



Financial Statements
June 30, 2024

Oxnard Union High School District



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Independent Auditor's Report

To the Governing Board
Oxnard Union High School District
Oxnard, California

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Oxnard Union High 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 accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Oxnard Union High School District, as of June 30, 2024, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States (*Government Auditing Standards*). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the 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.

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, schedule of changes in the District's net OPEB liability and related ratios, schedule of OPEB investment returns, schedule of the District's proportionate share of the net OPEB liability – MPP program, schedule of the District's proportionate share of the net pension liability - CalSTRS, schedule of the District's proportionate share of the net pension liability - CalPERS, schedule of the District's contributions - CalSTRS, and schedule of the District's contributions - CalPERS, 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 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*, combining non-major governmental fund financial statements, and other supplementary information listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with GAAS. In our opinion, the Schedule of Expenditures of Federal Awards, combining non-major governmental fund financial statements, and other supplementary information listed in the table of contents are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

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

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated March 19, 2025 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

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

Rancho Cucamonga, California
March 19, 2025

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www.oxnardunion.org

This section of Oxnard Union High School District's (the District) annual financial report presents our discussion and analysis of the District's financial performance during the fiscal year that ended on June 30, 2024, with comparative information for the year ended June 30, 2023. Please read it in conjunction with the District's financial statements, which immediately follow this section.

OVERVIEW OF THE FINANCIAL STATEMENTS

The Financial Statements

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

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

The *Fund Financial Statements* include statements for each of the two categories of activities: governmental and fiduciary.

- The *Governmental Funds* are prepared using the current financial resources measurement focus and modified accrual basis of accounting.
- The *Fiduciary Funds* are prepared using the economic resources measurement focus and the accrual basis of accounting.

Reconciliation of the Fund Financial Statements to the Government-Wide Financial Statements is provided to explain the differences created by the integrated approach.

The Primary unit of the government is the Oxnard Union High School District.

FINANCIAL HIGHLIGHTS OF THE PAST YEAR

Total General Fund revenues decreased by \$25,339,452 from the previous fiscal year. The following table shows major revenue sources for fiscal year 2023-2024 compared with fiscal year 2022-2023.

	2024	2023	Change
Local Control Funding Formula (includes property taxes)	\$ 241,844,862	\$ 228,780,471	\$ 13,064,391
Federal sources	12,665,832	27,187,936	(14,522,104)
Other State sources	27,587,850	57,571,803	(29,983,953)
Other local sources	28,630,752	22,528,538	6,102,214
Total	\$ 310,729,296	\$ 336,068,748	\$ (25,339,452)

Total General Fund expenditures increased by \$17,752,330 from the previous fiscal year. The following table shows expenditures for fiscal year 2023-2024 compared with fiscal year 2022-2023.

	2024		2023		Change	
	Amount	Percent of Total	Amount	Percent of Total	Amount	Percent Change
Certificated salaries	\$ 123,618,963	36%	\$ 116,191,134	37%	7,427,829	6%
Classified salaries	45,299,614	14%	37,241,394	12%	8,058,220	22%
Employee benefits	92,213,657	27%	84,664,853	27%	7,548,804	9%
Books and supplies	9,179,587	3%	12,414,253	4%	(3,234,666)	-26%
Services and other	39,377,032	12%	35,703,153	11%	3,673,879	10%
Other outgo	5,291,766	2%	4,303,958	1%	987,808	23%
Capital outlay and debt service	18,697,596	6%	25,407,140	8%	(6,709,544)	-26%
Total	\$ 333,678,215	100%	\$ 315,925,885	100%	\$ 17,752,330	6%

REPORTING THE DISTRICT AS A WHOLE

The Statement of Net Position and the Statement of Activities

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

These two statements report the District's net position and changes in them. Net position is the difference between assets and deferred outflows of resources, and liabilities and deferred inflows of resources, which is one way to measure the District's financial health, or financial position. Over time, increases or decreases in the District's net position will serve as a useful indicator of whether the financial position of the District is improving or deteriorating. Other factors to consider are changes in the District's property tax base and the condition of the District's facilities.

The relationship between revenues and expenses is the District's operating results. Since the governing board's responsibility is to provide services to our students and not to generate profit as commercial entities do, one must consider other factors when evaluating the overall health of the District. The quality of the education and the safety of our schools will likely be an important component in this evaluation.

In the *Statement of Net Position* and the *Statement of Activities*, we present the District activities as follows:

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

REPORTING THE DISTRICT'S MOST SIGNIFICANT FUNDS

Fund Financial Statements

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

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

THE DISTRICT AS TRUSTEE

Reporting the District's Fiduciary Responsibilities

The District is the trustee, or fiduciary, for funds held on behalf of others, like our funds for employee retiree benefits and foundation special reserve scholarships. The District's fiduciary activities are reported in the *Statement of Fiduciary Net Position* and the *Statement of Changes in Fiduciary Net Position*. We exclude these activities from the District's government-wide financial statements because the District cannot use these assets to finance its operations. The District is responsible for ensuring that the assets reported in these funds are used for their intended purposes.

THE DISTRICT AS A WHOLE

Net Position

The District's net position was \$21,534,167 for the fiscal year ended June 30, 2024. Of this amount, \$(224,299,394) was unrestricted deficit. Restricted net position is reported separately to show legal constraints from debt covenants and enabling legislation that limit the School Board's ability to use net position for day-to-day operations. Our analysis below, in summary form, focuses on the net position (Table 1) and change in net position (Table 2) of the District's governmental activities.

Table 1

	Governmental Activities	
	2024	2023
Assets		
Current and other assets	\$ 93,292,923	\$ 178,540,113
Capital assets	699,204,510	651,996,565
Total assets	792,497,433	830,536,678
Deferred outflows of resources	85,397,056	75,764,092
Liabilities		
Current liabilities	30,642,693	44,986,121
Long-term liabilities	808,911,715	816,760,805
Total liabilities	839,554,408	861,746,926
Deferred inflows of resources	16,805,914	29,584,502
Net Position		
Net investment in capital assets	196,127,184	160,270,491
Restricted	49,706,377	72,273,637
Unrestricted (deficit)	(224,299,394)	(217,574,786)
Total net position	\$ 21,534,167	\$ 14,969,342

The \$(224,299,394) in unrestricted (deficit) of governmental activities represents the accumulated results of all past years' operations.

Changes in Net Position

The results of this year's operations for the District as a whole are reported in the Statement of Activities on page 15. Table 2 takes the information from the Statement, rounds off the numbers, and rearranges them slightly so you can see our total revenues for the year.

Table 2

	Governmental Activities	
	2024	2023
Revenues		
Program revenues		
Charges for services	\$ 2,556,460	\$ 3,195,800
Operating grants and contributions	68,556,934	102,158,232
General revenues		
Federal and State aid not restricted	172,044,737	167,430,848
Property taxes	98,891,432	101,671,782
Other general revenues	23,477,857	18,408,763
Total revenues	<u>365,527,420</u>	<u>392,865,425</u>
Expenses		
Instruction-related	218,641,073	185,393,160
Pupil services	49,289,950	41,357,561
Administration	28,274,779	27,445,459
Plant services	31,483,994	27,683,661
All other services	31,272,799	31,191,568
Total expenses	<u>358,962,595</u>	<u>313,071,409</u>
Change in net position	<u>\$ 6,564,825</u>	<u>\$ 79,794,016</u>

Governmental Activities

As reported in the *Statement of Activities* on page 15, the cost of all of our governmental activities this year was \$358,962,595. However, the amount that our taxpayers ultimately financed for these activities through local taxes was \$98,891,432 because the cost was paid by those who benefited from the programs (\$2,556,460) or by other governments and organizations who subsidized certain programs with grants and contributions (\$68,556,934). We paid for the remaining "public benefit" portion of our governmental activities with \$172,044,737 in State and Federal funds, and \$23,477,857 with other revenues, like interest and general entitlements.

In Table 3, we have presented the net cost of each of the District's largest functions – instruction-related, pupil services, administration, plant services, and all other services. As discussed above, net cost shows the financial burden that was placed on the District's taxpayers by each of these functions. Providing this information allows our citizens to consider the cost of each function in comparison to the benefits they believe are provided by that function.

Table 3

	Total Cost of Services		Net Cost of Services	
	2024	2023	2024	2023
Instruction-related	\$ 218,641,073	\$ 185,393,160	\$ (184,236,923)	\$ (116,389,761)
Pupil services	49,289,950	41,357,561	(25,853,591)	(16,150,620)
Administration	28,274,779	27,445,459	(26,434,480)	(25,367,639)
Plant services	31,483,994	27,683,661	(31,194,513)	(25,109,863)
All other services	31,272,799	31,191,568	(20,129,694)	(24,699,494)
Total	<u>\$ 358,962,595</u>	<u>\$ 313,071,409</u>	<u>\$ (287,849,201)</u>	<u>\$ (207,717,377)</u>

THE DISTRICT'S FUNDS

As the District completed this year, our governmental funds reported a combined fund balance of \$69,199,358, which is a decrease of \$71,053,598 from last year (Table 4).

Table 4

Governmental Fund	Balances and Activity			
	June 30, 2023	Revenues and Other Financing Sources	Expenditures and Other Financing Uses	June 30, 2024
General Fund	\$ 50,250,451	\$ 311,656,421	\$ 339,678,215	\$ 22,228,657
Cafeteria Fund	12,098,498	16,132,726	12,651,642	15,579,582
Building Fund	21,657,376	501,450	22,158,822	4
Bond Interest and Redemption Fund	26,270,156	21,635,136	23,722,195	24,183,097
Student Activity Fund	2,245,294	4,359,130	4,494,496	2,109,928
Adult Education Fund	488,811	5,023,321	4,952,506	559,626
Capital Facilities Fund	4,296,085	7,776,686	8,113,340	3,959,431
County School Facilities Fund	236,704	2,208	238,912	-
Special Reserve Fund for Capital Outlay Projects	22,701,240	6,856,523	28,990,558	567,205
Debt Service Fund	8,341	2,351,137	2,347,650	11,828
Total	<u>\$ 140,252,956</u>	<u>\$ 376,294,738</u>	<u>\$ 447,348,336</u>	<u>\$ 69,199,358</u>

General Fund Budgetary Highlights

The District is required to adopt its budget by June 30 each year. This was prior to adoption of the State budget. Over the course of the year, the District revises its budget as it attempts to deal with unexpected changes in revenues and expenditures. After the year-end closing process is complete, the unaudited actuals are presented to the governing board. Budget adjustments are brought to the governing board on a regular basis to reflect changes in both revenues and expenditures that become known during the year. (A schedule showing the District's original and final budget amounts compared with amounts actually paid and received is provided in our annual report on page 69.)

CAPITAL ASSETS AND LONG-TERM LIABILITIES

Capital Assets

At June 30, 2024, the District had \$699,204,510 in a broad range of capital assets (net of depreciation and amortization), including land and construction in progress, buildings and improvements, furniture and equipment, right-to-use leased assets, and right-to-use subscription IT assets. This amount represents a net increase (including additions, deductions, depreciation, and amortization) of \$47,207,945, or 7.24%, from last year (Table 5).

Table 5

	Governmental Activities	
	2024	2023
Land and construction in progress	\$ 67,488,465	\$ 264,317,280
Buildings and improvements	604,102,080	364,347,409
Furniture and equipment	26,118,911	22,042,709
Right-to-use leased assets	1,067,852	308,097
Right-to-use subscription IT assets	427,202	981,070
Total	<u>\$ 699,204,510</u>	<u>\$ 651,996,565</u>

Long-Term Liabilities

At the end of this year, the District had \$808,911,715 in outstanding long-term liabilities versus \$816,760,805 last year, a decrease of \$816,760,805. Long-term liabilities consisted of:

Table 6

	Governmental Activities	
	2024	2023
Long-Term Liabilities		
General obligation bonds	\$ 429,579,313	\$ 437,851,065
Premium on issuance	29,212,268	30,944,999
Qualified energy conservation bonds	4,992,221	6,241,216
Certificates of participation	45,450,000	46,165,000
Premium on issuance	4,916,248	5,150,355
Leases	1,098,619	279,044
Compensated absences	3,586,344	3,323,226
Net OPEB liability	79,029,917	96,154,825
Aggregate net pension liability	211,046,785	190,651,075
Total	<u>\$ 808,911,715</u>	<u>\$ 816,760,805</u>

SIGNIFICANT ACCOMPLISHMENTS OF FISCAL YEAR 2023-2024 ARE NOTED BELOW:

- Construction of auxiliary areas including fields progressing for new comprehensive high school – Del Sol High School.
- Provided free meals to all students.
- Offered a 6.6% on schedule pay increase to employees as well as additional increases for employees on lower pay scales to meet cost of living adjustments.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

In considering the District Budget for the 2024-2025 year, the District Board of Education and management used the following criteria:

The key assumptions in our revenue forecast are:

- Local Control Funding Formula (LCFF) is projected to increase over prior year \$133 per Average Daily Attendance (ADA).
- LCFF entitlement per ADA \$12,460.
- Cost of Living Allowance (COLA) for LCFF is projected at 1.07%.

- LCFF is calculated based on 16,039 District Enrollment and an estimated ADA percentage of 89% to 90%.
- Unduplicated pupil three year rolling percentage at 71.63%.
- Federal revenues are projected to decrease due to the end of ESSER and ARP funding which was fully expended during the 2023-24 fiscal year.
- State revenues were projected to decrease due to prior year one-time funding allocations and grants fully expending.

Expenditures are based on the following forecasts:

	<u>Staffing Ratio</u>
Grades nine through twelve	30:1

- Teacher Student ratio was staffed at 30:1 for the comprehensive high schools and flat staffing for the alternative schools.
- Increase staff costs for step/column and longevity movement of approximately \$2 million.
- CalSTRS employer rate of 19.10% which is the same as the 2023-24 rate.
- CalPERS employer rate 27.05% an increase of over the 2023-24 rate of 26.68%.
- 2025 employee health and welfare increased by approximately 7% over 2024 calendar year.
- Required three percent (3%) contribution for Routine Restricted Maintenance Account.

CONTACTING THE DISTRICT’S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, students, and investors and creditors with a general overview of the District’s finances and to show the District’s accountability for the money it receives. If you have questions about this report or need any additional financial information contact the Assistant Superintendent Business Services at Oxnard Union High School District, 1800 Solar Drive, Oxnard, California 93030.

Oxnard Union High School District
Statement of Net Position
June 30, 2024

	<u>Governmental Activities</u>
Assets	
Deposits and investments	\$ 67,643,578
Receivables	25,242,252
Prepaid expense	55,688
Stores inventories	351,405
Capital assets not depreciated or amortized	67,488,465
Capital assets, net of accumulated depreciation and amortization	<u>631,716,045</u>
Total assets	<u>792,497,433</u>
Deferred Outflows of Resources	
Deferred charge on refunding	10,689,042
Deferred outflows of resources related to OPEB	201,613
Deferred outflows of resources related to pensions	<u>74,506,401</u>
Total deferred outflows of resources	<u>85,397,056</u>
Liabilities	
Accounts payable	22,332,544
Interest payable	6,549,128
Unearned revenue	1,761,021
Long-term liabilities	
Long-term liabilities other than OPEB and pensions due within one year	12,606,489
Long-term liabilities other than OPEB and pensions due in more than one year	506,228,524
Net other postemployment benefits (OPEB) liability	79,029,917
Aggregate net pension liability	<u>211,046,785</u>
Total liabilities	<u>839,554,408</u>
Deferred Inflows of Resources	
Deferred inflows of resources related to OPEB	7,814,864
Deferred inflows of resources related to pensions	<u>8,991,050</u>
Total deferred inflows of resources	<u>16,805,914</u>
Net Position	
Net investment in capital assets	196,127,184
Restricted for	
Debt service	17,645,797
Capital projects	3,959,431
Educational programs	9,874,250
Other restrictions	18,226,899
Unrestricted (deficit)	<u>(224,299,394)</u>
Total net position	<u>\$ 21,534,167</u>

