WOODLAND JOINT UNIFIED SCHOOL DISTRICT

FINANCIAL STATEMENTS
June 30, 2021

WOODLAND JOINT UNIFIED SCHOOL DISTRICT

FINANCIAL STATEMENTS
WITH SUPPLEMENTARY INFORMATION
For the Year Ended June 30, 2021

CONTENTS

WOODLAND JOINT UNIFIED SCHOOL DISTRICT

FINANCIAL STATEMENTS
WITH SUPPLEMENTARY INFORMATION
For the Year Ended June 30, 2021
(Continued)

CONTENTS

INDEPENDENT AUDITOR'S REPORT

Board of Education
Woodland Joint Unified School District
Woodland, California

Report on the Financial Statements

We have audited the accompanying 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, 2021, and the related notes to the financial statements, which collectively comprise Woodland Joint Unified School District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

(Continued)

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Woodland Joint Unified School District, as of June 30, 2021, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note 1 to the financial statements, the District implemented Governmental Accounting Standards Board (GASB) Statement No. 84, *Fiduciary Activities*. This resulted in a restatement of the beginning governmental activities net position and the beginning aggregate remaining fund information fund balance totaling $491,745. Our opinions are not modified with respect to this matter.

Other Matters

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 District's Total 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 51 to 56 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by 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 expenditure of federal awards as required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and the other supplementary information listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The Schedule of Expenditure of Federal Awards and other supplementary information as listed in the table of contents are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information, except for the Schedule of Financial Trends and Analysis, 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 Schedule of Expenditure of Federal Awards and other supplementary information as listed in the table of contents, except for the Schedule of Financial Trends and Analysis, are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

(Continued)

The Schedule of Financial Trends and Analysis has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated January 7, 2022 on our consideration of 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 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 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 Woodland Joint Unified School District's internal control over financial reporting and compliance.

Crowe LLP

Crowe LLP

Sacramento, California
January 7, 2022

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, 2021. 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 2020-21 fiscal year. Over the course of the year, net position increased by 144%.

- Total current year revenues exceeded the total current year expenses by $14.4 million in the General Fund.

- Total Governmental Fund balances increased by $15 million.

- Capital assets increased due to a change in the Work in Progress and furniture and equipment.

- Total long-term liabilities increased $2.3 million during the 2020-21 fiscal year due to the recognition of the net pension liability and net OPEB liability. During the 2020-21 fiscal year, the District made payments of $1.2 million of general obligation bonds, and payments of $405,000 on certificates of participation. The Schedule of Changes in Long-Term Liabilities on page 34 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 2020-21 General Fund expenditures and other financing uses totaled $118 million. At June 30, 2021, the District has available reserves of $16.3 million in the General Fund, which represents a reserve of approximately 14%.

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, 2021 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.

THE FINANCIAL REPORT (CONCLUDED)

Reporting the District as a Whole (Concluded)

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 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 $6,685,479 at June 30, 2020 to $16,310,605 at June 30, 2021, which equates to 144%.

	Governmental Activities	
	2020	2021
Assets		
Cash and Investments	$41,081,130	$46,249,829
Receivables	17,699,581	26,274,461
Stores Inventories	237,084	214,751
Prepaid Expenses and Other Assets	86,635	645
Non-Depreciable Assets	11,902,435	9,270,044
Capital Assets, net of depreciation	89,424,919	90,292,840
Total Assets	160,431,784	172,302,570
Deferred Outflows of Resources	31,633,675	28,654,281
Liabilities		
Current	15,696,910	13,838,989
Long-Term	159,161,924	161,488,060
Total Liabilities	174,858,834	175,327,049
Deferred Inflows of Resources	11,012,891	9,319,197
Net Position		
Net investment in capital assets	76,494,468	77,833,599
Restricted	24,271,327	32,535,010
Unrestricted	(94,572,061)	(94,058,004)
Total Net Position	$ 6,193,734	$16,310,605

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

GOVERNMENTAL ACTIVITIES (CONTINUED)

Comparative Statement of Activities

	2020	2021
Program Revenues		
Charges for Services	$4,670,193	$4,263,667
Operating Grants and Contributions	26,281,705	43,704,195
General Revenues		
Taxes Levied	34,900,749	36,570,233
Federal and State Aid	69,278,868	63,990,404
Interest and Investment Earnings	377,881	834,092
Miscellaneous	146,571	554,820
Total Revenues	135,655,967	149,917,411
Expenses		
Instruction	78,245,580	79,164,997
Instruction Related Services	14,639,656	14,377,639
Pupil Services	18,227,077	16,661,219
General Administration	2,903,458	8,520,318
Plant Services	16,740,369	17,390,332
Ancillary Services	793,520	546,890
Community Services	661,234	531,219
Interest on Long Term Debt	935,196	1,341,536
Other Outgo	1,792,809	1,758,135
Total Expenses	140,317,187	140,292,285
Change in Net Position	($4,661,219)	$9,625,126

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

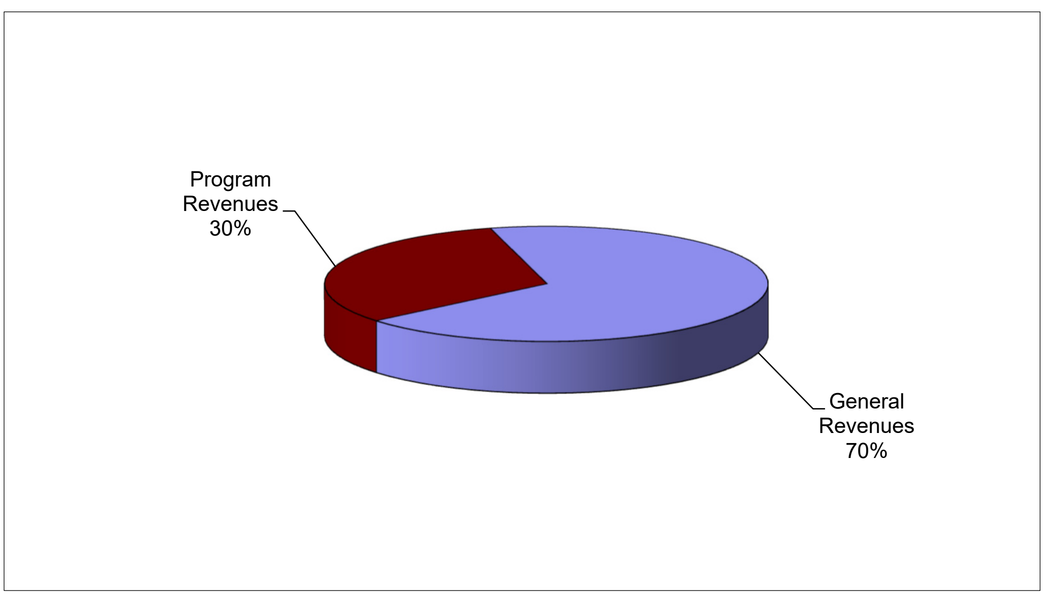
GOVERNMENTAL ACTIVITIES (CONTINUED)

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 $92,327,423 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.

Comparative Schedule of Costs of Services

	Total Cost Of Services 2020	Total Cost Of Services 2021	Net Cost of Services 2020	Net Cost of Services 2021
Instruction	$78,245,850	$79,164,997	$62,034,926	$47,693,430
Instruction Related Services	14,639,656	14,377,639	11,759,209	11,069,271
Pupil Services	18,227,077	16,661,219	11,353,358	8,168,355
General Administration	8,281,476	8,520,318	7,680,527	7,749,459
Plant Services	16,740,369	17,390,332	13,286,334	14,529,820
Ancillary Services	793,520	546,890	767,640	535,584
Community Services	661,234	531,219	257,868	23,054
Interest on Long Term Debt	935,196	1,341,536	935,196	1,341,536
Other Outgo	1,792,809	1,758,135	1,290,230	1,213,914
Totals	$140,317,187	$140,292,285	$109,365,288	$92,324,423

As of June 30, 2021 program revenues financed 30% of the total cost of providing the services listed above while the remaining 70% was financed by the general revenues of the District.

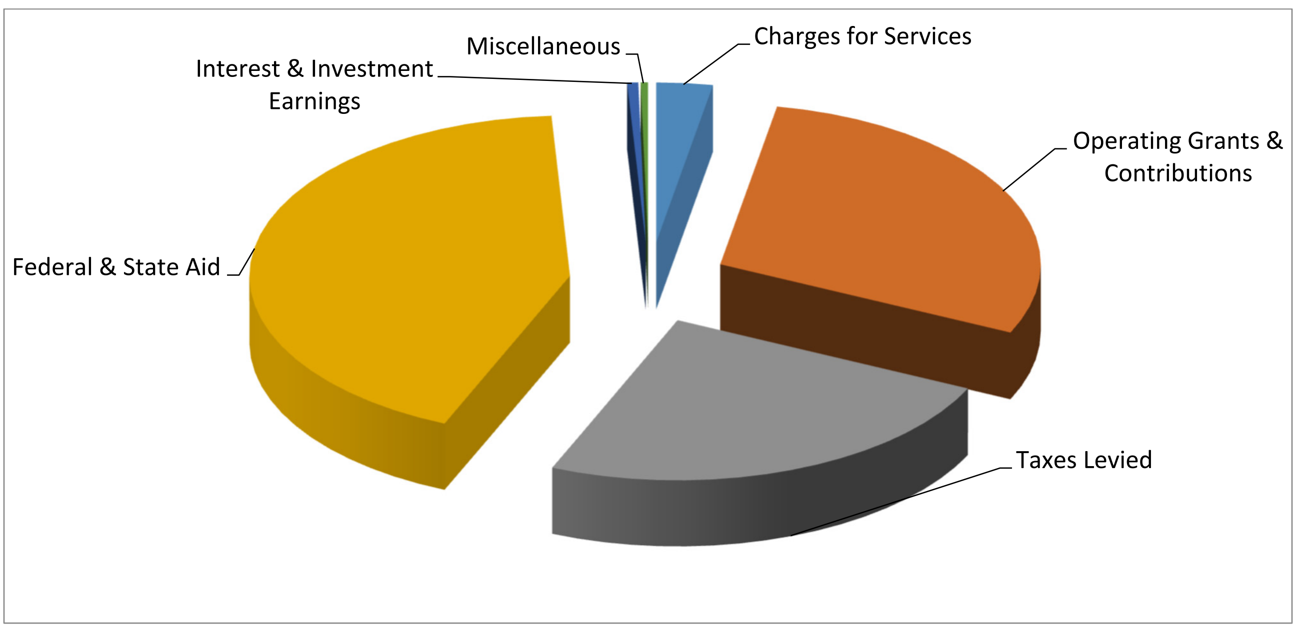


FINANCIAL ANALYSIS OF THE SCHOOL DISTRICT AS A WHOLE (CONTINUED)

