

WOODLAND JOINT UNIFIED SCHOOL DISTRICT

FINANCIAL STATEMENTS

June 30, 2024

WOODLAND JOINT UNIFIED SCHOOL DISTRICT

FINANCIAL STATEMENTS
WITH SUPPLEMENTARY INFORMATION
June 30, 2024
(Continued)

CONTENTS

INDEPENDENT AUDITOR'S REPORT	1
MANAGEMENT'S DISCUSSION AND ANALYSIS	4
BASIC FINANCIAL STATEMENTS:	
GOVERNMENT-WIDE FINANCIAL STATEMENTS:	
STATEMENT OF NET POSITION	15
STATEMENT OF ACTIVITIES.....	16
FUND FINANCIAL STATEMENTS:	
BALANCE SHEET - GOVERNMENTAL FUNDS	17
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE STATEMENT OF NET POSITION.....	18
STATEMENT OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCES - GOVERNMENTAL FUNDS	19
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCES - GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES	20
STATEMENT OF FIDUCIARY NET POSITION - TRUST FUND	21
STATEMENT OF CHANGE IN FIDUCIARY NET POSITION - TRUST FUND	22
NOTES TO FINANCIAL STATEMENTS	23
REQUIRED SUPPLEMENTARY INFORMATION:	
GENERAL FUND BUDGETARY COMPARISON SCHEDULE	49
SCHEDULE OF CHANGES IN THE DISTRICT'S TOTAL OTHER POSTEMPLOYMENT BENEFITS (OPEB) LIABILITY.....	50
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY	51
SCHEDULE OF THE DISTRICT'S CONTRIBUTIONS	53
NOTE TO REQUIRED SUPPLEMENTARY INFORMATION	55

WOODLAND JOINT UNIFIED SCHOOL DISTRICT

FINANCIAL STATEMENTS
WITH SUPPLEMENTARY INFORMATION
June 30, 2024

CONTENTS

SUPPLEMENTARY INFORMATION:

COMBINING BALANCE SHEET - ALL NON-MAJOR FUNDS	56
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCES - ALL NON-MAJOR FUNDS	57
SCHEDULE OF AVERAGE DAILY ATTENDANCE.....	58
SCHEDULE OF INSTRUCTIONAL TIME	59
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS	60
RECONCILIATION OF UNAUDITED ACTUAL FINANCIAL REPORT WITH AUDITED FINANCIAL STATEMENTS	62
SCHEDULE OF FINANCIAL TRENDS AND ANALYSIS – UNAUDITED.....	63
SCHEDULE OF CHARTER SCHOOLS	64
NOTES TO SUPPLEMENTARY INFORMATION	65

OTHER INFORMATION

ORGANIZATION	66
INDEPENDENT AUDITOR'S REPORT ON STATE COMPLIANCE AND ON INTERNAL CONTROL OVER STATE COMPLIANCE FOR STATE PROGRAMS	67
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 <i>GOVERNMENT AUDITING STANDARDS</i>	71
INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM; REPORT ON INTERNAL CONTROL OVER COMPLIANCE; REQUIRED BY THE UNIFORM GUIDANCE	73

FINDINGS AND RECOMMENDATIONS:

SCHEDULE OF AUDIT FINDINGS AND QUESTIONED COSTS.....	76
STATUS OF PRIOR YEAR FINDINGS AND RECOMMENDATIONS.....	80

INDEPENDENT AUDITOR'S REPORT

Board of Education
Woodland Joint Unified School District
Woodland, 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 Woodland Joint Unified School District, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the Woodland Joint Unified School District's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Woodland Joint Unified School District, as of June 30, 2024, and the respective changes in financial position 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 Woodland Joint Unified School District, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

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

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

(Continued)

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis on pages 4 to 14 and the General Fund Budgetary Comparison Schedule, the Schedule of Changes in the District's Total Other Postemployment Benefits (OPEB) Liability, the Schedule of the District's Proportionate Share of the Net Pension Liability, and the Schedule of the District's Contributions on pages 49 to 54 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Woodland Joint Unified School District's basic financial statements. The accompanying schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* and other supplementary information as presented in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and, except for that portion marked "unaudited", was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information, has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the basic financial statements as a whole. The information marked "unaudited" has not been subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we do not express an opinion or provide any assurance on it.

Other Information

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 11, 2024 on our consideration of the Woodland Joint Unified School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Woodland Joint Unified School District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Woodland Joint Unified School District's internal control over financial reporting and compliance.

Crowe LLP

Crowe LLP

Sacramento, California
December 11, 2024

**WOODLAND JOINT UNIFIED SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

This section of Woodland Joint Unified School District's (the "District") annual financial report presents District management's discussion and analysis of the District's financial performance during the fiscal year that ended on June 30, 2024. Please read it in conjunction with the Independent Auditors' Report presented on pages 1 through 3, and the District's financial statements, which immediately follow this section.

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The Statement of Net Position and Statement of Activities, presented on pages 15 and 16, provide information about the activities of the District as a whole and present a longer-term view of the District's finances. The fund financial statements for governmental activities, presented on pages 17 through 20, provide information about how District services were financed in the short-term, and how much remains for future spending. Fund financial statements also report the District's operations in more detail than the government-wide statements by providing information about the District's most significant funds. The remaining statements on pages 21 through 22 provide financial information about activities for which the District acts solely as a trustee or agent for the benefit of those outside the District.

FINANCIAL HIGHLIGHTS

- The District's financial condition has changed during the 2023-24 fiscal year. Over the course of the year, net position increased by 20%.
- Total current year revenues exceeded the total current year expenses by \$12.9 million in the General Fund.
- Total Governmental Fund balances increased by \$16 million.
- Total long-term liabilities increased \$17 million during the 2023-24 fiscal year due to the changes associated with the G.O Bonds, the COPs, and other long-term liabilities. During the 2023-24 fiscal year, the District made payments of \$2.7 million of general obligation bonds, and payments of \$440,000 on certificates of participation. The Schedule of Changes in Long-Term Liabilities on page 33 provides additions and deductions to the District's liabilities.
- The District maintains sufficient reserves for a district of its size. It meets the state required minimum reserve for economic uncertainty of 3% of general fund expenditures, transfers out, and other uses (total outgo). During fiscal year, 2023-24 General Fund expenditures and other financing uses totaled \$165 million. At June 30, 2024, the District has available reserves of \$39.9 million in the General Fund, which represents a reserve of approximately 24.6%.

**WOODLAND JOINT UNIFIED SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

THE FINANCIAL REPORT

The full annual financial report consists of three separate parts, including the basic financial statements, supplementary information, and Management's Discussion and Analysis. The three sections together provide a comprehensive overview of the District. The basic financial statements are comprised of two kinds of statements that present financial information from different perspectives, government-wide and funds.

- Government-wide financial statements, which comprise the first two statements, provide both short-term and long-term information about the District's overall financial position.
- Individual parts of the District, which are reported as fund financial statements comprise the remaining statements.
 - ❖ Basic services funding is described in the governmental funds statements. These statements include short-term financing and identify the balance remaining for future spending.
 - ❖ Financial relationships, for which the District acts as an agent or trustee for the benefit of others to whom the resources belong, are presented in the fiduciary funds statements.

Notes to the financials, which are included in the financial statements, provide more detailed data and explain some of the information in the statements. The supplementary information provides further explanations and provides additional support for the financial statements. A comparison of the District's fiscal year ending June 30, 2023 is included.

Reporting the District as a Whole

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

The District's financial health or position (net position) can be measured by the difference between the District's assets, deferred outflows of resources, liabilities and deferred inflows of resources.

- Increases or decreases in the net position of the District over time are indicators of whether its financial position is improving or deteriorating, respectively.
- Additional non-financial factors such as the condition of school buildings and other facilities, and changes in the property tax base of the District need to be considered in assessing the overall health of the District.

**WOODLAND JOINT UNIFIED SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

THE FINANCIAL REPORT (CONTINUED)

Reporting the District as a Whole (Continued)

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

Governmental Activities:

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

Business-type Activities:

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

Reporting the District's Most Significant Funds:

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

Governmental Funds

The major governmental funds of the Woodland Joint Unified School District are the General Fund and Capital Facilities Fund. Governmental fund reporting focuses on how money flows into and out of the funds and the balances that remain at the end of the year. A modified accrual basis of accounting measures cash and all other financial assets that can readily be converted to cash. The governmental funds statements provide a detailed short-term view of the District's operations and services. Governmental fund information helps to determine the level of financial resources available in the near future to finance the District's programs.

Proprietary Funds

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

Fiduciary Funds

The District is the trustee, or fiduciary, for its foundation trust funds. All of the District's fiduciary activities are reported in separate fiduciary statements. We exclude these activities from the District's other financial statements because the District cannot use these assets to finance their

**WOODLAND JOINT UNIFIED SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

THE FINANCIAL REPORT (CONCLUDED)

Reporting the District as a Whole (Concluded)

operations. The District is responsible for ensuring that the assets reported in these funds are used for their intended purposes.

FINANCIAL ANALYSIS OF THE SCHOOL DISTRICT AS A WHOLE

GOVERNMENTAL ACTIVITIES

The District's net position increased from \$83,706,083 at June 30, 2023, to \$104,359,455 at June 30, 2024, which equates to 19.8%.

	Governmental Activities	
	<u>2023</u>	<u>2024</u>
<u>Assets</u>		
Cash and Investments	\$130,798,321	\$151,118,820
Receivables	14,896,937	9,828,103
Stores Inventories	167,980	177,668
Prepaid Expenses and Other Assets	44,643	59,355
Non-Depreciable Assets	7,222,874	14,693,348
Capital Assets, net of depreciation	91,602,690	88,395,737
Total Assets	<u>244,733,445</u>	<u>264,273,031</u>
<u>Deferred Outflows of Resources</u>	<u>35,517,627</u>	<u>47,234,904</u>
<u>Liabilities</u>		
Current	21,825,858	21,315,848
Long-Term	153,719,445	170,715,518
Total Liabilities	<u>175,545,303</u>	<u>192,031,366</u>
<u>Deferred Inflows of Resources</u>	<u>20,999,686</u>	<u>15,117,114</u>
<u>Net Position</u>		
Net investment in capital assets	81,742,667	86,086,781
Restricted	58,192,935	90,259,665
Unrestricted	(56,229,519)	(71,986,991)
Total Net Position	<u>\$83,706,083</u>	<u>\$104,359,455</u>

**WOODLAND JOINT UNIFIED SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

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

GOVERNMENTAL ACTIVITIES (CONTINUED)

Comparative Statement of Activities

	<u>2023</u>	<u>2024</u>
<u>Program Revenues</u>		
Charges for Services	\$4,969,279	\$4,278,467
Operating Grants and Contributions	68,631,296	53,903,495
<u>General Revenues</u>		
Taxes Levied	42,144,013	45,332,319
Federal and State Aid	82,344,496	90,644,342
Interest and Investment Earnings	214,088	4,938,082
Miscellaneous	1,029,855	1,536,692
Total Revenues	199,333,027	200,633,397
<u>Expenses</u>		
Instruction	84,371,125	104,346,240
Instruction Related Services	16,039,281	16,157,549
Pupil Services	22,246,719	22,528,488
General Administration	9,419,016	9,725,045
Plant Services	20,748,173	22,593,588
Ancillary Services	937,641	1,023,212
Community Services	523,293	646,015
Interest on Long-term Debt	895,990	1,278,984
Other Outgo	2,236,447	1,680,904
Total Expenses	157,417,685	179,980,025
Change in Net Position	<u>\$41,915,342</u>	<u>\$20,653,372</u>

**WOODLAND JOINT UNIFIED SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

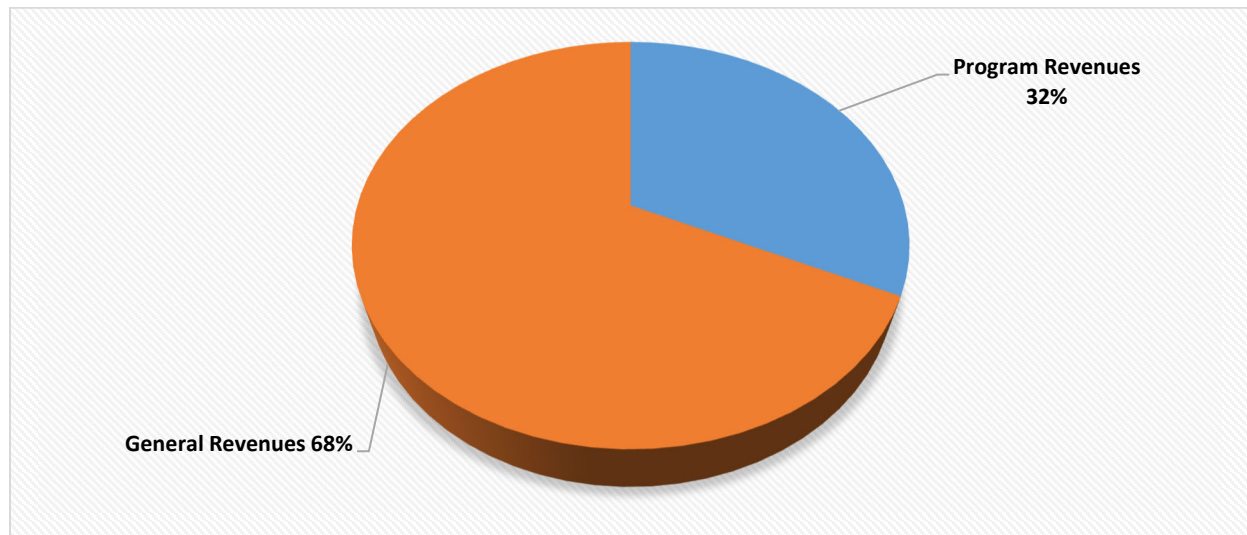
FINANCIAL ANALYSIS OF THE SCHOOL DISTRICT AS A WHOLE (CONTINUED)

GOVERNMENTAL ACTIVITIES (CONTINUED)

The table below presents the cost of major District activities. The table also shows each activity's net cost (total cost less fees generated by the activities and intergovernmental aid provided for specific programs). The \$121,798,063 net cost represents the financial burden that was placed on the District's general revenues for providing the services listed. Further detail is available on page 16 of the audit report.

