

VENTURA UNIFIED SCHOOL DISTRICT

**FINANCIAL STATEMENTS AND
SUPPLEMENTARY INFORMATION**

YEAR ENDED JUNE 30, 2024



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**VENTURA UNIFIED SCHOOL DISTRICT
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INDEPENDENT AUDITORS' REPORT

Board of Education
Ventura Unified School District
Ventura, California

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Ventura Unified School District (the District) as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities each major fund, and the aggregate remaining fund information of the District as of June 30, 2024, and the respective changes in financial position, and, where applicable, the cash flow thereof, for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditors' Responsibilities for the Audit of the Financial Statements

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, schedule of changes in the total OPEB liability and related ratios, schedule of proportionate share of the net OPEB liability, schedule of District's proportionate share of the net pension liability, and schedule of District contributions be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with GAAS, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The schedule of average daily attendance (ADA), schedule of instructional time, reconciliation of the annual financial and budget report with the audited financial statements, combining nonmajor fund financial statements, and schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with GAAS. In our opinion, the schedule of average daily attendance (ADA), schedule of instructional time, reconciliation of the annual financial and budget report with the audited financial statements, combining nonmajor fund financial statements, and schedule of expenditures of federal awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

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

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the LEA organization structure but does not include the basic financial statements and our auditors' 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 December 6, 2024, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

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

CliftonLarsonAllen LLP

Glendora, California
December 6, 2024

**VENTURA UNIFIED SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED JUNE 30, 2024**

The Management Discussion and Analysis section of Ventura Unified School District's financial report presents an overall review of the District's financial performance during the fiscal year that ended on June 30, 2024. Readers should also review the notes to the basic financial statements and the fund financial statements to enhance their understanding of the District's financial performance.

FINANCIAL HIGHLIGHTS

Total net position was \$86,258,320. As a result of increase in secured property tax apportionments and federal and state aid, the District's net position increased by \$21.0 million.

- Total governmental fund revenues were \$322.6 million. General Fund revenue accounted for \$269.1 million or 83% of total revenues.
- The District had \$300.3 million in government-wide expenses; \$100.5 million of these expenses were offset by program specific charges for services and grants and/or contributions.
- Among major funds, the General Fund had \$269.1 million in revenues and \$269.0 million in expenditures. The District has restricted, as required by law, the \$34.6 million unspent program grant funds. Annual increases in state revenues are currently based on state formula-drive cost of living adjustments (COLA).
- School districts in California have completed their implementation of the Local Control Funding Formula (LCFF), a comprehensive reform of how funding is allocated for K-12 schools. The LCFF was adopted by the state in 2013 to replace the Revenue Limit funding formula and the majority of state categorical programs, a structure that had been in place for 40 years. The LCFF model requires local determination of priorities for the expenditure of funds. Districts develop a Local Control Accountability Plan (LCAP) to explain programs and priorities to the community. Input from the community is required as part of the development of the plan, and it is intended to assist in promoting transparency for the districts.
- Average daily attendance reported on the second period attendance report for the regular education K-12 program decreased by 162.06 to 13,567.75 while the enrollment count decreased by 309 students, to 14,671 as measured by the California Basic Education System (CBEDS). School sites have continued to work to provide additional learning opportunities throughout the school year to address learning loss and reengage students.

**VENTURA UNIFIED SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED JUNE 30, 2024**

FINANCIAL HIGHLIGHTS (CONTINUED)

- The LCFF consists of base, supplemental, and concentration funding. Base funding provides consistent per student funding rates for all students state-wide using grade level groupings. Additional funding is provided for students identified as higher need: low socio-economic, English learners, homeless, and foster youth. Supplemental funding provides an additional 11.62% of the base funds for the unduplicated count of students who are identified in these higher need categories. Concentration funding is provided to districts exceeding 55% of their population identified in the unduplicated pupil count. For the 2023-24 school year, the District's unduplicated count of students was 56%, representing an increase of 0.37%.
- Outlays for new capital assets were primarily for the purchase of two new buses and two electric vehicle charging stations as the District transitions to electric buses. In addition, a new rotary mower was purchased for the grounds department to assist in the preparation of the athletic fields for all school sites along with a new vehicle for the facilities department. Governmental funds report capital outlay as expenditures. However, in the statement of activities the cost of these assets is allocated over their useful lives and reported as depreciation expense.
- In the November 2020 election, the District was successful in extending a parcel tax that was first initiated in the 2013-14 school year. The community approved continuing the \$59 per parcel per year tax through the 2024-25 school-year. Annual parcel tax receipts generate \$2.2 million for the District.
- In the November 2022 election, the District passed Measure E authorizing the District to issue up to \$434,500,000 aggregate principal amount of general obligation bonds. During the year, the District spent \$20.9 million on various projects including \$10.2 million installing solar systems and \$3.9 million replacing the roof at various school sites.

OVERVIEW OF THE FINANCIAL STATEMENTS

This annual report consists of three parts, management's discussion and analysis (this section), the basic financial statements, and the supplementary information, comprised of required and other supplemental information. The basic financial statements include two kinds of statements that present different views of the District:

- The first two statements are *District-wide financial statements* that provide both *short-term and long-term* information about the District's overall financial status.
- The remaining statements are *fund financial statements* that focus on individual parts of the District, reporting the District's operations in more detail.

The financial statements also include *notes* that explain some of the statements and provide more detailed data. The statements are followed by a section of *required supplementary information* that further explains and supports the financial statements with comparison of the District's budget for the year.

**VENTURA UNIFIED SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED JUNE 30, 2024**

OVERVIEW OF THE FINANCIAL STATEMENTS (CONTINUED)

District-Wide Statements

The District-wide statements report information about the District as a whole using accounting methods similar to those used by private-sector companies. The statement of net position includes *all* of the District's assets, deferred outflows of resources, liabilities, and deferred-inflows of resources. All of the current year's revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

The two District-wide statements report the District's *net position* and how they have changed. Net position — the difference between the District's assets plus deferred outflow of resources less liabilities and deferred inflows of resources — is one way to measure the District's financial health or *position*.

- Over time, increases or decreases in the District's net position are an indicator of whether its financial position is improving or deteriorating, respectively.
- To assess the overall health of the District you need to consider additional nonfinancial factors such as changes in the District property tax base and the condition of school buildings and other facilities.

In the District-wide financial statements the District's activities include:

- *Governmental activities*—Most of the District's basic services are included here, such as regular and special education, transportation, and administration. Property taxes and LCFF finance most of these activities. Other funds in the District are also included here and are described in the notes to the financial statements.

Fund Financial Statements

The fund financial statements provide more detailed information about the District's most significant *funds*—not the District as a whole. Funds are accounting devices the District uses to keep track of specific sources of funding and spending on particular programs:

- Some funds are required by state law and by bond covenants.
- The District establishes other funds to control and manage money for particular purposes (such as repaying its long-term debts) or to show that it is properly using certain revenues (such as federal grants).

**VENTURA UNIFIED SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED JUNE 30, 2024**

OVERVIEW OF THE FINANCIAL STATEMENTS (CONTINUED)

Fund Financial Statements (Continued)

The District has three kinds of funds:

- *Governmental funds*—Most of the District's basic services are included in governmental funds, which generally focus on (1) how *cash and other financial assets* that can readily be converted to cash flow in and out and (2) the balances left at year-end that are available for spending. Consequently, the governmental funds statements provide a detailed *short-term* view that helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs. Because this information does not encompass the additional long-term focus of the District-wide statements, we provide additional information that explains the relationship (or differences) between them.
- *Proprietary funds*—The proprietary fund category includes enterprise funds, which is used to report business-type activities. The District has established an enterprise fund to account for resources received from external users to sustain the Sa'aliyas Ranch project.
- *Fiduciary funds*—The District is the trustee, or *fiduciary*, for assets that belong to others, such as the scholarship fund and the student activities funds. The District is responsible for ensuring that the assets reported in these funds are used only for their intended purposes and by those to whom the assets belong. All of the District's fiduciary activities are reported in a separate statement of fiduciary net position and a statement of changes in fiduciary net position. We exclude these activities from the District-wide financial statements because the District cannot use these assets to finance its operations.

**VENTURA UNIFIED SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED JUNE 30, 2024**

FINANCIAL ANALYSIS OF THE DISTRICT AS A WHOLE

Net position. The District's combined net position from governmental activities was \$86,258,320 which is an increase of \$21.0 million from 2023. Table 1 provides a summary of the District's combined net position for 2024.

TABLE 1: NET POSITION

	Governmental Activities	
	2024	2023
ASSETS		
Current and Other Assets	\$ 223,213,461	\$ 222,643,857
Capital Assets, Net	177,164,727	162,631,889
Total Assets	400,378,188	385,275,746
DEFERRED OUTFLOWS OF RESOURCES		
Deferred Charge on Refunding	336,812	413,973
Deferred Outflows - OPEB	477,398	944,097
Deferred Outflows - Pensions	61,602,332	48,158,862
Total Deferred Outflows of Resources	62,416,542	49,516,932
LIABILITIES		
Current Liabilities	21,801,146	18,330,668
Long-Term Liabilities	341,887,902	329,036,609
Total Liabilities	363,689,048	347,367,277
DEFERRED INFLOWS OF RESOURCES		
Deferred Inflows - Leases	126,122	343,672
Deferred Inflows - Pensions	12,721,240	21,850,762
Total Deferred Inflows of Resources	12,847,362	22,194,434
NET POSITION		
Net Investment in Capital Assets	125,139,155	121,525,675
Restricted	72,655,891	68,590,113
Unrestricted	(111,536,726)	(124,884,821)
Total Net Position	\$ 86,258,320	\$ 65,230,967

Significant changes include:

- The District offered a retirement incentive program which was utilized by 116 certificated and classified employees.
- Spent \$20.9 million in proceeds from the Series A, General Obligation Bond measure passed in 2022.
- \$1.4 million was incurred revitalizing the Boys and Girls club at the EP Foster school site to be used as a dedicated expanded learning center.

**VENTURA UNIFIED SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED JUNE 30, 2024**

FINANCIAL ANALYSIS OF THE DISTRICT AS A WHOLE (CONTINUED)

Activities. Total cost of all governmental activity programs and services was \$300.3 million. Instruction and pupil services made up 74.2% of total program cost, plant services were 10.6%, and general administration was 6.6%. Table 2 provides a summary of the District's governmental activities.

With the implementation of the LCFF, the funding received from Proposition 30 from the state for education increased for the eighth consecutive year in terms of per pupil spending while District state funding increased with cost of living adjustments. The parcel tax, \$2.2 million, supported the District for the tenth year in 2023-24. This program provided significant funding to update music, art, and drama program equipment including new instruments for students and purchasing technology.

TABLE 2: CHANGES IN NET POSITION

	Governmental Activities	
	2024	2023
REVENUES		
Program Revenues:		
Charges for Services	\$ 4,880,772	\$ 5,946,119
Operating Grants and Contributions	95,615,610	95,849,897
General Revenues:		
Property Taxes	107,284,969	87,962,294
Federal and State Aid	105,486,221	101,627,395
Other General Revenues	8,072,851	4,610,463
Total Revenues	<u>321,340,423</u>	<u>295,996,168</u>
EXPENSES		
Instruction	152,483,850	127,211,621
Instruction-Related Services	32,227,581	27,032,533
Pupil Services	38,123,542	36,085,639
Ancillary Services	4,611,963	4,821,972
Community Services	3,830	14,052
Enterprise Activities	477,398	944,097
General Administration	19,899,043	18,978,287
Plant Services	31,739,193	22,542,578
Other Outgo and Interest on Long-Term Debt	11,647,440	7,002,694
Depreciation and Amortization	9,099,230	8,523,408
Total Expenses	<u>300,313,070</u>	<u>253,156,881</u>
CHANGE IN NET POSITION	21,027,353	42,839,287
Net Position - Beginning of Year, as Restated	<u>65,230,967</u>	<u>22,391,680</u>
NET POSITION - END OF YEAR	<u>\$ 86,258,320</u>	<u>\$ 65,230,967</u>

**VENTURA UNIFIED SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED JUNE 30, 2024**

FINANCIAL ANALYSIS OF THE DISTRICT AS A WHOLE (CONTINUED)

Significant changes include:

Revenues:

- Local Control Funding Formula (LCFF) increased \$8.2 million, or 4.59% primarily due to an 8.22% cost of living adjustment (COLA). Secured property tax revenue increased by \$4.4 million from 2022-23.
- In the General Fund, federal revenues increased \$5.9 million due to an increase of \$6.5 million in available pandemic funding. Additional federal programs are reduced as student enrollment declines.
- In the General Fund, state revenues decreased \$16.4 million due to the reduction of \$21.2 million in new one-time state funding related to the Learning Recovery Emergency Block Grant. In addition, an additional \$4.4 million of funding was received for the Proposition 28 Arts and Music in Schools and Special Education Mental Health Services grants.
- In the General Fund, local revenues decreased by \$0.6 million due to a decrease in donations to school site activities.

Expenses:

- In the General Fund, the District maintained its annual contribution to employee health and welfare benefits which increased overall by \$1.4 million due to the increase in health and welfare premiums.
- For Certificated Employees, a base salary increase of 4% was agreed upon retroactive to July 1, 2023. An additional 2% base salary increase was agreed upon effective January 1, 2024. For Classified Employees, a base salary increase of \$2 per hour was agreed upon retroactive to July 1, 2023. An additional \$2 per hour base salary increase was agreed upon effective January 1, 2024.
- Material and supply costs increased \$2.7 million due to an increase in student art supplies and replacing student technology equipment.
- General expenditures related to supplies and services increased \$2.5 million related to increased costs related to utilities and school site maintenance services. Additional service contracts for special education supports increased \$1.6 million during 2023-24.

Governmental Activities

The District's governmental funds revenue totaled \$322.6 million. Local control funding formula (funded by property taxes and state funds) generated 57.7% of the revenues, 24.8% was from federal and state grants and contributions, 2.07% from local sources and the Parcel Tax, and 3.33% from Food Nutrition Services. General revenues, local control funding formula, and the related property taxes were received to provide for the District's basic services.

**VENTURA UNIFIED SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED JUNE 30, 2024**

FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

The financial performance of the District as a whole is reflected in its governmental funds. As the District completed the school year, the governmental funds reported a combined fund balance of \$203,804,464 which is a decrease of \$1,206,237 from last year.

TABLE 3: FUND BALANCE

	Fund Balance		
	2024	2023	Difference
GOVERNMENTAL FUNDS			
General Fund	\$ 59,040,381	\$ 58,889,023	\$ 151,358
Building Fund	105,651,232	119,474,397	(13,823,165)
Student Activity Fund	1,739,176	1,752,036	(12,860)
Adult Education Fund	8,260,172	7,292,799	967,373
Child Development Fund	621,112	60,883	560,229
Cafeteria Fund	3,831,299	3,539,324	291,975
Capital Facilities Fund	3,416,295	3,764,623	(348,328)
Bond Interest and Redemption Fund	21,244,797	10,237,616	11,007,181
Total	<u>\$ 203,804,464</u>	<u>\$ 205,010,701</u>	<u>\$ (1,206,237)</u>

- The General Fund increased \$151,358 due to proceeds from LCFF and the Proposition 28 Arts and Music in Schools and a spenddown of the one-time emergency block grants.
- The Building Fund decreased \$13.8 million primarily due to the commencement of construction and building improvements from the general obligation bonds.
- The Cafeteria Fund increased \$291,975 due to a Child Nutrition Supply Chain Assistance one-time grant.
- The Bond Interest and Redemption Fund increased \$11 million due to proceeds from the new deposit related to the Series A, General Obligation Bond measure passed in 2022.

GENERAL FUND BUDGETARY HIGHLIGHTS

Over the course of the year, the District revises its annual operating budget several times. The District is required to adopt its budget by July 1st each year, which is prior to final funding information from the state. After the state budget is adopted the District is required to present the impacts of the state budget, if significant, to the District budget, within 45 days of the Governor's signature. The District is also required by law to make two formal presentations each year on its financial condition. Budget revisions are made after the presentations to reflect current information. Budget revisions are also made throughout the year as information regarding funding and expenditures becomes available. A budgetary comparison schedule for the General Fund is presented in the required supplementary section of this report.