GOVERNMENTAL ACTIVITIES (CONTINUED)

Summary of Revenues For Governmental Functions

	2020 Amount	Percent of Total	2021 Amount	Percent of Total
Program Revenues				
Charges for Services	$4,670,194	3%	$4,263,667	3%
Operating Grants & Contributions	26,281,705	18%	43,704,195	29%
General Revenues				
Taxes Levied	34,900,749	26%	36,570,233	24%
Federal and State Aid	69,278,868	51%	63,990,404	43%
Interest and Investment Earnings	377,881	1%	834,092	1%
Miscellaneous	146,571	1%	554,820	
Total Revenues	$135,655,968	100%	$149,917,411	100%

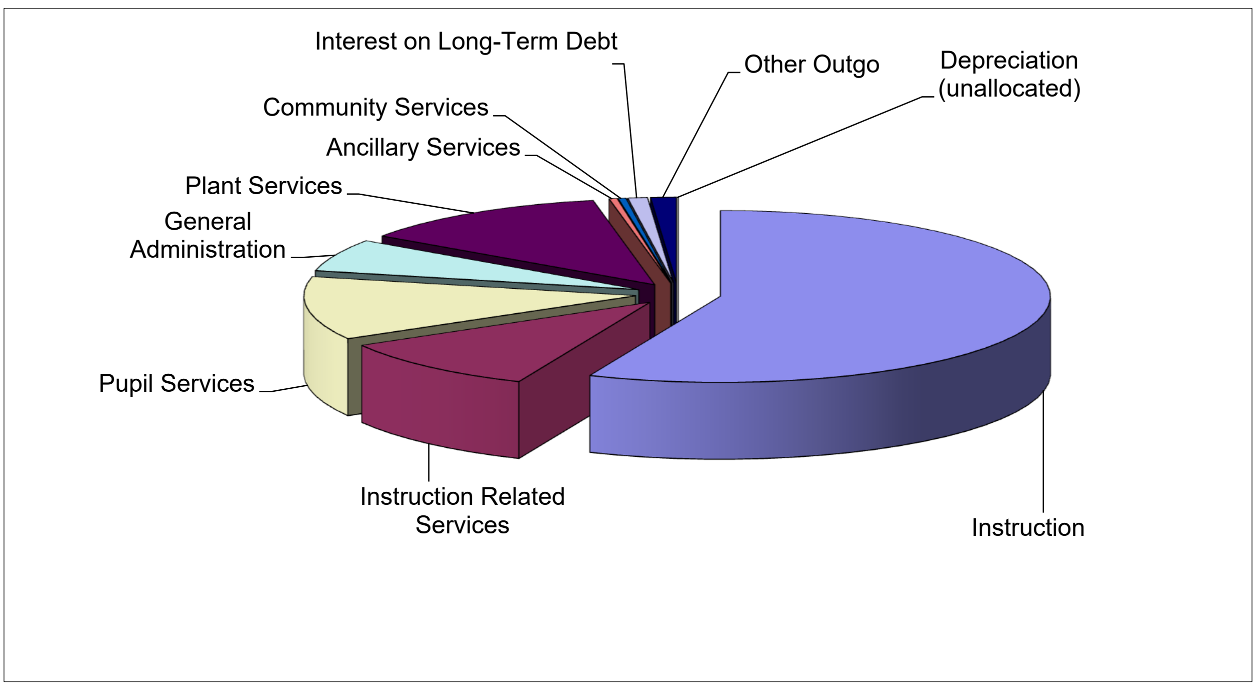


FINANCIAL ANALYSIS OF THE SCHOOL DISTRICT AS A WHOLE (CONTINUED)

GOVERNMENTAL ACTIVITIES (CONTINUED)

Summary of Expenses For Governmental Functions

	2020 Amount	Percent of Total	2021 Amount	Percent of Total
Instruction	$78,245,850	56%	$79,164,997	56%
Instruction Related Services	14,639,656	10%	14,377,639	10%
Pupil Services	18,227,077	12%	16,661,219	12%
General Administration	8,281,476	6%	8,520,318	6%
Plant Services	16,740,369	12%	17,390,332	12%
Ancillary Services	793,520	1%	546,890	1%
Community Services	661,234	1%	531,219	1%
Interest on Long Term Debt	935,196	1%	1,341,536	1%
Other Outgo	1,792,809	1%	1,758,135	1%
Totals	$140,317,187	100%	$140,292,285	100%



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

GOVERNMENTAL ACTIVITIES (CONTINUED)

Comparative Schedule of Capital Assets

	Governmental Activities 2020	2021
Land	$ 7,222,874	$ 7,222,874
Sites and Improvements	4,679,561	6,043,107
Buildings and Improvements	146,185,965	151,667,061
Furniture and Equipment	15,672,740	15,914,906
Work-in-Progress	5,941,881	2,047,170
Subtotals	$ 179,703,021	$ 182,895,118
Less: Accumulated Depreciation	78,375,667	83,332,234
Capital Assets, net	$ 101,327,354	$ 99,562,884

Capital assets increased due to the change in the Work-in-Progress.

Comparative Schedule of Long-Term Liabilities

	Governmental Activities 2020	2021
Compensated Absences	$ 819,597	$ 820,844
General Obligation Bonds	13,805,000	10,862,000
Unamortized premiums/discounts, net	360,145	473,807
Certificates of Participation	9,675,000	9,120,000
Capital Leases	1,109,189	1,028,141
Other Post-Employment Benefits	14,965,992	15,785,268
Net Pension Liability	118,427,000	123,398,000
Totals	$ 159,161,924	$ 161,013,953

The general obligation bonds are financed by the local taxpayers and represent 7% of the District's total long-term liabilities. The certificates of participation are financed by developer fees, General Fund and represent 6% of the District's total long-term liabilities. The remaining components of the District's total long-term liabilities account for 87% of the District's total long-term liabilities and are financed by various District funds.

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 $14,960,462 due primarily to an increase in revenue and decrease in expenditures.

	Comparative Schedule of Fund Balances		
	FY 19/20	FY 20/21	Change
General	$ 21,620,664	$ 36,041,840	$ 14,421,176
Student Activity – Special Revenue	491,745	489,932	(1,813)
Charter School Fund	616,185	1,023,094	406,909
Adult Education	2,261,304	2,514,680	253,376
Child Development	106,460	195,251	88,791
Cafeteria	-	42,821	42,821
Deferred Maintenance	369,697	483,754	114,057
Building	256,204	259,391	3,187
Capital Projects - Special Reserve	290,977	302,932	11,955
Capital Facilities	13,739,151	14,800,227	1,061,076
Bond Interest & Redemption	4,534,578	3,093,505	(1,441,073)
Totals	$ 44,286,965	$ 59,247,427	$ 14,960,462

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 during fiscal year 2019-20 and decreased of 1% in 2020-21. 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 State's economic situation and the COVID-19 pandemic are also major factors affecting the District's future. 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, 2021

	Governmental Activities
ASSETS	
Cash and investments (Note 2)	$ 46,249,829
Receivables	26,274,461
Prepaid expenses	645
Stores inventory	214,751
Non-depreciable capital assets (Note 4)	9,270,044
Depreciable capital assets, net of accumulated depreciation (Note 4)	90,292,840
Total assets	172,302,570
DEFERRED OUTFLOWS OF RESOURCES	
Deferred outflows of resources - pensions (Note 7 and 8)	27,000,515
Deferred outflows of resources - OPEB (Note 9)	1,572,026
Deferred loss on refunding of debt	81,740
Total deferred outflows of resources	28,654,281
LIABILITIES	
Accounts payable	11,064,584
Unearned revenue	2,774,405
Long-term liabilities (Note 5):	
Due within one year	4,307,699
Due after one year	157,180,361
Total liabilities	175,327,049
DEFERRED INFLOWS OF RESOURCES	
Deferred inflows of resources - pensions (Notes 7 and 8)	6,949,000
Deferred inflows of resources - OPEB (Notes 9)	1,887,131
Deferred gain on refunding of debt	483,066
Total deferred inflows of resources	9,319,197
NET POSITION	
Net investment in capital assets	77,833,599
Restricted:	
Legally restricted programs	14,180,795
Capital projects	15,260,710
Debt service	3,093,505
Unrestricted	(94,058,004)
Total net position	$ 16,310,605

See accompanying notes to financial statements.

WOODLAND JOINT UNIFIED SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2021

	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Net (Expense) Revenues and Change in Net Position: Governmental Activities
Governmental activities:					
Instruction	$ 79,164,997	$ 2,711,790	$ 28,759,777	$ -	$ (47,693,430)
Instruction-related services:					
Supervision of instruction	5,469,585	42,725	1,861,823	-	(3,565,037)
Instructional library, media and technology	613,030	-	10,345	-	(602,685)
School site administration	8,295,024	1	1,393,474	-	(6,901,549)
Pupil services:					
Home-to-school transportation	3,282,315	12,080	744,131	-	(2,526,104)
Food services	4,024,388	2,396	4,614,346	-	592,354
All other pupil services	9,354,516	291,922	2,827,989	-	(6,234,605)
General administration:					
Data processing	2,782,729	-	23,876	-	(2,758,853)
All other general administration	5,737,589	101,295	645,688	-	(4,990,606)
Plant services	17,390,332	1,090,238	1,770,274	-	(14,529,820)
Ancillary services	546,890	-	11,306	-	(535,584)
Community services	531,219	-	508,165	-	(23,054)
Interest on long-term liabilities	1,341,536	-	-	-	(1,341,536)
Other outgo	1,758,135	11,220	533,001	-	(1,213,914)
Total governmental activities	$ 140,292,285	$ 4,263,667	$ 43,704,195	$ -	(92,324,423)
General revenues:					
Taxes and subventions:					
Taxes levied for general purposes					34,112,944
Taxes levied for debt service					2,046,074
Taxes levied for other specific purposes					411,215
Federal and state aid not restricted to specific purposes					63,990,404
Interest and investment earnings					834,092
Miscellaneous					554,820
Total general revenues					101,949,549
Change in net position					9,625,126
Net position, July 1, 2020					6,193,734
Cumulative effect of GASB 84 implementation					491,745
Net position, July 1, 2020, as restated					6,685,479
Net position, June 30, 2021					$ 16,310,605

See accompanying notes to financial statements.

