Financial Statements
June 30, 2022

Ventura County Community College District

eidebailly.com

EideBailly®

Independent Auditor's Report

Board of Trustees
Ventura County Community College District
Camarillo, California

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the business-type activities and the remaining fund information of Ventura County Community College District (the District) as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the business-type activities and the remaining fund information of the District, as of June 30, 2022, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Adoption of New Accounting Standard

As discussed in Note 2 and Note 14 to the financial statements, the District has adopted the provisions of Government Accounting Standards Board (GASB) Statement No. 87, *Leases*, for the year ending June 30, 2022. Our opinions are not modified with respect to this matter.

10681 Foothill Blvd., Ste. 300 | Rancho Cucamonga, CA 91730-3831 | T 909.466.4410 | F 909.466.4431 | EOE

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 4 through 12, and other required supplementary schedules on pages 60 through 66 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The accompanying supplementary information, including the Schedule of Expenditures of Federal Awards, as required by the audit requirements of Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), and other supplementary information listed in the table of contents is presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards and other supplementary information listed in the table of contents are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 17, 2022 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District internal control over financial reporting and compliance.

Eide Bailly LLP

Rancho Cucamonga, California
December 17, 2022

Ventura County Community College District
761 East Daily Drive, Suite 200, Camarillo, CA 93010
805-652-5500
VCCCD.EDU

Dr. Greg Gillespie
Chancellor

USING THIS ANNUAL REPORT

The purpose of this annual report is to provide readers with information about the activities, programs, and financial condition of the Ventura County Community College District (the District) as of June 30, 2022. The report consists of three basic financial statements: the Statements of Net Position, Statements of Revenues, Expenses, and Changes in Net Position, and Statements of Cash Flows and provides information about the District's Primary Government and its Fiduciary Funds. This section of the annual financial report presents our discussion and analysis of the District's financial performance during the fiscal year that ended on June 30, 2022. Please read it in conjunction with the District's financial statements, which immediately follow this section. Responsibility for the completeness and accuracy of this information rests with the District management.

OVERVIEW OF THE FINANCIAL STATEMENTS

The District's financial statements are presented in accordance with Governmental Accounting Standards Board (GASB) Statements No. 34, Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments and No. 35, Basic Financial Statements - and Management Discussion and Analysis - for Public College and Universities. The statements allow for the presentation of financial activity and results of operations which focuses on the District as a whole. The government-wide financial statements present the overall results of operations whereby all of the District's activities are consolidated into one total versus the traditional presentation by fund type. The focus of the Statement of Net Position is designed to be similar to the bottom line results of the District. This statement combines and consolidates current financial resources with capital assets and long-term liabilities. The Statement of Revenues, Expenses, and Changes in Net Position focuses on the costs of the District's operational activities with revenues and expenses categorized as operating and nonoperating, and expenses are reported by natural classification. The Statement of Cash Flows provides an analysis of the sources and uses of cash within the operations of the District.

The District follows the Business-Type Activity (BTA) model for financial statement reporting purposes as recommended by the California Community Colleges Systems Office for all State community colleges.

FINANCIAL HIGHLIGHTS

The District's primary funding source is based upon apportionment received from the State of California. The primary basis of this apportionment is the calculation of Full-Time Equivalent Students (FTES). During the 2021-2022 fiscal year, the reported FTES were 20,662 as compared to 23,124 in the 2020-2021 fiscal year. The District expects to be fully funded for fiscal year 2020-2021 and 2021-2022.

The District is continuing several construction and modernization projects at our three college campuses resulting in completed building and improvements to sites of approximately $8.2 million in the 2021-2022 fiscal year. These projects are funded from local resources.

Costs for employee salaries increased by 3.3% or $4.3 million in the 2021-2022 fiscal year. Costs associated with employee benefits increased by $27.2 million year over year related to the changes in the district's net OPEB liability and changes in the district's aggregate net pension liability. Note 9 in the financial statements provides additional information on changes in the net OPEB liability while Note 11 addresses the district's employee retirement systems.

During the 2021-2022 fiscal year, the District provided $88.5 million in financial aid to students attending classes at the three colleges. This aid was provided in the form of grants, scholarships, loans, and tuition reductions funded through the Federal government, State government, and local funding.

The District issued $85 million in general obligation bonds on August 12, 2002, with an additional $80 million on October 26, 2005, and $191.3 million on October 28, 2008, which represents the last issuance of the $356.3 million approved by the voters in the March 2002 local election for construction and renovation projects and equipment throughout the District. These projects were approved by the voters within the District's boundaries and were completed in prior fiscal years. Between 2011 and 2019, the District issued four separate general obligation refunding bonds. Note 8 in the financial statements provides additional information on general obligation bonds and their maturity.

THE DISTRICT AS A WHOLE

Net Position

Table 1

	2022	2021, as restated	Change
Assets			
Cash and investments	$ 240,163,050	$ 169,127,605	$ 71,035,445
Receivables, net	18,315,252	49,743,459	(31,428,207)
Other current assets	1,601,537	766,215	835,322
Capital and right-to-use leased assets, net	519,300,122	529,173,243	(9,873,121)
Total assets	779,379,961	748,810,522	30,569,439
Deferred Outflows of Resources	89,778,588	88,194,440	1,584,148
Liabilities			
Accounts payable and accrued liabilities	68,757,403	47,379,357	21,378,046
Current portion of long-term liabilities	18,372,860	16,624,264	1,748,596
Noncurrent portion of long-term liabilities	511,334,546	597,483,016	(86,148,470)
Total liabilities	598,464,809	661,486,637	(63,021,828)
Deferred Inflows of Resources	82,711,664	21,875,706	60,835,958
Net Position			
Net investment in capital assets	279,332,500	277,583,137	1,749,363
Restricted	108,566,632	94,730,232	13,836,400
Unrestricted deficit	(199,917,056)	(218,670,750)	18,753,694
Total net position	$ 187,982,076	$ 153,642,619	$ 34,339,457

Cash and investments consist primarily of funds held in the Ventura County Treasury. Funds are invested in accordance with Board Policy, which emphasizes prudence, safety, liquidity, and return on investment. The Statement of Cash Flows contained with these financial statements provides greater detail regarding the sources and uses of cash, and the net change in cash during fiscal years 2020-2021 and 2021-2022.

A majority of the accounts receivable balance is from the Federal and State government, which totaled approximately $10.9 million for categorical aid and $0.8 million for lottery at June 30, 2022. Note 5 in the financial statements provides additional information on Accounts Receivable.

Net capital assets was $518.8 million at June 30, 2022. The District had additions of $7.7 million related to construction in progress. Depreciation expense of $18.8 million was recognized during 2021-2022. The capital asset section of this discussion and analysis provides greater detail.

In 2011, 2014, 2015, and 2019, the District issued refunding bonds. The refunding resulted in a difference between the reacquisition price and the net carrying amount of the old debt. This difference, which totaled $28.8 million at June 30, 2022, is deferred and amortized to interest expense.

Accounts payable and accrued liabilities consist of amounts due as of the fiscal year-end for received goods and services, incurred interest, and unearned revenue. The current portion of long-term liabilities is the amount due on the outstanding general obligation bonds within one year.

The majority of long-term liabilities consist of bonds payable related to the issuance of the District's general obligations bonds, which totaled $293 million at June 30, 2022.

A portion of unrestricted net position has been designated by the Board or by contracts for such purposes as the required general reserve for ongoing financial health, budget rollover, and revenue shortfall contingency.

Operating Results for the Year

The results of this year's operations for the District as a whole are reported in the Statement of Revenues, Expenses, and Changes in Net Position on page 14.

Table 2

	2022	2021	Change
Operating Revenues			
Tuition and fees, net	$ 22,101,766	$ 18,859,348	$ 3,242,418
Grants and contracts, noncapital	81,456,184	62,156,211	19,299,973
Auxiliary sales and charges	710,086	498,056	212,030
Total operating revenues	104,268,036	81,513,615	22,754,421
Operating Expenses			
Salaries and benefits	183,003,876	151,513,074	31,490,802
Supplies, services, equipment, and maintenance	45,142,223	28,835,646	16,306,577
Student financial aid	81,039,228	60,055,410	20,983,818
Depreciation and amortization	19,253,142	18,392,583	860,559
Total operating expenses	328,438,469	258,796,713	69,641,756
Operating loss	(224,170,433)	(177,283,098)	(46,887,335)
Nonoperating Revenues (Expenses)			
State apportionments	80,985,032	78,010,323	2,974,709
Property taxes	105,482,726	102,023,433	3,459,293
Student financial aid grants	71,212,983	49,161,639	22,051,344
State revenues	7,365,113	7,549,667	(184,554)
Net interest expense	(16,077,616)	(12,700,548)	(3,377,068)
Other nonoperating revenues	6,554,421	4,206,626	2,347,795
Total nonoperating revenue (expenses)	255,522,659	228,251,140	27,271,519
Other Revenues (Losses)			
State and local capital income	3,025,186	3,667,184	(641,998)
Loss on disposal of capital assets	(37,955)	(4,963)	(32,992)
Total other revenues (losses)	2,987,231	3,662,221	(674,990)
Change in net position	$ 34,339,457	$ 54,630,263	$ (20,290,806)

The primary components of tuition and fees are the $46 per unit enrollment fee that is charged to students registering for classes and the additional $277 per unit fee that is charged to non-resident students.

Auxiliary revenue consists of bookstore and foods service sales. After years of declining sales, the Board took action in January 2014 to contract with Barnes and Nobles College Bookstores, Inc. for bookstore services at all campuses. This transition occurred April 1, 2014. The District receives a percentage of net sales. After many years of operating losses, the Board took action in March 2012 to close the cafeterias. The colleges have expanded vending operations and, at Oxnard College, the Culinary and Restaurant Management (CRM) program provides food service during lunch periods as an outlet of their CRM instruction labs.

The principal components of the District's nonoperating revenue are State apportionment, property taxes, and grants and contracts. The amount of State general apportionment received by the District is largely dependent upon the number of FTES generated and reported to the State, less amounts received from enrollment fees and local property taxes. We noted an increase in State apportionment of $3.0 million or 3.8% from prior year. Property tax revenue increased $3.5 million or 3.4% from the prior year.

Grant and contract revenues relate primarily to student financial aid, as well as to specific Federal and State grants received for programs serving the students and programs of the District. These grant and program revenues are restricted as to the allowable expenses related to the programs.

Investment loss totaled $3.0 million for fiscal year ending June 30, 2022 and represents the year-end fair value adjustment related to the cash held in the Ventura County Treasury. Interest expense closely follows the District's debt service schedule and totaled $13.1 million for fiscal year ending June 30, 2022.

Expenses are reported by their functional categories as follows:

Table 3

	Salaries and Employee Benefits	Supplies, Material, and Other Expenses and Services	Student Financial Aid	Equipment, Maintenance, and Repairs	Depreciation and Amortization	Total
Instructional activities	$ 82,699,850	$ 4,374,129	$ -	$ 233,582	$ -	$ 87,307,561
Academic support	18,397,274	379,344	-	-	-	18,776,618
Student services	34,188,390	5,499,071	-	335,936	-	40,023,397
Plant operations and maintenance	10,329,823	6,319,072	-	165,591	-	16,814,486
Instructional support services	33,730,652	18,469,979	-	2,141,945	-	54,342,576
Community services and economic development	662,508	129,313	-	47,061	-	838,882
Ancillary services and auxiliary operations	2,995,379	2,032,828	-	36,802	-	5,065,009
Student aid	-	-	81,039,228	-	-	81,039,228
Physical property and related acquisitions	-	1,746,055	-	3,231,515	-	4,977,570
Unallocated depreciation and amortization	-	-	-	-	19,253,142	19,253,142
Total	$ 183,003,876	$ 38,949,791	$ 81,039,228	$ 6,192,432	$ 19,253,142	$ 328,438,469

Changes in Cash Position

Table 4

	2022	2021, as restated	Change
Net Cash Flows from			
Operating activities	$ (195,914,524)	$ (214,933,222)	$ 19,018,698
Noncapital financing activities	274,512,718	195,199,293	79,313,425
Capital financing activities	(4,235,229)	(9,007,838)	4,772,609
Investing activities	(3,327,520)	2,042,860	(5,370,380)
Net Increase (Decrease) in Cash and Cash Equivalents	71,035,445	(26,698,907)	97,734,352
Cash and cash equivalents, Beginning of Year	169,127,605	195,826,512	(26,698,907)
Cash and cash equivalents, End of Year	$ 240,163,050	$ 169,127,605	$ 71,035,445

The Statement of Cash Flows on pages 15 and 16 provides information about our cash receipts and payments during the year. This statement also assists users in assessing the District's ability to meet its obligations as they come due and its need for external financing. Our primary operating receipts are student tuition and fees and Federal, State, and local grants and contracts. The primary operating expense of the District is the payment of salaries and benefits to instructional and classified support staff.

While State apportionment revenues and property taxes are the primary source of noncapital related revenue, the GASB accounting standards require that this source of revenue is shown as nonoperating revenue as it comes from the general resources of the State and not from the primary users of the college's programs and services – our students. The District depends upon this funding to continue the current level of operations.

CAPITAL AND RIGHT-TO-USE LEASED ASSETS AND DEBT ADMINISTRATION

Capital and Right-to-use Leased Assets

At June 30, 2022, the District had $790.4 million in a broad range of capital assets, including land, construction in progress, buildings, and furniture and equipment. At June 30, 2022, net capital assets were $518.8 million. The District acknowledges the Total Cost of Ownership and completes capital projects and scheduled maintenance as budgetary priorities allow. These projects are primarily funded with designated resources. These projects are accounted for within our Construction in Progress account until the project is completed at which time the cost of the buildings and/or improvements will be brought into the depreciable Buildings and Improvements category.

Note 7 in the financial statements provides additional information on capital and right-to-use leased assets. A summary of capital and right-to-use leased assets is presented below.

Table 5

	Balance, July 1, 2021, as restated	Additions	Deductions	Balance, June 30, 2022
Capital Assets				
Land and construction in progress	$ 128,222,000	$ 7,683,640	$ (8,359,055)	$ 127,546,585
Buildings and improvements	622,371,934	8,154,491	-	630,526,425
Furniture, equipment, and vehicles	30,535,920	1,938,900	(132,397)	32,342,423
Subtotal capital assets	781,129,854	17,777,031	(8,491,452)	790,415,433
Accumulated depreciation	(252,891,629)	(18,794,883)	94,442	(271,592,070)
Total capital assets, net	528,238,225	(1,017,852)	(8,397,010)	518,823,363
Right-to-use Leased Assets				
Buildings and improvements	545,560	-	-	545,560
Furniture, equipment, and vehicles	389,458	-	-	389,458
Subtotal right-to-use leased assets	935,018	-	-	935,018
Accumulated Amortization	-	(458,259)	-	(458,259)
Total right-to-use leased assets, net	935,018	(458,259)	-	476,759
Total capital and right-to-use leased assets, net	$ 529,173,243	$ (1,476,111)	$ (8,397,010)	$ 519,300,122

Long-Term Liabilities other than OPEB and Pensions

At the end of the 2021-2022 fiscal year, the District had $303.8 million in general obligation bonds outstanding. These bonds are repaid annually in accordance with the obligation requirements through an increase in the assessed property taxes on property within the Ventura County Community College District boundaries.

Notes 8, 9, and 11 in the financial statements provides additional information on long-term liabilities. A summary of long-term liabilities is presented below.

Table 6

	Balance, July 1, 2021, as restated	Additions	Deductions	Balance June 30, 2022
General obligation bonds	$ 317,052,504	$ 4,254,258	$ (17,488,851)	$ 303,817,911
Lease liability	935,018	-	(484,903)	450,115
Other liabilities	6,682,206	54,726	(486,023)	6,250,909
Aggregate net OPEB liability	111,462,711	-	(2,155,345)	109,307,366
Aggregate net pension liability	177,974,841	-	(68,093,736)	109,881,105
Total long-term liabilities	$ 614,107,280	$ 4,308,984	$ (88,708,858)	$ 529,707,406
Amount due within one year				$ 18,372,860

GENERAL FUND BUDGETARY HIGHLIGHTS

Over the course of the year, the District revises its budget as it attempts to deal with unexpected changes in revenues and expenditures. The Board of Trustees adopted the final amendment to the budget for the 2021-2022 fiscal year on September 13, 2022.

Within the Unrestricted General Fund, operating costs have continually increased. The State Budget has not kept pace with the increased operating costs, primarily in health and welfare benefits, especially in regards to the need to recognize postretirement benefits. The District transitioned employee medical plans to CalPERS in September 2020 to help address costs through risk pooling.

ECONOMIC FACTORS AFFECTING THE FUTURE OF THE VENTURA COUNTY COMMUNITY COLLEGE DISTRICT

The economic position of the District is closely tied to the State of California as State apportionments and property taxes allocated to the District represent over 80% of the total unrestricted sources of revenue received within the General Fund.

In fiscal year 2021-2022, the District served 20,662 FTES. There were no unfunded FTES. The District continues to emphasize enrollment management to help reduce the risks associated with fluctuating FTES while continuing to meet our primary mission. The Student Centered Funding Formula (SCFF) is the current way California community college districts receives funding. The SCFF was established in the 2018-2019 budget bill and details can be found in Assembly Bill 1809. Modifications were made to the SCFF in the 2019-20 budget and can be found in Ed Code Section 84750.4. The SCFF supports access through enrollment-based funding, student equity by targeting funds to districts serving low-income students, and student success by providing districts with additional resources for student's successful outcomes. The District's budget is heavily impacted by the state funding provided in all three portions of the SCFF including the base allocation, supplemental allocation, and student success allocation.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, students, and investors and creditors with a general overview of the District's finances and to show the District's accountability for the money it receives. If you have questions about this report or need any additional financial information, contact the Ventura County Community College District, 761 E. Daily Drive, Suite 200, Camarillo, CA 93010.

