PITTSBURG UNIFIED SCHOOL DISTRICT

AUDIT REPORT
JUNE 30, 2023

PITTSBURG UNIFIED SCHOOL DISTRICT
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Independent Auditors' Report

Governing Board
Pittsburg Unified School District
Pittsburg, California

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Pittsburg Unified School District, as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the Pittsburg 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 Pittsburg Unified School District, as of June 30, 2023, and the respective changes in financial position 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 and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Pittsburg Unified School District and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards 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 of the financial statements.

In performing an audit in accordance with generally accepted auditing standards 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 Pittsburg 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 Pittsburg Unified School District's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the required supplementary information, such as management's discussion and analysis, budgetary comparison information, schedule of changes in net OPEB liability and related ratios, schedule of district contributions for OPEB, schedule of investment returns for OPEB, schedules of proportionate share of net pension liability, and schedules of district contributions for pensions be presented to supplement the basic financial statements. Such information, although not 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 appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Pittsburg Unified School District's basic financial statements. The supplementary information listed in the table of contents, including the schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations (CFR)* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information is 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 12, 2023 on our consideration of the Pittsburg 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 Pittsburg 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 Pittsburg Unified School District's internal control over financial reporting and compliance.

Christy White, Inc.

San Diego, California
December 12, 2023

PITTSBURG UNIFIED SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS

INTRODUCTION

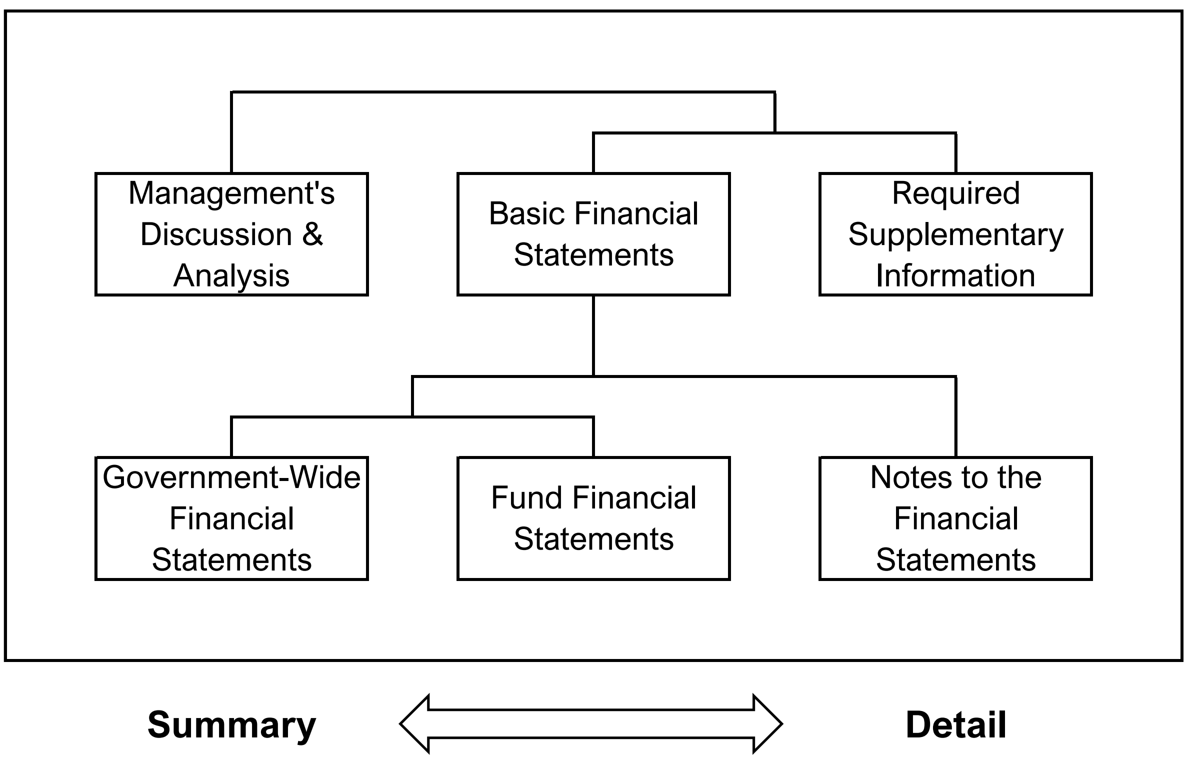
Our discussion and analysis of Pittsburg Unified School District's (District) financial performance provides an overview of the District's financial activities for the fiscal year ended June 30, 2023. It should be read in conjunction with the District's financial statements, which follow this section.

FINANCIAL HIGHLIGHTS

- The District's net position was $1,571,191 at June 30, 2023. This was an increase of $52,495,958 from the prior year.
- Overall revenues were $266,464,244 which exceeded expenses of $213,968,286.

OVERVIEW OF FINANCIAL STATEMENTS

Components of the Financial Section



OVERVIEW OF FINANCIAL STATEMENTS (continued)

Components of the Financial Section (continued)

This annual report consists of three parts – Management's Discussion and Analysis (this section), the basic financial statements, and required supplementary information. The three sections together provide a comprehensive overview of the District. The basic financial statements are comprised of two kinds of statements that present financial information from different perspectives:

- **Government-wide financial statements**, which comprise the first two statements, provide both short-term and long-term information about the entity's overall financial position.

- **Fund financial statements** focus on reporting the individual parts of District operations in more detail. The fund financial statements comprise the remaining statements.

  - **Governmental Funds** provide a detailed *short-term* view that helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs.

  - **Fiduciary Funds** report resources held for the benefit of parties outside of the District. Fiduciary funds are not reflected in the government-wide statements because the resources of the fund are not available to support the District's own programs.

The financial statements also include notes that explain some of the information in the statements and provide more detailed data. The basic financial statements are followed by a section of required and other supplementary information that further explain and support the financial statements.

Government-Wide Statements

The government-wide statements report information about the District as a whole using accounting methods similar to those used by private-sector companies. The statement of net position includes all of the government's assets and liabilities. All of the current year's revenues and expenses are accounted for in the statement of activities, regardless of when cash is received or paid.

The two government-wide statements report the District's net position and how it has changed. Net position is one way to measure the District's financial health or position. Over time, increases or decreases in the District's net position are an indicator of whether its financial health is improving or deteriorating, respectively.

The government-wide financial statements of the District include governmental activities. All of the District's basic services are included here, such as regular education, food service, maintenance and general administration. Local control formula funding and federal and state grants finance most of these activities.

FINANCIAL ANALYSIS OF THE ENTITY AS A WHOLE

Net Position

The District's net position was $1,571,191 at June 30, 2023, as reflected in the table below. Of this amount, $(117,662,706) was unrestricted. Restricted net position is reported separately to show legal constraints from debt covenants and enabling legislation that limit the Governing Board's ability to use that net position for day-to-day operations.

	Governmental Activities		
	2023	**2022**	**Net Change**
ASSETS			
Current and other assets	$ 250,446,640	$ 130,471,123	$ 119,975,517
Capital assets	356,069,777	363,901,164	(7,831,387)
Total Assets	606,516,417	494,372,287	112,144,130
DEFERRED OUTFLOWS OF RESOURCES	64,229,682	46,310,853	17,918,829
LIABILITIES			
Current liabilities	48,222,614	41,963,302	6,259,312
Long-term liabilities	591,519,628	474,956,205	116,563,423
Total Liabilities	639,742,242	516,919,507	122,822,735
DEFERRED INFLOWS OF RESOURCES	29,432,666	74,688,400	(45,255,734)
NET POSITION			
Net investment in capital assets	15,843,870	26,192,046	(10,348,176)
Restricted	103,390,027	61,974,858	41,415,169
Unrestricted	(117,662,706)	(139,091,671)	21,428,965
Total Net Position	$ 1,571,191	$ (50,924,767)	$ 52,495,958

FINANCIAL ANALYSIS OF THE ENTITY AS A WHOLE (continued)

Changes in Net Position

The results of this year's operations for the District as a whole are reported in the Statement of Activities. The following table takes the information from the Statement and rearranges it slightly, so that you can see the total revenues and expenses for the year.

	Governmental Activities		
	2023	**2022**	**Net Change**
REVENUES			
Program revenues			
Charges for services	$ 688,600	$ 474,256	$ 214,344
Operating grants and contributions	72,811,394	39,462,278	33,349,116
Capital grants and contributions	9,062,768	-	9,062,768
General revenues			
Property taxes	55,331,806	50,396,344	4,935,462
Unrestricted federal and state aid	125,105,111	109,998,107	15,107,004
Other	3,464,565	1,119,870	2,344,695
Total Revenues	266,464,244	201,450,855	65,013,389
EXPENSES			
Instruction	96,904,736	88,199,336	8,705,400
Instruction-related services	25,000,602	18,510,208	6,490,394
Pupil services	24,446,281	21,486,457	2,959,824
General administration	9,142,516	10,430,594	(1,288,078)
Plant services	21,754,635	16,344,076	5,410,559
Ancillary and community services	2,731,153	1,928,584	802,569
Debt service	11,621,241	11,996,473	(375,232)
Other outgo	3,172,480	2,187,645	984,835
Depreciation	19,194,642	19,247,205	(52,563)
Total Expenses	213,968,286	190,330,578	23,637,708
Change in net position	52,495,958	11,120,277	41,375,681
Net Position - Beginning	(50,924,767)	(62,045,044)	11,120,277
Net Position - Ending	$ 1,571,191	$ (50,924,767)	$ 52,495,958

FINANCIAL ANALYSIS OF THE ENTITY AS A WHOLE (continued)

Changes in Net Position (continued)

In the table below, we have presented the net cost of each of the District's functions. Net cost shows the financial burden that was placed on the District's taxpayers by each of these functions. Providing this information allows our citizens to consider the cost of each function in comparison to the benefits they believe are provided by that function.

	Net Cost of Services	
	2023	**2022**
Instruction	$ 44,144,657	$ 66,290,511
Instruction-related services	12,977,789	14,834,301
Pupil services	11,941,846	9,776,006
General administration	8,114,806	9,477,537
Plant services	19,381,477	15,701,595
Ancillary and community services	1,907,343	1,344,325
Debt service	11,621,241	11,996,473
Transfers to other agencies	2,121,723	1,726,091
Depreciation	19,194,642	19,247,205
Total	$ 131,405,524	$ 150,394,044

FINANCIAL ANALYSIS OF THE DISTRICT'S MAJOR FUNDS

The financial performance of the District as a whole is reflected in its governmental funds as well. As the District completed this year, its governmental funds reported a combined fund balance of $219,911,091, which is more than last year's ending fund balance of $102,886,176. The District's General Fund had $37,613,569 more in operating revenues than expenditures for the year ended June 30, 2023. The District's Building Fund showed an increase in fund balance of $63,514,558 during the year ended June 30, 2023, primarily due to the issuance of a new general obligation bond. The District's Bond Interest and Redemption Fund showed an increase in fund balance of $6,474,867 during the year ended June 30, 2023, primarily due to the issuance of a new general obligation bond.

CURRENT YEAR BUDGET 2022-2023

During the fiscal year, budget revisions and appropriation transfers are presented to the Board for their approval on a periodic basis to reflect changes to both revenues and expenditures that become known during the year. In addition, the Board of Education approves financial projections included with the Adopted Budget, First Interim, and Second Interim financial reports. The Unaudited Actuals reflect the District's financial projections and current budget based on State and local financial information.

CAPITAL ASSETS AND LONG-TERM LIABILITIES

Capital Assets

By the end of 2022-2023, the District had invested $356,069,777 in capital assets, net of accumulated depreciation.

	Governmental Activities		
	2023	2022	Net Change
CAPITAL ASSETS			
Land	$ 1,473,363	$ 1,473,363	$ -
Construction in progress	7,207,797	14,771,096	(7,563,299)
Land improvements	28,192,305	28,114,318	77,987
Buildings & improvements	528,054,455	509,820,674	18,233,781
Furniture & equipment	11,814,481	11,199,695	614,786
Less: Accumulated depreciation	(220,672,624)	(201,477,982)	(19,194,642)
Total Capital Assets	$ 356,069,777	$ 363,901,164	$ (7,831,387)

Long-Term Liabilities

At year-end, the District had $591,519,628 in long-term liabilities, an increase of 25% from the prior year – as shown below. More detailed information about the District's long-term liabilities is presented in footnotes to the financial statements.

	Governmental Activities		
	2023	2022	Net Change
LONG-TERM LIABILITIES			
Total general obligation bonds	$ 405,196,396	$ 337,173,171	$ 68,023,225
Total certificates of participation	16,430,054	17,880,475	(1,450,421)
Energy Loan	901,540	1,014,232	(112,692)
BBVA Compass Loan	1,272,000	1,851,000	(579,000)
Compensated absences	1,052,764	1,027,700	25,064
Net OPEB liability	51,264,852	47,025,679	4,239,173
Net pension liability	127,610,542	78,337,961	49,272,581
Less: current portion of long-term liabilities	(12,208,520)	(9,354,013)	(2,854,507)
Total Long-term Liabilities	$ 591,519,628	$ 474,956,205	$ 116,563,423

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

At the time these financial statements were prepared and audited, the District was aware of several circumstances that could affect its future financial health.

In its June 2023 quarterly report, the UCLA Anderson Forecast stated the U.S. economy was not in a recession yet, but the forecast comes with a caution. Anti-inflation actions by the Federal Reserve could still trigger a near-term recession. The Federal Reserve has said that its actions will be dependent on data. If data shows that the labor market continues to remain robust and if another jobs report shows strong growth in payroll employment and inflation remains sticky, the Federal Reserve will likely err on the side of further tightening of monetary policy and thus, a mild recession later this year is the most likely. The Forecast anticipates that there will be a mild impact on the State of California's economy regardless of the Federal Reserve's policy actions. The California unemployment rate averages for 2023, 2024, and 2025 are expected to be 4.1%, 4.0% and 4.0%, respectively, and non-farm payroll jobs are expected to grow at rates of 2.0%, 1.3%, and 1.6%, during the same three years.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET (continued)

Fiscal policy for the funding of public education changes annually based on fluctuations in State revenues. The May 2023 Budget Revision includes a total Proposition 98 guarantee of $106.8 billion ($77.4 billion General Fund and $29.4 billion local property tax) down from the January 2023 Governor's Budget Proposition 98 guarantee of $108.8 billion ($79.6 billion General Fund and $29.2 billion local property tax). The Proposition 98 Guarantee continues to be in Test 1 for 2022-23 and 2023-24. At May Revision, the 2023-24 cost-of-living adjustment (COLA) is updated to 8.22 percent, the largest COLA in the history of LCFF. Additionally, the May revise saw a reduction of $1.8 billion to the Arts, Music, and Instructional Materials Discretionary Block Grant and a $2.5 billion reduction of the Learning Recovery Emergency Block Grant.

The District participates in state employee pensions plans, California State Teachers' Retirement System (CalSTRS) and California Public Employees' Retirement System (CalPERS) and both are underfunded. The District's proportionate share of the liability is reported in the Statement of Net Position as of June 30, 2023. The amount of the liability is material to the financial position of the District. The CalSTRS projected employer contribution rate for 2023-24 is 19.10 percent. The CalPERS projected employer contribution rate for 2023-24 is 26.68 percent. The projected increased pension costs to school employers remain a significant fiscal factor.

Enrollment can fluctuate due to factors such as population growth, competition from private, parochial, inter-district transfers in or out, economic conditions and housing values. Losses in enrollment will cause a school district to lose operating revenues without necessarily permitting the district to make adjustments in fixed operating costs.

All of these factors were considered in preparing the District's budget for the 2023-24 fiscal year.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, students, and investors and creditors with a general overview of the District's finances and to show the District's accountability for the money it receives. If you have questions about this report or need any additional financial information, contact the District's Business Office, Pittsburg Unified School District, 2000 Railroad Avenue, Pittsburg, California 94565.