	<u>Comparative Schedule of Costs of Services</u>			
	Total Cost Of Services		Net Cost of Services	
	<u>2023</u>	<u>2024</u>	<u>2023</u>	<u>2024</u>
Instruction	\$84,371,125	\$104,346,240	\$(37,206,695)	\$(71,735,209)
Instruction Related Services	16,039,281	16,157,549	(11,620,213)	(11,627,241)
Pupil Services	22,246,719	22,528,488	(7,807,333)	(9,350,818)
General Administration	9,419,016	9,725,045	(6,426,555)	(7,329,349)
Plant Services	20,748,173	22,593,588	(17,906,894)	(19,040,449)
Ancillary Services	937,641	1,023,212	(779,272)	(988,509)
Community Services	523,293	646,015	(174,634)	(189,388)
Interest on Long-term Debt	895,990	1,278,984	(895,990)	(1,278,984)
Other Outgo	2,236,447	1,680,904	(999,524)	(258,116)
Totals	<u>\$157,417,685</u>	<u>\$179,980,025</u>	<u>\$(83,817,110)</u>	<u>\$(121,798,063)</u>

As of June 30, 2024 program revenues financed 32% of the total cost of providing the services listed above while the remaining 68% was financed by the general revenues of the District.

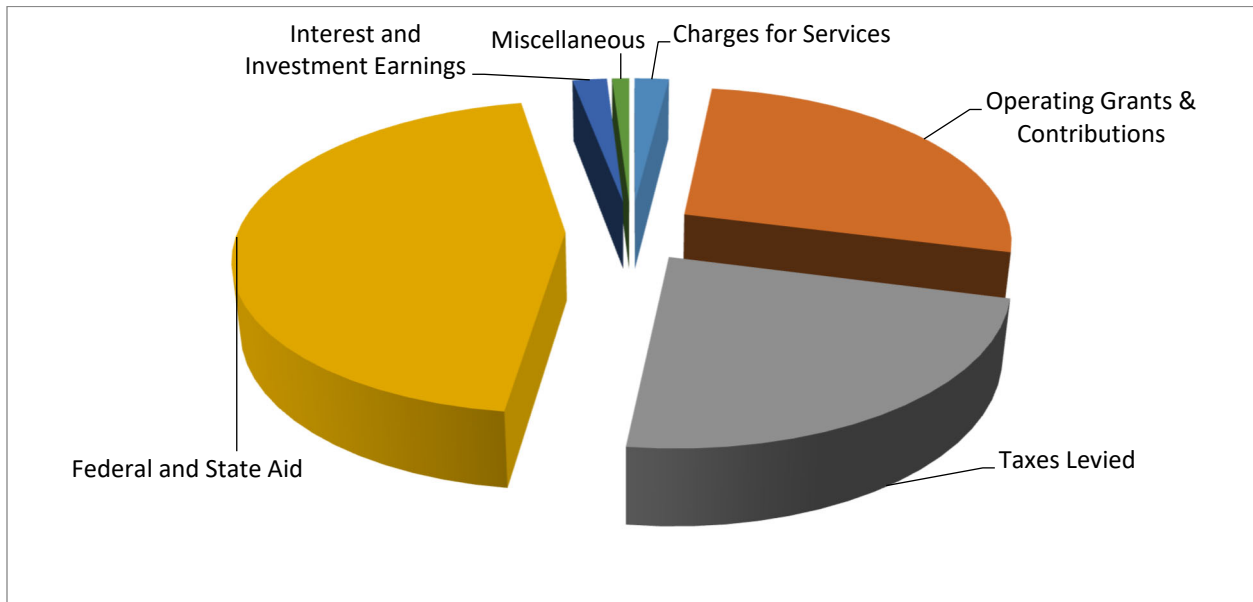


**WOODLAND JOINT UNIFIED SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

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

GOVERNMENTAL ACTIVITIES (CONTINUED)

	<u>Summary of Revenues For Governmental Functions</u>			
	<u>2023 Amount</u>	<u>Percent of Total</u>	<u>2024 Amount</u>	<u>Percent of Total</u>
<u>Program Revenues</u>				
Charges for Services	4,969,279	2%	4,278,467	2%
Operating Grants & Contributions	68,631,296	34%	53,903,495	27%
<u>General Revenues</u>				
Taxes Levied	42,144,013	21%	45,332,319	23%
Federal and State Aid	82,344,496	41%	90,644,342	45%
Interest and Investment Earnings	214,088	1%	4,938,082	2%
Miscellaneous	1,029,855	1%	1,536,692	1%
Total Revenues	<u>\$199,333,027</u>	<u>100%</u>	<u>\$200,633,397</u>	<u>100%</u>



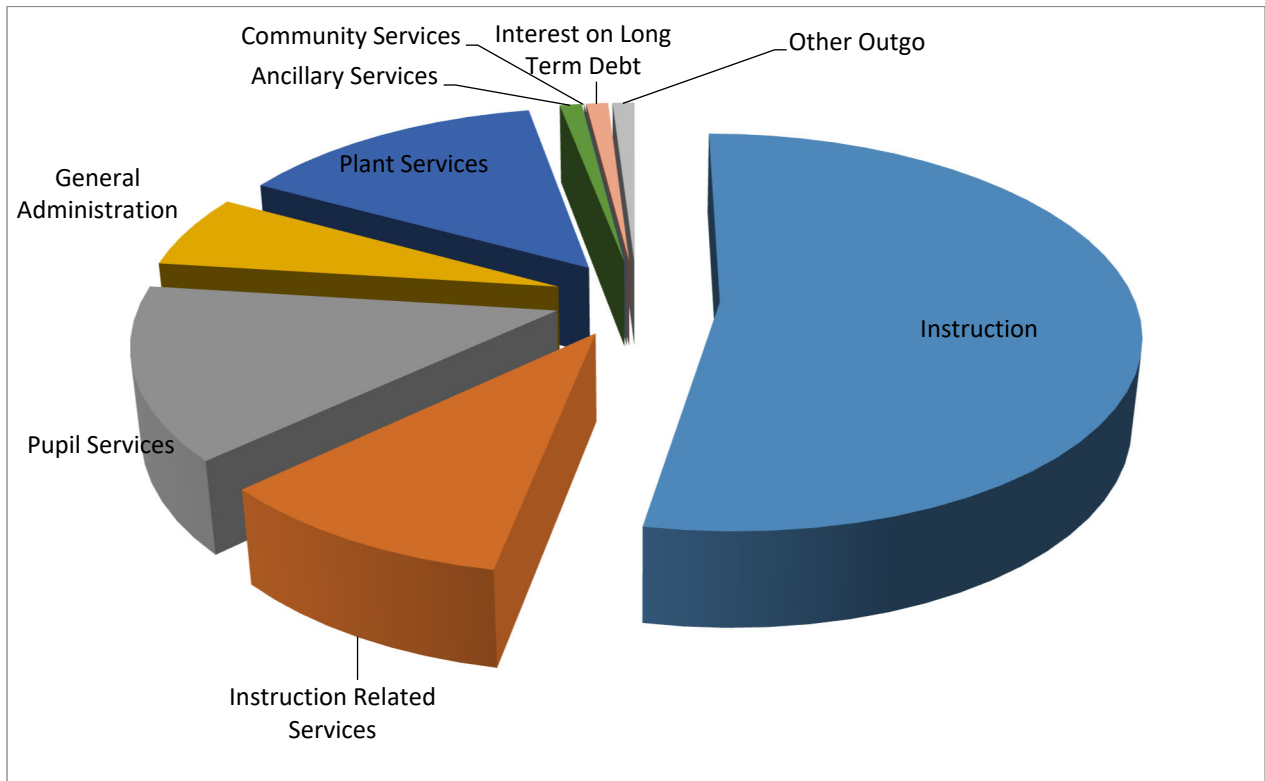
**WOODLAND JOINT UNIFIED SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

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

GOVERNMENTAL ACTIVITIES (CONTINUED)

Summary of Expenses For Governmental Functions

	2023	Percent of	2024	Percent of
	<u>Amount</u>	<u>Total</u>	<u>Amount</u>	<u>Total</u>
Instruction	\$84,371,125	54%	\$104,346,240	57%
Instruction Related Services	16,039,281	10%	16,157,549	9%
Pupil Services	22,246,719	14%	22,528,488	13%
General Administration	9,419,016	6%	9,725,045	5%
Plant Services	20,748,173	13%	22,593,588	13%
Ancillary Services	937,641	1%	1,023,212	1%
Community Services	523,293	0%	646,015	0%
Interest on Long-term Debt	895,990	1%	1,278,984	1%
Other Outgo	2,236,447	1%	1,680,904	1%
Totals	<u>\$157,417,685</u>	<u>100%</u>	<u>\$179,980,025</u>	<u>100%</u>



**WOODLAND JOINT UNIFIED SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

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

GOVERNMENTAL ACTIVITIES (CONTINUED)

Comparative Schedule of Capital Assets

	Governmental Activities	
	<u>2023</u>	<u>2024</u>
Land	\$7,222,874	\$7,222,874
Work in Progress	-	7,470,474
Sites and Improvements	7,233,190	7,592,154
Buildings and Improvements	160,374,776	161,544,220
Furniture and Equipment	<u>17,517,848</u>	<u>18,018,748</u>
Subtotals	192,341,688	201,848,470
Less: Accumulated Depreciation	<u>93,516,124</u>	<u>98,759,385</u>
Capital Assets, net	\$98,825,564	\$103,089,085

Capital assets increased due to the addition of Work in Progress.

Comparative Schedule of Long-Term Liabilities

	Governmental Activities	
	<u>2023</u>	<u>2024</u>
Compensated Absences	\$936,681	\$703,525
General Obligation Bonds	23,889,000	21,211,000
Unamortized premiums/discounts, net	1,979,867	1,952,279
Certificates of Participation	8,225,000	7,785,000
Capital Leases	267,350	1,693,855
Other Post-Employment Benefits	17,915,547	20,828,859
Net Pension Liability	<u>100,506,000</u>	<u>116,541,000</u>
Totals	\$153,719,445	\$170,715,518

The general obligation bonds are financed by the local taxpayers and represent 12% of the District's total long-term liabilities. The certificates of participation are financed by developer fees, General Fund and represent 4% of the District's total long-term liabilities. The remaining components of the District's total long-term liabilities account for 84% of the District's total long-term liabilities and are financed by various District funds.

**WOODLAND JOINT UNIFIED SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

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

GOVERNMENTAL ACTIVITIES (CONCLUDED)

The District has continued to meet the debt service requirements for their long-term liabilities, and they have no plans to fully retire any specific debt instrument prior to the current payment schedules.

The notes to the financial statements are an integral part of the financial presentation and contain more detailed information as to interest, principal, retirement amounts, and future debt retirement dates.

FINANCIAL ANALYSIS OF DISTRICT'S FUNDS

The combined fund balances of all the District's governmental funds increased by \$16,021,828 due primarily to an increase in revenue and decrease in expenditures.

	<u>Comparative Schedule of Fund Balances</u>		
	<u>FY 22/23</u>	<u>FY 23/24</u>	<u>Change</u>
General	\$71,052,834	\$83,916,650	\$12,863,816
Student Activity – Special Revenue	543,298	552,555	9,257
Charter School Fund	1,344,411	1,305,136	(39,275)
Adult Education	2,243,717	897,786	(1,345,931)
Child Development	771,775	1,430,752	658,977
Cafeteria	3,845,094	4,498,450	653,356
Deferred Maintenance	84,930	218,832	133,902
Special Reserve – Other	3,875,038	4,066,408	191,370
Building	17,510,952	15,702,477	(1,808,475)
Capital Projects - Special Reserve	303,646	318,642	14,996
Capital Facilities	13,550,828	17,090,360	3,539,532
County School Facilities Fund	5,366,786	5,631,828	265,042
Bond Interest & Redemption	<u>3,741,453</u>	<u>4,626,714</u>	<u>885,261</u>
Totals	\$124,234,762	\$140,256,590	\$16,021,828

**WOODLAND JOINT UNIFIED SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

GENERAL FUND BUDGETARY HIGHLIGHTS

The District's budget is prepared in accordance with California law and is based on the modified accrual basis of accounting. Over the course of the year, the District revises its budget based on updated financial information. The original budget, approved at the end of June for July 1, is based on May revised figures and updated 45 days after the State approves its final budget. In addition, the District revises its budget throughout the year. The original budget is presented on page 51 of the audit report.

ECONOMIC FACTORS BEARING ON THE DISTRICT'S FUTURE

The District currently provides health benefits to all employees who retire after attaining the age of 55 until age 65 provided the employee has met certain service requirements. The District's cost for health benefits is currently capped; however, concern for future costs to the District has resulted in a continued search for solutions to this issue.

Based on the most recent student enrollment information available, the District anticipates flat enrollment for fiscal year 2024-25. Since student enrollment and attendance are primary factors in the computation of most funding formulas for public schools in the State of California, no change indicates that the District's LCFF funding should also change as a result of any COLA provided by the state.

The financial well-being of the District is tied in large measure to the State's K-12 funding as prescribed by Proposition 98. Although Proposition 98 funding is generally referred to as a "guarantee", when the state applies a deficit factor to a district's funding or reduces the required payment, as happened in both the 2013-14 and the 2014-15 fiscal years respectively, the funding can no longer be considered a "guarantee".

The future predictions require management to plan carefully and prudently to provide the resources to meet student needs over the next several years. The District has an excellent track record in meeting this challenge in what has proven to be a cycle of lean years and prosperous years for education finances.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, parents, investors, and creditors with a general overview of the District's finances and to show the District's accountability for the money it receives. If you have questions regarding this report or need additional financial information, contact the Business Office, Woodland Joint Unified School District, 435 Sixth Street, Woodland, California 95695.