Assets	
Cash and cash equivalents	$ 59,200
Investments	240,103,850
Accounts receivable, net	13,078,185
Student receivables, net	4,443,680
Prepaid expenses	1,435,802
Other assets	165,735
Lease receivables	793,387
Capital assets and right-to-use leased assets	
Nondepreciable capital assets	127,546,585
Depreciable capital assets, net of depreciation	391,276,778
Right-to-use leased assets, net of accumulated amortization	476,759
Total capital assets and right-to-use leased assets, net	519,300,122
Total assets	779,379,961
Deferred Outflows of Resources	
Deferred outflows of resources related to debt refunding	28,755,533
Deferred outflows of resources related to OPEB	16,652,613
Deferred outflows of resources related to pensions	44,370,442
Total deferred outflows of resources	89,778,588
Liabilities	
Accounts payable	21,120,606
Accrued interest payable	3,078,181
Unearned revenue	44,558,616
Long-term liabilities	
Long-term liabilities other than OPEB and pensions, due within one year	18,372,860
Long-term liabilities other than OPEB and pensions, due in more than one year	292,146,075
Aggregate net other postemployment benefits (OPEB) liability	109,307,366
Aggregate net pension liability	109,881,105
Total liabilities	598,464,809
Deferred Inflows of Resources	
Deferred inflows of resources related to leases	782,148
Deferred inflows of resources related to OPEB	7,738,501
Deferred inflows of resources related to pensions	74,191,015
Total deferred inflows of resources	82,711,664
Net Position	
Net investment in capital assets	279,332,500
Restricted for	
Debt service	23,019,841
Capital projects	51,179,778
Educational programs	11,231,881
Other activities	23,135,132
Unrestricted deficit	(199,917,056)
Total Net Position	$ 187,982,076

Operating Revenues	
Tuition and fees	$ 29,560,023
Less: Scholarship discounts and allowances	(7,458,257)
Net tuition and fees	22,101,766
Grants and contracts, noncapital	
Federal	36,302,665
State	44,148,070
Local	1,005,449
Total grants and contracts, noncapital	81,456,184
Auxiliary enterprise sales and charges	
Food service	25,727
Other operating revenues	684,359
Total operating revenues	104,268,036
Operating Expenses	
Salaries	135,773,837
Employee benefits	47,230,039
Supplies, materials, and other operating expenses and services	38,949,791
Student financial aid	81,039,228
Equipment, maintenance, and repairs	6,192,432
Depreciation and amortization	19,253,142
Total operating expenses	328,438,469
Operating Loss	(224,170,433)
Nonoperating Revenues (Expenses)	
State apportionments, noncapital	80,985,032
Local property taxes, levied for general purposes	80,736,474
Taxes levied for other specific purposes	24,746,252
Federal and State financial aid grants	71,212,983
State taxes and other revenues	7,365,113
Investment loss, net	(2,680,433)
Interest expense on capital related debt	(13,052,128)
Investment loss on capital asset-related debt, net	(345,055)
Other nonoperating revenue	6,554,421
Total nonoperating revenues (expenses)	255,522,659
Income Before Other Revenues (Losses)	31,352,226
Other Revenues (Losses)	
State revenues, capital	513,910
Local revenues, capital	2,511,276
Loss on disposal of capital assets	(37,955)
Total other revenues (losses)	2,987,231
Change In Net Position	34,339,457
Net Position, Beginning of Year	153,642,619
Net Position, End of Year	$ 187,982,076

Cash Flows from Operating Activities	
Tuition and fees	$ 16,589,020
Federal, state, and local grants and contracts, noncapital	105,217,241
Auxiliary sales	710,086
Payments to or on behalf of employees	(196,875,605)
Payments to vendors for supplies and services	(40,516,038)
Payments to students for scholarships and grants	(81,039,228)
Net cash flows from operating activities	(195,914,524)
Cash Flows from Noncapital Financing Activities	
State apportionments	107,443,309
Federal and state financial aid grants	71,212,983
Property taxes - nondebt related	80,736,474
State taxes and other apportionments	8,277,839
Other nonoperating	6,842,113
Net cash flows from noncapital financing activities	274,512,718
Cash Flows from Capital Financing Activities	
Purchase of capital assets	(8,140,488)
State revenue, capital	513,910
Local revenue, capital	2,511,276
Property taxes - related to capital debt	24,746,252
Principal paid on capital debt	(16,334,903)
Interest received on capital asset-related debt	68,473
Interest paid on capital debt	(7,599,749)
Net cash flows from capital financing activities	(4,235,229)
Cash Flows from Investing Activities	
Change in fair market value of cash in county treasury	(3,804,349)
Interest received from investments	476,829
Net cash flows from investing activities	(3,327,520)
Change In Cash and Cash Equivalents	71,035,445
Cash and Cash Equivalents, Beginning of Year	169,127,605
Cash and Cash Equivalents, End of Year	$ 240,163,050

Reconciliation of Net Operating Loss to Net Cash Flows from Operating Activities	
Operating Loss	$ (224,170,433)
Adjustments to reconcile operating loss to net cash flows from operating activities	
Depreciation and amortization expense	19,253,142
Changes in assets, deferred outflows of resources, liabilities, and deferred inflows of resources	
Accounts receivable, net	4,539,084
Student receivables, net	(731,394)
Prepaid expenses	(835,322)
Lease receivables	195,381
Deferred outflows of resources related to OPEB	1,732,484
Deferred outflows of resources related to pensions	(6,330,365)
Accounts payable	5,825,459
Unearned revenue	14,451,860
Compensated absences	(486,023)
Load banking	54,726
Aggregate net OPEB liability	(2,155,345)
Aggregate net pension liability	(68,093,736)
Deferred inflows of resources related to leases	(206,620)
Deferred inflows of resources related to OPEB	(2,695,988)
Deferred inflows of resources related to pensions	63,738,566
Total adjustments	28,255,909
Net cash flows from operating activities	$ (195,914,524)
Cash and Cash Equivalents Consist of the Following:	
Cash on hand and in banks	$ 59,200
Cash in county treasury	240,103,850
Total cash and cash equivalents	$ 240,163,050
Noncash Transactions	
Amortization of deferred outflows of resources related to debt refunding	$ 3,013,733
Amortization of debt premiums	$ 1,638,851
Accretion of interest on capital appreciation bonds	$ 4,254,258

	Retiree OPEB Trust
Assets	
Investments	$ 23,322,049
Net Position	
Restricted for postemployment benefits other than pensions	$ 23,322,049

	Retiree OPEB Trust
Additions	
District contributions	$ 8,956,229
Interest and investment income, net of fees	1,824,495
Net realized and unrealized loss	(7,370,410)
Total additions	3,410,314
Deductions	
Benefit payments	8,956,229
Administrative expenses	105,059
Total deductions	9,061,288
Change in Net Position	(5,650,974)
Net Position - Beginning of Year	28,973,023
Net Position - End of Year	$ 23,322,049

Note 1 - Organization

The Ventura County Community College District (the District) was established in 1962 as a political subdivision of the State of California and is a comprehensive, public, two-year institution offering educational services to residents of Ventura County. The District operates under a locally elected five-member Board of Trustees form of government which establishes the policies and procedures by which the District operates. The Board must approve the annual budgets for the General Fund, special revenue funds, and capital project funds, but these budgets are managed at the department level. Currently, the District operates three colleges located within Ventura County. While the District is a political subdivision of the State of California, it is legally separate and is independent of other State and local governments, and it is not a component unit of the State in accordance with the provisions of Governmental Accounting Standards Board (GASB) Statement No. 61. The District is classified as a Public Educational Institution under Internal Revenue Code Section 115 and is, therefore, exempt from Federal taxes. The District has considered all potential component units in determining how to define the reporting entity using criteria set forth in accounting principles generally accepted in the United States of America. The basic criteria for including a component unit are (1) the economic resources held or received by the other entity are entirely or almost entirely for the direct benefit of the District, (2) the District is entitled to, or has the ability to otherwise access, a majority of the economic resources held or received by the other entity, and (3) the other entity's resources to which the District is entitled or has the ability to otherwise access are significant to the District. If any of these criteria are not met, the final criterion for including a component unit is whether the other entity is closely related to, or financially integrated with, the District. The District identified no component units.

Note 2 - Summary of Significant Accounting Policies

Basis of Accounting

For financial reporting purposes, the District is considered a special-purpose government engaged only in business-type activities as defined by GASB. This presentation provides a comprehensive government-wide perspective of the District's assets, deferred outflows of resources, liabilities, deferred inflows of resources, activities, and cash flows and replaces the fund group perspective previously required. Fiduciary activities are excluded from the primary government financial statements. The District's financial statements have been presented using the economic resources measurement focus and the accrual basis of accounting. The significant accounting policies followed by the District in preparing these financial statements are in accordance with accounting principles generally accepted in the United States of America as promulgated by GASB. Additionally, the District's policies comply with the California Community Colleges Chancellor's Office *Budget and Accounting Manual*. Under the accrual basis, revenues are recognized when earned, and expenses are recorded when an obligation has been incurred. All material intra-agency and intra-fund transactions have been eliminated.

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

Nonexchange transactions, in which the District receives value without directly giving equal value in return, include State apportionments, property taxes, Federal and State financial aid grants, entitlements, and donations. Property tax revenue is recognized in the fiscal year received. State apportionment revenue is earned based upon criteria set forth from the Community Colleges Chancellor's Office and includes reporting of full-time equivalent students (FTES) attendance. The corresponding apportionment revenue is recognized in the period the FTES are generated. Revenue from Federal and State financial aid grants are recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements may include time and/or purpose requirements.

Expenses are recorded on the accrual basis as they are incurred, when goods are received, or services are rendered.

Cash and Cash Equivalents

The District's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition. Cash equivalents also include cash with county treasury balances for purposes of the Statement of Cash Flows.

Investments

Investments are stated at fair value. Fair value is estimated based on quoted market prices at year-end. All investments not required to be reported at fair value, including money market investments and participating interest-earning investment contracts with original maturities greater than one year, are stated at cost or amortized cost.

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

Accounts Receivable

Accounts receivable include amounts due from the Federal, State and/or local governments, or private sources, in connection with reimbursement of allowable expenditures made pursuant to the District's grants and contracts. Accounts receivable also consist of tuition and fee charges to students and auxiliary enterprise services provided to students, faculty, and staff. The District provides for an allowance for uncollectable accounts as an estimation of amounts that may not be received. This allowance is based upon management's estimates and analysis. The allowance was at $2,666,166 for the year ended June 30, 2022.

Prepaid Expenses

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in the financial statements. The cost of prepaid items is recorded as an expense when consumed rather than when purchased.

Capital Assets and Depreciation

Capital assets are long-lived assets of the District as a whole and include land, construction in progress, buildings, building and land improvements, and equipment. The District maintains an initial unit cost capitalization threshold of $5,000 and an estimated useful life greater than one year. Assets are recorded at historical cost, or estimated historical cost, when purchased or constructed.

The District does not possess any infrastructure. Donated capital assets are recorded at acquisition value at the date of donation. Improvements to buildings and land that significantly increase the value or extend the useful life of the asset are capitalized; the costs of routine maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are charged as an operating expense in the year in which the expense was incurred. Major outlays for capital improvements are capitalized as construction in progress as the projects are constructed.

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

The District records impairments of capital assets when it becomes probable that the carrying value of the assets will not be fully recovered over their estimated useful life. Impairments are recorded to reduce the carrying value of the assets to their net realizable value based on facts and circumstances in existence at the time of the determination. No impairments were recorded during the year ended June 30, 2022.

Compensated Absences and Load Banking

Accumulated unpaid employee vacation benefits are accrued as a liability as the benefits are earned. The entire compensated absence liability is reported on the government-wide financial statements. The current portion of unpaid compensated absences is recognized upon the occurrence of relevant events such as employee resignation and retirements that occur prior to year end that have not yet been paid within the fund from which the employees who have accumulated the leave are paid. The District also participates in "load banking" with eligible academic employees whereby the employee may teach extra courses in one period in exchange for time off in another period. The liability for this benefit is reported on the government-wide financial statements.

Sick leave is accumulated without limit for each employee based upon negotiated contracts. Leave with pay is provided when employees are absent for health reasons; however, the employees do not gain a vested right to accumulated sick leave. Employees are never paid for any sick leave balance at termination of employment or any other time. Therefore, the value of accumulated sick leave is not recognized as a liability in the District's financial statements. However, retirement credit for unused sick leave is applicable to all classified members who retire after January 1, 1999. At retirement, each member will receive 0.004 year of service credit for each day of unused sick leave. Retirement credit for unused sick leave is applicable to all academic employees and is determined by dividing the number of unused sick days by the number of base service days required to complete the last school year, if employed full time.

Debt Premiums

Debt premiums are amortized over the life of the bonds using the straight-line method, which approximates the effective interest method. All other bond issuance costs are expensed when incurred.

Deferred Outflows of Resources and Deferred Inflows of Resources

In addition to assets, the Statement of Net Position also reports deferred outflows of resources. This separate financial statement element represents a consumption of net position that applies to a future period and so will not be recognized as an expense until then. The District reports deferred outflows of resources related to debt refunding, for OPEB related items, and for pension related items. The deferred outflows of resources related to debt refunding resulted from the difference between the carrying value of the refunded debt and its reacquisition price. The amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. The deferred amounts related to OPEB and pension related items are associated with differences between expected and actual earnings on plan investments, changes of assumptions, and other OPEB and pension related changes.

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

Leases

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

The District recognizes a lease receivable and a deferred inflow of resources in the government-wide financial statements. At the commencement of a lease, the District initially measures the lease receivable at the present value of payments expected to be received during the lease term. Subsequently, the lease receivable is reduced by the principal portion of lease payments received. The deferred inflow of resources is initially measured as the initial amount of the lease receivable, adjusted for lease payments received at or before the lease commencement date. Subsequently, the deferred inflow of resources is recognized as revenue over the life of the lease term.

Pensions

For purposes of measuring the net pension liability, deferred outflows/inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the California State Teachers Retirement System (CalSTRS) and the California Public Employees' Retirement System (CalPERS) plan for schools (Plans) and additions to/deductions from the Plans' fiduciary net position have been determined on the same basis as they are reported by CalSTRS and CalPERS.

For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Member contributions are recognized in the period in which they are earned. Investments are reported at fair value. The aggregate net pension liability attributable to the governmental activities will be paid by the fund in which the employee worked.

Postemployment Benefits Other Than Pensions (OPEB)

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

Unearned Revenue

Unearned revenues arise when resources are received by the District before it has a legal claim to them, such as when certain grants are received prior to the occurrence of qualifying expenditures. In the subsequent periods, when the District has a legal claim to the resources, the liability for unearned revenue is removed from the balance sheet and the revenue is recognized. Unearned revenue is primarily composed of 1) amounts received for tuition and fees prior to the end of the fiscal year that are related to the subsequent fiscal year and (2) amounts received from Federal and State grants received before the eligibility requirements are met.

Noncurrent Liabilities

Noncurrent liabilities include bonds payable, lease liability, compensated absences, load banking, aggregate net OPEB liability, and the aggregate net pension liability with maturities greater than one year.

Net Position

Net position represents the difference between assets and deferred outflows of resources, and liabilities and deferred inflows of resources. Net position related to net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction, or improvement of those assets. Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the District or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. The District first applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position is available. The government-wide financial statements report $108,566,632 of restricted net position and the fiduciary funds financial statements report $23,322,049 of restricted net position.

Operating and Nonoperating Revenues and Expenses

Classification of Revenues - The District has classified its revenues as either operating or nonoperating. Certain significant revenue streams relied upon for operation are classified as nonoperating as defined by GASB. Classifications are as follows:

- **Operating revenues** - Operating revenues include activities that have the characteristics of exchange transactions, such as tuition and fees, net of scholarship discounts and allowances, Federal, State, and local grants and contracts, and sales and services of auxiliary enterprises.

- **Nonoperating revenues** - Nonoperating revenues include activities that have the characteristics of nonexchange transactions such as State apportionments, property taxes, investment income, and other revenue sources defined by GASB.

Classification of Expenses - Nearly all of the District's expenses are from exchange transactions and are classified as either operating or nonoperating according to the following criteria:

- **Operating expenses** - Operating expenses are necessary costs to provide the services of the District and include employee salaries and benefits, supplies, operating expenses, and student financial aid.

- **Nonoperating expenses** - Nonoperating expenses include interest expense and other expenses not directly related to the services of the District.

State Apportionments

Certain current year apportionments from the State are based on financial and statistical information of the previous year. Any corrections due to the recalculation of the apportionment are made in February of the subsequent year. When known and measurable, these recalculations and corrections are accrued in the year in which the FTES are generated.

Property Taxes

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

The voters of the District passed a general obligation bond in March 2002 for the acquisition, construction, and rehabilitation of facilities on the three community college campuses and the Camarillo site of District capital assets. As a result of the passage of the bond, property taxes are assessed on the property within the District specifically for the repayment of the debt incurred. The taxes are assessed, billed, and collected as noted above.

Scholarship, Discounts and Allowances

Tuition and fee revenue is reported net of scholarship, discount, and allowances. Fee waivers approved by the California Community College Board of Governors are included within scholarships, discounts, and allowances in the Statement of Revenues, Expenses, and Changes in Net Position. Scholarship discounts and allowances represent the difference between stated charges for enrollment fees and the amount that is paid by students or third parties making payments on the students' behalf.

