Financial Statements
June 30, 2025

Citrus College Foundation

Eide Bailly

Independent Auditor's Report

Board of Directors
Citrus College Foundation
Glendora, California

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Citrus College Foundation (the Foundation), which comprise the statement of financial position as of June 30, 2025, and the related statements of activities, cash flows, and functional expenses for the year then ended, and the related notes to the financial statements.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the financial position of Citrus College Foundation as of June 30, 2025, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS). 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 Foundation and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these 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 Foundation's ability to continue as a going concern for one year after the date that the financial statements are available to be issued.

Auditor's Responsibilities of 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 opinion. 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 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, 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 Foundation'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 Foundation'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.

Eide Bailly LLP

Ontario, California
January 13, 2026

Assets	
Current assets	
Cash and cash equivalents	$ 459,906
Accounts receivable	24,092
Prepaid expenses	4,405
Total current assets	488,403
Noncurrent assets	
Investment in land - mineral rights	7,500
Investments	15,435,463
Total noncurrent assets	15,442,963
Total assets	$ 15,931,366
Liabilities and Net Assets	
Current liabilities	
Accounts payable	$ 674
Due to Citrus Community College District	353,973
Total current liabilities	354,647
Net assets	
Without donor restrictions	
Undesignated	2,727,060
Board designated	758,494
Total without donor restrictions	3,485,554
With donor restrictions	12,091,165
Total net assets	15,576,719
Total liabilities and net assets	$ 15,931,366

Citrus College Foundation
Statement of Activities
Year Ended June 30, 2025

	Without Donor Restrictions	With Donor Restrictions	Total
Revenues			
Contributions	$ 9,531	$ 471,792	$ 481,323
Golden Circle membership	-	4,474	4,474
Donated services	404,697	-	404,697
Donated facilities	15,635	-	15,635
Other revenues	21	18,975	18,996
Net assets released from restrictions - management fees	162,084	(162,084)	-
Net assets released from restrictions	438,273	(438,273)	-
Total revenues	1,030,241	(105,116)	925,125
Expenses			
Program	562,099	-	562,099
Management and general	414,542	-	414,542
Fundraising	254,907	-	254,907
Total expenses	1,231,548	-	1,231,548
Other Income			
Investment income, net of investment expense	964,913	775,791	1,740,704
Change in Net Assets	763,606	670,675	1,434,281
Net Assets, Beginning of Year	2,721,948	11,420,490	14,142,438
Net Assets, End of Year	$ 3,485,554	$ 12,091,165	$ 15,576,719

Operating Activities	
Change in net assets	$ 1,434,281
Adjustments to reconcile change in net assets	
to net cash flows from operating activities	
Net unrealized gain on investments	(1,363,392)
Contributions restricted for long-term purposes	(20,048)
Changes in assets and liabilities	
Accounts receivable	(6,232)
Accounts payable	(38,869)
Due to Citrus Community College District	283,940
Net Cash Flows From Operating Activities	289,680
Investing Activities	
Purchase of investments	(400,453)
Financing Activities	
Collections of contributions restricted for long-term purposes	20,048
Change in Cash and Cash Equivalents	(90,725)
Cash and Cash Equivalents, Beginning of Year	550,631
Cash and Cash Equivalents, End of Year	$ 459,906

	Program	Management and General	Fundraising	Total
Donated salaries and benefits	$ 121,409	$ 121,409	$ 161,879	$ 404,697
Scholarships and grants	164,450	-	-	164,450
Salaries and benefits	-	215,642	-	215,642
Donated facilities	15,635	-	-	15,635
Professional services	-	12,285	-	12,285
Advertising and promotions	-	3,293	-	3,293
Community relations	14,321	-	-	14,321
Office expenses	-	11,860	-	11,860
Information technology	-	825	-	825
Conferences, conventions, and meetings	510	22,437	-	22,947
Equipment, repairs, and maintenance	4,665	-	-	4,665
Supplies and uniforms	167,567	-	-	167,567
Fundraising and hospitality	-	-	93,028	93,028
College support	62,182	-	-	62,182
Staff development	11,360	-	-	11,360
General operating expenses	-	26,791	-	26,791
Total expenses	$ 562,099	$ 414,542	$ 254,907	$ 1,231,548

Note 1 - Nature of Organization and Summary of Significant Accounting Policies

Organization and Nature of Activities

The Citrus College Foundation (the Foundation), established in 1966 and revitalized in 1982, is a nonprofit organization dedicated to finding supplemental funding sources for Citrus College (the College). The purpose of the Foundation is three-fold: first, to solicit and raise money to award scholarships to students enrolled at Citrus College; second, to afford and encourage opportunities for the establishment of research and educational projects for the benefit of Citrus College; and third, to engage in cooperative efforts with the college to enhance the academic and vocational programs offered at Citrus College and the services offered to the students and members of the college community the Foundation serves.

