 3,804,946 | 3,873,297 | 3,403,413 | 1,990,956 | 2,243,742 | 3,194,661 | 3,138,572 | 2,954,610 | 2,929,678 |
| Cocurricular/Extracurricular Activities | 1,862,398 | 861,504 | 1,400,896 | 1,038,019 | 513,444 | 816,867 | 1,064,081 | 1,166,476 | 1,395,388 | 3,912,178 |
| General Administration | 99,141 | 74,000 | 78,473 | 71,186 | 43,548 | 71,414 | 68,795 | 80,182 | 65,523 | 699,110 |
| Facilities Maintenance and Operations | 465,816 | 278,791 | 231,563 | 159,734 | 92,111 | 163,142 | 152,065 | 152,260 | 152,764 | 359,841 |
| Security and Monitoring Services | 44,215 | 9,921 | 57,519 | 43,767 | 7,552 | 11,611 | 25,667 | 21,309 | 14,527 | - |
| Data Processing Services | 117,073 | 79,336 | 32,855 | 29,776 | 18,985 | 35,408 | 34,293 | 36,929 | 32,851 | - |
| Community Services | 1,289 | 1,912 | 1,825 | 1,552 | 907 | 1,676 | 2,301 | 2,088 | 2,258 | - |
| Debt Service-Interest on Long Term Debt | 19,101 | - | - | - | - | - | - | - | - | - |
| Facilities Repairs | - | - | - | - | - | - | 8,782 | - | - | - |
| Contracted Instructional Services | 649,329 | 454,673 | 749,279 | 605,178 | 296,469 | 553,605 | 613,721 | 513,329 | 375,286 | - |
| Operating Grants and Contributions | 7,973,191 | 9,723,799 | 10,761,360 | 4,980,722 | 9,731,246 | 13,993,569 | 11,071,468 | (7,199,972) | 7,979,137 | 10,111,113 |
| Total Governmental Activities Program Revenues | 18,007,921 | 17,767,497 | 19,630,114 | 12,517,176 | 14,154,245 | 19,979,733 | 18,511,784 | 408,208 | 15,439,378 | 19,007,010 |
| Business-Type Activities | - | - | - | - | - | - | - | - | - | - |
| Total Primary Government Program Revenues | $ 18,007,921 | $ 17,767,497 | $ 19,630,114 | $ 12,517,176 | $ 14,154,245 | $ 19,979,733 | $ 18,511,784 | $ 408,208 | $ 15,439,378 | $ 19,007,010 |
| **Net (Expense)/Revenue** | | | | | | | | | | |
| Governmental Activities | $ (135,582,777) | $ (119,507,114) | $ (148,477,018) | $ (147,805,014) | $ (145,289,566) | $ (144,095,434) | $ (143,330,247) | $ (121,570,809) | $ (111,911,765) | $ (101,984,705) |
| Business-Type Activities | - | - | - | - | - | - | - | - | - | - |
| Total Primary Government Net Expense | $ (135,582,777) | $ (119,507,114) | $ (148,477,018) | $ (147,805,014) | $ (145,289,566) | $ (144,095,434) | $ (143,330,247) | $ (121,570,809) | $ (111,911,765) | $ (101,984,705) |

* Fiscal year 2024 was ten months, due to a change in the District's fiscal year end to June 30,2024.
Source: The Statement of Activities for the Carroll Independent School District (Exhibit B-1)

## CARROLL INDEPENDENT SCHOOL DISTRICT

**TABLE L-3**

GENERAL REVENUES AND TOTAL CHANGE IN NET POSITION
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
(UNAUDITED)

| | Fiscal Year | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|
| | 2025 | 2024* | 2023 | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 |
| **Net (Expense)/Revenue** | | | | | | | | | | |
| Governmental Activities | $ (135,582,777) | $ (119,507,114) | $ (148,477,018) | $ (147,805,014) | $ (145,289,566) | $ (144,095,434) | $ (143,330,247) | $ (121,570,809) | $ (111,911,765) | $ (101,984,705) |
| Business-Type Activities | - | - | - | - | - | - | - | - | - | - |
| Total Primary Government Net Expense | (135,582,777) | (119,507,114) | (148,477,018) | (147,805,014) | (145,289,566) | (144,095,434) | (143,330,247) | (121,570,809) | (111,911,765) | (101,984,705) |
| **General Revenues and Other Changes in Net Position** | | | | | | | | | | |
| Governmental Activities: | | | | | | | | | | |
| Taxes | | | | | | | | | | |
| Property Taxes Levied for General Purposes | 84,409,129 | 79,450,166 | 98,709,171 | 95,170,056 | 91,656,631 | 91,323,516 | 90,960,452 | 84,071,750 | 76,416,331 | 68,236,098 |
| Property Taxes Levied for Debt Service | 37,323,089 | 38,870,069 | 36,633,851 | 33,473,313 | 31,622,214 | 31,000,404 | 29,696,552 | 27,853,269 | 25,683,069 | 23,237,231 |
| Grants and Contributions (Unrestricted) | 9,684,972 | 8,757,636 | 8,601,756 | 7,345,036 | 12,131,198 | 6,947,585 | 4,454,095 | 5,737,651 | 6,699,004 | 1,526,311 |
| Investment Earnings | 4,224,163 | 4,508,897 | 4,615,438 | 222,885 | 370,713 | 2,565,871 | 8,093,535 | 2,199,487 | 510,181 | 341,411 |
| Miscellaneous Local and Intermediate Revenues | 9,965,823 | 10,508,768 | 13,084,486 | 8,488,310 | 8,387,454 | 9,733,208 | 8,187,804 | 8,081,054 | 7,518,966 | 6,993,024 |
| Special Items | - | - | - | (1,199,321) | - | - | - | - | - | - |
| Total Governmental Activities | 145,607,176 | 142,095,536 | 161,644,702 | 143,500,279 | 144,112,046 | 141,570,584 | 141,392,438 | 127,943,211 | 116,827,551 | 100,334,075 |
| Business-Type Activities | - | - | - | - | - | - | - | - | - | - |
| Total Primary Government | $ 145,607,176 | $ 142,095,536 | $ 161,644,702 | $ 143,500,279 | $ 144,112,046 | $ 141,570,584 | $ 141,392,438 | $ 127,943,211 | $ 116,827,551 | $ 100,334,075 |
| **Change in Net Position** | | | | | | | | | | |
| Governmental Activities | $ 10,024,399 | $ 22,588,422 | $ 13,167,684 | $ (4,304,735) | $ (1,177,520) | $ (2,524,850) | $ (1,937,809) | $ 6,372,402 | $ 4,915,786 | $ (1,650,630) |
| Business-Type Activities | - | - | - | - | - | - | - | - | - | - |
| Total Primary Government | $ 10,024,399 | $ 22,588,422 | $ 13,167,684 | $ (4,304,735) | $ (1,177,520) | $ (2,524,850) | $ (1,937,809) | $ 6,372,402 | $ 4,915,786 | $ (1,650,630) |

* Fiscal year 2024 was ten months, due to a change in the District's fiscal year end to June 30,2024.

**Source**: The Statement of Activities for the Carroll Independent School District (Exhibit B-1)

## CARROLL INDEPENDENT SCHOOL DISTRICT

**TABLE L-4**

FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(MODIFIED ACCURAL BASIS OF ACCOUNTING)
(UNAUDITED)