Financial Assistance Programs

The District participates in federally funded Pell Grants, Supplemental Educational Opportunity Grants (SEOG), and Federal Work-Study programs, as well as other programs funded by the Federal government and State of California. Financial aid provided to the student in the form of cash is reported as an operating expense in the Statement of Revenues, Expenses, and Changes in Net Position. Federal financial assistance programs are audited in accordance with Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*.

Estimates

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

Interfund Activity

Interfund receivable and payable balances arise from interfund transactions and are recorded by all funds affected in the period in which transactions are executed. Interfund activity within the primary government and fiduciary funds has been eliminated respectively in the consolidation process of the basic financial statements. Balances owing between the primary government and the fiduciary funds are not eliminated in the consolidation process.

Operating transfers between funds of the District are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, (2) move receipts restricted to debt service from the funds collecting the receipts to the debt service fund as debt service payments become due, and (3) use restricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations. Operating transfers within the primary government and fiduciary funds has been eliminated respectively in the consolidation process of the basic financial statements. Balances transferred between the primary government and the fiduciary funds are not eliminated in the consolidation process.

Adoption of New Standard

Implementation of GASB Statement No. 87

As of July 1, 2021, the District adopted GASB Statement No. 87, Leases. The implementation of this standard establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. The standard requires recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. The effect of the implementation of this standard on beginning net position is disclosed in Note 14 and the additional disclosures required by this standard is included in Notes 6, 7, and 8.

Implementation of GASB Statement No. 92

In January 2020, the GASB issued Statement No. 92, Omnibus 2020. The objectives of this statement are to enhance comparability in accounting and financial reporting and to improve the consistency of authoritative literature by addressing practice issues that have been identified during implementation and application of certain GASB Statements. This Statement addresses a variety of topics and includes specific provisions about the following:

- The effective date of Statement No. 87, Leases, and Implementation Guide No. 2019-3, Leases, for interim financial reporting.
- Reporting of intra-entity transfers of assets between a primary government employer and a component unit defined benefit pension plan or defined benefit other postemployment benefit (OPEB) plan.
- The applicability of Statement No. 73, Accounting and Financial Reporting for Pensions and Related Assets That Are Not within the Scope of GASB Statement No. 68, and Amendments to Certain Provisions of GASB Statements 67 and 68, as amended, and No. 74, Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans, as amended, to reporting assets accumulated for postemployment benefits.
- The applicability of certain requirements of Statement No. 84, Fiduciary Activities, to postemployment benefit arrangements.
- Measurement of liabilities (and assets, if any) related to asset retirement obligations (AROs) in a government acquisition.
- Reporting by public entity risk pools for amounts that are recoverable from reinsurers or excess insurers.
- Reference to nonrecurring fair value measurements of assets or liabilities in authoritative literature.
- Terminology used to refer to derivative instruments.

The requirements of this Statement are effective as follows:

- The requirements related to the effective date of Statement 87 and Implementation Guide 2019-3, reinsurance recoveries, and terminology used to refer to derivative instruments are effective upon issuance.
- The requirements related to intra-entity transfers of assets and those related to the applicability of Statements 73 and 74 are effective for fiscal years beginning after June 15, 2021.

- The requirements related to application of Statement 84 to postemployment benefit arrangements and those related to nonrecurring fair value measurements of assets or liabilities are effective for reporting periods beginning after June 15, 2021.
- The requirements related to the measurement of liabilities (and assets, if any) associated with AROs in a government acquisition are effective for government acquisitions occurring in reporting periods beginning after June 15, 2021.

The provisions of this Statement have been implemented as of June 30, 2022.

Implementation of GASB Statement No. 93

In March 2020, the GASB issued Statement No. 93, Replacement of Interbank Offered Rates. The objective of this Statement is to address those and other accounting and financial reporting implications that result from the replacement of an IBOR (Interbank Offered Rate). This Statement achieves that objective by:

- Providing exceptions for certain hedging derivative instruments to the hedge accounting termination provisions when an IBOR is replaced as the reference rate of the hedging derivative instrument's variable payment.
- Clarifying the hedge accounting termination provisions when a hedged item is amended to replace the reference rate.
- Clarifying that the uncertainty related to the continued availability of IBORs does not, by itself, affect the assessment of whether the occurrence of a hedged expected transaction is probable.
- Removing LIBOR as an appropriate benchmark interest rate for the qualitative evaluation of the effectiveness of an interest rate swap.
- Identifying a Secured Overnight Financing Rate and the Effective Federal Funds Rate as appropriate benchmark interest rates for the qualitative evaluation of the effectiveness of an interest rate swap.
- Clarifying the definition of reference rate, as it is used in Statement 53, as amended.
- Providing an exception to the lease modifications guidance in Statement 87, as amended, for certain lease contracts that are amended solely to replace an IBOR as the rate upon which variable payments depend.

The provisions of this Statement have been implemented as of June 30, 2022.

Note 3 - Deposits and Investments

Policies and Practices

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

Investment in County Treasury - The District deposits substantially all receipts and collections of monies with their County Treasurer. The fair value of the District's investment in the pool is reported in the accompanying financial statements at amounts based upon the District's pro-rata share of the fair value provided by the County Treasurer for the entire portfolio (in relation to the amortized cost of that portfolio). The balance available for withdrawal is based on the accounting records maintained by the County Treasurer, which is recorded on the amortized cost basis.

General Authorizations

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

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

Authorized Under Debt Agreements

Investments of debt proceeds held by bond trustees are governed by provisions of the debt agreements rather than the general provisions of the *California Government Code*. These provisions allow for the acquisition of investment agreements with maturities of up to 30 years.

Summary of Deposits and Investments

Deposits and investments as of June 30, 2022, consist of the following:

	Primary Government	Fiduciary Funds
Cash on hand and in banks	$ 34,200	$ -
Cash in revolving	25,000	-
Investments	240,103,850	23,322,049
Total deposits and investments	$ 240,163,050	$ 23,322,049

Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. The District does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. The District manages its exposure to interest rate risk by investing in the Ventura County Investment Pool and mutual funds. The Ventura County Investment Pool purchases shorter term investments and attempts to time cash flows from maturities so that a portion of the portfolio is maturing or coming close to maturity evenly over time as necessary to provide the cash flow and liquidity needed for operations. The District maintains an investment of $240,103,850 with the Ventura County Investment Pool, with an average weighted maturity of 278 days.

Credit Risk

Credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. The District's investments in the Ventura County Investment Pool and mutual funds are not required to be rated. However, as of June 30, 2022, the County portfolio was rated AAAf/S1+ by Standard and Poor's.

Custodial Credit Risk

Deposits

This is the risk that in the event of a bank failure, the District's deposits may not be returned to it. The District does not have a policy for custodial credit risk for deposits. However, the California Government Code requires that a financial institution secure deposits made by State or local governmental units by pledging securities in an undivided collateral pool held by a depository regulated under state law (unless so waived by the governmental unit). The market value of the pledged securities in the collateral pool must equal at least 110% of the total amount deposited by the public agency. California law also allows financial institutions to secure public deposits by pledging first trust deed mortgage notes having a value of 150% of the secured public deposits and letters of credit issued by the Federal Home Loan Bank of San Francisco having a value of 105% of the secured deposits. As of June 30, 2022, the District did not have any deposits exposed to custodial credit risk because all balances were insured by the Federal Deposit Insurance Corporation (FDIC).

Investments

This is the risk that, in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in possession of an outside party. As of June 30, 2022, the District's investment balance of approximately $22.8 million was exposed to custodial credit risk because it was uninsured, unregistered and held by the brokerage firm which is also the counterparty for these securities. The District does not have a policy limiting the amount of securities that can be held by counterparties.

Note 4 - Fair Value Measurements

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

Level 1 - Quoted prices in active markets for identical assets that the District has the ability to access at the measurement date. Level 1 assets may include debt and equity securities that are traded in an active exchange market and that are highly liquid and are actively traded in over-the-counter markets.

Level 2 - Observable inputs, other than Level 1 prices, such as quoted prices for similar assets in active markets, quoted prices for identical or similar assets in markets that are not active, or other inputs that are observable, such as interest rates and curves observable at commonly quoted intervals, implied volatilities, and credit spreads. For financial reporting purposes, if an asset has a specified term, a Level 2 input is required to be observable for substantially the full term of the asset.

Level 3 - Unobservable inputs should be developed using the best information available under the circumstances, which might include the District's own data. The District should adjust that data if reasonably available information indicates that other market participants would use different data or certain circumstances specific to the District are not available to other market participants.

The District's fair value measurements are as follows at June 30, 2022:

Investment Type	Fair Value	Level 1 Inputs
Mutual funds	$ 23,322,049	$ 23,322,049

All assets have been valued using a market approach, which uses prices and other relevant information generated by market transactions involving identical or comparable assets or group of assets.

Note 5 - Accounts Receivables

Accounts receivable as of June 30, 2022 consisted of the following:

	Primary Government
Federal Government	
Categorical aid	$ 9,492,583
State Government	
Categorical aid	1,407,469
Lottery	803,076
Other state sources	702,966
Local Sources	
Interest	366,696
Other local sources	316,455
Less: allowance for bad debt	(11,060)
Accounts receivable, net	$ 13,078,185
Student receivables	$ 7,098,786
Less: allowance for bad debt	(2,655,106)
Student receivables, net	$ 4,443,680

Note 6 - Lease Receivables

The District has entered into lease agreements with various lessees. The lease receivables are summarized below:

Lease Receivables	Balance, July 1, 2021, as restated	Additions	Deductions	Balance, June 30, 2022
Building Lease - Ventura College	$ 108,553	$ -	$ 13,577	$ 94,976
Land Lease - Ventura College	3,036	-	1,195	1,841
Building Lease - District Office	519,449	-	107,189	412,260
Building Lease - District Office	174,579	-	72,024	102,555
Building Lease - District Office	145,440	-	75,051	70,389
Building Lease - Oxnard College	37,711	111,366	37,711	111,366
Total	$ 988,768	$ 111,366	$ 306,747	$ 793,387

Building Lease – Ventura College

The District leases a portion of its facilities for the middle college on Ventura College's campus. The agreement is for a period of twenty years. During the fiscal year, the District recognized $15,508 in lease revenue and $4,378 in interest revenue related to this agreement. At June 30, 2022, the District recorded $94,976 in lease receivables and $93,046 in deferred inflows of resources for this agreement. The District used an interest rate of 4.32% based on rates available to finance over the same time periods. The District also pays for landscaping and utilities, which are not included in the measurement of the lease receivable as they are variable in nature.

Land Lease – Ventura College

The District leases a portion of its facilities for a church on Ventura College's campus. The agreement is for a period of three years with the option to extend one periods but not to exceed five years. The District believes the tenant will exercise the renewal option with reasonable certainty. During the fiscal year, the District recognized $1,214 in lease revenue and $48 in interest revenue related to this agreement. At June 30, 2022, the District recorded $1,841 in lease receivables and $1,822 in deferred inflows of resources for this agreement. The District used an interest rate of 2.11% based on rates available to finance over the same time periods.

Building Leases – District Office

The District leases a portion of its facilities to various tenants located at the district office. The agreements vary from a period of nine years to twenty years. During the fiscal year, the District recognized $263,554 in lease revenue and $16,540 in interest revenue related to these agreements. At June 30, 2022, the District recorded $585,204 in lease receivables and $575,914 in deferred inflows of resources for this agreement. The District used interest rates that varied between 2.22% and 2.70% based on rates available to finance over the same time periods.

Building Lease – Oxnard College

The District leases a portion of its facilities for the middle college on Oxnard College's campus. The agreement is for a period of four years. During the fiscal year, the District entered into a new agreement with the tenant for an additional three years. During the fiscal year, the District recognized $37,711 in lease revenue and $301 in interest revenue related to this agreement. At June 30, 2022, the District recorded $111,366 in lease receivables and $111,366 in deferred inflows of resources for this agreement. The District used an interest rate of 1.72% based on rates available to finance over the same time periods.

Note 7 - Capital and Right-to-Use Leased Assets

Capital and right-to-use leased asset activity for the District for the year ended June 30, 2022, was as follows:

	Balance, July 1, 2021, as restated	Additions	Deductions	Balance, June 30, 2022
Capital Assets Not Being Depreciated				
Land	$ 112,885,938	$ -	$ -	$ 112,885,938
Construction in progress	15,336,062	7,683,640	8,359,055	14,660,647
Total capital assets not being depreciated	128,222,000	7,683,640	8,359,055	127,546,585
Capital Assets Being Depreciated				
Buildings and improvements	546,350,012	7,020,483	-	553,370,495
Site improvements	76,021,922	1,134,008	-	77,155,930
Furniture and equipment	27,022,705	1,810,254	105,427	28,727,532
Vehicles	3,513,215	128,646	26,970	3,614,891
Total capital assets being depreciated	652,907,854	10,093,391	132,397	662,868,848
Total capital assets	781,129,854	17,777,031	8,491,452	790,415,433
Less Accumulated Depreciation				
Buildings and improvements	178,547,423	13,998,258	-	192,545,681
Site improvements	46,758,870	3,651,191	-	50,410,061
Furniture and equipment	24,505,099	1,005,256	67,472	25,442,883
Vehicles	3,080,237	140,178	26,970	3,193,445
Total accumulated depreciation	252,891,629	18,794,883	94,442	271,592,070
Net capital assets	528,238,225	(1,017,852)	8,397,010	518,823,363
Right-to-use Leased Assets Being Amortized				
Buildings and improvements	545,560	-	-	545,560
Furniture, equipment, and vehicles	389,458	-	-	389,458
Total right-to-use leased assets being amortized	935,018	-	-	935,018
Less Accumulated Amortization				
Buildings and improvements	-	209,992	-	209,992
Furniture, equipment, and vehicles	-	248,267	-	248,267
Total accumulated amortization	-	458,259	-	458,259
Net right-to-use leased assets	935,018	(458,259)	-	476,759
Total capital and right-to-use leased assets, net	$ 529,173,243	$ (1,476,111)	$ 8,397,010	$ 519,300,122

Note 8 - Long-Term Liabilities other than OPEB and Pensions

Summary

The changes in the District's long-term liabilities other than OPEB and pensions during the year ended June 30, 2022 consisted of the following:

	Balance, July 1, 2021, as restated	Additions	Deductions	Balance, June 30, 2022	Due in One Year
General obligation bonds	$ 304,597,613	$ 4,254,258	$ (15,850,000)	$ 293,001,871	$ 17,275,000
Bond premium	12,454,891	-	(1,638,851)	10,816,040	-
Lease liability	935,018	-	(484,903)	450,115	319,478
Compensated absences	5,920,352	-	(486,023)	5,434,329	778,382
Load banking	761,854	54,726	-	816,580	-
Total	$ 324,669,728	$ 4,308,984	$ (18,459,777)	$ 310,518,935	$ 18,372,860

Description of Long-Term Liabilities

Payments on the general obligation bonds are made by the bond interest and redemption fund with local property tax revenues. The lease liability will be paid out of the General Funds and Capital Outlay Fund. The compensated absences and load banking liability will be paid by the fund for which the employee worked.

General Obligation Bonds

General obligation bonds were approved by a local election in March 2002. The total amount approved by the voters was $356,347,814. At June 30, 2022, $356,347,814 had been issued and $293,001,871 was outstanding. Interest rates on the bonds range from 1.63% to 7.50%.

Debt Maturity

General Obligation Bonds

Issue Date	Series	Maturity Date	Interest Rate	Original Issue	Bonds Outstanding Beginning of Year	Issued	Accreted Interest	Redeemed	Bonds Outstanding End of Year
10/28/2008	2002 C	8/1/2028	3.77-7.50%	$ 191,347,814	$ 58,372,613	$ -	$ 4,254,258	$ (5,490,000)	$ 57,136,871
7/14/2011	2011 Refunding	8/1/2027	2.50-5.00%	49,905,000	3,465,000	-	-	(3,465,000)	-
1/16/2014	2014 Refunding	8/1/2024	3.00-5.00%	61,860,000	16,415,000	-	-	(3,490,000)	12,925,000
3/18/2015	2015 Refunding	8/1/2033	2.00-5.00%	166,100,000	114,155,000	-	-	(1,155,000)	113,000,000
10/2/2019	2019 Refunding	8/1/2030	1.63-2.42%	115,180,000	112,190,000	-	-	(2,250,000)	109,940,000
					$ 304,597,613	$ -	$ 4,254,258	$ (15,850,000)	$ 293,001,871

Debt Service Requirements to Maturity

2002 Series C

The general obligation bonds mature through 2029 as follows:

Fiscal Year	Principal (Including accreted interest to date)	Accreted Interest	Total
2023	$ 6,298,760	$ 236,240	$ 6,535,000
2024	6,724,679	785,321	7,510,000
2025	7,141,604	1,443,396	8,585,000
2026	7,438,393	2,186,607	9,625,000
2027	7,675,099	3,014,901	10,690,000
2028-2029	21,858,336	12,371,664	34,230,000
Total	$ 57,136,871	$ 20,038,129	$ 77,175,000

2011 Refunding Bonds

In July 2011, the District issued $49,905,000 of general obligation refunding bonds. The net proceeds from the issuance provided for the partial refunding of $51,675,000 of the 2002 Series A bonds. In October 2019, the District advanced refunded a portion of the outstanding balance. As of June 30, 2022, the principal balance was paid in full.

