CHABOT-LAS POSITAS COMMUNITY COLLEGE DISTRICT

FINANCIAL STATEMENTS
June 30, 2021

CHABOT-LAS POSITAS COMMUNITY COLLEGE DISTRICT

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

CONTENTS

CHABOT-LAS POSITAS COMMUNITY COLLEGE DISTRICT

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

CONTENTS

Crowe LLP
Independent Member Crowe Global

INDEPENDENT AUDITOR'S REPORT

Board of Trustees
Chabot-Las Positas Community College District
Dublin, California

Report on the Financial Statements

We have audited the accompanying financial statements of the business-type activities and the fiduciary activities of Chabot-Las Positas Community College District ("District"), as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise Chabot-Las Positas Community College District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

(Continued)

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the business-type activities and the fiduciary activities, of the Chabot-Las Positas Community College District, as of June 30, 2021, and the respective changes in its financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note 1 to the financial statements, the District implemented Government Accounting Standards Board (GASB) Statement No. 84, *Fiduciary Activities*. This resulted in a restatement of the beginning net position totaling $518,672. Our opinions are not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis on pages 4 through 14 and the Schedule of Changes in the District's Net OPEB Liability, the Schedule of the District's Proportionate Share of the Net Pension Liability, and the Schedule of the District's Contributions on pages 50 to 54 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Chabot-Las Positas Community College District's basic financial statements. The accompanying schedule of expenditure of federal awards as required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Award*s and other supplementary information listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The schedule of expenditure of federal awards and other supplementary information as listed in the table of contents are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information, except for the Organization disclosure, has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditure of federal awards and other supplementary information as listed in the table of contents, except for the Organization disclosure, are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

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

(Continued)

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 7, 2021 on our consideration of Chabot-Las Positas Community College District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Chabot-Las Positas Community College 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 Chabot-Las Positas Community College District's internal control over financial reporting and compliance.

Crowe LLP

Crowe LLP

Sacramento, California
December 7, 2021

USING THIS ANNUAL REPORT

The purpose of this annual report is to provide readers with information about the activities, programs, and financial condition of the Chabot-Las Positas Community College District (the District) as of June 30, 2021. The report consists of three basic financial statements that provides information about the District as a whole:

- Statement of Net Position
- Statement of Revenues, Expenses, and Change in Net Position
- Statement of Cash Flows

This section of the annual financial report presents our discussion and analysis of the District's financial performance during the fiscal year that ended on June 30, 2021. Please read it in conjunction with the District's financial statements, which immediately follow this section. Responsibility for the completeness and accuracy of this information rests with the District management.

OVERVIEW OF THE FINANCIAL STATEMENTS

The focus of the Statement of Net Position is designed to be similar to the bottom line results of the District. This statement combines and consolidates current financial resources with capital assets and long-term obligations. The Statement of Revenues, Expenses, and Change in Net Position focuses on the costs of the District's operational activities, which are supported primarily by local property taxes and state apportionment revenues. The Statement of Cash Flows provides an analysis of the sources and uses of cash within the operations of the District.

The California Community Colleges Chancellor's Office has recommended that all California community colleges follow the Business Type Activity (BTA) model for financial statement reporting purposes. This model prescribes that the districts need only issue consolidated statements. This reporting model does not require fund financial statements to be included with the District's annual financial report.

FINANCIAL HIGHLIGHTS

The following discussion and analysis provide an overview of the District's financial activities.

Financial and Enrollment Highlights

- The District's net position decreased $1.4 million from the previous year. This decrease was attributed to a decrease in Operating expenditures of $41,3 million. Salaries increased by $ 2.8 million due to negotiated contract increases and additional staff. Employee benefits decreased $48.3 million due to reclassification of medical benefits. Supplies, materials and other operating expenses increased by $14.6 million. Capital Revenues decreased $25.4 million while operating revenue decreased by $5.6 million.

- The voters within the boundaries of the Chabot-Las Positas Community College District approved Measure B on March 4, 2004. This voter approval gave the District the authority to issue up to $498 million in General Obligation Bonds. The Board authorized the first issuance of bonds totaling $100 million and the proceeds were in the possession of the District on August 19, 2004. On November 1, 2006, the District issued the remainder of the General Obligation Bonds authorized by Measure B in the amount of $398 million.

- On June 7, 2016, the voters approved Measure A with a 65% approval rate, well above the required 55%. This will allow the District the authority to issue up to $950 million in General Obligation Bonds. The first issuance of $160 million was issued in October 2017.