| | Fiscal Year | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|
| | **2025** | **2024*** | **2023** | **2022** | **2021** | **2020** | **2019** | **2018** | **2017** | **2016** |
| **General Fund** | | | | | | | | | | |
| Non-Spendable | $ 242,446 | $ 126,970 | $ 167,652 | $ 217,871 | $ 187,215 | $ 263,436 | $ 133,730 | $ 143,661 | $ 108,895 | $ - |
| Committed | 10,048,565 | 10,048,565 | 10,048,565 | 10,048,565 | 10,573,725 | 10,573,725 | 10,573,725 | 10,573,725 | 10,573,725 | 10,573,725 |
| Assigned | - | - | - | - | - | - | - | - | - | - |
| Unassigned | 35,704,193 | 39,682,142 | 34,775,212 | 28,705,497 | 33,303,460 | 32,201,905 | 29,487,932 | 28,504,814 | 25,508,820 | 23,816,845 |
| Total General Fund | $ 45,995,204 | $ 49,857,677 | $ 44,991,429 | $ 38,971,933 | $ 44,064,400 | $ 43,039,066 | $ 40,195,387 | $ 39,222,200 | $ 36,191,440 | $ 34,390,570 |
| | | | | | | | | | | |
| **All Other Governmental Funds** | | | | | | | | | | |
| Restricted | | | | | | | | | | |
| Capital Acquisitions & Contractual Obligations | $ 939,479 | $ 6,273,311 | $ 6,146,026 | $ 8,700,052 | $ 16,389,686 | $ 50,339,659 | $ 52,054,683 | $ 48,317,915 | $ 58,145 | $ 698,736 |
| Retirement of Long-Term Debt | 9,461,902 | 12,912,281 | 11,626,315 | 9,777,308 | 8,632,087 | 8,605,759 | 8,306,005 | 7,914,412 | 7,753,777 | 5,101,181 |
| Other Restrictions of Fund Balance | 8,057,968 | 7,513,288 | 7,516,517 | 6,968,643 | 6,420,000 | 5,875,000 | 5,335,000 | 4,795,000 | 4,255,000 | - |
| Assigned | | | | | | | | | | |
| Capital Project Funds | 499,102 | 499,102 | - | - | - | - | - | - | - | - |
| Committed | | | | | | | | | | |
| Special Revenue Funds | 1,965,843 | 1,884,834 | 1,769,886 | 1,880,688 | 1,790,687 | 1,810,886 | 1,639,088 | 1,613,766 | 1,543,912 | - |
| Total All Other Governmental Funds | $ 20,924,294 | $ 29,082,816 | $ 27,058,744 | $ 27,326,691 | $ 33,232,460 | $ 66,631,304 | $ 67,334,776 | $ 62,641,093 | $ 13,610,834 | $ 5,799,917 |

* Fiscal year 2024 was ten months, due to a change in the District's fiscal year end to June 30,2024.

**Source**: The Balance Sheet of Governmental Funds for the Carroll Independent School District (Exhibit C-1)

## CARROLL INDEPENDENT SCHOOL DISTRICT

**TABLE L-5**

CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
(UNAUDITED)

| | Fiscal Year | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|
| | **2025** | **2024*** | **2023** | **2022** | **2021** | **2020** | **2019** | **2018** | **2017** | **2016** |
| **Revenues** | | | | | | | | | | |
| Local and Intermediate Sources | $ 145,637,895 | $ 141,471,425 | $ 158,787,888 | $ 144,943,054 | $ 136,474,961 | $ 140,463,642 | $ 140,624,790 | $ 129,668,291 | $ 117,501,513 | $ 105,933,424 |
| State Program Revenues | 16,633,518 | 16,133,084 | 14,025,385 | 12,090,232 | 17,308,065 | 12,731,281 | 12,385,832 | 10,366,688 | 11,033,358 | 8,644,979 |
| Federal Program Revenues | 3,512,040 | 3,085,746 | 6,478,203 | 5,457,345 | 3,775,387 | 4,231,074 | 4,241,358 | 3,916,664 | 3,644,783 | 3,544,877 |
| **Total Revenues** | 165,783,453 | 160,690,255 | 179,291,476 | 162,490,631 | 157,558,413 | 157,425,997 | 157,251,980 | 143,951,643 | 132,179,654 | 118,123,280 |
| **Expenditures** | | | | | | | | | | |
| Current: | | | | | | | | | | |
| Instruction | 51,126,839 | 48,435,474 | 53,038,524 | 51,299,754 | 49,488,977 | 48,990,421 | 46,794,711 | 47,024,396 | 43,658,838 | 42,887,651 |
| Instruction Resources and Media Services | 948,630 | 879,353 | 1,109,114 | 1,148,048 | 1,196,396 | 1,107,626 | 1,165,049 | 1,132,638 | 1,102,213 | 1,060,891 |
| Curriculum and Staff Development | 1,418,303 | 1,313,719 | 1,522,405 | 1,108,154 | 1,189,485 | 1,116,084 | 1,125,373 | 1,202,402 | 1,096,051 | 1,080,644 |
| Instructional Leadership | 708,232 | 673,172 | 923,237 | 909,716 | 762,700 | 670,612 | 548,763 | 522,978 | 485,625 | 474,787 |
| School Leadership | 4,449,214 | 3,901,676 | 4,458,187 | 4,493,922 | 4,403,040 | 4,325,685 | 4,161,262 | 4,045,845 | 3,866,900 | 3,863,923 |
| Guidance, Counseling & Evaluation Services | 3,866,322 | 3,559,121 | 4,310,815 | 4,331,952 | 4,213,604 | 3,853,219 | 3,741,858 | 3,211,232 | 3,077,576 | 2,943,782 |
| Health Services | 875,798 | 836,296 | 934,313 | 964,448 | 970,354 | 1,062,850 | 774,343 | 759,065 | 713,041 | 726,012 |
| Student Transportation | 2,522,952 | 2,284,194 | 2,504,474 | 2,852,099 | 2,268,161 | 3,800,563 | 4,054,530 | 5,349,627 | 2,273,195 | 2,114,594 |
| Food Services | 3,848,668 | 3,324,979 | 3,485,447 | 3,239,979 | 2,638,302 | 2,688,285 | 3,324,641 | 3,112,932 | 3,101,902 | 3,118,595 |
| Cocurricular/Extracurricular Activities | 5,206,510 | 3,898,997 | 4,933,729 | 4,367,633 | 3,652,858 | 4,052,245 | 6,480,573 | 4,034,085 | 3,882,143 | 3,760,681 |
| General Administration | 3,794,513 | 2,938,963 | 3,905,802 | 4,098,465 | 4,364,031 | 3,683,454 | 3,758,330 | 4,147,372 | 3,408,308 | 3,073,803 |
| Plant Maintenance and Operations | 12,361,105 | 10,531,035 | 11,584,803 | 10,585,053 | 11,582,596 | 11,425,652 | 10,002,662 | 7,721,009 | 7,775,385 | 7,240,235 |
| Security and Monitoring Services | 402,971 | 397,980 | 488,023 | 442,438 | 246,798 | 219,401 | 479,102 | 244,409 | 203,421 | 270,048 |
| Data Processing Services | 4,626,344 | 3,386,634 | 4,245,203 | 6,111,865 | 4,478,517 | 6,843,915 | 7,509,326 | 2,293,525 | 1,870,105 | 1,957,092 |
| Community Services | 41,792 | 35,039 | 49,322 | 43,984 | 16,578 | 40,434 | 80,542 | 66,684 | 68,386 | 49,779 |
| Debt Service: | | | | | | | | | | |
| Debt Service-Principal on Long-term Debt | 31,504,101 | 34,116,151 | 23,317,338 | 18,617,396 | 16,825,000 | 15,892,164 | 15,627,835 | 14,650,247 | 11,320,800 | 9,496,699 |
| Debt Service-Interest on Long-term Debt | 11,698,519 | 6,405,707 | 12,700,520 | 13,545,326 | 14,414,104 | 14,579,620 | 13,624,767 | 12,916,953 | 11,680,398 | 12,668,615 |
| Debt Service-Bond Issuance Cost and Fees | 39,482 | 37,288 | 23,480 | 14,600 | 14,800 | 262,678 | 625,683 | 1,094,277 | 89,680 | 267,901 |
| Capital Outlay: | | | | | | | | | | |
| Facilities Acquisition and Construction | 4,672,135 | 59,720 | 237,462 | 1,745,839 | 29,394,253 | 52,443,569 | 56,414,077 | 25,767,747 | 1,688,270 | 1,896,294 |
| Intergovernmental: | | | | | | | | | | |
| Contracted Instructional Services Between Public Schools | 24,706,407 | 17,973,283 | 37,069,275 | 34,456,686 | 29,424,127 | 28,447,150 | 33,082,123 | 26,290,781 | 19,388,953 | 16,514,133 |
| Payments to Fiscal Agent/Member Districts of SSA | 42,522 | 61,019 | 98,509 | 87,335 | 75,812 | 80,509 | 50,523 | 36,443 | - | 581,877 |
| Payments to Juvenile Justice Alternative Education | - | - | - | - | 4,257 | - | - | - | - | - |
| Payments to Tax Increment Fund | 8,906,257 | 8,658,436 | 7,971,515 | 7,361,858 | 7,730,260 | 8,466,782 | 7,215,895 | 6,985,814 | 6,151,684 | 5,378,155 |
| Other Intergovernmental Charges | 659,190 | 614,051 | 622,228 | 610,793 | 584,427 | 608,361 | 616,845 | 582,037 | 539,237 | - |
| Total Expenditures | 178,426,806 | 154,322,287 | 179,533,725 | 172,437,343 | 189,939,437 | 214,661,279 | 221,258,813 | 173,192,498 | 127,442,111 | 121,426,191 |
| **Excess (Deficiency) of Revenues Over (Under) Expenditures** | (12,643,353) | 6,367,968 | (242,249) | (9,946,712) | (32,381,024) | (57,235,282) | (64,006,833) | (29,240,855) | 4,737,543 | (3,302,911) |
| **Other Financing Sources and (Uses)** | | | | | | | | | | |
| Debt Refunding Bonds Issued | - | - | - | - | - | 2,247,861 | 12,245,000 | - | 5,125,000 | 23,485,000 |
| Capital Related Debt Issued | - | - | - | - | - | 55,872,139 | 68,265,000 | 77,544,999 | - | - |
| Sale of Real or Personal Property | 491,326 | 522,352 | 3,987,165 | 125,200 | - | 113,065 | 50,250 | 209,879 | 75,915 | 10,093 |
| Transfers In | - | - | - | - | - | - | - | 3,555,140 | 1,035,648 | 1,402,815 |
| Issuance of Right to Use Leases | 131,032 | - | 352,183 | 22,597 | - | - | - | - | - | - |
| Issuance of Right to Use SBITAs | - | - | 1,654,450 | - | - | - | - | - | - | - |
| Premium or Discount on Issuance of Bonds | - | - | - | - | - | 3,386,918 | 2,279,762 | 3,546,996 | 323,423 | 1,734,077 |
| Transfers Out | - | - | - | - | - | - | - | (3,555,140) | (1,035,648) | (1,402,815) |
| Payment to Refunded Bond Escrow Agent | - | - | - | - | - | (2,244,494) | (13,166,309) | - | (5,308,969) | (28,257,251) |
| Total Other Financing Sources (Uses) | 622,358 | 522,352 | 5,993,798 | 147,797 | - | 59,375,489 | 69,673,703 | 81,301,874 | 215,369 | (3,028,081) |
| **Special Items** | | | | | | | | | | |
| Special Item (Use) | - | - | - | 1,199,321 | - | - | - | - | - | - |
| **Net Change in Fund Balances** | $ (12,020,995) | $ 6,890,320 | $ 5,751,549 | $ (9,798,915) | $ (32,381,024) | $ 2,140,207 | $ 5,666,870 | $ 52,061,019 | $ 4,952,912 | $ (6,330,992) |
| **Debt Service as a percentage of noncapital expenditures** | 25.19% | 26.38% | 20.50% | 19.02% | 19.66% | 19.15% | 18.36% | 18.35% | 18.28% | 18.57% |