**VENTURA UNIFIED SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED JUNE 30, 2024**

GENERAL FUND BUDGETARY HIGHLIGHTS (CONTINUED)

Actual revenues were \$2.6 million more than the final budget amount. Local control funding formula was \$200 thousand more than budgeted due to small variances in property taxes and LCFF supplemental and concentration grants. Additionally, state funding was \$2.1 million more than budgeted due to an increase in unrestricted and restricted lottery fourth quarter apportionment and special education mental health funds that were not anticipated in the final budget.

Actual expenditures were \$1.3 million less than the final budgeted amount. Salaries and benefits were \$12.2 million higher primarily due a higher than anticipated vacation payout due to the retirement incentive program and additional overtime pay. In addition, the benefits reflect a \$9 million increase from the final budgeted amounts due to the incentive payment being recorded in contracted services for the final budget but being expensed in benefits for the actual expenditures. Supply and material expenditures were \$1.4 million less than budgeted due to school site allocations not being fully spent as well as large parcel tax purchases that did not arrive before June 30, 2024. Contracted services expenditures were \$10.6 million less than the final budget amounts due to the retirement incentive payment being budgeted to contracted services but expensed in benefits for the actual expenditures per CSAM Procedure 655. Capital Outlay was \$1.3 million less than the final budget due to delays in the construction of the expanded learning building at the EP Foster school site.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

At June 30, 2024, the District had \$177,164,727 in a broad range of capital assets as shown below:

TABLE 4: CAPITAL ASSETS (NET OF DEPRECIATION/AMORTIZATION)

	2024	2023
Land	\$ 13,454,888	\$ 13,454,888
Construction in Progress	18,213,249	1,257,833
Buildings and Improvements	138,868,208	142,244,473
Machinery, Equipment and Vehicles	6,149,431	4,536,899
Right-to-Use Lease Building	189,644	315,882
Right-to-Use Lease Equipment	26,928	300,825
SBITA	262,379	521,089
	<u>\$ 177,164,727</u>	<u>\$ 162,631,889</u>
Capital Assets, Net	<u>\$ 177,164,727</u>	<u>\$ 162,631,889</u>

**VENTURA UNIFIED SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED JUNE 30, 2024**

CAPITAL ASSETS AND DEBT ADMINISTRATION (CONTINUED)

Long-Term Liabilities

At June 30, 2024, the District had \$341,887,902 in long-term liabilities as shown below:

TABLE 5: LONG-TERM LIABILITIES

	2024	2023
General Obligation Bonds	\$ 149,585,917	\$ 153,669,843
Lease Payable	239,911	672,356
Installment Loan	-	-
Compensated Absences	1,601,587	1,447,548
Net Other Postemployment Benefits (OPEB) Liability	4,026,959	6,947,550
Net Pension Liability	186,433,528	166,299,312
Total Long-Term Liabilities	\$ 341,887,902	\$ 329,036,609

ECONOMIC FACTORS BEARING ON THE DISTRICT'S FUTURE

Although the District is financially stable, its financial condition is highly dependent upon the economic condition of the state of California. The global pandemic created dramatic shifts in the state and local outlooks as well as economic activity throughout the state. The continued economic pressures, supply chain issues, and inflation all have an impact on District operations.

The California Legislative Analyst's Office (LAO) notes in their November 2022 fiscal outlook for the California economy faces increased inflation pressures and lower revenue estimates. The District continues to maintain a cautious approach, focusing on the maintenance of programs for the current year and adjusting plans for the future in light of uncertainty.

Going forward, annual increases in state revenues are expected to be based only on state formula-driven cost of living adjustments (COLA). As one time funding is near coming to an end, the District anticipates the need to address changing programmatic needs, rising pension costs, and health and welfare increases in the COLA only environment. The District is also anticipating the changing needs of students and the community at large with the decline in student enrollment.

The District currently maintains 6% reserve for economic uncertainties and continues to look for ways to optimize revenues while reviewing expenditures for the best value in educating the children of the District.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, investors, and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the funding it receives. If you have any questions about this report or need additional information, contact Mr. Ahsan Mirza, Assistant Superintendent, Business Services at 255 W Stanley Ave, Ventura, California, 93001.

FINANCIAL SECTION

VENTURA UNIFIED SCHOOL DISTRICT
STATEMENT OF NET POSITION
JUNE 30, 2024

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash in County Treasury	\$ 191,077,657	\$ 1,471	\$191,079,128
Cash and Cash Equivalents	2,034,313	-	2,034,313
Accounts Receivable	29,511,504	42	29,511,546
Lease Receivable - Current	141,797	-	141,797
Stores	398,243	-	398,243
Prepaid Expenses	49,947	-	49,947
Capital Assets Not Being Depreciated and Amortized	31,668,137	-	31,668,137
Capital Assets Being Depreciated and Amortized, Net	145,496,590	-	145,496,590
Total Assets	400,378,188	1,513	400,379,701
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Charge on Refunding	336,812	-	336,812
Deferred Outflows - OPEB	477,398	-	477,398
Deferred Outflows - Pensions	61,602,332	-	61,602,332
Total Deferred Outflows of Resources	62,416,542	-	62,416,542
LIABILITIES			
Accounts Payable	15,502,283	-	15,502,283
Accrued Interest	2,518,271	-	2,518,271
Unearned Revenue	3,780,592	-	3,780,592
Long-Term Liabilities:			
Due Within One Year Other than OPEB and Pensions	16,305,541	-	16,305,541
Due Within One Year OPEB	477,398	-	477,398
Due in More Than One Year Other than OPEB and Pensions	135,121,874	-	135,121,874
Due in More Than One Year OPEB	3,549,561	-	3,549,561
Net Pension Liability	186,433,528	-	186,433,528
Total Liabilities	363,689,048	-	363,689,048
DEFERRED INFLOWS OF RESOURCES			
Deferred Inflows - Leases	126,122	-	126,122
Deferred Inflows - Pensions	12,721,240	-	12,721,240
Total Deferred Inflows of Resources	12,847,362	-	12,847,362
NET POSITION			
Net Investment in Capital Assets	125,139,155	-	125,139,155
Restricted for:			
Capital Projects	11,604,083	-	11,604,083
Debt Service	18,726,526	-	18,726,526
Educational Programs	36,754,807	-	36,754,807
Other Programs	5,570,475	-	5,570,475
Unrestricted	(111,536,726)	1,513	(111,535,213)
Total Net Position	\$ 86,258,320	\$ 1,513	\$ 86,259,833

See accompanying Notes to Financial Statements.

**VENTURA UNIFIED SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2024**

Functions	Expenses	Program Revenues		Net (Expenses) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Governmental Activities	Business-Type Activities	Total
GOVERNMENTAL ACTIVITIES:						
Instruction	\$ 152,483,850	\$ 867,128	\$ 59,760,730	\$ (91,855,992)	\$ -	\$ (91,855,992)
Instruction - Related Services	32,227,581	51,173	7,172,918	(25,003,490)	-	(25,003,490)
Pupil Services	38,123,542	265,673	19,987,611	(17,870,258)	-	(17,870,258)
Ancillary Services	4,611,963	2,224,865	108,907	(2,278,191)	-	(2,278,191)
Community Services	3,830	89	3,288	(453)	-	(453)
Enterprise Activities	477,398	-	-	(477,398)	-	(477,398)
General Administration	19,899,043	74,345	3,291,109	(16,533,589)	-	(16,533,589)
Plant Services	31,739,193	469,325	2,758,094	(28,511,774)	-	(28,511,774)
Other Outgo	5,311,764	928,174	2,532,953	(1,850,637)	-	(1,850,637)
Debt Service - Interest	6,335,676	-	-	(6,335,676)	-	(6,335,676)
Depreciation (Unallocated)	8,440,385	-	-	(8,440,385)	-	(8,440,385)
Amortization (Unallocated)	658,845	-	-	(658,845)	-	(658,845)
Total Governmental Activities	300,313,070	4,880,772	95,615,610	(199,816,688)	-	(199,816,688)
BUSINESS-TYPE ACTIVITIES:						
Enterprise Activities	-	1,466	-	-	1,466	1,466
	<u>\$ -</u>	<u>\$ 1,466</u>	<u>\$ -</u>	<u>(199,816,688)</u>	<u>1,466</u>	<u>(199,815,222)</u>
GENERAL REVENUES						
Property Taxes Levied for:						
General Purposes				85,907,215	-	85,907,215
Debt Service				18,659,031	-	18,659,031
Other Specific Purposes				2,718,723	-	2,718,723
Federal and State Aid Not Restricted to Specific Purposes				105,486,221	-	105,486,221
Interest and Investment Earnings				4,008,830	47	4,008,877
Developer Fees				1,126,515	-	1,126,515
Miscellaneous				2,937,506	-	2,937,506
Total General Revenues				220,844,041	47	220,844,088
CHANGE IN NET POSITION				21,027,353	1,513	21,028,866
Net Position - Beginning of Year				65,230,967	-	65,230,967
NET POSITION - END OF YEAR				<u>\$ 86,258,320</u>	<u>\$ 1,513</u>	<u>\$ 86,259,833</u>

See accompanying Notes to Financial Statements.

**VENTURA UNIFIED SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2024**

	General Fund	Building Fund	Nonmajor Governmental Fund	Total Governmental Fund
ASSETS				
Cash in County Treasury	\$ 51,848,832	\$104,236,326	\$ 34,992,499	\$191,077,657
Cash on Hand and in Banks	-	-	2,034,313	2,034,313
Accounts Receivable	23,664,168	2,495,395	3,351,941	29,511,504
Lease Receivable	-	141,797	-	141,797
Due from Other Funds	727,662	-	1,062,337	1,789,999
Stores	265,089	-	133,154	398,243
Prepaid Expenditures	-	49,947	-	49,947
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Assets	<u>\$ 76,505,751</u>	<u>\$106,923,465</u>	<u>\$ 41,574,244</u>	<u>\$225,003,460</u>
LIABILITIES AND FUND BALANCE				
LIABILITIES				
Accounts Payable	\$ 13,679,543	\$ 1,146,111	\$ 676,629	\$ 15,502,283
Due to Other Funds	1,062,337	-	727,662	1,789,999
Unearned Revenue	2,723,490	-	1,057,102	3,780,592
Total Liabilities	<u>17,465,370</u>	<u>1,146,111</u>	<u>2,461,393</u>	<u>21,072,874</u>
DEFERRED INFLOWS OF RESOURCES				
Deferred Inflows - Leases	-	126,122	-	126,122
Total Deferred Inflows of Resources	<u>-</u>	<u>126,122</u>	<u>-</u>	<u>126,122</u>
FUND BALANCE				
Nonspendable	265,089	49,947	133,154	448,190
Restricted	34,630,725	105,601,285	32,222,495	172,454,505
Committed	-	-	6,757,202	6,757,202
Assigned	8,112,101	-	-	8,112,101
Unassigned	16,032,466	-	-	16,032,466
Total Fund Balance	<u>59,040,381</u>	<u>105,651,232</u>	<u>39,112,851</u>	<u>203,804,464</u>
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Liabilities and Fund Balance	<u>\$ 76,505,751</u>	<u>\$106,923,465</u>	<u>\$ 41,574,244</u>	<u>\$225,003,460</u>

See accompanying Notes to Financial Statements.

**VENTURA UNIFIED SCHOOL DISTRICT
RECONCILIATION OF THE GOVERNMENTAL FUND
BALANCE SHEET TO THE STATEMENT OF NET POSITION
JUNE 30, 2024**

Total Fund Balance - Governmental Funds	\$ 203,804,464
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Amounts reported for governmental funds are different than the statement of net position because:

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

Land	13,454,888	
Construction in Progress	18,213,249	
Capital Assets Being Depreciated and Amortized, Net	145,496,590	
Total		177,164,727

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

Long-term liabilities at year-end consist of:

General Obligation Bonds	(149,585,917)	
Lease Payable	(239,911)	
Compensated Absences	(1,601,587)	
Other Postemployment Benefits (OPEB)	(4,026,959)	
Net Pension Liability	(186,433,528)	
Total		(341,887,902)

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

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

Deferred Charge on Refunding	336,812	
Deferred Outflows - OPEB	477,398	
Deferred Outflows - Pensions	61,602,332	
Deferred Inflows - Pensions	(12,721,240)	
Total		49,695,302

Interest expense related to general obligation bonds was incurred but not accrued through June 30, 2024.

	(2,518,271)
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Total Net Position - Governmental Activities	\$ 86,258,320
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VENTURA UNIFIED SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2024

	General Fund	Building Fund	Nonmajor Governmental Fund	Total Governmental Fund
REVENUES				
Local Control Funding Formula (LCFF):				
State Apportionments	\$100,229,829	\$ -	\$ -	\$100,229,829
Local Sources	85,907,216	-	-	85,907,216
Total LCFF Sources	186,137,045	-	-	186,137,045
Federal Sources	23,403,827	-	6,317,880	29,721,707
Other State Sources	36,160,890	-	14,014,533	50,175,423
Other Local Sources	23,406,121	8,923,864	24,194,938	56,524,923
Total Revenues	269,107,883	8,923,864	44,527,351	322,559,098
EXPENDITURES				
Instruction	150,719,736	-	5,561,466	156,281,202
Instruction - Related Services	31,030,733	-	2,051,596	33,082,329
Pupil Services	29,258,978	-	10,964,400	40,223,378
Ancillary Services	2,460,370	-	2,236,745	4,697,115
Community Services	3,884	-	-	3,884
Enterprise Activities	477,398	-	-	477,398
General Administration	19,635,762	-	707,959	20,343,721
Plant Services	29,147,368	22,747,029	2,152,348	54,046,745
Other Outgo	5,311,764	-	-	5,311,764
Debt Service	910,532	-	8,387,267	9,297,799
Total Expenditures	268,956,525	22,747,029	32,061,781	323,765,335
NET CHANGE IN FUND BALANCE	151,358	(13,823,165)	12,465,570	(1,206,237)
Fund Balance - Beginning of Year	58,889,023	119,474,397	26,647,281	205,010,701
FUND BALANCE - END OF YEAR	<u>\$ 59,040,381</u>	<u>\$105,651,232</u>	<u>\$ 39,112,851</u>	<u>\$203,804,464</u>

See accompanying Notes to Financial Statements.

**VENTURA UNIFIED SCHOOL DISTRICT
RECONCILIATION OF THE GOVERNMENTAL FUND STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCE TO THE STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2024**

Net Change in Fund Balance - Total Governmental Funds	\$ (1,206,237)
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Amounts reported for governmental activities in the statement of activities are different because:

Governmental funds report capital outlays as expenditures. However, in the statement of activities, assets with an initial, individual cost of more than \$5,000 are capitalized and the costs is allocated over their estimated useful lives and reported as depreciation/amortization expense.

Capital Outlay	23,638,223	
Loss of Retirement of Assets	(6,155)	
Depreciation and Amortization Expense	(9,099,230)	
Total		14,532,838

Repayment of long-term debt is reported as an expenditure in governmental funds, but the repayment reduces long-term liabilities in the statement of net position.

General Obligation (GO) Bond Principal Payments	3,537,650	
Leases Payable Principal Payments	432,445	
Total		3,970,095

In governmental funds, pension costs are recognized when the employer contribution is made, but in the statement of activities, pension costs are recognized on the accrual basis. The difference between accrual basis pension costs and actual employer contributions was:

2,438,776

In governmental funds, postemployment healthcare costs are recognized when the employer payment is made, but in the statement of activities, postemployment healthcare costs are recognized on the accrual basis. The difference between accrual basis postemployment healthcare costs and actual employer payments was:

2,453,892

Some items reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds. These activities consist of:

Amortization of Deferred Charge on Refunding Bonds	(77,161)	
Increase in Accrued Interest	(1,477,087)	
Amortization of GO Bond Premium	546,276	
Increase in Compensated Absences	(154,039)	
Total		(1,162,011)

Change in Net Position of Governmental Activities	\$ 21,027,353
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See accompanying Notes to Financial Statements.

**VENTURA UNIFIED SCHOOL DISTRICT
STATEMENT OF FUND NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2024**

	Business-Type Activities
	CTE Enterprise Fund
ASSETS	
Cash in County Treasury	\$ 1,471
Accounts Receivable	42
Total Assets	<u>1,513</u>
NET POSITION	
Restricted	<u>1,513</u>
Total Net Position	<u><u>\$ 1,513</u></u>

See accompanying Notes to Financial Statements.

