ORENDA EDUCATION DBA ORENDA CHARTER SCHOOLS

Consolidated Financial Statements,
Independent Auditor's Report,
and Compliance Reporting

August 31, 2025 and 2024

Calvetti Ferguson

Index

Page

Certificate of Board 1

Independent Auditor's Report 2

General-Purpose Financial Statements

Consolidated Statements of Financial Position 5
Consolidated Statement of Activities 6
Consolidated Statement of Functional Expenses 7
Consolidated Statements of Cash Flows 8

Notes to the Consolidated Financial Statements 9

Specific-Purpose Financial Statements and Schedules

Statements of Financial Position
Orenda Education (Charter Holder) 23
Orenda Education (Charter School) 24
Statement of Activities
Orenda Education (Charter Holder) 25
Orenda Education (Charter School) 26
Statements of Cash Flows
Orenda Education (Charter Holder) 27
Orenda Education (Charter School) 28
Schedule of Expenses 29
Schedule of Assets 30
Budgetary Comparison Schedule 32
Use of Funds Report - Select State Allotment Programs 33
Schedule of Related Party Compensation and Benefits 34
Schedule of Related Party Transactions 35
Schedule of Real Property Ownership Interest 36

Consolidating Financial Statements

Consolidating Statement of Financial Position 37
Consolidating Statement of Activities 38
Consolidating Statement of Functional Expenses 39

Index (continued)

Other Reporting Required

Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with Government Auditing Standards 40
Schedule of Findings and Responses 42

ORENDA EDUCATION
dba ORENDA CHARTER SCHOOLS

Federal Employer Identification Number: 74-2774612

Certificate of Board

We, the undersigned, certify that the attached annual financial reports of the above-named charter holder were reviewed and (check one) ✓ approved _____ disapproved for the year ended August 31, 2025, at a meeting of the Board of Directors of such charter holder on the 19th day of January, 2026.

Signature of Board Secretary

Signature of Board President

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

Independent Auditor's Report

To the Board of Directors of
Orenda Education dba
Orenda Charter Schools
Georgetown, Texas

Report on the Audit of the Consolidated Financial Statements

Opinion

We have audited the consolidated financial statements of Orenda Education dba Orenda Charter Schools (the "Organization"), a non-profit organization, which comprise the consolidated statement of financial position as of August 31, 2025, and the related consolidated statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the consolidated financial statements.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the Organization's financial position as of August 31, 2025, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America ("GAAS") 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 Consolidated Financial Statements* section of our report. We are required to be independent of the Organization 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 opinion.

Management's Responsibilities for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated 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 consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is required to evaluate whether there are conditions or events that, considered in the aggregate, raise substantial doubt about the Organization's ability to continue as a going concern for one year after the date the consolidated financial statements are issued.

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated 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 opinion. Reasonable assurance is a high level of assurance, but is not absolute assurance; as such, it is not a guarantee that an audit conducted in accordance with GAAS 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, misrepresentations, intentional omissions, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in aggregate, they would influence the judgment made by a reasonable user based on the consolidated financial statements.

In performing an audit in accordance with GAAS 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 consolidated 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 consolidated 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 Organization's internal control. Accordingly, we express no such opinion.
- 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 consolidated financial statements.
- Conclude whether, in our judgment, there are conditions or events that, considered in the aggregate, raise substantial doubt about the Organization's ability to continue as a going concern for a reasonable period of time.

We are also 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.

Report on Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The specific-purpose financial statements and schedules on pages 23-36 are presented for purposes of additional analysis and are not a required part of the consolidated 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 consolidated financial statements. The information has been subjected to the auditing procedures applied in the audit of the consolidated financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the consolidated financial statements or to the consolidated financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the consolidated financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated January 19, 2026, and presented herein on pages 40-41, on our consideration of the Organization's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, 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 the Organization'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 the Organization's internal control over financial reporting and compliance.

Other Matter

The Organization's financial statements as of and for the year ended August 31, 2024, were audited by Randy Walker and Company, an accounting firm acquired by Calvetti Ferguson on August 1, 2025. The audit report for those financial statements, which was issued by Randy Walker and Company on January 20, 2025, expressed an unmodified opinion. The summarized comparative information presented herein as of and for the year ended August 31, 2024, is consistent, in all material respects, with the audited financial statements from which it has been derived.



San Antonio, Texas
January 19, 2026

GENERAL-PURPOSE FINANCIAL STATEMENTS

Orenda Education dba Orenda Charter Schools

Consolidated Statements of Financial Position
As of August 31, 2025 and 2024

	2025	2024
Assets		
Current assets:		
Cash and cash equivalents	$ 8,439,449	$ 12,778,508
Accounts receivable - trade	162,256	99,806
Due from Texas Education Agency	1,936,713	2,079,682
Other receivables	412,763	234,563
Prepaid expenses	171,393	185,067
Total current assets	11,122,574	15,377,626
Noncurrent assets:		
Investments	1,620,548	1,436,205
Sinking fund for bonds payable	3,859,082	3,329,323
Property and equipment, net	64,016,947	62,208,968
Operating lease right-of-use assets	886,497	1,106,329
Finance lease right-of-use assets, net	11,963	25,829
Total noncurrent assets	70,395,037	68,106,654
Total Assets	**$ 81,517,611**	**$ 83,484,280**
Liabilities And Net Assets		
Current liabilities:		
Accounts payable	$ 988,354	$ 2,337,625
Accrued expenses	1,245,621	1,204,923
Deferred revenue	179,839	186,737
Operating lease payables - current	230,415	257,520
Finance lease payables - current	4,742	20,835
Bonds payable - current	945,000	910,000
Other liabilities	168,929	149,026
Total current liabilities	3,762,900	5,066,666
Noncurrent liabilities:		
Operating lease payables - noncurrent	660,963	848,809
Finance lease payables - noncurrent	7,554	6,233
Bonds payable - noncurrent, net	50,271,066	50,990,725
Total noncurrent liabilities	50,939,583	51,845,767
Total liabilities	54,702,483	56,912,433
Net assets:		
Without donor restrictions	26,809,028	25,770,443
With donor restrictions	6,100	801,404
Total net assets	26,815,128	26,571,847
Total Liabilities and Net Assets	**$ 81,517,611**	**$ 83,484,280**

The accompanying notes are an integral part of these consolidated financial statements.

Orenda Education dba Orenda Charter Schools

Consolidated Statement of Activities
For the Year Ended August 31, 2025 (summarized for 2024)

	Without Donor Restrictions	With Donor Restrictions	2025 Total	2024 Total
Operating revenue and other support:				
Local support:				
Other revenue from local sources	$ 1,043,097	$ -	$ 1,043,097	$ 1,280,707
Revenues from cocurricular, enterprising services, or activities	699,823	-	699,823	581,067
Revenues from intermediate sources	465,324	-	465,324	405,927
Total local support	2,208,244	-	2,208,244	2,267,701
State program revenues:				
Per Capita and Foundation School Program revenues	-	19,013,530	19,013,530	18,208,932
State program revenues distributed by Texas Education Agency	-	381,608	381,608	417,131
State revenues from State of Texas government agencies	-	730,668	730,668	570,453
Total state program revenues	-	20,125,806	20,125,806	19,196,516
Federal program revenues:				
Federal revenue distributed through agencies other than Texas Education Agency	-	-	-	4,350
Federal revenue distributed by Texas Education Agency	-	542,420	542,420	725,089
Federal revenue distributed by other State of Texas government agencies	-	256	256	9,967
Total federal program revenues	-	542,676	542,676	739,406
Net assets released from restrictions:				
Restrictions satisfied by payments	21,463,786	(21,463,786)	-	-
Total operating revenue and other support	23,672,030	(795,304)	22,876,726	22,203,623
Operating expenses:				
Program	19,262,711	-	19,262,711	17,919,347
General and administrative	3,323,939	-	3,323,939	3,032,984
Fundraising	231,138	-	231,138	220,538
Total operating expenses	22,817,788	-	22,817,788	21,172,869
Change in net assets before non-operating activity	854,242	(795,304)	58,938	1,030,754
Non-operating activity:				
Investment income	184,343	-	184,343	204,547
Loss on sale of real and personal property	-	-	-	(3,703)
Total non-operating activity	184,343	-	184,343	200,844
Change in net assets after non-operating activity	1,038,585	(795,304)	243,281	1,231,598
Net assets, beginning of year	25,770,443	801,404	26,571,847	25,340,249
Net Assets, End of Year	**$ 26,809,028**	**$ 6,100**	**$ 26,815,128**	**$ 26,571,847**

The accompanying notes are an integral part of these consolidated financial statements.

