

BEAUMONT UNIFIED SCHOOL DISTRICT

RIVERSIDE COUNTY
BEAUMONT, CALIFORNIA

ANNUAL FINANCIAL STATEMENTS
WITH REPORT OF INDEPENDENT
CERTIFIED PUBLIC ACCOUNTANT

JUNE 30, 2024

JLG
Jeanette L. Garcia & Associates
CERTIFIED PUBLIC ACCOUNTANT

BEAUMONT UNIFIED SCHOOL DISTRICT
TABLE OF CONTENTS
 JUNE 30, 2024

	<u>PAGE</u>
<u>INTRODUCTORY SECTION</u>	
TABLE OF CONTENTS	i
<u>FINANCIAL SECTION</u>	
INDEPENDENT AUDITOR’S REPORT	1
MANAGEMENT’S DISCUSSION AND ANALYSIS	4
FINANCIAL STATEMENTS	
Government-Wide Financial Statements:	
Statement of Net Position	Exhibit A 11
Statement of Activities	Exhibit B 12
Fund Financial Statements:	
Balance Sheet - Governmental Funds	Exhibit C 13
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position	Exhibit D 14
Statement of Revenues, Expenditures and Changes in Fund Balances-Governmental Funds	Exhibit E 15
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances to the Statement of Activities	Exhibit F 16
Statement of Fiduciary Net Position	Exhibit G 17
Statement of Changes in Fiduciary Net Position	Exhibit H 18
NOTES TO FINANCIAL STATEMENTS	19
<u>REQUIRED SUPPLEMENTARY INFORMATION SECTION</u>	
Budgetary Comparison Schedule:	
General Fund	59
Other Postemployment Benefits (OPEB) Last Ten Fiscal Years:	
Schedule of Changes in the District’s Total OPEB Liability and Related Ratios	60
Schedule of OPEB Contributions	62
Schedule of the District’s Proportionate Share of The Net Liability- MPP Program	63
CalPERS/CalSTRS Last Ten Fiscal Years:	
CalPERS Schedule of the District’s Proportionate Share of the Net Pension Liability	64
CalSTRS Schedule of the District’s Proportionate Share of the Net Pension Liability	65
CalPERS Schedule of District Contributions	66
CalSTRS Schedule of District Contributions	67
Notes to the Required Supplementary Information	68

BEAUMONT UNIFIED SCHOOL DISTRICT
TABLE OF CONTENTS
 JUNE 30, 2024

	<u>PAGE</u>
<u>SUPPLEMENTARY INFORMATION SECTION</u>	
COMBINING FINANCIAL STATEMENTS - NONMAJOR	
<u>Governmental Funds - Nonmajor</u>	
Combining Balance Sheet	Statement 1 70
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	Statement 2 71
<u>Special Revenue Funds - Nonmajor</u>	
Combining Balance Sheet	Statement 3 72
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	Statement 4 73
<u>Capital Projects Funds - Nonmajor</u>	
Combining Balance Sheet	Statement 5 74
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	Statement 6 75
SUPPLEMENTARY SCHEDULES	
Board of Trustees and Organization	Schedule 1 76
Schedule of Average Daily Attendance	Schedule 2 77
Schedule of Instructional Time	Schedule 3 78
Schedule of Financial Trends and Analysis	Schedule 4 79
Schedule of Expenditures of Federal Awards	Schedule 5 80
Reconciliation of Annual Financial and Budget Report Form with Audited Financial Statements	Schedule 6 82
Schedule of Charter Schools	Schedule 7 83
NOTES TO SUPPLEMENTARY INFORMATION	84
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	85
REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE	87
REPORT ON STATE COMPLIANCE AND ON INTERNAL CONTROL OVER COMPLIANCE	90
<u>FINDINGS AND RECOMMENDATIONS SECTION</u>	
SCHEDULE OF AUDIT FINDINGS AND QUESTIONED COSTS	94
STATUS OF PRIOR YEAR FINDINGS AND RECOMMENDATIONS	96

Financial Section



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INDEPENDENT AUDITOR'S REPORT

To the Governing Board
Beaumont Unified School District
Beaumont, California

Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Beaumont Unified School District, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which comprise the Beaumont Unified School District's basic financial statements as listed in the table of contents.

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 Beaumont Unified School District, as of June 30, 2024, 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 Beaumont Unified School District and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

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

Member:

American
Institute of
Certified Public
Accountants

California
Society of
Certified Public
Accountants

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 Beaumont Unified School District's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may arise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether 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 guarantee that and 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 judgement 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 judgement 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 Beaumont Unified School District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude, whether, in our judgement, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Beaumont Unified School District's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope of 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 10, General Fund Budgetary Comparison Schedule on page 59, Schedule of Changes in the District's Total OPEB Liability and Related Ratios on page 60-61, Schedules of OPEB Contributions on page 62, Schedules of the District's Proportionate Share of the Net Pension Liability – MPP Program on page 63 and Schedules of the District's Proportionate Share of the Net Pension Liability and Contributions on pages 64 through 67 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with GAAS, which consisted of inquires of management about the methods of preparing the information and comparing the information for consistency with management's response 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 Beaumont Unified School District's basic financial statements. The accompanying combining and individual nonmajor fund financial statements, and schedule of expenditures of federal awards as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, are presented for purposes of additional analysis and are not a required part of the basic financial statements. The accompanying other supplemental information is presented for purposes of additional analysis as required by the *2023-24 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*, published by the Education Audit Appeals Panel, and is also not a required part of the basic financial statements.

Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with GAAS. In our opinion, the combining and individual nonmajor fund financial statements, other supplementary information, and schedule of expenditures of federal awards 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 4, 2024, on our consideration of the Beaumont Unified School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Beaumont Unified School District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Beaumont Unified School District's internal control over financial reporting and compliance.



San Bernardino, California
December 4, 2024

BEAUMONT UNIFIED SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION & ANALYSIS
For the Fiscal Year Ended
June 30, 2024

INTRODUCTION

The Management's Discussion and Analysis of Beaumont Unified School District's financial performance provides an overall review of the District's financial activities for the fiscal year ended June 30, 2024. The intent of the analysis is to look at the District's financial performance as a whole; readers should also review the auditor's letter, notes to the basic financial statements and the basic government-wide financial statements to enhance their understanding of the District's financial performance.

USING THE COMPREHENSIVE ANNUAL FINANCIAL REPORT

- This comprehensive annual financial report consists of a series of financial statements and notes to those statements. The statements are organized so the reader can understand the Beaumont Unified School District as a whole, and then proceed to provide an increasingly detailed look at specific financial activities.
- The "Statement of Net Position" and "Statement of Activities" provide information about the activities of the whole district, presenting both an aggregate view of the District's finances and a longer-term view of those finances. "Fund Financial Statements" provide the next level of detail. For governmental funds, these statements tell how services were financed in the short-term as well as what remains for future spending. The fund financial statements also look at the District's major funds with all special revenue funds and other non-major funds.
- The major funds for Beaumont Unified School District are the General Fund, Building Fund and the Bond Interest and Redemption Fund.
- The Management's Discussion and Analysis is provided to assist our citizens, taxpayers and investors in reviewing the District's finances.

FINANCIAL HIGHLIGHTS

- The Beaumont Unified School District's Government-Wide Statement of Net Position shows Total Net Position of \$185,672,164, the result of assets and deferred outflows of resources of \$535,452,120, less liabilities and deferred inflows of resources of \$349,482,956.
- The District implemented GASB Statement No. 68, which requires the District to report its proportionate share of the Net Pension Liabilities of CalPERS and CalSTRS. At June 30, 2024, the District's proportionate share of the Net Pension Liabilities was \$133,438,211.
- The District implemented GASB Statement No. 75, which requires the District to report the Net OPEB liability. At June 30, 2024, the District's Net OPEB liability was \$15,202,248.
- General revenues accounted for \$172,577,977 in revenue or 71% of all revenues. Program specific revenues in the form of charges for services, grants and contributions accounted for \$70,656,270 or 29% of total revenues of \$243,234,247.
- The District had \$241,591,431 in expenses related to governmental activities; \$70,656,270 of these expenses were offset by program specific revenues in the form of charges for services, grants and contributions. General revenues (primarily unrestricted federal and state aid and property taxes) of \$172,577,977 provided a change in Net Position of \$1,642,816.
- The General Fund reported a positive fund balance of \$70,911,366.

BEAUMONT UNIFIED SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION & ANALYSIS
For the Fiscal Year Ended
June 30, 2024

REPORTING THE DISTRICT AS A WHOLE

▪ THE STATEMENT OF NET POSITION AND STATEMENT OF ACTIVITIES

One of the most important questions asked about the District's finances is, "Is the District better off or worse off as a result of the year's activities?" "The Statement of Net Position" and "The Statement of Activities" report information about the District as a whole and about its activities in a manner that helps to answer this question. These statements include all assets and liabilities using the accrual basis of accounting similar to the accounting used by private sector corporations. All of the current year's revenues and expenses are taken into consideration regardless of when cash is received or paid.

These two statements report the District's net position and changes in it. The change in net position provides the reader a tool to assist in determining whether the District's financial health is improving or deteriorating. However, the Beaumont Unified School District's goal is to provide services to our students, not to generate profits as commercial entities do. The reader will need to consider other non-financial factors as well as factors such as property tax base, current property tax laws, student enrollment growth and facility conditions in arriving at their conclusion regarding the overall health of the District.

In the "Statement of Net Position" and the "Statement of Activities," the District is divided into two distinct kinds of activities:

- Governmental Activities – Most of the District's programs and services are reported here, including instruction, pupil services including transportation and food services, administration, plant services, facilities acquisition and construction, interest on the long-term debt and other services.
- Business-Type Activities – These services are provided on a charge for goods or services basis to recover all of the expenses of the goods or services provided. Beaumont Unified School District does not have any of these types of activities at this time.

▪ FUND FINANCIAL STATEMENTS

The fund financial statements provide detailed information about the most significant funds, not the District as a whole. Some funds are required to be established by State statute, while many other funds are established by the District to help manage money for particular purposes and compliance with various grant provisions.

▪ GOVERNMENTAL FUNDS

All of the District's activities are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end available for spending in future periods. These funds are reported using an accounting method called modified accrual accounting. Governmental fund statements provide a detailed short-term view of the District's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or less financial resources available to spend in the near future to finance the District's programs. The relationship (or differences) between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds is reconciled in the financial statements. Governmental funds include most of the primary funds of the District.

BEAUMONT UNIFIED SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION & ANALYSIS
For the Fiscal Year Ended
June 30, 2024

▪ FIDUCIARY FUNDS

Fiduciary funds are used to account for resources held for the benefit of parties outside the governmental entity. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the District's own programs.

The Beaumont Unified School District is the trustee, or fiduciary, for its Pension Trust Fund and for the CFD Custodial Fund. All of the District's fiduciary activities are reported in a separate Statement of Fiduciary Net Pension. We exclude these activities from the District's other financial statements because the District cannot use these assets to finance its operations. The Beaumont Unified School District is responsible for ensuring that the assets reported in these funds are used for their intended purpose.

▪ NOTES TO THE FINANCIAL STATEMENTS

The notes provide additional information that is essential for a full understanding of the data provided in the government-wide and fund financial statements.

▪ THE DISTRICT AS A WHOLE

The "Statement of Net Position" provides the perspective of the District as a whole.

Table 1 provides a summary of the District's net position for fiscal years 2023-24 and 2022-23.

Table 1 - Net Position

	Governmental Activities		%
	2024	2023*	
Current and Other Assets	\$ 158,309,229	\$ 149,161,769	6.1
Capital Assets	327,438,671	316,646,080	3.4
Total Assets	485,747,900	465,807,849	4.3
Deferred Outflows of Resources	49,407,220	39,855,883	24.0
Current Liabilities	18,049,463	16,295,781	10.8
Long-Term Debt	322,571,026	282,138,150	14.3
Total Liabilities	340,620,489	298,433,931	14.1
Deferred Inflows of Resources	8,862,467	23,200,453	(61.8)
Net Position			
Net Investment in Capital Assets	155,048,326	165,988,241	(6.6)
Restricted	91,305,381	128,535,266	(29.0)
Unrestricted	(60,681,543)	(110,494,159)	45.1
Total Net Position	\$ 185,672,164	\$ 184,029,348	0.9

* Restated.

BEAUMONT UNIFIED SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION & ANALYSIS
For the Fiscal Year Ended
June 30, 2024

Table 2 shows the changes in net position for fiscal years 2023-24 and 2022-23.

Table 2 - Changes in Net Position

	Governmental Activities		%
	2024	2023	
Revenues			
<i>Program Revenues:</i>			
Charges for Services	\$ 4,900,739	\$ 7,135,879	(31.3)
Operating Grants and Contributions	65,755,527	75,563,052	(13.0)
Capital Grants and Contributions	4	328	(98.8)
<i>General Revenues:</i>			
Unrestricted Federal and State Sources	118,410,019	99,626,320	18.9
Property Taxes	46,631,875	42,483,115	9.8
Other General Revenues	7,536,083	3,280,600	129.7
Total Revenues	<u>243,234,247</u>	<u>228,089,294</u>	6.6
Expenses			
Instruction	146,848,771	141,006,850	4.1
Pupil Services	32,978,585	29,437,118	12.0
Administration	13,767,014	12,719,643	8.2
Maintenance and Operations	26,643,815	21,875,309	21.8
Other	21,353,246	17,402,283	22.7
Total Expenses	<u>241,591,431</u>	<u>222,441,203</u>	8.6
Change in Net Position	<u>\$ 1,642,816</u>	<u>\$ 5,648,091</u>	(70.9)

▪ **GOVERNMENTAL ACTIVITIES**

Charges for services and operating grants and contributions made up 29% of revenues for governmental activities. General revenues not restricted to specific programs made up 71% of the total revenues available.

Instruction-related activities made up 61% of expenses. Pupil services including home-to-school transportation and food services made up 14%. Administration including data processing made up 5%. Maintenance and operations made up 11% and other miscellaneous made up 9%.

The "Statement of Activities" shows the cost of program services and the charges for services and grants offsetting those services.

BEAUMONT UNIFIED SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION & ANALYSIS
For the Fiscal Year Ended
June 30, 2024

Table 3 shows the total cost of services and the net cost of services for fiscal years 2023-24 and 2022-23. That is, it identifies the cost of these services supported by tax revenue and unrestricted state entitlements.

Table 3 - Total and Net Cost of Governmental Activity

	Total Cost			
	2024	%	2023	%
Instruction	\$ 146,848,771	61	\$ 141,006,850	63
Pupil Services	32,978,585	14	29,437,118	13
Administration	13,767,014	5	12,719,643	6
Maintenance and Operations	26,643,815	11	21,875,309	10
Other	21,353,246	9	17,402,283	8
Total	\$ 241,591,431	100	\$ 222,441,203	100
	Net Cost			
	2024	%	2023	%
Instruction	\$ 113,872,093	67	\$ 95,246,716	68
Pupil Services	16,715,551	10	13,781,437	10
Administration	11,117,095	6	9,490,067	7
Maintenance and Operations	15,964,046	9	12,878,710	9
Other	13,266,376	8	8,345,014	6
Total	\$ 170,935,161	100	\$ 139,741,944	100

GENERAL FUND BUDGET INFORMATION

The District's budget is prepared in accordance with California law and is based on accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances. The most significant budgeted fund is the General Fund.

The District begins the budget process in January of each year. By law, the Governing Board must adopt a Final Budget by July 1. A public hearing is held and the board adopts the Budget in late June. During the course of the fiscal year, the District revises its budget as it deals with changes in revenues and expenditures. Adjustments made to the budget include revisions at First Interim, which is normally presented in December, and Second Interim, which is normally presented in March, at which time the budgets are presented for approval.

▪ **GENERAL FUND BUDGET VARIATIONS**

Budgets are revised at year-end to agree to the actual revenues and expenditures. As a result, there are no significant variances between the final budget and actual revenues and expenditures.

There are several reasons for expenditure budget revisions. Most notable is "rebudgeting" of budgeted but unspent dollars from previous years. The original budget does not presume negotiated salary increases. Also, any changes in the number of staff and/or staff utilization of health and welfare benefits that vary from the original projections would also require budget revisions.

BEAUMONT UNIFIED SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION & ANALYSIS
For the Fiscal Year Ended
June 30, 2024

The implementation of new instructional programs can also affect budget projections. New academically focused programs will impact expenditures in personnel, instructional materials, outside services and supplies.

▪ CAPITAL ASSETS AND DEBT ADMINISTRATION

• CAPITAL ASSETS

At the end of the fiscal year 2023-24, the District had \$327,438,671 invested in land, buildings, furniture, and equipment. Table 4 shows fiscal year 2023-24 and 2022-24 balances.

Table 4 - Capital Assets at Year-End (Net of Depreciation)

	Governmental Activities	
	2024	2023
Land	\$ 30,844,442	\$ 30,844,442
Buildings and Site Improvements	185,488,843	177,807,659
Furniture and Equipment	13,839,227	10,649,440
Work in Progress	97,001,649	96,976,509
Leased Assets	264,510	368,030
Total	\$ 327,438,671	\$ 316,646,080

• DEBT

At June 30, 2024, the Beaumont Unified School District had \$322,571,026 in debt outstanding. Table 5 summarizes these debts.

Table 5 - Outstanding Debt at Year-End

	Governmental Activities	
	2024	2023*
Long-Term Liabilities		
General Obligation Bonds	\$ 144,173,600	\$ 129,575,545
Private Placement Debt Issuances	4,572,773	5,351,386
Unamortized Premiums	7,625,032	7,069,055
Lease Liability	258,940	356,854
Community Facilities District	15,760,000	8,305,000
Compensated Absences	800,794	698,198
Supplemental Employee Retirement Plan	739,428	1,109,142
Net OPEB Liability	15,202,248	14,376,139
Net Pension Liability	133,438,211	115,296,831
Total	\$ 322,571,026	\$ 282,138,150

* Restated.

BEAUMONT UNIFIED SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION & ANALYSIS
For the Fiscal Year Ended
June 30, 2024

FOR THE FUTURE

The Governing Board has made, as their top priority, a commitment to fiscal solvency; maintaining responsible reserves while protecting educational and instructional programs. With careful planning and monitoring of the financial condition, Beaumont Unified School District is confident that we can continue to provide a quality education for our students and meet the challenges of the future.

▪ CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, 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 additional financial information, contact the Chief Business Official, at Beaumont Unified School District, 350 West Brookside Avenue, Beaumont, California, 92223, or email at ssanmartin@beaumontusd.k12.ca.us.

BEAUMONT UNIFIED SCHOOL DISTRICT
STATEMENT OF NET POSITION
 JUNE 30, 2024

	GOVERNMENTAL ACTIVITIES
<u>ASSETS</u>	
Cash	\$ 146,722,330
Accounts Receivable (Note 3)	10,963,157
Inventory	238,537
Prepaid Expenses	385,205
Total Current Assets	158,309,229
Capital Assets: (Note 6)	
Land	30,844,442
Site Improvements	37,387,973
Buildings	248,992,019
Furniture and Equipment	25,744,802
Work in Progress	97,001,649
Less Accumulated Depreciation	(112,796,724)
Lease Assets	597,313
Less Accumulated Amortization	(332,803)
Total Capital Assets	327,438,671
TOTAL ASSETS	485,747,900
<u>DEFERRED OUTFLOWS OF RESOURCES</u> (Notes 12 and 15)	49,407,220
<u>LIABILITIES</u>	
Accounts Payable and Other Current Liabilities	16,115,645
Unearned Revenue	1,933,818
Total Current Liabilities	18,049,463
Long-Term Liabilities: (Note 8)	
Portion Due or Payable Within One Year	3,370,746
Portion Due or Payable After One Year	319,200,280
Total Long-Term Liabilities	322,571,026
TOTAL LIABILITIES	340,620,489
<u>DEFERRED INFLOWS OF RESOURCES</u> (Notes 12 and 15)	8,862,467
<u>NET POSITION</u>	
Net Investment in Capital Assets	155,048,326
Restricted for:	
Capital Projects	41,713,458
Debt Service	15,900,736
Educational Programs	19,497,991
Other Purposes (Expendable)	13,680,160
Other Purposes (Nonexpendable)	513,036
Unrestricted	(60,681,543)
TOTAL NET POSITION	\$ 185,672,164

The Notes to Financial Statements are an integral part of this statement.