VENTURA UNIFIED SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2024

	Business-Type Activities
	CTE Enterprise Fund
OPERATING REVENUES:	
Other revenues	\$ 1,466
OPERATING INCOME	1,466
NONOPERATING REVENUES:	
Interest Income	47
NET INCOME	1,513
Net Position - Beginning of Year	-
NET POSITION - END OF YEAR	<u>\$ 1,513</u>

See accompanying Notes to Financial Statements.

**VENTURA UNIFIED SCHOOL DISTRICT
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
JUNE 30, 2024**

	Business-Type Activities CTE Enterprise Fund
CASH FLOWS FROM OPERATING ACTIVITIES	
Cash Received from Other Revenues	\$ 1,466
Net Cash Provided by Operating Activities	1,466
CASH FLOWS FROM INVESTING ACTIVITIES	
Interest Income	5
Net Cash Provided by Investing Activities	5
Net increase (decrease) in cash	1,471
Cash - Beginning of Year	-
CASH - END OF YEAR	\$ 1,471
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES	
Operating Income	\$ 1,466
Net Cash Provided by Operating Activities	\$ 1,466

See accompanying Notes to Financial Statements.

**VENTURA UNIFIED SCHOOL DISTRICT
STATEMENT OF FIDUCIARY NET POSITION
YEAR ENDED JUNE 30, 2024**

	Private Purpose Trust Funds
ASSETS	
Cash in County Treasury	1,123,316
Accounts Receivable	26,129
Total Assets	<u>1,149,445</u>
LIABILITIES	
Accounts Payable	107,129
Total Liabilities	<u>107,129</u>
NET POSITION	
Restricted	<u>1,042,316</u>
Total Net Position	<u><u>\$ 1,042,316</u></u>

See accompanying Notes to Financial Statements.

**VENTURA UNIFIED SCHOOL DISTRICT
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
YEAR ENDED JUNE 30, 2024**

	Private Purpose Trust Funds
ADDITIONS	
Revenue from Local Sources	466,011
Total Additions	<u>466,011</u>
DEDUCTIONS	
Scholarships	70,181
Other Expenses	199,257
Total Deductions	<u>269,438</u>
CHANGE IN NET POSITION	196,573
Net Position - Beginning of Year	<u>845,743</u>
NET POSITION - END OF YEAR	<u><u>\$ 1,042,316</u></u>

See accompanying Notes to Financial Statements.

**VENTURA UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

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

Basis of Presentation

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

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

Government-Wide Financial Statements

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

Governmental activities, which normally are supported by taxes, intergovernmental revenues, and other nonexchange transactions, are reported separately from business-type activities, which rely to a significant extent on fees and charges to external customers for support. The statement of activities presents a comparison between direct expenses and program revenues for each program or function of the District's governmental and business-type activities. Direct expenses are those that are specifically associated with a service, program or department and, therefore, clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program, grants and contributions that are restricted to meeting the operational or capital requirements of a particular program, and interest earned on grants that is required to be used to support a particular program. Revenues which are not classified as program revenues are presented as general revenues of the District. The comparison of direct expenses with program revenues identifies the extent to which each governmental function is self-financing or draws from the general revenues of the District. Depreciation, amortization and interest expense have not been allocated to specific functions.

**VENTURA UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Basis of Presentation (Continued)

Government-Wide Financial Statements (Continued)

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments in lieu of taxes where the amounts are reasonably equivalent in value to the interfund services provided, and other charges between the District's enterprise fund and various other functions of the District. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Fund Financial Statements

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

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The operating revenues of the District's enterprise funds are charges for services to customers. Operating expenses for the enterprise funds include the cost of sales and services and administrative expenses. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

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

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

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

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

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

Community Services: includes activities that provide services to community participants other than students.

**VENTURA UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Basis of Presentation (Continued)

Fund Financial Statements (Continued)

Enterprise Activities: includes activities where the stated intent is that the costs are financed or recovered primarily through user charges. This function includes activities related to the recording of retiree health benefits and deferred compensation plan expenditures.

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

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

Other Outgo: includes transfers to other agencies.

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

The proprietary and fiduciary fund expenses are presented by natural classification.

Fund Accounting

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

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

**VENTURA UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Governmental Funds – Major

General Fund: used to account for all financial resources except those required to be accounted for in another fund.

Building Fund: the Building Fund is a consolidation of four sub-funds:

Building Fund (Fund #210): used to account for the construction and/or acquisition of major capital facilities. Income is from rental of unused sites.

Building Fund Series A (Fund #211): used to account for the proceeds of Certificates of Participation and for acquisition, retro-fitting and operation of real property.

Bond Building Fund (Fund #213): used to account for proceeds of general obligation bonds and for construction and repairs of facilities.

Bond Building Fund (Fund #214): used to account for proceeds of the Measure E general obligation bonds and for construction and repairs of facilities.

Governmental Funds – Nonmajor

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

Student Activity Fund (Fund #080): used to account for raising and expending money to promote the general welfare, morale, and education experiences of the study body organizations.

Adult Education Fund (Fund #110): used to account for resources restricted or committed to adult education programs maintained by the District.

Child Development Fund (Fund #120): used to account for resources restricted to child development programs.

Cafeteria Fund (Fund #130): used to account for revenues received and expenditures made to operate the District's cafeterias.

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

Capital Facilities Fund: the Capital Facilities Fund is a consolidation of two sub-funds:

Capital Facilities Fund (Residential) (Fund #250): used to account for resources received from residential developer impact fees.

Capital Facilities Fund (Commercial) (Fund #251): used to account for resources received from commercial developer impact fees.

**VENTURA UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Governmental Funds – Nonmajor (Continued)

Debt Service Funds: used to account for the financial resources that are restricted and the accumulation of resources for, the payment of general long-term debt principal, interest, and related costs.

Bond Interest and Redemption Fund: the Bond Interest and Redemption Fund is a consolidation of two sub-funds:

Bond Interest and Redemption Fund (#510): used to collect taxes and pay for debt service associated with general obligation bonds.

Bond Interest and Redemption Fund (#514): used to collect taxes and pay for debt service associated with the Measure E general obligation bonds.

Proprietary Funds

Enterprise Fund: used to account for financial resources that are restricted to sustain a self-sustaining education model which charges external users for goods and services.

CTE Enterprise Fund (Fund #630): used to account for resources received from external users to sustain the Sa'aliyas Ranch project.

Fiduciary Funds

Private Purpose Trust Fund: is a consolidation of four sub-funds:

Foundation Fund (Fund #730): used to account for donations of funds from private individuals and organizations.

Student Scholarships Fund (Fund #731): used to account for donations of funds from private individuals and organizations for the express purpose of providing scholarship awards to students as they move onto post-secondary education.

Short-Term Trust Fund (Fund #732): used to account for short-term trust funds through global pandemic closures related to Associated Student Body funds unable to carry forward.

David Graham and Stella Brittingham Memorial Scholarship Fund (Fund #736): used to award scholarships to students and/or graduates of the District who have participated in aquatic sports.

**VENTURA UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Measurement Focus and Basis of Accounting

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured such as *current financial resources* or *economic resources*. The basis of accounting indicates the timing of recognition in the financial statements of various kinds of transactions or events.

The government-wide, proprietary, and fiduciary fund financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

The governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues in governmental fund financial statements are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers revenues to be available if they are collected within 60 days of the end of the current fiscal period, with the exception of state apportionment, interest and reimbursement grants which are considered available as collectible within one year.

Cash and Cash Equivalents

Cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition. Cash in the county treasury is recorded at amortized cost, which approximates fair value.

For purposes of the statement of cash flows, the District's proprietary funds consider demand deposits and all highly liquid investments with an original maturity of three months or less when purchased to be cash equivalents. In addition, because the Treasury Pool is sufficiently liquid to permit withdrawal of cash at any time without prior notice or penalty, equity in the pool is also considered a cash equivalent.

Receivables

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

Stores

Stores consists of expendable supplies held for consumption. Stores stated at cost, on the weighted average basis.

**VENTURA UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Prepaid Expenses/Expenditures

Payments made to vendors for goods or services that will benefit periods beyond June 30, 2024, are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of the purchase and an expense is reported in the year in which goods or services are consumed.

Capital Assets

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

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

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

Buildings and Improvements	20 to 40 Years
Machinery, Equipment, and Vehicles	3 to 20 Years

Depreciation expense reported on the government-wide statement of activities excludes direct depreciation expense recorded to functions where applicable.

Right-to-use lease assets are initially measured at the present value of payments expected to be made during the lease term, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs. Subsequently, the lease asset is amortized in a systematic and rational manner over the shorter of the lease term or the useful life of the underlying asset.

SBITA assets are initially measured as the sum of the present value of payments expected to be made during the subscription term, payments associated with the SBITA contract made to the SBITA vendor at the commencement of the subscription term, when applicable, and capitalizable implementation costs, less any SBITA vendor incentives received from the SBITA vendor at the commencement of the SBITA term. SBITA assets are amortized in a systematic and rational manner over the shorter of the subscription term or the useful life of the underlying IT assets.

**VENTURA UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Unearned Revenue

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

Deferred Outflows/Inflows of Resources

Deferred outflows of resources represent a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. Deferred inflows of resources represent an acquisition of net assets of fund balance that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

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

Deferred Outflows – Other Post-Employment Benefits (OPEB): The deferred outflows of resources related to OPEB benefits resulted from District contributions to employee OPEB benefits subsequent to the measurement date of the actuarial valuation for the plan. These amounts are deferred and amortized as detailed in Note 12 to the financial statements.

Deferred Outflows/Inflows – Pensions: The deferred outflows/inflows of resources related to pensions resulted from District contributions to employee pension plans subsequent to the measurement date of the actuarial valuations for the pension plans and the effects of actuarially-determined changes to the pension plan. These amounts are deferred and amortized as detailed in Note 13 to the financial statements.

Under the modified accrual basis of accounting, deferred inflows of resources also include revenues not collected within the availability period after the fiscal year-end. These amounts are deferred and will be recognized as an inflow of resources in the period that amounts become available.

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

**VENTURA UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Compensated Absences

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

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

Long-Term Obligations

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

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

Postemployment Benefits Other Than Pensions (OPEB)

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

Net Pension Liability

For purposes of measuring the net pension liability and deferred outflows/inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the California State Teachers' Retirement System (CalSTRS) and the California Public Employees' Retirement System (CalPERS) plan for schools (collectively, the Plans) and additions to/deductions from the Plans' fiduciary net position have been determined on the same basis as they are reported by the Plans. For this purpose, plan contributions are recognized in the payroll period in which they are earned and benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

**VENTURA UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Net Position

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

Fund Balance Classification

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

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

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

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

Assigned: Amounts that are constrained by the District's intent to be used for a specific purpose but are neither restricted nor committed. The Board of Education, through a formal action has given authority to the deputy superintendent of business services to assign amounts for a specific purpose that is neither restricted nor committed.

Unassigned: Amounts that are available for any purpose. Positive amounts are reported only in the General Fund.

**VENTURA UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Spending Order Policy

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

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

Minimum Fund Balance Policy

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

State Apportionments

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

Property Taxes

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

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

**VENTURA UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

On-Behalf Payments

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

Classification of Revenues – Proprietary Funds

Proprietary funds distinguish operating revenues from nonoperating revenues. Operating revenues include activities that have the characteristics of exchange transactions, such as food service sales, federal and most state and local grants and contracts, and self-insurance premiums. Nonoperating revenues include activities that have the characteristics of nonexchange transactions that are defined as nonoperating revenues by GASB.

Estimates

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

NOTE 2 BUDGETS

By State law, the District's Governing Board must approve a budget no later than July 1, using the Single Adoption Budget process. A public hearing must be conducted to receive comments prior to adoption. The District's Governing Board satisfied these requirements. Budgets for all governmental funds were adopted on a basis consistent with GAAP.

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

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

**VENTURA UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 3 DEPOSITS AND INVESTMENTS

Custodial Credit Risk

Custodial credit risk is the risk that in the event of a bank failure, the District's deposits, including those of fiduciary funds, may not be returned to it. The District has established a policy for custodial risk that follows requirements as set forth in Education Code 41002.5. As of June 30, 2024, \$1,247,026 of the District's bank balance of \$2,247,026 was exposed to credit risk as it was uninsured and collateral was held by the pledging bank's trust department, not in the District's name.

Cash in County

In accordance with Education Code Section 41001, the District maintains substantially all of its cash in the Ventura County Treasury as part of the common investment pool. These pooled funds are recorded at amortized cost which approximates fair value. Fair value of the pooled investments at June 30, 2024 is measured at 100.33% of amortized costs. The District's deposits in the fund are considered to be highly liquid.

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

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

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

**VENTURA UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 4 ACCOUNTS RECEIVABLE

Accounts receivable as of June 30, 2024 consists of the following:

Accounts Receivable	General Fund	Building Fund	Nonmajor Governmental Fund	Total Governmental Fund	CTE Enterprise Fund
Federal and State	\$21,074,955	\$ -	\$ 2,828,795	\$23,903,750	\$ -
Miscellaneous	2,589,213	2,495,395	523,146	5,607,754	42
Total Accounts Receivable	<u>\$23,664,168</u>	<u>\$ 2,495,395</u>	<u>\$ 3,351,941</u>	<u>\$29,511,504</u>	<u>\$ 42</u>

NOTE 5 LEASE RECEIVABLE

The District, acting as lessor, leases various District properties under long-term noncancelable lease agreements. The leases run through May 2027. During the year ended June 30, 2024 the District recognized \$217,550 and \$13,213 in lease revenue and interest revenue, respectively, pursuant to this agreement.

Principal and interest requirements to maturity under the lease agreements are as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>
2025	\$ 125,854	\$ 2,844
2026	8,014	986
2027	7,929	321
Total	<u>\$ 141,797</u>	<u>\$ 4,151</u>

NOTE 6 INTERFUND TRANSACTIONS

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

Interfund Receivables/Payables

Individual interfund receivable and payable balance at June 30, 2024 are temporary loans and are detailed as follows:

	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
Major Governmental Funds:		
General Fund	\$ 727,662	\$ 1,062,337
Nonmajor Governmental Funds:		
Adult Education Fund	-	265,551
Child Development Fund	-	132,856
Cafeteria Fund	1,062,337	329,255
Total	<u>\$ 1,789,999</u>	<u>\$ 1,789,999</u>

**VENTURA UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 7 FUND BALANCE

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

	General Fund	Building Fund	Nonmajor Governmental Fund	Total Governmental Fund
Nonspendable:				
Stores	\$ 265,089	\$ -	\$ 133,154	\$ 398,243
Prepaid Expenditures	-	49,947	-	49,947
Total Nonspendable	265,089	49,947	133,154	448,190
Restricted:				
Legally Restricted Programs	34,630,725	-	2,124,082	36,754,807
Cafeteria	-	-	3,766,958	3,766,958
Capital Projects	-	105,601,285	3,416,295	109,017,580
Debt Service	-	-	21,244,797	21,244,797
Student Activity Funds	-	-	1,670,363	1,670,363
Total Restricted	34,630,725	105,601,285	32,222,495	172,454,505
Committed:				
Adult Education Program	-	-	6,757,202	6,757,202
Total Committed	-	-	6,757,202	6,757,202
Assigned:				
H&W Projected Savings	2,329,431	-	-	2,329,431
Instructional Materials	1,300,766	-	-	1,300,766
Declining ADA Fund	2,000,000	-	-	2,000,000
Districtwide Stabilization	2,005,155	-	-	2,005,155
Other	476,749	-	-	476,749
Total Assigned	8,112,101	-	-	8,112,101
Unassigned:				
Economic Uncertainties	16,032,466	-	-	16,032,466
Total Unassigned	16,032,466	-	-	16,032,466
Total Fund Balance	\$ 59,040,381	\$ 105,651,232	\$ 39,112,851	\$ 203,804,464

VENTURA UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 8 CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2024 is shown below.

