ROSEVILLE JOINT UNION HIGH SCHOOL DISTRICT

FINANCIAL STATEMENTS

June 30, 2024

ROSEVILLE JOINT UNION HIGH SCHOOL DISTRICT

FINANCIAL STATEMENTS
WITH SUPPLEMENTARY INFORMATION
For the Year Ended June 30, 2024

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Crowe

Crowe LLP
Independent Member Crowe Global

INDEPENDENT AUDITOR'S REPORT

Board of Trustees
Roseville Joint Union High School District
Roseville, California

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Roseville Joint Union High School District, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the Roseville Joint Union High School District's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Roseville Joint Union High School District, as of June 30, 2024, 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 *(Government Auditing Standards)*. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Roseville Joint Union High School 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.

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 Roseville Joint Union High School 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.

(Continued)

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Roseville Joint Union High School 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 Roseville Joint Union High School District's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis on pages 4 to 14 and the General Fund Budgetary Comparison Schedule, the Schedule of the District's Proportionate Share of the Net Pension Liability, and the Schedule of the District's Contributions on pages 49 to 53 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 auditing standards generally accepted in the United States of America, 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.

(Continued)

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Roseville Joint Union High School District's basic financial statements. The accompanying 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* and other supplementary information listed in the table of contents 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, except for that portion marked "unaudited," 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 auditing standards generally accepted in the United States of America. In our opinion, that information is fairly stated in all material respects in relation to the basic financial statements as a whole. The information marked "unaudited" 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 it.

Other Information

Management is responsible for the other information included in the financial statements. The other information comprises the Organization page but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated November 14, 2024 on our consideration of the Roseville Joint Union High School 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 Roseville Joint Union High School 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 Roseville Joint Union High School District's internal control over financial reporting and compliance.

Crowe LLP

Crowe LLP

Sacramento, California
November 14, 2024

ROSEVILLE JOINT UNION HIGH SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

This section of Roseville Joint Union High School District's annual financial report presents management's discussion and analysis of the District's financial performance during the fiscal year that ended on June 30, 2024. Please read it in conjunction with the Independent Auditor's Report presented on pages 1 and 3, and the District's financial statement, which immediately follow this section.

USING THIS ANNUAL FINANCIAL REPORT

This annual report consists of a series of financial statements. The Statement of Net Position and Statement of Activities, presented on pages 15 and 16, provide information about the activities of the District as a whole and present a long-term view of the District's finances. The fund financial statements for governmental activities, presented on pages 17 through 23, provide information about how District services were financed in the short-term, and how much remains for future spending. Fund financial statements also report the District's operations in more detail than the government-wide statements by providing information about the District's most significant funds. The remaining statements provide financial information about activities for which the District acts solely as a trustee or agent for the benefit of those outside the District.

FINANCIAL HIGHLIGHTS

- For the Governmental Activities programs, total current year revenues exceeded total current year expenses by $35,107,132.

- Capital assets, net, increased by $21,095,973 primarily due to the new District Office and districtwide snackbar/restrooms.

- The District's 2023/24 P2 Average Daily Attendance increased by 285 or 2.81% over 2022/23.

- The District maintains sufficient reserves for a district of its size. It meets the state required minimum reserve for economic uncertainty of 3% of general fund expenditures, transfers out, and other uses (total outgo). During fiscal year 2023/24, General Fund expenditures and other financing uses totaled $176,197,661.

- The ending fund balance (EFB) for the General Fund at June 30th was $35,903,134. This includes a 3% reserve for state required economic uncertainties and a 3% board reserve for economic uncertainties. The combined reserves for economic uncertainties total $10,643,860 The EFB also includes $18,337,183 which is a combination of legally restricted categorical carryovers, unrestricted categorical, site base budget, committed reserves and other department carryovers, and non-spendable revolving cash and prepaid items. The remaining $6,922,091 of EFB is unappropriated, but is going to be used to offset potential future year deficits.

- The District recognized over $2.4M in Federal and State stimulus revenue related to COVID-19.

THE FINANCIAL REPORT

The full annual financial report consists of the following: Management's Discussion and Analysis, the basic financial statements, required supplementary information, and supplementary information. The four sections together provide a comprehensive overview of the District. The basic financial statements are comprised of two kinds of statements that present financial information from two different perspectives, district-wide and funds.

- District-wide financial statements, which comprise the first two statements of Statement of Net Position and Statement of Activities, provide both short-term and long-term information about the District's overall financial position.

- Individual parts of the District, which are reported as fund financial statements, comprise the remaining statements.

    - Basic services funding is described in the governmental funds statements. These statements include short-term financing and identify the balance remaining for future spending.

    - Financial relationships, for which the District acts as an agent or trustee for the benefit of others to whom the resources belong, are presented in the fiduciary funds statements.

Notes to the financials, which are included in the financial statements, provide more detailed data and explain some of the information in the statements. The required supplementary information provides further explanations and provides additional support for the financial statements. A comparison of the District's budget for the year is included.

Reporting the District as a Whole

The District as a whole is reported in the District-wide statements and uses accounting methods similar to those used by companies in the private sector. All of the District's assets and liabilities are included in the Statement of Net Position. The Statement of Activities reports all of the current year's revenues and expenses regardless of when cash is received or paid.

The District's financial health or position (net position) can be measured by the difference between the District's assets and liabilities.

- Increases or decreases in the net assets of the District over time are indicators of whether its financial position is improving or deteriorating, respectively.

- Additional non-financial factors such as the condition of school buildings and other facilities, and changes in the property tax base of the District need to be considered in assessing the overall health of the District.

THE FINANCIAL REPORT (CONTINUED)

In the Statement of Net Position and the Statement of Activities, we divide the District into two categories of activities:

Reporting the District as a Whole

Governmental Activities:

The basic services provided by the District, such as regular and special education, administration, and transportation are included here, and are primarily financed by property taxes and state formula aid. Non-basic services, such as child nutrition are also included here, but are financed by a combination of state and federal contracts and grants, and local revenues.

Business-type Activities:

The District does not provide any services that should be included in this category.

Reporting the District's Most Significant Funds:

The District's fund-based financial statements provide detailed information about the District's most significant funds. Some funds are required to be established by State law and bond covenants. However, the District establishes many other funds as needed to control and manage money for specific purposes.

Governmental Funds

The major governmental funds of Roseville Joint Union High School District are the General Fund, Capital Facilities Fund, and the County School Facilities Fund. Governmental fund reporting focuses on how money flows into and out of the funds and the balances that remain at the end of the year. A modified accrual basis of accounting 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 operations and services. Governmental fund information helps to determine the level of financial resources available in the near future to finance the District's programs.

Proprietary Funds

Services for which the District charges a fee are generally reported in proprietary funds on a full accrual basis. These include both Enterprise funds and Internal Service funds. Enterprise funds are considered business-type activities and are also reported under a full accrual method. This is the same basis as business-type activities; therefore no reconciling entries are required. Internal service funds are reported with the Governmental Funds. The District has no funds of this type.

THE FINANCIAL REPORT (CONTINUED)

Fiduciary Funds

The District is the trustee, or fiduciary, for its scholarship fund. All of the District's fiduciary activities are reported in separate Fiduciary Statements. We exclude these activities from the District's other financial statements because the District cannot use these assets to finance their operations. The District is responsible for ensuring that the assets reported in these funds are used for their intended purposes.

FINANCIAL ANALYSIS OF THE SCHOOL DISTRICT AS A WHOLE

GOVERNMENTAL ACTIVITIES

The District's net position increased from $246,110,591 at June 30, 2023 to $281,217,723 at June 30, 2024; an increase of $35,107,132 or 14.26%.

Comparative Statement of Net Position

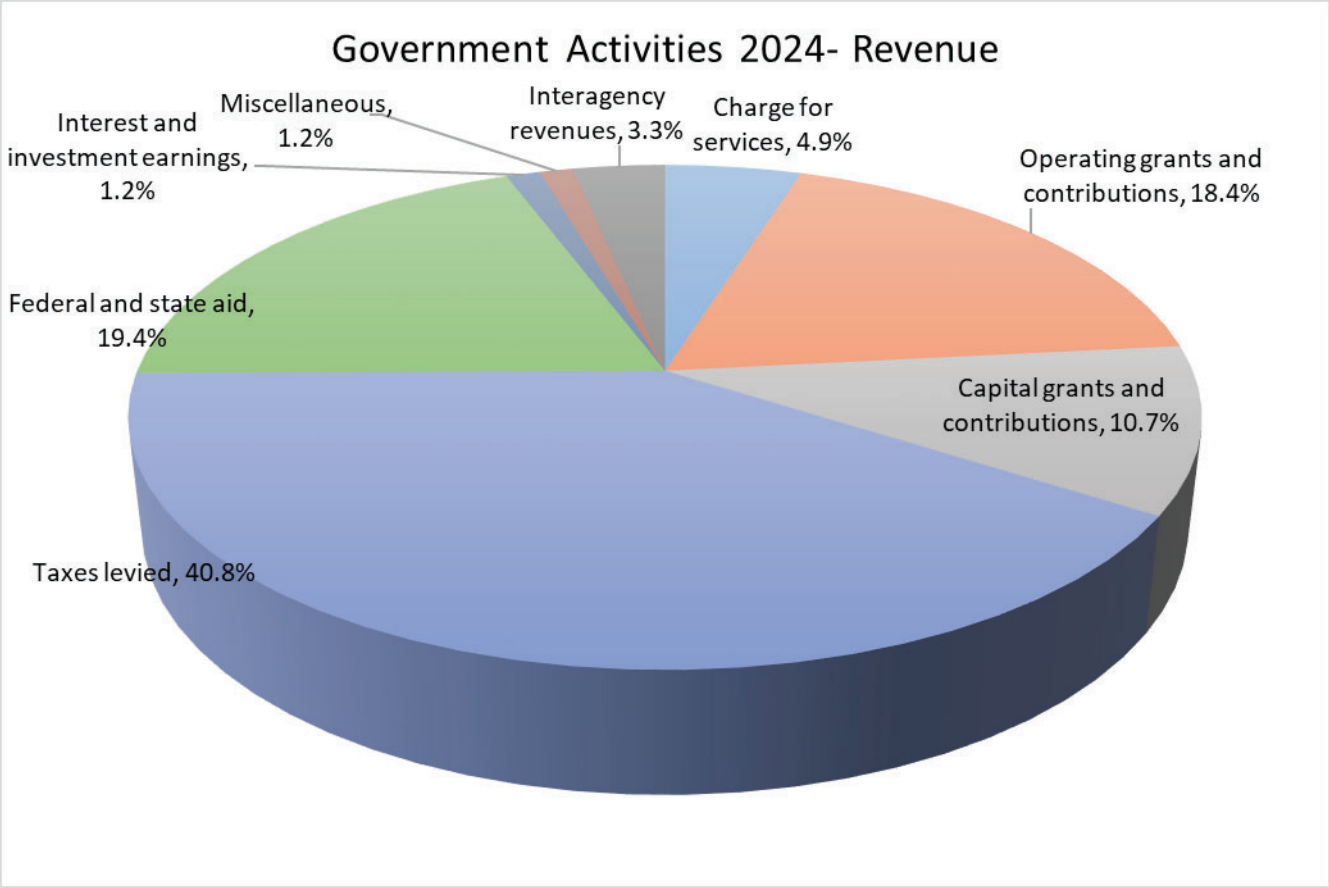
		2024	2023
Assets:			
	Current & Other Assets	$134,114,680	$ 132,023,943
	Capital Assets	501,754,549	480,658,576
	Total Assets	635,869,229	612,682,519
Deferred Outflow:			
Loss on refunded debt	Deferred outflow- Pensions	54,286,005	37,083,922
	Loss on refunded debt	837,603	1,610,326
	Total Deferred Outflow	55,123,608	38,694,248
Liabilities:			
	Other liabilities	16,491,252	17,482,112
	Long-Term Debt outstanding	383,604,862	372,662,064
	Total Liabilities	400,096,114	390,144,176
Deferred Inflow:			
	Deferred inflow- Pensions	9,679,000	15,122,000
Net Position:			
	Net Investment in capital assets	323,438,138	277,738,277
	Restricted	42,649,943	50,495,570
	Unrestricted	(84,870,358)	(82,123,256)
	Total Net Position	$281,217,723	$ 246,110,591
	Comparative Change --$	$ 35,107,132	n/a
	Comparative Change --%	14.26%	n/a

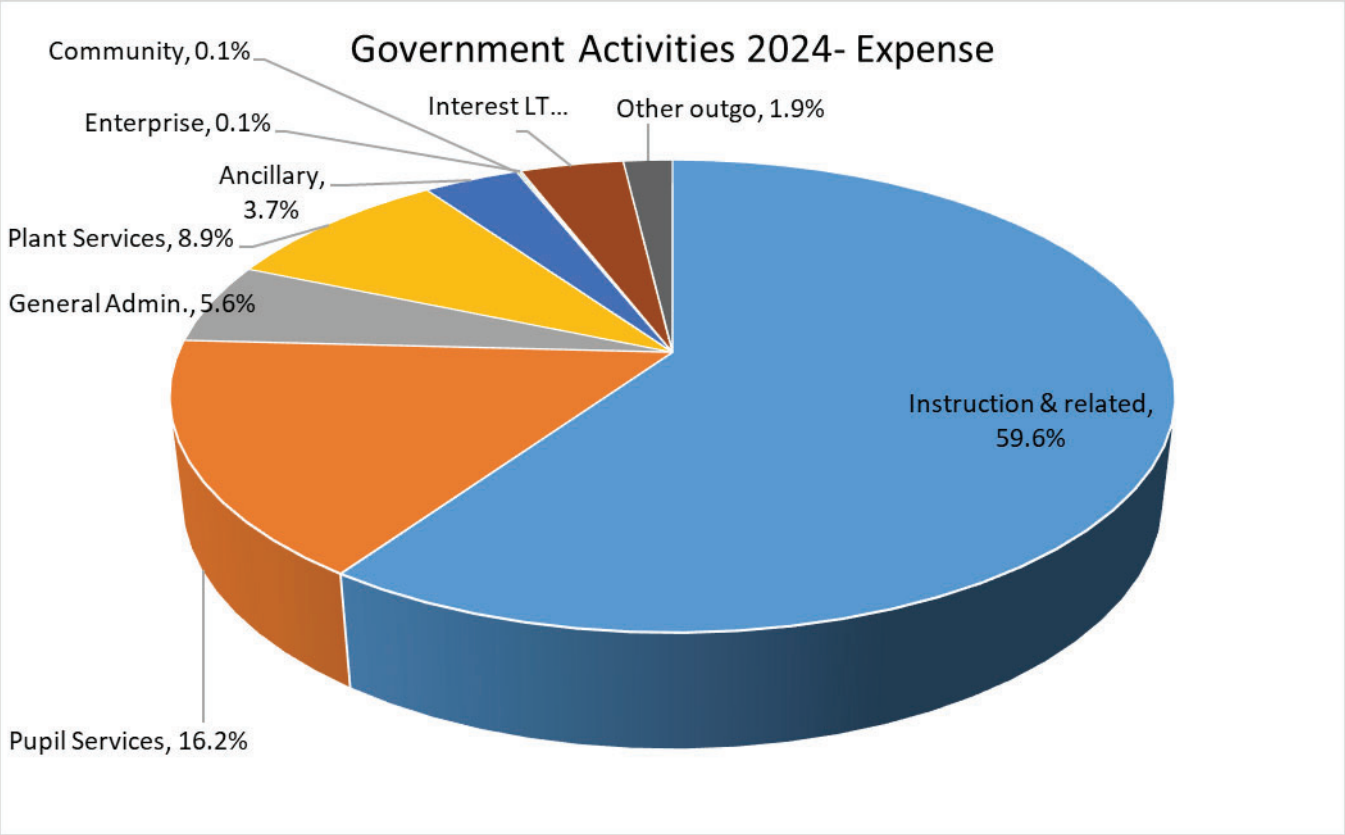
FINANCIAL ANALYSIS OF THE SCHOOL DISTRICT AS A WHOLE (CONTINUED)