Oxnard Union High School District

Statement of Activities

Year Ended June 30, 2024

Functions/Programs	Expenses	Program Revenues		Net (Expenses) Revenues and Changes in Net Position
		Charges for Services and Sales	Operating Grants and Contributions	Governmental Activities
Governmental Activities				
Instruction	\$ 180,516,950	\$ 537,206	\$ 26,959,825	\$ (153,019,919)
Instruction-related activities				
Supervision of instruction	4,863,241	58,770	3,295,063	(1,509,408)
Instructional library, media, and technology	2,381,495	11	54,343	(2,327,141)
School site administration	30,879,387	49,866	3,449,066	(27,380,455)
Pupil services				
Home-to-school transportation	3,554,596	86	273,621	(3,280,889)
Food services	12,930,846	198,753	14,571,922	1,839,829
All other pupil services	32,804,508	138,992	8,252,985	(24,412,531)
Administration				
Data processing	7,334,692	325	10,619	(7,323,748)
All other administration	20,940,087	27,173	1,802,182	(19,110,732)
Plant services	31,483,994	7,631	281,850	(31,194,513)
Ancillary services	9,781,363	-	4,481,348	(5,300,015)
Community services	306,981	-	-	(306,981)
Enterprise services	4,176	91	5,544	1,459
Interest on long-term liabilities	16,481,438	-	-	(16,481,438)
Other outgo	4,698,841	1,537,556	5,118,566	1,957,281
Total governmental activities	<u>\$ 358,962,595</u>	<u>\$ 2,556,460</u>	<u>\$ 68,556,934</u>	<u>(287,849,201)</u>
General Revenues and Subventions				
Property taxes, levied for general purposes				75,641,293
Property taxes, levied for debt service				20,646,952
Taxes levied for other specific purposes				2,603,187
Federal and State aid not restricted to specific purposes				172,044,737
Interest and investment earnings				2,110,327
Interagency revenues				1,657,372
Miscellaneous				19,710,158
Total general revenues and subventions				<u>294,414,026</u>
Change in Net Position				6,564,825
Net Position - Beginning				<u>14,969,342</u>
Net Position - Ending				<u>\$ 21,534,167</u>

Oxnard Union High School District

Balance Sheet – Governmental Funds

June 30, 2024

	General Fund	Cafeteria Fund	Building Fund
Assets			
Deposits and investments	\$ 22,115,643	\$ 14,414,104	\$ 1,253
Receivables	18,643,408	1,991,850	20,590
Due from other funds	2,680,689	82	-
Prepaid expenditures	55,688	-	-
Stores inventories	351,405	-	-
	<u> </u>	<u> </u>	<u> </u>
Total assets	<u>\$ 43,846,833</u>	<u>\$ 16,406,036</u>	<u>\$ 21,843</u>
Liabilities and Fund Balances			
Liabilities			
Accounts payable	\$ 19,855,453	65,263	\$ 1,249
Due to other funds	1,702	761,191	20,590
Unearned revenue	1,761,021	-	-
	<u> </u>	<u> </u>	<u> </u>
Total liabilities	<u>21,618,176</u>	<u>826,454</u>	<u>21,839</u>
Fund Balances			
Nonspendable	417,093	2,100	-
Restricted	9,874,250	15,577,482	4
Assigned	-	-	-
Unassigned	11,937,314	-	-
	<u> </u>	<u> </u>	<u> </u>
Total fund balances	<u>22,228,657</u>	<u>15,579,582</u>	<u>4</u>
	<u> </u>	<u> </u>	<u> </u>
Total liabilities and fund balances	<u>\$ 43,846,833</u>	<u>\$ 16,406,036</u>	<u>\$ 21,843</u>

Oxnard Union High School District

Balance Sheet – Governmental Funds

June 30, 2024

	Bond Interest and Redemption Fund	Non-Major Governmental Funds	Total Governmental Funds
Assets			
Deposits and investments	\$ 23,593,566	\$ 7,519,012	\$ 67,643,578
Receivables	589,531	3,996,873	25,242,252
Due from other funds	-	110,268	2,791,039
Prepaid expenditures	-	-	55,688
Stores inventories	-	-	351,405
Total assets	\$ 24,183,097	\$ 11,626,153	\$ 96,083,962
Liabilities and Fund Balances			
Liabilities			
Accounts payable	\$ -	\$ 2,410,579	\$ 22,332,544
Due to other funds	-	2,007,556	2,791,039
Unearned revenue	-	-	1,761,021
Total liabilities	-	4,418,135	26,884,604
Fund Balances			
Nonspendable	-	20,137	439,330
Restricted	24,183,097	6,620,676	56,255,509
Assigned	-	567,205	567,205
Unassigned	-	-	11,937,314
Total fund balances	24,183,097	7,208,018	69,199,358
Total liabilities and fund balances	\$ 24,183,097	\$ 11,626,153	\$ 96,083,962

Oxnard Union High School District
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position
June 30, 2024

Total Fund Balance - Governmental Funds	\$ 69,199,358
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Amounts Reported for Governmental Activities in the
Statement of Net Position are Different Because

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

The cost of capital assets is	\$ 952,601,159
Accumulated depreciation and amortization is	<u>(253,396,649)</u>

Net capital assets	699,204,510
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In governmental funds, unmatured interest on long-term
liabilities is recognized in the period when it is due. On the
government-wide financial statements, unmatured interest on
long-term liabilities is recognized when it is incurred.

(6,549,128)

Deferred outflows of resources represent a consumption of net
position in a future period and is not reported in the governmental
funds. Deferred outflows of resources amounted to and related to

Deferred charge on refunding	10,689,042
Other postemployment benefits (OPEB)	201,613
Net pension liability	<u>74,506,401</u>

Total deferred outflows of resources	85,397,056
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Deferred inflows of resources represent an acquisition of net position
that applies to a future period and is not reported in the governmental
funds. Deferred inflows of resources amount to and related to

Other postemployment benefits (OPEB)	(7,814,864)
Net pension liability	<u>(8,991,050)</u>

Total deferred inflows of resources	(16,805,914)
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Net pension liability is not due and payable in the current period,
and is not reported as a liability in the funds.

(211,046,785)

The District's OPEB liability is not due and payable in the current period,
and is not reported as a liability in the funds.

(79,029,917)

Oxnard Union High School District
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position
June 30, 2024

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

Long-term liabilities at year-end consist of

General obligation bonds	\$ (428,097,016)
Premium on issuance of general obligation bonds	(29,212,268)
Qualified energy conservation bonds	(4,992,221)
Certificates of participation	(45,450,000)
Premium on issuance of certificates of participation	(4,916,248)
Leases	(1,098,619)
Compensated absences	(3,586,344)

In addition, capital appreciation general obligation bonds were issued. The accretion of interest to date on the general obligation bonds is

(1,482,297)

Total long-term liabilities		<u>(518,835,013)</u>
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Total net position - governmental activities		<u><u>\$ 21,534,167</u></u>
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Oxnard Union High School District
Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds
Year Ended June 30, 2024

	General Fund	Cafeteria Fund	Building Fund	Special Reserve Fund for Capital Outlay Projects
Revenues				
Local Control Funding Formula (LCFF)	\$ 241,844,862	\$ -	\$ -	
Federal sources	12,665,832	9,549,570	-	
Other State sources	27,587,850	5,657,067	-	
Other local sources	28,630,752	926,089	501,450	
Total revenues	310,729,296	16,132,726	501,450	
Expenditures				
Current				
Instruction	176,212,962	-	-	
Instruction-related activities				
Supervision of instruction	5,441,574	-	-	
Instructional library, media, and technology	2,476,304	-	-	
School site administration	22,974,502	-	-	
Pupil services				
Home-to-school transportation	3,400,833	-	-	
Food services	600,810	12,266,433	-	
All other pupil services	34,319,099	-	-	
Administration				
Data processing	7,510,981	-	-	
All other administration	21,751,406	381,033	-	
Plant services	32,313,200	-	-	
Ancillary services	5,693,548	-	-	
Community services	330,706	-	-	
Other outgo	4,698,841	-	-	
Enterprise services	-	4,176	-	
Facility acquisition and construction	15,772,555	-	22,128,022	
Debt service				
Principal	77,342	-	30,208	
Interest and other	103,552	-	592	
Total expenditures	333,678,215	12,651,642	22,158,822	
Excess (Deficiency) of Revenues Over Expenditures	\$ (22,948,919)	\$ 3,481,084	\$ (21,657,372)	
Other Financing Sources (Uses)				
Transfers in	-	-	-	
Other sources - leases	927,125	-	-	
Transfers out	(6,000,000)	-	-	
Net Financing Sources (Uses)	(5,072,875)	-	-	
Net Change in Fund Balances	(28,021,794)	3,481,084	(21,657,372)	
Fund Balance - Beginning, as previously reported	50,250,451	-	21,657,376	22,701,240
Adjustments (Note 17)	-	12,098,498	-	(22,701,240)
Fund Balance - Beginning, as restated	50,250,451	12,098,498	21,657,376	-
Fund Balance - Ending	\$ 22,228,657	\$ 15,579,582	\$ 4	\$ -

Oxnard Union High School District
Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds
Year Ended June 30, 2024

	Bond Interest and Redemption Fund	Non-Major Governmental Funds	Total Governmental Funds
Revenues			
Local Control Funding Formula (LCFF)	\$ -	\$ -	\$ 241,844,862
Federal sources	-	918,436	23,133,838
Other State sources	91,945	3,870,644	37,207,506
Other local sources	21,543,191	13,240,816	64,842,298
Total revenues	21,635,136	18,029,896	367,028,504
Expenditures			
Current			
Instruction	-	2,603,497	178,816,459
Instruction-related activities			
Supervision of instruction	-	11,482	5,453,056
Instructional library, media, and technology	-	-	2,476,304
School site administration	-	1,370,692	24,345,194
Pupil services			
Home-to-school transportation	-	-	3,400,833
Food services	-	-	12,867,243
All other pupil services	-	705,015	35,024,114
Administration			
Data processing	-	-	7,510,981
All other administration	-	268,843	22,401,282
Plant services	-	233,099	32,546,299
Ancillary services	-	4,494,496	10,188,044
Community services	-	-	330,706
Other outgo	-	-	4,698,841
Enterprise services	-	-	4,176
Facility acquisition and construction	-	33,288,847	71,189,424
Debt service			
Principal	8,380,000	1,963,995	10,451,545
Interest and other	15,342,195	1,858,387	17,304,726
Total expenditures	23,722,195	46,798,353	439,009,227
Excess (Deficiency) of Revenues Over Expenditures	\$ (2,087,059)	\$ (28,768,457)	\$ (71,980,723)
Other Financing Sources (Uses)			
Transfers in	-	8,339,109	8,339,109
Other sources - leases	-	-	927,125
Transfers out	-	(2,339,109)	(8,339,109)
Net Financing Sources (Uses)	-	6,000,000	927,125
Net Change in Fund Balances	(2,087,059)	(22,768,457)	(71,053,598)
Fund Balance - Beginning, as previously reported	26,270,156	19,373,733	140,252,956
Adjustments (Note 17)	-	10,602,742	-
Fund Balance - Beginning, as restated	26,270,156	29,976,475	140,252,956
Fund Balance - Ending	\$ 24,183,097	\$ 7,208,018	\$ 69,199,358

Oxnard Union High School District

Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities Year Ended June 30, 2024

Total Net Change in Fund Balances - Governmental Funds \$ (71,053,598)

Amounts Reported for Governmental Activities in the Statement of Activities are Different Because

Capital outlay to purchase or build capital assets are reported in governmental funds as expenditures; however, for governmental activities, those costs are shown in the Statement of Net Position and allocated over their estimated useful lives as annual depreciation and amortization expense in the Statement of Activities.

This is the amount by which capital outlay exceeds depreciation and amortization expense in the period.

Capital outlay	\$ 75,097,066
Depreciation and amortization expense	<u>(27,889,121)</u>

Net expense adjustment 47,207,945

The District issued capital appreciation general obligations bonds. The accretion of interest on the general obligation bonds during the current fiscal year was (108,248)

Right-to-use leased assets acquired this year were financed with leases. The amount financed by the leases is reported in the governmental funds as a source of financing. On the other hand, the leases are not revenues in the Statement of Activities, but rather constitute long-term liabilities in the Statement of Net Position. (927,125)

In the Statement of Activities, certain operating expenses, such as compensated absences (vacations) are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are measured by the amount of financial resources used (essentially, the amounts actually paid). This amount is the difference between vacation earned and used. (263,118)

In the governmental funds, pension costs are based on employer contributions made to pension plans during the year. However, in the Statement of Activities, pension expense is the net effect of all changes in the deferred outflows, deferred inflows and net pension liability during the year. 1,765,468

In the governmental funds, OPEB costs are based on employer contributions made to OPEB plans during the year. However, in the Statement of Activities, OPEB expense is the net effect of all changes in the deferred outflows, deferred inflows, and net OPEB liability during the year. 18,560,420

Oxnard Union High School District

Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities Year Ended June 30, 2024

Governmental funds report the effect of premiums, discounts, and the deferred charge on refunding when the debt is first issued, whereas the amounts are deferred and amortized in the Statement of Activities.

Premium amortization	1,966,838
Deferred charge on refunding amortization	(1,185,138)

Payment of principal on long-term liabilities is an expenditure in the governmental funds, but it reduces long-term liabilities in the Statement of Net Position and does not affect the Statement of Activities.

General obligation bonds	8,380,000
Qualified energy conservation bonds	1,248,995
Certificates of participation	715,000
Leases	107,550

Interest on long-term liabilities is recorded as an expenditure in the funds when it is due; however, in the Statement of Activities, interest expense is recognized as the interest accrues, regardless of when it is due.

149,836

Change in net position of governmental activities

<u>\$ 6,564,825</u>

Oxnard Union High School District
Statement of Net Position – Fiduciary Funds
June 30, 2024

	Retiree Benefits Trust	Scholarship Trust
	<u> </u>	<u> </u>
Assets		
Deposits and investments	\$ 89,958,033	\$ 64,380
Receivables	10,567	1,420
Prepaid expenses	12,049	-
	<u> </u>	<u> </u>
Total assets	<u>\$ 89,980,649</u>	<u>\$ 65,800</u>
Liabilities		
Accounts payable	<u>\$ 35,472</u>	<u>\$ -</u>
Net Position		
Restricted for individuals, organizations, and other governments	<u>89,945,177</u>	<u>65,800</u>
Total net position	<u>\$ 89,945,177</u>	<u>\$ 65,800</u>

Oxnard Union High School District
Statement of Changes in Net Position – Fiduciary Funds
Year Ended June 30, 2024

	Retiree Benefits Trust	Scholarship Trust
	<u> </u>	<u> </u>
Additions		
Contributions		
Employee contributions	\$ 14,264	\$ -
	<u> </u>	<u> </u>
Investment earnings		
Interest and dividends	3,334,184	2,655
Net increase in fair value of investments	7,033,685	-
	<u> </u>	<u> </u>
Total investment earnings	10,367,869	2,655
	<u> </u>	<u> </u>
Less investment costs		
Investment activity costs	164,306	-
	<u> </u>	<u> </u>
Net investment earnings	10,203,563	2,655
	<u> </u>	<u> </u>
Total additions	10,217,827	2,655
	<u> </u>	<u> </u>
Deductions		
Benefit payments	2,183,110	-
Administrative expense	41,216	-
Other expenditures	-	1,000
	<u> </u>	<u> </u>
Net Increase in Fiduciary Net Position	7,993,501	1,655
Net Position - Beginning	81,951,676	64,145
	<u> </u>	<u> </u>
Net Position - Ending	\$ 89,945,177	\$ 65,800
	<u> </u>	<u> </u>

Note 1 - Summary of Significant Accounting Policies**Financial Reporting Entity**

The Oxnard Union High School District (the District) was organized under the laws of the State of California. The District operates under a locally elected five-member Board form of government and provides educational services to grades 9 - 12 as mandated by the State and/or Federal agencies. The District operates nine high schools, three alternative education sites, and an adult education program.

A reporting entity is comprised of the primary government, component units, and other organizations that are included to ensure the financial statements are not misleading. The primary government of the District consists of all funds, departments, boards, and agencies that are not legally separate from the District. For Oxnard Union High School District, this includes general operations, food service, and student related activities of the District.

Other Related Entities

Charter School The District has an approved charters for Camarillo Academy of Progressive Education (CAPE) and Architecture, Construction and Engineering Charter High (ACE) pursuant to *Education Code* Section 47605. The Charters are not considered a component unit of the District.

Basis of Presentation - Fund Accounting

The accounting system is organized and operated on a fund basis. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts, which are segregated for the purpose of carrying out specific activities or attaining certain objectives in accordance with special regulations, restrictions, or limitations. The District's funds are grouped into two broad fund categories: governmental and fiduciary.

Governmental Funds Governmental funds are those through which most governmental functions typically are financed. Governmental fund reporting focuses on the sources, uses, and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets and liabilities is reported as fund balance. The following are the District's major and non-major governmental funds:

Major Governmental Funds

General Fund The General Fund is the chief operating fund for all districts. It is used to account for the ordinary operations of the District. All transactions except those accounted for in another fund are accounted for in this fund.

Cafeteria Fund The Cafeteria Fund is used to account separately for Federal, State, and local resources to operate the food service program (*Education Code* Sections 38090-38093) and is used only for those expenditures authorized by the governing board as necessary for the operation of the District's food service program (*Education Code* Sections 38091 and 38100).

Building Fund The Building Fund exists primarily to account separately for proceeds from the sale of bonds (*Education Code* Section 15146) and may not be used for any purposes other than those for which the bonds were issued.

Bond Interest and Redemption Fund The Bond Interest and Redemption Fund is used for the repayment of bonds issued for a district (*Education Code* Sections 15125-15262).