* Fiscal year 2024 was ten months, due to a change in the District's fiscal year end to June 30,2024.
**Source:** The Statement of Revenues, Expenditures, and Changes in Fund Balances-Governmental Funds for the Carroll Independent School District (Exhibit C-2)

## CARROLL INDEPENDENT SCHOOL DISTRICT

**TABLE L-6**

GOVERNMENTAL FUNDS REVENUES BY SOURCE
LAST TEN FISCAL YEARS
(unaudited)

| | 2025 | 2024 | 2023 | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 |
|---|---|---|---|---|---|---|---|---|---|---|
| **Local Sources:** | | | | | | | | | | |
| Property Taxes | $121,902,256 | $118,453,446 | $135,316,589 | $128,819,297 | $123,275,209 | $122,289,549 | $120,604,596 | $111,983,721 | $102,635,941 | $91,979,144 |
| Tuition and Fees | 1,709,793 | 1,096,768 | 1,100,972 | 818,362 | 915,710 | 724,426 | 758,565 | 720,161 | 678,745 | 594,654 |
| Earnings on Investments | 4,224,163 | 4,508,898 | 4,615,437 | 222,884 | 370,714 | 2,565,874 | 4,454,096 | 2,199,487 | 505,352 | 331,758 |
| Facility Rental | 690,068 | 636,016 | 771,482 | 527,292 | 335,302 | 510,104 | 538,928 | 569,611 | 417,702 | 357,334 |
| Tax Increment Fund | 7,216,430 | 6,849,951 | 6,454,981 | 5,934,584 | 6,049,200 | 7,214,798 | 6,123,926 | 6,045,218 | 5,348,444 | 4,623,919 |
| Food Service | 3,949,811 | 3,804,714 | 3,873,060 | 3,403,413 | 1,990,849 | 2,242,946 | 3,119,268 | 3,040,855 | 2,876,440 | 2,929,200 |
| Co-Curricular Activities | 981,646 | 936,079 | 300,662 | 452,876 | 314,235 | 678,897 | 1,197,488 | 1,122,333 | 1,147,437 | 1,027,517 |
| Other Local Sources | 4,963,727 | 5,185,556 | 6,354,705 | 4,764,346 | 3,223,743 | 4,237,048 | 3,827,923 | 3,986,905 | 3,886,622 | 4,080,245 |
| Total Local Sources | 145,637,895 | 141,471,428 | 158,787,888 | 144,943,054 | 136,474,961 | 140,463,642 | 140,624,790 | 129,668,291 | 117,496,683 | 105,923,771 |
| **State Sources:** | | | | | | | | | | |
| Per Capita | 4,792,136 | 3,364,534 | 5,015,289 | 4,161,704 | 3,923,423 | 2,530,821 | 3,850,613 | 1,616,493 | 3,001,844 | 1,436,159 |
| Foundation School Program | 4,892,836 | 5,393,102 | 3,546,803 | 3,179,432 | 8,094,861 | 4,416,061 | 4,142,788 | 4,121,158 | 3,697,160 | 3,266,551 |
| On-behalf Payments | 4,867,183 | 3,893,580 | 4,556,678 | 4,410,116 | 4,456,897 | 4,399,779 | 3,625,314 | 3,698,839 | 3,411,467 | 3,081,572 |
| Other State Sources | 2,081,362 | 3,481,868 | 906,615 | 338,980 | 832,884 | 1,384,621 | 767,117 | 930,198 | 915,685 | 860,697 |
| Total State Sources | 16,633,518 | 16,133,084 | 14,025,385 | 12,090,232 | 17,308,065 | 12,731,281 | 12,385,832 | 10,366,688 | 11,026,156 | 8,644,979 |
| **Federal Sources** | 3,512,040 | 3,085,748 | 6,478,203 | 5,457,345 | 3,775,387 | 4,231,074 | 4,241,358 | 3,916,664 | 3,644,783 | 3,544,877 |
| **Total Revenues** | $165,783,453 | $160,690,261 | $179,291,476 | $162,490,631 | $157,558,413 | $157,425,997 | $157,251,980 | $143,951,643 | $132,167,622 | $118,113,627 |

Note: The Governmental Funds Revenues include the General, Debt Service, Capital Projects, and Special Revenue Funds.

Source: The Statement of Revenues, Expenditures, and Changes in Fund Balance for the Carroll Independent School District (Exhibit C-2)

**CARROLL INDEPENDENT SCHOOL DISTRICT** **TABLE L-7**

ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS
(UNAUDITED)

| Fiscal Year | Residential Property (1) | Commercial Property (1) | Personal Property (1) | Other Property (1) | Total Assessed Value | Less Exemptions | Net Taxable Value | Total Tax Rate (2) |
|---|---|---|---|---|---|---|---|---|
| 2025 | $ 12,371,586,675 | $ 2,898,027,640 | $ 644,713,991 | $ 506,377 | $ 15,914,834,683 | $ 2,314,005,593 | $ 13,600,829,090 | 0.9617 |
| 2024 | 10,849,091,117 | 2,699,314,670 | 858,286,272 | 674,683 | 14,407,366,742 | 1,952,805,810 | 12,454,560,932 | 1.0025 |
| 2023 | 9,344,361,397 | 2,459,629,145 | 699,134,408 | 599,099 | 12,503,724,049 | 1,362,900,314 | 11,140,823,735 | 1.2188 |
| 2022 | 8,354,150,249 | 2,323,780,143 | 676,734,221 | 396,602 | 11,355,061,215 | 1,217,058,821 | 10,138,002,394 | 1.2686 |
| 2021 | 7,845,456,409 | 2,331,849,313 | 680,746,976 | 392,118 | 10,858,444,816 | 1,267,287,952 | 9,591,156,864 | 1.2864 |
| 2020 | 7,602,972,481 | 2,363,250,657 | 676,850,021 | 484,923 | 10,643,558,082 | 1,054,296,977 | 9,589,261,105 | 1.3000 |
| 2019 | 7,018,393,764 | 2,233,699,517 | 624,980,358 | 1,019,327 | 9,878,092,966 | 1,005,302,623 | 8,872,790,343 | 1.3800 |
| 2018 | 6,480,461,113 | 1,975,215,526 | 604,741,018 | 1,440,076 | 9,061,857,733 | 1,023,803,261 | 8,038,054,472 | 1.3850 |
| 2017 | 5,904,187,468 | 1,829,452,609 | 541,982,556 | 734,868 | 8,276,357,501 | 867,559,634 | 7,408,797,867 | 1.3900 |
| 2016 | 5,163,084,842 | 1,652,004,003 | 491,137,589 | 7,059,397 | 7,313,285,831 | 682,094,825 | 6,631,191,006 | 1.3950 |

(1) The value is the appraised value at original certification and can fluctuate due to property owner protests and preliminary appraisal values at the time of certification.