WOODLAND JOINT UNIFIED SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2021

	General Fund	Capital Facilities Fund	All Non-Major Funds	Total Governmental Funds
ASSETS				
Cash and investments:				
Cash in County Treasury	$ 23,529,916	$ 14,922,797	$ 7,180,544	$ 45,633,257
Cash on hand and in banks	-	-	490,232	490,232
Cash in revolving fund	24,000	-	500	24,500
Cash with Fiscal Agent	-	-	101,840	101,840
Receivables	24,620,719	19,480	1,634,262	26,274,461
Prepaid expenditures	645	-	-	645
Due from other funds	977,431	-	187,211	1,164,642
Stores inventory	41,686	-	173,065	214,751
Total assets	$ 49,194,397	$ 14,942,277	$ 9,767,654	$ 73,904,328
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	$ 10,313,213	$ 142,050	$ 262,591	$ 10,717,854
Due to other funds	187,211	-	977,431	1,164,642
Unearned revenue	2,652,133	-	122,272	2,774,405
Total liabilities	13,152,557	142,050	1,362,294	14,656,901
Fund balances:				
Nonspendable	66,331	-	173,565	239,896
Restricted	9,431,263	14,800,227	8,231,795	32,463,285
Assigned	10,154,018	-	-	10,154,018
Unassigned	16,390,228	-	-	16,390,228
Total fund balances	36,041,840	14,800,227	8,405,360	59,247,427
Total liabilities and fund balances	$ 49,194,397	$ 14,942,277	$ 9,767,654	$ 73,904,328

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, 2021

Total fund balances - Governmental Funds		$ 59,247,427
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 $182,895,118 and the accumulated depreciation is $83,332,234 (Note 4).		99,562,884
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, 2021 consisted of (Note 5):		
General Obligation Bonds	$ (10,862,000)	
Unamortized discounts	22,454	
Unamortized premiums	(496,261)	
Certificates of Participation	(9,120,000)	
Capital leases	(1,028,141)	
Compensated absences	(820,844)	
Net pension liability (Notes 7 and 8)	(123,398,000)	
Total OPEB liability (Note 9)	(15,785,268)	
		(161,488,060)
In governmental funds, interest on long-term debt is not recognized until the period in which it matures and is paid.		(346,730)
In government funds, deferred outflows and inflows of resources relating to pensions and OPEB are not reported because they are applicable to furture periods. In the statement of net postion, deferred outflows and inflows of resources relating to pensions and OPEB are reported (Notes 7 and 8).		
Deferred outflows of resources relating to pensions	$ 27,000,515	
Deferred outflows of resources relating to OPEB	1,572,026	
Deferred inflows of resources relating to pensions	(6,949,000)	
Deferred inflows of resources relating to OPEB	(1,887,131)	
		19,736,410
Gains and losses on refunding of debt are categorized as deferred inflows and outflows and are amortized over the life of the related debt.		(401,326)
Total net position - governmental activities		$ 16,310,605

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, 2021

	General Fund	Capital Facilities Fund	All Non-Major Funds	Total Governmental Funds
Revenues:				
Local Control Funding Formula:				
State apportionment	$ 60,528,242	$ -	$ 1,290,782	$ 61,819,024
Local sources	32,864,046	-	1,276,475	34,140,521
Total local control funding formula	93,392,288	-	2,567,257	95,959,545
Federal sources	14,907,169	-	3,675,710	18,582,879
Other state sources	17,825,319	-	4,079,709	21,905,028
Other local sources	5,838,325	4,873,725	2,330,335	13,042,385
Total revenues	131,963,101	4,873,725	12,653,011	149,489,837
Expenditures:				
Current:				
Certificated salaries	48,650,880	-	2,341,255	50,992,135
Classified salaries	18,218,129	-	2,274,486	20,492,615
Employee benefits	24,650,784	-	1,770,542	26,421,326
Books and supplies	9,245,445	-	1,663,540	10,908,985
Contract services and operating expenditures	13,911,375	1,090,512	1,388,813	16,390,700
Other outgo	1,498,152	-	259,983	1,758,135
Capital outlay	874,384	2,690,669	85,820	3,650,873
Debt service:				
Principal retirement	754,478	190,000	3,141,000	4,085,478
Interest	219,970	105,988	377,110	703,068
Total expenditures	118,023,597	4,077,169	13,302,549	135,403,315
Excess (deficiency) of revenues over (under) expenditures	13,939,504	796,556	(649,538)	14,086,522
Other financing sources (uses):				
Transfers in	105,738	-	82,496	188,234
Transfers out	(82,496)	-	(105,738)	(188,234)
Proceeds from capital leases	458,430	-	-	458,430
Premium from the issuance of refunding	-	496,261	-	496,261
Proceeds from the issuance of refunding debt	-	5,630,000	12,053,000	17,683,000
Payment to refunding escrow	-	(5,861,741)	(11,902,010)	(17,763,751)
Total other financing sources (uses)	481,672	264,520	127,748	873,940
Net change in fund balances	14,421,176	1,061,076	(521,790)	14,960,462
Fund balances, July 1, 2020	21,620,664	13,739,151	8,435,405	43,795,220
Cumulative effect of GASB 84 implementation	-	-	491,745	491,745
Fund balances, July 1, 2020, as restated	21,620,664	13,739,151	8,927,150	44,286,965
Fund balances, June 30, 2021	$ 36,041,840	$ 14,800,227	$ 8,405,360	$ 59,247,427

See accompanying notes to financial statements.

Net change in fund balances - Total Governmental Funds	$ 14,960,462
Amounts reported for governmental activities in the statement of activities are different because:	
Acquisition of capital assets is an expenditure in the governmental funds, but increases capital assets in the statement of net position (Note 4).	3,192,097
Depreciation of capital assets is an expense that is not recorded in the governmental funds (Note 4).	(4,956,567)
In governmental funds, proceeds from debt are recognized as other financing sources. In the government-wide statements, proceeds from debt are reported as increases to liabilities (Note 5).	(18,141,430)
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).	4,085,478
Payments made to the refunding escrow is an other financing use in governmental funds, but decreases the long-term liabilities in the statement of net position (Note 5).	17,763,751
Amortization of debt premiums and discounts are an expense that is not recorded in the governmental funds (Note 5).	(113,662)
Gains and losses on refunding of debt are categorized as deferred inflows and outflows and are amortized over the life of the related debt.	(646,526)
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).	(748,841)
In government 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.	(5,810,607)
Interest on long-term liabilities is recognized in the period it is incurred. In governmental funds, it is only recognized when it is due.	40,971
Change in net position of governmental activities	$ 9,625,126

See accompanying notes to financial statements.

	Foundation Trust Fund
ASSETS	
Cash and investments (Note 2):	
Cash in County Treasury	$ 29,595
Total assets	29,595
NET POSITION	
Restricted for scholarships	$ 29,595

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, 2021

	Foundation Trust Fund
Additions:	
Local sources	$ 8,595
Change in net position	8,595
Net position, July 1, 2020	21,000
Net position, June 30, 2021	$ 29,595

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.

(Continued)

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)

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 the accumulation and expenditure of resources used for the acquisition of capital facilities by the District.

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 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, 2021.

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:

Asset Class	Estimated Useful Life in Years
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 and total OPEB liability 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.

	STRP	PERF B	Total
Deferred outflows of resources	$ 19,961,017	$ 7,039,498	$ 27,000,515
Deferred inflows of resources	$ 5,643,000	$ 1,306,000	$ 6,949,000
Net pension liability	$ 83,318,000	$ 40,080,000	$ 123,398,000
Pension expense	$ 16,861,628	$ 6,856,611	$ 23,718,239

(Continued)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Compensated Absences: Compensated absences benefits in the amount of $820,844 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.

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

(Continued)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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, 2021, 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, 2021, 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.

<u>Fund Balance Policy</u>: 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, 2021, the District has not established a minimum fund balance policy nor has it established a stabilization arrangement.

<u>Eliminations and Reclassifications</u>: 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.

<u>Estimates</u>: 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.

<u>New Accounting Pronouncements</u>: In January 2017, the GASB issued GASB Statement No. 84, *Fiduciary Activities.* The principal objective of this Statement is to enhance the consistency and comparability of fiduciary activity reporting by state and local governments. The provisions in GASB Statement No. 84 are effective for reporting periods beginning after December 15, 2019. Based on the implementation of GASB Statement No. 84, the District restated its beginning net position of governmental activities as well as the aggregate remaining fund information beginning fund balance for a total of $491,745.

NOTE 2 - CASH AND INVESTMENTS

Cash at June 30, 2021 consisted of the following:

	Governmental Activities	Fiduciary Activities
Pooled funds:		
Cash in County Treasury	$ 45,633,257	$ 29,595
Deposits:		
Cash on hand and in banks	490,232	-
Cash in revolving fund	24,500	-
Cash with Fiscal Agent	101,840	-
Total cash and cash equivalents	$ 46,249,829	$ 29,595

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, 2021, the carrying amount of the District's accounts was $24,800, and the bank balances were $44,500, all of which 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, 2021, 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, 2021, the District had no concentration of credit risk.