PITTSBURG UNIFIED SCHOOL DISTRICT
STATEMENT OF NET POSITION
JUNE 30, 2023

	Governmental Activities
ASSETS	
Cash and investments	$ 202,432,468
Accounts receivable	47,935,086
Inventory	79,086
Capital assets, not depreciated	8,681,160
Capital assets, net of accumulated depreciation	347,388,617
Total Assets	606,516,417
DEFERRED OUTFLOWS OF RESOURCES	
Deferred outflows related to pensions	49,384,033
Deferred outflows related to OPEB	9,251,903
Deferred amount on refunding	5,593,746
Total Deferred Outflows of Resources	64,229,682
LIABILITIES	
Deficit cash	101,931
Accrued liabilities	33,639,048
Unearned revenue	2,273,115
Long-term liabilities, current portion	12,208,520
Long-term liabilities, non-current portion	591,519,628
Total Liabilities	639,742,242
DEFERRED INFLOWS OF RESOURCES	
Deferred inflows related to pensions	15,347,748
Deferred inflows related to OPEB	14,084,918
Total Deferred Inflows of Resources	29,432,666
NET POSITION	
Net investment in capital assets	15,843,870
Restricted:	
Capital projects	30,944,592
Debt service	21,656,795
Educational programs	49,156,078
Food service	1,122,239
Associated student body	510,323
Unrestricted	(117,662,706)
Total Net Position	$ 1,571,191

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

PITTSBURG UNIFIED SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2023

Function/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Net (Expenses) Revenues and Changes in Net Position: Governmental Activities
GOVERNMENTAL ACTIVITIES					
Instruction	$ 96,904,736	$ 556,444	$ 43,140,867	$ 9,062,768	$ (44,144,657)
Instruction-related services					
Instructional supervision and administration	9,972,626	5,996	9,021,362	-	(945,268)
Instructional library, media, and technology	1,299,286	131	600,152	-	(699,003)
School site administration	13,728,690	15,607	2,379,565	-	(11,333,518)
Pupil services					
Home-to-school transportation	3,937,730	9,378	355,564	-	(3,572,788)
Food services	7,638,611	72,404	8,682,164	-	1,115,957
All other pupil services	12,869,940	13,673	3,371,252	-	(9,485,015)
General administration					
Centralized data processing	2,103,571	550	64,308	-	(2,038,713)
All other general administration	7,038,945	3,454	959,398	-	(6,076,093)
Plant services	21,754,635	1,327	2,371,831	-	(19,381,477)
Ancillary services	2,412,775	-	823,810	-	(1,588,965)
Community services	318,378	-	-	-	(318,378)
Interest on long-term debt	11,621,241	-	-	-	(11,621,241)
Other outgo	3,172,480	9,636	1,041,121	-	(2,121,723)
Depreciation (unallocated)	19,194,642	-	-	-	(19,194,642)
Total Governmental Activities	$ 213,968,286	$ 688,600	$ 72,811,394	$ 9,062,768	(131,405,524)
	General revenues				
	Taxes and subventions				
	Property taxes, levied for general purposes				27,341,571
	Property taxes, levied for debt service				20,870,581
	Property taxes, levied for other specific purposes				7,119,654
	Federal and state aid not restricted for specific purposes				125,105,111
	Interest and investment earnings				2,329,694
	Miscellaneous				1,134,871
	Subtotal, General Revenue				183,901,482
	CHANGE IN NET POSITION				52,495,958
	Net Position - Beginning				(50,924,767)
	Net Position - Ending				$ 1,571,191

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

PITTSBURG UNIFIED SCHOOL DISTRICT
GOVERNMENTAL FUNDS
BALANCE SHEET
JUNE 30, 2023

	General Fund	Building Fund	Bond Interest and Redemption Fund	Non-Major Governmental Funds	Total Governmental Funds
ASSETS					
Cash and investments	$ 61,309,096	$ 78,617,676	$ 27,135,340	$ 35,370,356	$ 202,432,468
Accounts receivable	46,530,397	-	-	1,404,689	47,935,086
Stores inventory	-	-	-	79,086	79,086
Total Assets	$ 107,839,493	$ 78,617,676	$ 27,135,340	$ 36,854,131	$ 250,446,640
LIABILITIES					
Deficit cash	$ -	$ -	$ -	$ 101,931	$ 101,931
Accrued liabilities	25,914,942	1,693,573	-	551,988	28,160,503
Unearned revenue	2,049,193	-	-	223,922	2,273,115
Total Liabilities	27,964,135	1,693,573	-	877,841	30,535,549
FUND BALANCES					
Nonspendable	25,000	-	-	84,086	109,086
Restricted	47,628,346	76,924,103	27,135,340	34,104,886	185,792,675
Committed	7,452,642	-	-	1,787,318	9,239,960
Assigned	8,177,530	-	-	-	8,177,530
Unassigned	16,591,840	-	-	-	16,591,840
Total Fund Balances	79,875,358	76,924,103	27,135,340	35,976,290	219,911,091
Total Liabilities and Fund Balances	$ 107,839,493	$ 78,617,676	$ 27,135,340	$ 36,854,131	$ 250,446,640

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

PITTSBURG UNIFIED SCHOOL DISTRICT
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE STATEMENT OF NET POSITION
JUNE 30, 2023

Total Fund Balance - Governmental Funds		$ 219,911,091
Amounts reported for assets and liabilities for governmental activities in the statement of net position are different from amounts reported in governmental funds because:		
Capital assets:		
In governmental funds, only current assets are reported. In the statement of net position, all assets are reported, including capital assets and accumulated depreciation:		
Capital assets	$ 576,742,401	
Accumulated depreciation	(220,672,624)	356,069,777
Deferred amount on refunding:		
In governmental funds, the net effect of refunding bonds is recognized when debt is issued, whereas this amount is deferred and amortized in the government-wide financial statements:		5,593,746
Unmatured interest on long-term debt:		
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 statement of activities, it is recognized in the period that it is incurred. The additional liability for unmatured interest owing at the end of the period was:		(5,478,545)
Long-term liabilities:		
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 relating to governmental activities consist of:		
Total general obligation bonds	$ 405,196,396	
Total certificates of participation	16,430,054	
Energy Loan	901,540	
BBVA Compass Loan	1,272,000	
Compensated absences	1,052,764	
Net OPEB liability	51,264,852	
Net pension liability	127,610,542	(603,728,148)
Deferred outflows and inflows of resources relating to pensions:		
In governmental funds, deferred outflows and inflows of resources relating to pensions are not reported because they are applicable to future periods. In the statement of net position, deferred outflows and inflows of resources relating to pensions are reported.		
Deferred outflows of resources related to pensions	$ 49,384,033	
Deferred inflows of resources related to pensions	(15,347,748)	34,036,285
Deferred outflows and inflows of resources relating to OPEB:		
In governmental funds, deferred outflows and inflows of resources relating to OPEB are not reported because they are applicable to future periods. In the statement of net position, deferred outflows and inflows of resources relating to OPEB are reported.		
Deferred outflows of resources related to OPEB	$ 9,251,903	
Deferred inflows of resources related to OPEB	(14,084,918)	(4,833,015)
Total Net Position - Governmental Activities		$ 1,571,191

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

PITTSBURG UNIFIED SCHOOL DISTRICT
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2023

	General Fund	Building Fund	Bond Interest and Redemption Fund	Non-Major Governmental Funds	Total Governmental Funds
REVENUES					
LCFF sources	$ 147,622,372	$ -	$ -	$ 955,221	$ 148,577,593
Federal sources	16,226,098	-	-	5,525,207	21,751,305
Other state sources	49,515,329	-	51,078	16,327,239	65,893,646
Other local sources	11,325,821	(214,658)	21,164,809	7,217,504	39,493,476
Total Revenues	224,689,620	(214,658)	21,215,887	30,025,171	275,716,020
EXPENDITURES					
Current					
Instruction	111,677,434	-	-	3,413,192	115,090,626
Instruction-related services					
Instructional supervision and administration	10,385,014	-	-	-	10,385,014
Instructional library, media, and technology	1,276,642	-	-	-	1,276,642
School site administration	13,401,673	-	-	1,263,736	14,665,409
Pupil services					
Home-to-school transportation	3,874,952	-	-	-	3,874,952
Food services	85,230	-	-	7,418,095	7,503,325
All other pupil services	13,615,436	-	-	182,471	13,797,907
General administration					
Centralized data processing	2,030,659	-	-	-	2,030,659
All other general administration	6,555,225	-	-	461,572	7,016,797
Plant services	19,035,473	-	-	993,148	20,028,621
Facilities acquisition and construction	790,996	8,521,918	-	2,846,415	12,159,329
Ancillary services	1,532,080	-	-	880,288	2,412,368
Community services	305,655	-	-	-	305,655
Transfers to other agencies	2,509,582	-	-	-	2,509,582
Debt service					
Principal	-	-	7,351,871	2,051,692	9,403,563
Interest and other	-	662,898	11,109,904	673,609	12,446,411
Total Expenditures	187,076,051	9,184,816	18,461,775	20,184,218	234,906,860
Excess (Deficiency) of Revenues Over Expenditures	37,613,569	(9,399,474)	2,754,112	9,840,953	40,809,160
Other Financing Sources (Uses)					
Transfers in	-	419,032	-	6,477,688	6,896,720
Other sources	-	72,495,000	3,720,755	-	76,215,755
Transfers out	(419,032)	-	-	(6,477,688)	(6,896,720)
Net Financing Sources (Uses)	(419,032)	72,914,032	3,720,755	-	76,215,755
NET CHANGE IN FUND BALANCE	37,194,537	63,514,558	6,474,867	9,840,953	117,024,915
Fund Balance - Beginning	42,680,821	13,409,545	20,660,473	26,135,337	102,886,176
Fund Balance - Ending	$ 79,875,358	$ 76,924,103	$ 27,135,340	$ 35,976,290	$ 219,911,091

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

PITTSBURG UNIFIED SCHOOL DISTRICT
RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2023

Net Change in Fund Balances - Governmental Funds			$ 117,024,915
Amounts reported for governmental activities in the statement of activities are different from amounts reported in governmental funds because:			
Capital outlay:			
In governmental funds, the costs of capital assets are reported as expenditures in the period when the assets are acquired. In the statement of activities, costs of capital assets are 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:	$	11,363,255	
Depreciation expense:		(19,194,642)	(7,831,387)
Debt service:			
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:			9,403,563
Debt proceeds:			
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. Amounts recognized in governmental funds as proceeds from debt, net of issue premium or discount, were:			(76,215,755)
Deferred amounts on refunding:			
In governmental funds, deferred amounts on refunding are recognized in the period they are incurred. In the government-wide statements, the deferred amounts on refunding are amortized over the life of the debt. The net effect of the deferred amounts on refunding during the period was:			(314,605)
Unmatured interest on long-term debt:			
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 it is incurred. Unmatured interest owing at the end of the period, less matured interest paid during the period but owing from the prior period, was:			(454,203)
Accreted interest on long-term debt:			
In governmental funds, accreted interest on capital appreciation bonds is not recorded as an expenditure from current sources. In the government-wide statement of activities, however, this is recorded as interest expense for the period.			(164,370)

(continued on following page)

Compensated absences:		
In governmental funds, compensated absences are measured by the amounts paid during the period. In the statement of activities, compensated absences are measured by the amount earned. The difference between compensated absences paid and compensated absences earned, was:		(25,064)
Postemployment benefits other than pensions (OPEB):		
In governmental funds, OPEB expenses are recognized when employer OPEB contributions are made. In the statement of activities, OPEB expenses are recognized on the accrual basis. This year, the difference between OPEB expenses and actual employer OPEB contributions was:		(5,215,299)
Pensions:		
In governmental funds, pension costs are recognized when employer contributions are made. In the government-wide statement of activities, pension costs are recognized on the accrual basis. This year, the difference between accrual-basis pension costs and employer contributions was:		15,192,713
Amortization of debt issuance premium or discount:		
In governmental funds, if debt is issued at a premium or at a discount, the premium or discount is recognized as an Other Financing Source or an Other Financing Use in the period it is incurred. In the government-wide statements, the premium or discount is amortized over the life of the debt. Amortization of premium or discount for the period is:		1,095,450
Change in Net Position of Governmental Activities	$	52,495,958

PITTSBURG UNIFIED SCHOOL DISTRICT
FIDUCIARY FUNDS
STATEMENT OF NET POSITION
JUNE 30, 2023

	Other Employee Benefit Trust Fund
ASSETS	
Cash and investments	$ 2,155,948
Total Assets	2,155,948
NET POSITION	
Restricted	2,155,948
Total Net Position	$ 2,155,948

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

PITTSBURG UNIFIED SCHOOL DISTRICT
FIDUCIARY FUNDS
STATEMENT OF CHANGES IN NET POSITION
FOR THE YEAR ENDED JUNE 30, 2023

	Other Employee Benefit Trust Fund
ADDITIONS	
Investment earnings	$ 155,004
Total Additions	155,004
CHANGE IN NET POSITION	155,004
Net Position - Beginning	2,000,944
Net Position - Ending	$ 2,155,948

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

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Financial Reporting Entity

The Pittsburg Unified School District (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 generally accepted accounting principles as prescribed by the Governmental Accounting Standards Board (GASB) and the American Institute of Certified Public Accountants (AICPA).

The District operates under a locally elected Board form of government and provides educational services to grades K-12 as mandated by the state. A reporting entity is comprised of the primary government, component units, and other organizations that are included to ensure the financial statements are not misleading. The primary government of the District consists of all funds, departments and agencies that are not legally separate from the District. For the District, this includes general operations, food service, and student-related activities.

B. Component Units

The District and Pittsburg Unified School District Financing Corporation ("the Corporation") and Pittsburg Unified School District Financing Authority ("the Authority") have financial and operational relationships that meet the reporting entity definition criteria for inclusion of the Corporation and the Authority as component units of the District. Therefore, the financial activities of the Corporation and the Authority have been included in the financial statements of the District.

Component units are legally separate organizations for which the District is financially accountable. Component units may also include organizations that are fiscally dependent on the District in that the District approves their budget, the issuance of their debt or the levying of their taxes. In addition, component units are other legally separate organizations for which the District is not financially accountable but the nature and significance of the organization's relationship with the District is such that exclusion would cause the District's financial statements to be misleading or incomplete.

The Corporation was formed in March 1994, pursuant to the general California nonprofit corporation laws, to provide financial assistance to the District for construction and acquisition of major capital facilities. Certificates of Participation issued by the Corporation are included as long-term liabilities in the government-wide financial statements. At the end of the lease term, title of all Corporate property will pass to the District for no additional consideration.

The Authority was formed in June 2011, pursuant to the general California nonprofit corporation laws, to exercise any power common to the District and the California Municipal Finance Authority, and to issue and purchase bonds issued by, or make loans to Pittsburg Unified School District or the California Municipal Finance Authority.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

B. Component Units (continued)

The following are a summary of aspects of the relationship between the District and the component units:

1. Manifestation of Oversight

   - The Corporation and Authority's Board of Directors were appointed by the District's Governing Board. The Corporation has no employees. The District's Associate Superintendent of Business Services functions as the agent of the Corporation and the Authority. This individual receives no additional compensation for work performed in this capacity.

2. Accounting for Fiscal Matters

   a. The District is able to impose its will upon the Corporation and the Authority, based on the following:

   - All major financing arrangements, contracts, and other transactions of the Corporation and the Authority must have the consent of the District.
   - The District exercises significant influence over operations of the Corporation as it is anticipated that the District will be the sole lessee of all facilities owned by the Corporation.

   b. The Corporation and the Authority provide specific financial benefits or impose specific financial burdens on the District based upon the following:

   - Any deficits incurred by the Corporation will be reflected in the lease payments of the District.
   - Any surpluses of the Corporation revert to the District at the end of the lease period.
   - The District has assumed a "moral obligation", and potentially a legal obligation, on any debt incurred by the Corporation and the Authority.

3. Scope of Public Service and Financial Presentation

   - The Corporation was formed for the sole purpose of providing financing assistance to the District for construction and acquisition of major capital facilities. Upon completion, the District intends to occupy all Corporation facilities under a lease-purchase agreement effective through the year 2024.
   - The Authority was formed to exercise any power common to the District and the California Municipal Finance Authority, and to issue and purchase bonds issued by, or make loans to Pittsburg Unified School District or the California Municipal Finance Authority.

The Corporation and Authority are presented in these financial statements as blended component units.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

C. Basis of Presentation

Government-Wide Statements: The statement of net position and the statement of activities display information about the primary government (the District). These statements include the financial activities of the overall government, except for fiduciary activities. Eliminations have been made to minimize the double-counting of internal activities. Governmental activities generally are financed through taxes, intergovernmental revenue, and other non-exchange transactions.

The statement of activities presents a comparison between direct expenses and program revenue for each function of the District's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Indirect expense allocations that have been made in the funds have been reserved for the statement of activities. Program revenues include charges paid by the recipients of the goods or services offered by the programs and grants and contributions that are restricted to meeting of operational or capital requirements of a particular program. Revenues that are not classified as program revenues are presented as general revenues. The comparison of program revenues and expenses identifies the extent to which each program or business segment is self-financing or draws from the general revenues of the District.

Fund Financial Statements: The fund financial statements provide information about the District's funds, including its fiduciary funds and blended component units. Separate statements for each fund category – governmental and fiduciary – are presented. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column. All remaining governmental funds are aggregated and reported as non-major funds.

Governmental funds are used to account for activities that are governmental in nature. Governmental activities are typically tax-supported and include education of pupils, operation of food service and child development programs, construction and maintenance of school facilities, and repayment of long-term debt.

Fiduciary funds are used to account for resources held for the benefit of parties outside of the District that cannot be used to support the District's own programs.

Major Governmental Funds

General Fund: The General Fund is the main operating fund of the District. It is used to account for all activities except those that are required to be accounted for in another fund. In keeping with the minimum number of funds principle, all of the District's activities are reported in the General Fund unless there is a compelling reason to account for an activity in another fund. A District may have only one General Fund.

Building Fund: This fund exists primarily to account separately for proceeds from the sale of bonds (*Education Code Section* 15146) and may not be used for any purposes other than those for which the bonds were issued. Other authorized revenues to the Building Fund are proceeds from the sale or lease-with-option-to-purchase of real property (*Education Code Section* 17462) and revenue from rentals and leases of real property specifically authorized for deposit into the fund by the governing board (*Education Code Section* 41003).

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

C. Basis of Presentation (continued)

Major Governmental Funds (continued)

Bond Interest and Redemption Fund: This fund is used for the repayment of bonds issued for the District (*Education Code Sections* 15125–15262). The board of supervisors of the county issues the bonds. The proceeds from the sale of the bonds are deposited in the county treasury to the Building Fund of the District. Any premiums or accrued interest received from the sale of the bonds must be deposited in the Bond Interest and Redemption Fund of the District. The county auditor maintains control over the District's Bond Interest and Redemption Fund. The principal and interest on the bonds must be paid by the county treasurer from taxes levied by the county auditor-controller.