BASIC FINANCIAL STATEMENTS

WOODLAND JOINT UNIFIED SCHOOL DISTRICT
STATEMENT OF NET POSITION
June 30, 2024

	Governmental <u>Activities</u>
ASSETS	
Cash and investments (Note 2)	\$ 151,118,820
Receivables	9,828,103
Prepaid expenses	59,355
Stores inventory	177,668
Non-depreciable capital assets (Note 4)	14,693,348
Depreciable capital assets, net of accumulated depreciation (Note 4)	<u>88,395,737</u>
Total assets	<u>264,273,031</u>
DEFERRED OUTFLOWS OF RESOURCES	
Deferred outflows of resources - pensions (Note 7 and 8)	42,730,993
Deferred outflows of resources - OPEB (Note 9)	4,436,595
Deferred loss on refunding of debt	<u>67,316</u>
Total deferred outflows of resources	<u>47,234,904</u>
LIABILITIES	
Accounts payable	16,554,609
Unearned revenue	4,761,239
Long-term liabilities (Note 5):	
Due within one year	5,209,163
Due after one year	<u>165,506,355</u>
Total liabilities	<u>192,031,366</u>
DEFERRED INFLOWS OF RESOURCES	
Deferred inflows of resources - pensions (Notes 7 and 8)	11,556,000
Deferred inflows of resources - OPEB (Notes 9)	3,431,151
Deferred gain on refunding of debt	<u>129,963</u>
Total deferred inflows of resources	<u>15,117,114</u>
NET POSITION	
Net investment in capital assets	86,086,781
Restricted:	
Legally restricted programs	23,040,830
Capital projects	62,592,121
Debt service	4,626,714
Unrestricted	<u>(71,986,991)</u>
Total net position	<u><u>\$ 104,359,455</u></u>

See accompanying notes to financial statements.

WOODLAND JOINT UNIFIED SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2024

		Program Revenues			Net (Expense) Revenues and Change in Net Position
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities
Governmental activities:					
Instruction	\$ 104,346,240	\$ 572,472	\$ 32,038,559	\$ -	\$ (71,735,209)
Instruction-related services:					
Supervision of instruction	6,458,352	98,888	2,843,388	-	(3,516,076)
Instructional library, media and technology	778,711	-	137,560	-	(641,151)
School site administration	8,920,486	-	1,450,472	-	(7,470,014)
Pupil services:					
Home-to-school transportation	4,308,351	147,270	822,678	-	(3,338,403)
Food services	5,819,979	254,755	6,472,043	-	906,819
All other pupil services	12,400,158	551,863	4,929,061	-	(6,919,234)
General administration:					
Data processing	3,032,991	-	423,593	-	(2,609,398)
All other general administration	6,692,054	167,067	1,805,036	-	(4,719,951)
Plant services	22,593,588	1,917,146	1,635,993	-	(19,040,449)
Ancillary services	1,023,212	-	34,703	-	(988,509)
Community services	646,015	-	456,627	-	(189,388)
Interest on long-term liabilities	1,278,984	-	-	-	(1,278,984)
Other outgo	1,680,904	569,006	853,782	-	(258,116)
Total governmental activities	<u>\$ 179,980,025</u>	<u>\$ 4,278,467</u>	<u>\$ 53,903,495</u>	<u>\$ -</u>	<u>(121,798,063)</u>
General revenues:					
Taxes and subventions:					
Taxes levied for general purposes					40,763,602
Taxes levied for debt service					4,057,358
Taxes levied for other specific purposes					511,359
Federal and state aid not restricted to specific purposes					90,644,342
Interest and investment earnings					4,938,082
Miscellaneous					1,536,692
Total general revenues					<u>142,451,435</u>
Change in net position					20,653,372
Net position, July 1, 2023					<u>83,706,083</u>
Net position, June 30, 2024					<u>\$ 104,359,455</u>

See accompanying notes to financial statements.

WOODLAND JOINT UNIFIED SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2024

	General Fund	Capital Facilities Fund	All Non-Major Funds	Total Governmental Funds
ASSETS				
Cash and investments:				
Cash in County Treasury	\$ 99,473,587	\$ 17,086,075	\$ 33,862,692	\$ 150,422,354
Cash on hand and in banks	-	-	552,855	552,855
Cash in revolving fund	51,500	-	-	51,500
Cash with Fiscal Agent	-	-	92,111	92,111
Receivables	8,237,804	4,285	1,586,014	9,828,103
Prepaid expenditures	55,510	-	3,845	59,355
Due from other funds	631,473	-	170,735	802,208
Stores inventory	40,757	-	136,911	177,668
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total assets	<u>\$ 108,490,631</u>	<u>\$ 17,090,360</u>	<u>\$ 36,405,163</u>	<u>\$ 161,986,154</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 15,672,408	\$ -	\$ 493,709	\$ 16,166,117
Due to other funds	170,937	-	631,271	802,208
Unearned revenue	4,664,228	-	97,011	4,761,239
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total liabilities	<u>20,507,573</u>	<u>-</u>	<u>1,221,991</u>	<u>21,729,564</u>
Fund balances:				
Nonspendable	147,767	-	140,756	288,523
Restricted	25,867,887	17,090,360	35,042,416	78,000,663
Assigned	22,082,738	-	-	22,082,738
Unassigned	39,884,666	-	-	39,884,666
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total fund balances	<u>87,983,058</u>	<u>17,090,360</u>	<u>35,183,172</u>	<u>140,256,590</u>
Total liabilities and fund balances	<u>\$ 108,490,631</u>	<u>\$ 17,090,360</u>	<u>\$ 36,405,163</u>	<u>\$ 161,986,154</u>

See accompanying notes to financial statements.

WOODLAND JOINT UNIFIED SCHOOL DISTRICT
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
June 30, 2024

Total fund balances - Governmental Funds	\$ 140,256,590
--	----------------

Amounts reported for governmental activities in the statement of net position are different because:

Capital assets used for governmental activities are not financial resources and, therefore, are not reported as assets in funds. The of the assets is \$201,848,470 and the accumulated depreciation is \$98,759,385 (Note 4).	103,089,085
--	-------------

Long-term liabilities are not due and payable in the current period and, therefore, are not reported as liabilities in the funds. Long-term liabilities at June 30, 2024 consisted of (Note 5):

General Obligation Bonds	\$ (21,211,000)	
Unamortized discounts	17,642	
Unamortized premiums	(1,969,921)	
Certificates of Participation	(7,785,000)	
Lease liabilities	(1,693,855)	
Compensated absences	(703,525)	
Net pension liability (Notes 7 and 8)	(116,541,000)	
Total OPEB liability (Note 9)	(20,828,859)	(170,715,518)

In governmental funds, interest on long-term debt is not recognized until the period in which it matures and is paid.	(388,492)
---	-----------

In governmental funds, deferred outflows and inflows of resources relating to pensions and OPEB are not reported because they are applicable to future periods. In the statement of net position, deferred outflows and inflows of resources relating to pensions and OPEB are reported (Notes 7 and 8).

Deferred outflows of resources relating to pensions	42,730,993	
Deferred outflows of resources relating to OPEB	4,436,595	
Deferred inflows of resources relating to pensions	(11,556,000)	
Deferred inflows of resources relating to OPEB	(3,431,151)	32,180,437

Gains and losses on refunding of debt are categorized as deferred inflows and outflows and are amortized over the life of the related debt.	(62,647)
---	----------

Total net position - governmental activities	\$ 104,359,455
--	----------------

See accompanying notes to financial statements.

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

	General Fund	Capital Facilities Fund	Formerly Non-Major Building Fund	All Non-Major Funds	Total Governmental Funds
Revenues:					
Local Control Funding Formula:					
State apportionment	\$ 85,586,249	\$ -		\$ 1,479,448	\$ 87,065,697
Local sources	39,399,037	-		1,393,553	40,792,590
Total local control funding formula	124,985,286	-		2,873,001	127,858,287
Federal sources	16,561,682	-		4,193,394	20,755,076
Other state sources	21,335,507	-		8,272,125	29,607,632
Other local sources	12,136,603	4,297,853		5,992,153	22,426,609
Total revenues	175,019,078	4,297,853		21,330,673	200,647,604
Expenditures:					
Current:					
Certificated salaries	58,822,254	-		2,923,710	61,745,964
Classified salaries	28,675,705	-		3,403,041	32,078,746
Employee benefits	33,385,318	-		2,640,759	36,026,077
Books and supplies	8,435,732	-		3,354,439	11,790,171
Contract services and operating expenditures	23,883,219	212,218		2,094,166	26,189,603
Other outgo	1,465,194	-		215,710	1,680,904
Capital outlay	8,627,130	251,840		3,589,423	12,468,393
Debt service:					
Principal retirement	1,775,103	200,000		2,678,000	4,653,103
Interest	257,555	94,263		602,605	954,423
Total expenditures	165,327,210	758,321		21,501,853	187,587,384
Excess (deficiency) of revenues over (under) expenditures	9,691,868	3,539,532		(171,180)	13,060,220
Other financing sources (uses):					
Transfers in	414,892	-		13,182	428,074
Transfers out	(13,182)	-		(414,892)	(428,074)
Proceeds from the issuance of leases	2,961,608	-		-	2,961,608
Total other financing sources (uses)	3,363,318	-		(401,710)	2,961,608
Net change in fund balances	13,055,186	3,539,532		(572,890)	16,021,828
Fund balances, July 1, 2023	74,927,872	-	17,510,952	31,795,938	124,234,762
Adjustment - changes to and within the District	-	13,550,828	(17,510,952)	3,960,124	-
Fund balances, July 1, 2023 as adjusted	74,927,872	13,550,828	-	35,756,062	124,234,762
Fund balances, June 30, 2024	\$ 87,983,058	\$ 17,090,360	\$ -	\$ 35,183,172	\$ 140,256,590

See accompanying notes to financial statements.

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

Net change in fund balances - Total Governmental Funds	\$ 16,021,828
Amounts reported for governmental activities in the statement of activities different because:	
Acquisition of capital assets is an expenditure in the governmental funds, but increases capital assets in the statement of net position (Note 4).	9,506,782
Depreciation of capital assets is an expense that is not recorded in the governmental funds (Note 4).	(5,243,261)
Proceeds from debt are recognized as Other Financing Sources in governmental funds. In the government-wide statements, proceeds from debt are reported as increases to liabilities. Amounts recognized in governmental funds as proceeds from debt, net of issue premium or discount, were:	(2,961,608)
Repayment of principal on long-term liabilities is an expenditure in the governmental funds, but decreases the long-term liabilities in the statement of net position (Note 5).	4,653,103
Amortization of debt premiums and discounts are an expense that is not recorded in the governmental funds (Note 5).	27,588
Gains and losses on refunding of debt are categorized as deferred inflows and outflows and are amortized over the life of the related debt.	112,893
In the statement of activities, expenses related to OPEB and compensated absences are measured by the amounts earned during the year. In the governmental funds, expenditures are measured by the amount of financial resources used (Notes 5 and 9).	(2,288,182)
In governmental funds, pension costs are recognized when employer are made. In the statement of activities, pension costs are recognized on the accrual basis. This year, the difference between accrual-basis pension costs and actual employer contributions was.	(81,982)
Interest on long-term liabilities is recognized in the period it is incurred. In governmental funds, it is only recognized when it is due.	<u>906,211</u>
Change in net position of governmental activities	<u><u>\$ 20,653,372</u></u>

See accompanying notes to financial statements.

WOODLAND JOINT UNIFIED SCHOOL DISTRICT
STATEMENT OF FIDUCIARY NET POSITION
TRUST FUND
June 30, 2024

	Foundation Trust Fund
ASSETS	
Cash and investments (Note 2):	
Cash in County Treasury	\$ 59,712
NET POSITION	
Restricted for scholarships	\$ 59,712

See accompanying notes to financial statements.

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

	<u>Foundation Trust Fund</u>
Additions:	
Local sources	\$ 7,698
Deductions:	
Contract services and operating expenditures	<u>8,000</u>
Change in net position	(302)
Net position, July 1, 2023	<u>60,014</u>
Net position, June 30, 2024	<u><u>\$ 59,712</u></u>

See accompanying notes to financial statements.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Woodland Joint Unified School District (the "District") accounts for its financial transactions in accordance with the policies and procedures of the California Department of Education's *California School Accounting Manual*. The accounting policies of the District conform to accounting principles generally accepted in the United States of America, as prescribed by the Governmental Accounting Standards Board. The following is a summary of the more significant policies:

Reporting Entity: The Board of Trustees is the level of government which has governance responsibilities over all activities related to public school education in the District. The Board is not included in any other governmental "reporting entity" as defined by the Governmental Accounting Standards Board since Board members have decision-making authority, the power to designate management, the responsibility to significantly influence operations and primary accountability for fiscal matters. The District and Woodland Public Facilities Corporation (the "Corporation") have a financial and operational relationship which meets the reporting entity definition criteria of Codification of Governmental Accounting and Financial Reporting Standards, Section 2100, for inclusion of the Corporation as a component unit of the District. Accordingly, the financial activities of the Corporation have been included in the financial statements of the District.

The following are those aspects of the relationship between the District and the Corporation which satisfy Codification of Governmental Accounting and Financial Reporting Standards, Section 2100 criteria:

A – Accountability

1. The Corporation's Board of Directors was appointed by the District's Board of Trustees.
2. The Corporation has no employees. The District's Superintendent function as agents of the Corporation. Neither individual receives additional compensation for work performed in this capacity.
3. The District exercises significant influence over operations of the Corporation as the District is the sole lessee of all facilities owned by the Corporation.
4. All major financing arrangements, contracts, and other transactions of the Corporation must have the consent of the District.
5. Any deficits incurred by the Corporation will be reflected in the lease payments of the District. Any surpluses of the Corporation revert to the District at the end of the lease period.
6. The District's lease payments are the sole revenue source of the Corporation.
7. The District has assumed a "moral obligation," and potentially a legal obligation, for any debt incurred by the Corporation.

B - Scope of Public Service

The Corporation is a nonprofit, public benefit corporation incorporated under the laws of the State of California. The Corporation was formed to provide financing assistance to the District for construction and acquisition of major capital facilities through the issuance of Certificates of Participation. The source of repayment for the Certificates of Participation is developer fees collected. When the Corporation's Certificates of Participation have been completely paid off, title to all Corporation property will pass to the District for no additional consideration.

WOODLAND JOINT UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
June 30, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C - Financial Presentation

For financial presentation purposes, the Corporation's financial activity has been blended with the financial data of the District. The financial statements present the Corporation's financial activity as the Capital Facilities Fund. Certificates of Participation issued by the Corporation are included as liabilities in the Statement of Net Position.

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

Basis of Presentation - Government-Wide Financial Statements: The Statement of Net Position and the Statement of Activities display information about the reporting government as a whole. Trust funds are not included in the government-wide financial statements. Trust funds are reported only in the Statement of Fiduciary Net Position and the Statement of Change in Fiduciary Net Position at the fund financial statement level.

