CAJON VALLEY UNION SCHOOL DISTRICT

AUDIT REPORT
JUNE 30, 2024

CAJON VALLEY UNION SCHOOL DISTRICT
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REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS

Governing Board
Cajon Valley Union School District
El Cajon, California

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Cajon Valley Union School District, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the Cajon Valley Union School District

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Cajon Valley Union School District, as of June 30, 2024, and the respective changes in financial position and, where

INTRODUCTION

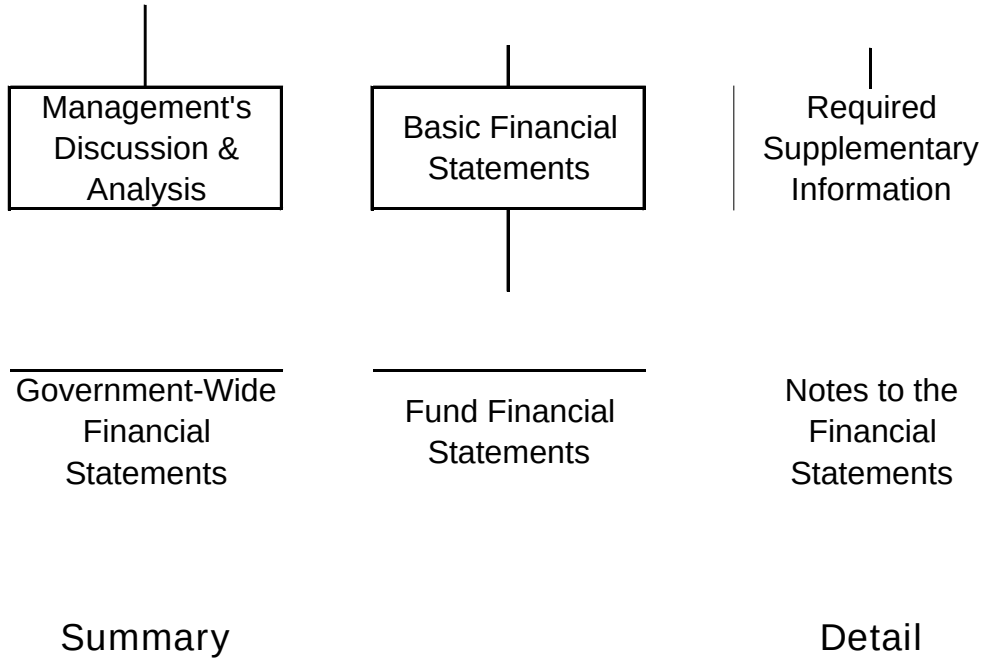
Our discussion and analysis of Cajon Valley Union School District fiscal year ended June 30, 2024. It should be read in conjunction

FINANCIAL HIGHLIGHTS

- $149,767,173 at June 30, 2024. This was an increase of $41,677,608 from the prior year.
- Overall revenues were $391,697,483, which exceeded expenses of $350,019,875.

OVERVIEW OF FINANCIAL STATEMENTS

Components of the Financial Section



FINANCIAL ANALYSIS OF THE ENTITY AS A WHOLE

Net Position

$149,767,173 at June 30, 2024, as reflected in the table below. Of this amount, $(125,364,739) was unrestricted. Restricted net position is reported separately to show legal constraints from debt -to-day operations.

CAJON VALLEY UNION SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2024

The accompanying notes are an integral part of these financial statements.

The accompanying notes are an integral part of these financial statements.

Deferred outflows and inflows of resources relating to OPEB:		
In governmental funds, deferred outflows and inflows of resources relating to OPEB are not reported because they are applicable to future periods. In the statement of net position, deferred outflows and inflows of resources relating to OPEB are reported.		
Deferred outflows of resources related to OPEB	$ 12,737,327	
Deferred inflows of resources related to OPEB	(36,097,454)	(23,360,127)
Internal service funds:		
Internal service funds are used to conduct certain activities for which costs are charged to other funds on a full cost-recovery basis. Because internal service funds are presumed to operate for the benefit of governmental activities, assets, deferred outflows of resources, liabilities, and deferred inflows of resources of internal service funds are reported with governmental activities in the statement of net position. Net position for internal service funds is:		6,546,325
Total Net Position - Governmental Activities		$ 149,767,173

The accompanying notes are an integral part of these financial statements.

CAJON VALLEY UNION SCHOOL DISTRICT
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2024

The accompanying notes are an integral part of these financial statements.

