

Action Item • October 7, 2025 X **Action**

C.1 Recommendation to Approve the FY2024-2025
District Annual Financial Report, School-Level
Annual Financial Report, and Expenditures Over
Sub-section Budgets

 Information/Discussion

Submitted by Mr. Gary Holland, Director of Finance

RECOMMENDATION:

It is recommended that the Governing Board approve the FY2024-2025 Annual Financial Report (AFR) Districtwide and the School Level Annual Financial Report, along with the publishing of the AFRs as required by statute. It is also requested that the Governing Board approve expenditures over sub-section budgets as long as the total expenditures do not exceed the total M & O Fund budget, as allowed by ARS §15-905(G) if the Governing Board specifically authorizes this action.

BACKGROUND:

Each year, the District must prepare and present a district annual financial report and a school-level annual financial report for Governing Board approval. In accordance with Arizona Revised Statute §15-904, all Districts must electronically submit the Annual Financial Reports (AFRs) to the Arizona Department of Education by October 15, 2025. The AFRs may be posted on the ADE website instead of publishing the required information in a newspaper of general circulation. This posting is at no cost to the District and will be the manner in which these AFRs are published. The AFRs summarize all expenditures, by fund, for FY2024-25.

The AFRs offer for public review not only the funding limitations under which the District operates but also the fiscally responsible manner in which the monies were allocated to various functions. Examples of the multiple functions include instruction, support services, maintenance, operations of plant services, and student transportation services.