BEAUMONT UNIFIED SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
 FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Activities	Expenses	Program Revenues			Net (Expenses)
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Revenues and Changes in Net Position
					Total Governmental Activities
Governmental:					
Instruction	\$ 125,639,587	\$ 411,705	\$ 29,566,374	\$ 4	\$ (95,661,504)
Instruction-Related Services:					
Supervision of Instruction	6,532,916	619	1,801,838	-	(4,730,459)
Instructional Library, Media and Technology	1,239,869	-	27,049	-	(1,212,820)
School Site Administration	13,436,399	258,351	910,738	-	(12,267,310)
Pupil Services:					
Home-to-School Transportation	2,656,691	-	21,312	-	(2,635,379)
Food Services	8,595,207	191,758	10,084,633	-	1,681,184
All Other Pupil Services	21,726,687	134,670	5,830,661	-	(15,761,356)
General Administration:					
Data Processing	4,119,564	-	35,577	-	(4,083,987)
All Other General Administration	9,647,450	103,066	2,511,276	-	(7,033,108)
Plant Services	26,643,815	1,958,938	8,720,831	-	(15,964,046)
Ancillary Services	2,705,676	-	1,218,116	-	(1,487,560)
Community Services	72,647	-	623	-	(72,024)
Enterprise Activities	12,423	-	-	-	(12,423)
Interest on Long-Term Debt	7,242,480	-	-	-	(7,242,480)
Other Outgo	11,320,020	1,841,632	5,026,499	-	(4,451,889)
Total Governmental Activities	\$ 241,591,431	\$ 4,900,739	\$ 65,755,527	\$ 4	(170,935,161)
General Revenues:					
Taxes:					
Property Taxes, levied for general purposes					36,707,609
Property Taxes, levied for debt service					9,227,895
Property Taxes, levied for other specific purposes					696,371
Federal and State Aid not restricted to specific purposes					118,410,019
Interest and Investment Earnings					4,229,658
Interagency Revenues					145,703
Miscellaneous					3,160,722
Total General Revenues					172,577,977
Change in Net Position					1,642,816
Net Position - July 1, 2023, as Previously Reported					189,054,473
Adjustment for Restatement (Note 19)					(5,025,125)
Net Position - July 1, 2023, as Restated					184,029,348
Net Position - June 30, 2024					\$ 185,672,164

The Notes to Financial Statements are an integral part of this statement.

BEAUMONT UNIFIED SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
 JUNE 30, 2024

	GENERAL FUND	BUILDING FUND	BOND INTEREST AND REDEMPTION FUND	ALL OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
ASSETS					
Cash (Note 2)					
Cash in County Treasury	\$ 74,052,154	\$ 15,447,715	\$ 15,900,736	\$ 36,393,984	\$ 141,794,589
Cash on Hand and in Banks	22,780	-	-	845,159	867,939
Cash In Revolving Fund	10,000	-	-	-	10,000
Cash with Fiscal Agent	-	-	-	4,049,802	4,049,802
Account Receivable (Note 3)	7,253,489	176,356	-	3,533,312	10,963,157
Due From Other Funds (Note 4A)	691,539	(51)	-	37,210	728,698
Inventory	-	-	-	238,537	238,537
Prepaid Expenditures	385,205	-	-	-	385,205
TOTAL ASSETS	\$ 82,415,167	\$ 15,624,020	\$ 15,900,736	\$ 45,098,004	\$ 159,037,927
LIABILITIES AND FUND BALANCES					
Liabilities					
Accounts Payable	\$ 10,079,510	\$ 1,986,801	\$ -	\$ 1,985,550	\$ 14,051,861
Due to Other Funds (Note 4A)	38,883	-	-	689,815	728,698
Unearned Revenue	1,385,408	-	-	548,410	1,933,818
Total Liabilities	11,503,801	1,986,801	-	3,223,775	16,714,377
Fund Balances (Note 5)					
Nonspendable	395,206	-	-	117,830	513,036
Restricted	19,497,991	13,637,219	15,900,736	40,601,931	89,637,877
Committed	40,985,785	-	-	-	40,985,785
Assigned	3,538,669	-	-	1,154,468	4,693,137
Unassigned	6,493,715	-	-	-	6,493,715
Total Fund Balances	70,911,366	13,637,219	15,900,736	41,874,229	142,323,550
TOTAL LIABILITIES AND FUND BALANCES	\$ 82,415,167	\$ 15,624,020	\$ 15,900,736	\$ 45,098,004	\$ 159,037,927

The Notes to Financial Statements are an integral part of this statement.

BEAUMONT UNIFIED SCHOOL DISTRICT
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE
SHEET TO THE STATEMENT OF NET POSITION
 JUNE 30, 2024

Total Fund Balances - Governmental Funds	\$ 142,323,550
Amounts reported for government activities in the statement of net position are different because:	
In governmental funds, only current assets are reported. In the statement of net position, all assets are reported, including capital assets and accumulated depreciation. The cost of the assets is \$440,568,198 and the accumulated depreciation is \$113,129,527.	327,438,671
In governmental funds, interest on long-term debt is not recognized until the period in which it matures and is paid. In the government-wide statements, it is recognized in the period that it is incurred. The additional liability for unmaturred interest payable on long-term debt is:	(2,063,783)
In governmental funds, only current liabilities are reported. In the statement of net position, all liabilities, including long-term liabilities, are reported. Long-term liabilities at year-end consist of:	
General Obligation Bonds	\$ 144,173,600
Private Placement Debt	4,572,773
Bond Premium	7,625,032
Lease Liability	258,940
Community Facilities District	15,760,000
Net OPEB Liability	15,202,248
Compensated Absences	800,794
Supplemental Employee Retirement	739,428
Net Pension Liability	133,438,211
	(322,571,026)
Deferred outflows of resources represent a consumption of net position in a future period and is not reported in the governmental funds. In the statement of net position, deferred outflows are:	
Deferred Charge on Refunding	746,776
Deferred outflows of resources related to pensions	46,338,422
Deferred inflows of resources related to OPEB	2,277,022
Deferred inflows of resources represent an acquisition of net position that applies to a future period and is not reported in the governmental funds. In the statement of net position, deferred inflows of resources are:	
Deferred outflows of resources related to Pensions	(5,242,317)
Deferred inflows of resources related to OPEB	(3,620,150)
Rounding	(1)
Total Net Position - Governmental Activities	\$ 185,627,164

The Notes to Financial Statements are an integral part of this statement.

BEAUMONT UNIFIED SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	GENERAL FUND	BUILDING FUND	BOND INTEREST AND REDEMPTION FUND	ALL OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
REVENUES					
Local Control Funding Formula Sources:					
State Apportionments	\$ 108,610,223	\$ -	\$ -	\$ -	\$ 108,610,223
Education Protection Account Funds	17,488,216	-	-	-	17,488,216
Local Sources	36,707,608	-	-	-	36,707,608
LCFF Transfers	(12,211,841)	-	-	-	(12,211,841)
Total Revenue Limit Sources	150,594,206	-	-	-	150,594,206
Federal Revenues	7,624,586	-	-	6,985,886	14,610,472
Other State Revenues	27,625,569	-	57,494	4,697,953	32,381,016
Other Local Revenues	21,203,541	303,581	9,768,794	13,939,439	45,215,355
Total Revenues	207,047,902	303,581	9,826,288	25,623,278	242,801,049
EXPENDITURES					
Instruction	124,045,186	-	-	1,564,151	125,609,337
Instruction-Related Services:					
Supervision of Instruction	6,529,904	-	-	3,000	6,532,904
Instructional Library, Media and Technology	1,240,701	-	-	-	1,240,701
School Site Administration	12,793,280	-	-	654,791	13,448,071
Pupil Services:					
Home-to-School Transportation	3,022,273	-	-	-	3,022,273
Food Services	14,270	-	-	8,838,693	8,852,963
All Other Pupil Services	21,648,500	-	-	10,143	21,658,643
General Administration:					
Data Processing	4,086,170	-	-	-	4,086,170
All Other General Administration	9,430,585	-	-	655,946	10,086,531
Plant Services	24,251,718	-	-	1,375,095	25,626,813
Facilities Acquisition and Construction	2,818,039	2,477,717	-	10,937,796	16,233,552
Ancillary Services	1,866,451	-	-	795,639	2,662,090
Community Services	71,834	-	-	-	71,834
Enterprise	12,067	-	-	-	12,067
Other Outgo	2,541,325	238,645	-	2,450,366	5,230,336
Debt Service:					
Principal	778,613	-	1,435,094	-	2,213,707
Interest	143,368	-	5,986,278	119,280	6,248,926
Total Expenditures	215,294,284	2,716,362	7,421,372	27,404,900	252,836,918
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(8,246,382)	(2,412,781)	2,404,916	(1,781,622)	(10,035,869)
OTHER FINANCING SOURCES (USES)					
Operating Transfers In (Note 4B)	450,046	-	-	503,707	953,753
Operating Transfers Out (Note 4B)	(503,707)	-	-	(450,046)	(953,753)
Proceeds from Sale of Bonds	-	16,050,000	-	-	16,050,000
All Other Financing Sources	-	-	989,177	6,460,070	7,449,247
All Other Financing Uses	-	-	-	(5,059,193)	(5,059,193)
Total Other Financing Sources (Uses)	(53,661)	16,050,000	989,177	1,454,538	18,440,054
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND OTHER SOURCES (USES)	(8,300,043)	13,637,219	3,394,093	(327,084)	8,404,185
FUND BALANCES - JULY 1, 2023,					
As previously Reported	79,211,409	-	12,506,643	42,341,438	134,059,490
Adjustment for Restatement (Note 19)	-	-	-	(140,125)	(140,125)
FUND BALANCES - JULY 1, 2023, As Restated	79,211,409	-	12,506,643	42,201,313	133,919,365
FUND BALANCES - JUNE 30, 2024	\$ 70,911,366	\$ 13,637,219	\$ 15,900,736	\$ 41,874,229	\$ 142,323,550

The Notes to Financial Statements are an integral part of this statement.

BEAUMONT UNIFIED SCHOOL DISTRICT
RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF
REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
TO THE STATEMENT OF ACTIVITIES
 FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Total Net Change in Fund Balances - Governmental Funds \$ 8,404,185

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

Capital outlays are reported in the governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. The difference between capital outlay expenditures and depreciation expense for the period is:

Expenditures for capital outlay	\$ 17,358,717	
Depreciation Expense	<u>(6,566,126)</u>	10,792,591

In governmental funds, proceeds from debt are recognized as Other Financing Sources.
 In the government-wide statements, proceeds from debt are reported as increases to liabilities. (24,529,177)

In governmental funds, repayments of long-term debt are reported as expenditures. In the government-wide statements, repayments of long-term debt are reported as reductions of liabilities. Expenditures for repayment of the principal portion of long-term debt were: 2,327,909

In governmental funds, interest on long-term debt is recognized in the period that it becomes due.
 In the government-wide statement of activities, it is recognized in the period that it is incurred. (1,010,405)

In governmental funds, OPEB costs are recognized when employer contributions are made. In the statement of activities, OPEB costs are recognized on the accrual basis. This year, the difference between OPEB costs and actual employer contributions was: (1,159,228)

In governmental funds, pension costs are recognized when employer contributions are made. In the statement of activities, pension costs are recognized on the accrual basis. 6,116,623

In the statement of activities, compensated absences (vacation) are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are measured by the amount of financial resources used (essentially, the amounts actually paid). (102,596)

In the government-wide statements, expenses must be accrued in connection with any liabilities incurred during the year that are not expected to be liquidated with current financial resources, such as supplemental retirement incentives. This year expenses incurred for such obligations were: 369,714

In government-wide statements, premiums on debt are amortized over the life of the debt. 433,200

Change in Net Position of Governmental Activities \$ 1,642,816

BEAUMONT UNIFIED SCHOOL DISTRICT
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	CUSTODIAL FUND	PENSION TRUST FUND	TOTAL
<u>ASSETS</u>			
Cash (Note 2)			
Cash with Fiscal Agent/Trustee	\$ 1,680,256	\$ 1,268,488	\$ 2,948,744
<u>LIABILITIES</u>			
Liabilities			
Accounts Payable	-	-	-
<u>NET POSITION</u>			
Restricted for Debt Service	1,680,256	-	1,680,256
Restricted for OPEB	-	1,268,488	1,268,488
Total Net Position	\$ 1,680,256	\$ 1,268,488	\$ 2,948,744

The Notes to Financial Statements are an integral part of this statement.

BEAUMONT UNIFIED SCHOOL DISTRICT
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
 FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	CUSTODIAL FUND	PENSION TRUST FUND	TOTAL
<u>ADDITIONS</u>			
Special Tax Assessment	\$ 387,063	\$ -	\$ 387,063
Investment Gain	-	24,283	24,283
Interest and Dividends	70	97,738	97,808
Other Revenues	855,526	-	855,526
Proceeds from Sales of Bonds	1,029,930	-	1,029,930
Total Additions	<u>2,272,589</u>	<u>122,021</u>	<u>2,394,610</u>
<u>DEDUCTIONS</u>			
Debt Service and Other Costs	893,986	-	893,986
Administrative Expense	79,710	14,755	94,465
Payments to Other Governments	603,939	-	603,939
Total Deductions	<u>1,577,635</u>	<u>14,755</u>	<u>1,592,390</u>
Change in Net Position	694,954	107,266	802,220
Net Position - July 1, 2023	<u>985,302</u>	<u>1,161,222</u>	<u>2,146,524</u>
Net Position - June 30, 2024	<u>\$ 1,680,256</u>	<u>\$ 1,268,488</u>	<u>\$ 2,948,744</u>

The Notes to Financial Statements are an integral part of this statement.

BEAUMONT UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the Beaumont Unified School District conform to accounting principles generally accepted in the United States of America as applicable to governments and to general practices within California school districts. The District accounts for its financial transactions in accordance with the policies and procedures of the Department of Education's California School Accounting Manual. The accounting policies of the District conform to accounting principles generally accepted in the United States of America as prescribed by the Governmental Accounting Standards Board and by the American Institute of Certified Public Accountants. The following is a summary of the significant accounting policies:

Fund Accounting

The accounts of the District are organized on the basis of funds or account groups, each of which is considered to be a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund balance or retained earnings, revenues and expenditures or expenses, as appropriate. District resources are allocated to and accounted for in individual funds based upon the purpose for which they are to be spent and the means by which spending activities are controlled. The District accounts are organized into major, nonmajor and fiduciary funds.

Major Governmental Fund:

General Fund is the general operating fund of the District. It is used to account for all financial resources except those required to be accounted for in another fund.

Building Fund is used to account for the District's participation in the construction and acquisition of buildings and equipment.

Bond Interest and Redemption Fund is used to account for the accumulation of resources for, and the repayment of, District bonds, interest, and related costs.

Nonmajor Governmental Funds:

Special Revenue Funds are used to account for the proceeds of specific revenue sources that are restricted or committed for purposes other than debt service and capital outlay and that compose a substantial portion of the fund's resources. The District maintains seven nonmajor special revenue funds.

- Student Activity Special Revenue Fund is used to account for governmental associated student body activities in accordance with GASB 84.
- Adult Fund is used to account for resources committed to adult education programs.
- Child Development Fund is used to account for resources committed to child development programs maintained by the District.
- Cafeteria Fund is used to account for revenues received and expenditures made to operate the District's food service operations.
- Deferred Maintenance Fund is used for the purpose of major repair or replacement of District property.

BEAUMONT UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

- Pupil Transportation Equipment Fund was established for the purpose of accumulating monies designated for the purchase of transportation equipment, including buses.
- Special Reserve Fund-Other than Capital Outlay is used to set aside funds to protect the District from unforeseen economic events. Due to the implementation of GASB 54, the Special Reserve Funds has been consolidated with the General Fund for reporting purposes.

Capital Projects Funds are used to account for the acquisition and/or construction of all major governmental general fixed assets. The District maintains five nonmajor capital projects funds.

- Capital Facilities Fund is used to account for resources from developer fees and expended for maintenance of District facilities.
- County School Facilities Fund is used to account for funds received from the State Allocation Board for construction of facilities.
- Special Reserve Fund is used to provide the accumulation of General Fund monies for capital outlay projects.
- CFD Capital Projects Fund is used to account for capital projects financed by Mello-Roos Community Facilities Districts and similar entities that are considered blended component unites of the District under generally accepted accounting principles (GAAP).
- Blended Component Unit - Capital Projects Fund is used to account for the transactions of the Community Facilities Districts.

Fiduciary Funds:

Custodial Funds are used to report fiduciary activities that are not held in a trust. The District maintains two custodial funds:

- Custodial Fund is used to account for the resources accumulated to pay principal and interest on Special Tax Bonds issued by the Community Facilities Districts.
- Pension Trust Fund is used to account for the irrevocable OPEB trust with the Public Agencies Post-Employment Benefits Trust.

Reporting Entities

The Beaumont Unified School District (the District) and the Beaumont Unified School District Community Facilities Districts (CFDs) Nos. 2018-1 and 2020-1 have a financial and operational relationship which meets the reporting entity definition criteria of the GASB Statement No. 14, The Financial Reporting Entity, for inclusion of the CFDs as component units of the District. Accordingly, the financial activities of the CFDs have been included in the financial statements of the District. The CFDs were created for the sole purpose of financing the purchase, construction, expansion or rehabilitation of certain real and other tangible property with an estimated useful life of five years or longer, including elementary and secondary school sites and structures, and other governmental facilities which the District is authorized by law to contract, own or operate in order to meet increased demands placed upon the District as a result of developments or rehabilitation occurring within the area covered by CFDs Nos. 2018-1 and 2020-1.

BEAUMONT UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

The following are those aspects of the relationship between the District and the CFDs which satisfy GASB Statement No. 14 criteria.

Oversight Responsibility:

1. The CFDs' legislative body is composed of the members of the District's Board of Trustees.
2. The District is able to impose its will upon the CFDs, based on the following:
 - All major financing arrangements, contracts, and other transactions of the CFDs must have the consent of the District.
 - The District exercises significant influence over operations of the CFDs. The facilities to be financed by the CFDs are determined by the District and all facilities financed by the CFDs will be owned and operated by the District.
3. The CFDs provide specific financial benefits or impose specific financial burdens on the District based on the following:
 - The major revenue sources of the CFDs are the special taxes levied on properties located in the Project areas. The rate of special taxes to be levied and collected is determined by the Board of Trustees of the District.

Financial Presentation

For financial presentation purposes, the CFDs' financial activity has been blended or combined with the financial data of the District. The financial statements present the CFDs' financial activity within the Custodial Fund and the CFD Capital Project Fund.

Basis of Presentation

Government-Wide Financial Statements:

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the District and its component units.

The government-wide statements are prepared using the economic resources measurement focus. This is the same approach used in the preparation of the proprietary fund and fiduciary fund financial statements but differs from the manner in which governmental fund financial statements are prepared. Governmental fund financial statements, therefore, include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for the governmental funds.

The government-wide statement of activities presents a comparison between direct expenses and program revenues for each function or program of the District's governmental activities. Direct expenses are those that are specifically associated with a service, program, or department and are therefore clearly identifiable to a particular function. The District does not allocate indirect expenses to functions in the statement of activities. Program revenues include charges paid by the recipients of goods or services offered by a program, as well as grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues which are not classified as program revenues are presented as general revenues of the District, with certain exceptions. The comparison of direct expenses with program revenues identifies the extent to which each governmental function is self-financing or draws from the general revenues of the District.

BEAUMONT UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

Fund Financial Statements:

Fund financial statements report detailed information about the District. The focus of governmental fund financial statements is on major funds rather than reporting funds by type. Each major governmental fund is presented in a separate column, and all nonmajor funds are aggregated into one column. Fiduciary funds are reported by fund type. The accounting and financial treatment applied to a fund is determined by its measurement focus. All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and current liabilities are generally included on the balance sheet. The Statement of Revenues, Expenditures and Changes in Fund Balances for these funds present increases (i.e., revenues and other financing sources) and decreases (i.e., expenditures and other uses) in net current assets.

Fiduciary funds are reported using the economic resources measurement focus.

Basis of Accounting

Basis of accounting refers to when revenues and expenditures, or expenses, are recognized in the accounts and reported in the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Fiduciary funds use the accrual basis of accounting.

Revenues – exchange and non-exchange transactions:

Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded under 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 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. For the District, “Available” means collectible within the current period or within one year after year-end.