(Continued)

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, 2021 were as follows:

Governmental Activities	Interfund Receivables	Interfund Payables
Major Funds:		
General	$ 977,431	$ 187,211
Non-Major Funds:		
Charter School	101,781	121
Adult Education	-	23,913
Child Development	2,934	31,220
Cafeteria	82,496	922,177
Totals	$ 1,164,642	$ 1,164,642

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

Transfers for the 2020-2021 fiscal year were as follows:

Transfer from the General Fund to the Cafeteria Fund for program support.	$ 82,496
Transfer from the Charter School Fund to the General Fund for program support.	121
Transfer from the Adult Education Fund to the General Fund for indirect costs.	23,913
Transfer from the Child Development Fund to the General Fund for indirect costs.	28,877
Transfer from the Cafeteria Fund to the General Fund for indirect costs.	52,827
Totals	$ 188,234

(Continued)

NOTE 4 - CAPITAL ASSETS

A schedule of changes in capital assets for the year ended June 30, 2021 is shown below:

	Balance July 1, 2020	Additions and Transfers	Deductions and Transfers	Balance June 30, 2021
Non-depreciable:				
Land	$ 7,222,874	$ -	$ -	$ 7,222,874
Work-in-process	4,679,561	2,047,170	(4,679,561)	2,047,170
Depreciable:				
Improvement of sites	5,941,881	101,226	-	6,043,107
Buildings	146,185,965	5,481,096	-	151,667,061
Equipment	15,672,740	242,166	-	15,914,906
Totals, at cost	179,703,021	7,871,658	(4,679,561)	182,895,118
Less accumulated depreciation:				
Improvement of sites	(3,893,941)	(164,108)	-	(4,058,049)
Buildings	(64,772,139)	(4,207,826)	-	(68,979,965)
Equipment	(9,709,587)	(584,633)	-	(10,294,220)
Total accumulated depreciation	(78,375,667)	(4,956,567)	-	(83,332,234)
Capital assets, net	$ 101,327,354	$ 2,915,091	$ (4,679,561)	$ 99,562,884

Depreciation expense was charged to governmental activities as follows:

Instruction	$ 200,546
School site administration	3,406
Home-to-school transportation	101,722
Food services	49,915
Ancillary services	1,124
Community services	5,326
All other general administration	3,134
Centralized data processing	10,965
Facilities	4,508,805
Plant services	71,624
	$ 4,956,567

(Continued)

NOTE 5 - LONG-TERM LIABILITIES

General Obligation Bonds: In February 2010, the District issued the 2010 General Obligation Refunding Bonds in the amount of $16,540,000 with original interest rates ranging from 2.7% to 4.20%, maturing in August 2026. The bond proceeds were used to refund the outstanding principal and interest balance of 2002 General Obligation Bonds. In August 2020, the District issued 2020 General Obligation Refunding Bonds to refund the remaining outstanding principal balance.

In May 2013, the District issued the 2013 General Obligation Refunding Bonds in the amount of $1,900,000 with original interest rates ranging from 2.0% to 4.0%, maturing in August 2025. The bond proceeds were used to refund a portion of the outstanding principal and interest balance of 2005 General Obligation Refunding Bonds. In August 2020, the District issued 2020 General Obligation Refunding Bonds to refund the remaining outstanding principal balance.

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 2025. The bond proceeds were used to refund a portion of the outstanding principal balance of 2010 and 2013 General Obligation Refunding Bonds.

Calculation of Difference in Cash Flow Requirements and Economic Gain:

Old debt service cash flows	$ 13,605,938
New debt service cash flows	12,446,256
	$ 1,159,682

Economic Gain: The economic gain or difference between the present value of the old debt service requirements and the present value of the new debt service requirements, discounted at the effective interest rate is $1,039,470.

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

Year Ending June 30,	Principal	Interest	Total
2022	$ 2,422,000	$ 125,239	$ 2,547,239
2023	2,551,000	95,294	2,646,294
2024	2,678,000	63,861	2,741,861
2025	2,283,000	30,903	2,313,903
2026	928,000	5,661	933,661
	$ 10,862,000	$ 320,958	$ 11,182,958

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. $4,450,000 of the 2005 Certificates of Participation were refunded. The COPs mature during succeeding years through September 2036. The COPS accrue interest at rates ranging from 2.0% to 3.5%.

(Continued)

NOTE 5 - LONG-TERM LIABILITIES (Continued)

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%.

Calculation of Difference in Cash Flow Requirements and Economic Gain:

Cash Flow Difference	
Old debt service cash flows	$ 8,555,739
New debt service cash flows	7,418,447
	$ 1,137,292

Economic Gain: The economic gain or difference between the present value of the old debt service requirements and the present value of the new debt service requirements, discounted at the effective interest rate is $941,264.

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

Year Ending June 30,	Principal	Interest	Total
2022	$ 470,000	$ 283,082	$ 753,082
2023	425,000	272,982	697,982
2024	440,000	261,857	701,857
2025	445,000	248,897	693,897
2026	460,000	234,038	694,038
2027-2031	2,570,000	909,992	3,479,992
2032-2036	3,105,000	397,757	3,502,757
2037	1,205,000	45,947	1,250,947
	$ 9,120,000	$ 2,654,550	$ 11,774,550

NOTE 5 - LONG-TERM LIABILITIES (Continued)

Capital Leases: The District has entered into various leases for equipment that has been capitalized and recorded as long-term debt with cost and accumulated depreciation of $4,582,271and $1,875,686, respectively, at June 30, 2021. Future minimum lease payments as of June 30, 2021, are as follows:

Year Ending June 30,	Principal	Interest	Total
2022	$ 481,157	$ 39,001	$ 520,158
2023	279,634	19,733	299,367
2024	190,654	9,443	200,097
2025	76,696	2,805	79,501
	$ 1,028,141	$ 70,982	$ 1,099,123

Schedule of Changes in Long-Term Liabilities: A schedule of changes in long-term liabilities for the fiscal year ended June 30, 2021 is shown below:

	Balance July 1, 2020	Additions	Deletions	Balance June 30, 2021	Amounts Due Within One Year
Debt:					
General Obligation Bonds	$ 13,805,000	$ 12,053,000	$ 14,996,000	$ 10,862,000	$ 2,422,000
Unamortized discounts	(171,708)	-	(149,254)	(22,454)	(1,604)
Unamortized premiums	531,853	496,261	531,853	496,261	115,302
Certificates of participation	9,675,000	5,630,000	6,185,000	9,120,000	470,000
Capital leases	1,109,189	458,430	539,478	1,028,141	481,157
Other Long-Term Liabilities					
Compensated absences	819,597	1,247	-	820,844	820,844
Net pension liability (Notes 7 and 8)	118,427,000	4,971,000	-	123,398,000	-
Total OPEB liability (Note 9)	14,965,992	819,276	-	15,785,268	-
Totals	$ 159,161,923	$ 24,429,214	$ 22,103,077	$ 161,488,060	$ 4,307,699

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 Capital Leases 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)

NOTE 6 - FUND BALANCES

Fund balances, by category, at June 30, 2021 consisted of the following:

	General Fund	Capital Facilities Fund	All Non-Major Funds	Total
Nonspendable:				
Revolving cash fund	$ 24,000	$ -	$ 500	$ 24,500
Stores inventory	41,686	-	173,065	214,751
Prepaid expenditures	645	-	-	645
Subtotal nonspendable	66,331	-	173,565	239,896
Restricted:				
Legally restricted programs	-	-	4,575,967	4,575,967
Grants (unspent categorical revenues)	9,431,263	-	-	9,431,263
Capital projects	-	14,800,227	562,323	15,362,550
Debt service	-	-	3,093,505	3,093,505
Subtotal restricted	9,431,263	14,800,227	8,231,795	32,463,285
Assigned:				
Text Book Adoption	4,883,926	-	-	4,883,926
One-Time Discretionary Grant	2,906,565	-	-	2,906,565
2021-22 WEA Compensation Settlement	1,212,452	-	-	1,212,452
Donations & Grants	667,770	-	-	667,770
2021-22 Management/Supervisor/ Confidential Compensation Settlement	342,472	-	-	342,472
Transportation	99,000	-	-	99,000
SP ED: Intervention Preschool	41,833	-	-	41,833
Subtotal assigned	10,154,018	-	-	10,154,018
Unassigned:				
Designated for economic uncertainty	3,526,258	-	-	3,526,258
Unassigned	12,863,970	-	-	12,863,970
Subtotal unassigned	16,390,228	-	-	16,390,228
Total fund balances	$ 36,041,840	$ 14,800,227	$ 8,405,360	$ 59,247,427

(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 plans may be amended through legislation. CalSTRS issues a publicly available financial report that can be obtained at http://www.calstrs.com/comprehensive-annual-financial-report.

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 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 fulltime 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 36 consecutive months of credited service.

(Continued)

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

Contributions: Required member, employer and state contribution rates are set by the California Legislature and Governor and detailed in Teachers' Retirement Law. Contribution rates are expressed as a level percentage of payroll using the entry age normal actuarial cost method.

In June 2019, California Senate Bill 90 (SB 90) was signed into law and appropriated approximately $2.2 billion in fiscal year 2018–19 from the state's General Fund as contributions to CalSTRS on behalf of employers. The bill required portions of the contribution to supplant the amounts remitted by employers such that the amounts remitted will be 1.03 and 0.70 percentage points less than the statutorily required amounts due for fiscal years 2019–20 and 2020–21, respectively. The remaining portion of the contribution, approximately $1.6 billion, was allocated to reduce the employers' share of the unfunded actuarial obligation of the DB Program.

California Assembly Bill 84, Chapter 16, Statutes of 2020, (AB 84) was signed into law in June 2020 and revised certain provisions of Teachers' Retirement Law enacted by SB 90. Specifically, AB 84 repurposed the aforementioned $1.6 billion contribution originally intended to reduce employers' long-term liabilities, to further supplant employer contributions through fiscal year 2021–22. Pursuant to AB 84, employers will remit contributions to CalSTRS based on a rate that is 2.95 percent less than the statutory rate for fiscal year 2020–21 and 2.18 percent less than the rate set by the board for fiscal year 2021–22. Any remaining amounts must be allocated to reduce the employers' share of the unfunded actuarial obligation of the DB Program. The rate reduction for fiscal year 2019-20 under SB 90 was not changed by AB 84. The employer contribution rates set in statute and the board's authority to adjust those rates starting in fiscal year 2021–22 under the CalSTRS Funding Plan were not changed by the passage of SB 90 or AB 84.