Non-Major Governmental Funds

Special Revenue Funds: Special revenue funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditures for specified purposes other than debt service or capital projects. The District maintains the following special revenue funds:

Student Activity Fund: This fund may be used to account for student body activities that do not meet the fiduciary criteria established in GASB Statement No. 84

Adult Education Fund: This fund is used to account separately for federal, state, and local revenues for adult education programs. Money in this fund shall be expended for adult education purposes only. Moneys received for programs other than adult education shall not be expended for adult education (*Education Code Sections* 52616[b] and 52501.5[a]).

Child Development Fund: This fund is used to account separately for federal, state, and local revenues to operate child development programs. All moneys received by the District for, or from the operation of, child development services covered under the Child Care and Development Services Act (*Education Code Section* 8200 *et seq*.) shall be deposited into this fund. The moneys may be used only for expenditures for the operation of child development programs. The costs incurred in the maintenance and operation of child development services shall be paid from this fund, with accounting to reflect specific funding sources (*Education Code Section* 8328).

Cafeteria Fund: This fund is used to account separately for federal, state, and local resources to operate the food service program (*Education Code Sections* 38090–38093). The Cafeteria Fund shall be used only for those expenditures authorized by the governing board as necessary for the operation of the District's food service program (*Education Code Sections* 38091 and 38100).

Deferred Maintenance Fund: This fund is used to account separately for state apportionments and the District's contributions for deferred maintenance purposes (*Education Code Sections* 17582–17587). In addition, whenever the state funds provided pursuant to *Education Code Sections* 17584 and 17585 (apportionments from the State Allocation Board) are insufficient to fully match the local funds deposited in this fund, the governing board of a school district may transfer the excess local funds deposited in this fund to any other expenditure classifications in other funds of the District (*Education Code Sections* 17582 and 17583).

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

C. Basis of Presentation (continued)

Non-Major Governmental Funds (continued)

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

Capital Facilities Fund: This fund is used primarily to account separately for moneys received from fees levied on developers or other agencies as a condition of approving a development (*Education Code Sections* 17620–17626). The authority for these levies may be county/city ordinances (*Government Code Sections* 65970–65981) or private agreements between the District and the developer. Interest earned in the Capital Facilities Fund is restricted to that fund (*Government Code Section* 66006).

County School Facilities Fund: This fund is established pursuant to *Education Code Section* 17070.43 to receive apportionments from the 1998 State School Facilities Fund (Proposition 1A), the 2002 State School Facilities Fund (Proposition 47), or the 2004 State School Facilities Fund (Proposition 55) authorized by the State Allocation Board for new school facility construction, modernization projects, and facility hardship grants, as provided in the Leroy F. Greene School Facilities Act of 1998 (*Education Code Section* 17070 et seq.).

Special Reserve Fund for Capital Outlay Projects: This fund exists primarily to provide for the accumulation of General Fund moneys for capital outlay purposes (*Education Code Section* 42840).

Fiduciary Funds

Fiduciary fund reporting focuses on net position and changes in net position. The fiduciary fund category is split into four classifications: pension (and other employee benefit) trust funds, investment trust funds, private-purpose trust funds and custodial funds. Trust funds are distinguished from custodial funds by the existence of a trust agreement or equivalent arrangements that have certain characteristics. Custodial funds are used to report fiduciary activities that are not required to be reported in a trust fund.

Other Employee Benefit Trust Fund: This fund exists to account separately for amounts held in trust from irrevocable contributions for employees' retirement benefit payments.

D. Basis of Accounting – Measurement Focus

Government-Wide and Fiduciary Financial Statements

The government-wide and fiduciary fund financial statements are reported using the economic resources measurement focus. The government-wide and fiduciary fund financial statements are reported using the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place.

Net Position equals assets and deferred outflows of resources minus liabilities and deferred inflows of resources. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. The net position should be reported as restricted when constraints placed on its use are either externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments or imposed by law through constitutional provisions or enabling legislation. The net position restricted for other activities results from special revenue funds and the restrictions on their use.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. Basis of Accounting – Measurement Focus (continued)

Governmental Funds
Basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements. Governmental funds use the modified 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. Generally, “available” means collectible within the current period or within 60 days after year-end. However, to achieve comparability of reporting among California school districts and so as not to distort normal revenue patterns, with specific respect to reimbursements grants and corrections to State-aid apportionments, the California Department of Education has defined available for school districts as collectible within one year.

Non-exchange transactions, in which the District receives value without directly giving equal value in return, include property taxes, grants, and entitlements. Under the accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from the 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 potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period or when resources are received by the District prior to the incurrence of qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met, or when the District has a legal claim to the resources, the liability for unearned revenue is removed from the balance sheet and revenue is recognized.

Certain grants received that have not met eligibility requirements are recorded as unearned revenue. On the governmental fund financial statements, receivables that will not be collected within the available period are also recorded as unearned revenue.

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.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

E. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, Fund Balance and Net Position

Cash and Cash Equivalents
The District's cash and cash equivalents consist of cash on hand, demand deposits and short-term investments with original maturities of three months or less from the date of acquisition.

Investments
Investments with original maturities greater than one year are stated at fair value. Fair value is estimated based on quoted market prices at year-end. All investments not required to be reported at fair value are stated at cost or amortized cost. Fair values of investments in county and State investment pools are determined by the program sponsor.

Inventories
Inventories are recorded using the purchases method in that the cost is recorded as an expenditure at the time the individual inventory items are requisitioned. Inventories are valued at historical cost and consist of expendable supplies held for consumption.

Capital Assets
The accounting and reporting treatment applied to the capital assets associated with a fund is determined by its measurement focus. Capital assets are reported in the governmental activities column of the government-wide statement of net position, but are not reported in the fund financial statements.

Capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated fixed assets are recorded at their acquisition value as of the date received. The District maintains a capitalization threshold of $5,000. The District does not own any infrastructure as defined in GASB Statement No. 34. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not capitalized. All reported capital assets, except for land and construction in progress, are depreciated. Improvements are depreciated over the remaining useful lives of the related capital assets.

Depreciation/ is computed using the straight-line method over the following estimated useful lives:

Asset Class	Estimated Useful Life
Buildings and Improvements	25-50 years
Furniture and Equipment	5-20 years
Vehicles	8 years

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

E. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, Fund Balance and Net Position (continued)

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

Compensated Absences
Accumulated unpaid employee vacation benefits are accrued as a liability as the benefits are earned. The entire compensated absence liability is reported on the government-wide financial statements. For governmental funds, the current portion of unpaid compensated absences is recognized upon the occurrence of relevant events such as employee resignations and retirements that occur prior to year-end that have not yet been paid with expendable available financial resource. These amounts are recorded in the fund from which the employees who have accumulated leave are paid.

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 because 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.

Accrued Liabilities and Long-Term Obligations
All payables, accrued liabilities, and long-term obligations are reported in the government-wide financial statements. In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources are reported as obligations of the funds.

Postemployment Benefits Other Than Pensions (OPEB)
For purposes of measuring the net OPEB liability, deferred outflows of resources related to OPEB and deferred inflows of resources related to OPEB, and OPEB expense have been determined by an independent actuary. For this purpose, benefit payments are recognized when currently due and payable in accordance with the benefit terms.

Generally accepted accounting principles require the reported results must pertain to liability and asset information within certain defined timeframes. For this report, the following timeframes are used:

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

Gains and losses related to changes in net OPEB liability are recognized in OPEB expense systematically over time. The first amortized amounts are recognized in OPEB expense for the year the gain or loss occurs. The remaining amounts are categorized as deferred outflows and deferred inflows of resources related to OPEB and are to be recognized in future OPEB expense. The amortization period differs depending on the source of gain or loss. The difference between projected and actual earnings is amortized on a straight-line basis over five years. All other amounts are amortized on a straight-line basis over the average expected remaining service lives of all members that are provided with benefits (active, inactive, and retired) at the beginning of the measurement period.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

E. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, Fund Balance and Net Position (continued)

Premiums and Discounts
In the government-wide financial statements, long-term obligations are reported as liabilities in the statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the straight-line method.

Deferred Outflows/Deferred Inflows of Resources
In addition to assets, the District will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period and so will not be recognized as an outflow of resources (expense/expenditure) until then.

In addition to liabilities, the District will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that time.

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 defined benefit pension plans (the Plans) of the California State Teachers' Retirement System (CalSTRS) and the California Public Employees' Retirement System (CalPERS) and additions to/deductions from the Plans' fiduciary net position have been determined on the same basis as they are reported by the Plans. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Fund Balance
Fund balance is divided into five classifications based primarily on the extent to which the District is bound to observe constraints imposed upon the use of the resources in the governmental funds. The classifications are as follows:

Nonspendable - The nonspendable fund balance classification reflects amounts that are not in spendable form. Examples include inventory, lease receivables (net of related deferred inflows), prepaid items, the long-term portion of loans receivable, and nonfinancial assets held for resale. This classification also reflects amounts that are in spendable form but that are legally or contractually required to remain intact, such as the principal of a permanent endowment.

Restricted - The restricted fund balance classification reflects amounts subject to externally imposed and legally enforceable constraints. Such constraints may be imposed by creditors, grantors, contributors, or laws or regulations of other governments, or may be imposed by law through constitutional provisions or enabling legislation.

Committed - The committed fund balance classification reflects amounts subject to internal constraints self-imposed by formal action of the Governing Board. The constraints giving rise to committed fund balance must be imposed no later than the end of the reporting period. The actual amounts may be determined subsequent to that date but prior to the issuance of the financial statements. In contrast to restricted fund balance, committed fund balance may be redirected by the government to other purposes as long as the original constraints are removed or modified in the same manner in which they were imposed, that is, by the same formal action of the Governing Board.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

E. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, Fund Balance and Net Position (continued)

Fund Balance (continued)
Assigned - The assigned fund balance classification reflects amounts that the government *intends* to be used for specific purposes. Assignments may be established either by the Governing Board or by a designee of the governing body, and are subject to neither the restricted nor committed levels of constraint. In contrast to the constraints giving rise to committed fund balance, constraints giving rise to assigned fund balance are not required to be imposed, modified, or removed by formal action of the Governing Board. The action does not require the same level of formality and may be delegated to another body or official. Additionally, the assignment need not be made before the end of the reporting period, but rather may be made any time prior to the issuance of the financial statements.

Unassigned - In the General Fund only, the unassigned fund balance classification reflects the residual balance that has not been assigned to other funds and that is not restricted, committed, or assigned to specific purposes. However, deficits in any fund, including the General Fund that cannot be eliminated by reducing or eliminating amounts assigned to other purposes are reported as negative unassigned fund balance.

The District applies restricted resources first when expenditures are incurred for purposes for which either restricted or unrestricted (committed, assigned and unassigned) amounts are available. Similarly, within unrestricted fund balance, committed amounts are reduced first followed by assigned, and then unassigned amounts when expenditures are incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used.

F. Interfund Activity

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented in the financial statements. Interfund transfers are eliminated in the governmental activities columns of the statement of activities.

G. Estimates

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

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

H. Budgetary Data

The budgetary process is prescribed by provisions of the California Education Code and requires the governing board to hold a public hearing and adopt an operating budget no later than July 1 of each year. The District governing board satisfied these requirements. The adopted budget is subject to amendment throughout the year to give consideration to unanticipated revenue and expenditures primarily resulting from events unknown at the time of budget adoption with the legal restriction that expenditures cannot exceed appropriations by major object account.

The amounts reported as the original budgeted amounts in the budgetary statements reflect the amounts when the original appropriations were adopted. The amounts reported as the final budgeted amounts in the budgetary statements reflect the amounts after all budget amendments have been accounted for.

I. Property Tax

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

J. New Accounting Pronouncements

GASB Statement No. 91 – In May 2019, GASB issued Statement No. 91, *Conduit Debt Obligations*. This standard's primary objectives are to provide a single method of reporting conduit debt obligations by issuers and eliminate diversity in practice associated with (1) commitments extended by issuers, (2) arrangements associated with conduit debt obligations, and (3) related note disclosures. The statement was postponed by GASB Statement No. 95 and is effective for periods beginning after December 15, 2021. The District has fully implemented this Statement as of June 30, 2023.

GASB Statement No. 96 – In May 2020, GASB issued Statement No. 96, *Subscription-Based Information Technology Arrangements*. This statement provides guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs) for governments. This statement defines a SBITA; establishes that a SBITA results in a right-to-use subscription asset—an intangible asset—and a corresponding subscription liability; provides the capitalization criteria for outlays other than subscription payments, including implementation costs of a SBITA; and requires note disclosures regarding a SBITA. To the extent relevant, the standards for SBITAs are based on the standards established in Statement No. 87, *Leases*, as amended. The statement is effective for periods beginning after June 15, 2022. The District has fully implemented this Statement as of June 30, 2023.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

J. New Accounting Pronouncements (continued)

GASB Statement No. 99 – In April 2022, GASB issued 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 statement addresses various practice issues, including: (a) clarification of provisions in Statement No. 87, *Leases*, as amended, related to the determination of the lease term, classification of a lease as a short-term lease, recognition and measurement of a lease liability and a lease asset, and identification of lease incentives, (b) disclosures related to nonmonetary transactions; clarification of provisions in Statement No. 34, *Basic Financial Statements—and Management's Discussion and Analysis—for State and Local Governments*, as amended, related to the focus of the government-wide financial statements, (c) terminology updates related to certain provisions of Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*, and (d) terminology used in Statement 53 to refer to resource flows statements. A portion of this statement was effective upon issuance, while the remaining portions of this statement were effective for periods beginning after June 15, 2022 and for periods beginning after June 15, 2023. The District has implemented the requirements that were effective upon issuance but has not yet determined the impact on the financial statements for the requirements of this statement that are not yet effective.

GASB Statement No. 100 – In June 2022, GASB issued 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. This statement is effective for periods beginning after June 15, 2023. The District has not yet determined the impact on the financial statements.

GASB Statement No. 101 – In June 2022, GASB issued 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. That objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures. This statement is effective for periods beginning after December 15, 2023. The District has not yet determined the impact on the financial statements.

NOTE 2 – CASH AND INVESTMENTS

A. Summary of Cash and Investments

	Governmental Activities	Fiduciary Fund
Investment in county treasury*	$ 199,082,614	$ -
Fair value adjustment	(905,369)	-
Cash on hand and in banks	512,823	-
Cash with fiscal agent	3,571,535	-
Cash in revolving fund	30,000	-
Local agency investment fund	38,934	-
Futuris OPEB trust	-	2,155,948
Total	$ 202,330,537	$ 2,155,948

*net of deficit cash

B. Policies and Practices

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

Investment in County Treasury – The District maintains substantially all of its cash in the County Treasury in accordance with *Education Code Section* 41001. The Contra Costa County Treasurer's pooled investments are managed by the County Treasurer who reports on a monthly basis to the board of supervisors. In addition, the function of the County Treasury Oversight Committee is to review and monitor the County's investment policy. The committee membership includes the Treasurer and Tax Collector, the Auditor-Controller, Chief Administrative Officer, Superintendent of Schools Representative, and a public member. The fair value of the District's investment in the pool is based upon the District's pro-rata share of the fair value provided by the County Treasurer for the entire portfolio (in relation to the amortized cost of that portfolio). The balance available for withdrawal is based on the accounting records maintained by the County Treasurer, which is recorded on the amortized cost basis.

Agency Investment Fund - The investments are held with the Local Agency Investment Fund (LAIF). The program is offered to local agencies and is also part of the Pooled Money Investment Account (PMIA).

Cash with Fiscal Agent – The District has deposited amounts with escrow agents for the purpose of making debt service payments related to Certificates of Participation debt in the Capital Facilities Fund.

Futuris OPEB Trust – The District has established the Futuris Public Entity Investment Trust account under IRS Section 115. The amounts deposited in the trust are irrevocable and designated for the purpose of investment and disbursement of payments related to obligations to eligible employees under the District's OPEB plan.

NOTE 2 – CASH AND INVESTMENTS (continued)

C. General Authorizations

Except for investments by trustees of debt proceeds, the authority to invest District funds deposited with the county treasury is delegated to the County Treasurer and Tax Collector. Additional information about the investment policy of the County Treasurer and Tax Collector may be obtained from its website. The table below identifies the investment types permitted by California Government Code.

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

D. 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. The District maintains a pooled investment with the County Treasury with a fair value of approximately $198,177,245. The average weighted maturity for this pool is 253 days.

NOTE 2 – CASH AND INVESTMENTS (continued)

E. Credit Risk

Credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. The investments in the County Treasury and LAIF are not required to be rated. As of June 30, 2023, the pooled investments in the County Treasury were rated AAAf/S1+ by Standard and Poor's, and the pooled investments in LAIF had a rating of AAA/V1.

F. Custodial Credit Risk – Deposits

This is the risk that in the event of a bank failure, the District's deposits may not be returned to it. The District does not have a policy for custodial credit risk for deposits. However, the California Government Code requires that a financial institution secure deposits made by state or local governmental units by pledging securities in an undivided collateral pool held by a depository regulated under state law. The market value of the pledged securities in the collateral pool must equal at least 110 percent 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 percent of the secured public deposits and letters of credit issued by the Federal Home Loan Bank of San Francisco having a value of 105 percent of the secured deposits. As of June 30, 2023, the District's bank balance was not exposed to custodial credit risk.

G. Fair Value

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

Level 1 - Quoted prices (unadjusted) in active markets for identical assets.

Level 2 - Observable inputs other than Level 1 prices such as quoted prices for similar assets in active markets, quoted prices for identical or similar assets in markets that are not active, or other inputs that are observable, either directly or indirectly.