- The District's Budget was designed to fund faculty, staff, direct program expenditures and support services to serve 17,649 full-time equivalent students for General Apportionment purposes for the 2020-21 year.

- The District received an increase of $9.8 million for new and ongoing Federal grants and contracts or 78% increase – mainly attributable to federal aid for students and the college known as the Care Act.

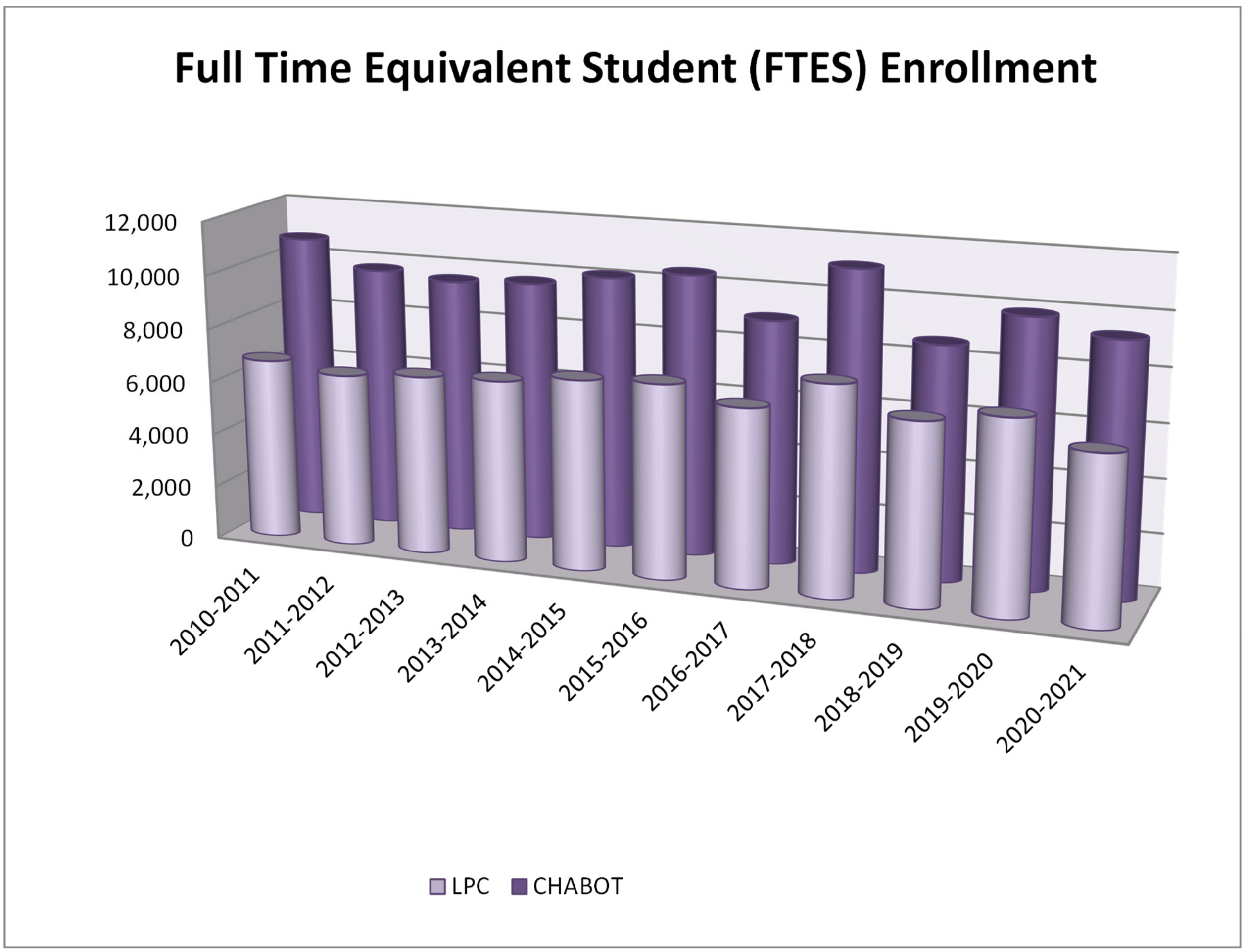
- Cost-of-living adjustment: The State budget included a cost-of-living (COLA) adjustment of 3.46% for apportionments.

