

**MOORPARK UNIFIED SCHOOL DISTRICT  
VENTURA COUNTY**

**FINANCIAL STATEMENTS AND  
SUPPLEMENTARY INFORMATION**

**YEAR ENDED JUNE 30, 2022**



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**MOORPARK UNIFIED SCHOOL DISTRICT  
TABLE OF CONTENTS  
YEAR ENDED JUNE 30, 2022**

<b>INDEPENDENT AUDITORS' REPORT</b>	<b>1</b>
<b>MANAGEMENT'S DISCUSSION AND ANALYSIS</b>	<b>5</b>
<b>FINANCIAL SECTION</b>	
<b>BASIC FINANCIAL STATEMENTS</b>	
<b>GOVERNMENT-WIDE FINANCIAL STATEMENTS</b>	
<b>STATEMENT OF NET POSITION</b>	<b>13</b>
<b>STATEMENT OF ACTIVITIES</b>	<b>14</b>
<b>FUND FINANCIAL STATEMENTS</b>	
<b>BALANCE SHEET – GOVERNMENTAL FUNDS</b>	<b>15</b>
<b>RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE STATEMENT OF NET POSITION</b>	<b>16</b>
<b>STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE – GOVERNMENTAL FUNDS</b>	<b>17</b>
<b>RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE TO THE STATEMENT OF ACTIVITIES</b>	<b>18</b>
<b>NOTES TO FINANCIAL STATEMENTS</b>	<b>19</b>
<b>REQUIRED SUPPLEMENTARY INFORMATION</b>	
<b>SCHEDULE OF BUDGETARY COMPARISON FOR THE GENERAL FUND</b>	<b>53</b>
<b>SCHEDULE OF CHANGES IN THE TOTAL OPEB LIABILITY AND RELATED RATIOS</b>	<b>54</b>
<b>SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY</b>	<b>55</b>
<b>SCHEDULE OF DISTRICT CONTRIBUTIONS</b>	<b>57</b>
<b>NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION</b>	<b>58</b>

**MOORPARK UNIFIED SCHOOL DISTRICT  
TABLE OF CONTENTS  
YEAR ENDED JUNE 30, 2022**

**SUPPLEMENTARY INFORMATION**

<b>HISTORY AND ORGANIZATION</b>	<b>61</b>
<b>SCHEDULE OF AVERAGE DAILY ATTENDANCE (ADA)</b>	<b>62</b>
<b>SCHEDULE OF INSTRUCTIONAL TIME</b>	<b>63</b>
<b>SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS</b>	<b>64</b>
<b>SCHEDULE OF FINANCIAL TRENDS AND ANALYSIS</b>	<b>66</b>
<b>SCHEDULE OF CHARTER SCHOOLS</b>	<b>67</b>
<b>RECONCILIATION OF THE ANNUAL FINANCIAL AND BUDGET REPORT WITH THE AUDITED FINANCIAL STATEMENTS</b>	<b>68</b>
<b>NOTE TO THE SUPPLEMENTARY INFORMATION</b>	<b>69</b>
<b>OPTIONAL SUPPLEMENTARY INFORMATION</b>	
<b>COMBINING BALANCE SHEET – NONMAJOR GOVERNMENTAL FUNDS</b>	<b>72</b>
<b>COMBINING STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCE – NONMAJOR GOVERNMENTAL FUNDS</b>	<b>73</b>
<b>NOTE TO THE OPTIONAL SUPPLEMENTARY INFORMATION</b>	<b>74</b>
<b>OTHER INDEPENDENT AUDITORS' REPORTS</b>	
<b>INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH <i>GOVERNMENT AUDITING STANDARDS</i></b>	<b>76</b>
<b>INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE</b>	<b>78</b>
<b>INDEPENDENT AUDITORS' REPORT ON STATE COMPLIANCE</b>	<b>81</b>

**MOORPARK UNIFIED SCHOOL DISTRICT  
TABLE OF CONTENTS  
YEAR ENDED JUNE 30, 2022**

**FINDINGS AND QUESTIONED COSTS**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS 87**

**SCHEDULE OF PRIOR AUDIT FINDINGS 90**



## INDEPENDENT AUDITORS' REPORT

Board of Education  
Moorpark Unified School District  
Moorpark, California

### Report on the Audit of the Financial Statements

#### ***Opinions***

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Moorpark Unified School District (the District) as of and for the year ended June 30, 2022, 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 financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the District as of June 30, 2022, and the respective changes in financial position 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. Our responsibilities under those standards are further described in the Auditors' 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.

#### ***Emphasis of Matter***

As discussed in Note 1 to the financial statements, effective July 1, 2021, the District adopted new accounting guidance for leases. The guidance requires lessees to recognize a right-to-use lease asset and corresponding lease liability and for all lessors to recognize a lease receivable and corresponding deferred inflow of resource for all leases with lease terms great than twelve months. As a result of the implementation of this guidance, the District has reported a right-to-use lease asset and corresponding lease liability and a lease receivable and corresponding deferred inflow of resources. Our opinion is not modified with respect to this matter.

***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.

***Auditors' 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 auditors' 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, budgetary comparison information, schedule of changes in the total OPEB liability and related ratios, schedule of District's proportionate share of the net pension liability and schedule of District contributions 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 schedule of average daily attendance (ADA), schedule of instructional time, reconciliation of the annual financial and budget report with the audited financial statements, combining nonmajor fund financial statements, and schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* are presented for purposes of additional analysis and are 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 average daily attendance (ADA), schedule of instructional time, reconciliation of the annual financial and budget report with the audited financial statements, combining nonmajor fund financial statements, and schedule of expenditures of federal awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The history and organization, schedule of financial trends and analysis and schedule of charter schools which is the responsibility of management, is presented for the purpose of additional analysis and is not a required part of the basic financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on them.

Board of Education  
Moorpark Unified School District

**Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued our report dated December 8, 2022, 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, and 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.



**CliftonLarsonAllen LLP**

Glendora, California  
December 8, 2022

**MOORPARK UNIFIED SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
YEAR ENDED JUNE 30, 2022**

This section of Moorpark Unified School District's (the District) annual financial report presents our discussion and analysis of the District's financial performance during the fiscal year that ended on June 30, 2022, with comparative information from 2021. Please read it in conjunction with the District's financial statements, which immediately follow this section.

**OVERVIEW OF THE FINANCIAL STATEMENTS**

**The Financial Statements**

The financial statements presented herein include all of the activities of the Moorpark Unified School District and its component units using the integrated approach as prescribed by Governmental Accounting Standards Board (GASB) Statement No. 34.

The government-wide financial statements present the financial picture of the District from the economic resources measurement focus using the accrual basis of accounting. These statements include all assets of the District as well as all liabilities (including long-term obligations) and all deferred outflows and inflows of resources. Additionally, certain eliminations have occurred as prescribed by the statement in regards to interfund activity, payables, and receivables.

The governmental fund statements are prepared using the current financial resources measurement focus and modified accrual basis of accounting.

Reconciliation of the fund financial statements to the government-wide financial statements is provided to explain the differences created by the integrated approach.

The Primary unit of the government is the Moorpark Unified School District.

**The Statement of Net Position and the Statement of Activities**

The statement of net position and the statement of activities report information about the District as a whole and about its activities. These statements include all assets, deferred outflows and inflows of resources and liabilities of the District using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

These two statements report the District's net position and changes in them. Net position is the difference between assets plus deferred outflows of resources and liabilities plus deferred inflows of resources, one way to measure the District's financial health, or financial position. Over time, increases or decreases in the District's net position are one indicator of whether its financial health is improving or deteriorating. Other factors to consider are changes in the District's property tax base and the condition of the District's facilities. The relationship between revenues and expenses is the District's operating results. Since the board's responsibility is to provide services to our students and not to generate profit as commercial entities do, one must consider other factors when evaluating the overall health of the District. The quality of the education and the safety of our schools will likely be an important component in this evaluation.

**MOORPARK UNIFIED SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
YEAR ENDED JUNE 30, 2022**

In the statement of net position and the statement of activities, we present the District activities as follows:

**Governmental Activities** – The District reports all of its services in this category. This includes the education of kindergarten through grade twelve students, adult education students, the operation of child development activities, and the on-going effort to improve and maintain buildings and sites. Property taxes, state income taxes, user fees, interest income, federal, state, and local grants, as well as general obligation bonds, finance these activities.

### **FINANCIAL HIGHLIGHTS**

- General Fund total revenues of \$79,280,170 and expenditures of \$75,171,711 resulted in an excess as of June 30, 2022.
- General Fund ending balance, excluding the Deferred Maintenance Fund, as of June 30, 2022 was \$15,776,293.
- District leaders remain committed to “right sizing” the District and staff from each department and meet regularly to review District needs and budgetary planning factors.
- The District continues to focus on the improvement of budget process and procedures.
- The District continues to engage stakeholders for the purpose of increasing awareness, transparency and knowledge of the budget process through the LCAP committee meetings, School Site Council meetings and Board presentation.
- The District used COVID response funding to support safety measures for in-person instruction and to provide targeted learning recovery lessons for all students during an additional 30 minutes per day of instruction during 2021-22.

### **REPORTING THE DISTRICT'S MOST SIGNIFICANT FUNDS**

#### **Fund Financial Statements**

The fund financial statements provide detailed information about the most significant funds – not the District as a whole. Some funds are required to be established by state law and by bond covenants. However, management establishes many other funds to help it control and manage money for particular purposes or to show that it is meeting legal responsibilities for using certain taxes, grants, and other money that it receives from the U.S. Department of Education.

**Governmental Funds** – Most of the District's basic services are reported in governmental funds, which focus on how money flows into and out of those funds, and the balances left at year-end that are available for spending. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the District's general government operations and the basic services it provides. Governmental fund information helps determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs. The differences of results in the governmental fund financial statements to those in the government-wide financial statements are explained in a reconciliation following each governmental fund financial statement.

**MOORPARK UNIFIED SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
YEAR ENDED JUNE 30, 2022**

**THE DISTRICT AS A WHOLE**

**Net Position**

The District's net position (deficit) was \$(32,800,127) for the fiscal year ended June 30, 2022. Of this amount, \$(57,238,253) was unrestricted. Restricted net position are reported separately to show legal constraints from debt covenants, grantors, constitutional provisions, and enabling legislation that limit the school board's ability to use those net position for day-to-day operations. Our analysis below, in summary form, focuses on the net position (Table 1) and change in net position (Table 2) of the District's governmental activities.

**Table 1: Net Position**

	Governmental Activities	
	<u>June 30, 2022</u>	<u>June 30, 2021</u>
<b>ASSETS</b>		
Current and Other Assets	\$ 38,958,214	\$ 35,797,158
Capital Assets, Net	82,029,516	82,840,192
Total Assets	<u>120,987,730</u>	<u>118,637,350</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>		
Deferred Charge on Refunding	276,138	389,583
Deferred Outflows - OPEB	1,848,442	2,294,703
Deferred Outflows - Pensions	11,159,524	14,906,654
Total Deferred Outflows of Resources	<u>13,284,104</u>	<u>17,590,940</u>
<b>LIABILITIES</b>		
Current Liabilities	7,348,627	9,540,239
Long-Term Liabilities	127,034,699	164,963,998
Total Liabilities	<u>134,383,326</u>	<u>174,504,237</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>		
Deferred Inflows - Leases	449,382	-
Deferred Inflows - OPEB	1,734,027	188,388
Deferred Inflows - Pensions	30,505,226	6,897,059
Total Deferred Outflows of Resources	<u>32,688,635</u>	<u>7,085,447</u>
<b>NET POSITION</b>		
Net Investment in Capital Assets	11,368,412	11,953,254
Restricted	13,069,714	10,926,382
Unrestricted	(57,238,253)	(68,241,030)
Total Net Position	<u>\$ (32,800,127)</u>	<u>\$ (45,361,394)</u>

**MOORPARK UNIFIED SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
YEAR ENDED JUNE 30, 2022**

**Changes in Net Position**

The results of this year's operations for the District as a whole are reported in the statement of activities. Table 2 takes the information from the statement of activities, so you can see our total revenues for the year.

**Table 2: Changes in Net Position**

	Governmental Activities	
	<u>June 30, 2022</u>	<u>June 30, 2021</u>
<b>REVENUES</b>		
Program Revenues:		
Charges for Services	\$ 2,003,392	\$ 693,922
Operating Grants and Contributions	19,540,271	22,086,951
General Revenues:		
Property Taxes	28,453,353	27,750,121
Federal and State Aid	37,387,938	35,341,156
Other General Revenues	1,660,528	1,453,879
Total Revenues	<u>89,045,482</u>	<u>87,326,029</u>
<b>EXPENSES</b>		
Instruction	37,750,590	45,353,785
Instruction-Related Services	7,380,601	7,906,634
Pupil Services	6,183,713	6,599,719
Ancillary Services	1,515,520	594,310
General Administration	5,760,626	5,821,015
Plant Services	6,867,445	7,085,572
Other Outgo and Interest on Long-Term Debt	7,174,956	6,613,875
Depreciation and Amortization	3,850,764	3,649,348
Total Expenses	<u>76,484,215</u>	<u>83,624,258</u>
<b>CHANGE IN NET POSITION</b>	12,561,267	3,701,771
Net Position - Beginning of Year	<u>(45,361,394)</u>	<u>(49,063,165)</u>
<b>NET POSITION - END OF YEAR</b>	<u><u>\$ (32,800,127)</u></u>	<u><u>\$ (45,361,394)</u></u>

**Governmental Activities**

As reported in the statement of activities, the cost of all of our governmental activities this year was \$76,484,215. However, the amount that our taxpayers paid for these activities was \$28,453,353 because the cost was paid by those who benefited from the programs \$2,003,392, or by other governments and organizations who subsidized certain programs with grants and contributions \$19,540,271. We paid for the remaining "public benefit" portion of our governmental activities with \$39,048,466 in federal and state funds and other revenues, like interest and general entitlements.

**MOORPARK UNIFIED SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
YEAR ENDED JUNE 30, 2022**

**THE DISTRICT'S FUNDS**

As the District completed this year, our governmental funds reported a combined fund balance of \$31,323,482, which is an increase of \$4,839,297 from last year (Table 3).

**Table 3: Fund Balance**

	Fund Balance		
	June 30, 2022	June 30, 2021	Difference
<b>GOVERNMENTAL FUNDS</b>			
General Fund	\$ 15,776,525	\$ 11,668,066	\$ 4,108,459
Building Fund	6,563,244	6,865,133	(301,889)
Bond Interest and Redemption Fund	5,367,801	5,150,570	217,231
Student Activity Fund	555,460	434,715	120,745
Adult Education Fund	427,535	331,958	95,577
Child Development Fund	184,560	156,793	27,767
Cafeteria Fund	2,426,807	1,612,533	814,274
Capital Facilities Fund	21,550	264,417	(242,867)
	<u>\$ 31,323,482</u>	<u>\$ 26,484,185</u>	<u>\$ 4,839,297</u>
Total			

**General Fund Budgetary Highlights**

Over the course of the year, the District revises its budget as it attempts to deal with unexpected changes in revenues and expenditures. The final amendment to the budget (2nd Interim Report) was adopted on March 8, 2022. (A schedule showing the District's original and final budget amounts compared with amounts actually paid and received is provided on page 57)

- The declining enrollment trend continued at about 73 students as of "Census Day" in October with 5,772 students enrolled. The funded ADA for 2021-22 was about 5,850 due to the prior year allowance of hold harmless although the actual ADA was 5,377.
- Salary and benefit costs increased in 2021-22 compared to prior years as a result of a 2% ongoing raise for all employees, a 1% one-time payment for additional work supporting an extended in-person school day, and an increase in the number of staff employed for 2021-22 for COVID response learning, wellness, and safety measures.
- Negotiations with the District's bargaining units resulted in an increase of \$250 per year for the employee contribution to assist with rising health benefits costs.