Postemployment benefits other than pensions (OPEB):	
	108,173
Pensions:	
	(3,586,556)

CAJON VALLEY UNION SCHOOL DISTRICT
PROPRIETARY FUNDS
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
FOR THE YEAR ENDED JUNE 30, 2024

	Governmental Activities
	Internal Service Fund
OPERATING REVENUES	
Charges for services	$ 26,521,702
Total operating revenues	26,521,702
OPERATING EXPENSES	
Salaries and benefits	160,506
Supplies and materials	131
Professional services	27,352,206
Total operating expenses	27,512,843
Operating income/(loss)	(991,141)
NON-OPERATING REVENUES/(EXPENSES)	
Interest income	245,648
Total non-operating revenues/(expenses)	245,648
CHANGE IN NET POSITION	(745,493)
Net Position - Beginning	7,291,818
Net Position - Ending	$ 6,546,325

The accompanying notes are an integral part of these financial statements.

CAJON VALLEY UNION SCHOOL DISTRICT
PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2024

The accompanying notes are an integral part of these financial statements.

NOTE 1 t SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

C. Basis of Presentation (continued)

Non-Major Governmental Funds (continued)

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

Capital Facilities Fund:

NOTE 1 t SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. Basis of Accounting t Measurement Focus

NOTE 2 t CASH AND INVESTMENTS (continued)

C. General Authorizations

Except for investments by trustees of debt proceeds, the authority to invest District funds deposited with the county treasury oriy

NOTE 2

NOTE 3 t RECEIVABLES

A. Accounts Receivable

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

General Fund	Charter Schools Fund	Building Fund	Non-Major Governmental Funds	Internal Servic In

B. Leases Receivable

For the year ended June 30, 2024, the financial statements include the adoption of GASB Statement No. 87, Leases. The primary objective of this statement is to enhance the relevance and consistency of information about governments' leasing activities. This statement establishes a single model for lease accounting based on the principle that leases are financings of the right to use an underlying asset. Under this Statement, a lessor is required to recognize a lease receivable and a deferred inflow of resources.

The District is the lessor in a lease agreement with El Cajon Center, Inc. for the use of the site located at 1530 Jamacha Road in El Cajon, CA. An initial lease receivable was recorded in the amount of $2,535,895. As of June 30, 2024, the value of the lease receivable is $2,413,619. For the year ended June 30, 2024, the lessee was required to make monthly fixed payments of $11,987. The lease has an interest rate of 3.92%. The value of the deferred inflow of resources as of June 30, 2024 was $2,111,280, and the District recognized lease revenue of $141,538 during the fiscal year. The lease term ends on June 30, 2031 and does not include any options to extend.

The District is the lessor in a lease agreement with JKC Palm Springs Automotive, Inc. for the use of the site located at 541 North Johnson Avenue in El Cajon, CA. An initial lease receivable was recorded in the amount of $5,165,406. The lease was remeasured during the fiscal year and the value of the lease receivable is $5,085,302 as of June 30, 2024. For the year ended June 30, 2024, the lessee was required to make monthly payments of $26,464 (July-December) and $27,390 (January-June). The lease has an interest rate of 2.91%. The value of the deferred inflow of resources as of June 30, 2024 was $4,849,931, and the District recognized lease revenue of $258,681 during the fiscal year. The lease term ends on January 30, 2045 and does not include any options to extend.

NOTE 4 – CAPITAL ASSETS

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

NOTE 5 t INTERFUND TRANSACTIONS (continued)

B. Operating Transfers

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

	Interfund Transfers In		
Interfund Transfers Out	Building Fund	Non-Major Governmental Funds	Total
General Fund	$ 6,572,913	$ 1,000,000	$ 7,572,913
Non-Major Governmental Funds	2,361,228	-	2,361,228
Total	$ 8,934,141	$ 1,000,000	$ 9,934,141

Transfer from the General Fund to the Special Reserve Fund Capital Outlay Projects for school site furniture.	$ 1,000,000
Transfer from the General Fund to the Building Fund for various project costs.	6,572,913
Transfer from the County Schools Facilities Fund to the Building Fund for reimbursement of school facility program funding.	2,361,228
Total	$ 9,934,141

NOTE 6 t ACCRUED LIABILITIES

Accrued liabilities at June 30, 2024 consisted of the following:

	General Fund	Charter Schools Fund	Building Fund	Non-Major Governmental Funds	Internal Service Fund	District-Wide	Governmental Activities
Payroll	$ 1,668,360	$ 42,885	$ -	$ 44,889	$ -	$ -	$ 1,756,134
Construction	-	-	790,745	-	-	-	790,745
Vendors payable	11,515,389	41,046	-	749,086	619,037	-	12,924,558
Unmatured interest	-	-	-	-	-	3,023,026	3,023,026
Due to grantor government	420,647	537	-	-	-	-	421,184
Total	$ 13,604,396	$ 84,468	$ 790,745	$ 793,975	$ 619,037	$ 3,023,026	$ 18,915,647