In addition, the board's rate-setting authority for the state contribution rate was suspended for fiscal year 2020–21 by AB 84. Although the board exercised its authority in May 2020 to increase the state contribution rate by 0.50 percent effective July 1, 2020, the rate increase did not go into effect. Instead, the state rate remained at the 2019–20 level of 7.828 percent.

A summary of statutory contribution rates and other sources of contributions to the Defined Benefit Program pursuant to the CalSTRS Funding Plan, SB 90 and AB 84 are as follows:

Members - Under CalSTRS 2% at 60, the member contribution rate was 10.25 percent of applicable member earnings for fiscal year 2020-21.

Under CalSTRS 2% at 62, members contribute 50 percent of the normal cost of their retirement plan, which resulted in a contribution rate of 10.205 percent of applicable member earnings for fiscal year 2020-21. According to current law, the contribution rate for CalSTRS 2% at 62 members is adjusted if the normal cost increases or decreases by more than 1 percent since the last time the member contribution rate was set. Based on the June 30, 2019, valuation adopted by the board in May 2020, 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, 2020.

Employers – 16.15 percent of applicable member earnings. This rate reflects the original employer contribution rate of 19.10 percent resulting from the CalSTRS Funding Plan and subsequently reduced for the 2.95 percentage points to be paid on behalf of employers pursuant to SB 90 and AB 84.

(Continued)

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

The CalSTRS Funding Plan, which was enacted in June 2014 with the passage of California Assembly Bill (AB) 1469, required that employer contributions will increase from 8.25 percent to a total of 19.1 percent of applicable member earnings phased in over seven years starting in 2014. The legislation gave the CalSTRS board limited authority to adjust employer contribution rates from July 1, 2021 through June 2046 in order to eliminate the remaining unfunded actuarial obligation related to service credited to members prior to July 1, 2014. The CalSTRS board cannot adjust the rate by more than 1 percent in a fiscal year, and the total contribution rate in addition to the 8.25 percent cannot exceed 12 percent.

The CalSTRS employer contribution rates effective for fiscal year 2020-21 through fiscal year 2046-47 are summarized in the table below:

Effective Date	Base Rate	Supplemental Rate Per CalSTRS Funding Plan	Rate Adjustment Per Special Legislation	Total
July 1, 2020	8.250%	10.850%	(2.950%)	16.150%
July 1, 2021	8.250%	10.850%	(2.180%)	16.920%
July 1, 2022 to June 30, 2046	8.250%	(1)	N/A	(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 $7,941,017 to the plan for the fiscal year ended June 30, 2021.

State – 10.328 percent of the members' calculated based on creditable compensation from two fiscal years prior.

The state's base contribution to the DB Program is calculated based on creditable compensation from two fiscal years prior. As a result of the CalSTRS Funding Plan, the state is required to make additional contributions to pay down the unfunded liabilities associated with the benefit structure that was in place in 1990 prior to certain enhancements in benefits and reductions in contributions. The additional state appropriation required to fully fund the benefits in effect as of 1990 by 2046 is specified in subdivision (b) of Education Code section 22955.1. The increased contributions end as of fiscal year 2045–46. Pursuant to AB 84, the state contribution rate remained at 5.811% for fiscal year 2020-21.

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

The CalSTRS state contribution rates effective for fiscal year 2020-2021 and beyond are summarized in the table below.

Effective Date	Base Rate	Supplemental Rate Per CalSTRS Funding Plan	SBMA Funding(1)	Total
July 01, 2020	2.017%	5.811%	2.50%	10.328%
July 01, 2021	2.017%	6.311%	2.50%	10.828%
July 01, 2022 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 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, 2021, 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	$ 83,318,000
State's proportionate share of the net pension liability associated with the District	45,533,000
Total	$ 128,851,000

The net pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2019. 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, 2020 the District's proportion was 0.086 percent, which decreased by 0.002 percent from its proportion measured as of June 30, 2019.

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

For the year ended June 30, 2021, the District recognized pension expense of $16,861,628 and revenue of $6,034,119 for support provided by the State. At June 30, 2021, 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	$ 147,000	$ 2,350,000
Changes of assumptions	8,125,000	-
Net differences between projected and actual earnings on investments	1,979,000	-
Changes in proportion and differences between Distrct contributions and proportionate share of contributions	1,769,000	3,293,000
Contributions made subsequent to measurement date	7,941,017	-
Total	$ 19,961,017	$ 5,643,000

$7,941,017 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, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30,	
2022	$ 660,900
2023	$ 2,742,900
2024	$ 3,195,400
2025	$ 685,400
2026	$ (728,600)
2027	$ (179,000)

Differences between expected and actual experience, changes in assumptions, changes in proportion and differences between District contributions and proportionate share of contributions 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, 2020 measurement date. Deferred outflows and inflows related to differences between projected and actual earnings on plan investments are netted and amortized over a closed 5-year period.

(Continued)

NOTE 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 a financial reporting actuarial valuation as of June 30, 2019, and rolling forward the total pension liability to June 30, 2020. The financial reporting actuarial valuation as of June 30, 2019, used the following actuarial methods and assumptions, applied to all prior periods included in the measurement:

Valuation Date	June 30, 2019
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, not applicable for DBS/CBB

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:

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

Asset Class	Assumed Asset Allocation	Long-Term* Expected Real Rate of Return
Public Equity	42%	4.8%
Real Estate Assets	15	3.6
Private Equity	13	6.3
Fixed Income	12	1.3
Risk Mitigating Strategies	10	1.8
Inflation Sensitive	6	3.3
Cash / Liquidity	2	(0.4)

* 20-year geometric average

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

	1% Decrease (6.10%)	Current Discount Rate (7.10%)	1% Increase (8.10%)
District's proportionate share of the net pension liability	$ 125,882,000	$ 83,318,000	$ 48,176,000

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

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/cafr-2020.pdf

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

(Continued)

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

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, 2021, were as follows:

Members - The member contribution rate was 7.00 percent of applicable member earnings for fiscal year 2020-21.

Employers - The employer contribution rate was 20.70 percent of applicable member earnings.

The District contributed $3,932,498 to the plan for the fiscal year ended June 30, 2021.

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

At June 30, 2021, the District reported a liability of $40,080,000 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2019. 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, 2020 the District's proportion was 0.131 percent, which was a decrease of 0.004 percent from its proportion measured as of June 30, 2019.

For the year ended June 30, 2021, the District recognized pension expense of $6,856,611. At June 30, 2021, 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	$ 1,988,000	$ -
Changes of assumptions	147,000	-
Net differences between projected and actual earnings on investments	834,000	-
Changes in proportion and differences between District contributions and proportionate share of contributions	138,000	1,306,000
Contributions made subsequent to measurement date	3,932,498	-
Total	$ 7,039,498	$ 1,306,000

(Continued)

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

$3,932,498 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, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30,		
2022	$	694,333
2023	$	381,333
2024	$	341,334
2025	$	384,000

Differences between expected and actual experience, changes in assumptions, changes in proportion and differences between District contributions and proportionate share of contributions are amortized over a closed period equal to the average remaining service life of plan members, which is 4 years as of the June 30, 2020 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 a financial reporting actuarial valuation as of June 30, 2019 and rolling forward the total pension liability to June 30, 2020. The financial reporting actuarial valuation as of June 30, 2019, used the following actuarial methods and assumptions, applied to all prior periods included in the measurement:

Valuation Date	June 30, 2019
Experience Study	June 30, 1997 through June 30, 2015
Actuarial Cost Method	Entry age normal
Investment Rate of Return	7.15%
Consumer Price Inflation	2.50%
Wage Growth	Varies by entry age and service
Post-retirement Benefit Increases	Contract COLA up to 2.00% until Purchasing Power Protection Allowance Floor on Purchasing Power applies 2.50% thereafter

The mortality table used was developed based on CalPERS specific data. The table includes 15 years of mortality improvements using Society of Actuaries Scale 90% of Scale MP 2016. For more details on this table, please refer to the 2017 experience study report.

All other actuarial assumptions used in the June 30, 2019 valuation were based on the results of an actuarial experience study for the period from 1997 to 2015, including updates to salary increase, mortality and retirement rates. Further details of the Experience Study can be found at CalPERS' website.

(Continued)

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

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

Asset Class	Long-Term* Assumed Asset Allocation	Expected Real Rate of Return Years (1-10)(1)	Expected Real Rate of Return Years 11+(2)
Global Equity	50%	4.80%	5.98%
Fixed Income	28	1.00	2.62
Inflation Assets	-	0.77	1.81
Private Equity	8	6.30	7.23
Real Estate Assets	13	3.75	4.93
Liquidity	1	-	(0.92)

* 10-year geometric average
(1) An expected inflation rate of 2.00% used for this period.
(2) An expected inflation rate of 2.92% used for this period.

Discount Rate: The discount rate used to measure the total pension liability was 7.15 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 both short-term and long-term market return expectations as well as the expected pension fund cash flows. Using historical and forecasted information for all the funds' asset classes, expected compound (geometric) returns were calculated over the short term (first 10 years) and the long term (11+ years) using a building-block approach. Using the expected nominal returns for both short term and long term, the present value of benefits was calculated for each fund. The expected rate of return was set by calculating the rounded single equivalent expected return that arrived at the same present value of benefits for cash flows as the one calculated using both short-term and long- term returns. The expected rate of return was then set equal to the single equivalent rate calculated above and adjusted to account for assumed administrative expenses

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 7.15 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 (6.15 percent) or 1-percentage-point higher (8.15 percent) than the current rate:

	1% Decrease (6.15%)	Current Discount Rate (7.15%)	1% Increase (8.15%)
District's proportionate share of the net pension liability	$ 57,622,000	$ 40,080,000	$ 12,458,000

(Continued)

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

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, 2021 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, 2021:

	Number of Participants
Inactive Plan members	69
Active employees	800
	869

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 $789,127 for the year ended June 30, 2021. Employees are not required to contribute to the OPEB plan.