- Enrollment Fee: In 2020-21, enrollment fees remained at $46 per unit.

- The District continues to adjust to the new State funding formula and ongoing status of the pandemic. At the same time, we begin to brace ourselves for the certain, negative fiscal impact that the COVID-19 pandemic has taken on our national, state, and regional economy. The State continues to provide aid and emergency withdrawal options while the Federal stimulus continued to provide direct aid to students and restricted institutional dollars for the District.

CLPCCD Full Time Equivalent Student (FTES) Enrollment

YEAR	CHABOT	% Growth	LPC	% Growth	TOTAL	% Growth
2010-2011	10,756	(4.9)	6,744	(10.1)	17,500	(7.0)
2011-2012	9,754	(9.3)	6,442	(4.5)	16,196	(7.5)
2012-2013	9,552	(2.1)	6,651	3.2	16,203	0.0
2013-2014	9,698	1.5	6,758	1.6	16,456	1.6
2014-2015	10,132	4.5	7,065	4.5	17,197	4.5
2015-2016	10,455	3.2	7,185	1.7	17,640	2.6
2016-2017	9,023	(13.7)	6,602	(8.1)	15,625	(11.4)
2017-2018	11,111	23.1	7,728	17.1	18,839	20.6
2018-2019	8,640	(22.2)	6,708	(13.2)	15,348	(18.5)
2019-2020	9,883	14.4	7,104	5.9	16,987	10.7
2020-2021	9,324	(5.7)	6,176	(7.9)	15,500	(8.8)



Statement of Net Position

The Statement of Net Position includes all assets and liabilities using the accrual basis of accounting, which is similar to the accounting method used by most private-sector institutions. Net position, the difference between assets, deferred outflows of resources, liabilities, and deferred inflows of resources is one way to measure the financial health of the District. Total net position of the District decreased $1.4 million from the previous year.

	2021	2020
ASSETS		
Current assets		
Cash and cash equivalents	$ 15,667,438	$ 16,159,777
Receivables, net	52,361,830	45,203,167
Due from other funds	26,209	-
Prepaid expenses	2,400,003	2,709,854
Total current assets	**70,455,480**	**64,072,798**
Noncurrent assets		
Restricted cash and cash equivalents	171,939,211	215,479,081
Depreciable capital assets	440,465,422	441,697,767
Non-depreciable capital assets	84,235,797	56,220,328
Total noncurrent assets	696,640,430	713,397,176
Total assets	**$ 767,095,910**	**$ 777,469,974**
DEFERRED OUTFLOWS OF RESOURCES		
Deferred outflows - pensions	37,491,678	39,101,686
Deferred outflows - refinancing	18,835,037	24,029,043
Deferred outflows - OPEB	12,712,905	34,569,969
Total deferred outflows	**69,039,620**	**97,700,698**
Total assets and deferred outflows of resources	**$ 836,135,530**	**$ 875,170,672**
LIABILITIES		
Current liabilities		
Accounts payable and other liabilities	$ 19,671,769	$ 26,162,157
Due to other funds	7,182	13,960
Interest payable	10,535,612	11,105,529
Unearned revenue	80,509,535	41,506,447
Compensated absences payable	3,203,275	2,832,246
Long-term liabilities - current portion	14,733,536	37,844,594
Total current liabilities	128,660,909	119,464,933
Noncurrent liabilities		
Long-term liabilities - noncurrent portion	940,908,447	1,045,729,466
Total liabilities	**$ 1,069,569,356**	**$ 1,165,194,399**
DEFERRED INFLOWS OF RESOURCES		
Deferred inflows - pensions	5,172,000	9,553,000
Deferred inflows - OPEB	68,294,760	5,885,908
	73,466,760	15,438,908
NET POSITION		
Net investment in capital assets	(21,525,390)	(80,874,495)
Restricted	27,388,592	52,028,744
Unrestricted	(312,763,788)	(276,616,885)
Total net position	**$ (306,900,586)**	**$ (305,462,636)**
Total liabilities, deferred inflows of resources and net position	**$ 836,135,530**	**$ 869,284,763**

Statement of Net Position (Continued)

The primary components of cash and short-term investments are District funds on deposit with the County Treasury and local banks.

Receivables primarily represent funding owed to the District by Federal, State and local governments, as well as other sources such as tuition and fees. Receivables consist of $9.5 million due for federal grants, $8.4 million for state apportionments, $17.1 million for state grants, and $0.2 million for local grants and contracts. Additional receivables include $5.8 million due for student receivables, $1.2 million for state lottery and $10.2 million for other local revenues.