(2) Tax Rates are per $100 of assessed value.

Source: Tarrant Appraisal District

**CARROLL INDEPENDENT SCHOOL DISTRICT** **TABLE L-8**

DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS
(UNAUDITED)

| | Fiscal Year | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|
| | **2025** | **2024** | **2023** | **2022** | **2021** | **2020** | **2019** | **2018** | **2017** | **2016** |
| **School District Direct Rates** | | | | | | | | | | |
| Maintenance & Operations | $ 0.6669 | $ 0.6725 | $ 0.8888 | $ 0.9386 | $ 0.9564 | $ 0.9700 | $ 1.0400 | $ 1.0400 | $ 1.0400 | $ 1.0400 |
| Debt Service | 0.2948 | 0.3300 | 0.3300 | 0.3300 | 0.3300 | 0.3300 | 0.3400 | 0.3450 | 0.3500 | 0.3550 |
| **Total District Direct Rates** | $ 0.9617 | $ 1.0025 | $ 1.2188 | $ 1.2686 | $ 1.2864 | $ 1.3000 | $ 1.3800 | $ 1.3850 | $ 1.3900 | $ 1.3950 |
| **Overlapping Rates** | | | | | | | | | | |
| Tarrant County | $ 0.1875 | $ 0.1945 | $ 0.2240 | $ 0.2290 | $ 0.2340 | $ 0.2340 | $ 0.2340 | $ 0.2440 | $ 0.2540 | $ 0.2640 |
| Tarrant County Hospital District | 0.1825 | 0.1945 | 0.2244 | 0.2244 | 0.2244 | 0.2244 | 0.2244 | 0.2244 | 0.2279 | 0.2279 |
| Tarrant County College | 0.1123 | 0.1122 | 0.1302 | 0.1302 | 0.1311 | 0.1302 | 0.1361 | 0.1401 | 0.1447 | 0.1495 |
| City of Colleyville | 0.2762 | 0.2610 | 0.2656 | 0.2918 | 0.3044 | 0.3068 | 0.3208 | 0.3338 | 0.3391 | 0.3391 |
| City of Flower Mound | 0.3873 | 0.3873 | 0.4050 | 0.4050 | 0.4365 | 0.4365 | 0.4390 | 0.4390 | 0.4390 | 0.4390 |
| City of Grapevine | 0.2412 | 0.2506 | 0.2718 | 0.2718 | 0.2826 | 0.2843 | 0.2893 | 0.2893 | 0.2893 | 0.2893 |
| City of Keller | 0.2911 | 0.3120 | 0.3545 | 0.3950 | 0.3950 | 0.3999 | 0.4133 | 0.4275 | 0.4300 | 0.4300 |
| City of Southlake | 0.3050 | 0.3190 | 0.3600 | 0.3900 | 0.4050 | 0.4100 | 0.4470 | 0.4620 | 0.4620 | 0.4620 |
| Town of Trophy Club | 0.4155 | 0.4155 | 0.4348 | 0.4450 | 0.4464 | 0.4464 | 0.4464 | 0.4514 | 0.4730 | 0.4730 |
| City of Westlake | 0.1679 | 0.1679 | 0.1679 | 0.1679 | 0.1679 | 0.1602 | 0.1560 | 0.1362 | 0.1370 | 0.1370 |
| Trophy Club Mud #1 | 0.0625 | 0.0638 | 0.0913 | 0.1059 | 0.1077 | 0.1127 | 0.1162 | 0.1202 | 0.1272 | 0.1272 |
| **Total Overlapping Rates** | $ 2.6289 | $ 2.6782 | $ 2.9295 | $ 3.0559 | $ 3.1350 | $ 3.1454 | $ 3.2225 | $ 3.2679 | $ 3.3232 | $ 3.3380 |

**Source:** Tarrant Appraisal District

## CARROLL INDEPENDENT SCHOOL DISTRICT

**TABLE L-9**

PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO
(UNAUDITED)

| | 2025 | | | 2016 | | |
|---|---|---|---|---|---|---|
| **Taxpayer** | **Taxable Assessed Value** | **Rank** | **Percentage of Total Taxable Assessed Value (1)** | **Taxable Assessed Value** | **Rank** | **Percentage of Total Taxable Assessed Value (2)** |
| KRG Town Square Ventures LLC | $ 266,849,419 | 1 | 1.68% | | | |
| SOL Westlake LP | 92,657,364 | 2 | 0.58% | | | |
| MCI Communications Svcs Inc | 85,628,018 | 3 | 0.54% | | | |
| Carroll/1709 LTD | 70,447,450 | 4 | 0.44% | $ 61,040,200 | 5 | 0.83% |
| 5C SL Park Village LLC | 64,455,678 | 5 | 0.41% | | | |
| Albany Road-Solana LLC | 55,968,639 | 6 | 0.35% | | | |
| Ameritrade Services Company Inc | 52,519,303 | 7 | 0.33% | | | |
| 1400 Plaza Place Southlake Owner LLC | 49,225,000 | 8 | 0.31% | | | |
| Southlake Investor LLC | 47,182,701 | 9 | 0.30% | | | |
| MDP Kimball Park 114 LLC | 37,068,800 | 10 | 0.23% | | | |
| Dallas MTA LP | - | | - | 196,307,217 | 1 | 2.68% |
| BRE Solana LLC | - | | - | 192,084,779 | 2 | 2.63% |
| Town Square Ventures LP | - | | - | 158,179,461 | 3 | 2.16% |
| SLTS Grand Avenue LP | - | | - | 85,552,199 | 4 | 1.17% |
| GAHC3 Southlake TX Hospital LLC | - | | - | 44,000,000 | 6 | 0.60% |
| Sabre Headquarters LLC | - | | - | 43,148,431 | 7 | 0.59% |
| Excel Southlake LP | - | | - | 38,525,000 | 8 | 0.53% |
| H & C Southlake Hilton LLC | - | | - | 37,250,579 | 9 | 0.51% |
| Inland Western Slake Corners | - | | - | 29,500,000 | 10 | 0.40% |
| Totals | $ 822,002,372 | | 5.17% | $ 885,587,866 | | 12.11% |

(1) Total assessed value of 2025: $ 15,914,834,683
(2) Total assessed value of 2016: $ 7,313,285,831

**Source:** Tarrant Appraisal District

**CARROLL INDEPENDENT SCHOOL DISTRICT** **TABLE L-10**

PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN YEARS
(UNAUDITED)

| Fiscal Year | Taxes Levied for the Fiscal Year | Collected Within the Fiscal Year of the Levy | | Collections in Subsequent Years | Total Collections to Date | |
|---|---|---|---|---|---|---|
| | | Amount | Percentage of Levy | | Amount | Percentage of Levy |
| 2025 | $ 119,996,262 | $ 121,758,093 | 101.47% | $ - | $ 121,758,093 | 101.47% |
| 2024* | 117,787,981 | 116,606,039 | 99.00% | 929,966 | 117,536,005 | 99.79% |
| 2023 | 134,649,885 | 134,277,249 | 99.72% | 311,760 | 134,589,009 | 99.95% |
| 2022 | 128,250,928 | 127,779,699 | 99.63% | 403,423 | 128,183,122 | 99.95% |
| 2021 | 123,874,186 | 123,455,148 | 99.66% | 24,968 | 123,480,116 | 99.68% |
| 2020 | 122,023,804 | 121,410,155 | 99.50% | 557,538 | 121,967,693 | 99.95% |
| 2019 | 120,064,297 | 119,534,281 | 99.56% | 270,119 | 119,804,400 | 99.78% |
| 2018 | 111,249,354 | 111,025,778 | 99.80% | 264,184 | 111,289,962 | 100.04% |
| 2017 | 102,086,675 | 101,579,458 | 99.50% | 472,165 | 102,051,623 | 99.97% |
| 2016 | 91,691,218 | 90,969,355 | 99.21% | 536,830 | 91,506,185 | 99.80% |

* Fiscal year 2024 was ten months, due to a change in the District's fiscal year end to June 30,2024.