Non-Major Governmental Funds

Special Revenue Funds The Special Revenue funds are used to account for the proceeds from specific revenue sources (other than trusts, major capital projects, or debt service) that are restricted or committed to the financing of particular activities, that compose a substantial portion of the inflows of the fund, and that are reasonably expected to continue. Additional resources that are restricted, committed, or assigned to the purpose of the fund may also be reported in the fund.

- **Student Activity Fund** The Student Activity Fund is used to account separately for the operating activities of the associated student body accounts that are not fiduciary in nature, including student clubs, general operations, athletics, and other student body activities.
- **Adult Education Fund** The Adult Education Fund is used to account separately for Federal, State, and local revenues that are restricted or committed for adult education programs and is to be expended for adult education purposes only.

Capital Project Funds The Capital Project funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities and other capital assets (other than those financed by proprietary funds and trust funds).

- **Capital Facilities Fund** The Capital Facilities Fund is used primarily to account separately for monies received from fees levied on developers or other agencies as a condition of approval (*Education Code* Sections 17620-17626 and *Government Code* Section 65995 et seq.). Expenditures are restricted to the purposes specified in *Government Code* Sections 65970-65981 or to the items specified in agreements with the developer (*Government Code* Section 66006).
- **County School Facilities Fund** The County School Facilities Fund is established pursuant to *Education Code* Section 17070.43 to receive apportionments from the 1998 State School Facilities Fund (Proposition 1A), the 2002 State School Facilities Fund (Proposition 47), the 2004 State School Facilities Fund (Proposition 55), the 2006 State School Facilities Fund (Proposition 1D), or the 2016 State School Facilities Fund (Proposition 51) authorized by the State Allocation Board for new school facility construction, modernization projects, and facility hardship grants, as provided in the Leroy F. Greene School Facilities Act of 1998 (*Education Code* Section 17070.10 et seq.).
- **Special Reserve Fund for Capital Outlay Projects** The Special Reserve Fund for Capital Outlay Projects exists primarily to provide for the accumulation of General Fund monies for capital outlay purposes (*Education Code* Section 42840).

Debt Service Funds The Debt Service funds are used to account for the accumulation of resources for and the payment of principal and interest on general long-term liabilities.

- **COP Debt Service Fund** The COP Debt Service Fund is used to account for the interest and redemption of principal of Certificates of Participation.

Fiduciary Funds Fiduciary funds are used to account for resources held for the benefit of parties outside the District and are not available to support the District's own programs. Fiduciary funds are split into four classifications: pension trust funds, investment trust funds, private-purpose trust funds, and custodial funds. The three types of trust funds are distinguished from custodial funds by the existence of a trust agreement or equivalent arrangement that has certain characteristics.

Trust funds are used to account for resources held by the District under a trust agreement for individuals, private organizations, or other governments. The District's trust funds are for the payment of retiree benefits and to account for private scholarship activity.

Basis of Accounting - Measurement Focus

Government-Wide Financial Statements The government-wide financial statements are prepared using the economic resources measurement focus and the accrual basis of accounting.

The government-wide statement of activities presents a comparison between expenses, both direct and indirect, of the District and for each governmental function, and exclude fiduciary activity. Direct expenses are those that are specifically associated with a service, program, or department and are therefore clearly identifiable to a particular function. The District does not allocate indirect expenses to functions in the *Statement of Activities*, except for depreciation of capital assets and amortization of leased assets and subscription-IT assets. Program revenues include charges paid by the recipients of the goods or services offered by the programs and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues are presented as general revenues. The comparison of program revenues and expenses identifies the extent to which each program or business segment is self-financing or draws from the general revenues of the District. Eliminations have been made to minimize the double counting of internal activities.

Net position should be reported as restricted when constraints placed on net position are either externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments or imposed by law through constitutional provisions or enabling legislation. The net position restricted for other activities result from special revenue funds and the restrictions on their use.

Fund Financial Statements Fund financial statements report detailed information about the District. The focus of governmental financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column. Non-major governmental funds are aggregated and presented in a single column.

- **Governmental Funds** All governmental funds are accounted for using a flow of current financial resources measurement focus and the modified accrual basis of accounting. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. The statement of revenues, expenditures, and changes in fund balances reports on the sources (revenues and other financing sources) and uses (expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements, therefore, include reconciliations with brief explanations to better identify the relationship between the government-wide financial statements, prepared using the economic resources measurement focus and the accrual basis of accounting, and the governmental fund financial statements, prepared using the flow of current financial resources measurement focus and the modified accrual basis of accounting.
- **Fiduciary Funds** Fiduciary funds are accounted for using the flow of economic resources measurement focus and the accrual basis of accounting. Fiduciary funds are excluded from the government-wide financial statements because they do not represent resources of the District.

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

Non-exchange transactions, in which the District receives value without directly giving equal value in return, include property taxes, certain grants, entitlements, and donations. Revenue from property taxes is recognized in the fiscal year in which the taxes are received. Revenue from certain grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include time and purpose requirements. On a modified accrual basis, revenue from non-exchange transactions must also be available before it can be recognized.

Unearned Revenue Unearned revenues arise when resources are received by the District before it has a legal claim to them, such as when certain grants are received prior to the occurrence of qualifying expenditures. In the subsequent periods, when the District has a legal claim to the resources, the liability for unearned revenue is removed from the balance sheet and the revenue is recognized.

Expenses/Expenditures On the accrual basis of accounting, expenses are recognized at the time they are incurred. The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred. Principal and interest on long-term liabilities, which has not matured, are recognized when paid in the governmental funds as expenditures. Allocations of costs, such as depreciation and amortization, are not recognized in the governmental funds but are recognized in the government-wide statements.

Investments

Investments with original maturities greater than one year are stated at fair value. Fair value is estimated based on quoted market prices at year end. All investments not required to be reported at fair value are stated at cost or amortized cost. Fair values of investments in county and State investment pools are determined by the program sponsor.

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

Prepaid Expenditures (Expenses)

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

Stores Inventories

Inventories consist of expendable food and supplies held for consumption. Inventories are stated at cost, on the first-in first-out basis. The costs of inventory items are recorded as expenditures in the governmental type funds when consumed rather than when purchased.

Capital Assets, Depreciation, and Amortization

The accounting and reporting treatment applied to the capital assets associated with a fund are determined by its measurement focus. Capital assets are long-lived assets of the District. The District maintains a capitalization threshold of \$5,000. The District does not possess any infrastructure. 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 but are expensed as incurred.

When purchased, such assets are recorded as expenditures in the governmental funds and capitalized in the government-wide statement of net position. The valuation basis for capital assets is historical cost, or where historical cost is not available, estimated historical cost based on replacement cost. Donated capital assets are capitalized at acquisition value on the date donated.

Depreciation is computed using the straight-line method. Estimated useful lives of the various classes of depreciable capital assets are as follows: buildings, 20 to 50 years; improvements, 5 to 50 years; equipment, 2 to 15 years.

The District records impairments of capital assets when it becomes probable that the carrying value of the assets will not be fully recovered over their estimated useful life. Impairments are recorded to reduce the carrying value of the assets to their net realizable value based on facts and circumstances in existence at the time of the determination. No impairments were recorded during the year ended June 30, 2024.

The District records the value of intangible right-to-use assets based on the underlying leased asset in accordance with GASB Statement No. 87, Leases. The right-to-use intangible asset is amortized each year for the term of the contract or useful life of the underlying asset.

The District records the value of right-to-use subscription IT assets based on the underlying subscription asset in accordance with GASB Statement No. 96, *Subscription-Based Information Technology Arrangements*. The right-to-use subscription IT asset is amortized each year for the term of the contract or useful life of the underlying asset.

Interfund Balances

On fund financial statements, receivables and payables resulting from short-term interfund loans are classified as "interfund receivables/payables". These amounts are eliminated in the governmental activities column of the statement of net position.

Compensated Absences

Compensated absences are accrued as a liability as the benefits are earned. The entire compensated absence liability is reported on the government-wide Statement of Net Position. For governmental funds, the current portion of unpaid compensated absences is recognized upon the occurrence of relevant events such as employee resignations and retirements that occur prior to year-end that have not yet been paid with expendable available financial resources. These amounts are reported in the fund from which the employees who have accumulated leave are paid.

Sick leave is accumulated without limit for each employee at the rate of one day for each month worked. Leave with pay is provided when employees are absent for health reasons; however, the employees do not gain a vested right to accumulated sick leave. Employees are never paid for any sick leave balance at termination of employment or any other time. Therefore, the value of accumulated sick leave is not recognized as a liability in the District's financial statements. However, credit for unused sick leave is applicable to all classified school members who retire after January 1, 1999. At retirement, each member will receive .004 year of service credit for each day of unused sick leave. Credit for unused sick leave is applicable to all certificated employees and is determined by dividing the number of unused sick days by the number of base service days required to complete the last school year, if employed full-time.

Accrued Liabilities and Long-Term Liabilities

All payables, accrued liabilities, and long-term liabilities are reported in the government-wide financial statements. In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full, from current financial resources are reported as liabilities of the governmental funds.

However, claims and judgments, compensated absences, special termination benefits, and contractually required pension contributions that will be paid from governmental funds are reported as a liability in the governmental fund financial statements only to the extent that they are due for payment during the current year. Bonds, leases, and other long-term liabilities are recognized as liabilities in the governmental fund financial statements when due.

Debt Issuance Costs, Premiums, and Discounts

In the government-wide financial statements, long-term liabilities are reported as liabilities in the applicable governmental activities. Debt premiums and discounts, as well as issuance costs related to prepaid insurance costs are amortized over the life of the bonds using the straight-line method, which approximates the effective interest method.

In governmental fund financial statements, bond premiums and discounts, as well as debt issuance costs are recognized in the period the bonds are issued. The face amount of the debt is reported as other financing sources. Premiums received on debt issuance are also reported as other financing sources. Issuance costs, whether or not withheld from the actual debt proceeds, are reported as debt service expenditures in the period the bonds are issued.

Deferred Outflows/Inflows of Resources

In addition to assets, the Statement of Net Position also reports deferred outflows of resources. This separate financial statement element represents a consumption of net position that applies to a future period and so will not be recognized as an expense or expenditure until then. The District reports deferred outflows of resources for deferred charges on refunding of debt, for pension related items, and for OPEB related items.

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

Pensions

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

Postemployment Benefits Other Than Pensions (OPEB)

For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the District Plan and the CalSTRS Medicare Premium Payment (MPP) Program and additions to/deductions from the District Plan and the MPP's fiduciary net position have been determined on the same basis as they are reported by the District Plan and the MPP. For this purpose, the District Plan and the MPP 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. The net OPEB liability attributable to the governmental activities will be paid primarily by the General Fund.

Leases

The District recognizes a lease liability and an intangible right-to-use leased asset (leased asset) in the government-wide financial statements. At the commencement of the lease term, the District measures the lease liability at the present value of payments expected to be made during the lease term. Subsequently, the lease liability is reduced by the principal portion of lease payments made. The leased asset is initially measured as the initial amount of the lease liability, plus certain initial direct costs. Subsequently, the leased asset is amortized on a straight-line basis over the lease term or useful life of the underlying asset.

Subscriptions

The District recognizes a subscription liability and an intangible right-to-use subscription IT asset (subscription IT asset) in the government-wide financial statements. At the commencement of the subscription term, the District measures the subscription liability at the present value of payments expected to be made during the subscription term. Subsequently, the subscription liability is reduced by the principal portion of subscription payments made. As of June 30, 2024, the District did not recognize a subscription liability as all subscriptions were prepaid. The subscription IT asset is initially measured as the initial amount of the subscription liability, plus certain initial direct costs. Subsequently, the subscription IT asset is amortized on a straight-line basis over shorter of the subscription term or useful life of the underlying asset. The amortization period varies from 2 to 5 years.

Fund Balances - Governmental Funds

As of June 30, 2024, fund balances of the governmental funds are classified as follows:

Nonspendable - amounts that cannot be spent either because they are in nonspendable form or because they are legally or contractually required to be maintained intact.

Restricted - amounts that can be spent only for specific purposes because of constitutional provisions or enabling legislation or because of constraints that are externally imposed by creditors, grantors, contributors, or the laws or regulations of other governments.

Committed - amounts that can be used only for specific purposes determined by a formal action of the governing board. The governing board is the highest level of decision-making authority for the District. Commitments may be established, modified, or rescinded only through resolutions or other action as approved by the governing board. The District currently does not have any committed funds.

Assigned - amounts that do not meet the criteria to be classified as restricted or committed but that are intended to be used for specific purposes. Under the District's adopted policy, only the governing board or chief business officer/assistant superintendent of business services may assign amounts for specific purposes.

Unassigned - all other spendable amounts.

Spending Order Policy

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the District considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the District considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless the governing board has provided otherwise in its commitment or assignment actions.

Minimum Fund Balance Policy

The governing board adopted a minimum fund balance policy for the General Fund in order to protect the District against revenue shortfalls or unpredicted one-time expenditures. The policy requires a Reserve for Economic Uncertainties consisting of unassigned amounts equal to no less than three percent of General Fund expenditures and other financing uses.

Net Position

Net position represents the difference between assets and deferred outflows of resources, and liabilities and deferred inflows of resources. Net position net of investment in capital assets, consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the District or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. The District first applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position is available. The government-wide financial statements report \$49,706,377 of net position restricted by enabling legislation.

Interfund Activity

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented in the financial statements.

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.

Property Tax

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

Adoption of New Accounting Standard

Implementation of GASB Statement No. 100

As of July 1, 2023, the District adopted GASB Statement No. 100, *Accounting Changes and Error Corrections*. The implementation of this standard requires additional presentation and disclosure requirements for accounting changes and error corrections. The financial statements have been updated to conform to the presentation requirements related to the accounting change in the financial statements for the year ended June 30, 2024. The additional disclosures required by this standard are included in Note 17.

Note 2 - Deposits and Investments

Summary of Deposits and Investments

Deposits and investments as of June 30, 2024, were classified in the accompanying financial statements as follows:

Governmental funds	\$ 67,643,578
Fiduciary funds	<u>90,022,413</u>
Total deposits and investments	<u><u>\$ 157,665,991</u></u>

Deposits and investments as of June 30, 2024, consisted of the following:

Cash on hand and in banks	\$ 2,932,985
Cash with fiscal agent	11,828
Cash in revolving	32,237
Investments	<u>154,688,941</u>
Total deposits and investments	<u><u>\$ 157,665,991</u></u>

Policies and Practices

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

Investment in County Treasury - The District is considered to be an involuntary participant in an external investment pool as the District is required to deposit all receipts and collections of monies with their County Treasurer (*Education Code* Section 41001). The fair value of the District's investment in the pool is reported in the accounting financial statements at amounts based upon the District's pro-rata share of the fair value provided by the County Treasurer for the entire portfolio (in relation to the amortized cost of that portfolio). The balance available for withdrawal is based on the accounting records maintained by the County Treasurer, which is recorded on the amortized cost basis.

General Authorizations

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

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

Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment the greater the sensitivity of its fair value to changes in market interest rates. The District manages its exposure to interest rate risk by primarily investing in the Ventura County Investment Pool. The District maintains an investment of \$65,562,402 with the Ventura County Investment Pool that has a weighted average maturity of 304 days.

Credit Risk

Credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. The District's investment in the Ventura County Investment Pool has been rated AA Af/S1 by Fitch Ratings.

Trust

The following investments are related to the District's Fiduciary Fund Retiree Benefits Trust to be used for the net other postemployment benefits (OPEB) liability and are not subject to the general authorization limitations as they relate to interest rate risk, credit risk, and concentration of credit risk required by the California Government Code.

Investment Type	Reported Amount	12 Months or Less
Foreign Stocks	\$ 1,319,167	\$ 1,319,167
Mutual Fund - Fixed Income	28,631,718	28,631,718
Mutual Fund - Equity	49,491,280	49,491,280
Domestic Common Stocks	9,684,374	9,684,374
Total	<u>\$ 89,126,539</u>	<u>\$ 89,126,539</u>

Custodial Credit Risk - Deposits

This is the risk that in the event of a bank failure, the District's deposits may not be returned to it. The District does not have a policy for custodial credit risk for deposits. However, the California *Government Code* requires that a financial institution secure deposits made by State or local governmental units by pledging securities in an undivided collateral pool held by a depository regulated under State law (unless so waived by the governmental unit). The market value of the pledged securities in the collateral pool must equal at least 110% of the total amount deposited by the public agency. California law also allows financial institutions to secure public deposits by pledging first trust deed mortgage notes having a value of 150% of the secured public deposits and letters of credit issued by the Federal Home Loan Bank of San Francisco having a value of 105% of the secured deposits. As of June 30, 2024, the District's bank balance of \$2,985,579 was exposed to custodial credit risk because it was uninsured and uncollateralized.