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

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

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

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

(Continued)

WOODLAND JOINT UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
June 30, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

A - Governmental Fund Types

General Fund - The General Fund is the general operating fund of the District and accounts for all revenues and expenditures of the District not encompassed within other funds. All general tax revenues and other receipts that are not allocated by law or contractual agreement to some other fund are accounted for in this fund. General operating expenditures and the capital improvement costs that are not paid through other funds are paid from the General Fund.

Capital Facilities Fund - The Capital Facilities Fund is a capital projects fund used to account for financial resources that are restricted, committed, or assigned for the acquisition or construction of major capital facilities and other capital assets.

B - Other Funds

The Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. This classification includes the Student Activity, Charter School, Adult Education, Child Development, Cafeteria and Deferred Maintenance Funds.

The Capital Projects Funds are used to account for resources used for the acquisition or construction of major capital facilities and equipment. This classification includes the Building, County School Facilities and Capital Projects Funds.

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

The Foundation Trust Fund is used to account for amounts held by the District as Trustee, to be used to provide scholarships to students of the District.

Basis of Accounting: Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurement made, regardless of the measurement focus applied.

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

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

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

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

(Continued)

WOODLAND JOINT UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
June 30, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Stores Inventory: Inventory in the General and Cafeteria Funds consists mainly of consumable supplies held for future use and are valued at average cost. Inventories are recorded as expenditures at the time individual inventory items are transferred from the warehouse to schools. Maintenance and other supplies held for physical plant repair, transportation supplies, and operating supplies are not included in inventories; rather, these amounts are recorded as expenditures when purchased.

Capital Assets: Capital assets purchased or acquired, with an original cost of \$10,000 or more, are recorded at acquisition value for the contributed asset. Contributed assets are reported at fair market value as of the date received. Additions, improvements and other capital outlay that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. Capital assets are depreciated using the straight-line method over 3 - 30 years depending on asset types:

<u>Asset Class</u>	<u>Estimated Useful Life in Years</u>
Land	N/A
Land improvements	20
Buildings	15-30
Equipment, vehicles, equipment	3-20

Deferred Outflows/Inflows of Resources: In addition to assets, the Statement of Net Position includes a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s), and as such will not be recognized as an outflow of resources (expense/expenditures) until then. The District has recognized a deferred loss on refunding of debt, in the Statement of Net Position. A deferred loss on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter life of the refunded or refunding debt. Additionally, the District has recognized a deferred outflow of resources related to the recognition of the net pension liability and total OPEB liability reported in the Statement of Net Position.

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

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

	<u>STRP</u>	<u>PERF B</u>	<u>Total</u>
Deferred outflows of resources	\$ 24,285,888	\$ 18,445,105	\$ 42,730,993
Deferred inflows of resources	\$ 10,775,000	\$ 781,000	\$ 11,556,000
Net pension liability	\$ 65,709,000	\$ 50,832,000	\$ 116,541,000
Pension expense	\$ 13,939,526	\$ 8,546,597	\$ 22,486,123

(Continued)

WOODLAND JOINT UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
June 30, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Compensated Absences: Compensated absences benefits in the amount of \$703,525 are recorded as a long-term liability of the District. The liability is for the earned but unused benefits.

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

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

Property Taxes: Secured property taxes are attached as an enforceable lien on property as of March 1. Taxes are due in two installments on or before December 10 and April 10. Unsecured property taxes are due in one installment on or before August 31. The County of Yolo bills and collects taxes for the District. Tax revenues are recognized by the District when received.

Net Position: Net position is displayed in three components:

- 1 - Net Investment in Capital Assets - Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances (excluding unspent bond proceeds) of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- 2 - Restricted Net Position - Restrictions of the ending net position indicate the portions of net position not appropriate for expenditure or amounts legally segregated for a specific future use. The restriction for legally restricted program revenues represents the portion of net position restricted to specific program expenditures. The restriction for capital projects represents the portion of net position restricted for capital projects. The restriction for debt service represents the portion of net position available for the retirement of debt. The restriction for scholarships is represents the portion of net position restricted for scholarships. It is the District's policy to use restricted net position first when allowable expenditures are incurred.
- 3 - Unrestricted Net Position - All other net position that does not meet the definitions of "restricted" or "net investment in capital assets".

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

A - Nonspendable Fund Balance:

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

(Continued)

WOODLAND JOINT UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
June 30, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B - Restricted Fund Balance:

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

C - Committed Fund Balance:

The committed fund balance classification reflects amounts subject to internal constraints self-imposed by formal action of the Board of Trustees. The constraints giving rise to committed fund balance must be imposed no later than the end of the reporting period. The actual amounts may be determined subsequent to that date but prior to the issuance of the financial statements. Formal action by the Board of Trustees is required to remove any commitment from any fund balance. At June 30, 2024, the District had no committed fund balances.

D - Assigned Fund Balance:

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

E - Unassigned Fund Balance:

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

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

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

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

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

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

(Continued)

WOODLAND JOINT UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
June 30, 2024

NOTE 2 - CASH AND INVESTMENTS

Cash at June 30, 2024 consisted of the following:

	<u>Governmental Activities</u>	<u>Fiduciary Activities</u>
Pooled funds:		
Cash in County Treasury	\$ 150,422,354	\$ 59,712
Deposits:		
Cash on hand and in banks	552,855	-
Cash in revolving fund	51,500	-
Cash with Fiscal Agent	<u>92,111</u>	<u>-</u>
Total cash and cash equivalents	<u>\$ 151,118,820</u>	<u>\$ 59,712</u>

Pooled Funds: In accordance with Education Code Section 41001, the District maintains substantially all of its cash in the interest-bearing Yolo County Treasurer's Pooled Investment Fund. The District is considered to be an involuntary participant in an external investment pool. The fair value of the District's investment in the pool is reported in the financial statements at amounts based upon the District's prorate 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.

Deposits - Custodial Credit Risk: The District limits custodial credit risk by ensuring uninsured balances are collateralized by the respective financial institution. Cash balances held in banks are insured up to \$250,000 by the Federal Deposit Insurance Corporation (FDIC) and are collateralized by the respective financial institution. At June 30, 2024, the carrying amount of the District's accounts was \$604,355 and the bank balances were \$577,373 of which \$408,124 was covered by FDIC insurance.

Cash with Fiscal Agent: Cash with Fiscal Agent represents funds held by Fiscal Agents restricted for capital projects and repayment of General Obligation Bonds. The District holds their funds with the Yolo County Treasurer. The balance available for withdrawal is based on the accounting records maintained by the County Treasurer, which is recorded on the amortized cost basis.

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

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

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

(Continued)

WOODLAND JOINT UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
June 30, 2024

NOTE 3 - INTERFUND TRANSACTIONS

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

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

	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
<u>Governmental Activities</u>		
Major Funds:		
General	\$ 631,473	\$ 170,937
Non-Major Funds:		
Building	15,034	-
Charter School	155,701	236,044
Adult Education	-	63,481
Child Development	-	151,032
Cafeteria	-	180,714
Totals	<u>\$ 802,208</u>	<u>\$ 802,208</u>

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

Transfers for the 2023-2024 fiscal year were as follows:

Transfer from the Charter School Fund to the General Fund for indirect costs.	\$ 20,113
Transfer from the Adult Education Fund to the General Fund for indirect costs.	63,475
Transfer from the Child Development Fund to the General Fund for indirect costs.	150,661
Transfer from General Fund to the Cafeteria Fund for administrative review.	13,182
Transfer from the Cafeteria Fund to the General Fund for indirect costs.	180,643
Totals	<u>\$ 428,074</u>

(Continued)

WOODLAND JOINT UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
June 30, 2024

NOTE 4 - CAPITAL ASSETS

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

	Balance July 1, <u>2023</u>	Additions and <u>Transfers</u>	Deductions and <u>Transfers</u>	Balance June 30, <u>2024</u>
Non-depreciable:				
Land	\$ 7,222,874	\$ -	\$ -	\$ 7,222,874
Work-in-process	-	7,470,474	-	7,470,474
Depreciable:				
Improvement of sites	7,233,190	358,964	-	7,592,154
Buildings	160,367,776	1,176,444	-	161,544,220
Equipment	17,517,848	500,900	-	18,018,748
Totals, at cost	<u>192,341,688</u>	<u>9,506,782</u>	<u>-</u>	<u>201,848,470</u>
Less accumulated depreciation:				
Improvement of sites	(4,430,822)	(219,802)	-	(4,650,624)
Buildings	(77,389,203)	(4,261,767)	-	(81,650,970)
Equipment	(11,696,099)	(761,692)	-	(12,457,791)
Total accumulated depreciation	<u>(93,516,124)</u>	<u>(5,243,261)</u>	<u>-</u>	<u>(98,759,385)</u>
Capital assets, net	<u>\$ 98,825,564</u>	<u>\$ 4,263,521</u>	<u>\$ -</u>	<u>\$ 103,089,085</u>

Depreciation expense was charged to governmental activities as follows:

Instruction	\$ 187,799
Home-to-school transportation	135,820
Food services	68,975
Community services	7,572
All other general administration	3,134
Centralized data processing	122,763
Plant services	<u>4,717,198</u>
	<u>\$ 5,243,261</u>

NOTE 5 - LONG-TERM LIABILITIES

General Obligation Bonds: In August 2020, the District issued the 2020 General Obligation Refunding Bonds in the amount of \$12,053,000 with original interest rate of 1.22%, maturing in August 2037. The bond proceeds were used to refund a portion of the outstanding principal balance of 2010 and 2013 General Obligation Refunding Bonds.

(Continued)

WOODLAND JOINT UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
June 30, 2024

NOTE 5 - LONG-TERM LIABILITIES (Continued)

In March 2023, the District issued 2020 Election, Series A in the amount of \$18,000,000 with original interest rates ranging from 2.23% to 3.00%, maturing in August 2037. Bond proceeds are being spent to modernize, repair and expand local schools. Repayment of the bonds will be made from property taxes levied by the County of Yolo.

The General Obligation Refunding Bonds are scheduled to mature as follows:

Year Ending <u>June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 3,203,000	\$ 674,553	\$ 3,877,553
2026	1,893,000	621,036	2,514,036
2027	1,015,000	585,675	1,600,675
2028	1,065,000	554,475	1,619,475
2029	1,115,000	521,775	1,636,775
2030-2034	6,475,000	1,955,625	8,430,625
2035-2039	6,445,000	531,300	6,976,300
	<u>\$ 21,211,000</u>	<u>\$ 5,444,439</u>	<u>\$ 26,655,439</u>

Certificates of Participation: In September 2015, the District issued Certificates of Participation, 2015 Refinancing Project, (COPs) in the amount of \$4,400,000 to refund the remaining 2005 Certificates of Participation. The COPs mature during succeeding years through September 2036. The COPS accrue interest at rates ranging from 2.0% to 3.5%.

In October 2020, the District issued 2020 Refunding Certificates of Participation, (COPs) in the amount of \$5,630,000 to refund the remaining 2010 Certificates of Participation. \$5,780,000 of the 2010 Certificates of Participation were refunded. The COPs mature during succeeding years through August 2038. The COPs accrue interest at rates ranging from 2.0% to 4.0%.

The following is a schedule of the future payments for the Certificates of Participation:

Year Ending <u>June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 445,000	\$ 248,897	\$ 693,897
2026	460,000	234,038	694,038
2027	475,000	217,988	692,988
2028	495,000	200,763	695,763
2029	515,000	182,813	697,813
2030-2034	2,875,000	611,829	3,486,829
2035-2039	2,520,000	142,797	2,662,797
	<u>\$ 7,785,000</u>	<u>\$ 1,839,125</u>	<u>\$ 9,624,125</u>

(Continued)

WOODLAND JOINT UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
June 30, 2024

NOTE 5 - LONG-TERM LIABILITIES (Continued)

Leases Liabilities: Future minimum lease payments as of June 30, 2024, are as follows:

Year Ending June 30,	Principal	Interest	Total
2025	\$ 830,050	\$ 76,735	\$ 906,785
2026	694,268	37,816	732,084
2027	169,537	7,009	176,546
	<u>\$ 1,693,855</u>	<u>\$ 121,560</u>	<u>\$ 1,815,415</u>

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

	Balance July 1, 2023	Additions	Deletions	Balance June 30, 2024	Amounts Due Within One Year
Debt:					
General Obligation Bonds	\$ 23,889,000	\$ -	\$ 2,678,000	\$ 21,211,000	\$ 3,203,000
Unamortized discounts	(19,246)	-	(1,604)	(17,642)	(1,604)
Unamortized premiums	1,999,113	-	29,192	1,969,921	29,192
Certificates of participation	8,225,000	-	440,000	7,785,000	445,000
Lease liabilities	267,350	2,961,608	1,535,103	1,693,855	830,050
Other Long-Term Liabilities					
Compensated absences	936,681	-	233,156	703,525	703,525
Net pension liability (Notes 7 and 8)	100,506,000	16,035,000	-	116,541,000	-
Total OPEB liability (Note 9)	<u>17,915,547</u>	<u>2,913,312</u>	<u>-</u>	<u>20,828,859</u>	<u>-</u>
Totals	<u>\$ 153,719,445</u>	<u>\$ 21,909,920</u>	<u>\$ 4,913,847</u>	<u>\$ 170,715,518</u>	<u>\$ 5,209,163</u>

Payments on the General Obligation Bonds were made from the Bond Interest and Redemption Fund. Payments on the Certificates of Participation were made from the General Fund and Capital Facilities Fund. Payments on the lease liabilities were made from the General Fund. Payments on compensated absences, net pension liability and total OPEB liability are made from the fund for which the related employee worked.