Financial Statement Presentation

The accompanying financial statements are presented in accordance with Financial Accounting Standards Board (FASB) *Accounting Standards Codification* (ASC) 958-210-50. Under ASC 958-210-50, the Foundation is required to report information regarding its financial position and activities according to two classes of net assets: without donor restrictions and with donor restrictions. In addition, the Foundation is required to present a statement of cash flows. The Foundation does not use fund accounting. Revenues and expenses are recorded when incurred in accordance with the accrual basis of accounting.

The Foundation and the College are financially interrelated organizations as defined by *Transfers of Assets to a Nonprofit or Charitable Trust that Holds Contributions for Others.* The Foundation reflects contributions received for the benefit of the College as revenue in its financial statements. The expenses related to these contributions are accounted for under program expenses.

Net Asset Accounting

Net assets, revenues, gains, and losses are classified based on the existence or absence of donor or grantor restrictions. Accordingly, net assets and changes therein are classified and reported as follows:

Net Assets without Donor Restrictions - Net assets available for general operations and not subject to donor or certain grantor restrictions. Net assets without donor restrictions represents all resources over which the Board of Directors has discretionary control for use in operating the Foundation. The Board of Directors has designated, from net assets without donor restrictions, a board-designated endowment.

Net Assets with Donor Restrictions - Net assets subject to donor restrictions. Some donor restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. The Foundation reports contributions restricted by donors as increases in net assets with donor restrictions if they are received with donor stipulations that limit the use of the donated assets. When a donor restriction expires, that is, when a stipulated time restriction ends, or purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statements of activities as net assets released from restrictions.

Revenue and Revenue Recognition

Contributions are recognized as revenues in the period the contribution is received. Conditional promises to give, that is, those with a measurable performance or other barrier and a right of return, are not recognized until they become unconditional, that is, when the conditions on which they depend are substantially met. In the year ended June 30, 2025, the Foundation did not receive any conditional promises to give. Contributions of assets other than cash are recorded at their estimated fair value at the time of the gift.

Cash and Cash Equivalents

Cash and cash equivalents are defined as all checking, savings and money market accounts with an original maturity of 90 days or less.

Accounts Receivable

Accounts receivable consists primarily of payroll deductions and pledge receivables. Management has deemed all amounts as collectible; therefore, no allowance for doubtful accounts is considered necessary.

Investments

Investment purchases are recorded at cost, or if donated, at fair value on the date of donation. Thereafter, investments are reported at fair value in the statements of financial position. Net investment income is reported in the statements of activities and consists of interest and dividend income, realized and unrealized gains and losses, less external and direct internal investment expenses.

Financial Instruments and Custodial Credit Risk

Deposit custodial credit risk is managed by placing cash, money market accounts, and certificates of deposit with financial institutions believed by the Foundation to be creditworthy. At times, amounts on deposit may exceed insured limits or include uninsured investments in money market mutual funds. Insured accounts are guaranteed by the Federal Deposit Insurance Corporation (FDIC) up to $250,000 per depositor, per insured bank, for each account ownership category. As of June 30, 2025, the Foundation had approximately $153 thousand in excess of FDIC insurance limits. To date, no losses have been experienced in any of these accounts.

Investments are made by diversified investment managers whose performance is monitored by the Foundation and the investment committee of the Board of Directors. Although the fair values of investments are subject to fluctuation on a year-to-year basis, the Foundation and the investment committee believe that the investment policies and guidelines are prudent for the long-term welfare of the Foundation.

Investments with brokers are insured by the Securities Investor Protection Corporation (SIPC) up to $500,000 of which $250,000 may be cash. Insurance protects assets in the case of broker-dealer insolvency and not against declines in market valuation. The Foundation maintains investment balances at financial institutions in excess of Securities Investor Protection Corporation (SIPC) limits. As of June 30, 2025, the Foundation had approximately $15.1 million in excess of SIPC insurance limits. Custodial credit risk is managed by placing deposit and investment balances with financial institutions believed by the Foundation to be creditworthy. Management believes custodial credit risk is limited.

Functional Allocations of Expenses

The costs of program and management and general activities have been summarized on a functional basis in the statement of activities. The statement of functional expenses presents the natural classification detail of expenses by function. Accordingly, certain costs have been allocated among the programs, management and fundraising activities benefited on a reasonable basis that is consistently applied. The donated salaries and benefits expense is allocated based upon management's estimates on the basis of time and effort.