Orenda Education dba Orenda Charter Schools

Consolidated Statement of Functional Expenses
For the Year Ended August 31, 2025 (summarized for 2024)

	2025				
	Program	General and Administrative	Fundraising	Total	2024 Total
Operating expenses:					
Payroll expenses:					
Salaries	$ 9,166,545	$ 1,912,794	$ 172,388	$ 11,251,727	$ 10,472,303
Payroll taxes and benefits	1,960,377	378,965	29,190	2,368,532	2,227,750
Total payroll expenses	11,126,922	2,291,759	201,578	13,620,259	12,700,053
Interest	2,011,256	105,855	-	2,117,111	2,147,725
Depreciation	1,848,702	97,300	-	1,946,002	1,572,556
Maintenance and repairs	972,765	14,814	-	987,579	952,459
Utilities	619,407	32,601	-	652,008	535,837
General supplies	602,348	38,793	5,415	646,556	617,953
Contract labor	494,722	87,305	-	582,027	654,052
Instructional materials	422,668	-	-	422,668	334,078
Insurance and bonding	39,103	351,933	-	391,036	249,564
Food	340,145	-	-	340,145	277,182
Miscellaneous	151,408	142,709	23,014	317,131	364,554
Rental expense	247,627	27,513	-	275,140	274,812
Bond amortization	214,074	11,267	-	225,341	225,341
Travel	83,670	28,267	1,131	113,068	100,688
Educational service center	51,750	8,424	-	60,174	52,846
Professional fees	-	54,639	-	54,639	46,198
Dues and subscriptions	4,732	26,820	-	31,552	29,623
Lease amortization	15,758	3,940	-	19,698	17,435
Gas and fuel	15,654	-	-	15,654	19,913
Total Operating Expenses	**$ 19,262,711**	**$ 3,323,939**	**$ 231,138**	**$ 22,817,788**	**$ 21,172,869**

The accompanying notes are an integral part of these consolidated financial statements.

Orenda Education dba Orenda Charter Schools

Consolidated Statements of Cash Flows
For the Years Ended August 31, 2025 and 2024

	2025	2024
Cash flows from operating activities:		
Change in net assets	$ 243,281	$ 1,231,598
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation and amortization	2,191,041	1,815,332
Unrealized gain on investments	(136,208)	(175,267)
Loss on sale of real and personal property	-	3,703
Changes in operating assets and liabilities		
Accounts receivable - trade	(62,450)	58,601
Due from Texas Education Agency	142,969	(83,677)
Other receivables	(178,200)	(133,223)
Prepaid expenses	13,674	12,660
Operating lease right-of-use assets, net of lease liability	4,881	(3,691)
Accounts payable	(1,349,271)	1,532,529
Accrued expenses	40,698	58,157
Deferred revenue	(6,898)	23,539
Other liabilities	19,903	19,548
Net cash provided by operating activities	923,420	4,359,809
Cash flows from investing activities:		
Purchases of property and equipment	(3,753,981)	(11,099,469)
Proceeds from sale of property	-	20,000
Purchases of investments	(48,135)	(29,281)
Net cash used in investing activities	(3,802,116)	(11,108,750)
Cash flows from financing activities:		
Payments into sinking fund	(529,759)	(529,853)
Payments on finance lease obligations	(20,604)	(17,695)
Payment of bond issue costs	-	(19,295)
Payments on bonds payable	(910,000)	(865,000)
Net cash used in financing activities	(1,460,363)	(1,431,843)
Net decrease in cash flows	(4,339,059)	(8,180,784)
Cash and cash equivalents, beginning of year	12,778,508	20,959,292
Cash and Cash Equivalents, End of Year	**$ 8,439,449**	**$ 12,778,508**
Supplemental cash flow information:		
Right-of-use asset obtained in exchange for new finance lease liability	$ 5,830	$ 7,312

The accompanying notes are an integral part of these consolidated financial statements.

Note 1 - Nature of Activities

Reporting Entity and Corporate Operations

Orenda Education (the "Charter Holder") dba Orenda Charter Schools is a 501(c)(3) not-for-profit organization incorporated in the State of Texas in 1995. The Charter Holder is governed by a Board Directors comprised of five members. The Board of Directors (the "Board") is selected pursuant to the bylaws of the Charter Holder and has the authority to make decisions, appoint the chief executive officer of the Charter Holder, and significantly influence operations. The Board has the primary accountability for the fiscal affairs of the Charter Holder.

In 2001, the State Board of Education of the State of Texas granted the Charter Holder an open-enrollment charter pursuant to Chapter 12 of the Texas Education Code. Pursuant to the program described in the charter application approved by the State Board of Education and the terms of the charter application Contract for Charter, Orenda Charter School (the "School") was opened for the academic year 2002-2003. It was organized to provide educational services to students in grades Kindergarten through 12th grade, and the Charter Holder's Board of Directors governs its programs, services, activities, and functions.

As of August 31, 2025, the School operates four campus locations. Since the Charter Holder and the School receive funding from local, state, and federal government sources, they must comply with the requirements of the entities providing those funds.

Note 2 - Summary of Significant Accounting Policies

Principles of Consolidation

The accompanying consolidated financial statements as of August 31, 2025 and 2024, include the financial statements of the Charter Holder and the School (collectively, the "Organization"). Intercompany transactions and balances have been eliminated in the consolidation.

Basis of Presentation

The consolidated financial statements of the Organization have been prepared in conformity with accounting principles generally accepted in the United States of America ("GAAP"). The Financial Accounting Standards Board ("FASB") is the accepted standard setting body for establishing not-for-profit accounting and financial reporting principles. The more significant of the Organization's accounting policies are described below:

The accompanying consolidated financial statements have been prepared using the accrual basis of accounting in accordance with GAAP.

The Organization is required to report information regarding its financial position and activities according to two classes of net assets:

Note 2 - Summary of Significant Accounting Policies (continued)

Basis of Presentation (continued)

- *Net Assets Without Donor Restrictions* – Net assets available for use in the general operations and not subject to donor restrictions. Assets restricted solely through the actions of the Board are reported as net assets without donor restrictions, board-designated.
- *Net Assets With Donor Restrictions* – Net assets subject to donor-imposed restrictions that are more restrictive than the Organization's mission and purpose. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Donor-imposed restrictions are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity.

Grants and Contributions

The Organization records grants and contributions in accordance with Accounting Standards Update ("ASU") 2018-08, *Not-for-Profit Entities (Topic 958): Clarifying the Scope and the Accounting Guidance for Contributions Received and Contributions Made*. Grants and contributions received are recorded as support with donor restrictions or support without donor restrictions, depending on the existence and/or nature of the restriction. When a restriction expires (when a stipulated time restriction ends or purpose restriction is fulfilled), net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the consolidated statement of activities as net assets released from restrictions.

Use of Estimates

The preparation of consolidated financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the consolidated financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Income Taxes

The Organization is a not-for-profit entity and is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code. The Organization is also exempt from income and sales taxes. As of August 31, 2025, the tax years that remain subject to examination by taxing authorities begin with 2022.

Cash and Cash Equivalents

For consolidated financial statement purposes, the Organization considers all highly liquid investments purchased with an original maturity date of three months or less to be cash equivalents.

Note 2 - Summary of Significant Accounting Policies (continued)

Investments

Investments are recorded at fair value based on quoted market prices. There were no investment fees for the years ended August 31, 2025 and 2024. All dividends, interest, and unrealized/realized gains are reported as investment income in the accompanying consolidated statement of activities.

Property and Equipment

Property and equipment are defined as assets with an individual cost of more than $5,000. Such assets are recorded at historical cost and are depreciated over the estimated useful lives of the assets, which range from three to forty years, using the straight-line method of depreciation. Expenditures for additions, major renewals, and betterments are capitalized, and maintenance and repairs are charged to expense as incurred. Donations of assets are recorded as direct additions to net assets at fair value at the date of donation, which is then treated as cost.

Leases

The Organization may have lease agreements that contain both lease and non-lease components as defined by Accounting Standards Codification ("ASC") 842. The Organization has elected the practical expedient, by class of underlying asset, to account for lease and non-lease components as a single lease component. The underlying assets include copier machines and office space recognized as right-of-use assets in the consolidated statements of financial position.

As the Organization's leases do not provide an implicit rate, a risk-free rate is used based on the information available at commencement date in determining the present value of lease payments. The risk-free rate is the rate of a zero-coupon U.S. Treasury instrument for the same period of time as the lease term.

Recently Adopted Accounting Pronouncements

In June 2016, the FASB issued ASC 326, *Financial Instruments – Credit Losses*, which significantly changed how entities will measure credit losses for most financial assets and certain other instruments that are not measured at fair value through net income. The most significant change in this pronouncement is a shift from the incurred loss model to the expected loss model. Under this pronouncement, disclosures are required to provide users of the consolidated financial statements with useful information in analyzing an entity's exposure to credit risk and the measurement of credit losses. Financial assets held by the Organization that are subject to the guidance in ASC 326 are trade accounts receivable. The new pronouncement was adopted effective September 1, 2024. The impact of the adoption was not considered material to the consolidated financial statements.

