Financial Statements
June 30, 2025

Citrus Community College District

Eide Bailly

Schedule of Findings and Questioned Costs

Other Information

Eide Bailly

Independent Auditor's Report

To the Board of Trustees
Citrus Community College District
Glendora, California

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the business-type activities and fiduciary activities of Citrus Community College 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 District's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the business-type activities and fiduciary activities of Citrus Community College 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 (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*). 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 the 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.

Adoption of New Accounting Standard

As discussed in Note 2 and Note 13 to the financial statements, the District has adopted the provisions of Governmental Accounting Standards Board (GASB) Statement No. 101, *Compensated Absences,* for the year ended June 30, 2025. Accordingly, a restatement has been made to the business-type activities net position as of July 1, 2024 to restate beginning net position. Our opinions are not modified with respect to this matter.

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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 the 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.

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 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, 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 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 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 on pages 5 through 17 and other required supplementary schedules as listed in the table of contents on pages 65 through 73 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 GAAS, 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 the District's basic financial statements. The accompanying supplementary information, including the Schedule of Expenditures of Federal Awards, as required by 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), and other supplementary information listed in the table of contents, is presented for purposes of additional analysis and is 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 GAAS. In our opinion, the Schedule of Expenditures of Federal Awards and other supplementary information listed in the table of contents 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 financial statements. The other information comprises the governmental funds, proprietary funds, and fiduciary fund financial statements on pages 102 through 110, 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 January 12, 2026 on our consideration of the District's internal control over financial reporting and on 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 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 the District's internal control over financial reporting and compliance.

Eide Bailly LLP

Ontario, California
January 12, 2026

Introduction

The following discussion and analysis provides an overview of the financial position and activities of the Citrus Community College District (the District) for the year ended June 30, 2025. This discussion has been prepared by management and should be read in conjunction with the financial statements and notes thereto which follow this section.

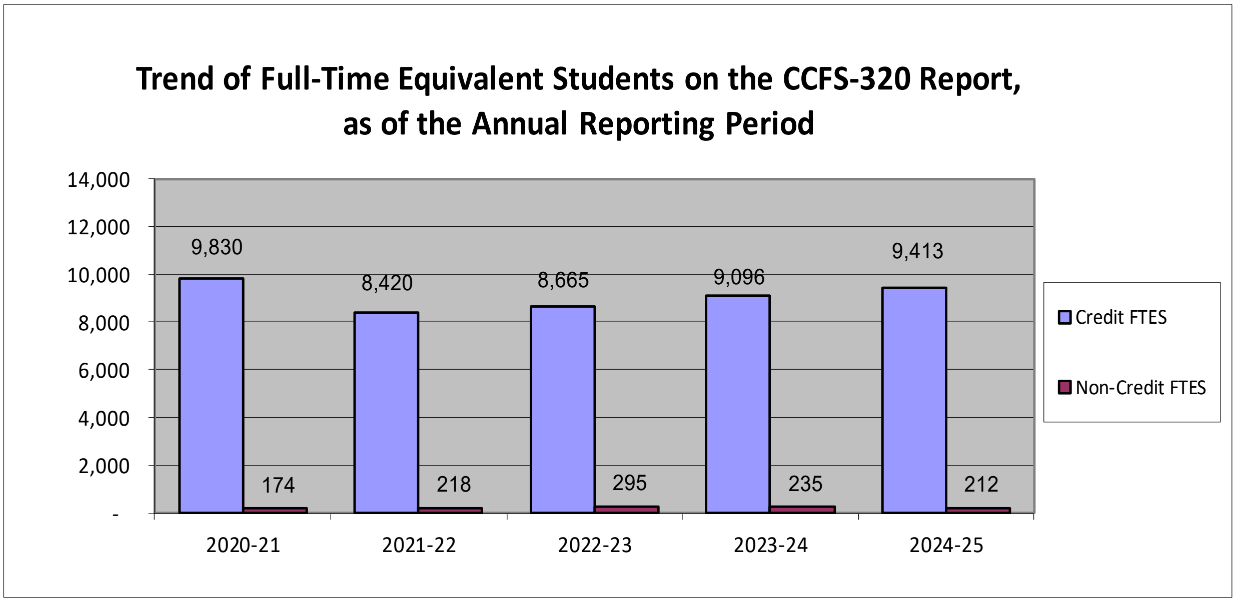
The District's financial statements are presented in accordance with Governmental Accounting Standards Board (GASB) Statements No. 34 and 35 using the Business Type Activity (BTA) model. The California Community Colleges Chancellor's Office, through its Fiscal Standards and Accountability Committee, recommends that all community college districts use the reporting standards prescribed by the BTA model.

The District is a public two-year community college located in Glendora, California in the Foothills of the San Gabriel Mountains. The District, which serves the communities of Azusa, Claremont, Duarte, Glendora, Monrovia and other surrounding communities, was founded in 1915. During 2024-25, the District served an unduplicated headcount of students of approximately 17,200. This represents a 4.88% increase over the previous year's unduplicated headcount of students served by the District.

Citrus College provides quality educational experiences that support students in achieving their academic, professional and personal goals, empowering them to make positive impacts on their communities and beyond. Citrus College's faculty and staff take pride in being student-centered and in cultivating a safe, caring, compassionate, and inclusive lifelong learning environment. The Citrus College community welcomes students from all backgrounds and ensures they have the opportunity to achieve upward social and economic mobility.

Selected Highlights

- The District's primary funding source is "apportionment" received from the State of California through the California Community Colleges Chancellor's Office. This funding is one component of the overall funding formula for California community colleges. The other components include the Education Protection Account, local property taxes, and student enrollment fees. For the year ended June 30, 2025, the student enrollment fee assessed to resident students remained unchanged, at $46 per credit unit. The primary basis of this apportionment funding is the calculation of Full-Time Equivalent Students (FTES). The College's total apportionment-eligible credit and non-credit FTES reported for the 2024-25 fiscal year, as of the annual reporting period, was 9,413 and 212, respectively. This represents an overall increase in reported FTES of 3.15% over the 2023-24 fiscal year.



- On November 3, 2020, the District's voters approved a $298,000,000 general obligation bond measure (Measure Y) for the construction, reconstruction, rehabilitation, refinancing and replacement of facilities, including the furnishing or equipping of college facilities, or the acquisition or lease of real property for college facilities, as set forth more fully in the official Measure Y ballot proposition. Measure Y was passed by a voter margin greater than the required 55% of the votes cast in favor of the bond measure, per the provisions established with the passage of Proposition 39, in November 2000.
  - During 2024-25, environmental review pursuant to the California Environmental Quality Act (CEQA) was completed and in September 2025, the Citrus Community College District Board of Trustees approved a Mitigated Negative Declaration, confirming that the project (the Citrus Community College District's Educational and Facilities Master Plan) will not have a significant effect on the environment.
  - Also during 2024-25, the District made significant progress in the planning and design phase of the new Science Building and in the pre-planning phase of the new Career Technical Education (CTE) Building.

FINANCIAL HIGHLIGHTS

The purpose of this section is to provide an overview of the District's financial activities. A comparative analysis is included using prior year financial information. For comparative purposes, certain prior year amounts have been reclassified for presentation purposes, to follow current year classifications.

Financial Statement Presentation and Basis of Accounting

The District's financial report includes three financial statements: The Statement of Net Position, the Statement of Revenues, Expenses, and Changes in Net Position and the Statement of Cash Flows. Additional information regarding these financial statements is provided on the following pages.

The financial statements noted previously are prepared in accordance with Governmental Accounting Standards Board Statements No. 34 and No. 35, providing a government-wide perspective of the District's financial position. Therefore, the financial data presented in these financial statements is a combined total of all District funds, including Student Financial Aid Programs, Associated Students Fund, Departmental Trust Fund, and the Student Representation Fee Fund. The Associated Students Fund is used to account for funds held in trust by the District for the organized student body association (ASCC), including campus clubs. The Departmental Trust Fund is used to account for funds held in trust by the District on behalf of students, clubs, donors and departments for student scholarships and departmental fundraising activities. The Student Representation Fee Fund is used to account for a $2.00 student representation fee assessed to students. Of this amount, $1.00 accumulates in the fund for the purpose of providing support for governmental affairs representatives who may be stating their positions and viewpoints before other governmental agencies, and $1.00 is forwarded to the state to support a statewide student organization.

Also, in accordance with Governmental Accounting Standards Board Statements No. 34 and No. 35, the financial statements have been prepared under the full accrual basis of accounting which requires that revenues are recognized when earned and expenses are recorded when an obligation has been incurred. A reconciliation between individual fund balances reported on the June 30, 2025 Annual Financial and Budget Report (CCFS-311), based upon the modified accrual basis of accounting, and total net position recorded on the full accrual basis of accounting, is shown in the supplementary information section of the audit report.

Statement of Net Position

The Statement of Net Position presents the assets, deferred outflows of resources, liabilities, deferred inflows of resources, and net position of the District as of the end of the fiscal year and is prepared using the accrual basis of accounting, which is similar to the accounting basis used by most private-sector organizations. The Statement of Net Position is a point in time financial statement whose purpose is to present to the readers a fiscal snapshot of the District. The Statement of Net Position presents end-of-year data concerning assets (current and noncurrent), deferred outflows of resources, liabilities (current and noncurrent), deferred inflows of resources and net position (assets and deferred outflows of resources minus liabilities and deferred inflows of resources).

From the data presented, readers of the Statement of Net Position are able to determine the assets available to continue the operations of the District. Readers are also able to determine how much the District owes vendors and employees. Lastly, the Statement of Net Position provides a picture of the net position by category of availability.

The difference between total assets, deferred outflows of resources, and total liabilities and deferred inflows of resources (net position) is one indicator of the current financial condition of the District. The Change in Net Position is an indicator of whether the overall financial condition has improved or worsened during the year. Assets and liabilities are generally measured using current values. One notable exception is capital assets, which are stated at historical cost less an allocation for depreciation and amortization expenses.

The Net Position balance is divided into three major categories. The first category, net investment in capital assets, provides the equity amount in property, plant and equipment owned by the District. The second category is expendable restricted net position. This net position is available for expenditure by the District, but must be spent for purposes as determined by external entities or donors that have placed time or purpose restrictions on the use of these funds. The final category, unrestricted net position, represents the remaining net position balance. In accordance with GASB Statement No. 68, the District records its proportionate share of the CalSTRS and CalPERS aggregate net pension liability and related adjustments. Accordingly, as of June 30, 2025, the District's aggregate net pension liability, for GASB purposes, totaled $80.8 million. As a result, the District's total net position, for reporting purposes, amounts to $132.3 million.

The Statement of Net Position as of June 30, 2025 and 2024, is summarized below:

	2025	2024*
Assets		
Cash, cash equivalents, and investments	$ 305,860,989	$ 197,108,843
Receivables, net	16,557,316	9,017,064
Capital assets, net	127,665,922	127,004,913
Total assets	450,084,227	333,130,820
Deferred Outflows of Resources	37,712,123	41,614,086
Liabilities		
Accounts payable and accrued liabilities	12,943,650	9,930,145
Unearned revenue	10,202,185	11,125,540
Current portion of long-term liabilities	19,467,222	16,086,062
Noncurrent portion of long-term liabilities	301,734,649	206,810,326
Total liabilities	344,347,706	243,952,073
Deferred Inflows of Resources	11,162,688	10,892,546
Net Position		
Net investment in capital assets	66,627,731	64,365,529
Restricted	101,044,803	89,086,664
Unrestricted deficit	(35,386,578)	(33,551,906)
Total net position	$ 132,285,956	$ 119,900,287

* Amounts have not been restated for the effects of the implementation of GASB Statement No. 101. See Note 13 for further information.

- The increase in cash, cash equivalents and investments is primarily due to the issuance of $100 million in Measure Y, Series B bonds. Note 7 provides additional information related to the District's bond issuances.

- The change in receivables, net is primarily due to a change in recording methodology related to the timing of prior year state apportionment revenues, an increase in financial aid reimbursement receivables due to the timing of student aid awards, and an increase in bond interest income receivables due to the higher bond cash balance as of June 30, 2025, related to the issuance of bonds.

- The change in capital assets is due to an increase in Construction in Progress related to expenses incurred in conjunction with the planning and design phase of the new Science building project. Note 6 provides more information on the District's Capital Assets.

- The increase in accounts payable and accrued liabilities is primarily due to increased expenditures related to the planning and design phase of the new Science building project that remained in progress as of June 30, 2025, and accrued interest related to the Measure Y Series B bond payments.

- The increase in long term liabilities is due to the issuance of $100 million of Measure Y, Series B bonds, authorized on August 7, 2024.

Statement of Revenues, Expenses, and Changes in Net Position

Change in total net position as presented on the Statement of Net Position is based on the activity presented in the Statement of Revenues, Expenses, and Changes in Net Position. The purpose of this statement is to present the operating and nonoperating revenues earned, whether received or not by the District, the operating and nonoperating expenses incurred, whether paid or not by the District, and any other revenues, expenses, gains or losses earned or incurred by the District. Thus, this statement presents the District's results of operations.

Generally, operating revenues are earned for providing goods and services to the various customers and constituents of the District. Operating expenses are those expenses incurred to acquire or produce the goods and services provided in return for the operating revenues and to fulfill the mission of the District. Nonoperating revenues are those received or pledged for which goods and services are not provided. For example, State appropriations are nonoperating because they are provided by the legislature to the District without the legislature directly receiving commensurate goods and services for those revenues.

The Statement of Revenues, Expenses, and Changes in Net Position for the years ended June 30, 2025 and 2024, is summarized below:

	2025	2024*
Operating Revenues		
Tuition and fees, net	$ 7,660,107	$ 8,015,230
Grants and contracts, noncapital	23,106,953	28,510,321
Auxiliary sales and charges	128,767	160,290
Total operating revenues	30,895,827	36,685,841
Operating Expenses	158,120,368	144,829,014
Operating loss	(127,224,541)	(108,143,173)
Nonoperating Revenues (Expenses)		
State apportionments	82,278,872	81,530,734
Property taxes	27,438,245	25,589,014
Student financial aid grants	28,709,506	24,705,098
Other state revenues	2,654,777	4,326,454
Net inerest income	3,447,303	5,786,115
Other nonoperating revenues	1,685,472	1,080,079
Total nonoperating revenue (expenses)	146,214,175	143,017,494
Other Revenues		
Local revenues, capital	542,452	479,195
Change in net position	$ 19,532,086	$ 35,353,516

* Expenses for the year ended June 30, 2024 were not restated for the effects of the implementation of GASB Statement No. 101. See Note 13 for further information.

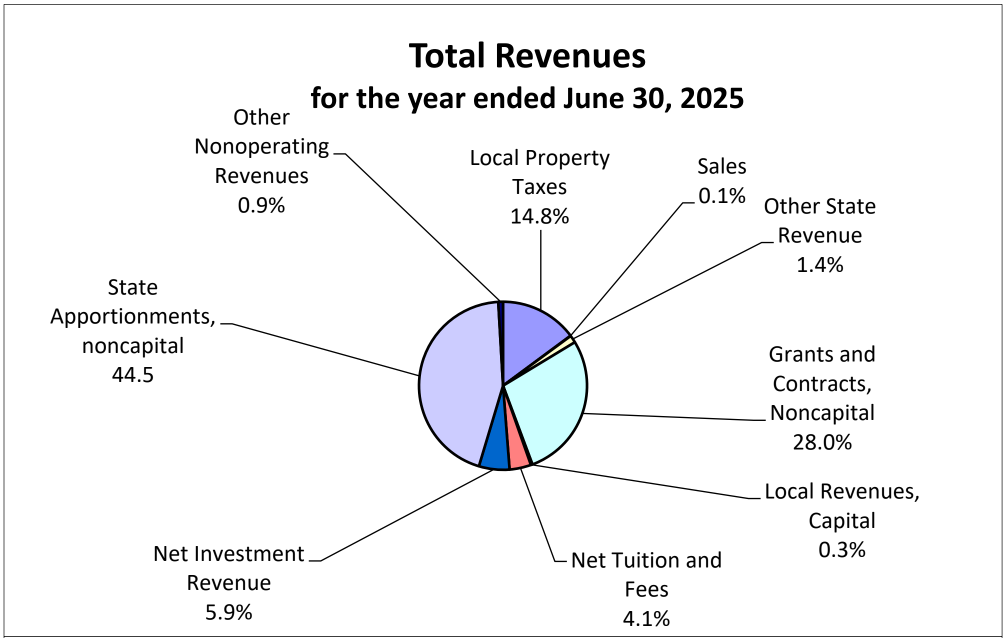
- The decrease in grants and contracts, noncapital, is primarily attributed to a one-time receipt of revenues in the 2023-24 fiscal year, from a state-funded COVID-19 Recovery Block Grant. During 2024-25, the District expended a large portion of this funding by exercising its allowable flexibility provisions to backfill deferred maintenance funding that was taken back by the state.

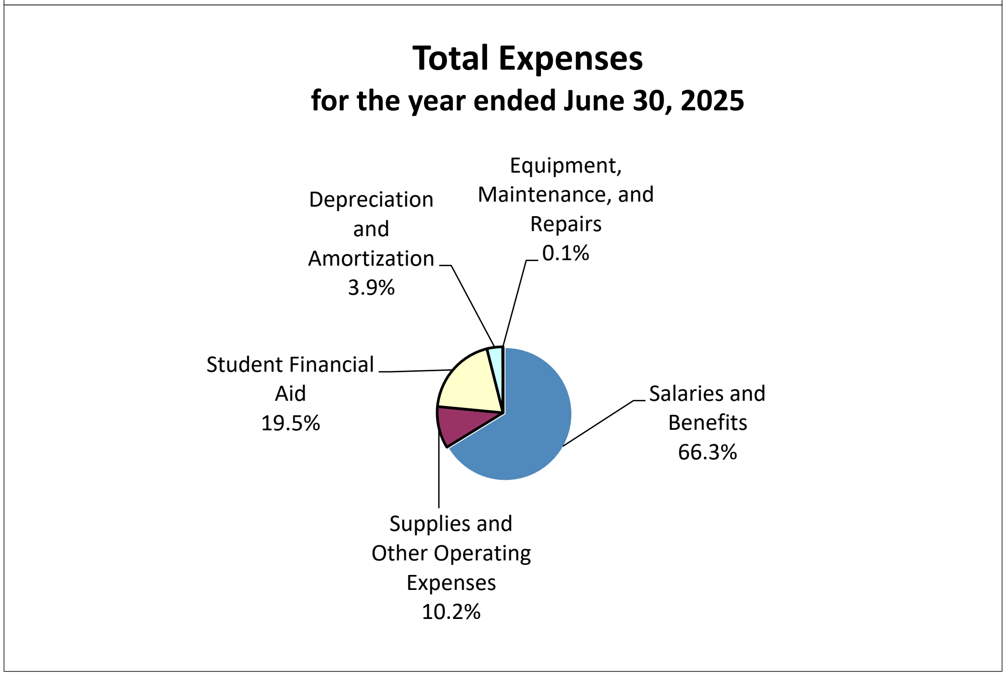
- The increase in federal, state and financial aid grants is primarily due to an increase in the number of Pell grant-eligible student financial aid recipients.

- The decrease in state revenues is primarily due to a decrease in unrestricted lottery revenues over the previous year. This is attributed to the District's funded full-time equivalent students (FTES), utilizing the student-centered funding formula's (SCFF's) three-year average methodology for determining funded FTES. Upon the expiration of pandemic-related emergency condition enrollment decline protections, the District's calculated three-year average FTES has resulted in a decrease in unrestricted lottery funding.

- The decrease in net interest income is primarily due to an increase in interest expense related to the corresponding issuance of Series B bonds.

- The increase in other nonoperating revenues is primarily due to an additional one-time contribution to the District's safety credit account in the Southern California Community College Districts, (SCCCD) joint powers agreement's (JPA's) Safety Credit Program. Note 9 provides more information regarding the District's participation in the SCCCD JPA.