NOTE 7 t UNEARNED REVENUE

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

	General Fund	Charter Schools Fund	Non-Major Governmental Funds	Governmental Activities
Federal sources	$ 78,718	$ -	$ -	$ 78,718
State categorical sources	2,837,316	22,637	20,307	2,880,260
Total	$ 2,916,034	$ 22,637	$ 20,307	$ 2,958,978

NOTE 8 – LONG-TERM LIABILITIES (continued)

A. General Obligation Bonds (continued)

The annual requirements to amortize general obligation bonds outstanding as of June 30, 2024, is as follows:

*Principal balance does not include accreted interest of $4,473,755 at June 30, 2024

B. Clean Renewable Energy Bonds

In January 2017, the District entered into an agreement with the Public Property Financing Corporation to issue $19,455,000 in clean renewable energy bonds to finance solar photovoltaic systems at various school sites within the District. The term of the agreement commenced on January 1, 2017 and ends on August 1, 2036 with an interest rate of 4.19% per annum. Principal payments are due on August 1 of each year through 2036, with interest payments due on February 1 and August 1 of each year during the term.

The annual requirements to amortize the clean renewable energy bonds outstanding as of June 30, 2024, is as follows:

C. Early Retirement Incentive

The District had previously entered into a Supplementary Retirement Plan (SRP) for eligible employees through Public Agency Retirement Services (PA(h)60(y)12 3 Q q 0.00000912 0 612 792 re W*ge Tf 1 0 0 1 535.92 328.97 Tm 0

NOTE 8 t LONG-TERM LIABILITIES (continued)

D. Compensated Absences

Total unpaid employee compensated absences as of June 30, 2024 amounted to $2,158,806. This amount is included as part of long-term liabilities in the government-wide financial statements.

E. Other Postemployment Benefits

NOTE 10 t POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB)

A. Plan Description

USD Retiree Health Care Plan (the Plan) provides OPEB for retirees and their eligible dependents that meet eligibility requirements until age 65. Retirees and their eligible dependents in the plan are eligible for the same medical plans as active employees. The Plan is a single-employer defined benefit OPEB plan administered by the District. Authority to establish and amend the benefit terms and financing the criteria in Paragraph 4 of GASB Statement No. 75.

B. Benefits Provided

The eligibility requirements and benefits provided by the Plan are described below.

The District provides retiree medical (including prescription drug benefits) and dental benefits to eligible retirees and their eligible dependents until the retiree turns age 65. An eligible retiree is only eligible for the level of coverage (retiree only, retiree plus spouse, or retiree plus family) they are receiving at retirement. Retired

NOTE 10 t POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (continued)

D. Plan Membership

Membership of the Plan consisted of the following:

	Number of participants
Inactive employees receiving benefits	227
Inactive employees entitled to but not receiving benefits*	-
Participating active employees	2,070
Total number of participants**	2,297

*Information not provided
**As of the June 30, 2023 valuation date

E. Total OPEB Liability

The Cajon Valley Union School District $37,635,721 was measured as of June 30, 2023 and was determined by an actuarial valuation as of that same date.

F. Actuarial Assumptions and Other Inputs

The total OPEB liability as of June 30, 2024 was determined by an actuarial valuation as of June 30, 2023 using the following actuarial assumptions and other inputs, applied to all periods included in the measurement.

Economic assumptions:

Payroll growth rate	2.80%
Discount rate	4.13%
Healthcare cost trend rates	8.00% decreasing to 4.50%

Non-economic assumptions:

Mortality:

SOA Pub-2010 Teachers Headcount-weighted Total Dataset Mortality Table fully generational using Scale -2021, SOA Pub-2010 General Headcount-weighted Total Dataset MortalityTable fully generational using Scale MP-2021

Participation Rates:

70% of future active employees are assumed to elect retiree health coverage at retirement. 20% of eligible (for reimbursement) retirees are assumed to continue on the Kaiser Senior Advantage Plan upon reaching age 65. We assume 70% of future retirees will enroll in a Kaiser Plan.

Spouse Coverage:

Of those electing coverage 60% of are assumed to elect coverage for their spouse. Spouses are assumed to be the same age as retiree. Employees in the management, supervisory and classified non-management units who are hired after July 1, 2015 are assumed to elect coverage for retiree only.