**Source:** Tarrant County Tax Office

**CARROLL INDEPENDENT SCHOOL DISTRICT** **TABLE L-11**

OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
(UNAUDITED)

| | Governmental Activities | | | | | | | |
|---|---|---|---|---|---|---|---|---|
| Fiscal Year | General Obligation Bonds (1) | Unamortized Bond Premium (1) | Accreted Interest on Bonds (1) | Lease Payable | SBITA Payable | Total Primary Government | Total Debt Percentage of Personal Income (2) | Debt Per Capita (3) |
| 2025 | $ 223,870,002 | $ 7,334,053 | $ - | $ 223,868 | $ 606,646 | $ 232,034,569 | 6.12% | 7,179 |
| 2024* | 254,945,002 | 8,192,168 | - | 231,346 | 897,238 | 264,265,754 | 7.45% | 8,208 |
| 2023 | 288,580,002 | 9,386,444 | - | 328,987 | 1,280,748 | 299,576,181 | 8.50% | 9,369 |
| 2022 | 311,395,002 | 10,553,004 | - | 105,440 | - | 322,053,446 | 10.24% | 10,137 |
| 2021 | 329,880,002 | 11,225,461 | - | - | - | 341,105,463 | 11.51% | 10,536 |
| 2020 | 346,705,002 | 11,897,918 | - | - | - | 358,602,920 | 13.54% | 11,628 |
| 2019 | 306,677,165 | 9,273,919 | 67,340 | - | - | 316,018,424 | 13.19% | 10,530 |
| 2018 | 254,925,000 | 8,202,924 | 117,783 | - | - | 263,245,707 | 11.15% | 8,900 |
| 2017 | 192,030,247 | 5,119,331 | 1,234,753 | - | - | 198,384,331 | 10.16% | 6,739 |
| 2016 | 199,701,047 | - | 20,287,832 | - | - | 219,988,879 | 12.70% | 7,776 |

(1) Details regarding the District's outstanding debt can be found in the Notes to the Financial Statements.

(2) See Table L-15 for personal income data.

(3) See Table L-15 for capita data.

* Fiscal year 2024 was ten months, due to a change in the District's fiscal year end to June 30,2024.

**CARROLL INDEPENDENT SCHOOL DISTRICT** **TABLE L-12**

RATIOS OF NET GENERAL OBLIGATION BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS
(UNAUDITED)

| Fiscal Year | General Obligation Bonds (1) | Less Amounts Available in Debt Service Funds | Net Bonded Debt | Ratio of Net Bonded Debt to Assessed Value (2) | Net Bonded Debt per Capita (3) |
|---|---|---|---|---|---|
| 2025 | $ 231,204,055 | $ 17,516,902 | $ 213,687,153 | 1.34% | 6,612 |
| 2024* | 263,137,170 | 20,422,281 | 242,714,889 | 1.68% | 7,539 |
| 2023 | 297,966,446 | 19,136,315 | 278,830,131 | 2.23% | 8,720 |
| 2022 | 321,948,006 | 16,742,308 | 305,205,698 | 2.69% | 9,607 |
| 2021 | 341,105,463 | 15,052,087 | 326,053,376 | 3.00% | 10,071 |
| 2020 | 358,602,920 | 14,480,759 | 344,122,161 | 3.23% | 11,158 |
| 2019 | 316,018,424 | 13,641,005 | 302,377,419 | 3.06% | 10,076 |
| 2018 | 263,245,707 | 12,709,412 | 250,536,295 | 2.76% | 8,470 |
| 2017 | 198,384,331 | 12,008,777 | 186,375,554 | 2.25% | 6,331 |
| 2016 | 219,988,879 | 5,101,181 | 214,887,698 | 2.94% | 7,596 |

(1) Details regarding the District's outstanding debt can be found in the Notes to the Financial Statements.

(2) See Table L-7 for assessed value data.

(3) See Table L-15 for capita data.

* Fiscal year 2024 was ten months, due to a change in the District's fiscal year end to June 30,2024.

## CARROLL INDEPENDENT SCHOOL DISTRICT

**TABLE L-13**

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF JUNE 30, 2025
(UNAUDITED)

| Taxing Authority | Gross Debt Outstanding | Percent Overlapping | Amount Applicable to School District |
|---|---|---|---|
| **Direct:** | | | |
| Carroll Independent School District | $ 232,034,569 | 100% | $ 232,034,569 |
| **Overlapping** | | | |
| City of Colleyville | 10,860,000 | 0.52% | 56,472 |
| City of Grapevine | 152,370,000 | 4.57% | 6,963,309 |
| City of Keller | 68,775,000 | 0.84% | 577,710 |
| City of Southlake | 72,291,000 | 87.73% | 63,420,894 |
| Tarrant County | 345,130,000 | 4.07% | 14,046,791 |
| Tarrant Co College District | 569,915,000 | 4.07% | 23,195,541 |
| Tarrant County Hospital District | 438,230,000 | 4.07% | 17,835,961 |
| Trophy Club MUD #1 | 4,290,000 | 20.03% | 859,287 |
| Town of Trophy Club | 20,800,000 | 0.58% | 120,640 |
| Town of Westlake | 43,332,000 | 37.21% | 16,123,837 |
| Total Overlapping Debt | | | 143,200,442 |
| Total Direct and Overlapping Debt | | | $ 375,235,011 |
| Taxable Assessed Valuation | | | 15,914,834,683 |
| Ratio of Direct and Overlapping Debt to taxable assessed valuation | | | 2.36% |
| Direct and Overlapping Debt per Capita | | | $ 11,610 (1) |

Note: The percentage of overlapping debt applicable is estimated using taxable property values. Applicable percentages were estimated by determining the portion of another governmental unit's taxable value that is within the District's boundaries and dividing it by each unit's total taxable value.

Source: The Municipal Advisory Council of Texas, as of 6/30/2025.

(1) See Table L-15 for capita data.

**CARROLL INDEPENDENT SCHOOL DISTRICT** **TABLE L-14**

LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS
(UNAUDITED)

| | Fiscal Year | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|
| | 2025 | 2024* | 2023 | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 |
| Total Assessed Value | $ 15,914,834,683 | $ 14,407,366,742 | $ 12,503,724,049 | $ 11,355,061,215 | $ 10,858,444,816 | $ 10,643,558,082 | $ 9,878,092,966 | $ 9,061,857,733 | $ 8,276,357,501 | $ 7,313,285,831 |
| Debt Limit (10% of Total Assessed Value) | $ 1,591,483,468 | $ 1,440,736,674 | $ 1,250,372,405 | $ 1,135,506,122 | $ 1,085,844,482 | $ 1,064,355,808 | $ 987,809,297 | $ 906,185,773 | $ 827,635,750 | $ 731,328,583 |
| Debt Applicable to Limit: | | | | | | | | | | |
| General Obligation Bonds | $ 223,870,002 | $ 254,945,002 | $ 288,580,002 | $ 311,395,002 | $ 329,880,002 | $ 346,705,002 | $ 306,677,165 | $ 254,925,000 | $ 192,030,247 | $ 199,701,047 |
| Less Net Position in Debt Service Fund | 17,516,902 | 20,422,281 | 19,136,315 | 16,742,308 | 15,052,087 | 14,480,759 | 13,641,005 | 12,709,412 | 12,008,777 | 5,101,181 |
| Total Debt Applicable to Debt Limit | 206,353,100 | 234,522,721 | 269,443,687 | 294,652,694 | 314,827,915 | 332,224,243 | 293,036,160 | 242,215,588 | 180,021,470 | 194,599,866 |
| Legal Debt Margin | $ 1,385,130,368 | $ 1,206,213,953 | $ 980,928,718 | $ 840,853,428 | $ 771,016,567 | $ 732,131,565 | $ 694,773,137 | $ 663,970,185 | $ 647,614,280 | $ 536,728,717 |
| Total Net Debt Applicable to the Limit as a Percentage of Debt Limit | 12.97% | 16.28% | 21.55% | 25.95% | 28.99% | 31.21% | 29.67% | 26.73% | 21.75% | 26.61% |

Note: Per State finance law, the district's outstanding general obligation debt should not exceed 10 percent of the total assessed property value. By law, the general obligation debt subject to the limitation may be offset by amounts set aside for repaying general obligation bonds.