The District's operating expenses by functional classification for the fiscal year ended June 30, 2025, were:

	Salaries and Employee Benefits	Supplies, Material, and Other Expenses and Services	Student Financial Aid	Equipment, Maintenance, and Repairs	Depreciation and Amortization	Total
Instructional activities	$ 52,594,201	$ 1,102,374	$ -	$ 36,159	$ -	$ 53,732,734
Academic support	4,290,189	344,759	-	6,603	-	4,641,551
Student services	18,448,015	1,428,128	-	5,887	-	19,882,030
Plant operations and maintenance	5,513,634	2,021,845	-	8,853	-	7,544,332
Instructional support services	15,115,085	7,611,105	-	16,343	-	22,742,533
Community services and economic development	1,438,041	89,331	-	-	-	1,527,372
Ancillary services and auxiliary operations	6,188,939	2,349,405	-	4,242	-	8,542,586
Student aid	-	-	30,936,643	-	-	30,936,643
Physical property and related acquisitions	1,175,448	1,248,780	-	47,097	-	2,471,325
Unallocated depreciation and amortization	-	-	-	-	6,099,262	6,099,262
Total	$ 104,763,552	$ 16,195,727	$ 30,936,643	$ 125,184	$ 6,099,262	$ 158,120,368

Statement of Cash Flows

The Statement of Cash Flows provides information about cash receipts and cash payments during the fiscal year. This Statement also helps users assess the District's ability to generate positive cash flows, meet obligations as they come due and determine the need for external financing.

The Statement of Cash Flows is divided into five sections. The first section reflects operating cash flows and shows the net cash provided by the operating activities of the District. The second section details cash received for nonoperating, noninvesting, and noncapital financing purposes. The third section shows cash flows from capital and related financing activities which accounts for the cash used for the acquisition and construction of capital and related items. The fourth section provides information on investing activities and the amount of interest received. Lastly, the final section reconciles the net cash used by operating activities to the operating loss reflected on the Statement of Revenues, Expenses, and Change in Net Position.

A summarized Statement of Cash Flows for the years ended June 30, 2025 and 2024, is summarized below:

	2025	2024*
Net Cash Flows from		
Operating activities	$ (127,961,048)	$ (111,106,452)
Noncapital financing activities	119,899,843	118,857,122
Capital financing activities	107,043,378	(9,474,315)
Investing activities	9,227,565	8,150,581
Change in Cash and Cash Equivalents	108,209,738	6,426,936
Cash and Cash Equivalents, Beginning of Year	191,855,154	185,428,218
Cash and Cash Equivalents, End of Year	$ 300,064,892	$ 191,855,154

* Cash flows from operating activities for the year ended June 30, 2024 were not restated for the effects of the implementation of GASB Statement No. 101. See Note 13 for further information.

- The change in net cash from operating activities is primarily due to a decrease in unearned revenues from grant funding, resulting from an increase in utilization of grant resources; an increase in payments made to or on behalf of employees for salaries and benefits; and an increase in scholarship and grant payments to students for student aid.

- The change in net cash from capital financing activities is due to the issuance of Measure Y, Series B general obligation bonds in the amount of $100 million.

- The increase in cash from investing activities is due to an increase in interest income earned due to higher cash balances.

District's Fiduciary Responsibility

The District is the trustee, or fiduciary, for certain amounts held in trust for retiree health benefits. These amounts are reported in separate Statements of Fiduciary Net Position and Changes in Fiduciary Net Position. These activities are excluded from the District's other financial statements because the District cannot use these assets to finance operations. The District is responsible for ensuring that the assets reported in these funds are used for their intended purposes.

Capital Assets and Long-term Liabilities

Capital Assets

As of June 30, 2025, the District had $127.7 million invested in net capital assets. Total capital assets of $259.5 million consist of land, buildings and building improvements, construction in progress, vehicles; data processing equipment; software subscriptions, and other office equipment. Accumulated depreciation and amortization related to these assets was $131.8 million.

During the 2024-2025 fiscal year, capital additions were primarily comprised of increases in Construction in Progress, related to expenses incurred in conjunction with the planning and design phase of the new Science building project, and increases in right-to-use subscription IT assets related to the District's subscription with Ellucian for its Banner ERP system.

Note 6 of the financial statements provides additional information on capital assets. A summary of capital assets, net of depreciation and amortization, is presented below:

	2025	2024
Land and land improvements	$ 4,868,215	$ 5,114,231
Buildings improvements	112,869,369	115,477,069
Machinery and equipment	5,787,467	5,598,592
Construction in progress	2,059,556	195,873
Right-to-use subscription IT assets	2,081,315	619,148
Total capital assets, net	$ 127,665,922	$ 127,004,913

Long-Term Liabilities

On March 2, 2004, a General Obligation Bond (Measure G) was passed by the voters of the Citrus Community College District. The total authorization was $121 million. The first series for $22 million was issued on August 25, 2004, and was scheduled to mature on August 1, 2029. The second series for $40 million was issued on April 10, 2007, and will mature on June 1, 2031. The third series for $30 million was issued on June 10, 2009, and will mature on June 1, 2034. On April 24, 2013, the District issued 2004 Election, 2013 Refunding Bonds for $13 million which will mature on August 1, 2029. The fourth series, 2004 Election Series D, was issued on June 11, 2015 for approximately $19 million, and will mature on August 1, 2038. On March 10, 2015, the District issued General Obligation Refunding Bonds, 2015 Series A for $49 million to refund certain portions of the District's General Obligation 2004 Election Bond, 2007 Series B and 2009 Series C. These bonds will mature on August 1, 2031. With that same issuance, the District also issued 2015 Series E Bonds in the amount of $10 million, maturing on August 1, 2035. On August 4, 2020, the District issued General Obligation Refunding Bonds, 2020 Series A, for $42 million to refund certain portions of the District's 2004 Election, 2013 Refunding Bonds, 2004 Election Series D Bonds, 2015 Series E Bonds, and General Obligation Refunding Bonds, 2015 Series A. These bonds will mature on August 1, 2032. On November 23, 2021, the District issued $19.7 million to advance refund and defease portions of the District's Election of 2004 General Obligation Bonds, Series E and 2015 General Obligation Refunding Bonds. These bonds will mature on August 31, 2031. As of June 30, 2025, the outstanding principal balance of these bonds totaled $81.9 million.

On November 3, 2020, the District's voters approved a $298,000,000 general obligation bond measure (Measure Y) for the construction, reconstruction, rehabilitation, refinancing and replacement of facilities within the District, including the furnishing or equipping of college facilities, or the acquisition or lease of real property for college facilities and paying costs incident thereto, as set forth more fully in the official Measure Y ballot proposition. The first series for $50 million was issued on November 23, 2021, and is scheduled to mature on August 1, 2046. The second series for $100 million was issued on August 7, 2024, and will mature on August 1, 2049. As of June 30, 2025, the outstanding principal balance of these bonds totaled $126.1 million.

As of June 30, 2025, the District's cumulative long-term liability related to these bonds equals $208.0 million. Note 7 of the financial statements provides additional information related to the Measure G and Measure Y general obligation bonds.

The District continues to maintain favorable bond ratings with Moody's of Aa1 and Standard & Poor's of AA.

Collectively, Notes 7, 8, and 10 of the financial statements provide additional information on long-term liabilities. A summary of long-term liabilities is presented below:

	2025	2024*
General obligation bonds	$ 224,199,146	$ 128,119,905
Compensated absences	10,561,755	2,975,517
Subscription-based IT arrangements	1,865,300	395,646
Group term life insurance	601,000	714,000
Aggregate net OPEB liability	3,216,744	4,160,849
Aggregate net pension liability	80,757,926	86,530,471
Total long-term liabilities	321,201,871	222,896,388
Less current portion	(19,467,222)	(16,086,062)
Total long-term portion	$ 301,734,649	$ 206,810,326

* Amounts have not been restated for the effects of the implementation of GASB Statement No. 101. See Note 13 for further information.

- The increase in general obligation bonds is primarily due to the issuance of Measure Y, Series B bonds. Note 7 provides additional information regarding the District's outstanding general obligation bonds.

- The increase in compensated absences is due to the implementation of Governmental Accounting Standards Board (GASB) Statement No. 101, which requires the District to accrue a value for accumulated sick leave balances as of June 30, 2025. Note 13 provides additional information regarding GASB Statement No. 101.

- The increase in subscription-based IT arrangements is due to the long-term obligation related to the District's IT subscription for its Banner ERP system.

- The change in the aggregate net OPEB liability is primarily due to the performance of the investment market in which the District's funds are held. During 2024-25, the District's Futuris Trust plan's fiduciary net position was valued at $20.8 million, resulting in a decrease to the overall net, actuarially determined, other postemployment benefits (OPEB) liability. Note 8 provides additional information regarding the District's aggregate net OPEB liability.

- The change in the aggregate net pension liability is based on a projection of the District's long-term share of contributions to the pension plans, related to the projected contributions of all participating districts and the state, as actuarially determined. Note 10 provides additional information regarding pension liabilities.

ECONOMIC FACTORS THAT MAY AFFECT THE FUTURE

There are certain long-term fiscal planning considerations and budget concerns that may impact the District's future fiscal situation.

- The COVID-19 public health emergency caused significant declines in enrollments, resulting in a prolonged recovery period that continues to take several budget cycles to restore. Despite year-over-year enrollment growth in recent terms, Citrus College remains at an overall decline in FTES of approximately 15% since the onset of the pandemic in 2020. With the expiration of the COVID-19 funding protections ("ECA"; Emergency Conditions Allowance) for pandemic-driven declines in FTES, the District has entered the final year of its three-year restoration period. As of the 2024-25 Annual 320 reporting period, the District is approximately 375 FTES below the medium-college level and approximately 1,789 FTES below its pre-pandemic level. As such, Citrus College must generate over 10,000 FTES by June 30, 2026, to maintain its medium-size college status and avoid being re-benched as a small-size college for funding purposes.

- Despite the District's significant decline in FTES since 2019-20, its apportionment revenues have been protected from the decline due to Emergency Conditions Allowance (ECA) funding and subsequently, Stability funding. Specific to ECA funding, the District's three-year average FTES calculation, under the SCFF, resulted in higher calculated SCFF apportionment revenues than what would have been "earned" based on the District's actual FTES generated. Collectively, the District has received apportionment revenues in excess of its "earned" amounts, since 2019-20. For 2025-26, the District anticipates SCFF apportionment revenues totaling $91.6 million, $3.1 million of which is above the District's hold harmless "floor". However, it is expected the District's funding will be reduced next year due to the three-year FTES average calculation moving further "away" from the ECA-funded years. As such, the SCFF is not expected to yield "additional" funding on an ongoing basis and the District will likely realize apportionment revenues closer to its hold harmless level of $88.5 million in next year's (2026-27) budget cycle. This will require advance institutional budget planning to ensure the District adapts to a reduced funding level until which time it is able to fully restore its FTES.

- The PERS and STRS employer contribution rates have increased significantly over the years and continue to be a concern. The employer contribution rates are adopted by each respective board and are currently set at 26.81% and 19.10% for 2025-26, respectively. To put these rates into perspective, it is important to note the drastic increase that districts have experienced in these rates over the years. Since 2014-15, the PERS employer contribution rate has increased by 128%, from 11.77% to 26.81% and the STRS employer contribution rate has increased by 115%, from 8.88% to 19.10%. While STRS has not released future projections, PERS has indicated that projected rates may increase to 27.40% by the 2028-29 fiscal year.

- The District is in a sole, fully-funded medical, dental and vision program for employee health benefits, with the District contributing 100% of the full cost of the program for its benefit-eligible employees. This is not a common structure within California community colleges and Citrus College's current structure and plan designs have remained unchanged for over 35 years. Such a structure results in significant budgetary challenges. To put this into perspective, over the recent three program year renewals, the Kaiser HMO medical plan had a 14.53% increase, followed by a 5.00% decrease, followed by a budgeted 10.19% increase. Similarly, the Anthem PPO medical plan had a 30.67% increase, followed by a 5.50% increase, followed by a budgeted 14.90% increase. Such significant budgetary "swings" pose considerable and unpredictable cost volatility.

- The California Community Colleges Chancellor's Office has implemented new procedures for attendance accounting and how Districts are to calculate FTES. The new standardized attendance accounting model was intended to simplify the methodology for calculating credit FTES and to support "non-traditional" terms such as two condensed eight-week terms within a traditional 16-week term. The Chancellor's Office allowed districts to early adopt the new model beginning in 2024-25, with a requirement that all districts must comply with the new attendance accounting procedures during the 2026-27 academic year. Under the new model, some curricular hours which are not part of a standard contact hour per unit or half-unit of credit, will no longer be allowed in the computation of FTES. As such, implementation of the new attendance accounting model could result in a reduction of FTES for Citrus College. For this reason, the District has opted to forego early implementation of the new model in both the 2024-25 and 2025-26 years, to allow for additional review and planning prior to the required implementation in 2026-27.

Management will continue to closely monitor the state budget information including the state's projected structural deficit, maintain a close watch over resources, and continue monitoring its long-range financial projections to sustain the District's ability to react to internal and external concerns.

Other than the items discussed above, the District is not aware of any currently known facts, decisions, or conditions that are expected to have a significant effect on the financial position or results of operations during the current fiscal year, beyond those unknown variations having a global effect on virtually all types of business operations.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, students, investors and creditors with a general overview of the District's finances and to show the District's accountability for the money it receives. If you have any questions about this report or need any additional information, please contact the Vice President of Finance and Administrative Services, Citrus Community College District, 1000 West Foothill Boulevard, Glendora, CA 91741.

Assets	
Cash and cash equivalents	$ 2,933,800
Investments	302,927,189
Accounts receivable	14,505,868
Student receivables	2,051,448
Capital assets not depreciated or amortized	3,116,873
Capital assets, net of accumulated depreciation and amortization	124,549,049
Total assets	450,084,227
Deferred Outflows of Resources	
Deferred outflows of resources related to debt refunding	7,883,832
Deferred outflows of resources related to OPEB	3,171,528
Deferred outflows of resources related to pensions	26,656,763
Total deferred outflows of resources	37,712,123
Liabilities	
Accounts payable	9,886,999
Accrued interest payable	3,056,651
Unearned revenue	10,202,185
Long-term liabilities	
Long-term liabilities other than OPEB and pensions, due within one year	19,467,222
Long-term liabilities other than OPEB and pensions, due in more than one year	217,759,979
Aggregate net other postemployment benefits (OPEB) liability	3,216,744
Aggregate net pension liability	80,757,926
Total liabilities	344,347,706
Deferred Inflows of Resources	
Deferred inflows of resources related to OPEB	1,335,679
Deferred inflows of resources related to pensions	9,827,009
Total deferred inflows of resources	11,162,688
Net Position	
Net investment in capital assets	66,627,731
Restricted for	
Debt service	24,554,013
Capital projects	54,804,035
Educational programs	3,859,936
Other activities	17,826,819
Unrestricted deficit	(35,386,578)
Total net position	$ 132,285,956

Operating Revenues	
Tuition and fees	$ 14,178,284
Less: Scholarship discounts and allowances	(6,518,177)
Net tuition and fees	7,660,107
Grants and contracts, noncapital	
Federal	1,740,269
State	19,873,553
Local	1,493,131
Total grants and contracts, noncapital	23,106,953
Auxiliary enterprise sales and charges	
Other enterprise	128,767
Total operating revenues	30,895,827
Operating Expenses	
Salaries	74,614,886
Employee benefits	30,148,666
Supplies, materials, and other operating expenses and services	16,195,727
Student financial aid	30,936,643
Equipment, maintenance, and repairs	125,184
Depreciation and amortization	6,099,262
Total operating expenses	158,120,368
Operating Loss	(127,224,541)
Nonoperating Revenues (Expenses)	
State apportionments, noncapital	82,278,872
Local property taxes, levied for general purposes	9,081,713
Taxes levied for other specific purposes	18,356,532
Federal and state financial aid grants	28,709,506
State taxes and other revenues	2,654,777
Investment income, net	10,302,966
Interest expense on capital related debt	(7,442,999)
Investment income on capital asset-related debt, net	587,336
Other nonoperating revenue	1,685,472
Total nonoperating revenues (expenses)	146,214,175
Income Before Other Revenues	18,989,634
Other Revenues	
Local revenues, capital	542,452
Change In Net Position	19,532,086
Net Position, Beginning of Year, as previously reported	119,900,287
Adjustment (Note 13)	(7,146,417)
Net Position, Beginning of Year, as restated	112,753,870
Net Position, End of Year	$ 132,285,956

Operating Activities	
Tuition and fees	$ 7,300,966
Federal, state, and local grants and contracts, noncapital	20,089,894
Auxiliary sales	128,767
Payments to or on behalf of employees	(108,220,355)
Payments to vendors for supplies and services	(16,323,677)
Payments to students for scholarships and grants	(30,936,643)
Net cash flows from operating activities	(127,961,048)
Noncapital Financing Activities	
State apportionments	78,744,775
Federal and state financial aid grants	28,709,506
Property taxes - nondebt related	9,081,713
State taxes and other apportionments	2,701,279
Other nonoperating	662,570
Net cash flows from noncapital financing activities	119,899,843
Capital Financing Activities	
Purchase of capital assets	(3,750,580)
Proceeds from sale of capital debt	111,831,839
Local revenue, capital	542,452
Property taxes - related to capital debt	18,356,532
Principal paid on capital debt	(15,402,761)
Interest paid on capital debt	(5,077,523)
Interest received on capital asset-related debt	543,419
Net cash flows from capital financing activities	107,043,378
Investing Activities	
Purchase of investments	(542,408)
Change in fair value of cash in county treasury	(8,155,417)
Interest received from investments	17,925,390
Net cash flows from investing activities	9,227,565
Change In Cash and Cash Equivalents	108,209,738
Cash and Cash Equivalents, Beginning of Year	191,855,154
Cash and Cash Equivalents, End of Year	$ 300,064,892

Reconciliation of Net Operating Loss to Net Cash Flows from Operating Activities	
Operating Loss	$ (127,224,541)
Adjustments to reconcile operating loss to net cash flows from operating activities	
Depreciation and amortization expense	6,099,262
Changes in assets, deferred outflows of resources, liabilities, and deferred inflows of resources	
Accounts receivable	(2,158,369)
Student receivables	(294,476)
Deferred outflows of resources related to OPEB	997,769
Deferred outflows of resources related to pensions	1,483,602
Accounts payable	178,747
Unearned revenue	(923,355)
Compensated absences	439,821
Group term life insurance liability	(113,000)
Aggregate net OPEB liability	(944,105)
Aggregate net pension liability	(5,772,545)
Deferred inflows of resources related to OPEB	389,593
Deferred inflows of resources related to pensions	(119,451)
Total adjustments	(736,507)
Net cash flows from operating activities	$ (127,961,048)
Cash and Cash Equivalents Consist of the Following:	
Cash in banks	$ 2,933,800
Cash in county treasury	297,131,092
Total cash and cash equivalents	$ 300,064,892
Noncash Transactions	
Amortization of deferred outflows of resources related to debt refunding	$ 1,420,592
Amortization of debt premiums	$ 1,603,522
Accretion of interest on capital appreciation bonds	$ 695,924
Recognition of subscription-based IT arrangement liabilities arising from obtaining right-to-use subscription IT assets	$ 2,027,415

	Retiree OPEB Trust
Assets	
Investments	$ 20,811,878
Net Position	
Restricted for postemployment benefits other than pensions	$ 20,811,878

	Retiree OPEB Trust
Additions	
District contributions	$ 1,432,627
Interest and investment income	1,010,365
Net realized and unrealized gains	1,010,584
Total additions	3,453,576
Deductions	
Benefit payments	1,432,627
Administrative expenses	128,152
Total deductions	1,560,779
Change in Net Position	1,892,797
Net Position - Beginning of Year	18,919,081
Net Position - End of Year	$ 20,811,878

Note 1 - Organization

The Citrus Community College District (the District) is a comprehensive, public, two-year institution offering higher education in the County of Los Angeles, in the State of California, and is governed by an elected Board of Trustees. The District is comprised of one college, Citrus College. While the District is a political subdivision of the State of California, it is legally separate and is independent of other State and local governments, and it is not a component unit of the State in accordance with the provisions of Governmental Accounting Standards Board (GASB) Statement No. 61. The District is classified as a Public Educational Institution under Internal Revenue Code Section 115 and is, therefore, exempt from Federal taxes. The District has considered all potential component units in determining how to define the reporting entity using criteria set forth in accounting principles generally accepted in the United States of America. The basic criteria for including a component unit are (1) the economic resources held or received by the other entity are entirely or almost entirely for the direct benefit of the District, (2) the District is entitled to, or has the ability to otherwise access, a majority of the economic resources held or received by the other entity, and (3) the other entity's resources to which the District is entitled or has the ability to otherwise access are significant to the District. If any of these criteria are not met, the final criterion for including a component unit is whether the other entity is closely related to, or financially integrated with, the District. The District identified no component units.