GOVERNMENTAL ACTIVITIES (CONTINUED)

Comparative Statement of Activities

		2024		2023
Program Revenues				
	Charge for services	12,156,543	4.9%	13,814,435
	Operating grants and contributions	45,696,708	18.4%	52,741,264
	Capital grants and contributions	26,428,267	10.7%	17,919,727
General Revenues				
	Taxes levied	101,120,973	40.8%	105,102,132
	Federal and state aid	48,087,838	19.4%	40,687,061
	Interest and investment earnings	3,022,999	1.2%	1,042,041
	Miscellaneous	2,963,652	1.2%	2,640,456
	Interagency revenues	8,218,038	3.3%	1,814,464
	Total Revenue	247,695,018		235,761,580
Program Expenses				
	Instruction & related	126,765,847	59.6%	106,753,624
	Pupil Services	34,453,597	16.2%	29,542,173
	General Admin.	11,802,748	5.6%	11,509,883
	Plant Services	18,923,874	8.9%	17,141,389
	Ancillary	7,797,442	3.7%	6,852,175
	Community	208,275	0.1%	207,412
	Enterprise	186,406	0.1%	125,660
	Interest LT debt	8,435,499	4.0%	8,539,890
	Other outgo	4,014,198	1.9%	3,072,340
	Total Expenses	212,587,886		183,744,546
Change in Net Position		35,107,132		52,017,034
	Comparative Change --$	(16,909,902)		
	Comparative Change --%	-32.51%		


Government Activities 2024- Revenue
Interest and investment earnings, 1.2%
Miscellaneous, 1.2%
Interagency revenues, 3.3%
Charge for services, 4.9%
Operating grants and contributions, 18.4%
Federal and state aid, 19.4%
Capital grants and contributions, 10.7%
Taxes levied, 40.8%

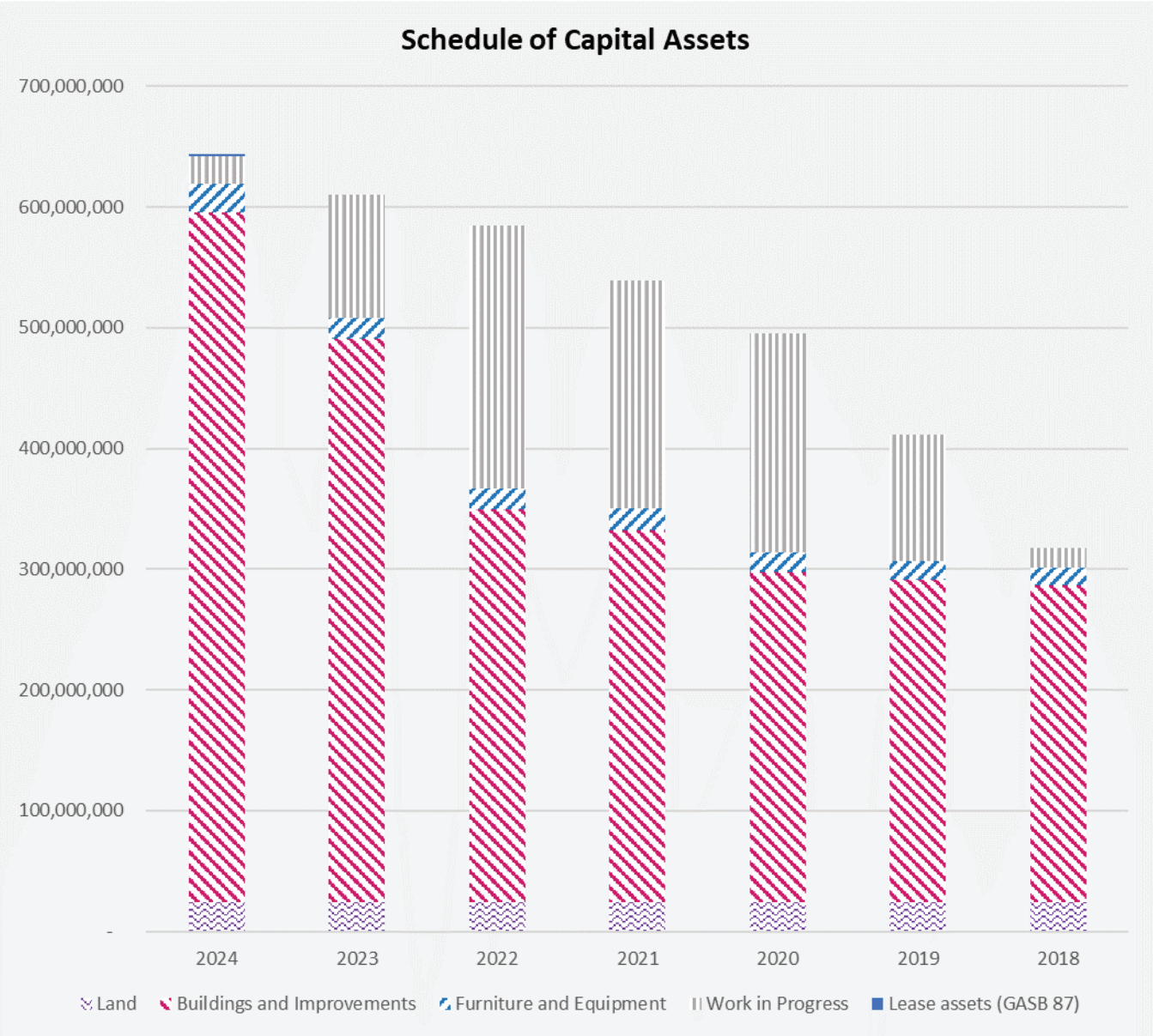

Government Activities 2024- Expense
Community, 0.1%
Enterprise, 0.1%
Interest LT...
Other outgo, 1.9%
Ancillary, 3.7%
Plant Services, 8.9%
General Admin., 5.6%
Instruction & related, 59.6%
Pupil Services, 16.2%

FINANCIAL ANALYSIS OF THE SCHOOL DISTRICT AS A WHOLE (CONTINUED)

Comparative Schedule of Capital Assets

	Governmental Activities	
	2024	2023
Land	$ 24,422,982	$ 24,422,982
Buildings and Improvements	570,726,689	466,177,578
Furniture and Equipment	23,823,409	17,208,510
Lease assets (GASB 87)	2,712,240	2,787,114
Work in Progress	23,344,513	102,163,481
Subtotals	645,029,833	612,759,665
Less: Accumulated Depreciation	(143,275,284)	(132,101,089)
Capital Assets, Net	$ 501,754,549	$ 480,658,576
Comparative Change--$	$ 21,095,973	n/a
Comparative Change--%	4.39%	n/a

FINANCIAL ANALYSIS OF THE SCHOOL DISTRICT AS A WHOLE (CONTINUED)



Capital assets, net of depreciation increased by $21,095,973, a 4.39% increase, primarily due to the new District Office and districtwide snackbard/restrooms.

All of the District's facilities and other assets are extremely well maintained. The capital improvement plan has consistently included modernization, upgrading, and new construction at all of our campuses such that the District's facilities overall are regarded as among the highest quality in the region.

FINANCIAL ANALYSIS OF THE SCHOOL DISTRICT AS A WHOLE (CONTINUED)

Comparative Schedule of Long-Term Liabilities

	Governmental Activities	
	2024	2023
General Obligation Bonds	$ 178,903,256	$ 187,951,730
General Obligation Bonds Premium	9,940,276	11,242,840
Certificates of Participation	59,375,000	61,150,000
Lease Liabilities	1,152,768	1,530,854
Net Pension Liability	133,747,000	110,278,000
Compensated Absences	486,562	508,640
Totals	$ 383,604,862	$ 373,662,064

The table reflects that a majority of the District's debt is issued in support of school construction to meet the District's enrollment growth. The district received updated bond ratings in June 2020 from S&P. S&P's assigned the district an overall A+ rating. The district has received similar bond ratings in the past. Bond rating agency rationale included:

- Participation in the broad and diverse Sacramento economy
- Strong to very strong property income indicators, coupled with extremely strong market value per capita
- Trend of very strong available (assigned and unassigned) reserve levels
- Stable average daily attendance (ADA) levels, which drive operating revenues under the state funding formula

Bond debt -- combined with developer fee revenue and state construction funds – has been used for:

- Prior site facility construction.
- Technology improvements to infrastructure systems.
- Various identified modernizations/additions throughout the District.
- Purchase of school site property and construction for West Park High School.

FINANCIAL ANALYSIS OF THE SCHOOL DISTRICT AS A WHOLE (CONTINUED)

The notes to the financial statements are an integral part of the financial presentation and contain more detailed information as to interest, principal, retirement amounts, and future debt retirement. The district looks at the debt service agreements on an annual basis for potential savings.

Comparative Schedule of Fund Balances

Fund (Fund #)	Fund Balances 2024	Fund Balances 2023	Increase (Decrease)
General (1 & 17)	$ 35,903,134	$ 35,453,788	$ 449,346
Student Body (08)	1,426,662	1,322,741	103,921
Adult Education (11)	225,010	183,350	41,660
Cafeteria (13)	10,356,085	8,900,720	1,455,365
Deferred Maintenance (14)	1,295,048	3,753,039	(2,457,991)
Pupil Transportation (15)	280,034	585,301	(305,267)
Capital Facilities (25)	52,021,534	40,973,901	11,047,633
Special Reserve (40)	6,346,591	6,256,572	90,019
Bond Interest and Redemption (51)	12,517,976	20,160,429	(7,642,453)
	$ 120,372,074	$ 117,589,841	$ 2,782,233

As can be seen in the scheduled fund balances, the District has a number of very different funds within which District programs operate. The General Fund has historically had a fund balance in excess of the state required reserve of 3%.

ECONOMIC FACTORS BEARING ON THE DISTRICT'S FUTURE

- The 2024/25 General Fund original budget reflects a $11,279,441 deficit (mostly due to spending prior year carryover). The district will develop one-time and on-going spending plans in the 2024/25 fiscal year based on a three-year projection of revenues and expenses.

- The uncertainty of the continued economic effects of COVID-19.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, parents, 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 regarding this report or need additional financial information, contact the District Business Department, Roseville Joint Union High School District, 1750 Cirby Way, Roseville, CA 95661 or (916) 782-6565.

BASIC FINANCIAL STATEMENTS

ROSEVILLE JOINT UNION HIGH SCHOOL DISTRICT
STATEMENT OF NET POSITION
June 30, 2024

	Governmental Activities
ASSETS	
Cash and investments (Note 2)	$ 118,435,003
Receivables	12,425,121
Stores inventory	77,989
Prepaid expenses	3,176,567
Non-depreciable capital assets (Note 4)	47,767,495
Depreciable capital assets, net of accumulated depreciation and amortization (Note 4)	453,987,054
Total assets	635,869,229
DEFERRED OUTFLOWS OF RESOURCES	
Deferred outflows of resources - pensions (Notes 7 and 8)	54,286,005
Deferred loss on refunded debt	837,603
Total deferred outflows of resources	55,123,608
LIABILITIES	
Accounts payable	15,679,709
Unearned revenue	811,543
Long-term liabilities (Note 5)	
Due within one year	9,671,294
Due after one year	373,933,568
Total liabilities	400,096,114
DEFERRED INFLOWS OF RESOURCES	
Deferred inflows of resources - pensions (Notes 7 and 8)	9,679,000
NET POSITION	
Net investment in capital assets	323,438,138
Restricted:	
Legally restricted programs	23,785,376
Capital projects	6,346,591
Debt service	12,517,976
Unrestricted	(84,870,358)
Total net position	$ 281,217,723

See accompanying notes to financial statements.

ROSEVILLE JOINT UNION HIGH SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2024

		Program Revenues			Net (Expense) Revenues and Change in Net Position
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities
Governmental activities:					
Instruction	$ 104,574,279	$ 418,057	$ 19,828,355	$ 26,428,267	$ (57,899,600)
Instruction-related services:					
Supervision of instruction	5,841,826	24,659	1,244,164	-	(4,573,003)
Instructional library, media and technology	2,733,181	67,655	55,502	-	(2,610,024)
School site administration	13,616,561	15,569	1,310,285	-	(12,290,707)
Pupil services:					
Home-to-school transportation	4,900,737	-	-	-	(4,900,737)
Food services	7,995,482	32,543	8,468,109	-	505,170
All other pupil services	21,557,378	485,792	3,555,014	-	(17,516,572)
General administration:					
Data processing	3,434,167	-	1,926	-	(3,432,241)
All other general administration	8,368,581	74,451	946,716	-	(7,347,414)
Plant services	18,923,874	9,771,653	4,020,728	-	(5,131,493)
Ancillary services	7,797,442	1,280	2,923,074	-	(4,873,088)
Community services	208,275	-	423	-	(207,852)
Enterprise activities	186,406	-	-	-	(186,406)
Interest on long-term liabilities	8,435,499	-	-	-	(8,435,499)
Other outgo	4,014,198	1,264,884	3,342,412	-	593,098
Total governmental activities	$ 212,587,886	$ 12,156,543	$ 45,696,708	$ 26,428,267	(128,306,368)

General revenues:	
Taxes and subventions:	
Taxes levied for general purposes	91,886,289
Taxes levied for debt service	8,607,411
Taxes levied for other specific purposes	627,273
Federal and state aid not restricted to specific purposes	48,087,838
Interest and investment earnings	3,022,999
Interagency revenues	8,218,038
Miscellaneous	2,963,652
Total general revenues	163,413,500
Change in net position	35,107,132
Net position, July 1, 2023	246,110,591
Net position, June 30, 2024	$ 281,217,723

See accompanying notes to financial statements.