Note 3 - Fair Value Measurements

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

- Level 1 - Quoted prices in active markets for identical assets that the District has the ability to access at the measurement date. Level 1 assets may include debt and equity securities that are traded in an active exchange market and that are highly liquid and are actively traded in over-the-counter markets.
- Level 2 - Observable inputs other than Level 1 prices such as quoted prices for similar assets in active markets, quoted prices for identical or similar assets in markets that are not active, or other inputs that are observable, such as interest rates and curves observable at commonly quoted intervals, implied volatilities, and credit spreads. For financial reporting purposes, if an asset has a specified term, a Level 2 input is required to be observable for substantially the full term of the asset.
- Level 3 - Unobservable inputs should be developed using the best information available under the circumstances, which might include the District's own data. The District should adjust that data if reasonably available information indicates that other market participants would use different data or certain circumstances specific to the District are not available to other market participants.

The District's fair value measurements are as follows at June 30, 2024:

Investment Type	Reported Amount	Fair Value Measurements Using	
		Level 1 Inputs	Uncategorized
Foreign Stocks	\$ 1,319,167	\$ 1,319,167	\$ -
Mutual Fund - Fixed Income	28,631,718	28,631,718	-
Mutual Fund - Equity	49,491,280	49,491,280	-
Domestic Common Stocks	9,684,374	9,684,374	-
Ventura County Investment Pool	65,562,402	-	65,562,402
Total	<u>\$ 154,688,941</u>	<u>\$ 89,126,539</u>	<u>\$ 65,562,402</u>

Note 4 - Receivables

Receivables at June 30, 2024, consisted of intergovernmental grants, entitlements, interest, and other local sources. All receivables are considered collectible in full.

	General Fund	Cafeteria Fund	Building Fund	Bond Interest and Redemption Fund	Non-Major Governmental Funds	Total	Fiduciary Funds
Federal Government							
Categorical aid	\$ 11,111,611	\$ 1,022,931	\$ -	\$ -	\$ 487,882	\$12,622,424	\$ -
State Government							
Categorical aid	2,265,256	673,215	-	-	286,892	3,225,363	-
Lottery	1,041,525	-	-	-	-	1,041,525	-
Local Government							
Interest	785,801	290,982	20,590	406,472	350,535	1,854,380	10,567
Other local sources	3,439,215	4,722	-	183,059	2,871,564	6,498,560	1,420
Total	\$ 18,643,408	\$ 1,991,850	\$ 20,590	\$ 589,531	\$ 3,996,873	\$25,242,252	\$ 11,987

Note 5 - Capital Assets

Capital assets activity for the fiscal year ended June 30, 2024, was as follows:

	Balance July 1, 2023	Additions	Deductions	Balance June 30, 2024
Governmental Activities				
Capital assets not being depreciated or amortized				
Land	\$ 56,200,660	\$ -	\$ -	\$ 56,200,660
Construction in progress	208,116,620	6,280,647	(203,109,462)	11,287,805
Total capital assets not being depreciated or amortized	264,317,280	6,280,647	(203,109,462)	67,488,465
Capital assets being depreciated or amortized				
Land improvements	104,924,217	2,134,141	-	107,058,358
Buildings and improvements	471,681,516	262,170,949	-	733,852,465
Furniture and equipment	35,908,284	6,538,726	(383,770)	42,063,240
Right-to-use leased buildings and improvements	459,574	-	(339,882)	119,692
Right-to-use leased furniture and equipment	270,078	927,125	-	1,197,203
Right-to-use subscription IT assets	1,598,228	154,940	(931,432)	821,736
Total capital assets being depreciated or amortized	614,841,897	271,925,881	(1,655,084)	885,112,694
Total capital assets	879,159,177	278,206,528	(204,764,546)	952,601,159
Accumulated depreciation and amortization				
Land improvements	(41,454,788)	(3,547,984)	-	(45,002,772)
Buildings and improvements	(170,803,536)	(21,002,435)	-	(191,805,971)
Furniture and equipment	(13,865,575)	(2,462,524)	383,770	(15,944,329)
Right-to-use leased buildings and improvements	(387,795)	(53,494)	339,882	(101,407)
Right-to-use leased furniture and equipment	(33,760)	(113,876)	-	(147,636)
Right-to-use subscription IT assets	(617,158)	(708,808)	931,432	(394,534)
Total accumulated depreciation and amortization	(227,162,612)	(27,889,121)	1,655,084	(253,396,649)
Net depreciable and amortizable capital assets	387,679,285	244,036,760	-	631,716,045
Governmental activities capital assets, net	\$ 651,996,565	\$ 250,317,407	\$ (203,109,462)	\$ 699,204,510

Depreciation and amortization expenses were charged to governmental functions as follows:

Governmental Activities	
Instruction	\$ 15,785,383
Instructional library, media, and technology	28,005
School site administration	9,262,974
Home-to-school transportation	793,970
Food services	1,058,623
Data processing	263,482
All other administration	113,876
Plant services	582,808
Total depreciation and amortization expenses governmental activities	<u>\$ 27,889,121</u>

Note 6 - Interfund Transactions

Interfund Receivables/Payables (Due To/Due From)

Interfund receivable and payable balances arise from interfund transactions and are recorded by all funds affected in the period in which transactions are executed. Interfund receivable and payable balances at June 30, 2024, between major and non-major governmental funds are as follows:

Due To	Due From				Total
	General Fund	Cafeteria Fund	Building Fund	Non-Major Governmental Funds	
General Fund	\$ -	\$ 673,133	\$ -	\$ 2,007,556	\$ 2,680,689
Cafeteria Fund	82	-	-	-	82
Non-Major Governmental Funds	1,620	88,058	20,590	-	110,268
Total	<u>\$ 1,702</u>	<u>\$ 761,191</u>	<u>\$ 20,590</u>	<u>\$ 2,007,556</u>	<u>\$ 2,791,039</u>

A balance of \$500,000 is due to the General Fund from the Adult Education Non-Major Governmental Fund for temporary loan.

A balance of \$672,564 is due to the General Fund from the Cafeteria Fund for indirect costs.

A balance of \$448,519 is due to the General Fund from the Capital Facilities Non-Major Governmental Fund for qualified energy conservation bonds debt service payments.

A balance of \$1,030,316 is due to the General Fund from the Special Reserve Non-Major Governmental Fund for Capital Outlay Projects for qualified energy conservation bonds debt service payments.

All remaining balances resulted from the time lag between the date that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made.

Oxnard Union High School District

Notes to Financial Statements

June 30, 2024

Operating Transfers

Interfund transfers for the year ended June 30, 2024, consisted of the following:

The Capital Facilities Non-Major Governmental Fund transferred to the COP Debt Service Non-Major Governmental Fund for debt service payments.	\$ 2,339,109
The General Fund transferred to the Special Reserve Non-Major Governmental Fund for Capital Outlay Projects for capital projects.	<u>6,000,000</u>
Total	<u><u>\$ 8,339,109</u></u>

Note 7 - Accounts Payable

Accounts payable at June 30, 2024, consisted of the following:

	General Fund	Cafeteria Fund	Building Fund	Non-Major Governmental Funds	Total	Fiduciary Funds
Vendor payables	\$ 13,037,033	\$ 65,263	\$ 1,249	\$ 2,410,579	\$ 15,514,124	\$ 35,472
LCFF apportionment	4,621,843	-	-	-	4,621,843	-
Salaries and benefits	2,196,577	-	-	-	2,196,577	-
Total	<u><u>\$ 19,855,453</u></u>	<u><u>\$ 65,263</u></u>	<u><u>\$ 1,249</u></u>	<u><u>\$ 2,410,579</u></u>	<u><u>\$ 22,332,544</u></u>	<u><u>\$ 35,472</u></u>

Note 8 - Unearned Revenue

Unearned revenue at June 30, 2024, consisted of the following:

	General Fund
Federal financial assistance	\$ 8,566
State categorical aid	1,742,029
Other local	<u>10,426</u>
Total	<u><u>\$ 1,761,021</u></u>

Note 9 - Long-Term Liabilities Other than OPEB and other Pensions

Summary

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

	Balance July 1, 2023	Additions	Deductions	Balance June 30, 2024	Due in One Year
Long-Term Liabilities					
General obligation bonds	\$ 437,851,065	\$ 108,248	\$ (8,380,000)	\$ 429,579,313	\$ 10,320,000
Premium on issuance	30,944,999	-	(1,732,731)	29,212,268	-
Qualified energy conservation bonds	6,241,216	-	(1,248,995)	4,992,221	1,324,153
Certificates of participation	46,165,000	-	(715,000)	45,450,000	745,000
Premium on issuance	5,150,355	-	(234,107)	4,916,248	-
Leases	279,044	927,125	(107,550)	1,098,619	217,336
Compensated absences	3,323,226	263,118	-	3,586,344	-
Total	<u>\$ 529,954,905</u>	<u>\$ 1,298,491</u>	<u>\$ (12,418,383)</u>	<u>\$ 518,835,013</u>	<u>\$ 12,606,489</u>

Payments for bonds associated with General Obligation Bonds are made in the Bond Interest and Redemption Fund. Payments for Qualified Energy Conservation Bonds are made in the Capital Facilities Fund and Special Reserve Fund for Capital Outlay Projects. Payments on Certificates of Participation are made in the COP Debt Service Fund. Payments for leases are made in the General Fund and Building Fund. Payments for compensated absences are typically liquidated in the General Fund, Adult Education Fund, and Cafeteria Fund. Additions and deductions from compensated absences are reported to its net cumulative change in the current year.

General Obligation Bonds

The outstanding general obligation bonded debt is as follows:

Issuance Date	Final Maturity Date	Interest Rate	Original Issue	Bonds Outstanding July 1, 2023	Interest Accreted	Redeemed	Bonds Outstanding June 30, 2024
04/20/99	08/01/27	4.60%-5.95%	\$ 10,199,913	\$ 2,708,962	\$ 108,248	\$ (695,000)	\$ 2,122,210
04/28/11	08/01/25	5.31%	4,052,103	1,137,103	-	(360,000)	777,103
01/23/14	08/01/37	3.00%-5.00%	50,000,000	3,625,000	-	(1,770,000)	1,855,000
01/27/16	08/01/35	3.00%-5.00%	30,945,000	15,120,000	-	(250,000)	14,870,000
07/07/16	08/01/27	2.00%-5.00%	18,350,000	8,585,000	-	(1,930,000)	6,655,000
12/21/17	08/01/40	3.00%-5.00%	42,275,000	40,440,000	-	(710,000)	39,730,000
10/18/18	08/01/42	3.75%-5.00%	130,000,000	23,355,000	-	-	23,355,000
04/02/20	08/01/37	0.873%-2.477%	55,450,000	53,310,000	-	(740,000)	52,570,000
08/05/20	08/01/45	0.35%-5.00%	120,000,000	96,585,000	-	-	96,585,000
11/23/21	08/01/43	0.37%-3.18%	97,355,000	95,095,000	-	(1,925,000)	93,170,000
07/07/22	08/01/47	1.60%-5.00%	100,000,000	97,890,000	-	-	97,890,000
				<u>\$ 437,851,065</u>	<u>\$ 108,248</u>	<u>\$ (8,380,000)</u>	<u>\$ 429,579,313</u>

Debt Service Requirements to Maturity

The capital appreciation bonds mature as follows:

Bonds Maturing Fiscal Year	Initial Bond Value	Accreted Interest	Total Accreted Obligation	Unaccreted Interest	Maturity Value
2025	\$ 121,308	\$ 399,180	\$ 520,488	\$ 29,512	\$ 550,000
2026	155,034	510,161	665,195	74,805	740,000
2027	149,202	479,278	628,480	111,520	740,000
2028	29,369	93,678	123,047	26,953	150,000
Total	<u>\$ 454,913</u>	<u>\$ 1,482,297</u>	<u>\$ 1,937,210</u>	<u>\$ 242,790</u>	<u>\$ 2,180,000</u>

Oxnard Union High School District

Notes to Financial Statements

June 30, 2024

The current interest bonds mature as follows:

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest to Maturity</u>	<u>Total</u>
2025	\$ 9,770,000	\$ 14,995,374	\$ 24,765,374
2026	11,117,103	14,661,012	25,778,115
2027	11,815,000	14,313,496	26,128,496
2028	13,045,000	13,902,079	26,947,079
2029	12,170,000	13,468,307	25,638,307
2030-2034	79,315,000	60,768,383	140,083,383
2035-2039	96,360,000	46,446,301	142,806,301
2040-2044	97,015,000	36,380,851	133,395,851
2045-2048	97,035,000	8,299,250	105,334,250
Total	<u>\$ 427,642,103</u>	<u>\$ 223,235,053</u>	<u>\$ 650,877,156</u>

Qualified Energy Conservation Bonds

In September 2010, the District entered into a lease agreement in the amount of \$19,067,726 with the Golden Schools Financing Authority. The notes mature August 2027, with an interest rate of 5.5%. As of June 30, 2024, the principal balance outstanding was \$4,992,221.

The qualified energy conservation bonds mature as follows:

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest to Maturity</u>	<u>Total</u>
2025	\$ 1,324,153	\$ 258,789	\$ 1,582,942
2026	1,402,605	184,215	1,586,820
2027	1,484,481	105,240	1,589,721
2028	780,982	21,672	802,654
Total	<u>\$ 4,992,221</u>	<u>\$ 569,916</u>	<u>\$ 5,562,137</u>

Certificates of Participation

On March 17, 2021, the District, pursuant to a lease agreement with the Local Facilities Finance Corporation, issued certificates of participation in the amount of \$49,095,000. The certificates mature on June 1, 2045 with interest ranges ranging from 2.32% to 4.00%. As of June 30, 2024, the principal balance outstanding was \$45,450,000.

Oxnard Union High School District

Notes to Financial Statements

June 30, 2024

The certificates of participation mature as follows:

Year Ending June 30,	Principal	Interest	Total
2025	\$ 745,000	\$ 1,604,050	\$ 2,349,050
2026	970,000	1,574,250	2,544,250
2027	1,215,000	1,535,450	2,750,450
2028	2,400,000	1,486,850	3,886,850
2029	2,155,000	1,390,850	3,545,850
2030-2034	12,285,000	5,585,450	17,870,450
2035-2039	13,880,000	2,937,050	16,817,050
2040-2044	9,820,000	1,051,125	10,871,125
2045	1,980,000	570,000	2,550,000
Total	<u>\$ 45,450,000</u>	<u>\$ 17,735,075</u>	<u>\$ 63,185,075</u>

Leases

The District has entered into agreements to lease various facilities and equipment. The District's liability on lease agreements is summarized below:

Lease	Leases Outstanding July 1, 2023	Addition	Payments	Leases Outstanding June 30, 2024
Portable Buildings	\$ 30,208	\$ -	\$ (30,208)	\$ -
Copiers	248,836	-	(51,034)	197,802
Printers	-	927,125	(26,308)	900,817
Total	<u>\$ 279,044</u>	<u>\$ 927,125</u>	<u>\$ (107,550)</u>	<u>\$ 1,098,619</u>

Portable Buildings

The District entered into various agreements to lease various portable buildings with three-year terms. The leases terminate in December 2024. Under the terms of the lease, the District paid annual payments of \$30,800. As of June 30, 2024, the District recognized a right-to-use leased asset of \$18,285 and the lease liability has been fully paid off related to these agreements. During the fiscal year, the District recorded \$53,494 in amortization expense and \$592 in interest expense for the right-to-use of the portable buildings. The District used an interest rate of 1.96% based on the rates available to finance buildings over the same time periods.

Copiers

The District entered an agreement to lease copiers for five years, beginning January 2023. Under the terms of the lease, the District paid monthly payments of \$5,099, which amounted to total principal and interest costs of \$61,188 as of June 30, 2024. At June 30, 2024, the District has recognized a net right-to-use leased asset of \$168,799 and a lease liability of \$197,802 related to this agreement. During the fiscal year, the District recorded \$67,520 in amortization expense and \$10,154 in interest expense for the right-to-use of the copiers. The District used an interest rate of 4.50% based on the rates available to finance machinery and equipment over the same time periods.

Printers

The District entered an agreement to lease printers for five years, beginning April 2024. Under the terms of the lease, the District paid monthly payments of \$18,140, which amounted to total principal and interest costs of \$36,281 as of June 30, 2024. At June 30, 2024, the District has recognized a net right-to-use leased asset of \$880,768 and a lease liability of \$900,817 related to this agreement. During the fiscal year, the District recorded \$46,356 in amortization expense and \$9,973 in interest expense for the right-to-use of the printers. The District used an interest rate of 6.50% based on the rates available to finance machinery and equipment over the same time periods.

The remaining principal and interest payment requirements for the lease obligation debt as of June 30, 2024 are as follows:

Year Ending June 30,	Principal	Interest	Total
2025	\$ 217,336	\$ 61,535	\$ 278,871
2026	230,769	48,102	278,871
2027	245,050	33,821	278,871
2028	229,350	18,927	248,277
2029	176,114	5,289	181,403
Total	<u>\$ 1,098,619</u>	<u>\$ 167,674</u>	<u>\$ 1,266,293</u>

Subscriptions-Based Information Technology Arrangements (SBITAs)

The District entered into various SBITA contracts related to digital licensing for student curriculum, cloud and data security, and school management software with subscription terms ranging from 2 years to 4 years. At June 30, 2024, the District has recognized a right-to-use subscriptions IT asset, net of accumulated amortization, of \$427,202 related to these agreement. No subscription liability was recognized related for these agreements as the District prepaid the agreements in full at commencement of the agreements. During the fiscal year, the District recorded \$708,808 in amortization expense.