NOTE 10 t POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (continued)

F. Actuarial Assumptions and Other Inputs (continued)

The actuarial assumptions used in the June 30, 2023 valuation were based on a review of plan experience.

This discount rate is the average, rounded to 5 basis points, of the range of 3-

NOTE 11 t PENSION PLANS (continued)

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NOTE 11 t PENSION PLANS (continued)

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Actuarial Assumptions

The total pension liability was determined by applying update procedures to an actuarial valuation as of June 30, 2022, and rolling forward the total pension liability to June 30, 2023 using the following actuarial assumptions, applied to all periods included in the measurement:

Consumer Price Inflation	2.75%
Investment Rate of Return*	7.10%
Wage Inflation	3.50%

* Net of investment expenses, but gross of administrative expenses.

CalSTRS uses custom mortality tables to best fit the patterns of mortality among its members. These custom

NOTE 11 – PENSION PLANS (continued)

A. California State Teachers' Retirement System (CalSTRS) (continued)

Discount Rate

The discount rate used to measure the total pension liability was 7.10 percent. The projection of cash flows used to determine the discount rate assumed that contributions from plan members and employers will be made at statutory contribution rates in accordance with the rate increases per AB 1469. Projected inflows from investment earnings were calculated using the long-term assumed investment rate of return (7.10 percent) and assuming that contributions, benefit payments, and administrative expense occur midyear. Based on those assumptions,

NOTE 11 t PENSION PLANS (continued)

B. &DOLIRUQLD 3XEOLF (PSOR\HHVaPERS) Cal 5HWLUHPHQW 6\VWHP

Plan Description
The District

NOTE 11 t PENSION PLANS (continued)

B. &DOLIRUQLD 3XEOLF (PSOR\HHVp 5HWLUHPHQW 6\VWHP &DO3(56 FRQW

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

For the year ended June 30, 2024, the District recognized pension expense of $17,671,245. At June 30, 2024, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

The $15,310,227 reported as deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2025.

NOTE 11 t PENSION PLANS (continued)

B. &DOLIRUQLD 3XEOLF (PSOR\HHVp 5HWLUHPHQW 6\VWHP &DO3(56 FRQW

Actuarial Assumptions
The total pension liability was determined by applying update procedures to an actuarial valuation as of June 30, 2022, and rolling forward the total pension liability to June 30, 2023 using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.30%
Discount Rate	6.90%
Salary Increases	Varies by Entry Age and Service

CalPERS uses custom mortality tables to best fit the patterns of mortality among its members. These custom

improvements using the Society of Actuaries Scale 80% of scale MP 2020.

The actuarial assumptions used in the June 30, 2022, valuation were based on the results of an actuarial experience study for the period from 2000 through 2019.

The long-

NOTE 12 – COMMITMENTS AND CONTINGENCIES

A. Grants

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

B. Litigation

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

C. Construction Commitments

As of June 30, 2024, the District had commitments with respect to unfinished capital projects of $15,294,005.

NOTE 13 – PARTICIPATION IN JOINT POWERS AUTHORITIES

The District participates in three joint powers agreements (JPA) entities, the San Diego County Schools Risk Management (SDCSRM) the Protected Insurance Program for Schools (PIPS) and the Southern California Relief Property and Liability Insurance (SCR). The relationship between the District and the JPA's is such that the JPA's are not component units of the District.

The JPA's arrange for and provide for various types of insurances for its member districts as requested. The JPA's are governed by a board consisting of a representative from each member district. The board controls the operations of the JPA's, including selection of management and approval of operating budgets, independent of any influence by the member districts beyond their representation on the board. Each member district pays a premium commensurate with the level of coverage requested and shares surpluses and deficits proportionate to their participation in the JPA's.

Combined condensed unaudited financial information of the District's share of the Southern California Relief Property and Liability Insurance JPA and the Protected Insurance Program for Schools (PIPS) for the year ended June 30, 2024 can be obtained by contacting Keenan & Associates located at P.O. Box 4328, Torrance, California 90510.

Financial information on the District's share of the other JPA's for the year ended June 30, 2024 was not available at the time this report was issued. The information can be obtained by contacting the JPA's directly.

NOTE 14 – RISK MANAGEMENT

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 has one self-insurance fund (Internal Service Fund) to account for and finance its uninsured risks of loss and its self-insured dental plan.