**MOORPARK UNIFIED SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
YEAR ENDED JUNE 30, 2022**

**CAPITAL ASSETS AND DEBT ADMINISTRATION**

**Capital Assets**

At June 30, 2022, the District had \$82,029,516 in a broad range of capital assets (net of depreciation and amortization), including land, buildings, and furniture and equipment.

**Table 4: Capital Assets (Net of Depreciation)**

	<u>June 30, 2022</u>	<u>June 30, 2021</u>
Land	\$ 18,254,739	\$ 18,254,739
Construction in Progress	-	-
Land Improvements	6,180,342	5,336,344
Buildings and Improvements	123,658,705	122,475,959
Furniture and Equipment	5,833,100	5,012,892
Right-to-Use Lease Equipment	193,136	-
Total	<u>154,120,022</u>	<u>151,079,934</u>
Less: Accumulated Depreciation and Amortization	<u>(72,090,506)</u>	<u>(68,239,742)</u>
Capital Assets, Net	<u><u>\$ 82,029,516</u></u>	<u><u>\$ 82,840,192</u></u>

**Long-Term Liabilities**

At the end of this year, the District had \$127,034,699 in long-term liabilities.

**Table 5: Long-Term Liabilities**

	<u>June 30, 2022</u>	<u>June 30, 2021</u>
General Obligation Bonds	\$ 74,898,955	\$ 75,234,198
Certificates of Participation (COPS)	2,525,634	2,907,456
Lease Payable	75,897	-
Compensated Absences	151,287	156,215
PARS Supplementary Retirement Plan	-	431,495
Total Other Postemployment Benefits (OPEB) Liability	13,333,040	15,803,429
Net Pension Liability	<u>36,049,886</u>	<u>70,431,205</u>
Total Long-Term Liabilities	<u><u>\$ 127,034,699</u></u>	<u><u>\$ 164,963,998</u></u>

**MOORPARK UNIFIED SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
YEAR ENDED JUNE 30, 2022**

**FUTURE EVENTS AND BUDGET ISSUES**

The largest impact for the District's annual budget is dependent on the California economic and political condition, especially in light of continued pandemic recovery efforts, and the availability of affordable housing for families with school-aged children. In addition, continuing health insurance and property/liability/workers' compensation insurance costs and potential for even greater increases in premiums can make significant impacts. The following is a summary of the 2022-2023 major budgeted revenues and expenditures as of First Interim:

**Revenues**

- Local Control Funding Formula revenue of \$64.8 million in the General Fund budget, which is an increase of approximately \$2.4 million compared to Adopted Budget resulting from the state's increased "LCFF Investment" of 6.70% beyond the statutory COLA of 6.56%.
- One-time block grant funding entitlement for Learning Recovery and Arts, Music and Instructional Materials totaling approximately \$8.1 million.
- Greater enrollment and funded ADA at First Interim than Adopted Budget resulting from more than a 50% decrease in the rate of declining enrollment (loss of 45 age-eligible students compared to a historical average of approximately 110 students per year) and an expanded Universal TK program (per California Education Code districts can expand the age window to June 30th rather than February 2nd).

**Expenditures**

- Normal step and column increase for all employees averaged raises of approximately 1.5% for all employees.
- All employees received on-schedule raises; certificated and management/confidential at 8% and classified at 10%.
- Increased certificated, classified, and management staffing, funded primarily through restricted general funds, to support increased needs in learning, behavior, and mental health for pandemic recovery.
- Additional certificated and classified staff hired to support the expanded Universal TK program.
- Health insurance budgeted at 5% increase.
- To reduce insurance costs, deductible for property and liability increased from \$8,000 to \$50,000 per event with \$250,000 assigned for coverage of claims. No claims were made in 2021-22, so the assigned funds were carried forward into the next fiscal year.

**CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT**

This financial report is designed to provide our citizens, taxpayers, students, and 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 questions about this report or need any additional financial information, contact the Assistant Superintendent, Business Services, at Moorpark Unified School District, 5297 Maureen Lane, Moorpark, California, 93021.

## **FINANCIAL SECTION**

**MOORPARK UNIFIED SCHOOL DISTRICT  
STATEMENT OF NET POSITION  
JUNE 30, 2022**

	<u>Governmental Activities</u>
<b>ASSETS</b>	
Cash in County Treasury	\$ 32,673,240
Cash in Banks	560,460
Accounts Receivable	5,146,410
Stores	106,479
Lease Receivable - Noncurrent	471,625
Land	18,254,739
Depreciable Assets, Net	<u>63,774,777</u>
Total Assets	<u>120,987,730</u>
 <b>DEFERRED OUTFLOWS OF RESOURCES</b>	
Deferred Charge on Refunding	276,138
Deferred Outflows - OPEB	1,848,442
Deferred Outflows - Pensions	<u>11,159,524</u>
Total Deferred Outflows of Resources	<u>13,284,104</u>
 <b>LIABILITIES</b>	
Accounts Payable	5,432,183
Accrued Interest	163,277
Unearned Revenue	1,753,167
Long-Term Liabilities:	
Due Within One Year	5,081,259
Due in More Than One Year	<u>121,953,440</u>
Total Liabilities	<u>134,383,326</u>
 <b>DEFERRED INFLOWS OF RESOURCES</b>	
Deferred Inflows - Leases	449,382
Deferred Inflows - OPEB	1,734,027
Deferred Inflows - Pensions	<u>30,505,226</u>
Total Deferred Inflows of Resources	<u>32,688,635</u>
 <b>NET POSITION</b>	
Net Investment in Capital Assets	11,368,412
Restricted for:	
Capital Projects	21,550
Debt Service	5,204,524
Educational Programs	5,499,712
Food Service Program	2,343,928
Unrestricted	<u>(57,238,253)</u>
Total Net Position	<u><u>\$ (32,800,127)</u></u>

See accompanying Notes to Financial Statements.

**MOORPARK UNIFIED SCHOOL DISTRICT  
STATEMENT OF ACTIVITIES  
YEAR ENDED JUNE 30, 2022**

Functions	Expenses	Program Revenues		Net (Expense)
		Charges for Services	Operating Grants and Contributions	Revenue and Changes in Net Position
				Governmental Activities
<b>GOVERNMENTAL ACTIVITIES</b>				
Instruction	\$ 37,750,590	\$ 242,702	\$ 11,200,748	\$ (26,307,140)
Instruction - Related Services	7,380,601	65,174	1,650,361	(5,665,066)
Pupil Services	6,183,713	100,151	3,908,065	(2,175,497)
Ancillary Services	1,515,520	1,474,983	122,934	82,397
General Administration	5,760,626	2,729	1,350,847	(4,407,050)
Plant Services	6,867,445	5,971	179,520	(6,681,954)
Other Outgo	2,577,829	111,682	1,127,796	(1,338,351)
Debt Service - Interest	4,597,127	-	-	(4,597,127)
Depreciation and Amortization (Unallocated)	3,850,764	-	-	(3,850,764)
<b>Total Governmental Activities</b>	<b>\$ 76,484,215</b>	<b>\$ 2,003,392</b>	<b>\$ 19,540,271</b>	<b>(54,940,552)</b>
<b>GENERAL REVENUES</b>				
Property Taxes Levied for:				
General Purposes				23,433,001
Debt Service				5,020,352
Federal and State Aid not Restricted to Specific Purposes				37,387,938
Interest and Investment Earnings				98,370
Miscellaneous				1,562,158
<b>Total General Revenues</b>				<b>67,501,819</b>
<b>CHANGE IN NET POSITION</b>				<b>12,561,267</b>
Net Position - Beginning of Year				(45,361,394)
<b>NET POSITION - END OF YEAR</b>				<b>\$ (32,800,127)</b>

See accompanying Notes to Financial Statements.

**MOORPARK UNIFIED SCHOOL DISTRICT  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2022**

	General Fund	Building Fund	Bond Interest and Redemption Fund	Nonmajor Governmental Funds	Total Governmental Funds
<b>ASSETS</b>					
Cash in County Treasury	\$ 17,924,876	\$ 6,504,000	\$ 5,360,078	\$ 2,884,286	\$ 32,673,240
Cash in Banks	5,000	-	-	555,460	560,460
Accounts Receivable	4,416,622	10,044	7,723	712,021	5,146,410
Due from Other Funds	153,061	49,200	-	1,985	204,246
Stores	23,600	-	-	82,879	106,479
Accounts Receivable - Noncurrent	471,625	-	-	-	471,625
<b>Total Assets</b>	<b>\$ 22,994,784</b>	<b>\$ 6,563,244</b>	<b>\$ 5,367,801</b>	<b>\$ 4,236,631</b>	<b>\$ 39,162,460</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>					
<b>LIABILITIES</b>					
Accounts Payable	\$ 5,337,242	\$ -	\$ -	\$ 94,941	\$ 5,432,183
Due to Other Funds	51,185	-	-	153,061	204,246
Unearned Revenue	1,380,450	-	-	372,717	1,753,167
<b>Total Liabilities</b>	<b>6,768,877</b>	<b>-</b>	<b>-</b>	<b>620,719</b>	<b>7,389,596</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>					
Unavailable Inflow s of Resources	449,382	-	-	-	449,382
<b>Total Deferred Inflow s of Resources</b>	<b>449,382</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>449,382</b>
<b>FUND BALANCES</b>					
Nonspendable	50,843	-	-	82,879	133,722
Restricted	4,374,341	6,563,244	5,367,801	3,490,849	19,796,235
Committed	5,410,851	-	-	-	5,410,851
Assigned	3,776,440	-	-	42,184	3,818,624
Unassigned	2,164,050	-	-	-	2,164,050
<b>Total Fund Balances</b>	<b>15,776,525</b>	<b>6,563,244</b>	<b>5,367,801</b>	<b>3,615,912</b>	<b>31,323,482</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 22,994,784</b>	<b>\$ 6,563,244</b>	<b>\$ 5,367,801</b>	<b>\$ 4,236,631</b>	<b>\$ 39,162,460</b>

See accompanying Notes to Financial Statements.

**MOORPARK UNIFIED SCHOOL DISTRICT  
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET  
TO THE STATEMENT OF NET POSITION  
JUNE 30, 2022**

Total Fund Balances - Governmental Funds \$ 31,323,482

Amounts reported for governmental funds are different than the statement of net position because:

Capital assets used in governmental activities are not financial resources and, therefore, are not reported as assets in governmental funds. These assets consist of:

Land	\$ 18,254,739	
Depreciable Assets, Net	<u>63,774,777</u>	82,029,516

Long-term liabilities are not due and payable in the current period and, therefore, are not reported as liabilities in governmental funds.

Long-term liabilities at year-end consist of:

General Obligation Bonds	(74,898,955)	
Certificates of Participation (COPS)	(2,525,634)	
Lease Payable	(75,897)	
Compensated Absences	(151,287)	
Other Postemployment Benefits Other than Pensions (OPEB)	(13,333,040)	
Net Pension Liability	<u>(36,049,886)</u>	(127,034,699)

In governmental funds, deferred outflows and inflows of resources are not reported because they are applicable to future periods.

Deferred outflows and inflows of resources at year-end consist of:

Deferred Charge on Refunding	276,138	
Deferred Outflows - OPEB	1,848,442	
Deferred Outflows - Pensions	11,159,524	
Deferred Inflows - OPEB	(1,734,027)	
Deferred Inflows - Pensions	<u>(30,505,226)</u>	(18,955,149)

Accrued interest on long term debt, that is the amount of interest due from the last payment made until the end of the fiscal period June 30, 2022, consists of:

(163,277)

Total Net Position - Governmental Activities

\$ (32,800,127)

**MOORPARK UNIFIED SCHOOL DISTRICT  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
GOVERNMENTAL FUNDS  
YEAR ENDED JUNE 30, 2022**

	General Fund	Building Fund	Bond Interest and Redemption Fund	Nonmajor Governmental Funds	Total Governmental Funds
<b>REVENUES</b>					
Local Control Funding Formula (LCFF):					
State Apportionments	\$ 36,698,492	\$ -	\$ -	\$ -	\$ 36,698,492
Local Sources	21,685,126	-	-	-	21,685,126
Total LCFF	58,383,618	-	-	-	58,383,618
Federal Sources	4,259,592	-	-	3,121,139	7,380,731
Other State Sources	9,356,992	-	27,634	1,448,269	10,832,895
Other Local Sources	7,279,968	1,160,373	5,006,542	1,669,860	15,116,743
Total Revenues	79,280,170	1,160,373	5,034,176	6,239,268	91,713,987
<b>EXPENDITURES</b>					
Instruction	44,023,584	-	-	700,930	44,724,514
Instruction - Related Services	8,442,053	-	-	434,524	8,876,577
Pupil Services	5,404,544	-	-	2,401,746	7,806,290
Ancillary Services	222,065	-	-	1,300,585	1,522,650
General Administration	6,573,564	-	34,690	151,807	6,760,061
Plant Services	7,912,217	1,232,504	-	201,692	9,346,413
Debt Service	-	229,758	4,816,945	232,488	5,279,191
Other Outgo	2,593,684	-	-	-	2,593,684
Total Expenditures	75,171,711	1,462,262	4,851,635	5,423,772	86,909,380
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	4,108,459	(301,889)	182,541	815,496	4,804,607
<b>OTHER FINANCING SOURCES (USES)</b>					
Proceeds from Sale of Bonds	-	-	1,220,000	-	1,220,000
Deposit to Refunding Bond Escrow Agent	-	-	(1,185,310)	-	(1,185,310)
Total Other Financing Sources (Uses)	-	-	34,690	-	34,690
<b>NET CHANGES IN FUND BALANCE</b>	4,108,459	(301,889)	217,231	815,496	4,839,297
Fund Balances - Beginning of Year	11,668,066	6,865,133	5,150,570	2,800,416	26,484,185
<b>FUND BALANCES - END OF YEAR</b>	<b>\$ 15,776,525</b>	<b>\$ 6,563,244</b>	<b>\$ 5,367,801</b>	<b>\$ 3,615,912</b>	<b>\$ 31,323,482</b>

See accompanying Notes to Financial Statements.