Compensated Absences

Compensated absences (unpaid employee vacation) for the District at June 30, 2024, amounted to \$3,586,344.

Note 10 - Net Other Postemployment Benefit (OPEB) Liability

For the fiscal year ended June 30, 2024, the District reported net OPEB liability, deferred outflows of resources, deferred inflows of resources, and OPEB expense for the following plans:

District Plan

OPEB Plan	Net OPEB Liability	Deferred Outflows of Resources	Deferred Inflows of Resources	OPEB Expense
District Plan	\$ 78,258,191	\$ 201,613	\$ 7,814,864	\$ (18,504,505)
Medicare Premium Payment (MPP) Program	<u>771,726</u>	<u>-</u>	<u>-</u>	<u>(55,915)</u>
Total	<u><u>\$ 79,029,917</u></u>	<u><u>\$ 201,613</u></u>	<u><u>\$ 7,814,864</u></u>	<u><u>\$ (18,560,420)</u></u>

The details of each plan are as follows:

District Plan

Plan Administration

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

Management of the Plan is vested in the governing board, which consists of five locally elected Plan members.

Plan Membership

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

Inactive employees or beneficiaries currently receiving benefits payments	873
Active employees	<u>333</u>
Total	<u><u>1,206</u></u>

Benefits Provided

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

Contributions

The contribution requirements of Plan members and the District are established and may be amended by the District and the Oxnard Federation of Teachers (OFT), the local California Service Employees Association (CSEA), and unrepresented groups. Voluntary contributions based on projected pay-as-you-go financing requirements, and any additional amounts to prefund benefits with the District, OFT, CSEA, and the unrepresented groups are based on availability of funds. For the measurement period of June 30, 2024, the District contributed \$9,608,353 to the Plan, of which all was used for current premiums (approximately 100% of total premiums). The remainder of the premiums were funded from beginning net position and interest earnings.

Investments**Investment Policy**

The Plan's policy in regard to the allocation of invested assets is established and may be amended by the Governing Board by a majority vote of its members. It is the policy of the Oxnard Union High School District Retiree Benefits Trust Board to pursue an investment strategy that reduces risk through the prudent diversification of the portfolio across a broad selection of distinct asset classes. The Plan's investment policy discourages the use of cash equivalents, except for liquidity purposes, and aims to refrain from dramatically shifting asset class allocations over short time spans. The following was the governing board's adopted asset allocation policy as of June 30, 2024:

<u>Asset Class</u>	<u>Target Allocation</u>
Fixed Income	50%
Equities	50%

Rate of Return

For the year ended June 30, 2024, the annual money-weighted rate of return on investments, net of investment expense, was 6.00%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Net OPEB Liability of the District

The District's net OPEB liability of \$78,258,191 was measured as of June 30, 2024, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of June 30, 2024. The components of the net OPEB liability of the District at June 30, 2024, were as follows:

Total OPEB liability	\$ 168,203,368
Plan fiduciary net position	<u>(89,945,177)</u>
Net OPEB liability	<u>\$ 78,258,191</u>
Plan fiduciary net position as a percentage of the total OPEB liability	<u>53.47%</u>

Actuarial Assumptions

The net OPEB liability in the June 30, 2024 actuarial valuation was determined using the following assumptions, applied to all periods included in the measurement, unless otherwise specified:

Inflation	2.50%
Salary increases	2.75%
Investment rate of return	6.00%, net of OPEB plan investment expense, including inflation
Healthcare cost trend rates	4.00% for 2024

The discount rate was based on historic 19-year real rates of return for each asset class along with assumed long-term inflation assumptions.

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

The actuarial assumptions used in the June 30, 2024 valuation were based on the results of an actuarial experience study for the period July 1, 2023 to June 30, 2024.

The long-term expected rate of return on OPEB plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the target asset allocation as of June 30, 2024, (see the discussion of the Plan's investment policy) are summarized in the following table:

<u>Asset Class</u>	<u>Long-Term Expected Real Rate of Return</u>
US Large Cap	7.5%
US Small Cap	7.5%
Long-Term Corporate Bonds	4.3%
Long-Term Government Bonds	4.3%

Investment Rate of Return

The investment rate of return used to measure the net OPEB liability was 6.00%. The projection of cash flows used to determine the discount rate assumed that District contributions will be made at rates equal to the actuarially determined contribution rates. Based on those assumptions, the OPEB plan's fiduciary net position was projected to be available to make all projected future benefit payments of current Plan members. Therefore, the long-term expected rate of return on OPEB plan investments was applied to all periods of projected benefit payments to determine the net OPEB liability.

Changes in the Net OPEB Liability

	<u>Increase (Decrease)</u>		
	<u>Total OPEB Liability (a)</u>	<u>Plan Fiduciary Net Position (b)</u>	<u>Net OPEB Liability (a) - (b)</u>
Balance, June 30, 2023	<u>\$ 177,278,860</u>	<u>\$ 81,951,676</u>	<u>\$ 95,327,184</u>
Service cost	1,491,213	-	1,491,213
Interest	10,393,217	10,203,563	189,654
Employer contributions	-	7,439,507	(7,439,507)
Changes of assumptions	384,899	-	384,899
Difference between expected and actual experience	(11,736,468)	-	(11,736,468)
Benefit payments	(9,608,353)	(9,608,353)	-
Administrative expense	-	(41,216)	41,216
Net change in total OPEB liability	<u>(9,075,492)</u>	<u>7,993,501</u>	<u>(17,068,993)</u>
Balance, June 30, 2024	<u><u>\$ 168,203,368</u></u>	<u><u>\$ 89,945,177</u></u>	<u><u>\$ 78,258,191</u></u>

No changes to benefits noted from the prior evaluation. No changes of assumptions and other inputs noted from the prior evaluation.

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

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

Discount Rate	Net OPEB Liability
1% decrease (5.00%)	\$ 96,849,831
Current discount rate (6.00%)	78,258,191
1% increase (7.00%)	62,556,076

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

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

Healthcare Cost Trend Rate	Net OPEB Liability
1% decrease (3.00%)	\$ 61,171,957
Current healthcare cost trend rate (4.00%)	78,258,191
1% increase (5.00%)	98,526,991

OPEB Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to OPEB

For the year ended June 30, 2024, the District recognized OPEB expense of \$(18,504,505). At June 30, 2024, the District reported deferred outflows of resources and deferred inflow of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ 6,147,673
Changes of assumptions	201,613	-
Difference between projected and actual earnings on OPEB plan investments	-	1,667,191
Total	<u>\$ 201,613</u>	<u>\$ 7,814,864</u>

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year Ended June 30,	Deferred Outflows/(Inflows) of Resources
2025	\$ (6,504,775)
2026	1,681,216
2027	(1,719,140)
2028	(1,070,552)
Total	<u>\$ (7,613,251)</u>

Medicare Premium Payment (MPP) Program Plan Description

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

A full description of the MPP Program regarding benefit provisions, assumptions (for funding, but not accounting purposes), and membership information is listed in the June 30, 2022 annual actuarial valuation report, Medicare Premium Payment Program Actuarial Valuation. This report and CalSTRS audited financial information are publicly available reports that can be found on the CalSTRS website under Publications at: <http://www.calstrs.com/member-publications>.

Benefits Provided

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

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

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

Net OPEB Liability and OPEB Expense

At June 30, 2024, the District reported a liability of \$771,726 for its proportionate share of the net OPEB liability for the MPP Program. The net 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, 2022. The District's proportion of the net OPEB liability was based on a projection of the District's long-term share of contributions to the OPEB Plan relative to the projected contributions of all participating school districts, actuarially determined. The District's proportionate share for the measurement period June 30, 2023 and June 30, 2022, was 0.2543% and 0.2512%, respectively, resulting in a net increase in the proportionate share of 0.0031%.

For the year ended June 30, 2024, the District recognized OPEB expense of \$(55,915).

Actuarial Methods and Assumptions

The June 30, 2023 total OPEB liability 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:

Measurement Date	June 30, 2023	June 30, 2022
Valuation Date	June 30, 2022	June 30, 2021
Experience Study	July 1, 2015 through June 30, 2018	July 1, 2015 through June 30, 2018
Actuarial Cost Method	Entry age normal	Entry age normal
Investment Rate of Return	3.65%	3.54%
Medicare Part A Premium Cost Trend Rate	4.50%	4.50%
Medicare Part B Premium Cost Trend Rate	5.40%	5.40%

For the valuation as of June 30, 2022, 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 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.

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

The MPP Program is funded on a pay-as-you-go basis with contributions generally being made at the same time and in the same amount as benefit payments and expenses coming due. Any funds within the MPP Program as of June 30, 2023, were to manage differences between estimated and actual amounts to be paid and were invested in the Surplus Money Investment Fund, which is a pooled investment program administered by the State Treasurer.

Discount Rate

As the MPP Program is funded on a pay-as-you-go basis, the OPEB plan's fiduciary net position was not projected to be sufficient to make projected future benefit payments. Therefore, the MPP Program used the Bond Buyer's 20-Bond GO Index from Bondbuyer.com as of June 30, 2023, as the discount rate, which was applied to all periods of projected benefit payments to measure the total OPEB liability. The discount rate as of June 30, 2023, was 3.65%, which is an increase of 0.11% from 3.54% as of June 30, 2022.

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

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

Discount Rate	Net OPEB Liability
1% decrease (2.65%)	\$ 838,707
Current discount rate (3.65%)	771,726
1% increase (4.65%)	713,485

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

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

Medicare Costs Trend Rate	Net OPEB Liability
1% decrease (3.50% Part A and 4.40% Part B)	\$ 710,064
Current Medicare costs trend rate (4.50% Part A and 5.40% Part B)	771,726
1% increase (5.50% Part A and 6.40% Part B)	841,339

Note 11 - Fund Balances

Fund balances are composed of the following elements:

	General Fund	Cafeteria Fund	Building Fund	Bond Interest and Redemption Fund	Non-Major Governmental Funds	Total
Nonspendable						
Revolving cash	\$ 10,000	\$ 2,100	\$ -	\$ -	\$ 20,137	\$ 32,237
Stores inventories	351,405	-	-	-	-	351,405
Prepaid expenditures	55,688	-	-	-	-	55,688
Total nonspendable	417,093	2,100	-	-	20,137	439,330
Restricted						
Legally restricted programs	9,874,250	-	-	-	559,626	10,433,876
Food service	-	15,577,482	-	-	-	15,577,482
Capital projects	-	-	4	-	3,959,431	3,959,435
Student activity	-	-	-	-	2,089,791	2,089,791
Debt services	-	-	-	24,183,097	11,828	24,194,925
Total restricted	9,874,250	15,577,482	4	24,183,097	6,620,676	56,255,509
Assigned						
Capital projects	-	-	-	-	567,205	567,205
Unassigned						
Reserve for economic uncertainties	10,155,000	-	-	-	-	10,155,000
Remaining unassigned	1,782,314	-	-	-	-	1,782,314
Total unassigned	11,937,314	-	-	-	-	11,937,314
Total	\$ 22,228,657	\$ 15,579,582	\$ 4	\$ 24,183,097	\$ 7,208,018	\$ 69,199,358

Note 12 - Risk Management**Description**

The District's risk management activities are recorded in the General Fund. Employee health programs are administered by the General Fund through payments made to Coastal Schools Employee Benefits Organization, a public entity risk pool. The Oxnard Union High School District also participates in the Ventura County Schools Self-Funding Authority public entity risk pool (JPA) for the workers' compensation, property, and liability programs. Refer to Note 15 for additional information regarding the JPAs.

For insured programs, there have been no significant reductions in insurance coverage. Settlement amounts have not exceeded insurance coverage for the current year or the three prior years.

Employee Medical Benefits

The District has contracted with the Coastal Schools Employee Benefits Organization (CSEBO) to provide employee medical benefits. CSEBO is a shared risk pool comprised of members in Ventura County. Rates are set through an annual calculation process. The District pays a monthly contribution, which is placed in a common fund from which claim payments are made for all participating districts. Claims are paid for all participants regardless of claims flow. The Governing Board has a right to return monies to a district subsequent to the settlement of all expenses and claims if a district withdraws from the pool.

Note 13 - Employee Retirement Systems

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

For the fiscal year ended June 30, 2024, the District reported its proportionate share of net pension liabilities, deferred outflows of resources, deferred inflows of resources, and pension expense for each of the above plans as follows:

<u>Pension Plan</u>	<u>Net Pension Liability</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>	<u>Pension Expense</u>
CalSTRS	\$ 130,954,756	\$ 44,056,942	\$ 7,645,467	\$ 20,661,667
CalPERS	80,092,029	30,449,459	1,345,583	13,385,127
Total	<u>\$ 211,046,785</u>	<u>\$ 74,506,401</u>	<u>\$ 8,991,050</u>	<u>\$ 34,046,794</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.

A full description of the pension plan regarding benefit provisions, assumptions (for funding, but not accounting purposes), and membership information is listed in the June 30, 2022, annual actuarial valuation report, Defined Benefit Program Actuarial Valuation. This report and CalSTRS audited financial information are publicly available reports that can be found on the CalSTRS website under Publications at: <http://www.calstrs.com/member-publications>.

Benefits Provided

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

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

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

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

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

Contributions

Required member, District and State of California contributions 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. In accordance with AB 1469, employer contributions into the CalSTRS will be increasing to a total of 19.1% of applicable member earnings phased over a seven-year period. The contribution rates for each plan for the year ended June 30, 2024, are presented above and the District's total contributions were \$22,907,012.

Pension Liabilities, Pension Expense, 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:

Total net pension liability, including State share	
Proportionate share of net pension liability	\$ 130,954,756
State's proportionate share of the net pension liability	62,744,106
Total	<u>\$ 193,698,862</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. The District's proportionate share for the measurement period June 30, 2023 and June 30, 2022, was 0.1719% and 0.1674%, respectively, resulting in a net increase in the proportionate share of 0.0045%.

Oxnard Union High School District

Notes to Financial Statements

June 30, 2024

For the year ended June 30, 2024, the District recognized pension expense of \$20,661,667. In addition, the District recognized pension expense and revenue of \$62,744,106 for support provided by the State. At June 30, 2024, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Pension contributions subsequent to measurement date	\$ 22,907,012	\$ -
Change in proportion and differences between contributions made and District's proportionate share of contributions	9,540,227	638,724
Differences between projected and actual earnings on pension plan investments	560,540	-
Differences between expected and actual experience in the measurement of the total pension liability	10,290,887	7,006,743
Changes of assumptions	758,276	-
Total	<u>\$ 44,056,942</u>	<u>\$ 7,645,467</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 subsequent fiscal year.

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

Year Ended June 30,	Deferred Outflows/(Inflows) of Resources
2025	\$ (4,119,936)
2026	(6,456,664)
2027	10,610,561
2028	526,579
Total	<u>\$ 560,540</u>

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

Year Ended June 30,	Deferred Outflows/(Inflows) of Resources
2025	\$ 1,949,683
2026	2,165,741
2027	1,970,063
2028	1,767,900
2029	2,708,361
Thereafter	2,382,175
Total	<u>\$ 12,943,923</u>

Actuarial Methods and Assumptions

Total pension liability for STRP was determined by applying update procedures to the financial reporting actuarial valuation as of June 30, 2022, and rolling forward the total pension liability to June 30, 2023. 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, 201 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 general investment consultant as an input to the process. The actuarial investment rate of return assumption was adopted by the board in January 2020 in conjunction with the most recent experience study. For each current and future valuation, CalSTRS' independent consulting actuary (Milliman) reviews the return assumption for reasonableness based on the most current capital market assumptions. Best estimates of expected 20-year geometrically linked real rates of return and the assumed asset allocation for each major asset class for the year ended June 30, 2023, are summarized in the following table:

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

Discount Rate

The discount rate used to measure the total pension liability was 7.10%. The projection of cash flows used to determine the discount rate assumed the contributions from plan members and employers will be made at statutory contribution rates. Projected inflows from investment earnings were calculated using the long-term assumed investment rate of return of 7.10% and assume that contributions, benefit payments and administrative expense occurred 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 total pension liability.

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

Discount Rate	Net Pension Liability
1% decrease (6.10%)	\$ 219,666,154
Current discount rate (7.10%)	130,954,756
1% increase (8.10%)	57,269,601

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

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

A full description of the pension plan regarding benefit provisions, assumptions (for funding, but not accounting purposes), and membership information is listed in the June 30, 2022 annual actuarial valuation report, Schools Pool Actuarial Valuation. This report and CalPERS audited financial information are publicly available reports that can be found on the CalPERS website under Forms and Publications at: <https://www.calpers.ca.gov/page/forms-publications>.