Non-exchange transactions, in which the District receives value without directly giving equal value in return, include property taxes, grants, and entitlements. Revenue from grants and entitlements is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are to be used or the fiscal year when use is first permitted; matching requirements, in which the District must provide local resources to be used for a specific purpose; and expenditure requirements, in which the resources are provided to the District on a reimbursement basis. Under the modified accrual basis, revenue from non-exchange transactions must also be available before it can be recognized.

Unearned Revenue:

Unearned revenue arises when assets are received before revenue recognition criteria have been satisfied. Grants and entitlements received before eligibility requirements are met are recorded as unearned revenue. On governmental fund financial statements, receivables associated with non-exchange transactions that will not be collected within the availability period have also been recorded as unearned revenue.

BEAUMONT UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

Expenses/Expenditures:

On the accrual basis of accounting, expenses are recognized at the time a liability is incurred. On the modified accrual basis of accounting, expenditures are generally recognized in the accounting period in which the related fund liability is incurred, as under the accrual basis of accounting. However, under the modified accrual basis of accounting, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due. Allocations of cost, such as depreciation and amortization, are not recognized in the governmental funds.

When both restricted and unrestricted resources are available for use, it is the District's policy to use restricted resources first, then unrestricted resources as they are needed.

Budgets and Budgetary Accounting

Annual budgets are adopted on a basis consistent with accounting principles generally accepted in the United States of America for all governmental funds. By State law, the District's Board of Trustees must adopt a final budget no later than July 1. A public hearing must be conducted to receive comments prior to adoption. The District's Board of Trustees satisfied these requirements.

These budgets are revised by the District's Board of Trustees and District Superintendent during the year to give consideration to unanticipated income and expenditures. The final revised budget that is presented in the financial statements consists of the original Board approved documents plus all revisions through June 30, 2024.

Formal budgetary integration was employed as a management control device during the year for all budgeted funds. The District employs budget control by minor object and by individual appropriation accounts. Expenditures cannot legally exceed appropriations by major object account.

Accounting Estimates

The presentation of 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 reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures (expenses) during the reporting period. Actual results could differ from those estimates.

Encumbrances

Encumbrance accounting is used in all budgeted funds to reserve portions of applicable appropriations for which commitments have been made. Encumbrances are recorded for purchase orders, contracts, and other commitments when they are written. Encumbrances are liquidated when the commitments are paid. All outstanding encumbrances were liquidated at June 30.

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.

BEAUMONT UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2024

Inventory

Inventory in the Cafeteria Fund and the Student Activities Special Revenue Fund consists mainly of expendable supplies held for consumption. Inventories are recorded using the consumption method, in that inventory acquisitions are initially recorded in inventory (asset) accounts, and the cost is recorded as an expenditure at the time individual inventory items are requisitioned. Inventories are valued on the weighted average cost method. Reported inventories are equally offset by a fund balance reserve which indicates that these amounts are not “available for appropriation and expenditure” even though they are a component of net current assets.

Capital Assets

Capital assets purchased or acquired with an original cost of \$5,000 or more are reported at historical cost or estimated historical cost. Contributed assets are reported at fair market value as of the date received. Additions, improvements, and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. Depreciation on all assets is provided on the straight-line basis over the following estimated useful lives:

<u>Asset Class</u>	<u>Estimated Useful Life in Years</u>
Land	N/A
Playground Equipment	20
Office Furniture and Equipment	5-10
Computer Equipment	5
Licensed Vehicles	8
Land Improvements	20
School/Office Buildings	50
Construction in Progress	0
Portable Structures	25
Building Improvements/Personal Property	20
Audio/Visual Equipment	10
Food Services	15
Maintenance & Operations Vehicles/Equipment	15
Communications Equipment	10

Interfund Balances

On fund financial statements, receivables and payables resulting from short-term interfund loans are classified as “due to/from other funds.” These amounts are eliminated in the governmental activities columns of the statement of net position.

Compensated Absences

All vacation pay plus related payroll taxes is accrued when incurred in the government-wide financial statements. A liability for these amounts is reported in the governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

BEAUMONT UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

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

Net Position in the Government-Wide Financial Statements

In the government-wide Statement of Net Position, the net position amount can be classified and displayed in three components:

- Net Investment in Capital Assets – This consists of capital assets net of accumulated depreciation and reduced by any long-term borrowings that are attributable to the acquisition, construction or improvement of those assets. Deferred outflows of resources and deferred inflows of resources that are attributable to the acquisition, construction or improvement of those assets or related debt also should be included in this component of net position.
- Restricted – This consists of restricted assets reduced by liabilities and deferred inflows of resources related to those assets.
- Unrestricted – This consists of the net amount of the assets, deferred outflows of resources, liabilities and deferred inflows of resources that are not included in the determination of net investment in capital assets or the restricted component of net position.

The District applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted resources are available.

Fund Balance Designations

In the governmental funds Balance Sheet, fund balance amounts are reported within the fund balance categories below:

- Nonspendable – This is fund balance associated with revolving cash funds, inventories and prepaids.
- Restricted – This includes amounts that can be spent only for the specific purposes stipulated by constitution, external resource providers, or through enabling legislation.
- Committed – This includes amounts that can be used only for the specific purposes determined by a formal action of the Board of Trustees (the District's highest level of decision-making authority).
- Assigned – These funds are intended to be used by the government (District) for specific purposes but do not meet the criteria to be classified as restricted or committed.
- Unassigned – This is the residual classification for the General Fund and includes all spendable amounts not contained in the other classifications.

When fund balance resources are available for a specific purpose in multiple classifications, the District would use the most restrictive funds first.

Deferred Outflows and Deferred Inflows of Resources

Included in the Statement of Net Position are separate sections for deferred outflows and deferred inflows of resources.

BEAUMONT UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

Deferred outflows of resources is a consumption of net assets or net position that is applicable to a future reporting period. Deferred inflows of resources is an acquisition of net assets or net position that is applicable to a future reporting period. Deferred outflows and deferred inflows of resources have been reported as a result of recording the net pension liabilities and pension expense.

Pensions

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions and pension expense, information about the fiduciary net position of the CalPERS Schools Pool Cost-Sharing Multiple-Employer Defined Benefit Pension Plan (CalPERS Plan) and CalSTRS Schools Pool Cost-Sharing Multiple-Employer Defined Benefit Pension Plan (CalSTRS Plan) and additions to/deductions from the CalPERS Plan and CalSTRS Plan’s fiduciary net positions have been determined on the same basis as they are reported by the CalPERS Financial Office and CalSTRS Financial Office. For this purpose, benefit payments (including refunds of employee contributions) are recognized when currently due and payable in accordance with the benefit terms. Investments are reported at fair value.

GASB 68 requires that the reported results must pertain to liability and asset information within certain defined time frames. For this report, the following time frames are used:

Valuation Date	June 30, 2022
Measurement Date	June 30, 2023
Measurement Period	July 1, 2022 to June 30, 2023

Long-Term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the Statement of Net Position.

In the fund financial statements, governmental funds recognize bond premiums and discounts as well as bond issuance costs, during the current period. The face amount of the debt issued, premiums, or discounts is reported as other financing sources/uses.

Local Control Funding Formula/Property Tax

As a result of the 2013-14 state budget package, the District’s state apportionments are based on a new Local Control Funding Formula (LCFF). The LCFF creates base, supplemental, and concentration grants (by grade span) in place of most previously existing K-12 funding streams, including LCFF and most state categorical programs. Full implementation of LCFF was realized in fiscal year 2018-19.

The county is responsible for assessing, collecting and apportioning property taxes. Taxes are levied for each fiscal year on taxable real and personal property in the county. The levy is based on the assessed values as of the preceding March 1, which is also the lien date. Property taxes on the secured roll are due on November 1 and February 1, and taxes become delinquent after December 10 and April 10, respectively. Property taxes on the unsecured roll are due on the lien date (March 1), and become delinquent if unpaid by August 31.

Secured property taxes are recorded as revenue when apportioned, in the fiscal year of the levy. The county apportions secured property tax revenue in accordance with the alternate method of distributions prescribed by Section 4705 of the California *Revenue and Taxation Code*. This alternate method provides for crediting each applicable fund with its total secured taxes upon completion of the secured tax roll – approximately October 1 of each year.

BEAUMONT UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

The County Auditor reports the amount of the District's allocated property tax revenue to the California Department of Education. Property taxes are recorded as local LCFF sources by the District.

The California Department of Education reduces the District's entitlement by the District's local property tax revenue. The balance is paid from the State General Fund, and is known as the State Apportionment.

New Accounting Pronouncements

The following Governmental Accounting Standards Board (GASB) statements are effective for FY 2023-24 financial statement audits:

GASB Statement No. 99, *Omnibus 2022*

The objectives of this Statement are to enhance comparability in accounting and financial reporting and to improve the consistency of authoritative literature by addressing (1) practice issues that have been identified during implementation and application of certain GASB Statements and (2) accounting and financial reporting for financial guarantees. The practice issues addressed by this Statement are as follows:

- Classification and reporting of derivative instruments that do not meet the definition of either an investment or a hedge
- Guidance clarification for short-term leases when there is a modification or terms
- Consideration for public-private partnerships (PPP) terminology as well as recognizing installment payments and transferring underlying PPP assets
- Clarification of subscription-based information technology arrangement (SBITA) terms, and liability measurements and recognition
- Disclosures related to nonmonetary transactions
- Certain provisions of GASB Statement No. 34
- Pledges of future revenues when resources are received by the pledging government
- Terminology updates related to deferred inflows and outflows of resources and net position
- Resources flows statements terminology related to GASB Statement No. 53
- Accounting for SNAP distributions
- Requirements related to the extension of the use of LIBOR

The requirements of GASB Statement No. 99 that relate to the extension of the use of LIBOR, accounting for SNAP distributions, disclosures for nonmonetary transactions, pledges of future revenues by pledging governments, clarifications of certain provisions in Statement 34, and terminology updates took effect upon issuance.

The requirements related to leases, PPPs, and SBITAs are effective for fiscal years beginning after June 15, 2022, and all reporting periods thereafter.

BEAUMONT UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

The requirements related to financial guarantees and the classification and reporting of derivative instruments within the scope of Statement 53 are effective for fiscal years beginning after June 15, 2023, and all reporting periods thereafter.

GASB Statement No. 100, *Accounting Changes and Error Corrections – An Amendment of GASB Statement No. 62*

The primary objective of this Statement is to enhance accounting and financial reporting requirements for accounting changes and error corrections to provide more understandable, reliable, relevant, consistent, and comparable information for making decisions or assessing accountability. The Statement prescribes the accounting and financial reporting for (1) each type of accounting change and (2) error corrections. This Statement requires disclosure in notes to financial statements of descriptive information about accounting changes and error corrections. Furthermore, this Statement addresses how information that is affected by a change in accounting principle or error correction should be presented in required supplementary information (RSI) and supplementary information (SI).

The requirements of this Statement are effective for accounting changes and error corrections made in fiscal years beginning after June 15, 2023 and all reporting periods thereafter. Earlier application is encouraged.

GASB Statement No. 101, *Compensated Absences*

The objective of this Statement is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. This Statement requires that liabilities for compensated absences be recognized for (1) leave that has not been used and (2) leave that has been used but not yet paid in cash or settled through noncash means. This Statement requires that a liability for certain types of compensated absences – including parental leave, military leave, and jury duty leave – not be recognized until the leave commences. This statement also establishes guidance for measuring a liability for leave that has not been used.

The requirements of this Statement are effective for fiscal years beginning after December 15, 2023, and all reporting periods thereafter. Earlier application is encouraged.

Future Accounting Pronouncements

GASB Statement No. 103, *Financial Reporting Model Improvements (Issued 04/24)*

The objective of this Statement is to improve key components of the financial reporting model to enhance its effectiveness in providing information that is essential for decision making and assessing a government's accountability. This Statement also addresses certain application issues.

Management's Discussion and Analysis

This Statement requires that the information presented in MD&A be limited to the related topics discussed in five sections: (1) Overview of the Financial Statements, (2) Financial Summary, (3) Detailed Analyses, (4) Significant Capital Asset and Long-Term Financing Activity, and (5) Currently Known Facts, Decisions, or Conditions. Furthermore, this Statement stresses that the detailed analyses should explain why balances and results of operations changed rather than simply presenting the amounts or percentages by which they changed.

BEAUMONT UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

Unusual or Infrequent Items

This Statement describes unusual or infrequent items as transactions and other events that are either unusual in nature or infrequent in occurrence. Furthermore, governments are required to display the inflows and outflows related to each unusual or infrequent item separately as the last presented flow(s) of resources prior to the net change in resource flows in the government-wide, governmental fund, and proprietary fund statements of resource flows.

Presentation of the Proprietary Fund Statement of Revenues, Expenses, and Changes in Fund Net Position

This Statement requires that the proprietary fund statement of revenues, expenses, and changes in fund net position continue to distinguish between operating and nonoperating revenues and expenses. Operating revenues and expenses are defined as revenues and expenses other than nonoperating revenues and expenses. Nonoperating revenues and expenses are defined as (1) subsidies received and provided, (2) contributions to permanent and term endowments, (3) revenues and expenses related to financing, (4) resources from the disposal of capital assets and inventory, and (5) investment income and expenses.

In addition to the subtotals currently required in a proprietary fund statement of revenues, expenses, and changes in fund net position, this Statement requires that a subtotal for *operating income (loss) and noncapital subsidies* be presented before reporting other nonoperating revenues and expenses.

Major Component Unit Information

This Statement requires governments to present each major component unit separately in the reporting entity's statement of net position and statement of activities if it does not reduce the readability of the statements. If the readability of those statements would be reduced, combining statements of major component units should be presented after the fund financial statements.

Budgetary Comparison Information

This Statement requires governments to present budgetary comparison information using a single method of communication—RSI. Governments also are required to present (1) variances between original and final budget amounts and (2) variances between final budget and actual amounts. An explanation of significant variances is required to be presented in notes to RSI.

Effective Date and Transition

The requirements of this Statement are effective for fiscal years beginning after June 15, 2025, and all reporting periods thereafter. Earlier application is encouraged.

BEAUMONT UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2024

2. CASH AND INVESTMENTS

Cash at June 30, 2024, consists of the following:

	Governmental Funds	Fiduciary Funds	Total
Pooled Funds:			
Cash in County Treasury	\$ 141,794,589	\$ -	\$ 141,794,589
Deposits:			
Cash on Hand and in Banks	867,939	-	867,939
Cash in Revolving Fund	10,000	-	10,000
Cash with Fiscal Agent	4,049,802	2,948,744	6,998,546
Total	\$ 146,722,330	\$ 2,948,744	\$ 149,671,074

In accordance with Education Code Section 41001, the District maintains substantially all of its cash in the Riverside County Treasury as part of the investment pool (\$15,342,904,300 as of June 30, 2024). The County pools these funds with those of other districts in the County and invests the cash. These pooled funds are carried at cost which approximates market value. The District is considered to be an involuntary participant in the external investment pool. Interest earned is deposited quarterly into participating funds. Any investment losses are proportionately shared by all funds in the pool.

The fair market value of this pool as of June 30, 2024, as provided by the pool sponsor, was \$15,173,237,260. The County is required by Government Code Section 53635 pursuant to Section 53601 to invest in time deposits, U.S. government securities, state registered warrants, notes or bonds, State Treasurer’s investment pool, bankers’ acceptances, commercial paper, negotiable certificates of deposit, and repurchase or reverse repurchase agreements.

Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. The District manages its exposure to interest rate risk by investing in the County Treasury and in Money Market Mutual Fund U.S. Treasury Fund obligations. The District maintains an investment with the Riverside County Investment Pool with a fair value of approximately \$141,794,589 and a book value of \$143,526,139. The average weighted maturity for this pool is 462 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. The District does not have a formal investment policy that limits its investment choices other than the limitations of State law.

BEAUMONT UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2024

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. However, the California Government code requires that a financial institution secure deposit 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 agencies. 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.

Cash balances held in banks are insured up to \$250,000 by the Federal Depository Insurance Corporation (FDIC). All cash held by the financial institutions is fully insured or collateralized.

The County is authorized to deposit cash and invest excess funds by California Government Code Section 53648 et seq. The funds maintained by the County are either secured by federal depository insurance or are collateralized.

3. ACCOUNTS RECEIVABLE

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

	GENERAL FUND	BUILDING FUND	ALL OTHER GOVERNMENTAL FUNDS	TOTAL
Accounts Receivable				
Federal Sources				
Categorical Aid Programs	\$ 3,134,315	\$ -	\$ 23,084	\$ 3,157,399
Child Nutrition Programs	-	-	813,798	813,798
Total Federal	<u>3,134,315</u>	<u>-</u>	<u>836,882</u>	<u>3,971,197</u>
State Sources				
LCFF	15,954	-	160,565	176,519
Categorical Aid Programs	1,099,700	-	-	1,099,700
Child Nutrition Programs	-	-	659,807	659,807
Lottery	778,424	-	-	778,424
Total State	<u>1,894,078</u>	<u>-</u>	<u>820,372</u>	<u>2,714,450</u>
Local Sources				
Local Government	220,443	-	-	220,443
Charter Schools	778,411	-	-	778,411
Interest	848,278	176,356	419,760	1,444,394
Other	377,964	-	1,456,298	1,834,262
Total Local Sources	<u>2,225,096</u>	<u>176,356</u>	<u>1,876,058</u>	<u>4,277,510</u>
Total Accounts Receivable	<u>\$ 7,253,489</u>	<u>\$ 176,356</u>	<u>\$ 3,533,312</u>	<u>\$ 10,963,157</u>

BEAUMONT UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2024

4. INTERFUND TRANSACTIONS

Interfund transactions are reported as either loans, services provided, reimbursements, or transfers. Loans are reported as interfund receivables and payables, as appropriate, and are subject to elimination upon consolidation. All interfund receivables and payables are expected to be repaid within one year. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements occur when one fund incurs a cost, charges the appropriate benefiting fund, and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers among governmental funds are netted as part of the reconciliation to the government-wide financial statements.