Total OPEB Liability

The District's total OPEB liability was measured as of June 30, 2021, and the total OPEB liability used to calculate the total OPEB liability was determined by an actuarial valuation of June 30, 2020.

(Continued)

NOTE 9 - OTHER POSTEMPLOYMENT BENEFITS (Continued)

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

Valuation Date	June 30, 2020
Fiscal Year End	June 30, 2021
Actuarial Value of Assets	Market Value
Mortality Rate	Certified: 2020 CalSTRS Mortality Classified: 2017 CalPERS active Mortality for Miscellaneous Employees
Discount Rate	2.16% Based on the Bond Buyer 20-Bond Index
Retirement Rate	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.
Inflation Rate	2.75% per year
Salary Increase	2.75% per year
Medical Coverage	All current and future participating retirees will qualify for Medicare coverage and enroll in Parts A and B upon age 65.
Health Care Inflation	4.0%
Termination Rate	Termination rates match rates developed in the most recent experience studies for California PERS (2017) and California STRS (2020).
Funding Method	Entry Age Cost Method (Level Percentage of Pay).

NOTE 9 - OTHER POSTEMPLOYMENT BENEFITS (Continued)

Changes in the Net OPEB Liability

	Total OPEB Liability
Balance at July 1, 2020	$ 14,965,992
Changes for the year:	
Service cost	1,224,468
Interest	334,041
Employer Contributions	(789,127)
Differences between actual and expected experience	-
Changes in assumptions	49,894
Benefit payments	-
Administrative expenses	-
Net change	819,276
Balance at June 30, 2021	$ 15,785,268

The changes in assumptions include a change in the discount rate from 2.2% at the June 30, 2020 measurement date, to 2.16% in the June 30, 2021 actuarial report.

Sensitivity of the net 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 net 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 (1.16%)	Current Discount Rate (2.16%)	1% Increase (3.16%)
Total OPEB liability	$ 16,923,099	$ 15,785,268	$ 14,688,748

Sensitivity of the net OPEB Liability to Changes in the Healthcare Cost Trend Rates: The following presents the net OPEB Liability of the District, as well as what the District's net OPEB Liability would be if it were calculated using healthcare cost trend rates that are one 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	$ 13,813,679	$ 15,785,268	$ 18,156,839

(Continued)

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, 2021, the District recognized OPEB expense of $1,536,721. At June 30, 2021, 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	$ -	$ 1,887,131
Changes of assumptions	1,572,026	-
Total	$ 1,572,026	$ 1,887,131

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,	
2022	$ (21,788)
2023	$ (21,788)
2024	$ (21,788)
2025	$ (21,788)
2026	$ (21,788)
Thereafter	$ (206,165)

The effect of changes in assumptions are amortized over a closed period of 15.6 years as of the June 30, 2021 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, 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)

NOTE 10 - JOINT POWERS AGREEMENT (Continued)

Condensed financial information for the year ended June 30, 2021, is as follows:

Total assets	$ 217,113,543
Deferred outflows of resources	$ 1,855,968
Total liabilities	$ 87,859,871
Deferred inflows of resources	$ 751,640
Net position	$ 130,358,000
Total revenues	$ 69,975,315
Total expenditures	$ 54,557,453
Change in net position	$ 15,417,862

NOTE 11 - CONTINGENCIES

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

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

At June 30, 2021, the District had approximately $1.9 million in outstanding construction contact commitments.

REQUIRED SUPPLEMENTARY INFORMATION

WOODLAND JOINT UNIFIED SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
For the Year Ended June 30, 2021

	Budget Original	Budget Final	Actual	Variance Favorable (Unfavorable)
Revenues:				
Local Control Funding Formula:				
State apportionment	$ 55,276,871	$ 60,528,360	$ 60,528,242	$ (118)
Local sources	30,746,257	32,516,016	32,864,046	348,030
Total local control funding formula	86,023,128	93,044,376	93,392,288	347,912
Federal sources	6,930,623	24,776,979	14,907,169	(9,869,810)
Other state sources	14,851,788	26,859,814	17,825,319	(9,034,495)
Other local sources	4,710,246	5,587,782	5,838,325	250,543
Total revenues	112,515,785	150,268,951	131,963,101	(18,305,850)
Expenditures:				
Current:				
Certificated salaries	49,005,557	49,861,169	48,650,880	1,210,289
Classified salaries	18,210,383	19,805,672	18,218,129	1,587,543
Employee benefits	29,822,620	29,355,008	24,650,784	4,704,224
Books and supplies	7,225,911	35,846,417	9,245,445	26,600,972
Contract services and operating expenditures	12,690,841	19,010,141	13,911,375	5,098,766
Other outgo	1,720,235	1,613,927	1,498,152	115,775
Capital outlay	-	805,832	874,384	(68,552)
Debt service:				
Principal retirement	634,688	754,478	754,478	-
Interest	296,485	297,290	219,970	77,320
Total expenditures	119,606,720	157,349,934	118,023,597	39,326,337
(Deficiency) excess of revenues (under) over expenditures	(7,090,935)	(7,080,983)	13,939,504	21,020,487
Other financing sources (uses):				
Transfers in	-	-	105,738	105,738
Transfers out	-	-	(82,496)	(82,496)
Proceeds from capital leases	-	-	458,430	458,430
Total other financing sources	-	-	481,672	481,672
Net change in fund balance	(7,090,935)	(7,080,983)	14,421,176	21,502,159
Fund balance, July 1, 2020	21,620,664	21,620,664	21,620,664	-
Fund balance, June 30, 2021	$ 14,529,729	$ 14,539,681	$ 36,041,840	$ 21,502,159

See accompanying note to required supplementary information.

Last 10 Fiscal Years

	2018	2019	2020	2021
Total OPEB liability				
Service cost	$ 1,342,106	$ 1,379,014	$ 1,488,908	$ 1,224,468
Interest	450,848	458,728	513,879	334,041
Change in assumptions	-	281,918	1,489,266	49,894
Differences between actual and expected experience	-	-	(2,164,651)	-
Benefit payments	(576,231)	(599,280)	(598,439)	(789,127)
Net change in total OPEB liability	1,216,723	1,520,380	728,963	819,276
Total OPEB liability, beginning of year	11,499,926	12,716,649	14,237,029	14,965,992
Total OPEB liability, end of year	$ 12,716,649	$ 14,237,029	$ 14,965,992	$ 15,785,268
Covered employee payroll	$ 53,824,000	$ 58,780,000	$ 58,737,000	$ 58,850,000
Total OPEB liability as a percentage of covered-employee payroll	24%	24%	25%	27%

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.

WOODLAND JOINT UNIFIED SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S PROPORTIONATE
SHARE OF THE NET PENSION LIABILITY
For the Year Ended June 30, 2021

State Teachers' Retirement Plan
Last 10 Fiscal Years

	2015	2016	2017	2018	2019	2020	2021
District's proportion of the net pension liability	0.087%	0.086%	0.091%	0.088%	0.090%	0.088%	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
State's proportionate share of the net pension liability associated with the District	30,715,000	30,521,000	42,048,000	48,138,000	47,502,000	43,126,000	45,533,000
Total net pension liability	$ 81,580,000	$ 88,228,000	$ 115,903,000	$ 129,509,000	$ 130,468,000	$ 122,173,000	$ 128,851,000
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
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%
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%

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

All years prior to 2015 are not available.

(Continued)

Public Employer's Retirement Fund B
Last 10 Fiscal Years

	2015	2016	2017	2018	2019	2020	2021
District's proportion of the net pension liability	0.131%	0.127%	0.133%	0.136%	0.139%	0.135%	0.131%
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
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
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%
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%

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

All years prior to 2015 are not available.

State Teachers' Retirement Plan
Last 10 Fiscal Years

	2015	2016	2017	2018	2019	2020	2021
Contractually required contribution	$ 3,532,878	$ 4,882,995	$ 5,995,084	$ 6,839,655	$ 7,850,119	$ 8,313,510	$ 7,941,017
Contributions in relation to the contractually required contribution	(3,532,878)	(4,882,995)	(5,995,084)	(6,839,655)	(7,850,119)	(8,313,510)	(7,941,017)
Contribution deficiency (excess)	$ -	$ -	$ -	$ -	$ -	$ -	$ -
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
Contributions as a percentage of covered payroll	8.88%	10.73%	12.58%	14.43%	16.28%	17.10%*	16.15%**

* 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.

All years prior to 2015 are not available.

(Continued)

Public Employer's Retirement Fund B
Last 10 Fiscal Years

	2015	2016	2017	2018	2019	2020	2021
Contractually required contribution	$ 11,799,345	$ 1,884,054	$ 2,425,593	$ 2,854,019	$ 3,412,374	$ 3,739,612	$ 3,932,498
Contributions in relation to the contractually required contribution	(11,799,345)	(1,884,054)	(2,425,593)	(2,854,019)	(3,412,374)	(3,739,612)	(3,932,498)
Contribution deficiency (excess)	$ -	$ -	$ -	$ -	$ -	$ -	$ -
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
Contributions as a percentage of covered payroll	11.77%	11.85%	13.89%	15.53%	18.06%	19.72%	20.70%

All years prior to 2015 are not available.

NOTE 1 - PURPOSE OF SCHEDULES

A - 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 and Cafeteria Fund are presented as Required Supplementary Information. The basis of budgeting is the same as GAAP.

B - Schedule of Changes in Net 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.

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

D – 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. However, until a full 10- year trend is compiled, governments should present information for those years for which information is available.

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

F - Changes of Assumptions: The discount rate for Public Employer's Retirement Fund B was 7.50, 7.65, 7.65, 7.15, 7.15, 7.15 and 7.15 percent in the June 30, 2013, 2014, 2015, 2016, 2017, 2018 and 2019 actuarial reports, respectively. The discount rate for Other Postemployment Benefits was 2.2% and 2.16% at the June 30, 2020 and 2021 measurement dates, respectively.