2014 Refunding Bonds

In January 2014, the District issued $61,860,000 of general obligation refunding bonds. The net proceeds from the issuance provided for the refunding of the remaining 2002 Series A bonds in the amount of $6,825,000 and the partial refunding of $57,725,000 of the 2002 Series B bonds. As of June 30, 2022, the principal balance outstanding is $12,925,000. Unamortized premium received on the issuance of the bonds amounted to $1,467,470 as of June 30, 2022. In October 2019, the District advanced refunded a portion of the outstanding balance.

The general obligation refunding bonds mature through 2025 as follows:

Fiscal Year	Principal	Current Interest to Maturity	Total
2023	$ 3,875,000	$ 549,375	$ 4,424,375
2024	4,300,000	345,000	4,645,000
2025	4,750,000	118,750	4,868,750
Total	$ 12,925,000	$ 1,013,125	$ 13,938,125

2015 Refunding Bonds

In March 2015, the District issued $166,100,000 of general obligation refunding bonds. The net proceeds from the issuance provided for the partial refunding of $156,925,000 of the 2002 Series C bonds.

This was an advance refunding of the 2002 Series C bonds resulting in a legal defeasance of the previously issued bonds. An Escrow Fund was established to fund continued payment of the principal and interest as it becomes due. The Escrow Agreement provided for the redemption of the partial outstanding principal of the 2002 Series C bonds on August 1, 2018. In October 2019, the District advanced refunded a portion of the outstanding balance.

As of June 30, 2022, the principal balance outstanding is $113,000,000. Unamortized premium received on the issuance of the bonds amounted to $9,348,570 as of June 30, 2022.

The general obligation refunding bonds mature through 2034 as follows:

Fiscal Year	Principal	Current Interest to Maturity	Total
2023	$ 1,215,000	$ 4,290,613	$ 5,505,613
2024	1,275,000	4,228,363	5,503,363
2025	1,340,000	4,162,988	5,502,988
2026	1,405,000	4,094,363	5,499,363
2027	1,475,000	4,022,363	5,497,363
2028-2032	34,895,000	18,869,782	53,764,782
2033-2034	71,395,000	2,914,700	74,309,700
Total	$ 113,000,000	$ 42,583,172	$ 155,583,172

2019 Refunding Bonds

In October 2019, the District issued the $115,180,000 of general obligation refunding bonds. The net proceeds from the issuance were used to advance refund a portion of $23,690,000 of the 2011 Refunding Bonds, $30,835,000 of the 2014 Refunding Bonds, and $44,565,000 of the 2015 Refunding Bonds, and to pay the cost of the issuance associated with the refunding bonds. The refunding resulted in a cumulative cash flow saving of $6,001,134 over the life of the new debt and an economic gain of $5,153,452 based on the difference between the present value of the existing debt service requirements and the new debt service requirements discounted at 2.267%. At June 30, 2022, the principal balance outstanding was $109,940,000.

Fiscal Year	Principal	Current Interest to Maturity	Total
2023	$ 5,650,000	$ 2,373,588	$ 8,023,588
2024	5,710,000	2,276,815	7,986,815
2025	5,780,000	2,174,833	7,954,833
2026	10,865,000	2,014,652	12,879,652
2027	11,345,000	1,786,744	13,131,744
2028-2031	70,590,000	4,272,256	74,862,256
Total	$ 109,940,000	$ 14,898,888	$ 124,838,888

Lease Liability

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

Leases	Balance, July 1, 2021, as restated	Additions	Deductions	Balance, June 30, 2022
Building Lease # 1	$ 263,495	$ -	$ 119,587	$ 143,908
Building Lease # 2	128,609	-	41,544	87,065
Building Lease # 3	153,456	-	33,542	119,914
Network Equipment Lease	144,024	-	144,024	-
Copiers Lease	245,434	-	146,206	99,228
Total	$ 935,018	$ -	$ 484,903	$ 450,115

Building Leases

The District entered into multiple agreements to lease buildings between 3 years to five years, beginning between December 2020 and July 2021. The leases terminate between June 2023 and October 2025. Under the terms of the lease, the District pays a monthly base fee between $2,772 and $12,008. One lease increases 3.0% annually on the anniversary of the agreement. The second lease increases by a Cost of Living Adjustment on year two. At June 30, 2022, the District has recognized a right-to-use leased asset of $545,560 and a lease liability of $350,887 related to this agreement. During the fiscal year, the District recorded $209,992 in amortization expense and $1,343 in interest expense for the right to use the office space. The District used a discount rate between 0.24% and 0.46%, based on the rates available to finance real estate.

Network Equipment Lease

The District entered an agreement to lease network equipment for five years, beginning October 2017. Under the terms of the lease, the District paid the annual payments of $144,024, which amounted to total principal and interest costs of $144,024. The annual interest rate charged on the lease is 3.24%. At June 30, 2022, the District has recognized a right-to-use leased asset of $144,024 and a lease liability of $0 related to this agreement. During the fiscal year, the District recorded $108,019 in amortization expense for the right-to-use leased asset network equipment.

Copiers Lease

The District entered an agreement to lease copiers for two years, beginning March 2021. Under the terms of the lease, the District paid the monthly payments of $12,504, which amounted to total principal and interest costs of $150,051. The annual interest rate charged on the lease is 2.15%. At June 30, 2022, the District has recognized a right-to-use leased asset of $245,434 and a lease liability of $99,228 related to this agreement. During the fiscal year, the District recorded $140,248 in amortization expense and $3,715 in interest expense for the right to use of the copiers. The District also pays between $0.0055 and $0.05 per each copy in excess of the contracted amount, which are not included in the measurement of the lease liability as they are variable in nature.

The District’s liability on lease agreements with option to purchase is summarized below:

Fiscal Year	Principal	Interest	Total
2023	$ 319,478	$ 1,184	$ 320,662
2024	77,681	114	77,795
2025	40,483	8	40,491
2026	12,473	3	12,476
Total	$ 450,115	$ 1,309	$ 451,424

Note 9 - Aggregate Net Other Postemployment Benefit (OPEB) Liability

For the year ended June 30, 2022, the District reported an aggregate net OPEB liability, deferred outflows of resources, deferred inflows of resources, and OPEB expense for the following plans:

OPEB Plan	Aggregate Net OPEB Liability	Deferred Outflows of Resources	Deferred Inflows of Resources	OPEB Expense
District Plan	$ 108,626,585	$ 16,652,613	$ 7,738,501	$ (3,059,734)
Medicare Premium Payment (MPP) Program	680,781	-	-	(59,115)
Total	$ 109,307,366	$ 16,652,613	$ 7,738,501	$ (3,118,849)

The details of each plan are as follows:

District Plan

Plan Administration

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

Management of the plan is vested in the District management. Management of the trustee assets is vested with the Benefit Trust Company.

Plan Membership

At June 30, 2020, the valuation date, the Plan membership consisted of the following:

Inactive employees or beneficiaries currently receiving benefits payments	660
Active employees	368
Total	1,028

Ventura County Community College District Futuris Trust

The Ventura County Community College District Futuris Trust (the Trust) is an irrevocable governmental trust pursuant to Section 115 of the IRC for the purpose of funding certain postemployment benefits other than pensions. The Trust is administered by the Ventura County Community College District Retirement Board of Authority as directed by the investment alternative choice selected by the District. The District retains the responsibility to oversee the management of the Trust, including the requirement that investments and assets held within the Trust continually adhere to the requirements of the California Government Code Section 53600.5 which specifies that the trustee's primary role is to preserve capital, to maintain investment liquidity, and to protect investment yield.

As such, the District acts as the fiduciary of the Trust. The financial activity of the Trust has been discretely presented. Separate financial statements are not prepared for the Trust.

Benefits Provided

The Plan provides medical, dental, and vision insurance benefits to eligible retirees and their spouses.

Contributions

The benefit payment requirements of the Plan members and the District are established and may be amended by the District, the bargaining units, and unrepresented groups. The benefit payment is based on projected pay-as-you-go financing requirements as determined annually through the agreements with the District. For the measurement period of June 30, 2021, the District contributed $9,601,063 to the plan, all of which was used for current premiums.

Investment

Investment Policy

The Plan's policy in regard to the allocation of invested assets is established and may be amended by the governing board by a majority vote of its members. It is the policy of the District to pursue an investment strategy that reduces risks through the prudent diversification for the portfolio across a broad selection of distinct asset classes. The Plan's investment policy discourages the use of cash equivalents, expect for liquidity purposes, and aims to refrain from dramatically shifting asset class allocation over short time spans. The following was the governing board's adopted asset allocation policy as of June 30, 2021:

Asset Class	Target Allocation
Fixed Income	39%
Domestic Equities	30%
International Equities	26%
Real Estate Investment Trusts	5%

Rate of Return

For the year ended June 30, 2021, the annual money-weighed rate of return on investments, net of investment expense, was 21.33%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Net OPEB Liability of the District

The District's net OPEB liability of $108,626,585 was measured as of June 30, 2021, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of June 30, 2020.

The components of the net OPEB liability of the District at June 30, 2021, were as follows:

Total OPEB liability	$ 137,599,608
Plan fiduciary net position	(28,973,023)
Net OPEB liability	$ 108,626,585
Plan fiduciary net position as a percentage of the total OPEB liability	21.06%

Actuarial Assumptions

The total OPEB liability as of June 30, 2021 was determined by applying updated procedures to the financial reporting actuarial valuation as of June 30, 2020 and rolling forward the total OPEB liability to June 30, 2021. The following assumptions were applied to all periods included in the measurement, unless otherwise specified:

Inflation	2.50%
Salary increases	2.75%
Investment rate of return	6.10%
Healthcare cost trend rates	4.00%

The discount rate was based on the assumed long-term return on employer assets.

Mortality rates were based on the 2020 CalSTRS Mortality Table for certificated employees and the 2017 CalPERS Active Mortality for Miscellaneous Employees Table for classified employees. Mortality rates vary by age and sex. (Unisex mortality rates are not often used as individual OPEB benefits do not depend on the mortality table used.) If employees die prior to retirement, past contributions are available to fund benefits for employees who live to retirement. After retirement, death results in benefit termination or reduction. Although higher mortality rates reduce service costs, the mortality assumption is not likely to vary from employer to employer.

The actuarial assumptions used in the June 30, 2020 valuation were based on the results of an actual experience study as of June 30, 2020.

The long-term expected rate of return on OPEB plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

Best estimates of arithmetic real rates of return for each major asset class included in the target asset allocation as of June 30, 2021, (see the discussion of the Plan's investment policy) are summarized in the following table:

Asset Class	Long-Term Expected Real Rate of Return
Fixed Income	4.3%
Domestic Equities	7.3%
International Equities	7.3%
Real Estate Investment Trusts	7.3%

Discount Rate

The discount rate used to measure the total OPEB liability was 6.10%. The projection of cash flows used to determine the discount rate assumed that the District contributions will be made at rates equal to the actuarially determined contribution rates. Based on those assumptions, the OPEB plan's fiduciary net position was projected to be available to make all projected OPEB payments for current active and inactive employees. Therefore, the long-term expected rate of return on OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability.

Changes in the Net OPEB Liability

	Increase (Decrease)		
	Total OPEB Liability (a)	Plan Fiduciary Net Position (b)	Net OPEB Liability (a) - (b)
Balance, June 30, 2020	$ 133,613,679	$ 22,890,864	$ 110,722,815
Service cost	1,089,307	-	1,089,307
Interest	8,249,018	-	8,249,018
Difference between expected and actual experience	1,096,002	-	1,096,002
Contributions - employer	-	9,601,063	(9,601,063)
Expected investment income	-	6,179,025	(6,179,025)
Changes of assumptions	3,152,665	-	3,152,665
Benefit payments	(9,601,063)	(9,601,063)	-
Administrative expense	-	(96,866)	96,866
Net change in total OPEB liability	3,985,929	6,082,159	(2,096,230)
Balance, June 30, 2021	$ 137,599,608	$ 28,973,023	$ 108,626,585

There were no changes in benefit terms since the previous evaluation. Changes of economic assumptions reflect a change in the investment rate of return from 6.35% to 6.10% and a change in the inflation rate from 2.75% to 2.50%.

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

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

Discount Rate	Net OPEB Liability
1% decrease (5.10%)	$ 121,825,836
Current discount rate (6.10%)	108,626,585
1% increase (7.10%)	97,080,306

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

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

Healthcare Cost Trend Rate	Net OPEB Liability
1% decrease (3.00%)	$ 95,160,838
Current healthcare cost trend rate (4.00%)	108,626,585
1% increase (5.00%)	124,801,597

Deferred Outflows/Inflows of Resources Related to OPEB

At June 30, 2022, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB for the following:

	Deferred Outflows of Resources	Deferred Inflows of Resources
OPEB contributions subsequent to measurement date	$ 8,956,229	$ -
Differences between expected and actual experience	763,880	4,500,063
Changes of assumptions	6,932,504	-
Net difference between projected and actual earnings on OPEB plan investments	-	3,238,438
Total	$ 16,652,613	$ 7,738,501

The deferred outflows of resources related to OPEB resulting from the District's contributions subsequent to the measurement date will be recognized as a reduction of the total OPEB liability in the subsequent fiscal year.

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

Year Ended June 30,	Deferred Outflows/(Inflows) of Resources
2023	$ (743,836)
2024	(730,870)
2025	(818,029)
2026	(945,703)
Total	$ (3,238,438)

The deferred outflows/(inflows) of resources related to differences between expected and actual experience in the measurement of the total OPEB liability and changes of assumptions will be amortized over the Expected Average Remaining Service Life (EARSL) of all members that are provided benefits as of the beginning of the measurement period. The EARSL for the measurement period is 3.3 years and will be recognized in OPEB expense as follows:

Year Ended June 30,	Deferred Outflows/(Inflows) of Resources
2023	$ 1,468,344
2024	1,341,738
2025	386,239
Total	$ 3,196,321

Medicare Premium Payment (MPP) Program

Plan Description

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

A full description of the MPP Program regarding benefit provisions, assumptions (for funding, but not accounting purposes), and membership information is listed in the June 30, 2020 annual actuarial valuation report, Medicare Premium Payment Program Actuarial Valuation. This report and CalSTRS audited financial information are publicly available reports that can be found on the CalSTRS website under Publications at: http://www.calstrs.com/member-publications.

Benefits Provided

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

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

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

Net OPEB Liability and OPEB Expense

At June 30, 2022, the District reported a liability of $680,781 for its proportionate share of the net OPEB liability for the MPP Program. The net OPEB liability was measured as of June 30, 2021, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of June 30, 2020. The District's proportion of the net OPEB liability was based on a projection of the District's long-term share of contributions to the OPEB Plan relative to the projected contributions of all participating entities, actuarially determined. The District's proportionate share for the measurement periods of June 30, 2021 and June 30, 2020, was 0.1707% and 0.1746%, respectively, resulting in a net decrease in the proportionate share of 0.0039%.

For the year ended June 30, 2022, the District recognized OPEB expense of $(59,115).

Actuarial Methods and Assumptions

The June 30, 2021 total OPEB liability was determined by applying updated procedures to the financial reporting actuarial valuation as of June 30, 2020, and rolling forward the total OPEB liability to June 30, 2021, using the assumptions listed in the following table:

Measurement Date	June 30, 2021	June 30, 2020
Valuation Date	June 30, 2020	June 30, 2019
Experience Study	June 30, 2015 through June 30, 2018	June 30, 2014 through June 30, 2018
Actuarial Cost Method	Entry age normal	Entry age normal
Investment Rate of Return	2.16%	2.21%
Medicare Part A Premium Cost Trend Rate	4.50%	4.50%
Medicare Part B Premium Cost Trend Rate	5.40%	5.40%

For the valuation as of June 30, 2020, CalSTRS uses a generational mortality assumption, which involves the use of a base mortality table and projection scales to reflect expected annual reductions in mortality rates at each age, resulting in increases in life expectancies each year into the future. The base mortality tables are CalSTRS custom tables derived to best fit the patterns of mortality among its members. The projection scale was set equal to 110% of the ultimate improvement factor from the Mortality Improvement Scale (MP 2019) table, issued by the Society of Actuaries.

Assumptions were made about future participation (enrollment) into the MPP Program because CalSTRS is unable to determine which members not currently participating meet all eligibility criteria for enrollment in the future. Assumed enrollment rates were derived based on past experience and are stratified by age with the probability of enrollment diminishing as the members' age increases. This estimated enrollment rate was then applied to the population of members who may meet criteria necessary for eligibility and are not currently enrolled in the MPP Program. Based on this, the estimated number of future enrollments used in the financial reporting valuation was 245 or an average of 0.16% of the potentially eligible population (152,062).

The MPP Program is funded on a pay-as-you-go basis with contributions generally being made at the same time and in the same amount as benefit payments and expenses coming due. Any funds within the MPP Program as of June 30, 2021, were to manage differences between estimated and actual amounts to be paid and were invested in the Surplus Money Investment Fund, which is a pooled investment program administered by the State Treasurer.

Discount Rate

The discount rate used to measure the total OPEB liability as of June 30, 2021, is 2.16%. As the MPP Program is funded on a pay-as-you-go basis as previously noted, the OPEB Plan's fiduciary net position was not projected to be sufficient to make projected future benefit payments. Therefore, a discount rate of 2.16%, which is the Bond Buyer 20-Bond GO Index from Bondbuyer.com as of June 30, 2021, was applied to all periods of projected benefit payments to measure the total OPEB liability. The discount rate decreased 0.05% from 2.21% as of June 30, 2020.

