



**CALIFORNIA ELECTRONIC RECORDING
TRANSACTION NETWORK AUTHORITY**
Presentation to the Board of Directors
For the Fiscal Year Ended
June 30, 2025

NIGRO & NIGRO^{PC}



SCOPE OF WORK

Perform Audit Testwork of the Entity's Annual Financial Statements/Report

Report on the Entity's internal control over financial reporting and on compliance in accordance with Government Auditing Standards

OUR RESPONSIBILITY IN ACCORDANCE WITH PROFESSIONAL STANDARDS

1. Form and express an opinion about whether the Annual Financial Statements results, that have been prepared by management, are presented fairly, in all material respects, in accordance with accounting principles generally accepted in the United States of America.
2. Our responsibility is to plan and perform the audit to obtain **reasonable assurance (not absolute assurance)** about whether the Annual Financial Statements are free of material misstatements.
3. We are to consider the Entity's internal controls and segregations of duties over accounting procedures and financial reporting as we perform our audit testwork. Such considerations were solely for the purpose of determining our audit procedures and not to provide any assurance concerning such internal controls.

AUDIT RESULTS

An Auditor's **Unmodified Opinion** has been issued on the Annual Financial Statements.

- The Annual Financial Statements are fairly presented in all material respects.
- The adopted significant accounting policies have been consistently applied.
- Estimates are considered reasonable for Depreciation expense.
- Required disclosures are properly reflected in the Annual Financial Statements.

AU-C 265 – Communicating Internal Control Related Matters Identified in an Audit

No Material Issues Arose to be Reported to the Governing Board/Management

Any Minor Issues Were Discussed Orally and Corrected by Management

How Do We Make You Better?

Best Practice Solutions Were Conveyed to Management – That's the Audit ROI

California Electronic Recording Transaction Network Authority

Dashboard – Audited Financial Statements

June 30, 2025 vs 2024

Revenues & Expenses	2025	2024	Variance
Operating Revenues:			
Fees for Services	\$ 768,370	\$ 671,708	\$ 96,662
Non-Operating Revenues:			
Investment Earnings	29,546	31,707	(2,161)
Total Revenues	797,916	703,415	94,501
Expenses:			
Salaries & Benefits	458,981	519,889	(60,908)
Data Processing	202,836	158,086	44,750
Professional Services	48,230	53,101	(4,871)
Insurance	12,667	8,841	3,826
Materials & Supplies	30,614	69,685	(39,071)
Depreciation Expense	38,801	26,634	12,167
Total Expenses	792,129	836,236	(44,107)
Change in Revenues & Expenses	\$ 5,787	\$ (132,821)	\$ 138,608
Capital Outlay:			
Capital Asset Additions	\$ (24,961)	\$ (132,376)	\$ 107,415
Depreciation Expense	38,801	26,634	12,167
Change in Capital Expense	\$ 13,840	\$ (105,742)	\$ 119,582
Cash & Investments	\$ 1,325,227	\$ 1,309,042	\$ 16,185
Quick Summary:			
Change in Revenues & Expenses	\$ 5,787		
Change in Capital Expense	13,840	Cash Used	
Change in Other Current Items	(3,442)		
Change in Cash & Investments	\$ 16,185	Approximately	\$ -
Investment Earnings to Portfolio	2.24%		