	Balance July 1, 2023	Additions	Retirements	Balance June 30, 2024
Capital Assets Not Being Depreciated:				
Land	\$ 13,454,888	\$ -	\$ -	\$ 13,454,888
Construction in Progress	1,257,833	19,631,605	(2,676,189)	18,213,249
Total Capital Assets Not Being Depreciated	14,712,721	19,631,605	(2,676,189)	31,668,137
Capital Assets Being Depreciated:				
Buildings and Improvements	296,305,040	4,030,953	-	300,335,993
Machinery, Equipment, and Vehicles	14,928,856	2,651,854	(6,519)	17,574,191
Total Capital Assets Being Depreciated	311,233,896	6,682,807	(6,519)	317,910,184
Less: Accumulated Depreciation:				
Buildings and Improvements	154,060,567	7,407,218	-	161,467,785
Machinery, Equipment, and Vehicles	10,391,957	1,033,167	(364)	11,424,760
Total Accumulated Depreciation	164,452,524	8,440,385	(364)	172,892,545
Total Capital Assets, Being Depreciated, Net	146,781,372	(1,757,578)	(6,155)	145,017,639
Right-to-Use Lease Assets:				
Right-to-Use Lease Building	568,358	-	-	568,358
Right-to-Use Lease Equipment	857,086	-	(804,969)	52,117
Total Right-to-Use Lease Assets	1,425,444	-	(804,969)	620,475
Less Accumulated Amortization:				
Right-to-Use Lease Building	252,476	126,238	-	378,714
Right-to-Use Lease Equipment	556,261	273,897	(804,969)	25,189
Total Accumulated Amortization	808,737	400,135	(804,969)	403,903
Total Right-to-Use Lease Assets, Net	616,707	(400,135)	-	216,572
Subscription Based Information Technology Arrangement (SBITA) Assets:				
SBITA	747,820	-	(29,838)	717,982
Less Accumulated Amortization:				
SBITA	226,731	258,710	(29,838)	455,603
Total SBITA Assets, Net	521,089	(258,710)	-	262,379
Total Capital Assets, Net	\$ 162,631,889	\$ 17,215,182	\$ (2,682,344)	\$ 177,164,727

**VENTURA UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 9 LONG-TERM LIABILITIES

A schedule of changes in long-term liabilities for the year ended June 30, 2024 are as follows:

	July 1, 2023	Additions	Reductions	June 30, 2024	Amount Due in One Year
General Obligation (GO) Bonds	\$129,025,000	\$ -	\$ 2,625,000	\$126,400,000	\$ 13,635,000
Direct Placement GO Bonds	17,811,070	-	912,650	16,898,420	924,240
Premium on GO Bonds	6,833,773	-	546,276	6,287,497	-
Total GO Bonds	153,669,843	-	4,083,926	149,585,917	14,559,240
Lease Payable	672,356	-	432,445	239,911	144,714
Compensated Absences	1,447,548	1,601,587	1,447,548	1,601,587	1,601,587
Total	<u>\$155,789,747</u>	<u>\$ 1,601,587</u>	<u>\$ 5,963,919</u>	<u>\$151,427,415</u>	<u>\$ 16,305,541</u>

Liabilities for all GO bonds are liquidated by the tax collections as administered by the county office through the Bond Interest and Redemption Fund. The lease payable is liquidated by the General Fund and Building Fund. Compensated absences are liquidated by the fund with the related salary expenditure.

NOTE 10 GENERAL OBLIGATION BONDS

Measure M

In 1997, the voters approved the issuance of bonds, not to exceed \$81 million, for the purpose of raising money to finance the acquisition, construction and modernization of school facilities and paying related costs. Between 1997 and 2005, the District issued bonds Series A through Series I, totaling \$81 million.

Between 2004 and 2014, the District issued refunding bonds to advance refund all of the remaining Series A through Series I bonds. Between 2015 and 2021, the District issued refunding bonds to advance refund the 2005, 2010 and 2012 refunding bonds.

In 2021, the District issued \$8,081,000 of 2021 General Obligation Refunding Bonds to advance refund portions of the 2014 and 2015 Refunding Bonds. The proceeds associated with this refunding were deposited in an escrow account to be redeemed through August 2025 and as such the applicable bonds are considered in-substance defeased. The outstanding balance of the defeased debt was roughly \$7.7 million as of June 30, 2024.

Measure E

On November 8, 2022, the voters approved the issuance of bonds, not to exceed \$434.5 million, for the purpose of financing the renovation, construction and improvement of school facilities.

On April 13, 2023, the District issued \$113,000,000 of 2022 Series A General Obligation Bonds. The bonds were issued at interest rate of 4.0-5.0% and will have maturity dates through August 2052.

**VENTURA UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 10 GENERAL OBLIGATION BONDS (CONTINUED)

The balance of all of the bonds refunded had payments to the refunding escrow agents exceeding the existing carrying value of the refunded debts by \$577,523. These amounts are recorded as a deferred charge on the statement of net position and amortized to interest expense over the life of the new debt. Amortization of \$77,161 was recognized during the fiscal year and balance as of June 30, 2024 was \$336,812. The balance of all of the bonds also included premiums of \$7,723,746 which are amortized using the interest method. Amortization of \$546,276 was recognized during the fiscal year and balance as of June 30, 2024 was \$6,287,497.

General obligation bonds outstanding at June 30, 2024 are as follows:

	Date of Issue	Date of Final Maturity	Interest Rate	Amount of Original Issue	Outstanding June 30, 2024
Measure M:					
2014 Refunding	7/29/14	8/1/34	2.00- 5.00%	\$ 17,570,000	\$ 3,410,000
2015 Refunding	7/30/15	8/1/29	2.00- 5.00%	11,140,000	4,765,000
2020 Refunding	5/5/20	8/1/31	5.00%	7,535,000	5,225,000
Subtotal				36,245,000	13,400,000
Direct Placements:					
2020 Refunding	9/17/20	8/1/34	1.60%	10,410,600	9,159,420
2021 Refunding	9/22/21	8/1/34	1.85%	8,081,000	7,739,000
Subtotal				18,491,600	16,898,420
Measure E:					
2022 Series A	4/13/23	8/1/52	5.00%	113,000,000	113,000,000
Subtotal				113,000,000	113,000,000
Total				<u>\$ 167,736,600</u>	<u>\$ 143,298,420</u>

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

Year Ending June 30,	General Obligation Bonds		General Obligation Bonds from Direct Placements	
	Principal	Interest	Principal	Interest
2025	\$ 13,635,000	\$ 5,345,550	\$ 924,240	\$ 282,122
2026	12,180,000	4,705,600	1,317,450	263,772
2027	2,705,000	4,333,475	1,336,790	242,115
2028	1,580,000	4,226,350	2,555,670	209,047
2029	1,670,000	4,145,100	2,008,040	169,525
2030-2034	3,185,000	20,136,125	8,206,480	332,275
2035-2039	9,730,000	18,647,250	549,750	4,736
2040-2044	18,115,000	15,497,900	-	-
2045-2049	29,460,000	10,242,900	-	-
2050-2054	34,140,000	2,861,600	-	-
Total	<u>\$ 126,400,000</u>	<u>\$ 90,141,850</u>	<u>\$ 16,898,420</u>	<u>\$ 1,503,592</u>

**VENTURA UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 11 LEASE PAYABLE

The District leases various facilities and equipment under long-term, noncancelable lease agreements. The leases expire in April 2026 and were calculated between 5-8% based on the District's incremental cost of borrowing.

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

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>
2025	\$ 144,714	\$ 8,060
2026	34,353	4,174
2027	34,041	2,090
2028	26,803	617
Total	<u>\$ 239,911</u>	<u>\$ 14,941</u>

NOTE 12 POSTEMPLOYMENT HEALTH CARE BENEFITS

The District administers a single-employer defined benefit postemployment health care plan (the Retiree Health Plan) for qualified employees. In addition, some qualified certificated employees are participants in the Medicare Premium Payment (MPP) Program, a cost-sharing defined benefit program administered through the California State Teachers' Retirements System (CalSTRS).

As of June 30, 2024, the District's liability for postemployment health care benefits consisted of the following:

	<u>OPEB Liability</u>	<u>Deferred Outflows of Resources</u>	<u>OPEB Expense/(Benefit)</u>
Retiree Health Plan	\$ 3,310,848	\$ 477,398	\$ (1,958,035)
MPP Program	716,111	-	(41,535)
Total	<u>\$ 4,026,959</u>	<u>\$ 477,398</u>	<u>\$ (1,999,570)</u>

Retiree Health Plan

Plan Description and Eligibility

The plan provides health, dental and vision benefits to all Certificated and Classified employees who were retired from the District as of June 30, 1993. The plan also provides for benefits to their spouses. Membership in the Retiree Health Plan consists of 90 retirees and beneficiaries currently receiving benefits and no active members eligible. The Retiree Health Plan does not issue a separate financial report.

**VENTURA UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 12 POSTEMPLOYMENT HEALTH CARE BENEFITS (CONTINUED)

Retiree Health Plan (Continued)

Funding Policy

The District currently finances benefits on a pay-as-you-go basis. The District contributes 100% of the cost of current year premiums for eligible retired plan members and their spouses as applicable. Classified retirees who retired with fewer than 14 years of service must contribute a portion of the cost of their coverage and all classified retirees must contribute the costs of dental and vision coverage for their dependents. For the year ended June 30, 2024, the District contributed \$477,398 to the plan.

Actuarial Methods and Assumptions

The District's total OPEB liability was measured as of June 30, 2023 and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of June 30, 2023. The following actuarial assumptions used in the June 30, 2023 valuation applied to all periods included in the measurement, unless otherwise specified:

Valuation Date	June 30, 2023
Measurement Date	June 30, 2023
Actuarial Cost Method	Entry Age Normal
Inflation Rate	2.50%
Healthcare Costs Trend Rate	5.72%, Decreasing to 4.00%

Mortality assumptions are based on the 2016 CalSTRS Retiree and Active Mortality tables for Certificated employee types as applicable and 2017 CalPERS Retiree and Active Mortality tables for Miscellaneous Employees, as applicable for Classified Employee types. CalSTRS and CalPERS periodically studies mortality for participating agencies and establishes mortality tables that are modified versions of commonly used tables. These table incorporates mortality projection as deemed appropriate based on CalSTRS and CalPERS analysis.

Discount Rate

The discount rate used to measure the OPEB liability was 3.86%. The projection of cash flows used to determine the discount rate was based on the Standard & Poor spot rate for 20-year Grade AA Municipal bonds.

Changes in the Total OPEB Liability

Changes for the Year:

Interest Cost	\$ 211,415
Change in Benefit Terms	(1,410,836)
Differences Between Expected and Actual Experience	(591,438)
Changes in Assumptions	(167,176)
Benefit Payments	(921,021)
Net Change in Total OPEB Liability	(2,879,056)
Beginning Total OPEB Liability	6,189,904
Ending Total OPEB Liability	<u>\$ 3,310,848</u>

**VENTURA UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 12 POSTEMPLOYMENT HEALTH CARE BENEFITS (CONTINUED)

Retiree Health Plan (Continued)

Sensitivity

The following presents the District's OPEB liability calculated using the discount rate of 3.69%, as well as what the OPEB liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate:

	1% Decrease	Current Discount Rate	1% Increase
Total OPEB Liability	\$ 3,447,412	\$ 3,310,848	\$ 3,184,529

The following presents the District's OPEB liability calculated using the health care cost trend rate as well as what the OPEB liability would be if it were calculated using a health care cost trend rate that is one percentage point lower or one percentage point higher than the current rate:

	1% Decrease	Current Healthcare Trend Rate	1% Increase
Total OPEB Liability	\$ 3,199,139	\$ 3,310,848	\$ 3,429,161

Deferred Outflows of Resources

The deferred outflows of resources related to OPEB resulted from District contributions subsequent to the measurement date will be recognized as a reduction of the OPEB in the year ended June 30, 2025.

Medicare Premium Payment Program (MPP)

Plan Description and Eligibility

The MPP Program is a cost-sharing multiple-employer other postemployment benefit plan (OPEB) established pursuant to California state statute. CalSTRS administers the MPP Program through the Teachers' Health Benefits Fund (THBF). The MPP Program pays Medicare Part A premiums and Medicare Parts A and B late enrollment surcharges for eligible California full-time and part-time public school teachers from pre-kindergarten through community college who were retired or began receiving a disability allowance prior to July 1, 2012 and were not eligible for premium free Medicare Part A.

The MPP Program is closed to new entrants as members who retire after July 1, 2012 are not eligible for coverage under the MPP Program. For the year ending June 30, 2023, 5,025 retirees participated in the MPP Program.

**VENTURA UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 12 POSTEMPLOYMENT HEALTH CARE BENEFITS (CONTINUED)

Medicare Premium Payment Program (MPP) (Continued)

Funding Policy

The MPP Program is funded on a pay-as-you go basis from a portion of monthly employer contributions. In accordance with California Education Code, contributions that would otherwise be credited to the CalSTRS defined benefit pension program (STRP) each month are instead credited to the MPP Program to fund monthly program and administrative costs. These contributions are generally being made at the same time and in the same amount as benefit payments and expenses coming due. Any funds remaining within the MPP Program as of June 30, 2024 were to manage differences between estimated and actual amounts to be paid and were invested in the Surplus Money Investment Fund, which is a pooled investment program administered by the State Treasurer.

Total redirections to the MPP Program are monitored to ensure that total incurred costs do not exceed the amount initially identified as the cost of the program. Total aggregate employer contributions of all participating employers to the MPP Program for fiscal year 2022-23 were \$25.81 million. The District's contributions to the MPP Program for fiscal year 2022-23 were estimated at \$61 thousand.

Net OPEB Liability

As of June 30, 2024, the District reported a net OPEB liability for its proportionate share of the MPP total OPEB liability, fiduciary net position and net OPEB liability as follows:

	Balance
Proportionate Share of OPEB Liability	June 30, 2024
Total OPEB Liability	\$ 709,337
Plan Fiduciary Net Position	(6,774)
Net OPEB Liability	<u>\$ 716,111</u>

As the MPP Program is funded on a pay-as-you-go basis from redirected contributions from the STRP, the District has elected to calculate their proportionate share based on the audited proportionate share schedules of the STRP. This schedule presents the projection of the District's long-term share of contributions to the STRP relative to the projected contributions of all participating school districts, actuarially determined. At June 30, 2023, the District's proportion was 0.236% which is an increase of 0.006% from its proportion measured as of June 30, 2022.

**VENTURA UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 12 POSTEMPLOYMENT HEALTH CARE BENEFITS (CONTINUED)

Medicare Premium Payment Program (MPP) (Continued)

Actuarial Methods and Assumptions

Total OPEB liability for the MPP Program was determined by applying update procedures to the financial reporting actuarial valuation as of June 30, 2022, and rolling forward the total OPEB liability to June 30, 2023 using the assumptions listed in the following table:

Valuation Date	June 30, 2022
Measurement Date	June 30, 2023
Experience Study	July 1, 2015 through June 30, 2018
Actuarial Cost Method	Entry Age Normal
Investment Rate of Return	3.65%
Medicare Part A Premium Costs Trend Rate	4.50%
Medicare Part B Premium Costs Trend Rate	5.40%

In addition, assumptions were made about future participation (enrollment) into the MPP Program as CalSTRS is unable to determine which members not currently participating meet all eligibility criteria for enrollment in the future. Assumed enrollment rates were derived based on past experience and are stratified by age with the probability of enrollment diminishing as the members' age increases. This estimated enrollment rate was then applied to the population of members who may meet criteria necessary for eligibility but are not currently enrolled in the MPP Program. Based on this, the estimated number of future enrollments used in the financial reporting valuation was 179 or an average of 0.13 percent of the potentially eligible population of 138,780.

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 our 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.

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts (for example, Medicare premiums) and assumptions about the probability of occurrence of events far into the future (for example, mortality, disabilities and retirees eligible for the program). Actuarially determined amounts are subject to continual review and potential modifications, as actual results are compared with past expectations and new estimates are made about the future.

Projections of benefits for financial reporting purposes are based on the substantive plan and include the types of benefits provided at the time of each valuation and the historical pattern of benefit costs. The projection of benefits for financial reporting purposes does not explicitly incorporate the potential effects of legal or contractual funding limitations.

Actuarial calculations reflect a long-term perspective and take into account the premiums and surcharges paid after termination of employment until the death of the employee. In many cases, actuarial calculations reflect several decades of payments after termination of employment.

**VENTURA UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 12 POSTEMPLOYMENT HEALTH CARE BENEFITS (CONTINUED)

Medicare Premium Payment Program (MPP) (Continued)

Discount Rate

The discount rate used to measure the total OPEB liability as of June 30, 2023 was 3.65%, which was an increase from 3.54% in the prior fiscal year. The MPP Program is funded on a pay-as-you-go basis, and under the pay-as-you-go method, the OPEB plan's fiduciary net position was not projected to be sufficient to make projected future benefit payments. The MPP Program used the Bond Buyer 20-Bond GO Index from Bondbuyer.com as of June 30, 2023, as the discount rate, which was applied to all periods of projected benefit payments to measure the total OPEB liability.