ROSEVILLE JOINT UNION HIGH SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2024

	General Fund	Capital Facilities Fund	County School Facilities Fund	All Non-Major Funds	Total Governmental Funds
ASSETS					
Cash and investments:					
Cash in County Treasury	$ 29,968,409	$ 53,526,606	$ 43,294	$ 29,489,791	$ 113,028,100
Cash on hand and in banks	73,010	-	-	1,457,135	1,530,145
Cash in revolving fund	10,000	-	-	100	10,100
Cash with fiscal agent	3,857,648	9,010	-	-	3,866,658
Receivables	9,877,530	177,075	130	2,370,386	12,425,121
Due from other funds	304,928	323,424	-	-	628,352
Prepaid expenditures	3,158,775	-	-	17,792	3,176,567
Stores inventory	-	-	-	77,989	77,989
Total assets	$ 47,250,300	$ 54,036,115	$ 43,424	$ 33,413,193	$ 134,743,032
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	$ 10,253,246	$ 2,014,581	$ -	$ 663,236	$ 12,931,063
Unearned revenue	811,543	-	-	-	811,543
Due to other funds	282,377	-	43,424	302,551	628,352
Total liabilities	11,347,166	2,014,581	43,424	965,787	14,370,958
Fund balances:					
Nonspendable	3,168,775	-	-	95,881	3,264,656
Restricted	10,202,537	52,021,534	-	32,351,525	94,575,596
Committed	3,807,649	-	-	-	3,807,649
Assigned	1,158,222	-	-	-	1,158,222
Unassigned	17,565,951	-	-	-	17,565,951
Total fund balances	35,903,134	52,021,534	-	32,447,406	120,372,074
Total liabilities and fund balances	$ 47,250,300	$ 54,036,115	$ 43,424	$ 33,413,193	$ 134,743,032

See accompanying notes to financial statements.

ROSEVILLE JOINT UNION HIGH SCHOOL DISTRICT
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
June 30, 2024

Total fund balances - Governmental Funds		$ 120,372,074
Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets used for governmental activities are not financial resources and, therefore, are not reported as assets in governmental funds. The cost of the assets is $645,029,833 and the accumulated depreciation and amortization is $143,275,284 (Note 4).		501,754,549
Long-term liabilities are not due and payable in the current period and, therefore, are not reported as liabilities in the funds. Long-term liabilities at June 30, 2024 consisted of (Note 5):		
General Obligation Bonds	$ (160,707,504)	
Accreted interest	(18,195,752)	
Unamortized premiums	(9,940,276)	
Certificates of Participation	(59,375,000)	
Lease Liabilities	(1,152,768)	
Net pension liability (Notes 7 and 8)	(133,747,000)	
Compensated absences	(486,562)	
		(383,604,862)
In governmental funds, deferred inflows and deferred outflows of resources resulting from defeasance of debt are not recorded. In governmental activities, for advance refundings resulting in defeasance of debt reported in governmental activities, the difference between reacquisition price and the net carrying amount of the retired debt are reported as deferred inflows or deferred outflows of resources.		837,603
In government funds, deferred outflows and inflows of resources relating to pensions are not reported because they are applicable to future periods. In the statement of net position, deferred outflows and inflows of resources relating to pensions are reported (Notes 7 and 8).		
Deferred outflows of resources relating to pensions	$ 54,286,005	
Deferred inflows of resources relating to pensions	(9,679,000)	
		44,607,005
Unmatured interest is not recognized until it is due and, therefore, is not accrued as a payable in governmental funds.		(2,748,646)
Total net position - governmental activities		$ 281,217,723

See accompanying notes to financial statements.

ROSEVILLE JOINT UNION HIGH SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGE IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Year Ended June 30, 2024

	General Fund	Capital Facilities Fund	County School Facilities Fund	Formerly Major Bond Interest and Redemption Fund	All Non-Major Funds	Total Governmental Funds
Revenues:						
Local Control Funding Formula (LCFF):						
State apportionment	$ 56,714,934	$ -	$ -		$ 8,275	$ 56,723,209
Local sources	79,221,473	-	-		-	79,221,473
Total LCFF	135,936,407	-	-		8,275	135,944,682
Federal sources	6,631,012	-	-		2,650,195	9,281,207
Other state sources	17,385,176	-	26,428,267		10,794,262	54,607,705
Other local sources	16,694,412	12,453,105	76,124		18,975,447	48,199,088
Total revenues	176,647,007	12,453,105	26,504,391		32,428,179	248,032,682
Expenditures:						
Current:						
Certificated salaries	80,017,473	-	-		1,044,156	81,061,629
Classified salaries	26,813,542	307,882	-		3,064,950	30,186,374
Employee benefits	43,629,923	129,207	-		1,533,225	45,292,355
Books and supplies	8,842,574	693,419	-		3,857,562	13,393,555
Contract services and operating expenditures	14,362,390	361,615	-		2,821,285	17,545,290
Other outgo	1,194,598	-	-		2,819,600	4,014,198
Capital outlay	1,020,424	23,413,040	-		8,857,321	33,290,785
Debt service:						
Principal retirement	187,594	1,798,856	-		11,082,263	13,068,713
Interest	11,694	1,325,844	-		6,102,311	7,439,849
Total expenditures	176,080,212	28,029,863	-		41,182,673	245,292,748
Excess/(deficiency) of revenues over/(under) expenditures	566,795	(15,576,758)	26,504,391		(8,754,494)	2,739,934
Other financing sources (uses):						
Transfers in	302,551	26,624,391	-		300,000	27,226,942
Transfers out	(420,000)	-	(26,504,391)		(302,551)	(27,226,942)
Issuance of leases	-	-	-		42,299	42,299
Total other financing sources (uses)	(117,449)	26,624,391	(26,504,391)		39,748	42,299
Net change in fund balances	449,346	11,047,633	-		(8,714,746)	2,782,233
Fund balances, July 1, 2023	35,453,788	40,973,901	-	20,160,429	21,001,723	117,589,841
Adjustment - changes to and within the District	-	-	-	(20,160,429)	20,160,429	-
Fund balances, July 1, 2023 as adjusted	35,453,788	40,973,901	-	-	41,162,152	117,589,841
Fund balances, June 30, 2024	$ 35,903,134	$ 52,021,534	$ -		$ 32,447,406	$ 120,372,074

See accompanying notes to financial statements.

ROSEVILLE JOINT UNION HIGH SCHOOL DISTRICT
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCES - GOVERNMENTAL FUNDS - TO THE STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2024

Net change in fund balances - Total Governmental Funds	$ 2,782,233
Amounts reported for governmental activities in the statement of activities are different because:	
Acquisition of capital assets is an expenditure in the governmental funds, but increases capital assets in the statement of net position (Note 4).	33,304,252
Depreciation and amortization of capital assets is an expense that is not recorded in the governmental funds (Note 4).	(12,262,568)
In governmental funds, donated capital assets are not reported because they do not affect current financial resources. In the government-wide statements, donated capital assets are reported as revenue and as an increase to capital assets. The fair market value of capital assets donated was (Note 4):	74,342
In governmental funds, the entire proceeds from disposal of capital assets are reported as revenue. In the Statement of Activities, only the resulting gain or loss is reported. The difference between the proceeds from disposal of capital assets and the resulting gain or loss is (Note 4).	(15,553)
If planned capital project is canceled and will not be completed costs previously capitalized as Work in Progress must be written off to expense. Costs written off to canceled projects were (Note 4):	(4,500)
In governmental funds the proceeds from debt are recognized as Other Financing Sources. In the government-wide statements proceeds from debt are recorded as increases in liabilities (Note 5).	(42,299)
Repayment of principal on long-term liabilities is an expenditure in the governmental funds but decreases the long-term liabilities in the statement of net position (Note 5).	13,068,713
Accretion of interest is not recorded in government funds. It increases the long-term liabilities in the Statement of Net Position (Note 5).	(1,824,854)
Amortization of debt issue premium and loss on refunding is recognized in the period incurred in the governmental funds but in the government-wide statements the premium or discount and loss on refunding is amortized as interest over the life of the debt (Note 5).	529,841

(Continued)

ROSEVILLE JOINT UNION HIGH SCHOOL DISTRICT
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCES - GOVERNMENTAL FUNDS - TO THE STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2024

Unmatured interest on long-term liabilities is not recognized in the governmental funds until the period it is incurred, but is recognized as an expense in the period it becomes due on the statement of net position.	$ 299,364
Pensions: In government funds, pension costs are recognized when employer contributions are made. In the statement of activities, pension costs are recognized on the accrual basis. This year, the difference between accrual-basis pension costs and actual employer contributions was (Notes 7 and 8).	(823,917)
In the statement of activities, expenses related to compensated absences are measured by the amounts earned during the year. In the governmental funds, expenditures are measured by the amount of financial resources used (Note 5).	22,078
Change in net position of governmental activities	$ 35,107,132

See accompanying notes to financial statements.

ROSEVILLE JOINT UNION HIGH SCHOOL DISTRICT
STATEMENT OF FIDUCIARY NET POSITION
TRUST FUND
June 30, 2024

	Scholarship Fund
ASSETS	
Cash and investments (Note 2):	
Cash in County Treasury	$ 559,128
Receivables	1,818
Total assets	560,946
LIABILITIES	
Account payable	5,013
NET POSITION	
Net position - restricted	$ 555,933

See accompanying notes to financial statements.

ROSEVILLE JOINT UNION HIGH SCHOOL DISTRICT
STATEMENT OF CHANGE IN FIDUCIARY NET POSITION
TRUST FUND
For the Year Ended June 30, 2024

	Scholarship Fund
Additions:	
Other local sources	$ 235,056
Deductions:	
Contract services and operating expenditures	201,020
Change in net position	34,036
Net position, July 1, 2023	521,897
Net position, June 30, 2024	$ 555,933

See accompanying notes to financial statements.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Roseville Joint Union High 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*. The accounting policies of the District conform to accounting principles generally accepted in the United States of America as prescribed by the Governmental Accounting Standards Board (GASB). The following is a summary of the more significant policies:

Reporting Entity: The Board of Trustees is the level of government which has governance responsibilities over all activities related to public school education in the District. The Board is not included in any other governmental "reporting entity" as defined by the Governmental Accounting Standards Board since Board members have decision-making authority, the power to designate management, the responsibility to significantly influence operations and primary accountability for fiscal matters. The District receives funding from local, state and federal governmental sources and must comply with all the requirements of these funding source entities.

The District has reviewed criteria to determine whether other entities with activities that benefit the District should be included within its financial reporting entity. The criteria include, but are not limited to, whether the entity exercises oversight responsibility (which includes financial interdependency, selection of governing authority, designation of management, ability to significantly influence operations, and accountability for fiscal matters), the scope of public service, and a special financing relationship.

The District and the Roseville Joint Union High School District Financing Corporation (the "Corporation") have a financial and operational relationship that meets the reporting entity definition criteria for inclusion of the Corporation as a component unit of the District. Accordingly, the financial activities of the Corporation have been included in the basic financial statements of the District.

The following are those aspects of the relationship between the District and the Corporation which satisfy the inclusion criteria:

Accountability

1. The Corporation's Board of Directors were appointed by the District's Board of Trustees.

2. The District is able to impose its will upon the Corporation, based on the following:

    - All major financing arrangements, contracts, and other transactions of the Corporation must have the consent of the District.
    - The District exercises significant influence over operations of the Corporation, as the District is the sole lessee of all facilities owned by the Corporation. Likewise, the District's lease payments are the sole revenue source of the Corporation.

3. The Corporation provides specific financial benefits or imposes specific financial burdens on the District based upon the following:

    - Any deficits incurred by the Corporation will be reflected in the lease payments of the District.

    - Any surpluses of the Corporation revert to the District at the end of the lease period.

    - The District has assumed a "moral obligation", and potentially a legal obligation, for any debt incurred by the Corporation.

(Continued)

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Scope of Public Service – The Corporation is a nonprofit public benefit corporation incorporated under the laws of the State of California and recorded by the Secretary of State in June 1991. The Corporation was formed for the sole purpose of providing financing assistance to the District for construction and acquisition of Woodcreek High School. The District occupies all Corporation facilities under lease-purchase agreements. At the end of the lease term, title to all Corporation property will pass to the District for no additional consideration.

Financial Presentation – For financial presentation purposes, the Corporation's financial activity has been blended with the financial data of the District. The basic financial statements present the Corporation's financial activity within the General Fund.

Basis of Presentation – Financial Statements: The basic financial statements include a Management's Discussion and Analysis section providing an analysis of the District's overall financial position and results of operations, financial statements prepared using full accrual accounting for all of the District's activities, including infrastructure, and a focus on the major funds.

Basis of Presentation – Government-Wide Financial Statements: The Statement of Net Position and the Statement of Activities displays information about the reporting government as a whole. Custodial funds are not included in the government-wide financial statements. Custodial funds are reported only in the Statement of Fiduciary Net Position.

The Statement of Net Position and the Statement of Activities are prepared using the economic resources measurement focus and the accrual basis of accounting. Revenues, expenses, gains, losses, assets and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place. Revenues, expenses, gains, losses, assets and liabilities resulting from nonexchange transactions are recognized in accordance with the requirements of Governmental Accounting Standards Board Codification Section (GASB Cod. Sec.) N50.118-.121.

Program Revenues – Program revenues included in the Statement of Activities derive directly from the program itself or from parties outside the District's taxpayers or citizenry, as a whole; program revenues reduce the cost of the function to be financed from the District's general revenues.

Allocation of Indirect Expenses – The District reports all direct expenses by function in the Statement of Activities. Direct expenses are those that are clearly identifiable with a function. Depreciation expense is specifically identified by function and is included in the direct expense of each function. Interest on general long-term liabilities is considered an indirect expense and is reported separately on the Statement of Activities.

Basis of Presentation – Fund Accounting: The accounts of the District are organized on the basis of funds, each of which is considered to be a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures or expenses, as appropriate. District resources are allocated to and accounted for in individual funds based upon the purpose for which they are to be spent and the means by which spending activities are controlled.

(Continued)

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

A - Major Funds:

General Fund: The General Fund is the general operating fund of the District and accounts for all revenues and expenditures of the District not encompassed within other funds. All general tax revenues and other receipts that are not allocated by law or contractual agreement to some other fund are accounted for in this fund. General operating expenditures and the capital improvement costs that are not paid through other funds are paid from the General Fund. For financial reporting purposes, the current year activity and year-end balances of the Special Reserve for Other than Capital Outlay Fund is combined with the General Fund. The Special Reserve for Other than Capital Outlay Fund is used to account for the District's participation in the PARS Public Agencies Pension Trust for the purpose of pre-funding pension obligations.

Capital Facilities Fund: The Capital Facilities Fund is used primarily to account separately for moneys received from fees levied on developers or other agencies as a condition of approving a development. The authority for these levies may be county/city ordinances or private agreements between the District and the developer. Interest earned in the Capital Facilities Fund is restricted to that fund.

County School Facilities Fund: The County School Facilities Fund is used to account for resources used for the acquisition or construction of major capital facilities and equipment.

B – Other Funds:

Special Revenue Funds: The Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specific purposes. This classification includes the Student Activity, Adult Education, Cafeteria, Deferred Maintenance and Pupil Transportation Equipment Funds.

Capital Projects Fund: The Special Reserve for Capital Projects Fund is a capital projects fund, used to account for resources used for the acquisition and construction of capital facilities by the District.

Debt Service Fund: The Bond Interest and Redemption Fund is debt service fund, used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs.

Scholarship Fund: The Scholarship Fund is a trust fund used to account for assets held by the District as Trustee, to provide financial assistance to students of the District.

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 the measurement made, regardless of the measurement focus applied.

Accrual: Governmental activities in the government-wide financial statements and fiduciary fund financial statements are presented on the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when incurred.

Modified Accrual: The governmental funds financial statements are presented on the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual; i.e., both measurable and available. "Available" means collectible in the current period or within 60 days after year end. Expenditures are generally recognized under the modified accrual basis of accounting when the related liability is incurred. The exception to this general rule is that principal and interest on general obligation long-term liabilities, if any, is recognized when due.