A. Interfund Receivables/Payables (Due To/Due From)

Individual fund interfund receivable and payable balances at June 30, 2024, are as follows:

DUE FROM	DUE TO			TOTAL
	GENERAL FUND	BUILDING FUND	ALL OTHER GOVERNMENTAL FUNDS	
General Fund	\$ 1,724	\$ (51)	\$ 37,210	\$ 38,883
All Other Governmental Funds	689,815	-	-	689,815
Total	\$ 691,539	\$ (51)	\$ 37,210	\$ 728,698

B. Interfund Transfers

Interfund transfers consist of operating transfers from funds receiving resources to funds through which the resources are to be expended. Interfund transfers for the 2023-24 fiscal year were as follows:

TRANSFERS FROM	TRANSFERS TO		
	GENERAL FUND	ALL OTHER GOVERNMENTAL FUNDS	TOTAL
General Fund	\$ -	\$ 503,707	\$ 503,707
All Other Governmental Funds	450,046	-	450,046
Total	\$ 450,046	\$ 503,707	\$ 953,753

BEAUMONT UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2024

5. FUND BALANCE

Ending fund balance in the individual fund types is composed of the following elements:

	GENERAL FUND	BUILDING FUND	BOND INTEREST AND REDEMPTION FUND	ALL OTHER GOVERNMENTAL FUNDS	TOTAL
Nonspendable:					
Revolving Fund	\$ 10,000	\$ -	\$ -	\$ -	\$ 10,000
Inventory	-	-	-	117,830	117,830
Prepaid Expenditures	385,206	-	-	-	385,206
Total Nonspendable	395,206	-	-	117,830	513,036
Restricted for:					
Legally Restricted Balances	19,497,991	13,637,219	15,900,736	40,601,931	89,637,877
Committed for:					
One Month Operating Expenditures	17,975,972	-	-	-	17,975,972
Textbooks Curriculum	1,300,000	-	-	-	1,300,000
LCFF Supplemental and Concentration	639,958	-	-	-	639,958
Reserve for Deficit Spending	21,069,855	-	-	-	21,069,855
Total Committed	40,985,785	-	-	-	40,985,785
Assigned for:					
BTA Health and Welfare Pool	1,202,420	-	-	-	1,202,420
CNG Station	158,364	-	-	-	158,364
E-Rate	6,041	-	-	-	6,041
BACME Health and Welfare Pool	546,115	-	-	-	546,115
Advanced Placement Federal Grant	7,358	-	-	-	7,358
Facilities Use	37,352	-	-	-	37,352
ADA Incentive	165,632	-	-	-	165,632
Donations	89,866	-	-	-	89,866
Transportation - Home to School	127,211	-	-	-	127,211
Discretionary	119,629	-	-	-	119,629
Safety Credits	11,081	-	-	-	11,081
Vacation Liability	798,659	-	-	-	798,659
Other Assignments	268,941	-	-	1,154,468	1,423,409
Total Assigned	3,538,669	-	-	1,154,468	4,693,137
Unassigned					
Reserve for Economic Uncertainties	6,473,939	-	-	-	6,473,939
Other Unassigned	19,776	-	-	-	19,776
Total Unassigned	6,493,715	-	-	-	6,493,715
Total Fund Balances	\$ 70,911,366	\$ 13,637,219	\$ 15,900,736	\$ 41,874,229	\$ 142,323,550

BEAUMONT UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2024

6. CAPITAL ASSETS AND DEPRECIATION

Capital asset activity for the fiscal year ended June 30, 2024, is shown below:

PRIMARY GOVERNMENT				
	Balance July 1, 2023	Additions/Adjustments	Retirements/Adjustments	Balance June 30, 2024
Land	\$ 30,844,442	\$ -	\$ -	\$ 30,844,442
Site Improvements	31,590,177	5,797,796	-	37,387,973
Buildings	240,709,276	8,282,743	-	248,992,019
Furniture and Equipment	22,491,764	3,253,038	-	25,744,802
Work in Progress	96,976,509	25,140	-	97,001,649
Total at Historical Cost	<u>422,612,168</u>	<u>17,358,717</u>	<u>-</u>	<u>439,970,885</u>
Less Accumulated Depreciation for:				
Site Improvements	23,882,201	1,435,871	-	25,318,072
Buildings	70,609,593	4,963,484	-	75,573,077
Furniture and Equipment	11,842,324	63,251	-	11,905,575
Total Accumulated Depreciation	<u>106,334,118</u>	<u>6,462,606</u>	<u>-</u>	<u>112,796,724</u>
Governmental Activities Capital Assets, Net	<u>316,278,050</u>	<u>10,896,111</u>	<u>-</u>	<u>327,174,161</u>
Right-to-Use Lease Assets being Amortized Furniture and Equipment	<u>597,313</u>	<u>-</u>	<u>-</u>	<u>597,313</u>
Accumulated Amortization Furniture and Equipment	<u>229,283</u>	<u>103,520</u>	<u>-</u>	<u>332,803</u>
Right-to-Use Leased Assets, Net	<u>368,030</u>	<u>(103,520)</u>	<u>-</u>	<u>264,510</u>
Governmental Activities Capital and Right-to-Use Leased Assets, Net	<u>\$ 316,646,080</u>	<u>\$ 10,792,591</u>	<u>\$ -</u>	<u>\$ 327,438,671</u>

Depreciation and amortization expense was charged to governmental activities as follows:

Governmental Activities:	
Instruction	\$ 3,698,753
Instructional Supervision and Administration	192,371
Instructional Library, Media and Technology	36,534
School Site Administration	395,998
Home-to-School Transportation	88,995
Food Services	260,689
All Other Pupil Services	637,771
Ancillary Services	80,589
Community Services	2,115
Enterprise Activities	356
All Other General Administration	297,013
Data Processing	120,323
Plant Services	<u>754,619</u>
Total Depreciation Expense	<u>\$ 6,566,126</u>

BEAUMONT UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2024

7. LEASE RECEIVABLE

The District licenses (leases) a portion of its facilities for Cellular Tower Antenna Sites. These licenses are noncancelable for a period of five years, with five renewal period of five years. The District believes the licensees will exercise the renewal option with reasonable certainty. The agreements allow for 15% annual CPI increases to the license payment. At termination, lessees must remove all equipment and restore the site to its original state. During the fiscal year, the District recognized \$41,977 in lease revenue.

Lease receivable at June 30, 2024, consists of the following:

<u>Lease Receivable</u>	<u>Balance July 1, 2023</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance June 30, 2024</u>
Cellular Antenna Site	\$ 96,196	\$ -	\$ 41,977	\$ 54,219

8. LONG-TERM DEBT

A schedule of changes in long-term debt for the fiscal year ended June 30, 2024, is shown below:

	<u>Balance July 1, 2023*</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance June 30, 2024</u>	<u>Amounts Due Within One Year</u>
General Obligation Bonds	\$ 129,575,545	\$ 18,088,055	\$ 3,490,000	\$ 144,173,600	\$ 1,583,140
Private Placement Debt Issuance	5,351,386	-	778,613	4,572,773	799,440
Unamortized Debt Premiums	7,069,055	989,177	433,200	7,625,032	478,163
Lease Liability	356,854	-	97,914	258,940	100,289
Community Facilities District	8,305,000	7,490,000	35,000	15,760,000	40,000
Net OPEB Liability	14,376,139	826,109	-	15,202,248	-
Compensated Absences	698,198	102,596	-	800,794	-
Supplemental Employee Retirement	1,109,142	-	369,714	739,428	369,714
Net Pension Liability	115,296,831	18,141,380	-	133,438,211	-
Total	\$ 282,138,150	\$ 45,637,317	\$ 5,204,441	\$ 322,571,026	\$ 3,370,746

* Restated.

BEAUMONT UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2024

9. BONDED DEBT

The outstanding general obligation bonded debt of the District at June 30, 2024, is the following:

<u>Bond</u>	<u>Date of Bond</u>	<u>Year of Maturity</u>	<u>Rate of Interest</u>	<u>Amount of Original Issue</u>	<u>Bonds Outstanding July 1, 2023</u>	<u>Issued During Year</u>	<u>Interest Accreted</u>	<u>Redeemed</u>	<u>Bonds Outstanding June 30, 2024</u>
1998 Series 2004	2/19/2004	8/1/2028	0.90-5.96%	\$ 3,019,964	\$ 8,720,925	\$ -	\$ 437,382	\$ 1,495,000	\$ 7,663,307
2008 Series A	12/22/2009	8/1/2029	4.35-12.00%	3,860,719	5,660,825	-	357,133	620,000	5,397,958
2008 Series C	5/12/2011	8/1/2044	2.15-7.73%	9,490,102	13,984,214	-	1,050,755	460,000	14,574,969
2008 Series D	6/8/2017	8/1/2044	3.00-4.47%	4,202,852	5,159,581	-	192,795	55,000	5,297,376
2008 Series E	8/9/2018	8/1/2045	5.00%	12,300,000	11,725,000	-	-	-	11,725,000
2008 Series F	6/30/2020	8/1/2046	2.50-4.00%	11,290,000	11,015,000	-	-	-	11,015,000
2020 Refunding Series A	6/30/2020	8/1/2034	3.00-4.00%	14,390,000	14,130,000	-	-	-	14,130,000
2008 Series G	5/19/2021	8/1/2046	3.00-4.00%	10,000,000	9,800,000	-	-	200,000	9,600,000
2008 Series H	10/26/2021	8/1/2046	2.50-4.00%	12,000,000	12,000,000	-	-	255,000	11,745,000
2021 Refunding Series A	10/26/2021	8/1/2044	0.28-3.12%	38,050,000	37,380,000	-	-	405,000	36,975,000
2008 Series I	10/12/2023	8/1/2046	5.00%	16,050,000	-	16,050,000	-	-	16,050,000
				<u>\$ 134,653,637</u>	<u>\$ 129,575,545</u>	<u>\$ 16,050,000</u>	<u>\$ 2,038,065</u>	<u>\$ 3,490,000</u>	<u>\$ 144,173,610</u>

BEAUMONT UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2024

The annual requirement to amortize the 1998 Series 2004 General Obligation Bonds payable, outstanding at June 30, 2024, is as follows:

Year Ending June 30	Principal	Interest	Total
2025	\$ 468,592	\$ 1,096,408	\$ 1,565,000
2026	468,038	1,176,962	1,645,000
2027	457,916	1,262,084	1,720,000
2028	452,098	1,352,902	1,805,000
2029	451,066	1,458,934	1,910,000
Accretion	5,370,597	(5,370,597)	-
Total	<u>\$ 7,668,307</u>	<u>\$ 976,693</u>	<u>\$ 8,645,000</u>

The annual requirement to amortize the 2008 Series A General Obligation Bonds payable, outstanding at June 30, 2024, is as follows:

Year Ending June 30	Principal	Interest	Total
2025	\$ 133,035	\$ 789,960	\$ 922,995
2026	136,240	896,755	1,032,995
2027	139,298	1,018,697	1,157,995
2028	183,070	1,696,196	1,879,266
2029	1,082,460	663,728	1,746,188
2030	1,068,972	305,960	1,374,932
Accretion	2,654,883	(2,654,883)	-
Total	<u>\$ 5,397,958</u>	<u>\$ 2,716,413</u>	<u>\$ 8,114,371</u>

The annual requirement to amortize the 2008 Series C General Obligation Bonds payable, outstanding at June 30, 2024, is as follows:

Year Ending June 30	Principal	Interest	Total
2025	\$ -	\$ -	\$ -
2026	-	-	-
2027	-	-	-
2028	-	-	-
2029	-	-	-
2030-34	262,015	991,734	1,253,749
2035-39	1,744,246	11,025,817	12,770,063
2040-44	3,255,959	28,527,103	31,783,062
2045	158,585	1,811,415	1,970,000
Accretion	9,154,164	(9,154,164)	-
Total	<u>\$ 14,574,969</u>	<u>\$ 33,201,905</u>	<u>\$ 47,776,874</u>

BEAUMONT UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2024

The annual requirement to amortize the 2008 Series D General Obligation Bonds payable, outstanding at June 30, 2024, is as follows:

<u>Year Ending June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 66,513	\$ 29,987	\$ 96,500
2026	95,750	40,750	136,500
2027	113,311	53,189	166,500
2028	133,515	67,985	201,500
2029	136,146	80,354	216,500
2030-34	964,433	813,067	1,777,500
2035-39	1,289,009	1,738,491	3,027,500
2040-43	1,334,093	1,548,657	2,882,750
Accretion	1,164,606	(1,164,606)	-
Total	\$ 5,297,376	\$ 3,207,874	\$ 8,505,250

The annual requirement to amortize the 2008 Series E General Obligation Bonds payable, outstanding at June 30, 2024, is as follows:

<u>Year Ending June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ -	\$ 586,250	\$ 586,250
2026	-	586,250	586,250
2027	-	586,250	586,250
2028	-	586,250	586,250
2029	-	586,250	586,250
2030-34	-	2,931,250	2,931,250
2035-39	-	2,931,250	2,931,250
2040-44	-	2,931,250	2,931,250
2044-46	11,725,000	1,465,625	13,190,625
Total	\$ 11,725,000	\$ 13,190,625	\$ 24,915,625

The annual requirement to amortize the 2008 Series F General Obligation Bonds payable, outstanding at June 30, 2024, is as follows:

<u>Year Ending June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ -	\$ 339,800	\$ 339,800
2026	-	339,800	339,800
2027	-	339,800	339,800
2028	-	339,800	339,800
2029	-	339,800	339,800
2030-34	875,000	1,629,300	2,504,300
2035-39	910,000	1,443,600	2,353,600
2040-44	2,425,000	1,182,837	3,607,837
2045-47	6,805,000	379,188	7,184,188
Total	\$ 11,015,000	\$ 6,333,925	\$ 17,348,925

BEAUMONT UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2024

The annual requirement to amortize the 2020 Refunding Series A General Obligation Bonds payable, outstanding at June 30, 2024, is as follows:

Year Ending June 30	Principal	Interest	Total
2025	\$ -	\$ 565,200	\$ 565,200
2026	-	565,200	565,200
2027	-	565,200	565,200
2028	-	565,200	565,200
2029	-	565,200	565,200
2030-34	10,640,000	2,015,200	12,655,200
2035	3,490,000	69,800	3,559,800
Total	\$ 14,130,000	\$ 4,911,000	\$ 19,041,000

The annual requirement to amortize the 2008 Series G General Obligation Bonds payable, outstanding at June 30, 2024, is as follows:

Year Ending June 30	Principal	Interest	Total
2025	\$ 200,000	\$ 380,000	\$ 580,000
2026	-	376,000	376,000
2027	-	376,000	376,000
2028	-	376,000	376,000
2029	-	376,000	376,000
2030-34	-	1,880,000	1,880,000
2035-39	-	1,880,000	1,880,000
2040-44	290,000	1,872,000	2,162,000
2045-47	9,110,000	879,600	9,989,600
Total	\$ 9,600,000	\$ 8,395,600	\$ 17,995,600

The annual requirement to amortize the 2008 Series H General Obligation Bonds payable, outstanding at June 30, 2024, is as follows:

Year Ending June 30	Principal	Interest	Total
2025	\$ 290,000	\$ 398,450	\$ 688,450
2026	430,000	384,050	814,050
2027	380,000	367,850	747,850
2028	450,000	351,250	801,250
2029	275,000	336,750	611,750
2030-34	1,050,000	1,572,650	2,622,650
2035-39	2,315,000	1,206,750	3,521,750
2040-44	3,785,000	650,275	4,435,275
2045-47	2,770,000	100,375	2,870,375
Total	\$ 11,745,000	\$ 5,368,400	\$ 17,113,400

BEAUMONT UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2024

The annual requirement to amortize the 2021 Refunding Series A General Obligation Bonds payable, outstanding at June 30, 2024, is as follows:

<u>Year Ending June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 425,000	\$ 1,012,783	\$ 1,437,783
2026	990,000	1,005,828	1,995,828
2027	740,000	995,754	1,735,754
2028	485,000	987,275	1,472,275
2029	790,000	976,247	1,766,247
2030-34	4,180,000	4,593,890	8,773,890
2035-39	12,725,000	3,309,351	16,034,351
2040-44	9,060,000	1,917,199	10,977,199
2045-46	7,580,000	118,400	7,698,400
Total	<u>\$ 36,975,000</u>	<u>\$ 14,916,727</u>	<u>\$ 51,891,727</u>

The annual requirement to amortize the 2008 Serie I General Obligation Bonds payable, outstanding at June 30, 2024, is as follow:

<u>Year Ending June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ -	\$ 802,500	\$ 802,500
2026	500,000	790,000	1,290,000
2027	180,000	773,000	953,000
2028	100,000	766,000	866,000
2029	140,000	760,000	900,000
2030-34	1,425,000	3,631,625	5,056,625
2035-39	3,105,000	3,079,625	6,184,625
2040-44	5,600,000	2,044,000	7,644,000
2045-47	5,000,000	391,250	5,391,250
Total	<u>\$ 16,050,000</u>	<u>\$ 13,038,000</u>	<u>\$ 29,088,000</u>

The total annual requirement to amortize General Obligation Bonds payable, outstanding at June 30, 2024, is summarized below:

<u>Year Ending June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 1,583,140	\$ 6,001,338	\$ 7,584,478
2026	2,615,018	6,161,595	8,776,613
2027	2,010,525	6,337,824	8,348,349
2028	1,803,683	7,088,858	8,892,541
2029	2,874,672	6,143,263	9,017,935
2030-34	20,465,420	20,364,676	40,830,096
2035-39	25,578,255	26,684,684	52,262,939
2040-44	25,750,052	40,640,321	66,390,373
20245-47	43,148,585	5,145,853	48,294,438
Accretion	18,344,260	(18,344,260)	-
Total	<u>\$ 144,173,610</u>	<u>\$ 106,224,152</u>	<u>\$ 250,397,762</u>

BEAUMONT UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2024

10. PRIVATE PLACEMENT DEBT

The outstanding private placement debt of the District at June 30, 2024, is the following:

Debt	Date of Bond	Year of Maturity	Rate of Interest	Amount of Original Issue	Private Placement Debt		Matured During Year	Private Placement Debt Outstanding June 30, 2024
					Outstanding July 1, 2023	Issued During Year		
Solar Energy Project	8/6/2015	3/7/2030	2.79%	\$ 7,435,725	\$ 3,469,642	\$ -	\$ 455,429	\$ 3,014,213
COPs	4/26/2016	12/23/2028	4.45-4.75%	4,962,254	1,881,744	-	323,184	1,558,560
				<u>\$ 12,397,979</u>	<u>\$ 5,351,386</u>	<u>\$ -</u>	<u>\$ 778,613</u>	<u>\$ 4,572,773</u>

The annual requirement to amortize the Solar Energy Project payable, outstanding at June 30, 2024, is as follows:

Year Ending June 30	Principal	Interest	Total
2025	\$ 468,224	\$ 80,853	\$ 549,077
2026	481,379	67,699	549,078
2027	494,903	54,175	549,078
2028	508,807	40,270	549,077
2029	523,102	25,976	549,078
2030	537,798	11,279	549,077
Total	<u>\$ 3,014,213</u>	<u>\$ 280,252</u>	<u>\$ 3,294,465</u>

The annual requirement to amortize the Certificates of Participation Private Placement Debt payable, outstanding at June 30, 2024, is as follows:

Year Ending June 30	Principal	Interest	Total
2025	\$ 331,216	\$ 40,745	\$ 371,961
2026	339,447	31,547	370,994
2027	347,883	22,120	370,003
2028	356,529	12,459	368,988
2029	183,485	2,532	186,017
Total	<u>\$ 1,558,560</u>	<u>\$ 109,403</u>	<u>\$ 1,667,963</u>

11. LEASES

The District has entered into agreements to lease mail room equipment, printer and copiers and fleet vehicles. The outstanding Lease liability of the District at June 30, 2024, is as follows:

Year Ending June 30	Principal	Interest	Total
2025	\$ 100,289	\$ 3,744	\$ 104,033
2026	97,769	1,826	99,595
2027	60,882	-	60,882
Total	<u>\$ 258,940</u>	<u>\$ 5,570</u>	<u>\$ 264,510</u>

BEAUMONT UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2024

12. COMMUNITY FACILITIES DISTRICT

A. In October 2020, CFD 2018-1 issued 2020 Special Tax Bonds in the aggregate amount of \$4,905,000. Proceeds of the bonds will be used to finance the acquisition, construction, expansion, improvement or rehabilitation of certain school facilities to serve the students within the CFD and the School District.

The annual requirements to amortize the bonds outstanding at June 30, 2024 are as follows:

<u>Year Ending June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 25,000	\$ 186,550	\$ 211,550
2026	35,000	185,350	220,350
2027	60,000	183,450	243,450
2028	70,000	180,850	250,850
2029	75,000	177,950	252,950
2030-34	510,000	834,650	1,344,650
2035-39	775,000	710,925	1,485,925
2040-44	1,080,000	555,650	1,635,650
2045-49	1,490,000	304,400	1,794,400
2050-51	740,000	30,000	770,000
Total	<u>\$ 4,860,000</u>	<u>\$ 3,349,775</u>	<u>\$ 8,209,775</u>

B. In June 2022, CFD 2020-1 issued 2022 Special Tax Bonds in the aggregate amount of \$3,420,000. Proceeds of the bonds will be used to finance the acquisition, construction, expansion, improvement or rehabilitation of certain school facilities to serve the students within the CFD and the School District.

The annual requirements to amortize the bonds outstanding at June 30, 2024 are as follows:

<u>Year Ending June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 15,000	\$ 160,787	\$ 175,787
2026	15,000	160,338	175,338
2027	20,000	159,612	179,612
2028	25,000	158,487	183,487
2029	30,000	157,113	187,113
2030-34	235,000	755,688	990,688
2035-39	415,000	678,675	1,093,675
2040-44	650,000	556,813	1,206,813
2045-49	955,000	369,431	1,324,431
2050-53	1,050,000	104,025	1,154,025
Total	<u>\$ 3,410,000</u>	<u>\$ 3,260,969</u>	<u>\$ 6,670,969</u>

BEAUMONT UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2024

C. In August 2023, CFD 2020-1 issued 2023 Special Tax Bonds in the aggregate amount of \$7,490,000. Proceeds of the bonds will be used to finance the acquisition, construction, expansion, improvement or rehabilitation of certain school facilities to serve the students within the CFD and the School District.