All funds of the District participate in the program, but only the General Fund makes payments to the Self Insurance Fund based on actuarial estimates of the amounts needed to pay prior and current year claims and to establish a liability for open claims and Incurred But Not Reported (IBNR) claims. The claims liability of $445,777 is included in accounts payable and is reported in accordance with Financial Accounting Standards Board Statement No. 10, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated at the end of the fiscal year. Changes in the Internal Service Fund's claim liability in the fiscal year ended June 30, 2024 are indicated below:

NOTE 15 – DEFERRED OUTFLOWS/INFLOWS OF RESOURCES

A. Refunded Debt

Pursuant to GASB Statement No. 63,

NOTE 15 t DEFERRED OUTFLOWS/INFLOWS OF RESOURCES (continued)

C. Other Postemployment Benefits

Pursuant to GASB Statement No. 75, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions, the District recognized deferred outflows of resources related to other postemployment benefits and deferred inflows of resources related to other postemployment benefits in the District-wide financial statements. Further information regarding the deferred outflows of resources and deferred inflows of resources can be found at Note 10. At June 30, 2024, total deferred outflows related to other postemployment benefits was $12,737,327 and total deferred inflows related to other postemployment benefits was $36,097,454.

D. Leases

Pursuant to GASB Statement No. 87, Leases, the District recognized deferred inflows of resources related to leases in the District-wide financial statements. Further information regarding the deferred inflows of resources can be found at Note 3. At June 30, 2024, total deferred inflows related to leases was $6,961,211.

NOTE 16 t SUBSEQUENT EVENT

In July 2024, the District issued 2024 General Obligation Refunding Bonds in the amount of $13,630,000to refinance a portion of the outstanding 2014 General Obligation Refunding Bonds. The refunding bonds will be issued as current interest bonds and will mature from August 1, 2024 through August 1, 2035 with a stated interest rate of 5.00 percent.

REQUIRED SUPPLEMENTARY INFORMATION

* Actual amounts reported in this schedule are for the General Fund only, and do not agree with the amounts reported on the Statement of Revenues, Expenditures, and Changes in FundBalances because the amounts on that schedule include the financial activity iof the

See accompanying notes to required supplementary information.

CAJON VALLEY UNION SCHOOL DISTRICT
CHARTER SCHOOLS FUND t BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2024

	Original	Final	Actual (Budgetary Basis)	Variances - Final to Actual
REVENUES				
LCFF sources	$ 15,400,415	$ 15,472,997	$ 15,473,386	$ 389
Federal sources	427,000	612,639	622,044	9,405
Other state sources	1,227,934	1,506,967	2,084,564	577,597
Other local sources	201,019	610,272	662,514	52,242
Total Revenues	17,256,368	18,202,875	18,842,508	639,633
EXPENDITURES				
Certificated salaries	6,368,459	6,465,603	6,412,336	53,267
Classified salaries	1,152,466	1,272,337	1,297,172	(24,835)
Employee benefits	3,002,279	2,899,033	3,347,103	(448,070)
Books and supplies	289,357	282,977	248,782	34,195

See accompanying notes to required supplementary information.

CAJON VALLEY UNION SCHOOL DISTRICT
SCHEDULE OF CHANGES IN TOTAL OPEB LIABILITY AND RELATED RATIOS
FOR THE YEAR ENDED JUNE 30, 2024

See accompanying notes to required supplementary information.

See accompanying notes to required supplementary information.

See accompanying notes to required supplementary information.

CAJON VALLEY UNION SCHOOL DISTRICT
SCHEDULE OF DISTRICT CONTRIBUTIONS - CALSTRS
FOR THE YEAR ENDED JUNE 30, 2024

	June 30, 2024	June 30, 2023	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015
Contractually required contribution	$ 22,789,482	$ 20,780,472	$ 16,093,963	$ 14,254,730	$ 14,805,876	$ 13,624,955	$ 11,748,593	$ 9,588,442	$ 7,513,812	$ 5,909,270
Contributions in relation to the contractually required contribution*	(22,789,482)	(20,780,472)	(16,093,963)	(14,254,730)	(14,805,876)	(13,624,955)	(11,748,593)	(9,588,442)	(7,513,812)	(5,909,270)
Contribution deficiency (excess)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
District's covered payroll	$ 120,592,531	$ 109,821,363	$ 95,497,531	$ 88,213,459	$ 86,995,488	$ 83,691,370	$ 81,417,831	$ 76,219,730	$ 70,026,207	$ 66,545,735
Contributions as a percentage of covered payroll	18.90%	18.92%	16.85%	16.16%	17.02%	16.28%	14.43%	12.58%	10.73%	8.88%

*Amounts do not include on-behalf contributions

See accompanying notes to required supplementary information.