(Continued)

WOODLAND JOINT UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
June 30, 2024

NOTE 6 - FUND BALANCES

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

	General Fund	Capital Facilities Fund	All Non- Major Funds	Total
Nonspendable:				
Revolving cash fund	\$ 51,500	\$ -	\$ -	\$ 51,500
Stores inventory	40,757	-	136,911	177,668
Prepaid expenditures	55,510	-	3,845	59,355
Subtotal nonspendable	<u>147,767</u>	<u>-</u>	<u>140,756</u>	<u>288,523</u>
Restricted:				
Legally restricted programs:	25,867,887	-	-	25,867,887
Student activities	-	-	552,555	552,555
Charter school	-	-	1,301,291	1,301,291
Adult education programs	-	-	897,786	897,786
Child development programs	-	-	1,430,752	1,430,752
Cafeteria	-	-	4,361,539	4,361,539
Deferred maintenance	-	-	218,832	218,832
Capital projects	-	17,090,360	21,652,947	38,743,307
Debt service	-	-	4,626,714	4,626,714
Subtotal restricted	<u>25,867,887</u>	<u>17,090,360</u>	<u>35,042,416</u>	<u>78,000,663</u>
Assigned:				
Supplemental concentration	15,150,107	-	-	15,150,107
Rainy day fund	4,066,408	-	-	4,066,408
Settlements	112,813	-	-	112,813
Discretionary grant	1,840,724	-	-	1,840,724
Medi-cal administrative activities	711,868	-	-	711,868
Donations and gifts	200,818	-	-	200,818
Subtotal assigned	<u>22,082,738</u>	<u>-</u>	<u>-</u>	<u>22,082,738</u>
Unassigned:				
Designated for economic uncertainty	4,858,916	-	-	4,858,916
Unassigned	35,025,750	-	-	35,025,750
Subtotal unassigned	<u>39,884,666</u>	<u>-</u>	<u>-</u>	<u>39,884,666</u>
Total fund balances	<u>\$ 87,983,058</u>	<u>\$ 17,090,360</u>	<u>\$ 35,183,172</u>	<u>\$ 140,256,590</u>

(Continued)

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

General Information about the State Teachers' Retirement Plan

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

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

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

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

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

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

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

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

WOODLAND JOINT UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
June 30, 2024

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

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

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

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

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

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

The CalSTRS Funding Plan authorizes the CalSTRS board to adjust the employer supplemental contribution rate up or down by a maximum of 1% for a total rate of no higher than 20.25% and no lower than 8.25%. In May 2023, the CalSTRS board voted to keep the employer supplemental contribution rate at 10.85% for fiscal year 2024 for a total employer contribution rate of 19.10%.

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

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

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

The District contributed \$10,508,888 to the plan for the fiscal year ended June 30, 2024.

(Continued)

WOODLAND JOINT UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
June 30, 2024

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

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

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

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

<u>Effective Date</u>	<u>Base Rate</u>	<u>Supplemental Rate Per CalSTRS Funding Plan</u>	<u>SBMA Funding⁽¹⁾</u>	<u>Total</u>
July 01, 2023	2.017%	6.311%	2.50%	10.828%
July 01, 2024 to June 30, 2046	2.017%	(2)	2.50%	(2)
July 01, 2046	2.017%	(3)	2.50%	(3)

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

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

At June 30, 2024 the District reported a liability for its proportionate share of the net pension liability that reflected a reduction for State pension support provided to the District. The amount recognized by the District as its proportionate share of the net pension liability, the related State support, and the total portion of the net pension liability that was associated with the District were as follows:

District's proportionate share of the net pension liability	\$ 65,709,000
State's proportionate share of the net pension liability associated with the District	<u>31,483,000</u>
Total	<u><u>\$ 97,192,000</u></u>

The net pension liability was measured as of June 30, 2023 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2022. The District's proportion of the net pension liability was based on the District's share of contributions to the pension plan relative to the contributions of all participating school districts and the State. At June 30, 2024, the District's proportion was 0.086 percent, which was an increase of 0.009 percent from its proportion as of June 30, 2023.

(Continued)

WOODLAND JOINT UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
June 30, 2024

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

For the year ended June 30, 2024, the District recognized pension expense of \$13,939,526 and revenue of \$4,726,761 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 <u>Resources</u>	Deferred Inflows of <u>Resources</u>
Difference between expected and actual experience	\$ 5,164,000	\$ 3,516,000
Changes of assumptions	380,000	-
Net differences between projected and actual earnings on investments	281,000	-
Changes in proportion and differences between District contributions and proportionate share of contributions	7,952,000	7,259,000
Contributions made subsequent to measurement date	<u>10,508,888</u>	<u>-</u>
Total	<u>\$ 24,285,888</u>	<u>\$ 10,775,000</u>

\$10,508,888 reported as deferred outflows of resources related to pensions resulting from contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending <u>June 30,</u>	
2025	\$ (2,481,500)
2026	\$ (3,902,500)
2027	\$ 5,212,500
2028	\$ 330,834
2029	\$ 1,995,833
2030	\$ 1,846,833

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

(Continued)

WOODLAND JOINT UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
June 30, 2024

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

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

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

Discount Rate: The discount rate used to measure the total pension liability was 7.10 percent, which was unchanged from the prior fiscal year. The projection of cash flows used to determine the discount rate assumed that contributions from plan members and employers will be made at statutory contribution rates in accordance with the rate increase per AB 1469. Projected inflows from investment earnings were calculated using the long-term assumed investment rate of return (7.10 percent) and assuming that contributions, benefit payments, and administrative expense occur midyear. Based on those assumptions, the STRP's fiduciary net position was projected to be available to make all projected future benefit payments to current plan members. Therefore, the long-term assumed investment rate of return was applied to all periods of projected benefit payments to determine the total pension liability.

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

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. The best estimate ranges were developed using capital market assumptions from CalSTRS investment staff and investment consultants as inputs to the process.

The actuarial investment rate of return assumption was adopted by the CalSTRS board in January 2020 in conjunction with the most recent experience study. For each current and future valuation, CalSTRS consulting actuary reviews the return assumption for reasonableness based on the most current capital market assumptions. Best estimates of 20-year geometric real rates of return and the assumed asset allocation for each major asset class used as input to develop the actuarial investment rate of return are summarized in the following table:

(Continued)

WOODLAND JOINT UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
June 30, 2024

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

<u>Asset Class</u>	<u>Assumed Asset Allocation</u>	<u>Long-Term* Expected Real Rate of Return</u>
Public Equity	38%	5.25%
Real Estate	15	4.05
Private Equity	14	6.75
Fixed Income	14	2.45
Risk Mitigating Strategies	10	2.25
Inflation Sensitive	7	3.65
Cash / Liquidity	2	(0.05)

* 20-year geometric average

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

	<u>1% Decrease (6.10%)</u>	<u>Current Discount Rate (7.10%)</u>	<u>1% Increase (8.10%)</u>
District's proportionate share of the net pension liability	<u>\$ 110,222,000</u>	<u>\$ 65,709,000</u>	<u>\$ 28,736,000</u>

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

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

General Information about the Public Employer's Retirement Fund B

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

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

(Continued)

WOODLAND JOINT UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
June 30, 2024

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

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

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

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

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

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

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

The District contributed \$7,234,105 to the plan for the fiscal year ended June 30, 2024.

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

At June 30, 2024, the District reported a liability of \$50,832,000 or its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2023 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2022. The District's proportion of the net pension liability was based on the District's share of contributions to the pension plan relative to the contributions of all participating school districts. At June 30, 2024, the District's proportion was 0.140 percent, which was an increase of 0.003 percent from its proportion as of June 30, 2023.

For the year ended June 30, 2024, the District recognized pension expense of \$8,546,597. At June 30, 2024, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 1,855,000	\$ 781,000
Changes of assumptions	2,342,000	-
Net differences between projected and actual earnings on investments	5,430,000	-
Changes in proportion and differences between District contributions and proportionate share of contributions	1,584,000	-
Contributions made subsequent to measurement date	7,234,105	-
Total	<u>\$ 18,445,105</u>	<u>\$ 781,000</u>

(Continued)

WOODLAND JOINT UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
June 30, 2024

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

\$7,234,105 reported as deferred outflows of resources related to pensions resulting from contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending <u>June 30,</u>		
2025	\$	3,086,333
2026	\$	2,632,333
2027	\$	4,542,334
2028	\$	169,000

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

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

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

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

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

(Continued)

WOODLAND JOINT UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
June 30, 2024

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

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

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

(1) An expected inflation rate of 2.30% used for this period

(2) Figures are based on the 2021-22 CalPERS Asset Liability Management Study

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

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class.

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

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

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

(Continued)

WOODLAND JOINT UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
June 30, 2024

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

	1% Decrease (5.90%)	Current Discount Rate (6.90%)	1% Increase (7.90%)
District's proportionate share of the net pension liability	\$ 73,489,000	\$ 50,832,000	\$ 32,105,000

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

NOTE 9 - OTHER POSTEMPLOYMENT BENEFITS

General Information Other Postemployment Benefits Plan (OPEB)

Plan Description: In addition to the pension benefits described in Notes 7 and 8, the District provides post-employment health care benefits under a single employer defined benefit OPEB plan to eligible retirees at age 65 and for certain groups of employees who retire from the District after attaining age 55 with at least 15 years of service. The plan does not issue separate financial statements.

The Plan, which is administered by the District, allows employees who retire and meet retirement eligibility requirements under one of the District's retirement plan to continue health coverage as a participant in the District's plan. The District's Governing Board has the authority to establish or amend the benefit terms offered by the Plan. The District's Governing Board also retains the authority to establish the requirements for paying the Plan benefits as they come due. As of June 30, 2024 the District has not accumulated assets in a qualified trust for the purpose of paying the benefits related to the District's Total OPEB Liability.

Employees Covered by Benefit Terms: The following is a table of plan participants at June 30, 2024:

	<u>Number of Participants</u>
Inactive Plan members	55
Active employees	981
	<u>1,036</u>

Benefits Provided: The benefits provided are the same as those provided for active employees. Spouses and dependents of eligible retirees are also eligible for medical coverage.

Contributions: California Government Code specifies that the District's contribution requirements for covered employees are established and may be amended by the Governing Board. Retirees participating in the group insurance plans offered by the District are required to contribute 100% of the active premiums. In future years, contributions are assumed to increase at the same rate as premiums. The District's premium rates being charged to these retirees are lower than the expected cost for a retiree population under age 65. Thus, an implicit subsidy exists as a result of this difference between the actual cost and the true retiree cost.

Contributions to the Plan from the District were \$625,272 for the year ended June 30, 2024. Employees are not required to contribute to the OPEB plan.

(Continued)

WOODLAND JOINT UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
June 30, 2024

NOTE 9 - OTHER POSTEMPLOYMENT BENEFITS (Continued)

Total OPEB Liability

The District's total OPEB liability was measured as of June 30, 2024, and the total OPEB liability used to calculate the total OPEB liability was determined by an actuarial valuation of June 30, 2024.

Actuarial Assumptions: The total OPEB liability was determined using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

<u>Valuation Date</u>	June 30, 2024
<u>Actuarial Value of Assets</u>	Market Value
<u>Mortality Rate</u>	Certified: 2020 CalSTRS Mortality Classified: 2017 CalPERS active Mortality for Miscellaneous Employees
<u>Discount Rate</u>	3.93% Based on the Bond Buyer 20-Bond Index
<u>Retirement Rate</u>	Certificated – Hired before 2013: 2020 CalSTRS 2.0%@60 rates. Hired after 2012: 2020 CalSTRS 2.0%@62 rates Classified, Confidential and Management - Hired before 2013: 2017 CalPERS 2.0%@55 rates for school employees. Hired after 2012: 2017 CalPERS 2%@62 rates for school Employees.
<u>Inflation Rate</u>	2.50% per year
<u>Salary Increase</u>	2.75% per year
<u>Medical Coverage</u>	All current and future participating retirees will qualify for Medicare coverage and enroll in Parts A and B upon age 65.
<u>Health Care Inflation</u>	4.0%
<u>Termination Rate</u>	Termination rates match rates developed in the most recent experience studies for California PERS (2017) and California STRS (2020).
<u>Funding Method</u>	Entry Age Cost Method (Level Percentage of Pay).

(Continued)

WOODLAND JOINT UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
June 30, 2024

NOTE 9 - OTHER POSTEMPLOYMENT BENEFITS (Continued)

Changes in the Total OPEB Liability

	Total OPEB Liability
Balance at July 1, 2023	\$ 17,915,547
Changes for the year:	
Service cost	1,321,256
Interest	666,619
Differences between actual and expected experience	2,097,571
Changes in assumptions	(546,862)
Benefit payments	(625,272)
Net change	2,913,312
Balance at June 30, 2024	\$ 20,828,859

The changes in assumptions includes a change in the discount rate from 3.65% in the prior valuation to 3.93% in the current valuation. Differences between actual and expected experience resulted from a combination of demographic related changes such as terminations, resignations and deaths.

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate: The following presents the Total OPEB Liability of the District, as well as what the District's Total OPEB Liability would be if it were calculated using a discount rate that is one percentage-point lower or one percentage-point higher than the current discount rate:

	1% Decrease (2.93%)	Current Discount Rate (3.93%)	1% Increase (4.93%)
Total OPEB liability	\$ 22,425,204	\$ 20,828,859	\$ 19,327,489

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates: The following presents the Total OPEB Liability of the District, as well as what the District's Total OPEB Liability would be if it were calculated using healthcare cost trend rates that are one percentage-point lower or one percentage-point higher than the current healthcare cost trend rates:

	1% Decrease (3.0%)	Healthcare Cost Trend Rates Rate (4.0%)	1% Increase (5.0%)
Total OPEB liability	\$ 18,511,946	\$ 20,828,859	\$ 23,560,976

(Continued)

WOODLAND JOINT UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
June 30, 2024

NOTE 9 - OTHER POSTEMPLOYMENT BENEFITS (Continued)

OPEB Expense, and 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 \$2,070,259. At June 30, 2024, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 3,215,485	\$ 1,470,851
Changes of assumptions	<u>1,221,110</u>	<u>1,960,300</u>
Total	<u>\$ 4,436,595</u>	<u>\$ 3,431,151</u>

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

Year Ending June 30,

2025	\$ 82,384
2026	\$ 82,384
2027	\$ 82,384
2028	\$ 82,384
2029	\$ 82,384
Thereafter	\$ 593,524

The effect of changes in assumptions are amortized over a closed period of 15.6 years as of the June 30, 2024 measurement date.

NOTE 10 - JOINT POWERS AGREEMENT

Woodland Joint Unified School District participates in one joint venture under joint powers agreement (JPA) with Schools Insurance Authority (SIA). The relationship between Woodland Joint Unified School District and the JPA is such that the JPA is not a component unit of the District for financial reporting purposes.