The annual requirements to amortize the bonds outstanding at June 30, 2024 are as follows:

<u>Year Ending June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ -	\$ 374,500	\$ 374,500
2026	20,000	374,000	394,000
2027	30,000	372,750	402,750
2028	40,000	371,000	411,000
2029	50,000	368,750	418,750
2030-34	420,000	1,791,250	2,211,250
2035-39	795,000	1,641,875	2,436,875
2040-44	1,295,000	1,383,125	2,678,125
2045-49	1,980,000	978,000	2,958,000
2050-53	2,860,000	377,500	3,237,500
Total	<u>\$ 7,490,000</u>	<u>\$ 8,032,750</u>	<u>\$ 15,522,750</u>
Grand Total	<u>\$ 15,760,000</u>	<u>\$ 14,643,494</u>	<u>\$ 30,403,494</u>

13. NET OPEB LIABILITY

For the year ended June 30, 2024 the District reported net OPEB liability for the following plans:

<u>OPEB Plan</u>	<u>Net OPEB Liability</u>
District Plan	\$ 14,708,859
Premium Payment (MPP) Program	493,389
Total	<u>\$ 15,202,248</u>

General Information About the District Plan

Plan Description

The District’s single-employer defined benefit plan provides OPEB for eligible certificated, classified, police, and management employees of the District. Benefits are funded through the Futuris Public Entity Investment Trust (“Futuris”). The Trust is an IRS Section 115 Trust that is used for the purposes of investment and disbursement of funds irrevocably designated by the District for the payment of its obligations to eligible employees and former employees of the District and their eligible dependents and beneficiaries for life, sick, hospitalization, major medical, accident, disability, dental and other similar benefits (sometimes referred to as “other post-employment benefits, or “OPEB.”) The Trust was established and is managed in compliance with the applicable Governmental Accounting Standards Board (GASB) standard for OPEB. Public reports are not available.

BEAUMONT UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2024

The contributions requirements of plan members and the District are established and may be amended by the District and the Beaumont Teachers Association (BTA), the local California Service Employees Association (CSEA), and unrepresented groups. Voluntary contributions are based on projected pay-as-you-go financing requirements, and any additional amounts to prefund benefits with the District, BTA, CSEA, and the unrepresented groups are based on availability of funds. For the measurement period of June 30, 2024, the District contributed \$445,387 to the plan, all of which was used for current premiums (approximately 100% of total premiums).

The District’s governing board delegates investment authority to a Retirement Board of Authority. The governing board of the District is authorized to make decisions for the Plan. The function of the Retirement Board of Authority is similar to that of a Plan Committee who is authorized to carry out certain policies.

Description of Retiree Benefits

Following is a description of the current retiree benefit plan:

	<i>Certificated</i>	<i>Classified</i>	<i>Management/Confidential</i>
Benefit types provided	Medical, Dental, Vision	Medical, Dental, Vision	Medical, Dental, Vision
Duration of Benefits	To age 65	To age 65	To age 65
Required Services	20 Years*	20 Years**	20 Years***
Minimum Age	60*	60**	60**
Dependent Coverage	Yes	Yes	Yes
District Contribution %	100% up to District cap	100% up to District cap	100% up to District cap
District Cap	\$10,000	\$10,000	\$10,000

* Employees employed on 3/11/2008 with at least 10 years of service must reach age 55 and require 10 years of service to become eligible for District-paid benefits. Employees employed on 3/11/2008 with less than 10 years of service must reach age 60 and require 15 years of service to become eligible for District-paid benefits.

** Employees employed on 4/08/2008 with at least 10 years of service must reach age 55 and require 10 years of service to become eligible for District-paid benefits. Employees employed on 4/08/2008 with less than 10 years of service must reach age 60 and require 15 years of service to become eligible for District-paid benefits.

*** Employees employed on 3/11/2008 with at least 5 years of service must reach age 55 and require 5 years of service to become eligible for District-paid benefits. Employees employed on 3/11/2008 with less than 10 years of service must reach age 60 and require 15 years of service to become eligible for District-paid benefits.

Employees Covered by Benefit Terms

At June 30, 2024, membership consisted of the following:

Inactive plan members or beneficiaries currently receiving benefits	30
Active plan members	<u>887</u>
Total	<u><u>917</u></u>

BEAUMONT UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

Net OPEB Liability

The District uses an Actuarial Measurement Date that is the same as its Fiscal Year-End. The actuarial results presented were measured as of June 30, 2024. The Futuris Investment Trust administers the Postemployment Benefit Plan (the Plan). The Plan is a single employer defined benefit plan that is used to provide postemployment benefits other than pensions (OPEB) for the District. At June 30, 2024, the District has \$1,268,488 in the plan.

Contributions to the plan are on an ad hoc basis, but in an amount sufficient to fully fund the obligation over a period not to exceed 22 years. Questions about the Plan should be directed to the District's Business Office.

Actuarial Assumptions and Other Inputs

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

Discount rate	4.02%
Salary increases	2.75%
Inflation rate	2.50%
Healthcare cost trend rate	4.00%

Discount Rate

GASB 75 requires the use of a discount rate that considers the availability of the OPEB plan's fiduciary net position associated with the OPEB of current active and inactive employees and the investment horizon of those resources. A discount rate of 4.02% was used in the valuation.

OPEB plans with irrevocable trust accounts can utilize a discount rate equal to the long-term expected rate of return to the extent that the OPEB plan's fiduciary net position is projected to be sufficient to make projected benefit payments and the OPEB plan assets are expected to be invested using a strategy to achieve that return.

To determine if the OPEB plan assets are sufficient, a calculation of the projected fiduciary net position and the amount of projected benefit payments is compared in each period. When OPEB plan assets are determined to not be sufficient, a blended rate is calculated. The interest assumption reflects a municipal bond rate. The Bond Buyer 20 Index at June 30, 2024 was used, resulting in a rate of 3.93%. The bond rate beyond 12 years was used to result in an equivalent valuation rate of 4.02%.

The District has an irrevocable trust account for prefunding OPEB liabilities. Plan assets are expected to be sufficient. The discount rate used to measure the total OPEB liability is equal to the long-term expected rate of return.

BEAUMONT UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2024

The long-term expected rate of return on OPEB plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of OPEB plan 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 rates of return by the target asset allocation percentage and by adding expected inflation. The table below provides the long-term expected real rates of return by asset class (based on published capital market assumptions).

<u>Assets Class</u>	<u>Percentage of Portfolio</u>	<u>Assumed Gross Return</u>
Fixed Income	55%	4.25%
Domestic Equity	22%	7.25%
International Equity	19%	7.25%
Real Estate	4%	7.25%

Changes in the Total OPEB Liability

	<u>Increase (Decrease)</u>		
	<u>Total OPEB Liability (a)</u>	<u>Fiduciary Net Position (b)</u>	<u>Net OPEB Liability (a) - (b)</u>
Balances at June 30, 2023	\$ 15,056,645	\$ 1,161,222	\$ 13,895,423
Changes for the Year:			
Service Cost	1,159,210	-	1,159,210
Interest	578,550	122,021	456,529
Difference Between Expected and Actual Experience	-	-	-
Changes in Assumptions or Other Inputs	(400,579)	-	(400,579)
Contributions - Employer	-	416,479	(416,479)
Net Investment Income	-	-	-
Benefit Payments	(416,479)	(416,479)	-
Administrative Expenses	-	(14,755)	14,755
Net Changes	920,702	107,266	813,436
Balances at June 30, 2024	\$ 15,977,347	\$ 1,268,488	\$ 14,708,859

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

The following presents the total OPEB liability of the District, as well as what the District's total OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower or 1 percentage point higher than the current discount rate.

	<u>1% Decrease 3.02%</u>	<u>Discount Rate 4.02%</u>	<u>1% Increase 5.02%</u>
Net OPEB liability (asset)	\$ 16,153,438	\$ 14,708,859	\$ 13,407,700

BEAUMONT UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2024

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

The following presents the total OPEB liability of the District, as well as what the District's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1 percentage point lower or 1 percentage point higher than the current healthcare cost trend rate:

	1% Decrease <u>3.00%</u>	Healthcare Cost Trend Rate <u>4.00%</u>	1% Increase <u>5.00%</u>
Net OPEB liability (asset)	\$ 12,514,293	\$ 14,708,859	\$ 17,294,334

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

For the year ended June 30, 2024, the District recognized OPEB expense of \$1,146,555. At June 30, 2024, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources.

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between projected and actual return on investments	\$ 41,142	\$ -
Changes in assumptions	671,709	(3,053,961)
Differences between expected and actual experience	<u>1,564,171</u>	<u>(566,189)</u>
Total	<u>\$ 2,277,022</u>	<u>\$ (3,620,150)</u>

The amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as pension expense as follows:

<u>Year Ending June 30</u>	<u>Deferred Outflows</u>	<u>Deferred Inflows</u>
2025	\$ 341,510	\$ (465,051)
2026	375,266	(465,047)
2027	311,988	(454,169)
2028	219,127	(283,462)
2029	133,760	(269,948)
Thereafter	<u>895,371</u>	<u>(1,682,473)</u>
Total	<u>\$ 2,277,022</u>	<u>\$ (3,620,150)</u>

BEAUMONT UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

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 1000 (SB 1435). CalSTRS administers the MPP Program through the Teachers' Health Benefits Fund (THBF).

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

Benefits Provided

The MPP Program pays Medicare Part A premiums and Medicare Part 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 25390, contributions that would otherwise be credited to the DB Program each month are instead credited to the MPP Program to fund monthly program and administrative costs. Total redirections to the MPP Program are monitored to ensure that total incurred costs do not exceed the amount initially identified as the cost of the program.

Net OPEB Liability and OPEB Expense

At June 30, 2024, the District reported a liability of \$493,389 for its proportionate share of the net OPEB liability for the MPP Program. The net OPEB liability was measured as of June 30, 2023, and the Total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of June 30, 2023. The District's proportion of the net OPEB liability was based on a projection of the District's long-term share of contributions to the OPEB Plan relative to the projected contributions of all participating school districts, actuarially determined. The District's proportionate share for the measurement period June 30, 2023, was 0.1626%.

For the year ended June 30, 2024, the District recognized OPEB expense of \$12,673.

BEAUMONT UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

Actuarial Methods and Assumptions

The June 30, 2023 net OPEB liability was determined by applying update procedures to the financial reporting actuarial valuation as of June 30, 2022, and rolling forward the net OPEB liability to June 30, 2022, using the assumption, listed in the following table:

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

For the valuation as of June 30, 2023, 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 on life expectancies each year into the future. The base mortality tables are CalSTRS Custom tables derived to best fit the patterns or mortality among our 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 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 member 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, 2022, is 3.54%. 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 3.54%, which is the Bond Buyer 20-Bond GO Index from Bondbuyer.com as of June 30, 2022, was applied to all periods of projected benefit payments to measure the net OPEB liability.

BEAUMONT UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2024

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:

	1% Decrease 2.54%	Current Discount Rate 3.54%	1% Increase 4.54%
Net OPEB liability	\$ 583,931	\$ 493,389	\$ 493,793

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

The following presents the District's proportionate share of the net OPEB liability calculated using the Medicare costs trend rates that are one percent lower or higher than the current rates:

	1% Decrease 3.5% Part A, and 4.40% Part B	Current Discount Rate 4.5% Part A, and 5.40% Part B	1% Increase 5.5% Part A, and 6.40% Part B
Net OPEB liability	\$ 491,454	\$ 493,389	\$ 585,690

14. COMPENSATED ABSENCES

The total unpaid employee compensated absences as of June 30, 2024, amounted to \$801,154 and is included in the General Long-Term Debt.

15. SUPPLEMENTAL EMPLOYEE RETIREMENT PLAN

The District offered an early retirement incentive to qualified employees under a qualified plan of Sections 401 A of the Internal Revenue Code. This benefit is paid out annually to the retiree in equal installments for a period of up to five years. Currently, there are 42 employees participating in the plan and the District's obligation to those retirees as of June 30, 2024, is \$739,428. Future payments are as follows:

Year Ending June 30		
2025	\$	369,714
2026		369,714
Total	\$	739,428

BEAUMONT UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2024

16. NET PENSION LIABILITY

General Information About the Pension Plans

Plan Descriptions

Qualified employees are covered under cost-sharing multiple-employer defined benefit pension plans maintained by agencies of the State of California. Classified employees are members of the California Public Employees' Retirement System (CalPERS) and certificated employees are members of the California State Teachers' Retirement System (CalSTRS). Benefit provisions under the plans are established by State statute and Local Government resolution. Support by the State for the CalSTRS plan is such that the plan has a special funding situation as defined by GASB Statement No. 68. CalPERS and CalSTRS issue publicly available reports that include a full description of the pension plans regarding benefit provisions, assumptions and membership information that can be found on their respective websites.

Benefits Provided

CalPERS and CalSTRS provide service retirement and disability benefits, annual cost of living adjustments and death benefits to plan members. Benefits are based on years of credited service, equal to one year of service credit for each year of full-time employment. Members with five years of total service are eligible to retire at age 62 for normal benefits or at age 55 with statutorily reduced benefits. Employees hired prior to January 1, 2013 are eligible to retire at age 60 for normal benefits or at age 55 with statutorily reduced benefits. All members are eligible for non-duty disability benefits after 10 years of service. All members are eligible for death benefits after one year of total service.

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

	CalPERS		CalSTRS	
	Before <u>January 1, 2013</u>	On or After <u>January 1, 2013</u>	Before <u>January 1, 2013</u>	On or After <u>January 1, 2013</u>
Hire Date	<u>January 1, 2013</u>	<u>January 1, 2013</u>	<u>January 1, 2013</u>	<u>January 1, 2013</u>
Benefit Formula	2% at 55	2% at 62	2% at 60	2% at 62
Benefit Vesting Schedule	5 Years	5 Years	5 Years	5 Years
Benefit Payments	Monthly for Life	Monthly for Life	Monthly for Life	Monthly for Life
Retirement Age	50-62	52-67	50-62	55-67
Monthly benefits, as a % of eligible compensation	1.1 - 2.5%	1.0 - 2.5%	1.1 - 2.4%	1.0 - 2.4%*
Required employee contribution rates (average)	8.000%	8.000%	10.250%	10.250%
Required employer contribution rates	26.680%	26.680%	19.100%	19.100%

*Amounts are limited to 120% of Social Security Wage Base.

BEAUMONT UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2024

Contributions - CalPERS

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 the July 1 following notice of a change in the rate. The CalPERS Board retains the authority to amend contribution rates. The total plan contributions are determined through 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 employer is required to contribute the difference between the actuarially determined rate and the contribution rate of employees. For the measurement period ended June 30, 2023 (measurement date), employees hired prior to January 1, 2013 paid in 8.00%, employees hired on or after January 1, 2013 paid 8.00%, and the employer contribution rate was 25.37% of annual payroll. For the fiscal year ending June 30, 2024, employees hired prior to January 1, 2013 contributed 8.00%, employees hired on or after January 1, 2013 contributed 8.00%, and the employer’s contribution rate was 26.68%.

Contributions - CalSTRS

For the measurement period ended June 30, 2023 (measurement date), Section 22950 of the California Education Code requires members to make monthly contributions 10.250% of the creditable compensation upon which members’ contributions under this part are based. In addition, the employer required rates established by the CalSTRS Board have been established at 19.10% of creditable compensation. Rates are defined in Section 22950.5 through measurement period ending June 30, 2024. Section 22950.5 states, “For fiscal year 2023-24 and each fiscal year thereafter, the board shall increase or decrease the percentages paid specified in this section from the percentage paid during the prior fiscal year to reflect the contribution required to eliminate by June 30, 2046, the remaining unfunded actuarial obligation with respect to service credited to members before July 1, 2014, as determined by the board based upon a recommendation from its actuary.”

On-Behalf Payments

Consistent with Section 22955.1 of the California Education Code, the State of California makes contributions to CalSTRS on behalf of employees working for the District. For the measurement period ended June 30, 2023 (measurement date), the State contributed 10.87% of salaries creditable to CalSTRS. 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.

Contributions Recognized

For the year ended June 30, 2024, the contributions recognized as part of pension expense for each plan were as follows:

	CalPERS	CalSTRS
Contributions - Employer	\$ 6,080,893	\$ 13,074,873
Contributions - Employee	1,677,818	6,985,816
Contributions - State On-Behalf Payments	-	5,446,184
Total	\$ 7,758,711	\$ 25,506,873

BEAUMONT UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2024

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

As of June 30, 2024, the District reported a net pension liability for its proportionate share of the net pension liability of each plan as follows:

	Proportionate Share of Net Pension Liability
CalPERS	\$ 49,737,272
CalSTRS	83,700,939
Total Net Pension Liability	\$ 133,438,211

The District's net pension liability for each plan is measured as the proportionate share of the net pension liability as of June 30, 2023. The total pension liability for each plan used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2022, rolled forward to June 30, 2023. The District's proportionate share of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plans relative to the projected contributions of all participating employers, actuarially determined.

For the year ended June 30, 2024, the District recognized pension expense of \$23,427,270. At June 30, 2024, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Pension contributions subsequent to measurement date	\$ 29,543,892	\$ -
Differences between actual and expected experience	8,392,569	5,242,317
Changes in assumptions	2,776,035	-
Change in employer's proportion and differences between the employer's contributions and the employer's proportionate share of contributions	-	-
Net difference between projected and actual earnings on plan investments	5,670,926	-
Total	\$ 46,383,422	\$ 5,242,317

BEAUMONT UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2024

\$29,543,890 reported as deferred outflows of resources related to contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2024. The other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as pension expense as follows:

Year Ending June 30	
2025	\$ (1,455,561)
2026	(3,411,824)
2027	10,538,763
2028	736,604
2029	1,986,925
Thereafter	3,202,306
Total	\$ 11,597,213

Actuarial Assumptions

The total pension liabilities in the June 30, 2023 actuarial valuations were determined using the following actuarial assumptions:

	CalPERS	CalSTRS
Valuation Date	June 30, 2022	June 30, 2022
Measurement Date	June 30, 2023	June 30, 2023
Actuarial Cost Method	Entry Age - Normal	Entry Age - Normal
Actuarial Assumptions		
Discount Rate	6.90%	7.10%
Inflation	2.30%	2.75%
Payroll Growth	2.75%	3.50%
Projected Salary Increase	Varies *	Varies *
Investment Rate of Return	6.90% #	7.10% #
Mortality	Varies &	Varies &

* Depending on age, service and type of employment

Net of pension plan investment expenses, including inflation

& Depending on age, gender and type of job

Discount Rate

The discount rate used to measure the total pension liability was 6.90% for CalPERS and 7.10% for CalSTRS. To determine whether the District bond rate should be used in calculation of a discount rate for each plan, CalPERS and CalSTRS stress tested plans that would most likely result in a discount rate that would be different from the actuarially assumed discount rate. Based on the testing, none of the tested plans run out of assets. Therefore, the current discount rates are adequate and the use of the District bond rate calculation is not necessary for either plan.

The stress test results are presented in a detailed report that can be obtained from the CalPERS and CalSTRS websites.

BEAUMONT UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2024

According to Paragraph 30 of GASB Statement No. 68, the long-term expected rate of return should be determined net of pension plan investment expense but without reduction for pension plan administrative expense. Administrative expenses are assumed to be 15 basis points. Using this lower discount rate has resulted in a slightly higher Total Pension Liability and Net Pension Liability. CalPERS and CalSTRS checked the materiality threshold for the difference in calculation and did not find it to be a material difference.

CalPERS and CalSTRS review all actuarial assumptions as part of their regular Asset Liability Management (ALM) review cycle. Any changes to the discount rate will require board action and proper stakeholder outreach.

CalSTRS conducts an Asset Liability Management (ALM) study every four years to direct how the Investment staff allocates assets among different opportunities. This study weighs the teachers' pension liabilities versus assets needed to fund these pensions over the long term and is a critical process that drives the performance of the investment portfolio.

The culmination of the most recent study was marked by new long-term asset allocation targets adopted by the board's Investment Committee in November 2019. These targets balance the tradeoff between achieving full funding, the risk of low funding and the risk of higher contribution rates based on the CalSTRS Funding Plan.

In January 2020, the Investment Committee was presented with a plan to navigate from the current asset allocation to the new long-term targets.

As part of the Asset Liability Management (ALM) process, the CalPERS Board of Administration (the Board) reviews the capital market assumptions and economic assumptions.

CalPERS is conducting an ALM process during calendar year 2021 for the next four-year cycle. During the first half of the year, team members provided a series of webinars to stakeholders, as well as educational agenda items to the CalPERS Board. During the second half of the year, staff will present results of the ALM analysis to the CalPERS Board for adoption of changes to asset allocations or actuarial assumptions. The effective date for the selected strategic asset allocation implementation is July 1, 2022.