Prepaid items primarily relate to multi-year hardware/software agreements and licenses, and salaries and benefits paid in June for summer semester.

Restricted cash and investments of $171.9 million include amounts restricted for repayment of debt, for use in acquisition or construction of capital assets, for restricted programs, for any other restricted purpose, or in any funds restricted in purpose per the Budget and Accounting Manual. The balance of the cash includes cash deposits of other major funds held in the County Treasury and other banking and financial institutions.

Net capital assets represent the District's original investment in land, site improvements, buildings and equipment, less accumulated depreciation.

Accounts payable and accrued liabilities represent year-end accruals for services and goods received by the District during fiscal year 2020-21, for which payment would not be made until fiscal year 2020-21. At June 30, 2021, the Measure B and Measure A Bond Construction fund owed contractors and vendors $4.6 million, and the General Fund owed contractors, vendors and employees $8.2 million. Restricted funds owed $2.1 million to contractors and vendors. Enterprise Funds owed $4.4 million to contractors and vendors. The remaining liabilities were owed by Child Care and Student Financial Aid funds.

Unearned revenues represent prepayments received by the District, for which the amounts have yet to be earned. For fiscal year 2020-21, unearned revenues were $80.5 million. Of this amount, $6.8 million represents student tuition and other student fees received during 2020-21 for the 2021-22 summer and fall terms. The other $73.7 million represents funding for grants and contracts, the terms and conditions of which extend beyond the 2020-21 fiscal year.

The District's long-term liabilities primarily consist of general obligation bond debt and other post-employment benefit obligations.

Net position is divided into three components – *net investment in capital assets, restricted, and unrestricted.*

Net investment in capital assets is the difference between the amount shown for capital assets and the outstanding debt incurred to finance those capital assets. At June 30, 2021 capital assets were $524.7 million. These assets are offset by debt incurred to finance those capital assets and cash restricted for the acquisition of those capital assets. The related debt is the amount owed for the general obligation bonds.

Restricted net position represents resources that are constrained to a particular purpose. The major components of restricted net position are those restricted for debt service on the general obligation bonds, capital outlay, and grants and contracts for specific projects.

Unrestricted net position is essentially all resources not included in the first two components listed above.

Statement of Revenues, Expenses, and Change in Net Position

The Statement of Revenues, Expenses and Change in Net Position represents the financial results of the District's operations, as well as its "non-operating activities." The distinction between these two activities involves the concepts of "exchange" and "non-exchange." An operating activity is one in which a direct payment/exchange is made (by one party to another) for the receipt of specified goods or services, i.e., the payer is the one receiving benefit. As an example, tuition fees paid by a student are considered an "exchange" for instructional services. Likewise, grant and contract funding received (on the condition that the District provides specific contracted services) is also an "exchange." Both are therefore recorded as operating revenue. The receipt of Pell grants, state apportionments and property taxes, however, do not include this "exchange" relationship between payment and the receipt of benefit. Such revenues are deemed "non-exchange" transactions, and are therefore treated as "non-operating" activities.

Because the primary sources of funding that support the District's instructional activities come from state apportionment and local property taxes, the financial results of the District's "operations" will result in a net operating loss.

The primary components of tuition and fees are the $46 per unit enrollment fee that is charged to all students registering for classes, and the additional $282 per unit fee that is charged to all non-resident students. The discrepancy between these fees is due to the fact that resident student instruction is largely subsidized by local property taxes and state apportionment. Non-resident students must pay for the full cost of instruction. Respectively, these two revenue streams account for $9.3 million and $2.2 million. Another $54 thousand was collected for parking permits. The remainder is collected from an assortment of other student fees.

The largest component of the District's operating revenues is non-capital grants and contracts. Of these, the largest sub-components are from funding received from the Federal grants ($7.4 million) to include new funding for CARE programs in response to the pandemic, vocational training and higher education programs and State grants ($85.1 million) for categorical programs, such as EDCE ($60.0 million), Financial Aid ($1.5 million), Restricted funds ($18.0 million) and other General fund grant ($5.6 million). Included in local grants and contracts ($12.0 million) are all of the contracted education services, as well as all other miscellaneous service revenue received by the District.