**MOORPARK UNIFIED SCHOOL DISTRICT  
RECONCILIATION OF THE GOVERNMENTAL FUNDS  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE TO THE STATEMENT OF ACTIVITIES  
YEAR ENDED JUNE 30, 2022**

Net Change in Fund Balances - Total Governmental Funds		\$ 4,839,297
Amounts reported for governmental activities in the statement of activities are different because:		
Governmental funds report capital outlays as expenditures. However, in the statement of activities, assets with an initial, individual cost of more than \$5,000 are capitalized and the cost is allocated over their estimated useful lives and reported as depreciation and amortization expense.		
Capital Outlay	\$ 2,846,952	
Depreciation and Amortization Expense	<u>(3,850,764)</u>	(1,003,812)
Issuance of long-term debt is reported as proceeds in governmental funds but increases long-term debt in the statement of net position		
General Obligation Bonds		(1,220,000)
Repayment of long-term debt is reported as an expenditure in governmental funds, but the repayment reduces long-term liabilities in the statement of net position.		
Repayment of General Obligation Bonds	5,540,000	
Repayment of COPS Principal	381,822	
Repayment of Leases	<u>117,239</u>	6,039,061
In governmental funds, pension costs are recognized when the employer contribution is made, but in the statement of activities, pension costs are recognized on the accrual basis. The difference between accrual basis pension costs and actual employer contributions was:		
		7,026,022
In governmental funds, OPEB costs are recognized when the health and welfare payments are made, but in the statement of activities, OPEB costs are recognized on the accrual basis. The difference between accrual basis OPEB costs and actual health and welfare payments was:		
		478,489
Some items reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds. These activities consist of:		
Net Decrease of Deferred Charge on Refunding	(113,445)	
Net Decrease in Accrued Interest	63,989	
Increase in Accreted Interest	(4,061,069)	
Net Decrease of Premium on General Obligation Bonds	76,312	
Decrease in Compensated Absences	4,928	
Decrease in PARS Supplementary Retirement Plan	<u>431,495</u>	<u>(3,597,790)</u>
Change in Net Position of Governmental Activities		<u>\$ 12,561,267</u>

See accompanying Notes to Financial Statements.

**MOORPARK UNIFIED SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2022**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Moorpark Unified School District (the District) accounts for its financial transactions in accordance with the policies and procedures of the California Department of Education's *California School Accounting Manual*, updated to conform to the most current financial and reporting requirements promulgated by the California Department of Education. The accounting policies of the District conform to generally accepted accounting principles generally accepted in the United States of America (GAAP) as prescribed by the Governmental Accounting Standards Board (GASB).

The significant accounting policies applicable to the District are described below.

**Basis of Presentation**

The accompanying financial statements have been prepared in conformity with GAAP as prescribed by GASB. The financial statement presentation required by GASB provides a comprehensive, entity-wide perspective of the District's financial activities. The entity-wide perspective enhances the fund-group perspective previously required.

The District's basic financial statements consist of government-wide statements, including a statement of net position, a statement of activities, and fund financial statements.

**Government-Wide Financial Statements**

The statement of net position and the statement of activities displays information about the District as a whole. These statements include the financial activities of the primary government.

The statement of net position presents the financial condition of the governmental activities of the District at year-end. The statement of activities presents a comparison between direct expenses and program revenues for each program or function of the District's governmental activities. Direct expenses are those that are specifically associated with a service, program or department and, therefore, clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program, grants and contributions that are restricted to meeting the operational or capital requirements of a particular program, and interest earned on grants that is required to be used to support a particular program. Revenues which are not classified as program revenues are presented as general revenues of the District. The comparison of direct expenses with program revenues identifies the extent to which each governmental function is self-financing or draws from the general revenues of the District. Depreciation, amortization and interest expense have not been allocated to specific functions.

**MOORPARK UNIFIED SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2022**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Basis of Presentation (Continued)**

**Fund Financial Statements**

During the year, the District segregates transactions related to certain District functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the District at this more detailed level. The focus of governmental fund financial statements is on major funds. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column. The fiduciary funds are reported by type.

The fund financial statement expenditures are presented in a function-oriented format. The following is a brief description of the functions:

**Instruction:** includes the activities directly dealing with the interaction between teachers and students.

**Instruction-Related Services:** includes supervision of instruction, instructional library, media and technology, and school site administration.

**Pupil Services:** includes home to school transportation, food services, and other pupil services.

**Ancillary Services:** includes activities that are generally designed to provide students with experiences outside the regular school day.

**General Administration:** includes data processing services and all other general administration services.

**Plant Services:** includes activities of maintaining the physical plant. This also includes facilities acquisition and construction expenditures.

**Other Outgo:** includes transfers to other agencies.

**Debt Service:** includes principal and interest payments for long-term debt.

**Fund Accounting**

To ensure compliance with the California Education Code, the financial resources of the District are divided into separate funds for which separate accounts are maintained for recording cash, other resources and all related liabilities, obligations, and equities.

The statement of revenues, expenditures, and changes in fund balance are statements of financial activities of the particular fund related to the current reporting period. Expenditures of the various funds frequently include amounts for land, buildings, equipment, retirement of indebtedness, transfers to other funds, etc. Consequently, these statements do not purport to present the result of operations or the net income or loss for the period as would a statement of income for a profit-type organization. The modified accrual basis of accounting is used for all governmental funds.

**MOORPARK UNIFIED SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2022**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Governmental Funds – Major**

**General Fund:** used to account for all financial resources except those required to be accounted for in another fund. The Deferred Maintenance Fund does not meet the definition of a special revenue fund as it is not primarily composed of restricted or committed revenue sources. Therefore, all activities of this fund are reported in the General Fund.

**Building Fund:** used to account for the construction projects funded by the proceeds of voter approved bonds.

**Bond Interest and Redemption Fund:** used to account for the payment of principal and interest on general obligation bonds.

**Governmental Funds – Nonmajor**

**Special Revenue Funds:** used to account for the proceeds of specific revenue sources that are restricted or committed to expenditures for specific purposes other than debt service or capital projects.

*Student Activity Fund:* used to account for raising and expending money to promote the general welfare, morale, and education experiences of the student body organizations.

*Adult Education Fund:* used to account for resources restricted or assigned to adult education programs maintained by the District.

*Child Development Fund:* used to account for resources restricted to child development programs.

*Cafeteria Fund:* used to account for revenues received and expenditures made to operate the District's cafeterias.

**Capital Projects Funds:** used to account for the financial resources that are restricted, committed or assigned for the acquisition and/or construction of major governmental general capital assets.

*Capital Facilities Fund:* used to account for resources received from residential and commercial developer impact fees and for the payment of principal and interest on certificates of participation (COPS).

**MOORPARK UNIFIED SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2022**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Basis of Accounting**

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of measurement made, regardless of the measurement focus applied. Revenues in governmental fund financial statements are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers revenues to be available if they are collected within 60 days of the end of the current fiscal period, with the exception of state apportionment, interest and reimbursement grants which are considered available as collectible within one year.

Government-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Differences in the accrual and the modified accrual basis of accounting arise in the recognition of revenue, the recording of unearned revenue, and in the presentation of expenses versus expenditures.

**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 in the county treasury is recorded at cost, which approximates fair value.

**Receivables**

Receivables are generally recorded when the amount is earned and can be estimated. All material receivables are considered fully collectible. Per Education Code Section 33128.1, a local education agency may recognize for budgetary and financial reporting purposes any amount of state appropriations deferred from the current fiscal year and appropriated from the subsequent fiscal year for payment of current year costs as a receivable in the current year.

**Stores**

Stores are presented at the lower of cost or market on a average basis and are expensed when used. Stores consists of expendable supplies and food held for consumption. At June 30, 2022, the stores in the Cafeteria Fund for food is \$82,879 and the stores in the General Fund for office supplies is \$23,600.

**Capital Assets**

Generally, capital assets result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the statement of net position, but are not reported in the fund financial statements.

**MOORPARK UNIFIED SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2022**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Capital Assets (Continued)**

Capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated capital assets are recorded at their acquisition value as of the date received. The District maintains a capitalization threshold of \$5,000. The District does not own any infrastructure as defined by GASB. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not capitalized.

All reported capital assets except for land and construction in progress are depreciated. Improvements are depreciated over the remaining useful lives of the related capital assets. Depreciation is computed using the straight-line method over the following useful lives:

Buildings	20 to 50 Years
Improvements	5 to 50 Years
Equipment	5 to 15 Years

**Leases**

**Lessor**

The District is a lessor for a noncancellable lease of a warehouse property. The District recognizes a lease receivable and a deferred inflow of resources in the applicable governmental activities in the government-wide and in the governmental financial statements.

At the commencement of a lease, the District initially measures the lease receivable at the present value of payments expected to be received during the lease term. Subsequently, the lease receivable is reduced by the principal portion of lease payments received. The deferred inflow of resources is initially measured as the initial amount of the lease receivable, adjusted for lease payments received at or before the lease commencement date. Subsequently, the deferred inflow of resources is recognized as revenue over the life of the lease term.

Key estimates and judgments include how the District determines (1) the discount rate it uses to discount the expected lease receipts to present value, (2) lease term, and (3) lease receipts.

- The District uses its estimated incremental borrowing rate as the discount rate for leases.
- The lease term includes the noncancellable period of the lease.
- Lease receipts included in the measurement of the lease receivable is composed of fixed payments from the lessee.

The District monitors changes in circumstances that would require a remeasurement of its lease and will remeasure the lease receivable and deferred inflow of resources if certain changes occur that are expected to significantly affect the amount of the lease receivable.

**MOORPARK UNIFIED SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2022**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Leases (Continued)**

**Lessee**

The District is a lessee for noncancellable leases of equipment. The District recognizes a lease liability and an intangible right-to-use lease asset (lease asset) in the governmental activities in the government-wide statements. The District recognizes lease liabilities with an initial individual value of \$5,000 or more.

At the commencement of a lease, the District initially measures the lease liability at the present value of payments expected to be made during the lease term. Subsequently, the lease liability is reduced by the principal portion of lease payments made. The lease asset is initially measured as the initial amount of the lease liability, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs. Subsequently, the lease asset is amortized on a straight-line basis over its useful life.

Key estimates and judgments related to leases include how the District determines (1) the discount rate it uses to discount the expected lease payments to present value, (2) lease term, and (3) lease payments.

- The District uses the interest rate charged by the lessor as the discount rate. When the interest rate charged by the lessor is not provided, the District generally uses its estimated incremental borrowing rate as the discount rate for leases.
- The lease term includes the noncancellable period of the lease.
- Lease payments included in the measurement of the lease liability are composed of fixed payments and the purchase option price that the District is reasonably certain to exercise.

The District monitors changes in circumstances that would require a remeasurement of its lease and will remeasure the lease asset and liability if certain changes occur that are expected to significantly affect the amount of the lease liability.

Lease assets are reported with other capital assets and lease liabilities are reported with long-term liabilities on the statement of net position.

**Unearned Revenue**

Certain federal and state grants received before the eligibility requirements are met are recorded as unearned revenue. Revenue is recognized once qualified expenditures have been incurred.

**MOORPARK UNIFIED SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2022**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Deferred Outflows/Inflows of Resources**

Deferred outflows of resources represent a consumption of net position or fund balance that applies to a future period(s) and thus, will not be recognized as an outflow of resources (expense/expenditure) until then. Deferred inflows of resources represent an acquisition of net position by the District that is applicable to a future reporting period. These amounts are reported in the government-wide statement of net position.

*Deferred Charge on Refunding:* A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

*Deferred Outflows/Inflows – Other Post-Employment Benefits (OPEB):* The deferred outflows/inflows of resources related to OPEB benefits results from the effects of actuarially-determined changes to the OPEB plan. These amounts are deferred and amortized as detailed in Note 14 to the financial statements.

*Deferred Outflows/Inflows – Pensions:* The deferred outflows/inflows of resources related to pensions resulted from District contributions to employee pension plans subsequent to the measurement date of the actuarial valuations for the pension plans and the effects of actuarially-determined changes to the pension plan. These amounts are deferred and amortized as detailed in Note 15 to the financial statements.

*Deferred Inflows – Leases:* The deferred inflows of resources related to leases is related to the noncancellable lease receivable that the District entered into as the lessor for their warehouse property. Revenue will be recognized over the life of the lease term.

**Compensated Absences**

Accumulated unpaid employee vacation benefits are recognized as a liability when incurred in the government-wide financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

Sick leave benefits are accumulated without limit for each employee. The employees do not gain a vested right to accumulated sick leave; therefore, accumulated employee sick leave benefits are not recognized as a liability of the District. The District's policy is to record sick leave as an operating expense in the period taken. However, unused sick leave is added to the creditable service period for calculation of retirement benefits when the employee retires.

**MOORPARK UNIFIED SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2022**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Long-Term Obligations**

The District reports long-term debt of governmental funds at face value in the government-wide financial statements. Bond premiums are deferred and amortized over the life of the bonds using the interest method. General obligation bonds are reported net of the applicable bond premium.

In the fund financial statements, governmental fund types recognize bond premiums, as well as bond issuance costs, during the current period. The face amount of debt issued and premiums received on debt issuances are reported as other financing sources. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as expenses.

**Net Pension Liability**

For purposes of measuring the net pension liability and 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 (Plans) and additions to/deductions from the plan's fiduciary net position have been determined on the same basis as they are reported by CalSTRS and CalPERS. 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.

**Net Position**

Net position represents the difference between assets plus deferred outflows of resources less liabilities and deferred inflows of resources. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvements of those assets. Net position is reported as restricted when there are limitations imposed on use through external restrictions imposed by donors, grantors, laws or regulations of other governments or by enabling legislation adopted by the District.

**MOORPARK UNIFIED SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2022**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Fund Balance Classification**

The governmental fund financial statements present fund balance classifications that comprise a hierarchy based on the extent to which the District is bound to honor constraints on the specific purposes for which amounts can be spent. The classifications used in the governmental fund financial statements are as follows:

**Nonspendable:** Amounts that cannot be spent because they are either (a) not in spendable form or (b) are legally or contractually required to be maintained intact.

**Restricted:** Amounts for which constraints have been placed on the use of the resources either (a) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments, or (b) imposed by law through constitutional provisions or enabling legislation.

**Committed:** Amounts that can be used only for specific purposes pursuant to constraints imposed by formal action of the District Board of Education. These amounts cannot be used for any other purpose unless the District Board of Education removes or changes the specified use by taking the same formal action (vote or resolution) that was employed when the funds were initially committed. This classification also includes contractual obligations to the extent that existing resources have been specifically committed for use in satisfying those contractual requirements.

**Assigned:** Amounts that are constrained by the District's intent to be used for a specific purpose but are neither restricted nor committed. The board of education, through a formal action has given authority to Chief Business Official to assign amounts for a specific purpose that is neither restricted nor committed.

**Unassigned:** The residual fund balance for the General Fund and all other spendable amounts.

**Spending Order Policy**

The District considers restricted amounts to have been spent when an expenditure is incurred for purposes for which both restricted and unrestricted net position or fund balance is available.

When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the District's policy considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless the board of education has provided otherwise in its commitment or assignment functions.

**MOORPARK UNIFIED SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2022**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Minimum Fund Balance Policy**

The District has adopted a minimum fund balance policy in order to protect against revenue shortfalls and unexpected one-time expenditures. The policy requires a reserve for economic uncertainties consisting of unassigned amounts which represent the minimum recommended reserve consistent with the criteria and standards for fiscal solvency adopted by the state board of education. The minimum recommended reserve for a district this size is 3% of budgeted General Fund expenditures and other financing uses.

**State Apportionments**

Certain current year apportionments from the state are based upon various financial and statistical information of the previous year. Second period to annual corrections for local control funding formula and other state apportionments (either positive or negative) are accrued at the end of the fiscal year.

**Property Taxes**

Secured property taxes attach as an enforceable lien on property as of January 1st. Taxes are payable in two installments on November 1st and February 1st. Unsecured property taxes are payable in one installment on or before August 31st.