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

	1% Decrease	Current Discount Rate	1% Increase
Net OPEB Liability	\$ 778,266	\$ 716,112	\$ 662,068

Medicare Costs Trend Rate

The June 30, 2022, valuation uses the 2023 Medicare Part A and Part B premiums as the basis for future premium calculations. Future premiums are assumed to increase with a medical trend rate that varies by year. The Part A trend is approximately equivalent to assuming a fixed 4.50 percent increase each year. The Part B trend is approximately equivalent to assuming a fixed 5.40 percent increase each year.

The following table presents the net OPEB liability using the current Medicare costs trend rates, as well as what the net OPEB liability would be if it were calculated using Medicare costs trend rates that are one percent lower and one percent higher than the current rate:

	1% Decrease	Current Healthcare Trend Rate	1% Increase
Net OPEB Liability	\$ 658,894	\$ 716,112	\$ 780,708

Amortization of Deferred Outflows and Deferred Inflows of Resources

As the MPP Program is a retiree only OPEB plan with no average remaining service life, other than differences between projected and actual investment earnings, deferred outflows and inflows of resources are recognized in OPEB expense in the current period. The net deferred outflows and inflows relating to differences between projected and actual earnings on plan investments are not material and have not been recognized in these financial statements.

MPP Program Net OPEB Liability

Detailed information about the MPP Program net OPEB liability is available in a separate annual comprehensive financial report on the CalSTRS website. Copies of the CalSTRS annual comprehensive financial report may also be obtained from CalSTRS.

**VENTURA UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 13 EMPLOYEE RETIREMENT PLANS

Multiemployer Defined Benefit Pension Plans

Qualified employees are covered under multiple-employer defined benefit pension plans maintained by agencies of the State of California. Academic employees are members of the California State Teachers' Retirement System (CalSTRS) and classified employees are members of the California Public Employees' Retirement System (CalPERS).

As of June 30, 2024, the District's net pension liabilities, deferred outflows of resources, deferred inflows of resources, and pension expense for each of the retirement plans are as follows:

	Net Pension Liability	Deferred Outflows of Resources	Deferred Inflows of Resources	Pension Expense
CalSTRS (STRP)	\$ 103,578,960	\$ 29,541,322	\$ 10,744,108	\$ 19,575,183
CalPERS (Schools Pool Plan)	82,352,470	31,927,075	1,965,914	14,028,841
Total	<u>\$ 185,931,430</u>	<u>\$ 61,468,397</u>	<u>\$ 12,710,022</u>	<u>\$ 33,604,024</u>

The details of each plan are as follows:

California State Teachers' Retirement System (CalSTRS)

Plan Description

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

Benefits Provided

The STRP provides retirement, disability and survivor benefits to beneficiaries. Benefits are based on members' final compensation, age, and years of service credit. Members hired on or before December 31, 2012, with five years of credited service are eligible for the normal retirement benefit at age 60. Members hired on or after January 1, 2013, with five years of credited service are eligible for the normal retirement benefit at age 62. The normal retirement benefit is equal to 2.0% of final compensation for each year of credited service. The STRP is comprised of four programs: Defined Benefit Program, Defined Benefit Supplement Program, Cash Balance Benefit Program, and Replacement Benefits Program. The STRP holds assets for the exclusive purpose of providing benefits to members and beneficiaries of these programs. CalSTRS also uses plan assets to defray reasonable expenses of administering the STRP. Although CalSTRS is the administrator of the STRP, the state is the sponsor of the STRP and obligor of the trust. In addition, the state is both an employer and nonemployer contributing entity to the STRP.

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

**VENTURA UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 13 EMPLOYEE RETIREMENT PLANS (CONTINUED)

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

Benefits Provided (Continued)

The STRP provisions and benefits in effect at June 30, 2024 are summarized as follows:

<u>Provisions and Benefits</u>	<u>STRP Defined Benefit Program and Supplement Program</u>	
Hire Date	On or Before December 31, 2012	On or After January 1, 2013
Benefit Formula	2% at 60	2% at 62
Benefit Vesting Schedule	5 Years of Service	5 Years of Service
Benefit Payments	Monthly for Life	Monthly for Life
Retirement Age	60	62
Monthly Benefits as a Percentage of Eligible Compensation	2.0% - 2.4%	2.0% - 2.4%
Required Employee Contribution Rate	10.25%	10.205%
Required Employer Contribution Rate	19.10%	19.10%
Required State Contribution Rate	10.828%	10.828%

Contributions

Required member, District, and State of California contribution rates are set by the California Legislature and Governor and detailed in Teachers' Retirement Law. The contributions rates are expressed as a level percentage of payroll using the entry age normal actuarial method. The contribution rates for each plan for the year ended June 30, 2024 are presented above and the total District contributions were \$16,798,694.

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:

	Balance
	<u>June 30, 2024</u>
District Proportionate Share of the Net Pension Liability	\$ 103,578,960
State's Proportionate Share of the Net Pension Liability	
Associated with the District	49,628,489
Total	<u><u>\$ 153,207,449</u></u>

The net pension liability was measured as of June 30, 2023. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating school districts and the state, actuarially determined. At June 30, 2023, the District's proportion was 0.136% which is an increase of 0.004% from its proportion measured as of June 30, 2022.

**VENTURA UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 13 EMPLOYEE RETIREMENT PLANS (CONTINUED)

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

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

For the year ended June 30, 2024, the District recognized pension expense of \$12,824,337 and revenue and corresponding expense of \$6,750,846 for contributions provided by the state representing total pension expense of \$19,575,183. 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
Pension Contributions Subsequent to Measurement Date	\$ 16,798,694	\$ -
Differences Between Expected and Actual Experience	8,139,600	5,542,000
Changes of Assumptions	599,760	-
Changes in Proportion	3,559,908	5,202,108
Net Differences Between Projected and Actual Earnings on Pension Plan Investments	443,360	-
Total	<u>\$ 29,541,322</u>	<u>\$ 10,744,108</u>

The deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2025. The net difference between projected and actual earnings on plan investments is amortized over a five year period on a straight-line basis. All other deferred outflows of resources and deferred inflows of resources are amortized over the expected average remaining service life (EARS�) of the plan participants. The EARS� for the STRP for the June 30, 2023 measurement date is seven years.

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

<u>Year Ending June 30,</u>	<u>Amortization</u>
2025	\$ (3,967,850)
2026	(5,568,388)
2027	8,419,790
2028	672,208
2029	659,924
2030	1,782,836
Total	<u>\$ 1,998,520</u>

**VENTURA UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 13 EMPLOYEE RETIREMENT PLANS (CONTINUED)

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

Actuarial Methods and Assumptions

Total pension liability for STRP was determined by applying update procedures to a financial reporting actuarial valuation as of June 30, 2022, and rolling forward the total pension liability to June 30, 2023. No material changes in assumptions or benefit terms occurred between the actuarial valuation date and the measurement date. The financial reporting actuarial valuation as of June 30, 2022 used the following methods and assumptions, applied to all prior periods included in the measurement:

Valuation Date	June 30, 2022
Measurement Date	June 30, 2023
Experience Study	July 1, 2015 through June 30, 2018
Actuarial Cost Method	Entry Age Normal
Discount Rate	7.10%
Investment Rate of Return	7.10%
Consumer Price Inflation	2.75%
Wage Growth	3.50%

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

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. The best estimate ranges were developed using capital market assumptions from CalSTRS investment staff and investment consultants and adopted by the CalSTRS Board in January 2020. Best estimates of 20-year geometrically linked real rates of return and the assumed asset allocation for each major asset class used as input to develop the actuarial investment rate of return are summarized in the following table:

Asset Class	Assumed Asset Allocation	Long-Term Expected Real Rate of Return
Public Equity	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

**VENTURA UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 13 EMPLOYEE RETIREMENT PLANS (CONTINUED)

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

Discount Rate

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

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

<u>Discount Rate</u>	<u>Net Pension Liability</u>
1% Decrease	\$ 173,745,440
Current Discount Rate	103,578,960
1% Increase	45,297,520

Plan Fiduciary Net Position

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

**VENTURA UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 13 EMPLOYEE RETIREMENT PLANS (CONTINUED)

California Public Employees Retirement System (CalPERS)

Plan Description

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

Benefits Provided

CalPERS provides service retirement and disability benefits, annual cost of living adjustments, and death benefits to plan members, who must be public employees and beneficiaries. Benefits are based on years of service credit, a benefit factor, and the member's final compensation. Members hired on or before December 31, 2012, with five years of total service are eligible to retire at age 50 with statutorily reduced benefits. Members hired on or after January 1, 2013, with five years of total service are eligible to retire at age 52 with statutorily reduced benefits. All members are eligible for non-duty disability benefits after 5 years of service. The Basic Death Benefit is paid to any member's beneficiary if the member dies while actively employed. An employee's eligible survivor may receive the 1957 Survivor Benefit if the member dies while actively employed, is at least age 50 (or 52 for members hired on or after January 1, 2013), and has at least 5 years of credited service. The cost of living adjustments for each plan are applied as specified by the Public Employees' Retirement Law.

The CalPERS provisions and benefits in effect at June 30, 2024 are summarized as follows:

<u>Provisions and Benefits</u>	<u>Schools Pool Plan (CalPERS)</u>	
	On or Before December 31, 2012	On or After January 1, 2013
Hire Date		
Benefit Formula	2% at 55	2% at 62
Benefit Vesting Schedule	5 Years of Service	5 Years of Service
Benefit Payments	Monthly for Life	Monthly for Life
Retirement Age	55	62
Monthly Benefits as a Percentage of Eligible Compensation	1.1% - 2.5%	1.0% - 2.5%
Required Employee Contribution Rate	7.00%	8.00%
Required Employer Contribution Rate	26.68%	26.68%

**VENTURA UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 13 EMPLOYEE RETIREMENT PLANS (CONTINUED)

California Public Employees Retirement System (CalPERS) (Continued)

Contributions

Section 20814(c) of the California Public Employees' Retirement Law requires that the employer contribution rates for all public employers be determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate. Total plan contributions are determined through the CalPERS annual actuarial valuation process. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The District is required to contribute the difference between the actuarially determined rate and the contribution rate of employees. The contributions rates are expressed as percentage of annual payroll. The contribution rates for each plan for the year ended June 30, 2024 are as presented above and the total District contributions were \$12,702,769.

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

As of June 30, 2024, the District reported net pension liabilities for its proportionate share of the CalPERS net pension liability totaling \$82,352,470. The net pension liability was measured as of June 30, 2023. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating school districts, actuarially determined. At June 30, 2023, the District's proportion was 0.2275% which is an increase of 0.0128% from its proportion measured as of June 30, 2022.

For the year ended June 30, 2024, the District recognized pension expense of \$14,028,841. 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
Pension Contributions Subsequent to Measurement Date	\$ 12,702,769	\$ -
Differences Between Expected and Actual Experience	3,005,275	1,264,813
Changes of Assumptions	3,793,945	-
Changes in Proportion	3,628,665	701,101
Net Differences Between Projected and Actual Earnings on Pension Plan Investments	8,796,421	-
Total	<u>\$ 31,927,075</u>	<u>\$ 1,965,914</u>

**VENTURA UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 13 EMPLOYEE RETIREMENT PLANS (CONTINUED)

California Public Employees Retirement System (CalPERS) (Continued)

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

The deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2025. The net difference between projected and actual earnings on plan investments is amortized over a five year period on a straight-line basis. All other deferred outflows of resources and deferred inflows of resources are amortized over the expected average remaining service life (EARS�) of the plan participants. The EARS� for the CalPERS Schools Pool Plan for the June 30, 2023 measurement date is 3.8 years.

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

<u>Year Ending June 30,</u>	<u>Amortization</u>
2025	\$ 4,798,191
2026	4,657,231
2027	7,529,217
2028	273,753
Total	<u>\$ 17,258,392</u>

Actuarial Methods and Assumptions

Total pension liability for the Schools Pool Plan was determined by applying update procedures to a financial reporting actuarial valuation as of June 30, 2022, and rolling forward the total pension liability to June 30, 2023. No material changes in assumptions or benefit terms occurred between the actuarial valuation date and the measurement date. The financial reporting actuarial valuation as of June 30, 2022 used the following methods and assumptions, applied to all prior periods included in the measurement:

Valuation Date	June 30, 2022
Measurement Date	June 30, 2023
Experience Study	2000 through 2019
Actuarial Cost Method	Entry Age Normal
Discount Rate	6.90%
Investment Rate of Return	6.90%
Consumer Price Inflation	2.30%
Wage Growth	Varies by Entry Age and Service

Mortality assumptions are based on mortality rates resulting from the most recent CalPERS experience study adopted by the CalPERS Board. For purposes of the post-retirement mortality rates, those rates include generational mortality improvements using 80% of scale MP 2020 published by the Society of Actuaries.

**VENTURA UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 13 EMPLOYEE RETIREMENT PLANS (CONTINUED)

California Public Employees Retirement System (CalPERS) (Continued)

Actuarial Methods and Assumptions (Continued)

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

Asset Class	Assumed Asset Allocation	Long-Term Expected Real Rate of Return
Global Equity - Cap-weighted	30 %	4.54 %
Global Equity - Non-cap-weighted	12	3.84
Private Equity	13	7.28
Treasury	5	0.27
Mortgage-backed Securities	5	0.50
Investment Grade Corporates	10	1.56
High Yield	5	2.27
Emerging Market Debt	5	2.48
Private Debt	5	3.57
Real Assets	15	3.21
Leverage	(5)	(0.59)

Discount Rate

The discount rate used to measure the total pension liability was 6.90%, which was unchanged from the prior fiscal year. This rate reflects the long-term expected rate of return for the Schools Pool Plan net of investment expenses and without reduction for administrative expenses. The projection of cash flows used to determine the discount rate assumed the contributions from plan members and employers will be made at statutory contribution rates. Based on these assumptions, the Schools Pool Plan fiduciary net position was projected to be available to make all projected future benefit payments to current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all periods of projected benefit payments to determine total pension liability.

**VENTURA UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 13 EMPLOYEE RETIREMENT PLANS (CONTINUED)

California Public Employees Retirement System (CalPERS) (Continued)

Discount Rate (Continued)

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

Discount Rate	Net Pension Liability
1% Decrease	\$ 119,060,384
Current Discount Rate	82,352,470
1% Increase	52,014,214

Plan Fiduciary Net Position

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

Single-Employer Deferred Compensation Plan

As of June 30, 2024, the District's total pension liability, deferred outflows of resources, deferred inflows of resources and pension expense for the deferred compensation plan is as follows:

	Total Pension Liability	Deferred Outflows of Resources	Deferred Inflows of Resources	Pension Expense
Deferred Compensation Plan	\$ 502,098	\$ 133,935	\$ 11,218	\$ (25,133)

Plan Description

The District's Deferred Compensation Plan, a single-employer defined benefit pension plan administered by the District, is provided in lieu of postretirement health care benefits to plan members and beneficiaries. Benefit eligibility is limited to employees hired prior to April 28, 1993 who retire from the District after June 30, 1993 under either the PERS or STRS pension plan.

The benefit provides for \$1,500 per year of service, and is frozen based on completed years of service at June 30, 1993 plus one, limited to a maximum of 30 years of service. Benefits are paid in five equal annual installments. Benefit provisions were established by the governing board and may not be amended. The plan does not issue a separate financial report.

**VENTURA UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 13 EMPLOYEE RETIREMENT PLANS (CONTINUED)

Single-Employer Deferred Compensation Plan (Continued)

Plan Description (Continued)

Participants in the plan consisted of the following at June 30, 2024:

	Number of Participants
Retired Members or Beneficiaries Currently Receiving Benefits	59
Active Members	47
Total	106

Funding Policy

The District currently finances benefits on a pay-as-you-go basis. The District paid \$181,935 in pension costs for eligible retirees and beneficiaries during the year ended June 30, 2024. The District contributes 100% of the cost of pension benefits as established by the plan provisions.

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

As of June 30, 2024, the District reported total pension liabilities for its deferred compensation plan totaling \$502,098. The total pension liability was measured as of June 30, 2023.