Allowance for Credit Losses

The Organization evaluated its receivables and determined that expected credit losses are immaterial. This conclusion is based on the historical collectability of its receivables and current economic conditions. As a result, no allowance for credit losses has been recorded as of August 31, 2025 and 2024. The Organization will continue to monitor its receivables and update its assessment as necessary.

Note 2 - Summary of Significant Accounting Policies (continued)

Revenue - Exchange Transactions

The Organization recognizes revenue related to exchange transactions in accordance with ASU 2014-09, *Revenue from Contracts with Customers (Topic 606)*. The Organization receives revenue through various exchange transactions, including fundraisers and after-school activities (classified as revenue from intermediate sources in the consolidated statement of activities), food sales, and athletic activities (classified as revenues from cocurricular, enterprising services, or activities in the consolidated statement of activities). The revenue is reported at the amount that reflects the consideration to which the Organization expects to be entitled in exchange for holding the event, selling the food items, or conducting the activity. Revenue is recognized as performance obligations are satisfied, which is at point of sale or a point in time when the event or activity occurs. There were no contract assets related to these exchange transactions at August 31, 2025, August 31, 2024, or September 1, 2023. For the years ended August 31, 2025 and 2024, substantially all fundraising event revenue consisted of contributions (non-exchange), which are recognized as revenue when received. Disaggregation of revenue is presented on the face of the consolidated statement of activities.

Contract Balances

Contract liabilities represent the Organization's obligation to transfer goods or services to a customer when consideration has already been received from the customer. Contract liability balances for exchange transactions related to deferred revenue were as follows for the years ended August 31:

	2025	2024
Beginning of year	$ 186,737	$ 163,198
End of year	$ 179,839	$ 186,737

Accounts receivable - trade primarily includes food sales, rental fees, and student extracurricular fee billings due for the prior school year. These balances were as follows for the years ended August 31:

	2025	2024
Beginning of year	$ 99,806	$ 87,671
End of year	$ 162,256	$ 99,806

Note 3 - Concentration of Credit Risk

The Organization maintains several cash and investment accounts at various financial institutions and investment companies. Cash account balances are insured by the Federal Deposit Insurance Corporation ("FDIC") up to $250,000 per bank. The Organization also has an agreement with its bank institutions where the banks provide pledged collateral in the Organization's name in the event deposits exceed FDIC limits. Therefore, the Organization has no uninsured cash balances. Investment account balances are insured by the Securities Investor Protection Corporation up to $500,000. At August 31, 2025 and 2024, uninsured investment account balances totaled $1,120,548 and $936,205, respectively.

Note 4 - Liquidity and Availability of Financial Resources

The following reflects the Organization's financial assets as of the consolidated statement of financial position date, reduced by amounts not available for general use because of donor-stipulated restrictions.

	2025	2024
Cash and cash equivalents	$ 8,439,449	$ 12,778,508
Investments	1,620,548	1,436,205
Accounts receivable - trade	162,256	99,806
Due from Texas Education Agency	1,936,713	2,079,682
Other receivables	412,763	234,563
Total financial assets	12,571,729	16,628,764
Donor restrictions (net of Foundation School Program)	(6,100)	(6,100)
Financial assets available to meet cash needs for expenditures within one year	$ 12,565,629	$ 16,622,664

The Organization's primary sources of cash flow include Foundation School Program ("FSP") funds from Texas Education Agency ("TEA"), which are classified as net assets with donor restrictions in the consolidated statements of financial position. However, restrictions are part of the Organization's mission that make them available for general expenditure within one year of the consolidated statement of financial position date. The Organization has a consistent inflow of cash throughout the year to cover normal operating expenses.

Note 5 - Due from/to State and Federal Government

At August 31, 2025 and 2024, the School had $1,936,713 and $2,079,682, respectively, in receivables due from TEA related to various state grants and FSP revenue. All amounts receivable are deemed by management to be fully collectible; therefore, no allowance for credit losses is considered necessary.

Note 6 - Other Receivables

At August 31, 2025 and 2024, the School had $412,763 and $234,563, respectively, in receivables related to Internal Revenue Service subsidies and E-rate vendors. All amounts receivable are deemed by management to be fully collectible; therefore, no allowance for credit losses is considered necessary.

Note 7 - Property and Equipment

As of August 31, 2025 and 2024, land and improvements of $1,128,728 was net of $140,471 in escrow funds received for future roadway improvements. These funds consist of $137,716 used to obtain a certificate of deposit as collateral for a letter of credit with a local financial institution and 2% for bank fees. The beneficiary of the letter of credit is the City of Georgetown.

Note 7 - Property and Equipment (continued)

Property and equipment consisted of the following at August 31:

	Orenda Charter School	
	2025	**2024**
Buildings and improvements	$ 59,678,166	$ 59,572,696
Land	6,254,595	6,254,595
Construction in progress	5,682,760	2,105,257
Vehicles	607,237	607,237
Furniture and equipment	1,910,466	1,839,458
	74,133,224	70,379,243
Less accumulated depreciation	(12,478,744)	(10,579,216)
Total	$ 61,654,480	$ 59,800,027

	Orenda Education (Charter Holder)	
	2025	**2024**
Land and improvements, net	$ 1,128,728	$ 1,128,728
Buildings and improvements	1,599,634	1,599,634
Furniture and equipment	50,085	50,085
	2,778,447	2,778,447
Less accumulated depreciation	(415,980)	(369,506)
Total	$ 2,362,467	$ 2,408,941

Depreciation expense for the years ended August 31, 2025 and 2024 was $1,946,002 and $1,524,639, respectively. Fixed asset additions are included in net assets released from restrictions on the consolidated statement of activities.

Note 8 - Right-of-Use Operating Leases

The Organization leases office space under multiple rental agreements with various expiration dates and monthly payment amounts. These leases are treated as right-of-use operating leases as ownership does not transfer at the end of the lease term. The balance of the right-of-use leased assets was $886,497 and $1,106,329 at August 31, 2025 and 2024, respectively. The balance of the right-of-use lease payables was $891,378 and $1,106,329 at August 31, 2025 and 2024, respectively. Rent expense related to these agreements was $277,576 and $264,731 for the years ended August 31, 2025 and 2024, respectively.

Note 8 - Right-of-Use Operating Leases (continued)

The related future minimum lease payments under these right-of-use operating leases are as follows:

Years ending August 31,		
2026	$	263,619
2027		263,619
2028		263,619
2029		173,260
		964,117
Less: interest (4.22%)		(72,739)
Total	$	891,378

The following summarizes the weighted average remaining lease term and discount rate as of August 31:

	2025	2024
Weighted average remaining lease term (years)		
Operating leases	3.69	4.68
Weighted average discount rate		
Operating leases	4.22%	4.22%

Note 9 - Right-of-Use Finance Leases

The Organization leases copier machines under multiple finance lease agreements with various expiration dates and monthly payment amounts. The right-of-use leased equipment was carried at cost of $82,192 and $76,362 less accumulated amortization of $70,229 and $50,533 at August 31, 2025 and 2024, respectively. The balance of the lease payables was $12,296 and $27,068 at August 31, 2025 and 2024, respectively. Interest expense related to these leases was $899 and $1,304 for the years ended August 31, 2025 and 2024, respectively.

The related future minimum lease payments under these right-of-use finance leases are as follows:

Years ending August 31,		
2026	$	5,168
2027		3,599
2028		3,433
2029		930
		13,130
Less: Interest (4.52%)		(834)
Total	$	12,296

Note 9 - Right-of-Use Finance Leases (continued)

The following summarizes the weighted average remaining lease term and discount rate as of August 31:

	2025	2024
Weighted average remaining lease term (years)		
Finance leases	2.84	1.83
Weighted average discount rate		
Finance leases	4.52%	4.40%

Note 10 - Bonds Payable

The Organization's obligations under bonds payable include Taxable Education Revenue Bonds ("Series 2011Q") issued through the Texas Public Finance Authority Charter School Finance Corporation. These bonds are dated December 1, 2011. The Series 2011Q bonds closed and funded on December 1, 2011, with all proceeds being held by the Bank of Texas. The bonds' proceeds will be used for property acquisition and construction at the Gateway College Preparatory Campus and were underwritten by Piper Jaffray & Co. The interest rates on the bonds range from 7.25% to 8%, and the terms of the bonds range from nine to thirty years.