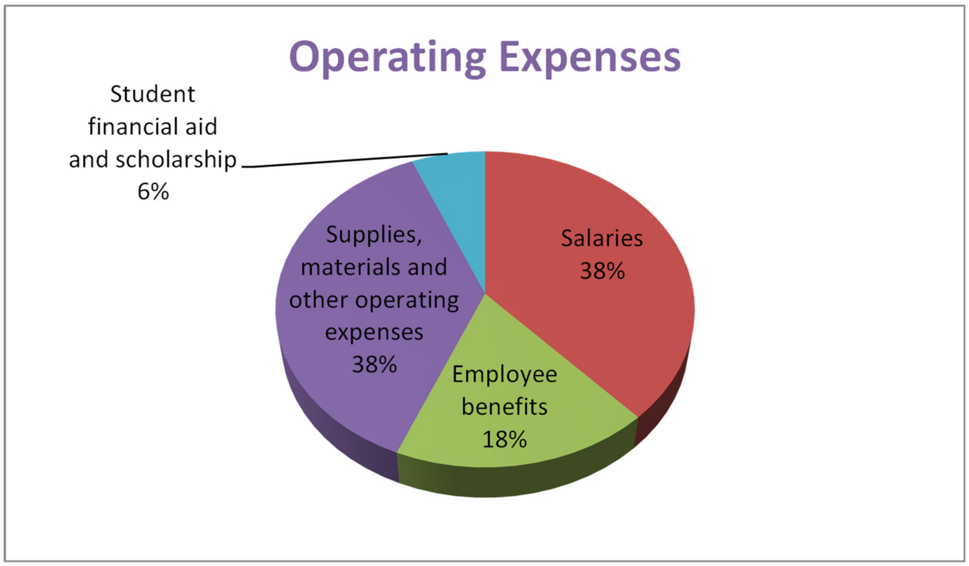
The principal components of the District's non-operating revenue are: non-capital state apportionment, Federal Pell Grants, local property taxes, other state funding, and interest income. All of this revenue supports the District's instructional activities.

Statement of Revenues, Expenses and Change in Net Position (Continued)

	2021	2020
Operating revenues		
Tuition and fees	$ 21,846,500	$ 24,952,177
Less scholarship discounts and allowances	(7,806,998)	(8,306,611)
Net tuition and fees	**14,039,502**	**16,645,566**
Grants and contracts, non-capital		
Federal	7,441,007	12,563,141
State	85,131,986	85,152,424
Local	12,037,510	9,924,129
Total operating revenues	**$ 118,650,005**	**$ 124,285,260**
Operating expenses		
Salaries	100,558,772	97,723,821
Employee benefits	40,724,893	89,078,879
Supplies, materials and other operating expenses	106,489,064	91,887,321
Student financial aid and scholarship	16,507,191	24,497,500
Depreciation	16,437,066	18,802,696
Total operating expenses	**$ 280,716,986**	**$ 321,990,217**
Loss from operations	**(162,066,981)**	**(197,704,957)**
Non-operating revenues (expenses)		
State apportionment, non-capital	48,189,027	51,179,058
Local property taxes	59,837,530	55,211,177
Federal grants and contracts, non-capital	14,902,971	-
State taxes and other revenues	10,666,304	9,661,918
Federal grants - Pell	13,769,886	16,850,468
Investment income, net	2,113,253	4,513,669
Interest expense on capital asset-related debt, net	(26,378,864)	(27,893,958)
Gain/(loss) on disposal of capital assets	9,022	(5,022,716)
Other non-operating revenues, net	3,309,326	3,018,467
Total non-operating revenues (expenses)	**126,418,455**	**107,518,083**
Loss before capital revenues	**$ (35,648,526)**	**$ (90,186,874)**
Capital revenues		
Local property taxes and revenues	33,691,904	59,122,324
Total capital revenues	**33,691,904**	**59,122,324**
Decrease in net position	**$ (1,956,622)**	**$ (31,064,550)**
Net position, beginning of year	(305,462,636)	(274,398,086)
Cumulative effect of GASB No. 84 implementation	518,672	-
Net position, beginning of year, as restated	(304,943,964)	(274,398,086)
Net position, end of year	**$ (306,900,586)**	**$ (305,462,636)**

Statement of Revenues, Expenses, and Change in Net Position (Continued)

The largest component of the District's operating expense is the cost of salaries and benefits. Approximately 56% percent of the total expense is spent in this area. Supplies and other expenses account for an additional 38% of total expenses. Student financial aid also accounts for 6% of total operating expenses. The supplies and other expense categories include insurance premiums, facilities rental, equipment repair, as well as supplies and a host of other expenses necessary for the operation of the District.