The changes in the total pension liability were as follows:

Changes for the Year:	
Interest	\$ 22,528
Differences between Expected and Actual Experience	(37,304)
Changes of Assumptions	(2,677)
Benefit Payments	(181,935)
Net Change in Total Pension Liability	(199,388)
Beginning Balance - Total Pension Liability	701,486
Ending Balance - Total Pension Liability	\$ 502,098

**VENTURA UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 13 EMPLOYEE RETIREMENT PLANS (CONTINUED)

Single-Employer Deferred Compensation Plan (Continued)

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

For the year ended June 30, 2024, the District recognized pension expense of (\$25,133). 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
Pension Contributions Subsequent to Measurement Date	\$ 133,935	\$ -
Differences Between Expected and Actual Experience	-	10,467
Changes of Assumptions	-	751
Total	<u>\$ 133,935</u>	<u>\$ 11,218</u>

The deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the total pension liability in the year ended June 30, 2025.

All other deferred outflows of resources and deferred inflows of resources are amortized over the expected average remaining service life (EARS�) of the plan participants. The EARS� for the deferred compensation plan for the June 30, 2023 measurement date is 1.8 years.

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

<u>Year Ending June 30,</u>	<u>Amortization</u>
2025	\$ (11,218)

Actuarial Methods and Assumptions

The District's total pension liability was measured as of June 30, 2023 and the total pension liability used to calculate the total pension liability was determined by an actuarial valuation as of June 30, 2023. The valuation used the following methods and assumptions, applied to all prior periods included in the measurement:

Valuation Date	June 30, 2023
Measurement Date	June 30, 2023
Actuarial Cost Method	Entry Age Normal
Discount Rate	3.69%

Projected benefits are based on the assumption that payments are certain and will be made to the retiree's designated beneficiary if the retiree dies prior to receiving all of the payments. Retiree rates are based on the most recent experience study for CalSTRS retirement rates for certificated employees and CalPERS School Employees retirement rates for classified employees.

**VENTURA UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 13 EMPLOYEE RETIREMENT PLANS (CONTINUED)

Single-Employer Deferred Compensation Plan (Continued)

Discount Rate and Sensitivity

The discount rate used to measure the total pension liability 3.86% based on the Fidelity GO AA 20-year municipal index.

The following presents the total pension liability calculated using the current discount rate as well as what the total pension liability would be if it were calculated using a discount rate that is 1% lower or higher than the current rate:

<u>Discount Rate</u>	<u>Total Pension Liability</u>
1% Decrease	\$ 518,281
Current Discount Rate	502,098
1% Increase	486,930

NOTE 14 JOINT POWERS AGREEMENT

The District participates in two joint powers agreement (JPA) entities: the Ventura County Schools Self-Funding Authority (the Authority) and the Gold Coast Joint Benefits Trust (the Trust). The Authority provides workers' compensation, property and liability insurance, boiler and machinery and fidelity bond coverage among other types of insurance. The member districts are subject to various deductible amounts in addition to payment of premiums assessed by the Authority. The Authority pools responsibility for claims up to certain limits and provides high level umbrella type coverage above its retention limits. The Trust arranges for health and welfare benefits for employees and retirees of participating school districts and their eligible dependents. Member districts pay a monthly premium per eligible participant. Claims have not exceeded coverage in any of the past three fiscal years.

Each JPA is independently accountable for its fiscal matters and is governed by a board consisting of representatives from each member District. Budgets are not subject to any approval other than that of the respective governing boards. Member districts share surpluses and deficits proportionately to their participation in the JPAs. Separate financial statements for each JPA may be obtained from the respective entity.

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

**VENTURA UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 15 COMMITMENTS AND CONTINGENCIES

Litigation

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

State and Federal Allowances, Awards, and Grants

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

Construction Commitments

As of June 30, 2024, the District was committed under various capital expenditure purchase agreements for construction projects totaling approximately \$59.5 million.

REQUIRED SUPPLEMENTARY INFORMATION

VENTURA UNIFIED SCHOOL DISTRICT
SCHEDULE OF BUDGETARY COMPARISON FOR THE GENERAL FUND
YEAR ENDED JUNE 30, 2024

	Budgetary Amounts		Actual
	Original	Final	Amounts
REVENUES			
Local Control Funding Formula (LCFF):			
State Apportionments	\$ 84,973,396	\$ 80,256,184	\$ 100,229,829
Local Sources	99,970,550	105,681,303	85,907,216
Total LCFF Sources	184,943,946	185,937,487	186,137,045
Federal Sources	14,931,664	23,510,112	23,403,827
Other State Sources	20,457,496	34,025,798	36,160,890
Other Local Sources	20,393,263	23,052,192	23,406,121
Total Revenues	240,726,369	266,525,589	269,107,883
EXPENDITURES			
Certificated Salaries	84,195,051	89,316,257	89,389,493
Classified Salaries	39,129,188	44,381,845	47,409,754
Employee Benefits	63,477,376	67,816,026	76,930,682
Books and Supplies	14,112,099	15,311,667	13,902,870
Services and Other Operating Expenditures	38,137,680	44,192,155	33,147,942
Capital Outlay	645,492	4,458,906	3,116,714
Other Outgo	4,193,289	4,746,522	4,603,804
Debt Service	166,886	-	455,266
Total Expenditures	244,057,061	270,223,378	268,956,525
EXCESS (DEFICIENCY) OF REVENUES			
OVER (UNDER) EXPENDITURES	(3,330,692)	(3,697,789)	151,358
OTHER FINANCING SOURCES (USES)			
Interfund Transfers In	85,000	-	-
Interfund Transfers Out	-	(275,534)	-
Total Other Financing Sources (Uses)	85,000	(275,534)	-
NET CHANGES IN FUND BALANCE			
	\$ (3,245,692)	\$ (3,973,323)	151,358
Fund Balance - Beginning of Year			58,889,023
FUND BALANCE - END OF YEAR			
			\$ 59,040,381

See accompanying Notes to Required Supplementary Information.

**VENTURA UNIFIED SCHOOL DISTRICT
SCHEDULE OF CHANGES IN THE TOTAL OPEB LIABILITY AND RELATED RATIOS
RETIREE BENEFITS PLAN
YEAR ENDED JUNE 30, 2024**

Retiree Health Plan	2024	2023	2022	2021
	6/30/2023	6/30/2022	6/30/2021	6/30/2020
Measurement Period				
Changes for the Year				
Interest Cost	\$ 211,415	\$ 154,514	\$ 248,783	\$ 291,550
Differences Between Expected and Actual Experience	(591,438)	-	(198,859)	62,576
Changes in Assumptions	(167,176)	(430,721)	(971,849)	64,411
Benefit Payments	(2,331,857)	(1,236,711)	(1,446,511)	(1,583,294)
Net Changes	(2,879,056)	(1,512,918)	(2,368,436)	(1,164,757)
Beginning Balance	6,189,904	7,702,822	10,071,258	11,236,015
Ending Balance	<u>\$ 3,310,848</u>	<u>\$ 6,189,904</u>	<u>\$ 7,702,822</u>	<u>\$ 10,071,258</u>
District's Covered Payroll *	\$ -	\$ -	\$ -	\$ -
Total OPEB Liability as a Percentage of its Covered Payroll *	N/A	N/A	N/A	N/A
	2020	2019	2018	
Measurement Period	6/30/2019	6/30/2018	6/30/2017	
Changes for the Year				
Interest Cost	\$ 395,879	\$ 451,404	\$ 420,523	
Differences Between Expected and Actual Experience	(394,178)	(258,139)	64,006	
Changes in Assumptions	(1,265,386)	90,695	331,403	
Benefit Payments	(1,558,257)	(1,562,940)	(2,093,860)	
Net Changes	(2,821,942)	(1,278,980)	(1,277,928)	
Beginning Balance	14,057,957	15,336,937	16,614,865	
Ending Balance	<u>\$ 11,236,015</u>	<u>\$ 14,057,957</u>	<u>\$ 15,336,937</u>	
District's Covered Payroll *	\$ -	\$ -	\$ -	
Total OPEB Liability as a Percentage of its Covered Payroll *	N/A	N/A	N/A	

* Since the plan is limited to individuals who retired as of June 30, 1993 and there are no active members eligible, there is no applicable covered payroll amount.

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

See accompanying Notes to Required Supplementary Information.

**VENTURA UNIFIED SCHOOL DISTRICT
SCHEDULE OF PROPORTIONATE SHARE OF THE NET OPEB LIABILITY
MEDICARE PREMIUM PAYMENT PLAN
YEAR ENDED JUNE 30, 2024**

Medicare Premium Payment Program	2024	2023	2022	2021
Measurement Date	6/30/2023	6/30/2022	6/30/2021	6/30/2020
District's Proportion of the Net OPEB Liability	0.236%	0.230%	0.243%	0.208%
District's Proportionate Share of the Net OPEB Liability	\$ 716,111	\$ 757,646	\$ 970,773	\$ 881,473
District's Covered Payroll *	\$ -	\$ -	\$ -	\$ -
Net OPEB liability as a Percentage of Covered Payroll *	N/A	N/A	N/A	N/A
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	-0.96%	-0.94%	-0.80%	-0.71%
	2020	2019	2018	
Measurement Date	6/30/2019	6/30/2018	6/30/2017	
District's Proportion of the Net OPEB Liability	0.214%	0.220%	0.640%	
District's Proportionate Share of the Net OPEB Liability	\$ 796,930	\$ 842,092	\$ 2,692,530	
District's Covered Payroll *	\$ -	\$ -	\$ -	
Net OPEB liability as a Percentage of Covered Payroll *	N/A	N/A	N/A	
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	-0.81%	-0.40%	0.01%	

Note: Accounting standards require presentation of 10 years of information. However, the information in this schedule is required to be presented retroactively. Years will be added to this schedule as future data becomes available.

* Plan participants are limited to retirees; therefore covered payroll is zero.

See accompanying Notes to Required Supplementary Information.

**VENTURA UNIFIED SCHOOL DISTRICT
SCHEDULE OF CHANGES IN TOTAL PENSION LIABILITY AND PENSION LIABILITY AS A
PERCENTAGE OF COVERED PAYROLL
DEFERRED COMPENSATION PLAN
YEAR ENDED JUNE 30, 2024**

Deferred Compensation Plan	2023	2023	2022	2021
Measurement Date	6/30/2023	6/30/2022	6/30/2021	6/30/2020
Changes for the Year:				
Interest	\$ 22,528	\$ 16,243	\$ 22,178	\$ 31,967
Differences Between Expected and Actual Experience	(37,304)	-	225,630	(265,915)
Changes of Assumptions	(2,677)	(45,896)	23,132	172,969
Benefit Payments	(181,935)	(228,603)	(288,033)	(215,868)
Net Change in Total Pension Liability	(199,388)	(258,256)	(17,093)	(276,847)
Beginning Balance - Total Pension Liability	701,486	959,742	976,835	1,253,682
Ending Balance - Total Pension Liability	<u>\$ 502,098</u>	<u>\$ 701,486</u>	<u>\$ 959,742</u>	<u>\$ 976,835</u>
District's Covered Payroll	N/A *	N/A *	N/A *	N/A *
Total Pension Liability as a Percentage of its Covered Payroll	N/A *	N/A *	N/A *	N/A *
	2020	2019	2018	2017
Measurement Date	6/30/2019	6/30/2018	6/30/2017	6/30/2016
Changes for the Year:				
Interest	\$ 39,748	\$ 49,862	\$ 49,314	\$ 74,878
Differences Between Expected and Actual Experience	-	(67,397)	-	(44,286)
Changes of Assumptions	9,421	7,457	(31,353)	85,002
Benefit Payments	(258,621)	(239,655)	(263,055)	(362,712)
Net Change in Total Pension Liability	(209,452)	(249,733)	(245,094)	(247,118)
Beginning Balance - Total Pension Liability	1,463,134	1,712,867	1,957,961	\$ 2,205,079
Ending Balance - Total Pension Liability	<u>\$ 1,253,682</u>	<u>\$ 1,463,134</u>	<u>\$ 1,712,867</u>	<u>\$ 1,957,961</u>
District's Covered Payroll	9,333,717	N/A *	N/A *	N/A *
Total Pension Liability as a Percentage of its Covered Payroll	13%	N/A *	N/A *	N/A *

* Covered Payroll was not readily available

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

See accompanying Notes to Required Supplementary Information.

**VENTURA UNIFIED SCHOOL DISTRICT
SCHEDULE OF DISTRICT'S PROPORTIONATE
SHARE OF NET PENSION LIABILITY
YEAR ENDED JUNE 30, 2024**

CalSTRS - STRP	2024	2023	2022	2021	2020
Measurement Date	6/30/2023	6/30/2022	6/30/2021	6/30/2020	6/30/2019
District's Proportion of the Net Pension Liability (NPL)	0.136%	0.132%	0.139%	0.137%	0.139%
District's Proportionate Share of the NPL	\$103,578,960	\$ 91,721,520	\$ 63,256,120	\$132,765,330	\$125,539,240
State's Proportionate Share of the NPL Associated with the District	49,628,489	45,934,406	31,828,689	68,439,989	68,490,590
Total	<u>\$153,207,449</u>	<u>\$137,655,926</u>	<u>\$ 95,084,809</u>	<u>\$201,205,319</u>	<u>\$194,029,830</u>
District's Covered Payroll	\$ 84,420,000	\$ 78,050,000	\$ 75,840,000	\$ 75,530,000	\$ 76,140,000
District's Proportionate Share of the NPL as a Percentage of its Covered Payroll	123%	118%	83%	176%	165%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	81%	81%	87%	72%	73%
	2019	2018	2017	2016	2015
Measurement Date	6/30/2018	6/30/2017	6/30/2016	6/30/2015	6/30/2014
District's Proportion of the NPL	0.140%	0.142%	0.147%	0.156%	0.134%
District's Proportionate Share of the NPL	\$128,669,800	\$131,321,600	\$118,895,070	\$105,025,440	\$ 78,305,580
State's Proportionate Share of the NPL Associated with the District	73,669,839	77,689,382	67,694,808	55,546,731	47,284,765
Total	<u>\$202,339,639</u>	<u>\$209,010,982</u>	<u>\$186,589,878</u>	<u>\$160,572,171</u>	<u>\$125,590,345</u>
District's Covered Payroll	\$ 75,585,000	\$ 75,125,000	\$ 74,460,000	\$ 70,710,000	\$ 66,700,000
District's Proportionate Share of the NPL as a Percentage of its Covered Payroll	170%	175%	160%	149%	117%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	71%	69%	70%	74%	77%

See accompanying Notes to Required Supplementary Information.

**VENTURA UNIFIED SCHOOL DISTRICT
SCHEDULE OF DISTRICT'S PROPORTIONATE
SHARE OF NET PENSION LIABILITY (CONTINUED)
YEAR ENDED JUNE 30, 2024**

CalPERS - Schools Pool Plan	2024	2023	2022	2021	2020
Measurement Period	6/30/2023	6/30/2022	6/30/2021	6/30/2020	6/30/2019
District's Proportion of the Net Pension Liability (NPL)	0.2275%	0.2147%	0.2077%	0.2175%	0.2183%
District's Proportionate Share of the NPL	\$ 82,352,470	\$ 73,876,306	\$ 42,234,615	\$ 66,735,690	\$ 63,621,901
District's Covered Payroll	\$ 39,480,000	\$ 33,150,000	\$ 29,930,000	\$ 31,560,000	\$ 30,410,000
District's Proportionate Share of the NPL as a Percentage of its Covered Payroll	209%	223%	141%	211%	209%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	70%	70%	81%	70%	70%
	2019	2018	2017	2016	2015
Measurement Period	6/30/2018	6/30/2017	6/30/2016	6/30/2015	6/30/2014
District's Proportion of the NPL	0.2256%	0.2293%	0.2334%	0.2390%	0.2382%
District's Proportionate Share of the NPL	\$ 60,152,062	\$ 54,739,962	\$ 46,096,644	\$ 35,228,836	\$ 27,041,500
District's Covered Payroll	\$ 30,145,000	\$ 29,175,000	\$ 27,950,000	\$ 26,450,000	\$ 25,000,000
District's Proportionate Share of the NPL as a Percentage of its Covered Payroll	200%	188%	165%	133%	108%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	71%	72%	74%	79%	83%

See accompanying Notes to Required Supplementary Information.