The Organization's bond obligations also include Education Revenue Refunding Bonds ("Series 2015A"). These bonds closed and funded on August 20, 2015, with all proceeds being held by Bank of Texas. The bonds' proceeds will be used for expansion of the Gateway College Preparatory Campus. The bonds were underwritten by Oppenheimer & Co. The interest rates on the bonds range from 1% to 4%, and the terms of the bonds range from four to twenty-nine years.

The Organization's bond obligations also consist of Education Revenue Bonds ("Series 2017") issued through the Newark Higher Education Finance Corporation. These bonds closed and funded on June 20, 2017, with all proceeds being held by Bank of Texas. The bonds' proceeds will be used for expansion of the Gateway College Preparatory Campus. The bonds were underwritten by Oppenheimer & Co. The interest rates on the bonds range from 3% to 5%, and the term of the bonds is thirty years. The bond issue included a premium of $621,203.

The Organization's bond obligations also consist of Education Revenue Bonds ("Series 2023") issued through the Newark Higher Education Finance Corporation. These bonds closed and funded on May 11, 2023, with all proceeds being held by Bank of Texas. The bonds' proceeds will be used for expansion of the Gateway College Preparatory Campus. The bonds were underwritten by Herbert J. Sims & Co. The interest rates on the bonds range from 3.5% to 4.75%, and the term of the bonds range from two to thirty-five years. The bond issue included a premium of $22,685.

All bonds are subject to optional bond call at any time prior to maturity.

Note 10 - Bonds Payable (continued)

As of August 31, bonds payable - long-term consisted of the following:

	2025	2024
Series 2011Q	$ 5,250,000	$ 5,250,000
Series 2015A	14,030,000	14,195,000
Series 2017	19,780,000	20,345,000
Series 2023	13,750,000	13,930,000
	52,810,000	53,720,000
Less current maturities	(945,000)	(910,000)
Less bond issuance costs, net	(1,593,934)	(1,819,275)
Total	$ 50,271,066	$ 50,990,725

Future minimum principal payments on the bonds payable are as follows:

Year ending August 31,	
2026	$ 945,000
2027	990,000
2028	1,030,000
2029	1,065,000
2030	1,110,000
Thereafter	47,670,000
Total	$ 52,810,000

The Organization makes monthly principal payments to the sinking fund in anticipation of payments to be made to the bondholders when due. The balance of the sinking fund as of August 31, 2025 and 2024 was $3,859,082 and $3,329,323, respectively.

As part of the loan agreements for the bonds, the Organization is required to establish and maintain several trustee-held funds, which are not available for general use. Furthermore, the loan agreements contain certain financial covenants, with which the Organization was in compliance for the years ended August 31, 2025 and 2024.

The Organization receives an annual Qualified School Construction Bond federal subsidy to assist in the payment of interest on the bonds. During the years ended August 31, 2025 and 2024, the Organization received the subsidy benefit of $264,370 and $266,760, respectively, which was paid directly to the bond trustee on behalf of the Organization. Bond interest expense, net of this subsidy benefit, was $2,116,212 and $2,147,697 for the years ended August 31, 2025 and 2024, respectively.

Note 11 - Pension Plan Obligations

Plan Description

The School contributes to the Teacher Retirement System of Texas ("TRS"), a public employee retirement system.

It is a cost-sharing, multiple-employer defined benefit pension plan with one exception: all risks and costs are not shared by the School, but are the liability of the state of Texas. TRS provides service retirement, disability retirement, and death benefits to plan members and beneficiaries. TRS operates under the authority of provisions contained primarily in Texas Government Code, Title 8*, Public Retirement Systems,* Subtitle C, *Teacher Retirement System of Texas,* which is subject to amendment by the Texas Legislature. TRS's annual financial report and other required disclosure information are available by writing the Teacher Retirement System of Texas, 1000 Red River, Austin, Texas 78701-2698 or by calling (800) 877-0123.

The TRS plan differs from a single-employer plan as follows:

- Charter schools are legally separate entities from the state and each other.
- Assets contributed by one charter school or independent school district ("ISD") may be used for the benefit of an employee of another ISD or charter school.
- The unfunded obligations get passed along to the other charter schools and ISDs.
- There is no withdrawal penalty for leaving the TRS system.

Total plan assets, accumulated benefit obligations, and % funded are as follows:

Total plan assets - $256,723,783,000
Accumulated benefit obligations - $289,276,031,895
The plan is 77.5% funded.

There are no collective-bargaining agreements.

Funding Policy

Contribution requirements are not actuarially determined but are established and amended by the Texas state legislature. The state funding policy is as follows: (1) the state constitution requires the legislature to establish a member contribution rate of not less than 6.0% of the member's annual compensation and a state contribution rate of not less than 6.0% and not more than 10% of the aggregate annual compensation of all members of the system; (2) a state statute prohibits benefit improvements or contribution reductions if, as a result of a 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.

Under provisions in state law, plan members are required to contribute 8.25% of their annual covered salary and the State of Texas contributes an amount equal to 8.25% of the School's covered payroll.

The School employees' contributions to TRS for the years ended August 31, 2025 and 2024 were $955,133 and $891,213, respectively, equal to the required contributions for each year.

Note 11 - Pension Plan Obligations (continued)

Funding Policy (continued)

Other contributions made from federal and private grants and from the School for salaries above the statutory minimum for the years ended August 31, 2025 and 2024 were $222,909 and $203,044, respectively, equal to the required contributions for each year.

The School's contributions to TRS were $583,048 and $529,754 for the years ended August 31, 2025 and 2024, respectively, which include Non-OASDI participating surcharges of $214,630 and $190,259, respectively. The School's contributions did not represent more than 5% of the total contributions to the plan (i.e., total plan assets). There have been no changes that would affect the comparison of employer contributions from year to year.

Note 12 - Health and Life Insurance Coverage

During the years ended August 31, 2025 and 2024, employees of the School were covered by a health insurance plan and life insurance plan. The School contributed up to $425 per employee per month based on the employee-selected plan during the years ended August 31, 2025 and 2024. Employees, at their option, authorized payroll withholdings to pay contributions or premiums for dependents. All premiums were paid to licensed insurers. The School pays $1.17 per employee per month for life insurance. The School's contributions towards health and life insurance were $760,659 and $911,603 for the years ended August 31, 2025 and 2024, respectively.

Note 13 - Net Assets with Donor Restrictions

Net assets with donor restrictions were for the following purposes at August 31:

	2025	2024
TTR Miscellaneous	$ 2,000	$ 2,000
TX Educator Excellence Grant	3,500	3,500
Gateway CPS Legacy	600	600
Foundation School Program	-	795,304
Total	$ 6,100	$ 801,404

Net assets released from restrictions are reflected in the consolidated statement of activities and include amounts capitalized as fixed assets.

Note 14 - Functional Allocation of Expenses

The costs of providing the services and other activities of the Organization have been summarized on a functional basis in the consolidated statement of activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited. These expenses require allocation on a reasonable basis that is consistently applied. The expenses that are allocated include payroll expenses which are allocated on the basis of estimates of time and effort, as well as supplies, depreciation, maintenance and repair, and various other expenses which are allocated on the basis of square footage or some other reasonable basis.

Note 15 - Fair Value of Financial Instruments

The Organization follows the provisions of ASC 820, *"Fair Value Measurements and Disclosures"*. ASC 820 defines fair value as the exchange price that would be received for an asset or paid to transfer a liability (an exit price) in the principal or most advantageous market, and establishes a framework for measuring fair value in the principal or most advantageous market for the asset or liability in an orderly transaction between market participants at the measurement date.

The valuation techniques required by ASC 820 are based upon observable and unobservable inputs, and ASC 820 establishes a three-level fair value hierarchy that prioritizes the inputs used to measure fair value. The three levels of inputs used to measure fair value are as follows:

- Level 1 inputs consist of unadjusted quoted prices in active markets for identical assets or liabilities and have the highest priority.
- Level 2 valuations are based on quoted prices in markets that are not active.
- Level 3 valuations are based on inputs that are unobservable and supported by little or no market activity.

The Organization's current assets and liabilities as presented in the consolidated statements of financial position are Level 1. The Organization does not have Level 2 or Level 3 assets or liabilities. The carrying amounts reported in the consolidated statements of financial position approximate fair values because of the short maturities of those instruments.

The Organization's financial instruments also include investments. The fair values of investments are based on quoted market prices for those or similar investments.