CAJON VALLEY UNION SCHOOL DISTRICT
SCHEDULE OF DISTRICT CONTRIBUTIONS - CALPERS
FOR THE YEAR ENDED JUNE 30, 2024

	June 30, 2024	June 30, 2023	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015
Contractually required contribution	$ 15,310,227	$ 11,927,281	$ 9,489,417	$ 8,188,828	$ 7,479,215	$ 6,203,812	$ 4,907,239	$ 4,073,121	$ 3,175,368	$ 2,800,238
Contributions in relation to the contractually required contribution*	(15,310,227)	(11,927,281)	(9,489,417)	(8,188,828)	(7,479,215)	(6,203,812)	(4,907,239)	(4,073,121)	(3,175,368)	(2,800,238)
Contribution deficiency (excess)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
District's covered payroll	$ 57,586,760	$ 47,132,558	$ 41,555,846	$ 39,003,899	$ 38,102,157	$ 34,127,561	$ 31,596,413	$ 29,328,348	$ 26,803,139	$ 23,789,294
Contributions as a percentage of covered payroll	26.59%	25.31%	22.84%	20.99%	19.63%	18.18%	15.53%	13.89%	11.85%	11.77%

*Amounts do not include on-behalf contributions

See accompanying notes to required supplementary information.

NOTE 1 t PURPOSE OF SCHEDULES

Budgetary Comparison Schedule
This schedule is required by GASB Statement No.

NOTE 1 t PURPOSE OF SCHEDULES (continued)

Schedule of District Contributions

This 10-year schedule is required by GASB Statement No. 68 for each cost-sharing pension plan. Until a full 10-year trend is compiled, the schedule will only show those years under which GASB Statement No. 68 was applicable. The schedule presents the Dist
contributions recognized by the pension plan in relation to the statutorily or contractually required employer contribution, the difference between the statutorily or contrac tually required employer contribution and the amount of contributions recognized by the pension plan in relation to the statutorily or contractually required employer
by the pension plan in relation

NOTE 2 t EXCESS OF EXPENDITURES OVER APPROPRIATIONS

For the year ended June 30, 2024, the District incurred amounts in excess of expenditures over appropriations in individual major funds presented in the Budgetary Comparison Schedule by major object code as follows:

	Expenditures and Other Uses		
	Budget	Actual	Excess
General Fund			
Other outgo			
Excluding transfers of indirect costs	$ 1,416,794	$ 1,469,177	$ 52,383
Charter Schools Fund			
Classified salaries	$ 1,272,337	$ 1,297,172	$ 24,835
Employee benefits	$ 2,899,033	$ 3,347,103	$ 448,070
Services and other operating expenditures	$ 6,450,516	$ 6,908,342	$ 457,826

SUPPLEMENTARY INFORMATION

CAJON VALLEY UNION SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2024

	AL Number	Pass-Through Entity Identifying Number	Federal Expenditures
U. S. DEPARTMENT OF EDUCATION:			
Passed through California Department of Education:			
Title I, Part A			
Title I, Part A, Basic Grants Low-Income and Neglected	84.010	14329	$ 7,185,353
Comprehensive Support and Improvement for LEAs	84.010	15438	132,378
Subtotal Title I, Part A			7,317,731
Title II, Part A, Supporting Effective Instruction Local Grants	84.367	14341	1,096,079
Title III			
Title III, English Learner Student Program	84.365	14346	795,210
Title III, Immigrant Education Program	84.365	15146	169,664
Subtotal Title III			964,874
Title IV, Part A, Student Support and Academic Enrichment Grants	84.424	15396	568,368
Special Education Cluster [1]			
IDEA Basic Local Assistance Entitlement, Part B, Sec 611	84.027	13379	4,295,360
IDEA Local Assistance, Part B, Sec 611, Private School ISPs	84.027	10115	82,673
IDEA Mental Health Average Daily Attendance (ADA) Allocation, Part B, Sec 611	84.027A	15197	205,332
IDEA Preschool Grants, Part B, Section 619 (Age 3-4-5)	84.173	13430	259,589
IDEA Quality Assurance & Focused Monitoring	84.027A	13693	19,146

See accompanying note to supplementary information.

CAJON VALLEY UNION SCHOOL DISTRICT
SCHEDULE OF AVERAGE DAILY ATTENDANCE (ADA)
FOR THE YEAR ENDED JUNE 30, 2024

	Second Period Report Data ID: D0680610	Annual Report Data ID: 54F676EC
SCHOOL DISTRICT		
TK/K through Third		
Regular ADA		

The charter school did not generate any nonclassroom-based ADA during the year ended June 30, 2023.