**VENTURA UNIFIED SCHOOL DISTRICT
SCHEDULE OF DISTRICT CONTRIBUTIONS
YEAR ENDED JUNE 30, 2024**

CalSTRS - STRP	2024	2023	2022	2021	2020
Contractually Required Contribution	\$ 16,798,694	\$ 16,123,664	\$ 13,205,335	\$ 12,248,036	\$ 12,916,215
Contributions in Relation to the Contractually Required Contribution	16,798,694	16,123,664	13,205,335	12,248,036	12,916,215
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's Covered Payroll	\$ 87,950,000	\$ 84,420,000	\$ 78,050,000	\$ 75,840,000	\$ 75,530,000
Contributions as a Percentage of Covered Payroll	19.10%	19.10%	16.92%	16.15%	17.10%
	2019	2018	2017	2016	2015
Contractually Required Contribution	\$ 12,395,923	\$ 10,906,789	\$ 9,450,804	\$ 7,989,196	\$ 6,278,689
Contributions in Relation to the Contractually Required Contribution	12,395,923	10,906,789	9,450,804	7,989,196	6,278,689
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's Covered Payroll	\$ 76,140,000	\$ 75,585,000	\$ 75,125,000	\$ 74,460,000	\$ 70,710,000
Contributions as a Percentage of Covered Payroll	16.28%	14.43%	12.58%	10.73%	8.88%

See accompanying Notes to Required Supplementary Information.

**VENTURA UNIFIED SCHOOL DISTRICT
SCHEDULE OF DISTRICT CONTRIBUTIONS (CONTINUED)
YEAR ENDED JUNE 30, 2024**

CalPERS - Schools Pool Plan	2024	2023	2022	2021	2020
Contractually Required Contribution	\$ 12,702,769	\$ 10,015,497	\$ 7,594,880	\$ 6,195,893	\$ 6,223,707
Contributions in Relation to the					
Contractually Required Contribution	12,702,769	10,015,497	7,594,880	6,195,893	6,223,707
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -
District's Covered Payroll	\$ 47,610,000	\$ 39,480,000	\$ 33,150,000	\$ 29,930,000	\$ 31,560,000
Contributions as a Percentage of Covered Payroll	26.68%	25.37%	22.91%	20.70%	19.72%
	2019	2018	2017	2016	2015
Contractually Required Contribution	\$ 5,491,903	\$ 4,681,300	\$ 4,051,427	\$ 3,312,194	\$ 3,113,265
Contributions in Relation to the					
Contractually Required Contribution	5,491,903	4,681,300	4,051,427	3,312,194	3,113,265
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -
District's Covered Payroll	\$ 30,410,000	\$ 30,145,000	\$ 29,175,000	\$ 27,950,000	\$ 26,450,000
Contributions as a Percentage of Covered Payroll	18.06%	15.53%	13.89%	11.85%	11.77%

See accompanying Notes to Required Supplementary Information.

**VENTURA UNIFIED SCHOOL DISTRICT
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2024**

NOTE 1 PURPOSE OF SCHEDULES

Schedules of Budgetary Comparison for the General Fund

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

Schedules of Changes in the Total OPEB Liability and Related Ratios – Retiree Benefits Plan

The schedule is intended to show trends about the changes in the District's actuarially determined liability for postemployment benefits other than pension associated with the District's retiree benefits plan.

Benefit changes – None

Changes of Assumptions:

June 30, 2023 Measurement Period:

The District applied a new discount rate increasing the rate from 3.69% to 3.86.

June 30, 2022 Measurement Period:

The District applied a new discount rate increasing the rate from 2.18% to 3.69%.

June 30, 2021 Measurement Period:

The District applied a new discount rate decreasing the rate from 2.66% to 2.18%. Assumptions for healthcare trend rate decreased from 7.15% to 5.72%.

June 30, 2020 Measurement Period:

The District applied a new discount rate decreasing the rate from 2.79% to 2.66%.

June 30, 2019 Measurement Period:

The District adopted new mortality assumptions and new mortality tables for the plan. Assumptions for discount rate was reduced from 2.98% to 2.79%. Assumptions for healthcare trend rate was reduced from 8.00% to 7.15%.

June 30, 2018 Measurement Period:

The District applied a new discount rate decreasing the rate from 3.10% to 2.98%.

As of June 30, 2024, the District has not accumulated assets in an irrevocable trust dedicated to providing benefits to retirees in accordance with the terms of the Plan and that are legally protected from creditors.

**VENTURA UNIFIED SCHOOL DISTRICT
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2024**

NOTE 1 PURPOSE OF SCHEDULES (CONTINUED)

Schedule of the District's Proportionate Share of the Net OPEB Liability – Medicare Premium Payment Plan

The schedule is intended to show trends about the changes in the District's actuarially determined liability for the Medicare Premium Payment plan. In the future, as data becomes available, 10 years of information will be presented.

Benefit changes – None

Changes of Assumptions:

June 30, 2023 Measurement Period:

CalSTRS applied a new discount rate decreasing the rate from 3.54% to 3.65%.

June 30, 2022 Measurement Period:

CalSTRS applied a new discount rate decreasing the rate from 2.16% to 3.54%.

June 30, 2021 Measurement Period:

CalSTRS applied a new discount rate decreasing the rate from 2.21% to 2.16%.

June 30, 2020 Measurement Period:

CalSTRS Board adopted a new experience study which updated assumptions for termination rates and service rates. CalSTRS also applied a new discount rate decreasing the rate from 3.50% to 2.21%.

June 30, 2019 Measurement Period:

CalSTRS applied a new discount rate decreasing the rate from 3.87% to 3.50%.

June 30, 2018 Measurement Period:

CalSTRS applied a new discount rate increasing the rate from 3.58% to 3.87%.

**VENTURA UNIFIED SCHOOL DISTRICT
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2024**

NOTE 1 PURPOSE OF SCHEDULES (CONTINUED)

Schedule of Changes in the Total Pension Liability and Total Pension Liability as a Percentage of Covered Payroll – Deferred Compensation Plan

The schedule presents information on the changes in the District's total pension liability for the Deferred Compensation plan and the total pension liability as a percentage of covered payroll. In the future, as data becomes available, 10 years of information will be presented.

Benefit changes – None

Changes of Assumptions:

June 30, 2023 Measurement Period:

The District applied a new discount rate increasing the rate from 3.69% to 3.86%.

June 30, 2022 Measurement Period:

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

June 30, 2021 Measurement Period:

The District applied a new discount rate decreasing the rate from 2.66% to 1.92%.

June 30, 2020 Measurement Period:

The District applied a new discount rate decreasing the rate from 2.79% to 2.66%.

June 30, 2019 Measurement Period:

The District applied a new discount rate decreasing the rate from 2.98% to 2.79%.

June 30, 2018 Measurement Period:

The District applied a new discount rate increasing the rate from 2.70% to 2.98%.

June 30, 2017 Measurement Period:

The District applied a new discount rate decreasing the rate from 3.13% to 2.70%.

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

The schedule presents information on the District's proportionate share of the net pension liability, the plans' fiduciary net position and, when applicable, the state's proportionate share of the net pension liability associated with the District for the last 10 years.

Benefit changes – None

Changes of Assumptions:

June 30, 2022 Measurement Period

CalPERS Board adopted new mortality assumptions and new mortality tables for the plan. Assumption for inflation rate was reduced from 2.50% to 2.30%. A new discount rate was applied decreasing the rate from 7.15% to 6.90%.

June 30, 2020 Measurement Period

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

**VENTURA UNIFIED SCHOOL DISTRICT
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2024**

NOTE 1 PURPOSE OF SCHEDULES (CONTINUED)

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

Changes of Assumptions: (Continued)

June 30, 2019 Measurement Period

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

June 30, 2018 Measurement Period

CalSTRS Board adopted new mortality assumptions and new mortality tables for the plan. Assumption for inflation rate was reduced from 3.00% to 2.75%. Assumption for payroll growth was reduced from 3.75% to 3.50%. CalPERS applied a new discount rate decreasing the rate from 7.65% to 7.15%.

June 30, 2016 Measurement Period

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

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

The schedule presents information on the District's required contribution, the amounts actually contributed and any excess or deficiency related to the required contribution for the last 10 years.

NOTE 2 EXCESS OF EXPENDITURES OVER APPROPRIATIONS

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

Certificated Salaries	\$ 73,236
Classified Salaries	3,027,909
Employee Benefits	9,114,656
Debt Service	455,266

SUPPLEMENTARY INFORMATION

**VENTURA UNIFIED SCHOOL DISTRICT
SCHEDULE OF AVERAGE DAILY ATTENDANCE (ADA)
YEAR ENDED JUNE 30, 2024**

	Second Period Certificate # 55E447C6	Annual Certificate # 7F31AA5
Grades Transitional Kindergarten Through Third:		
Regular ADA	3,908.14	3,933.42
Special Education - Nonpublic, Nonsectarian Schools	6.31	9.62
Total Grades Transitional Kindergarten Through Third ADA	<u>3,914.45</u>	<u>3,943.04</u>
Grades Four Through Six:		
Regular ADA	2,985.08	2,989.11
Special Education - Nonpublic, Nonsectarian Schools	5.68	7.53
Total Grades Four Through Six ADA	<u>2,990.76</u>	<u>2,996.64</u>
Grades Seven and Eight:		
Regular ADA	2,000.10	2,003.57
Special Education - Nonpublic, Nonsectarian Schools	4.45	6.57
Total Grades Seven and Eight ADA	<u>2,004.55</u>	<u>2,010.14</u>
Grades Nine Through Twelve:		
Regular ADA	4,652.49	4,634.81
Special Education - Nonpublic, Nonsectarian Schools	5.50	7.96
Total Grades Nine Through Twelve ADA	<u>4,657.99</u>	<u>4,642.77</u>
Total ADA	<u>13,567.75</u>	<u>13,592.59</u>

**VENTURA UNIFIED SCHOOL DISTRICT
SCHEDULE OF INSTRUCTIONAL TIME
YEAR ENDED JUNE 30, 2024**

Grade Level	Minutes Requirements	Minutes Offered	Days Offered Traditional	Status
Kindergarten	36,000	37,380	180	In Compliance
Grade 1	50,400	50,400	180	In Compliance
Grade 2	50,400	50,400	180	In Compliance
Grade 3	50,400	50,400	180	In Compliance
Grade 4	54,000	54,000	180	In Compliance
Grade 5	54,000	54,000	180	In Compliance
Grade 6	54,000	54,000	180	In Compliance
Grade 7	54,000	54,000	180	In Compliance
Grade 8	54,000	54,000	180	In Compliance
Grade 9	64,800	64,893	180	In Compliance
Grade 10	64,800	64,893	180	In Compliance
Grade 11	64,800	64,893	180	In Compliance
Grade 12	64,800	64,893	180	In Compliance

**VENTURA UNIFIED SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2024**

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Total Federal Expenditures	Passed Through to Subrecipients
United States Department of Agriculture				
Pass-Through Programs From California Department of Education (CDE):				
Child Nutrition Cluster:				
National School Lunch Program	10.555	13396	\$ 4,212,180	\$ -
National School Lunch Program - Commodities	10.555	13524	506,253	-
Subtotal: Child Nutrition Cluster			<u>4,718,433</u>	<u>-</u>
Pass-Through Programs From County of Ventura:				
Supplemental Nutrition Assistance Program Cluster	10.561	(1)	2,371	-
Total: United States Department of Agriculture			<u>4,720,804</u>	<u>-</u>
United States Department of Commerce				
Marine Sanctuary Program	11.429	(1)	103,195	-
Total: United States Department of Commerce			<u>103,195</u>	<u>-</u>
United States Department of Education				
Direct Programs:				
Student Financial Aid Cluster:				
Federal Direct Student Loans	84.268	(1)	51,819	-
Federal Pell Grant	84.063	(1)	61,478	-
Subtotal: Student Financial Aid Cluster			<u>113,297</u>	<u>-</u>
Other Programs:				
Indian Education Grants	84.060	(1)	90,289	-
Subtotal: Direct Programs			<u>90,289</u>	<u>-</u>
Pass-Through Programs From CDE:				
Education Stabilization Fund (ESF):				
COVID-19 - ESSER III	84.425U	15559	9,488,884	-
COVID-19 - ESSER III - Learning Loss	84.425U	10155	1,893,239	-
COVID-19 - Expanded Learning Opportunities (ELO)				
Grant ESSER II	84.425D	15618	1,868	-
COVID-19 - ELO Grant GEER II	84.425C	15619	294,129	-
COVID-19 - ELO ESSER III State Reserve, Emergency Needs	84.425U	15620	912,146	-
COVID-19 - ELO ESSER III State Reserve, Learning Loss	84.425U	15621	1,709,205	-
COVID-19 - ARP Homeless Children and Youth II	84.425U	15566	113,117	-
Subtotal: Education Stabilization Fund			<u>14,412,588</u>	<u>-</u>
Special Education Cluster:				
Grants to States (IDEA, Part B)	84.027	13379	3,623,752	-
Preschool Grants (IDEA, Part B)	84.173	13430	100,874	-
Subtotal: Special Education Cluster			<u>3,724,626</u>	<u>-</u>

**VENTURA UNIFIED SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
YEAR ENDED JUNE 30, 2024**

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Total Federal Expenditures	Passed Through to Subrecipients
United States Department of Education (Continued)				
Pass-Through Programs From CDE:				
Adult Education:				
Adult Education - Institutionalized Adults	84.002	13971	\$ 21,744	\$ -
Adult Education - Adult Secondary Education	84.002	13978	182,937	-
Adult Education - English Literacy and Civics	84.002A	14109	95,701	-
Adult Education - Adult Basic Education and ESL	84.002A	14508	235,994	-
Total Adult Education			<u>536,376</u>	<u>-</u>
Title I:				
Title I, Part A - Low Income and Neglected	84.010	14329	2,736,391	-
ESSA: School Improvement Funding for LEAs	84.010	15438	187,959	-
Total Title I			<u>2,924,350</u>	<u>-</u>
Other Programs:				
Title II, Part A, Supporting Effective Instruction	84.367	14341	477,201	-
Title III, English Learner Student Program	84.365	14346	329,485	-
Title IV, Part A, Student Support and Academic Enrichment Grants	84.424	15396	293,390	-
Title IV, Part B - 21st Century Community Learning Centers	84.287	14349	604,638	-
Strengthening Career and Technical Education for the 21st Century (Perkins V): Secondary, Section 131	84.048	14894	146,098	-
Workability II, Transition Partnership	84.126	10006	295,596	-
Subtotal: Pass-Through Programs			<u>23,744,348</u>	<u>-</u>
Total: United States Department of Education			<u>23,947,934</u>	<u>-</u>
Total Federal Expenditures			<u>\$ 28,771,933</u>	<u>\$ -</u>
Reconciliation to Federal Revenue				
Total Federal Program Expenditures				\$ 28,771,933
Revenues in Excess (Deficiency) of Expenditures				
Related to Federal Entitlements:				
Supply Chain Assistance Funds				<u>949,774</u>
Total Federal Program Revenue				<u>\$ 29,721,707</u>

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

The District is the recipient of a federal program that does not result in cash receipts or disbursements. The District was granted \$506,253 of commodities under the National School Lunch Program (Assistance Listing 10.555).

**VENTURA UNIFIED SCHOOL DISTRICT
SCHEDULE OF FINANCIAL TRENDS AND ANALYSIS
YEAR ENDED JUNE 30, 2024**

	(Budgeted) 2025	2024	2023	2022
REVENUE				
LCFF Sources	\$ 180,022,623	\$ 186,137,045	\$ 177,960,562	\$ 159,851,854
Federal Sources	8,916,406	23,403,827	17,553,221	13,798,958
Other State Sources	30,055,195	36,160,890	53,440,664	27,879,636
Other Local Sources	21,072,890	23,406,121	21,253,642	18,479,047
Proceeds from Leases	-	-	-	52,117
Interfund Transfers In	-	-	-	-
Total Revenue	<u>240,067,114</u>	<u>269,107,883</u>	<u>270,208,089</u>	<u>220,061,612</u>
EXPENDITURES				
Certificated Salaries	88,832,547	89,389,493	88,428,253	80,418,879
Classified Salaries	47,206,521	47,409,754	40,293,314	34,144,620
Employee Benefits	69,889,129	76,930,682	62,607,110	57,637,896
Books and Supplies	8,818,146	13,902,870	14,625,951	12,660,467
Services and Other				
Operating Expenditures	26,073,396	33,147,942	29,643,522	26,258,493
Capital Outlay	6,025,291	3,116,714	1,885,349	2,124,524
Other Outgo	4,588,708	4,603,804	4,775,020	6,570,292
Debt Service	-	455,266	653,190	637,804
Interfund Transfers Out	-	-	-	-
Total Expenditures	<u>251,433,738</u>	<u>268,956,525</u>	<u>242,911,709</u>	<u>220,452,975</u>
NET CHANGE IN FUND BALANCE	<u>\$ (11,366,624)</u>	<u>\$ 151,358</u>	<u>\$ 27,296,380</u>	<u>\$ (391,363)</u>
FUND BALANCE - END OF YEAR	<u>\$ 47,673,757</u>	<u>\$ 59,040,381</u>	<u>\$ 58,889,023</u>	<u>\$ 31,592,643</u>
Available Reserve	<u>\$ 14,669,831</u>	<u>\$ 16,032,466</u>	<u>\$ 15,406,600</u>	<u>\$ 19,160,011</u>
Available Reserve Percentage	5.8%	6.0%	6.3%	8.7%
ADA	<u>13,373</u>	<u>13,568</u>	<u>13,730</u>	<u>13,804</u>
Total Long-term Liabilities	<u>\$ 325,134,963</u>	<u>\$ 341,887,902</u>	<u>\$ 329,036,609</u>	<u>\$ 256,237,426</u>

Available reserves are those amounts reserved for economic uncertainty and any other remaining unassigned fund balance from the General Fund. For a District this size, the state recommends a 3% reserve of total General Fund expenditures, transfers out and other uses. For the year ended June 30, 2024, the District has met this requirement.