The following table represents investments measured at fair value as reported on the consolidated statement of financial position as of August 31, 2025, as well as by level within the fair value measurement hierarchy:

	Level 1	Level 2	Level 3	Total
Money market funds	$ 42,746	$ -	$ -	$ 42,746
Mutual funds	1,562,948	-	-	1,562,948
Stocks	14,854	-	-	14,854
Total	$ 1,620,548	$ -	$ -	$ 1,620,548

The following table represents investments measured at fair value as reported on the consolidated statement of financial position as of August 31, 2024, as well as by level within the fair value measurement hierarchy:

	Level 1	Level 2	Level 3	Total
Money market funds	$ 136,068	$ -	$ -	$ 136,068
Mutual funds	1,286,975	-	-	1,286,975
Stocks	13,162	-	-	13,162
Total	$ 1,436,205	$ -	$ -	$ 1,436,205

Note 15 - Fair Value of Financial Instruments (continued)

Investment income consisted of the following at August 31:

	Orenda Education (Charter Holder)	
	2025	**2024**
Interest/dividends	$ 48,135	$ 29,280
Unrealized gain	136,208	175,267
Total	$ 184,343	$ 204,547

Note 16 - Intercompany Transactions

The School reimburses the Charter Holder each month for certain expenses incurred to sponsor the school charter and to provide governance, executive planning, and financial and management services for the School. The total amount of these expenses was $126,847 and $98,155 for the years ended August 31, 2025 and 2024, respectively. This transaction is eliminated in the consolidated financial statements. However, the amount is reflected as professional services revenue in the statement of activities included in the specific-purpose financial statements of the Charter Holder.

The Charter Holder received contributions for Gateway College Preparatory School in the amount of $525,365 and $537,534 from the School for the years ended August 31, 2025 and 2024, respectively. These contributions are eliminated in the consolidated financial statements.

As of August 31, 2025 and 2024, there was a payable from the School to the Charter Holder for $-0- and $98,155, respectively. As of August 31, 2025 and 2024, there was a receivable to the School from the Charter Holder for $403,245 and $-0-, respectively. This payable and receivable were for intercompany activities such as shared expenses. The intercompany payable and corresponding intercompany receivable are eliminated in the consolidated financial statements.

The Charter Holder and the School have adopted policies that address intercompany transactions.

Note 17 - Regulated Industry

The majority of the Organization's activities and revenues are a result of contracts with TEA. The Organization's operations are concentrated in the education field. As such, the Organization operates in a heavily regulated environment. The operations of the Organization are subject to administrative directives, rules, and regulations of federal, state, and local regulatory agencies, including, but not limited to, TEA. Such administrative directives, rules, and regulations are subject to change by an act of Congress, an act of the state legislature, or an administrative change mandated by TEA. Funding may be changed or decreased as a result of the above legislative or administrative changes.

Note 18 - Commitments and Contingencies

The Organization receives funds through state and federal programs that are governed by various statutes and regulations. State program funding is based primarily on student attendance data submitted to TEA and is subject to audit and adjustment. Expenses charged to federal programs are subject to audit and adjustment by the grantor agency. The programs administered by the Organization have complex compliance requirements, and, should state or federal auditors discover areas of noncompliance, funds may be subject to refund if so determined by TEA or the grantor agency.

Note 19 - Prior Period Reclassification

The following reclassification between accounts receivable - trade and other receivables was made to the consolidated financial statements for the year ended August 31, 2024: $134,575 from accounts receivable - trade to other receivables. The reclassification has no effect on the previously reported change in net assets.

Note 20 - Subsequent Events

The Organization has evaluated subsequent events through January 19, 2026, which is the date the financial statements were available to be issued.

SPECIFIC-PURPOSE FINANCIAL STATEMENTS AND SCHEDULES

Orenda Education dba Orenda Charter Schools

Statements of Financial Position (Charter Holder)
As of August 31, 2025 and 2024

	2025	2024
Assets		
Current assets:		
Cash and cash equivalents	$ 3,956,884	$ 3,438,149
Due from Orenda Education Charter School	-	98,155
Total current assets	3,956,884	3,536,304
Noncurrent assets:		
Investments	1,620,548	1,436,205
Property and equipment, net	2,362,467	2,408,941
Total noncurrent assets	3,983,015	3,845,146
Total Assets	**$ 7,939,899**	**$ 7,381,450**
Liabilities And Net Assets		
Current liabilities:		
Accounts payable	$ -	$ 1,167
Due to Orenda Education Charter School	403,245	-
Accrued expenses	12,330	12,592
Other liabilities	500	500
Total current liabilities	416,075	14,259
Total liabilities	416,075	14,259
Net assets:		
Without donor restrictions	7,523,224	7,366,591
With donor restrictions	600	600
Total net assets	7,523,824	7,367,191
Total Liabilities and Net Assets	**$ 7,939,899**	**$ 7,381,450**

See independent auditor's report.

Orenda Education dba Orenda Charter Schools

Statements of Financial Position (Charter School)
As of August 31, 2025 and 2024

	2025	2024
Assets		
Current assets:		
Cash and cash equivalents	$ 4,482,565	$ 9,340,359
Accounts receivable - trade	162,256	99,806
Due from Texas Education Agency	1,936,713	2,079,682
Due from Orenda Education (Charter Holder)	403,245	-
Other receivables	412,763	234,563
Prepaid expenses	171,393	185,067
Total current assets	7,568,935	11,939,477
Noncurrent assets:		
Sinking fund for bonds payable	3,859,082	3,329,323
Property and equipment, net	61,654,480	59,800,027
Operating lease right-of-use assets	886,497	1,106,329
Finance lease right-of-use assets, net	11,963	25,829
Total noncurrent assets	66,412,022	64,261,508
Total Assets	**$ 73,980,957**	**$ 76,200,985**
Liabilities And Net Assets		
Current liabilities:		
Accounts payable	$ 988,354	$ 2,336,458
Accrued expenses	1,233,291	1,192,331
Deferred revenue	179,839	186,737
Due to Orenda Education (Charter Holder)	-	98,155
Operating lease payables - current	230,415	257,520
Finance lease payables - current	4,742	20,835
Bonds payable - current	945,000	910,000
Other liabilities	168,429	148,526
Total current liabilities	3,750,070	5,150,562
Noncurrent liabilities:		
Operating lease payables - noncurrent	660,963	848,809
Finance lease payables - noncurrent	7,554	6,233
Bonds payable - noncurrent, net	50,271,066	50,990,725
Total noncurrent liabilities	50,939,583	51,845,767
Total liabilities	54,689,653	56,996,329
Net assets:		
Without donor restrictions	19,285,804	18,403,852
With donor restrictions	5,500	800,804
Total net assets	19,291,304	19,204,656
Total Liabilities and Net Assets	**$ 73,980,957**	**$ 76,200,985**

See independent auditor's report.

Orenda Education dba Orenda Charter Schools

Statement of Activities (Charter Holder)
For the Year Ended August 31, 2025 (summarized for 2024)

	Without Donor Restrictions	With Donor Restrictions	2025 Total	2024 Total
Operating revenue and other support:				
Contributions	$ 525,365	$ -	$ 525,365	$ 537,534
Professional services	126,847	-	126,847	98,155
Miscellaneous income	108,948	-	108,948	118,982
Interest income	-	-	-	670
Total operating revenue and other support	761,160	-	761,160	755,341
Operating expenses:				
Charitable contributions	525,365	-	525,365	537,534
Miscellaneous expense	132,179	-	132,179	168,751
Salaries and benefits	79,855	-	79,855	54,471
Depreciation and amortization	46,474	-	46,474	47,917
Professional fees	4,997	-	4,997	4,199
Total operating expenses	788,870	-	788,870	812,872
Change in net assets before non-operating activity	(27,710)	-	(27,710)	(57,531)
Non-operating activity:				
Investment income	184,343	-	184,343	204,547
Total non-operating activity	184,343	-	184,343	204,547
Change in net assets after non-operating activity	156,633	-	156,633	147,016
Net assets, beginning of year	7,366,591	600	7,367,191	7,220,175
Net Assets, End of Year	**$ 7,523,224**	**$ 600**	**$ 7,523,824**	**$ 7,367,191**

See independent auditor's report.