Management Fee

The Foundation serves the Citrus College departments and organizations in managing funds for scholarships and other purposes to promote education. In accordance with the Foundation's management service policy, interest bearing funds are assessed an annual management fee equal to either one percent of the fund's average daily balance for designated or endowed funds or three percent of the average daily balance of scholarship funds to cover the stewardship and administrative costs. This fee is recognized as net assets released from donor restriction on the statement of activities.

Estimates

The preparation of financial statements in conformity with generally accepted accounting principles, requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates, and those differences could be material.

In-Kind Contributions

Contributed nonfinancial assets include donated salaries and benefits and donated facilities which are recorded at their respective fair values. The Foundation does not sell donated gifts-in-kind. In addition to contributed nonfinancial assets, volunteers contribute significant amounts of time to program services, administration, and fundraising and development activities; however, the consolidated financial statements do not reflect the value of these contributed services because they do not meet recognition criteria prescribed by generally accepted accounting principles.

The Foundation records the value of donated salaries and benefits and facilities space when there is an objective basis available to measure their value. Donated services and facilities space are reflected as support in the accompanying statements at their estimated values at date of donation, based on the fair value of comparable services and facilities space provided by third parties. During the 2025 fiscal year, donated services amounted to $404,697 and donated facilities space amounted to $15,635.

Income Taxes

The Foundation is a nonprofit public benefit corporation that is exempt from income taxes under Section 501(c)(3) of the *Internal Revenue Code* and classified by the Internal Revenue Service as other than a private foundation and qualifies for deductible contributions as provided in Section 170(b)(1)(A)(vi). It is also exempt from State franchise and income taxes under Section 23701(d) of the *California Revenue and Taxation Code*.

The Foundation has adopted FASB ASC Topic 740 that clarifies the accounting for uncertainty in tax positions taken or expected to be taken on a tax return and provides that the tax effects from an uncertain tax position can be recognized in the financial statements only if, based on its merits, the position is more likely than not to be sustained on audit by the taxing authorities. Management believes that all tax positions taken to date are highly certain and, accordingly, no accounting adjustment has been made to the financial statements. The Foundation would recognize future accrued interest and penalties related to unrecognized tax benefits and liabilities in income tax expense, if such interest and penalties are incurred.

Advertising Costs

Costs associated with advertising are expensed as incurred. During the 2025 fiscal year, advertising costs totaled $3,293.

Subsequent Events

The Foundation's management has evaluated events or transactions that may occur for potential recognition or disclosure in the financial statements from June 30, 2025 through January 13, 2026, which is the date the financial statements were available to be issued.

Note 2 - Liquidity and Availability

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use within one year of the statement of financial position date, comprise the following at June 30, 2025:

Cash and cash equivalents	$ 459,906
Accounts receivable	7,130
Investments	3,018,518
	$ 3,485,554

The Foundation uses these sources to meet ongoing obligations with respect to general expenditures, liabilities and other obligations as they become due. Cash in excess of daily requirements is invested in various short-term investments with maturities designed to meet obligations as they come due.

Note 3 - Investments

Investments are presented at fair value in the financial statements and are composed of the following at June 30, 2025:

	Fair Market Value
Mutual fund - bonds	$ 5,247,259
Mutual fund - equity securities	10,188,204
Investment in land - mineral rights	7,500
	$ 15,442,963

The following schedule summarizes the net investment income for the year ended June 30, 2025:

Interest and dividends	$ 413,514
Net unrealized gain on investments	1,363,392
Subtotal	1,776,906
Less: investment expense	(36,202)
Net investment income	$ 1,740,704

Note 4 - Fair Value Measurements and Disclosures

Certain assets are reported at fair value in the financial statements. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal, or most advantageous, market at the measurement date under current market conditions regardless of whether that price is directly observable or estimated using another valuation technique. Inputs used to determine fair value refer broadly to the assumptions that market participants would use in pricing the asset or liability, including assumptions about risk. Inputs may be observable or unobservable. Observable inputs are inputs that reflect the assumptions market participants would use in pricing the asset or liability based on market data obtained from sources independent of the reporting entity. Unobservable inputs are inputs that reflect the reporting entity's own assumptions about the assumptions market participants would use in pricing the asset or liability based on the best information available. A three-tier hierarchy categorizes the inputs as follows:

Level 1 - Quoted prices (unadjusted) in active markets for identical assets or liabilities that the reporting entity has the ability to access at the measurement date.

Level 2 - Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly. These include quoted prices for similar assets or liabilities in active markets, quoted prices for identical or similar assets or liabilities in markets that are not active, inputs other than quoted prices that are observable for the asset or liability, and market-corroborated inputs.