* Fiscal year 2024 was ten months, due to a change in the District's fiscal year end to June 30,2024.

Source: Tarrant Appraisal District and District Financial Information

**CARROLL INDEPENDENT SCHOOL DISTRICT** **TABLE L-15**

DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS
(UNAUDITED)

| Fiscal Year | Estimated Population (1) | Personal Income (1) | Per Capita Personal Income (1) | Unemployment Rate (2) |
|---|---|---|---|---|
| 2025 | 32,320 | $ 3,788,518,080 | $ 117,219 | 3.2% |
| 2024 | 32,195 | 3,548,790,460 | 110,228 | 3.7% |
| 2023 | 31,975 | 3,524,540,300 | 110,228 | 3.5% |
| 2022 | 31,770 | 3,143,705,040 | 98,952 | 3.0% |
| 2021 | 32,376 | 2,963,731,416 | 91,541 | 2.2% |
| 2020 | 30,840 | 2,648,045,760 | 85,864 | 3.2% |
| 2019 | 30,010 | 2,396,058,420 | 79,842 | 3.0% |
| 2018 | 29,578 | 2,361,726,360 | 79,842 | 3.2% |
| 2017 | 29,440 | 1,951,900,038 | 66,301 | 3.0% |
| 2016 | 28,290 | 1,732,874,762 | 61,254 | 3.5% |

(1) Source: North Central Texas Council of Governments
(2) Source: City of Southlake Economic Development

**CARROLL INDEPENDENT SCHOOL DISTRICT** **TABLE L-16**

PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO
(UNAUDITED)

| | 2025 | | | 2016 | | |
|---|---|---|---|---|---|---|
| **Employer** | **Employees** | **Rank** | **Percentage of Total Employment (1)** | **Employees** | **Rank** | **Percentage of Total Employment (2)** |
| Sabre Holdings | 2,550 | 1 | 29% | 3,600 | 1 | 43% |
| TD Ameritrade | 1,978 | 2 | 22% | | | 0% |
| Carroll Independent School District | 1,154 | 3 | 13% | 1,100 | 2 | 13% |
| Verizon Wireless | 670 | 4 | 8% | 750 | 4 | 9% |
| Keller Williams | 650 | 5 | 7% | 693 | 5 | 8% |
| Gateway Church | 580 | 6 | 7% | 824 | 3 | 10% |
| City of Southlake | 550 | 7 | 6% | 366 | 7 | 4% |
| Central Market | 370 | 8 | 4% | 400 | 6 | 5% |
| Hilton Southlake | 220 | 9 | 2% | 224 | 9 | 3% |
| Methodist Hospital | 200 | 10 | 2% | 200 | 10 | 2% |
| Costco | NA | | | 230 | 8 | 3% |
| Totals | 8,922 | | 100% | 8,387 | | 100% |

(1) Total Employment for 2025: 8,922
(2) Total Employment for 2016: 8,387

Source: City of Southlake Economic Development
Note: Updated information was not available at the date of the report.

**CARROLL INDEPENDENT SCHOOL DISTRICT** **TABLE L-17**

FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY TYPE
LAST TEN FISCAL YEARS
(UNAUDITED)

| Fiscal Year | Teachers | Professional Support | Campus Administration | Central Administration | Educational Aides | Auxiliary Staff | Total Staff |
|---|---|---|---|---|---|---|---|
| 2025 | 529 | 95 | 26 | 24 | 76 | 258 | 1,008 |
| 2024 | 542 | 98 | 23 | 20 | 78 | 224 | 985 |
| 2023 | 560 | 95 | 27 | 20 | 86 | 212 | 1,001 |
| 2022 | 564 | 110 | 27 | 22 | 95 | 253 | 1,071 |
| 2021 | 578 | 113 | 28 | 19 | 95 | 235 | 1,067 |
| 2020 | 570 | 107 | 28 | 18 | 93 | 239 | 1,054 |
| 2019 | 539 * | 135 * | 27 | 16 | 100 | 233 | 1,050 |
| 2018 | 564 | 100 | 26 | 15 | 98 | 259 | 1,062 |
| 2017 | 555 | 94 | 25 | 15 | 101 | 266 | 1,056 |
| 2016 | 538 | 94 | 26 | 14 | 98 | 248 | 1,018 |

Source: Texas Education Agency TAPR and AEIS Reports and District records.

* 30 Department Head Teachers were coded to Professional Support instead of Teacher for 2018-2019.

## CARROLL INDEPENDENT SCHOOL DISTRICT

**TABLE L-18**

OPERATING STATISTICS
LAST TEN FISCAL YEARS
(UNAUDITED)

| Fiscal Year | Enrollment | Operating Expenditures | Cost Per Student | Teaching Staff | Student to Teacher Ratio | Percentage of Students in Free/Reduced Lunch Program |
|---|---|---|---|---|---|---|
| 2025 | 8,105 | $ 125,504,621 | $ 15,485 | 529 | 15.3 | 1.1% |
| 2024* | 8,292 | 107,982,570 | 13,023 | 542 | 15.3 | 1.1% |
| 2023 | 8,464 | 132,641,383 | 15,671 | 560 | 15.1 | 1.3% |
| 2022 | 8,389 | 128,133,618 | 15,274 | 564 | 14.9 | 1.4% |
| 2021 | 8,324 | 120,681,863 | 14,498 | 578 | 14.4 | 1.2% |
| 2020 | 8,525 | 117,024,188 | 13,727 | 570 | 15.0 | 1.4% |
| 2019 | 8,344 | 119,113,173 | 14,275 | 539 | 15.5 | 1.3% |
| 2018 | 8,366 | 118,171,436 | 14,125 | 564 | 14.8 | 1.4% |
| 2017 | 8,190 | 102,123,726 | 12,469 | 555 | 14.8 | 1.4% |
| 2016 | 8,056 | 97,096,682 | 12,053 | 538 | 15.0 | 1.4% |

* Fiscal year 2024 was ten months, due to a change in the District's fiscal year end to June 30,2024.

Source: Texas Education Agency TAPR and AEIS Reports and District records.

**CARROLL INDEPENDENT SCHOOL DISTRICT** **TABLE L-19**

TEACHER BASE SALARIES
LAST TEN FISCAL YEARS
(Unaudited)