Real and personal property tax revenues are reported in the same manner in which the county auditor records and reports actual property tax receipts to the California Department of Education. This is generally on a cash basis. A receivable has not been recognized in the General Fund for property taxes due to the fact that any receivable is offset by a payable to the state for local control funding formula purposes. Property taxes for debt service purposes cannot be estimated and have not been accrued in the government-wide financial statements.

**On-Behalf Payments**

Accounting principles generally accepted in the United States of America requires that direct on-behalf payments for fringe benefits and salaries made by one entity to a third-party recipient for the employees of another, legally separate entity be recognized as revenue and expenditures by the employer government. The state of California makes direct on-behalf payments for retirement benefits to the State Teachers' Retirement System on behalf of all school districts in California.

**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.

**MOORPARK UNIFIED SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2022**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Adoption of New Accounting Standard**

**GASB Statement No. 87, Leases**

In June 2017, the GASB issued GASB Statement No. 87, *Leases*. This standard requires the recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and as inflows of resources or outflows of resources recognized based on the payment provisions of the contract. It establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. Under this standard, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset.

The District adopted the requirements of the guidance effective July 1, 2021 and has applied the provisions of this standard to the beginning of the period of adoption. The implementation of this standard resulting in the District reporting a lease receivable, right-to-use asset, lease liability and a deferred inflow of resource.

**NOTE 2 BUDGETS**

By state law, the District's governing board must approve a budget no later than July 1, using the Single Adoption Budget process. A public hearing must be conducted to receive comments prior to adoption. The District's governing board satisfied these requirements. Budgets for all governmental funds were adopted on a basis consistent with accounting principles generally accepted in the United States of America.

These budgets are revised by the District's governing board during the year to give consideration to unanticipated income and expenditures. The original and final revised budget for the General Fund is presented in a budgetary comparison schedule in the required supplementary section.

Formal budgetary integration was employed as a management control device during the year for all budgeted funds. Expenditures cannot legally exceed appropriations by major object account.

**MOORPARK UNIFIED SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2022**

**NOTE 3 DEPOSITS AND INVESTMENTS**

**Custodial Credit Risk**

Custodial credit risk 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 deposit policy for custodial risk. As of June 30 2022, \$332,322 of the District's bank balance of \$582,322 was exposed to credit risk as it was uninsured and uncollateralized.

**Cash in County**

In accordance with Education Code Section 41001, the District maintains substantially all of its cash in the Ventura County Treasury as part of the common investment pool. These pooled funds are carried at amortized cost which approximates fair value. Fair value of the pooled investments at June 30, 2022 is measured at 98.37% of amortized cost. The District's deposits in the fund are considered to be highly liquid.

The county is authorized to deposit cash and invest excess funds by California Government Code Section 53534, 53601, 53635, and 53648. The county is restricted to invest time deposits, U.S. government securities, state registered warrants, notes or bonds, State Treasurer's investment pool, bankers' acceptances, commercial paper, negotiable certificates of deposit, and repurchase or reverse repurchase agreements. The funds maintained by the county are either secured by federal depository insurance or are collateralized. The county investment pool is not required to be rated. Interest earned is deposited quarterly into participating funds. Any investment losses are proportionately shared by all funds in the pool.

The county investment pool is not registered as an investment company with the Securities and Exchange Commission (SEC) nor is it an SEC Rule 2a7-like pool. California Government Code statutes and the County Board of Supervisors set forth the various investment policies that the County Treasurer follow. The method used to determine the value of the participant's equity withdrawn is based on the book value, which is amortized costs, of the participant's percentage participation on the date of such withdrawals.

The pool sponsor's annual financial report may be obtained from the Ventura County Board of Supervisors, County Government Center, 800 South Victoria Avenue, Ventura, California 93009.

**MOORPARK UNIFIED SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2022**

**NOTE 4 ACCOUNTS RECEIVABLE**

Accounts receivable consists of the following as of June 30:

Accounts Receivable	General Fund	Building Fund	Bond Interest and Redemption Fund	Nonmajor Governmental Funds	Total Governmental Funds
Federal and State	\$ 3,647,157	\$ -	\$ -	\$ 710,676	\$ 4,357,833
Miscellaneous	769,465	10,044	7,723	1,345	788,577
Total Accounts Receivable	\$ 4,416,622	\$ 10,044	\$ 7,723	\$ 712,021	\$ 5,146,410

**NOTE 5 INTERFUND TRANSACTIONS**

Interfund activity has been eliminated in the government-wide statements. The following balances and transactions are reported in the fund financial statements.

**Interfund Receivables/Payables**

Individual interfund receivable and payable balances are temporary loans and are detailed as follows at June 30:

Fund	Interfund Receivables	Interfund Payables
<b>Major Fund:</b>		
General Fund	\$ 153,061	\$ 51,185
Building Fund	49,200	-
<b>Nonmajor Governmental Funds:</b>		
Student Activity	-	325
Adult Education Fund	-	14,826
Child Development Fund	-	78,833
Cafeteria Fund	1,985	59,077
Total	\$ 204,246	\$ 204,246

**MOORPARK UNIFIED SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2022**

**NOTE 6 FUND BALANCES**

The following amounts were nonspendable, restricted, committed, assigned, or unassigned as shown below:

	General Fund	Building Fund	Bond Interest and Redemption Fund	Nonmajor Governmental Funds	Total Governmental Funds
<b>Nonspendable:</b>					
Cash in Revolving Fund	\$ 5,000	\$ -	\$ -	\$ -	\$ 5,000
Stores	23,600	-	-	82,879	106,479
Noncurrent Receivable less Deferred Inflow of Resource Related to Lease	22,243	-	-	-	22,243
Total Nonspendable	<u>50,843</u>	<u>-</u>	<u>-</u>	<u>82,879</u>	<u>133,722</u>
<b>Restricted:</b>					
Legally Restricted Programs	4,374,341	-	-	2,913,839	7,288,180
Capital Projects	-	6,563,244	-	21,550	6,584,794
Debt Service	-	-	5,367,801	-	5,367,801
Student Activity Funds	-	-	-	555,460	555,460
Total Restricted	<u>4,374,341</u>	<u>6,563,244</u>	<u>5,367,801</u>	<u>3,490,849</u>	<u>19,796,235</u>
<b>Committed:</b>					
Safety, Maintenance, Facility	1,785,851	-	-	-	1,785,851
Textbook Adoptions	2,250,000	-	-	-	2,250,000
Enrollment Mitigation Measures	1,375,000	-	-	-	1,375,000
Total Committed	<u>5,410,851</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,410,851</u>
<b>Assigned:</b>					
Supplemental Carryover	3,776,208	-	-	-	3,776,208
Deferred Maintenance	232	-	-	-	232
Adult Education	-	-	-	42,184	42,184
Total Assigned	<u>3,776,440</u>	<u>-</u>	<u>-</u>	<u>42,184</u>	<u>3,818,624</u>
<b>Unassigned:</b>					
Economic Uncertainties	2,164,050	-	-	-	2,164,050
Total Unassigned	<u>2,164,050</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,164,050</u>
Total Fund Balance	<u>\$ 15,776,525</u>	<u>\$ 6,563,244</u>	<u>\$ 5,367,801</u>	<u>\$ 3,615,912</u>	<u>\$ 31,323,482</u>

**MOORPARK UNIFIED SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2022**

**NOTE 7 LEASE RECEIVABLE**

The District, acting as lessor, leases a warehouse property under a long-term noncancelable lease agreement. The lease expires April 2026. During the year ended June 30, 2022 the District recognized \$117,230 and \$17,587 in lease revenue and interest revenue, respectively, pursuant to this agreement.

Total future minimum lease payments to be received under the lease agreement are as follows:

<u>Year Ending June 30,</u>	Principal	Interest	Total
2023	\$ 111,806	\$ 13,920	\$ 125,726
2024	119,500	9,998	129,498
2025	127,574	5,809	133,383
2026	112,745	1,437	114,182
Total	<u>\$ 471,625</u>	<u>\$ 31,164</u>	<u>\$ 502,789</u>

**NOTE 8 CAPITAL ASSETS AND DEPRECIATION – SCHEDULE OF CHANGES**

Capital asset activity is shown below for the year ended June 30:

	Balance July 1, 2021 (1)	Additions	Retirements	Balance June 30, 2022
Capital Assets not Being Depreciated:				
Land	\$ 18,254,739	\$ -	\$ -	\$ 18,254,739
Construction in Progress	-	-	-	-
Total Capital Assets not Being Depreciated	18,254,739	-	-	18,254,739
Capital Assets Being Depreciated and Amortized:				
Land Improvements	5,336,344	843,998	-	6,180,342
Buildings and Improvements	122,475,959	1,182,746	-	123,658,705
Furniture and Equipment	5,012,892	820,208	-	5,833,100
Right-to-Use Lease Equipment	193,136	-	-	193,136
Total Capital Assets Being Depreciated and Amortized	133,018,331	2,846,952	-	135,865,283
Less: Accumulated Depreciation and Amortization for:				
Land Improvements	2,941,620	313,163	-	3,254,783
Buildings and Improvements	60,901,329	3,263,286	-	64,164,615
Furniture and Equipment	4,396,793	155,815	-	4,552,608
Right-to-Use Lease Equipment	-	118,500	-	118,500
Total Accumulated Depreciation and Amortization	68,239,742	3,850,764	-	72,090,506
Depreciable Assets, Net	<u>64,778,589</u>	<u>(1,003,812)</u>	-	<u>63,774,777</u>
Capital Assets, Net	<u>\$ 83,033,328</u>	<u>\$ (1,003,812)</u>	\$ -	<u>\$ 82,029,516</u>

(1) - Amounts have been adjusted due to the implementation of GASB Statement No. 87. See Note 1.

**MOORPARK UNIFIED SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2022**

**NOTE 9 LONG-TERM LIABILITIES – SCHEDULE OF CHANGES**

A schedule of changes in long-term liabilities is shown below for the year ended June 30:

	Balance July 1, 2021 (1)	Additions	Retirements	Balance June 30, 2022	Amount Due in One Year
General Obligation (GO) Bonds	\$ 40,487,877	\$ -	\$ 4,026,001	\$ 36,461,876	\$ 2,981,545
Direct Placement GO Bonds	1,700,000	1,220,000	885,000	2,035,000	909,000
Accreted Interest	32,622,801	4,061,069	628,999	36,054,871	733,455
Premium on GO Bonds	423,520		76,312	347,208	-
Total GO Bonds	75,234,198	5,281,069	5,616,312	74,898,955	4,624,000
Certificates of Participation (COPS)	2,907,456	-	381,822	2,525,634	395,643
Lease Payable	193,136	-	117,239	75,897	61,616
Compensated Absences	156,215	-	4,928	151,287	-
PARS Supplementary Retirement Plan	431,495	-	431,495	-	-
Total	<u>\$ 78,922,500</u>	<u>\$ 5,281,069</u>	<u>\$ 6,551,796</u>	<u>\$ 77,651,773</u>	<u>\$ 5,081,259</u>

(1) - Amounts have been adjusted due to the implementation of GASB Statement No. 87. See Note 1.

Liabilities for all GO bonds are liquidated through property tax collections as administered by the county office through the Bond Interest and Redemption Fund. COPS are liquidated by the Capital Facilities Fund. Compensated absences is liquidated by the fund recording the associated salary expenses.

**NOTE 10 GENERAL OBLIGATION BONDS**

**Measure R**

On March 5, 2002, the voters approved the issuance of bonds (Measure R), not to exceed \$33,000,000 for the construction, improvement, alteration and rebuilding of education facilities within the District.

Between 2002 and 2006, the District issued bonds, Series A through C, totaling \$32,999,870. In 2005, the District issued a refunding bond to advance refund portions of Series A. In 2013 and 2015, the District issued refunding bonds to advance refund portions of Series B and the 2005 refunding bond.

**MOORPARK UNIFIED SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2022**

**NOTE 10 GENERAL OBLIGATION BONDS (CONTINUED)**

**Measure S**

On November 4, 2008, the voters approved the issuance of bonds (Measure S), not to exceed \$39,500,000 for the construction, improvement, alteration and rebuilding of education facilities within the District.

Between 2009 and 2019, the District issued bonds, Series A through E, totaling \$39,500,001.

On November 1, 2021, the District issued \$1,220,000 of 2021 General Obligation Refunding Bonds to advance refund portions of the Measure S Series A bonds. The bonds were sold with an interest rate of 1.18% and will have a final maturity date of August 1, 2026. The difference in cash flow requirements related to this refunding is a savings of cash outflow of \$93 thousand. The present value of the economic gain to the District amounts to \$89 thousand. The proceeds associated with this refunding were deposited in an escrow account and redeemed on December 2, 2021.

The balance of all of the bonds refunded was \$844,429 less than the amount paid into the escrow account. This amount is recorded as a deferred charge on the statement of net position and amortized to interest expense over the life of the new debt. Amortization of \$59,199 was recognized during the current year.

General obligation bonds outstanding at June 30, 2022, are as follows:

General Obligation (GO) Bonds	Date of Issue	Date of Final Maturity	Interest Rate Percent	Amount of Original Issue	Outstanding June 30, 2022
Measure R:					
Series A	6/5/2002	2/1/2027	3.0 - 5.8%	\$ 22,080,676	\$ 1,725,676
Series B	5/3/2005	2/1/2030	3.0 - 5.3%	8,947,684	1,512,684
Refunding Bonds					
2013	12/12/2013	8/1/2024	2.0 - 5.0%	5,305,000	1,760,000
2015	5/5/2015	8/1/2028	3.38%	14,965,000	6,905,000
Total Measure R				51,298,360	11,903,360
Measure S:					
Series A	2/25/2009	8/1/2033	3.9 - 6.6%	11,000,536	7,673,940
Series B	10/20/2011	8/1/2042	2.0 - 6.6%	19,999,576	16,884,576
Direct Placements:					
Series E	3/20/2019	8/1/2022	3.50%	2,499,888	815,000
Refunding Bonds					
2021	11/1/2021	8/1/2026	1.18%	1,220,000	1,220,000
Subtotal: Direct Placements				3,719,888	2,035,000
Total Measure S				34,720,000	26,593,516
Total GO Bonds				\$ 86,018,360	\$ 38,496,876

**MOORPARK UNIFIED SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2022**

**NOTE 10 GENERAL OBLIGATION BONDS (CONTINUED)**

The debt service requirements for the general obligation bonds are as follows:

Year Ending June 30,	General Obligation Bonds			General Obligation Bonds from Direct Placements	
	Principal	Interest	Accreted	Principal	Interest
			Interest		
2023	\$ 2,981,545	\$ 287,735	\$ 733,455	\$ 909,000	\$ 28,116
2024	2,408,275	192,355	841,725	92,000	12,755
2025	1,589,927	147,955	2,725,073	119,000	11,509
2026	1,540,135	131,060	2,904,865	172,000	9,790
2027	2,045,608	113,906	3,324,392	743,000	4,387
2028-2032	8,406,123	1,749,507	18,032,272	-	-
2033-2037	8,525,066	1,675,485	27,293,608	-	-
2038-2042	7,842,449	-	40,275,829	-	-
2043	1,122,748	-	7,237,252	-	-
Total	<u>\$ 36,461,876</u>	<u>\$ 4,298,003</u>	<u>\$ 103,368,471</u>	<u>\$ 2,035,000</u>	<u>\$ 66,557</u>

**NOTE 11 CERTIFICATES OF PARTICIPATION**

The District originally entered into a long-term lease agreement to provide for the financing of certain capital projects in December 2003. The agreement is between the District as the “lessee” and the California School Boards Association Finance Corporation, as the “lessor” or “corporation”. The Corporation’s funds for acquiring these items were generated by the issuance of \$6,510,000 of Certificate of Participation, which are tax exempt.