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

Asset Class	CalSTRS	
	Assumed Assets Allocation	Long Term Expected Rate of Return*
Public Equity	38.00%	5.25%
Fixed Income	14.00%	2.45%
Inflation Sensitive	7.00%	3.65%
Private Equity	14.00%	6.75%
Real Estate	15.00%	4.05%
Liquidity	2.00%	0.05%
Risk Mitigating Strategies	10.00%	2.25%

* 20-year average

BEAUMONT UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2024

Asset Class	CalPERS	
	Assumed Asset Allocation	Real Return (Years 1-10) *,#
Global Equity - Cap-Weighted	30.00%	4.45%
Global Equity - Non-Cap-Weighted	12.00%	3.84%
Private Equity	13.00%	7.28%
Treasury	5.00%	0.27%
Mortgage-back Securities	5.00%	0.50%
Investment Grade Corporates	10.00%	1.56%
High Yield	5.00%	2.27%
Emerging Market Debt	5.00%	2.48%
Private Debt	5.00%	3.57%
Real Assets	15.00%	3.21%
Leverage	-5.00%	-0.59%

* An expected inflation of 2.30% used for this period.

Figures are based on the 2021-22 Asset Liability Management study.

Sensitivity of Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

The following represents the District's proportionate share of the net pension liability for each plan, calculated using the discount rate for each plan, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower or 1 percentage point higher than the current rate:

	CalPERS	CalSTRS
1% Decrease	5.90%	6.10%
Net Pension Liability	\$ 71,907,239	\$ 140,401,646
Current Discount Rate	6.90%	7.10%
Net Pension Liability	\$ 49,737,272	\$ 73,700,939
1% Increase	7.90%	8.10%
Net Pension Liability	\$ 31,414,299	\$ 36,604,393

Pension Plan Fiduciary Net Position

Detailed information about each pension plan's fiduciary net position is available in the separately issued CalPERS and CalSTRS financial reports.

BEAUMONT UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

17. JOINT POWERS AGREEMENTS

The Beaumont Unified School District participates in four joint ventures under joint powers agreements (JPAs). The relationships between the Beaumont Unified School District and the JPAs are such that none of the JPAs are a component unit of the Beaumont Unified School District for financial reporting purposes.

California's Valued Trust (CVT)

Purpose: Arranges for and provides health insurance coverage for their member districts.

Participants: Local educational agencies throughout California.

Governing Board: Twelve-person Board of Trustees comprised of six management members and three each from CTA and CSEA.

California Schools' Employee Benefits Association (CSEBA)

Purpose: To arrange for and provide employee health and welfare coverage for all members.

Participants: School districts in Southern California.

Governing Board: A representative from each member district.

Riverside School Insurance Authority (RSIA)

Purpose: A public agency formed exclusively to provide financial protection for its members' property and liability risks.

Participants: Comprised of 16 member school districts and 1 county office of education.

Governing Board: Every member has a voice and an equal vote.

Riverside School Risk Management Authority (RSRMA)

Purpose: Created to group purchase and/or self-fund their workers' compensation claim liabilities. The main purpose of the Authority is to pool the resources of each Member to lower costs, obtain loss control services and share information and best practices.

Participants: Comprised of 16 member school districts, 3 community colleges and 1 county office of education operating in Riverside and San Bernardino Counties.

Governing Board: Representatives of member districts.

Regional Employer/Employee Partnership (REEP)

Purpose: To design and manage affordable and comprehensive health care coverage in order to equitably and collectively "REEP" the Benefits.

Participants: 29 member districts in the Inland Empire.

Governing Board: Representatives of member districts.

BEAUMONT UNIFIED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2024

Condensed financial information of the JPAs is as follows:

	CSEBA	RSIA	RSRMA	CVT
	Audited	Audited	Audited	Audited
	June 30, 2023	June 30, 2023	June 30, 2023	September 30, 2023
Total Assets	\$ 90,705,469	\$ 8,570,716	\$ 28,908,087	\$ 254,768,905
Total Liabilities	19,033,807	8,387,735	11,423,122	16,218,121
Net Position	<u>\$ 71,671,662</u>	<u>\$ 182,981</u>	<u>\$ 17,484,965</u>	<u>\$ 238,550,784</u>
Total Revenues	\$ 340,163,249	\$ 18,845,502	\$ 55,352,184	\$ 821,126,567
Total Expenditures	334,978,510	20,392,959	53,603,737	809,559,342
Net Increase (Decrease) in Net Position	<u>\$ 5,184,739</u>	<u>\$ (1,547,457)</u>	<u>\$ 1,748,447</u>	<u>\$ 11,567,225</u>

18. COMMITMENTS AND CONTINGENCIES

A. Federal and State Allowances, Awards and Grants

The District has received Federal and State funds for specific purposes that are subject to review and audit by the grantor agencies. If the review or audit discloses exceptions, the District may incur a liability to grantor agencies. Although such audits could generate expenditure disallowances under terms of the grants, it is believed that any required reimbursement will not be material.

B. Litigation

Various claims and litigation involving the District are currently outstanding. However, management of the District believes, based on consultation with legal counsel, that the ultimate resolution of these matters will not have a material adverse effect on the District's financial position or results of operations.

C. Construction Commitments

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

- HVAC Project (Construction in Progress)
- Palm Kitchen (Planning & Design)
- Glen View New Classroom (Planning & Design)
- Summerwind Lunch Shelter (Construction in Progress)

19. ADJUSTMENT FOR RESTATEMENT

Long-Term Debt for Community Facilities Districts was restated by \$4,885,000 to include the 2020 Special Tax Bonds that were inadvertently excluded from the 2023 financial statements. In addition, the beginning balance of the Student Activity Special Revenue Funds was reduced by \$140,125 to exclude an erroneous "clearing account" balance in the financial system.

Required Supplementary
Information

BEAUMONT UNIFIED SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	<u>Budgeted Amounts</u>		Actual (GAAP Basis)*	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
<u>REVENUES</u>				
Local Control Funding Formula Sources:				
State Apportionments	\$ 95,647,937	\$ 95,434,808	\$ 108,610,223	\$ 13,175,415
Education Protection Account Funds	33,289,895	17,488,216	17,488,216	-
Local Sources	18,678,062	20,156,650	24,495,767	4,339,117
Total LCFF Sources	<u>147,615,894</u>	<u>133,079,674</u>	<u>150,594,206</u>	<u>17,514,532</u>
Federal Revenues	4,113,223	8,685,956	7,624,586	(1,061,370)
Other State Revenues	21,052,578	27,562,340	27,625,569	63,229
Other Local Revenues	10,981,455	15,656,138	21,203,541	5,547,403
Total Revenues	<u>183,763,150</u>	<u>184,984,108</u>	<u>207,047,902</u>	<u>22,063,794</u>
<u>EXPENDITURES</u>				
Certificated Salaries	78,130,798	69,609,169	84,062,957	(14,453,788)
Classified Salaries	30,327,844	30,938,577	31,133,229	(194,652)
Employee Benefits	52,460,495	47,221,899	50,134,756	(2,912,857)
Books and Supplies	14,363,644	13,880,080	13,726,991	153,089
Services and Other Operating Expenditures	24,956,165	28,824,484	28,831,325	(6,841)
Other Outgo	(17,488,216)	3,102,282	2,541,325	560,957
Direct Support/Indirect Costs	(398,957)	(362,606)	(304,387)	(58,219)
Capital Outlay	3,222,686	3,697,779	4,246,107	(548,328)
Debt Service				
Principal	442,984	442,984	778,613	(335,629)
Interest	106,094	106,094	143,368	(37,274)
Total Expenditures	<u>186,123,537</u>	<u>197,460,742</u>	<u>215,294,284</u>	<u>(17,833,542)</u>
EXCESS (DEFICIENCY) OF				
REVENUES OVER EXPENDITURES	<u>(2,360,387)</u>	<u>(12,476,634)</u>	<u>(8,246,382)</u>	<u>4,230,252</u>
OTHER FINANCING SOURCES (USES)				
Interfund Transfers In	(22,145)	(450,046)	450,046	900,092
Interfund Transfers Out	(503,699)	(503,699)	(503,707)	(8)
Total Other Financing Sources (Uses)	<u>(525,844)</u>	<u>(953,745)</u>	<u>(53,661)</u>	<u>900,084</u>
EXCESS (DEFICIENCY) OF REVENUES				
OVER EXPENDITURES AND				
OTHER FINANCING SOURCES (USES)	<u>\$ (2,886,231)</u>	<u>\$ (13,430,379)</u>	<u>(8,300,043)</u>	<u>\$ 5,130,336</u>
FUND BALANCE - JULY 1, 2023			<u>79,211,409</u>	
FUND BALANCE - JUNE 30, 2024			<u>\$ 70,911,366</u>	

* Actual revenues and expenditures includes the activity for Fund 17, Special Reserve Fund for Other than Capital Outlay due to the consolidation with the General Fund for reporting purposes. However, the original and final budget amounts presented are for the General Fund only.

See accompanying Notes to the Required Supplementary Information.

BEAUMONT UNIFIED SCHOOL DISTRICT
SCHEDULE OF CHANGES IN THE DISTRICT'S TOTAL
OPEB LIABILITY AND RELATED RATIOS LAST TEN FISCAL YEARS*
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Fiscal Year 2024	Fiscal Year 2023	Fiscal Year 2022	Fiscal Year 2021
Total OPEB Liability	\$ 15,977,347	\$ 15,056,645	\$ 13,093,896	\$ 13,922,381
Plan fiduciary net position	1,268,488	1,161,222	1,100,373	1,355,306
Net OPEB liability	<u>\$ 14,708,859</u>	<u>\$ 13,895,423</u>	<u>\$ 11,993,523</u>	<u>\$ 12,567,075</u>
Measurement date	June 30, 2023	June 30, 2022	June 30, 2021	June 30, 2020
Reporting date	June 30, 2024	June 30, 2023	June 30, 2022	June 30, 2021
Covered payroll	\$ 103,968,219	\$ 83,832,488	\$ 71,505,022	\$ 60,986,300
Net OPEB liability (asset) as a percentage of covered payroll	14.15%	16.58%	16.77%	20.61%
Plan fiduciary net position as a percentage of the total OPEB liability	7.94%	7.71%	8.40%	9.73%
Total OPEB Liability				
Service Cost	\$ 1,159,210	\$ 978,723	\$ 1,175,306	\$ 1,019,813
Interest	578,550	486,325	339,738	344,893
Difference between expected and actual experience	-	1,005,478	-	960,557
Changes of assumptions	(400,579)	(62,390)	(1,993,364)	(1,428,424)
Benefit payments	(416,479)	(445,387)	(350,165)	(410,652)
Net change in total OPEB liability	920,702	1,962,749	(828,485)	486,187
Total OPEB liability - July 1 (a)	<u>15,056,645</u>	<u>13,093,896</u>	<u>13,922,381</u>	<u>13,436,194</u>
Total OPEB liability - June 30 (b)	<u>\$ 15,977,347</u>	<u>\$ 15,056,645</u>	<u>\$ 13,093,896</u>	<u>\$ 13,922,381</u>
Plan Fiduciary Net Position				
Contributions - employer	\$ 416,479	\$ 445,387	\$ 350,165	\$ 410,652
Net investment income	122,021	74,730	(238,911)	236,388
Benefit payments	(416,479)	(445,387)	(350,165)	(410,652)
Administrative expense	(14,755)	(13,881)	(16,022)	(15,348)
Net change in plan fiduciary net position	107,266	60,849	(254,933)	221,040
Plan Fiduciary Net Position - July 1 (c)	<u>1,161,222</u>	<u>1,100,373</u>	<u>1,355,306</u>	<u>1,134,266</u>
Plan Fiduciary Net Position - June 30 (d)	<u>\$ 1,268,488</u>	<u>\$ 1,161,222</u>	<u>\$ 1,100,373</u>	<u>\$ 1,355,306</u>
Net OPEB Liability - Beginning July 1 (a) - (c)	<u>\$ 13,895,423</u>	<u>\$ 11,993,523</u>	<u>\$ 12,567,075</u>	<u>\$ 12,301,928</u>
Net OPEB Liability - Ending June 30 (b) - (d)	<u>\$ 14,708,859</u>	<u>\$ 13,895,423</u>	<u>\$ 11,993,523</u>	<u>\$ 12,567,075</u>

* This schedule is required to show information for ten years; however, until a full ten-year trend is compiled, information is presented for those years for which information is available.

See accompanying Notes to the Required Supplementary Information.

BEAUMONT UNIFIED SCHOOL DISTRICT
SCHEDULE OF CHANGES IN THE DISTRICT'S TOTAL
OPEB LIABILITY AND RELATED RATIOS LAST TEN FISCAL YEARS*
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Fiscal Year 2020	Fiscal Year 2019	Fiscal Year 2018	Fiscal Year 2017
Total OPEB Liability	\$ 13,436,194	\$ 11,639,062	\$ 11,522,732	\$ 10,825,798
Plan fiduciary net position	1,134,266	1,085,310	1,042,617	1,000,000
Net OPEB liability	<u>\$ 12,301,928</u>	<u>\$ 10,553,752</u>	<u>\$ 10,480,115</u>	<u>\$ 9,825,798</u>
Measurement date	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016
Reporting date	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017
Covered payroll	\$ 60,986,300	\$ 59,210,000	\$ 47,205,000	\$ 47,205,000
Net OPEB liability (asset) as a percentage of covered payroll	20.17%	17.82%	22.20%	20.82%
Plan fiduciary net position as a percentage of the total OPEB liability	8.44%	9.32%	9.05%	9.24%
Total OPEB Liability				
Service Cost	\$ 990,110	\$ 872,469	\$ 842,233	\$ 838,345
Interest	401,168	435,786	398,292	370,925
Difference between expected and actual experience	(121,642)	(1,536,393)	-	-
Changes of assumptions	868,542	857,084	(97,880)	-
Benefit payments	(341,046)	(512,616)	(445,711)	(449,705)
Net change in total OPEB liability	1,797,132	116,330	696,934	759,565
Total OPEB liability - July 1 (a)	11,639,062	11,522,732	10,825,798	10,066,233
Total OPEB liability - June 30 (b)	<u>\$ 13,436,194</u>	<u>\$ 11,639,062</u>	<u>\$ 11,522,732</u>	<u>\$ 10,825,798</u>
Plan Fiduciary Net Position				
Contributions - employer	\$ 341,046	\$ 512,616	\$ 445,711	\$ 1,449,705
Net investment income	62,662	55,819	55,678	-
Benefit payments	(341,046)	(512,616)	(445,711)	(449,705)
Trustee fees	-	-	-	-
Administrative expense	(13,706)	(13,126)	(13,061)	-
Net change in plan fiduciary net position	48,956	42,693	42,617	1,000,000
Plan Fiduciary Net Position - July 1 (c)	-	-	-	-
Plan Fiduciary Net Position - June 30 (d)	<u>\$ 48,956</u>	<u>\$ 42,693</u>	<u>\$ 42,617</u>	<u>\$ 1,000,000</u>
Net OPEB Liability - Beginning July 1 (a) - (c)	<u>\$ 11,639,062</u>	<u>\$ 11,522,732</u>	<u>\$ 10,825,798</u>	<u>\$ 10,066,233</u>
Net OPEB Liability - Ending June 30 (b) - (d)	<u>\$ 13,387,238</u>	<u>\$ 11,596,369</u>	<u>\$ 11,480,115</u>	<u>\$ 9,825,798</u>

* This schedule is required to show information for ten years; however, until a full ten-year trend is compiled, information is presented for those years for which information is available.

See accompanying Notes to the Required Supplementary Information.

BEAUMONT UNIFIED SCHOOL DISTRICT
SCHEDULE OF OPEB CONTRIBUTIONS LAST TEN FISCAL YEARS*
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	<u>Fiscal Year 2024</u>	<u>Fiscal Year 2023</u>	<u>Fiscal Year 2022</u>	<u>Fiscal Year 2021</u>	<u>Fiscal Year 2020</u>	<u>Fiscal Year 2019</u>	<u>Fiscal Year 2018</u>	<u>Fiscal Year 2017</u>
Contractually determined contribution	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Contributions in relation to the contractually determined contribution	<u>416,479</u>	<u>445,387</u>	<u>350,165</u>	<u>410,652</u>	<u>341,046</u>	<u>512,616</u>	<u>445,711</u>	<u>1,449,705</u>
Contribution deficiency (excess)	<u>\$ (416,479)</u>	<u>\$ (445,387)</u>	<u>\$ (350,165)</u>	<u>\$ (410,652)</u>	<u>\$ (341,046)</u>	<u>\$ (512,616)</u>	<u>\$ (445,711)</u>	<u>\$ (1,449,705)</u>
Covered-employee payroll	<u>\$ 103,968,219</u>	<u>\$ 83,832,488</u>	<u>\$ 71,505,022</u>	<u>\$ 68,754,829</u>	<u>\$ 60,986,300</u>	<u>\$ 59,210,000</u>	<u>\$ 47,205,000</u>	<u>\$ 47,205,000</u>
Contributions as a percentage of covered-employee payroll	<u>0.40%</u>	<u>0.53%</u>	<u>0.49%</u>	<u>0.60%</u>	<u>0.56%</u>	<u>0.87%</u>	<u>0.94%</u>	<u>3.07%</u>

The District has elected to make an annual contribution on an ad hoc basis, but in an amount sufficient to fully fund the obligation over a period not to exceed 22 years.

* This schedule is required to show information for ten years; however, until a full ten-year trend is compiled, information is presented for those years for which information is available.

See accompanying Notes to the Required Supplementary Information.

BEAUMONT UNIFIED SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S PROPORTIONATE
SHARE OF THE NET LIABILITY – MPP PROGRAM*
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	<u>Fiscal Year 2024</u>	<u>Fiscal Year 2023</u>	<u>Fiscal Year 2022</u>	<u>Fiscal Year 2021</u>	<u>Fiscal Year 2020</u>	<u>Fiscal Year 2019</u>	<u>Fiscal Year 2018</u>
District's proportionate of net OPEB liability	<u>0.1626%</u>	<u>0.1487%</u>	<u>0.1384%</u>	<u>0.1629%</u>	<u>0.1577%</u>	<u>0.1482%</u>	<u>0.1371%</u>
District's proportionate share of net OPEB liability	<u>\$ 493,389</u>	<u>\$ 480,716</u>	<u>\$ 552,145</u>	<u>\$ 690,399</u>	<u>\$ 587,345</u>	<u>\$ 564,289</u>	<u>\$ 576,885</u>
Covered-Employee payroll	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>
District's net OPEB liability as a percentage of covered-employee payroll	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>
Plan fiduciary net position as a percentage of total OPEB liability	<u>0.00</u>	<u>0.00</u>	<u>(0.80)%</u>	<u>(0.71)%</u>	<u>(0.81)%</u>	<u>0.40%</u>	<u>0.01%</u>

Note to Schedule:

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.

* This schedule is required to show information for ten years; however, until a full ten-year trend is compiled, information is presented for those years for which information is available.

See accompanying Notes to the Required Supplementary Information.

BEAUMONT UNIFIED SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
CALPERS LAST TEN FISCAL YEARS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

CaPERS										
	Fiscal Year 2024	Fiscal Year 2023	Fiscal Year 2022	Fiscal Year 2021	Fiscal Year 2020	Fiscal Year 2019	Fiscal Year 2018	Fiscal Year 2017	Fiscal Year 2016	Fiscal Year 2015
District's proportion of the net pension liability	0.1374%	0.1190%	0.1105%	0.1127%	0.1101%	0.0997%	0.0957%	0.0958%	0.0934%	0.0896%
District's proportionate share of the net pension liability	\$ 49,737,272	\$ 40,946,811	\$ 22,467,620	\$ 34,587,911	\$ 32,079,014	\$ 26,580,391	\$ 22,839,846	\$ 18,929,668	\$ 13,767,253	\$ 10,171,782
District's covered-employee payroll	\$ 29,665,622	\$ 23,968,833	\$ 18,179,965	\$ 15,854,396	\$ 14,122,717	\$ 15,419,893	\$ 13,153,693	\$ 12,219,096	\$ 9,273,639	\$ 9,540,290
District's proportionate share of the net pension liability as a percentage of its covered-employee payroll	167.66%	170.83%	123.58%	218.16%	227.14%	172.38%	173.64%	154.92%	148.46%	106.62%
Plan fiduciary net position as a percentage of the total pension liability	69.66%	69.76%	80.97%	70.00%	70.05%	70.85%	71.87%	73.90%	79.43%	83.38%

See accompanying Notes to the Required Supplementary Information.