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

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

Discount Rate	Net OPEB Liability
1% decrease (1.16%)	$ 750,408
Current discount rate (2.16%)	680,781
1% increase (3.16%)	621,292

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

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

Medicare Costs Trend Rates	Net OPEB Liability
1% decrease (3.50% Part A and 4.40% Part B)	$ 619,091
Current Medicare costs trend rate (4.50% Part A and 5.40% Part B)	680,781
1% increase (5.50% Part A and 6.40% Part B)	751,507

Note 10 - Risk Management

Property and Liability Insurance Coverages

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The District purchases commercial insurance for property with coverages of $250,000,000, subject to various policy limits. The District also purchases commercial insurance for general liability claims with coverage up to $25,000,000 per occurrence, all subject to various deductibles.

Joint Powers Authority Risk Pools

During fiscal year ended June 30, 2022, the District contracted with the Statewide Association of Community Colleges Joint Powers Authority (JPA) for property and liability insurance coverage. Settled claims have not exceeded this commercial coverage in any of the past three years. There has not been a significant reduction in coverage from the prior year.

Workers' Compensation

The District is a member of Protected Insurance Program for Schools and Community Colleges (PIPS), a finite risk-sharing program for workers' compensation coverage. PIPS was created to provide an alternative for workers' compensation coverage normally provided utilizing traditional self-insurance, guarantee cost, deductible or other available programs. Each year the PIPS Board of Directors reviews and approves the subsequent program year structure which can consist of purchased or retained layers of excess coverage.

Note 11 - Employee Retirement Systems

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

For the fiscal year ended June 30, 2022, the District reported its proportionate share of net pension liability, deferred outflows of resources, deferred inflows of resources, and pension expense for each of the above plans as follows:

Pension Plan	Aggregate Net Pension Liability	Deferred Outflows of Resources	Deferred Inflows of Resources	Pension Expense
CalSTRS	$ 51,673,123	$ 27,541,979	$ 50,319,031	$ 3,654,186
CalPERS	58,207,982	16,828,463	23,871,984	7,131,925
Total	$ 109,881,105	$ 44,370,442	$ 74,191,015	$ 10,786,111

The details of each plan are as follows:

California State Teachers' Retirement System (CalSTRS)

Plan Description

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

A full description of the pension plan regarding benefit provisions, assumptions (for funding, but not accounting purposes), and membership information is listed in the June 30, 2020, annual actuarial valuation report, Defined Benefit Program Actuarial Valuation. This report and CalSTRS audited financial information are publicly available reports that can be found on the CalSTRS website under Publications at:
http://www.calstrs.com/member-publications.

Benefits Provided

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

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

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

The STRP Defined Benefit Plans provisions and benefits in effect at June 30, 2022, are summarized as follows:

Hire date	On or before December 31, 2012	On or after January 1, 2013
Benefit formula	2% at 60	2% at 62
Benefit vesting schedule	5 years of service	5 years of service
Benefit payments	Monthly for life	Monthly for life
Retirement age	60	62
Monthly benefits as a percentage of eligible compensation	2.0% - 2.4%	2.0% - 2.4%
Required employee contribution rate	10.25%	10.205%
Required employer contribution rate	16.92%	16.92%
Required State contribution rate	10.828%	10.828%

Contributions

Required member, District, and State of California contribution rates are set by the California Legislature and Governor and are detailed in Teachers' Retirement Law. The contribution rates are expressed as a level percentage of payroll using the entry age normal actuarial method. In accordance with California Assembly Bill 1469, employer contributions into the CalSTRS will be increasing to a total of 19.1% of applicable member earnings phased over a seven-year period. The contribution rates for each plan for the year ended June 30, 2022, are presented above, and the District's total contributions were $11,255,249.

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

At June 30, 2022, the District reported a liability for its proportionate share of the net pension liability that reflected a reduction for State pension support provided to the District. The amount recognized by the District as its proportionate share of the net pension liability, the related State support, and the total portion of the net pension liability that was associated with the District were as follows:

Total net pension liability, including State share:	
District's proportionate share of net pension liability	$ 51,673,123
State's proportionate share of net pension liability associated with the District	25,999,912
Total	$ 77,673,035

The net pension liability was measured as of June 30, 2021. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating college districts and the State, actuarially determined. The District's proportionate share for the measurement periods of June 30, 2021 and 2020, was 0.1135% and 0.1002%, respectively, resulting in a net increase in the proportionate share of 0.0133%.

For the year ended June 30, 2022, the District recognized pension expense of $3,654,186. In addition, the District recognized pension expense and revenue of $889,555 for support provided by the State. At June 30, 2022, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Pension contributions subsequent to measurement date	$ 11,255,249	$ -
Change in proportion and differences between contributions made and District's proportionate share of contributions	8,835,753	3,945,162
Differences between projected and actual earnings on pension plan investments	-	40,874,772
Differences between expected and actual experience in the measurement of the total pension liability	129,444	5,499,097
Changes of assumptions	7,321,533	-
Total	$ 27,541,979	$ 50,319,031

The deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the subsequent fiscal year.

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

Year Ended June 30,	Deferred Outflows/(Inflows) of Resources
2023	$ (10,379,741)
2024	(9,494,073)
2025	(9,729,682)
2026	(11,271,276)
Total	$ (40,874,772)

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

Year Ended June 30,	Deferred Outflows/(Inflows) of Resources
2023	$ 2,165,128
2024	2,890,512
2025	(378,605)
2026	434,806
2027	804,544
Thereafter	926,086
Total	$ 6,842,471

Actuarial Methods and Assumptions

Total pension liability for STRP was determined by applying updated procedures to the financial reporting actuarial valuation as of June 30, 2020, and rolling forward the total pension liability to June 30, 2021. The financial reporting actuarial valuation as of June 30, 2020, used the following methods and assumptions, applied to all prior periods included in the measurement:

Valuation date	June 30, 2020
Measurement date	June 30, 2021
Experience study	July 1, 2015 through June 30, 2018
Actuarial cost method	Entry age normal
Discount rate	7.10%
Investment rate of return	7.10%
Consumer price inflation	2.75%
Wage growth	3.50%

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

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. The best estimate ranges were developed using capital market assumptions from CalSTRS general investment consultant as an input to the process. The actuarial investment rate of return assumption was adopted by the board in January 2020 in conjunction with the most recent experience study. For each current and future valuation, CalSTRS' independent consulting actuary (Milliman) reviews the return assumption for reasonableness based on the most current capital market assumptions. Best estimates of 20-year geometrically-linked real rates of return and the assumed asset allocation for each major asset class for the year ended June 30, 2021, are summarized in the following table:

Asset Class	Assumed Asset Allocation	Long-Term Expected Real Rate of Return
Public equity	42%	4.8%
Private equity	13%	6.3%
Real estate	15%	3.6%
Inflation sensitive	6%	3.3%
Fixed income	12%	1.3%
Risk mitigating strategies	10%	1.8%
Cash/liquidity	2%	-0.4%

Discount Rate

The discount rate used to measure the total pension liability was 7.10%. The projection of cash flows used to determine the discount rate assumed the contributions from plan members and employers will be made at statutory contribution rates. Projected inflows from investment earnings were calculated using the long-term assumed investment rate of return (7.10%) and assuming that contributions, benefit payments, and administrative expense occurred midyear. Based on these assumptions, the STRP's fiduciary net position was projected to be available to make all projected future benefit payments to current plan members. Therefore, the long-term assumed investment rate of return was applied to all periods of projected benefit payments to determine total pension liability.

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

Discount Rate	Net Pension Liability
1% decrease (6.10%)	$ 105,187,985
Current discount rate (7.10%)	51,673,123
1% increase (8.10%)	7,256,810

California Public Employees' Retirement System (CalPERS)

Plan Description

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

A full description of the pension plan regarding benefit provisions, assumptions (for funding, but not accounting purposes), and membership information is listed in the June 30, 2020, annual actuarial valuation report, Schools Pool Actuarial Valuation. This report and CalPERS audited financial information are publicly available reports that can be found on the CalPERS website under Forms and Publications at: https://www.calpers.ca.gov/page/forms-publications.

Benefits Provided

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

The CalPERS School Employer Pool provisions and benefits in effect at June 30, 2022, are summarized as follows:

Hire date	On or before December 31, 2012	On or after January 1, 2013
Benefit formula	2% at 55	2% at 62
Benefit vesting schedule	5 years of service	5 years of service
Benefit payments	Monthly for life	Monthly for life
Retirement age	55	62
Monthly benefits as a percentage of eligible compensation	1.1% - 2.5%	1.0% - 2.5%
Required employee contribution rate	7.00%	7.00%
Required employer contribution rate	22.91%	22.91%

Contributions

Section 20814(c) of the California Public Employees' Retirement Law requires that the employer contribution rates for all public employers be determined on an annual basis by the actuary and shall be effective on July 1 following notice of a change in the rate. Total plan contributions are calculated through the CalPERS annual actuarial valuation process. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The District is required to contribute the difference between the actuarially determined rate and the contribution rate of employees. The contribution rates are expressed as a percentage of annual payroll. The contribution rates for each plan for the year ended June 30, 2022, are presented above, and the total District contributions were $10,216,397.

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

As of June 30, 2022, the District reported net pension liabilities for its proportionate share of the CalPERS net pension liability totaling $58,207,982. The net pension liability was measured as of June 30, 2021. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating college districts, actuarially determined. The District's proportionate share for the measurement periods of June 30, 2021 and 2020 was 0.2863% and 0.2636%, respectively, resulting in a net increase in the proportionate share of 0.0227%.

For the year ended June 30, 2022, the District recognized pension expense of $7,131,925. At June 30, 2022, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Pension contributions subsequent to measurement date	$ 10,216,397	$ -
Change in proportion and differences between contributions made and District's proportionate share of contributions	4,874,408	1,396,273
Differences between projected and actual earnings on pension plan investments	-	22,338,491
Differences between expected and actual experience in the measurement of the total pension liability	1,737,658	137,220
Total	$ 16,828,463	$ 23,871,984

The deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the subsequent fiscal year.

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

Year Ended June 30,	Deferred Outflows/(Inflows) of Resources
2023	$ (5,602,474)
2024	(5,151,977)
2025	(5,371,271)
2026	(6,212,769)
Total	$ (22,338,491)

The deferred outflows/(inflows) of resources related to the change in proportion and differences between contributions made and District's proportionate share of contributions, differences between expected and actual experience in the measurement of the total pension liability, and changes of assumptions will be amortized over the Expected Average Remaining Service Life (EARSL) of all members that are provided benefits (active, inactive, and retirees) as of the beginning of the measurement period. The EARSL for the measurement period is 4.1 years and will be recognized in pension expense as follows:

Year Ended June 30,	Deferred Outflows/(Inflows) of Resources
2023	$ 2,018,572
2024	1,398,875
2025	1,508,313
2026	152,813
Total	$ 5,078,573

Actuarial Methods and Assumptions

Total pension liability for the SEP was determined by applying updated procedures to the financial reporting actuarial valuation as of June 30, 2020, and rolling forward the total pension liability to June 30, 2021. The financial reporting actuarial valuation as of June 30, 2020, used the following methods and assumptions, applied to all prior periods included in the measurement:

Valuation date	June 30, 2020
Measurement date	June 30, 2021
Experience study	July 1, 1997 through June 30, 2015
Actuarial cost method	Entry age normal
Discount rate	7.15%
Investment rate of return	7.15%
Consumer price inflation	2.50%
Wage growth	Varies by entry age and service

The mortality table used was developed based on CalPERS-specific data. The table includes 15 years of mortality improvements using Society of Actuaries 90% of scale MP-2016.

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 returns of all the funds' asset classes, expected compound returns were calculated over the short-term (first ten 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. The target asset allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class	Assumed Asset Allocation	Long-Term Expected Real Rate of Return
Global equity	50%	5.98%
Fixed income	28%	2.62%
Inflation assets	0%	1.81%
Private equity	8%	7.23%
Real assets	13%	4.93%
Liquidity	1%	-0.92%

Discount Rate

The discount rate used to measure the total pension liability was 7.15%. The projection of cash flows used to determine the discount rate assumed the contributions from plan members and employers will be made at statutory contribution rates. Based on these assumptions, the School Employer Pool fiduciary net position was projected to be available to make all projected future benefit payments to current plan members. Therefore, the long-term assumed investment rate of return was applied to all periods of projected benefit payments to determine total pension liability.

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

Discount Rate	Net Pension Liability
1% decrease (6.15%)	$ 98,146,831
Current discount rate (7.15%)	58,207,982
1% increase (8.15%)	25,050,168

On Behalf Payments

The State of California makes contributions to CalSTRS on behalf of the District. These payments consist of State General Fund contributions to CalSTRS for the fiscal year ended June 30, 2022, which amounted to $7,302,511 (10.828%) of salaries subject to CalSTRS. Contributions are no longer appropriated in the annual Budget Act for the legislatively mandated benefits to CalPERS. Therefore, there is no on behalf contribution rate for CalPERS. Under accounting principles generally accepted in the United States of America, these amounts are to be reported as revenues and expenditures. Accordingly, these amounts have been recorded in these financial statements.

Deferred Compensation

The District offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to all permanent District employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to the employees until termination, retirement, death, or an unforeseeable emergency.

Note 12 - Participation in Public Entity Risk Pools and Joint Powers Authorities

The District is a member of the Statewide Association of Community Colleges Joint Powers Authority (JPA). The District pays annual premiums for its property liability health and worker’s compensation coverage. The relationship between the District and the JPA is such that it is not a component unit of the District for financial reporting purposes.

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

The District’s share of year-end assets, liabilities, or fund equity has not been calculated.

Note 13 - Commitments and Contingencies

Grants

The District receives financial assistance from Federal and State agencies in the form of grants. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and are subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the District. However, in the opinion of management, any such disallowed claims will not have a material adverse effect on the overall financial position of the District at June 30, 2022.

Litigation

The District is involved in various litigation arising from the normal course of business. In the opinion of management and legal counsel, the disposition of all litigation pending is not expected to have a material adverse effect on the overall financial position of the District at June 30, 2022.

Construction Commitments

As of June 30, 2022, the District had approximately $1.9 million in commitments with respect to unfinished capital projects. The projects are funded through a combination of state general obligation bonds, capital project apportionments from the California State Chancellor's Office, and designated resources.

Note 14 - Adoption of New Accounting Standard

As of July 1, 2021, the District adopted GASB Statement No. 87, *Leases*. The implementation of this standard establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. The Statement requires recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. As a result of the adoption of the new standard, the opening balances of certain assets, liabilities and deferred inflows of resources were restated as follows:

Primary Government	
Net Position - Beginning	$ 153,642,619
Lease receivables	988,768
Right-to-use leased assets	935,018
Lease liability	(935,018)
Deferred inflows of resources related to leases	(988,768)
Net Position - Beginning	$ 153,642,619

Required Supplementary Information
June 30, 2022

Ventura County Community College District

	2022	2021	2020	2019	2018
Total OPEB Liability					
Service cost	$ 1,089,307	$ 708,958	$ 1,245,119	$ 3,732,753	$ 3,218,645
Interest	8,249,018	12,624,140	13,421,916	13,255,928	13,098,526
Changes of benefit terms	-	(46,560,847)	-	-	-
Difference between expected and actual experience	1,096,002	(11,423,241)	(10,603,227)	-	-
Changes of assumptions	3,152,665	12,020,107	-	-	-
Benefit payments	(9,601,063)	(19,623,331)	(15,477,561)	(14,422,111)	(14,261,582)
Net change in total OPEB liability	3,985,929	(52,254,214)	(11,413,753)	2,566,570	2,055,589
Total OPEB Liability - Beginning	133,613,679	185,867,893	197,281,646	194,715,076	192,659,487
Total OPEB Liability - Ending (a)	$ 137,599,608	$ 133,613,679	$ 185,867,893	$ 197,281,646	$ 194,715,076
Plan Fiduciary Net Position					
Contributions - employer	$ 9,601,063	$ 19,623,331	$ 15,477,561	$ 14,422,111	$ 14,261,582
Net investment income	6,179,025	1,542,021	1,039,170	1,444,217	2,231,639
Differences between projected and actual earnings on OPEB plan investments	-	(638,402)	-	-	-
Benefit payments	(9,601,063)	(19,623,331)	(15,477,561)	(14,422,111)	(14,261,582)
Administrative expense	(96,866)	(83,280)	(79,174)	(77,858)	(69,992)
Net change in plan fiduciary net position	6,082,159	820,339	959,996	1,366,359	2,161,647
Plan Fiduciary Net Position - Beginning	22,890,864	22,070,525	21,110,529	19,744,170	17,582,523
Plan Fiduciary Net Position - Ending (b)	$ 28,973,023	$ 22,890,864	$ 22,070,525	$ 21,110,529	$ 19,744,170
Net OPEB Liability - Ending (a) - (b)	$ 108,626,585	$ 110,722,815	$ 163,797,368	$ 176,171,117	$ 174,970,906
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	21.06%	17.13%	11.87%	10.70%	10.14%
Covered Employee Payroll	$ 104,540,422	$ 97,688,939	$ 94,979,554	$ 93,064,740	$ 90,330,722
Net OPEB Liability as a Percentage of Covered Employee Payroll	103.9%	113.3%	172.5%	189.3%	193.7%
Measurement Date	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017

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

	2022	2021	2020	2019	2018
Annual money-weighted rate of return, net of investment expense	21.33%	3.78%	4.93%	7.33%	12.33%
Measurement Date	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017