Orenda Education dba Orenda Charter Schools

Statement of Activities (Charter School)
For the Year Ended August 31, 2025 (summarized for 2024)

		Without Donor Restrictions	With Donor Restrictions	2025 Total	2024 Total
Operating revenue and other support:					
Local support:					
5740	Other revenue from local sources	$ 1,043,097	$ -	$ 1,043,097	$ 1,280,037
5750	Revenues from cocurricular, enterprising services, or activities	699,823	-	699,823	581,067
5760	Revenues from intermediate sources	356,376	-	356,376	286,945
	Total local support	2,099,296	-	2,099,296	2,148,049
State program revenues:					
5810	Per Capita and Foundation School Program revenues	-	19,013,530	19,013,530	18,208,932
5820	State program revenues distributed by Texas Education Agency	-	381,608	381,608	417,131
5830	State revenues from State of Texas government agencies	-	730,668	730,668	570,453
	Total state program revenues	-	20,125,806	20,125,806	19,196,516
Federal program revenues:					
5910	Federal revenue distributed through agencies other than Texas Education Agency	-	-	-	4,350
5920	Federal revenue distributed by Texas Education Agency	-	542,420	542,420	725,089
5930	Federal revenue distributed by other State of Texas government agencies	-	256	256	9,967
	Total federal program revenues	-	542,676	542,676	739,406
Net assets released from restrictions:					
	Restrictions satisfied by payments	21,463,786	(21,463,786)	-	-
	Total operating revenue and other support	23,563,082	(795,304)	22,767,778	22,083,971
Operating expenses:					
11	Instruction	10,104,274	-	10,104,274	9,450,338
12	Instructional resources and media services	39,967	-	39,967	36,212
13	Curriculum development and instructional staff development	320,170	-	320,170	362,241
21	Instructional leadership	379,393	-	379,393	403,175
23	School leadership	1,169,355	-	1,169,355	1,079,268
31	Guidance, counseling, and evaluation services	584,274	-	584,274	387,649
33	Health services	127,151	-	127,151	116,693
34	Student transportation	120,769	-	120,769	112,413
35	Food services	622,175	-	622,175	514,254
36	Extracurricular activities	843,451	-	843,451	690,216
41	General administration	1,157,536	-	1,157,536	1,187,989
51	Facilities maintenance and operations	3,983,755	-	3,983,755	3,318,861
52	Security and monitoring services	180,070	-	180,070	181,343
53	Data processing services	540,587	-	540,587	543,995
71	Debt service	2,362,150	-	2,362,150	2,390,501
81	Fund raising	146,053	-	146,053	220,538
	Total operating expenses	22,681,130	-	22,681,130	20,995,686
Change in net assets before non-operating activity		881,952	(795,304)	86,648	1,088,285
Non-operating activity:					
Loss on sale of real and personal property		-	-	-	(3,703)
	Total non-operating activity	-	-	-	(3,703)
Change in net assets after non-operating activity		881,952	(795,304)	86,648	1,084,582
Net assets, beginning of year		18,403,852	800,804	19,204,656	18,120,074
Net Assets, End of Year		**$ 19,285,804**	**$ 5,500**	**$ 19,291,304**	**$ 19,204,656**

See independent auditor's report.

Orenda Education dba Orenda Charter Schools

Statements of Cash Flows (Charter Holder)
For the Years Ended August 31, 2025 and 2024

	2025	2024
Cash flows from operating activities:		
Change in net assets	$ 156,633	$ 147,016
Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities:		
Depreciation and amortization	46,474	47,917
Unrealized gain on investments	(136,208)	(175,267)
Changes in operating assets and liabilities		
Due from Orenda Education Charter School	98,155	(98,155)
Accounts payable	(1,167)	1,167
Due to Orenda Education Charter School	403,245	-
Accrued expenses	(262)	387
Net cash provided by (used in) operating activities	566,870	(76,935)
Cash flows from investing activities:		
Purchases of investments	(48,135)	(29,281)
Net cash used in investing activities	(48,135)	(29,281)
Net increase (decrease) in cash flows	518,735	(106,216)
Cash and cash equivalents, beginning of year	3,438,149	3,544,365
Cash and Cash Equivalents, End of Year	**$ 3,956,884**	**$ 3,438,149**

See independent auditor's report.

Orenda Education dba Orenda Charter Schools

Statements of Cash Flows (Charter School)
For the Years Ended August 31, 2025 and 2024

	2025	2024
Cash flows from operating activities:		
Foundation School Program payments	$ 19,001,344	$ 18,315,181
Grant payments	1,803,209	1,462,442
Miscellaneous sources	1,858,646	2,167,182
Payments to vendors for goods and services rendered	(6,695,687)	(2,772,524)
Payments to charter school personnel for services rendered	(13,493,851)	(12,587,812)
Interest payments	(2,117,111)	(2,147,725)
Net cash provided by operating activities	356,550	4,436,744
Cash flows from investing activities:		
Purchases of property and equipment	(3,753,981)	(11,099,469)
Proceeds from sale of property	-	20,000
Net cash used in investing activities	(3,753,981)	(11,079,469)
Cash flows from financing activities:		
Payments into sinking fund	(529,759)	(529,853)
Payments on finance lease obligation	(20,604)	(17,695)
Payment of bond issuance costs	-	(19,295)
Payments on bonds payable	(910,000)	(865,000)
Net cash used in financing activities	(1,460,363)	(1,431,843)
Net decrease in cash flows	(4,857,794)	(8,074,568)
Cash and cash equivalents, beginning of year	9,340,359	17,414,927
Cash and Cash Equivalents, End of Year	**$ 4,482,565**	**$ 9,340,359**
Reconciliation of change in net assets to net cash provided by operating activities:		
Change in net assets	$ 86,648	$ 1,084,582
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation and amortization	2,144,567	1,767,415
Loss on sale of real and personal property	-	3,703
Changes in operating assets and liabilities		
Accounts receivable - trade	(62,450)	58,601
Due from Texas Education Agency	142,969	(83,677)
Due from Orenda Education (Charter Holder)	(403,245)	-
Other receivables	(178,200)	(133,223)
Prepaid expenses	13,674	12,660
Operating lease right-of-use assets, net of lease liability	4,881	(3,691)
Accounts payable	(1,348,104)	1,531,362
Accrued expenses	40,960	57,770
Deferred revenue	(6,898)	23,539
Due to Orenda Education (Charter Holder)	(98,155)	98,155
Other liabilities	19,903	19,548
Net cash provided by operating activities	**$ 356,550**	**$ 4,436,744**
Supplemental cash flow information:		
Right-of-use asset obtained in exchange for new finance lease liability	$ 5,830	$ 7,312

See independent auditor's report.

Orenda Education dba Orenda Charter Schools

Schedule of Expenses
For the Years Ended August 31, 2025 and 2024

		2025	2024
Orenda Education (Consolidated)			
Expenses:			
6100	Payroll costs	$ 13,620,259	$ 12,700,053
6200	Professional and contracted services	2,609,887	2,516,204
6300	Supplies and materials	1,425,023	1,249,126
6400	Other operating costs	2,800,469	2,316,985
6500	Debt service	2,362,150	2,390,501
Total Expenses		**$ 22,817,788**	**$ 21,172,869**
Orenda Education (Charter Holder)			
Expenses:			
6100	Payroll costs	$ 79,855	$ 54,471
6200	Professional and contracted services	4,997	4,199
6400	Other operating costs	178,653	216,668
Total Expenses (net of eliminating entries)		**$ 263,505**	**$ 275,338**
Orenda Education (Charter School)			
Expenses:			
6100	Payroll costs	$ 13,540,404	$ 12,645,582
6200	Professional and contracted services	2,604,890	2,512,005
6300	Supplies and materials	1,425,023	1,249,126
6400	Other operating costs	2,621,816	2,100,317
6500	Debt service	2,362,150	2,390,501
Total Expenses (net of eliminating entries)		**$ 22,554,283**	**$ 20,897,531**

See independent auditor's report.

Orenda Education dba Orenda Charter Schools

Schedule of Assets
As of August 31, 2025

		Ownership Interest		
		Local	State	Federal
Orenda Education (Consolidated)				
1110	Cash	$ 3,956,884	$ 8,178,068	$ 163,579
1510	Land and improvements	1,128,728	6,254,595	-
1515	Construction in progress	-	5,682,760	-
1520	Building and improvements	1,599,634	58,762,071	916,095
1531	Vehicles	-	498,677	108,560
1539	Furniture and equipment	59,818	1,900,733	-
1551	Right-of-use asset: operating lease for building	-	886,497	-
1559	Right-of-use asset: financing lease for furniture and equipment	-	82,192	-
	Total	$ 6,745,064	$ 82,245,593	$ 1,188,234

		Ownership Interest		
		Local	State	Federal
Orenda Education (Charter Holder)				
1110	Cash	$ 3,956,884	$ -	$ -
1510	Land and improvements	1,128,728	-	-
1520	Building and improvements	1,599,634	-	-
1539	Furniture and equipment	50,085	-	-
	Total	$ 6,735,331	$ -	$ -

		Ownership Interest		
		Local	State	Federal
Orenda Education (Charter School)				
1110	Cash	$ -	$ 8,178,068	$ 163,579
1510	Land and improvements	-	6,254,595	-
1515	Construction in progress	-	5,682,760	-
1520	Building and improvements	-	58,762,071	916,095
1531	Vehicles	-	498,677	108,560
1539	Furniture and equipment	9,733	1,900,733	-
1551	Right-of-use asset: operating lease for building	-	886,497	-
1559	Right-of-use asset: financing lease for furniture and equipment	-	82,192	-
	Total	$ 9,733	$ 82,245,593	$ 1,188,234

See independent auditor's report.