BEAUMONT UNIFIED SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
CALSTRS LAST TEN FISCAL YEARS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	CalSTRS									
	Fiscal Year 2024	Fiscal Year 2023	Fiscal Year 2022	Fiscal Year 2021	Fiscal Year 2020	Fiscal Year 2019	Fiscal Year 2018	Fiscal Year 2017	Fiscal Year 2016	Fiscal Year 2015
District's proportion of the net pension liability	0.1099%	0.1070%	0.0921%	0.0935%	0.0892%	0.0826%	0.0757%	0.0718%	0.0739%	0.0650%
District's proportionate share of the net pension liability	\$ 83,700,939	\$ 74,350,020	\$ 41,909,256	\$ 90,606,017	\$ 80,523,171	\$ 75,888,646	\$ 70,044,712	\$ 58,082,509	\$ 49,819,760	\$ 37,984,050
State's proportionate share of the net pension liability associated with the District	27,113,245	24,809,585	21,087,112	46,707,413	43,930,766	43,449,799	41,437,860	33,065,336	26,317,970	22,815,178
Total	\$ 110,814,184	\$ 99,159,605	\$ 62,996,368	\$ 137,313,430	\$ 124,453,937	\$ 119,338,445	\$ 111,482,572	\$ 91,147,845	\$ 76,137,730	\$ 60,799,228
District's covered-employee payroll	\$ 79,644,058	\$ 68,454,832	\$ 56,993,079	\$ 49,739,207	\$ 51,055,000	\$ 48,544,496	\$ 44,349,896	\$ 40,170,278	\$ 28,497,860	\$ 30,674,352
District's proportionate share of the net pension liability as a percentage of its covered-employee payroll	105.09%	108.61%	73.53%	182.16%	157.72%	156.33%	157.94%	144.59%	174.82%	123.83%
Plan fiduciary net position as a percentage of the total pension liability	80.62%	72.56%	87.21%	71.82%	72.56%	70.99%	69.46%	70.04%	74.02%	76.52%

See accompanying Notes to the Required Supplementary Information.

BEAUMONT UNIFIED SCHOOL DISTRICT
SCHEDULE OF DISTRICT CONTRIBUTIONS
CALPERS LAST TEN FISCAL YEARS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	CalPERS									
	Fiscal Year 2024	Fiscal Year 2023	Fiscal Year 2022	Fiscal Year 2021	Fiscal Year 2020	Fiscal Year 2019	Fiscal Year 2018	Fiscal Year 2017	Fiscal Year 2016	Fiscal Year 2015
Contractually required contribution	\$ 7,914,788	\$ 6,080,893	\$ 4,165,030	\$ 3,281,860	\$ 2,785,141	\$ 2,785,141	\$ 2,042,900	\$ 1,696,988	\$ 1,241,876	\$ 1,091,600
Contributions in relation to the contractually required contribution	<u>7,914,788</u>	<u>6,080,893</u>	<u>4,165,030</u>	<u>3,281,860</u>	<u>2,785,141</u>	<u>2,785,141</u>	<u>2,042,900</u>	<u>1,696,988</u>	<u>1,241,876</u>	<u>1,091,600</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered-employee payroll	\$ 29,665,622	\$ 23,968,833	\$ 18,179,965	\$ 15,854,396	\$ 14,122,717	\$ 15,419,893	\$ 13,153,693	\$ 12,219,096	\$ 10,482,620	\$ 9,273,639
Contributions as a percentage of covered-employee payroll	26.680%	25.370%	22.910%	20.700%	19.721%	18.062%	15.531%	13.888%	11.847%	11.771%

See accompanying Notes to the Required Supplementary Information.

**BEAUMONT UNIFIED SCHOOL DISTRICT
SCHEDULE OF DISTRICT CONTRIBUTIONS
CALSTRS LAST TEN FISCAL YEARS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

	CalSTRS									
	Fiscal Year 2024	Fiscal Year 2023	Fiscal Year 2022	Fiscal Year 2021	Fiscal Year 2020	Fiscal Year 2019	Fiscal Year 2018	Fiscal Year 2017	Fiscal Year 2016	Fiscal Year 2015
Contractually required contribution	\$ 15,212,015	\$ 13,074,873	\$ 9,643,229	\$ 8,032,882	\$ 8,730,405	\$ 7,903,044	\$ 6,399,690	\$ 5,053,421	\$ 2,973,158	\$ 2,530,610
Contributions in relation to the contractually required contribution	<u>15,212,015</u>	<u>13,074,873</u>	<u>9,643,229</u>	<u>8,032,882</u>	<u>8,730,405</u>	<u>7,903,044</u>	<u>6,399,690</u>	<u>5,053,421</u>	<u>2,973,158</u>	<u>2,530,610</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered-employee payroll	\$ 79,644,058	\$ 68,454,832	\$ 56,993,079	\$ 49,739,207	\$ 51,055,000	\$ 48,544,496	\$ 44,349,896	\$ 40,170,278	\$ 27,708,835	\$ 28,497,860
Contributions as a percentage of covered-employee payroll	19.10%	19.10%	16.92%	16.15%	17.10%	16.28%	14.43%	12.58%	10.73%	8.88%

See accompanying Notes to the Required Supplementary Information.

BEAUMONT UNIFIED SCHOOL DISTRICT
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
 FOR THE FISCAL YEAR ENDED JUNE 30, 2024

1. EXCESS OF EXPENDITURES OVER APPROPRIATIONS

As of June 30, 2024, expenditures exceeded appropriations in individual funds as follow:

<u>Appropriations Category</u>	<u>Excess Expenditures</u>
General Fund	
Certificated Salaries	\$ 14,453,788
Classified Salaries	194,652
Employee Benefits	2,912,857
Services and Other Operating Expenditures	6,841
Direct Support/Indirect Costs	58,219
Capital Outlay	548,329
Debt Service - Principal	335,629
Debt Service - Interest	37,274

2. PURPOSE OF SCHEDULES

A. Budgetary Comparison Schedules

These schedules are required by GASB Statement No. 34 as required supplementary information (RSI) for the General Fund and for each major special revenue fund that has a legally adopted annual budget. The budgetary comparison schedules present both (a) the original and (b) the final appropriated budgets for the reporting period as well as (c) actual inflows, outflows, and balances, stated on the District's budgetary basis. A separate column to report the variance between the final budget and actual amounts is also presented, although not required.

B. Schedule of Changes in the District's Total OPEB Liability and Related Ratios

This schedule is required by GASB Statement No. 75 for all sole and agent employers that provide other postemployment benefits (OPEB). The schedule presents information as of the measurement date of the net OPEB liability.

C. Schedule of Proportionate Share of the Net Pension Liability

This schedule is required by GASB Statement No. 68 and is required for all employers in a cost-sharing pension plan. The schedule reports the following information:

- The proportion (percentage) of the collective net pension liability (similar to the note disclosure)
- The proportionate share (amount) of the collective net pension liability
- The employer's covered-employee payroll
- The proportionate share (amount) of the collective net pension liability as a percentage of the employer's covered-employee payroll
- The pension plan's fiduciary net position as a percentage of the total pension liability

BEAUMONT UNIFIED SCHOOL DISTRICT
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

D. Schedule of Pension Contributions

This schedule is required by GASB Statement No. 68 and is required for all employers in a cost-sharing pension plan. The schedule reports the following information:

- If an employer's contributions to the plan are actuarially determined or based on statutory or contractual requirements: the employer's actuarially determined contribution to the pension plan (or, if applicable, its statutorily or contractually required contribution), the employer's actual contributions, the difference between the actual and actuarially determined contributions (or statutorily or contractually required), and a ratio of the actual contributions divided by covered-employee payroll.

3. SUMMARY OF CHANGES OF BENEFITS OR ASSUMPTIONS

Benefit Changes – PERS

There were no changes to benefit terms that applied to all members of the Schools Pool. However, individual employers in the Plan may have provided a benefit improvement to their employees by granting Two Years Additional Service Credit to members retiring during a specified time period (a.k.a. Golden Handshakes). Employers that have done so may need to report this information as a separate liability in their financial statements as CalPERS considers such amounts to be separately financed employer-specific liabilities.

Changes of Assumptions – PERS

None.

Changes of Assumptions - STRS

None.

Changes of Assumptions – OPEB

The discount rate was changed from 3.75 percent to 4.02 percent.

Supplementary Information

BEAUMONT UNIFIED SCHOOL DISTRICT
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
 JUNE 30, 2024

	SPECIAL REVENUE FUNDS	CAPITAL PROJECTS FUNDS	TOTAL
<u>ASSETS</u>			
Cash			
Cash in County Treasury	\$ 12,374,508	\$ 24,019,476	\$ 36,393,984
Cash on Hand and in Banks	609,791	235,368	845,159
Cash with Fiscal Agent	-	4,049,802	4,049,802
Accounts Receivable	1,798,840	1,734,472	3,533,312
Due From Other Funds	37,202	8	37,210
Inventory	238,537	-	238,537
 TOTAL ASSETS	 <u>\$ 15,058,878</u>	 <u>\$ 30,039,126</u>	 <u>\$ 45,098,004</u>
<u>LIABILITIES AND FUND BALANCES</u>			
Liabilities			
Accounts Payable	\$ 206,013	\$ 1,779,537	\$ 1,985,550
Due To Other Funds	506,465	183,350	689,815
Unearned Revenue	548,410	-	548,410
 Total Liabilities	 <u>1,260,888</u>	 <u>1,962,887</u>	 <u>3,223,775</u>
Fund Balances			
Nonspendable	117,830	-	117,830
Restricted	12,670,166	27,931,765	40,601,931
Assigned	1,009,994	144,474	1,154,468
 Total Fund Balances	 <u>13,797,990</u>	 <u>28,076,239</u>	 <u>41,874,229</u>
 TOTAL LIABILITIES AND FUND BALANCES	 <u>\$ 15,058,878</u>	 <u>\$ 30,039,126</u>	 <u>\$ 45,098,004</u>

The Notes to Financial Statements are an integral part of this statement.

BEAUMONT UNIFIED SCHOOL DISTRICT
COMBINING STATEMENTS OF REVENUE, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
 JUNE 30, 2024

	SPECIAL REVENUE FUNDS	CAPITAL PROJECTS FUNDS	TOTAL
<u>REVENUES</u>			
Federal revenue	\$ 6,985,886	\$ -	\$ 6,985,886
Other State Revenue	4,697,953	-	4,697,953
Other Local Revenue	2,841,242	11,098,197	13,939,439
Total Revenues	14,525,081	11,098,197	25,623,278
<u>EXPENDITURES</u>			
Instruction	\$ 1,564,151	\$ -	\$ 1,564,151
Instruction - Related Services:			
Supervision of Instruction	3,000	-	3,000
School Site Administration	654,791	-	654,791
Pupil Services:			
Food Services	8,838,693	-	8,838,693
All Other Pupil Services	10,143	-	10,143
General Administration:			
All Other General Administration	304,387	351,559	655,946
Plant Services	1,355,452	19,643	1,375,095
Facilities Acquisition and Construction	19,160	10,918,636	10,937,796
Ancillary Services	795,639	-	795,639
Other Outgo	-	2,450,366	2,450,366
Debt Service:			
Interest	-	119,280	119,280
Total Expenditures	13,545,416	13,859,484	27,404,900
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	979,665	(2,761,287)	(1,781,622)
<u>OTHER FINANCING SOURCES (USES)</u>			
Interfund Transfers In	503,699	8	503,707
Interfund Transfers Out	(266,696)	(183,350)	(450,046)
All Other Financing Sources	-	6,460,070	6,460,070
All Other Financing Uses	-	(5,059,193)	(5,059,193)
Total Other Financing Sources (Uses)	237,003	1,217,535	1,454,538
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND OTHER FINANCING SOURCES (USES)	1,216,668	(1,543,752)	(327,084)
<u>FUND BALANCES</u> - JULY 1, 2023, as Previously Reported	12,721,447	29,619,991	42,341,438
Adjustment for Restatement	(140,125)	-	(140,125)
<u>FUND BALANCES</u> - JULY 1, 2023, as Restated	12,581,322	29,619,991	42,201,313
<u>FUND BALANCES</u> - JUNE 30, 2024	\$ 13,797,990	\$ 28,076,239	\$ 41,874,229

The Notes to Financial Statements are an integral part of this statement.

BEAUMONT UNIFIED SCHOOL DISTRICT
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
 JUNE 30, 2024

	STUDENT ACTIVITY SPECIAL REVENUE FUND	ADULT EDUCATION FUND	CHILD DEVELOPMENT FUND	CAFETERIA FUND	DEFERRED MAINTENANCE FUND	PUPIL TRANSPORTATION EQUIPMENT FUND	TOTAL
<u>ASSETS</u>							
Cash							
Cash in County Treasury	\$ -	\$ 592,065	\$ 574,745	\$ 10,368,075	\$ 691,795	\$ 147,828	\$ 12,374,508
Cash on Hand and in Bank	597,420	8,962	-	3,409	-	-	609,791
Accounts Receivable	10,000	180,884	6,963	1,588,330	10,955	1,708	1,798,840
Due From Other Funds	-	42	-	37,160	-	-	37,202
Inventory	120,707	-	-	117,830	-	-	238,537
TOTAL ASSETS	\$ 728,127	\$ 781,953	\$ 581,708	\$ 12,114,804	\$ 702,750	\$ 149,536	\$ 15,058,878
<u>LIABILITIES AND FUND BALANCES</u>							
Liabilities							
Accounts Payable	\$ 45,978	\$ 9,532	\$ -	\$ 111,448	\$ 39,055	\$ -	\$ 206,013
Due to Other Funds	-	300,980	8,481	197,004	-	-	506,465
Unearned Revenue	-	-	548,410	-	-	-	548,410
Total Liabilities	45,978	310,512	556,891	308,452	39,055	-	1,260,888
Fund Balances							
Nonspendable	-	-	-	117,830	-	-	117,830
Restricted	682,149	299,495	-	11,688,522	-	-	12,670,166
Assigned	-	171,946	24,817	-	663,695	149,536	1,009,994
Total Fund Balances	682,149	471,441	24,817	11,806,352	663,695	149,536	13,797,990
TOTAL LIABILITIES AND FUND BALANCES	\$ 728,127	\$ 781,953	\$ 581,708	\$ 12,114,804	\$ 702,750	\$ 149,536	\$ 15,058,878

The Notes to Financial Statements are an integral part of this statement.

BEAUMONT UNIFIED SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	STUDENT ACTIVITY SPECIAL REVENUE FUND	ADULT EDUCATION FUND	CHILD DEVELOPMENT FUND	CAFETERIA FUND	DEFERRED MAINTENANCE FUND	PUPIL TRANSPORTATION EQUIPMENT FUND	TOTAL
<u>REVENUES</u>							
Federal Revenues	\$ -	\$ 1,331,503	\$ -	\$ 5,654,383	\$ -	\$ -	\$ 6,985,886
Other State Revenues	10,000	87,308	133,094	4,467,551	-	-	4,697,953
Other Local Revenues	894,425	1,156,886	23,230	689,103	69,818	7,780	2,841,242
Total Revenues	904,425	2,575,697	156,324	10,811,037	69,818	7,780	14,525,081
<u>EXPENDITURES</u>							
Instruction	-	1,439,538	124,613	-	-	-	1,564,151
Instruction Related Activities							
Supervision of Instruction	-	3,000	-	-	-	-	3,000
School Site Administration	-	654,791	-	-	-	-	654,791
Pupil Services:							
Food Services	-	-	-	8,838,693	-	-	8,838,693
Other Pupil Services	-	10,143	-	-	-	-	10,143
General Administration:							
All Other General Administration	-	100,018	8,481	195,888	-	-	304,387
Plant Services	-	110,916	-	271,257	973,279	-	1,355,452
Facilities Acquisition and Construction	-	-	-	-	19,160	-	19,160
Ancillary Services	795,639	-	-	-	-	-	795,639
Total Expenditures	795,639	2,318,406	133,094	9,305,838	992,439	-	13,545,416
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	108,786	257,291	23,230	1,505,199	(922,621)	7,780	979,665
<u>OTHER FINANCING SOURCES (USES)</u>							
Interfund Transfers In	-	-	-	-	503,699	-	503,699
Interfund Transfers Out	-	(266,696)	-	-	-	-	(266,696)
Total Other Financing Sources (Uses)	-	(266,696)	-	-	503,699	-	237,003
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND OTHER FINANCING SOURCES (USES)	108,786	(9,405)	23,230	1,505,199	(418,922)	7,780	1,216,668
<u>FUND BALANCES - JULY 1, 2023, as</u>							
Previously Reported	713,488	480,846	1,587	10,301,153	1,082,617	141,756	12,721,447
Adjustment for Restatement	(140,125)	-	-	-	-	-	(140,125)
<u>FUND BALANCES - JULY 1, 2023, as Restated</u>	573,363	480,846	1,587	10,301,153	1,082,617	141,756	12,581,322
<u>FUND BALANCES - JUNE 30, 2024</u>	\$ 682,149	\$ 471,441	\$ 24,817	\$ 11,806,352	\$ 663,695	\$ 149,536	\$ 13,797,990

The Notes to Financial Statements are an integral part of this statement.

BEAUMONT UNIFIED SCHOOL DISTRICT
COMBINING BALANCE SHEET
NONMAJOR CAPITAL PROJECTS FUNDS
 JUNE 30, 2024

	CAPITAL FACILITIES FUND	COUNTY SCHOOL FACILITIES FUND	SPECIAL RESERVE FUND	CFD CAPITAL PROJECTS FUND	BLENDED COMPONENT UNIT - CAPITAL PROJECT FUND	TOTAL
<u>ASSETS</u>						
Cash						
Cash in County Treasury	\$ 10,644,175	\$ 88	\$ 7,928,714	\$ -	\$ 5,446,499	\$ 24,019,476
Cash on Hand and in Bank	234,537	-	831	-	-	235,368
Cash with Fiscal Agent	-	-	-	4,049,802	-	4,049,802
Accounts Receivable	121,142	1	93,525	-	1,519,804	1,734,472
Due From Other Funds	-	-	8	-	-	8
TOTAL ASSETS	<u>\$ 10,999,854</u>	<u>\$ 89</u>	<u>\$ 8,023,078</u>	<u>\$ 4,049,802</u>	<u>\$ 6,966,303</u>	<u>\$ 30,039,126</u>
<u>LIABILITIES AND FUND BALANCES</u>						
Liabilities						
Accounts Payable	\$ 120,919	\$ -	\$ 180,116	\$ -	\$ 1,478,502	\$ 1,779,537
Due to Other Funds	118,485	-	-	-	64,865	183,350
Total Liabilities	<u>239,404</u>	<u>-</u>	<u>180,116</u>	<u>-</u>	<u>1,543,367</u>	<u>1,962,887</u>
Fund Balances						
Restricted	10,760,450	89	7,698,488	4,049,802	5,422,936	27,931,765
Assigned	-	-	144,474	-	-	144,474
Total Fund Balances	<u>10,760,450</u>	<u>89</u>	<u>7,842,962</u>	<u>4,049,802</u>	<u>5,422,936</u>	<u>28,076,239</u>
<u>TOTAL LIABILITIES AND FUND BALANCES</u>	<u>\$ 10,999,854</u>	<u>\$ 89</u>	<u>\$ 8,023,078</u>	<u>\$ 4,049,802</u>	<u>\$ 6,966,303</u>	<u>\$ 30,039,126</u>

The Notes to Financial Statements are an integral part of this statement.