Benefits Provided

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

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

	School Employer Pool (CalPERS)	
	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	26.680%	26.680%

Contributions

Section 20814(c) of the California Public Employees' Retirement Law requires that the employer contribution rates for all public employers be determined on an annual basis by the actuary and shall be effective on July 1 following notice of a change in the rate. Total plan contributions are calculated through the CalPERS annual actuarial valuation process. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The District is required to contribute the difference between the actuarially determined rate and the contribution rate of employees. The contributions rates are expressed as percentage of annual payroll. The contribution rates for each plan for the year ended June 30, 2024, are presented above and the total District contributions were \$12,905,250.

Pension Liabilities, Pension Expense, and 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 \$80,092,029. 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. The District's proportionate share for the measurement period June 30, 2023 and June 30, 2022, was 0.2213% and 0.2160%, respectively, resulting in a net increase in the proportionate share of 0.0053%.

For the year ended June 30, 2024, the District recognized pension expense of \$13,385,127. 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	\$ 12,905,250	\$ -
Change in proportion and differences between contributions made and District's proportionate share of contributions	2,376,642	115,487
Differences between projected and actual earnings on pension plan investments	8,554,974	-
Differences between expected and actual experience in the measurement of the total pension liability	2,922,785	1,230,096
Changes of assumptions	3,689,808	-
Total	<u>\$ 30,449,459</u>	<u>\$ 1,345,583</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 subsequent fiscal year.

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

Year Ended June 30,	Deferred Outflows/(Inflows) of Resources
2025	\$ 1,595,836
2026	945,414
2027	5,747,486
2028	266,238
Total	<u>\$ 8,554,974</u>

The deferred outflows/(inflows) of resources related to the change in proportion and differences between contributions made and District's proportionate share of contributions, differences between expected and actual experience in the measurement of the total pension liability, and changes of assumptions will be amortized over the Expected Average Remaining Service Life (EARSL) of all members that are provided benefits (active, inactive, and retirees) as of the beginning of the measurement period. The EARSL for the measurement period is 3.9 years and will be recognized in pension expense as follows:

Year Ended June 30,	Deferred Outflows/(Inflows) of Resources
2025	\$ 3,296,022
2026	3,204,368
2027	1,143,262
Total	<u>\$ 7,643,652</u>

Actuarial Methods and Assumptions

Total pension liability for the SEP was determined by applying update procedures to the financial reporting actuarial valuation as of June 30, 2022, and rolling forward the total pension liability to June 30, 2023. 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, 1997 through June 30, 2015
Actuarial cost method	Entry age normal
Discount rate	6.90%
Investment rate of return	6.90%
Consumer price inflation	2.30%
Wage growth	Varies by entry age and service

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

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

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

Discount Rate

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

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

Discount Rate	Net Pension Liability
1% decrease (5.90%)	\$ 115,792,372
Current discount rate (6.90%)	80,092,029
1% increase (7.90%)	50,586,509

On Behalf Payments

The State of California makes contributions to CalSTRS on behalf of the District. These payments consist of State General Fund contributions to CalSTRS in the amount of \$10,036,016 (10.828% of annual payroll). Contributions are no longer appropriated in the annual Budget Act for the legislatively mandated benefits to CalPERS. Therefore, there is no on behalf contribution rate for CalPERS. Under accounting principles generally accepted in the United States of America, these amounts are to be reported as revenues and expenditures. Accordingly, these amounts have been recorded in these financial statements.

Note 14 - Commitments and Contingencies**Grants**

The District received financial assistance from Federal and State agencies in the form of grants. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and are subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material adverse effect on the overall financial position of the District at June 30, 2024.

Litigation

The District is involved in various litigation arising from the normal course of business. In the opinion of management and legal counsel, the disposition of all litigation pending is not expected to have a material adverse effect on the overall financial position of the District at June 30, 2024.

Construction Commitments

As of June 30, 2024, the District has the following commitments with respect to the unfinished capital projects:

<u>Capital Project</u>	<u>Remaining Construction Commitment</u>	<u>Expected Date of Completion</u>
New Del Sol HS Design and Construction	\$ 11,641,437	2024-25
CIHS HVAC Modernization	1,111,173	2024-25
CIHS Welding Program Modernization	198,168	2024-25
Total	<u>\$ 12,950,778</u>	

Note 15 - Participation in Public Entity Risk Pools and Joint Powers Authority

The District is a member of the Ventura County Schools Self-Funding Authority (VCSSFA) and the Coastal Schools Employee Benefits Organization (CSEBO) public entity risk pools. The District pays an annual premium to each entity for its workers' compensation and property liability coverage and for its health and welfare benefits, respectively. The District also belongs to the Ventura County Fast Action School Transit Authority (VCFAST) joint powers authority (JPA). Payments for courier services are paid to the VCFAST. The relationships between the District, the pools, and the JPA are such that they are not component units of the District for financial reporting purposes.

The entity has budgeting and financial reporting requirements independent of member units and the financial statements are not presented in these financial statements; however, fund transactions between the entity and the District are included in these statements. Audited financial statements are available from the respective entities.

During the year ended June 30, 2024, the District made payments of \$3,469,944, \$40,936,178, and \$498,473, to VCSSFA, CSEBO, and VCFAST, respectively.

Note 16 - Subsequent Events

The District issued \$27,000,000 of Tax and Revenue Anticipation Notes dated October 24, 2024. The notes mature in May 2025, and yield 4.00% interest. The notes were sold to supplement cash flow.

Note 17 - Restatement

During fiscal year 2023-2024, there was a change within the financial reporting entity which resulted in the Cafeteria Fund being reported as a major fund instead of as a nonmajor fund and the Special Reserve Fund for Capital Outlay Projects being reported as a nonmajor fund instead of major fund which resulted in adjustments to and restatements of beginning fund balances as follows:

	Governmental Funds		
	Cafeteria Fund	Special Reserve Fund for Capital Outlay Projects	Non-Major Governmental Funds
Beginning, as previously reported on June 30, 2023	Not Applicable	\$ 22,701,240	\$ 19,373,733
Change within the financial reporting entity	12,098,498	(22,701,240)	10,602,742
Beginning, as Restated on July 1, 2023	<u>\$ 12,098,498</u>	<u>\$ -</u>	<u>\$ 29,976,475</u>



Required Supplementary Information
June 30, 2024

Oxnard Union High School District

Oxnard Union High School District
 Budgetary Comparison Schedule – General Fund
 Year Ended June 30, 2024

	Budgeted Amounts		Actual	Variances - Positive (Negative) Final to Actual
	Original	Final		
Revenues				
Local Control Funding Formula	\$ 240,859,518	\$ 241,866,395	\$ 241,844,862	\$ (21,533)
Federal sources	13,207,356	13,031,055	12,665,832	(365,223)
Other State sources	21,146,883	26,323,444	27,587,850	1,264,406
Other local sources	23,214,448	27,659,643	28,630,752	971,109
Total revenues	298,428,205	308,880,537	310,729,296	1,848,759
Expenditures				
Current				
Certificated salaries	113,890,744	122,188,210	123,618,963	(1,430,753)
Classified salaries	37,804,214	44,612,416	45,299,614	(687,198)
Employee benefits	85,427,342	90,640,990	92,213,657	(1,572,667)
Books and supplies	17,607,419	10,059,518	9,179,587	879,931
Services and operating expenditures	42,984,703	39,464,814	39,377,032	87,782
Other outgo	2,253,402	4,237,973	5,291,766	(1,053,793)
Capital outlay	8,565,489	17,463,111	18,516,702	(1,053,591)
Debt service				
Debt service - principal	1,248,995	1,248,995	77,342	1,171,653
Debt service - interest and other	120,746	132,625	103,552	29,073
Total expenditures	309,903,054	330,048,652	333,678,215	(3,629,563)
Deficiency of Revenues Over Expenditures	(11,474,849)	(21,168,115)	(22,948,919)	(1,780,804)
Other Financing Sources (Uses)				
Other sources	-	-	927,125	927,125
Transfers out	-	(6,000,000)	(6,000,000)	-
Net Change in Fund Balances	(11,474,849)	(27,168,115)	(28,021,794)	(853,679)
Fund Balance - Beginning	50,250,451	50,250,451	50,250,451	-
Fund Balance - Ending	\$ 38,775,602	\$ 23,082,336	\$ 22,228,657	\$ (853,679)

Oxnard Union High School District
 Budgetary Comparison Schedule – Cafeteria Fund
 Year Ended June 30, 2024

	Budgeted Amounts		Actual	Variances - Positive (Negative)
	Original	Final		Final to Actual
Revenues				
Federal sources	\$ 8,298,052	\$ 8,429,792	\$ 9,549,570	\$ 1,119,778
Other State sources	4,497,310	5,541,560	5,657,067	115,507
Other local sources	240,425	-	926,089	926,089
Total revenues	13,035,787	13,971,352	16,132,726	2,161,374
Expenditures				
Current				
Classified salaries	3,998,351	4,456,939	4,460,775	(3,836)
Employee benefits	2,014,659	2,107,181	2,033,356	73,825
Books and supplies	11,225,893	4,111,870	5,233,275	(1,121,405)
Services and operating expenditures	2,900,613	88,211	84,715	3,496
Other outgo	504,929	361,575	381,034	(19,459)
Capital outlay	-	470,000	458,487	11,513
Total expenditures	20,644,445	11,595,776	12,651,642	(1,055,866)
Net Change in Fund Balances	(7,608,658)	2,375,576	3,481,084	1,105,508
Fund Balance - Beginning	12,098,498	12,098,498	12,098,498	-
Fund Balance - Ending	<u>\$ 4,489,840</u>	<u>\$ 14,474,074</u>	<u>\$ 15,579,582</u>	<u>\$ 1,105,508</u>

Oxnard Union High School District
Schedule of Changes in the District's Net OPEB Liability and Related Ratios
Year Ended June 30, 2024

	2024	2023	2022	2021
Total OPEB Liability				
Service cost	\$ 1,491,213	\$ 1,451,302	\$ 1,687,186	\$ 1,642,030
Interest	10,393,217	10,250,621	12,305,846	12,132,371
Difference between expected and actual experience	(11,736,468)	-	(37,956,284)	-
Changes of assumptions	384,899	-	-	-
Benefit payments	(9,608,353)	(9,082,187)	(11,262,920)	(10,548,562)
Net change in total OPEB liability	(9,075,492)	2,619,736	(35,226,172)	3,225,839
Total OPEB Liability - Beginning	177,278,860	174,659,124	209,885,296	206,659,457
Total OPEB Liability - Ending (a)	\$ 168,203,368	\$ 177,278,860	\$ 174,659,124	\$ 209,885,296
Plan Fiduciary Net Position				
Employer contributions	\$ 7,439,507	\$ 9,093,498	\$ 11,262,920	\$ 10,567,190
Interest	10,203,563	7,699,173	(14,382,742)	20,688,094
Benefit payments	(9,608,353)	(9,082,187)	(11,262,920)	(10,548,562)
Administrative expense	(41,216)	(47,046)	(51,798)	(46,894)
Other expense	-	-	-	-
Net change in plan fiduciary net position	7,993,501	7,663,438	(14,434,540)	20,659,828
Plan Fiduciary Net Position - Beginning	81,951,676	74,288,238	88,722,778	68,062,950
Plan Fiduciary Net Position - Ending (b)	\$ 89,945,177	\$ 81,951,676	\$ 74,288,238	\$ 88,722,778
Net OPEB Liability - Ending (a) - (b)	\$ 78,258,191	\$ 95,327,184	\$ 100,370,886	\$ 121,162,518
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	53.47%	46.23%	42.53%	42.27%
Covered Payroll	21,587,924	27,369,359	27,369,359	36,543,795
Net OPEB Liability as a Percentage of Covered Payroll	362.51%	348.30%	366.73%	331.55%
Measurement Date	June 30, 2024	June 30, 2023	June 30, 2022	June 30, 2021

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

Oxnard Union High School District
Schedule of Changes in the District's Net OPEB Liability and Related Ratios
Year Ended June 30, 2024

	2020	2019	2018	2017
Total OPEB Liability				
Service cost	\$ 3,316,803	\$ 3,220,197	\$ 3,037,922	\$ 5,143,257
Interest	14,486,278	13,572,428	13,139,429	11,086,979
Difference between expected and actual experience	(8,081,263)	-	-	-
Changes of assumptions	(28,728,017)	-	-	-
Benefit payments	(9,409,273)	(9,409,273)	(8,876,673)	(8,403,086)
Net change in total OPEB liability	(28,415,472)	7,383,352	7,300,678	7,827,150
Total OPEB Liability - Beginning	235,074,929	227,691,577	220,390,899	212,563,749
Total OPEB Liability - Ending (a)	\$ 206,659,457	\$ 235,074,929	\$ 227,691,577	\$ 220,390,899
Plan Fiduciary Net Position				
Employer contributions	\$ 9,441,363	\$ 9,409,273	\$ 8,876,673	\$ 8,403,086
Interest	3,171,431	3,713,087	5,411,667	6,502,209
Benefit payments	(9,409,273)	(9,409,273)	(8,876,673)	(8,403,086)
Administrative expense	(41,624)	(40,120)	(8,197)	(8,230)
Other expense	-	(17,315)	-	-
Net change in plan fiduciary net position	3,161,897	3,655,652	5,403,470	6,493,979
Plan Fiduciary Net Position - Beginning	64,901,053	61,245,401	55,841,931	49,347,952
Plan Fiduciary Net Position - Ending (b)	\$ 68,062,950	\$ 64,901,053	\$ 61,245,401	\$ 55,841,931
Net OPEB Liability - Ending (a) - (b)	\$ 138,596,507	\$ 170,173,876	\$ 166,446,176	\$ 164,548,968
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	32.93%	27.61%	26.90%	25.34%
Covered Payroll	36,543,795	42,005,000	42,005,000	54,534,000
Net OPEB Liability as a Percentage of Covered Payroll	379.26%	405.13%	396.25%	301.74%
Measurement Date	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017

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

Oxnard Union High School District
Schedule of OPEB Investment Returns
Year Ended June 30, 2024

	2024	2023	2022	2021
Annual money-weighted rate of return, net of investment expense	6.00%	6.00%	6.00%	6.00%

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

	2020	2019	2018	2017
Annual money-weighted rate of return, net of investment expense	6.00%	6.00%	6.00%	6.00%

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

Oxnard Union High School District
Schedule of the District's Proportionate Share of the Net OPEB Liability – MPP Program
Year Ended June 30, 2024

Year ended June 30,	2024	2023	2022	2021
Proportion of the net OPEB liability	0.2543%	0.2512%	0.2386%	0.2739%
Proportionate share of the net OPEB liability	\$ 771,726	\$ 827,641	\$ 951,739	\$ 1,160,648
Covered payroll	N/A ¹	N/A ¹	N/A ¹	N/A ¹
Proportionate share of the net OPEB liability as a percentage of it's covered payroll	N/A ¹	N/A ¹	N/A ¹	N/A ¹
Plan fiduciary net position as a percentage of the total OPEB liability	(0.96%)	(0.94%)	(0.80%)	(0.71%)
Measurement Date	June 30, 2023	June 30, 2022	June 30, 2021	June 30, 2020

Year ended June 30,	2020	2019	2018
Proportion of the net OPEB liability	0.2745%	0.2692%	0.2746%
Proportionate share of the net OPEB liability	\$ 1,022,086	\$ 1,030,599	\$ 1,155,262
Covered payroll	N/A ¹	N/A ¹	N/A ¹
Proportionate share of the net OPEB liability as a percentage of it's covered payroll	N/A ¹	N/A ¹	N/A ¹
Plan fiduciary net position as a percentage of the total OPEB liability	(0.81%)	(0.40%)	0.01%
Measurement Date	June 30, 2019	June 30, 2018	June 30, 2017

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

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

Oxnard Union High School District
Schedule of the District's Proportionate Share of the Net Pension Liability - CalSTRS
Year Ended June 30, 2024

CalSTRS	2024	2023	2022	2021	2020
Proportion of the net pension liability	0.1719%	0.1674%	0.1587%	0.1572%	0.1551%
Proportionate share of the net pension liability	\$ 130,954,756	\$ 116,326,666	\$ 72,239,553	\$ 152,320,108	\$ 140,124,868
State's proportionate share of the net pension liability	62,744,106	58,255,940	36,348,141	78,521,034	76,447,470
Total	<u>\$ 193,698,862</u>	<u>\$ 174,582,606</u>	<u>\$ 108,587,694</u>	<u>\$ 230,841,142</u>	<u>\$ 216,572,338</u>
Covered payroll	<u>\$ 110,118,178</u>	<u>\$ 99,212,335</u>	<u>\$ 87,471,375</u>	<u>\$ 87,503,503</u>	<u>\$ 85,321,585</u>
Proportionate share of the net pension liability as a percentage of its covered payroll	118.92%	117.25%	82.59%	174.07%	164.23%
Plan fiduciary net position as a percentage of the net pension liability	81%	81%	87%	72%	73%
Measurement Date	June 30, 2023	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019
	2019	2018	2017	2016	2015
Proportion of the net pension liability	0.1500%	0.1517%	0.1436%	0.1485%	0.1239%
Proportionate share of the net pension liability	\$ 137,867,679	\$ 140,270,672	\$ 116,138,746	\$ 99,966,960	\$ 72,419,094
State's proportionate share of the net pension liability	78,935,694	82,982,945	66,115,716	52,871,502	43,729,775
Total	<u>\$ 216,803,373</u>	<u>\$ 223,253,617</u>	<u>\$ 182,254,462</u>	<u>\$ 152,838,462</u>	<u>\$ 116,148,869</u>
Covered payroll	<u>\$ 82,009,127</u>	<u>\$ 86,142,798</u>	<u>\$ 74,247,894</u>	<u>\$ 66,868,840</u>	<u>71,975,188</u>
Proportionate share of the net pension liability as a percentage of its covered payroll	168.11%	162.84%	156.42%	149.50%	100.62%
Plan fiduciary net position as a percentage of the net pension liability	71%	69%	70%	74%	77%
Measurement Date	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014