The 2025 budget is the original budget adopted on June 25, 2024.

**VENTURA UNIFIED SCHOOL DISTRICT
SCHEDULE OF CHARTER SCHOOLS
YEAR ENDED JUNE 30, 2024**

The district is not the granting agency for any Charter Schools.

**VENTURA UNIFIED SCHOOL DISTRICT
RECONCILIATION OF THE ANNUAL FINANCIAL AND
BUDGET REPORT WITH THE AUDITED FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024**

	<u>Building Fund</u>
June 30, 2024 Annual Financial and Budget Report Fund Balance	\$ 105,663,037
Adjustments and Reclassifications:	
Post Closing Entry - Lease Receivable and Deferred Inflows of Resources Related to Leases.	<u>(11,805)</u>
June 30, 2024 Audited Financial Statement Fund Balance	<u><u>\$ 105,651,232</u></u>

**VENTURA UNIFIED SCHOOL DISTRICT
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2024**

	Student Activity Fund	Adult Education Fund	Child Development Fund	Cafeteria Fund
ASSETS				
Cash in County Treasury	\$ -	\$ 7,923,422	\$ 1,758,931	\$ 670,316
Cash on Hand and in Banks	1,670,363	-	-	363,950
Accounts Receivable	-	792,051	83,943	2,016,502
Due from Other Funds	-	-	-	1,062,337
Stores	68,813	-	-	64,341
	<u>68,813</u>	<u>-</u>	<u>-</u>	<u>64,341</u>
Total Assets	<u>\$ 1,739,176</u>	<u>\$ 8,715,473</u>	<u>\$ 1,842,874</u>	<u>\$ 4,177,446</u>
LIABILITIES AND FUND BALANCE				
LIABILITIES				
Accounts Payable	\$ -	\$ 189,750	\$ 31,804	\$ 16,892
Due to Other Funds	-	265,551	132,856	329,255
Unearned Revenue	-	-	1,057,102	-
Total Liabilities	<u>-</u>	<u>455,301</u>	<u>1,221,762</u>	<u>346,147</u>
FUND BALANCE				
Nonspendable	68,813	-	-	64,341
Restricted	1,670,363	1,502,970	621,112	3,766,958
Committed	-	6,757,202	-	-
Total Fund Balance	<u>1,739,176</u>	<u>8,260,172</u>	<u>621,112</u>	<u>3,831,299</u>
Total Liabilities and Fund Balance	<u>\$ 1,739,176</u>	<u>\$ 8,715,473</u>	<u>\$ 1,842,874</u>	<u>\$ 4,177,446</u>

See accompanying Note to Optional Supplementary Information.

**VENTURA UNIFIED SCHOOL DISTRICT
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2024**

	Capital Facilities Fund	Bond Interest and Redemption Fund	Total Nonmajor Governmental Funds
ASSETS			
Cash in County Treasury	\$ 3,776,451	\$ 20,863,379	\$ 34,992,499
Cash on Hand and in Banks	-	-	2,034,313
Accounts Receivable	78,027	381,418	3,351,941
Due from Other Funds	-	-	1,062,337
Stores	-	-	133,154
Total Assets	<u>\$ 3,854,478</u>	<u>\$ 21,244,797</u>	<u>\$ 41,574,244</u>
LIABILITIES AND FUND BALANCE			
LIABILITIES			
Accounts Payable	\$ 438,183	\$ -	\$ 676,629
Due to Other Funds	-	-	727,662
Unearned Revenue	-	-	1,057,102
Total Liabilities	438,183	-	2,461,393
FUND BALANCE			
Nonspendable	-	-	133,154
Restricted	3,416,295	21,244,797	32,222,495
Committed	-	-	6,757,202
Total Fund Balance	3,416,295	21,244,797	39,112,851
Total Liabilities and Fund Balance	<u>\$ 3,854,478</u>	<u>\$ 21,244,797</u>	<u>\$ 41,574,244</u>

See accompanying Note to Optional Supplementary Information.

VENTURA UNIFIED SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2024

	Student Activity Fund	Adult Education Fund	Child Development Fund	Cafeteria Fund
REVENUES				
Federal Sources	\$ -	\$ 688,179	\$ -	\$ 5,629,701
State Sources	-	5,375,287	3,085,694	5,451,370
Local Sources	2,223,885	978,080	137,262	165,924
Total Revenues	<u>2,223,885</u>	<u>7,041,546</u>	<u>3,222,956</u>	<u>11,246,995</u>
EXPENDITURES				
Instruction	-	3,368,833	2,192,633	-
Instruction - Related Services	-	1,790,641	260,955	-
Pupil Services	-	255,664	81,567	10,627,169
Ancillary Services	2,236,745	-	-	-
General Administration	-	252,536	127,572	327,851
Plant Services	-	406,499	-	-
Debt Service	-	-	-	-
Total Expenditures	<u>2,236,745</u>	<u>6,074,173</u>	<u>2,662,727</u>	<u>10,955,020</u>
NET CHANGES IN FUND BALANCE	(12,860)	967,373	560,229	291,975
Fund Balances - Beginning of Year	<u>1,752,036</u>	<u>7,292,799</u>	<u>60,883</u>	<u>3,539,324</u>
FUND BALANCES - END OF YEAR	<u>\$ 1,739,176</u>	<u>\$ 8,260,172</u>	<u>\$ 621,112</u>	<u>\$ 3,831,299</u>

VENTURA UNIFIED SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2024

	Capital Facilities Fund	Bond Interest and Redemption Fund	Total Nonmajor Governmental Funds
REVENUES			
Federal Sources	\$ -	\$ -	\$ 6,317,880
State Sources	-	102,182	14,014,533
Local Sources	1,397,521	19,292,266	24,194,938
Total Revenues	<u>1,397,521</u>	<u>19,394,448</u>	<u>44,527,351</u>
EXPENDITURES			
Instruction	-	-	5,561,466
Instruction - Related Services	-	-	2,051,596
Pupil Services	-	-	10,964,400
Ancillary Services	-	-	2,236,745
General Administration	-	-	707,959
Plant Services	1,745,849	-	2,152,348
Debt Service	-	8,387,267	8,387,267
Total Expenditures	<u>1,745,849</u>	<u>8,387,267</u>	<u>32,061,781</u>
NET CHANGES IN FUND BALANCE	(348,328)	11,007,181	12,465,570
Fund Balances - Beginning of Year	<u>3,764,623</u>	<u>10,237,616</u>	<u>26,647,281</u>
FUND BALANCES - END OF YEAR	<u>\$ 3,416,295</u>	<u>\$ 21,244,797</u>	<u>\$ 39,112,851</u>

**VENTURA UNIFIED SCHOOL DISTRICT
NOTE TO SUPPLEMENTARY INFORMATION
JUNE 30, 2024**

NOTE 1 PURPOSE OF SCHEDULES

Schedule of Average Daily Attendance (ADA)

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

Schedule of Instructional Time

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

Schedule of Expenditures of Federal Awards

Basis of Presentation

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal award activity of the District under programs of the federal government for the year ended June 30, 2024. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). Because the Schedule presents only a selected portion of operations of the District, it is not intended to and does not present the financial position, changes in net position, or cash flows of the District.

Summary of Significant Accounting Policies

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

Indirect Cost Rate

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

Schedule of Financial Trends and Analysis

The 2023-24 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting requires that this schedule be prepared showing financial trends of the general fund over the past three fiscal years as well as the current year budget. This report is intended to identify if the District faces potential fiscal problems and if they have met the recommended available reserve percentages.

**VENTURA UNIFIED SCHOOL DISTRICT
NOTE TO SUPPLEMENTARY INFORMATION
JUNE 30, 2024**

NOTE 1 PURPOSE OF SCHEDULES (CONTINUED)

Schedule of Charter Schools

The *2023-24 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting* requires that this schedule list all charter schools chartered by the District and inform the users whether or not the charter school information is included in the District's financial statements.

Reconciliation of Annual Financial and Budget Report with Audited Financial Statements

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

Combining Fund Financial Statements

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

OTHER INFORMATION

**VENTURA UNIFIED SCHOOL DISTRICT
LEA ORGANIZATION STRUCTURE
YEAR ENDED JUNE 30, 2024**

The Ventura Unified School District was formed effective July 1, 1966 as the result of a unification election held March 16, 1966 and action of the Ventura County Board of Supervisors at the meeting held March 30, 1966. The unified district encompasses the former Ventura Union High School District and its former component elementary districts, namely the Avenue, Mill Union, Mount, Buena Ventura School Districts and the Arnaz portion of the Nordhoff Union School District. The District includes an area of approximately 165 square miles, including the City of Ventura and surrounding area, in the western most portion of Ventura County. There were no changes in the boundaries of the District during the current year.

The District operates six pre-schools, sixteen elementary schools, two K-8 school, four middle schools, three comprehensive high schools, one continuation high schools, one independent study school, one opportunity school, one homestead school, one adult education school and one community day school.

The Board of Education and the District Administrators for the fiscal year ended June 30, 2024 were as follows:

BOARD OF EDUCATION

<u>Members</u>	<u>Office</u>	<u>Term Expires</u>
Dr. Jerry Dannenberg	President	December 2026
Mr. Calvin Peterson	Vice President	December 2026
Mr. James Forsythe	Member	December 2026
Ms. Alicia LaVere	Member	December 2024
Ms. Sabrena Rodriguez	Member	December 2024

DISTRICT ADMINISTRATORS

Dr. Antonio Castro	Superintendent
Dr. Ahsan Mirza	Assistant Superintendent, Business Services
Dr. Greg Bayless	Assistant Superintendent, Educational Services
Ms. Gina Wolowicz	Assistant Superintendent, Human Resources
Ms. Andrea Couch	Director of Classified Human Resources

OTHER INDEPENDENT AUDITORS' REPORTS



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

Board of Education
Ventura Unified School District
Ventura, 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, business-type activities, each major fund, and the aggregate remaining fund information of Ventura Unified School District (the District), as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated December 6, 2024.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the District's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

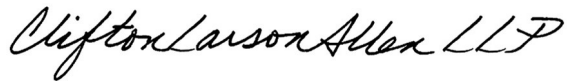
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of This Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in cursive script that reads "CliftonLarsonAllen LLP".

CliftonLarsonAllen LLP

Glendora, California
December 6, 2024



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

Board of Education
Ventura Unified School District
Ventura, California

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Ventura Unified School District's (the District) compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of the District's major federal programs for the year ended June 30, 2024. The District's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, the District complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 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; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditors' Responsibilities for the Audit of Compliance section of our report.

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

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to the District's federal programs.

Auditors' Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the District's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the District's compliance with the requirements of each major federal program as a whole.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the District's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the District's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control Over Compliance

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.



CliftonLarsonAllen LLP

Glendora, California
December 6, 2024



INDEPENDENT AUDITORS' REPORT ON STATE COMPLIANCE AND REPORT ON INTERNAL CONTROL OVER STATE COMPLIANCE

Board of Education
Ventura Unified School District
Ventura, California

Report on State Compliance

Opinion on State Compliance

We have audited the Ventura Unified School District's (the District) compliance with the types of compliance requirements applicable to the District described in the *2023-24 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*, published by the Education Audit Appeals Panel for the year ended June 30, 2024. The District's applicable state compliance requirements are identified in the table below.

In our opinion, the District complied, in all material respects, with the compliance requirements referred to above that are applicable to the District for the year ended June 30, 2024.

Basis for Opinion on State Compliance

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

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

Responsibilities of Management for State Compliance

Management is responsible for compliance with the requirements referred to above, and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the District's state programs.

Auditors' Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the District's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, and the *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 referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the District's compliance with the requirements of the state programs as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the *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 referred to above and performing such other procedures as we consider necessary in the circumstances;
- Obtain an understanding of the District's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the *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

Board of Education
Ventura Unified School District

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

<u>Description</u>	<u>Procedures Performed</u>
Attendance	Yes
Teacher Certification and Misassignments	Yes
Kindergarten Continuance	Yes
Independent Study	No ¹
Continuation Education	Yes
Instructional Time	Yes
Instructional Materials	Yes
Ratio of Administrative Employees to Teachers	Yes
Classroom Teacher Salaries	Yes
Early Retirement Incentive	Not Applicable
GANN Limit Calculation	Yes
School Accountability Report Card	Yes
Juvenile Court Schools	Not Applicable
Middle or Early College High Schools	Not Applicable
K-3 Grade Span Adjustment	Yes
Apprenticeship: Related and Supplemental Instruction	Not Applicable
Comprehensive School Safety Plan	Yes
District of Choice	Not Applicable
Home to School Transportation Reimbursement	Yes
Proposition 28 Arts and Music in Schools	Yes
After/Before School Education and Safety Program	Yes
Proper Expenditure of Education Protection Account Funds	Yes
Unduplicated Local Control Funding Formula Pupil Counts	Yes
Local Control and Accountability Plan	Yes
Independent Study-Course Based	Not Applicable
Immunizations	Yes
Educator Effectiveness	Yes
Expanded Learning Opportunities Grant (ELO-G)	No ²
Career Technical Education Incentive Grant	Yes
Expanded Learning Opportunities Program	Yes
Transitional Kindergarten	Yes
Charter Schools:	
Attendance	Not Applicable
Mode of Instruction	Not Applicable
Nonclassroom-Based Instruction/Independent Study	Not Applicable
Determination of Funding for Nonclassroom-Based Instruction	Not Applicable
Annual Instructional Minutes - Classroom Based	Not Applicable
Charter School Facility Grant Program	Not Applicable

¹ Testing was not performed because the ADA was under the level which requires testing.

² Testing was not performed because the District did not incur any expenditures within this program during the year.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identify during the audit.

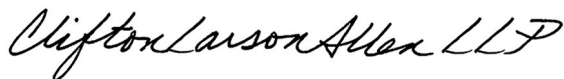
Report on Internal Control over Compliance

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that a material noncompliance with a compliance requirements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention from those charged with governance.

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

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

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.



CliftonLarsonAllen LLP

Glendora, California
December 6, 2024

FINDINGS AND QUESTIONED COSTS

**VENTURA UNIFIED SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2024**

Section I – Summary of Auditors' Results

Financial Statements

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

Federal Awards

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

Identification of Major Federal Programs

Assistance Listing Number(s)

84.425C, 84.425D, 84.425U

Name of Federal Program or Cluster

Education Stabilization Fund

Dollar threshold used to distinguish between Type A and Type B programs:

\$ 863,158

Auditee qualified as low-risk auditee?

_____ yes X no

**VENTURA UNIFIED SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
YEAR ENDED JUNE 30, 2024**

Section I – Summary of Auditors’ Results (Continued)

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

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

Section II – Financial Statement Findings

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

Section III – Findings and Questioned Costs – Major Federal Programs

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

Section IV – Findings and Questioned Costs – State Compliance

Our audit did not disclose any matters required to be reported in accordance with the *2023-24 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*.

**VENTURA UNIFIED SCHOOL DISTRICT
SCHEDULE OF PRIOR AUDIT FINDINGS
YEAR ENDED JUNE 30, 2024**

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