| | 2025 | 2024 | 2023 | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 |
|---|---|---|---|---|---|---|---|---|---|---|
| Teachers By Highest Degree Held | | | | | | | | | | |
| No Degree | 1.0% | 0.1% | 0.0% | 0.0% | 0.0% | 0.0% | 0.2% | 0.0% | 0.0% | 0.0% |
| Bachelors | 69.2% | 69.3% | 71.3% | 63.0% | 73.3% | 73.3% | 73.7% | 73.3% | 74.3% | 74.3% |
| Masters | 29.4% | 29.6% | 27.9% | 35.0% | 26.4% | 26.4% | 25.9% | 26.0% | 25.0% | 25.3% |
| Doctorate | 0.4% | 0.9% | 0.7% | 1.0% | 0.3% | 0.3% | 0.2% | 0.7% | 0.7% | 0.4% |
| Teachers By Years of Experience | | | | | | | | | | |
| Beginning Teachers | 2.6% | 2.5% | 3.4% | 2.4% | 4.1% | 4.1% | 3.1% | 2.1% | 3.8% | 3.3% |
| 1-5 Years of Experience | 21.2% | 21.6% | 20.3% | 24.9% | 23.9% | 23.9% | 24.2% | 23.2% | 22.0% | 19.6% |
| 6-10 Years of Experience | 21.2% | 21.8% | 23.8% | 21.8% | 20.1% | 20.1% | 17.4% | 18.7% | 19.4% | 21.8% |
| 11-20 Years of Experience | 35.1% | 33.3% | 31.7% | 31.1% | 32.8% | 32.8% | 36.0% | 36.6% | 37.6% | 37.8% |
| Over 20 Years of Experience | 22.8% | 20.8% | 20.8% | 19.8% | 19.1% | 19.1% | 19.3% | 19.4% | 17.2% | 17.4% |
| Average Salaries By Experience | | | | | | | | | | |
| Beginning Teachers | $ 42,231 | $ 41,832 | $ 56,787 | $ 46,821 | $ 54,634 | $ 54,634 | $ 53,600 | $ 52,250 | $ 50,695 | $ 49,511 |
| 1-5 Years of Experience | 60,798 | 58,002 | 59,808 | 55,461 | 56,238 | 56,238 | 54,281 | 52,817 | 51,544 | 50,366 |
| 6-10 Years of Experience | 63,847 | 61,595 | 61,759 | 55,043 | 57,830 | 57,830 | 55,999 | 54,562 | 53,316 | 52,106 |
| 11-20 Years of Experience | 65,481 | 64,525 | 64,392 | 59,261 | 60,365 | 60,365 | 58,720 | 57,214 | 55,913 | 54,520 |
| Over 20 Years of Experience | 73,902 | 69,572 | 70,437 | 66,138 | 65,662 | 65,662 | 64,323 | 62,961 | 62,121 | 61,106 |
| Average Years Experience of Teachers | 13.4 | 13.1 | 12.7 | 12 | 12.2 | 12.2 | 12.5 | 12.6 | 12.5 | 12.6 |
| Turnover Rate for Teachers | 17.3% | 19.4% | 18.6% | 17.1% | 11.4% | 11.4% | 13.2% | 10.0% | 12.7% | 13.1% |
| Instructional Staff Percent | 67.2% | 68.6% | 66.8% | 66.7% | 63.6% | 63.6% | 67.3% | 65.3% | 64.9% | 65.7% |

Source: Texas Academic Performance Report (TAPR) for Texas Education Agency.

**CARROLL INDEPENDENT SCHOOL DISTRICT** **TABLE L-20**

SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS
(Unaudited)

| Building | Original Construction | 2025 | 2024 | 2023 | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 |
|---|---|---|---|---|---|---|---|---|---|---|---|
| **High Schools** | | | | | | | | | | | |
| Carroll Senior High (Grades 11-12) | 1992 | | | | | | | | | | |
| Square Footage | | 410,052 | 410,052 | 410,052 | 410,052 | 327,151 | 327,151 | 327,151 | 327,151 | 327,151 | 327,151 |
| Capacity | | 1,830 | 1,830 | 1,830 | 1,830 | 1,544 | 1,544 | 1,544 | 1,544 | 1,544 | 1,519 |
| Enrollment | | 1,423 | 1,411 | 1,444 | 1,394 | 1,349 | 1,390 | 1,342 | 1,352 | 1,381 | 1,299 |
| Carroll High (Grades 9-10) | 1998 | | | | | | | | | | |
| Square Footage | | 267,483 | 267,483 | 267,483 | 267,483 | 267,392 | 267,392 | 267,392 | 267,392 | 267,392 | 267,392 |
| Capacity | | 1,555 | 1,555 | 1,555 | 1,555 | 1,555 | 1,555 | 1,555 | 1,555 | 1,555 | 1,587 |
| Enrollment | | 1,358 | 1,410 | 1,441 | 1,422 | 1,446 | 1,396 | 1,370 | 1,388 | 1,365 | 1,385 |
| **Middle Schools (Grades 7-8)** | | | | | | | | | | | |
| Carroll (1) | 2011 | | | | | | | | | | |
| Square Footage | | 166,146 | 166,146 | 166,146 | 166,146 | 166,146 | 166,146 | 166,146 | 166,146 | 166,146 | 166,146 |
| Capacity | | 840 | 840 | 840 | 840 | 840 | 840 | 840 | 840 | 840 | 860 |
| Enrollment | | 696 | 737 | 736 | 779 | 765 | 724 | 723 | 733 | 688 | 697 |
| Dawson | 2001 | | | | | | | | | | |
| Square Footage | | 159,059 | 159,059 | 159,059 | 159,059 | 144,591 | 144,591 | 144,591 | 144,591 | 144,591 | 144,591 |
| Capacity | | 846 | 846 | 846 | 846 | 846 | 846 | 846 | 846 | 846 | 872 |
| Enrollment | | 580 | 577 | 609 | 632 | 625 | 661 | 651 | 628 | 616 | 636 |
| **Intermediate Schools (Grades 5-6)** | | | | | | | | | | | |
| Durham | 1996 | | | | | | | | | | |
| Square Footage | | 138,571 | 138,571 | 138,571 | 138,571 | 136,375 | 136,375 | 136,375 | 136,375 | 136,375 | 136,375 |
| Capacity | | 849 | 849 | 849 | 849 | 849 | 849 | 849 | 849 | 849 | 849 |
| Enrollment | | 698 | 667 | 689 | 705 | 693 | 744 | 749 | 683 | 673 | 662 |
| Eubanks | 2001 | | | | | | | | | | |
| Square Footage | | 104,185 | 104,185 | 104,185 | 104,185 | 106,998 | 106,998 | 106,998 | 106,998 | 106,998 | 106,998 |
| Capacity | | 688 | 688 | 688 | 688 | 688 | 688 | 688 | 688 | 688 | 688 |
| Enrollment | | 582 | 592 | 583 | 555 | 567 | 603 | 569 | 588 | 602 | 578 |
| **Elementary Schools (Grades K-4)** | | | | | | | | | | | |
| Johnson | 1981 | | | | | | | | | | |
| Square Footage | | 92,399 | 92,399 | 92,399 | 92,399 | 92,399 | 92,399 | 92,399 | 76,119 | 76,119 | 76,119 |
| Capacity | | 748 | 748 | 748 | 748 | 692 | 692 | 692 | 560 | 560 | 540 |
| Enrollment | | 620 | 658 | 690 | 667 | 671 | 688 | 669 | 666 | 619 | 570 |
| Carroll | 1988 | | | | | | | | | | |
| Square Footage | | 92,330 | 92,330 | 92,330 | 92,330 | 92,330 | 92,330 | 92,330 | 77,123 | 77,123 | 77,123 |
| Capacity | | 837 | 837 | 837 | 837 | 837 | 837 | 837 | 639 | 639 | 645 |
| Enrollment | | 586 | 634 | 620 | 637 | 600 | 563 | 594 | 604 | 585 | 576 |
| Walnut Grove (2) | 2011 | | | | | | | | | | |
| Square Footage | | 105,511 | 105,511 | 105,511 | 105,511 | 91,600 | 91,600 | 91,600 | 91,600 | 91,600 | 91,600 |
| Capacity | | 721 | 721 | 721 | 721 | 721 | 721 | 721 | 721 | 721 | 681 |
| Enrollment | | 618 | 621 | 651 | 645 | 636 | 684 | 701 | 701 | 667 | 682 |
| Rockenbaugh | 1997 | | | | | | | | | | |
| Square Footage | | 87,683 | 87,683 | 87,683 | 87,683 | 77,479 | 77,479 | 77,479 | 77,479 | 77,479 | 77,479 |
| Capacity | | 577 | 577 | 577 | 577 | 577 | 577 | 577 | 577 | 577 | 599 |
| Enrollment | | 475 | 528 | 529 | 484 | 506 | 438 | 529 | 543 | 549 | 570 |
| Old Union | 2001 | | | | | | | | | | |
| Square Footage | | 83,471 | 83,471 | 83,471 | 83,471 | 83,471 | 83,471 | 83,471 | 68,810 | 68,810 | 68,810 |
| Capacity | | 617 | 617 | 617 | 617 | 617 | 617 | 617 | 441 | 441 | 474 |
| Enrollment | | 469 | 457 | 472 | 469 | 466 | 427 | 469 | 473 | 463 | 413 |
| **Other District Buildings (Sq. Ft.)** | | | | | | | | | | | |
| Administration Building | 1969 | 127,873 | 127,873 | 127,873 | 127,873 | 131,368 | 131,368 | 131,368 | 131,368 | 131,368 | 131,368 |
| Carroll Intermediate School (3) | 1953 | 74,038 | 74,038 | 74,038 | 74,038 | 63,851 | 63,851 | 63,851 | 63,851 | 63,851 | 63,851 |
| Transportation Facility | 2000 | 12,501 | 12,501 | 12,501 | 12,501 | 10,108 | 10,108 | 10,108 | 10,108 | 10,108 | 10,108 |
| Dragon Stadium | 2000 | 32,482 | 32,482 | 32,482 | 32,482 | 30,263 | 30,263 | 30,263 | 30,263 | 30,263 | 30,263 |

(1) A new Carroll Middle School was opened in 2011. The previous Carroll Middle School is now the District's Administration Building.