In 2009, the California School Boards Association Finance Corporation issued a Refunding Certificates of Participation in the amount of \$6,900,000 to pay off the 2003 Certificates of Participation. In 2017, the California School Boards Association Finance Corporation issued a Refunding Certificates of Participation in the amount of \$4,356,836 to pay off the outstanding 2009 Certificates of Participation

The balance of all of the certificates refunded was \$495,686 less than the amount paid into the escrow account. This amount is recorded as a deferred charge on the statement of net position and will be amortized to interest expense over the life of the new debt. Amortization of \$54,246 was recognized during the current year.

The debt service requirements for the certificates are as follows:

Year Ending June 30,	Principal	Interest	Total
2023	\$ 395,643	\$ 69,405	\$ 465,048
2024	403,296	58,034	461,330
2025	414,699	46,419	461,118
2026	424,504	34,487	458,991
2027	437,771	22,252	460,023
2028	449,721	9,646	459,367
Total	<u>\$ 2,525,634</u>	<u>\$ 240,243</u>	<u>\$ 2,765,877</u>

**MOORPARK UNIFIED SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2022**

**NOTE 12 PARS SUPPLEMENTARY RETIREMENT PLAN**

In April 2017, the District offered a supplemental retirement plan to qualified employees under a qualified plan of Section 401(b) of the Internal Revenue Code. There were 35 employees participating in this plan. \$431,495 is due annually beginning July 2017 through July 2021. The District's fully paid off the remaining liability for the plan during the year.

**NOTE 13 LEASE PAYABLE**

The District leases various office equipment under long-term, noncancelable lease agreements. The leases expire in April 2026 and were calculated at 3.39% based on the District's incremental cost of borrowing.

Total future minimum lease payments under the lease agreements are as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2023	\$ 61,616	\$ 938	\$ 62,554
2024	4,987	377	5,364
2025	5,159	205	5,364
2026	4,135	38	4,173
Total	<u>\$ 75,897</u>	<u>\$ 1,558</u>	<u>\$ 77,455</u>

**NOTE 14 POSTEMPLOYMENT HEALTHCARE BENEFITS**

**Plan Description and Eligibility**

The District provides medical coverage to retirees based on the following provisions:

The Postemployment Benefits Plan (the Plan) is a single-employer defined benefit healthcare plan administered by the District. The Plan provides medical and dental insurance benefits to eligible retirees and their spouses. Membership of the Plan consists of 61 retirees and beneficiaries currently receiving benefits, and 429 active Plan members.

**Funding Policy**

The District currently finances benefits on a pay-as-you-go basis. As of June 30, 2022, the District has not established a plan or equivalent that contains an irrevocable transfer of assets dedicated to providing benefits to retirees in accordance with the terms of the plan and that are legally protected from creditors. The District contributes the cost of current year premiums for eligible retired plan members and their dependents as applicable. For the year ended June 30, 2022, the District paid benefits totaling \$1,412,439 for current year premiums, including an implicit rate subsidy.

**MOORPARK UNIFIED SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2022**

**NOTE 14 POSTEMPLOYMENT HEALTHCARE BENEFITS (CONTINUED)**

**Actuarial Methods and Assumptions**

Actuarial Assumptions

The total OPEB liability was determined based on an actuarial valuation as of July 1, 2021, rolled forward to June 30, 2022 using update procedures. The following assumptions used in the July 1, 2021 valuation applied to all periods included in the measurement, unless otherwise specified:

Valuation Date	July 1, 2021
Measurement Date	June 30, 2022
Actuarial Cost Method	Entry Age, Level Percent of Pay
Salary Increases	3.00%
Healthcare Cost Trend Rate	5.00%

Mortality rates (both pre-retirement and postretirement) were based on the CalSTRS Experience Analysis (2015-2018) and CalPERS Experience Study (2000-2019). Actuarial assumptions used in the July 1, 2021 valuation were based on a review of plan experience during the period July 1, 2019 to June 30, 2021.

Discount Rate

The discount rate used to measure the total OPEB liability was 3.69%. The projection of cash flows used to determine the discount rate was based on a yield or index rate for 20-year, tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. There are no plan assets.

**Changes in the Total OPEB Liability**

Service Cost	\$ 495,508
Interest Cost	289,037
Differences Between Expected and Actual Experience	(437,156)
Changes in Assumptions	(1,405,339)
Benefit Payments	<u>(1,412,439)</u>
Net Change in Total OPEB Liability	(2,470,389)
Total OPEB Liability - Beginning Balance	<u>15,803,429</u>
Total OPEB Liability - Ending Balance	<u><u>\$ 13,333,040</u></u>

Changes in Assumptions

The District applied a new discount rate when using update procedures increasing the discount rate from 1.92% to 3.69%.

**MOORPARK UNIFIED SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2022**

**NOTE 14 POSTEMPLOYMENT HEALTHCARE BENEFITS (CONTINUED)**

**Changes in the Total OPEB Liability (Continued)**

Sensitivity

The following presents the District's total OPEB liability calculated using the discount rate of 3.69%, as well as what the total 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	Total OPEB Liability
1% Decrease	\$ 14,059,941
Current Discount Rate	13,333,040
1% Increase	12,633,398

The following presents the District's total OPEB liability calculated using the healthcare cost trend rate of 5.00%, as well as what the total OPEB liability would be if it were calculated using a healthcare cost trend rate that is one percent lower or higher than the current rate:

Healthcare Trend Rate	Total OPEB Liability
1% Decrease	\$ 12,308,337
Current Healthcare Trend Rate	13,333,040
1% Increase	14,477,658

**Amortization of Deferred Outflows and Deferred Inflows of Resources**

The deferred outflows and inflows of resources related to OPEB resulted from changes in actuarial assumptions and differences between expected and actual experience as follows:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes of Assumptions	\$ 1,202,123	\$ 1,357,587
Differences Between Expected and Actual Experience	646,319	376,440
Total	\$ 1,848,442	\$ 1,734,027

**MOORPARK UNIFIED SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2022**

**NOTE 14 POSTEMPLOYMENT HEALTHCARE BENEFITS (CONTINUED)**

**Amortization of Deferred Outflows and Deferred Inflows of Resources (Continued)**

These amounts are amortized over the expected average remaining service life (EARSL) of the plan participants. The EARSL for the plan for the June 30, 2021 measurement period was 6.8 years. The first year of amortization is recognized in OPEB expense in the year the change of assumption or difference between expected and actual experience occurs. The remaining amount will be recognized to OPEB expense as follows:

Year Ending June 30,	Amortization
2023	\$ 149,405
2024	149,405
2025	149,405
2026	165,791
2027	(192,508)
Thereafter	(307,083)
Total	\$ 114,415

**NOTE 15 EMPLOYEE RETIREMENT PLANS**

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).

As of June 30, 2022, the District's net pension liabilities, deferred outflows of resources, deferred inflows of resources, and pension expense for each of the retirement plans are as follows:

	Net Pension Liability	Deferred Outflows of Resources	Deferred Inflows of Resources	Pension Expense
CalSTRS (STRP)	\$ 21,388,760	\$ 8,237,542	\$ 22,271,494	\$ 228,899
CalPERS (Schools Pool Plan)	14,661,126	2,921,982	8,233,732	282,672
Total	\$ 36,049,886	\$ 11,159,524	\$ 30,505,226	\$ 511,571

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 the California State Teachers' Retirement System (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.

**MOORPARK UNIFIED SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2022**

**NOTE 15 EMPLOYEE RETIREMENT PLANS (CONTINUED)**

**California State Teachers' Retirement System (CalSTRS) (Continued)**

**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 nonemployer contributing entity to the STRP.

The District contributes to the STRP Defined Benefit Program and STRP Defined Benefit Supplement Program, thus disclosures are not included for the other plans.

The STRP provisions and benefits in effect at June 30, 2022 are summarized as follows:

<u>Provisions and Benefits</u>	<u>STRP Defined Benefit Program and Supplement Program</u>	
	<u>On or Before December 31, 2012</u>	<u>On or After January 1, 2013</u>
Hire Date		
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	10.250%	10.205%
Required Employer Contribution Rate	16.920%	16.920%
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 detailed in Teachers' Retirement Law. The contributions rates are expressed as a level percentage of payroll using the entry age normal actuarial method. The contribution rates for each plan for the year ended June 30, 2022 are presented above and the total District contributions were \$4,683,584.

**MOORPARK UNIFIED SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2022**

**NOTE 15 EMPLOYEE RETIREMENT PLANS (CONTINUED)**

**California State Teachers' Retirement System (CalSTRS) (Continued)**

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

At June 30, 2022, 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:

	Balance June 30, 2022
District Proportionate Share of the Net Pension Liability	\$ 21,388,760
State's Proportionate Share of the Net Pension Liability Associated with the District	10,762,219
Total	\$ 32,150,979

The net pension liability was measured as of June 30, 2021. 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 school districts and the state, actuarially determined. At June 30, 2021, the District's proportion was 0.0470% which is the same proportion measured as of June 30, 2020.

For the year ended June 30, 2022, the District recognized pension expense of (\$139,317). In addition, the District recognized revenue and corresponding expense of \$368,216 for contributions provided by the state. At June 30, 2022, 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	\$ 4,683,584	\$ -
Differences Between Expected and Actual Experience	53,580	2,276,210
Changes of Assumptions	3,030,560	-
Changes in Proportion	469,818	3,076,224
Net Differences Between Projected and Actual Earnings on Pension Plan Investments	-	16,919,060
Total	\$ 8,237,542	\$ 22,271,494

**MOORPARK UNIFIED SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2022**

**NOTE 15 EMPLOYEE RETIREMENT PLANS (CONTINUED)**

**California State Teachers' Retirement System (CalSTRS) (Continued)**

**Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)**

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 year ended June 30, 2023. The net difference between projected and actual earnings on plan investments is amortized over a five year period on a straight-line basis. All other deferred outflows of resources and deferred inflows of resources are amortized over the expected average remaining service life (EARSL) of the plan participants. The EARSL for the STRP for the June 30, 2021 measurement date is seven years.

The remaining amount will be recognized to pension expense as follows:

Year Ending June 30,	Amortization
2023	\$ (4,501,645)
2024	(3,910,251)
2025	(4,722,055)
2026	(5,014,659)
2027	(342,701)
2028	(226,225)
Total	\$ (18,717,536)

**Actuarial Methods and Assumptions**

Total pension liability for STRP was determined by applying update procedures to a financial reporting actuarial valuation as of June 30, 2020, and rolling forward the total pension liability to June 30, 2021. No material changes in assumptions or benefit terms occurred between the actuarial valuation date and the measurement date. The financial reporting actuarial valuation as of June 30, 2020 used the following methods and assumptions, applied to all prior periods included in the measurement:

Valuation Date	June 30, 2020
Measurement Date	June 30, 2021
Experience Study	July 1, 2015 through June 30, 2018
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%

**MOORPARK UNIFIED SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2022**

**NOTE 15 EMPLOYEE RETIREMENT PLANS (CONTINUED)**

**California State Teachers' Retirement System (CalSTRS) (Continued)**

Actuarial Methods and Assumptions (Continued)

CalSTRS uses a generational mortality assumption, which involves the use of a base mortality table and projection scales to reflect expected annual reductions in mortality rates at each age, resulting in increases in life expectancies each year into the future. The base mortality tables are CalSTRS custom tables derived to best fit the patterns of mortality among its members. The projection scale was set equal to 110% of the ultimate improvement factor from the Mortality Improvement Scale (MP-2019) table, issued by the Society of Actuaries.

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 investment staff and investment consultants and adopted by the CalSTRS Board in January 2020. Best estimates of 20-year geometrically linked real rates of return and the assumed asset allocation for each major asset class used as input to develop the actuarial investment rate of return are summarized in the following table:

Asset Class	Assumed Asset Allocation	Long-Term Expected Real Rate of Return
Public Equity	42 %	4.80 %
Real Estate	15	3.60
Private Equity	13	6.30
Fixed Income	12	1.30
Risk Mitigating Strategies	10	1.80
Inflation Sensitive	6	3.30
Cash/Liquidity	2	(0.40)

Discount Rate

The discount rate used to measure the total pension liability was 7.10%, which was unchanged from prior fiscal year. The projection of cash flows used to determine the discount rate assumed that 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 occur midyear. 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 the total pension liability.

**MOORPARK UNIFIED SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2022**

**NOTE 15 EMPLOYEE RETIREMENT PLANS (CONTINUED)**

**California State Teachers' Retirement System (CalSTRS) (Continued)**

Discount Rate (Continued)

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%)	\$ 43,539,860
Current Discount Rate (7.10%)	21,388,760
1% Increase (8.10%)	3,003,770

Plan Fiduciary Net Position

Detailed information about the STRP's plan fiduciary net position is available in a separate annual comprehensive financial report on the CalSTRS website. Copies of the CalSTRS annual comprehensive financial report may be obtained from CalSTRS.

**California Public Employees Retirement System (CalPERS)**

Plan Description

Qualified employees are eligible to participate in the Schools Pool Plan under the California Public Employees' Retirement System (CalPERS), a cost-sharing multiple-employer public employee retirement system defined benefit pension plan administered by CalPERS. The plan provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Benefit provisions are established by state statutes, as legislatively amended, within the Public Employees' Retirement Law.

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 nonduty disability benefits after 5 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 52 for members hired on or after January 1, 2013), and has at least 5 years of credited service. The cost of living adjustments for each plan are applied as specified by the Public Employees' Retirement Law.

**MOORPARK UNIFIED SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2022**

**NOTE 15 EMPLOYEE RETIREMENT PLANS (CONTINUED)**

**California Public Employees Retirement System (CalPERS) (Continued)**

**Benefits Provided (Continued)**

The CalPERS provisions and benefits in effect at June 30, 2022 are summarized as follows:

<u>Provisions and Benefits</u>	<u>Schools Pool Plan (CalPERS)</u>	
	<u>On or Before December 31, 2012</u>	<u>On or After January 1, 2013</u>
Hire Date	2% at 55	2% at 62
Benefit Formula	5 Years of Service	5 Years of Service
Benefit Vesting Schedule	Monthly for Life	Monthly for Life
Benefit Payments	55	62
Retirement Age	1.1% - 2.5%	1.0% - 2.5%
Monthly Benefits as a Percentage of Eligible Compensation	7.00%	7.00%
Required Employee Contribution Rate	22.91%	22.91%
Required Employer Contribution Rate		

**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 the July 1 following notice of a change in the rate. Total plan contributions are determined 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 contributions rates are expressed as percentage of annual payroll. The contribution rates for each plan for the year ended June 30, 2022 are as presented above and the total District contributions were \$2,484,310.