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

Uncategorized - Investments in the Contra Costa County Treasury Investment Pool and Local Agency Investment Fund are not measured using the input levels above because the District's transactions are based on a stable net asset value per share. All contributions and redemptions are transacted at $1.00 net asset value per share.

The District's fair value measurements at June 30, 2023 were as follows:

	Quoted Prices Level 1	Uncategorized	Total
Investment in county treasury	$ -	$ 198,177,245	$ 198,177,245
Local agency investment fund	-	38,934	38,934
Futuris OPEB trust	2,155,948	-	2,155,948
Total	$ 2,155,948	$ 198,216,179	$ 200,372,127

NOTE 3 – ACCOUNTS RECEIVABLE

Accounts receivable at June 30, 2023 consisted of the following:

	General Fund	Non-Major Governmental Funds	Governmental Activities
Federal Government			
Categorical aid	$ 6,917,505	$ 1,039,903	$ 7,957,408
State Government			
Apportionment	31,699,076	-	31,699,076
Categorical aid	5,134,598	314,222	5,448,820
Lottery	615,768	-	615,768
Local Government			
Other local sources	2,163,450	50,564	2,214,014
Total	$ 46,530,397	$ 1,404,689	$ 47,935,086

NOTE 4 – CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2023 was as follows:

	Balance July 01, 2022	Additions	Deletions	Balance June 30, 2023
Governmental Activities				
Capital assets not being depreciated				
Land	$ 1,473,363	$ -	$ -	$ 1,473,363
Construction in progress	14,771,096	11,111,865	18,675,164	7,207,797
Total capital assets not being depreciated	16,244,459	11,111,865	18,675,164	8,681,160
Capital assets being depreciated				
Land improvements	28,114,318	77,987	-	28,192,305
Buildings & improvements	509,820,674	18,233,781	-	528,054,455
Furniture & equipment	11,199,695	614,786	-	11,814,481
Total capital assets being depreciated	549,134,687	18,926,554	-	568,061,241
Less: Accumulated depreciation				
Land improvements	16,429,969	712,347	-	17,142,316
Buildings & improvements	178,277,204	17,604,895	-	195,882,099
Furniture & equipment	6,770,809	877,400	-	7,648,209
Total accumulated depreciation	201,477,982	19,194,642	-	220,672,624
Governmental Activities				
Capital Assets, net	$ 363,901,164	$ 10,843,777	$ 18,675,164	$ 356,069,777

NOTE 5 – INTERFUND TRANSACTIONS

Interfund transfers for the year ended June 30, 2023 consisted of a transfer of the following:

	Interfund Transfers In		
Interfund Transfers Out	**Building Fund**	**Non-Major Governmental Funds**	**Total**
General Fund	$ 419,032	$ -	$ 419,032
Non-Major Governmental Funds	-	6,477,688	6,477,688
Total	$ 419,032	$ 6,477,688	$ 6,896,720

Transfer from the General Fund to the Building Fund to move expenditure to correct fund.	$ 419,032
Transfer from the County School Facilities Fund to the Special Reserve Fund for Capital Outlay Projects for state facilities funding.	6,477,688
Total	$ 6,896,720

NOTE 6 – ACCRUED LIABILITIES

Accrued liabilities at June 30, 2023 consisted of the following:

	General Fund	Building Fund	Non-Major Governmental Funds	District-Wide	Governmental Activities
Payroll	$ 1,266,436	$ -	$ -	$ -	$ 1,266,436
Construction	-	1,693,573	-	-	1,693,573
Vendors payable	8,139,177	-	551,988	-	8,691,165
Unmatured interest	-	-	-	5,478,545	5,478,545
Due to grantor government	16,509,329	-	-	-	16,509,329
Total	$ 25,914,942	$ 1,693,573	$ 551,988	$ 5,478,545	$ 33,639,048

NOTE 7 – UNEARNED REVENUE

Unearned revenue at June 30, 2023, consisted of the following:

	General Fund	Non-Major Governmental Funds	Governmental Activities
Federal sources	$ 732,019	$ -	$ 732,019
State categorical sources	609,336	223,922	833,258
Local sources	707,838	-	707,838
Total	$ 2,049,193	$ 223,922	$ 2,273,115

NOTE 8 – LONG-TERM LIABILITIES

A schedule of changes in long-term liabilities for the year ended June 30, 2023 consisted of the following:

	Balance July 01, 2022	Additions	Deductions	Balance June 30, 2023	Balance Due In One Year
Governmental Activities					
General obligation bonds	$ 313,821,507	$ 72,495,000	$ 7,351,871	$ 378,964,636	$ 8,810,272
Unamortized premium	22,459,800	3,720,755	1,005,029	25,175,526	1,148,135
Accreted interest	891,864	164,370	-	1,056,234	-
Total general obligation bonds	337,173,171	76,380,125	8,356,900	405,196,396	9,958,407
Certificates of participation	16,705,000	-	1,360,000	15,345,000	1,430,000
Unamortized premium	1,175,475	-	90,421	1,085,054	90,421
Total certificates of participation	17,880,475	-	1,450,421	16,430,054	1,520,421
Energy Loan	1,014,232	-	112,692	901,540	112,692
BBVA Compass Loan	1,851,000	-	579,000	1,272,000	617,000
Compensated absences	1,027,700	25,064	-	1,052,764	-
Net OPEB liability	47,025,679	4,239,173	-	51,264,852	-
Net pension liability	78,337,961	49,272,581	-	127,610,542	-
Total	$ 484,310,218	$ 129,916,943	$ 10,499,013	$ 603,728,148	$ 12,208,520

- Payments for general obligation bonds are made in the Bond Interest and Redemption Fund.
- Payments on certificates of participation are made in the Capital Facilities Fund.
- Payments for compensated absences are typically paid in the fund in which the employee is paid.
- Payments for the energy loan are made in the Capital Facilities Fund.
- Payments for the BBVA Compass loan are made in the Capital Facilities Fund.

A. Compensated Absences

Total unpaid employee compensated absences as of June 30, 2023 amounted to $1,052,764. This amount is included as part of long-term liabilities in the government-wide financial statements.

B. General Obligation Bonds

A summary of the District's bonded indebtedness is shown below:

Series	Issue Date	Maturity Date	Interest Rate	Original Issue	Bonds Outstanding July 01, 2022	Additions	Deductions	Bonds Outstanding June 30, 2023
2011 General Obligation Revenue	7/1/2011	8/1/2042	5.50%	$ 59,999,952	$ 5,061,000	$ -	$ 250,000	$ 4,811,000
2012 QSCB	7/24/2012	8/1/2034	4.15% - 4.92%	25,000,000	25,000,000	-	-	25,000,000
2012 Refunding Bonds	7/24/2012	8/1/2022	3.00% - 5.00%	13,265,000	870,000	-	870,000	-
Election 2010, Series C	8/7/2012	8/1/2037	4.25%	18,003,211	451,731	-	-	451,731
Election 2010, Series D	4/8/2014	8/1/2024	2.00% - 5.00%	12,500,000	325,000	-	100,000	225,000
2014 Refunding Bonds	4/8/2014	8/1/2029	2.00% - 5.00%	9,985,000	5,450,000	-	640,000	4,810,000
Election 2014, Series A	6/3/2015	8/1/2044	3.00% - 5.00%	30,000,000	28,100,000	-	-	28,100,000
2015 Refunding Bonds	6/3/2015	8/1/2039	3.00% - 5.00%	37,625,000	32,520,000	-	1,485,000	31,035,000
2016 Refunding Bonds	7/13/2016	8/1/2044	2.00% - 4.00%	69,700,000	68,620,000	-	-	68,620,000
Election 2014, Series B	6/28/2017	8/1/2046	3.125% - 5.00%	18,000,000	15,205,000	-	-	15,205,000
2017 Refunding Bonds	6/28/2017	8/1/2034	3.125% - 5.00%	20,305,000	17,310,000	-	830,000	16,480,000
Election 2014, Series C	9/27/2018	8/1/2047	3.30% - 4.00%	20,000,000	18,525,000	-	-	18,525,000
2019 Refunding Bonds	11/26/2019	8/1/2045	1.89% - 3.658%	27,165,000	26,480,000	-	740,000	25,740,000
2019 General Obligation Revenue	12/12/2019	8/1/2047	1.80% - 5.00%	32,000,000	24,588,776	-	1,291,871	23,296,905
2021 Refunding Bonds	7/21/2021	8/1/2043	0.30% - 3.00%	17,870,000	17,870,000	-	230,000	17,640,000
2021 General Obligation Bonds	7/21/2021	8/1/2051	0.23% - 4.00%	32,000,000	27,445,000	-	915,000	26,530,000
Election 2018, Series D	5/24/2023	8/1/2049	4.125% - 5.70%	72,495,000	-	72,495,000	-	72,495,000
					$ 313,821,507	$ 72,495,000	$ 7,351,871	$ 378,964,636

NOTE 8 – LONG-TERM LIABILITIES (continued)

B. General Obligation Bonds (continued)

In fiscal year 2012, the Financing Corporation issued $59,999,952 of General Obligation Revenue Bonds. The bonds were issued to purchase the Election of 2006, Series C and Election 2010, Series A bonds. The two District bonds were structured with amortization schedules that match the constraints of each bond authorization. The bonds also refunded the District's 2009 Certificates of Participation. During the year ended June 30, 2017, a portion of the bonds were refunded by the District's 2016 Refunding Bonds. The remaining bonds mature as follows:

Year Ended June 30,	Principal	Interest	Total
2024	$ 340,000	$ 410,000	$ 750,000
2025	415,000	535,000	950,000
2026	485,000	690,000	1,175,000
2027	540,000	835,000	1,375,000
2028	600,000	1,000,000	1,600,000
2029 - 2033	656,000	1,194,000	1,850,000
2034 - 2038	-	-	-
2039 - 2043	1,775,000	9,275,000	11,050,000
Total	$ 4,811,000	$ 13,939,000	$ 18,750,000

In fiscal year 2013, the District issued $25,000,000 in Direct Payment Qualified School Construction Bonds. The bonds mature as follows:

Year Ended June 30,	Principal	Interest	Total
2024	$ -	$ 1,155,888	$ 1,155,888
2025	-	1,155,888	1,155,888
2026	9,625,000	956,169	10,581,169
2027	-	756,450	756,450
2028	-	756,450	756,450
2029 - 2033	-	3,782,250	3,782,250
2034 - 2035	15,375,000	1,134,675	16,509,675
Total	$ 25,000,000	$ 9,697,770	$ 34,697,770

In fiscal year 2013, the District issued $13,265,000 in General Obligation Refunding Bonds. The bonds were issued to advance refund a portion of the Election of 2004, Series A Bonds and current refund the 2003 Refunding Bonds. The refunding transaction resulted in a net savings to the District of approximately $835,000. During the year ended June 30, 2022, a portion of the bonds were refunded by the District's 2021 Refunding Bonds. The bonds fully matured during the year ended June 30, 2023.

NOTE 8 – LONG-TERM LIABILITIES (continued)

B. General Obligation Bonds (continued)

In fiscal year 2013, the District issued $18,003,211 in Election of 2010, Series C General Obligation Bonds. The bonds consist of $8,340,000 in current interest bonds and $9,663,211 in capital appreciation bonds. The bonds were partially refunded during fiscal year 2020. The amounts presented below do not include accreted interest of $1,056,234. The remaining bonds mature as follows:

Year Ended June 30,	Principal	Interest	Total
2024	$ -	$ -	$ -
2025	-	-	-
2026	-	-	-
2027	-	-	-
2028	-	-	-
2029 - 2033	-	-	-
2034 - 2038	451,731	6,698,269	7,150,000
Total	$ 451,731	$ 6,698,269	$ 7,150,000

In fiscal year 2014, the District issued $12,500,000 in Election of 2010, Series D General Obligation Bonds. During the year ended June 30, 2022, a portion of the bonds were refunded by the District's 2021 Refunding Bonds. The bonds mature as follows:

Year Ended June 30,	Principal	Interest	Total
2024	$ 100,000	$ 7,000	$ 107,000
2025	125,000	2,500	127,500
Total	$ 225,000	$ 9,500	$ 234,500

In fiscal year 2014, the District issued $9,985,000 in General Obligation Refunding Bonds. The bonds were issued to refund a portion of the Election of 2004, Series A Bonds and refund the 2005 Refunding Bonds in full. The bonds mature as follows:

Year Ended June 30,	Principal	Interest	Total
2024	$ 295,000	$ 174,775	$ 469,775
2025	305,000	159,775	464,775
2026	-	152,150	152,150
2027	-	152,150	152,150
2028	1,310,000	125,950	1,435,950
2029 - 2030	2,900,000	102,375	3,002,375
Total	$ 4,810,000	$ 867,175	$ 5,677,175

NOTE 8 – LONG-TERM LIABILITIES (continued)

B. General Obligation Bonds (continued)

In fiscal year 2015, the District issued $30,000,000 in Election of 2014, Series A General Obligation Bonds. The bonds mature as follows:

Year Ended June 30,	Principal	Interest	Total
2024	$ -	$ 1,193,443	$ 1,193,443
2025	-	1,193,443	1,193,443
2026	-	1,193,443	1,193,443
2027	315,000	1,185,568	1,500,568
2028	385,000	1,168,068	1,553,068
2029 - 2033	1,910,000	5,523,213	7,433,213
2034 - 2038	5,160,000	4,946,460	10,106,460
2039 - 2043	13,390,000	2,912,516	16,302,516
2044 - 2045	6,940,000	293,198	7,233,198
Total	$ 28,100,000	$ 19,609,352	$ 47,709,352

In fiscal year 2015, the District issued $37,625,000 in General Obligation Refunding Bonds. The bonds were issued to refund a portion of the Election of 2004, Series B Bonds and a portion of the Election of 2006, Series B Bonds. The bonds mature as follows:

Year Ended June 30,	Principal	Interest	Total
2024	$ 1,575,000	$ 1,362,975	$ 2,937,975
2025	1,685,000	1,281,475	2,966,475
2026	1,800,000	1,194,350	2,994,350
2027	1,920,000	1,101,350	3,021,350
2028	2,060,000	1,001,850	3,061,850
2029 - 2033	8,395,000	3,454,225	11,849,225
2034 - 2038	7,840,000	2,257,800	10,097,800
2039 - 2040	5,760,000	232,600	5,992,600
Total	$ 31,035,000	$ 11,886,625	$ 42,921,625

In fiscal year 2017, the District issued $69,700,000 in General Obligation Refunding Bonds. The bonds were issued to refund a portion of the 2011 General Obligation Revenue Bonds. The bonds mature as follows:

Year Ended June 30,	Principal	Interest	Total
2024	$ -	$ 2,659,600	$ 2,659,600
2025	-	2,659,600	2,659,600
2026	-	2,659,600	2,659,600
2027	-	2,659,600	2,659,600
2028	-	2,659,600	2,659,600
2029 - 2033	6,120,000	12,872,800	18,992,800
2034 - 2038	16,090,000	10,638,000	26,728,000
2039 - 2043	25,650,000	6,370,250	32,020,250
2044 - 2045	20,760,000	747,950	21,507,950
Total	$ 68,620,000	$ 43,927,000	$ 112,547,000

NOTE 8 – LONG-TERM LIABILITIES (continued)

B. General Obligation Bonds (continued)

In fiscal year 2018, the District issued $18,000,000 in Election of 2014, Series B General Obligation Bonds. The bonds mature as follows:

Year Ended June 30,	Principal	Interest	Total
2024	$ -	$ 553,844	$ 553,844
2025	-	553,844	553,844
2026	-	553,844	553,844
2027	-	553,844	553,844
2028	-	553,844	553,844
2029 - 2033	2,170,000	2,616,470	4,786,470
2034 - 2038	3,470,000	1,890,791	5,360,791
2039 - 2043	2,335,000	1,490,632	3,825,632
2044 - 2047	7,230,000	670,250	7,900,250
Total	$ 15,205,000	$ 9,437,363	$ 24,642,363

In fiscal year 2018, the District issued $20,305,000 in General Obligation Refunding Bonds. The bonds were issued to refund the remaining portions of the Election of 2004, Series C and Election of 2006, Series A bonds. The bonds mature as follows:

Year Ended June 30,	Principal	Interest	Total
2024	$ 860,000	$ 645,156	$ 1,505,156
2025	900,000	601,156	1,501,156
2026	950,000	554,906	1,504,906
2027	995,000	506,281	1,501,281
2028	1,040,000	455,406	1,495,406
2029 - 2033	7,355,000	1,450,505	8,805,505
2034 - 2035	4,380,000	142,140	4,522,140
Total	$ 16,480,000	$ 4,355,550	$ 20,835,550

In fiscal year 2019, the District issued $20,000,000 in Election of 2014, Series C General Obligation Bonds to finance the acquisition and improvement of various capital facilities of the District. The bonds mature as follows:

Year Ended June 30,	Principal	Interest	Total
2024	$ -	$ 892,500	$ 892,500
2025	-	892,500	892,500
2026	-	892,500	892,500
2027	-	892,500	892,500
2028	-	892,500	892,500
2029 - 2033	-	4,462,500	4,462,500
2034 - 2038	2,840,000	4,170,500	7,010,500
2039 - 2043	3,315,000	3,539,700	6,854,700
2044 - 2048	12,370,000	2,054,250	14,424,250
Total	$ 18,525,000	$ 18,689,450	$ 37,214,450

NOTE 8 – LONG-TERM LIABILITIES (continued)

B. General Obligation Bonds (continued)

In fiscal year 2020, the District issued $27,165,000 in General Obligation Refunding Bonds. The bonds were issued to refund portions of the 2010 Refunding Bonds and Election of 2010, Series C bonds. The bonds mature as follows:

Year Ended June 30,	Principal	Interest	Total
2024	$ 770,000	$ 882,980	$ 1,652,980
2025	275,000	871,802	1,146,802
2026	260,000	865,626	1,125,626
2027	355,000	858,020	1,213,020
2028	345,000	848,914	1,193,914
2029 - 2033	930,000	4,142,214	5,072,214
2034 - 2038	125,000	4,067,681	4,192,681
2039 - 2043	13,055,000	2,918,996	15,973,996
2044 - 2046	9,625,000	551,718	10,176,718
Total	$ 25,740,000	$ 16,007,951	$ 41,747,951

In fiscal year 2020, the Authority issued $32,000,000 in 2019 General Obligation Revenue Bonds. The bonds purchased the District's Election of 2010, Series E Bonds, Election of 2018, Series A Bonds, and Election of 2018, Series B Bonds. The District's bonds mature as follows:

Year Ended June 30,	Principal	Interest	Total
2024	$ 985,272	$ 995,078	$ 1,980,350
2025	501,538	754,612	1,256,150
2026	415,527	840,623	1,256,150
2027	344,267	911,883	1,256,150
2028	285,227	970,923	1,256,150
2029 - 2033	840,043	5,440,707	6,280,750
2034 - 2038	455,387	5,825,363	6,280,750
2039 - 2043	1,747,412	5,855,338	7,602,750
2044 - 2048	17,722,232	10,637,593	28,359,825
Total	$ 23,296,905	$ 32,232,120	$ 55,529,025

NOTE 8 – LONG-TERM LIABILITIES (continued)

B. General Obligation Bonds (continued)

In fiscal year 2022, the District issued $17,870,000 in General Obligation Refunding Bonds. The bonds were issued to refund portions of the 2012 Refunding Bonds and Election of 2010, Series D bonds. The bonds mature as follows:

Year Ended June 30,	Principal	Interest	Total
2024	$ 1,145,000	$ 375,203	$ 1,520,203
2025	1,180,000	368,960	1,548,960
2026	1,415,000	358,568	1,773,568
2027	1,475,000	343,575	1,818,575
2028	300,000	332,890	632,890
2029 - 2033	1,830,000	1,576,792	3,406,792
2034 - 2038	2,695,000	1,333,922	4,028,922
2039 - 2043	5,610,000	813,450	6,423,450
2044	1,990,000	29,850	2,019,850
Total	$ 17,640,000	$ 5,533,210	$ 23,173,210

In fiscal year 2022, the District issued $32,000,000 in 2021 General Obligation Bonds. The bonds mature as follows:

Year Ended June 30,	Principal	Interest	Total
2024	$ 1,040,000	$ 1,040,400	$ 2,080,400
2025	630,000	1,007,000	1,637,000
2026	760,000	979,200	1,739,200
2027	580,000	952,400	1,532,400
2028	660,000	927,600	1,587,600
2029 - 2033	3,790,000	4,199,000	7,989,000
2034 - 2038	2,700,000	3,564,200	6,264,200
2039 - 2043	3,840,000	2,905,600	6,745,600
2044 - 2048	7,565,000	1,902,300	9,467,300
2049 - 2052	4,965,000	417,500	5,382,500
Total	$ 26,530,000	$ 17,895,200	$ 44,425,200

In fiscal year 2023, the District issued $72,495,000 in Election 2018, Series D Bonds. The bonds mature as follows:

Year Ended June 30,	Principal	Interest	Total
2024	$ 1,700,000	$ 1,890,485	$ 3,590,485
2025	-	3,549,440	3,549,440
2026	-	3,327,600	3,327,600
2027	-	3,327,600	3,327,600
2028	-	3,327,600	3,327,600
2029 - 2033	2,465,000	16,426,375	18,891,375
2034 - 2038	7,770,000	15,155,500	22,925,500
2039 - 2043	15,860,000	12,244,000	28,104,000
2044 - 2048	30,705,000	6,960,249	37,665,249
2049 - 2050	13,995,000	548,993	14,543,993
Total	$ 72,495,000	$ 66,757,842	$ 139,252,842

NOTE 8 – LONG-TERM LIABILITIES (continued)

C. Certificates of Participation

A summary of the District's certificates of participation (COP) debt is shown below:

Series	Issue Date	Maturity Date	Interest Rate	Original Issue	Bonds Outstanding July 01, 2022	Additions	Deductions	Bonds Outstanding June 30, 2023
2013 COP	10/1/2012	9/1/2023	2.54%	$ 7,050,000	$ 1,285,000	$ -	$ 645,000	$ 640,000
2017 COP	8/16/2017	6/1/2035	3.125% - 5.00%	18,270,000	15,420,000	-	715,000	14,705,000
					$ 16,705,000	$ -	$ 1,360,000	$ 15,345,000

In October 2012, the Pittsburg Unified School District Financing Corporation issued certificates of participation in the amount of $7,050,000. These COPs were issued to refund the outstanding amounts of the certificates of participation issued in October 1998 and January 2001. The refunding transaction resulted in a net savings to the District of approximately $1,300,000. The annual requirements to amortize the 2013 COPs are as follows:

Year Ended June 30,	Principal	Interest	Total
2024	$ 640,000	$ 8,319	$ 648,319
Total	$ 640,000	$ 8,319	$ 648,319

In August 2017, the Pittsburg Unified School District Financing Corporation issued certificates of participation in the amount of $18,270,000. These COPs were issued to refund the outstanding amounts of the 2011 COP issued in July 2010. The refunding transaction resulted in a net savings to the District of approximately $2,250,194. The annual requirements to amortize the 2017 COPs are as follows:

Year Ended June 30,	Principal	Interest	Total
2024	$ 790,000	$ 566,812	$ 1,356,812
2025	870,000	527,312	1,397,312
2026	960,000	483,812	1,443,812
2027	1,045,000	435,812	1,480,812
2028	1,150,000	383,562	1,533,562
2029 - 2033	6,640,000	1,147,360	7,787,360
2034 - 2035	3,250,000	154,070	3,404,070
Total	$ 14,705,000	$ 3,698,740	$ 18,403,740

D. Other Postemployment Benefits

The District's beginning net OPEB liability was $47,025,679 and increased by $4,239,173 during the year ended June 30, 2023. The ending net OPEB liability at June 30, 2023 was $51,264,852. See Note 10 for additional information regarding the net OPEB liability.

E. Net Pension Liability

The District's beginning net pension liability was $78,337,961 and increased by $49,272,581 during the year ended June 30, 2023. The ending net pension liability at June 30, 2023 was $127,610,542. See Note 11 for additional information regarding the net pension liability.

NOTE 8 – LONG-TERM LIABILITIES (continued)

F. BBVA Compass Loan

In October 2014, the District received $5,000,000 in tax-exempt financing from BBVA Compass Bank. The lease was to finance a new facility maintenance and storage equipment center. The District will pay a tax-exempt fixed interest rate of 3.00% and will make semiannual principal and interest payments over ten years. Payment obligations were as follows at June 30, 2023:

Year Ended June 30,	Principal	Interest	Total
2024	$ 617,000	$ 28,905	$ 645,905
2025	655,000	9,825	664,825
Total	$ 1,272,000	$ 38,730	$ 1,310,730

G. Energy Loan

The District entered into a loan agreement with the California Energy Commission (CEC). The proceeds from the loan will be used for energy efficiency projects within the District. The loan was offered with a zero percent interest rate with equal payments due through June 22, 2031. Payment obligations at June 30, 2023 were as follows:

Year Ended June 30,	Principal
2024	$ 112,692
2025	112,692
2026	112,692
2027	112,692
2028	112,692
2029 - 2031	338,080
Total	$ 901,540

NOTE 9 – FUND BALANCES

Fund balances were composed of the following elements at June 30, 2023:

	General Fund	Building Fund	Bond Interest and Redemption Fund	Non-Major Governmental Funds	Total Governmental Funds
Non-spendable					
Revolving cash	$ 25,000	$ -	$ -	$ 5,000	$ 30,000
Stores inventory	-	-	-	79,086	79,086
Total non-spendable	25,000	-	-	84,086	109,086
Restricted					
Educational programs	47,628,346	-	-	1,527,732	49,156,078
Food service	-	-	-	1,122,239	1,122,239
Associated student body	-	-	-	510,323	510,323
Capital projects	-	76,924,103	-	30,944,592	107,868,695
Debt service	-	-	27,135,340	-	27,135,340
Total restricted	47,628,346	76,924,103	27,135,340	34,104,886	185,792,675
Committed					
Stabilization	6,452,642	-	-	-	6,452,642
Other commitments	1,000,000	-	-	1,787,318	2,787,318
Total committed	7,452,642	-	-	1,787,318	9,239,960
Assigned					
Other assignments	8,177,530	-	-	-	8,177,530
Total assigned	8,177,530	-	-	-	8,177,530
Unassigned	16,591,840	-	-	-	16,591,840
Total Fund Balance	$ 79,875,358	$ 76,924,103	$ 27,135,340	$ 35,976,290	$ 219,911,091

The District is committed to maintaining a prudent level of financial resources to protect against the need to reduce service levels because of temporary revenue shortfalls or unpredicted expenditures. The District's Minimum Fund Balance Policy requires a Reserve for Economic Uncertainties, consisting of unassigned amounts, equal to no less than 3 percent of General Fund expenditures and other financing uses.

NOTE 10 – POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB)

A. Plan Description

The District administers a single-employer defined benefit other postemployment benefit (OPEB) plan that provides medical, dental and vision insurance benefits to eligible retirees and their spouses. The Plan is a single-employer defined benefit plan administered by the District. The District has established an irrevocable trust, the Futuris Public Entity Investment Trust.

B. Benefits Provided

Classified (CSEA) and Certificated (PEA) unit members who have completed at least 15 years of full-time service with the District, and are at least age 55 at retirement, and who are actively drawing retirement benefits from either PERS or STRS, are eligible to receive an additional monthly District contribution towards health insurance up to a cap that varies by classification and tier. These caps are not automatically indexed but are subject to periodic negotiation. For purposes of the 15-year requirement, a minimum of 75% full-time equivalency is required.

Management, Confidential and Supervisory employees are subject to the same rules as CSEA or PEA members, as applicable, except that they are not subject to the monthly caps described above. In all cases, once the additional District contributions (as described above) end, the District pays the applicable PEMHCA statutory contribution for the remainder of the retiree's lifetime, as long as the retiree continues coverage under PEMHCA. If a covered spouse reaches age 65 before the retiree, the retiree then becomes subject to the retiree-only cap until he or she reaches age 65 (or the retiree +1 cap if there are covered dependent children under the age of 26).

C. Contributions

For the measurement period, the District contributed $1,171,916 to the Plan, all of which was used for current premiums.

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

D. Plan Membership

Membership of the Plan consisted of the following:

	Number of participants
Inactive employees receiving benefits	237
Inactive employees entitled to but not receiving benefits*	-
Participating active employees	949
Total number of participants**	1,186

*Information not provided
**As of the July 1, 2022 valuation date

E. Net OPEB Liability

The components of the net OPEB liability of the District at June 30, 2023, were as follows:

Total OPEB liability	$	53,420,800
Plan fiduciary net position		(2,155,948)
District's net OPEB liability	$	51,264,852
Plan fiduciary net position as a percentage of total OPEB liability		4.04%

F. Investments

Investment Policy
The District's policy regarding the allocation of the plan's invested assets is established and may be amended by District management. The primary objective is to maximize total Plan return, subject to the risk and quality constraints set forth in the investment guidelines. The investment objective the District has selected is the Moderate Objective, which has a dual goal to seek moderate growth of income and principal.

Rate of Return
For the year ended June 30, 2023, the annual money-weighted rate of return on investments, net of investment expense, was 8.99 percent. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

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

G. Actuarial Assumptions and Other Inputs

The net OPEB liability as of June 30, 2023 was determined by an actuarial valuation as of July 1, 2022 using the following actuarial assumptions and other inputs, applied to all periods included in the measurement:

Economic assumptions:	
Salary increases	3.00%
Investment rate of return	5.00%
Discount rate	3.86%
Inflation	2.50%
Healthcare cost trend rate	6.00% for 2023
Non-economic assumptions:	
Mortality:	
Pre-retirement	Mortality Rates from CalSTRS and CalSTRS Experience Analyses
Post-retirement	Mortality Rates from CalSTRS and CalPERS Experience Studies.

The actuarial assumptions used in the July 1, 2022 valuation were based on a review of plan experience during the period July 1, 2020 to June 30, 2022.

The long-term expected rate of return on OPEB plan investments was determined using a building-block method in which expected future real rates of return (expected returns, net of investment expense and inflation) are developed for each major asset class. The calculated investment rate of return was set equal to the expected ten-year compound (geometric) real return plus inflation (rounded to the nearest 25 basis points, where appropriate). The table below provides the long-term expected real rates of return by asset class (based on published capital market assumptions).

Asset Class	Assumed Asset Allocation	Real Rate of Return
Broad U.S. Equity	38%	4.4%
U.S. Fixed	41%	1.8%
Developed Non-U.S. Equity	12%	0.0%
Real Estate	9%	3.7%

Discount rate. GASB 75 requires a discount rate that reflects the following:
a) The long-term expected rate of return on OPEB plan investments – to the extent that the OPEB plan's fiduciary net position (if any) is projected to be enough to make projected benefit payments and assets are expected to be invested using a strategy to achieve that return;
b) A yield or index rate for 20-year, tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher – to the extent that the conditions in (a) are not met.

To determine a resulting single (blended) rate, the amount of the plan's projected fiduciary net position (if any) and the amount of projected benefit payments is compared in each period of projected benefit payments. The discount rate used to measure the District's Total OPEB liability is based on these requirements.

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

H. Changes in Net OPEB Liability

	June 30, 2023
Total OPEB Liability	
Service cost	$ 4,723,652
Interest on total OPEB liability	1,962,075
Difference between expected and actual experience	(2,574,214)
Changes of assumptions	1,454,580
Benefits payments	(1,171,916)
Net change in total OPEB liability	4,394,177
Total OPEB liability - beginning	49,026,623
Total OPEB liability - ending (a)	$ 53,420,800
Plan fiduciary net position	
Contributions - employer	$ 1,171,916
Net investment income	178,817
Benefit payments	(1,171,916)
Administrative expenses	(23,813)
Net change in plan fiduciary net position	155,004
Plan fiduciary net position - beginning	2,000,944
Plan fiduciary net position - ending (b)	$ 2,155,948
District's net OPEB liability - ending (a) - (b)	$ 51,264,852
Plan fiduciary net position as a percentage of the total OPEB liability	4.04%
Covered-employee payroll	$ 101,716,471
District's net OPEB liability as a percentage of covered-employee payroll	50.40%

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

The following presents the net OPEB liability of the Pittsburg Unified School District, as well as what the District's net OPEB liability would be if it were calculated using a discount rate that is one percentage point lower (2.86 percent) or one percentage point higher (4.86 percent) than the current discount rate:

	1% Decrease (2.86%)	Valuation Discount Rate (3.86%)	1% Increase (4.86%)
Net OPEB liability	$ 57,856,425	$ 51,264,852	$ 45,703,676

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

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

The following presents the net OPEB liability of the Pittsburg Unified School District, as well as what the District's net OPEB liability would be if it were calculated using a healthcare cost trend rate that is one percentage point lower (5.00) or one percentage point higher (7.00 percent) than the current healthcare cost trend rate:

	1% Decrease (5.00%)	Valuation Trend Rate (6.00%)	1% Increase (7.00%)
Net OPEB liability	$ 43,574,669	$ 51,264,852	$ 60,891,849

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

For the fiscal year ended June 30, 2023, the Pittsburg Unified School District recognized OPEB expense of $6,387,215. At June 30, 2023, the Pittsburg Unified School District reported deferred outflows of resources related to OPEB and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between projected and actual earnings on plan investments	$ 386,458	$ 227,862
Differences between expected and actual experience	120,873	5,180,962
Changes in assumptions	8,744,572	8,676,094
Total	$ 9,251,903	$ 14,084,918

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

Year Ended June 30,	Deferred Outflows of Resources	Deferred Inflows of Resources
2024	$ 2,927,384	$ 3,155,082
2025	2,837,192	3,155,080
2026	1,679,225	2,727,750
2027	1,054,423	2,689,400
2028	247,741	1,462,228
Thereafter	505,938	895,378
Total	$ 9,251,903	$ 14,084,918

NOTE 11 – PENSION PLANS

Qualified employees are covered under multiple-employer contributory retirement plans maintained by agencies of the State of California. Certificated employees are members of the California State Teachers' Retirement System (CalSTRS), and classified employees are members of the California Public Employees' Retirement System (CalPERS). The District reported its proportionate share of the net pension liabilities, pension expense, deferred outflow of resources, and deferred inflow of resources for each of the above plans as follows:

	Net pension liability	Deferred outflows related to pensions	Deferred inflows related to pensions	Pension expense
STRS Pension	$ 73,453,198	$ 31,188,302	$ 13,610,852	$ (1,711,654)
PERS Pension	54,157,344	18,195,731	1,736,896	6,785,042
Total	$ 127,610,542	$ 49,384,033	$ 15,347,748	$ 5,073,388

A. <u>California State Teachers' Retirement System (CalSTRS)</u>

Plan Description
The District contributes to the California State Teachers' Retirement System (CalSTRS); a cost-sharing multiple employer public employee retirement system defined benefit pension plan administered by CalSTRS. The plan provides retirement and disability benefits and survivor benefits to beneficiaries. Benefit provisions are established by state statutes, as legislatively amended, within the State Teachers' Retirement Law. CalSTRS issues a separate comprehensive annual financial report that includes financial statements and required supplementary information. Copies of the CalSTRS annual financial report may be obtained from CalSTRS, 7919 Folsom Blvd., Sacramento, CA 95826.