(Continued)

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Budgets and Budgetary Accounting: By state law, the Board of Trustees must adopt a final budget by July 1. A public hearing is conducted to receive comments prior to adoption. The Board of Trustees complied with these requirements.

Receivables: Receivables are generally made up of amounts due from the State of California and Categorical programs. The District has determined that no allowance for doubtful accounts was needed as of June 30, 2024.

Stores Inventory: Stores inventory in the Cafeteria Fund is valued at latest invoice cost and consists primarily of consumable supplies. No inventory records are maintained throughout the year. A physical inventory is performed on June 30 and the inventory and expense account balances are adjusted to reflect the physical count at year end.

Capital Assets: Capital assets purchased or acquired, with an original cost of $5,000 or more, are recorded at historical cost or estimated historical cost, except for intangible right-to-use lease assets, the measurement of which is discussed in the “Leases” note below. Contributed assets are reported at acquisition value for the contributed asset. Additions, improvements and other capital outlay that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. Capital assets are depreciated using the straight-line method over 5 – 50 years depending on asset types.

Leases: The District is a lessee for leases of property and equipment. The District recognizes a lease liability and an intangible right-to-use lease asset (lease asset) in the government-wide financial 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.

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

Interfund Activity: Interfund activity is reported as either loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers.

Deferred Outflows/Inflows of Resources: In addition to assets, the statement of net position includes a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s), and as such will not be recognized as an outflow of resources (expense/expenditures) until then. The District has recognized a deferred loss on refunding reported, which is in the Statement of Net Position. A deferred loss 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 life of the refunded or refunding debt. Also, the District has recognized a deferred outflow of resources relate to recognition of the net pension liability reported in the Statement of Net Position.

(Continued)

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and as such, will not be recognized as an inflow of resources (revenue) until that time. The District has recognized a deferred inflow of resources related to the recognition of the net pension liability reported which is in the Statement of Net Position.

Pensions: For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the State Teachers' Retirement Plan (STRP) and Public Employers Retirement Fund B (PERF B) and additions to/deductions from STRP's and PERF B's fiduciary net position have been determined on the same basis as they are reported by STRP and PERF B. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Certain investments are reported at fair value. The following is a summary of pension amounts in aggregate.

	STRP	PERF B	Total
Deferred outflows of resources	$ 37,265,254	$ 17,020,751	$ 54,286,005
Deferred inflows of resources	$ 8,969,000	$ 710,000	$ 9,679,000
Net pension liability	$ 87,539,000	$ 46,208,000	$ 133,747,000
Pension expense	$ 19,832,086	$ 8,857,188	$ 28,689,274

Compensated Absences: Compensated absences totaling $486,562 are recorded as a liability of the District. The liability is for the earned but unused benefits.

Accumulated Sick Leave: Accumulated sick leave benefits are not recognized as liabilities of the District. The District's policy is to record sick leave as an operating expenditure in the period taken since such benefits do not vest nor is payment probable; however, sick leave benefits are accumulated for each employee and unused sick leave is added to the creditable service period for calculation of retirement benefits for certain STRP and PERF B employees when the employee retires.

Unearned Revenues: Revenues from federal, state and local special projects and programs are recognized when qualified expenditures have been incurred. Funds received but not earned are recorded as unearned revenue until earned.

(Continued)

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Net Position: Net position is displayed in three components:

1. Net Investment in Capital Assets – Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances (excluding unspent bond proceeds) of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

2. Restricted Net Position – Restrictions of the ending net position indicate the portions of net position not appropriable for expenditure or amounts legally segregated for a specific future use. The restriction for legally restricted programs represents the portion of net position restricted to specific program expenditures. The restriction for capital projects represents the portion of net position restricted for capital projects. The restriction for debt service represents the portion of net position available for the retirement of debt. The restriction for scholarships represents the portion of net position available for the payment of scholarships. It is the District's policy to use restricted net position first when allowable expenditures are incurred.

3. Unrestricted Net Position – All other net position that do not meet the definitions of "restricted" or "net investment in capital assets".

Fund Balance Classifications: Governmental Accounting Standards Board Codification Sections 1300 and 1800, Fund Balance Reporting and Governmental Fund Type Definitions (GASB Cod. Sec. 1300 and 1800) implements a five-tier fund balance classification hierarchy that depicts the extent to which a government is bound by spending constraints imposed on the use of its resources. The five classifications, discussed in more detail below, are nonspendable, restricted, committed, assigned and unassigned.

A - Nonspendable Fund Balance: The nonspendable fund balance classification reflects amounts that are not in spendable form, such as revolving fund cash, prepaid expenditures, and stores inventory.

B - Restricted Fund Balance: The restricted fund balance classification reflects amounts subject to externally imposed and legally enforceable constraints. Such constraints may be imposed by creditors, grantors, contributors, or laws or regulations of other governments, or may be imposed by law through constitutional provisions or enabling legislation. These are the same restrictions used to determine restricted net position as reported in the government-wide and fiduciary trust fund statements.

C - Committed Fund Balance: The committed fund balance classification reflects amounts subject to internal constraints self-imposed by formal action of the Board of Trustees. The constraints giving rise to committed fund balance must be imposed no later than the end of the reporting period. The actual amounts may be determined subsequent to that date but prior to the issuance of the financial statements. Formal action by the Board of Trustees is required to remove any commitment from any fund balance.

D - Assigned Fund Balance: The assigned fund balance classification reflects amounts that the District's Board of Trustees has approved to be used for specific purposes, based on the District's intent related to those specific purposes. The Board of Trustees can designate personnel with the authority to assign fund balances. However, as of June 30, 2024 no such designation has occurred.

E - Unassigned Fund Balance: In the General Fund only, the unassigned fund balance classification reflects the residual balance that has not been assigned to other funds and that is not restricted, committed, or assigned to specific purposes.

(Continued)

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

In any fund other than the General Fund, a positive unassigned fund balance is never reported because amounts in any other fund are assumed to have been assigned, at least, to the purpose of that fund. However, deficits in any fund, including the General Fund that cannot be eliminated by reducing or eliminating amounts assigned to other purposes are reported as negative unassigned fund balance.

Fund Balance Policy: The District has an expenditure policy relating to fund balances. For purposes of fund balance classifications, expenditures are to be spent from restricted fund balances first, followed in order by committed fund balances (if any), assigned fund balances and lastly unassigned fund balances.

While GASB Cod. Sec. 1300 and 1800 do not require districts to establish a minimum fund balance policy or a stabilization arrangement, GASB Cod. Sec. 1300 and 1800 do require the disclosure of a minimum fund balance policy and stabilization arrangements if they have been adopted by the Board of Trustees. At June 30, 2024, the District has not established a minimum fund balance policy nor has it established a stabilization arrangement.

Estimates: The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions. These estimates and assumptions affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures during the reporting period. Accordingly, actual results may differ from those estimates.

Property Taxes: Secured property taxes are attached as an enforceable lien on property as of January 1. Taxes are due in two installments on or before November 15 and March 15. Unsecured property taxes are due in one installment on or before August 31. The Counties of Sacramento and Placer bill and collect taxes for the District. Tax revenues are recognized by the District when received.

Encumbrances: Encumbrance accounting is used in all budgeted funds to reserve portions of applicable appropriations for which commitments have been made. Encumbrances are recorded for purchase orders, contracts, and other commitments when they are written. Encumbrances are liquidated when the commitments are paid. All encumbrances are liquidated at June 30.

Eliminations and Reclassifications: In the process of aggregating data for the Statement of Net Position and the Statement of Activities, some amounts reported as interfund activity and balances in the funds were eliminated or reclassified. Interfund receivables and payables were eliminated to minimize the “grossing up” effect on assets and liabilities within the governmental activities column.

(Continued)

NOTE 2 – CASH AND INVESTMENTS

Cash and investments at June 30, 2024 consisted of the following:

	Governmental Activities	Fiduciary Activities
Pooled Funds:		
Cash in County Treasury	$ 113,028,100	$ 559,128
Deposits		
Cash on hand and in banks	1,530,145	-
Cash with fiscal agent	3,866,658	-
Revolving cash fund	10,100	-
Total	$ 118,435,003	$ 559,128

Pooled Funds: In accordance with Education Code Section 41001, the District maintains substantially all of its cash in the interest-bearing Placer County Treasurer's Pooled Investment Fund. The District is considered to be an involuntary participant in an external investment pool. The fair value of the District's investment in the pool is reported in the financial statements at amounts based upon the District's pro- rata share of the fair value by the County Treasurer for the entire portfolio (in relation to the amortized cost of that portfolio). The balance available for withdrawal is based on the accounting records maintained by the County Treasurer, which is recorded on the amortized cost basis.

Because the District's deposits are maintained in a recognized pooled investment fund under the care of a third party and the District's share of the pool does not consist of specific, identifiable investment securities owned by the District, no disclosure of the individual deposits and investments or related custodial credit risk classifications is required.

In accordance with applicable state laws, the Placer County Treasurer may invest in derivative securities with the State of California. However, at June 30, 2024, the Placer County Treasurer has represented that the Pooled Investment Fund contained no derivatives or other investments with similar risk profiles.

Deposits: Custodial Credit Risk: The District limits custodial credit risk by ensuring uninsured balances are collateralized by the respective financial institution. Cash balances held in banks are insured up to $250,000 by the Federal Deposit Insurance Corporation (FDIC) and are collateralized by the respective financial institution. At June 30, 2024, the carrying amount of the District's accounts was $1,540,245 and the bank balance was $1,660,230, of which $250,000 was fully covered by the FDIC insurance and $1,410,230 was uninsured.

Cash with Fiscal Agent: Cash with Fiscal Agent in the Capital Facilities Fund totaling $9,010 represents cash balances held by Bank of NY Mellon for the proceeds of the issued Certificates of Participation. The cash balances are fully collateralized at June 30, 2024. Cash with Fiscal Agent in the General Fund totaling $3,857,648 represents cash held by third party custodians related to the PARS Pension stabilization trust, and is fully collateralized.

Interest Rate Risk: The District does not have a formal investment policy that limits cash and investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. At June 30, 2024, the District had no significant interest rate risk related to cash and investments held.

(Continued)

NOTE 2 – CASH AND INVESTMENTS (Continued)

Credit Risk: The District does not have a formal investment policy that limits its investment choices other than the limitations of state law.

Concentration of Credit Risk: The District does not place limits on the amount it may invest in any one issuer. At June 30, 2024, the District had no concentration of credit risk.

NOTE 3 – INTERFUND TRANSACTIONS

Interfund Activity: Transactions between funds of the District are recorded as interfund transfers. The unpaid balances at year end, as a result of such transactions, are shown as due to and due from other funds.

Interfund Receivables/Payables: Individual fund interfund receivable and payable balances at June 30, 2024 were as follows:

Fund	Interfund Receivables	Interfund Payables
Major Funds:		
General	$ 304,928	$ 282,377
Capital Facilities	323,424	-
County School Facilities	-	43,424
Non-Major Funds:		
Adult Education	-	63,965
Cafeteria	-	238,586
Totals	$ 628,352	$ 628,352

Transfers: Transfers consist of operating transfers from funds receiving revenue to funds through which the resources are to be expended.

Transfers for the 2023-24 fiscal year were as follows:

Transfer from the General Fund to the Pupil Transportation Equipment Fund for payment of leases and other operating costs.	$ 300,000
Transfer from the General Fund to the Capital Facilities Fund for the transfer of redevelopment revenues.	120,000
Transfer from the County School Facilities Fund to the Capital Facilities Fund for Proposition 51 matching funds.	26,504,391
Transfer from the Adult Education Fund to the General Fund for indirect costs.	63,965
Transfer from the Cafeteria Fund to the General Fund for indirect costs.	238,586
Total	$ 27,226,942

(Continued)

NOTE 4 – CAPITAL ASSETS

A schedule of changes in capital assets for the year ended June 30, 2024 is shown below:

	Balance July 1, 2023	Additions and Transfers	Deletions and Transfers	Balance June 30, 2024
Non-depreciable:				
Land	$ 24,422,982	$ -	$ -	$ 24,422,982
Work-in-process	102,163,481	25,585,312	104,404,280	23,344,513
Depreciable:				
Improvement of sites	16,293,414	3,153,650	-	19,447,064
Buildings	449,884,164	101,395,461	-	551,279,625
Equipment	17,208,510	7,578,673	963,774	23,823,409
Totals, at cost	609,972,551	137,713,096	105,368,054	642,317,593
Less accumulated depreciation:				
Improvement of sites	(7,567,473)	(1,048,814)	-	(8,616,287)
Buildings	(109,064,187)	(9,326,102)	-	(118,390,289)
Equipment	(14,216,888)	(1,445,850)	(948,221)	(14,714,517)
Total accumulated depreciation	(130,848,548)	(11,820,766)	(948,221)	(141,721,093)
Lease assets:				
Buildings	17,600	-	-	17,600
Furniture and equipment	2,769,514	65,278	140,152	2,694,640
Totals, at cost	2,787,114	65,278	140,152	2,712,240
Accumulated lease amortization for buildings	(17,600)	-	-	(17,600)
Accumulated lease amortization for furniture and equipment	(1,234,941)	(441,802)	(140,152)	(1,536,591)
Total accumulated lease amortization	(1,252,541)	(441,802)	(140,152)	(1,554,191)
Total lease assets, net	1,534,573	(376,524)	-	1,158,049
Governmental activities Capital assets, net	$ 480,658,576	$ 125,515,806	$ 104,419,833	$ 501,754,549

(Continued)

NOTE 4 – CAPITAL ASSETS (Continued)

Depreciation and amortization expense was charged to governmental activities as follows:

Instruction	$ 6,275,827
Supervision of instruction	302,455
Instructional library, media and technology	208,751
School site administration	803,570
Home-to-school transportation	703,555
Food services	506,350
All other pupil services	1,291,208
Ancillary services	311,650
Community services	12,877
Enterprise activities	11,537
All other general administration	504,718
Centralized data processing	205,854
Plant services	1,124,216
Total depreciation and amortization expense	$ 12,262,568

NOTE 5 – LONG-TERM LIABILITIES

Bonded Debt: The outstanding debt of the District as of and during June 30, 2024 was as follows:

Date of Issuance	Interest Rate Percent	Maturity Date	Amount of Original Issuance	Outstanding July 1, 2023	Issued Current Year	Redeemed Current Year	Outstanding June 30, 2024
Current Interest Bonds:							
2013	2.0 - 5.0	2025	$ 54,185,000	$ 9,670,000	$ -	$ 8,470,000	$ 1,200,000
2016AR	2.0 - 4.0	2027	3,800,000	2,910,000	-	720,000	2,190,000
2016BR	2.0 - 3.0	2039	4,430,000	4,095,000	-	190,000	3,905,000
2016A	4.0 - 5.0	2046	50,000,000	42,140,000	-	-	42,140,000
2017	3.0 - 5.0	2047	10,000,000	9,660,000	-	-	9,660,000
2019B	5.0	2041	35,000,000	31,525,000	-	720,000	30,805,000
2019C	3.0 - 3.5	2047	15,965,000	15,925,000	-	-	15,925,000
2016C	3.0 - 4.0	2041	11,000,000	10,485,000	-	365,000	10,120,000
2007D	2.24 - 4.25	2047	5,290,000	5,070,000	-	-	5,070,000
Capital Appreciation Bonds:							
1998C	4.5 - 5.3	2024	4,995,895	523	-	523	-
1999D	4.6 - 5.65	2024	3,000,841	163,063	-	163,063	-
2004C	4.59 - 4.66	2032	10,622,959	10,622,959	-	-	10,622,959
2007D	2.24 - 2.96	2045	5,608,249	5,608,249	-	-	5,608,249
2016BR	3.0 -3.22	2035	1,442,856	1,442,856	-	-	1,442,856
2019C	3.5 -4.4	2044	22,263,182	22,263,182	-	244,742	22,018,440
			$ 237,603,982	$ 171,580,832	$ -	$ 10,873,328	$ 160,707,504

(Continued)

NOTE 5 – LONG-TERM LIABILITIES (Continued)

The annual requirements to amortize the general obligation bonds and capital appreciation bonds payable outstanding as of June 30, 2024, are as follows:

Year Ending June 30,	Principal	Interest	Total
2025	$ 5,015,426	$ 5,350,106	$ 10,365,532
2026	4,481,846	5,077,806	9,559,652
2027	4,626,468	4,972,918	9,599,386
2028	4,398,838	4,869,925	9,268,763
2029	4,809,003	4,752,319	9,561,322
2030-2034	29,071,684	21,452,930	50,524,614
2035-2039	37,919,775	16,250,319	54,170,094
2040-2044	38,770,006	9,279,350	48,049,356
2045-2047	31,614,458	1,924,650	33,539,108
	$ 160,707,504	$ 73,930,323	$ 234,637,827

Certificates of Participation: In July 2020, the District issued 2020 Certificates of Participation, in the amount of $61,150,000. Proceeds were used for financing capital improvements to District sites and facilities. The Certificates of Participation interest and yield vary, ranging from 1.000% to 2.625% and are scheduled to mature through 2050.