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

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

SUPPLEMENTARY INFORMATION

WOODLAND JOINT UNIFIED SCHOOL DISTRICT
COMBINING BALANCE SHEET
ALL NON-MAJOR FUNDS
June 30, 2021

	Student Activity Special Revenue Fund	Charter School Fund	Adult Education Fund	Child Development Fund	Cafeteria Fund	Deferred Maintenance Fund	Building Fund	Capital Projects Fund	Bond Interest and Redemption Fund	Total
ASSETS										
Cash and investments:										
Cash in County Treasury	$ -	$ 633,284	$ 2,248,084	$ 310,796	$ (49,362)	$ 483,754	$ 157,551	$ 302,932	$ 3,093,505	$ 7,180,544
Cash on hand and in banks	489,932	-	300	-	-	-	-	-	-	490,232
Cash in revolving fund	-	500	-	-	-	-	-	-	-	500
Cash with Fiscal Agent	-	-	-	-	-	-	101,840	-	-	101,840
Receivables	-	395,852	335,164	109,027	794,219	-	-	-	-	1,634,262
Due from other funds	-	101,781	-	2,934	82,496	-	-	-	-	187,211
Stores inventory	-	-	-	-	173,065	-	-	-	-	173,065
Total assets	$ 489,932	$ 1,131,417	$ 2,583,548	$ 422,757	$ 1,000,418	$ 483,754	$ 259,391	$ 302,932	$ 3,093,505	$ 9,767,654
LIABILITIES AND FUND BALANCES										
Liabilities:										
Accounts payable	$ -	$ 45,258	$ 32,697	$ 149,216	$ 35,420	$ -	$ -	$ -	$ -	$ 262,591
Due to other funds	-	121	23,913	31,220	922,177	-	-	-	-	977,431
Unearned revenue	-	62,944	12,258	47,070	-	-	-	-	-	122,272
Total liabilities	-	108,323	68,868	227,506	957,597	-	-	-	-	1,362,294
Fund balances:										
Nonspendable	-	500	-	-	173,065	-	-	-	-	173,565
Restricted	489,932	1,022,594	2,514,680	195,251	(130,244)	483,754	259,391	302,932	3,093,505	8,231,795
Fund balances	489,932	1,023,094	2,514,680	195,251	42,821	483,754	259,391	302,932	3,093,505	8,405,360
Total liabilities and fund balances	$ 489,932	$ 1,131,417	$ 2,583,548	$ 422,757	$ 1,000,418	$ 483,754	$ 259,391	$ 302,932	$ 3,093,505	$ 9,767,654

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, 2021

	Student Activity Special Revenue Fund	Charter School Fund	Adult Education Fund	Child Development Fund	Cafeteria Fund	Deferred Maintenance Fund	Building Fund	Capital Projects Fund	Bond Interest and Redemption Fund	Total
Revenues:										
Local Control Funding Formula:										
State sources	$ -	$ 1,290,782	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 1,290,782
Local sources	-	809,542	92,675	-	-	374,258	-	-	-	1,276,475
Total Local Control Funding Formula	-	2,100,324	92,675	-	-	374,258	-	-	-	2,567,257
Federal sources	-	131,171	169,757	215,452	3,159,330	-	-	-	-	3,675,710
Other state sources	-	339,028	1,398,230	1,651,688	677,918	-	-	-	12,845	4,079,709
Other local sources	1,662	25,985	125,677	81,975	9,102	6,600	3,187	11,955	2,064,192	2,330,335
Total revenues	1,662	2,596,508	1,786,339	1,949,115	3,846,350	380,858	3,187	11,955	2,077,037	12,653,011
Expenditures:										
Current:										
Certificated salaries	-	1,104,603	597,076	639,576	-	-	-	-	-	2,341,255
Classified salaries	-	125,030	293,652	262,378	1,593,426	-	-	-	-	2,274,486
Employee benefits	-	428,280	295,181	346,423	700,658	-	-	-	-	1,770,542
Books and supplies	3,475	106,704	130,764	98,972	1,323,570	55	-	-	-	1,663,540
Contract services and operating expenditures	-	164,878	192,377	484,098	129,724	266,746	-	-	150,990	1,388,813
Other outgo	-	259,983	-	-	-	-	-	-	-	259,983
Capital outlay	-	-	-	-	85,820	-	-	-	-	85,820
Debt service:										
Principal retirement	-	-	-	-	-	-	-	-	3,141,000	3,141,000
Interest	-	-	-	-	-	-	-	-	377,110	377,110
Total expenditures	3,475	2,189,478	1,509,050	1,831,447	3,833,198	266,801	-	-	3,669,100	13,302,549
(Deficiency) excess of revenues (under) over expenditures	(1,813)	407,030	277,289	117,668	13,152	114,057	3,187	11,955	(1,592,063)	(649,538)
Other financing uses:										
Transfers in	-	-	-	-	82,496	-	-	-	-	82,496
Transfers out	-	(121)	(23,913)	(28,877)	(52,827)	-	-	-	-	(105,738)
All other financing sources	-	-	-	-	-	-	-	-	12,053,000	12,053,000
Repayment to refunding escrow	-	-	-	-	-	-	-	-	(11,902,010)	(11,902,010)
Total other financing uses	-	(121)	(23,913)	(28,877)	29,669	-	-	-	150,990	127,748
Net change in fund balances	(1,813)	406,909	253,376	88,791	42,821	114,057	3,187	11,955	(1,441,073)	(521,790)
Fund balance, July 1, 2020	-	616,185	2,261,304	106,460	-	369,697	256,204	290,977	4,534,578	8,435,405
Cummulative effect of GASB 84 implementation	491,745	-	-	-	-	-	-	-	-	491,745
Fund balance, July 1, 2020, as restated	491,745	616,185	2,261,304	106,460	-	369,697	256,204	290,977	4,534,578	8,927,150
Fund balance, June 30, 2021	$ 489,932	$ 1,023,094	$ 2,514,680	$ 195,251	$ 42,821	$ 483,754	$ 259,391	$ 302,932	$ 3,093,505	$ 8,405,360

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 three 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, 2021.

GOVERNING BOARD

Name	Office	Term Expires
Jake Whitaker	President	December 2022
Rogelio Villagrana	Vice President	December 2022
Deborah Bautista Zavala	Clerk	December 2022
Morgan Childers	Member	December 2022
Bibiana Garcia	Member	December 2024
Kandice Richardson Fowler	Member	December 2024
Noel J. Rodriguez	Member	December 2024

ADMINISTRATION

Thomas Pritchard
Superintendent

Lewis Wiley, Jr.
Associate Superintendent, Business Services

Elodia Ortega-Lampkin
Associate Superintendent, Educational Services

Leanee Medina Estrada
Assistant Superintendent, Human Resource Services

WOODLAND JOINT UNIFIED SCHOOL DISTRICT
SCHEDULE OF INSTRUCTIONAL TIME
For the Year Ended June 30, 2021

Grade Level	Number of Days	Status
District		
Kindergarten	180	In Compliance
Grade 1	180	In Compliance
Grade 2	180	In Compliance
Grade 3	180	In Compliance
Grade 4	180	In Compliance
Grade 5	180	In Compliance
Grade 6	180	In Compliance
Grade 7	180	In Compliance
Grade 8	180	In Compliance
Grade 9	180	In Compliance
Grade 10	180	In Compliance
Grade 11	180	In Compliance
Grade 12	180	In Compliance
Charter School		
Kindergarten	180	In Compliance
Grade 1	180	In Compliance
Grade 2	180	In Compliance
Grade 3	180	In Compliance
Grade 4	180	In Compliance
Grade 5	180	In Compliance
Grade 6	180	In Compliance

WOODLAND JOINT UNIFIED SCHOOL DISTRICT
SCHEDULE OF EXPENDITURE OF FEDERAL AWARDS
For the Year Ended June 30, 2021

Assistance Listing Number	Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Pass-Through Entity Identifying Number	Federal Expenditures
	U.S. Department of Education - Passed through California Department of Education		
	Special Education Cluster:		
84.027	IDEA Basic Local Entitlement, Part B, Sec 611	13379	$ 1,778,988
84.027	IDEA Local Assistance, Part B, Sec 611	10115	23,182
84.173	IDEA Preschool Grants, Part B, Sec 619	13430	66,151
84.027A	IDEA Mental Health Plan	14468	102,903
	Subtotal Special Education Cluster		1,971,224
	Adult Education Programs:		
84.002A	Adult Basic Education and ESL	14508	54,233
84.002	Adult Secondary Education	13978	115,524
	Subtotal Adult Education Programs		169,757
	Title III Programs:		
84.365	Title III, English Learner Student Program	14346	184,795
84.365	Title III, Immigrant Education Program	15146	25,756
	Subtotal ESEA: Title III Programs		210,551
	Title I Programs		
84.010	Title I, Part A, Basic Grants Low Income and Neglected	14329	2,043,650
84.010	ESSA School Improvement (CSI) Funding for LEA's	15438	129,355
	Subtotal Title I Programs		2,173,005
	Education Stabilization Fund Programs - COVID-19:		
84.425	Elementary and Secondary School Emergency Relief II (ESSER II) Fund - COVID-19	15547	531,389
84.425	Elementary and Secondary School Emergency Relief (ESSER) Fund - COVID-19	15536	1,774,025
84.425C	Governor's Emergency Education Relief (GEER) Fund: Learning Loss Mitigation - COVID-19	15517	483,125
	Subtotal Education Stabilization Fund Programs - COVID-19		2,788,539

(Continued)

Assistance Listing Number	Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Entity Identifying Number	Federal Expenditures
84.424	Title IV, Part A, Student Support Academic Enrichment	15396	$ 85,223
84.367	Title II, Part A, Improvement Teacher Quality	14341	253,286
84.196	ESSA: Title IX, Part A, McKinney-Vento Homeless Assistance Grant	14332	437
84.048	Carl D. Perkins Career and Technical Education Secondary, Section 131	14894	86,555
	Total U.S. Department of Education		7,738,577
U.S. Department of Agriculture - Passed through California Department of Education			
10.555	Child Nutrition: School Programs - Child Nutrition Cluster	13391	3,073,510
10.579	Child Nutrition: NSLP Equipment Assistance Grants	14906	85,820
	Total U.S. Department of Agriculture		3,159,330
U.S. Department of Health and Human Services - Passed through California Department of Education			
	CCDF Cluster:		
93.596	Child Dev: Federal Child Care, Center-based	13609	140,482
96.575	Child Dev: Coronavirus Response and Relief Supplemental Appropriations Act- One-time Stipend - COVID-19	13946	17,325
	Subtotal CCDF Cluster		157,807
	Medicaid Cluster:		
93.778	Medi-Cal Administrative Activities (MAA)	10060	128,595
93.778	Medi-Cal Billing Option - Medicaid Cluster	10013	171,687
	Subtotal Medicaid Cluster		300,282
	Total U.S. Department of Health and Human Services		458,089
U.S. Department of Treasury - Passed through California Department of Education			
21.019	Coronavirus Relief Fund (CRF): Learning Loss Mitigation - COVID-19	25516	7,169,238
	Total U.S. Department of Treasury		7,169,238
	Total Federal Programs		$ 18,525,234

See accompanying note to required supplementary information.