Benefits Provided
The CalSTRS defined benefit plan has two benefit formulas:

1. CalSTRS 2% at 60: Members first hired on or before December 31, 2012, to perform service that could be creditable to CalSTRS. CalSTRS 2% at 60 members are eligible for normal retirement at age 60, with a minimum of five years of credited service. The normal retirement benefit is equal to 2.0 percent of final compensation for each year of credited service. Early retirement options are available at age 55 with five years of credited service or as early as age 50 with 30 years of credited service. The age factor for retirements after age 60 increases with each quarter year of age to 2.4 percent at age 63 or older. Members who have 30 years or more of credited service receive an additional increase of up to 0.2 percent to the age factor, known as the career factor. The maximum benefit with the career factor is 2.4 percent of final compensation.

2. CalSTRS 2% at 62: Members first hired on or after January 1, 2013, to perform service that could be creditable to CalSTRS. CalSTRS 2% at 62 members are eligible for normal retirement at age 62, with a minimum of five years of credited service. The normal retirement benefit is equal to 2.0 percent of final compensation for each year of credited service. An early retirement option is available at age 55. The age factor for retirement after age 62 increases with each quarter year of age to 2.4 percent at age 65 or older.

NOTE 11 – PENSION PLANS (continued)

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

Contributions

Active plan CalSTRS 2% at 60 and 2% at 62 members are required to contribute 10.25% and 10.205% of their salary for fiscal year 2023, respectively, and the District is required to contribute an actuarially determined rate. The actuarial methods and assumptions used for determining the rate are those adopted by CalSTRS Teachers' Retirement Board. The required employer contribution rate for fiscal year 2023 was 19.10% of annual payroll. The contribution requirements of the plan members are established by state statute. Contributions to the plan from the District were $12,715,890 for the year ended June 30, 2023.

On-Behalf Payments

The District was the recipient of on-behalf payments made by the State of California to CalSTRS for K-12 education. These payments consist of state general fund contributions of approximately $6,500,508 to CalSTRS.

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

At June 30, 2023, the District reported a liability for its proportionate share of the net pension liability that reflected a reduction for State pension support provided to the District. The amount recognized by the District as its proportionate share of the net pension liability, the related State support, and the total portion of the net pension liability that was associated with the District were as follows:

District's proportionate share of the net pension liability	$	73,453,198
State's proportionate share of the net pension liability associated with the District		36,785,576
Total	$	110,238,774

The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by applying update procedures to an actuarial valuation as of June 30, 2021 and rolling forward the total pension liability to June 30, 2022. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating school districts, actuarially determined. At June 30, 2022, the District's proportion was 0.106 percent, which was an increase of 0.005 percent from its proportion measured as of June 30, 2021.

NOTE 11 – PENSION PLANS (continued)

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

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (continued)
For the year ended June 30, 2023, the District recognized pension expense of $(1,711,654). In addition, the District recognized pension expense and revenue of $(2,751,268) for support provided by the State. At June 30, 2023, 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
Differences between projected and actual earnings on plan investments	$ -	$ 3,590,947
Differences between expected and actual experience	60,254	5,507,457
Changes in assumptions	3,642,744	-
Changes in proportion and differences between District contributions and proportionate share of contributions	14,769,414	4,512,448
District contributions subsequent to the measurement date	12,715,890	-
Total	$ 31,188,302	$ 13,610,852

The $12,715,890 reported as deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended June 30,	Deferred Outflows of Resources	Deferred Inflows of Resources
2024	$ 6,533,202	$ 5,228,296
2025	3,451,772	4,842,496
2026	2,846,764	6,259,002
2027	1,927,426	(4,515,953)
2028	1,856,624	1,544,365
2029	1,856,624	252,646
Total	$ 18,472,412	$ 13,610,852

NOTE 11 – PENSION PLANS (continued)

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

Actuarial Assumptions

The total pension liability was determined by applying update procedures to an actuarial valuation as of June 30, 2021, and rolling forward the total pension liability to June 30, 2022 using the following actuarial assumptions, applied to all periods included in the measurement:

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

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

CalSTRS uses custom mortality tables to best fit the patterns of mortality among its members. These custom tables are based on MP-2016 series tables adjusted to fit CalSTRS experience.

The actuarial assumptions used in the June 30, 2021 valuation were based on the results of an actuarial experience study for the period July 1, 2015 through June 30, 2018.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. The best-estimate ranges were developed using capital market assumptions from CalSTRS general investment consultant (Pension Consulting Alliance–PCA) as an input to the process. The actuarial investment rate of return assumption was adopted by the board in January 2020 in conjunction with the most recent experience study. For each current and future valuation, CalSTRS' independent consulting actuary (Milliman) reviews the return assumption for reasonableness based on the most current capital market assumptions. Best estimates of expected 20-year geometrically linked real rates of return and the assumed asset allocation for each major asset class as of June 30, 2022, are summarized in the following table:

Asset Class	Assumed Asset Allocation	Long-Term Expected Real Rate of Return*
Public Equity	42%	4.80%
Real Estate	15%	3.60%
Private Equity	13%	6.30%
Fixed Income	12%	1.30%
Risk Mitigating Strategies	10%	1.80%
Inflation Sensitive	6%	3.30%
Cash/Liquidity	2%	-0.40%
	100%	

*20-year geometric average

NOTE 11 – PENSION PLANS (continued)

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

Discount Rate

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

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

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

	1% Decrease (6.10%)	Current Discount Rate (7.10%)	1% Increase (8.10%)
District's proportionate share of the net pension liability	$ 124,750,773	$ 73,453,198	$ 30,860,787

Pension Plan Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in the separately issued CalSTRS financial report.

NOTE 11 – PENSION PLANS (continued)

B. California Public Employees' Retirement System (CalPERS)

Plan Description

The District contributes to the School Employer Pool under the California Public Employees' Retirement System (CalPERS); a cost-sharing multiple-employer public employee retirement system defined benefit pension plan administered by CalPERS. The plan provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Benefit provisions are established by state statutes, as legislatively amended, within the Public Employees' Retirement Laws. CalPERS issues a separate comprehensive annual financial report that includes financial statements and required supplementary information. Copies of the CalPERS annual financial report may be obtained from the CalPERS Executive Office, 400 P Street, Sacramento, CA 95811.

Benefits Provided

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

Contributions

Active plan members who entered into the plan prior to January 1, 2013, are required to contribute 7.0% of their salary. The California Public Employees' Pension Reform Act (PEPRA) specifies that new members entering into the plan on or after January 1, 2013, shall pay the higher of fifty percent of normal costs or 7.0% of their salary. Additionally, for new members entering the plan on or after January 1, 2013, the employer is prohibited from paying any of the employee contribution to CalPERS unless the employer payment of the member's contribution is specified in an employment agreement or collective bargaining agreement that expires after January 1, 2013.

The District is required to contribute an actuarially determined rate. The actuarial methods and assumptions used for determining the rate are those adopted by the CalPERS Board of Administration. The required employer contribution rate for fiscal year 2023 was 25.37% of annual payroll. Contributions to the plan from the District were $7,550,211 for the year ended June 30, 2023.

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

At June 30, 2023, the District reported a liability of $54,157,344 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by applying update procedures to an actuarial valuation as of June 30, 2021 and rolling forward the total pension liability to June 30, 2022. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating school districts, actuarially determined. At June 30, 2022, the District's proportion was 0.157 percent, which was a decrease of 0.002 percent from its proportion measured as of June 30, 2021.

NOTE 11 – PENSION PLANS (continued)

B. California Public Employees' Retirement System (CalPERS) (continued)

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

For the year ended June 30, 2023, the District recognized pension expense of $6,785,042. At June 30, 2023, the District reported deferred outflows and inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between projected and actual earnings on plan investments	$ 6,394,509	$ -
Differences between expected and actual experience	244,759	1,347,504
Changes in assumptions	4,006,252	-
Changes in proportion and differences between District contributions and proportionate share of contributions	-	389,392
District contributions subsequent to the measurement date	7,550,211	-
Total	$ 18,195,731	$ 1,736,896

The $7,550,211 reported as deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended June 30,	Deferred Outflows of Resources	Deferred Inflows of Resources
2024	$ 2,675,257	$ 663,815
2025	2,344,659	632,016
2026	1,726,458	441,065
2027	3,899,146	-
Total	$ 10,645,520	$ 1,736,896

NOTE 11 – PENSION PLANS (continued)

B. California Public Employees' Retirement System (CalPERS) (continued)

Actuarial Assumptions

The total pension liability was determined by applying update procedures to an actuarial valuation as of June 30, 2021, and rolling forward the total pension liability to June 30, 2022 using the following actuarial assumptions, applied to all periods included in the measurement:

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

CalPERS uses custom mortality tables to best fit the patterns of mortality among its members. These custom tables are derived using CalPERS' membership data for all funds. The table includes 15 years of mortality improvements using the Society of Actuaries Scale 80% of scale MP 2020.

The actuarial assumptions used in the June 30, 2021, valuation were based on the results of an actuarial experience study for the period from 2000 through 2019.

The long-term expected rate of return on pension plan investments was determined using a building block method in which best estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. In determining the long-term expected rate of return, both short-term and long-term market return expectations as well as the expected pension fund cash flows were taken into account. Such cash flows were developed assuming that both members and employers will make their required contributions on time and as scheduled in all future years. Using historical returns of all the funds' asset classes, expected compound (geometric) returns were calculated over the short-term (first 10 years) and the long-term (11+ years) using a building block approach. Using the expected nominal returns for both short-term and long-term, the present value of benefits was calculated for each fund. The expected rate of return was set by calculating the single equivalent expected return that arrived at the same present value of benefits for cash flows as the one calculated using both short-term and long-term returns. The expected rate of return was then set equivalent to the single equivalent rate calculated above and adjusted to account for assumed administrative expenses.

NOTE 11 – PENSION PLANS (continued)

B. California Public Employees' Retirement System (CalPERS) (continued)

Actuarial Assumptions (continued)

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

Asset Class	Assumed Asset Allocation	Real Return Years 1 – 10*
Global Equity – cap-weighted	30.0%	4.45%
Global Equity – non-cap-weighted	12.0%	3.84%
Private Equity	13.0%	7.28%
Treasury	5.0%	0.27%
Mortgage-backed securities	5.0%	0.50%
Investment grade corporates	10.0%	1.56%
High yield	5.0%	2.27%
Emerging market debt	5.0%	2.48%
Private debt	5.0%	3.57%
Real assets	15.0%	3.21%
Leverage	(5.0)%	(0.59)%
	100.0%	

*An expected inflation of 2.30% used for this period. Figures are based on the 2021-22 CalPERS Asset Liability Management Study

Discount Rate

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

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

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

	1% Decrease (5.90%)	Current Discount Rate (6.90%)	1% Increase (7.90%)
District's proportionate share of the net pension liability	$ 78,233,026	$ 54,157,344	$ 34,259,678

Pension Plan Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in the separately issued CalPERS financial report.

NOTE 12 – COMMITMENTS AND CONTINGENCIES

A. Grants

The District received financial assistance from federal and state agencies in the form of grants. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and are subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material adverse effect on the overall financial position of the District at June 30, 2023.

B. Litigation

The District is involved in various litigation arising from the normal course of business. In the opinion of management and legal counsel, the disposition of all litigation pending is not expected to have a material adverse effect on the overall financial position of the District at June 30, 2023.

C. Construction Commitments

As of June 30, 2023, the District had commitments with respect to unfinished capital projects in the amount of $2,913,510.

NOTE 13 – PARTICIPATION IN JOINT POWERS AUTHORITIES

The Pittsburg Unified School District participates in two joint powers agreement (JPA) entities, the Contra Costa County Schools Insurance Group (CCCSIG) for workers' compensation insurance, and the Schools' Self Insurance of Contra Costa County (SSICCC) for dental and vision insurance.

Each JPA is governed by a board consisting of a representative from each member district. Each governing board controls the operations of its JPA independent of any influence by the Pittsburg Unified School District beyond the District's representation on the governing boards.

Each JPA is independently accountable for its fiscal matters. Budgets are not subject to any approval other than that of the respective governing boards. Member districts share surpluses and deficits proportionately to their participation in the JPA. The relationship between the Pittsburg Unified School District and the JPAs are such that neither of the JPAs is a component unit of the District for financial reporting purposes. The audited financial statements are generally available from the respective entities.

NOTE 14 – DEFERRED OUTFLOWS/INFLOWS OF RESOURCES

A. Refunded Debt

Pursuant to GASB Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position* and GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities,* the District recognized deferred outflows or inflows of resources in the District-wide financial statements. The deferred outflow of resources pertains to the difference in the carrying value of the refunded debt and its reacquisition price (deferred amount on refunding). Previous financial reporting standards require this to be presented as part of the District's long-term debt. This deferred outflow of resources is recognized as a component of interest expense in a systematic and rational manner over the remaining life of the old debt or the new debt, whichever is shorter. At June 30, 2023, the deferred amount on refunding was $5,593,746.

B. Pension Plans

Pursuant to GASB Statement No. 68, *Accounting and Financial Reporting for Pensions,* the District recognized deferred outflows of resources related to pensions and deferred inflows of resources related to pensions in the District-wide financial statements. Further information regarding the deferred outflows of resources and deferred inflows of resources can be found at Note 11. At June 30, 2023, total deferred outflows related to pensions was $49,384,033 and total deferred inflows related to pensions was $15,347,478.

C. Other Postemployment Benefits

Pursuant to GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions,* the District recognized deferred outflows of resources related to other postemployment benefits and deferred inflows of resources related to other postemployment benefits in the District-wide financial statements. Further information regarding the deferred outflows of resources and deferred inflows of resources can be found at Note 10. At June 30, 2023, total deferred outflows related to other postemployment benefits was $9,251,903 and total deferred inflows related to other postemployment benefits was $14,084,918.

REQUIRED SUPPLEMENTARY INFORMATION

PITTSBURG UNIFIED SCHOOL DISTRICT
GENERAL FUND – BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2023

	Budgeted Amounts		Actual*	Variances -
	Original	Final	(Budgetary Basis)	Final to Actual
REVENUES				
LCFF sources	$ 138,931,984	$ 146,228,227	$ 148,577,593	$ 2,349,366
Federal sources	28,944,265	31,031,852	16,226,098	(14,805,754)
Other state sources	15,904,734	49,805,362	49,515,329	(290,033)
Other local sources	6,528,777	7,613,721	11,215,393	3,601,672
Total Revenues	190,309,760	234,679,162	225,534,413	(9,144,749)
EXPENDITURES				
Certificated salaries	66,555,686	72,679,418	69,393,408	3,286,010
Classified salaries	25,129,403	28,042,936	27,482,130	560,806
Employee benefits	49,319,156	52,230,539	48,870,726	3,359,813
Books and supplies	9,266,676	12,490,743	6,530,517	5,960,226
Services and other operating expenditures	28,059,859	44,189,920	31,536,790	12,653,130
Capital outlay	506,848	1,417,928	1,081,730	336,198
Other outgo				
Excluding transfers of indirect costs	2,915,310	2,915,310	2,509,582	405,728
Transfers of indirect costs	(276,378)	(306,378)	(420,097)	113,719
Total Expenditures	181,476,560	213,660,416	186,984,786	26,675,630
Excess (Deficiency) of Revenues				
Over Expenditures	8,833,200	21,018,746	38,549,627	17,530,881
Other Financing Sources (Uses)				
Transfers out	(355,221)	(355,221)	(1,374,253)	(1,019,032)
Net Financing Sources (Uses)	(355,221)	(355,221)	(1,374,253)	(1,019,032)
NET CHANGE IN FUND BALANCE	8,477,979	20,663,525	37,175,374	16,511,849
Fund Balance - Beginning	42,453,895	42,453,895	42,453,895	-
Fund Balance - Ending	$ 50,931,874	$ 63,117,420	$ 79,629,269	$ 16,511,849

* The actual amounts reported on this schedule do not agree with the amounts reported on the Statement of Revenues, Expenditures, and Changes in Fund Balance for the following reason:

- The amounts on that schedule include the financial activity of the Private-Purpose Trust Fund in accordance with the fund type definitions promulgated by GASB Statement No. 84.
- Audit reclassifications are not included in this schedule.

See accompanying notes to required supplementary information.