The annual requirements to amortize the certificates of participation outstanding as of June 30, 2024, are as follows:

Year Ending June 30,	Principal	Interest	Total
2025	$ 1,795,000	$ 1,308,094	$ 3,103,094
2026	1,810,000	1,290,144	3,100,144
2027	1,830,000	1,272,044	3,102,044
2028	1,850,000	1,251,456	3,101,456
2029	1,875,000	1,228,331	3,103,331
2030-2034	9,865,000	5,649,275	15,514,275
2035-2039	10,975,000	4,535,838	15,510,838
2040-2044	12,360,000	3,155,650	15,515,650
2045-2049	13,995,000	1,513,925	15,508,925
2050	3,020,000	79,275	3,099,275
	$ 59,375,000	$ 21,284,032	$ 80,659,032

(Continued)

NOTE 5 – LONG-TERM LIABILITIES (Continued)

Leases: The District holds various lease agreements for equipment including copiers, relocatable classrooms, buses, and vehicles. The leases interest and yield vary, ranging from 2.94% to 8.68% and are scheduled to mature through 2030.

The annual requirements to amortize the leases outstanding as of June 30, 2024, are as follows:

Year Ending June 30,	Principal	Interest	Total
2025	$ 363,096	$ 35,367	$ 398,463
2026	284,871	29,169	314,040
2027	197,428	34,030	231,458
2028	152,485	7,129	159,614
2029	127,570	1,426	128,996
2030	27,318	-	27,318
	$ 1,152,768	$ 107,121	$ 1,259,889

Schedule of Changes in Long-Term Liabilities: A schedule of changes in long-term liabilities for the fiscal year ended June 30, 2024 is shown below:

	Balance July 1, 2023	Additions	Deletions	Balance June 30, 2024	Amounts Due Within One Year
General Obligation Bonds:					
General Obligation Bonds	$ 171,580,832	$ -	$ 10,873,328	$ 160,707,504	$ 5,015,426
Accreted interest	16,370,898	2,328,013	503,159	18,195,752	1,444,574
Unamortized premiums	11,242,840	-	1,302,564	9,940,276	566,636
Direct Placement:					
Certificates of Participation	61,150,000	-	1,775,000	59,375,000	1,795,000
Other Long-term Liabilities:					
Lease liabilities	1,530,854	42,299	420,385	1,152,768	363,096
Net pension liability (Notes 7 and 8)	110,278,000	23,469,000	-	133,747,000	-
Compensated absences	508,640	-	22,078	486,562	486,562
	$ 372,662,064	$ 25,839,312	$ 14,896,514	$ 383,604,862	$ 9,671,294

Payments on the General Obligation Bonds are made from the Bond Interest and Redemption Fund. Payments on the lease liabilities are made from the General Fund, Capital Facilities Fund, Cafeteria Fund and the Pupil Transportation Equipment Fund. Payments on the Certificates of Participation are made from the Capital Facilities Fund. Payments on compensated absences are made from the Fund for which the related employee worked.

(Continued)

NOTE 6 – FUND BALANCES

Fund balances, by category, at June 30, 2024 consisted of the following:

	General Fund	Capital Facilities Fund	County School Facilities Fund	All Non-Major Fund	Total
Nonspendable:					
Revolving cash fund	$ 10,000	$ -	$ -	$ 100	$ 10,100
Prepaid expenditures	3,158,775	-	-	17,792	3,176,567
Stores inventory	-	-	-	77,989	77,989
Subtotal nonspendable	3,168,775	-	-	95,881	3,264,656
Restricted:					
Legally restricted programs:					
Grants	10,202,537	-	-	-	10,202,537
Student body activities	-	-	-	1,426,662	1,426,662
Cafeteria	-	-	-	10,260,859	10,260,859
Deferred Maintenance	-	-	-	1,295,048	1,295,048
Other	-	-	-	504,389	504,389
Capital projects	-	52,021,534	-	6,346,591	58,368,125
Debt service	-	-	-	12,517,976	12,517,976
Subtotal restricted	10,202,537	52,021,534	-	32,351,525	94,575,596
Committed:					
Pension Trust	3,807,649	-	-	-	3,807,649
Assigned:					
Pension Trust Contribution	750,000	-	-	-	750,000
Categorical and site-base carryover	408,222	-	-	-	408,222
Subtotal assigned	1,158,222	-	-	-	1,158,222
Unassigned:					
Designated for economic uncertainty	10,643,860	-	-	-	10,643,860
Undesignated	6,922,091	-	-	-	6,922,091
Subtotal unassigned	17,565,951	-	-	-	17,565,951
Total fund balances	$ 35,903,134	$ 52,021,534	$ -	$ 32,447,406	$ 120,372,074

(Continued)

NOTE 7 – NET PENSION LIABILITY – STATE TEACHERS' RETIREMENT PLAN

General Information about the State Teachers' Retirement Plan

Plan Description: Teaching-certified employees of the District are provided with pensions through the State Teachers' Retirement Plan (STRP) - a cost-sharing multiple-employer defined benefit pension plan administered by the California State Teachers' Retirement System (CalSTRS). The Teachers' Retirement Law (California Education Code Section 22000 et seq.), as enacted and amended by the California Legislature, established this plan and CalSTRS as the administrator. The benefit terms of the plan may be amended through legislation. CalSTRS issues a publicly available financial report that can be obtained at https://www.calstrs.com.

Benefits Provided: The STRP Defined Benefit Program has two benefit formulas:

- CalSTRS 2% at 60: Members first hired on or before December 31, 2012, to perform service that could be creditable to CalSTRS.
- CalSTRS 2% at 62: Members first hired on or after January 1, 2013, to perform service that could be creditable to CalSTRS.

The Defined Benefit (DB) Program provides retirement benefits based on members' final compensation, age and years of service credit. In addition, the retirement program provides benefits to members upon disability and to survivors/beneficiaries upon the death of eligible members. There are several differences between the two benefit formulas which are noted below.

CalSTRS 2% at 60 - CalSTRS 2% at 60 members are eligible for normal retirement at age 60, with a minimum of five years of credited service. The normal retirement benefit is equal to 2.0 percent of final compensation for each year of credited service. Early retirement options are available at age 55 with five years of credited service or as early as age 50 with 30 years of credited service. The age factor for retirements after age 60 increases with each quarter year of age to 2.4 percent at age 63 or older. Members who have 30 years or more of credited service receive an additional increase of up to 0.2 percent to the age factor, up to the 2.4 percent maximum.

CalSTRS calculates retirement benefits based on a one-year final compensation for members who retired on or after January 1, 2001, with 25 or more years of credited service, or for classroom teachers with less than 25 years of credited service if the employer elected to pay the additional benefit cost prior to January 1, 2014. One-year final compensation means a member's highest average annual compensation earnable for 12 consecutive months calculated by taking the creditable compensation that a member could earn in a school year while employed on a full-time basis, for a position in which the person worked. For members with less than 25 years of credited service, final compensation is the highest average annual compensation earnable for any 36 consecutive months of credited service.

CalSTRS 2% at 62 - CalSTRS 2% at 62 members are eligible for normal retirement at age 62, with a minimum of five years of credited service. The normal retirement benefit is equal to 2.0 percent of final compensation for each year of credited service. An early retirement option is available at age 55. The age factor for retirement after age 62 increases with each quarter year of age to 2.4 percent at age 65 or older.

All CalSTRS 2% at 62 members have their final compensation based on their highest average annual compensation earnable for any 36 consecutive months of credited service.

(Continued)

NOTE 7 – NET PENSION LIABILITY – STATE TEACHERS' RETIREMENT PLAN (Continued)

Contributions: Required member, employer and state contribution rates are set by the California Legislature and Governor and detailed in Teachers' Retirement Law. Current contribution rates were established by California Assembly Bill 1469 (CalSTRS Funding Plan), which was passed into law in June 2014, and established a schedule of contribution rate increases shared among members, employers, and the State of California to bring CalSTRS toward full funding by 2046. Under the CalSTRS Funding Plan, authority to adjust contribution rates annually within approved ranges was delegated to the Board of CalSTRS.

A summary of statutory contribution rates and other sources of contributions to the DB Program pursuant to the CalSTRS Funding Plan, are as follows:

Members - Under CalSTRS 2% at 60, the member contribution rate was 10.250 percent of applicable member earnings for fiscal year 2022-23.

Under CalSTRS 2% at 62, members pay 9% toward the normal cost and an additional 1.205 percent as per the CalSTRS Funding Plan for a total member contribution rate of 10.205 percent. The contribution rate for CalSTRS 2% at 62 members is adjusted if the normal cost increases or decreases by more than 1% since the last time the member contribution rate was set. Based on the June 30, 2022, valuation adopted by the CalSTRS board in May 2023, the increase in normal cost was less than 1 percent. Therefore, the contribution rate for CalSTRS 2% at 62 members did not change effective July 1, 2023.

Employers - Employers are required to contribute a base contribution rate set in statute at 8.25%. Pursuant to the CalSTRS Funding Plan, employers also have a supplemental contribution rate to eliminate their share of the CalSTRS unfunded actuarial obligation by 2046.

The CalSTRS Funding Plan authorizes the CalSTRS board to adjust the employer supplemental contribution rate up or down by a maximum of 1% for a total rate of no higher than 20.25% and no lower than 8.25%. In May 2023, the CalSTRS board voted to keep the employer supplemental contribution rate at 10.85% for fiscal year 2023-24 for a total employer contribution rate of 19.10%.

The CalSTRS employer contribution rates effective for fiscal year 2023-24 through fiscal year 2046-47 are summarized in the table below:

Effective Date	Base Rate	Supplemental Rate Per CalSTRS Funding Plan	Total
July 1, 2023	8.250%	10.850%	19.100%
July 1, 2024 to June 30, 2046	8.250%	(1)	(1)
July 1, 2046	8.250%	Increase from AB 1469 rate ends in 2046-47	

The CalSTRS Funding Plan authorizes the board to adjust the employer contribution rate up or down by up to 1% each year, but no higher than 20.250% total and no lower than 8.250%.

(Continued)

NOTE 7 – NET PENSION LIABILITY – STATE TEACHERS' RETIREMENT PLAN (Continued)

The District contributed $14,662,254 to the plan for the fiscal year ended June 30, 2024.

State – The state is required to contribute 10.828 percent of the members' creditable compensation from the two fiscal years prior.

The state is required to contribute a base contribution rate set in statute at 2.017%. Pursuant to the CalSTRS Funding Plan, the state also has a supplemental contribution rate, which the board can increase by up to 0.5% each fiscal year to help eliminate the state's share of the CalSTRS unfunded actuarial obligation by 2046. In May 2023, the CalSTRS board voted to keep the state supplemental contribution rate at 6.311% for fiscal year 2022-23 for a total contribution rate of 10.828%.

The CalSTRS state contribution rates effective for fiscal year 2023-24 and beyond are summarized in the table below.

Effective Date	Base Rate	Supplemental Rate Per CalSTRS Funding Plan	SBMA Funding[1]	Total
July 01, 2023	2.017%	6.311%	2.50%	10.828%
July 01, 2024 to June 30, 2046	2.017%	[2]	2.50%	[2]
July 01, 2046	2.017%	[3]	2.50%	[3]

(1) The SBMA contribution rate excludes the $72 million that is reduced from the required contribution in accordance with Education Code section 22954.
(2) The CalSTRS board has limited authority to adjust the state contribution rate annually through June 2046 in order to eliminate the remaining unfunded actuarial obligation. The board cannot increase the supplemental rate by more than 0.5% in a fiscal year, and if there is no unfunded actuarial obligation, the supplemental contribution rate imposed would be reduced to 0%.
(3) From July 1, 2046, and thereafter, the rates in effect prior to July 1, 2014, are reinstated, if necessary, to address any remaining unfunded actuarial obligation.

(Continued)

NOTE 7 – NET PENSION LIABILITY – STATE TEACHERS' RETIREMENT PLAN (Continued)

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

At June 30, 2024, 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:

District's proportionate share of the net pension liability	$ 87,539,000
State's proportionate share of the net pension liability associated with the District	41,943,000
Total	$ 129,482,000

The net pension liability was measured as of June 30, 2023 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2022. The District's proportion of the net pension liability was based on the District's share of contributions to the pension plan relative to the contributions of all participating school districts and the State. At June 30, 2024, the District's proportion was 0.115 percent, which was an increase of 0.018 percent from its proportion as of June 30, 2023.

For the year ended June 30, 2024, the District recognized pension expense of $19,832,086 and revenue of $6,708,352 for support provided by the State. At June 30, 2024, 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
Difference between expected and actual experience	$ 6,879,000	$ 4,684,000
Changes of assumptions	507,000	-
Net differences between projected and actual earnings on investments	375,000	-
Changes in proportion and differences between District contributions and proportionate share of contributions	14,842,000	4,285,000
Contributions made subsequent to measurement date	14,662,254	-
Total	$ 37,265,254	$ 8,969,000

(Continued)

NOTE 7 – NET PENSION LIABILITY – STATE TEACHERS' RETIREMENT PLAN (Continued)

$14,662,254 reported as deferred outflows of resources related to pensions resulting from contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30,	
2025	$ (939,217)
2026	(2,770,217)
2027	8,621,284
2028	2,359,950
2029	3,264,200
2030	3,098,000

Differences between expected and actual experience and changes in assumptions are amortized over a closed period equal to the average remaining service life of plan members, which is 7 years as of the June 30, 2023 measurement date. Deferred outflows and inflows related to differences between projected and actual earnings on plan investments are netted and amortized over a closed 5-year period.