SIA arranges for and provides property, liability, cyber, workers' compensation, dental and vision insurance coverage for its members. The JPA's governing board consist of a representative from each member district. The board controls the operations of the JPA, including selection of management and approval of operating budgets, independent of any influence by the member districts beyond their representation on the board. Each member district is obligated to pay an amount commensurate with the level of coverage requested and may be subject to assessments. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years. There have been no significant reductions in insurance coverage in the prior year.

(Continued)

WOODLAND JOINT UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
June 30, 2024

NOTE 10 - JOINT POWERS AGREEMENT (Continued)

Condensed financial information for the year ended June 30, 2023 is as follows:

Total assets	\$ 223,071,864
Deferred outflows of resources	\$ 4,747,151
Total liabilities	\$ 106,527,925
Deferred inflows of resources	\$ 1,649,206
Net position	\$ 119,641,884
Total revenues	\$ 86,598,125
Total expenditures	\$ 90,189,985
Change in net position	\$ (3,591,860)

NOTE 11 - CONTINGENCIES

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

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

Construction Commitments: As of June 30, 2024, the District has approximately \$5.8 million in outstanding commitments on construction contracts.

REQUIRED SUPPLEMENTARY INFORMATION

WOODLAND JOINT UNIFIED SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
For the Year Ended June 30, 2024

	Budget			Variance
	Original	Final	Actual	Favorable (Unfavorable)
Revenues:				
Local Control Funding Formula:				
State apportionment	\$ 91,474,413	\$ 89,000,660	\$ 85,586,249	\$ (3,414,411)
Local sources	36,299,497	39,535,809	39,399,037	(136,772)
Total local control funding formula	127,773,910	128,536,469	124,985,286	(3,551,183)
Federal sources	5,020,156	19,013,666	16,561,682	(2,451,984)
Other state sources	15,169,977	21,014,007	21,335,507	321,500
Other local sources	5,258,420	9,237,179	12,136,603	2,899,424
Total revenues	153,222,463	177,801,321	175,019,078	(2,782,243)
Expenditures:				
Current:				
Certificated salaries	55,198,058	58,342,171	58,822,254	(480,083)
Classified salaries	23,830,173	29,279,263	28,675,705	603,558
Employee benefits	32,319,285	34,802,368	33,385,318	1,417,050
Books and supplies	9,642,499	21,448,493	8,435,732	13,012,761
Contract services and operating expenditures	27,841,900	29,004,453	23,883,219	5,121,234
Other outgo	2,148,354	1,487,423	1,465,194	22,229
Capital outlay	-	5,891,314	8,627,130	(2,735,816)
Debt service:				
Principal retirement	1,035,490	1,212,890	1,775,103	(562,213)
Interest	260,262	260,264	257,555	2,709
Total expenditures	152,276,021	181,728,639	165,327,210	16,401,429
Excess (deficiency) of revenues over (under) expenditures	946,442	(3,927,318)	9,691,868	13,619,186
Other financing sources (uses):				
Transfers in	-	-	414,892	414,892
Transfers in	-	-	(13,182)	(13,182)
Proceeds from the issuance of leases	-	-	2,961,608	2,961,608
Total other financing sources (uses)	-	-	3,363,318	3,363,318
Net change in fund balance	946,442	(3,927,318)	13,055,186	16,982,504
Fund balance, July 1, 2023	74,927,872	74,927,872	74,927,872	-
Fund balance, June 30, 2024	\$ 75,874,314	\$ 71,000,554	\$ 87,983,058	\$ 16,982,504

See accompanying note to required supplementary information.

WOODLAND JOINT UNIFIED SCHOOL DISTRICT
SCHEDULE OF CHANGES IN THE DISTRICT'S TOTAL OTHER
POSTEMPLOYMENT BENEFITS (OPEB) LIABILITY
For the Year Ended June 30, 2024

	Last 10 Fiscal Years						
	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
Total OPEB liability							
Service cost	\$ 1,342,106	\$ 1,379,014	\$ 1,488,908	\$ 1,224,468	\$ 1,266,338	\$ 1,308,999	\$ 1,321,256
Interest	450,848	458,728	513,879	334,041	347,507	604,416	666,619
Change in assumptions	-	281,918	1,489,266	49,894	(1,714,084)	(154,762)	(546,862)
Differences between actual and expected experience	-	-	(2,164,651)	-	1,657,143	-	2,097,571
Benefit payments	<u>(576,231)</u>	<u>(599,280)</u>	<u>(598,439)</u>	<u>(789,127)</u>	<u>(660,278)</u>	<u>(525,000)</u>	<u>(625,272)</u>
Net change in total OPEB liability	1,216,723	1,520,380	728,963	819,276	896,626	1,233,653	2,913,312
Total OPEB liability, beginning of year	<u>11,499,926</u>	<u>12,716,649</u>	<u>14,237,029</u>	<u>14,965,992</u>	<u>15,785,268</u>	<u>16,681,894</u>	<u>17,915,547</u>
Total OPEB liability, end of year	<u>\$ 12,716,649</u>	<u>\$ 14,237,029</u>	<u>\$ 14,965,992</u>	<u>\$ 15,785,268</u>	<u>\$ 16,681,894</u>	<u>\$ 17,915,547</u>	<u>\$ 20,828,859</u>
Covered employee payroll	\$ 53,824,000	\$ 58,780,000	\$ 58,737,000	\$ 58,850,000	\$ 61,294,000	\$ 67,320,000	\$ 72,228,000
Total OPEB liability as a percentage of covered-employee payroll	24%	24%	25%	27%	27%	27%	29%

This is a 10-year schedule, however the information in this schedule is not required to be presented retrospectively. The amounts presented for each fiscal year were determined as of the year end that occurred one year prior. All years prior to 2018 are not available.

See accompanying note to required supplementary information.

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

	State Teachers' Retirement Plan Last 10 Fiscal Years									
	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
District's proportion of the net pension liability	0.087%	0.086%	0.091%	0.088%	0.090%	0.088%	0.086%	0.074%	0.077%	0.086%
District's proportionate share of the net pension liability	\$ 50,865,000	\$ 57,707,000	\$ 73,855,000	\$ 81,371,000	\$ 82,966,000	\$ 79,047,000	\$ 83,318,000	\$ 33,632,000	\$ 53,520,000	\$ 65,709,000
State's proportionate share of the net pension liability associated with the District	<u>30,715,000</u>	<u>30,521,000</u>	<u>42,048,000</u>	<u>48,138,000</u>	<u>47,502,000</u>	<u>43,126,000</u>	<u>45,533,000</u>	<u>20,010,000</u>	<u>30,251,000</u>	<u>31,483,000</u>
Total net pension liability	<u>\$ 81,580,000</u>	<u>\$ 88,228,000</u>	<u>\$115,903,000</u>	<u>\$129,509,000</u>	<u>\$130,468,000</u>	<u>\$122,173,000</u>	<u>\$128,851,000</u>	<u>\$ 53,642,000</u>	<u>\$ 83,771,000</u>	<u>\$ 97,192,000</u>
District's covered payroll	\$ 38,769,000	\$ 39,785,000	\$ 45,508,000	\$ 46,633,000	\$ 47,399,000	\$ 48,219,000	\$ 45,855,000	\$ 41,576,000	\$ 39,693,000	\$ 56,350,000
District's proportionate share of the net pension liability as a percentage of its covered payroll	131.20%	145.05%	162.29%	174.49%	175.04%	163.93%	181.70%	80.89%	134.83%	116.61%
Plan fiduciary net position as a percentage of the total pension liability	76.52%	74.02%	70.04%	69.46%	70.99%	72.56%	71.82%	87.21%	81.20%	80.62%

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

(Continued)

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

	Public Employer's Retirement Fund B Last 10 Fiscal Years									
	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
District's proportion of the net pension liability	0.131%	0.127%	0.133%	0.136%	0.139%	0.135%	0.131%	0.132%	0.137%	0.140%
District's proportionate share of the net pension liability	\$ 14,870,000	\$ 18,679,000	\$ 26,181,000	\$ 32,498,000	\$ 37,072,000	\$ 39,380,000	\$ 40,080,000	\$ 26,744,000	\$ 46,986,000	\$ 50,832,000
District's covered payroll	\$ 13,750,000	\$ 14,029,000	\$ 15,903,000	\$ 17,357,000	\$ 18,376,000	\$ 18,893,000	\$ 18,963,000	\$ 18,998,000	\$ 21,221,000	\$ 24,393,000
District's proportionate share of the net pension liability as a percentage of its covered payroll	108.15%	133.15%	164.63%	187.23%	201.74%	208.44%	211.36%	140.77%	221.41%	208.39%
Plan fiduciary net position as a percentage of the total pension liability	83.38%	79.43%	73.89%	71.87%	70.85%	70.05%	70.00%	80.971%	69.760%	69.960%

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

See accompanying note to required supplementary information.

WOODLAND JOINT UNIFIED SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S CONTRIBUTIONS
For the Year Ended June 30, 2024

	State Teachers' Retirement Plan Last 10 Fiscal Years									
	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
Contractually required contribution	\$ 3,532,878	\$ 4,882,995	\$ 5,995,084	\$ 6,839,655	\$ 7,850,119	\$ 8,313,510	\$ 7,941,017	\$ 8,377,644	\$ 10,762,765	\$ 10,508,888
Contributions in relation to the contractually required contribution	<u>(3,532,878)</u>	<u>(4,882,995)</u>	<u>(5,995,084)</u>	<u>(6,839,655)</u>	<u>(7,850,119)</u>	<u>(8,313,510)</u>	<u>(7,941,017)</u>	<u>(8,377,644)</u>	<u>(10,762,765)</u>	<u>(10,508,888)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered payroll	\$ 39,785,000	\$ 45,508,000	\$ 46,633,000	\$ 47,399,000	\$ 48,219,000	\$ 45,855,000	\$ 41,576,000	\$ 39,693,000	\$ 56,350,000	\$ 55,020,000
Contributions as a percentage of covered payroll	8.88%	10.73%	12.58%	14.43%	16.28%	17.10%*	16.15%**	16.92%***	19.10%	19.10%

* This rate reflects the original employer contribution rate of 18.13 percent under AB1469, reduced for the 1.03 percentage points to be paid on behalf of employers pursuant to SB90.

** This rate reflects the original employer contribution rate of 19.10 percent under AB1469, reduced for the 2.95 percentage points to be paid on behalf of employers pursuant to SB90.

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

(Continued)

WOODLAND JOINT UNIFIED SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S CONTRIBUTIONS
For the Year Ended June 30, 2024

	Public Employer's Retirement Fund B Last 10 Fiscal Years									
	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
Contractually required contribution	\$ 11,799,345	\$ 1,884,054	\$ 2,425,593	\$ 2,854,019	\$ 3,412,374	\$ 3,739,612	\$ 3,932,498	\$ 4,861,651	\$ 6,188,597	\$ 7,234,105
Contributions in relation to the contractually required contribution	<u>(11,799,345)</u>	<u>(1,884,054)</u>	<u>(2,425,593)</u>	<u>(2,854,019)</u>	<u>(3,412,374)</u>	<u>(3,739,612)</u>	<u>(3,932,498)</u>	<u>(4,861,651)</u>	<u>(6,188,597)</u>	<u>(7,234,105)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's employee payroll	\$ 14,029,000	\$ 15,903,000	\$ 17,357,000	\$ 18,376,000	\$ 18,893,000	\$ 18,963,000	\$ 18,998,000	\$ 21,221,000	\$ 24,393,000	\$ 27,114,000
Contributions as a percentage of covered payroll	11.77%	11.85%	13.89%	15.53%	18.06%	19.72%	20.70%	22.91%	25.37%	26.68%

See accompanying note to required supplementary information.

WOODLAND JOINT UNIFIED SCHOOL DISTRICT
NOTE TO REQUIRED SUPPLEMENTARY INFORMATION
June 30, 2024

NOTE 1 - PURPOSE OF SCHEDULES

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

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

Schedule of the District's Proportionate Share of the Net Pension Liability: The Schedule of the District's Proportionate Share of the Net Pension Liability is presented to illustrate the elements of the District's Net Pension Liability. There is a requirement to show information for 10 years.

Schedule of the District's Contributions: The Schedule of the District's Contributions is presented to illustrate the District's required contributions relating to the pensions. There is a requirement to show information for 10 years.

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

Changes of Assumptions: The discount rates used to calculate the District's OPEB liability were 2.20, 2.16, 3.54, 3.65 and 3.93 percent in the June 30, 2020, 2021, 2022, 2023 and 2024 actuarial reports, respectively.