See accompanying note to supplementary information.

CAJON VALLEY UNION SCHOOL DISTRICT
SCHEDULE OF INSTRUCTIONAL TIME
FOR THE YEAR ENDED JUNE 30, 2024

Grade Level	Minutes Requirement	2023-24 Actual Minutes	Number of Days	Status
Kindergarten	36,000	55,335	180	Complied
Grade 1	50,400	53,460	180	Complied
Grade 2	50,400	53,460	180	Complied
Grade 3	50,400	53,460	180	Complied
Grade 4	54,000	55,260	180	Complied
Grade 5	54,000	55,260	180	Complied
Grade 6	54,000	55,260	180	Complied
Grade 7	54,000	55,260	180	Complied
Grade 8	54,000	55,260	180	Complied

BOSTONIA GLOBAL CHARTER SCHOOL

Grade Level	Minutes Requirement	2023-24 Actual Minutes	Number of Days	Status
Kindergarten	36,000	48,720	180	Complied
Grade 1	50,400	51,200	180	Complied
Grade 2	50,400	51,200	180	Complied
Grade 3	50,400	51,200	180	Complied
Grade 4	54,000	54,960	180	Complied
Grade 5	54,000	54,960	180	Complied
Grade 6	54,000	54,960	180	Complied
Grade 7	54,000	55,675	180	Complied
Grade 8	54,000	55,675	180	Complied
Grade 9	64,800	66,000	180	Complied
Grade 10	64,800	66,000	180	Complied
Grade 11	64,800	66,000	180	Complied
Grade 12	64,800	66,000	180	Complied

See accompanying note to supplementary information.

The General Fund ending fund balance has increased by $44,186,409 over the past two years. However, the fiscal year 2024-25 budget projects a decrease of $1,114,666.

See accompanying note to supplementary information.

CAJON VALLEY UNION SCHOOL DISTRICT
RECONCILIATION OF ANNUAL FINANCIAL AND BUDGET REPORT WITH AUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2024

	General Fund	Special Reserve Fund for Other Than Capital Outlay Projects
June 30, 2024, annual financial and budget report fund balance	$ 121,217,343	$ 9,213,439
Adjustments and reclassifications:		
Increase (decrease) in total fund balances:		
Fund balance transfer (GASB 54)	9,213,439	(9,213,439)
Net adjustments and reclassifications	9,213,439	(9,213,439)
June 30, 2024, audited financial statement fund balance	$ 130,430,782	$ -

	Internal Service Fund
June 30, 2024, annual financial and budget report fund balance	$ 6,472,757
Adjustments and reclassifications:	
Increase (decrease) in total fund balances:	
Net pension liability (GASB 68)	145,048
Deferred outflows of resources related to pensions (GASB 68)	(98,864)
Deferred inflows of resources related to pensions (GASB 68)	7,454
Total OPEB liability (GASB 75)	19,930
June 30, 2024, audited financial statement net position	$ 6,546,325

See accompanying note to supplementary information.

CAJON VALLEY UNION SCHOOL DISTRICT
COMBINING BALANCE SHEET
JUNE 30, 2024

	Student Activity Fund	Child Development Fund	Cafeteria Fund	Capital Facilities Fund	County School Facilities Fund	Special Reserve Fund for Capital Outlay Projects	Bond Interest and Redemption Fund	Non-Major Governmental Funds
ASSETS								
Cash and investments	$ 133,685	$ 3,769,624	$ 10,578,223	$ 1,095,719	$ -	$ 7,313,226	$ 20,310,200	$ 43,200,677
Accounts receivable	-	206,293	3,587,008	28,626	-	90,347	-	3,912,274
Due from other funds	-	37	-	24,437	-	1,000,000	-	1,024,474
Stores inventory	-	-	307,180	-	-	-	-	307,180
Total Assets	$ 133,685	$ 3,975,954	$ 14,472,411	$ 1,148,782	$ -	$ 8,403,573	$ 20,310,200	$ 48,444,605
LIABILITIES								
Accrued liabilities	$ -	$ 26,913	$ 708,665	$ 51,807	$ -	$ 6,590	$ -	$ 793,975
Due to other funds	-	163,885	432,287	-	-	-	-	596,172
Unearned revenue	-	-	20,307	-	-	-	-	20,307
Total Liabilities	-	190,798	1,161,259	51,807	-	6,590	-	1,410,454
FUND BALANCES								
Non-spendable	-	-	307,180	-	-	-	-	307,180
Restricted	133,685	3,785,156	13,003,972	1,096,975	-	8,396,983	20,310,200	46,726,971
Total Fund Balances	133,685	3,785,156	13,311,152	1,096,975	-	8,396,983	20,310,200	47,034,151
Total Liabilities and Fund Balances	$ 133,685	$ 3,975,954	$ 14,472,411	$ 1,148,782	$ -	$ 8,403,573	$ 20,310,200	$ 48,444,605

See accompanying note to supplementary information.