Actuarial Methods and Assumptions: The total pension liability for the STRP was determined by applying update procedures to the actuarial valuation as of June 30, 2022, and rolling forward the total pension liability to June 30, 2023. The actuarial valuation as of June 30, 2022, used the following actuarial methods and assumptions, applied to all prior periods included in the measurement:

Valuation Date	June 30, 2022
Experience Study	July 1, 2015 through June 30, 2018
Actuarial Cost Method	Entry age normal
Investment Rate of Return	7.10%
Consumer Price Inflation	2.75%
Wage Growth	3.50%
Post-retirement Benefit Increases	2.00% simple for DB, maintain 85% purchasing power level for DB

Discount Rate: The discount rate used to measure the total pension liability was 7.10 percent, which was unchanged from the 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 in accordance with the rate increase per AB 1469. Projected inflows from investment earnings were calculated using the long-term assumed investment rate of return (7.10 percent) and assuming that contributions, benefit payments, and administrative expense occur midyear. Based on those 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.

(Continued)

NOTE 7 – NET PENSION LIABILITY – STATE TEACHERS' RETIREMENT PLAN (Continued)

Mortality: 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 percent 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 as inputs to the process.

The actuarial investment rate of return assumption was adopted by the CalSTRS board in January 2020 in conjunction with the most recent experience study. For each current and future valuation, CalSTRS consulting actuary reviews the return assumption for reasonableness based on the most current capital market assumptions. Best estimates of 20-year geometric 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	38%	5.25%
Real Estate	15	4.05
Private Equity	14	6.75
Fixed Income	14	2.45
Risk Mitigating Strategies	10	2.25
Inflation Sensitive	7	3.65
Cash / Liquidity	2	(0.05)

* 20-year geometric average

Sensitivity of the District's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate: The following presents the District's proportionate share of the net pension liability calculated using the discount rate of 7.10 percent, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.10 percent) or 1-percentage-point higher (8.10 percent) than the current rate:

	1% Decrease (6.10%)	Current Discount Rate (7.10%)	1% Increase (8.10%)
District's proportionate share of the net pension liability	$ 146,840,000	$ 87,539,000	$ 38,283,000

Pension Plan Fiduciary Net Position: Detailed information about the pension plan's fiduciary net position is available in the separately issued CalSTRS financial report.

(Continued)

NOTE 8 – NET PENSION LIABILITY – PUBLIC EMPLOYER'S RETIREMENT FUND B

General Information about the Public Employer's Retirement Fund B

Plan Description: The schools' cost-sharing multiple-employer defined benefit pension plan Public Employer's Retirement Fund B (PERF B) is administered by the California Public Employees' Retirement System (CalPERS). Plan membership consists of non-teaching and non-certified employees of public schools (K-12), community college districts, offices of education, charter and private schools (elective) in the State of California.

The Plan was established to provide retirement, death and disability benefits to non-teaching and non- certified employees in schools. The benefit provisions for Plan employees are established by statute. CalPERS issues a publicly available financial report that can be obtained at: https://www.calpers.ca.gov/docs/forms-publications/acfr-2023.pdf.

Benefits Provided: The benefits for the defined benefit plans are based on members' years of service, age, final compensation, and benefit formula. Benefits are provided for disability, death, and survivors of eligible members or beneficiaries. Members become fully vested in their retirement benefits earned to date after five years (10 years for State Second Tier members) of credited service.

Contributions: The benefits for the defined benefit pension plans are funded by contributions from members and employers, and earnings from investments. Member and employer contributions are a percentage of applicable member compensation. Member contribution rates are defined by law and depend on the respective employer's benefit formulas. Employer contribution rates are determined by periodic actuarial valuations or by state statute. Actuarial valuations are based on the benefit formulas and employee groups of each employer. Employer contributions, including lump sum contributions made when districts first join PERF B, are credited with a market value adjustment in determining contribution rates.

The required contribution rates of most active plan members are based on a percentage of salary in excess of a base compensation amount ranging from zero dollars to $863 monthly.

Required contribution rates for active plan members and employers as a percentage of payroll for the year ended June 30, 2024 were as follows:

Members - The member contribution rate was 7.0 percent of applicable member earnings for fiscal year 2022-23.

Employers - The employer contribution rate was 26.68 percent of applicable member earnings.

The District contributed $6,906,751 to the plan for the fiscal year ended June 30, 2024.

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

At June 30, 2024, the District reported a liability of $46,208,000 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2023 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2022. The District's proportion of the net pension liability was based on the District's share of contributions to the pension plan relative to the contributions of all participating school districts. At June 30, 2024, the District's proportion was 0.130 percent, which was an increase of 0.005 from its proportion as of June 30, 2023.

(Continued)

NOTE 8 – NET PENSION LIABILITY – PUBLIC EMPLOYER'S RETIREMENT FUND B (Continued)

For the year ended June 30, 2024, the District recognized pension expense of $8,857,188. At June 30, 2024, 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
Difference between expected and actual experience	$ 1,686,000	$ 710,000
Changes of assumptions	2,129,000	-
Net differences between projected and actual earnings on investments	4,936,000	-
Changes in proportion and differences between District contributions and proportionate share of contributions	1,363,000	-
Contributions made subsequent to measurement date	6,906,751	-
Total	$ 17,020,751	$ 710,000

$6,906,751 reported as deferred outflows of resources related to pensions resulting from contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30,	
2025	$ 3,022,834
2026	$ 2,186,833
2027	$ 4,040,833
2028	$ 153,500

Differences between expected and actual experience, changes in assumptions and changes in proportion and differences between District contributions and proportionate share of contributions are amortized over a closed period equal to the expected average remaining service life of plan members, which was 3.8 years as of the June 30, 2023 measurement date. Deferred outflows and inflows related to differences between projected and actual earnings on plan investments are netted and amortized over a closed 5-year period.

(Continued)

NOTE 8 – NET PENSION LIABILITY – PUBLIC EMPLOYER'S RETIREMENT FUND B (Continued)

Actuarial Methods and Assumptions: The total pension liability for the Plan was determined by applying update procedures to the actuarial valuation as of June 30, 2022, and rolling forward the total pension liability to June 30, 2023. The actuarial valuation as of June 30, 2022, used the following actuarial methods and assumptions, applied to all prior periods included in the measurement:

Valuation Date	June 30, 2022
Experience Study	June 30, 2000 through June 30, 2019
Actuarial Cost Method	Entry age normal
Investment Rate of Return	6.90%
Consumer Price Inflation	2.30%
Wage Growth	Varies by entry age and service
Post-retirement Benefit Increases	2.00% until Purchasing Power Allowance Floor on Purchasing Power Applies, 2.30% thereafter

The mortality table used was developed based on CalPERS-specific data. The table includes 15 years of mortality improvements using Society of Actuaries 80% of scale MP2020. For more details on this table, please refer to the 2021 experience study report.

All other actuarial assumptions used in the June 30, 2022 valuation were based on the results of an actuarial experience study for the period from 2000 to 2019, including updates to salary increase, mortality and retirement rates. Further details of the Experience Study can be found at CalPERS' website.

The table below reflects long-term expected real rates of return by assumed asset class. The rate of return was calculated using the capital market assumptions applied to determine the discount rate and asset allocation.

Asset Class	Assumed Asset Allocation	Expected Real Rates of Return Years 1-10 (1, 2)
Global Equity – cap-weighted	30.00%	4.54%
Global Equity non-cap-weighted	12.00%	3.84%
Private Equity	13.00%	7.28%
Treasury	5.00%	.27%
Mortgage-backed Securities	5.00%	.50%
Investment Grade Corporates	10.00%	1.56%
High Yield	5.00%	2.27%
Emerging Market Debt	5.00%	2.48%
Private Debt	5.00%	3.57%
Real Assets	15.00%	3.21%
Leverage	(5.00%)	(0.59%)

(1) An expected inflation rate of 2.30% used for this period
(2) Figures are based on the 2021-22 CalPERS Asset Liability Management Study

(Continued)

NOTE 8 – NET PENSION LIABILITY – PUBLIC EMPLOYER'S RETIREMENT FUND B (Continued)

Discount Rate: The discount rate used to measure the total pension liability was 6.90 percent. A projection of the expected benefit payments and contributions was performed to determine if assets would run out. The test revealed the assets would not run out. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability for the Plan. The results of the crossover testing for the Plan are presented in a detailed report that can be obtained at CalPERS' website.

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.

In determining the long-term expected rate of return, CalPERS took into account long-term market return expectations as well as the expected pension fund cash flows. Projected returns for all asset classes are estimated and combined with risk estimates, are used to project compound (geometric) returns over the long term. The discount rate used to discount liabilities was informed by the long-term projected portfolio return.

Sensitivity of the District's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate: The following presents the District's proportionate share of the net pension liability calculated using the discount rate of 6.90 percent, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (5.90 percent) or 1-percentage-point higher (7.90 percent) than the current rate:

	1% Decrease (5.90%)	Current Discount Rate (6.90%)	1% Increase (7.90%)
District's proportionate share of the net pension liability	$ 66,805,000	$ 46,208,000	$ 29,185,000

Pension Plan Fiduciary Net Position: Detailed information about the pension plan's fiduciary net position is available in the separately issued CalPERS financial report.

NOTE 9 – JOINT POWERS AGREEMENTS

Schools Insurance Group: The District is a member of a Joint Powers Authority, Schools Insurance Group (SIG), for the operation of a common risk management and insurance program. The Authority is governed by a Governing Board consisting of representatives of member districts. The Governing Board controls the operations of SIG, including selections of management and approval of operating budgets. The JPA provide first dollar coverage and insure risk up to statutory limits. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal year. There have been no significant reductions in insurance coverage from coverage in the prior year.

(Continued)

NOTE 9 – JOINT POWERS AGREEMENTS (Continued)

Condensed financial information for SIG for the year ended June 30, 2023 (most recent information available):

Total assets	$ 127,029,694
Deferred outflows of resources	$ 632,990
Total liabilities	$ 40,715,362
Deferred inflows of resources	$ 726,014
Total net position	$ 86,221,308
Total revenues	$ 111,137,940
Total expenditures	$ 106,197,735
Change in net position	$ 4,940,205

NOTE 10 – CONTINGENCIES

The District is subject to legal proceedings and claims which arise in the ordinary course of business. In the opinion of management, the amount of ultimate liability with respect to these actions will not materially affect the financial position or results of operations of the District.

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

Construction Commitments: As of June 30, 2024, the District has $13.3 million in outstanding commitments on construction contracts.

REQUIRED SUPPLEMENTARY INFORMATION

ROSEVILLE JOINT UNION HIGH SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
For the Year Ended June 30, 2024

	Budget			Variance Favorable
	Original	Final	Actual	(Unfavorable)
Revenues:				
Local Control Funding Formula:				
State apportionment	$ 60,261,227	$ 56,586,535	$ 56,714,934	$ 128,399
Local sources	73,269,295	79,319,581	79,221,473	(98,108)
Total LCFF	133,530,522	135,906,116	135,936,407	30,291
Federal sources	6,559,598	7,982,220	6,631,012	(1,351,208)
Other state sources	15,731,497	17,589,945	17,385,176	(204,769)
Other local sources	13,984,943	15,878,054	16,694,412	816,358
Total revenues	169,806,560	177,356,335	176,647,007	(709,328)
Expenditures:				
Current:				
Certificated salaries	79,867,381	80,102,610	80,017,473	85,137
Classified salaries	26,737,660	26,780,056	26,813,542	(33,486)
Employee benefits	44,259,552	43,661,955	43,629,923	32,032
Books and supplies	9,424,412	11,041,895	8,842,574	2,199,321
Contract services and operating expenditures	21,434,086	26,231,906	14,362,390	11,869,516
Other outgo	959,066	1,307,851	1,194,598	113,253
Capital outlay	373,000	1,333,597	1,020,424	313,173
Debt service:				
Principal retirement	137,781	199,534	187,594	11,940
Interest	11,969	11,969	11,694	275
Total expenditures	183,204,907	190,671,373	176,080,212	14,591,161
(Deficiency)/excess of revenues (under)/over expenditures	(13,398,347)	(13,315,038)	566,795	13,881,833
Other financing sources (uses):				
Transfers in	298,574	302,551	302,551	-
Transfers out	(120,000)	(420,000)	(420,000)	-
Total other financing sources (uses)	178,574	(117,449)	(117,449)	-
Net change in fund balance	(13,219,773)	(13,432,487)	449,346	13,881,833
Fund balance, July 1, 2023	35,453,788	35,453,788	35,453,788	-
Fund balance, June 30, 2024	$ 22,234,015	$ 22,021,301	$ 35,903,134	$ 13,881,833

See accompanying note to required supplementary information.

ROSEVILLE JOINT UNION HIGH SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S PROPORTIONATE
SHARE OF THE NET PENSION LIABILITY
For the Year Ended June 30, 2024

State Teachers' Retirement Plan
Last 10 Fiscal Years

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
District's proportion of the net pension liability	0.099%	0.103%	0.100%	0.097%	0.100%	0.102%	0.098%	0.093%	0.097%	0.115%
District's proportionate share of the net pension liability	$ 57,942,000	$ 69,179,000	$ 81,100,000	$ 89,826,000	$ 91,626,000	$ 92,503,000	$ 95,330,000	$ 42,213,000	$ 67,141,000	$ 87,539,000
State's proportionate share of the net pension liability associated with the District	34,988,000	36,588,000	46,173,000	53,140,000	52,460,000	50,467,000	52,097,000	25,116,000	37,950,000	41,943,000
Total net pension liability	$ 92,930,000	$ 105,767,000	$ 127,273,000	$ 142,966,000	$ 144,086,000	$ 142,970,000	$ 147,427,000	$ 67,329,000	$ 105,091,000	$ 129,482,000
District's covered payroll	$ 44,163,000	$ 47,694,000	$ 49,972,000	$ 51,275,000	$ 53,323,000	$ 55,034,000	$ 56,602,000	$ 58,940,000	$ 63,877,000	$ 69,381,000
District's proportionate share of the net pension liability as a percentage of its covered payroll	131.20%	145.05%	162.29%	175.18%	171.83%	168.08%	168.42%	71.62%	105.11%	126.17%
Plan fiduciary net position as a percentage of the total pension liability	76.52%	74.02%	70.04%	69.46%	70.99%	72.56%	71.82%	87.21%	81.20%	80.62%

The amounts presented for each fiscal year were determined as of the year-end that occurred one year prior.

(Continued)

ROSEVILLE JOINT UNION HIGH SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S PROPORTIONATE
SHARE OF THE NET PENSION LIABILITY
For the Year Ended June 30, 2024

Public Employer's Retirement Fund B
Last 10 Fiscal Years

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
District's proportion of the net pension liability	0.099%	0.105%	0.104%	0.104%	0.105%	0.106%	0.116%	0.122%	0.125%	0.130%
District's proportionate share of the net pension liability	$ 11,230,000	$ 15,447,000	$ 20,563,000	$ 24,715,000	$ 28,031,000	$ 31,032,000	$ 35,521,000	$ 24,907,000	$ 43,137,000	$ 46,208,000
District's covered payroll	$ 10,384,000	$ 11,602,000	$ 12,491,000	$ 13,200,000	$ 13,875,000	$ 14,755,000	$ 16,693,000	$ 17,505,000	$ 19,231,000	$ 22,204,000
District's proportionate share of the net pension liability as a percentage of its covered payroll	108.15%	133.14%	164.62%	187.23%	202.03%	210.32%	212.79%	142.29%	224.31%	208.11%
Plan fiduciary net position as a percentage of the total pension liability	83.38%	79.43%	73.89%	71.87%	70.85%	70.05%	70.00%	80.97%	69.76%	69.96%

The amounts presented for each fiscal year were determined as of the year-end that occurred one year prior.