Level 3 - Unobservable inputs for the asset or liability. In these situations, inputs are developed using the best information available in the circumstances.

A significant portion of investment assets are classified within Level 1 because they comprise equities and fixed income assets with readily determinable fair values based on daily redemption values.

Assets and Liabilities Recorded at Fair Value on a Recurring Basis

The following table presents the balances of the assets measured at fair value on a recurring basis as of June 30, 2025. The Foundation did not have any liabilities measured at fair value on a recurring basis as of June 30, 2025.

	Level 1
Mutual fund - bonds	$ 5,247,259
Mutual fund - equity securities	10,188,204
Total	$ 15,435,463

The Foundation did not have any assets or liabilities measured at fair value on a non-recurring basis as of June 30, 2025.

Note 5 - Board Designated Net Assets

Net assets without donor restrictions have been board designated for a general endowment and amounted to $758,494 at June 30, 2025. Note 8 to the financial statements contains further information on the Foundation's endowment.

Note 6 - Net Assets with Donor Restrictions

Donor-restricted net assets with time and/or purpose restrictions consist of the following at June 30, 2025:

Alumni funds	$ 38,317
Athletic funds	161,886
College programs	324,476
Early childhood academic funds	167,994
Facilities improvement funds	173,810
Library funds	2,433
Scholarship and student support funds	2,820,641
Veteran funds	187,207
Scholarship endowments	3,891,842
Scholarship endowments - accumulated and unspent earnings	422,576
Total	$ 8,191,182

Donor-restricted net assets with perpetual restrictions consist of the following at June 30, 2025:

Scholarships and programs for the College	$ 3,899,983

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purpose specified by the donors. Net assets released from donor restrictions and net asset transfers were as follows for the years ended June 30, 2025:

Alumni funds	$ 5,001
Athletic funds	284,160
College programs	70,750
Scholarship and student support funds	78,309
Veteran funds	53
Total	$ 438,273

Note 7 - Title V, Endowment Grant

Hispanic Serving Institutions

The District provided the Foundation with an endowment grant which was awarded by the U.S. Department of Education in the fiscal year ended June 30, 2005. This grant is a Title V, Hispanic Serving Institution (H.S.I.) Grant, the purpose of which is to: expand educational opportunities for Hispanic students; improve the academic attainment of Hispanic students; and to expand and enhance the academic offerings, program quality, and institutional stability of colleges educating Hispanic students.

The Foundation received $400,000 through the Title V, H.S.I. Grant by certifying that matching funds of $400,000 from acceptable resources were met. The corpus of the endowment is to be invested over a period of twenty years and the Foundation may not spend more than 50 percent of the aggregate income earned for allowable expenditures. At the end of twenty years, the Foundation may use the corpus for any educational purpose. During the 2024-2025 fiscal year, the corpus from the endowment was released from restriction.

The cumulative earnings from inception of the grant are $363,594. In accordance with the grant agreement, 50 percent of the cumulative earnings may be used for allowable expenditures. At June 30, 2025, total cumulative expenditures from inception of the grant were $85,518. For the fiscal year ended June 30, 2025, the Foundation incurred no allowable expenditures.

Hispanic Serving Institutions – Bridges to Success

The District provided the Foundation with an endowment grant which was awarded by the U.S. Department of Education in the fiscal year ended June 30, 2011. This grant is a Title V, Hispanic Serving Institution (H.S.I.) Grant Bridges to Success, and the purpose of the grant is to increase the success, persistence, degree of completion, and transfer rates of Hispanic and underrepresented students by providing a strengthened and articulated pathway from basic skills to associate degree, and the associate degree for transfer.

The Foundation received $154,375 through the Title V H.S.I. Bridges to Success Grant by certifying that matching funds of $154,375 from acceptable resources were met. The corpus of the endowment is to be invested over a period of twenty years and the Foundation may not spend more than 50 percent of the aggregate income earned for allowable expenditures. At the end of twenty years, the Foundation may use the corpus for any educational purpose.

The cumulative earnings from inception of the grant are $170,962. In accordance with the grant agreement, 50 percent of the cumulative earnings may be used for allowable expenditures. At June 30, 2025, total cumulative expenditures from inception of the grant were $12,995. For the fiscal year ended June 30, 2025, the Foundation incurred no allowable expenditures.

At June 30, 2025, the fair value of the amounts invested related to the endowment grant were $466,717.