Orenda Education dba Orenda Charter Schools

Schedule of Assets (continued)
As of August 31, 2025

Reconciliation of Property and Equipment on Schedule of Assets to Statement of Financial Position:

Per schedule of assets:	
1510 Land and improvements	$ 7,383,323
1515 Construction in progress	5,682,760
1520 Building and improvements	61,277,800
1531 Vehicles	607,237
1539 Furniture and equipment	1,960,551
Less: accumulated depreciation	(12,894,724)
Total property and equipment per statement of financial position	$ 64,016,947

Reconciliation of Finance Lease Right-of-Use Asset to Statement of Financial Position:

Per schedule of assets:	
1559 Right of use asset: financing lease for furniture and equipment	$ 82,192
Less accumulated amortization:	(70,229)
Total finance lease right-of-use asset per statement of financial position	$ 11,963

See independent auditor's report.

Orenda Education dba Orenda Charter Schools

Budgetary Comparison Schedule
For the Year Ended August 31, 2025

		Budgeted Amounts		Variance From Original to Final Budget		Actual Amounts		Variance From Final Budget Favorable (Unfavorable)
		Original	Final					
Operating revenue and other support:								
Local support:								
5740	Other revenue from local sources	$ 985,383	$ 1,035,283	$ 49,900		$ 1,043,097		$ 7,814
5750	Revenues from cocurricular, enterprising services, or activities	614,000	759,000	145,000	[1]	699,823		(59,177)
5760	Revenues from intermediate sources	246,000	281,000	35,000	[1]	356,376		75,376
	Total local support	1,845,383	2,075,283	229,900		2,099,296		24,013
State program revenues:								
5810	Per Capita and Foundation School Program revenues	19,043,391	19,043,391	-		19,013,530		(29,861)
5820	State program revenues distributed by Texas Education Agency	419,600	419,600	-		381,608		(37,992)
5830	State revenues from State of Texas government agencies	-	640,400	640,400	[2]	730,668		90,268
	Total state program revenues	19,462,991	20,103,391	640,400		20,125,806		22,415
Federal program revenues:								
5920	Federal revenue distributed by Texas Education Agency	523,378	523,378	-		542,420		19,042
5930	Federal revenue distributed by other State of Texas government agencies	1,000	1,000	-		256	[3]	(744)
	Total federal program revenues	524,378	524,378	-		542,676		18,298
	Total operating revenue and other support	21,832,752	22,703,052	870,300		22,767,778		64,726
Expenses:								
11	Instruction	9,027,634	9,483,634	456,000		10,104,274		(620,640)
12	Instructional resources and media services	40,211	41,811	1,600		39,967		1,844
13	Curriculum development and instructional staff development	369,346	357,346	(12,000)		320,170		37,176
21	Instructional leadership	393,407	474,107	80,700	[4]	379,393		94,714
23	School leadership	1,148,857	1,177,657	28,800		1,169,355		8,302
31	Guidance, counseling, and evaluation services	629,481	533,181	(96,300)	[5]	584,274		(51,093)
33	Health services	121,239	127,439	6,200		127,151		288
34	Student transportation	120,256	135,256	15,000	[6]	120,769		14,487
35	Food services	513,526	620,026	106,500	[7]	622,175		(2,149)
36	Extracurricular activities	653,678	812,428	158,750	[1]	843,451		(31,023)
41	General administration	1,275,192	1,267,392	(7,800)		1,157,536		109,856
51	Facilities maintenance and operations	3,499,872	4,164,872	665,000	[8]	3,983,755		181,117
52	Security and monitoring services	175,825	175,825	-		180,070		(4,245)
53	Data processing services	670,525	579,775	(90,750)	[9]	540,587		39,188
71	Debt service	2,328,160	2,378,160	50,000		2,362,150		16,010
81	Fund raising	176,050	179,650	3,600		146,053		33,597
	Total expenses	21,143,259	22,508,559	1,365,300		22,681,130		(172,571)
Change in net assets		689,493	194,493	(495,000)		86,648		(107,845)
Net assets, beginning of year		19,204,656	19,204,656	-		19,204,656		-
Net Assets, End of Year		**$ 19,894,149**	**$ 19,399,149**	**$ (495,000)**		**$ 19,291,304**		**$ (107,845)**

[1] Increase in budgeted amount is primarily due to increased Westinghouse Sportsplex activities.

[2] Increase in budgeted amount is due to TRS On-Behalf being a newer reporting requirement for charter schools and was added to the budget after the original budget was adopted.

[3] Unfavorable variance is due to final SHARS reimbursements being lower than anticipated. The District withdrew from programs in fiscal year 2025.

[4] Increase in budgeted amount is primarily due to the hiring of a 2nd ARD Facilitator role after the original budget was adopted.

[5] Decrease in budgeted amount is primarily due to the budgeted position for Counselor being left vacant for fiscal year 2025.

[6] Increase in budgeted amount is due to an increased need for repairs, maintenance, and supplies for the aging bus fleet.

[7] Increase in budgeted amount is due to increased Westinghouse Sportsplex activities and increased food and supply costs for campus food services.

[8] Increase in budgeted amount is due to increased Westinghouse Sportsplex activities. Additionally, the final budget was amended to reflect anticipated increase to depreciation due to the Annex building in use for fiscal year 2025.

[9] Decrease in budgeted amount is due to budgeted position for IT support staff being left vacant for 1/3 of the year. Additionally, budgets for technology supplies were decreased to reflect actual expenses.

See independent auditor's report.

Orenda Education dba Orenda Charter Schools

Use of Funds Report
For the Year Ended August 31, 2025

Section A: Compensatory Education Programs

Districts are required to use at least 55% of state compensatory education state allotment funds on direct program costs. Statutory Authority: Texas Education Code, §48.104.

AP1	Did your district expend any state compensatory education program state allotment funds during the district's fiscal year?		Yes
AP2	Does the district have written policies and procedures for its state compensatory education program?		Yes
AP3	List total state allotment funds received for state compensatory education programs during the district's fiscal year.	$	372,757
AP4	List actual direct program expenditures for state compensatory education programs during the district's fiscal year. (PICs 24, 26, 28, 29, 30, 34)	$	215,884

Section B: Bilingual Education Programs

Districts are required to spend at least 55% of bilingual education state allotment funds on direct program costs. Statutory Authority: Texas Education Code, §48.105.

AP5	Did your district expend any bilingual education program state allotment funds during the district's fiscal year?		Yes
AP6	Does the district have written policies and procedures for its bilingual education program?		Yes
AP7	List total state allotment funds received for bilingual education programs during the district's fiscal year.	$	91,352
AP8	List actual direct program expenditures for bilingual education programs during the district's fiscal year. (PICs 25, 35)	$	56,601

Orenda Education dba Orenda Charter Schools

Schedule of Related Party Compensation and Benefits
For the Year Ended August 31, 2025

Related Party Name	Name of Relation to the Related Party	Relationship	Compensation of Benefit	Payment Frequency	Description	Souce of Funds Used	Total Paid during Fiscal Year
Chase Rickey	Richard Rickey	Child	Compensation	Monthly	Salary	Local	$ 35,012
Chase Rickey	Richard Rickey	Child	Benefit	Monthly	Health/medical & life insurance	Local	$ 2,594
Chase Rickey	Richard Rickey	Child	Compensation	Monthly	Salary	State	$ 35,012
Chase Rickey	Richard Rickey	Child	Benefit	Monthly	Health/medical & life insurance	State	$ 2,594
Millie Blackwell	Colby Blackwell	Spouse	Compensation	Monthly	Salary	State	$ 65,247
Millie Blackwell	Colby Blackwell	Spouse	Benefit	Monthly	Health/medical & life insurance	State	$ 4,311

See independent auditor's report.

Orenda Education dba Orenda Charter Schools

Schedule of Related Party Transactions
For the Year Ended August 31, 2025

Related Party Name	Name of Relation to the Related Party	Relationship	Type of Transaction	Description of Terms and Conditions	Source of Funds Used	Payment Frequency	Total Paid during FY	Principal Balance Due
N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

See independent auditor's report.

Orenda Education dba Orenda Charter Schools

Schedule of Real Property Ownership Interest
For the Year Ended August 31, 2025

Description	Property Address	Total	Ownership Interest - Local	Ownership Interest - State	Ownership Interest - Federal
S13218 - Orenda Sub, Block D, Lot 1A, Acres 52.058	3320 Westinghouse Rd, Georgetown, Texas 78626	$ 9,358,949	$ 3,365,329	$ 5,993,620	$ -
A Flores Abst #214 1.100 Ac (Kingsland Plaza)	2112 W RR 1431, Kingsland, Texas	1,205,920	-	1,205,920	-
Total Real Property Ownership Interest		**$ 10,564,869**	**$ 3,365,329**	**$ 7,199,540**	**$ -**

See independent auditor's report.