See accompanying note to required supplementary information.

State Teachers' Retirement Plan
Last 10 Fiscal Years

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Contractually required contribution	$ 4,235,196	$ 5,362,036	$ 6,507,001	$ 7,694,523	$ 8,959,470	$ 9,678,887	$ 9,518,764	$ 10,807,954	$ 13,251,734	$ 14,662,254
Contributions in relation to the contractually required contribution	(4,235,196)	(5,362,036)	(6,507,001)	(7,694,523)	(8,959,470)	(9,678,887)	(9,518,764)	(10,807,954)	(13,251,734)	(14,662,254)
Contribution deficiency (excess)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
District's covered payroll	$ 47,694,000	$ 49,972,000	$ 51,275,000	$ 53,323,000	$ 55,034,000	$ 56,602,000	$ 58,940,000	$ 63,877,000	$ 69,381,000	$ 76,766,000
Contributions as a percentage of covered payroll	8.88%	10.73%	12.69%	14.43%	16.28%	17.10%*	16.15%**	16.92%***	19.10%	19.10%

* This rate reflects the original employer contribution rate of 18.13 percent under AB1469, reduced for the 1.03 percentage points to be paid on behalf of employers pursuant to SB 90.

** This rate reflects the original employer contribution rate of 19.10 percent under AB1469, reduced for the 2.95 percentage points to be paid on behalf of employers pursuant to SB 90.

*** This rate reflects the original employer contribution rate of 19.10 percent under AB1469, reduced for the 2.18 percentage points to be paid on behalf of employers pursuant to SB 90.

(Continued)

ROSEVILLE JOINT UNION HIGH SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S CONTRIBUTIONS
For the Year Ended June 30, 2024

Public Employer's Retirement Fund B
Last 10 Fiscal Years

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Contractually required contribution	$ 1,365,626	$ 1,479,773	$ 1,833,247	$ 2,154,937	$ 2,665,105	$ 3,291,961	$ 3,623,440	$ 4,405,818	$ 5,633,188	$ 6,906,751
Contributions in relation to the contractually required contribution	(1,365,626)	(1,479,773)	(1,833,247)	(2,154,937)	(2,665,105)	(3,291,961)	(3,623,440)	(4,405,818)	(5,633,188)	(6,906,751)
Contribution deficiency (excess)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
District's covered payroll	$ 11,602,000	$ 12,491,000	$ 13,200,000	$ 13,875,000	$ 14,755,000	$ 16,693,000	$ 17,505,000	$ 19,231,000	$ 22,204,000	$ 25,887,000
Contributions as a percentage of covered payroll	11.77%	11.85%	13.89%	15.54%	18.06%	19.72%	20.70%	22.91%	25.37%	26.68%

See accompanying note to required supplementary information.

NOTE 1 – PURPOSE OF SCHEDULES

Budgetary Comparison Schedule: The District employs budget control by object codes and by individual appropriation accounts. Budgets are prepared on the modified accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America as prescribed by the Governmental Accounting Standards Board. The budgets are revised during the year by the Board of Education to provide for revised priorities. Expenditures cannot legally exceed appropriations by major object code. The originally adopted and final revised budgets for the General Fund are presented as Required Supplementary Information. The basis of budgeting is the same as GAAP.

Schedule of the District's Proportionate Share of the Net Pension Liability: The Schedule of the District's Proportionate Share of the Net Pension Liability is presented to illustrate the elements of the District's Net Pension Liability. There is a requirement to show information for 10 years. However, until a full 10-year trend is compiled, governments should present information for those years for which information is available.

Schedule of the District's Contributions: The Schedule of District Contributions is presented to illustrate the District's required contributions relating to the pensions. There is a requirement to show information for 10 years. However, until a full 10- year trend is compiled, governments should present information for those years for which information is available.

Changes of Benefit Terms: There are no changes in benefit terms reported in the Required Supplementary Information.

Changes of Assumptions:

The following are the assumptions for the Public Employer's Retirement Fund B (PERF B) Plan:

	Measurement Period								
Assumption	As of June 30, 2023	As of June 30, 2022	As of June 30, 2021	As of June 30, 2020	As of June 30, 2019	As of June 30, 2018	As of June 30, 2017	As of June 30, 2016	As of June 30, 2015
Inflation rate	2.30%	2.30%	2.50%	2.50%	2.50%	2.50%	2.50%	2.50%	2.50%
Discount rate	6.90%	6.90%	7.15%	7.15%	7.15%	7.15%	7.65%	7.65%	7.50%

The following are the assumptions for State Teachers' Retirement Plan:

	Measurement Period								
Assumption	As of June 30, 2023	As of June 30, 2022	As of June 30, 2021	As of June 30, 2020	As of June 30, 2019	As of June 30, 2018	As of June 30, 2017	As of June 30, 2016	As of June 30, 2015
Consumer price inflation	2.75%	2.75%	2.75%	2.75%	2.75%	2.75%	2.75%	3.00%	3.00%
Investment rate of return	7.10%	7.10%	7.10%	7.10%	7.10%	7.10%	7.10%	7.60%	7.60%
Wage growth	3.50%	3.50%	3.50%	3.50%	3.50%	3.50%	3.75%	3.75%	3.75%

SUPPLEMENTARY INFORMATION

ROSEVILLE JOINT UNION HIGH SCHOOL DISTRICT
COMBINING BALANCE SHEET
ALL NON-MAJOR FUNDS
June 30, 2024

	Student Activity Special Revenue Fund	Adult Education Fund	Cafeteria Fund	Deferred Maintenance Fund	Pupil Transportation Equipment Fund	Special Reserve for Capital Projects Fund	Bond Interest and Redemption Fund	Total
ASSETS								
Cash in County Treasury	$ -	$ 396,150	$ 8,391,815	$ 1,599,019	$ 279,164	$ 6,343,015	$ 12,480,628	$ 29,489,791
Cash on hand and in banks	1,438,157	18,657	321	-	-	-	-	1,457,135
Cash in revolving fund	-	100	-	-	-	-	-	100
Receivables	-	174,602	2,128,574	9,754	870	19,238	37,348	2,370,386
Stores inventory	-	-	77,989	-	-	-	-	77,989
Prepaid expenditures	-	555	17,237	-	-	-	-	17,792
Total assets	$ 1,438,157	$ 590,064	$ 10,615,936	$ 1,608,773	$ 280,034	$ 6,362,253	$ 12,517,976	$ 33,413,193
LIABILITIES AND FUND BALANCES								
Liabilities:								
Accounts payable	$ 11,495	$ 301,089	$ 21,265	$ 313,725	$ -	$ 15,662	$ -	$ 663,236
Due to other funds	-	63,965	238,586	-	-	-	-	302,551
Total liabilities	11,495	365,054	259,851	313,725	-	15,662	-	965,787
Fund balances:								
Nonspendable	-	655	95,226	-	-	-	-	95,881
Restricted	1,426,662	224,355	10,260,859	1,295,048	280,034	6,346,591	12,517,976	32,351,525
Total fund balance	1,426,662	225,010	10,356,085	1,295,048	280,034	6,346,591	12,517,976	32,447,406
Total liabilities and fund balances	$ 1,438,157	$ 590,064	$ 10,615,936	$ 1,608,773	$ 280,034	$ 6,362,253	$ 12,517,976	$ 33,413,193

ROSEVILLE JOINT UNION HIGH SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCES
ALL NON-MAJOR FUNDS
For the Year Ended June 30, 2024

	Student Activity Special Revenue Fund	Adult Education Fund	Cafeteria Fund	Deferred Maintenance Fund	Pupil Transportation Equipment Fund	Special Reserve for Capital Projects Fund	Bond Interest and Redemption Fund	Total
Revenues:								
Local Control Funding Formula:								
State apportionment	$ -	$ 8,275	$ -	$ -	$ -	$ -	$ -	$ 8,275
Federal sources	-	380,452	2,269,743	-	-	-	-	2,650,195
Other state sources	-	4,230,088	6,138,541	-	-	-	425,633	10,794,262
Other local sources	2,783,180	230,608	356,677	204,399	6,256,762	287,855	8,855,966	18,975,447
Total revenues	2,783,180	4,849,423	8,764,961	204,399	6,256,762	287,855	9,281,599	32,428,179
Expenditures:								
Current:								
Certificated salaries	26,054	1,018,102	-	-	-	-	-	1,044,156
Classified salaries	-	230,933	2,834,017	-	-	-	-	3,064,950
Employee benefits	-	494,709	1,038,516	-	-	-	-	1,533,225
Books and supplies	616,945	57,623	3,111,932	-	-	71,062	-	3,857,562
Contract services and operating expenditures	2,036,260	122,831	362,528	203,166	34,043	62,457	-	2,821,285
Other outgo	-	2,819,600	-	-	-	-	-	2,819,600
Capital outlay	-	-	(324,383)	2,459,224	6,658,163	64,317	-	8,857,321
Debt services:								
Principal retirement	-	-	48,400	-	160,535	-	10,873,328	11,082,263
Interest	-	-	-	-	51,587	-	6,050,724	6,102,311
Total expenditures	2,679,259	4,743,798	7,071,010	2,662,390	6,904,328	197,836	16,924,052	41,182,673
								-
Excess/(deficiency) of revenues over/(under) expenditures	103,921	105,625	1,693,951	(2,457,991)	(647,566)	90,019	(7,642,453)	(8,754,494)
Other financing sources (uses):								
Transfers in	-	-	-	-	300,000	-	-	300,000
Transfers out	-	(63,965)	(238,586)	-	-	-	-	(302,551)
Issuance of leases	-	-	-	-	42,299	-	-	42,299
Total other financing sources (uses)	-	(63,965)	(238,586)	-	342,299	-	-	39,748
Net change in fund balances	103,921	41,660	1,455,365	(2,457,991)	(305,267)	90,019	(7,642,453)	(8,714,746)
Fund balances, July 1, 2023	1,322,741	183,350	8,900,720	3,753,039	585,301	6,256,572	-	21,001,723
Adjustment - changes to and within the District	-	-	-	-	-	-	20,160,429	20,160,429
Fund balances, July 1, 2023, as adjusted	1,322,741	183,350	8,900,720	3,753,039	585,301	6,256,572	20,160,429	41,162,152
Fund balances, June 30, 2024	$ 1,426,662	$ 225,010	$ 10,356,085	$ 1,295,048	$ 280,034	$ 6,346,591	$ 12,517,976	$ 32,447,406

ROSEVILLE JOINT UNION HIGH SCHOOL DISTRICT
SCHEDULE OF AVERAGE DAILY ATTENDANCE
June 30, 2024

	Original Second Period Report	Audited Revised Second Period Report*	Original Annual Report
Certificate #	A43AB623	A2F2A86	465CB8A3
Secondary:			
Regular Classes	10,132	10,130	10,079
Special Education	12	12	12
ADA totals	10,144	10,142	10,091

* The Audited Revised Second Period Report reflects internal changes in ADA determined by the District.

See accompanying notes to supplementary information.

ROSEVILLE JOINT UNION HIGH SCHOOL DISTRICT
SCHEDULE OF INSTRUCTIONAL TIME
For the Year Ended June 30, 2024

Grade Level	1986-87 Minutes Requirements	2023-2024 Actual Minutes	Number of Days	Status
Grade 9	64,800	65,004	180	In Compliance
Grade 10	64,800	65,004	180	In Compliance
Grade 11	64,800	65,004	180	In Compliance
Grade 12	64,800	65,004	180	In Compliance

See accompanying notes to supplementary information.

Assistance Listing Number	Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Pass-Through Entity Identifying Number	Federal Expenditures
U.S. Department of Education - Passed through California Department of Education			
	Adult Education Programs:		
84.002A	Adult Basic Education: English Literacy & Civics Education - Local Grant	14109	$ 97,808
84.002	Adult Secondary Education (Section 231)	13978	167,885
84.002A	Adult Education: Adult Basic Education & ESL (Section 231)	14508	114,759
	Subtotal Adult Education Programs		380,452
	Special Education Cluster:		
84.027	IDEA Basic Local Assistance Entitlement, Part B, Section 611	13379	1,812,720
84.027A	IDEA Mental Health Services, Part B, Sec 611	14468	133,193
	Subtotal Special Education Cluster		1,945,913
	Title I Programs:		
84.010	ESEA: Title I, Part A, Basic Grants Low-Income and Neglected	14329	956,935
84.010	ESEA: ESSA School Improvement (CSI) Funding for LEAs	15438	319,076
	Subtotal Title I Programs		1,276,011
84.367	ESEA: Title II, Part A, Improving Teacher Quality Local Grants	14341	187,587
	Title III Programs:		
84.365A	ESEA: Title III: Limited English Proficiency (LEP)	14346	63,726
84.365	ESEA (ESSA): Title III: Immigrant Student Program	15146	34,420
	Subtotal Title III Programs		98,146
84.424	ESEA: Title IV, Part A, Student Support and Academic Enrichment Grants	15396	81,482
84.196	ESEA: Education for Homeless Children and Youth, Subtitle VII-B Mckinney-Vento Act	14332	51,305
84.048	Carl D. Perkins Career and Technical Education: Secondary, Section 131 (Vocational Education)	14894	207,570
84.126A	We Can Work	N/A	93,199

(Continued)

ROSEVILLE JOINT UNION HIGH SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended June 30, 2024

Assistance Listing Number	Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Pass-Through Entity Identifying Number	Federal Expenditures
U.S. Department of Education - Passed through California Department of Education (Continued)			
	COVID-19: Education Stabilization Fund (ESF) Programs:		
84.425	COVID-19: Elementary and Secondary School Emergency Relief III (ESSER III) Fund	15559	$ 1,652,659
84.425U	COVID-19: Elementary and Secondary School Emergency Relief III (ESSER III) Fund: Learning Loss	10155	392,729
84.425	COVID-19: Expanded Learning Opportunities (ELO) Grant: ESSER III State Reserve, Emergency Needs	15620	284,900
84.425	COVID-19: American Rescue Plan - Homeless Children and Youth II (ARP HCY II)	15566	38,481
	Subtotal COVID-19: ESF Programs		2,368,769
	Total U.S. Department of Education		6,690,434
U.S. Department of Agriculture - Passed through California Department of Education			
	Child Nutrition Cluster:		
10.553	Child Nutrition: School Programs (School Breakfast Basic)	13390	2,269,743
	Total U.S. Department of Agriculture		2,269,743
U.S. Department of Justice			
16.839	STOP Violence	N/A	321,030
	Total U.S. Department of Justice		321,030
	Total Federal Programs		$ 9,281,207

See accompanying notes to supplementary information.

There were no audit adjustments proposed to any funds of the District.