Note 2 - Summary of Significant Accounting Policies

Basis of Accounting

For financial reporting purposes, the District is considered a special-purpose government engaged only in business-type activities as defined by GASB. This presentation provides a comprehensive government-wide perspective of the District's assets, deferred outflows of resources, liabilities, deferred inflows of resources, activities, and cash flows and replaces the fund group perspective previously required. Fiduciary activities are excluded from the primary government financial statements. The District's financial statements have been presented using the economic resources measurement focus and the accrual basis of accounting. The significant accounting policies followed by the District in preparing these financial statements are in accordance with accounting principles generally accepted in the United States of America as promulgated by GASB. Additionally, the District's policies comply with the California Community Colleges Chancellor's Office *Budget and Accounting Manual*. Under the accrual basis, revenues are recognized when earned, and expenses are recorded when an obligation has been incurred. All material intra-agency and intra-fund transactions have been eliminated.

Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and become available. Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter, to be used to pay liabilities of the current fiscal year. The District considers revenues to be available if they are collected within one year after year-end, except for property taxes, which are considered available if collected within 60 days.

Nonexchange transactions, in which the District receives value without directly giving equal value in return, include State apportionments, property taxes, Federal and State grants, entitlements, and donations, are classified as nonoperating revenue. Federal and State grants received to provide direct grants to students are classified as nonoperating revenues because the District does not generally receive any direct benefit from the grants. Eligibility requirements may include time and/or purpose requirements. Property tax revenues are recognized in the fiscal year in which they are received. State apportionment revenue is earned based upon criteria set forth from the California Community Colleges Chancellor's Office and includes reporting of full-time equivalent students (FTES). The corresponding apportionment revenue is recognized in the period the FTES are generated. Revenue from Federal and State grants and entitlements are recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements may include time and/or purpose requirements.

Expenses are recorded on an accrual basis as they are incurred, when goods are received, or services are rendered.

Cash and Cash Equivalents

The District's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition. Cash equivalents also include cash with the county treasury for purposes of the Statement of Cash Flows.

Investments

Investments are stated at fair value. Fair value is estimated based on quoted market prices at year-end. All investments not required to be reported at fair value, including money market investments and participating interest-earning investment contracts with original maturities greater than one year, are stated at cost or amortized cost.

The District's investment in the County treasury is measured at fair value on a recurring basis, which is determined by the fair value per share of the underlying portfolio determined by the program sponsor. Positions in this investment pool are not required to be categorized within the fair value hierarchy.

Accounts Receivable

Accounts receivable include amounts due from the Federal, State and/or local governments, or private sources, in connection with reimbursement of allowable expenditures made pursuant to the District's grants and contracts. Accounts receivable also consist of tuition and fee charges to students and auxiliary enterprise services provided to students, faculty, and staff. The District does not record an allowance for uncollectible accounts because collectability of the receivables from such sources is probable. When receivables are determined to be uncollectible, a direct write-off is recorded. Management has analyzed these accounts and believes all amounts are fully collectible.

Capital Assets, Depreciation, and Amortization

Capital assets are stated at cost at the date of acquisition or acquisition value at the date of gift. The District's capitalization policy includes all items with a unit cost of $10,000 (for equipment) and an estimated useful life of greater than one year. Buildings, renovations to buildings, and land improvements that cost more than $10,000, significantly increase the value, or extend the useful life of the structure, are capitalized. The District does not possess any infrastructure as defined by GASB Statement No. 34. Donated capital assets are recorded at acquisition value at the date of donation. Routine repair and maintenance costs are charged to operating expenses in the year in which the expense is incurred.

Depreciation of equipment and vehicles, facilities, and other physical properties is provided using the straight-line method over the estimated useful lives of the respective assets, or in the case of assets acquired under capital leases, the shorter of the lease term or useful life. Costs for construction in progress are capitalized when incurred.

The following estimated useful lives are used to compute depreciation:

Land improvements	20 years
Buildings and improvements	15-50 years
Machinery, equipment, and vehicles	5-25 years

Right-to-use subscription IT assets are recognized at the subscription commencement date and represent the District's right to use the underlying IT asset for the subscription term. Right-to-use subscription IT assets are measured at the initial value of the subscription liability plus any payments made to the vendor at the commencement of the subscription term, less any subscription incentives from the vendor at or before the commencement of the subscription term, plus any capitalizable initial implementation costs necessary to place the subscription asset into service. Right-to-use subscription IT assets are amortized over the shorter of the subscription term or useful life of the underlying asset using the straight-line method.

The District records impairments of capital assets when it becomes probable that the carrying value of the assets will not be fully recovered over their estimated useful life. Impairments are recorded to reduce the carrying value of the assets to their net realizable value based on facts and circumstances in existence at the time of the determination. No impairments were recorded during the year ended June 30, 2025.

Compensated Absences

Compensated absences are accrued as a liability as the benefits are earned for leave balances that are more likely than not to be used for compensated leave or settled through cash or noncash means. The entire compensated absence liability is reported on the Statement of Net Position. Compensated absences include vacation leave, load banking leave, and sick leave. The District offers load banking leave to eligible academic employees whereby the employee may teach extra courses in one period in exchange for time off in another period.

Sick leave is accumulated without limit for each employee based upon negotiated contracts. Leave with pay is provided when employees are absent for health reasons; however, the employees do not gain a vested right to accumulated sick leave. Employees are not paid for any sick leave balance at termination of employment or any other time. Therefore, only the portion of accumulated sick leave that is more likely than not to be used by the employee for paid leave is recognized as a liability in the District's financial statements. Retirement credit for unused sick leave is applicable to all classified members who retire after January 1, 1999. At retirement, each member will receive a 0.004 year of service credit for each day of unused sick leave. Retirement credit for unused sick leave is also applicable to all academic employees and is determined by dividing the number of unused sick days by the number of base service days required to complete the last school year, if employed full time. The portion of sick leave that is more likely than not to be settled through conversion to service credit for employee retirement plans is not included in the District's liability for compensated absences.

Debt Premiums

Debt premiums are amortized over the life of the bonds using the straight-line method, which approximates the effective interest method. All other bond issuance costs are expensed when incurred.

Deferred Outflows of Resources and Deferred Inflows of Resources

In addition to assets, the Statement of Net Position also reports deferred outflows of resources. This separate financial statement element represents a consumption of net position that applies to a future period and so will not be recognized as an expense until then. The District reports deferred outflows of resources related to debt refunding, for OPEB related items, and for pension related items. The deferred outflows of resources related to debt refunding resulted from the difference between the carrying value of the refunded debt and its reacquisition price. The amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. The deferred amounts for OPEB and pension related items are associated with differences between expected and actual earnings on plan investments, changes of assumptions, and other OPEB and pension related changes.

In addition to liabilities, the Statement of Net Position reports a separate section for deferred inflows of resources. This separate financial statement element represents an acquisition of net position that applies to a future period and so will not be recognized as revenue until then. The District reports deferred inflows of resources for OPEB and pension related items.

Subscription-based IT Arrangements

SBITA liabilities represent the District's obligation to make subscription payments arising from the subscription contract. Subscription liabilities are recognized at the subscription commencement date based on the present value of future subscription payments expected to be made during the subscription term. The present value of the subscription payments is discounted based on a borrowing rate determined by the District.

Pensions

For purposes of measuring the aggregate net pension liability, deferred outflows/inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the California State Teachers' Retirement System (CalSTRS), and the California Public Employees' Retirement System (CalPERS) plan for schools (the Plans) and additions to/deductions from the Plans' fiduciary net position have been determined on the same basis as they are reported by CalSTRS and CalPERS. The District also participates in a Cash-in-lieu plan as a single-employer defined benefit pension plan for eligible retirees. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Member contributions are recognized in the period in which they are earned. Investments are reported at fair value. The aggregate net pension liability attributable to the governmental activities will be paid by the fund in which the employee worked.

Postemployment Benefits Other Than Pensions (OPEB)

For purposes of measuring the aggregate net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the District Plan and the CalSTRS Medicare Premium Payment (MPP) Program and additions to/deductions from the fiduciary net position have been determined on the same basis as they are reported by the District Plan and the MPP. For this purpose, the District Plan and the MPP recognize benefit payments when due and payable in accordance with the benefit terms. Investments are reported at fair value, except for money market investments and participating interest-earning investment contracts that have a maturity at the time of purchase of one year or less, which are reported at cost. The aggregate net OPEB liability attributable to the governmental activities will be paid primarily by the General Fund.

Unearned Revenue

Unearned revenues arise when resources are received by the District before it has a legal claim to them, such as when certain grants are received prior to the occurrence of qualifying expenses. In the subsequent periods, when the District has a legal claim to the resources, the liability for unearned revenue is removed from the financial statements and the revenue is recognized. Unearned revenue is primarily comprised of (1) amounts received for tuition and fees prior to the end of the fiscal year that are related to the subsequent fiscal year and (2) amounts received from Federal and State grants received before the eligibility requirements are met.

Noncurrent Liabilities

Noncurrent liabilities include bonds payable, compensated absences, group term life insurance liability, SBITA liabilities, aggregate net OPEB liability, and the aggregate net pension liability with maturities greater than one year.

Net Position

Net position represents the difference between assets and deferred outflows of resources, and liabilities and deferred inflows of resources. Net position related to net investment in capital assets consists of capital assets, net of accumulated depreciation and amortization, reduced by the outstanding balances of any borrowings used for the acquisition, construction, or improvement of those assets. Net position is reported as restricted when there are limitations imposed on its use either through the enabling legislation adopted by the District or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. The District first applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position is available. The government-wide financial statements report $101,044,803 of restricted net position and the fiduciary fund financial statements report $20,811,878 of restricted net position.

Operating and Nonoperating Revenues and Expenses

Classification of Revenues - The District has classified its revenues as either operating or nonoperating. Certain significant revenue streams relied upon for operation are classified as nonoperating as defined by GASB. Classifications are as follows:

- **Operating Revenues** - Operating revenues include activities that have the characteristics of exchange transactions such as tuition and fees, net of scholarship discounts and allowances, non-capital Federal, State, and local grants and contracts, and sales and services of auxiliary enterprises.

- **Nonoperating Revenues** - Nonoperating revenues include activities that have the characteristics of nonexchange transactions such as State apportionments, property taxes, investment income, and other revenue sources defined by GASB.

Classification of Expenses - Nearly all of the District's expenses are from exchange transactions and are classified as either operating or nonoperating according to the following criteria:

- **Operating Expenses** - Operating expenses are necessary costs to provide the services of the District and include employee salaries and benefits, supplies, operating expenses, and student financial aid.

- **Nonoperating Expenses** - Nonoperating expenses include interest expense and other expenses not directly related to the services of the District.

State Apportionments

Certain current year apportionments from the State are based on financial and statistical information of the previous year. Any corrections due to the recalculation of the apportionment are made in February of the subsequent year and are recorded in the District's financial records when received. When known and measurable, these recalculations and corrections are accrued in the year in which the FTES are generated.

Property Tax

Secured property taxes attach as an enforceable lien on property as of January 1. The County Assessor is responsible for assessment of all taxable real property. Taxes are payable in two installments on November 1 and February 1 and become delinquent on December 10 and April 10, respectively. Unsecured property taxes are payable in one installment on or before August 31. The County of Los Angeles bills and collects the taxes on behalf of the District. Local property tax revenues are recorded when received.

The voters of the District passed General Obligation Bonds in March 2004 and November 2020 for the acquisition, construction, and rehabilitation of facilities. As a result of the passage of the Bonds, property taxes are assessed on the property within the District specifically for the repayment of the debt incurred. The taxes are assessed, billed, and collected by the County of Los Angeles on behalf of the District.

Scholarship Discounts and Allowances

Tuition and fee revenue is reported net of scholarship discounts and allowances. Fee waivers approved by the California Community College Board of Governors are included within the scholarship discounts and allowances in the Statement of Revenues, Expenses, and Changes in Net Position. Scholarship discounts and allowances represent the difference between stated charges for enrollment fees and the amount that is paid by students or third parties making payments on the students' behalf.

Financial Assistance Programs

The District participates in federally funded Pell Grants, Supplemental Educational Opportunity Grants (SEOG), and Federal Work-Study programs, as well as other programs funded by the Federal government and State of California. Financial aid provided to the student in the form of cash is reported as an operating expense in the Statement of Revenues, Expenses, and Changes in Net Position. Federal financial assistance programs are audited in accordance with Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements*, *Cost Principles*, *and Audit Requirements for Federal Awards*.

Estimates

The preparation of the financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates, and those differences could be material.

Interfund Activity

Interfund receivable and payable balances arise from interfund transactions and are recorded by all funds affected in the period in which transactions are executed. Interfund activity within the primary government and fiduciary funds has been eliminated respectively in the consolidation process of the basic financial statements. Balances owing between the primary government and the fiduciary funds are not eliminated in the consolidation process.

Operating transfers between funds of the District are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, (2) move receipts restricted to debt service from the funds collecting the receipts to the debt service fund as debt service payments become due, and (3) use restricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations. Operating transfers within the primary government and fiduciary funds have been eliminated respectively in the consolidation process of the basic financial statements. Balances transferred between the primary government and the fiduciary funds are not eliminated in the consolidation process.

Adoption of New Accounting Standards

Implementation of GASB Statement No. 101

As of June 30, 2025, the District adopted GASB Statement No. 101, *Compensated Absences*. This standard modernizes the types of leave that are considered a compensated absence and provides guidance for a consistent recognition and measurement of the compensated absence liability. The effect of the implementation of this standard on beginning net position is disclosed in Note 13.

Implementation of GASB Statement No. 102

As of June 30, 2025, the District adopted GASB Statement No. 102, *Certain Risk Disclosures*, which requires management to evaluate whether there are risks related to a government's vulnerabilities due to certain concentrations or constraints that require disclosure. There was not a significant effect on the District's financial statements as a result of the implementation of this standard.

Note 3 - Deposits and Investments

Policies and Practices

The District is authorized under California *Government Code* to make direct investments in local agency bonds, notes, or warrants within the State; U.S. Treasury instruments; registered State warrants or treasury notes; securities of the U.S. Government, or its agencies; bankers acceptances; commercial paper; certificates of deposit placed with commercial banks and/or savings and loan companies; repurchase or reverse repurchase agreements; medium term corporate notes; shares of beneficial interest issued by diversified management companies; certificates of participation; and obligations with first priority security; and collateralized mortgage obligations.

Investment in County Treasury - In accordance with the California Community Colleges' *Budget and Accounting Manual*, the District maintains substantially all of its cash in the County Treasury as part of the common investment pool. The District is considered to be an involuntary participant in the external investment pool. The fair value of the District's investment in the pool is reported in the accompanying financial statements at amounts based upon the District's pro-rata share of the fair value provided by the County Treasurer for the entire portfolio (in relation to the amortized cost of that portfolio). The balance available for withdrawal is based on the accounting records maintained by the County Treasurer, which are recorded on an amortized cost basis.

General Authorizations

Limitations as they relate to interest rate risk, credit risk, and concentration of credit risk are indicated in the schedules below:

Authorized Investment Type	Maximum Remaining Maturity	Maximum Percentage of Portfolio	Maximum Investment in One Issuer
Local Agency Bonds, Notes, Warrants	5 years	None	None
Registered State Bonds, Notes, Warrants	5 years	None	None
U.S. Treasury Obligations	5 years	None	None
U.S. Agency Securities	5 years	None	None
Banker's Acceptance	180 days	40%	30%
Commercial Paper	270 days	25%	10%
Negotiable Certificates of Deposit	5 years	30%	None
Repurchase Agreements	1 year	None	None
Reverse Repurchase Agreements	92 days	20% of base	None
Medium-Term Corporate Notes	5 years	30%	None
Mutual Funds	N/A	20%	10%
Money Market Mutual Funds	N/A	20%	10%
Mortgage Pass-Through Securities	5 years	20%	None
County Pooled Investment Funds	N/A	None	None
Local Agency Investment Fund (LAIF)	N/A	None	None
Joint Powers Authority Pools	N/A	None	None

Authorized Under Debt Agreements

Investments of debt proceeds held by bond trustees are governed by provisions of the debt agreements rather than the general provisions of the California *Government Code*. These provisions allow for the acquisition of investment agreements with maturities of up to 30 years.

Summary of Deposits and Investments

Deposits and investments as of June 30, 2025, consisted of the following:

	Primary Government	Fiduciary Fund
Cash on hand and in banks	$ 1,142,597	$ -
Cash in revolving	63,000	-
Cash with fiscal agent	1,728,203	-
Investments	302,927,189	20,811,878
Total deposits and investments	$ 305,860,989	$ 20,811,878

Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. The District does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. The District manages its exposure to interest rate risk by investing in the Los Angeles County Investment Pool and mutual funds.

Specific Identification

Information about the sensitivity of the fair values of the District's investments to interest rate risk and credit risk is provided by the following schedule that shows the distribution of the District's investment by maturity and credit rating:

Investment Type	Fair Value	Weighted Average Maturity in Days	Credit Rating
Mutual funds	$ 26,607,975	No maturity	Not rated
Los Angeles County Investment Pool	297,131,092	566	Not rated
Total	$ 323,739,067		

Credit Risk

Credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. The District's investments in the Los Angeles County Investment Pool and mutual funds are not required to be rated, nor have they been rated, as of June 30, 2025.

Custodial Credit Risk

Deposits

This is the risk that in the event of a bank failure, the District's deposits may not be returned to it. The District does not have a policy for custodial credit risk for deposits. However, the California *Government Code* requires that a financial institution secure deposits made by State or local governmental units by pledging securities in an undivided collateral pool held by a depository regulated under State law (unless so waived by the governmental unit). The market value of the pledged securities in the collateral pool must equal at least 110% of the total amount deposited by the public agencies. California law also allows financial institutions to secure public deposits by pledging first trust deed mortgage notes having a value of 150% of the secured public deposits and letters of credit issued by the Federal Home Loan Bank of San Francisco having a value of 105% of the secured deposits. As of June 30, 2025, the District's bank balance of approximately $3.2 million was exposed to custodial credit risk because it was collateralized with securities held by the pledging financial institution's trust department or agent, but not in the name of the District.

Investments

This is the risk that, in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in possession of an outside party. As of June 30, 2025, the District's investment balance of approximately $25.6 million was exposed to custodial credit risk because it was uninsured, unregistered and held by the brokerage firm which is also the counterparty for these securities. The District does not have a policy limiting the amount of securities that can be held by counterparties.

Note 4 - Fair Value Measurements

The District categorizes the fair value measurements of its investments based on the hierarchy established by generally accepted accounting principles. The fair value hierarchy, which has three levels, is based on the valuation inputs used to measure an asset's fair value. The following provides a summary of the hierarchy used to measure fair value:

- Level 1 - Quoted prices in active markets for identical assets that the District has the ability to access at the measurement date. Level 1 assets may include debt and equity securities that are traded in an active exchange market and that are highly liquid and are actively traded in over-the-counter markets.

- Level 2 - Observable inputs, other than Level 1 prices, such as quoted prices for similar assets in active markets, quoted prices for identical or similar assets in markets that are not active, or other inputs that are observable, such as interest rates and curves observable at commonly quoted intervals, implied volatilities, and credit spreads. For financial reporting purposes, if an asset has a specified term, a Level 2 input is required to be observable for substantially the full term of the asset.

- Level 3 - Unobservable inputs should be developed using the best information available under the circumstances, which might include the District's own data. The District should adjust that data if reasonably available information indicates that other market participants would use different data or certain circumstances specific to the District are not available to other market participants.

The District's fair value measurements at June 30, 2025, were as follows:

Investment Type	Fair Value	Fair Value Measurements Using Level 1 Inputs
Mutual funds	$ 26,607,975	$ 26,607,975

All assets have been valued using a market approach, which uses prices and other relevant information generated by market transactions involving identical or comparable assets or group of assets.