PITTSBURG UNIFIED SCHOOL DISTRICT
SCHEDULE OF CHANGES IN NET OPEB LIABILITY AND RELATED RATIOS
FOR THE YEAR ENDED JUNE 30, 2023

	June 30, 2023	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018
Total OPEB Liability						
Service cost	$ 4,723,652	$ 4,628,105	$ 4,004,468	$ 3,016,007	$ 2,530,473	$ 1,542,463
Interest on total OPEB liability	1,962,075	1,172,526	1,290,922	1,409,573	1,417,522	1,602,307
Difference between expected and actual experience	(2,574,214)	-	(3,604,072)	-	(2,722,785)	604,371
Changes of assumptions	1,454,580	(12,448,310)	6,363,846	3,810,448	7,141,820	626,399
Benefits payments	(1,171,916)	(896,230)	(1,185,879)	(1,097,663)	(1,048,443)	(1,132,203)
Net change in total OPEB liability	4,394,177	(7,543,909)	6,869,285	7,138,365	7,318,587	3,243,337
Total OPEB liability - beginning	49,026,623	56,570,532	49,701,247	42,562,882	35,244,295	32,000,958
Total OPEB liability - ending (a)	$ 53,420,800	$ 49,026,623	$ 56,570,532	$ 49,701,247	$ 42,562,882	$ 35,244,295
Plan fiduciary net position						
Contributions - employer	$ 1,171,916	$ 896,230	$ 1,185,879	$ 1,097,663	$ 1,048,443	$ 1,132,203
Net investment income	178,817	(477,278)	536,813	79,078	91,243	128,681
Benefit payments	(1,171,916)	(896,230)	(1,185,879)	(1,097,663)	(1,048,443)	(1,132,203)
Administrative expenses	(23,813)	(27,946)	(26,097)	(22,805)	(21,912)	(21,729)
Net change in plan fiduciary net position	155,004	(505,224)	510,716	56,273	69,331	106,952
Plan fiduciary net position - beginning	2,000,944	2,506,168	1,995,452	1,939,179	1,869,848	1,762,896
Plan fiduciary net position - ending (b)	$ 2,155,948	$ 2,000,944	$ 2,506,168	$ 1,995,452	$ 1,939,179	$ 1,869,848
District's net OPEB liability - ending (a) - (b)	$ 51,264,852	$ 47,025,679	$ 54,064,364	$ 47,705,795	$ 40,623,703	$ 33,374,447
Plan fiduciary net position as a percentage of the total OPEB liability	4.04%	4.08%	4.43%	4.01%	4.56%	5.31%
Covered-employee payroll	$ 101,716,471	$ 86,731,201	$ 82,146,486	$ 87,454,013	$ 85,750,850	$ 78,633,332
District's net OPEB liability as a percentage of covered-employee payroll	50.40%	54.22%	65.81%	54.55%	47.37%	42.44%

See accompanying notes to required supplementary information.

PITTSBURG UNIFIED SCHOOL DISTRICT
SCHEDULE OF DISTRICT CONTRIBUTIONS - OPEB
FOR THE YEAR ENDED JUNE 30, 2023

	June 30, 2023	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018
Actuarially determined contribution	$ 6,997,102	$ 4,184,216	$ 4,062,346	$ 3,617,261	$ 3,511,904	$ 2,949,553
Contributions in relation to the actuarially determined contribution	(1,171,916)	(896,230)	(1,185,879)	(1,097,663)	(1,048,443)	(1,132,203)
Contribution deficiency (excess)	$ 5,825,186	$ 3,287,986	$ 2,876,467	$ 2,519,598	$ 2,463,461	$ 1,817,350
Covered-employee payroll	$ 101,716,471	$ 86,731,201	$ 82,146,486	$ 87,454,013	$ 85,750,850	$ 78,633,332
Contributions as a percentage of covered payroll	1.15%	1.03%	1.44%	1.26%	1.22%	1.44%

See accompanying notes to required supplementary information.

PITTSBURG UNIFIED SCHOOL DISTRICT
SCHEDULE OF INVESTMENT RETURNS - OPEB
FOR THE YEAR ENDED JUNE 30, 2023

	June 30, 2023	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018
Annual money-weighted rate of return, net of investment expense	8.99%	-19.16%	27.07%	4.14%	4.97%	7.36%

See accompanying notes to required supplementary information.

PITTSBURG UNIFIED SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY - CALSTRS
FOR THE YEAR ENDED JUNE 30, 2023

	June 30, 2023	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015
District's proportion of the net pension liability	0.106%	0.101%	0.107%	0.107%	0.099%	0.094%	0.100%	0.095%	0.089%
District's proportionate share of the net pension liability	$ 73,453,198	$ 46,032,186	$ 103,880,877	$ 96,711,384	$ 91,210,531	$ 86,890,207	$ 80,823,036	$ 63,759,740	$ 52,243,661
State's proportionate share of the net pension liability associated with the District	36,785,576	23,162,093	53,550,171	52,762,943	52,222,550	51,403,931	46,017,886	33,721,783	31,546,978
Total	$ 110,238,774	$ 69,194,279	$ 157,431,048	$ 149,474,327	$ 143,433,081	$ 138,294,138	$ 126,840,922	$ 97,481,523	$ 83,790,639
District's covered payroll	$ 60,616,335	$ 58,690,306	$ 58,980,994	$ 57,755,936	$ 53,081,648	$ 52,131,630	$ 48,714,874	$ 44,778,768	$ 39,819,758
District's proportionate share of the net pension liability as a percentage of its covered payroll	121.2%	78.4%	176.1%	167.4%	171.8%	166.7%	165.9%	142.4%	131.2%
Plan fiduciary net position as a percentage of the total pension liability	81.2%	87.2%	71.8%	72.6%	71.0%	69.5%	70.0%	74.0%	76.5%

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

See accompanying notes to required supplementary information.

PITTSBURG UNIFIED SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY - CALPERS
FOR THE YEAR ENDED JUNE 30, 2023

	June 30, 2023	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015
District's proportion of the net pension liability	0.157%	0.159%	0.161%	0.162%	0.158%	0.150%	0.150%	0.143%	0.136%
District's proportionate share of the net pension liability	$ 54,157,344	$ 32,305,775	$ 49,415,096	$ 47,128,091	$ 42,122,315	$ 35,723,661	$ 29,634,168	$ 21,130,945	$ 15,493,491
District's covered payroll	$ 24,217,126	$ 23,456,180	$ 23,932,799	$ 22,854,676	$ 21,149,888	$ 19,654,591	$ 18,415,589	$ 15,861,278	$ 14,326,709
District's proportionate share of the net pension liability as a percentage of its covered payroll	223.6%	137.7%	206.5%	206.2%	199.2%	181.8%	160.9%	133.2%	108.1%
Plan fiduciary net position as a percentage of the total pension liability	69.8%	81.0%	70.0%	70.0%	70.8%	71.9%	73.9%	79.4%	83.4%

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

See accompanying notes to required supplementary information.

PITTSBURG UNIFIED SCHOOL DISTRICT
SCHEDULE OF DISTRICT CONTRIBUTIONS - CALSTRS
FOR THE YEAR ENDED JUNE 30, 2023

	June 30, 2023	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015
Contractually required contribution	$ 12,715,890	$ 10,700,814	$ 9,430,747	$ 10,073,319	$ 9,361,107	$ 7,659,682	$ 6,566,851	$ 5,195,606	$ 3,986,192
Contributions in relation to the contractually required contribution*	(12,715,890)	(10,700,814)	(9,430,747)	(10,073,319)	(9,361,107)	(7,659,682)	(6,566,851)	(5,195,606)	(3,986,192)
Contribution deficiency (excess)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
District's covered payroll	$ 69,019,502	$ 60,616,335	$ 58,690,306	$ 58,980,994	$ 57,755,936	$ 53,081,648	$ 52,131,630	$ 48,714,874	$ 44,778,768
Contributions as a percentage of covered payroll	18.42%	17.65%	16.07%	17.08%	16.21%	14.43%	12.60%	10.67%	8.90%

*Amounts do not include on-behalf contributions

See accompanying notes to required supplementary information.

PITTSBURG UNIFIED SCHOOL DISTRICT
SCHEDULE OF DISTRICT CONTRIBUTIONS - CALPERS
FOR THE YEAR ENDED JUNE 30, 2023

	June 30, 2023	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015
Contractually required contribution	$ 7,550,211	$ 5,767,907	$ 4,830,783	$ 4,663,475	$ 4,115,286	$ 3,284,789	$ 2,729,240	$ 2,148,122	$ 1,920,480
Contributions in relation to the contractually required contribution*	(7,550,211)	(5,767,907)	(4,830,783)	(4,663,475)	(4,115,286)	(3,284,789)	(2,729,240)	(2,148,122)	(1,920,480)
Contribution deficiency (excess)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
District's covered payroll	$ 31,131,853	$ 24,217,126	$ 23,456,180	$ 23,932,799	$ 22,854,676	$ 21,149,888	$ 19,654,591	$ 18,415,589	$ 15,861,278
Contributions as a percentage of covered payroll	24.25%	23.82%	20.59%	19.49%	18.01%	15.53%	13.89%	11.66%	12.11%

*Amounts do not include on-behalf contributions

See accompanying notes to required supplementary information.

NOTE 1 – PURPOSE OF SCHEDULES

Budgetary Comparison Schedule

This schedule is 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 schedule presents 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.

Schedule of Changes in Net OPEB Liability and Related Ratios

This 10-year schedule is required by GASB Statement No. 75 for all sole and agent employers that provide other postemployment benefits (OPEB). Until a full 10-year trend is compiled, the schedule will only show those years under which GASB Statement No. 75 was applicable. The schedule presents the sources of change in the net OPEB liability, and the components of the net OPEB liability and related ratios, including the OPEB plan's fiduciary net position as a percentage of the net OPEB liability, and the net OPEB liability as a percentage of covered-employee payroll.

Changes in Benefit Terms

None.

Changes in Assumptions

The discount rate was changed from 3.70% to 3.86% since the previous measurement.

Schedule of District's Contributions for OPEB

This schedule presents information on the District's actuarially determined contribution, contributions in relation to the actuarially determined contribution, and any excess or deficiency related to the actuarially determined contribution. In the future, as data becomes available, ten years of information will be presented.

Schedule of OPEB Investment Returns

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

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

This 10-year schedule is required by GASB Statement No. 68 for each cost-sharing pension plan. Until a full 10-year trend is compiled, the schedule will only show those years under which GASB Statement No. 68 was applicable. The schedule presents the District's proportion (percentage) of the collective net pension liability, the District's proportionate share (amount) of the collective net pension liability, the District's covered payroll, the District's proportionate share (amount) of the collective net pension liability as a percentage of the employer's covered payroll, and the pension plan's fiduciary net position as a percentage of the total pension liability.

Changes in Benefit Terms

There were no changes in benefit terms since the previous valuations for CalSTRS and CalPERS.

Changes in Assumptions

There were no changes in economic assumptions since the previous valuation for CalSTRS. The discount rate changed from 7.15% to 6.90% and the inflation rate changed from 2.50% to 2.30% since the previous measurement for CalPERS.

NOTE 1 – PURPOSE OF SCHEDULES (continued)

Schedule of District Contributions

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

NOTE 2 – EXCESS OF EXPENDITURES OVER APPROPRIATIONS

For the year ended June 30, 2023, the District incurred no excesses of expenditures over appropriations in individual major funds presented in the Budgetary Comparison Schedule by major object code.

SUPPLEMENTARY INFORMATION

PITTSBURG UNIFIED SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2023

Federal Grantor/Pass-Through Grantor/Program or Cluster	AL Number	Pass-Through Entity Identifying Number	Federal Expenditures
U. S. DEPARTMENT OF EDUCATION:			
Passed through California Department of Education:			
Title I, Part A			
Title I, Part A, Basic Grants Low-Income and Neglected	84.010	14329	$ 2,454,290
Comprehensive Support and Improvement for LEAs	84.010	15438	252,832
Subtotal Title I, Part A			2,707,122
Adult Education			
Adult Education: Adult Basic Education & ESL	84.002A	14508	53,049
Adult Education: Adult Secondary Education	84.002	13978	14,453
Adult Education: English Literacy and Civics Education	84.002A	14109	29,692
Subtotal Adult Education			97,194
Title II, Part A, Supporting Effective Instruction Local Grants	84.367	14341	655,988
Title III			
Title III, English Learner Student Program	84.365	14346	715,897
Title III, Immigrant Education Program	84.365	15146	41,848
Subtotal Title III			757,745
Title IV, Part A, Student Support and Academic Enrichment Grants	84.424	15396	729,859
Special Education Cluster			
IDEA Basic Local Assistance Entitlement, Part B, Sec 611	84.027	13379	2,121,823
ARP IDEA Part B, Sec 619, Preschool Grants	84.173	15639	828
IDEA Mental Health Average Daily Attendance (ADA) Allocation, Part B, Sec 611	84.027A	15197	127,610
IDEA Local Assistance, Part B, Sec 611, Private School ISPs	84.027	10115	2,417
IDEA Preschool Grants, Part B, Section 619 (Age 3-4-5)	84.173	13430	24,935
Subtotal Special Education Cluster			2,277,613
Strengthening Career and Technical Education for the 21st Century (Perkins V)	84.048	14894	81,778
COVID-19 Emergency Acts Funding/Education Stabilization Fund Discretionary Grants:			
Elementary and Secondary School Emergency Relief (ESSER) Fund	84.425	15536	425,582
Elementary and Secondary School Emergency Relief II (ESSER II) Fund	84.425	15547	2,219,573
Elementary and Secondary School Emergency Relief III (ESSER III) Fund	84.425	15559	4,010,724
Elementary and Secondary School Emergency Relief III (ESSER III) Fund: Learning Loss	84.425U	10155	530,819
Expanded Learning Opportunities (ELO) Grant ESSER II State Reserve	84.425	15618	990,496
Expanded Learning Opportunities (ELO) Grant GEER II	84.425	15619	284,858
Expanded Learning Opportunities (ELO) Grant: ESSER III State Reserve, Emergency Needs	84.425	15620	225,400
Expanded Learning Opportunities (ELO) Grant: ESSER III State Reserve, Learning Loss	84.425	15621	251,980
American Rescue Plan - Homeless Children and Youth II (ARP HYC II) Program	84.425	15566	10,898
Subtotal Education Stabilization Fund Discretionary Grants			8,950,330
Total U. S. Department of Education			16,257,629
U. S. DEPARTMENT OF AGRICULTURE:			
Passed through California Department of Education:			
Child Nutrition Cluster			
School Breakfast Program - Basic	10.553	13525	1,510
School Breakfast Program - Needy	10.553	13526	1,071,630
National School Lunch Program	10.555	13391	2,208,174
USDA Commodities	10.555	*	295,769
Summer Food Service Program for Children	10.559	13004	77,111
Supply Chain Assistance (SCA) Funds	10.555	15655	602,379
Subtotal Child Nutrition Cluster			4,256,573
NSLP Equipment Assistance Grants	10.579	14906	77,799
Local Food Promotion Assistance Grants	10.172	*	68,433
Passed through California Department of Social Services:			
CACFP Claims - Centers and Family Day Care	10.558	13393	968,292
Total U. S. Department of Agriculture			5,371,097
Total Federal Expenditures			$ 21,628,726

***** - Pass-Through Entity Identifying Number not available or not applicable

See accompanying note to supplementary information.

PITTSBURG UNIFIED SCHOOL DISTRICT
SCHEDULE OF AVERAGE DAILY ATTENDANCE (ADA)
FOR THE YEAR ENDED JUNE 30, 2023

	Second Period Report	Annual Report
SCHOOL DISTRICT		
TK/K through Third		
Regular ADA	2,655.53	2,673.05
Extended Year Special Education	4.65	4.65
Special Education - Nonpublic Schools	1.00	1.22
Extended Year Special Education - Nonpublic Schools	0.11	0.11
Total TK/K through Third	2,661.29	2,679.03
Fourth through Sixth		
Regular ADA	2,157.24	2,160.84
Extended Year Special Education	1.07	1.07
Special Education - Nonpublic Schools	4.12	4.63
Extended Year Special Education - Nonpublic Schools	0.14	0.21
Total Fourth through Sixth	2,162.57	2,166.75
Seventh through Eighth		
Regular ADA	1,453.38	1,453.55
Extended Year Special Education	0.82	0.82
Special Education - Nonpublic Schools	6.44	6.59
Extended Year Special Education - Nonpublic Schools	0.22	0.22
Total Seventh through Eighth	1,460.86	1,461.18
Ninth through Twelfth		
Regular ADA	3,302.39	3,295.44
Extended Year Special Education	2.58	2.58
Special Education - Nonpublic Schools	7.26	7.89
Extended Year Special Education - Nonpublic Schools	1.18	1.18
Total Ninth through Twelfth	3,313.41	3,307.09
TOTAL SCHOOL DISTRICT	9,598.13	9,614.05

See accompanying note to supplementary information.

PITTSBURG UNIFIED SCHOOL DISTRICT
SCHEDULE OF INSTRUCTIONAL TIME
FOR THE YEAR ENDED JUNE 30, 2023

Grade Level	Minutes Requirement	2022-23 Actual Minutes	Number of Days	Status
Kindergarten	36,000	48,600	180	Complied
Grade 1	50,400	53,650	180	Complied
Grade 2	50,400	53,650	180	Complied
Grade 3	50,400	53,650	180	Complied
Grade 4	54,000	54,110	180	Complied
Grade 5	54,000	54,110	180	Complied
Grade 6	54,000	58,572	180	Complied
Grade 7	54,000	58,572	180	Complied
Grade 8	54,000	58,572	180	Complied
Grade 9	64,800	64,890	180	Complied
Grade 10	64,800	64,890	180	Complied
Grade 11	64,800	64,890	180	Complied
Grade 12	64,800	64,890	180	Complied

See accompanying note to supplementary information.