ROSEVILLE JOINT UNION HIGH SCHOOL DISTRICT
SCHEDULE OF FINANCIAL TRENDS AND ANALYSIS
For the Year Ended June 30, 2024
(UNAUDITED)

	(Budgeted) 2025	2024	2023	2022
General Fund				
Revenues and other financing sources	$ 174,214,006	$ 176,949,558	$ 173,989,776	$ 140,224,723
Expenditures	185,273,417	176,080,212	161,792,650	144,067,445
Other uses and transfers out	220,000	420,000	653,189	4,940,358
Total outgo	185,493,417	176,500,212	162,445,839	149,007,803
Change in fund balance	$ (11,279,411)	$ 449,346	$ 11,543,937	$ (8,783,080)
Ending fund balance	$ 24,623,723	$ 35,903,134	$ 35,453,788	$ 23,909,851
Available reserves	$ 16,346,318	$ 17,565,951	$ 22,208,911	$ 16,145,420
Designated for economic uncertainties	$ 11,129,606	$ 10,643,860	$ 9,799,060	$ 8,989,440
Undesignated fund balance	$ 5,216,712	$ 6,922,091	$ 12,409,851	$ 7,155,980
Available reserves as percentages of total outgo	8.81%	9.95%	13.67%	10.84%
Total long-term liabilities	$ 373,933,568	$ 383,604,862	$ 372,662,064	$ 339,580,824
Average daily attendance at P-2, excluding classes for adults	10,219	10,142	9,857	9,768

The General Fund fund balance has increased by $3,210,203 over the past three years. The District projects a deficit of $11,279,411 for the fiscal year ending June 30, 2025. For a district this size, the State of California recommends available reserves of at least three percent of total General Fund expenditures, transfers out and other uses. The District maintains reserves in excess of recommended levels.

The District has incurred an operating surplus in two of the past three years, and anticipates incurring an operating deficit during the 2023-24-25 fiscal year.

Total long-term liabilities have increased by $44,024,038 over the past two years.

Average daily attendance has increased by 374 over the past two years and is anticipated to increase by 77 from June 30, 2024 to the year ending June 30, 2025.

See accompanying notes to supplementary information.

ROSEVILLE JOINT UNION HIGH SCHOOL DISTRICT
SCHEDULE OF CHARTER SCHOOLS
For the Year Ended June 30, 2024

Charter Schools Chartered by District	Charter #	Included in District Financial Statements, or Separate Report
John Adams Academy, Roseville	2061	Separate Report
New Pacific School, Roseville	2128	Separate Report

See accompanying notes to supplementary information.

NOTE 1 – PURPOSE OF SCHEDULES

Schedule of Average Daily Attendance: 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: The District has received incentive funding for increasing instructional time as provided by the Incentives for Longer Instructional Day. This schedule presents information on the amount of instructional time offered by the District and whether the District complied with the provisions of Education Code Sections 46201 through 46206.

Schedule of Expenditure of Federal Awards: The Schedule of Expenditure of Federal Awards includes the federal award activity of Roseville Joint Union High School District, and is presented on the accrual basis of accounting. 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)*. Expenditures are recognized following, the cost principles in in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. The District has elected not to use the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance.

Reconciliation of Unaudited Actual Financial Report with Audited Financial Statements: This schedule provides the information necessary to reconcile the Unaudited Actual Financial Report to the audited financial statements.

Schedule of Financial Trends and Analysis – Unaudited: This schedule provides information on the District's financial condition over the past three years and its anticipated condition for the 2024-25 fiscal year, as required by the State Controller's Office.

Schedule of Charter Schools: This schedule provides information for the California Department of Education to monitor financial reporting by Charter Schools.

NOTE 2 – EARLY RETIREMENT INCENTIVE PROGRAM

Education Code Section 14502 requires certain disclosures in the financial statements of districts which adopt Early Retirement Incentive Programs pursuant to Education Code Sections 22714 and 44929. For the fiscal year ended June 30, 2024, the District did not adopt such a program.

OTHER INFORMATION

Roseville Joint Union High School District was established in 1912 and is comprised of an area of approximately 108 square miles in Placer and Sacramento Counties. There were no changes in the boundaries of the District during the current year. The District is a political subdivision of the State of California. The District is currently operating six high schools, one continuation education school, one adult education school, and an independent study program.

GOVERNING BOARD

Name	Office	Term Expires
Pete Constant	President	November 2026
Heidi Hall	Vice President	November 2024
Marla Franz	Clerk	November 2026
Tiffany Coleman	Member	November 2024
Keri Kochhar	Member	November 2024

ADMINISTRATION

John Becker
Superintendent

Joe Landon
Assistant Superintendent, Business Services

Brad Basham
Assistant Superintendent, Personnel Services

Tu Moua Carroz
Assistant Superintendent, Education Services

Melanie Dopson
Assistant Superintendent, Student Services

INDEPENDENT AUDITOR'S REPORT ON STATE COMPLIANCE AND ON INTERNAL CONTROL OVER COMPLIANCE FOR STATE PROGRAMS

Board of Trustees
Roseville Joint Union High School District
Roseville, California

Report on Compliance

Opinion on State Compliance

We have audited Roseville Joint Union High School District's (the District) compliance with the requirements specified in the State of California *2023-24 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting* applicable to the District's state program requirements identified below for the year ended June 30, 2024.

In our opinion, the District complied, in all material respects, with the compliance requirements that are applicable to the laws and regulations of the state programs noted in the table below for the year ended June 30, 2024.

Basis for Opinion

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS), the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, and the *2023-24 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*. Our responsibilities under those standards and the *2023-24 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting* are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion. Our audit does not provide a legal determination of the District's compliance with the compliance requirements noted in the table below.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements noted in the table below 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.

(Continued)

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements noted in the table below 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 *2023-24 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 noted in the table below 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 *2023-24 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 noted in the table below 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 *2023-24 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

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

2023-24 K-12 Audit Guide Procedures	Procedures Performed
Local Education Agencies Other than Charter Schools:	
A. Attendance	Yes
B. Teacher Certification and Misassignments	Yes
C. Kindergarten Continuance	N/A, see below
D. Independent Study	Yes
E. Continuation Education	N/A, see below
F. Instructional Time	Yes
G. Instructional Materials	Yes
H. Ratio of Administrative Employees to Teachers	Yes
I. Classroom Teacher Salaries	Yes
J. Early Retirement Incentive Program	N/A, see below
K. Gann Limit Calculation	Yes
L. School Accountability Report Card	Yes
M. Juvenile Court Schools	N/A, see below
N. Middle or Early College High Schools	Yes
O. K-3 Grade Span Adjustment	N/A, see below
Q. Apprenticeship: Related and Supplemental Instruction	N/A, see below
R. Comprehensive School Safety Plan	Yes
S. District of Choice	N/A, see below

(Continued)

TT. Home to School Transportation Reimbursement	Yes
School Districts, County Offices of Education, and Charter Schools:	
T. Proposition 28 Arts and Music in Schools	Yes
U. After/Before School Education and Safety Program	N/A, see below
V. Proper Expenditure of Education Protection Account Funds	Yes
W. Unduplicated Local Control Funding Formula Pupil Counts	Yes
X. Local Control and Accountability Plan	Yes
Y. Independent Study – Course-Based	N/A, see below
Z. Immunizations	N/A, see below
AZ. Educator Effectiveness	Yes
BZ. Expanded Learning Opportunities Grant (ELO-G)	Yes
CZ. Career Technical Education Incentive Grant	Yes
DZ. Expanded Learning Opportunities Program	N/A, see below
EZ. Transitional Kindergarten	N/A, see below
Charter Schools:	
AA. Attendance	N/A, see below
BB. Mode of Instruction	N/A, see below
CC. Nonclassroom-Based Instruction/Independent Study	N/A, see below
DD. Determination of Funding for Nonclassroom-Based Instruction	N/A, see below
EE. Annual Instructional Minutes-Classroom Based	N/A, see below
FF. Charter School Facility Grant Program	N/A, see below

The District did not operate elementary schools; therefore, we did not perform any testing of Kindergarten Continuance, K-3 Grade Span Adjustment, Expanded Learning Opportunities Program or Transitional Kindergarten.

We did not perform any procedures related to Continuation Education programs, because the District's reported ADA for Continuation Education was below the level that requires testing in the current audit year.

The District did not offer an Early Retirement Incentive Program during the current year; therefore, we did not perform procedures related to the Early Retirement Incentive Program.

The District does not have any Juvenile Court Schools; therefore, we did not perform procedures related to Juvenile Court Schools.

We did not perform Apprenticeship: Related and Supplemental Instruction procedures because the program is not offered by the District.

The District is not reported as a District of Choice per the California Department of Education; therefore, we did not perform any procedures related to District of Choice.

We did not perform After/Before School Education and Safety Program procedures because the program is not offered by the District.

The District does not offer an Independent Study - Course Based program; therefore, we did not perform any procedures related to the Independent Study - Course Based Program.

The District was not included on the listing provided by California Department of Education; therefore, we did not perform any procedures related to Immunizations.

The District does not have any charter schools reported in its annual audit report which are subject to state compliance testing or evaluation; therefore, we did not perform any procedures related to charter schools.

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.

(Continued)

Other Matter

The results of our auditing procedures disclosed instances of noncompliance regarding Independent Study which is described in the accompanying schedule of findings and questioned costs as Finding 2024-001.

Government Auditing Standards requires the auditor to perform limited procedures on Roseville Joint Union High School District's response to the noncompliance findings identified in our audit described in the accompanying schedule of findings and questioned costs. The District's response was not subjected to the other 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 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 s*ignificant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

Purpose of this Report

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 *2023-24 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*. Accordingly, this report is not suitable for any other purpose.

Crowe LLP

Crowe LLP

Sacramento, California
November 14, 2024

Crowe LLP
Independent Member Crowe Global

INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

Board of Trustees
Roseville Joint Union High School District
Roseville, 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 Roseville Joint Union High School District as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise Roseville Joint Union School District's basic financial statements, and have issued our report thereon dated November 14, 2024.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Roseville Joint Union High School 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 Roseville Joint Union High School District's internal control. Accordingly, we do not express an opinion on the effectiveness of Roseville Joint Union High School 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 have not been identified.

(Continued)

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Roseville Joint Union High School 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.

Crowe LLP

Crowe LLP

Sacramento, California
November 14, 2024

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM; REPORT ON INTERNAL CONTROL OVER COMPLIANCE; REQUIRED BY THE UNIFORM GUIDANCE

Board of Trustees
Roseville Joint Union High School District
Roseville, California

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Roseville Joint Union High School District's 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 Roseville Joint Union High School District's major federal programs for the year ended June 30, 2024. Roseville Joint Union High School District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, Roseville Joint Union High School 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, 2024.

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 (*Government Auditing Standards*); and the audit requirements of Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of Roseville Joint Union High School 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 Roseville Joint Union High School 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 Roseville Joint Union High School District's federal programs.

(Continued)

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on Roseville Joint Union High School 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 Roseville Joint Union High School 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 Roseville Joint Union High School 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 Roseville Joint Union High School 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 Roseville Joint Union High School 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.

(Continued)

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

Purpose of this Report

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.

Crowe LLP

Crowe LLP

Sacramento, California
November 14, 2024

FINDINGS AND RECOMMENDATIONS

SECTION I - SUMMARY OF AUDITOR'S RESULTS

FINANCIAL STATEMENTS

Type of auditor's report issued:	Unmodified			
Internal control over financial reporting:				
Material weakness(es) identified?	_____	Yes	X	No
Significant deficiency(ies) identified not considered to be material weakness(es)?	_____	Yes	X	None reported
Noncompliance material to financial statements noted?	_____	Yes	X	No

FEDERAL AWARDS

Internal control over major programs:				
Material weakness(es) identified?	_____	Yes	X	No
Significant deficiency(ies) identified not considered to be material weakness(es)?	_____	Yes	X	None reported
Type of auditor's report issued on compliance for major programs:	Unmodified			
Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?	_____	Yes	X	No

Identification of major programs:

AL Number(s)	Name of Federal Program or Cluster
10.553	Child Nutrition Cluster
84.010	Title I Programs

Dollar threshold used to distinguish between Type A and Type B programs:	$750,000			
Auditee qualified as low-risk auditee?	X	Yes	_____	No

STATE AWARDS

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

(Continued)

SECTION II - FINANCIAL STATEMENT FINDINGS

No matters were reported.

(Continued)

SECTION III - FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

No matters were reported.

(Continued)

SECTION IV - STATE AWARD FINDINGS AND QUESTIONED COSTS

2024-001 DEFICIENCY – STATE COMPLIANCE – INDEPENDENT STUDY (40000)

Criteria: Per Education Code 51747(g)(9)(A), Independent Study state compliance requires each independent study written agreements to be signed by the pupil; the pupil's parent, legal guardian, or caregiver if the pupil is less than 18 years old; the certificated employee who has been designated as having responsibility for the general supervision of independent study; and all other persons, if any who had direct responsibility for providing assistance to the pupil. Agreements must be signed prior to the commencement of independent study for a pupil that is scheduled to participate for more than 14 schooldays, or within 10 schooldays of the commencement of independent study for a student scheduled for less than 15 school days.

Condition: For a sample of student agreements selected for testing of independent study, attendance was claimed for which supporting documentation indicated the following issues:

- Independence High School (long-term) –
  - One student selected did not sign the independent study agreement.
  - One required signer did not sign the independent study agreement until one month after commencement.
- Oakmont High School (short-term) –
  - One required signer did not sign the independent study agreement within the required 10 schooldays of commencement.
- Roseville High School (short-term) –
  - Two independent study agreements were not dated by one or more of the required signers, therefore, we could not determine if agreements were signed within the required 10 schooldays of commencement.

Context: We performed the audit procedures enumerated in the State of California *2023-24 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting* and identified the finding described above.

Effect: The District is out of compliance with state requirements.

Cause: The District did not perform proper review of the independent study agreements to ensure the required dates were included with the required signatures.

Fiscal Impact: The error resulted in an overstatement of 0.13 ADA, or approximately $1,690.

Recommendation and Identification as Repeat Finding: This is a repeat finding of Finding 2023-001 identified during the audit of the year ending June 30, 2023. We recommend for the District to ensure all required signatures include the date signed to ensure agreements are in compliance with the state requirements.

Views of Responsible Officials and Planned Corrective Action: Management will continue to work with Site Staff to ensure independent study agreements are complete and requirements are met prior to claiming ADA in our attendance system.

STATUS OF PRIOR YEAR

FINDINGS AND RECOMMENDATIONS

2023-001 MATERIAL WEAKNESS – STATE COMPLIANCE – INDEPENDENT STUDY (40000)

Condition: 25 students sampled in the Independent Study compliance procedures were claimed for attendance for long-term independent study, however, each of the independent study written agreements, although signed by the certificated employee, were not dated as required by the state compliance. The ADA generated by these students is therefore disallowed.

Recommendation: This is a repeat finding. We recommend for the District to ensure all required signatures include the date signed to ensure the agreements are in compliance with the state requirements.

Current Status: See current year finding at 2024-001.

District Explanation if Not Implemented: Management will continue to work with Site Staff to ensure independent study agreements are complete and requirements are met prior to claiming ADA in our attendance system.