Note 5 - Accounts Receivable

Accounts receivable as of June 30, 2025 consisted of the following:

	Primary Government
Federal Government	
Categorical aid	$ 4,336,068
State Government	
Apportionment	4,667,495
Categorical aid	394,451
Lottery	716,047
Local Sources	
Interest	2,386,634
Other local sources	2,005,173
Total	$ 14,505,868
Student receivables	$ 2,051,448

Note 6 - Capital Assets

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

	Balance, July 1, 2024	Additions	Deductions	Balance, June 30, 2025
Capital Assets Not Being Depreciated or Amortized				
Land	$ 1,057,317	$ -	$ -	$ 1,057,317
Construction in progress	195,873	3,142,683	(1,279,000)	2,059,556
Total capital assets not being depreciated or amortized	1,253,190	3,142,683	(1,279,000)	3,116,873
Capital Assets Being Depreciated and Amortized				
Land improvements	32,822,648	47,807	-	32,870,455
Buildings and improvements	192,236,746	1,473,773	-	193,710,519
Machinery and equipment	25,683,568	1,347,593	-	27,031,161
Right-to-use subscription IT assets	1,303,089	2,027,415	(598,006)	2,732,498
Total capital assets being depreciated or amortized	252,046,051	4,896,588	(598,006)	256,344,633
Total capital assets	253,299,241	8,039,271	(1,877,006)	259,461,506
Less Accumulated Depreciation and Amortization				
Land improvements	(28,765,734)	(293,823)	-	(29,059,557)
Buildings and improvements	(76,759,677)	(4,081,473)	-	(80,841,150)
Machinery and equipment	(20,084,976)	(1,158,718)	-	(21,243,694)
Right-to-use subscription IT assets	(683,941)	(565,248)	598,006	(651,183)
Total accumulated depreciation and amortization	(126,294,328)	(6,099,262)	598,006	(131,795,584)
Total capital assets, net	$ 127,004,913	$ 1,940,009	$ (1,279,000)	$ 127,665,922

Note 7 - Long-Term Liabilities other than OPEB and Pensions

Summary

The changes in the District's long-term liabilities other than OPEB and pensions during the year ended June 30, 2025, consisted of the following:

	Balance, July 1, 2024, as Restated	Additions	Deductions	Balance, June 30, 2025	Due in One Year
General obligation bonds	$ 122,191,440	$ 100,695,924	$ (14,845,000)	$ 208,042,364	$ 16,465,000
Bond premium	5,928,465	11,831,839	(1,603,522)	16,156,782	-
Compensated absences	10,121,934	439,821	-	10,561,755	1,938,274
Subscription-based IT arrangements	395,646	2,027,415	(557,761)	1,865,300	462,948
Group term life insurance	714,000	-	(113,000)	601,000	601,000
Total	$ 139,351,485	$ 114,994,999	$ (17,119,283)	$ 237,227,201	$ 19,467,222

The change in compensated absences is presented as a net change.

Description of Long-Term Liabilities

Payments on the general obligation bonds are made by the bond interest and redemption fund with local property tax revenues. Payments for subscription-based IT arrangements will be made by the fund for which the software was intended. The group term life insurance liability will be paid by the General Fund.

General Obligation Bonds

Measure G Bonds Payable

On March 2, 2004, the voters of the District approved Measure G, which authorized the District to issue $121,000,000 of general obligation bonds to be used to finance the acquisition, construction, and modernization of certain property and District facilities. The following issuances remain outstanding:

Series C General Obligation Bonds

In June 2009, $29,995,302 of Citrus Community College District, Election of 2004, Series C Bonds were issued with a final maturity date of June 1, 2034. The bonds were issued as current interest bonds in the principal amount of $26,405,000 and capital appreciation bonds in the aggregate principal amount of $3,590,302. The bonds carry interest rates ranging from 3.00% to 5.25%, depending on the maturity of the related bonds. Interest is payable semiannually on December 1 and June 1 of each year. The outstanding principal balance of these bonds at June 30, 2025, was $10,597,364.

2013 General Obligation Refunding Bonds

On April 24, 2013, $13,130,000 of Citrus Community College District, 2013 General Obligation Refunding Bonds were issued to advance refund and defease a portion of the District's Election of 2004 General Obligation Bonds, Series A and to pay all legal, financial, and contingent costs in connection with the issuance of the Bonds. The bonds were issued with a final maturity date of August 1, 2025. Interest rates range from 2.00% to 5.00%, depending on the maturity of the related bonds. Interest is payable semiannually on February 1 and August 1 of each year. The outstanding principal balance of these bonds at June 30, 2025, was $1,005,000.

Series E General Obligation Bonds

On March 10, 2015, $10,005,000 of Citrus Community College District, Election of 2004, Series E Bonds were issued with a final maturity date of August 1, 2032, and interest rates ranging from 2.50% to 5.00%, depending on the maturity of the related bonds. Interest is payable semiannually on February 1 and August 1 of each year. The outstanding principal balance of these bonds at June 30, 2025, was $2,025,000.

2015 General Obligation Refunding Bonds

On March 10, 2015, $48,685,000 of Citrus Community College District, 2015 General Obligation Refunding Bonds were issued to advance refund and defease a portion of the District's Election of 2004 General Obligation Bonds, Series B and Series C, and to pay all legal, financial, and contingent costs in connection with the issuance of the Bonds. The bonds were issued with a final maturity date of August 1, 2027. Interest rates range from 2.00% to 5.00%, depending on the maturity of the related bonds. Interest is payable semiannually on February 1 and August 1 of each year. The outstanding principal balance of these bonds at June 30, 2025, was $12,155,000.

2020 General Obligation Refunding Bonds

On August 4, 2020, $41,995,000 of Citrus Community College District, 2020 General Obligation Refunding Bonds, Series A were issued to advance refund and defease portions of the District's Election of 2004 General Obligation Bonds, Series D and Series E, 2013 General Obligation Refunding Bonds, and 2015 General Obligation Refunding Bonds, and to pay all legal, financial, and contingent costs in connection with the issuance of the Bonds. Because the transaction qualified as a legal defeasance, the obligation for the defeased bonds has been removed from the District's financial statements. The bonds were issued with a final maturity date of August 1, 2032. Interest rates range from 0.34% to 1.85%, depending on the maturity of the related bonds. Interest is payable semiannually on February 1 and August 1 of each year. The outstanding principal balance of these bonds at June 30, 2025, was $37,885,000.

2021 General Obligation Refunding Bonds

On November 23, 2021, $19,740,000 of Citrus Community College District, 2021 General Obligation Refunding Bonds were issued to advance refund and defease portions of the District's Election of 2004 General Obligation Bonds, Series E and 2015 General Obligation Refunding Bonds, and to pay all legal, financial, and contingent costs in connection with the issuance of the Bonds. Because the transaction qualified as a legal defeasance, the obligation for the defeased bonds has been removed from the District's financial statements. The bonds were issued with a final maturity date of August 1, 2031. Interest rates range from 0.31% to 2.03%, depending on the maturity of the related bonds. Interest is payable semiannually on February 1 and August 1 of each year. The outstanding principal balance of these bonds at June 30, 2025, was $18,295,000.

Measure Y Bonds Payable

On November 3, 2020, the voters of the District approved Measure Y, which authorized the District to issue $298,000,000 of general obligation bonds to be used to finance the acquisition, construction, and modernization of certain property and District facilities.

Series A General Obligation Bonds

On November 23, 2021, $50,000,000 of Citrus Community College District, Election of 2020, Series A Bonds were issued with a final maturity date of August 1, 2046. The bonds were issued as current interest serial bonds in the principal amount of $39,685,000 and current interest term bonds in the aggregate principal amount of $10,315,000. The bonds carry interest rates ranging from 2.00% to 4.00%, depending on the maturity of the related bonds. Interest is payable semiannually on August 1 and February 1 of each year. The outstanding principal balance of these bonds at June 30, 2025, was $26,080,000.

Series B General Obligation Bonds

On August 7, 2024, $100,000,000 of Citrus Community College District, Election of 2020, Series B Bonds were issued with a final maturity date of August 1, 2049. The bonds were issued as current interest serial bonds in the principal amount of $58,605,000 and current interest term bonds in the aggregate principal amount of $41,395,000. The bonds carry interest rates ranging from 3.54% to 5.00%, depending on the maturity of the related bonds. Interest is payable semiannually on August 1 and February 1 of each year. The outstanding principal balance of these bonds at June 30, 2025, was $100,000,000.

As of June 30, 2025, the outstanding general obligation bonded debt is as follows:

Issue Date	Maturity Date	Interest Rate	Original Issue	Bond Outstanding July 1, 2024	Issued/ Accreted Interest	Redeemed	Bond Outstanding June 30, 2025
2009	2034	3.00-5.25%	$ 29,995,302	$ 9,901,440	$ 695,924	$ -	$ 10,597,364
2013	2026	2.00-5.00%	13,130,000	1,945,000	-	(940,000)	1,005,000
2015	2033	2.50-5.00%	10,005,000	2,255,000	-	(230,000)	2,025,000
2015	2028	2.00-5.00%	48,685,000	15,580,000	-	(3,425,000)	12,155,000
2021	2033	0.34-1.85%	41,995,000	39,860,000	-	(1,975,000)	37,885,000
2022	2032	0.31-2.03%	19,740,000	18,740,000	-	(445,000)	18,295,000
2022	2047	2.00-4.00%	50,000,000	33,910,000	-	(7,830,000)	26,080,000
2025	2050	3.54-5.00%	100,000,000	-	100,000,000	-	100,000,000
				$ 122,191,440	$ 100,695,924	$ (14,845,000)	$ 208,042,364

The bonds mature through fiscal year 2050 as follows:

Fiscal Year	Principal (Including accreted interest to date)	Accreted Interest*	Current Interest to Maturity	Total
2026	$ 16,465,000	$ -	$ 6,990,148	$ 23,455,148
2027	17,450,000	-	6,289,253	23,739,253
2028	10,330,000	-	5,760,732	16,090,732
2029	9,975,000	-	5,494,611	15,469,611
2030	10,750,000	-	5,298,941	16,048,941
2031-2035	47,147,364	7,677,636	23,255,439	78,080,439
2036-2040	18,395,000	-	19,713,868	38,108,868
2041-2045	31,640,000	-	14,584,257	46,224,257
2046-2050	45,890,000	-	5,833,312	51,723,312
Total	$ 208,042,364	$ 7,677,636	$ 93,220,561	$ 308,940,561

* Interest that is accrued at a discount from the face value of the bonds, and no interest payment is made until maturity.

Group Term Life Insurance Liability

The District offers certain eligible employees term life insurance, with a standard benefit of $50,000 per employee. The District pays all related premiums for the group life insurance policies. Based on the employee's age, the insurer provides a reduced benefit amount. The District supplements the insured amount to provide a guaranteed total benefit of $50,000 per employee. At June 30, 2025, the liability associated with the guarantee for group term life insurance was $601,000.

Subscriptions-Based IT Arrangements (SBITAs)

The District entered into SBITAs for the use of various software. At June 30, 2025, the District has recognized right-to-use SBITA assets, net of accumulated amortization of $2,081,315 and SBITA liabilities of $1,865,300 related to these agreements. Under the terms of the SBITAs, the District makes payments ranging from $5,804 to $294,515 annually, which amounted to total principal and interest costs of $607,194, for the year ending June 30, 2025. During the fiscal year, the District recorded $565,248 in amortization expense and $49,433 in interest expense for the SBITAs. The District used discount rates between 3.93% to 5.12% based on the estimated incremental borrowing rate for financing over a similar time period.

The remaining principal and interest payment requirements for the SBITA obligation debt as of June 30, 2025, is as follows:

Fiscal Year	Principal	Interest	Total
2026	$ 462,948	$ 65,737	$ 528,685
2027	451,600	47,410	499,010
2028	478,479	27,339	505,818
2029	472,273	7,536	479,809
Total	$ 1,865,300	$ 148,022	$ 2,013,322

Note 8 - Aggregate Net Other Postemployment Benefits (OPEB) Liability

For the fiscal year ended June 30, 2025, the District reported an aggregate net OPEB liability, deferred outflows of resources, deferred inflows of resources, and OPEB expense for the following plans:

OPEB Plan	Aggregate Net OPEB Liability	Deferred Outflows of Resources	Deferred Inflows of Resources	OPEB Expense*
District Plan	$ 3,030,243	$ 3,171,528	$ 1,335,679	$ 471,968
Medicare Premium Payment (MPP) Program	186,501	-	-	(28,711)
Total	$ 3,216,744	$ 3,171,528	$ 1,335,679	$ 443,257

* OPEB expense represents the net change in the aggregate net OPEB liability during the 2024-2025 fiscal year.

The details of each plan are as follows:

District Plan

Plan Administration

The District's governing board administers the Postemployment Benefits Plan (the Plan). The Plan is a single-employer defined benefit plan that is used to provide postemployment benefits other than pensions (OPEB) for eligible retirees and their spouses.

Management of the plan is vested with District management. Management of the trust assets is vested with the Benefits Trust Company.

Plan Membership

At the valuation date, June 30, 2024, the Plan membership consisted of the following:

Inactive employees or beneficiaries currently receiving benefit payments	54
Active employees	424
Total	478

Citrus Community College District Futuris Trust

The Citrus Community College District Futuris Trust (the Trust) is an irrevocable governmental trust pursuant to Section 115 of the IRC for the purpose of funding certain postemployment benefits other than pensions. The Trust is administered by the Citrus Community College District Retirement Board of Authority as directed by the investment alternative choice selected by the District. The District retains the responsibility to oversee the management of the Trust, including the requirement that investments and assets held within the Trust continually adhere to the requirements of the California *Government Code* Section 53600.5 which specifies that the trustee's primary role is to preserve capital, to maintain investment liquidity, and to protect investment yield. As such, the District acts as the fiduciary of the Trust. The financial activity of the Trust has been discretely presented. Separate financial statements are not prepared for the Trust.

Benefits Provided

The Plan provides medical, dental, and vision insurance benefits to eligible retirees and their eligible dependents. Benefits are provided through a third-party insurer, and the full cost of benefits is covered by the Plan. The District's governing board has the authority to establish and amend the benefit terms as contained within the negotiated labor agreements.

Contributions

The contribution requirements of Plan members and the District are established and may be amended by the District, the Citrus College Faculty Association (CCFA), the local California School Employees Association (CSEA), and unrepresented groups. The voluntary contributions are based on projected pay-as-you-go financing requirements. For the measurement period of June 30, 2025, the District contributed $1,432,627 to the Plan, all of which was used for current premiums.

Investment

Investment Policy

The Plan's policy in regard to the allocation of invested assets is established and may be amended by the governing board by a majority vote of its members. It is the policy of the District to pursue an investment strategy that reduces risks through the prudent diversification for the portfolio across a broad selection of distinct asset classes. The Plan's investment policy discourages the use of cash equivalents, except for liquidity purposes, and aims to refrain from dramatically shifting asset class allocations over short time spans. The following was the governing board's adopted asset allocation policy as of June 30, 2025:

Asset Class	Target Allocation
Domestic equity	22%
Fixed income	55%
International equity	19%
Real estate	4%

Rate of Return

For the year ended June 30, 2025, the annual money-weighed rate of return on investments, net of investment expense, was 11.05% due to market fluctuations and a reduced interest rate environment as of June 30, 2025. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Net OPEB Liability of the District

The District's net OPEB liability of $3,030,243 was measured as of June 30, 2025, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of June 30, 2024. The components of the net OPEB liability of the District at June 30, 2025, were as follows:

Total OPEB liability	$ 23,842,121
Plan fiduciary net position	(20,811,878)
Net OPEB liability	$ 3,030,243
Plan fiduciary net position as a percentage of the total OPEB liability	87.29%

Actuarial Assumptions

The total OPEB liability as of June 30, 2025 was determined by applying update procedures to the financial reporting actuarial valuation as of June 30, 2024 and rolling forward the total OPEB liability to June 30, 2025. The following assumptions were applied to all periods included in the measurement, unless otherwise specified:

Inflation	2.50%
Salary increases	2.75%
Investment rate of return	5.35%
Healthcare cost trend rates	4.00%

The discount rate was based on the assumed long-term expected rate of return on plan assets.

Mortality rates were based on the 2020 CalSTRS Mortality Table for certificated employees and the 2021 CalPERS Active Mortality for Miscellaneous and School Employees Table for classified and miscellaneous employees. Mortality rates vary by age and sex. (Unisex mortality rates are not often used as individual OPEB benefits do not depend on the mortality table used.) If employees die prior to retirement, past contributions are available to fund benefits for employees who live to retirement. After retirement, death results in benefit termination or reduction. Although higher mortality rates reduce service costs, the mortality assumption is not likely to vary from employer to employer.

The actuarial assumptions used in the June 30, 2024 valuation were based on the results of an actual experience study as of June 30, 2024.

The long-term expected rate of return on OPEB 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 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 arithmetic real rates of return for each major asset class included in the target asset allocation as of June 30, 2025, (see the discussion of the Plan's investment policy) are summarized in the following table:

Asset Class	Long-Term Expected Real Rate of Return
Domestic equity	7.25%
Fixed income	4.25%
International equity	7.25%
Real estate	7.25%

Discount Rate

The discount rate used to measure the total OPEB liability was 5.35%. The projection of cash flows used to determine the discount rate assumed that the District contributions will be made at rates equal to the actuarially determined contribution rates. Based on those assumptions, the OPEB plan's fiduciary net position was projected to be available to make all projected OPEB payments for current active and inactive employees. Therefore, the long-term expected rate of return on OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability.

Changes in the Net OPEB Liability

	Increase (Decrease)		
	Total OPEB Liability (a)	Plan Fiduciary Net Position (b)	Net OPEB Liability (a) - (b)
Balance, June 30, 2024	$ 22,864,718	$ 18,919,081	$ 3,945,637
Service cost	1,193,173	-	1,193,173
Interest	1,216,857	-	1,216,857
Contributions - employer	-	1,432,627	(1,432,627)
Expected investment income	-	1,008,743	(1,008,743)
Differences between projected and actual earnings on OPEB plan investments	-	1,012,206	(1,012,206)
Benefit payments	(1,432,627)	(1,432,627)	-
Administrative expense	-	(128,152)	128,152
Net change in total OPEB liability	977,403	1,892,797	(915,394)
Balance, June 30, 2025	$ 23,842,121	$ 20,811,878	$ 3,030,243

For classified and miscellaneous employees, the mortality assumptions were updated from the 2017 CalPERS Mortality for Miscellaneous and Schools Employees tables to the 2021 CalPERS Mortality for Miscellaneous and Schools Employees tables, since the previous valuation. There were no changes in benefit terms since the previous valuation.

Sensitivity of the Net OPEB Liability to Changes in the Discount Rate

The following presents the net OPEB liability of the District, as well as what the District's net OPEB liability would be if it were calculated using a discount rate that is one percent lower or higher than the current rate:

Discount Rate	Net OPEB Liability
1% decrease (4.35%)	$ 4,944,409
Current discount rate (5.35%)	3,030,243
1% increase (6.35%)	1,283,397

Sensitivity of the Net OPEB Liability to Changes in the Healthcare Cost Trend Rate

The following presents the net OPEB liability of the District, as well as what the District's net OPEB liability would be if it were calculated using a healthcare cost trend rate that is one percent lower or higher than the current healthcare cost trend rate:

Healthcare Cost Trend Rate	Net OPEB Liability
1% decrease (3.00%)	$ 349,412
Current healthcare cost trend rate (4.00%)	3,030,243
1% increase (5.00%)	6,192,578

Deferred Outflows/Inflows of Resources Related to OPEB

At June 30, 2025, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB for the following:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 2,998,452	$ 377,231
Changes of assumptions	173,076	428,972
Net difference between projected and actual earnings on OPEB plan investments	-	529,476
Total	$ 3,171,528	$ 1,335,679

The deferred outflows/(inflows) of resources related to the difference between projected and actual earnings on OPEB plan investments will be amortized over a closed five-year period and will be recognized in OPEB expense as follows:

Year Ended June 30,	Deferred Outflows/(Inflows) of Resources
2026	$ 485,664
2027	(430,613)
2028	(382,089)
2029	(202,438)
Total	$ (529,476)

The deferred outflows/(inflows) of resources related to differences between expected and actual experience in the measurement of the total OPEB liability and changes of assumptions will be amortized over the Expected Average Remaining Service Life (EARSL) of all members that are provided benefits as of the beginning of the measurement period. The EARSL for the measurement period is 11.1 years. The deferred outflows/inflows will be recognized in OPEB expense as follows:

Year Ended June 30,	Deferred Outflows/(Inflows) of Resources
2026	$ 240,660
2027	240,660
2028	240,660
2029	240,660
2030	291,407
Thereafter	1,111,278
Total	$ 2,365,325

Medicare Premium Payment (MPP) Program

Plan Description

The Medicare Premium Payment (MPP) Program is administered by the California State Teachers' Retirement System (CalSTRS). The MPP Program is a cost-sharing multiple-employer other postemployment benefit plan (OPEB) established pursuant to Chapter 1032, Statutes 2000 (SB 1435). CalSTRS administers the MPP Program through the Teachers' Health Benefits Fund (THBF).