Oxnard Union High School District
Schedule of the District's Proportionate Share of the Net Pension Liability - CalPERS
Year Ended June 30, 2024

CalPERS	2024	2023	2022	2021	2020
Proportion of the net pension liability	0.2213%	0.2160%	0.2067%	0.2077%	0.2069%
Proportionate share of the net pension liability	\$ 80,092,029	\$ 74,324,409	\$ 42,030,350	\$ 63,720,105	\$ 60,307,163
Covered payroll	\$ 38,301,194	\$ 33,124,452	\$ 29,676,855	\$ 29,656,382	\$ 28,706,987
Proportionate share of the net pension liability as a percentage of its covered payroll	209.11%	224.38%	141.63%	214.86%	210.08%
Plan fiduciary net position as a percentage of the total pension liability	70%	70%	81%	70%	70%
Measurement Date	June 30, 2023	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019
	2019	2018	2017	2016	2015
Proportion of the net pension liability	0.2100%	0.2132%	0.2034%	0.1941%	0.1854%
Proportionate share of the net pension liability	\$ 56,001,050	\$ 50,895,389	\$ 40,178,268	\$ 28,611,809	\$ 21,046,174
Covered payroll	\$ 27,710,096	\$ 28,972,645	\$ 24,527,518	\$ 21,031,951	21,636,698
Proportionate share of the net pension liability as a percentage of its covered payroll	202.10%	175.67%	163.81%	136.04%	97.27%
Plan fiduciary net position as a liability	71%	72%	74%	79%	83%
Measurement Date	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014

Oxnard Union High School District
Schedule of the District's Contributions - CalSTRS
Year Ended June 30, 2024

CalSTRS	2024	2023	2022	2021	2020
Contractually required contribution	\$ 22,907,012	\$ 21,032,572	\$ 16,786,727	\$ 14,126,627	\$ 14,963,099
Less contributions in relation to the contractually required contribution	<u>22,907,012</u>	<u>21,032,572</u>	<u>16,786,727</u>	<u>14,126,627</u>	<u>14,963,099</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered payroll	<u>\$ 119,932,000</u>	<u>\$ 110,118,178</u>	<u>\$ 99,212,335</u>	<u>\$ 87,471,375</u>	<u>\$ 87,503,503</u>
Contributions as a percentage of covered payroll	<u>19.10%</u>	<u>19.10%</u>	<u>16.92%</u>	<u>16.15%</u>	<u>17.10%</u>
	2019	2018	2017	2016	2015
Contractually required contribution	\$ 13,890,354	\$ 11,833,917	\$ 10,836,764	\$ 7,966,799	\$ 5,937,953
Less contributions in relation to the contractually required contribution	<u>13,890,354</u>	<u>11,833,917</u>	<u>10,836,764</u>	<u>7,966,799</u>	<u>5,937,953</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered payroll	<u>\$ 85,321,585</u>	<u>\$ 82,009,127</u>	<u>\$ 86,142,798</u>	<u>\$ 74,247,894</u>	<u>\$ 66,868,840</u>
Contributions as a percentage of covered payroll	<u>16.28%</u>	<u>14.43%</u>	<u>12.58%</u>	<u>10.73%</u>	<u>8.88%</u>

Oxnard Union High School District
Schedule of the District's Contributions - CalPERS
Year Ended June 30, 2024

CalPERS	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Contractually required contribution	\$ 12,905,250	\$ 9,717,013	\$ 7,588,812	\$ 6,143,109	\$ 5,848,535
Less contributions in relation to the contractually required contribution	<u>12,905,250</u>	<u>9,717,013</u>	<u>7,588,812</u>	<u>6,143,109</u>	<u>5,848,535</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered payroll	<u>\$ 48,370,502</u>	<u>\$ 38,301,194</u>	<u>\$ 33,124,452</u>	<u>\$ 29,676,855</u>	<u>\$ 29,656,382</u>
Contributions as a percentage of covered payroll	<u>26.680%</u>	<u>25.370%</u>	<u>22.910%</u>	<u>20.700%</u>	<u>19.721%</u>
	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Contractually required contribution	\$ 5,185,056	\$ 4,303,655	\$ 4,023,721	\$ 2,905,775	\$ 2,475,671
Less contributions in relation to the contractually required contribution	<u>5,185,056</u>	<u>4,303,655</u>	<u>4,023,721</u>	<u>2,905,775</u>	<u>2,475,671</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered payroll	<u>\$ 28,706,987</u>	<u>\$ 27,710,096</u>	<u>\$ 28,972,645</u>	<u>\$ 24,527,518</u>	<u>\$ 21,031,951</u>
Contributions as a percentage of covered payroll	<u>18.062%</u>	<u>15.531%</u>	<u>13.888%</u>	<u>11.847%</u>	<u>11.771%</u>

Note 1 - Purpose of Schedules

Budgetary Comparison Schedule

The District employs budget control by object codes and by individual appropriation accounts. Budgets are prepared on the modified accrual basis of accounting in accordance with accounting principles generally accepted in the United State of America as prescribed by the Governmental Accounting Standards Board and provisions of the California *Education Code*. The governing board is required to hold a public hearing and adopt an operating budget no later than July 1 of each year. The adopted budget is subject to amendment throughout the year to give consideration to unanticipated revenue and expenditures primarily resulting from events unknown at the time of budget adoption with the legal restriction that expenditures cannot exceed appropriations by major object account.

The amounts reported as the original budgeted amounts in the budgetary statements reflect the amounts when the original appropriations were adopted. The amounts reported as the final budgeted amounts in the budgetary statements reflect the amounts after all budget amendments have been accounted for.

These schedules presents information for the original and final budgets and actual results of operations, as well as the variances from the final budget to actual results of operations.

At June 30, 2024, the District major funds exceeded the budgeted amount in total as follows:

Funds	Expenditures and Other Uses		
	Budget	Actual	Excess
General Fund	\$ 336,048,652	\$ 339,678,215	\$ 3,629,563
Cafeteria Fund	\$ 11,595,776	\$ 12,651,642	\$ 1,055,866

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

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

- *Changes in Benefit Terms* – There were no changes in the benefit terms since the previous valuation.
- *Changes of Assumptions* – There were no changes of assumptions since the previous valuation.

Schedule of OPEB Investment Returns

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

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

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

- *Changes in Benefit Terms* – There were no changes in the benefit terms since the previous valuation.
- *Changes of Assumptions* – The plan rate of investment return assumption was changed from 3.54% to 3.65% since the previous valuation.

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

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

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

Schedule of the District's Contributions

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



Supplementary Information
June 30, 2024

Oxnard Union High School District

Oxnard Union High School District
Schedule of Expenditures of Federal Awards
Year Ended June 30, 2024

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal Financial Assistance Listing	Pass-Through Entity Identifying Number	Federal Expenditures
U.S. Department of Education			
Passed Through Ventura County Special Education Local Plan Area			
Special Education (IDEA) Cluster			
Basic Local Assistance Entitlement, Part B, Sec 611	84.027	13379	\$ 3,936,000
Quality Assurance & Focused Monitoring	84.027A	13693	15,000
Mental Health Allocation Plan, Part B, Sec 611	84.027A	15197	<u>204,968</u>
Total Special Education (IDEA) Cluster			<u>4,155,968</u>
Passed Through California Department of Rehabilitation			
Workability II, Transition Partnership	84.126	10006	287,363
Passed Through California Department of Education (CDE)			
Adult Secondary Education	84.002	13978	258,811
Integrated English Literacy and Civics Education	84.002A	14109	168,842
Adult Basic Education & English Language Acquisition	84.002A	14508	<u>490,783</u>
Subtotal			<u>918,436</u>
Title I, Part A, Basic Grants Low-Income and Neglected	84.010	14329	3,442,381
School Improvement Funding for LEAs	84.010	15438	<u>171,465</u>
Subtotal			<u>3,613,846</u>
Title III, English Learner Student Program	84.365	14346	430,788
Title III, Immigrant Education Program	84.365	15146	<u>6,080</u>
Subtotal			<u>436,868</u>
COVID-19 Elementary and Secondary School Emergency			
Relief III (ESSER III) Fund	84.425U	15559	537,773
COVID-19: Elementary and Secondary School Emergency Relief III			
(ESSER III) Fund: Learning Loss	84.425U	10155	494,482
COVID-19: Expanded Learning Opportunities (ELO) Grant: ESSER III			
State Reserve Emergency Needs	84.425U	15620	706,912
COVID-19: Expanded Learning Opportunities (ELO) Grant: ESSER III			
State Reserve, Learning Loss	84.425U	15621	270,405
COVID-19: American Rescue Plan-Homeless Children and Youth Program	84.425W	15564	61,052
COVID-19: American Rescue Plan-Homeless Children and Youth Program II	84.425W	15566	<u>308,843</u>
Subtotal			<u>2,379,467</u>
Title II, Part A, Supporting Effective Instruction	84.367	14341	535,541
Title IV, Part A, Student Support and Academic Enrichment Grants	84.424	15396	437,855
Title IX, Part A, McKinney-Vento Homeless Assistance Grants	84.196	14332	133,783
Strengthening Career and Technical Education for the 21st Century			
(Perkins V): Secondary, Section 131	84.048	14894	<u>514,562</u>
Total U.S. Department of Education			<u>13,413,689</u>

Oxnard Union High School District
Schedule of Expenditures of Federal Awards
Year Ended June 30, 2024

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal Financial Assistance Listing	Pass-Through Entity Identifying Number	Federal Expenditures
U.S. Department of Agriculture			
Passed Through California Department of Education			
Child Nutrition Cluster			
School Lunch - Section 4	10.555	13523	\$ 692,531
School Lunch - Section 11	10.555	13524	3,719,466
Commodities	10.555	13524	862,008
Supply Chain Assistance (SCA) Funds	10.555	15655	818,361
Local Food for Schools	10.555	15708	<u>127,903</u>
Subtotal			<u>6,220,269</u>
School Breakfast Basic	10.553	13525	93,628
School Breakfast Needy	10.553	13526	<u>2,287,863</u>
Subtotal			<u>2,381,491</u>
Total Child Nutrition Cluster			<u>8,601,760</u>
Passed Through California Department of Social Services			
CACFP Claims - Centers and Family Day Care Homes	10.558	13529	1,193,757
Cash in Lieu of Commodities	10.558	13534	<u>82,861</u>
Subtotal			<u>1,276,618</u>
Total U.S. Department of Agriculture			<u>9,878,378</u>
U.S. Department of Defense			
Junior Reserve Officer Training Corps - Air Force	12.000	N/A	<u>151,845</u>
U.S. Department of Interior			
National Park Service Conservation, Protection, Outreach, and Education	15.954	N/A	<u>18,733</u>
Total Federal Financial Assistance			<u>\$ 23,462,645</u>

Oxnard Union High School District
Schedule of Average Daily Attendance
Year Ended June 30, 2024

	Final Report	
	Second Period Report	Annual Report
Regular ADA		
Ninth through twelfth	14,701.82	14,862.57
Special Education, Nonpublic, Nonsectarian Schools		
Ninth through twelfth	15.57	18.66
Total ADA	14,717.39	14,881.23

Oxnard Union High School District
Schedule of Instructional Time
Year Ended June 30, 2024

Grade Level	1986-1987 Minutes Requirement	2023-2024 Actual Minutes	Number of Minutes Credited Form J-13A	Total Minutes Offered	Traditional Calendar			Multitrack Calendar			Status
					Number of Actual Days	Number of Days Credited Form J-13A	Total Days Offered	Number of Actual Days	Number of Days Credited Form J-13A	Total Days Offered	
Grades 9 - 12	64,800										
Grade 9		64,858	-	64,858	180	-	180	-	-	-	Complied
Grade 10		64,858	-	64,858	180	-	180	-	-	-	Complied
Grade 11		64,858	-	64,858	180	-	180	-	-	-	Complied
Grade 12		64,858	-	64,858	180	-	180	-	-	-	Complied

Oxnard Union High School District
Reconciliation of Annual Financial and Budget Report with Audited Financial Statements
Year Ended June 30, 2024

	General Fund	Student Activity Fund	Adult Education Fund
Fund Balance			
Balance, June 30, 2024, Unaudited Actuals	\$ 21,703,707	\$ 2,476,246	\$ 555,578
Increase in			
Revolving cash	-	20,137	-
Cash in county (FMV)	524,950	-	4,048
Decrease in			
Cash in banks	-	(386,455)	-
Balance, June 30, 2024, Audited Financial Statements	<u>\$ 22,228,657</u>	<u>\$ 2,109,928</u>	<u>\$ 559,626</u>
	Cafeteria Fund	Building Fund	Capital Facilities Fund
Fund Balance			
Balance, June 30, 2024, Unaudited Actuals	\$ 15,488,834	\$ (235,890)	\$ 1,407,287
Increase in			
Cash in county (FMV)	90,748	235,894	42,266
Receivables	-	-	2,750,000
Accounts payable	-	-	(240,122)
Balance, June 30, 2024, Audited Financial Statements	<u>\$ 15,579,582</u>	<u>\$ 4</u>	<u>\$ 3,959,431</u>
	County School Facilities Fund	Special Reserve Fund for Capital Outlay Projects	Bond Interest and Redemption Fund
Fund Balance			
Balance, June 30, 2024, Unaudited Actuals	\$ (2,208)	\$ 333,057	\$ 23,940,616
Increase in			
Cash in county (FMV)	2,208	234,148	242,481
Balance, June 30, 2024, Audited Financial Statements	<u>\$ -</u>	<u>\$ 567,205</u>	<u>\$ 24,183,097</u>

Oxnard Union High School District
Schedule of Financial Trends and Analysis
Year Ended June 30, 2024

	(Budget) 2025 ¹	2024	2023 ¹	2022 ¹
General Fund				
Revenues	\$ 295,004,472	\$ 310,729,296	\$ 336,068,748	\$ 281,594,600
Other sources	-	927,125	270,078	-
Total Revenues and Other Sources	<u>295,004,472</u>	<u>311,656,421</u>	<u>336,338,826</u>	<u>252,786,503</u>
Expenditures	294,840,599	333,678,215	315,925,885	277,515,973
Other uses and transfers out	<u>-</u>	<u>6,000,000</u>	<u>8,000,000</u>	<u>2,000,000</u>
Total Expenditures and Other Uses	<u>294,840,599</u>	<u>339,678,215</u>	<u>323,925,885</u>	<u>279,515,973</u>
Increase/(Decrease) in Fund Balance	<u>163,873</u>	<u>(28,021,794)</u>	<u>12,412,941</u>	<u>2,078,627</u>
Ending Fund Balance	<u>\$ 22,392,530</u>	<u>\$ 22,228,657</u>	<u>\$ 50,250,451</u>	<u>\$ 37,837,510</u>
Available Reserves ²	<u>\$ 9,563,048</u>	<u>\$ 11,937,314</u>	<u>\$ 9,717,777</u>	<u>\$ 9,258,722</u>
Available Reserves as a Percentage of Total Outgo	<u>3.24%</u>	<u>3.51%</u>	<u>3.00%</u>	<u>3.31%</u>
Long-Term Liabilities	<u>N/A</u>	<u>\$ 808,911,715</u>	<u>\$ 816,760,805</u>	<u>\$ 665,416,713</u>
K-12 Average Daily Attendance at P-2	<u>14,563</u>	<u>14,717</u>	<u>15,270</u>	<u>15,523</u>

The General Fund balance has increased by \$15,608,853 over the past two years. The fiscal year 2024-2025 budget projects an increase of \$163,873 (0.74%). For a district this size, the State recommends available reserves of at least 3% of total General Fund expenditures, transfers out, and other uses (total outgo).

The District has incurred operating surpluses in two of the past three years and anticipates incurring an operating surplus during the 2024-2025 fiscal year. Total long-term liabilities have increased by \$143,495,002 over the past two years.

Average daily attendance has decreased by 806 over the past two years. Additional decline of 154 ADA is anticipated during fiscal year 2024-2025.