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

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

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

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

SUPPLEMENTARY INFORMATION

WOODLAND JOINT UNIFIED SCHOOL DISTRICT
COMBINING BALANCE SHEET
ALL NON-MAJOR FUNDS
June 30, 2024

	Student Activity Fund	Charter School Fund	Adult Education Fund	Child Development Fund	Cafeteria Fund	Deferred Maintenance Fund	Building Fund	County School Facilities Fund	Capital Projects Fund	Bond Interest and Redemption Fund	Total
ASSETS											
Cash and investments:											
Cash in County Treasury	\$ -	\$ 1,420,578	\$ 576,064	\$ 1,690,152	\$ 3,530,730	\$ 240,472	\$ 15,827,512	\$ 5,631,828	\$ 318,642	\$ 4,626,714	\$ 33,862,692
Cash on hand and in banks	552,555	-	300	-	-	-	-	-	-	-	552,855
Cash with Fiscal Agent	-	-	-	-	-	-	92,111	-	-	-	92,111
Receivables	-	30,531	402,347	59,666	1,093,470	-	-	-	-	-	1,586,014
Prepaid expenditures	-	3,845	-	-	-	-	-	-	-	-	3,845
Due from other funds	-	155,701	-	-	-	-	15,034	-	-	-	170,735
Stores inventory	-	-	-	-	136,911	-	-	-	-	-	136,911
Total assets	<u>\$ 552,555</u>	<u>\$ 1,610,655</u>	<u>\$ 978,711</u>	<u>\$ 1,749,818</u>	<u>\$ 4,761,111</u>	<u>\$ 240,472</u>	<u>\$ 15,934,657</u>	<u>\$ 5,631,828</u>	<u>\$ 318,642</u>	<u>\$ 4,626,714</u>	<u>\$ 36,405,163</u>
LIABILITIES AND FUND BALANCES											
Liabilities:											
Accounts payable	\$ -	\$ 20,965	\$ 17,444	\$ 119,533	\$ 81,947	\$ 21,640	\$ 232,180	\$ -	\$ -	\$ -	\$ 493,709
Due to other funds	-	236,044	63,481	151,032	180,714	-	-	-	-	-	631,271
Unearned revenue	-	48,510	-	48,501	-	-	-	-	-	-	97,011
Total liabilities	-	305,519	80,925	319,066	262,661	21,640	232,180	-	-	-	1,221,991
Fund balances:											
Nonspendable	-	3,845	-	-	136,911	-	-	-	-	-	140,756
Restricted	552,555	1,301,291	897,786	1,430,752	4,361,539	218,832	15,702,477	5,631,828	318,642	4,626,714	35,042,416
Fund balances	552,555	1,305,136	897,786	1,430,752	4,498,450	218,832	15,702,477	5,631,828	318,642	4,626,714	35,183,172
Total liabilities and fund balances	<u>\$ 552,555</u>	<u>\$ 1,610,655</u>	<u>\$ 978,711</u>	<u>\$ 1,749,818</u>	<u>\$ 4,761,111</u>	<u>\$ 240,472</u>	<u>\$ 15,934,657</u>	<u>\$ 5,631,828</u>	<u>\$ 318,642</u>	<u>\$ 4,626,714</u>	<u>\$ 36,405,163</u>

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

	Student Activity Fund	Charter School Fund	Adult Education Fund	Child Development Fund	Cafeteria Fund	Deferred Maintenance Fund	Building Fund	County School Facilities Fund	Capital Projects Fund	Bond Interest and Redemption Fund	Formerly Non-Major Capital Facilities Fund	Total
Revenues:												
Local Control Funding Formula:												
State sources	\$ -	\$ 1,479,448	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		\$ 1,479,448
Local sources	-	926,620	92,675	-	-	374,258	-	-	-	-		1,393,553
Total Local Control Funding Formula	-	2,406,068	92,675	-	-	374,258	-	-	-	-		2,873,001
Federal sources	-	17,307	238,553	276,878	3,660,656	-	-	-	-	-		4,193,394
Other state sources	-	466,501	1,438,192	3,252,832	3,091,906	-	-	-	-	22,694		8,272,125
Other local sources	10,436	43,314	79,466	144,918	374,247	2,481	914,081	265,042	14,996	4,143,172		5,992,153
Total revenues	10,436	2,933,190	1,848,886	3,674,628	7,126,809	376,739	914,081	265,042	14,996	4,165,866		21,330,673
Expenditures:												
Current:												
Certificated salaries	-	1,329,648	738,618	855,444	-	-	-	-	-	-		2,923,710
Classified salaries	-	380,363	327,742	464,676	2,230,260	-	-	-	-	-		3,403,041
Employee benefits	-	634,270	410,273	601,321	994,895	-	-	-	-	-		2,640,759
Books and supplies	1,179	150,840	178,566	156,205	2,844,162	22,334	1,153	-	-	-		3,354,439
Contract services and operating expenditures	-	241,521	293,627	632,070	213,024	179,671	534,253	-	-	-		2,094,166
Other outgo	-	215,710	-	-	-	-	-	-	-	-		215,710
Capital outlay	-	-	1,182,516	155,274	23,651	40,832	2,187,150	-	-	-		3,589,423
Debt service:												
Principal retirement	-	-	-	-	-	-	-	-	-	2,678,000		2,678,000
Interest	-	-	-	-	-	-	-	-	-	602,605		602,605
Total expenditures	1,179	2,952,352	3,131,342	2,864,990	6,305,992	242,837	2,722,556	-	-	3,280,605		21,501,853
Excess (deficiency) of revenues over (under) expenditures	9,257	(19,162)	(1,282,456)	809,638	820,817	133,902	(1,808,475)	265,042	14,996	885,261		(171,180)
Other financing sources (uses):												
Transfers in	-	-	-	-	13,182	-	-	-	-	-		13,182
Transfers out	-	(20,113)	(63,475)	(150,661)	(180,643)	-	-	-	-	-		(414,892)
Total other financing sources (uses)	-	(20,113)	(63,475)	(150,661)	(167,461)	-	-	-	-	-		(401,710)
Net change in fund balances	9,257	(39,275)	(1,345,931)	658,977	653,356	133,902	(1,808,475)	265,042	14,996	885,261		(572,890)
Fund balance, July 1, 2023	543,298	1,344,411	2,243,717	771,775	3,845,094	84,930	-	5,366,786	303,646	3,741,453	13,550,828	31,795,938
Adjustment - changes to and within the District	-	-	-	-	-	-	17,510,952	-	-	-	(13,550,828)	3,960,124
Fund balance, July 1, 2023 as adjusted	543,298	1,344,411	2,243,717	771,775	3,845,094	84,930	17,510,952	5,366,786	303,646	3,741,453	-	35,756,062
Fund balance, June 30, 2024	\$ 552,555	\$ 1,305,136	\$ 897,786	\$ 1,430,752	\$ 4,498,450	\$ 218,832	\$ 15,702,477	\$ 5,631,828	\$ 318,642	\$ 4,626,714	\$ -	\$ 35,183,172

WOODLAND JOINT UNIFIED SCHOOL DISTRICT
SCHEDULE OF AVERAGE DAILY ATTENDANCE
June 30, 2024

	Second Period <u>Report</u>	Annual <u>Report</u>
DISTRICT		
Certificate Numbers:	45F3AABE	49FFC94
Elementary:		
Kindergarten through Third	2,473	2,525
Fourth through Sixth	1,700	1,734
Seventh through Eighth	<u>1,289</u>	<u>1,285</u>
Subtotal Elementary	<u>5,463</u>	<u>5,544</u>
Secondary:		
Ninth through Twelfth	<u>2,721</u>	<u>2,701</u>
District total	<u><u>8,184</u></u>	<u><u>8,245</u></u>
	Second Period <u>Report</u>	Annual <u>Report</u>
CHARTER SCHOOL - Science & Technology Academy at Knights Landing		
Certificate Numbers	A3197BDB	7E674513
Classroom-Based:		
Kindergarten through Third	110	111
Fourth through Sixth	<u>97</u>	<u>97</u>
Total classroom-based	<u>208</u>	<u>208</u>

WOODLAND JOINT UNIFIED SCHOOL DISTRICT
SCHEDULE OF INSTRUCTIONAL TIME
For the Year Ended June 30, 2024

	<u>Grade Level</u>	<u>Statutory Minutes Requirement</u>	<u>2023-2024 Actual Minutes</u>	<u>2023-24 Actual Days Offered</u>	<u>Number of Credited Days in Form J-13A*</u>	<u>2023-24 Total Reported Offered</u>	<u>Status</u>
District							
Kindergarten		36,000	50,730	179	1	180	In compliance
Grade 1		50,400	50,730	179	1	180	In compliance
Grade 2		50,400	50,730	179	1	180	In compliance
Grade 3		50,400	50,730	179	1	180	In compliance
Grade 4		54,000	54,630	179	1	180	In compliance
Grade 5		54,000	54,630	179	1	180	In compliance
Grade 6		54,000	54,630	179	1	180	In compliance
Grade 7		54,000	60,056	180	-	180	In compliance
Grade 8		54,000	60,056	180	-	180	In compliance
Grade 9		64,800	64,930	180	-	180	In compliance
Grade 10		64,800	64,930	180	-	180	In compliance
Grade 11		64,800	64,930	180	-	180	In compliance
Grade 12		64,800	64,930	180	-	180	In compliance
Charter School							
Kindergarten		36,000	51,110	180	-	180	In compliance
Grade 1		50,400	51,110	180	-	180	In compliance
Grade 2		50,400	51,110	180	-	180	In compliance
Grade 3		50,400	51,110	180	-	180	In compliance
Grade 4		54,000	55,190	180	-	180	In compliance
Grade 5		54,000	55,190	180	-	180	In compliance
Grade 6		54,000	55,190	180	-	180	In compliance

*Plainfield Elementary School had 180 days which included a J-13A Waiver of 1 day which was approved on November 21, 2024.
There was no deficiency of minutes as a result of the one day school closure.

WOODLAND JOINT UNIFIED SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended June 30, 2024

Assistance Listing Number	Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Pass-Through Entity Identifying Number	Federal Expenditures
<u>U.S. Department of Education - Passed through California Department of Education</u>			
	Special Education Cluster:		
84.173A	Special Ed: IDEA Preschool Staff Development, Part B, Sec 619	13430	\$ 986
84.027	IDEA Basic Local Assistance Entitlement, Part B, Sec 611 (formerly PL 94-142)	13379	2,040,375
84.027	IDEA Local Assistance, Part B Sec 611, Private School ISPs	10115	53,112
84.027	IDEA Preschool Grants, Part B, Sec 619	13430	58,770
84.027A	Special Ed: Supporting Inclusive Practices	13693	18,270
84.027A	IDEA Mental Health Average Daily Attendance (ADA) Allocation, Part B, Sec 611	15197	74,065
	Subtotal Special Education Cluster		<u>2,245,578</u>
	Adult Education Programs:		
84.002A	Adult Education: Adult Basic Education & ELA (Section 231)	14508	111,502
84.002A	Adult Education: Integrated English Literacy and Civics Education (Section 243)	14109	33,249
84.002	Adult Education: Adult Secondary Education	13978	93,802
	Subtotal Adult Education Programs		<u>238,553</u>
	ESEA Title III Programs:		
84.365	ESEA Title III, English Learner Student Program	14346	365,944
	Subtotal ESEA: Title III Programs		<u>365,944</u>
	ESEA Title I Programs		
84.010	ESSA Title I, Part A, Basic Grants Low Income and Neglected	14329	2,087,152
84.010	ESEA: ESSA School Improvement (CSI) Funding for LEAs	15438	261,369
	Subtotal ESEA Title I Programs		<u>2,348,521</u>
	Education Stabilization Fund Programs:		
84.425	COVID-19 - Elementary and Secondary School Emergency Relief (ESSER) Fund	15536	(611,671)
84.425	COVID-19 - Elementary and Secondary School Emergency Relief III (ESSER III) Fund	15559	6,254,419
84.425U	COVID-19 - Elementary and Secondary School Emergency Relief III (ESSER III) Fund: Learning Loss	10155	855,880

(Continued)

WOODLAND JOINT UNIFIED SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended June 30, 2024

Assistance Listing Number	Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Pass-Through Entity Identifying Number	Federal Expenditures
84.425	COVID-19 - Expanded Learning Opportunities (ELO) Grant ESSER II State Reserve	15619	\$ 84,987
84.425	COVID-19 - Expanded Learning Opportunities (ELO) Grant: GEER II	15619	231,100
84.425	COVID-19 - Expanded Learning Opportunities (ELO) Grant: ESSER III State Reserve, Emergency Needs	15620	1,075,132
84.425	COVID-19 - American Rescue Plan - Homeless Children and Youth II (ARP HYC II)	15566	24,819
84.425D	COVID-19 - CARES ACT ESSER II LA FF	15547	3,055,236
84.425D	Expanded Learning Opportunities (ELO) Grant ESSER II State Reserve	15618	25,189
84.425	COVID-19 - After School Education and Safety (ASES) Rate Increase: ESSER III State Reserve Summer Learning Program	15652	75,423
	Subtotal - COVID-19 Education Stabilization Fund Programs		11,070,514
84.424	ESSA: Title IV Part A Student Support Academic Enrichment	15396	161,938
84.367	ESSA: Title II, Part A, Improvement Teacher Quality	14341	300,630
84.048	Carl D. Perkins Career and Technical Education Secondary, Section 131	14894	85,966
	Total U.S. Department of Education		16,817,644
<u>U.S. Department of Agriculture - Passed through California</u>			
<u>Department of Education</u>			
	Child Nutrition Cluster:		
10.555	Child Nutrition: School Programs - Child Nutrition Cluster	13391	3,391,842
10.555	Child Nutrition: Supply Chain Assistance (SCA) Funds	15655	263,000
	Subtotal Child Nutrition Cluster		3,654,842
	Total U.S. Department of Agriculture		3,654,842
<u>U.S. Department of Health and Human Services - Passed through California</u>			
<u>Department of Education</u>			
	CCDF Cluster:		
93.575	Child Development: ARP California State Preschool Program One-time Stipend	15640	88,438
93.596	Child Development: Federal Child Care, Center-based	13609	144,153
	Subtotal CCDF Cluster		232,591
	Total U.S. Department of Health and Human Services		232,591
	Total Federal Programs		\$ 20,705,077

WOODLAND JOINT UNIFIED SCHOOL DISTRICT
RECONCILIATION OF UNAUDITED ACTUAL FINANCIAL REPORT
WITH AUDITED FINANCIAL STATEMENTS
For the Year Ended June 30, 2024

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

See notes to supplementary information.

WOODLAND JOINT UNIFIED SCHOOL DISTRICT
SCHEDULE OF FINANCIAL TRENDS AND ANALYSIS – UNAUDITED
For the Year Ended June 30, 2024

	(Budgeted) <u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>
<u>General Fund</u>				
Revenues and other financing sources	\$ 152,685,798	\$ 175,433,970	\$ 178,122,199	\$ 136,974,913
Expenditures	155,274,409	165,327,210	148,274,487	127,936,593
Other uses and transfers out	<u>-</u>	<u>(2,948,426)</u>	<u>-</u>	<u>-</u>
Total outgo	<u>155,274,409</u>	<u>162,378,784</u>	<u>148,274,487</u>	<u>127,936,593</u>
Change in fund balance	<u>\$ (2,588,611)</u>	<u>\$ 13,055,186</u>	<u>\$ 29,847,712</u>	<u>\$ 9,038,320</u>
Ending fund balance	<u>\$ 85,394,447</u>	<u>\$ 87,983,058</u>	<u>\$ 74,927,872</u>	<u>\$ 45,080,160</u>
Available reserves	<u>\$ 35,794,370</u>	<u>\$ 39,884,666</u>	<u>\$ 30,182,254</u>	<u>\$ 11,156,354</u>
Designated for economic uncertainties	<u>\$ 4,568,281</u>	<u>\$ 4,858,916</u>	<u>\$ 4,435,677</u>	<u>\$ 3,943,718</u>
Undesignated fund balance	<u>\$ 31,226,089</u>	<u>\$ 35,025,750</u>	<u>\$ 25,746,577</u>	<u>\$ 7,212,636</u>
Available reserves as percentages of total outgo	<u>23.1%</u>	<u>24.6%</u>	<u>20.4%</u>	<u>8.7%</u>
<u>All Funds</u>				
Total long-term liabilities	<u>\$ 165,506,355</u>	<u>\$ 170,715,518</u>	<u>\$ 153,719,445</u>	<u>\$ 95,850,747</u>
Average daily attendance at P-2, excluding Charter School	<u>8,184</u>	<u>8,184</u>	<u>8,454</u>	<u>8,204</u>

The General Fund fund balance has increased by \$51,941,218 over the past three years. The District has incurred operating surpluses over the past three years. The fiscal year 2024-2025 budget projects a decrease of \$2,588,611. For a district this size, the State of California recommends available reserves of at least 3 percent of total General Fund expenditures, transfers out and other uses. For the year ended June 30, 2024, the District has met this requirement.