A full description of the MPP Program regarding benefit provisions, assumptions (for funding, but not accounting purposes), and membership information is listed in the most recently available June 30, 2023 annual actuarial valuation report, Medicare Premium Payment Program Actuarial Valuation. This report and CalSTRS audited financial information are publicly available reports that can be found on the CalSTRS website under Publications at: https://www.calstrs.com/forms-publications.

Benefits Provided

The MPP Program pays Medicare Part A premiums and Medicare Parts A and B late enrollment surcharges for eligible members of the State Teachers Retirement Plan (STRP) Defined Benefit (DB) Program who were retired or began receiving a disability allowance prior to July 1, 2012, and were not eligible for premium free Medicare Part A. The payments are made directly to the Centers for Medicare and Medicaid Services (CMS) on a monthly basis.

The MPP Program is closed to new entrants as members who retire after July 1, 2012, are not eligible for coverage under the MPP Program.

The MPP Program is funded on a pay-as-you go basis from a portion of monthly District benefit payments. In accordance with California *Education Code* Section 25930, contributions that would otherwise be credited to the DB Program each month are instead credited to the MPP Program to fund monthly program and administrative costs. Total redirections to the MPP Program are monitored to ensure that total incurred costs do not exceed the amount initially identified as the cost of the program.

Net OPEB Liability and OPEB Expense

At June 30, 2025, the District reported a liability of $186,501 for its proportionate share of the net OPEB liability for the MPP Program. The net OPEB liability was measured as of June 30, 2024, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of June 30, 2023. The District's proportion of the net OPEB liability was based on a projection of the District's long-term share of contributions to the OPEB Plan relative to the projected contributions of all participating entities, actuarially determined. The District's proportionate share for the measurement periods of June 30, 2024 and June 30, 2023, was 0.0700% and 0.0709%, respectively, resulting in a net decrease in the proportionate share of 0.0009%.

For the year ended June 30, 2025, the District recognized OPEB expense of $(28,711).

Actuarial Methods and Assumptions

The June 30, 2024 total OPEB liability was determined by applying update procedures to the financial reporting actuarial valuation as of June 30, 2023, and rolling forward the total OPEB liability to June 30, 2024, using the assumptions listed in the following table:

Measurement Date	June 30, 2024
Valuation Date	June 30, 2023
Experience Study	June 30, 2007 through June 30, 2022
Actuarial Cost Method	Entry age normal
Investment Rate of Return	3.93%
Medicare Part A Premium Cost Trend Rate	5.00%
Medicare Part B Premium Cost Trend Rate	6.50%

For the valuation as of June 30, 2023, CalSTRS uses a generational mortality assumption, which is based off generational mortality tables that reflect expected future improvements in mortality and includes a base table and a projection table. The base mortality tables are CalSTRS custom tables derived to best fit the patterns of mortality among members. The projection table reflects the expected annual reduction in mortality rates at each age. The current mortality assumption uses a base year of 2023, and projected improvement is based on the MP–2021 Ultimate Projection Scale.

Assumptions were made about future participation (enrollment) into the MPP Program because CalSTRS is unable to determine which members not currently participating meet all eligibility criteria for enrollment in the future. Assumed enrollment rates were derived based on past experience and are stratified by age with the probability of enrollment diminishing as the members' age increases. This estimated enrollment rate was then applied to the population of members who may meet criteria necessary for eligibility and are not currently enrolled in the MPP Program. Based on this, the estimated number of future enrollments used in the financial reporting valuation was 154 or an average of 0.12% of the potentially eligible population (132,333).

The MPP Program is funded on a pay-as-you-go basis with contributions generally being made at the same time and in the same amount as benefit payments and expenses coming due. Any funds within the MPP Program as of June 30, 2024, were to manage differences between estimated and actual amounts to be paid and were invested in the Surplus Money Investment Fund, which is a pooled investment program administered by the State Treasurer.

Discount Rate

As the MPP Program is funded on a pay-as-you-go basis, the OPEB plan's fiduciary net position was not projected to be sufficient to make projected future benefit payments. Therefore, the MPP Program used the Bond Buyer's 20-Bond GO Index from Bondbuyer.com as of June 30, 2024, as the discount rate, which was applied to all periods of projected benefit payments to measure the total OPEB liability. The discount rate as of June 30, 2024 was 3.93%, which is an increase of 0.28%, from 3.65% as of June 30, 2023.

Sensitivity of the District's Proportionate Share of the Net OPEB Liability to Changes in the Discount Rate

The following presents the District's proportionate share of the net OPEB liability calculated using the current discount rate, as well as what the net OPEB liability would be if it were calculated using a discount rate that is one percent lower or higher than the current rate:

Discount Rate	Net OPEB Liability
1% decrease (2.93%)	$ 201,230
Current discount rate (3.93%)	186,501
1% increase (4.93%)	173,549

Sensitivity of the District's Proportionate Share of the Net OPEB Liability to Changes in the Medicare Costs Trend Rates

The following presents the District's proportionate share of the net OPEB liability calculated using the current Medicare costs trend rates, as well as what the net OPEB liability would be if it were calculated using Medicare costs trend rates that are one percent lower or higher than the current rates:

Medicare Costs Trend Rates	Net OPEB Liability
1% decrease (4.00% Part A and 5.50% Part B)	$ 172,773
Current Medicare costs trend rates	
(5.00% Part A and 6.50% Part B)	186,501
1% increase (6.00% Part A and 7.50% Part B)	201,827

Note 9 - Risk Management

The District participates in three joint powers agreement (JPA) entities, the Statewide Association of Community Colleges (SWACC), the Southern California Community College District's Self-Funded Insurance Agency (SCCCD), and the Protected Insurance Program for Schools (PIPS).

SWACC provides liability and property insurance for fifty-nine (59) community college districts. SWACC is governed by a board comprised of a member of each of the participating districts. The board controls the operations of SWACC, including selection of management and approval of members beyond their representation on the board. Each member shares surpluses and deficits proportionately to its participation in SWACC. As of June 30, 2025, the District maintained $85,073 in the JPA's Risk Management Fund.

SCCCD provides workers' compensation coverage for its seven member districts for workers' compensation self-insured run-off claims dated prior to 1995. SCCCD is governed by a board comprised of a member of each of the participating districts. Payments transferred to funds maintained under the JPA are expensed when made. SCCCD has self-funded its workers' compensation coverage since inception as a joint banking pool, and accordingly, does not transfer risk between members. District administrators are of the opinion that the procedures for accumulating and maintaining reserves are sufficient to cover future contingencies under potential workers' compensation claims. As of June 30, 2025, the District maintained $115,090 in the JPA's Retiree Health Fund program and $1,528,040 in the JPA's Safety Credit program.

PIPS provides workers' compensation reinsurance protection to its membership of public schools and community colleges throughout California. This is a finite risk sharing pool that transfers risk away from the members. Premiums are determined based on payroll expense and additional premiums may be required in subsequent years.

Each JPA is governed by a board consisting of representation from each member district. Each governing board controls the operations of its JPA independent of any influence by the District beyond representation on the governing boards.

The relationships between the District and the JPAs are such that no JPAs are a component unit of the District for financial reporting purposes.

Note 10 - Employee Retirement Systems

Qualified employees are covered under multiple-employer defined benefit pension plans maintained by agencies of the State of California. Academic employees are members of the California State Teachers' Retirement System (CalSTRS) and classified employees are members of the California Public Employees' Retirement System (CalPERS). Additionally, full-time regular employees may elect to participate in the District's Cash-in-lieu Retirement Plan.

For the year ended June 30, 2025, the District reported its proportionate share of the aggregate net pension liabilities, deferred outflows of resources, deferred inflows of resources, and pension expense for each of the above plans as follows:

Pension Plan	Aggregate Net Pension Liability	Deferred Outflows of Resources	Deferred Inflows of Resources	Pension Expense
CalSTRS	$ 32,213,540	$ 12,162,904	$ 6,727,128	$ 2,572,984
CalPERS	45,763,813	14,102,724	1,950,738	7,061,694
Cash-in-lieu Plan	2,780,573	391,135	1,149,143	(6,768)
Total	$ 80,757,926	$ 26,656,763	$ 9,827,009	$ 9,627,910

The details of each plan are as follows:

California State Teachers' Retirement System (CalSTRS)

Plan Description

The District contributes to the State Teachers' Retirement Plan (STRP) administered by CalSTRS. STRP is a cost-sharing multiple-employer public employee retirement system defined benefit pension plan. Benefit provisions are established by State statutes, as legislatively amended, within the State Teachers' Retirement Law.

A full description of the pension plan regarding benefit provisions, assumptions (for funding, but not accounting purposes), and membership information is listed in the June 30, 2023, annual actuarial valuation report, Defined Benefit Program Actuarial Valuation. This report and CalSTRS audited financial information are publicly available reports that may be found on the CalSTRS website under Publications at: https://www.calstrs.com/forms-publications.

Benefits Provided

The STRP provides retirement, disability, and survivor benefits to beneficiaries. Benefits are based on members' final compensation, age, and years of service credit. Members hired on or before December 31, 2012, with five years of credited service are eligible for the normal retirement benefit at age 60. Members hired on or after January 1, 2013, with five years of credited service are eligible for the normal retirement benefit at age 62. The normal retirement benefit is equal to 2.0% of final compensation for each year of credited service.

The STRP is comprised of four programs: Defined Benefit Program, Defined Benefit Supplement Program, Cash Balance Benefit Program, and Replacement Benefits Program. The STRP holds assets for the exclusive purpose of providing benefits to members and beneficiaries of these programs. CalSTRS also uses plan assets to defray reasonable expenses of administering the STRP. Although CalSTRS is the administrator of the STRP, the State is the sponsor of the STRP and obligor of the trust. In addition, the State is both an employer and non-employer contributing entity to the STRP.

The STRP Defined Benefit Program provisions and benefits in effect at June 30, 2025, are summarized as follows:

Hire date	On or before December 31, 2012	On or after January 1, 2013
Benefit formula	2% at 60	2% at 62
Benefit vesting schedule	5 years of service	5 years of service
Benefit payments	Monthly for life	Monthly for life
Retirement age	60	62
Monthly benefits as a percentage of eligible compensation	2.0% - 2.4%	2.0% - 2.4%
Required employee contribution rate	10.25%	10.205%
Required employer contribution rate	19.10%	19.10%
Required State contribution rate	10.828%	10.828%

Contributions

Required member, District, and State of California contribution rates are set by the California Legislature and Governor and are detailed in Teachers' Retirement Law. The contribution rates are expressed as a level percentage of payroll using the entry age normal actuarial method. In accordance with California Assembly Bill 1469, employer contributions into the CalSTRS will be increasing to a total of 19.1% of applicable member earnings over a seven-year period. The contribution rates for each plan for the year ended June 30, 2025, are presented above, and the District's total contributions were $6,575,387.

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

At June 30, 2025, the District reported a liability for its proportionate share of the net pension liability that reflected 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:

Total net pension liability, including State share:	
District's proportionate share of net pension liability	$ 32,213,540
State's proportionate share of net pension liability associated with the District	14,779,683
Total	$ 46,993,223

The net pension liability was measured as of June 30, 2024. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating member districts and the State, as actuarially determined. The District's proportionate share for the measurement periods of June 30, 2024 and June 30, 2023, was 0.0480%.

For the year ended June 30, 2025, the District recognized pension expense of $2,572,984. In addition, the District recognized pension expense and revenue of $1,345,517, for support provided by the State. At June 30, 2025, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Pension contributions subsequent to measurement date	$ 6,575,387	$ -
Change in proportion and differences between contributions made and District's proportionate share of contributions	1,802,739	2,988,394
Differences between projected and actual earnings on pension plan investments	-	129,981
Differences between expected and actual experience in the measurement of the total pension liability	3,643,766	1,408,680
Changes of assumptions	141,012	2,200,073
Total	$ 12,162,904	$ 6,727,128

The deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the subsequent fiscal year.

The deferred outflows/(inflows) of resources related to the difference between projected and actual earnings on pension plan investments will be amortized over a closed five-year period and will be recognized in pension expense in future years as follows:

Year Ended June 30,	Deferred Outflows/(Inflows) of Resources
2026	$ (2,159,505)
2027	2,600,845
2028	(212,197)
2029	(359,124)
Total	$ (129,981)

The deferred outflows/(inflows) of resources related to the change in proportion and differences between contributions made and the District's proportionate share of contributions, differences between expected and actual experience in the measurement of the total pension liability, and changes of assumptions will be amortized over the Expected Average Remaining Service Life (EARSL) of all members that are provided benefits (active, inactive, and retirees) as of the beginning of the measurement period. The EARSL for the measurement period is seven years and will be recognized in pension expense as follows:

Year Ended June 30,	Deferred Outflows/(Inflows) of Resources
2026	$ (129,798)
2027	(375,728)
2028	(625,371)
2029	(258,692)
2030	501,295
Thereafter	(121,336)
Total	$ (1,009,630)

Actuarial Methods and Assumptions

Total pension liability for STRP was determined by applying update procedures to the financial reporting actuarial valuation as of June 30, 2023, and rolling forward the total pension liability to June 30, 2024. The financial reporting actuarial valuation as of June 30, 2023, used the following methods and assumptions, applied to all prior periods included in the measurement:

Valuation date	June 30, 2023
Measurement date	June 30, 2024
Experience study	July 1, 2007 through June 30, 2022
Actuarial cost method	Entry age normal
Discount rate	7.10%
Investment rate of return	7.10%
Consumer price inflation	2.75%
Wage growth	3.50%

CalSTRS uses a generational mortality assumption, which is based off generational mortality tables that reflect expected future improvements in mortality and includes a base table and a projection table. The base mortality tables are CalSTRS custom tables derived to best fit the patterns of mortality among our members. The projection table reflects the expected annual reduction in mortality rates at each age. The current mortality assumption uses a base year of 2023, and projected improvement is based on the MP–2021 Ultimate Projection Scale.

The long-term expected rate of return on pension 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. The best estimate ranges were developed using capital market assumptions from CalSTRS general investment consultant as an input to the process. The actuarial investment rate of return assumption was adopted by the board in January 2024 in conjunction with the most recent experience study. For each current and future valuation, CalSTRS' independent consulting actuary (Milliman) reviews the return assumption for reasonableness based on the most current capital market assumptions. The assumed asset allocation and best estimates of the expected rates of return for each major asset class for the year ended June 30, 2024, are summarized in the following table:

Asset Class	Assumed Asset Allocation	Long-Term Expected Real Rate of Return
Public equity	38%	5.25%
Private equity	14%	6.75%
Real estate	15%	4.05%
Inflation sensitive	7%	3.65%
Fixed income	14%	2.45%
Risk mitigating strategies	10%	2.25%
Cash/liquidity	2%	0.05%

Discount Rate

The discount rate used to measure the total pension liability was 7.10%. The projection of cash flows used to determine the discount rate assumed the contributions from plan members and employers will be made at statutory contribution rates. Projected inflows from investment earnings were calculated using the long-term assumed investment rate of return of 7.10% and assume that contributions, benefit payments, and administrative expense occurred mid-year. Based on these assumptions, the STRP's fiduciary net position was projected to be available to make all projected future benefit payments to current plan members. Therefore, the long-term assumed investment rate of return was applied to all periods of projected benefit payments to determine total pension liability.

The following presents the District's proportionate share of the net pension liability calculated using the current discount rate, as well as what the net pension liability would be if it were calculated using a discount rate that is one percent lower or higher than the current rate:

Discount Rate	Net Pension Liability
1% decrease (6.10%)	$ 57,397,348
Current discount rate (7.10%)	32,213,540
1% increase (8.10%)	11,267,521

California Public Employees' Retirement System (CalPERS)

Plan Description

Qualified employees are eligible to participate in the School Employer Pool (SEP) under CalPERS, a cost-sharing multiple-employer public employee retirement system defined benefit pension plan administered by CalPERS. Benefit provisions are established by State statutes, as legislatively amended, within the Public Employees' Retirement Law.

A full description of the pension plan regarding benefit provisions, assumptions (for funding, but not accounting purposes), and membership information is listed in the June 30, 2023, annual actuarial valuation report, the Schools Pool Actuarial Valuation. This report and CalPERS audited financial information are publicly available reports that can be found on the CalPERS website under Forms and Publications at: https://www.calpers.ca.gov/page/forms-publications.

Benefits Provided

CalPERS provides service retirement and disability benefits, annual cost of living adjustments, and death benefits to plan members who must be public employees and beneficiaries. Benefits are based on years of service credit, a benefit factor, and the member's final compensation. Members hired on or before December 31, 2012, with five years of total service are eligible to retire at age 50 with statutorily reduced benefits. Members hired on or after January 1, 2013, with five years of total service are eligible to retire at age 52 with statutorily reduced benefits. All members are eligible for non-duty disability benefits after five years of service. The Basic Death Benefit is paid to any member's beneficiary if the member dies while actively employed. An employee's eligible survivor may receive the 1957 Survivor Benefit if the member dies while actively employed, is at least age 50 (or age 52 for members hired on or after January 1, 2013), and has at least five years of credited service. The cost-of-living adjustments for each plan are applied as specified by the Public Employees' Retirement Law.

The CalPERS School Employee Pool provisions and benefits in effect at June 30, 2025, are summarized as follows:

Hire date	On or before December 31, 2012	On or after January 1, 2013
Benefit formula	2% at 55	2% at 62
Benefit vesting schedule	5 years of service	5 years of service
Benefit payments	Monthly for life	Monthly for life
Retirement age	55	62
Monthly benefits as a percentage of eligible compensation	1.1% - 2.5%	1.0% - 2.5%
Required employee contribution rate	7.00%	8.00%
Required employer contribution rate	27.05%	27.05%

Contributions

Section 20814(c) of the California Public Employees' Retirement Law requires that the employer contribution rates for all public employers be determined on an annual basis by the actuary and shall be effective on July 1 following notice of a change in the rate. Total plan contributions are calculated through the CalPERS annual actuarial valuation process. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The District is required to contribute the difference between the actuarially determined rate and the contribution rate of employees. The contribution rates are expressed as a percentage of annual payroll. The contribution rates for each plan for the year ended June 30, 2025, are presented above, and the total District contributions were $7,460,917.

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

As of June 30, 2025, the District reported a net pension liability for its proportionate share of the CalPERS net pension liability totaling $45,763,813. The net pension liability was measured as of June 30, 2024. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating college districts, actuarially determined. The District's proportionate share for the measurement periods of June 30, 2024 and June 30, 2023, was 0.1281% and 0.1295%, respectively, resulting in a net decrease in the proportionate share of 0.0014%.

For the year ended June 30, 2025, the District recognized pension expense of $7,061,694. At June 30, 2025, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Pension contributions subsequent to measurement date	$ 7,460,917	$ -
Change in proportion and differences between contributions made and District's proportionate share of contributions	15,985	1,623,208
Differences between projected and actual earnings on pension plan investments	1,777,660	-
Differences between expected and actual experience in the measurement of the total pension liability	3,836,627	327,530
Changes of assumptions	1,011,535	-
Total	$ 14,102,724	$ 1,950,738

The deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the subsequent fiscal year.

The deferred outflows/(inflows) of resources related to the difference between projected and actual earnings on pension plan investments will be amortized over a closed five-year period and will be recognized in pension expense in future years as follows:

Year Ended June 30,	Deferred Outflows/(Inflows) of Resources
2026	$ (15,324)
2027	2,763,857
2028	(408,395)
2029	(562,478)
Total	$ 1,777,660

The deferred outflows/(inflows) of resources related to the change in proportion and differences between contributions made and District's proportionate share of contributions, differences between expected and actual experience in the measurement of the total pension liability, and changes of assumptions will be amortized over the Expected Average Remaining Service Life (EARSL) of all members that are provided benefits (active, inactive, and retirees) as of the beginning of the measurement period. The EARSL for the measurement period is 3.8 years and will be recognized in pension expense as follows:

Year Ended June 30,	Deferred Outflows/(Inflows) of Resources
2026	$ 1,298,084
2027	853,122
2028	762,203
Total	$ 2,913,409

Actuarial Methods and Assumptions

Total pension liability for the SEP was determined by applying updated procedures to the financial reporting actuarial valuation as of June 30, 2023, and rolling forward the total pension liability to June 30, 2024. The financial reporting actuarial valuation as of June 30, 2023, used the following methods and assumptions, applied to all prior periods included in the measurement:

Valuation date	June 30, 2023
Measurement date	June 30, 2024
Experience study	July 1, 1997 through June 30, 2015
Actuarial cost method	Entry age normal
Discount rate	6.90%
Investment rate of return	6.90%
Consumer price inflation	2.30%
Wage growth	Varies by entry age and service

The mortality table used was developed based on CalPERS-specific data. The rates incorporate Generational Mortality to capture ongoing mortality improvement using 80% of Scale MP-2020 published by the Society of Actuaries.