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

Year ended June 30,	2022	2021	2020	2019	2018
Proportion of the net OPEB liability	0.1707%	0.1746%	0.1800%	0.1786%	0.1918%
Proportionate share of the net OPEB liability	$ 680,781	$ 739,896	$ 670,408	$ 683,567	$ 806,761
Covered payroll	N/A[1]	N/A[1]	N/A[1]	N/A[1]	N/A[1]
Proportionate share of the net OPEB liability as a percentage of it's covered payroll	N/A[1]	N/A[1]	N/A[1]	N/A[1]	N/A[1]
Plan fiduciary net position as a percentage of the total OPEB liability	-0.80%	-0.71%	-0.81%	-0.40%	0.01%
Measurement Date	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017

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

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

	2022	2021	2020	2019
CalSTRS				
Proportion of the net pension liability	0.1135%	0.1002%	0.1018%	0.1031%
Proportionate share of the net pension liability	$ 51,673,123	$ 97,101,785	$ 91,910,890	$ 94,786,559
State's proportionate share of the net pension liability associated with the District	25,999,912	50,055,982	50,143,526	54,269,738
Total	$ 77,673,035	$ 147,157,767	$ 142,054,416	$ 149,056,297
Covered payroll	$ 63,452,693	$ 59,700,140	$ 58,583,673	$ 57,709,051
Proportionate share of the net pension liability as a percentage of its covered payroll	81.44%	162.65%	156.89%	164.25%
Plan fiduciary net position as a percentage of the total pension liability	87%	72%	73%	71%
Measurement Date	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018
CalPERS				
Proportion of the net pension liability	0.2863%	0.2636%	0.2625%	0.2679%
Proportionate share of the net pension liability	$ 58,207,982	$ 80,873,056	$ 76,512,273	$ 71,434,970
Covered payroll	$ 41,087,729	$ 37,988,799	$ 36,395,881	$ 35,355,689
Proportionate share of the net pension liability as a percentage of its covered payroll	141.67%	212.89%	210.22%	202.05%
Plan fiduciary net position as a percentage of the total pension liability	81%	70%	70%	71%
Measurement Date	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018

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

	2018	2017	2016	2015
CalSTRS				
Proportion of the net pension liability	0.1102%	0.1106%	0.1156%	0.1049%
Proportionate share of the net pension liability	$ 101,906,025	$ 89,414,449	$ 77,813,038	$ 61,304,866
State's proportionate share of the net pension liability associated with the District	60,286,743	50,902,051	41,154,519	37,018,525
Total	$ 162,192,768	$ 140,316,500	$ 118,967,557	$ 98,323,391
Covered payroll	$ 56,814,197	$ 54,828,500	$ 51,527,128	$ 49,030,897
Proportionate share of the net pension liability as a percentage of its covered payroll	179.37%	163.08%	151.01%	125.03%
Plan fiduciary net position as a percentage of the total pension liability	69%	70%	74%	77%
Measurement Date	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014
CalPERS				
Proportion of the net pension liability	0.2629%	0.2512%	0.2578%	0.2626%
Proportionate share of the net pension liability	$ 62,756,074	$ 49,621,633	$ 38,000,018	$ 29,810,138
Covered payroll	$ 33,516,525	$ 30,093,070	$ 28,604,180	$ 27,545,954
Proportionate share of the net pension liability as a percentage of its covered payroll	187.24%	164.89%	132.85%	108.22%
Plan fiduciary net position as a percentage of the total pension liability	72%	74%	79%	83%
Measurement Date	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014

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

	2022	2021	2020	2019
CalSTRS				
Contractually required contribution	$ 11,255,249	$ 10,247,610	$ 10,208,724	$ 9,537,422
Contributions in relation to the contractually required contribution	(11,255,249)	(10,247,610)	(10,208,724)	(9,537,422)
Contribution deficiency (excess)	$ -	$ -	$ -	$ -
Covered payroll	$ 66,520,384	$ 63,452,693	$ 59,700,140	$ 58,583,673
Contributions as a percentage of covered payroll	16.92%	16.15%	17.10%	16.28%
CalPERS				
Contractually required contribution	$ 10,216,397	$ 8,505,160	$ 7,491,771	$ 6,573,824
Contributions in relation to the contractually required contribution	(10,216,397)	(8,505,160)	(7,491,771)	(6,573,824)
Contribution deficiency (excess)	$ -	$ -	$ -	$ -
Covered payroll	$ 44,593,614	$ 41,087,729	$ 37,988,799	$ 36,395,881
Contributions as a percentage of covered payroll	22.910%	20.700%	19.721%	18.062%

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

	2018	2017	2016	2015
CalSTRS				
Contractually required contribution	$ 8,327,416	$ 7,147,226	$ 5,883,098	$ 4,575,609
Contributions in relation to the contractually required contribution	(8,327,416)	(7,147,226)	(5,883,098)	(4,575,609)
Contribution deficiency (excess)	$ -	$ -	$ -	$ -
Covered payroll	$ 57,709,051	$ 56,814,197	$ 54,828,500	$ 51,527,128
Contributions as a percentage of covered payroll	14.43%	12.58%	10.73%	8.88%
CalPERS				
Contractually required contribution	$ 5,491,092	$ 4,654,775	$ 3,565,126	$ 3,366,998
Contributions in relation to the contractually required contribution	(5,491,092)	(4,654,775)	(3,565,126)	(3,366,998)
Contribution deficiency (excess)	$ -	$ -	$ -	$ -
Covered payroll	$ 35,355,689	$ 33,516,525	$ 30,093,070	$ 28,604,180
Contributions as a percentage of covered payroll	15.531%	13.888%	11.847%	11.771%

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

Note 1 - Purpose of Schedules

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

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

- *Changes in Benefit Terms* - There were no changes in benefit terms since the previous valuation.
- *Changes of Assumptions* – The rate of investment return assumption was changed from 6.35% to 6.10% and a change in the inflation rate from 2.75% to 2.50% since the previous valuation.

Schedule of OPEB Investment Returns

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

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

This schedule presents information on the District's proportionate share of the net OPEB liability - MPP program and the Plans' fiduciary net position. In the future, as data becomes available, ten years of information will be presented.

- *Changes in Benefit Terms* - There were no changes in the benefit terms since the previous valuation.
- *Changes of Assumptions* - The plan rate of investment return assumption was changed from 2.21% to 2.16% since the previous valuation.

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

This schedule presents information on the District's proportionate share of the net pension liability (NPL), the Plans' fiduciary net positions and, when applicable, the State's proportionate share of the NPL associated with the District. In the future, as data becomes available, ten years of information will be presented.

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

Schedule of District Contributions for Pensions

This schedule presents information on the District's required contribution, the amounts actually contributed, and any excess or deficiency related to the required contribution. In the future, as data becomes available, ten years of information will be presented.

Supplementary Information
June 30, 2022

Ventura County
Community College District

The Ventura County Community College District was established in 1962 and is comprised of an area of approximately 882 square miles located in Ventura County. There were no changes in the boundaries of the District during the current year. The District's colleges are accredited by the Accrediting Commission for Community and Junior Colleges, Western Association of Schools and Colleges, which is one of six regional associations that accredit public and private schools, colleges, and universities in the United States.

Board of Trustees as of June 30, 2022

Member	Office	Term Expires
Ms. Dianne B. McKay	Chair	December 2022
Mr. Stan Mantooth	Vice Chair	December 2024
Mr. Bernardo M. Perez	Trustee	December 2024
Ms. Gabriela Torres	Trustee	December 2022
Mr. Joshua Chancer	Trustee	December 2022

Administration as of June 30, 2022

Dr. Greg Gillespie	Chancellor
Dr. David El Fattal	Vice Chancellor, Business and Administrative Services
Dr. Cynthia Herrera	Vice Chancellor, Institutional Effectiveness
Ms. Laura L. Barroso	Vice Chancellor, Human Resources
Mr. Dan Watkins	Associate Vice Chancellor, Information Technology

Auxiliary Organizations in Good Standing

Moorpark College Foundation, established May 27, 1980
Master Agreement entered into October 1, 2006
Deborah Klein, Chief Development Officer

Oxnard College Foundation, established January 7, 1983
Master Agreement entered into August 28, 2006
Peter Parker, Executive Director

Ventura College Foundation, established January 7, 1983
Master Agreement entered into July 1, 2013
Anne Paul King, Executive Director

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal Financial Assistance Listing/Federal CFDA Number	Pass-Through Entity Identifying Number	Federal Expenditures	Amounts Passed through to Subrecipients
U.S. Department of Education				
Title III, Project Acabado	84.031C		$ 1,262,986	$ -
Title III, SAIL in STEM	84.031C		240,979	-
Passed through California State University Northridge				
Title III, Project AIMS2	84.031C	A-17-0013-S003	5,972	-
Title V, Project Accesso Y Progreso	84.031S		605,435	-
Title V, Project Adelante	84.031S		152,092	23,325
Title V, Project Impacto	84.031S		322,878	-
Title V, Proyecto Exito	84.031S		504,898	-
Passed through California Lutheran University				
Title V, Project CHESS	84.031S	CHESS	404,198	-
Subtotal			3,499,438	23,325
TRIO Cluster				
TRIO - Upward Bound	84.047A		287,028	-
TRIO - Student Support Services	84.042A		228,277	-
Subtotal TRIO Cluster			515,305	-
Title IV, CCAMPIS Project	84.335A		69,811	-
Student Financial Assistance Cluster				
Federal Pell Grant Program	84.063		33,270,620	-
Student Financial Aid Administrative Costs	84.063		135,385	-
Federal Direct Student Loans	84.268		2,010,126	-
Federal Supplemental Educational Opportunity Grants (FSEOG)	84.007		834,743	-
Federal Work-Study Program	84.033		410,871	-
Subtotal Student Financial Assistance Cluster			36,661,745	-
COVID-19: Higher Education Emergency Relief Funds, Student Aid Portion	84.425E		28,573,366	-
COVID-19: Higher Education Emergency Relief Funds, Minority Serving Institutions	84.425L		606,199	-
COVID-19: Higher Education Emergency Relief Funds, Institutional Portion	84.425F		29,869,265	-
Subtotal			59,048,830	-
Passed through California Community Colleges Chancellor's Office				
Career and Technical Education Act (CTEA), Title I, Part C	84.048A	21-C01-680	923,713	-
Total U.S. Department of Education			100,718,842	23,325

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal Financial Assistance Listing/Federal CFDA Number	Pass-Through Entity Identifying Number	Federal Expenditures	Amounts Passed through to Subrecipients
U.S. Department of the Treasury				
Passed through California Community Colleges				
Chancellor's Office				
COVID-19: Coronavirus State and Local Fiscal				
Recovery Funds	21.027	[1]	$ 2,219,003	$ -
Total U.S. Department of the Treasury			2,219,003	-
Research and Development Cluster				
National Science Foundation				
Passed through Sinclair Community College District	47.076	SCC-1700531		
The STEM Guitar Project			5,351	-
Passed through Allan Hancock Joint Community				
College District				
Louis Stokes Alliance for Minority Participation	47.076	NSFC6-07	11,111	-
Subtotal Research and Development Cluster			16,462	-
U.S. Department of Agriculture				
Passed through The University Corporation				
Pipeline for Diverse Nutrition	10.217	A22-0024-S001	815	-
Total U.S. Department of Agriculture			815	-
U.S. Department of Defense				
Passed through the Office of Naval Research				
Developing College to Career Pathways for				
Engineering Technicians	12.300	N00014-21-1-2757	19,265	-
Total U.S. Department of Defense			19,265	-
U.S. Department of Health and Human Services				
Passed through California Community Colleges Chancellor's Office				
Temporary Assistance for Needy Families (TANF)	93.558	[1]	112,483	-
Foster and Kinship Care Education	93.658	[1]	99,602	-
Child Care and Development Fund (CCDF) Cluster				
Passed through Yosemite Community College District				
Child Development Training Consortium	93.575	21-22-609571MC	21,804	-
Passed through Chabot-Las Positas Community College District				
CA Early Childhood Mentor Program - Chabot	93.575	21-7015	2,806	-
Subtotal CCDF Cluster			24,610	-
Total U.S. Department of Health and Human Services			236,695	-
Total Federal Financial Assistance			$ 103,211,082	$ 23,325

[1] Pass-Through Entity Identifying Number not available.

Program	Program Revenues: Cash Received	Accounts Receivable	Unearned Revenue	Accounts Payable	Total Revenue	Program Expenditures
AB19 CA College Promise Program 20-21	$ 273,522	$ -	$ -	$ -	$ 273,522	$ 273,522
AB19 CA College Promise Program 21-22	2,771,744	-	434,630	-	2,337,114	2,337,114
Basic Needs Center 21-22	712,875	-	604,958	-	107,917	107,917
Basic Needs Service Support FY22	723,533	-	723,533	-	-	-
BFAP-SFAA 20-21	35,492	-	-	-	35,492	35,492
BFAP-SFAA 21-22	1,231,503	-	146,450	-	1,085,053	1,085,053
CA Apprenticeship Initiative FY19	-	82,811	-	-	82,811	82,811
CA Apprenticeship Initiative FY20	21,352	43,645	-	-	64,997	64,997
CADENSE	4,513	-	-	-	4,513	4,513
Cal Grant A	86,250	-	-	-	86,250	86,250
Cal Grant B	6,381,909	15,209	-	-	6,397,118	6,397,118
Cal Grant C	40,760	-	-	-	40,760	40,760
CalFresh Outreach FY21	53,847	-	17,392	-	36,455	36,455
CalWorks 20-21	178,554	-	86,452	-	92,102	92,102
CalWorks 21-22	769,106	-	194,287	-	574,819	574,819
Classified Professional Development	77,003	-	68,380	-	8,623	8,623
Cooperative Agency Resource Education (CARE) 20-21	86,222	-	-	-	86,222	86,222
Cooperative Agency Resource Education (CARE) 21-22	442,261	-	117,458	-	324,803	324,803
COVID 19 Response Block Grant	952,937	-	-	33,241	919,696	919,696
Disabled Students Programs and Services (DSPS) 20-21	370,287	-	-	-	370,287	370,287
Disabled Students Programs and Services (DSPS) 21-22	3,515,436	-	796,877	-	2,718,559	2,718,559
Dreamer Resource 20-21	142,656	-	44,334	-	98,322	98,322
Dreamer Resource 21-22	282,853	-	280,603	-	2,250	2,250
Extended Opportunity Prog and Svc (EOPS) 20-21	145,308	-	-	-	145,308	145,308
Extended Opportunity Prog and Svc (EOPS) 21-22	3,134,328	-	430,690	-	2,703,638	2,703,638
Financial Aid Technology 18-19	80,856	-	-	-	80,856	80,856
Financial Aid Technology 20-21	59,696	-	6,411	-	53,285	53,285
Financial Aid Technology 21-22	105,416	-	81,163	-	24,253	24,253
Foster Kinship Care Education 20-21	43,081	-	-	-	43,081	43,081
Foster Kinship Care Education 21-22	155,631	-	16,833	-	138,798	138,798
Global Trade Development FY22	-	31,859	-	-	31,859	31,859
Guided Pathways Grant 17-18	95,835	-	6,084	-	89,751	89,751
Guided Pathways Grant 18-19	188,557	-	58,190	-	130,367	130,367
Guided Pathways Grant 19-20	$ 593,592	$ -	$ 173,447	$ -	$ 420,145	$ 420,145
Guided Pathways Grant 20-21	262,897	-	104,802	-	158,095	158,095
Guided Pathways Grant 21-22	302,186	-	105,623	-	196,563	196,563
Hunger Free Campus 18-19	16,572	-	-	3,400	13,172	13,172
Hunger Free Campus 19-20	542	-	-	160	382	382

Program	Program Revenues: Cash Received	Accounts Receivable	Unearned Revenue	Accounts Payable	Total Revenue	Program Expenditures
IELM - 17-18	5,312	-	-	-	5,312	5,312
IELM - 18-19	62,853	-	36,639	-	26,214	26,214
IELM - 19-20	164,166	-	126,150	-	38,016	38,016
IELM - 21-22	3,235,762	-	3,235,762	-	-	-
IEPI	380,268	-	-	-	380,268	380,268
IEPI FY22	200,000	-	119,494	-	80,506	80,506
LGBTQ FY22	224,276	-	223,790	-	486	486
Library Services Platform 21-22	27,006	-	27,006	-	-	-
Mental Health Support 21-22	654,902	-	654,902	-	-	-
Mental Health Support Grant FY20	266,741	-	103,838	-	162,903	162,903
MESA (Math, Engin,Sci Achiev) 20-21	80,000	-	-	-	80,000	80,000
MESA (Math, Engin,Sci Achiev) 21-22	91,562	-	76,179	-	15,383	15,383
Nursing Program Support Grant 21-22	390,493	-	-	404	390,089	390,089
Prior Year Categorial (DSPS)	187,417	-	187,417	-	-	-
Regional Collaboration & Coordination (Perk 1B Leadership) FY22	34,208	-	3,004	-	31,204	31,204
Report Streamlining Pilot Program	600,000	-	-	-	600,000	600,000
Restricted Lottery:	1,335,819	555,508	-	-	1,891,327	1,222,469
Staff Diversity 19-20	27,448	-	5,403	-	22,045	22,045
Staff Diversity 20-21	50,000	-	50,000	-	-	-
Staff Diversity 21-22	50,000	-	50,000	-	-	-
Strong Workforce Program Local FY20	1,280,146	-	-	9,203	1,270,943	1,270,943
Strong Workforce Program Local FY21	2,519,707	-	963,825	-	1,555,882	1,555,882
Strong Workforce Program Local FY22	3,688,664	-	3,458,679	-	229,985	229,985
Student Equity and Achievement 20-21	3,634,644	-	-	-	3,634,644	3,634,644
Student Equity and Achievement 21-22	9,961,521	-	4,652,894	-	5,308,627	5,308,627
Student Retention Enrollment Outreach FY21	$ 350,799	$ -	$ 191,947	$ -	$ 158,852	$ 158,852
Student Retention Enrollment Outreach FY22	1,952,056	-	1,919,757	-	32,299	32,299
Student Success Completion Grant FY21	455,061	-	-	-	455,061	455,061
Student Success Completion Grant FY22	5,548,538	-	829,912	-	4,718,626	4,718,626
SWP Regional w/SCCRC 18-19	163,218	-	-	163,218	-	-
SWP Regional w/SCCRC 19-20	1,141,178	-	2,000	87,237	1,051,941	1,051,941
SWP Regional w/SCCRC 20-21	-	1,233,086	-	-	1,233,086	1,233,086
SWP Regional w/SCCRC 21-22	-	859	-	-	859	859
SWP Teacher Prep Program-SCCCD FY20	2,099	-	-	-	2,099	2,099
Tech Asst Prvdr COE Labor Mkt Rsrch FY21	64,848	-	-	-	64,848	64,848
Tech Asst Prvdr COE Labor Mkt Rsrch FY22	220,000	-	49,633	-	170,367	170,367