Functional Expense	2021	% of Total	2020	Variance
Instructional activities	$ 81,741,719	29.1%	$ 79,869,381	$ 1,872,338
Academic support	13,882,946	4.9%	12,305,511	1,577,435
Student services	25,662,484	9.1%	25,748,761	(86,277)
Operation and maintenance of plant	11,646,910	4.1%	12,450,516	(803,606)
Institutional support	27,931,468	10.0%	25,160,233	2,771,235
Community services and economic development	954,235	0.3%	964,167	(9,932)
Ancillary services, auxiliary services	77,297,110	27.5%	75,175,734	2,121,376
Student aid	19,957,318	7.1%	26,635,055	(6,677,737)
Physical property/GASB entries	21,642,796	7.7%	49,878,164	(28,235,368)
TOTAL	$ 280,716,986	100%	$ 308,187,522	$ (27,470,536)

The Functional Expense chart incorporates all District funds appropriations for fiscal year 2020-21. The largest expense was in the area of instruction at 31%.

The Student Services expense of 9.7% includes counseling and guidance services and expenses associated with a number of state and categorical programs to include Student Success, Disabled Student Services Program (DSPS), Extended Opportunity Programs & Services (EOPS), Financial Aid Administration, and Veteran Services. Student aid was 7.6%.

The bulk of the ancillary services and auxiliary operations percentage of 29.3% encompasses the childcare center, contract education, food service, parking operation, and student and co-curricular activities.

The Community Services and Economic Development 0.4%, includes community services, recreation classes and facility use. Plant Maintenance and Operation was 4.4%. Physical property, depreciation and GASB entries of 1.9% consist of a number of building improvements and alterations that took place throughout the District as well as insurance and pension costs.

Statement of Cash Flows

The Statement of Cash Flows presents detailed information about the cash activity of the District during the year. The Statement is divided into five parts. The first part deals with the operating cash flows, and shows the net cash used by the operating activities of the District. The second section reflects cash flows from non-capital financing activities. The third section deals with the net cash used by financing activities related to the acquisition of capital and related items. The fourth section reflects the cash received from investing activities, and shows the purchases, proceeds, and interest received from investing activities. The fifth section (not summarized here) reconciles the net cash activity to the net operating gain/loss on the Statement of Revenue, Expenses and Change in Net Position.

Cash provided by (used in)	2021	2020
Operating activities	($124,103,411)	($127,390,246)
Non-capital financing activities	152,012,857	131,573,148
Capital and related financing activities	(75,547,468)	(33,763,350)
Investing activities	3,046,113	3,580,809
Net (decrease) increase in cash	(44,591,909)	(25,999,639)
Cash Beginning of Year	232,198,558	257,638,497
Cash End of Year	$187,606,649	$231,638,858

Capital Asset and Debt Administration

Capital Assets

At June 30, 2021, the District had a net $524.7 million in a broad range of capital assets, including land, buildings, and furniture and equipment. This amount represents a net increase (including additions, deductions, and depreciation) of $26.8 million from last year. We present more detailed information regarding our capital assets in Note 4 of the financial statements.

Long-Term Liabilities

At June 30, 2021 the District had $955.6 million in debt outstanding versus $1.07 billion last year. Obligations include Measure B bond, Measure A bond and other post-employment benefit long-term obligations (OPEB) and GASB 68 liabilities for STRS and PERS. We present more detailed information regarding our long-term liabilities in Note 6 of the financial statements.

<u>Economic Factors That Will Affect the Future</u>

The District's economic strength is directly affected by the economic well-being of California. The State's economy suffered tremendously at the onset of the pandemic and the shelter-in-place created difficult economic conditions that continued throughout the fiscal year. Fortunately, the financial impact to the State was less harsh than originally anticipated and tax receipts have declined far less than predicted. With the rollout of vaccines, federal financial assistance, and a commitment from the State to provide necessary personal protection equipment, the prospect of returning to a more traditional form of business is strong.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, students, 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 Department of Business Services at Chabot-Las Positas Community College District, 7600 Dublin Boulevard, 3rd Floor, Dublin, California 94568, or e-mail jnicholas@clpccd.org.