CONSOLIDATING FINANCIAL STATEMENTS

Orenda Education dba Orenda Charter Schools

Consolidating Statement of Financial Position
As of August 31, 2025 (summarized for 2024)

	Orenda Education (Charter Holder)	Orenda Education (Charter School)	Eliminating Entries	2025 Total	2024 Total
		Assets			
Current assets:					
Cash and cash equivalents	$ 3,956,884	$ 4,482,565	$ -	$ 8,439,449	$ 12,778,508
Accounts receivable - trade	-	162,256	-	162,256	99,806
Due from Texas Education Agency	-	1,936,713	-	1,936,713	2,079,682
Due from Orenda Education (Charter School)	-	403,245	(403,245)	-	-
Other receivables	-	412,763	-	412,763	234,563
Prepaid expenses	-	171,393	-	171,393	185,067
Total current assets	3,956,884	7,568,935	(403,245)	11,122,574	15,377,626
Noncurrent assets:					
Investments	1,620,548	-	-	1,620,548	1,436,205
Sinking fund for bonds payable	-	3,859,082	-	3,859,082	3,329,323
Property and equipment, net	2,362,467	61,654,480	-	64,016,947	62,208,968
Operating lease right-of-use assets	-	886,497	-	886,497	1,106,329
Finance lease right-of-use assets, net	-	11,963	-	11,963	25,829
Total noncurrent assets	3,983,015	66,412,022	-	70,395,037	68,106,654
Total Assets	**$ 7,939,899**	**$ 73,980,957**	(403,245)	**$ 81,517,611**	**$ 83,484,280**
		Liabilities and Net Assets			
Current liabilities:					
Accounts payable	$ -	$ 988,354	$ -	$ 988,354	$ 2,337,625
Accrued expenses	12,330	1,233,291	-	1,245,621	1,204,923
Deferred revenue	-	179,839	-	179,839	186,737
Due from Orenda Education (Charter Holder)	403,245	-	(403,245)	-	-
Operating lease payables - current	-	230,415	-	230,415	257,520
Finance lease payables - current	-	4,742	-	4,742	20,835
Bonds payable - current	-	945,000	-	945,000	910,000
Other liabilities	500	168,429	-	168,929	149,026
Total current liabilities	416,075	3,750,070	(403,245)	3,762,900	5,066,666
Noncurrent liabilities:					
Operating lease payables - noncurrent	-	660,963	-	660,963	848,809
Finance lease payable - noncurrent	-	7,554	-	7,554	6,233
Bonds payable - noncurrent, net	-	50,271,066	-	50,271,066	50,990,725
Total noncurrent liabilities	-	50,939,583	-	50,939,583	51,845,767
Total liabilities	416,075	54,689,653	(403,245)	54,702,483	56,912,433
Net assets:					
Without donor restrictions	7,523,224	19,285,804	-	26,809,028	25,770,443
With donor restrictions	600	5,500	-	6,100	801,404
Total net assets	7,523,824	19,291,304	-	26,815,128	26,571,847
Total Liabilities and Net Assets	**$ 7,939,899**	**$ 73,980,957**	**$ (403,245)**	**$ 81,517,611**	**$ 83,484,280**

See independent auditor's report.

Orenda Education dba Orenda Charter Schools

Consolidating Statement of Activities
For the Year Ended August 31, 2025 (summarized for 2024)

	Orenda Education (Charter Holder)	Orenda Education (Charter School)	Eliminating Entries	2025 Total	2024 Total
Operating revenue and other support:					
Local support:					
Other revenue from local sources	$ 525,365	$ 1,043,097	$ (525,365)	$ 1,043,097	$ 1,280,707
Revenues from cocurricular, enterprising services, or activities	-	699,823	-	699,823	581,067
Revenues from intermediate sources	108,948	356,376	-	465,324	405,927
Professional services	126,847	-	(126,847)	-	-
Total local support	761,160	2,099,296	(652,212)	2,208,244	2,267,701
State program revenues:					
Per Capita and Foundation School Program revenues	-	19,013,530	-	19,013,530	18,208,932
State program revenues distributed by Texas Education Agency	-	381,608	-	381,608	417,131
State revenues from State of Texas government agencies	-	730,668	-	730,668	570,453
Total state program revenues	-	20,125,806	-	20,125,806	19,196,516
Federal program revenues:					
Federal revenue distributed through agencies other than Texas Education Agency	-	-	-	-	4,350
Federal revenue distributed by Texas Education Agency	-	542,420	-	542,420	725,089
Federal revenue distributed by other State of Texas government agencies	-	256	-	256	9,967
Total federal program revenues	-	542,676	-	542,676	739,406
Total operating revenue and other support	761,160	22,767,778	(652,212)	22,876,726	22,203,623
Operating expenses:	788,870	22,681,130	(652,212)	22,817,788	21,172,869
Change in net assets before non-operating activity	(27,710)	86,648	-	58,938	1,030,754
Non-operating activity:					
Investment income	184,343	-	-	184,343	204,547
Loss on sale of real and personal property	-	-	-	-	(3,703)
Total non-operating activity	184,343	-	-	184,343	200,844
Change in net assets after non-operating activity	156,633	86,648	-	243,281	1,231,598
Net assets, beginning of year	7,367,191	19,204,656	-	26,571,847	25,340,249
Net Assets, End of Year	**$ 7,523,824**	**$ 19,291,304**	**$ -**	**$ 26,815,128**	**$ 26,571,847**

See independent auditor's report.

Orenda Education dba Orenda Charter Schools

Consolidating Statement of Functional Expenses
For the Year Ended August 31, 2025 (summarized for 2024)

	Orenda Education (Charter Holder)	Orenda Education (Charter School)	Eliminating Entries	2025 Total	2024 Total
Operating expenses:					
Payroll expenses:					
Salaries	$ 75,000	$ 11,220,477	$ -	$ 11,295,477	$ 10,472,303
Payroll taxes and benefits	4,855	2,319,927	-	2,324,782	2,227,750
Total payroll expenses	79,855	13,540,404	-	13,620,259	12,700,053
Interest	-	2,117,111	-	2,117,111	2,147,725
Depreciation	46,474	1,899,528	-	1,946,002	1,572,556
Maintenance and repairs	-	987,579	-	987,579	952,459
Utilities	1,680	650,328	-	652,008	535,837
General supplies	-	646,556	-	646,556	617,953
Contract labor	-	708,874	(126,847)	582,027	654,052
Instructional materials	-	422,668	-	422,668	334,078
Insurance and bonding	-	391,036	-	391,036	249,564
Food	-	340,145	-	340,145	277,182
Miscellaneous	129,467	187,664	-	317,131	364,554
Rental expense	-	275,140	-	275,140	274,812
Bond amortization	-	225,341	-	225,341	225,341
Travel	1,032	112,036	-	113,068	100,688
Educational service center	-	60,174	-	60,174	52,846
Professional fees	4,997	49,642	-	54,639	46,198
Dues and subscriptions	-	31,552	-	31,552	29,623
Lease amortization	-	19,698	-	19,698	17,435
Gas and fuel	-	15,654	-	15,654	19,913
Charitable contributions	525,365	-	(525,365)	-	-
Total Operating Expenses	**$ 788,870**	**$ 22,681,130**	**$ (652,212)**	**$ 22,817,788**	**$ 21,172,869**

See independent auditor's report.

OTHER REQUIRED REPORTING

Calvetti Ferguson
Advising beyond accounting

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

To the Board of Directors of
Orenda Education dba
Orenda Charter Schools
Georgetown, Texas

We have audited, in accordance with the auditing standards generally accepted in the United States of America ("GAAS") and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States, the consolidated financial statements of Orenda Education dba Orenda Charter Schools (the "Organization"), a non-profit corporation, which comprise the statement of financial position as of August 31, 2025, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the consolidated financial statements, and have issued our report thereon dated January 19, 2026.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the consolidated financial statements, we considered the Organization'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 opinion on the consolidated financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Organization's internal control. Accordingly, we express no such opinion on the effectiveness of the Organization'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 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 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 have not been identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Organization's consolidated 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 consolidated 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.

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 Organization'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 Organization's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



San Antonio, Texas
January 19, 2026

Summary of Audit Results - Government Auditing Standards

Consolidated Financial Statements

Type of auditor's report issued	Unmodified
Internal control over financial reporting:	
Material weakness(es) identified	None
Significant deficiencies identified that are not considered to be material weakness(es)	None
Noncompliance material to the consolidated financial statements	None