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

As of June 30, 2022, the District reported net pension liabilities for its proportionate share of the CalPERS net pension liability totaling \$14,661,126. The net pension liability was measured as of June 30, 2021. 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 school districts, actuarially determined. At June 30, 2021, the District's proportion was 0.0721% which is a decrease of 0.0090% from its proportion measured as of June 30, 2020.

**MOORPARK UNIFIED SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2022**

**NOTE 15 EMPLOYEE RETIREMENT PLANS (CONTINUED)**

**California Public Employees Retirement System (CalPERS) (Continued)**

**Pension Liabilities, Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to Pensions (Continued)**

For the year ended June 30, 2022, the District recognized pension expense of \$282,672. At June 30, 2022, 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	\$ 2,484,310	\$ -
Differences Between Expected and Actual Experience	437,672	34,562
Changes in Proportion	-	2,572,666
Net Differences Between Projected and Actual Earnings on Pension Plan Investments	-	5,626,504
Total	\$ 2,921,982	\$ 8,233,732

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 year ended June 30, 2023. The net difference between projected and actual earnings on plan investments is amortized over a five year period on a straight-line basis. All other deferred outflows of resources and deferred inflows of resources are amortized over the expected average remaining service life (EARSL) of the plan participants. The EARSL for the CalPERS Schools Pool Plan for the June 30, 2021 measurement date is four years.

The remaining amount will be recognized in pension expense as follows:

Year Ending June 30,	Amortization
2023	\$ (2,101,960)
2024	(2,108,303)
2025	(2,020,957)
2026	(1,564,840)
Total	\$ (7,796,060)

**MOORPARK UNIFIED SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2022**

**NOTE 15 EMPLOYEE RETIREMENT PLANS (CONTINUED)**

**California Public Employees Retirement System (CalPERS) (Continued)**

Actuarial Methods and Assumptions

Total pension liability for the Schools Pool Plan was determined by applying update procedures to a financial reporting actuarial valuation as of June 30, 2020, and rolling forward the total pension liability to June 30, 2021. No material changes in assumptions or benefit terms occurred between the actuarial valuation date and the measurement date. The financial reporting actuarial valuation as of June 30, 2020 used the following methods and assumptions, applied to all prior periods included in the measurement:

Valuation Date	June 30, 2020
Measurement Date	June 30, 2021
Experience Study	July 1, 1997 through June 30, 2015
Actuarial Cost Method	Entry Age Normal
Discount Rate	7.15%
Investment Rate of Return	7.15%
Consumer Price Inflation	2.50%
Wage Growth	Varies by Entry Age and Service

Mortality assumptions are based on mortality rates resulting from the most recent CalPERS experience study adopted by the CalPERS Board. For purposes of the post-retirement mortality rates, those rates include 15 years of projected ongoing mortality improvements using 90% of scale MP 2016 published by the Society of Actuaries.

In determining the long-term expected rate of return, CalPERS took into account both short-term and long-term market return expectations as well as the expected pension fund cash flows. Using historical and forecasted information of all the funds' asset classes, expected compound returns were calculated over the short-term (first 10 years) and the long-term (11+ years) using a building-block approach. Using the expected nominal returns for both short-term and long-term, the present value of benefits was calculated for each fund. The expected rate of return was set by calculating the single equivalent expected return that arrived at the same present value of benefits for cash flows as the one calculated using both short-term and long-term returns. The expected rate of return was then set equal to the single equivalent rate calculated above and adjusted to account for assumed administrative expenses. The target 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	50 %	5.98 %
Fixed Income	28	2.62
Real Assets	13	4.93
Private Equity	8	7.23
Liquidity	1	(0.92)

**MOORPARK UNIFIED SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2022**

**NOTE 15 EMPLOYEE RETIREMENT PLANS (CONTINUED)**

**California Public Employees Retirement System (CalPERS) (Continued)**

Discount Rate

The discount rate used to measure the total pension liability was 7.15% and reflects the long-term expected rate of return for the Schools Pool Plan net of investment expenses and without reduction for administrative expenses. 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. Based on these assumptions, the Schools Pool Plan 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 Plan 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 (6.15%)	\$ 24,720,716
Current Discount Rate (7.15%)	14,661,126
1% Increase (8.15%)	6,309,507

Plan Fiduciary Net Position

Detailed information about CalPERS Schools Pool Plan fiduciary net position is available in a separate annual comprehensive financial report available on the CalPERS website. Copies of the CalPERS annual comprehensive financial report may be obtained from CalPERS.

**MOORPARK UNIFIED SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2022**

**NOTE 16 JOINT POWERS AGREEMENTS**

The District participates in three joint power agreement (JPA) entities: the Ventura County Schools Self-Funding Authority (VCSSFA), California’s Valued Trust (CVT), and the Alameda County Schools Insurance Group (ACSIG).

VCSSFA provides workers’ compensation, property and liability coverage for its member school districts. The District pays a contribution commensurate with the level of coverage requested.

CVT arranges for health and welfare benefits for employees and retirees of participating school districts and their eligible dependents. Member districts pay a monthly premium per eligible participant.

ACSIG provides workers’ compensation, property and liability coverage for its member school districts. It also operates self-funded dental and vision coalitions for employees and retirees of participating school districts and their eligible dependents. Member districts pay a monthly premium per eligible participant.

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

Each JPA is independently accountable for its fiscal matters. VCSSFA, CVT, and ACSIG maintain their own accounting records. Budgets are not subject to any approval other than that of the respective governing boards. Member districts share surpluses and deficits proportionately to their participation in the JPA. Separate financial statements for each JPA may be obtained from the respective entity.

The relationships between the District and the JPAs are such that none of the JPAs are a component unit of the District for financial reporting purposes.

Condensed financial information is as follows:

	VCSSFA (Audited) 6/30/2021	CVT (Audited) 9/30/2021	ACSIG (Audited) 6/30/2021
JPA Condensed Financial Information			
Total Assets and Deferred Outflow s of Resources	\$ 122,930,996	\$ 240,041,607	\$ 70,366,992
Total Liabilities and Deferred Inflow s of Resources	50,269,758	13,266,326	19,788,276
Net Position	\$ 72,661,238	\$ 226,775,281	\$ 50,578,716
Total Revenues	31,536,562	788,470,948	161,224,332
Total Expenses	29,488,268	757,502,251	155,356,494
Change in Net Position	\$ 2,048,294	\$ 30,968,697	\$ 5,867,838

**MOORPARK UNIFIED SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2022**

**NOTE 17 COMMITMENTS AND CONTINGENCIES**

**Litigation**

The District is involved in claims and legal actions arising in the ordinary course of business. In the opinion of management, the ultimate disposition of these matters will not have a material adverse effect on the District's financial statements.

**State and Federal Allowances, Awards, and Grants**

The District has received state and federal funds for specific purposes, including reimbursement of mandated costs, which are subject to review and audit by the grantor agencies. Although such audits could generate expenditure disallowances under terms of the grants, it is believed that any required reimbursement will not be material.

**REQUIRED SUPPLEMENTARY INFORMATION**

**MOORPARK UNIFIED SCHOOL DISTRICT  
SCHEDULE OF BUDGETARY COMPARISON FOR THE GENERAL FUND  
YEAR ENDED JUNE 30, 2022**

	Budgetary Amounts General Fund		Actual Amounts	Fund Basis to GAAP (a)	Actual Amounts
	Original	Final	General Fund		GAAP Basis
<b>REVENUES</b>					
Local Control Funding Formula (LCFF):					
State Apportionments	\$ 38,702,691	\$ 37,825,118	\$ 36,698,492	\$ -	\$ 36,698,492
Local Sources	19,742,500	20,501,092	21,685,126	-	21,685,126
Total LCFF	58,445,191	58,326,210	58,383,618	-	58,383,618
Federal Sources	6,579,950	6,540,854	4,259,592	-	4,259,592
Other State Sources	3,726,649	6,281,608	9,356,992	-	9,356,992
Other Local Sources	4,843,416	6,571,379	7,279,968	-	7,279,968
Total Revenues	73,595,206	77,720,051	79,280,170	-	79,280,170
<b>EXPENDITURES</b>					
Certificated Salaries	30,331,651	30,021,373	28,683,850	-	28,683,850
Classified Salaries	10,535,295	10,612,617	10,402,779	-	10,402,779
Employee Benefits	18,814,068	18,123,667	20,631,565	-	20,631,565
Books and Supplies	2,830,402	4,332,174	3,039,442	-	3,039,442
Services and Other Operating Expenditures	8,947,809	9,717,577	8,503,467	-	8,503,467
Capital Outlay	1,236,080	931,231	1,347,111	-	1,347,111
Other Outgo/Indirect Costs	2,029,476	2,007,628	2,563,497	-	2,563,497
Total Expenditures	74,724,781	75,746,267	75,171,711	-	75,171,711
<b>NET CHANGES IN FUND BALANCE</b>	<b>\$ (1,129,575)</b>	<b>\$ 1,973,784</b>	4,108,459	-	4,108,459
Fund Balance - Beginning of Year			11,667,834	232	11,668,066
<b>FUND BALANCE - END OF YEAR</b>			<b>\$ 15,776,293</b>	<b>\$ 232</b>	<b>\$ 15,776,525</b>

(a) Amounts presented are the result of the District including activity of the Deferred Maintenance Fund.

See accompanying Notes to the Required Supplementary Information.

**MOORPARK UNIFIED SCHOOL DISTRICT  
SCHEDULE OF CHANGES IN THE TOTAL OPEB LIABILITY AND RELATED RATIOS  
YEARS ENDED JUNE 30,**

Total OPEB Liability - Retiree Health Plan	2022	2021	2020	2019	2018
Service Cost	\$ 495,508	\$ 584,217	\$ 503,668	\$ 388,839	\$ 409,363
Interest Cost	289,037	383,830	481,722	478,594	447,144
Differences Between Expected and Actual Experience	(437,156)	-	1,131,056	-	-
Changes in Assumptions	(1,405,339)	428,962	1,272,685	331,226	(352,204)
Expected Benefit Payments	(1,412,439)	(1,343,627)	(1,360,161)	(1,384,514)	(1,752,747)
Net Change in Total OPEB Liability	(2,470,389)	53,382	2,028,970	(185,855)	(1,248,444)
Total OPEB Liability - Beginning Balance	15,803,429	15,750,047	13,721,077	13,906,932	15,155,376
Total OPEB Liability - Ending Balance	<u>\$13,333,040</u>	<u>\$15,803,429</u>	<u>\$15,750,047</u>	<u>\$13,721,077</u>	<u>\$13,906,932</u>
District's Covered-Employee Payroll	\$40,436,660	\$38,333,131	\$40,081,210	\$38,267,100	\$38,267,100
Total OPEB Liability as a Percentage of its Covered Payroll	33%	41%	39%	36%	36%

Note: Accounting standards require presentation of 10 years of information. However, the information in this schedule is not required to be presented retroactively. Years will be added to this schedule as future data becomes available.

**MOORPARK UNIFIED SCHOOL DISTRICT  
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE  
OF THE NET PENSION LIABILITY  
YEARS ENDED JUNE 30,**

CalSTRS - STRP	2022	2021	2020	2019
Measurement Date	6/30/2021	6/30/2020	6/30/2019	6/30/2018
District's Proportion of the Net Pension Liability	0.0470%	0.0470%	0.0480%	0.0470%
District's Proportionate Share of the Net Pension Liability	\$ 21,388,760	\$ 45,547,230	\$ 43,351,680	\$ 43,196,290
State's Proportionate Share of the Net Pension Liability Associated with the District	10,762,219	23,479,412	23,651,427	24,732,017
Total	<u>\$ 32,150,979</u>	<u>\$ 69,026,642</u>	<u>\$ 67,003,107</u>	<u>\$ 67,928,307</u>
District's Covered Payroll	\$ 25,770,000	\$ 25,280,000	\$ 26,210,000	\$ 25,270,000
District's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	83%	180%	165%	171%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	87%	72%	73%	71%
	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Measurement Date	6/30/2017	6/30/2016	6/30/2015	6/30/2014
District's Proportion of the Net Pension Liability	0.0500%	0.0560%	0.0574%	0.0519%
District's Proportionate Share of the Net Pension Liability	\$ 46,240,000	\$ 45,293,360	\$ 38,621,990	\$ 30,328,638
State's Proportionate Share of the Net Pension Liability Associated with the District	27,355,416	25,788,498	20,426,776	18,313,741
Total	<u>\$ 73,595,416</u>	<u>\$ 71,081,858</u>	<u>\$ 59,048,766</u>	<u>\$ 48,642,379</u>
District's Covered Payroll	\$ 26,590,000	\$ 28,510,000	\$ 26,390,000	\$ 23,120,000
District's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	174%	159%	146%	131%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	69%	70%	74%	77%

Note: Accounting standards require presentation of 10 years of information. However, the information in this schedule is not required to be presented retroactively. Years will be added to this schedule as future data becomes available.

See accompanying Notes to the Required Supplementary Information.

**MOORPARK UNIFIED SCHOOL DISTRICT  
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE  
OF THE NET PENSION LIABILITY  
YEARS ENDED JUNE 30,**

CalPERS - Schools Pool Plan	2022	2021	2020	2019
Measurement Date	6/30/2021	6/30/2020	6/30/2019	6/30/2018
District's Proportion of the Net Pension Liability	0.0721%	0.0811%	0.0851%	0.0872%
District's Proportionate Share of the Net Pension Liability	\$ 14,661,126	\$ 24,883,975	\$ 24,801,758	\$ 23,250,265
District's Covered Payroll	\$ 10,350,000	\$ 11,700,000	\$ 11,670,000	\$ 11,410,000
District's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	142%	213%	213%	204%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	81%	70%	70%	71%
	2018	2017	2016	2015
Measurement Date	6/30/2017	6/30/2016	6/30/2015	6/30/2014
District's Proportion of the Net Pension Liability	0.0926%	0.1026%	0.1073%	0.1083%
District's Proportionate Share of the Net Pension Liability	\$ 22,106,064	\$ 20,263,563	\$ 15,816,210	\$ 12,297,532
District's Covered Payroll	\$ 11,690,000	\$ 12,320,000	\$ 11,850,000	\$ 11,370,000
District's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	189%	164%	133%	108%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	72%	74%	79%	83%

Note: Accounting standards require presentation of 10 years of information. However, the information in this schedule is not required to be presented retroactively. Years will be added to this schedule as future data becomes available.

See accompanying Notes to the Required Supplementary Information.