BEAUMONT UNIFIED SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
NONMAJOR CAPITAL PROJECTS FUNDS
JUNE 30, 2024

	CAPITAL FACILITIES FUND	COUNTY SCHOOL FACILITIES FUND	SPECIAL RESERVE FUND	CFD CAPITAL PROJECTS FUND	BLENDED COMPONENT UNIT - CAPITAL PROJECT FUND	TOTAL
<u>REVENUES</u>						
Other Local Revenues	\$ 4,523,310	\$ 4	\$ 540,859	\$ 8,615	\$ 6,025,409	\$ 11,098,197
<u>EXPENDITURES</u>						
General Administration:						
All Other General Administration	351,559	-	-	-	-	351,559
Plant Services	-	-	-	-	19,643	19,643
Facilities Acquisition and Construction	3,509,255	-	3,554,087	-	3,855,294	10,918,636
Other Outgo	-	-	-	2,450,366	-	2,450,366
Debt Service:						
Interest	-	-	-	-	119,280	119,280
Total Expenditures	3,860,814	-	3,554,087	2,450,366	3,994,217	13,859,484
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	662,496	4	(3,013,228)	(2,441,751)	2,031,192	(2,761,287)
<u>OTHER FINANCING SOURCES (USES)</u>						
Interfund Transfers In	-	-	8	-	-	8
Interfund Transfers Out	(118,485)	-	-	-	(64,865)	(183,350)
All Other Financing Sources	-	-	-	6,460,070	-	6,460,070
All Other Financing Uses	-	-	-	-	(5,059,193)	(5,059,193)
Total Other Financing Sources (Uses)	(118,485)	-	8	6,460,070	(5,124,058)	1,217,535
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND OTHER FINANCING SOURCES (USES)	544,011	4	(3,013,220)	4,018,319	(3,092,866)	(1,543,752)
<u>FUND BALANCES - JULY 1, 2023</u>	10,216,439	85	10,856,182	31,483	8,515,802	29,619,991
<u>FUND BALANCES - JUNE 30, 2024</u>	\$ 10,760,450	\$ 89	\$ 7,842,962	\$ 4,049,802	\$ 5,422,936	\$ 28,076,239

The Notes to Financial Statements are an integral part of this statement.

BEAUMONT UNIFIED SCHOOL DISTRICT
BOARD OF TRUSTEES AND ORGANIZATION
JUNE 30, 2024

BOARD OF TRUSTEES

<u>MEMBER</u>	<u>OFFICE</u>	<u>TERM EXPIRES</u>
Mrs. Susie Lara	President	November 2026
Mrs. Melissa Williamson	Vice President	November 2026
Mr. Jeff Brown	Clerk	November 2026
Mr. David Sanchez	Member	November 2024
Mr. Shawn Mitchell	Member	November 2024

ADMINISTRATION

Mrs. Mays Kakish	Superintendent
Mr. Sergio San Martin	Chief Business Official
Dr. Ebon Brown	Assistant Superintendent, Instructional Support Services
Mrs. Jennifer Castillo	Assistant Superintendent, Human Resources

ORGANIZATION

The Beaumont Unified School District, located in Riverside County, was established in 1953 and is comprised or approximately 110 square miles. The District currently operated 15 school sites, which include seven (7) elementary schools, one (1) K-8 school, two (2) middle schools, one (1) comprehensive high school, one (1) continuation high school, one (1) 21st Century Learning Institute, one (1) high school middle college, and one (1) adult school. The District is located in the northwestern portion of Riverside County at the Intersection of the U.S. Interstate 10 and State Route 60 Freeways. The District serves students in the communities of Beaumont, Cherry Valley, a portion of Banning, and a portion of Calimesa in the San Bernardino County. During the fiscal year 2023-24, there were no changes in the District’s boundaries.

BEAUMONT UNIFIED SCHOOL DISTRICT
SCHEDULE OF AVERAGE DAILY ATTENDANCE
 JUNE 30, 2024

	Second Period Report <u>52721570</u>	Annual Report <u>EA8FB4ED</u>
TK/K-3		
Regular	3,486.58	3,516.87
Extended Year Special Ed	11.31	11.31
Special Ed Non-Public	1.93	1.13
Extended Year Special Ed Non-Public	0.09	0.09
Subtotal TK/K-3	<u>3,499.91</u>	<u>3,529.40</u>
Grades 4-6		
Regular	2,614.02	2,618.23
Extended Year Special Ed	5.03	5.03
Special Ed Non-Public	1.19	1.29
Subtotal Grades 4-6	<u>2,620.24</u>	<u>2,624.55</u>
Grades 7-8		
Regular	1,649.51	1,645.33
Extended Year Special Ed	1.83	1.83
Special Ed Non-Public	1.76	1.50
Subtotal Grades 7-8	<u>1,653.10</u>	<u>1,648.66</u>
Grades 9-12		
Regular	3,415.45	3,395.82
Extended Year Special Ed	5.49	5.49
Special Ed Non-Public	6.83	8.15
Extended Year Special Ed Non-Public	0.11	0.11
Subtotal Grade 9-12	<u>3,427.88</u>	<u>3,409.57</u>
Grand Total	<u><u>11,201.13</u></u>	<u><u>11,212.18</u></u>

See accompanying Notes to Supplementary Information.

BEAUMONT UNIFIED SCHOOL DISTRICT
SCHEDULE OF INSTRUCTIONAL TIME
 FOR THE FISCAL YEAR ENDED JUNE 30, 2024

<u>GRADE LEVEL</u>	<u>1986-87 MINUTES REQUIREMENT</u>	<u>2023-24 ACTUAL MINUTES</u>	<u>CREDITED MINUTES*</u>	<u>PENDING MINUTES</u>	<u>TOTAL</u>	<u>ACTUAL DAYS OFFERED</u>	<u>CREDITED DAYS*</u>	<u>PENDING DAYS</u>	<u>TOTAL</u>	<u>STATUS</u>
Kindergarten	36,000	54,650	340	N/A	54,990	179	1	N/A	180	In Compliance
Grades 1-3	50,400	54,256	320	N/A	54,576	179	1	N/A	180	In Compliance
Grades 4-6	54,000	54,921	325	N/A	55,246	179	1	N/A	180	In Compliance
Grades 7-8	54,000	60,918	364	N/A	61,282	179	1	N/A	180	In Compliance
Grades 9-12	64,800	65,286	378	N/A	65,664	179	1	N/A	180	In Compliance

* The District submitted Form J-13A, Request for Allowance of Attendance, has been approved for the credited minutes and credited days.

See accompanying Notes to Supplementary Information.

BEAUMONT UNIFIED SCHOOL DISTRICT
SCHEDULE OF FINANCIAL TRENDS AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

GENERAL FUND	(BUDGET)			
	2025*	2024	2023	2022
Revenues and Other Financial Sources	\$ 202,631,560	\$ 207,047,902	\$ 190,000,154	\$ 153,413,018
Expenditures	221,621,716	215,294,284	178,961,865	138,256,399
Other Uses and Transfers Out	503,699	53,661	770,791	2,851,813
Total Outgo	222,125,415	215,347,945	179,732,656	141,108,212
Change in Fund Balance	\$ (19,493,855)	\$ (8,300,043)	\$ 10,267,498	\$ 12,304,806
Ending Fund Balance	\$ 51,417,511	\$ 70,911,366	\$ 79,211,410	\$ 68,943,912
Available Reserves	\$ 14,002,996	\$ 8,301,470	\$ 5,384,100	\$ 56,580,708
Reserve for Economic Uncertainties	\$ 6,663,763	\$ 6,473,939	\$ 5,384,100	\$ 56,580,708
Unassigned Fund Balance	\$ 7,339,233	\$ 1,827,531	\$ -	\$ -
Available Reserves as a Percentage of Total Outgo	6.30%	3.85%	3.00%	40.10%
Total Long-Term Debt	N/A	\$ 322,571,026	\$ 277,253,150	\$ 226,172,193
Average Daily Attendance at P-2	11,605	11,201	10,737	10,165

The General Fund balance has increased by \$1,967,454 over the past two years. The fiscal year 2024-25 budget projects a decrease of \$19,493,855. For a district this size, the State recommends available reserves of at least 3% of total General Fund expenditures, transfers out, and other uses. Beaumont Unified School District has met the State's minimum requirements.

Average daily attendance has increased by 1,036 over the past two years. An increase of 404 ADA is anticipated during fiscal year 2024-25.

* Based on July 1 budget, included for analytical purposes only and has not been subjected to audit.

BEAUMONT UNIFIED SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2024

FEDERAL GRANTOR/PASS-THROUGH GRANTOR/PROGRAM OR CLUSTER TITLE	ASSISTANCE LISTING NUMBER	PASS-THROUGH ENTITY IDENTIFYING NUMBER	CLUSTER EXPENDITURES	FEDERAL EXPENDITURES
<u>GENERAL FUND</u>				
U.S Department of Defense:				
Direct:				
ROTC	12.357	None		\$ 42,302
U.S. Department of Education:				
Passed through the California Department of Education (CDE):				
Special Education Cluster:				
Local Assistance	84.027	13379	\$ 2,520,977	
Mental Health ADA	84.027	15197	137,392	
Preschool Grant	84.173	13430	57,775	
Preschool Staff Development	84.173	13431	593	
Total Special Education Cluster			<u>593</u>	2,716,737
* Title I, Part A	84.010	14329		1,501,562
Career and Technical Education	84.048	14894		83,716
Title II, Part A, Supporting Effective Instruction	84.367	14341		272,606
Title III, Immigrant	84.365	15146		15,006
Title III, LEP	84.365	14346		115,924
* CARES Act ESSER II	84.425	15547		93,650
* ARP Homeless	84.425	15566		2,772,323
Title IVA, Student Support	84.424	15396		<u>10,758</u>
Total Department of Education				<u>7,582,282</u>
Total General Fund				<u>7,624,584</u>
<u>ADULT FUND</u>				
U.S Department of Education:				
Direct:				
Federal Direct Student Loan	84.268			1,239,170
U.S. Department of Education:				
Passed through the California Department of Education (CDE):				
Adult Basic Education	84.002	14508		57,543
Adult Secondary Education	84.002	13978		<u>34,791</u>
Total Adult Fund				<u>1,331,504</u>

See accompanying Notes to Supplementary Information.

BEAUMONT UNIFIED SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

FEDERAL GRANTOR/PASS-THROUGH GRANTOR/PROGRAM OR CLUSTER TITLE	ASSISTANCE LISTING NUMBER	PASS-THROUGH ENTITY IDENTIFYING NUMBER	CLUSTER EXPENDITURES	FEDERAL EXPENDITURES
<u>CAFETERIA FUND</u>				
U.S. Department of Agriculture:				
Passed through the CDE:				
Child Nutrition Cluster:				
National School Lunch Program	10.555	13391, 13396	\$ 3,350,463	
Especially Needy Breakfast Program	10.553	13526	<u>1,076,217</u>	
Total Child Nutrition Cluster				4,426,680
* Child and Adult Care Food	10.588	13529, 13534		762,460
Donated Food Commodities	10.565	None		<u>465,244</u>
Total Department of Agriculture				<u>5,654,384</u>
Total Federal Expenditures				<u>\$ 14,610,472</u>
* Major Programs Tested				

BEAUMONT UNIFIED SCHOOL DISTRICT
RECONCILIATION OF ANNUAL FINANCIAL BUDGET REPORT FORM
WITH AUDITED FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	<u>STUDENT ACTIVITY SPECIAL REVENUE FUND</u>
June 30, 2024, Annual Financial and Budget Report Form Fund Balances	\$ 737,545
<u>Adjustments and Reclassifications</u>	
Decrease Cash in Banks for: Clearing Account Balance	(140,125)
Increase Accounts Receivable for: Grant	10,000
Increase Stores For: Physical Inventory	120,707
Increase Accounts Payable for: Transportation	<u>(45,978)</u>
June 30, 2024, Audited Financial Statement Fund Balances	<u>\$ 682,149</u>

See accompanying Notes to Supplementary Information.

BEAUMONT UNIFIED SCHOOL DISTRICT
SCHEDULE OF CHARTER SCHOOLS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2024

<u>CHARTER SCHOOLS</u>	<u>CHARTER #</u>	<u>INCLUSION IN FINANCIAL STATEMENTS</u>
Highland Academy	1493	Not Included
Mission Vista Academy	2049	Not Included

See accompanying Notes to Supplementary Information.

BEAUMONT UNIFIED SCHOOL DISTRICT
NOTES TO SUPPLEMENTARY INFORMATION
JUNE 30, 2024

1. PURPOSE OF SCHEDULES

A. Schedule of Average Daily Attendance

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

B. Schedule of Instructional Time

Districts, including basic aid districts, must maintain their instructional minutes at 1986-87 requirements, as required by Education Code Section 46201. This schedule is required for all districts, including basic aid districts.

The District has received incentive funding for increasing instructional time as provided by the incentives for Longer Instructional Day. The District has not met or exceeded its target funding. This schedule presents information on the amount of instructional time offered by the District and whether the District complied with the provisions of Article 8 (commencing with Section 46200) of Chapter 2 of Part 26 of the Education Code.

C. Schedule of Financial Trends and Analysis

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

D. Schedule of Expenditures of Federal Awards

Basis of Presentation

The accompanying schedule of expenditures of federal awards includes the federal grant activity of Beaumont Unified School 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, Cost Principles, and Audit Requirements for Federal Awards. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the financial statements.

The Uniform Guidance requires a disclosure of the financial activities of all Federally funded programs. This schedule was prepared to comply with the Uniform Guidance. The District did not elect to use the 10 percent de minimis indirect cost rate.

E. Reconciliation of Annual Financial and Budget Report Form with Audited Financial Statements

This schedule provides the information necessary to reconcile the fund balances of all funds and the total liabilities balance of the general long-term debt as reported on the Annual Form to the audited financial statements.

F. Schedule of Charter Schools

This schedule provides a list of Charter Schools sponsored by the District and specifies whether the Charter Schools are included in these financial statements.



Jeanette L. Garcia,
CPA

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

Independent Auditor’s Report

To the Governing Board
Beaumont Unified School District
Beaumont, California

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (GAAS), the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Beaumont Unified School District, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise Beaumont Unified School District’s basic financial statements, and have issued our report thereon dated December 4, 2024.

Report on Internal Control Over Financial Reporting

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

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

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

Member:

American
Institute of
Certified Public
Accountants

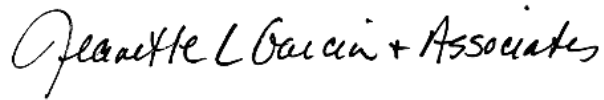
California
Society of
Certified Public
Accountants

Report on Compliance and Other Matters

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

Purpose of this Report

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

A handwritten signature in black ink that reads "Jeanette L. Garcia + Associates". The signature is written in a cursive, flowing style.

San Bernardino, California
December 4, 2024



Jeanette L. Garcia,
CPA

REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND
REPORT ON INTERNAL CONTROL OVER COMPLIANCE
REQUIRED BY THE UNIFORM GUIDANCE

Independent Auditor's Report

To the Governing Board
Beaumont Unified School District
Beaumont, California

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

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

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

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*); and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standard 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 Beaumont Unified School District and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of Beaumont Unified School District's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

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

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

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

- Exercise professional judgement 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 Beaumont Unified School District's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of Beaumont Unified School District's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of Beaumont Unified School District's internal control over compliance. Accordingly, no such opinion is expressed.

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

Report on Internal Control Over Compliance

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or 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.

Jeanette L Garcia + Associates

San Bernardino, California
December 4, 2024



Jeanette L. Garcia,
CPA

REPORT ON STATE COMPLIANCE AND ON INTERNAL
CONTROL OVER COMPLIANCE

To the Governing Board
Beaumont Unified School District
Beaumont, California

Report On Compliance

Opinion

We have audited the Beaumont Unified School District’s compliance with the requirements specified in the *2023-24 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting* applicable to the District’s state program requirements identified below for the year ended June 30, 2024.

In our opinion, Beaumont Unified School District complied, in all material respects, with the laws and regulations of the state programs noted in the table below for the year ended June 30, 2024.

Basis for Opinion

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS), the standards applicable to financial audits contained in *Government Auditing Standard*, issued by the Comptroller General of the United States, and the *2023-24 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*. Our responsibilities under those standards are further described in the Auditor’s Responsibilities for the Audit of Compliance section of our report.

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

Responsibilities of Management for State Compliance

Management is responsible to 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 Beaumont Unified School District’s state program.

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Auditor’s Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the District’s compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, and the *2023-24 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting* will always detect a material noncompliance when it exists. The risk of not detecting a material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the state 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 Beaumont Unified School District’s compliance with the requirements of state programs as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the *2023-24 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit;
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding District’s compliance with the compliance requirements referred to above and performing such other procedures as we consider necessary in the circumstances;
- Obtain an understanding of the District’s internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the *2023-24 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*, but not for the purpose of expressing an opinion on the effectiveness of the District’s internal controls over compliance. Accordingly, we express no such opinion; and
- Select and test transactions and records to determine the District’s compliance with the state laws and regulations applicable to the following items:

2023-24 K-12 Audit Guide Procedures	Procedures Performed
Local Education Agencies Other Than Charter Schools:	
A. Attendance	Yes
B. Teacher Certification and Misassignments	Yes
C. Kindergarten Continuance	Yes
D. Independent Study	Yes
E. Continuation Education	Yes
F. Instructional Time	Yes
G. Instructional Materials	Yes
H. Ratio of Administrative Employees to Teachers	Yes
I. Classroom Teacher Salaries	Yes
J. Early Retirement Incentive	Not Applicable
K. Gann Limit Calculation	Yes
L. School Accountability Report Card	Yes
M. Juvenile Court Schools	Not Applicable
N. Middle or Early College High Schools	Yes

2023-24 K-12 Audit Guide Procedures (Continued)	Procedures Performed
Local Education Agencies Other Than Charter Schools:	
O. K-3 Grade Span Adjustment	Yes
P. (Reserved)	Not Applicable
Q. Apprenticeship: Related and Supplemental Instruction	Not Applicable
R. Comprehensive School Safety Plan	Yes
S. District of Choice	Not Applicable
TT. Home to School Transportation Reimbursement	Yes
School Districts, County Offices of Education, and Charter Schools:	
T. Proposition 28 Arts and Music in Schools	Yes
U. After/Before School Education and Safety Program	Yes
V. Proper Expenditure of Education Protection Account Funds	Yes
W. Unduplicated Local Control Funding Formula Pupil Counts	Yes
X. Local Control and Accountability Plan	Yes
Y. Independent Study-Coursed Based	Not Applicable
Z. Immunizations	No, See Below
AZ. Educator Effectiveness	Yes
BZ. Expanded Learning Opportunities Grant (ELO-G)	Yes
CZ. Career Technical Education Incentive Grant	Yes
DZ. Expanded Learning Opportunities Program	Yes
EZ. Transitional Kindergarten	Yes
Charter Schools:	
AA. Attendance	Not Applicable
BB. Mode of Instruction	Not Applicable
CC. Nonclassroom-Based Instruction/Independent Study for Charter Schools	Not Applicable
DD. Determination of Funding for Nonclassroom-Based Instruction	Not Applicable
EE. Annual Instructional Minutes - Classroom Based	Not Applicable
FF. Charter School Facility Grant Program	Not Applicable

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

We did not test the requirements for Immunizations because the only school listed on the CDPH list is an Independent Study School and independent study pupils are excluded from verification procedures.

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

Report on Internal Control over Compliance

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

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

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

Purpose of This Report

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of testing based on the *2023-24 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*. Accordingly, this report is not suitable for any other purpose.

A handwritten signature in black ink that reads "Jeanette L Garcia + Associates". The signature is written in a cursive, flowing style.

San Bernardino, California
December 4, 2024

Findings and Recommendations

BEAUMONT UNIFIED SCHOOL DISTRICT
SCHEDULE OF AUDIT FINDINGS AND QUESTIONED COSTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Section I – Summary of Auditor’s Results

Financial Statements

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

Material weakness(es) identified? Yes ✓ No

Significant deficiencies identified? Yes ✓ None Reported

Noncompliance material to financial statements noted? Yes ✓ No

Federal Awards

Internal control over major programs:

Material weakness(es) identified? Yes ✓ No

Significant deficiencies identified? Yes ✓ 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 2 CFR Part 200, Section 200.516 Audit Findings paragraph (a)? Yes ✓ No

Identification of major programs:

<u>Assistance Listing Number(s)</u>	<u>Name of Federal Program or Cluster</u>
10.588	Child and Adult Care Food Program
84.010	Title I Grants to Local Education Agencies
84.425	Education and Stabilization Fund

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

Auditee qualified as low-risk auditee? ✓ Yes No

State Awards

Any audit findings disclosed that are required in accordance with the state's Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting? Yes ✓ No

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

BEAUMONT UNIFIED SCHOOL DISTRICT
SCHEDULE OF AUDIT FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Section II – Financial Statement Findings

None Reported.

Section III – Federal Award Findings and Questioned Costs

None Reported.

Section IV – State Award Findings and Questioned Costs

None Reported.

BEAUMONT UNIFIED SCHOOL DISTRICT
STATUS OF PRIOR YEAR AUDIT FINDINGS AND RECOMMENDATIONS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Prior Year Findings and Recommendations:

There were no findings and recommendations for the fiscal year ended June 30, 2023.