CHABOT-LAS POSITAS COMMUNITY COLLEGE DISTRICT
STATEMENT OF NET POSITION
June 30, 2021

ASSETS	
Current assets:	
Cash and cash equivalents (Note 2)	$ 15,667,438
Receivables, net (Note 3)	52,361,830
Due from other funds	26,209
Prepaid expenses	2,400,003
Total current assets	70,455,480
Noncurrent assets:	
Restricted cash and cash equivalents (Note 2)	171,939,211
Depreciable capital assets, net (Note 4)	440,465,422
Non-depreciable capital assets (Note 4)	84,235,797
Total noncurrent assets	696,640,430
Total assets	767,095,910
DEFERRED OUTFLOWS OF RESOURCES	
Deferred outflows of resources - pensions (Notes 7 and 8)	37,491,678
Deferred outflows of resources - refunding	18,835,037
Deferred outflows or resources- OPEB	12,712,905
Total deferred outflows	69,039,620
Total assets and deferred outflows of resources	$ 836,135,530
LIABILITIES	
Current liabilities:	
Accounts payable and other liabilities	$ 19,671,769
Due to other funds	7,182
Interest payable	10,535,612
Unearned revenue (Note 5)	80,509,535
Compensated absences payable (Note 6)	3,203,275
Long-term liabilities - current portion (Note 6)	14,733,536
Total current liabilities	128,660,909
Noncurrent liabilities:	
Long-term liabilities - noncurrent portion (Note 6)	940,908,447
Total liabilities	1,069,569,356
Commitments and contingencies (Note 10)	
DEFERRED INFLOWS OF RESOURCES	
Deferred inflows of resources - pensions (Notes 7 and 8)	5,172,000
Deferred inflows of reosurces - OPEB (Note 9)	68,294,760
Total deferred inflows	73,466,760
NET POSITION	
Net investment in capital assets	(21,525,390)
Restricted for:	
Expendable:	
Education programs	2,036,035
Debt service	24,637,158
Students	715,399
Unrestricted	(312,763,788)
Total net position	(306,900,586)
Total liabilities, deferred inflows of resources and net position	$ 836,135,530

See accompanying notes to financial statements.

CHABOT-LAS POSITAS COMMUNITY COLLEGE DISTRICT
STATEMENT OF REVENUES, EXPENSES AND CHANGE IN NET POSITION
For the Year Ended June 30, 2021

Operating revenues:	
Tuition and fees	$ 21,846,500
Less: scholarship discounts and allowances	(7,806,998)
Net tuition and fees	14,039,502
Grants and contracts, non-capital:	
Federal	7,441,007
State	85,131,986
Local	12,037,510
Total operating revenues	118,650,005
Operating expenses:	
Salaries	100,558,772
Employee benefits (Notes 7, 8 and 9)	40,724,893
Supplies, materials and other operating expenses	106,489,064
Student financial aid and scholarship	16,507,191
Depreciation (Note 4)	16,437,066
Total operating expenses	280,716,986
Loss from operations	(162,066,981)
Non-operating revenues (expenses):	
State apportionment, non-capital	48,189,027
Local property taxes	59,837,530
Federal grants and contracts, non-capital	14,902,971
State taxes and other revenues	10,666,304
Federal grants - Pell	13,769,886
Investment income, net	2,113,253
Interest expense on capital asset-related debt	(26,378,864)
Gain on disposal of capital assets	9,022
Other non-operating revenues, net	3,309,326
Total non-operating revenues (expenses)	126,418,455
Loss before capital revenues	(35,648,526)
Capital revenues:	
Local property taxes and revenues	33,691,904
Decrease in net position	(1,956,622)
Net position, July 1, 2020	(305,462,636)
Cumulative effect of GASB No. 84 implementation	518,672
Net position, July 1, 2020, as restated	(304,943,964)
Net position, June 30, 2021	$ (306,900,586)

See accompanying notes to financial statements.