PITTSBURG UNIFIED SCHOOL DISTRICT
SCHEDULE OF FINANCIAL TRENDS AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2023

	2024 (Budget)	2023	2022	2021
General Fund - Budgetary Basis**				
Revenues And Other Financing Sources	$ 211,686,558	$ 225,534,413	$ 173,739,532	$ 168,103,314
Expenditures And Other Financing Uses	214,744,137	188,359,039	162,428,658	150,088,770
Net change in Fund Balance	$ (3,057,579)	$ 37,175,374	$ 11,310,874	$ 18,014,544
Ending Fund Balance	$ 76,571,690	$ 79,629,269	$ 42,453,895	$ 34,471,823
Available Reserves*	$ 14,024,706	$ 16,591,840	$ 7,380,376	$ 4,822,662
Available Reserves As A Percentage Of Outgo	6.53%	8.81%	4.54%	3.21%
Long-term Liabilities	$ 591,519,628	$ 603,728,148	$ 484,310,218	$ 542,854,597
Average Daily Attendance At P-2***	9,447	9,598	9,419	10,770

The General Fund ending fund balance has increased by $45,157,446 over the past two years. The fiscal year 2023-24 budget projects a decrease of $3,057,579. For a District this size, the State recommends available reserves of at least 3% of General Fund expenditures, transfers out, and other uses (total outgo).

The District has incurred operating surpluses in each of the past three years but anticipates incurring an operating surplus during the 2023-24 fiscal year. Total long-term obligations have increased by $60,873,551 over the past two years.

Average daily attendance has decreased by 1,172 ADA over the past two years. A further decrease of 151 ADA is anticipated during the 2023-24 fiscal year.

*Available reserves consist of all unassigned fund balance within the General Fund.

**The actual amounts reported in this schedule are for the General Fund only, and do not agree with the amounts reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances because the amounts on that schedule include the financial activity of the Private-Purpose Trust Fund, in accordance with the fund type definitions promulgated by GASB Statement No. 84. Audit adjustments and reclassifications are also not included in this schedule.

***Due to the COVID-19 pandemic, Average Daily Attendance at P-2 was not reported in 2021. Funding was based on Average Daily Attendance at P-2 as reported in 2020.

PITTSBURG UNIFIED SCHOOL DISTRICT
RECONCILIATION OF ANNUAL FINANCIAL AND BUDGET REPORT WITH AUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023

	General Fund	Private-Purpose Trust Fund	Building Fund	Bond Interest and Redemption Fund
June 30, 2023, annual financial and budget report fund balance	$ 79,629,269	$ 246,089	$ 78,222,569	$ 27,367,733
Adjustments and reclassifications:				
Increase (decrease) in total fund balances:				
Fair value adjustment - cash in county treasury	-	-	(672,976)	(232,393)
Accounts payable adjustment	-	-	(625,490)	-
Fund balance transfer (GASB 84)	246,089	(246,089)	-	-
Net adjustments and reclassifications	246,089	(246,089)	(1,298,466)	(232,393)
June 30, 2023, audited financial statement fund balance	$ 79,875,358	$ -	$ 76,924,103	$ 27,135,340

See accompanying note to supplementary information.

PITTSBURG UNIFIED SCHOOL DISTRICT
COMBINING BALANCE SHEET
JUNE 30, 2023

	Student Activity Fund	Adult Education Fund	Child Development Fund	Cafeteria Fund	Deferred Maintenance Fund	Capital Facilities Fund	County School Facilities Fund	Special Reserve Fund for Capital Outlay Projects	Non-Major Governmental Funds
ASSETS									
Cash and investments	$ 510,323	$ 2,152,952	$ 516,254	$ 2,500	$ 1,232,365	$ 24,473,576	$ -	$ 6,482,386	$ 35,370,356
Accounts receivable	-	63,873	8,233	1,332,583	-	-	-	-	1,404,689
Stores inventory	-	-	-	79,086	-	-	-	-	79,086
Total Assets	$ 510,323	$ 2,216,825	$ 524,487	$ 1,414,169	$ 1,232,365	$ 24,473,576	$ -	$ 6,482,386	$ 36,854,131
LIABILITIES									
Deficit cash	$ -	$ -	$ -	$ 101,931	$ -	$ -	$ -	$ -	$ 101,931
Accrued liabilities	-	101,108	821	110,913	327,776	3,870	-	7,500	551,988
Unearned revenue	-	-	223,922	-	-	-	-	-	223,922
Total Liabilities	-	101,108	224,743	212,844	327,776	3,870	-	7,500	877,841
FUND BALANCES									
Non-spendable	-	5,000	-	79,086	-	-	-	-	84,086
Restricted	510,323	1,227,988	299,744	1,122,239	-	24,469,706	-	6,474,886	34,104,886
Committed	-	882,729	-	-	904,589	-	-	-	1,787,318
Total Fund Balances	510,323	2,115,717	299,744	1,201,325	904,589	24,469,706	-	6,474,886	35,976,290
Total Liabilities and Fund Balances	$ 510,323	$ 2,216,825	$ 524,487	$ 1,414,169	$ 1,232,365	$ 24,473,576	$ -	$ 6,482,386	$ 36,854,131

See accompanying note to supplementary information.

PITTSBURG UNIFIED SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2023

	Student Activity Fund	Adult Education Fund	Child Development Fund	Cafeteria Fund	Deferred Maintenance Fund	Capital Facilities Fund	County School Facilities Fund	Special Reserve Fund for Capital Outlay Projects	Non-Major Governmental Funds
REVENUES									
LCFF sources	$ -	$ -	$ -	$ -	$ 955,221	$ -	$ -	$ -	$ 955,221
Federal sources	-	97,194	-	5,428,013	-	-	-	-	5,525,207
Other state sources	-	3,130,682	1,838,763	2,326,390	-	-	9,031,404	-	16,327,239
Other local sources	832,464	165,431	(13,912)	77,021	12,560	6,112,576	7,051	24,313	7,217,504
Total Revenues	832,464	3,393,307	1,824,851	7,831,424	967,781	6,112,576	9,038,455	24,313	30,025,171
EXPENDITURES									
Current									
Instruction	-	1,840,803	1,572,389	-	-	-	-	-	3,413,192
Instruction-related services									
School site administration	-	1,034,838	228,898	-	-	-	-	-	1,263,736
Pupil services									
Food services	-	-	-	7,418,095	-	-	-	-	7,418,095
All other pupil services	-	182,471	-	-	-	-	-	-	182,471
General administration									
All other general administration	-	133,906	75,931	210,260	-	41,475	-	-	461,572
Plant services	-	267,267	-	-	725,881	-	-	-	993,148
Facilities acquisition and construction	-	-	-	-	-	258,533	2,560,767	27,115	2,846,415
Ancillary services	880,288	-	-	-	-	-	-	-	880,288
Debt service									
Principal	-	-	-	-	-	2,051,692	-	-	2,051,692
Interest and other	-	-	-	-	-	673,609	-	-	673,609
Total Expenditures	880,288	3,459,285	1,877,218	7,628,355	725,881	3,025,309	2,560,767	27,115	20,184,218
Excess (Deficiency) of Revenues Over Expenditures	(47,824)	(65,978)	(52,367)	203,069	241,900	3,087,267	6,477,688	(2,802)	9,840,953
Other Financing Sources (Uses)									
Transfers in	-	-	-	-	-	-	-	6,477,688	6,477,688
Transfers out	-	-	-	-	-	-	(6,477,688)	-	(6,477,688)
Net Financing Sources (Uses)	-	-	-	-	-	-	(6,477,688)	6,477,688	-
NET CHANGE IN FUND BALANCE	(47,824)	(65,978)	(52,367)	203,069	241,900	3,087,267	-	6,474,886	9,840,953
Fund Balance - Beginning	558,147	2,181,695	352,111	998,256	662,689	21,382,439	-	-	26,135,337
Fund Balance - Ending	$ 510,323	$ 2,115,717	$ 299,744	$ 1,201,325	$ 904,589	$ 24,469,706	$ -	$ 6,474,886	$ 35,976,290

See accompanying note to supplementary information.

The Pittsburg Unified School District was established in 1933 and is located in Contra Costa County. There were no changes in the boundaries of the District during the current year. The District is currently operating eight elementary schools, three middle schools, one high school and one continuation high school.

GOVERNING BOARD

Member	Office	Term Expires
Ms. Taylor Sims	President	December 2024
Mr. Heliodoro Moreno	Vice President	December 2026
Ms. Destiny Briscoe	Trustee	December 2026
Mr. George Miller	Trustee	December 2024
Mr. De’Shawn Woolridge	Trustee	December 2026

DISTRICT ADMINISTRATORS

Dr. Janet Schulze
Superintendent

Mr. Hitesh Haria
Associate Superintendent of Business Services

Ms. Nancie Castro
Assistant Superintendent of Human Resources

Mr. Anthony Molina, M. Ed.
Assistant Superintendent of Educational Services

Mrs. Eileen Chen, M. Ed.*
Executive Director of Educational Services

*Subsequent to June 30, 2023, J.C. Farr was appointed Executive Director of Equity, Access and Success

See accompanying note to supplementary information.

NOTE 1 – PURPOSE OF SCHEDULES

Schedule of Expenditures of Federal Awards

The accompanying Schedule of Expenditures of Federal Awards includes the Federal grant activity of the District and is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the financial statements. The District has not elected to use the 10 percent de minimis indirect cost rate.

The following schedule provides reconciliation between revenues reported on the Statement of Revenue, Expenditures, and Changes in Fund Balance, and the related expenditures reported on the Schedule of Expenditures of Federal Awards. The reconciling amounts represent Federal funds that have been recorded as revenues in a prior year that have been expended by June 30, 2023 or Federal funds that have been recorded as revenues in the current year and were not expended by June 30, 2023.

	AL Number	Amount
Total Federal Revenues reported in the Statement of Revenues, Expenditures, and Changes in Fund Balance		$ 21,751,305
ARP IDEA Local Assistance Entitlement	84.027	(65,663)
CCFP Cash in Lieu of Commodities	10.558	(56,916)
Total Expenditures reported in the Schedule of Expenditures of Federal Awards		$ 21,628,726

Schedule of Average Daily Attendance (ADA)

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

Schedule of Instructional Time

This schedule presents information on the amount of instructional time offered by the District and whether the District complied with article 8 (commencing with section 46200) of chapter 2 of part 26 of the *Education Code*.

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.

Reconciliation of Annual Financial and Budget Report with Audited Financial Statements

This schedule provides the information necessary to reconcile the fund balance of all funds reported on the Annual Financial and Budget Report Unaudited Actuals to the audited financial statements.

Combining Statements – Non-Major Funds

These statements provide information on the District’s non-major funds.

Local Education Agency Organization Structure

This schedule provides information about the District's boundaries and schools operated, members of the governing board, and members of the administration.

OTHER INDEPENDENT AUDITORS’ REPORTS

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 Auditors' Report

Governing Board
Pittsburg Unified School District
Pittsburg, California

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Pittsburg Unified School District, as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the Pittsburg Unified School District's basic financial statements, and have issued our report thereon dated December 12, 2023.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered Pittsburg 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 Pittsburg Unified School District's internal control. Accordingly, we do not express an opinion on the effectiveness of Pittsburg 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.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Pittsburg 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*.

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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.

Christy White, Inc.

San Diego, California
December 12, 2023

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

Independent Auditors' Report

Governing Board
Pittsburg Unified School District
Pittsburg, California

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Pittsburg 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 Pittsburg Unified School District's major federal programs for the year ended June 30, 2023. Pittsburg Unified School District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, Pittsburg Unified School District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2023.

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

We are required to be independent of Pittsburg 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 audit opinion on compliance for each major federal program. Our audit does not provide a legal determination of Pittsburg 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 the laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to Pittsburg Unified School District's federal programs.

Auditor's Responsibilities for the Audit for 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 Pittsburg 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 generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect a material noncompliance when it exists. The risk of not detecting a material noncompliance resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgement made by a reasonable user of the report on compliance about Pittsburg Unified School District's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards,* and the Uniform Guidance, we:

- Exercise professional 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 Pittsburg Unified School District's compliance with compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of Pittsburg 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 Pittsburg 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.

Report on Internal Control Over Compliance (continued)

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.

Christy White, Inc.

San Diego, California
December 12, 2023

REPORT ON STATE COMPLIANCE AND ON INTERNAL CONTROL OVER COMPLIANCE FOR STATE PROGRAMS

Independent Auditors' Report

Governing Board
Pittsburg Unified School District
Pittsburg, California

Report on State Compliance

Opinion on State Compliance

We have audited Pittsburg Unified School District's compliance with the types of compliance requirements described in the *2022-2023 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*, prescribed by Title 5, *California Code of Regulations*, section 19810, that could have a direct and material effect on each of Pittsburg Unified School District's state programs for the fiscal year ended June 30, 2023, as identified below.

In our opinion, Pittsburg Unified School District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on the applicable state programs for the year ended June 30, 2023.

Basis for Opinion on State Compliance

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the *2022-2023 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*, prescribed by Title 5, *California Code of Regulations*, section 19810 as regulations (the K-12 Audit Guide). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of State Compliance section of our report.

We are required to be independent of Pittsburg 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 audit opinion on state compliance. Our audit does not provide a legal determination of Pittsburg 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 the laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to Pittsburg Unified School District's state programs.

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Auditor's Responsibilities for the Audit of State Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the state compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on Pittsburg 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 generally accepted auditing standards, *Government Auditing Standards*, and the K-12 Audit Guide will always detect a material noncompliance when it exists. The risk of not detecting a material noncompliance resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgement made by a reasonable user of the report on compliance about Pittsburg Unified School District's compliance with the requirements of the applicable state programs as a whole.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards,* and the K-12 Audit Guide, 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 Pittsburg Unified School District's compliance with compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of Pittsburg 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 K-12 Audit Guide, but not for the purpose of expressing an opinion on the effectiveness of Pittsburg Unified School District's internal control over compliance. Accordingly, no such opinion is expressed.
- Select and test transactions and records to determine Pittsburg Unified School District's compliance with the state laws and regulations related to the following items:

PROGRAM NAME	PROCEDURES PERFORMED
Local Education Agencies Other Than Charter Schools	
Attendance	Yes
Teacher Certification and Misassignments	Yes
Kindergarten Continuance	Yes
Independent Study	Yes
Continuation Education	Yes
Instructional Time	Yes
Instructional Materials	Yes
Ratio of Administrative Employees to Teachers	Yes
Classroom Teacher Salaries	Yes
Early Retirement Incentive	Not Applicable
Gann Limit Calculation	Yes
School Accountability Report Card	Yes
Juvenile Court Schools	Not Applicable
Middle or Early College High Schools	Not Applicable
K-3 Grade Span Adjustment	Yes
Transportation Maintenance of Effort	Yes
Apprenticeship: Related and Supplemental Instruction	Not Applicable
Comprehensive School Safety Plan	Yes
District of Choice	Not Applicable
Home to School Transportation Reimbursement	Yes
Independent Study Certification for ADA Loss Mitigation	Yes

Auditor's Responsibilities for the Audit of State Compliance (continued)

PROGRAM NAME	PROCEDURES PERFORMED
School Districts, County Offices of Education, and Charter Schools	
California Clean Energy Jobs Act	Yes
After/Before School Education and Safety Program	Yes
Proper Expenditure of Education Protection Account Funds	Yes
Unduplicated Local Control Funding Formula Pupil Counts	Yes
Local Control and Accountability Plan	Yes
Independent Study-Course Based	Not Applicable
Immunizations	Yes
Educator Effectiveness	Yes
Expanded Learning Opportunities Grant (ELO-G)	Yes
Career Technical Education Incentive Grant	Not Applicable
Transitional Kindergarten	Yes
Charter Schools	
Attendance; for charter schools	Not Applicable
Mode of Instruction; for charter schools	Not Applicable
Nonclassroom-Based Instruction/Independent Study; for charter schools	Not Applicable
Determination of Funding for Nonclassroom-Based Instruction; for charter schools	Not Applicable
Annual Instructional Minutes - Classroom Based	Not Applicable
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, the District did not participate in the program during the current fiscal year, or the program applies to a different type of local education agency.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies or 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 state 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 state 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 state 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 State Compliance section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. 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.

Report on Internal Control Over Compliance (continued)

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 K-12 Audit Guide. Accordingly, this report is not suitable for any other purpose.

Christy White, Inc.

San Diego, California
December 12, 2023

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

PITTSBURG UNIFIED SCHOOL DISTRICT
SUMMARY OF AUDITORS' RESULTS
FOR THE YEAR ENDED JUNE 30, 2023

FINANCIAL STATEMENTS

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

FEDERAL AWARDS

Internal control over major program:	
Material weakness(es) identified?	No
Significant deficiency(ies) identified?	None Reported
Type of auditors' report issued:	Unmodified
Any audit findings disclosed that are required to be reported in accordance with Uniform Guidance 2 CFR 200.516(a)?	No
Identification of major programs:	

AL Number(s)	Name of Federal Program or Cluster
84.425, 84.425U	Education Stabilization Fund Discretionary Grants
84.027, 84.027A, 84.173	Special Education Cluster
84.365	Title III
10.558	CACFP Claims - Centers and Family Day Care

Dollar threshold used to distinguish between Type A and Type B programs:	$ 750,000
Auditee qualified as low-risk auditee?	Yes

STATE AWARDS

Internal control over state programs:	
Material weaknesses identified?	No
Significant deficiency(ies) identified?	None Reported
Any audit findings disclosed that are required to be reported in accordance with *2022-23 Guide for Annual Audits of California K-12 Local Education Agencies* ?	No
Type of auditors' report issued on compliance for state programs:	Unmodified

PITTSBURG UNIFIED SCHOOL DISTRICT
FINANCIAL STATEMENT FINDINGS
FOR THE YEAR ENDED JUNE 30, 2023

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

There were no financial statement findings for the year ended June 30, 2023.

FIVE DIGIT CODE	AB 3627 FINDING TYPE
50000	Federal Compliance

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

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

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

PITTSBURG UNIFIED SCHOOL DISTRICT
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED JUNE 30, 2023

There were no findings or questioned costs for the year ended June 30, 2022.