**MOORPARK UNIFIED SCHOOL DISTRICT  
SCHEDULE OF DISTRICT CONTRIBUTIONS  
YEARS ENDED JUNE 30,**

CalSTRS - STRP	2022	2021	2020	2019
Contractually Required Contribution	\$ 4,683,584	\$ 4,161,816	\$ 4,314,000	\$ 4,266,919
Contributions in Relation to the Contractually Required Contribution	4,683,584	4,161,816	4,314,000	4,266,919
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's Covered Payroll	\$ 27,680,000	\$ 25,770,000	\$ 25,280,000	\$ 26,210,000
Contributions as a Percentage of Covered Payroll	16.92%	16.15%	17.10%	16.28%
	2018	2017	2016	2015
Contractually Required Contribution	\$ 3,646,513	\$ 3,344,836	\$ 3,058,970	\$ 2,343,289
Contributions in Relation to the Contractually Required Contribution	3,646,513	3,344,836	3,058,970	2,343,289
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's Covered Payroll	\$ 25,270,000	\$ 26,590,000	\$ 28,510,000	\$ 26,390,000
Contributions as a Percentage of Covered Payroll	14.43%	12.58%	10.73%	8.88%
	2022	2021	2020	2019
CalPERS - Schools Pool Plan				
Contractually Required Contribution	\$ 2,484,310	\$ 2,141,487	\$ 2,307,026	\$ 2,106,899
Contributions in Relation to the Contractually Required Contribution	2,484,310	2,141,487	2,307,026	2,106,899
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's Covered Payroll	\$ 10,840,000	\$ 10,350,000	\$ 11,700,000	\$ 11,670,000
Contributions as a Percentage of Covered Payroll	22.91%	20.70%	19.72%	18.06%
	2018	2017	2016	2015
Contractually Required Contribution	\$ 1,771,214	\$ 1,624,239	\$ 1,459,590	\$ 1,394,720
Contributions in Relation to the Contractually Required Contribution	1,771,214	1,624,239	1,459,590	1,394,720
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's Covered Payroll	\$ 11,410,000	\$ 11,690,000	\$ 12,320,000	\$ 11,850,000
Contributions as a Percentage of Covered Payroll	15.53%	13.89%	11.85%	11.77%

Note: Accounting standards require presentation of 10 years of information. However, the information in this schedule is not required to be presented retroactively. Years will be added to this schedule as future data becomes available.

See accompanying Notes to the Required Supplementary Information.

**MOORPARK UNIFIED SCHOOL DISTRICT  
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION  
YEAR ENDED JUNE 30, 2022**

**NOTE 1 PURPOSE OF SCHEDULES**

**Schedules of Budgetary Comparison for the General Fund**

A budgetary comparison is presented for the general fund and for any major special revenue fund that has a legally adopted annual budget. This schedule presents the budget as originally adopted, the revised budget as of the fiscal year-end, actual amounts at the fiscal year-end, and any adjustments needed to present the amounts in accordance with accounting principles generally accepted in the United States of America.

**Schedule of Changes in the Total OPEB Liability and Related Ratios**

The schedule is intended to show trends about the changes in the District's actuarially determined liability for postemployment benefits other than pensions.

Benefit changes – None

Changes of Assumptions:

2021-22

The District applied a new discount increasing the rate from 1.92% to 3.69%.

2020-21

The District applied a new discount decreasing the rate from 2.45% to 1.92%.

As of June 30, 2022, the District has not established a plan or equivalent that contains an irrevocable transfer of assets dedicated to providing benefits to retirees in accordance with the terms of the Plan and that are legally protected from creditors.

**Schedules of District's Proportionate Share of the Net Pension Liability – CalSTRS (STRP) and CalPERS (Schools Pool Plan)**

The schedule presents information on the District's proportionate share of the net pension liability, the plans' fiduciary net position and, when applicable, the state's proportionate share of the net pension liability associated with the District. In the future, as data becomes available, 10 years of information will be presented.

Benefit changes – None

Changes of Assumptions:

2019-20

CalSTRS Board adopted a new experience study which updated assumptions for termination rates and service rates.

2018-19

CalPERS Board adopted new mortality assumptions for the plan. Assumption for inflation rate was reduced from 2.75% to 2.50%. Assumption for individual salary increases and overall payroll growth was reduced from 3.00% to 2.75%.

**MOORPARK UNIFIED SCHOOL DISTRICT  
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION  
YEAR ENDED JUNE 30, 2022**

**NOTE 1 PURPOSE OF SCHEDULES (CONTINUED)**

**Schedules of District's Proportionate Share of the Net Pension Liability – CalSTRS (STRP) and CalPERS (Schools Pool Plan) (Continued)**

Changes of Assumptions: (Continued)

2017-18

CalSTRS Board adopted new mortality assumptions and new mortality tables for the plan. Assumption for inflation rate was reduced from 3.00% to 2.75%. Assumption for payroll growth was reduced from 3.75% to 3.50%.

CalPERS applied a new discount rate decreasing the rate from 7.65% to 7.15%.

2015-16

CalPERS applied a new discount rate increasing the rate from 7.50% to 7.65%.

**Schedules of District Contributions – CalSTRS (STRP) and CalPERS (Schools Pool Plan)**

The schedule presents information on the District's required contribution, the amounts actually contributed and any excess or deficiency related to the required contribution. In the future, as data becomes available, 10 years of information will be presented.

**NOTE 2 EXCESS OF EXPENDITURES OVER APPROPRIATIONS**

Excesses of expenditures over appropriations, by major object accounts, occurred in the General Fund as follows:

Employee Benefits *	\$ 2,507,898
Capital Outlay	415,880
Other Outgo/Indirect Costs	555,869

\* The excess of expenditures over appropriations for employee benefits occurred due to the exclusion of the STRS on-behalf payments made by the state of California of \$3,036,718 that was not budgeted.

## **SUPPLEMENTARY INFORMATION**

**MOORPARK UNIFIED SCHOOL DISTRICT  
HISTORY AND ORGANIZATION  
YEAR ENDED JUNE 30, 2022**

The Moorpark Unified School District was established in 1895 and is comprised of an area of approximately 47.14 square miles located in Ventura County. There were no changes in the boundaries of the District during the current year. The District is currently operating six elementary schools, two middle schools, one high school, a continuation school, an alternative school, and an adult program.

The board of education and the District Administrators for the fiscal year ended June 30, 2022 were as follows:

**BOARD OF EDUCATION**

<b><u>Member</u></b>	<b><u>Office</u></b>	<b><u>Term Expires</u></b>
Ms. Ute Van Dam	President	November 2024
Mr. Scott Dettorre	Vice President	November 2024
Ms. Amy Adams	Clerk	November 2024
Mr. Nathan Sweet	Member	November 2022
Mr. Robert Perez	Member	November 2022

**DISTRICT ADMINISTRATORS**

Dr. Kelli Hays	Superintendent
Ms. Lynn David	Assistant Superintendent, Business Services
Dr. Jane Wagmeister	Assistant Superintendent, Instructional Services
Dr. Cathy Lasure	Assistant Superintendent, Personnel Services

**MOORPARK UNIFIED SCHOOL DISTRICT  
SCHEDULE OF AVERAGE DAILY ATTENDANCE (ADA)  
YEAR ENDED JUNE 30, 2022**

The requirements governing ADA, admission of pupils, types of schools, recording and reporting of pupil attendance, and similar matters are controlled by provisions of the Education Code and by regulations of the California Department of Education.

ADA statistics reported to the state for the fiscal year ended June 30, 2022 are as follows:

	Second Period Certificate # B266BEA9	Annual Certificate # 11289198
Grades Transitional Kindergarten through Third:		
Regular ADA	1,617.28	1,616.61
Extended Year Special Education	0.94	0.94
Total Grades Transitional Kindergarten through Third ADA	1,618.22	1,617.55
Grades Four through Six:		
Regular ADA	1,142.32	1,142.41
Extended Year Special Education	0.67	0.67
Special Education - Nonpublic, Nonsectarian Schools	0.32	0.24
Total Grades Four through Six ADA	1,143.31	1,143.32
Grades Seven and Eight:		
Regular ADA	825.43	824.13
Extended Year Special Education	0.18	0.18
Special Education - Nonpublic, Nonsectarian Schools	0.35	0.26
Extended Year Special Education - Nonpublic, Nonsectarian Schools	0.36	0.36
Total Grades Seven and Eight ADA	826.32	824.93
Grades Nine through Twelve:		
Regular ADA	1,789.77	1,788.69
Extended Year Special Education	0.42	0.42
Special Education - Nonpublic, Nonsectarian Schools	0.62	0.46
Extended Year Special Education - Nonpublic, Nonsectarian Schools	0.14	0.14
Total Grades Nine through Twelve ADA	1,790.95	1,789.71
Total ADA	5,378.80	5,375.51

**MOORPARK UNIFIED SCHOOL DISTRICT  
SCHEDULE OF INSTRUCTIONAL TIME  
YEAR ENDED JUNE 30, 2022**

Grade Level	Minutes Requirements	Minutes Offered	Days Offered Traditional	Status
Kindergarten	36,000	46,550	180	In Compliance
Grade 1	50,400	50,720	180	In Compliance
Grade 2	50,400	50,720	180	In Compliance
Grade 3	50,400	50,720	180	In Compliance
Grade 4	54,000	54,195	180	In Compliance
Grade 5	54,000	54,195	180	In Compliance
Grade 6	54,000	59,015	180	In Compliance
Grade 7	54,000	59,015	180	In Compliance
Grade 8	54,000	59,265	180	In Compliance
Grade 9	64,800	68,462	180	In Compliance
Grade 10	64,800	68,462	180	In Compliance
Grade 11	64,800	68,462	180	In Compliance
Grade 12	64,800	68,462	180	In Compliance

**MOORPARK UNIFIED SCHOOL DISTRICT  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
YEAR ENDED JUNE 30, 2022**

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Total Federal Expenditures	Passed Through to Subrecipients
<b>United States Department of Agriculture</b>				
Pass-Through Program From California Department of Education:				
Child Nutrition Cluster:				
Summer Food Service Program	10.559	13004	\$ 2,203,054	\$ -
National School Lunch Program - Commodities	10.555	13524	128,659	-
Subtotal: Child Nutrition Cluster			<u>2,331,713</u>	<u>-</u>
Total: United States Department of Agriculture			<u>2,331,713</u>	<u>-</u>
<b>Federal Communications Commission (FCC)</b>				
COVID-19 - Emergency Connectivity Fund	32.009	(1)	236,550	-
Total: Federal Communications Commission			<u>236,550</u>	<u>-</u>
<b>United States Department of Education</b>				
Pass-Through Program From California Department of Education:				
Special Education Cluster:				
Grants to States (IDEA, Part B)	84.027	13379	1,256,571	-
Grants to States (IDEA, Part B) - Private Schools	84.027	10115	4,505	-
Preschool Grants (IDEA, Part B)	84.173	13430	32,677	-
Subtotal: Special Education Cluster			<u>1,293,753</u>	<u>-</u>
Education Stabilization Fund (ESF):				
COVID-19 - Elementary and Secondary School Emergency Relief (ESSER) I	84.425D	15536	448	-
COVID-19 - ESSER II	84.425D	15547	1,583,819	-
COVID-19 - ESSER III	84.425U	15559	254,424	-
COVID-19 - ESSER III - Learning Loss	84.425U	10155	161,759	-
COVID-19 - ESSER Child Nutrition Supplemental Meal Reimbursement	84.425D	15535	123,737	-
Subtotal: Education Stabilization Fund			<u>2,124,187</u>	<u>-</u>
Other Programs:				
Title I, Part A - Basic Grants	84.010	14329	505,652	-
Title II, Part A - Supporting Effective Instruction	84.367	14341	103,735	-
Title III - English Learner Student Program	84.365	14346	92,214	-
Career and Technical Education - Secondary	84.048	14894	27,238	-
Total: United States Department of Education			<u>4,146,779</u>	<u>-</u>
<b>United States Department of Health and Human Services</b>				
Pass-Through Program From California Department of Education:				
Child Care and Development Fund (CCDF) Cluster:				
COVID-19 - One-Time Stipend	93.575	15555	46,900	-
Subtotal: CCDF Cluster			<u>46,900</u>	<u>-</u>
Total: United States Department of Health and Human Services			<u>46,900</u>	<u>-</u>
Total Federal Programs			<u>\$ 6,761,942</u>	<u>\$ -</u>

**MOORPARK UNIFIED SCHOOL DISTRICT  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
YEAR ENDED JUNE 30, 2022**

**Reconciliation to Federal Revenue**

Total Federal Program Expenditures	\$ 6,761,942
Revenues in Excess (Deficiency) of Expenditures Related to Federal Entitlements:	
COVID-19 - CCDF - CRRSA One-Time Stipend	(46,900)
COVID-19 - CCDF - ARP One-Time Stipend	60,600
COVID-19 - Child Nutrition: SNP Emergency Operational Costs Reimbursement (ECR)	14,116
Summer Food Service Program	711,647
COVID-19 - Pandemic EBT Local Administrative Grant	3,063
COVID-19 - ESSER Child Nutrition Supplemental Meal Reimbursement	<u>(123,737)</u>
 Total Federal Program Revenue	 <u><u>\$ 7,380,731</u></u>

(1) Pass-Through Entity Identifying Number not readily available or not applicable.

The District is the recipient of a federal award program that does not result in cash receipts or disbursements.  
The District was granted \$128,659 of commodities under the National School Lunch Program (Assistance Listing Number 10.555).

**MOORPARK UNIFIED SCHOOL DISTRICT  
SCHEDULE OF FINANCIAL TRENDS AND ANALYSIS  
YEAR ENDED JUNE 30, 2022**

	2023 (Budgeted)	2022	2021	2020
Total Revenues	\$ 79,306,390	\$ 79,280,170	\$ 75,579,024	\$ 68,781,665
Total Expenditures	77,957,716	75,171,711	70,503,767	69,662,915
Total Other Financing Sources (Uses)	-	-	-	(14,459)
Change in Fund Balance	1,348,674	4,108,459	5,075,257	(895,709)
Ending Fund Balance	<u>\$ 17,124,967</u>	<u>\$ 15,776,293</u>	<u>\$ 11,667,834</u>	<u>\$ 6,592,577</u>
Available Reserve	<u>\$ 2,338,732</u>	<u>\$ 2,164,050</u>	<u>\$ 2,036,158</u>	<u>\$ 1,991,397</u>
Available Reserve %	3.00%	2.88%	3.00%	3.00%
ADA	<u>5,329</u>	<u>5,379</u>	<u>5,893</u>	<u>5,859</u>
Total Long-Term Liabilities	<u>\$ 120,807,975</u>	<u>\$ 127,034,699</u>	<u>\$ 164,963,998</u>	<u>\$ 163,813,144</u>

The amounts above are those reported as General Fund in the Annual Financial and Budget Report and do not include special revenue funds included in the General Fund of the governmental funds' financial statements.

Available reserves are those amounts reserved for economic uncertainty and any other remaining unassigned fund balance from the General Fund. For a District this size, the state recommends a 3% reserve of total General Fund expenditures. The state on-behalf payments to CalSTRS have been excluded from the calculation of available reserve percentage. For the year ended June 30, 2022, the District has met this requirement.

All percentages are of total expenditures.

The 2023 budget is the original budget adopted on June 21, 2022.

**MOORPARK UNIFIED SCHOOL DISTRICT  
SCHEDULE OF CHARTER SCHOOLS  
YEAR ENDED JUNE 30, 2022**

<u>Charter School Number</u>	<u>Charter School</u>	<u>Included in District Audit Report</u>
#1202	Ivy Tech Charter School	No

**MOORPARK UNIFIED SCHOOL DISTRICT  
RECONCILIATION OF THE ANNUAL FINANCIAL AND BUDGET REPORT  
WITH THE AUDITED FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2022**

	<u>General Fund</u>
June 30, 2022 Annual Financial and Budget Report Fund Balance	\$ 15,754,050
Adjustments and Reclassifications:	
Post Closing Entry - Lease Receivable-Noncurrent and Deferred Inflows of Resources related to lease	<u>22,243</u>
June 30, 2022 Audited Financial Statement Fund Balance	<u><u>\$ 15,776,293</u></u>

**MOORPARK UNIFIED SCHOOL DISTRICT  
NOTE TO THE SUPPLEMENTARY INFORMATION  
YEAR ENDED JUNE 30, 2022**

**NOTE 1 PURPOSE OF SCHEDULES**

**Schedule of Average Daily Attendance (ADA)**

Average daily attendance is a measurement of the number of pupils attending classes of the District. The purpose of attendance accounting from a fiscal standpoint is to provide the basis on which apportionments of state funds are made to school districts. This schedule provides information regarding the attendance of students at various grade levels and in different programs.