In determining the long-term expected rate of return, CalPERS took into account long-term market return expectations as well as the expected pension fund cash flows. Projected returns for all asset classes are estimated and, combined with risk estimates, are used to project compound (geometric) returns over the long term. The discount rate used to discount liabilities was informed by the long-term projected portfolio return. The target asset allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class	Assumed Asset Allocation	Long-Term Expected Real Rate of Return
Global equity - cap-weighted	30%	4.54%
Global equity - non-cap-weighted	12%	3.84%
Private equity	13%	7.28%
Treasury	5%	0.27%
Mortgage-backed securities	5%	0.50%
Investment grade corporates	10%	1.56%
High yield	5%	2.27%
Emerging market debt	5%	2.48%
Private debt	5%	3.57%
Real assets	15%	3.21%
Leverage	(5%)	(0.59%)

Discount Rate

The discount rate used to measure the total pension liability was 6.90%. The projection of cash flows used to determine the discount rate assumed the contributions from plan members and employers will be made at the current member contribution rates and that contributions from employers will be made at statutorily required rates, actuarially determined. Based on these assumptions, the SEP's fiduciary net position was projected to be available to make all projected future benefit payments to current plan members. Therefore, the long-term expected rate of return on the School Employer Pool investments was applied to all periods of projected benefit payments to determine total pension liability.

The following presents the District's proportionate share of the net pension liability calculated using the current discount rate, as well as what the net pension liability would be if it were calculated using a discount rate that is one percent lower or higher than the current rate:

Discount Rate	Net Pension Liability
1% decrease (5.90%)	$ 67,982,526
Current discount rate (6.90%)	45,763,813
1% increase (7.90%)	27,409,387

Cash-in-lieu Plan

Plan Description

The District administers and contributes to a single-employer defined benefit pension plan for eligible retirees upon retirement from the District, reaching the age of 55, and completing at least ten years of service in the District. An annual payment ranging from $1,000 to $2,500, depending on years of service, is contributed by the District to eligible retirees. This plan is subject to the reporting requirements under GASB Statement 73, *Accounting and Financial Reporting for Pensions and Related Assets That Are Not Within the Scope of GASB Statement 68, and Amendments to Certain Provisions of GASB Statements 67 and 68*. The measurement date for the total pension liability is June 30, 2025. As of June 30, 2025, there are no assets accumulated in a trust that meets the criteria in GASB Statement 73, paragraph 4.

Plan Membership

At June 30, 2024, the valuation date, the Plan membership consisted of the following:

Inactive employees or beneficiaries currently receiving benefit payments	88
Active employees	450
Total	538

Benefits Provided

The District provides an annual payment ranging from $1,000 to $2,500, depending on years of service, to eligible retirees to help offset the costs of healthcare coverage. To be eligible for the benefit, regular full-time employees of the District, excluding those classified as professional experts, must have completed at least 10 years of service in the District. Benefits take effect upon the eligible retiree reaching the age of 55. There is no requirement for the annual payment to be spent on health insurance. The payment is treated as taxable income to the retiree, and is thus considered to be a pension rather than a retiree health benefit falling within the scope of GASB Statement No. 75. The benefit is paid annually, effective upon the first year of eligibility, and there are no spousal or survivor benefits paid under this plan. Benefit payments made in the 2024-2025 fiscal year were $155,600.

This benefit is payable in addition to pension benefits that may be payable under one of the District's other pension plans (CalPERS, CalSTRS, or a supplemental employee retirement plan).

The Cash-in-lieu Plan provisions and benefits in effect at June 30, 2025, are summarized as follows:

	Regular, Full-Time Employees
Benefit formula	$1,000 to $2,500, depending on years of service
Benefit vesting schedule	10 years of service
Benefit payments	Annual for life
Vesting age	55
Required employer contribution rate	$1,000 to $2,500 per retiree

Contributions

The District provides an annual contribution ranging from $1,000 to $2,500, depending on years of service, to all eligible retirees in the Plan. Total District contributions for the year ending June 30, 2025, were $155,600.

Changes in the Total Pension Liability (TPL)

	Total Pension Liability
Balance at June 30, 2024	$ 3,132,481
Service cost	97,083
Interest	121,957
Changes of assumptions	(415,348)
Benefit payments	(155,600)
Net change in total pension liability	(351,908)
Balance at June 30, 2025	$ 2,780,573

There was a change in the discount rate from 3.93% to 5.20% since the previous valuation. There were no changes in benefit terms since the previous valuation.

Pension Expense and Deferred Outflows of Resources Related to Pensions

For the year ended June 30, 2025, the District recognized pension expense of $(6,768). At June 30, 2025, the District reported 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 experience in the measurement of the total pension liability	$ 93,294	$ 307,859
Changes of assumptions	297,841	841,284
Total	$ 391,135	$ 1,149,143

The deferred outflows/(inflows) of resources related to differences between expected and actual experience in the measurement of the total pension liability and changes of assumptions will be amortized over the Expected Average Remaining Service Life (EARSL) of all members that are provided benefits (active, inactive, and retirees) as of the beginning of the measurement period. The EARSL for the measurement period is 10.3 years and will be recognized in OPEB expense as follows:

Year Ended June 30,	Deferred Outflows/(Inflows) of Resources
2026	$ (70,208)
2027	(70,208)
2028	(70,208)
2029	(70,213)
2030	(129,918)
Thereafter	(347,253)
Total	$ (758,008)

Actuarial Methods and Assumptions

Valuation date	June 30, 2024
Measurement date	June 30, 2025
Experience study	As of June 2024
Actuarial cost method	Entry age normal
Discount rate	5.20%
Consumer price inflation	2.50%
Wage growth	2.75%

Mortality rates were based on the 2020 CalSTRS Mortality Table for certificated employees and the 2021 CalPERS Active Mortality for Miscellaneous and School Employees Table for classified and miscellaneous employees. Mortality rates vary by age and sex. (Unisex mortality rates are not often used as individual OPEB benefits do not depend on the mortality table used.)

Discount Rate

The discount rate used to measure the total pension liability was 5.20%. The discount rate was based on the Bond Buyer 20-Bond General Obligation Index.

The following presents the District's total pension liability calculated using the current discount rate, as well as what the total pension liability would be if it were calculated using a discount rate that is one percent lower or higher than the current rate:

Discount Rate	Total Pension Liability
1% decrease (4.20%)	$ 3,104,365
Current discount rate (5.20%)	2,780,573
1% increase (6.20%)	2,540,935

CalSTRS/CalPERS Irrevocable Trust

During the 2017-2018 fiscal year, the District established an irrevocable trust for the purpose of funding future employer contributions associated with the CalSTRS and CalPERS pension plans. Funds deposited into this trust are not considered "plan assets" for GASB Statement No. 68 reporting; therefore, the balance of the irrevocable trust is not netted against the net pension liability shown on the Statement of Net Position. The balance and activity of the trust is recorded as a fiduciary fund of the District. There were no contributions made to the trust for the year ended June 30, 2025. As of June 30, 2025, the balance of the trust was $5,796,097.

On Behalf Payments

The State of California makes contributions to CalSTRS on behalf of the District. These payments consist of State General Fund contributions to CalSTRS in the amount of $2,984,329 (10.828% of annual payroll). Contributions are no longer appropriated in the annual Budget Act for the legislatively mandated benefits to CalPERS. Therefore, there is no on behalf contribution rate for CalPERS. Under accounting principles generally accepted in the United States of America, these amounts are to be reported as revenues and expenditures. Accordingly, these amounts have been recorded in these financial statements.

Note 11 - Commitments and Contingencies

Grants

The District receives financial assistance from Federal and State agencies in the form of grants. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and is subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the District. However, in the opinion of management, any such disallowed claims will not have a material adverse effect on the overall financial position of the District at June 30, 2025.

Construction Commitments

As of June 30, 2025, the District had approximately $79.2 million in commitments with respect to unfinished capital projects. The projects are funded through a combination of general obligation bonds and capital project apportionments from the California Community Colleges Chancellor's Office.

Litigation

The District is involved in various litigation arising from the normal course of business. In the opinion of management and legal counsel, the disposition of all litigation pending is not expected to have a material adverse effect on the overall financial position of the District at June 30, 2025.

Note 12 - Related Party Transactions

The Citrus College Foundation provides various levels of monetary support and service to the District. The Foundation was organized as an independent organization under California *Business Code* and has a signed master agreement with the District. The agreement allows the District to provide administrative services to assist the Foundation in carrying out its purpose. The District pays the full salaries and benefits of the director and seventy percent of the salaries and benefits of the administrative assistant. The donated services for the fiscal year ended June 30, 2025, were valued at $404,697. Working space for employees who perform administrative services for the Foundation is provided by the District at no charge. The donated facilities for the fiscal year ended June 30, 2025, amounted to $15,635.

Note 13 - Restatement

Change in Accounting Principle

As of June 30, 2025, the District adopted GASB Statement No. 101, *Compensated Absences*. The provisions of this standard modernize the types of leave that are considered a compensated absence and provides guidance for a consistent recognition and measurement of the compensated absence liability. Therefore, the current and noncurrent portions of compensated absences were increased by $1,686,367 and $5,460,050, respectively, as of July 1, 2024. The effect of this change in accounting principle is described in the following table:

Primary Government	
Net Position - Beginning, as previously reported on July 1, 2024	$ 119,900,287
Change in accounting principle - adoption of GASB Statement No. 101	(7,146,417)
Net Position - Beginning, as restated on July 1, 2024	$ 112,753,870

Required Supplementary Information
June 30, 2025

Citrus Community College District

	2025	2024	2023	2022	2021
Total OPEB Liability					
Service cost	$ 1,193,173	$ 1,023,735	$ 1,104,405	$ 812,057	$ 1,047,780
Interest	1,216,857	1,042,112	999,755	912,782	908,002
Difference between expected and actual experience	-	2,886,243	-	988,457	-
Changes of assumptions	-	(426,510)	-	-	330,426
Benefit payments	(1,432,627)	(1,255,451)	(1,288,752)	(1,178,850)	(1,463,807)
Net change in total OPEB liability	977,403	3,270,129	815,408	1,534,446	822,401
Total OPEB Liability - Beginning	22,864,718	19,594,589	18,779,181	17,244,735	16,422,334
Total OPEB Liability - Ending (a)	$ 23,842,121	$ 22,864,718	$ 19,594,589	$ 18,779,181	$ 17,244,735
Plan Fiduciary Net Position					
Contributions - employer	$ 1,432,627	$ 1,255,451	$ 1,288,752	$ 1,178,850	$ 3,463,807
Expected investment income	1,008,743	918,386	865,707	1,060,901	912,328
Differences between projected and actual earnings on OPEB plan investments	1,012,206	898,239	242,623	(4,581,411)	1,755,868
Benefit payments	(1,432,627)	(1,255,451)	(1,288,752)	(1,178,850)	(1,463,807)
Administrative expense	(128,152)	(127,278)	(120,083)	(135,863)	(123,817)
Net change in plan fiduciary net position	1,892,797	1,689,347	988,247	(3,656,373)	4,544,379
Plan Fiduciary Net Position - Beginning	18,919,081	17,229,734	16,241,487	19,897,860	15,353,481
Plan Fiduciary Net Position - Ending (b)	$ 20,811,878	$ 18,919,081	$ 17,229,734	$ 16,241,487	$ 19,897,860
Net OPEB Liability/(Asset) - Ending (a) - (b)	$ 3,030,243	$ 3,945,637	$ 2,364,855	$ 2,537,694	$ (2,653,125)
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	87.29%	82.74%	87.93%	86.49%	115.39%
Covered Employee Payroll	$ 62,008,058	$ 58,161,579	$ 53,269,378	$ 52,221,643	$ 52,472,317
Net OPEB Liability/(Asset) as a Percentage of Covered Employee Payroll	4.89%	6.78%	4.44%	4.86%	(5.06%)
Measurement Date	June 30, 2025	June 30, 2024	June 30, 2023	June 30, 2022	June 30, 2021

Note: In the future, as data becomes available, ten years of information will be presented.

	2020	2019	2018
Total OPEB Liability			
Service cost	$ 1,193,448	$ 1,065,738	$ 1,220,170
Interest	934,891	900,759	867,453
Difference between expected and actual experience	(880,217)	-	-
Changes of assumptions	(185,074)	-	-
Benefit payments	(1,476,931)	(1,364,793)	(1,495,185)
Net change in total OPEB liability	(413,883)	601,704	592,438
Total OPEB Liability - Beginning	16,836,217	16,234,513	15,642,075
Total OPEB Liability - Ending (a)	$ 16,422,334	$ 16,836,217	$ 16,234,513
Plan Fiduciary Net Position			
Contributions - employer	$ 1,476,931	$ 1,364,793	$ 2,495,185
Expected investment income	814,360	777,421	537,672
Differences between projected and actual earnings on OPEB plan investments	52,476	(9,068)	-
Benefit payments	(1,476,931)	(1,364,793)	(1,495,185)
Administrative expense	(110,999)	(106,437)	(101,612)
Net change in plan fiduciary net position	755,837	661,916	1,436,060
Plan Fiduciary Net Position - Beginning	14,597,644	13,935,728	12,499,668
Plan Fiduciary Net Position - Ending (b)	$ 15,353,481	$ 14,597,644	$ 13,935,728
Net OPEB Liability/(Asset) - Ending (a) - (b)	$ 1,068,853	$ 2,238,573	$ 2,298,785
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	93.49%	86.70%	85.84%
Covered Employee Payroll	$ 51,839,305	$ 50,204,864	$ 46,734,274
Net OPEB Liability/(Asset) as a Percentage of Covered Employee Payroll	2.06%	4.46%	4.92%
Measurement Date	June 30, 2020	June 30, 2019	June 30, 2018

Note: In the future, as data becomes available, ten years of information will be presented.

	2025	2024	2023	2022	2021
Annual money-weighted rate of return, net of investment expense	11.05%	10.58%	6.11%	(17.81%)	16.41%
Measurement Date	June 30, 2025	June 30, 2024	June 30, 2023	June 30, 2022	June 30, 2021

	2020	2019	2018
Annual money-weighted rate of return, net of investment expense	5.83%	5.53%	4.23%
Measurement Date	June 30, 2020	June 30, 2019	June 30, 2018

Note: In the future, as data becomes available, ten years of information will be presented.

	2025	2024	2023	2022	2021
Year ended June 30,					
Proportion of the net OPEB liability	0.0700%	0.0709%	0.0707%	0.0794%	0.0935%
Proportionate share of the net OPEB liability	$ 186,501	$ 215,212	$ 232,854	$ 316,668	$ 396,247
Covered payroll	N/A[1]	N/A[1]	N/A[1]	N/A[1]	N/A[1]
Proportionate share of the net OPEB liability as a percentage of it's covered payroll	N/A[1]	N/A[1]	N/A[1]	N/A[1]	N/A[1]
Plan fiduciary net position as a percentage of the total OPEB liability	(1.02%)	(0.96%)	(0.94%)	(0.80%)	(0.71%)
Measurement Date	June 30, 2024	June 30, 2023	June 30, 2022	June 30, 2021	June 30, 2020

	2020	2019	2018
Year ended June 30,			
Proportion of the net OPEB liability	0.0918%	0.0885%	0.0954%
Proportionate share of the net OPEB liability	$ 341,870	$ 338,838	$ 401,505
Covered payroll	N/A[1]	N/A[1]	N/A[1]
Proportionate share of the net OPEB liability as a percentage of it's covered payroll	N/A[1]	N/A[1]	N/A[1]
Plan fiduciary net position as a percentage of the total OPEB liability	(0.81%)	(0.40%)	0.01%
Measurement Date	June 30, 2019	June 30, 2018	June 30, 2017

[1] As of June 30, 2012, active members are no longer eligible for future enrollment in the MPP Program; therefore, the covered payroll disclosure is not applicable.

Note : In the future, as data becomes available, ten years of information will be presented.

	2025	2024	2023	2022	2021
CalSTRS					
Proportion of the net pension liability	0.0480%	0.0480%	0.0471%	0.0528%	0.0537%
Proportionate share of the net pension liability	$ 32,213,540	$ 36,519,417	$ 32,728,178	$ 24,035,948	$ 52,002,345
State's proportionate share of the net pension liability associated with the District	14,779,683	17,497,479	16,390,144	12,093,957	26,807,215
Total	$ 46,993,223	$ 54,016,896	$ 49,118,322	$ 36,129,905	$ 78,809,560
Covered payroll	$ 32,801,665	$ 30,797,309	$ 31,093,197	$ 32,254,167	$ 31,985,175
Proportionate share of the net pension liability as a percentage of its covered payroll	98.21%	118.58%	105.26%	74.52%	162.58%
Plan fiduciary net position as a percentage of the total pension liability	84%	81%	81%	87%	72%
Measurement Date	June 30, 2024	June 30, 2023	June 30, 2022	June 30, 2021	June 30, 2020
CalPERS					
Proportion of the net pension liability	0.1281%	0.1295%	0.1374%	0.1415%	0.1391%
Proportionate share of the net pension liability	$ 45,763,813	$ 46,878,573	$ 47,289,712	$ 28,763,503	$ 42,677,109
Covered payroll	$ 25,359,914	$ 22,472,069	$ 21,128,446	$ 20,218,150	$ 19,854,130
Proportionate share of the net pension liability as a percentage of its covered payroll	180.46%	208.61%	223.82%	142.27%	214.95%
Plan fiduciary net position as a percentage of the total pension liability	72%	70%	70%	81%	70%
Measurement Date	June 30, 2024	June 30, 2023	June 30, 2022	June 30, 2021	June 30, 2020

	2020	2019	2018	2017	2016
CalSTRS					
Proportion of the net pension liability	0.0519%	0.0493%	0.0527%	0.0535%	0.0534%
Proportionate share of the net pension liability	$ 46,869,281	$ 45,327,856	$ 48,750,333	$ 43,254,271	$ 35,681,720
State's proportionate share of the net pension liability associated with the District	25,570,322	25,952,317	28,840,285	24,623,885	18,871,646
Total	$ 72,439,603	$ 71,280,173	$ 77,590,618	$ 67,878,156	$ 54,553,366
Covered payroll	$ 30,885,104	$ 28,962,328	$ 29,551,868	$ 28,404,511	$ 25,517,331
Proportionate share of the net pension liability as a percentage of its covered payroll	151.75%	156.51%	164.97%	152.28%	139.83%
Plan fiduciary net position as a percentage of the total pension liability	73%	71%	69%	70%	74%
Measurement Date	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015
CalPERS					
Proportion of the net pension liability	0.1396%	0.1360%	0.1364%	0.1383%	0.1429%
Proportionate share of the net pension liability	$ 40,685,851	$ 36,253,141	$ 32,558,281	$ 27,308,456	$ 21,063,601
Covered payroll	$ 19,319,760	$ 17,771,946	$ 17,109,526	$ 16,794,015	$ 15,777,266
Proportionate share of the net pension liability as a percentage of its covered payroll	210.59%	203.99%	190.29%	162.61%	133.51%
Plan fiduciary net position as a percentage of the total pension liability	70%	71%	72%	74%	79%
Measurement Date	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015

	2025	2024	2023	2022	2021
CalSTRS					
Contractually required contribution	$ 6,575,387	$ 6,265,118	$ 5,882,286	$ 5,260,969	$ 5,209,048
Contributions in relation to the contractually required contribution	(6,575,387)	(6,265,118)	(5,882,286)	(5,260,969)	(5,209,048)
Contribution deficiency (excess)	$ -	$ -	$ -	$ -	$ -
Covered payroll	$ 34,426,110	$ 32,801,665	$ 30,797,309	$ 31,093,197	$ 32,254,167
Contributions as a percentage of covered payroll	19.10%	19.10%	19.10%	16.92%	16.15%
CalPERS					
Contractually required contribution	$ 7,460,917	$ 6,766,025	$ 5,701,164	$ 4,840,527	$ 4,185,157
Contributions in relation to the contractually required contribution	(7,460,917)	(6,766,025)	(5,701,164)	(4,840,527)	(4,185,157)
Contribution deficiency (excess)	$ -	$ -	$ -	$ -	$ -
Covered payroll	$ 27,581,948	$ 25,359,914	$ 22,472,069	$ 21,128,446	$ 20,218,150
Contributions as a percentage of covered payroll	27.050%	26.680%	25.370%	22.910%	20.700%