Note 8 - Endowment

The Foundation's endowment consists of various endowments established for scholarships and educational program purposes. This includes both donor-restricted funds and funds designated by the Board of Directors. As required by generally accepted accounting principles, net assets associated with endowment funds, including funds designated by the Board of Directors to function as endowments, are classified and reported based on the existence or absence of donor-imposed restrictions.

Interpretation of Relevant Law

The Board of Directors of the Foundation has interpreted the Uniform Prudent Management of Institutional Funds Act (UPMIFA) as requiring the preservation of the fair value of the original gift as of the gift date of the donor restricted endowment funds absent explicit donor stipulations to the contrary. As a result of this interpretation, the Foundation classifies as permanently restricted net assets (a) the original value of gifts donated to the permanent endowment, (b) the original value of subsequent gifts to the permanent endowment, and (c) accumulations to the permanent endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund. The remaining portion of the donor-restricted endowment fund that is not classified in permanently restricted net assets is classified as temporarily restricted net assets until those amounts are appropriated for expenditure by the organization in a manner consistent with the standard of prudence prescribed by UPMIFA.

In accordance with UPMIFA, the organization considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

1. The duration and preservation of the fund
2. The purposes of the organization and the donor-restricted endowment fund
3. General economic conditions
4. The possible effect of inflation and deflation
5. The expected total return from income and the appreciation of investments
6. Other resources of the organization
7. The investment policies of the organization

Return Objectives and Risk Parameters

The Foundation has adopted an investment policy which actively safeguards the assets while maintaining some growth to ensure the donations will provide a benefit to the college and its student population. Endowment assets include those assets of donor-restricted funds that the Foundation must hold in perpetuity or for a donor-specified period(s) as well as board designated funds. Under this policy, as approved by the Board of Directors, the endowment assets are invested in a manner that is intended to balance safety of principal, growth of principal and generation of income.

Strategies Employed for Achieving Objectives

To satisfy its long-term rate-of-return objectives, the Foundation invests the funds for long-term growth and income, while preserving principal with minimal risk.

Spending Policy and How the Investment Objectives Relate to Spending Policy

The Foundation has a spending policy which allows an annual spending limit of no more than five percent trailing twelve quarters' average of the account balances for permanently restricted accounts.

Funds with Deficiencies

From time to time, the fair value of assets associated with individual donor-restricted endowment funds may fall below the level that the donor or UPMIFA required the Foundation to retain as a fund of perpetual duration. These deficiencies result from unfavorable market fluctuations that occurred shortly after the investment of new restricted contributions and continued appropriation for certain programs that are deemed prudent by the Board of Directors. In accordance with US GAAP, there are no funds with deficiencies of this nature that are reported in net assets as of June 30, 2025.

The endowment net asset composition by type of fund as of June 30, 2025 is as follows:

Total Net Assets	Without Donor Restrictions	With Donor Restrictions	Total Endowment Funds
Board designated quasi-endowments	$ 758,494	$ -	$ 758,494
Donor restricted endowments funds			
Original donor-restricted gift amount and amounts required to be maintained	-	7,455,907	7,455,907
Endowment funds	$ 758,494	$ 7,455,907	$ 8,214,401

Changes in endowment net assets as of June 30, 2025 are as follows:

	Without Donor Restrictions	With Donor Restrictions	Total Endowment Funds
Endowment funds, beginning of year	$ 699,790	$ 8,169,975	$ 8,869,765
Contributions	-	20,048	20,048
Investment income, net of fees	64,453	463,399	527,852
Management fee	(5,749)	(103,689)	(109,438)
Released from restriction	-	(1,093,826)	(1,093,826)
Endowment fund, end of year	$ 758,494	$ 7,455,907	$ 8,214,401

Note 9 - Related Party Transactions

The Foundation provides various levels of monetary support and service to the District. The transactions are recorded within the financial statements as distributions, student programs, and scholarship expense.

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 70 percent of the administrative assistant foundation positions. The donated services for the fiscal year ended June 30, 2025, were valued at $404,697, and are reflected in these financial statements as donated services. 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 and have been reflected in the financial statements as donated facilities. As of June 30, 2025, the Foundation owed a balance of $353,973 to the District for reimbursement of expenses the District incurred on behalf of the Foundation from the period of August 2024 through June 2025.

Note 10 - Amounts Held for Others

The Foundation acts as a fiscal agent for departments, organizations, and groups of Citrus College. Accordingly, at June 30, 2025, $566,662, of the Foundation's assets belong to other parties. The Foundation does not have legal access nor discretion over the amounts held on behalf of others. However, as a matter of practice, as the fiscal agent over these funds, the Foundation ensures that expenditure requests are in support of the educational mission of Citrus College and the Citrus College Foundation.