Program	Program Revenues: Cash Received	Accounts Receivable	Unearned Revenue	Accounts Payable	Total Revenue	Program Expenditures
Veteran Resource Center 19-20	41,414	-	-	6	41,408	41,408
Veteran Resource Center 20-21	201,097	-	48,683	-	152,414	152,414
Veteran Resource Center 21-22	235,235	-	161,996	-	73,239	73,239
Veterans Resource Center Grant FY21	114,735	-	87,350	-	27,385	27,385
Total state programs	$ 63,982,305	$ 1,962,977	$ 21,764,857	$ 296,869	$ 43,883,556	$ 43,214,698

CATEGORIES	Reported Data	Audit Adjustments	Audited Data
A. Summer Intersession (Summer 2021 only)			
1. Noncredit*	0.71	-	0.71
2. Credit	2,004.25	-	2,004.25
B. Summer Intersession (Summer 2022 - Prior to July 1, 2022)			
1. Noncredit*	0.76	-	0.76
2. Credit	593.00	-	593.00
C. Primary Terms (Exclusive of Summer Intersession)			
1. Census Procedure Courses			
(a) Weekly Census Contact Hours	6,407.98	-	6,407.98
(b) Daily Census Contact Hours	333.70	-	333.70
2. Actual Hours of Attendance Procedure Courses			
(a) Noncredit*	114.37	-	114.37
(b) Credit	271.63	-	271.63
3. Alternative Attendance Accounting Procedure			
(a) Weekly Census Procedure Courses	6,339.88	-	6,339.88
(b) Daily Census Procedure Courses	4,595.44	-	4,595.44
(c) Noncredit Independent Study/Distance Education Courses	-	-	-
D. Total FTES	20,661.72	-	20,661.72
SUPPLEMENTAL INFORMATION (Subset of Above Information)			
E. In-Service Training Courses (FTES)	-	-	-
F. Basic Skills Courses and Immigrant Education			
1. Noncredit*	13.20	-	13.20
2. Credit	93.77	-	93.77
CCFS-320 Addendum			
CDCP Noncredit FTES	64.04	-	64.04

*Including Career Development and College Preparation (CDCP) FTES.

		ECS 84362 A Instructional Salary Cost AC 0100 - 5900 and AC 6110			ECS 84362 B Total CEE AC 0100 - 6799		
	Object/TOP Codes	Reported Data	Audit Adjustments	Revised Data	Reported Data	Audit Adjustments	Revised Data
<u>Academic Salaries</u>							
Instructional Salaries							
Contract or Regular	1100	$ 30,169,319	$ -	$ 30,169,319	$ 33,237,900	$ -	$ 33,237,900
Other	1300	25,886,183	-	25,886,183	26,540,484	-	26,540,484
Total Instructional Salaries		56,055,502	-	56,055,502	59,778,384	-	59,778,384
Noninstructional Salaries							
Contract or Regular	1200	-	-	-	10,313,427	-	10,313,427
Other	1400	-	-	-	763,067	-	763,067
Total Noninstructional Salaries		-	-	-	11,076,494	-	11,076,494
Total Academic Salaries		56,055,502	-	56,055,502	70,854,878	-	70,854,878
<u>Classified Salaries</u>							
Noninstructional Salaries							
Regular Status	2100	-	-	-	28,301,876	-	28,301,876
Other	2300	-	-	-	2,205,843	-	2,205,843
Total Noninstructional Salaries		-	-	-	30,507,719	-	30,507,719
Instructional Aides							
Regular Status	2200	2,340,883	-	2,340,883	2,430,388	-	2,430,388
Other	2400	-	-	-	-	-	-
Total Instructional Aides		2,340,883	-	2,340,883	2,430,388	-	2,430,388
Total Classified Salaries		2,340,883	-	2,340,883	32,938,107	-	32,938,107
Employee Benefits	3000	25,194,820	-	25,194,820	49,885,241	-	49,885,241
Supplies and Material	4000	-	-	-	2,664,693	-	2,664,693
Other Operating Expenses	5000	-	-	-	14,942,017	-	14,942,017
Equipment Replacement	6420	-	-	-	-	-	-
Total Expenditures		83,591,205	-	83,591,205	171,284,936	-	171,284,936

		ECS 84362 A Instructional Salary Cost AC 0100 - 5900 and AC 6110			ECS 84362 B Total CEE AC 0100 - 6799		
	Object/TOP Codes	Reported Data	Audit Adjustments	Revised Data	Reported Data	Audit Adjustments	Revised Data
Exclusions							
Activities to Exclude							
Instructional Staff - Retirees' Benefits and Retirement Incentives	5900	$ 1,973,424	$ -	$ 1,973,424	$ 4,070,048	$ -	$ 4,070,048
Student Health Services Above Amount Collected	6441	-	-	-	-	-	-
Student Transportation	6491	-	-	-	-	-	-
Noninstructional Staff - Retirees' Benefits and Retirement Incentives	6740	-	-	-	-	-	-
Objects to Exclude							
Rents and Leases	5060	-	-	-	168,009	-	168,009
Lottery Expenditures							-
Academic Salaries	1000	-	-	-	-	-	-
Classified Salaries	2000	-	-	-	-	-	-
Employee Benefits	3000	-	-	-	-	-	-
Supplies and Materials	4000	-	-	-	-	-	-
Software	4100	-	-	-	-	-	-
Books, Magazines, and Periodicals	4200	-	-	-	-	-	-
Instructional Supplies and Materials	4300	-	-	-	-	-	-
Noninstructional Supplies and Materials	4400	-	-	-	-	-	-
Total Supplies and Materials		-	-	-	-	-	-

		ECS 84362 A Instructional Salary Cost AC 0100 - 5900 and AC 6110			ECS 84362 B Total CEE AC 0100 - 6799		
	Object/TOP Codes	Reported Data	Audit Adjustments	Revised Data	Reported Data	Audit Adjustments	Revised Data
Other Operating Expenses and Services	5000	$ -	$ -	$ -	$ 4,086,284	$ -	$ 4,086,284
Capital Outlay	6000						
Library Books	6300	-	-	-	-	-	-
Equipment	6400	-	-	-	-	-	-
Equipment - Additional	6410	-	-	-	-	-	-
Equipment - Replacement	6420	-	-	-	-	-	-
Total Equipment		-	-	-	-	-	-
Total Capital Outlay							
Other Outgo	7000	-	-	-	-	-	-
Total Exclusions		1,973,424	-	1,973,424	8,324,341	-	8,324,341
Total for ECS 84362, 50 % Law		$81,617,781	$ -	$81,617,781	$162,960,595	$ -	$162,960,595
% of CEE (Instructional Salary		50.08%		50.08%	100.00%		100.00%
50% of Current Expense of Education					$ 81,480,298		$ 81,480,298

Activity Classification	Object Code				Unrestricted
EPA Proceeds:	8630				$ 51,096,948
Activity Classification	Activity Code	Salaries and Benefits (Obj 1000-3000)	Operating Expenses (Obj 4000-5000)	Capital Outlay (Obj 6000)	Total
Instructional Activities	1000-5900	$ 51,096,948	$ -	$ -	$ 51,096,948
Total Expenditures for EPA		$ 51,096,948	$ -	$ -	$ 51,096,948
Revenues Less Expenditures					$ -

Amounts reported for governmental activities in the Statement of Net Position are different because		
Total fund balance		
General Funds	$ 85,927,785	
Special Revenue Funds	15,275,615	
Capital Project Funds	51,179,778	
Debt Service Funds	26,098,022	
Proprietary Funds	1,176,995	
Internal Service Funds	12,365,312	
Fiduciary Funds	23,322,049	
Total fund balance - all District funds		$ 215,345,556
Amounts held in trust on behalf of others (OPEB Trust)		(23,322,049)
Capital and right-to-use leased assets used in governmental activities are not financial resources and, therefore, are not reported as assets in governmental funds.		
The cost of capital assets is	790,415,433	
Accumulated depreciation is	(271,592,070)	
The cost of right-to-use leased assets is	935,018	
Accumulated amortization is	(458,259)	
Total capital and right-to-use leased assets, net		519,300,122
Deferred outflows of resources represent a consumption of net position in a future period and is not reported in the District's funds. Deferred outflows of resources at year-end consist of:		
Deferred outflows of resources related to debt refunding	28,755,533	
Deferred outflows of resources related to OPEB	16,652,613	
Deferred outflows of resources related to pensions	44,370,442	
Total deferred outflows of resources		89,778,588
In governmental funds, unmatured interest on long-term liabilities is recognized in the period when it is due. On the government-wide statements, unmatured interest on long-term liabilities is recognized when it is incurred.		(3,078,181)

Long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported as liabilities in the funds. Long-term liabilities at year end consist of:		
General obligation bonds	$ (257,457,000)	
Unamortized premiums	(10,816,040)	
Lease liability	(450,115)	
Compensated absences (less amount set up in Governmental Funds)	(4,655,947)	
Aggregate net other postemployment benefits (OPEB) liability	(109,307,366)	
Aggregate net pension liability	(109,881,105)	
In addition, the District has issued 'capital appreciation' general obligation bonds. The accretion of interest unmatured on the general obligation bonds to date is	(35,544,871)	
Total long-term liabilities		$ (528,112,444)
Deferred inflows of resources represent an acquisition of net position in a future period and is not reported in the District's funds. Deferred inflows of resources amount to and related to		
Deferred inflows of resources related to OPEB	(7,738,501)	
Deferred inflows of resources related to pensions	(74,191,015)	
Total deferred inflows of resources		(81,929,516)
Total net position		$ 187,982,076

Note 1 - Purpose of Schedules

District Organization

This schedule provides information about the District's governing board members, administration members, and auxiliary organizations in good standing.

Schedule of Expenditures of Federal Awards

Basis of Presentation
The accompanying Schedule of Expenditures of Federal Awards (the Schedule) includes the federal award activity of the District under programs of the federal government for the year ended June 30, 2022. The information is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the District, it is not intended to and does not present the financial position, changes in net position, or cash flows of the District.

Summary of Significant Accounting Policies
Expenditures reported in the schedule are reported on the modified accrual basis of accounting, except for subrecipient expenditures, which are recorded on the cash basis. When applicable, such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

Indirect Cost Rate
The District has elected to use the 10% de minimis cost rate.

Schedule of Expenditures of State Awards

The accompanying Schedule of Expenditures of State Awards includes the state grant activity of the District and is presented on the modified accrual basis of accounting. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the financial statements. The information in this schedule is presented to comply with reporting requirements of the California State Chancellor's Office.

Schedule of Workload Measures for State General Apportionment Annual (Actual) Attendance

FTES is a measurement of the number of students attending classes of the District. The purpose of attendance accounting from a fiscal standpoint is to provide the basis for making apportionments of State funds to community college districts. This schedule provides information regarding the attendance of students based on various methods of accumulating attendance data.

Reconciliation of *Education Code* Section 84362 (50 Percent Law) Calculation

ECS 84362 requires the District to expend a minimum of 50% of the unrestricted General Fund monies on salaries of classroom instructors. This is reported annually to the State Chancellor's Office. This schedule provides a reconciliation of the amount reported to the State Chancellor's Office and the impact of any audit adjustments and/or corrections noted during the audit.

Proposition 30 Education Protection Account (EPA) Expenditure Report

This schedule provides information about the District's EPA proceeds and summarizes the expenditures of EPA proceeds.

Reconciliation of Government Funds to the Statement of Net Position

This schedule provides a reconciliation of the adjustments necessary to bring the District's internal fund financial statements, prepared on a modified accrual basis, to the government-wide full accrual basis financial statements required under GASB Statements No. 34 and No. 35 business-type activities reporting model.

Independent Auditor's Reports
June 30, 2022

Ventura County Community College District

CPAs & BUSINESS ADVISORS

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

Board of Trustees
Ventura County Community College District
Camarillo, California

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards,* issued by the Comptroller General of the United States, the financial statements of the business-type activities and the remaining fund information of Ventura County Community College District (the District) as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the District's basic financial statements and have issued our report thereon dated December 17, 2022.

Adoption of New Accounting Standard

As discussed in Note 2 and Note 14 to the financial statements, the District adopted the provisions of Government Accounting Standards Board (GASB) Statement No. 87, *Leases*, for the year ending June 30, 2022. Our opinions are not modified with respect to this matter.

Report on Internal Control over Financial Reporting

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

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

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

Report on Compliance and Other Matters

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

Purpose of this Report

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

Eide Bailly LLP

Rancho Cucamonga, California
December 17, 2022

CPAs & BUSINESS ADVISORS

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

Board of Trustees
Ventura County Community College District
Camarillo, California

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Ventura County Community College District's (the District) compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* that could have a direct and material effect on each of the District's major federal programs for the year ended June 30, 2022. The District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the District complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2022.

Basis for Opinion on Each Major Federal Program

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

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

Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

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

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

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

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

Report on Internal Control over Compliance

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

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

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

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

Eide Bailly LLP

Rancho Cucamonga, California
December 17, 2022

Independent Auditor's Report on State Compliance

Board of Trustees
Ventura County Community College District
Camarillo, California

Report on State Compliance

We have audited Ventura County Community College District's (the District) compliance with the types of compliance requirements described in the 2021-2022 California Community Colleges Chancellor's Office *Contracted District Audit Manual* applicable to the state laws and regulations listed in the table below for the year ended June 30, 2022.

Opinion

In our opinion, the District complied, in all material respects, with the compliance requirements referred to above that are applicable to the state programs noted in the table above that were audited for the year ended June 30, 2022.

Basis for Opinion

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States (*Government Auditing Standards*); and the standards and procedures identified in the 2021-2022 California Community Colleges Chancellor's Office *Contracted District Audit Manual*. Our responsibilities under those standards and the 2021-2022 California Community Colleges Chancellor's Office *Contracted District Audit Manual* are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on state compliance with the compliance requirements subject to audit in the 2021-2022 California Community Colleges Chancellor's Office *Contracted District Audit Manual*. Our audit does not provide a legal determination of the District's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements listed in the table below has occurred, whether due to fraud or error, and express an opinion on the District's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, and the 2021-2022 California Community Colleges Chancellor's Office *Contracted District Audit Manual* will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the District's compliance with the requirements listed in the table below.

In performing an audit in accordance with GAAS, Government Auditing Standards, and the 2021-2022 California Community Colleges Chancellor's Office *Contracted District Audit Manual*, we:

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

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any material noncompliance with the requirements listed in the table below that we identified during the audit.

Compliance Requirements Tested

In connection with the audit referred to above, we selected and tested transactions and records to determine the District's compliance with state laws and regulations applicable to the following:

Section 411	SCFF Data Management Control Environment
Section 412	SCFF Supplemental Allocation Metrics
Section 413	SCFF Success Allocation Metrics
Section 421	Salaries of Classroom Instructors (50 Percent Law)
Section 423	Apportionment for Activities Funded From Other Sources
Section 424	Student Centered Funding Formula Base Allocation: FTES
Section 425	Residency Determination for Credit Courses
Section 426	Students Actively Enrolled
Section 427	Dual Enrollment (CCAP)
Section 430	Scheduled Maintenance Program
Section 431	Gann Limit Calculation
Section 444	Apprenticeship Related and Supplemental Instruction (RSI) Funds
Section 475	Disabled Student Programs and Services (DSPS)
Section 490	Propositions 1D and 51 State Bond Funded Projects
Section 491	Education Protection Account Funds
Section 492	Student Representation Fee
Section 499	COVID-19 Response Block Grant Expenditures

The District reports no Apprenticeship Related and Supplemental Instruction (RSI) Funds; therefore, the compliance tests within this section were not applicable.

The District did not receive any Proposition 1D and 51 State Bond Funded Projects; therefore, the compliance tests within this section were not applicable.

The purpose of this report on state compliance is solely to describe the results of our testing based on the requirements on the 2021-2022 California Community Colleges Chancellor's Office *Contracted District Audit Manual*. Accordingly, this report is not suitable for any other purpose.