**Schedule of Instructional Time**

This schedule presents information on the amount of instructional time offered by the District and whether the District complied with the provisions of article 8 (commencing with section 46200) of chapter 2 of part 26 of the Education Code.

**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, 2022. The information in this Schedule 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 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 on the Schedule are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance for all awards. Under these principles, certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years.

**Indirect Cost Rate**

The District did not use the 10-percent de minimis indirect cost rate as allowed under the Uniform Guidance.

**Schedule of Financial Trends and Analysis**

The *2021-22 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting* requires that this schedule be prepared showing financial trends of the general fund over the past three fiscal years as well as the current year budget. This report is intended to identify if the District faces potential fiscal problems and if they have met the recommended available reserve percentages.

**MOORPARK UNIFIED SCHOOL DISTRICT  
NOTE TO THE SUPPLEMENTARY INFORMATION  
YEAR ENDED JUNE 30, 2022**

**NOTE 1 PURPOSE OF SCHEDULES (CONTINUED)**

**Schedule of Charter Schools**

The *2021-22 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting* requires that this schedule list all charter schools chartered by the District and inform the users whether or not the charter school information is included in the District's financial statements.

**Reconciliation of Annual Financial and Budget Report with Audited Financial Statements**

This schedule provides the information necessary to reconcile the fund balances of all funds as reported on the annual Financial and Budget Report form to the audited financial statements.

**OPTIONAL SUPPLEMENTARY INFORMATION**

**MOORPARK UNIFIED SCHOOL DISTRICT  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
JUNE 30, 2022**

	Student Activity Fund	Adult Education Fund	Child Development Fund	Cafeteria Fund	Capital Facilities Fund	Total Nonmajor Governmental Funds
<b>ASSETS</b>						
Cash in County Treasury	\$ 325	\$ 443,344	\$ 486,887	\$ 1,932,216	\$ 21,514	\$ 2,884,286
Cash in Banks	555,460	-	-	-	-	555,460
Accounts Receivable	-	725	207,475	503,785	36	712,021
Due from Other Funds	-	-	-	1,985	-	1,985
Stores	-	-	-	82,879	-	82,879
<b>Total Assets</b>	<b>\$ 555,785</b>	<b>\$ 444,069</b>	<b>\$ 694,362</b>	<b>\$ 2,520,865</b>	<b>\$ 21,550</b>	<b>\$ 4,236,631</b>
<b>LIABILITIES AND FUND BALANCES</b>						
<b>LIABILITIES</b>						
Accounts Payable	-	1,708	58,252	34,981	-	94,941
Due to Other Funds	325	14,826	78,833	59,077	-	153,061
Unearned Revenue	-	-	372,717	-	-	372,717
<b>Total Liabilities</b>	<b>325</b>	<b>16,534</b>	<b>509,802</b>	<b>94,058</b>	<b>-</b>	<b>620,719</b>
<b>FUND BALANCES</b>						
Nonspendable	-	-	-	82,879	-	82,879
Restricted	555,460	385,351	184,560	2,343,928	21,550	3,490,849
Assigned	-	42,184	-	-	-	42,184
<b>Total Fund Balances</b>	<b>555,460</b>	<b>427,535</b>	<b>184,560</b>	<b>2,426,807</b>	<b>21,550</b>	<b>3,615,912</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 555,785</b>	<b>\$ 444,069</b>	<b>\$ 694,362</b>	<b>\$ 2,520,865</b>	<b>\$ 21,550</b>	<b>\$ 4,236,631</b>

See accompanying Notes to the Optional Supplementary Information.

**MOORPARK UNIFIED SCHOOL DISTRICT  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
NONMAJOR GOVERNMENTAL FUNDS  
YEAR ENDED JUNE 30, 2022**

	Student Activity Fund	Adult Education Fund	Child Development Fund	Cafeteria Fund	Capital Facilities Fund	Total Nonmajor Governmental Funds
<b>REVENUES</b>						
Federal Sources	\$ -	\$ -	\$ 60,600	\$ 3,060,539	\$ -	\$ 3,121,139
Other State Sources	-	411,791	857,987	178,491	-	1,448,269
Other Local Sources	1,421,330	1,537	168,062	39,938	38,993	1,669,860
Total Revenues	<u>1,421,330</u>	<u>413,328</u>	<u>1,086,649</u>	<u>3,278,968</u>	<u>38,993</u>	<u>6,239,268</u>
<b>EXPENDITURES</b>						
Instruction	-	88,101	612,829	-	-	700,930
Instruction - Related Services	-	214,824	219,700	-	-	434,524
Pupil Services	-	-	-	2,401,746	-	2,401,746
Ancillary Services	1,300,585	-	-	-	-	1,300,585
General Administration	-	14,826	78,833	58,148	-	151,807
Plant Services	-	-	147,520	4,800	49,372	201,692
Debt Service	-	-	-	-	232,488	232,488
Total Expenditures	<u>1,300,585</u>	<u>317,751</u>	<u>1,058,882</u>	<u>2,464,694</u>	<u>281,860</u>	<u>5,423,772</u>
<b>NET CHANGES IN FUND BALANCE</b>	120,745	95,577	27,767	814,274	(242,867)	815,496
Fund Balances - Beginning of Year	<u>434,715</u>	<u>331,958</u>	<u>156,793</u>	<u>1,612,533</u>	<u>264,417</u>	<u>2,800,416</u>
<b>FUND BALANCES - END OF YEAR</b>	<u>\$ 555,460</u>	<u>\$ 427,535</u>	<u>\$ 184,560</u>	<u>\$ 2,426,807</u>	<u>\$ 21,550</u>	<u>\$ 3,615,912</u>

See accompanying Notes to the Optional Supplementary Information.

**MOORPARK UNIFIED SCHOOL DISTRICT  
NOTE TO THE OPTIONAL SUPPLEMENTARY INFORMATION  
JUNE 30, 2022**

**NOTE 1 PURPOSE OF SCHEDULES**

**Combining Fund Financial Statements**

Combining fund balance sheets and statements of revenues, expenditures and changes in fund balance have been presented for the nonmajor funds to provide additional information to the users of these financial statements. These statements have been prepared using the basis of accounting described in the notes to the financial statements.

**OTHER INDEPENDENT AUDITORS' REPORTS**



**INDEPENDENT AUDITORS' 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***

Board of Education  
Moorpark Unified School District  
Moorpark, California

We have audited, in accordance with the 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, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Moorpark Unified School District (the District), as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated December 8, 2022.

***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 entity'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.

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



**CliftonLarsonAllen LLP**

Glendora, California  
December 8, 2022



**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR  
FEDERAL PROGRAM AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE  
REQUIRED BY THE UNIFORM GUIDANCE**

Board of Education  
Moorpark Unified School District  
Moorpark, California

**Report on Compliance for Each Major Federal Program**

***Opinion on Each Major Federal Program***

We have audited Moorpark Unified School District'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 each of the District's major federal programs for the year ended June 30, 2022. The District's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, the District complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2022.

***Basis for Opinion on Each 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; 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 Auditors' 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 each 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.

***Auditors' 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 each 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 Auditors' 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.



**CliftonLarsonAllen LLP**

Glendora, California  
December 8, 2022



## INDEPENDENT AUDITORS' REPORT ON STATE COMPLIANCE

Board of Education  
Moorpark Unified School District  
Moorpark, California

### **Report on State Compliance** ***Opinion on State Compliance***

We have audited the Moorpark Unified School District's (the District) compliance with the requirements specified in the *2021-22 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*, published by the Education Audit Appeals Panel, applicable to the District's state program requirements identified below for the year ended June 30, 2022.

In our opinion, the District complied, in all material respects, with the laws and regulations of the state programs noted in the table below for the year ended June 30, 2022.

### ***Basis for Opinion on State Compliance***

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, and the *2021-22 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*, published by the Education Audit Appeals Panel. Our responsibilities under those standards are further described in the Auditors' 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 state compliance requirements as identified in the table provided below. Our audit does not provide a legal determination of the District's compliance with the compliance requirements referred to above.

### ***Responsibilities of Management for State 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 state programs.

***Auditors' 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 *2021-22 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting* will always detect a material noncompliance when it exists. The risk of not detecting a 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 state programs as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the *2021-22 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*, 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 consider 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 *2021-22 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*, but not for the purpose of expressing an opinion on the effectiveness of the District's internal controls over compliance. Accordingly, we express no such opinion; and

Board of Education  
Moorpark Unified School District

- Select and test transactions and records to determine the District’s compliance with the state laws and regulations applicable to the following items:

<u>Description</u>	<u>Procedures Performed</u>
Attendance	Yes
Teacher Certification and Misassignments	Yes
Kindergarten Continuance	Yes
Independent Study	Yes
Continuation Education	Not Applicable
Instructional Time	Yes
Instructional Materials	Yes
Ratio of Administrative Employees to Teachers	Yes
Classroom Teacher Salaries	Yes
Early Retirement Incentive	Not Applicable
GANN Limit Calculation	Yes
School Accountability Report Card	Yes
Juvenile Court Schools	Not Applicable
Middle or Early College High Schools	Yes
K-3 Grade Span Adjustment	Yes
Transportation Maintenance of Effort	Yes
Apprenticeship: Related and Supplemental Instruction	Not Applicable
Comprehensive School Safety Plan	Yes
District of Choice	Not Applicable
California Clean Energy Jobs Act	Yes
After/Before School Education and Safety Program	Yes
Proper Expenditure of Education Protection Account Funds	Yes
Unduplicated Local Control Funding Formula Pupil Counts	Yes
Local Control and Accountability Plan	Yes
Independent Study-Course Based	Not Applicable
Immunizations	Yes
Educator Effectiveness	Yes
Expanded Learning Opportunities Grant (ELO-G)	Yes
Career Technical Education Incentive Grant	Yes
In Person Instruction Grant	Yes
Charter Schools:	
Attendance	No <sup>1</sup>
Mode of Instruction	No <sup>1</sup>
Nonclassroom-Based Instruction/Independent Study	No <sup>1</sup>
Determination of Funding for Nonclassroom-Based Instruction	No <sup>1</sup>
Annual Instructional Minutes - Classroom Based	No <sup>1</sup>
Charter School Facility Grant Program	No <sup>1</sup>

<sup>1</sup> Testing for Charter Schools was done by the charter school’s respective auditor.

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 identify during the audit.

**Other Matters**

The results of our auditing procedures disclosed an instance of noncompliance, which is required to be reported in accordance with the *2021-22 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*, published by the Education Audit Appeals Panel, and which is described in the accompanying schedule of findings and questioned costs as item 2022-001. Our opinion on each state program is not modified with respect to this matter.

*Government Auditing Standards* requires the auditor to perform limited procedures on the District's response to the noncompliance findings identified in our audit and described in the accompanying schedule of findings and questioned costs. The District's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

**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 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 a material noncompliance with a compliance requirements 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 that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention from those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the Auditors' 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.

Board of Education  
Moorpark Unified School District

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 *2021-22 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*. Accordingly, this report is not suitable for any other purpose.

A handwritten signature in black ink that reads "CliftonLarsonAllen LLP". The signature is written in a cursive, flowing style.

**CliftonLarsonAllen LLP**

Glendora, California  
December 8, 2022

## **FINDINGS AND QUESTIONED COSTS**

**MOORPARK UNIFIED SCHOOL DISTRICT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
JUNE 30, 2022**

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***Section I – Summary of Auditors’ Results***

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**Financial Statements**

1. Type of auditors’ report issued: Unmodified
2. Internal control over financial reporting:
- Material weakness(es) identified? \_\_\_\_\_ yes        x   no
  - Significant deficiency(ies) identified? \_\_\_\_\_ yes        x   none reported
3. Noncompliance material to financial statements noted? \_\_\_\_\_ yes        x   no

**Federal Awards**

1. Internal control over major federal programs:
- Material weakness(es) identified? \_\_\_\_\_ yes        x   no
  - Significant deficiency(ies) identified? \_\_\_\_\_ yes        x   none reported
2. Type of auditors’ report issued on compliance for major federal programs: Unmodified
3. Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? \_\_\_\_\_ yes        x   no

***Identification of Major Federal Programs***

<b>Assistance Listing Number(s)</b>	<b>Name of Federal Program or Cluster</b>
10.555, 10.559	Child Nutrition Cluster
32.009	Emergency Connectivity Fund
84.425D, 84.425U	Education Stabilization Fund

- Dollar threshold used to distinguish between Type A and Type B programs: \$   750,000
- Auditee qualified as low-risk auditee? \_\_\_\_\_   x   yes      \_\_\_\_\_ no

**MOORPARK UNIFIED SCHOOL DISTRICT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
JUNE 30, 2022**

All audit findings must be identified as one or more of the following categories:

<u>Five Digit Code</u>	<u>Finding Types</u>
10000	Attendance
20000	Inventory of Equipment
30000	Internal Control
40000	State Compliance
42000	Charter School Facilities Programs
43000	Apprenticeship: Related and Supplemental Instruction
50000	Federal Compliance
60000	Miscellaneous
61000	Classroom Teacher Salaries
62000	Local Control Accountability Plan
70000	Instructional Materials
71000	Teacher Misassignments
72000	School Accountability Report Card

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***Section II – Financial Statement Findings***

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Our audit did not disclose any matters required to be reported in accordance with *Government Auditing Standards*.

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***Section III – Findings and Questioned Costs – Major Federal Programs***

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Our audit did not disclose any matters required to be reported in accordance with 2 CFR 200.516(a).

**MOORPARK UNIFIED SCHOOL DISTRICT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
JUNE 30, 2022**

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***Section IV – Findings and Questioned Costs – State Compliance***

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**2022-001 After/Before School Education and Safety Program**

**40000**

**Criteria:** California Education Code 8483(a)(2) states that it is the intent of the Legislature that pupils participate in the full day of the program every day during which pupils participate, except as allowed by the early release policy.

**Condition:** During our testing, it was noted the District did not have early release documentation for 6 out of the 25 students that were sampled.

**Effect:** The District is not in compliance with California Education Code Section 8483(a)(2).

**Cause:** There was turnover at the Boys and Girls club in the position that retains the early release documentation, as well as turnover in the District department that manages the after school education and safety program.

**Questioned Costs and Units:** Not applicable as funding is not determined based on attendance.

**Recommendation:** The District should adopt and design procedures and controls to ensure the appropriate early release documentation is retained.

**Corrective Action Plan:** The District has requested that the Boys and Girls Club submit signed monthly attendance sheets monthly to the Assistant Director of Instructional Services and Accounting Supervisor to verify accuracy of the reports and early release documentation.

**MOORPARK UNIFIED SCHOOL DISTRICT  
SCHEDULE OF PRIOR AUDIT FINDINGS  
JUNE 30, 2022**

There were no prior year findings and questioned costs related to the basic financial statements, federal awards, or state awards for the prior year.



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