See accompanying note to supplementary information.

NOTE 1 t PURPOSE OF SCHEDULES

Schedule of Expenditures of Federal Awards

The accompanying Schedule of Expenditures of Federal Awards includes the Federal grant activity of the District and is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements,

OTHER INFORMATION

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REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER

Purpose of this Report

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

San Diego, California
December 12, 2024

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 Cajon Valley Union School District's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, Government Auditing Standards, and the Uniform Guidance will always detect a material noncompliance when it exists. The risk of not detecting a material noncompliance 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. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user of the report on compliance about Cajon Valley Union School District's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards and 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 Cajon Valley Union School District
  to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of Cajon Valley Union School District
  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 purp ose of expressing an opinion on the effectiveness of Cajon Valley Union School District
  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 duri ng 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 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.

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.

San Diego, California
December 12, 2024

PROGRAM NAME	PROCEDURES PERFORMED
School Districts, County Offices of Education, and Charter Schools	
Proposition 28 Arts and Music in Schools	Yes
After/Before School Education and Safety Program	Yes
Proper Expenditure of Education Protection Account Funds	Yes
Unduplicated Local Control Funding Formula Pupil Counts	Yes
Local Control and Accountability Plan	Yes
Independent Study-Course Based	Not Applicable
Immunizations	Yes
Educator Effectiveness	Yes
Expanded Learning Opportunities Grant (ELO-G)	Yes
Career Technical Education Incentive Grant	Not Applicable
Expanded Learning Opportunities Program	Yes

year, the District did not participate in the program during the current fiscal year, or the program applies to a different type of local education agency.

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

Report on Internal Control Over Compliance

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

Responsibilities for the Audit of State Compliance section 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.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

FINANCIAL STATEMENTS	
Type of auditors' report issued:	Unmodified
Internal control over financial reporting:	
Material weakness(es) identified?	No
Significant deficiency(ies) identified?	None Reported
Non-compliance material to financial statements noted?	No
FEDERAL AWARDS	
Internal control over major program:	
Material weakness(es) identified?	No
Significant deficiency(ies) identified?	None Reported
Type of auditors' report issued:	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:	

AL Number(s)	Name of Federal Program or Cluster
84.027, 84.027A, 84.173, 84.173A	Special Education Cluster
84.425, 84.425U	Education Stabilization Fund Discretionary Grants

Dollar threshold used to distinguish between Type A and Type B programs:	$ 1,764,679
Auditee qualified as low-risk auditee?	Yes
STATE AWARDS	
Internal control over state programs:	
Material weaknesses identified?	No
Significant deficiency(ies) identified?	None Reported
Any audit findings disclosed that are required to be reported in accordance with 2023-24 Guide for Annual Audits of California K-12 Local Education Agencies?	No
Type of auditors' report issued on compliance for state programs:	Unmodified

CAJON VALLEY UNION SCHOOL DISTRICT
FINANCIAL STATEMENT FINDINGS
FOR THE YEAR ENDED JUNE 30, 2024

FIVE DIGIT CODE	AB 3627 FINDING TYPE
20000	Inventory of Equipment
30000	Internal Control

There were no financial statement findings for the year ended June 30, 2024.

CAJON VALLEY UNION SCHOOL DISTRICT
FEDERAL AWARD FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2024

FIVE DIGIT CODE	AB 3627 FINDING TYPE
50000	Federal Compliance

There were no federal award findings or questioned costs for the year ended June 30, 2024.

CAJON VALLEY UNION SCHOOL DISTRICT
STATE AWARD FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2024

FIVE DIGIT CODE	AB 3627 FINDING TYPE
10000	Attendance
40000	State Compliance
42000	Charter School Facilities Programs
43000	Apprenticeship: Related and Supplemental Instruction
60000	Miscellaneous
61000	Classroom Teacher Salaries
62000	Local Control Accountability Plan
70000	Instructional Materials
71000	Teacher Misassignments
72000	School Accountability Report Card

There were no state award findings or questioned costs for the year ended June 30, 2024.

CAJON VALLEY UNION SCHOOL DISTRICT
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED JUNE 30, 2024

There were no findings or questioned costs for the year ended June 30, 2023.