See Notes to Required Supplementary Information

	2020	2019	2018	2017	2016
CalSTRS					
Contractually required contribution	$ 5,469,465	$ 5,028,095	$ 4,179,264	$ 3,717,625	$ 3,047,804
Contributions in relation to the contractually required contribution	(5,469,465)	(5,028,095)	(4,179,264)	(3,717,625)	(3,047,804)
Contribution deficiency (excess)	$ -	$ -	$ -	$ -	$ -
Covered payroll	$ 31,985,175	$ 30,885,104	$ 28,962,328	$ 29,551,868	$ 28,404,511
Contributions as a percentage of covered payroll	17.10%	16.28%	14.43%	12.58%	10.73%
CalPERS					
Contractually required contribution	$ 3,915,433	$ 3,489,535	$ 2,760,161	$ 2,376,171	$ 1,989,587
Contributions in relation to the contractually required contribution	(3,915,433)	(3,489,535)	(2,760,161)	(2,376,171)	(1,989,587)
Contribution deficiency (excess)	$ -	$ -	$ -	$ -	$ -
Covered payroll	$ 19,854,130	$ 19,319,760	$ 17,771,946	$ 17,109,526	$ 16,794,015
Contributions as a percentage of covered payroll	19.721%	18.062%	15.531%	13.888%	11.847%

	2025	2024	2023	2022	2021
Total Pension Liability					
Service cost	$ 97,083	$ 108,527	$ 108,382	$ 152,580	$ 143,516
Interest	121,957	119,755	115,386	78,050	82,847
Difference between expected and actual experience	-	(131,663)	-	152,534	(354,612)
Changes of assumptions	(415,348)	(109,247)	(42,426)	(569,219)	103,716
Benefit payments	(155,600)	(163,177)	(156,701)	(134,834)	(129,900)
Net change in total pension liability	(351,908)	(175,805)	24,641	(320,889)	(154,433)
Total Pension Liability - Beginning	3,132,481	3,308,286	3,283,645	3,604,534	3,758,967
Total Pension Liability - Ending	$ 2,780,573	$ 3,132,481	$ 3,308,286	$ 3,283,645	$ 3,604,534
Covered Payroll	$ 44,781,563	$ 43,583,030	$ 42,416,574	$ 41,281,337	$ 40,176,484
Total Pension Liability as a Percentage of Covered Payroll	6.21%	7.19%	7.80%	7.95%	8.97%
Measurement Date	June 30, 2025	June 30, 2024	June 30, 2023	June 30, 2022	June 30, 2021

	2020	2019
Total Pension Liability		
Service cost	$ 79,639	$ 3,114,226
Interest	109,081	106,891
Difference between expected and actual experience	-	-
Changes of assumptions	597,095	-
Benefit payments	(127,590)	(120,375)
Net change in total pension liability	658,225	3,100,742
Total Pension Liability - Beginning	3,100,742	-
Total Pension Liability - Ending	$ 3,758,967	$ 3,100,742
Covered Payroll	$ 39,101,201	$ 37,962,331
Total Pension Liability as a Percentage of Covered Payroll	9.61%	8.17%
Measurement Date	June 30, 2020	June 30, 2019

Note: In the future, as data becomes available, ten years of information will be presented.

Note 1 - Purpose of Schedules

Schedule of Changes in the District's Net OPEB Liability and Related Ratios

This schedule presents information on the District's changes in the net OPEB liability, including beginning and ending balances, the plan's fiduciary net position, and the net OPEB liability. In the future, as data becomes available, ten years of information will be presented.

- *Changes in Benefit Terms* - There were no changes in benefit terms since the previous valuation.
- *Changes of Assumptions* - For classified and miscellaneous employees, the mortality assumptions were updated from the 2017 CalPERS Mortality for Miscellaneous and Schools Employees tables to the 2021 CalPERS Mortality for Miscellaneous and Schools Employees tables, since the previous valuation.

Schedule of OPEB Investment Returns

This schedule presents information on the annual money-weighted rate of return on OPEB plan investments. In future years, as data becomes available, ten years of information will be presented.

Schedule of the District's Proportionate Share of the Net OPEB Liability - MPP Program

This schedule presents information on the District's proportionate share of the net OPEB Liability – MPP Program and the plans' fiduciary net position. In the future, as data becomes available, ten years of information will be presented.

- *Changes in Benefit Terms* – There were no changes in the benefit terms since the previous valuation.
- *Changes of Assumptions* – The plan rate of investment return assumption was changed from 3.65% to 3.93% since the previous valuation. The Medicare Part A premium cost trend rate assumption was changed from 4.50% to 5.00%, while the Medicare Part B premium cost trend rate assumption was changed from 5.40% to 6.50% since the previous valuation.

Schedule of the District's Proportionate Share of the Net Pension Liability

This schedule presents information on the District's proportionate share of the net pension liability (NPL), the plans' fiduciary net position and, when applicable, the State's proportionate share of the NPL associated with the District.

- *Changes in Benefit Terms* – There were no changes in benefit terms for the CalSTRS or CalPERS plans since the previous valuation.
- *Changes of Assumptions* – There were no changes in economic assumptions for the CalSTRS or CalPERS plans since the previous valuation.

Schedule of the District's Contributions for Pensions

This schedule presents information on the District's required contribution, the amounts actually contributed, and any excess or deficiency related to the required contribution.

Schedule of Changes in the District's Cash-in-lieu Plan Total Pension Liability and Related Ratios

This schedule presents information on the District's changes in the Cash-in-lieu total pension liability, including beginning and ending balances and related ratios. In the future, as data becomes available, ten years of information will be presented.

- *Changes in Benefit Terms* - There were no changes in benefit terms since the previous valuation.
- *Changes of Assumptions* - The discount rate assumption was changed from 3.93% to 5.20% since the previous valuation.

Supplementary Information
June 30, 2025

Citrus Community College District

Citrus College was founded in 1915 and operated as the Citrus Union High School District from 1915 to 1961. In July 1961, the Citrus Community College District was created to include the Azusa and Glendora Unified School Districts. In 1967, the District expanded to include the Claremont, Duarte and Monrovia School Districts. Currently, the Citrus Community College District encompasses an area of approximately 270 square miles and provides postsecondary level education (grade 13-14) for residents of Azusa, Claremont, Duarte, Glendora, Monrovia, and other surrounding communities. The District is governed by a five-member Board of Trustees and one advisory-voting student member.

Board of Trustees as of June 30, 2025

Member	Office	Term Expires
Dr. Cheryl Alexander	President	2026
Ms. Laura J. Bollinger	Vice President	2028
Dr. Anthony Contreras	Clerk/Secretary	2026
Mr. Steven Bluitt Flowers	Member	2028
Dr. Randa B. Wahbe	Member	2028
Mr. A.J. Hernandez	Student Trustee	2026

Administration as of June 30, 2025

Dr. Greg Schulz	Superintendent/President
Dr. Dana Hester	Vice President of Academic Affairs
Ms. Claudette E. Dain, CPA	Vice President of Finance and Administrative Services
Dr. Richard F. Rams	Vice President of Student Services
Ms. Simone Brown Thunder	Executive Director of Human Resources
Mr. Wade W. Ellis	Director of Fiscal Services

Auxiliary Organizations in Good Standing

Citrus College Foundation, established 1966
Master Agreement established January 25, 1999
Dr. My Chau, Interim Director

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal Financial Assistance Listing	Pass-Through Entity Identifying Number	Federal Expenditures
U.S. Department of Education			
Student Financial Assistance Cluster			
Federal Pell Grant Program	84.063		$ 19,063,682
Federal Direct Student Loans	84.268		1,278,333
Federal Supplemental Educational Opportunity Grants (FSEOG)	84.007		403,916
FSEOG Administrative Allowance	84.007		20,196
Federal Work-Study Program	84.033		411,807
Federal Work-Study Program Administrative Allowance	84.033		8,691
Subtotal Student Financial Assistance Cluster			21,186,625
TRIO Cluster			
TRIO Student Support Services	84.042A		335,814
Subtotal TRIO Cluster			335,814
Passed through California Community Colleges Chancellor's Office			
Career and Technical Education Act (CTEA), Title I, Part C	84.048A	24-C01-820	566,765
Total U.S. Department of Education			22,089,204
Research and Development Cluster			
National Science Foundation			
Cross-Sector Partnerships, Experiential Learning, and Professional Development to Build Pathways to STEM Careers	47.076	1953594	12,462
Student Supports Organized to Achieve Results	47.076	2221691	136,935
Passed through Cal Poly Pomona Foundation, Inc.			
IEP: Bridging Institutions to Decrease Gaps in Engineering Education (BRIDGE)	47.076	[1]	48,396
U.S. Department of Education			
Passed through California State University Fullerton Auxiliary Services Corporation			
RAISER: Regional Alliance in STEM Education Redefined	84.031C	S-7709-CITRUS	7,921
Passed through Cal Poly Pomona Foundation, Inc.			
STARS: Student Success and Transfer Articulation through Research and Support Services	84.031C	S21-000335-CITRUS	50,109
Subtotal Research and Development Cluster			255,823
U.S. Department of Health and Human Services			
Passed through Yosemite Community College District			
Child Care and Development Fund (CCDF) Cluster			
Child Development Training Consortium	93.575	24-25-2777	23,000
Subtotal CCDF Cluster			23,000
Passed through California Community Colleges Chancellor's Office			
Temporary Assistance for Needy Families (TANF)	93.558	[1]	52,641
Foster and Kinship Care Education	93.658	[1]	109,788
Total U.S. Department of Health and Human Services			185,429
Total Federal Financial Assistance			$ 22,530,456

[1] Pass-Through Entity Identifying Number not available.

Program	Program Revenues: Cash Received	Accounts Receivable	Unearned Revenue	Total Revenue	Program Expenditures
Basic Needs Centers	$ 467,989	$ -	$ 135,481	$ 332,508	$ 332,508
Basic Needs Services Support	343,262	-	-	343,262	343,262
Board Financial Assistance Program/SFA Administration	555,599	-	-	555,599	555,599
Cal Grant	2,429,938	-	-	2,429,938	2,429,938
California College Promise Grant/AB19	2,308,102	-	1,248,419	1,059,683	1,059,683
CalWORKs	394,530	-	27,415	367,115	367,115
Campus Safety & Sexual Assault Grant	6,012	-	6,012	-	-
Chafee Grant	110,000	-	-	110,000	110,000
Common Course Numbering	913,043	-	909,225	3,818	3,818
Cooperative Agencies Resources for Education	398,795	-	157,227	241,568	241,568
COVID Recovery Block Grant	512,058	-	512,058	-	-
CTE Data Unlocked	50,000	-	50,000	-	-
Disabled Student Programs & Services	1,658,973	-	270,085	1,388,888	1,388,888
Dream Resource Liaison Support	152,166	-	31,005	121,161	121,161
Emergency Assistance to Low Income Students	1,000	-	1,000	-	-
Enrollment Growth Retention for Nursing	88,440	-	-	88,440	88,440
Equal Employment Opportunity Best Practices	91,546	-	77,597	13,949	13,949
Equitable Placement and Completion Grant Program	463,435	-	280,160	183,275	183,275
Extended Opportunity Programs and Services	1,497,689	-	265,186	1,232,503	1,232,503
Financial Aid Technology	50,056	-	-	50,056	50,056
Foster Kinship CARE Education	214,769	-	-	214,769	214,769
Guided Pathways	287,580	-	195,594	91,986	91,986
Institutional Effectiveness Partnership Grant	153,206	-	101,386	51,820	51,820
Instructional Equipment	54,888	-	24,823	30,065	30,065
LA Regional K-16 Collaborative Grant	-	94,985	-	94,985	94,985
LGBTQ+ Support Funding	197,322	-	152,626	44,696	44,696
Mental Health Support	449,230	-	77,617	371,613	371,613

Program	Program Revenues: Cash Received	Accounts Receivable	Unearned Revenue	Total Revenue	Program Expenditures
NextUp	$ 400,143	$ -	$ 97,805	$ 302,338	$ 302,338
Professional Development for Classified Employees	48,522	-	48,522	-	-
Rising Scholars	168,615	38,250	-	206,865	206,865
Staff Diversity	351,328	-	329,089	22,239	22,239
Strong Workforce-Local	903,235	-	165,925	737,310	737,310
Strong Workforce-Regional	234,155	261,216	-	495,371	495,371
Student Equity and Achievement Program	6,088,083	-	586,881	5,501,202	5,501,202
Student Financial Aid Administration	186,085	-	80,038	106,047	106,047
Student Retention & Enrollment (COVID-19)	1,111,967	-	852,435	259,532	259,532
Student Success Completion Grant	6,071,003	-	662,865	5,408,138	5,408,138
Student Transfer Achievement Reform Act of 2021 (AB928)	565,217	-	358,665	206,552	206,552
Systemwide Tech and Data Security	590,225	-	466,730	123,495	123,495
Tech and Data Security	300,000	-	109,525	190,475	190,475
Transfer Education & Articulation (Ethnic Studies)	44,902	-	19,997	24,905	24,905
Veteran Resource Center	165,181	-	53,961	111,220	111,220
Veteran's Mental Health Demo Project	75,000	-	75,000	-	-
Zero Textbook Cost	493,416	-	365,340	128,076	128,076
Total state programs	$ 31,646,705	$ 394,451	$ 8,795,694	$ 23,245,462	$ 23,245,462

CATEGORIES	Reported Data	Audit Adjustments	Audited Data
A. Summer Intersession (Summer 2024 only)			
1. Noncredit*	76.08	-	76.08
2. Credit	1,059.55	-	1,059.55
B. Summer Intersession (Summer 2025 - Prior to July 1, 2025)			
1. Noncredit*	0.21	-	0.21
2. Credit	3.78	-	3.78
C. Primary Terms (Exclusive of Summer Intersession)			
1. Census Procedure Courses			
(a) Weekly Census Contact Hours	2,666.92	-	2,666.92
(b) Daily Census Contact Hours	959.16	-	959.16
2. Actual Hours of Attendance Procedure Courses			
(a) Noncredit*	135.35	-	135.35
(b) Credit	538.01	-	538.01
3. Alternative Attendance Accounting Procedure Courses			
(a) Weekly Census Procedure Courses	2,065.03	-	2,065.03
(b) Daily Census Procedure Courses	2,120.47	-	2,120.47
(c) Noncredit Independent Study/Distance Education Courses	-	-	-
D. Total FTES	9,624.56	-	9,624.56
SUPPLEMENTAL INFORMATION (Subset of Above Information)			
E. Inservice Training Courses (FTES)	-	-	-
F. Basic Skills Courses and Immigrant Education			
1. Noncredit*	161.73	-	161.73
2. Credit	117.08	-	117.08
CCFS-320 Addendum			
CDCP Noncredit FTES	101.50	-	101.50

*Includes Career Development and College Preparation (CDCP) FTES

		ECS 84362 A Instructional Salary Cost AC 0100 - 5900 and AC 6110			ECS 84362 B Total CEE AC 0100 - 6799		
	Object/TOP Codes	Reported Data	Audit Adjustments	Revised Data	Reported Data	Audit Adjustments	Revised Data
<u>Academic Salaries</u>							
Instructional Salaries							
Contract or Regular	1100	$ 16,428,937	$ -	$ 16,428,937	$ 16,428,937	$ -	$ 16,428,937
Other	1300	17,555,180	-	17,555,180	17,555,180	-	17,555,180
Total Instructional Salaries		33,984,117	-	33,984,117	33,984,117	-	33,984,117
Noninstructional Salaries							
Contract or Regular	1200	-	-	-	6,134,878	-	6,134,878
Other	1400	-	-	-	324,329	-	324,329
Total Noninstructional Salaries		-	-	-	6,459,207	-	6,459,207
Total Academic Salaries		33,984,117	-	33,984,117	40,443,324	-	40,443,324
<u>Classified Salaries</u>							
Noninstructional Salaries							
Regular Status	2100	-	-	-	17,904,148	-	17,904,148
Other	2300	-	-	-	716,164	-	716,164
Total Noninstructional Salaries		-	-	-	18,620,312	-	18,620,312
Instructional Aides							
Regular Status	2200	39,010	-	39,010	39,010	-	39,010
Other	2400	121,664	-	121,664	121,664	-	121,664
Total Instructional Aides		160,674	-	160,674	160,674	-	160,674
Total Classified Salaries		160,674	-	160,674	18,780,986	-	18,780,986
Employee Benefits	3000	13,265,098	-	13,265,098	28,819,337	-	28,819,337
Supplies and Material	4000	-	-	-	1,746,090	-	1,746,090
Other Operating Expenses	5000	510,652	-	510,652	6,291,798	-	6,291,798
Equipment Replacement	6420	-	-	-	-	-	-
Total Expenditures Prior to Exclusions		47,920,541	-	47,920,541	96,081,535	-	96,081,535

		ECS 84362 A Instructional Salary Cost AC 0100 - 5900 and AC 6110			ECS 84362 B Total CEE AC 0100 - 6799		
	Object/TOP Codes	Reported Data	Audit Adjustments	Revised Data	Reported Data	Audit Adjustments	Revised Data
Exclusions							
Activities to Exclude							
Instructional Staff - Retirees' Benefits and Retirement Incentives	5900	$ 447,994	$ -	$ 447,994	$ 526,601	$ -	$ 526,601
Student Health Services Above Amount Collected	6441	-	-	-	51,908	-	51,908
Student Transportation	6491	-	-	-	494,730	-	494,730
Noninstructional Staff - Retirees' Benefits and Retirement Incentives	6740	-	-	-	830,734	-	830,734
Objects to Exclude							
Rents and Leases	5060	-	-	-	348,955	-	348,955
Lottery Expenditures							-
Academic Salaries	1000	-	-	-	-	-	-
Classified Salaries	2000	-	-	-	373,207	-	373,207
Employee Benefits	3000	-	-	-	-	-	-
Supplies and Materials	4000	-	-	-	-	-	-
Software	4100	-	-	-	-	-	-
Books, Magazines, and Periodicals	4200	-	-	-	-	-	-
Instructional Supplies and Materials	4300	-	-	-	-	-	-
Noninstructional Supplies and Materials	4400	-	-	-	-	-	-
Total Supplies and Materials		-	-	-	-	-	-

	Object/TOP Codes	ECS 84362 A Instructional Salary Cost AC 0100 - 5900 and AC 6110 Reported Data	Audit Adjustments	Revised Data	ECS 84362 B Total CEE AC 0100 - 6799 Reported Data	Audit Adjustments	Revised Data
Other Operating Expenses and Services	5000	$ -	$ -	$ -	$ 1,116,292	$ -	$ 1,116,292
Capital Outlay	6000						
Library Books	6300	-	-	-	-	-	-
Equipment	6400	-	-	-	-	-	-
Equipment - Additional	6410	-	-	-	-	-	-
Equipment - Replacement	6420	-	-	-	-	-	-
Total Equipment		-	-	-	-	-	-
Total Capital Outlay							
Other Outgo	7000	-	-	-	-	-	-
Total Exclusions		447,994	-	447,994	3,742,427	-	3,742,427
Total for ECS 84362, 50% Law		$ 47,472,547	$ -	$ 47,472,547	$ 92,339,108	$ -	$ 92,339,108
Percent of CEE (Instructional Salary Cost/Total CEE)		51.41%		51.41%	100.00%		100.00%
50% of Current Expense of Education					$ 46,169,554		$ 46,169,554

Activity Classification	Object Code			Unrestricted	
EPA Revenue:	8630				$ 12,324,235
Activity Classification	Activity Code	Salaries and Benefits (Obj 1000-3000)	Operating Expenses (Obj 4000-5000)	Capital Outlay (Obj 6000)	Total
Instructional Activities	1000-5900	$ 12,324,235	$ -	$ -	$ 12,324,235
Total Expenditures for EPA		$ 12,324,235	$ -	$ -	$ 12,324,235
Revenues Less Expenditures					$ -

Amounts reported for governmental activities in the Statement of Net Position are different because		
Total fund balance		
General Funds	$ 47,963,216	
Special Revenue Funds	9,110,299	
Capital Project Funds	205,635,320	
Debt Service Funds	27,610,664	
Proprietary Funds	301,366	
Internal Service Funds	10,135,433	
Fiduciary Funds	20,811,878	
Total fund balance - all District funds		$ 321,568,176
Amounts held in trust on behalf of others (OPEB Trust)		(20,811,878)
Capital assets used in governmental activities are not financial resources and, therefore, are not reported as assets in governmental funds.		
The cost of capital assets is	259,461,506	
Accumulated depreciation and amortization is	(131,795,584)	
Total capital assets, net		127,665,922
Deferred outflows of resources represent a consumption of net position in a future period and is not reported in the District's funds. Deferred outflows of resources at year-end consist of:		
Deferred outflows of resources related to debt refunding	7,883,832	
Deferred outflows of resources related to OPEB	3,171,528	
Deferred outflows of resources related to pensions	26,656,763	
Total deferred outflows of resources		37,712,123
In governmental funds, unmatured interest on long-term liabilities is recognized in the period when it is due. On the government-wide statements, unmatured interest on long-term liabilities is recognized when it is incurred.		(3,056,651)

Long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported as liabilities in the funds. Long-term liabilities at year end consist of:		
General obligation bonds	$ (217,888,008)	
Subscription-based IT arrangements	(1,865,300)	
Compensated absences (less amounts already in the funds)	(9,589,932)	
Aggregate net OPEB liability	(3,216,744)	
Aggregate net pension liability	(80,757,926)	
In addition, the District has issued 'capital appreciation' general obligation bonds. The accretion of interest unmatured on the general obligation bonds to date is	(6,311,138)	
Total long-term liabilities		$ (319,629,048)
Deferred inflows of resources represent an acquisition of net position in a future period and is not reported in the District's funds. Deferred inflows of resources amount to and related to		
Deferred inflows of resources related to OPEB	(1,335,679)	
Deferred inflows of resources related to pensions	(9,827,009)	
Total deferred inflows of resources		(11,162,688)
Total net position		$ 132,285,956

Note 1 - Purpose of Schedules

District Organization

This schedule provides information about the District's governing board members, administration members, and auxiliary organizations in good standing as of June 30, 2025.