Total long-term liabilities have increased by \$74,864,771 over the past two years.

Average daily attendance has decreased by 20 over the past two years. The District anticipates no change in ADA for fiscal year 2024-2025.

See notes to supplementary information.

WOODLAND JOINT UNIFIED SCHOOL DISTRICT
SCHEDULE OF CHARTER SCHOOLS
For the Year Ended June 30, 2024

Charter Schools Chartered by District

Included in District
Financial Statements, or
Separate Report

1201 – Science & Technology Academy at Knights Landing

Included as the Charter School Fund

See notes to supplementary information.

WOODLAND JOINT UNIFIED SCHOOL DISTRICT
NOTES TO SUPPLEMENTARY INFORMATION
For the Year Ended June 30, 2024

NOTE 1 - PURPOSE OF SCHEDULES

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

Schedule of Instructional Time: The District has received incentive funding for increasing instructional time as provided by the Incentives for Longer Instructional Day. This schedule presents information on the amount of instructional days offered by the District, and whether the District complied with the provisions of Education Code Section 46200.

Schedule of Expenditures of Federal Awards: The Schedule of Expenditures of Federal Awards includes the federal award activity of Woodland Joint Unified School District and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance)*. Expenditures are recognized following the cost principles in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the schedule represent adjustments made in the normal course of business to amounts reported as expenditures in prior years. The District has elected not to use the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance.

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

Schedule of Financial Trends and Analysis – Unaudited: This schedule provides information on the District's financial condition over the past three years and its anticipated condition for the 2024-2025 fiscal year, as required by the State Controller's Office.

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

NOTE 2 - EARLY RETIREMENT INCENTIVE PROGRAM

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

OTHER INFORMATION

WOODLAND JOINT UNIFIED SCHOOL DISTRICT
ORGANIZATION
June 30, 2024

Woodland Joint Unified School District was established in 1965 and comprises an area of approximately 282 square miles located in Solano and Yolo Counties. There were no changes in the boundaries of the District during the current year. The District currently operates 12 elementary, two intermediate and two high schools. The District also maintains a continuation high school, an adult education school and an independent study program. There is one charter school, Science & Technology Academy, operating within the District during the year ended June 30, 2024.

GOVERNING BOARD

<u>Name</u>	<u>Office</u>	<u>Term Expires</u>
Rogelio Villagrana	President	December 2026
Deborah Bautista Zavala	Vice President	December 2026
Noel J. Rodriguez	Clerk	December 2024
Bibiana Garcia	Member	December 2024
Sandra Mott	Member	December 2024
Kandice Richardson Fowler	Member	December 2024
Vacant	Member	TBD

ADMINISTRATION

Elodia Ortega-Lampkin
Superintendent

Lewis Wiley, Jr.
Associate Superintendent, Business Services

Leannee Medina Estrada
Assistant Superintendent, Human Resource Services

Vacant
Assistant Superintendent, Educational Services

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

Board of Education
Woodland Joint Unified School District
Woodland, California

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

We have audited Woodland Joint Unified School District's (the District) compliance with the requirements specified in the State of California *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 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 Opinions

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 *2023-2024 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*. Our responsibilities under those standards and the *2023-2024 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting* are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

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

Responsibilities of Management for Compliance

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

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 noted in the table below is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the District's compliance with the requirements of the state programs as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the *2023-2024 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 noted in the table below and performing such other procedures as we consider necessary in the circumstances.
- Obtain an understanding of the District's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the *2023-2024 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:

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

(Continued)

School Districts, County Offices of Education, and Charter Schools:

T. Proposition 28 Arts and Music in Schools	Yes
U. After/Before School Education and Safety Program	Yes
V. Proper Expenditure of Education Protection Account Funds	Yes
W. Unduplicated Local Control Funding Formula Pupil Counts	Yes
X. Local Control and Accountability Plan	Yes
Y. Independent Study – Course-Based	Yes
Z. Immunizations	N/A, see below
AZ. Educator Effectiveness	Yes
BZ. Expanded Learning Opportunities Grant (ELO-G)	Yes
CZ. Career Technical Education Incentive Grant	Yes
DZ. Expanded Learning Opportunities Program (ELOP)	Yes
EZ. Transitional Kindergarten	Yes

Charter Schools:

AA. Attendance	Yes
BB. Mode of Instruction	Yes
CC. Nonclassroom-Based Instruction/Independent Study	N/A, see below
DD. Determination of Funding for Nonclassroom-Based Instruction	N/A, see below
EE. Annual Instructional Minutes-Classroom Based	Yes
FF. Charter School Facility Grant Program	N/A, see below

The District did not offer an Independent Study program; therefore, we did not perform any procedures related to this program.

The District did not offer an Early Retirement Incentive Program; therefore, we did not perform any procedures related to this program.

The District did not offer Juvenile Court Schools; therefore, we did not perform any procedures related to this program.

The District did not offer Middle or Early College Programs; therefore, we did not perform any procedures related to this program.

The District did not offer Apprenticeship: Related and Supplemental Instruction, therefore we did not perform any procedures related to Apprenticeship: Related and Supplemental Instruction.

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

The District did not participate in the Home to School Transportation Reimbursement program; therefore, we did not perform any procedures related to Home to School Transportation Reimbursement.

We did not perform any procedures related to Immunizations because the District did not have any schools that did not submit immunization assessments or report combined conditional admission and overdue rates greater than 10% in kindergarten.

We did not perform any procedures related to Nonclassroom-Based Instruction/Independent Study for Charter Schools, or Determination of Funding for Nonclassroom-based instruction because the District does not have ADA more than 20% reported through Nonclassroom-based instruction.

We did not perform any procedures related to Charter Schools - Charter School Facility Grant Program because the District did not participate in the Facility Grant Program.

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

(Continued)

Government Auditing Standards require the auditor to perform limited procedures on the District's response to the noncompliance finding identified in an audit and disclosed in the accompanying Schedule of Audit Findings and Question Costs. The District's response was not subjected to the auditing procedures applied in the audit of the state compliance and accordingly we express no opinion on response.

Other Matters

The results of our auditing procedures disclosed an instance of noncompliance regarding Ratio of Administrative Employees to Teachers, which is described in the accompanying Schedule of Audit Findings and Questioned Costs as Finding 2024 – 001.

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

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 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 by those charged with governance.

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

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

Purpose of this Report

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

Crowe LLP

Crowe LLP

Sacramento, California
December 11, 2024

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

Board of Education
Woodland Joint Unified School District
Woodland, California

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Woodland Joint Unified School District as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise Woodland Joint Unified School District's basic financial statements, and have issued our report thereon dated December 11, 2024.

Report on Internal Control Over Financial Reporting

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

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

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

Report on Compliance and Other Matters

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

Purpose of this Report

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

A handwritten signature in black ink that reads "Crowe LLP". The script is cursive and fluid.

Crowe LLP

Sacramento, California
December 11, 2024

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

Board of Education
Woodland Joint Unified School District
Woodland, California

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

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

In our opinion, Woodland Joint Unified School District complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2024.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States (*Government Auditing Standards*); and the audit requirements of Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

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

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to Woodland Joint Unified School 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 Woodland Joint Unified School District's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about Woodland Joint Unified School District's compliance with the requirements of each major federal program as a whole.

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

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

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

Report on Internal Control Over Compliance

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

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.

(Continued)

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.

Crowe LLP

Crowe LLP

Sacramento, California
December 11, 2024

FINDINGS AND RECOMMENDATIONS

WOODLAND JOINT UNIFIED SCHOOL DISTRICT
SCHEDULE OF AUDIT FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2024

SECTION I – SUMMARY OF AUDITOR'S RESULTS

FINANCIAL STATEMENTS

Type of auditors' report issued: Unmodified

Internal control over financial reporting:

Material weakness(es) identified?	<u> </u> Yes	<u> X </u> No
Significant deficiency(ies) identified not considered to be material weakness(es)?	<u> </u> Yes	<u> X </u> None reported

Noncompliance material to financial statements noted?

	<u> </u> Yes	<u> X </u> No
--	-----------------------	-------------------------

FEDERAL AWARDS

Internal control over major programs:

Material weakness(es) identified?	<u> </u> Yes	<u> X </u> No
Significant deficiency(ies) identified not considered to be material weakness(es)?	<u> </u> Yes	<u> X </u> None reported

Type of auditors' report issued on compliance for major programs: Unmodified

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?

	<u> </u> Yes	<u> X </u> No
--	-----------------------	-------------------------

Identification of major programs:

AL Number(s)

84,425, 84,425D, 84,425U

84.027, 84.027A, 84.173A

Name of Federal Program or Cluster

COVID-19 Education Stabilization Fund
Programs

Special Education Cluster

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

\$750,000

Auditee qualified as low-risk auditee?

<u> X </u> Yes	<u> </u> No
--------------------------	----------------------

STATE AWARDS

Type of auditors' report issued on compliance for state programs:

Unmodified

(Continued)

WOODLAND JOINT UNIFIED SCHOOL DISTRICT
SCHEDULE OF AUDIT FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2024

SECTION II - FINANCIAL STATEMENT FINDINGS

No matters were reported.

(Continued)

WOODLAND JOINT UNIFIED SCHOOL DISTRICT
SCHEDULE OF AUDIT FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2024

SECTION III- FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

No matters were reported.

(Continued)

WOODLAND JOINT UNIFIED SCHOOL DISTRICT
SCHEDULE OF AUDIT FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2024

SECTION IV - STATE AWARD FINDINGS AND QUESTIONED COSTS

2024-001 - DEFICIENCY - STATE COMPLIANCE – RATIO OF ADMINISTRATIVE EMPLOYEES TO TEACHERS (40000)

Criteria: The District is required to maintain an allowable ratio of eight administrative employees per hundred teachers as set forth in Education Code section 41402.

Condition: The District's total administrative employees exceeded the allowable amount by 2, resulting in a penalty calculated to be \$213,172.

Effect: The District did not comply with Ratio of Administrative Employees to Teacher requirements for the year ended June 30, 2024.

Cause: The District did not establish adequate internal controls to ensure that total administrative employees to teachers would not exceed the allowable ratio.

Fiscal Impact: The finding resulted in a penalty calculated to be \$213,172.

Recommendation: The District's management should implement necessary internal controls to ensure that the ratio of administrative employees to teachers is not exceeded.

Views of Responsible Officials and Planned Corrective Action: Management concurs with the finding and continues to work to implement necessary internal controls to ensure that the maximum ratio of administrative employees to teachers is not exceeded.

**STATUS OF PRIOR YEAR
FINDINGS AND RECOMMENDATIONS**

WOODLAND JOINT UNIFIED SCHOOL DISTRICT
STATUS OF PRIOR YEAR FINDINGS AND RECOMMENDATIONS
Year Ended June 30, 2024

2023-001 - MATERIAL WEAKNESS - STATE COMPLIANCE - AFTER/BEFORE SCHOOL EDUCATION AND SAFETY PROGRAM (40000)

Condition: At Freeman Elementary School, written records to support attendance for after school programs for one of the three dates selected, totaled 88 students which did not agree with reported attendance of 85 students, resulting in an overstatement of 3 students for the date selected. Written records to support attendance for before school programs for two of the three dates selected, totaled 32 and 31 students which did not agree with reported attendance of 28 and 30 students, resulting in an understatement of 5 students for the date selected.

Recommendation: This is a repeat finding. The District should enforce controls to ensure accurate accounting for attendance of students participating in After/Before School Education and Safety Program.

Current Status: Implemented.

District Explanation if Not Implemented: Not applicable.

(Continued)

WOODLAND JOINT UNIFIED SCHOOL DISTRICT
STATUS OF PRIOR YEAR FINDINGS AND RECOMMENDATIONS
Year Ended June 30, 2024

2023-002 - MATERIAL WEAKNESS - STATE COMPLIANCE - UNDUPLICATED LOCAL CONTROL FUNDING FORMULA PUPIL COUNTS (40000)

Condition: In testing performed on a sample basis, a total of 15 students were improperly identified as the free and reduced priced meal eligible in the District's CALPADS report for the 2022-23 school year for purposes of unduplicated local control funding formula pupil counts. The extrapolated impact of this error is a total of 545 students reported as FRPM eligible on the District's CALPADS reporting for the 2022-23 school year.

Pioneer High

Unduplicated Pupil Count Based on:	Enrollment	FRPM	ELAS	Both	TOTAL
As Certified on CALPADS	1,191	1,020	20	151	1,191
Audit Adjustments		<u>(490)</u>	<u>-</u>	<u>-</u>	<u>(490)</u>
Adjusted Counts		<u>530</u>	<u>20</u>	<u>15</u>	<u>701</u>

Science & Technology Academy at Knights Landing

Unduplicated Pupil Count Based on:	Enrollment	FRPM	ELAS	Both	TOTAL
As Certified on CALPADS	138	11	9	18	138
Audit Adjustments		<u>(56)</u>	<u>-</u>	<u>-</u>	<u>(56)</u>
Adjusted Counts		<u>56</u>	<u>9</u>	<u>18</u>	<u>83</u>

Recommendation: The District should ensure that all students are properly reflected in the CALPADS reporting under the appropriate free or reduced-price meal program status.

Current Status: Implemented.

District Explanation if Not Implemented: Not applicable.