Eide Bailly LLP

Rancho Cucamonga, California
December 17, 2022

Schedule of Findings and Questioned Costs
June 30, 2022

Ventura County Community College District

Financial Statements

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

Federal Awards

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

Identification of major programs

Name of Federal Program or Cluster	Federal Financial Assistance Listing/ Federal CFDA Number
Title III	84.031C
Title V	84.031S
COVID-19: Higher Education Emergency Relief Funds, Student Aid Portion	84.425E
COVID-19: Higher Education Emergency Relief Funds, Institutional Portion	84.425F
COVID-19: Higher Education Emergency Relief Funds, Minority Serving Institutions	84.425L
COVID-19: Coronavirus State and Local Fiscal Recovery Funds	21.027

Dollar threshold used to distinguish between type A and type B programs	$3,000,000
Auditee qualified as low-risk auditee?	Yes

State Compliance

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

None reported.

None reported.

None reported.

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

Federal Awards Findings

2021-001 Reporting

Program Name: COVID-19: Higher Education Emergency Relief Funds, Student Aid Portion and **COVID-19:** Higher Education Relief Funds, Institutional Portion
Federal Assistance Listing Numbers: 84.425E and 84.425F
Federal Agency: U.S. Department of Education (ED)
Direct funded by the U.S. Department of Education (ED)

Criteria or Specific Requirement

Section 18004(a)(1) of The Coronavirus Aid, Relief, and Economic Security Act required that institutions that received the HEERF 18004(a)(1) Student Aid Portion and Institutional Aid Portion award to publicly post certain information on their website for each calendar quarter no later than ten days after the end of each calendar quarter.

Condition

Significant Deficiency in Internal Control Over Compliance - The quarter ended December 31, 2020 institutional portion report for Moorpark College and Oxnard College and the quarter ended December 31, 2020 student aid portion report for Moorpark College and Oxnard College were tested. We noted that the December 31, 2020 quarter end report was required to be publicly available no later than ten days after the end of the calendar quarter. The four reports were made available one day after the tenth and therefore, the District did not meet the timeliness requirement.

Questioned Costs

There are no questioned costs associated with the noncompliance.

Context

The District has three colleges that were required to report quarterly the colleges activities and student grant metrics with ten days from the calendar quarter end. All reports that were posted during the fiscal year were reviewed for compliance, with four reports not submitted in a timely manner.

Effect

The Colleges' December 30, 2020 quarter end reports were uploaded to their website one day late.

Cause

There was a lack of oversight in the quarterly reporting requirement for the student aid portion and institutional portion reporting.

Repeat Finding (Yes or No)

Yes, see 2020-001.

Recommendation

The District should ensure that reporting requirements and deadlines are clearly communicated to all staff, and procedures in place to ensure requirements and deadlines are met.

Current Status

Implemented.

Additional Supplementary Information
June 30, 2022

Ventura County Community College District

	General Unrestricted	General Restricted	Child Development	Other Special Revenue	Bond Interest and Redemption
Assets					
Cash and cash equivalents	$ 45,700	$ -	$ -	$ -	$ -
Investments	90,615,398	30,382,713	857,066	490,573	26,098,022
Accounts receivable	835,551	10,331,417	3,492	-	-
Student receivables, net	3,361,631	507,448	30,164	-	-
Due from other funds	8,105,281	-	-	-	-
Prepaid expenses	311,536	842,896	-	-	-
Other current assets	-	-	-	-	-
Lease receivables	793,387	-	-	-	-
Total assets	$ 104,068,484	$ 42,064,474	$ 890,722	$ 490,573	$ 26,098,022
Liabilities, Deferred Inflows of Resources, and Fund Balances					
Liabilities					
Accounts payable	$ 18,888,488	$ 1,498,814	$ 254	$ 126	$ -
Due to other funds	-	6,393,673	-	-	-
Unearned revenue	9,701,944	22,940,106	2,500	-	-
Total liabilities	28,590,432	30,832,593	2,754	126	-
Deferred Inflows of Resources					
Deferred inflows of resources related to leases	782,148	-	-	-	-
Fund Balances					
Nonspendable	357,236	842,896	-	-	-
Restricted	-	10,388,985	-	-	26,098,022
Assigned	60,442,346	-	887,968	490,447	-
Unassigned	13,896,322	-	-	-	-
Total fund balances	74,695,904	11,231,881	887,968	490,447	26,098,022
Total liabilities, deferred inflows of resources, and fund balances	$ 104,068,484	$ 42,064,474	$ 890,722	$ 490,573	$ 26,098,022

	Capital Outlay Projects	Associated Students	Student Representation Fee	Student Center Fee	Student Financial Aid
Assets					
Cash and cash equivalents	$ -	$ -	$ -	$ -	$ -
Investments	63,540,576	2,082,708	270,319	6,580,537	150,754
Accounts receivable	195,413	-	-	-	1,685,076
Student receivables, net	148,441	155,092	40,581	156,568	9,212
Due from other funds	-	-	-	-	13,830
Prepaid expenses	20,662	-	-	-	-
Other current assets	-	669	-	1,749	-
Lease receivables	-	-	-	-	-
Total assets	$ 63,905,092	$ 2,238,469	$ 310,900	$ 6,738,854	$ 1,858,872
Liabilities, Deferred Inflows of Resources, and Fund Balances					
Liabilities					
Accounts payable	$ 1,277,488	$ 3,328	$ 400	$ -	$ 115,183
Due to other funds	-	-	-	-	1,725,438
Unearned revenue	11,447,826	215,415	35,188	193,094	20,500
Total liabilities	12,725,314	218,743	35,588	193,094	1,861,121
Deferred Inflows of Resources					
Deferred inflows of resources related to leases	-	-	-	-	-
Fund Balances					
Nonspendable	20,662	-	-	-	-
Restricted	8,665,395	2,019,726	275,312	6,545,760	(2,249)
Assigned	42,493,721	-	-	-	-
Unassigned	-	-	-	-	-
Total fund balances	51,179,778	2,019,726	275,312	6,545,760	(2,249)
Total liabilities, deferred inflows of resources, and fund balances	$ 63,905,092	$ 2,238,469	$ 310,900	$ 6,738,854	$ 1,858,872

Ventura County Community College District
Governmental Funds
Balance Sheets
June 30, 2022

	Scholarship and Loan	Student Clubs	Other Trusts	Total Governmental Fund (Memorandum Only)
Assets				
Cash and cash equivalents	$ -	$ -	$ 5,000	$ 50,700
Investments	846,860	196,822	3,850,577	225,962,925
Accounts receivable	-	-	168	13,051,117
Student receivables, net	4,528	-	30,015	4,443,680
Due from other funds	-	-	-	8,119,111
Prepaid expenses	-	7,236	-	1,182,330
Other current assets	-	-	163,317	165,735
Lease receivables	-	-	-	793,387
Total assets	$ 851,388	$ 204,058	$ 4,049,077	$ 253,768,985
Liabilities, Deferred Inflows of Resources, and Fund Balances				
Liabilities				
Accounts payable	$ 11,909	$ 234	$ 31,686	$ 21,827,910
Due to other funds	-	-	-	8,119,111
Unearned revenue	-	-	2,043	44,558,616
Total liabilities	11,909	234	33,729	74,505,637
Deferred Inflows of Resources				
Deferred inflows of resources related to leases	-	-	-	782,148
Fund Balances				
Nonspendable	-	-	-	1,220,794
Restricted	839,479	203,824	4,015,348	59,049,602
Assigned	-	-	-	104,314,482
Unassigned	-	-	-	13,896,322
Total fund balances	839,479	203,824	4,015,348	178,481,200
Total liabilities, deferred inflows of resources, and fund balances	$ 851,388	$ 204,058	$ 4,049,077	$ 253,768,985

	General Unrestricted	General Restricted	Child Development	Other Special Revenue	Bond Interest and Redemption
Revenues					
Federal revenues	$ -	$ 36,302,665	$ -	$ -	$ -
State revenues	95,701,233	38,050,042	105,726	-	135,708
Local revenues	104,775,572	1,281,992	307,505	5,528	24,401,197
Total revenues	200,476,805	75,634,699	413,231	5,528	24,536,905
Expenditures					
Current Expenditures					
Academic salaries	70,953,311	11,753,337	-	-	-
Classified salaries	34,142,706	18,225,963	867,698	-	-
Employee benefits	50,552,814	11,194,394	451,776	-	-
Books and supplies	3,004,774	8,101,221	18,363	-	-
Services and operating expenditures	15,321,098	9,685,786	15,013	6,941	-
Capital outlay	995,985	6,176,824	-	-	-
Debt service - principal	364,759	557	-	-	15,850,000
Debt service - interest and other	-	-	-	-	7,599,749
Total expenditures	175,335,447	65,138,082	1,352,850	6,941	23,449,749
Excess of Revenues Over (Under) Expenditures	25,141,358	10,496,617	(939,619)	(1,413)	1,087,156
Other Financing Sources (Uses)					
Operating transfers in	635,286	2,165,501	1,081,765	106,358	-
Operating transfers out	(21,223,067)	(9,039,030)	-	-	-
Other sources	6,100	-	-	-	-
Other uses	-	(1,726,140)	-	-	-
Total other financing sources (uses)	(20,581,681)	(8,599,669)	1,081,765	106,358	-
Net Changes in Fund Balances	4,559,677	1,896,948	142,146	104,945	1,087,156
Fund Balances, Beginning of Year	70,136,227	9,334,933	745,822	385,502	25,010,866
Fund Balances, End of Year	$ 74,695,904	$ 11,231,881	$ 887,968	$ 490,447	$ 26,098,022

	Capital Outlay Projects	Associated Students	Student Representation Fee	Student Center Fee	Student Financial Aid
Revenues					
Federal revenues	$ -	$ -	$ -	$ -	$ 64,688,855
State revenues	513,910	-	-	-	6,524,128
Local revenues	1,637,601	527,603	69,367	262,358	7,251
Total revenues	2,151,511	527,603	69,367	262,358	71,220,234
Expenditures					
Current Expenditures					
Academic salaries	-	-	-	-	-
Classified salaries	-	66,970	-	41,386	-
Employee benefits	-	35,490	-	982	-
Books and supplies	775,591	142,655	1,730	114,897	-
Services and operating expenditures	568,196	139,007	35,048	26,033	-
Capital outlay	8,470,275	1,147	-	73,016	-
Debt service - principal	119,587	-	-	-	-
Debt service - interest and other	-	-	-	-	-
Total expenditures	9,933,649	385,269	36,778	256,314	-
Excess of Revenues Over (Under) Expenditures	(7,782,138)	142,334	32,589	6,044	71,220,234
Other Financing Sources (Uses)					
Operating transfers in	18,362,515	-	-	-	7,659,311
Operating transfers out	(15,070)	(59,092)	-	-	-
Other sources	-	-	-	-	-
Other uses	-	-	-	-	(78,881,794)
Total other financing sources (uses)	18,347,445	(59,092)	-	-	(71,222,483)
Net Changes in Fund Balances	10,565,307	83,242	32,589	6,044	(2,249)
Fund Balances, Beginning of Year	40,614,471	1,936,484	242,723	6,539,716	-
Fund Balances, End of Year	$ 51,179,778	$ 2,019,726	$ 275,312	$ 6,545,760	$ (2,249)

	Scholarship and Loan	Student Clubs	Other Trusts	Total Governmental Fund (Memorandum Only)
Revenues				
Federal revenues	$ -	$ -	$ -	$ 100,991,520
State revenues	-	-	-	141,030,747
Local revenues	460,900	16,409	1,484,030	135,237,313
Total revenues	460,900	16,409	1,484,030	377,259,580
Expenditures				
Current Expenditures				
Academic salaries	-	-	38,199	82,744,847
Classified salaries	-	-	174,408	53,519,131
Employee benefits	-	-	42,566	62,278,022
Books and supplies	-	18,083	459,928	12,637,242
Services and operating expenditures	-	20,767	353,382	26,171,271
Capital outlay	-	-	(106,839)	15,610,408
Debt service - principal	-	-	-	16,334,903
Debt service - interest and other	-	-	-	7,599,749
Total expenditures	-	38,850	961,644	276,895,573
Excess of Revenues Over (Under) Expenditures	460,900	(22,441)	522,386	100,364,007
Other Financing Sources (Uses)				
Operating transfers in	20,160	39,396	297,501	30,367,793
Operating transfers out	(92)	(5,034)	(60,000)	(30,401,385)
Other sources	-	-	-	6,100
Other uses	(427,811)	-	(3,081)	(81,038,826)
Total other financing sources (uses)	(407,743)	34,362	234,420	(81,066,318)
Net Changes in Fund Balances	53,157	11,921	756,806	19,297,689
Fund Balances, Beginning of Year	786,322	191,903	3,258,542	159,183,511
Fund Balances, End of Year	$ 839,479	$ 203,824	$ 4,015,348	$ 178,481,200

	Enterprise Funds				
	Food Service				Internal
	Moorpark	Oxnard	Ventura	Total	Service Fund
Assets					
Cash and cash equivalents	$ 2,000	$ 500	$ 6,000	$ 8,500	$ -
Investments	453,347	576,352	138,325	1,168,024	12,972,901
Accounts receivable	271	65	135	471	26,597
Prepaid expenses	-	-	-	-	253,472
Total assets	$ 455,618	$ 576,917	$ 144,460	$ 1,176,995	$ 13,252,970
Liabilities and Fund Equity					
Liabilities					
Accounts payable	$ -	$ -	$ -	$ -	$ 887,658
Fund Equity					
Retained earnings	455,618	576,917	144,460	1,176,995	12,365,312
Total liabilities and fund equity	$ 455,618	$ 576,917	$ 144,460	$ 1,176,995	$ 13,252,970

	Enterprise Funds				Internal Service Fund
	Food Service				
	Moorpark	Oxnard	Ventura	Total	
Operating Revenues					
Sales and commissions	$ 10,449	$ 7,638	$ 7,640	$ 25,727	$ -
Other operating	-	-	-	-	295,161
Premium contributions	-	-	-	-	8,760,243
Total operating revenues	10,449	7,638	7,640	25,727	9,055,404
Operating Expenses					
Employee benefits	-	-	-	-	9,011,138
Books and supplies	529	-	1,629	2,158	17,778
Services and other operating expenditures	-	-	8,790	8,790	112,552
Total operating expenses	529	-	10,419	10,948	9,141,468
Operating Income (Loss)	9,920	7,638	(2,779)	14,779	(86,064)
Nonoperating Revenues (Expenses)					
Investment income	(7,183)	(9,132)	(2,192)	(18,507)	(205,558)
Operating transfers in	26,274	11,665	20,653	58,592	75,000
Operating transfers out	-	-	(100,000)	(100,000)	-
Other uses	(335)	-	(67)	(402)	-
Total nonoperating revenues (expenses)	18,756	2,533	(81,606)	(60,317)	(130,558)
Net Income	28,676	10,171	(84,385)	(45,538)	(216,622)
Retained Earnings, Beginning of Year	426,942	566,746	228,845	1,222,533	12,581,934
Retained Earnings, End of Year	$ 455,618	$ 576,917	$ 144,460	$ 1,176,995	$ 12,365,312

	Enterprise Funds Food Service				Internal Service Fund
	Moorpark	Oxnard	Ventura	Total	
Cash Flows from Operating Activities					
Cash received from assessments made to other funds	$ -	$ -	$ -	$ -	$ 9,057,350
Cash received from sales	10,178	7,573	7,505	25,256	-
Cash payments for insurance payments	-	-	-	-	(8,911,821)
Cash payments to suppliers for goods and services	(829)	-	(10,419)	(11,248)	(302,337)
Net Cash Provided (Used) for Operating Activities	9,349	7,573	(2,914)	14,008	(156,808)
Cash Flows from Investing Activities					
Interest on investments	(7,183)	(9,132)	(2,192)	(18,507)	(205,558)
Transfers In	26,274	11,665	20,653	58,592	75,000
Transfers out	-	-	(100,000)	(100,000)	-
Other uses	(335)	-	(67)	(402)	-
Net Cash Provided (Used) from Investing Activities	18,756	2,533	(81,606)	(60,317)	(130,558)
Net Change in Cash and Cash Equivalents	28,105	10,106	(84,520)	(46,309)	(287,366)
Cash and Cash Equivalents - Beginning	427,242	566,746	228,845	1,222,833	13,260,267
Cash and Cash Equivalents - Ending	$ 455,347	$ 576,852	$ 144,325	$ 1,176,524	$ 12,972,901
Reconciliation of Operating Income (Loss) to Net Provided (Used) By Operating Activities					
Operating income (loss)	$ 9,920	$ 7,638	$ (2,779)	$ 14,779	$ (86,064)
Changes in assets and liabilities					
Receivables	(271)	(65)	(135)	(471)	1,946
Prepaid expenses	-	-	-	-	(172,007)
Accrued liabilities	(300)	-	-	(300)	99,317
Net Cash Provided (Used) By Operating Activities	$ 9,349	$ 7,573	$ (2,914)	$ 14,008	$ (156,808)

	Retiree OPEB Trust
Assets	
Investments	$ 23,322,049
Fund Balances	
Restricted	$ 23,322,049

	Retiree OPEB Trust
Revenues	
Local revenues	$ 3,410,314
Expenditures	
Employee benefits	8,956,229
Services and operating expenditures	105,059
Total expenditures	9,061,288
Net Change in Fund Balance	(5,650,974)
Fund Balance, Beginning of Year	28,973,023
Fund Balance, End of Year	$ 23,322,049

Note 1 - Purpose of Schedules

Fund Financial Statements

The accompanying financial statements report the governmental, proprietary, and fiduciary fund activities of Ventura County Community College District and are presented on the modified accrual basis of accounting. Therefore, some amounts presented in these financial statements may differ from amounts presented in, or used in, the preparation of the basic financial statements. This information is not a required component of the financial statements in accordance with GASB Statements No. 34 and No. 35 and is presented at the preference of District management.