(2) Walnut Grove Elementary was opened in 2011. Students previously attended Durham Elementary, which was located within Durham Intermediate School.

(3) No longer used as a school. Rented to Southlake Baptist Church and Gateway Church.

Source: District Records.

# Federal Awards



SNOWGARRETTWILLIAMS
CERTIFIED PUBLIC ACCOUNTANTS

Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With *Government Auditing Standards*

Board of Trustees
Carroll Independent School District
2400 North Carroll Avenue
Southlake, Texas 76092

Members of the Board of Trustees:

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Carroll Independent School District, as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise Carroll Independent School District's basic financial statements, and have issued our report thereon dated December 11, 2025.

**Report on Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered Carroll Independent School District's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Carroll Independent School District's internal control. Accordingly, we do not express an opinion on the effectiveness of Carroll Independent School District's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

**Report on Compliance and Other Matters**

As part of obtaining reasonable assurance about whether Carroll Independent School District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards.*



1207 Santa Fe Drive • Weatherford, Texas 76086 • 817-596-9301 • Fax 817-596-9304

**Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Snow Garrett Williams

Snow Garrett Williams
December 11, 2025

SNOW GARRETT WILLIAMS
CERTIFIED PUBLIC ACCOUNTANTS

# Independent Auditor's Report on Compliance for Each Major Federal Program and Report on Internal Control Over Compliance Required by the Uniform Guidance

Board of Trustees
Carroll Independent School District
2400 North Carroll Avenue
Southlake, Texas 76092

Members of the Board of Trustees:

**Report on Compliance for Each Major Federal Program**

***Opinion on Each Major Federal Program***

We have audited Carroll Independent School District's compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on Carroll Independent School District's major federal program for the year ended June 30, 2025. Carroll Independent School District's major federal program is identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, Carroll Independent School District complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on its major federal program for the year ended June 30, 2025.

***Basis for Opinion on Each Major Federal Program***

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards,* issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of Carroll Independent School District and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of Carroll Independent School District's compliance with the compliance requirements referred to above.



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### *Responsibilities of Management for Compliance*

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to Carroll Independent School District's federal programs.

### *Auditor's Responsibilities for the Audit of Compliance*

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on Carroll Independent School District's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards,* and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about Carroll Independent School District's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards,* and the Uniform Guidance we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.

- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding Carroll Independent School District's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.

- Obtain an understanding of Carroll Independent School District's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of Carroll Independent School District's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

### Report on Internal Control over Compliance

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

*Snow Garrett Williams*

Snow Garrett Williams
December 11, 2025

CARROLL INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2025

A. Summary of Auditor's Results

1. Financial Statements

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

| | | |
|---|---|---|
| One or more material weaknesses identified? | ____ Yes | X No |
| One or more significant deficiencies identified that are not considered to be material weaknesses? | ____ Yes | X None Reported |
| Noncompliance material to financial statements noted? | ____ Yes | X No |

2. Federal Awards

Internal control over major programs:

| | | |
|---|---|---|
| One or more material weaknesses identified? | ____ Yes | X No |
| One or more significant deficiencies identified that are not considered to be material weaknesses? | ____ Yes | X None Reported |

Type of auditor's report issued on compliance for major programs: Unmodified

| | | |
|---|---|---|
| Any audit findings disclosed that are required to be reported in accordance with Title 2 U.S. Code of Federal Regulations (CFR) Part 200, para. 200.516(a)?? | ____ Yes | X No |

Identification of major programs:

| Assistance Listing Number(s) | Name of Federal Program or Cluster |
|---|---|
| 84.027/84.173 | Special Education Cluster (IDEA) |

Dollar threshold used to distinguish between type A and type B programs: $750,000

| | | |
|---|---|---|
| Auditee qualified as low-risk auditee? | X Yes | ____ No |

B. Financial Statement Findings

NONE

C. Federal Award Findings and Questioned Costs

NONE

**CARROLL INDEPENDENT SCHOOL DISTRICT**
CORRECTIVE ACTION PLAN
FOR THE YEAR ENDED JUNE 30, 2025

A corrective action plan is not needed.

# CARROLL INDEPENDENT SCHOOL DISTRICT

**EXHIBIT K-1**

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2025

| (1)<br>Federal Grantor/<br>Pass-Through Grantor/<br>Program or Cluster Title | (2)<br>Federal<br>ALN | (2A)<br>Pass-Through Entity Identifying Number | (3)<br>Federal<br>Expenditures |
|---|---|---|---|
| **SPECIAL EDUCATION (IDEA) CLUSTER:** | | | |
| U. S. Department of Education | | | |
| Passed Through State Department of Education: | | | |
| IDEA-Part B, Formula | 84.027 | 246600012209196600 | $ 1,733 |
| IDEA-Part B, Formula | 84.027 | 256600012209196600 | 1,391,786 |
| Total ALN 84.027 | | | 1,393,519 |
| IDEA-Part B, Preschool | 84.173 | 256610012209196610 | 16,699 |
| Total Passed Through State Department of Education | | | 1,410,218 |
| Passed Through ESC Region 10 | | | |
| IDEA-Part B, Formula - Empowering ECSC Educators | 84.173A | 24661004 | 9,526 |
| Total Passed Through ESC Region 10 | | | 9,526 |
| Total U. S. Department of Education | | | 1,419,744 |
| Total Special Education (IDEA) Cluster | | | 1,419,744 |
| **OTHER PROGRAMS:** | | | |
| U. S. Department of Education | | | |
| Passed Through State Department of Education: | | | |
| ESEA Title I Part A - Improving Basic Programs | 84.010A | 24610101220919 | 41,944 |
| Career and Technical Education - Basic Grant | 84.048A | 25420006220919 | 46,654 |
| Title III, PART A-ELA | 84.365A | 24671001220919 | 2,359 |
| Title III, PART A-ELA | 84.365A | 25671001220919 | 42,801 |
| Total ALN 84.365A | | | 45,160 |
| ESEA Title II, Part A - Teacher & Principal Training & Recruiting | 84.367A | 24694501220919 | 1,446 |
| ESEA Title II, Part A - Teacher & Principal Training & Recruiting | 84.367A | 25694501220919 | 75,242 |
| Total ALN 84.367A | | | 76,688 |
| Summer School LEP | 84.369A | 69552402 | 30,263 |
| Title IV, Part A, Subpart 1 | 84.425D | 24680101220919 | 14,137 |
| Total Passed Through State Department of Education | | | 254,846 |
| Total U. S. Department of Education | | | 254,846 |
| U.S. Department of the Interior | | | |
| Passed Through Texas Comptroller: | | | |
| Flood Control Act Lands | 15.433 | 220-919 | 139,316 |
| Total Passed Through Texas Comptroller | | | 139,316 |
| Total U.S Department of Interior | | | 139,316 |
| TOTAL EXPENDITURES OF FEDERAL AWARDS | | | $ 1,813,906 |



The accompanying notes are an integral part of this schedule.

Basis of Presentation

The accompanying schedule of expenditures of federal awards ("the Schedule") includes the federal grant activity of Carroll Independent School District. The information in the Schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200 *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* ("Uniform Guidance"). Therefore, some amounts may differ from amounts presented in, or used in the preparation of, the basic financial statements.

Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the modified accrual basis of accounting. These expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the Schedule, if any, represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years.

Carroll Independent School District has elected not to use the 10-*percent de minimis indirect cost rate* allowed under the Uniform Guidance.

Reconciliation

The following table reconciles expenditures per the Schedule of Expenditures of Federal Awards to the federal program revenues per the Statement of Revenues, Expenditures and Changes in Fund Balance - Governmental Funds:

| | |
|---|---|
| Federal Program Revenues | $ 3,512,040 |
| Less: | |
| Qualified School Construction Bonds (QSCB) Subsidies | (1,685,696) |
| SHARS | (12,438) |
| Total Expenditure of Federal Awards | $ 1,813,906 |