Schedule of Expenditures of Federal Awards

Basis of Presentation
The accompanying Schedule of Expenditures of Federal Awards (the Schedule) includes the federal award activity of the District under programs of the federal government for the year ended June 30, 2025. The information is presented in accordance with the 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). Because the Schedule presents only a selected portion of the operations of the District, it is not intended to and does not present the financial position, changes in net position, or cash flows of the District.

Summary of Significant Accounting Policies
Expenditures reported in the Schedule are reported on the modified accrual basis of accounting. When applicable, such 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. No federal financial assistance has been provided to a subrecipient.

Indirect Cost Rate
The District has elected to use the 10% de minimis cost rate.

Schedule of Expenditures of State Awards

The accompanying Schedule of Expenditures of State Awards includes the state grant activity of the District and is presented on the modified accrual basis of accounting. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in, the preparation of the financial statements. The information in this schedule is presented to comply with reporting requirements of the California Community Colleges Chancellor's Office.

Schedule of Workload Measures for State General Apportionment Annual (Actual) Attendance

FTES is a measurement of the number of students attending classes of the District. The purpose of attendance accounting from a fiscal standpoint is to provide the basis for making apportionments of state funds to community college districts. This schedule provides information regarding the attendance of students based on various methods of accumulating attendance data.

Reconciliation of *Education Code* Section 84362 (50% Law) Calculation

California *Education Code* Section 84362 requires the District to expend a minimum of 50% of the unrestricted General Fund monies on salaries of classroom instructors. This is reported annually to the California Community Colleges Chancellor's Office . This schedule provides a reconciliation of the amount reported to the California Community Colleges Chancellor's Office and the impact of any audit adjustments and/or corrections noted during the audit.

Proposition 30 Education Protection Account (EPA) Expenditure Report

This schedule provides information about the District's EPA revenues and summarized expenditures of EPA revenues.

Reconciliation of the Governmental Funds to the Statement of Net Position

This schedule provides a reconciliation of the adjustments necessary to bring the District's internal fund financial statements, prepared on a modified accrual basis, to the government-wide full accrual basis financial statements required under GASB Statements No. 34 and No. 35, business-type activities reporting model.

Independent Auditor’s Reports
June 30, 2025

Citrus Community College District

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 Trustees
Citrus Community College District
Glendora, California

We have audited, 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 (*Government Auditing Standards)*, the financial statements of the business-type activities and fiduciary activities of Citrus Community College 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 District's basic financial statements and have issued our report thereon dated January 12, 2026.

Adoption of New Accounting Standard

As discussed in Note 2 and Note 13 to the financial statements, the District has adopted the provisions of Governmental Accounting Standards Board (GASB) Statement No. 101, *Compensated Absences,* for the year ended June 30, 2025. Accordingly, a restatement has been made to the business-type activities net position as of July 1, 2024 to restate beginning net position. Our opinions are not modified with respect to this matter.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the 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 the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the 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 District'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.

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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 the 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*.

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

Eide Bailly LLP

Ontario, California
January 12, 2026

Independent Auditor's Report on Compliance for the Major Federal Program; Report on Internal Control over Compliance Required by the Uniform Guidance

To the Board of Trustees
Citrus Community College District
Glendora, California

Report on Compliance for the Major Federal Program

Opinion on the Major Federal Program

We have audited Citrus Community College's (the District) 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 the District's major federal program for the year ended June 30, 2025. The 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, Citrus Community College District complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on the major federal program for the year ended June 30, 2025.

Basis for Opinion on the Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*); 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 the 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 the major federal program. Our audit does not provide a legal determination of the District's compliance with the compliance requirements referred to above.

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 the District's federal programs.

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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 the 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 GAAS, *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 the District's compliance with the requirements of the major federal program as a whole.

In performing an audit in accordance with GAAS, *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 the 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 the 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 the 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.

Eide Bailly LLP

Ontario, California
January 12, 2026

Independent Auditor's Report on State Compliance

To the Board of Trustees
Citrus Community College District
Glendora, California

Report on State Compliance

Opinion on State Compliance

We have audited Citrus Community College District's (the District) compliance with the types of compliance requirements described in the 2024-2025 California Community Colleges Chancellor's Office *Contracted District Audit Manual* applicable to the state laws and regulations identified below for the year ended June 30, 2025.

In our opinion, Citrus Community College District complied, in all material respects, with the compliance requirements referred to above that are applicable to the state laws and regulations identified below that were audited for the year ended June 30, 2025.

Basis for Opinion

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS), the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States (*Government Auditing Standards*), and the 2024-2025 California Community Colleges Chancellor's Office *Contracted District Audit Manual*. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the 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 opinion. Our audit does not provide a legal determination of the District's compliance with the compliance requirements referred to above.

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 the District's compliance with the requirements identified below.

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Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements listed in the table below has occurred, whether due to fraud or error, and express an opinion on the 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 GAAS, *Government Auditing Standards*, and the 2024-2025 California Community Colleges Chancellor's Office *Contracted District Audit Manual* 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 the District's compliance with the requirements listed in the table below.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the 2024-2025 California Community Colleges Chancellor's Office *Contracted District Audit Manual*, 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 the 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 the District's internal control over compliance 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 over compliance. Accordingly, we express no such opinion.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any material noncompliance that we identify during the audit.

Compliance Requirements Tested

In connection with the audit referred to above, we selected and tested transactions and records to determine the District's compliance with State laws and regulations applicable to the following:

Section 411	SCFF Data Management Control Environment
Section 412	SCFF Supplemental Allocation Metrics
Section 413	SCFF Success Allocation Metrics
Section 421	Salaries of Classroom Instructors (50% Law)
Section 423	Apportionment for Activities Funded From Other Sources
Section 424	Student Centered Funding Formula Base Allocation: FTES
Section 425	Residency Determination for Credit Courses
Section 426	Students Actively Enrolled
Section 427	Dual Enrollment (CCAP)
Section 430	Scheduled Maintenance Program
Section 431	Gann Limit Calculation
Section 444	Apprenticeship Related and Supplemental Instruction (RSI) Funds
Section 475	Disabled Student Programs and Services (DSPS)
Section 490	Proposition 1D and 51 State Bond Funded Projects
Section 491	Education Protection Account Funds
Section 492	Student Representation Fee
Section 494	State Fiscal Recovery Fund
Section 498	COVID-19 Recovery Block Grant Expenditures

The District reports no Apportionment for Activities Funded From Other Sources; therefore, the compliance tests within this section were not applicable.

The District reports no Apprenticeship Related and Supplemental Instruction (RSI) Funds; therefore, the compliance tests within this section were not applicable.

The District does not have any Proposition 1D and 51 State Bond Funded Projects; therefore, the compliance tests within this section were not applicable.

The District did not expend any funds from the State Fiscal Recovery Fund; therefore, the compliance requirements within this section were not performed.

The District did not expend any funds from the COVID-19 Recovery Block Grant; therefore, the compliance requirements within this section were not performed.

The purpose of this report on state compliance is solely to describe the results of our testing based on the requirements of the 2024-2025 California Community Colleges Chancellor's Office *Contracted District Audit Manual*. Accordingly, this report is not suitable for any other purpose.

Eide Bailly LLP

Ontario, California
January 12, 2026

Schedule of Findings and Questioned Costs
June 30, 2025

Citrus Community College District

FINANCIAL STATEMENTS

Type of auditor's report issued	Unmodified
Internal control over financial reporting:	
Material weaknesses identified	No
Significant deficiencies identified not considered to be material weaknesses	None Reported
Noncompliance material to financial statements noted?	No

FEDERAL AWARDS

Internal control over the major program:	
Material weaknesses identified	No
Significant deficiencies identified not considered to be material weaknesses	None Reported
Type of auditor's report issued on compliance for the major program:	Unmodified
Any audit findings disclosed that are required to be reported in accordance with Uniform Guidance 2 CFR 200.516(a):	No

Identification of the major program:

Name of Federal Program or Cluster	Federal Financial Assistance Listing
Student Financial Assistance Cluster	84.007, 84.033, 84.063, 84.268

Dollar threshold used to distinguish between type A and type B programs:	$750,000
Auditee qualified as low-risk auditee?	Yes

STATE COMPLIANCE

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

None reported.

None reported.

None reported.

There were no audit findings reported in the prior year's Schedule of Findings and Questioned Costs.

Other Information (Unaudited)
June 30, 2025

Citrus Community College District

	General Unrestricted	General Restricted	Community and Contract Education	Bond Interest and Redemption	Capital Outlay Projects	Measure Y Bond Construction
Assets						
Cash and cash equivalents	$ 103,966	$ 255,311	$ -	$ -	$ 44,596	$ -
Investments	41,930,427	11,356,873	19,788	27,610,664	54,682,259	150,087,640
Accounts receivable	7,720,898	2,637,998	-	-	549,495	1,403,730
Due from other funds	3,843,653	-	-	-	-	-
Total assets	$ 53,598,944	$ 14,250,182	$ 19,788	$ 27,610,664	$ 55,276,350	$ 151,491,370
Liabilities and Fund Balances						
Liabilities						
Accounts payable	$ 7,198,688	$ 1,712,973	$ 19,788	$ -	$ 447,715	$ 660,085
Due to other funds	-	-	-	-	-	-
Other current liabilities	1,572,823	-	-	-	-	-
Unearned revenue	724,153	8,677,273	-	-	24,600	-
Total liabilities	9,495,664	10,390,246	19,788	-	472,315	660,085
Fund Balances						
Reserved	-	3,859,936	-	27,610,664	54,804,035	150,831,285
Unreserved						
Designated	-	-	-	-	-	-
Undesignated	44,103,280	-	-	-	-	-
Total fund balances	44,103,280	3,859,936	-	27,610,664	54,804,035	150,831,285
Total liabilities and fund balances	$ 53,598,944	$ 14,250,182	$ 19,788	$ 27,610,664	$ 55,276,350	$ 151,491,370

	Associated Students Organization	Student Representation Fee	Student Financial Aid	Pension Stabilization Trust	Total Governmental Funds (Memorandum Only)
Assets					
Cash and cash equivalents	$ 538,183	$ 1,474	$ 96,567	$ -	$ 1,040,097
Investments	2,783,152	187,021	-	5,796,097	294,453,921
Accounts receivable	171,316	(55,128)	4,045,796	-	16,474,105
Due from other funds	-	-	-	-	3,843,653
Total assets	$ 3,492,651	$ 133,367	$ 4,142,363	$ 5,796,097	$ 315,811,776
Liabilities and Fund Balances					
Liabilities					
Accounts payable	$ 197,609	$ 1,913	$ (365,155)	$ -	$ 9,873,616
Due to other funds	-	-	3,843,653	-	3,843,653
Other current liabilities	-	-	-	-	1,572,823
Unearned revenue	112,294	-	663,865	-	10,202,185
Total liabilities	309,903	1,913	4,142,363	-	25,492,277
Fund Balances					
Reserved	1,763,835	131,454	-	5,796,097	243,033,471
Unreserved					
Designated	1,418,913	-	-	-	1,418,913
Undesignated	-	-	-	-	45,867,115
Total fund balances	3,182,748	131,454	-	5,796,097	290,319,499
Total liabilities and fund balances	$ 3,492,651	$ 133,367	$ 4,142,363	$ 5,796,097	$ 315,811,776

	General Unrestricted	General Restricted	Community and Contract Education	Bond Interest and Redemption	Capital Outlay Projects	Measure Y Bond Construction
Revenues						
Federal revenues	$ 21,013	$ 1,719,256	$ -	$ -	$ -	$ -
State revenues	90,425,592	15,933,849	-	86,573	-	-
Local revenues	18,900,511	1,224,700	34,607	18,986,701	4,111,989	3,549,019
Total revenues	109,347,116	18,877,805	34,607	19,073,274	4,111,989	3,549,019
Expenditures						
Current Expenditures						
Academic salaries	41,094,558	3,921,457	20,830	-	-	-
Classified salaries	22,447,688	5,557,882	106,645	-	341,895	-
Employee benefits	31,071,059	4,262,779	75,739	-	136,670	-
Books and supplies	1,979,020	535,155	16,280	-	27,037	-
Services and operating expenditures	9,693,859	1,222,714	10,268	-	952,999	2,978,339
Capital outlay	916,166	1,644,245	-	-	2,273,089	-
Debt service - principal	-	-	-	14,845,000	-	-
Debt service - interest and other	-	-	-	5,028,090	-	-
Total expenditures	107,202,350	17,144,232	229,762	19,873,090	3,731,690	2,978,339
Excess of Revenues Over (Under) Expenditures	2,144,766	1,733,573	(195,155)	(799,816)	380,299	570,680
Other Financing Sources (Uses)						
Operating transfers in	143,385	192,558	195,155	-	500,000	-
Operating transfers out	(2,400,805)	(158,896)	-	-	-	-
Other sources	2,027,415	-	-	11,831,839	-	100,000,000
Other uses	(97,250)	(1,943,669)	-	-	-	-
Total other financing sources (uses)	(327,255)	(1,910,007)	195,155	11,831,839	500,000	100,000,000
Change in Fund Balances	1,817,511	(176,434)	-	11,032,023	880,299	100,570,680
Fund Balances, Beginning of Year	42,285,769	4,036,370	-	16,578,641	53,923,736	50,260,605
Fund Balances, End of Year	$ 44,103,280	$ 3,859,936	$ -	$ 27,610,664	$ 54,804,035	$ 150,831,285

	Associated Students Organization	Student Representation Fee	Student Financial Aid	Pension Stabilization Trust	Total Governmental Funds (Memorandum Only)
Revenues					
Federal revenues	$ -	$ -	$ 20,766,127	$ -	$ 22,506,396
State revenues	-	-	7,943,379	-	114,389,393
Local revenues	1,950,114	26,211	18,000	560,144	49,361,996
Total revenues	1,950,114	26,211	28,727,506	560,144	186,257,785
Expenditures					
Current Expenditures					
Academic salaries	8,500	-	-	-	45,045,345
Classified salaries	518,471	-	-	-	28,972,581
Employee benefits	164,994	-	-	-	35,711,241
Books and supplies	280,335	1,178	-	-	2,839,005
Services and operating expenditures	762,910	24,909	-	17,736	15,663,734
Capital outlay	24,540	-	-	-	4,858,040
Debt service - principal	-	-	-	-	14,845,000
Debt service - interest and other	-	-	-	-	5,028,090
Total expenditures	1,759,750	26,087	-	17,736	152,963,036
Excess of Revenues Over (Under) Expenditures	190,364	124	28,727,506	542,408	33,294,749
Other Financing Sources (Uses)					
Operating transfers in	7,100	-	-	-	1,038,198
Operating transfers out	(7,100)	(1,201)	(20,196)	-	(2,588,198)
Other sources	-	-	-	-	113,859,254
Other uses	(188,414)	-	(28,707,310)	-	(30,936,643)
Total other financing sources (uses)	(188,414)	(1,201)	(28,727,506)	-	81,372,611
Change in Fund Balances	1,950	(1,077)	-	542,408	114,667,360
Fund Balances, Beginning of Year	3,180,798	132,531	-	5,253,689	175,652,139
Fund Balances, End of Year	$ 3,182,748	$ 131,454	$ -	$ 5,796,097	$ 290,319,499

	Enterprise Fund Golf Driving Range	Internal Service Fund
Assets		
Cash and cash equivalents	$ 165,500	$ 1,728,203
Investments	146,556	8,326,712
Accounts receivable	1,418	81,793
Total assets	$ 313,474	$ 10,136,708
Liabilities and Fund Equity		
Liabilities		
Accounts payable	$ 12,108	$ 1,275
Fund Equity		
Retained earnings	301,366	10,135,433
Total liabilities and fund equity	$ 313,474	$ 10,136,708

	Enterprise Fund Golf Driving Range	Internal Service Fund
Operating Revenues		
Sales and commissions	$ 128,767	$ -
Premium contributions	-	2,372,440
Total operating revenues	128,767	2,372,440
Operating Expenses		
Classified salaries	81,655	-
Employee benefits	41,374	-
Books and supplies	51,678	-
Services and other operating expenditures	4,594	2,643,765
Total operating expenses	179,301	2,643,765
Operating Loss	(50,534)	(271,325)
Nonoperating Revenues		
Investment income	12,726	334,987
Operating transfers in	50,000	1,500,000
Total nonoperating revenues	62,726	1,834,987
Net Income	12,192	1,563,662
Retained Earnings, Beginning of Year	289,174	8,571,771
Retained Earnings, End of Year	$ 301,366	$ 10,135,433

	Enterprise Fund Golf Driving Range	Internal Service Fund
Operating Activities		
Cash received from sales and commissions	$ 128,767	$ -
Cash received from assessments made to other funds	-	2,372,440
Cash payments to employees for services	(118,713)	-
Cash payments for insurance claims	-	(2,642,490)
Cash payments to suppliers for goods and services	(56,272)	-
Net Cash Flows From Operating Activities	(46,218)	(270,050)
Investing Activities		
Interest on investments	13,661	328,810
Interfund transfers	50,000	1,500,000
Net Cash Flows From Investing Activities	63,661	1,828,810
Change in Cash and Cash Equivalents	17,443	1,558,760
Cash and Cash Equivalents - Beginning	294,613	8,496,155
Cash and Cash Equivalents - Ending	$ 312,056	$ 10,054,915
Reconciliation of Operating Loss to Net Cash Flows From Operating Activities		
Operating loss	$ (50,534)	$ (271,325)
Changes in assets and liabilities		
Accounts payable	4,316	1,275
Net Cash Flows From Operating Activities	$ (46,218)	$ (270,050)

	Retiree OPEB Trust
Assets	
Investments	$ 20,811,878
Fund Balance	
Reserved	$ 20,811,878

	Retiree OPEB Trust
Revenues	
Local revenues	$ 2,020,949
Expenditures	
Current	
Services and operating expenditures	128,152
Excess of Revenues Over Expenditures	1,892,797
Fund Balance, Beginning of Year	18,919,081
Fund Balance, End of Year	$ 20,811,878

Note 1 - Purpose of Schedules

Fund Financial Statements

The accompanying financial statements report the governmental, proprietary, and fiduciary fund activities of the District and are presented on the modified accrual basis of accounting. Therefore, some amounts presented in these financial statements may differ from amounts presented in, or used in, the preparation of the basic financial statements. This information is not a required component of the financial statements in accordance with GASB Statements No. 34 and No. 35 and is presented at the preference of District management.