¹ Financial information for 2025, 2023, and 2022 are included for analytical purposes only and has not been subjected to audit.

² Available reserves consist of all unassigned fund balances and all funds reserved for economic uncertainty contained within the General Fund.

Oxnard Union High School District
Schedule of Charter Schools
Year Ended June 30, 2024

<u>Name of Charter School</u>	<u>Charter Number</u>	<u>Included in Audit Report</u>
Camarillo Academy of Progressive Education	0943	No
Architecture, Construction and Engineering Charter High (ACE)	1126	No

Oxnard Union High School District
Combining Balance Sheet – Non-Major Governmental Funds
June 30, 2024

	Student Activity Fund	Adult Education Fund	Capital Facilities Fund
Assets			
Deposits and investments	\$ 2,109,928	\$ 322,659	\$ 2,523,219
Receivables	-	873,920	2,893,527
Due from other funds	-	1,620	-
Total assets	<u>\$ 2,109,928</u>	<u>\$ 1,198,199</u>	<u>\$ 5,416,746</u>
Liabilities and Fund Balances			
Liabilities			
Accounts payable	\$ -	\$ 109,852	\$ 1,008,796
Due to other funds	-	528,721	448,519
Total liabilities	<u>-</u>	<u>638,573</u>	<u>1,457,315</u>
Fund Balances			
Nonspendable	20,137	-	-
Restricted	2,089,791	559,626	3,959,431
Assigned	-	-	-
Total fund balances	<u>2,109,928</u>	<u>559,626</u>	<u>3,959,431</u>
Total liabilities and fund balances	<u>\$ 2,109,928</u>	<u>\$ 1,198,199</u>	<u>\$ 5,416,746</u>

Oxnard Union High School District
Combining Balance Sheet – Non-Major Governmental Funds
June 30, 2024

	County School Facilities Fund	Special Reserve Fund for Capital Outlay Projects	COP Debt Service Fund	Total Non-Major Governmental Funds
Assets				
Deposits and investments	\$ -	\$ 2,551,378	\$ 11,828	\$ 7,519,012
Receivables	-	229,426	-	3,996,873
Due from other funds	-	108,648	-	110,268
Total assets	\$ -	\$ 2,889,452	\$ 11,828	\$ 11,626,153
Liabilities and Fund Balances				
Liabilities				
Accounts payable	\$ -	\$ 1,291,931	\$ -	\$ 2,410,579
Due to other funds	-	1,030,316	-	2,007,556
Total liabilities	-	2,322,247	-	4,418,135
Fund Balances				
Nonspendable	-	-	-	20,137
Restricted	-	-	11,828	6,620,676
Assigned	-	567,205	-	567,205
Total fund balances	-	567,205	11,828	7,208,018
Total liabilities and fund balances	\$ -	\$ 2,889,452	\$ 11,828	\$ 11,626,153

Oxnard Union High School District
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances –
Non-Major Governmental Funds
Year Ended June 30, 2024

	Student Activity Fund	Adult Education Fund	Cafeteria Fund	Capital Facilities Fund
Revenues				
Federal sources	\$ -	\$ 918,436		\$ -
Other State sources	-	3,870,644		-
Other local sources	4,359,130	234,241		7,776,686
Total revenues	4,359,130	5,023,321		7,776,686
Expenditures				
Current				
Instruction	-	2,603,497		-
Instruction-related activities				
Supervision of instruction	-	11,482		-
School site administration	-	1,370,692		-
Pupil services				
All other pupil services	-	705,015		-
Administration				
All other administration	-	28,721		240,122
Plant services	-	233,099		-
Ancillary services	4,494,496	-		-
Facility acquisition and construction	-	-		5,089,695
Debt service				
Principal	-	-		444,414
Interest and other	-	-		-
Total expenditures	4,494,496	4,952,506		5,774,231
Excess (Deficiency) of Revenues Over Expenditures	(135,366)	70,815		2,002,455
Other Financing Sources (Uses)				
Transfers in	-	-		-
Transfers out	-	-		(2,339,109)
Net Financing Sources (Uses)	-	-		(2,339,109)
Net Change in Fund Balances	(135,366)	70,815		(336,654)
Fund Balance - Beginning, as previously reported	2,245,294	488,811	12,098,498	4,296,085
Adjustments (Note 17)	-	-	(12,098,498)	-
Fund Balance - Beginning, as restated	2,245,294	488,811	-	4,296,085
Fund Balance - Ending	\$ 2,109,928	\$ 559,626	\$ -	\$ 3,959,431

Oxnard Union High School District
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances –
Non-Major Governmental Funds
Year Ended June 30, 2024

	County School Facilities Fund	Special Reserve Fund for Capital Outlay Projects	COP Debt Service Fund	Total Non-Major Governmental Funds
Revenues				
Federal sources	\$ -	\$ -	\$ -	\$ 918,436
Other State sources	-	-	-	3,870,644
Other local sources	2,208	856,523	12,028	13,240,816
Total revenues	2,208	856,523	12,028	18,029,896
Expenditures				
Current				
Instruction	-	-	-	2,603,497
Instruction-related activities				
Supervision of instruction	-	-	-	11,482
School site administration	-	-	-	1,370,692
Pupil services				
All other pupil services	-	-	-	705,015
Administration				
All other administration	-	-	-	268,843
Plant services	-	-	-	233,099
Ancillary services	-	-	-	4,494,496
Facility acquisition and construction	238,912	27,960,240	-	33,288,847
Debt service				
Principal	-	804,581	715,000	1,963,995
Interest and other	-	225,737	1,632,650	1,858,387
Total expenditures	238,912	28,990,558	2,347,650	46,798,353
Excess (Deficiency) of Revenues Over Expenditures	(236,704)	(28,134,035)	(2,335,622)	(28,768,457)
Other Financing Sources (Uses)				
Transfers in	-	6,000,000	2,339,109	8,339,109
Transfers out	-	-	-	(2,339,109)
Net Financing Sources (Uses)	-	6,000,000	2,339,109	6,000,000
Net Change in Fund Balances	(236,704)	(22,134,035)	3,487	(22,768,457)
Fund Balance - Beginning, as previously reported	236,704	-	8,341	19,373,733
Adjustments (Note 17)	-	22,701,240	-	10,602,742
Fund Balance - Beginning, as restated	236,704	22,701,240	8,341	29,976,475
Fund Balance - Ending	\$ -	\$ 567,205	\$ 11,828	\$ 7,208,018

Note 1 - Purpose of Schedules

Schedule of Expenditures of Federal Awards (SEFA)

Basis of Presentation

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

Summary of Significant Accounting Policies

Expenditures reported in the schedule are reported on the modified accrual basis of accounting. When applicable, such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. No federal financial assistance has been provided to a subrecipient.

Indirect Cost Rate

The District has not elected to use the ten percent de minimis cost rate.

Food Donation

Nonmonetary assistance is reported in this schedule at the fair market value of the commodities received and disbursed. At June 30, 2024, the District had no food commodities in inventory.

Schedule of Average Daily Attendance (ADA)

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

Schedule of Instructional Time

The District has received incentive funding for increasing instructional time as provided by the Incentives for Longer Instructional Day. The District has met its target funding. This schedule presents information on the amount of instructional time offered by the District and whether the District complied with the provisions of *Education Code* Sections 46200 through 46207.

Districts must maintain their instructional minutes at the 1986-87 requirements, as required by *Education Code* Section 46201.

Reconciliation of Annual Financial and Budget Report with Audited Financial Statements

This schedule provides the information necessary to reconcile the fund balance of all funds reported on the Unaudited Actual Financial Report to the audited financial statements.

Schedule of Financial Trends and Analysis

This schedule discloses the District's financial trends by displaying past years' data along with current year budget information. These financial trend disclosures are used to evaluate the District's ability to continue as a going concern for a reasonable period of time.

Schedule of Charter Schools

This schedule lists all Charter Schools chartered by the District, and displays information for each Charter School on whether or not the Charter School is included in the District audit.

Non-Major Governmental Funds - Balance Sheet and Statement of Revenues, Expenditures, and Changes in Fund Balances

These schedules are included to provide information regarding the individual funds that have been included in the Non-Major Governmental Funds column on the Governmental Funds Balance Sheet and Statement of Revenues, Expenditures, and Changes in Fund Balances.



Other Information
June 30, 2024

Oxnard Union High School District

ORGANIZATION

The Oxnard Union High School District was established in 1901 and consists of an area comprising approximately 300 square miles. The District operates nine high schools, three alternative education sites, and an adult education program. There were no boundary changes during the year.

GOVERNING BOARD

MEMBER	OFFICE	TERM EXPIRES
Elizabeth M. Botello	President	2024
Dr. Steve Hall	Vice President	2024
Genevieve Flores-Haro	Clerk	2026
Karen M. Sher	Member	2026
Linda Baker Torres	Member	2026

ADMINISTRATION

NAME	TITLE
Thomas McCoy, Ed.D.	Superintendent
Richard Urias	Assistant Superintendent of Business Services
Deborah Salgado, Ed.D.	Assistant Superintendent of Human Resources
Virginia Kelsen	Assistant Superintendent of Educational Services



Independent Auditor's Reports
June 30, 2024

Oxnard Union High School District



**Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance
and Other Matters Based on an Audit of Financial Statements Performed in Accordance with
*Government Auditing Standards***

To the Governing Board
Oxnard Union High School District
Oxnard, California

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States (*Government Auditing Standards*), the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Oxnard Union High 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 March 19, 2025.

Report on Internal Control over Financial Reporting

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

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

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 and therefore, material weaknesses or significant deficiencies may exist that have not been identified. We identified a certain deficiency in internal control, described in the accompanying Schedule of Findings and Questioned Costs as item 2024-001 that we consider to be a material weakness.

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*.

District's Response to Findings

Government Auditing Standards requires the auditor to perform limited procedures on the District's response to the findings identified in our audit and described in the accompanying Schedule of Findings and Questioned Costs. The District's response was not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

Purpose of this Report

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

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

Rancho Cucamonga, California
March 19, 2025



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

To the Governing Board
Oxnard Union High School District
Oxnard, California

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

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

We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for 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.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the District's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the District's compliance with the requirements of 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 Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

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

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

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

Rancho Cucamonga, California
March 19, 2025



Independent Auditor's Report on State Compliance and on Internal Control Over Compliance

To the Governing Board
Oxnard Union High School District
Oxnard, California

Report on Compliance

Opinion on State Compliance

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

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

Basis for Opinion

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS), the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, and the *2023-2024 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

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

Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the District's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, and the *2023-2024 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 *2023-2024 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 *2023-2024 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*, but not for the purpose of expressing an opinion on the effectiveness of the District's internal controls over compliance. Accordingly, we express no such opinion; and
- Select and test transactions and records to determine the District's compliance with the state laws and regulations applicable to the following items:

2023-2024 K-12 Audit Guide Procedures	Procedures Performed
Local Education Agencies Other Than Charter Schools	
Attendance	Yes
Teacher Certification and Misassignments	Yes
Kindergarten Continuance	Not Applicable
Independent Study	Yes
Continuation Education	Yes
Instructional Time	Yes
Instructional Materials	Yes
Ratios of Administrative Employees to Teachers	Yes
Classroom Teacher Salaries	Yes
Early Retirement Incentive	Not Applicable

2023-2024 K-12 Audit Guide Procedures	Procedures Performed
GANN Limit Calculation	Yes
School Accountability Report Card	Yes
Juvenile Court Schools	Not Applicable
Middle or Early College High Schools	Yes
K-3 Grade Span Adjustment	Not Applicable
Apprenticeship: Related and Supplemental Instruction	Not Applicable
Comprehensive School Safety Plan	Yes
District of Choice	Not Applicable
Home to School Transportation Reimbursement	Yes
School Districts, County Offices of Education, and Charter Schools	
Proposition 28 Arts and Music in Schools	Yes
After/Before School Education and Safety Program	Not Applicable
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)	Not Applicable
Career Technical Education Incentive Grant	Yes
Expanded Learning Opportunities Program	Not Applicable
Transitional Kindergarten	Not Applicable
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

The term “Not Applicable” is used above to mean either the District did not offer the program during the current fiscal year, the District did not participate in the program during the current fiscal year, or the program applies to a different type of local education agency.

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

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the *2023-2024 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*. Accordingly, this report is not suitable for any other purpose.

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

City of Issuing Office, California
March 19, 2025



Schedule of Findings and Questioned Costs
June 30, 2024

Oxnard Union High School District

Financial Statements

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

Federal Awards

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

Identification of major programs

<u>Name of Federal Program or Cluster</u>	<u>Federal Financial Assistance Listing</u>
Title I Grants to Local Educational Agencies	84.010
Adult Education - Basic Grants to States	84.002, 84.002A
Child Care and Adult Food Program	10.558
Special Education Cluster	84.027, 84.027A
Dollar threshold used to distinguish between type A and type B programs	\$750,000
Auditee qualified as low-risk auditee?	No

State Compliance

Internal control over state compliance programs	
Material weaknesses identified	No
Significant deficiencies identified not considered to be material weaknesses	None Reported
Type of auditor's report issued on compliance for programs	Unmodified

The following finding represents a material weakness related to the financial statements that are required to be reported in accordance with *Government Auditing Standards*. The finding has been coded as follows:

Five Digit Code	AB 3627 Finding Type
30000	Internal Control

2024-001 30000 - Financial Statement Preparation and Audit Adjustments (Material Weakness)

Criteria or Specific Requirements

Management is responsible for the design, implementation, and maintenance of internal controls to ensure the financial statements are free from material misstatement, whether due to error or fraud. Such internal controls should include a review of all adjusting entries, reclassifying entries, and conversion entries used in the preparation of the District’s financial statements. The District should ensure that all applicable accounting principles are adhered to when preparing the financial statements.

Condition

An internal control system design must include elements to accurately prepare financial statements without adjustments by the auditor. During the course of our engagement, we noted material misstatements in the District’s Student Activity Fund resulting in an overstatement of cash in bank by \$386,455 and understatement of revolving cash by \$20,137. These material misstatements have been corrected by the District. In addition to the corrected material misstatements, the auditor’s noted uncorrected misstatements in the District’s aggregate remaining funds which resulted in an overstatement of interest receivables by \$98,402.

Context

The conditions were identified as result of our review of available District records and audit procedures performed.

Cause

The cause of the condition identified appears to be due to inadequate review processes related to the preparation of the District’s year-end financial statements, which includes the related conversion entries in preparation of the government-wide financial statements.

Effect

The effect of the error resulted in material misstatements that were not detected or prevented by the District’s internal accounting and review process. As reported on the 2024-2025 unaudited financial statements, the District’s aggregate remaining funds was overstated by \$464,720.

Repeat Finding

Yes, see prior year finding 2023-001.

Recommendation

A thorough review of the District's financial statements, including all adjusting entries, reclassifying entries, and conversion entries should take place before the financial statements are finalized by the District's business department.

Corrective Action Plan and Views of Responsible Officials

The District agrees that having an internal control system over monitoring financial reporting is an important part of the District's overall internal controls process. The District has created processes to monitor and implement these controls to ensure that all financial closing journal entries are properly reviewed, and misclassifications are corrected, before final closing. The Director of Fiscal Services will review all journal entries, in detail, before accounting staff posts the entries to the accounting system, and train and guide staff on proper classification of accounting entries.

None reported.

None reported.

Except as specified in previous sections of this report, summarized below is the current status of all audit findings reported in the prior year’s Schedule of Findings and Questioned Costs.

Financial Statement Findings

2023-001 30000 – Financial Statement Preparation and Audit Adjustments (Material Weakness)

Criteria or Specific Requirements

Management is responsible for the design, implementation, and maintenance of internal controls to ensure the financial statements are free from material misstatement, whether due to error or fraud. Such internal controls should include a review of all adjusting entries, reclassifying entries, and conversion entries used in the preparation of the District’s financial statements. The District should ensure that all applicable accounting principles are adhered to when preparing the financial statements.

Condition

An internal control system design must include elements to accurately prepare financial statements without adjustments by the auditor. During the course of our engagement, we noted the ending fund balances in the governmental funds were materially misstated.

Context

The conditions were identified as result of our review of available District records and audit procedures performed.

Cause

The cause of the condition identified appears to be due to inadequate review processes related to the preparation of the District’s year-end financial statements, which includes the related conversion entries in preparation of the government-wide financial statements.

Effect

The effect of the error resulted in material misstatements that were not detected or prevented by the District’s internal accounting and review process. As reported on the 2022-2023 unaudited financial statements, the District’s General Fund was overstated by \$5,465,301, Building Fund was overstated by \$235,894, Special Reserve Fund for Capital Outlay Projects was overstated by \$354,437, Bond Interest and Redemption Fund was overstated by \$242,481, and the Aggregate Remaining Funds was overstated by \$139,270.

Recommendation

A thorough review of the District's financial statements, including all adjusting entries, reclassifying entries, and conversion entries should take place before the financial statements are finalized by the District's business department.

Current Status

Not implemented, see current year finding 2024-001.