RECONCILIATION OF UNAUDITED ACTUAL FINANCIAL REPORT
WITH AUDITED FINANCIAL STATEMENTS
For the Year Ended June 30, 2021

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

	(Budgeted) 2022	2021	2020	2019
General Fund				
Revenues and other financing sources	$ 134,233,641	$ 132,527,269	$ 119,259,329	$ 121,484,448
Expenditures	131,490,419	118,023,597	120,737,897	118,080,952
Other uses and transfers out	-	82,496	25,063	72,070
Total outgo	131,490,419	118,106,093	120,762,960	118,153,022
Change in fund balance	$ 2,743,222	$ 14,421,176	$ (1,503,631)	$ 3,331,426
Ending fund balance	$ 38,785,062	$ 36,041,840	$ 21,620,664	$ 23,124,295
Available reserves	$ 19,150,781	$ 16,390,228	$ 12,016,184	$ 8,750,534
Designated for economic uncertainties	$ 3,944,713	$ 3,526,258	$ 3,588,192	$ 3,532,044
Undesignated fund balance	$ 15,206,068	$ 12,863,970	$ 8,427,992	$ 5,218,490
Available reserves as percentages of total outgo	14.6%	13.9%	10.0%	7.4%
All Funds				
Total long-term liabilities	$ 157,180,361	$ 161,488,060	$ 159,161,924	$ 161,894,767
Average daily attendance at P-2, excluding Charter School	9,158	9,150	9,150	9,206

The General Fund fund balance has increased by $16,248,971 over the past three years. The District has incurred operating surpluses in two of the past three years, and anticipates incurring an operating surplus during the fiscal year 2021-2022. The fiscal year 2021-2022 budget projects an increase of $2,743,222. 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, 2021, the District has met this requirement.

Total long-term liabilities have increased by $39,036 over the past two years.

Average daily attendance decreased by 56 over the past two years. The District anticipates ADA to increase by 8 for fiscal year 2021-2022.

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 accompanying note to required supplementary information.

NOTE 1 - PURPOSE OF SCHEDULES

A - 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.

B - Schedule of Expenditure of Federal Awards: The Schedule of Expenditure 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 in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. The District has elected not to use the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance.

C - 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.

D - 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 2021-2022 fiscal year, as required by the State Controller's Office.

E - 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, 2021, the District did not adopt this program.

INDEPENDENT AUDITOR'S REPORT
ON COMPLIANCE WITH STATE LAWS AND REGULATIONS

Board of Education
Woodland Joint Unified School District
Woodland, California

Report on Compliance with State Laws and Regulations

We have audited Woodland Joint Unified School District's compliance with the types of compliance requirements described in the State of California's *2020-21 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting* (the "Audit Guide") applicable to the state laws and regulations listed below for the year ended June 30, 2021:

Description	Procedures Performed
Attendance and Distance Learning	Yes
Teacher Certification and Misassignments	Yes
Kindergarten Continuance	Yes
Instructional Time	Yes
Instructional Materials	Yes
Ratio of Administrative Employees to Teachers	Yes
Classroom Teacher Salaries	Yes
Early Retirement Incentive	No, see below
Gann Limit Calculation	Yes
School Accountability Report Card	Yes
K-3 Grade Span Adjustment	Yes
Apprenticeship: Related and Supplemental Instruction	No, see below
Comprehensive School Safety Plan	Yes
District of Choice	No, see below
California Clean Energy Jobs Act	Yes
Proper Expenditure of Education Protection Account Funds	Yes
Unduplicated Local Control Funding Formula Pupil Counts	Yes
Independent Study - Course Based	No, see below
Attendance, for charter schools	Yes
Mode of Instruction, for charter schools	Yes
Nonclassroom-Based Instruction/Independent Study, for charter schools	No, see below
Determination of Funding for Nonclassroom-Based Instruction, for charter schools	No, see below
Charter Schools - Charter School Facility Grant Program	No, see below

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

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

(Continued)

The District did not elect to operate as a District of Choice; therefore, we did not perform any procedures related to District of Choice.

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

The District does not operate a Nonclassroom-based Charter School, therefore, we did not perform any testing related to Nonclassroom-Based Instruction/Independent Study and Determination of Funding for Nonclassroom-Based Instruction, for charter schools.

We did not perform any procedures related to Charter School Facility Grant Program as the District does not have this program.

Management's Responsibility

Management is responsible for compliance with the requirements of state laws and regulations, as listed above.

Auditor's Responsibility

Our responsibility is to express an opinion on Woodland Joint Unified School District's compliance with state laws and regulations, as listed above of based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the State of California's *2020-21 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting* (Audit Guide). Those standards and the Audit Guide require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the compliance requirements referred to above that could have a material effect on Woodland Joint Unified School District's compliance with the state laws and regulations listed above occurred. An audit includes examining, on a test basis, evidence about Woodland Joint Unified School District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our qualified opinion on compliance with state laws and regulations. However, our audit does not provide a legal determination of Woodland Joint Unified School District's compliance.

Opinion with State Laws and Regulations

In our opinion, Woodland Joint Unified School District complied, in all material respects, with the state laws and regulations referred to above that are applicable to the state laws and regulations referred to above for the year ended June 30, 2021.

Purpose of this Report

The purpose of this report on compliance is solely to describe the scope of our testing of compliance and the results of that testing based on the requirements of the State of California's *2020-21 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
January 7, 2022

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, 2021, and the related notes to the financial statements, which collectively comprise Woodland Joint Unified School District's financial statements, and have issued our report thereon dated January 7, 2022.

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. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

(Continued)

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.

Crowe LLP

Crowe LLP

Sacramento, California
January 7, 2022

Crowe LLP
Independent Member Crowe Global

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

Board of Education
Woodland Joint Unified School District
Woodland, California

Report on Compliance for Each Major Federal Program

We have audited Woodland Joint Unified School District's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on Woodland Joint Unified School District's major federal program for the year ended June 30, 2021. 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.

Management's Responsibility

Management is responsible for compliance with federal statues, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Woodland Joint Unified School District's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; 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).* Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Woodland Joint Unified School District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of Woodland Joint Unified School District's compliance.

Opinion on Each Major Federal Program

In our opinion, Woodland Joint Unified School District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on its major federal program for the year ended June 30, 2021.

(Continued)

Report on Internal Control Over Compliance

Management of Woodland Joint Unified School District is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Woodland Joint Unified School District's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program 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 internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Woodland Joint Unified School District's 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 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 first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

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
January 7, 2022

FINDINGS AND RECOMMENDATIONS

SECTION I – SUMMARY OF AUDITOR'S RESULTS

FINANCIAL STATEMENTS

Type of auditors' report issued: Unmodified

Internal control over financial reporting:
- Material weakness(es) identified? ____ Yes __X__ No
- Significant deficiency(ies) identified not considered to be material weakness(es)? ____ Yes __X__ None reported

Noncompliance material to financial statements noted? ____ Yes __X__ No

FEDERAL AWARDS

Internal control over major programs:
- Material weakness(es) identified? ____ Yes __X__ No
- Significant deficiency(ies) identified not considered to be material weakness(es)? ____ Yes __X__ None reported

Type of 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)? ____ Yes __X__ No

Identification of major programs:

AL Number(s)	Name of Federal Program or Cluster
84.027, 84.027A, 84.173	Special Education Cluster
84.425, 84.425C	Education Stabilization Fund Programs - COVID-19
21.019	Coronavirus Relief Fund (CRF): Learning Loss Mitigation - COVID-19

Dollar threshold used to distinguish between Type A and Type B programs: $750,000

Auditee qualified as low-risk auditee? __X__ Yes ____ No

STATE AWARDS

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

(Continued)

SECTION II - FINANCIAL STATEMENT FINDINGS

No matters were reported.

(Continued)

SECTION III- FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

No matters were reported.

(Continued)

SECTION IV - STATE AWARD FINDINGS AND QUESTIONED COSTS

No matters were reported.

STATUS OF PRIOR YEAR

FINDINGS AND RECOMMENDATIONS

2020-001 STATE COMPLIANCE – ATTENDANCE REPORTING (10000)

Condition: At Douglas Middle School, one student was improperly claimed for apportionment, resulting in an overstatement of one day of attendance or 0.01 ADA.

Recommendation: The District should enforce controls to ensure accurate accounting for attendance.

Current Status: Implemented.

District Explanation if Not Implemented: Not applicable.

2020-002 STATE COMPLIANCE – AFTER SCHOOL EDUCATION AND SAFETY PROGRAM (40000)

Condition: The District did not contribute cash or in-kind local funds, equal to not less than one-third of the total state grants.

Recommendation: The District should ensure local matching contributions are in compliance with required minimums for the specific State program.

Current Status: Implemented.

District Explanation if Not Implemented: Not applicable.