Cash flows from operating activities:	
Tuition and fees	12,939,027
Federal, state and local grants and contracts	140,527,987
Payments of scholarships and grants	(16,468,649)
Payments to suppliers and vendors	(111,769,678)
Payments to and on behalf of employees	(100,223,184)
Payments for benefits	(49,074,021)
Other operating local revenues	(34,893)
Net cash used in operating activities	(124,103,411)
Cash flows from noncapital financing activities:	
State appropriations	46,025,399
Local property taxes	59,837,530
State taxes and other revenues	9,863,775
Federal grants	14,902,971
Pell grants	13,769,886
Other non-operating revenues	7,613,296
Net cash provided by noncapital financing activities	152,012,857
Cash flows from capital and related financing activities:	
Local property taxes	33,691,904
Purchase of capital assets	(44,461,563)
Proceeds from sale of capital assets	15,566
Principal paid on capital debt	(33,629,999)
Interest paid on capital debt, net	(31,163,376)
Net cash used in capital and related financing activities	(75,547,468)
Cash flows provided by investing activities:	
Investment income	3,046,113
Net decrease in cash and cash equivalents	(44,591,909)
Cash and cash equivalents, July 1, 2020	232,198,558
Cash and cash equivalents, June 30, 2021	$ 187,606,649

(Continued)

Reconciliation of loss from operations to net cash used in operating activities:	
Loss from operations	$ (162,066,981)
Adjustments to reconcile loss from operations to net cash used in operating activities:	
Depreciation expense	16,437,066
Changes in assets and liabilities:	
Receivables, net	(4,235,330)
Prepaid expenses	309,851
Deferred outflows of resources - pensions	1,610,008
Deferred outflows of resources - OPEB	21,857,064
Accounts payable and other liabilities	(5,329,575)
Unearned revenue	39,003,088
OPEB liability and compensated absences	(102,988,483)
Compensated absences payable	371,029
Net pension liability	12,901,000
Deferred inflows of resources - OPEB	62,408,852
Deferred inflows of resources - pension	(4,381,000)
Net cash used in operating activities	$ (124,103,411)
Supplementary disclosure of non-cash transactions:	
Amortization of premiums on debt	$ 4,214,595
Amortization of loss on refunding debt	$ 5,194,006
Additions to capital assets - decrease in accounts payable	$ 1,234,829

See accompanying notes to financial statements.

STATEMENT OF FIDUCIARY NET POSITION
June 30, 2021

	OPEB Trust Fund
ASSETS	
Investments:	
Mutual funds - fixed income	$ 390,000
Mutual funds - domestic equity	423,500
Mutual funds - international equity	107,500
Mutual funds - real estate	79,000
Total assets	$ 1,000,000
NET POSITION	
Net position restricted for other postemployment benefits	$ 1,000,000

See accompanying notes to financial statements.

CHABOT-LAS POSITAS COMMUNITY COLLEGE DISTRICT
STATEMENT OF CHANGE IN FIDUCIARY NET POSITION
For the Period from June 8, 2021 (Date of Inception)
to June 30, 2021

	OPEB Trust Fund
ADDITIONS	
Employer contributions	$ 1,310,770
Total additions	1,310,770
DEDUCTIONS	
Benefit payments	310,770
Total deductions	310,770
Net increase in net position	1,000,000
Net position restricted for other postemployment benefits:	
Net position, June 8, 2021	-
Net position, June 30, 2021	$ 1,000,000

See accompanying notes to financial statements.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity: Chabot-Las Positas Community College District (the "District") is a political subdivision of the State of California and provides educational services to the local residents of the surrounding area. While the District is a political subdivision of the State, it is not a component unit of the State in accordance with the provisions of Governmental Accounting Standards Board (GASB) Codification Section (Cod. Sec.) 2100.101. The District is classified as a state instrumentality under Internal Revenue Code Section 115.

The District identified that the Friends of Chabot College Foundation, the Las Positas College Foundation, the Las Positas College Viticulture and Enology Foundation, and the Foundation for Chabot-Las Positas Community College District do not meet the criteria as a component unit under GASB Statement No. 14, 39 and 61, therefore, the Foundations' assets, liabilities, and disbursements are not included in the District financial statements.

Basis of Presentation and Accounting: For financial reporting purposes, the District is considered a special-purpose government engaged only in business-type activities as defined by GASB. Under this model, the District's financial statements provide a comprehensive entity-wide perspective of the District's financial position and activities. Accordingly, the District's financial statements have been presented using the economic resources measurement focus and the accrual basis of accounting. Under the accrual basis, revenues are recognized when earned and expenses are recorded when the obligation has been incurred. All significant intra-agency transactions have been eliminated.

Fiduciary funds for which the District acts only as an agent are not included in the business type activities of the District. These funds are reported in the Statement of Fiduciary Net Position and the Statement of Change in Fiduciary Net Position at the fund financial statement level.

The District records revenues when earned and expenses when a liability is incurred regardless of the timing of the related cash flow. The budgetary and financial accounts of the District are recorded and maintained in accordance with the *Chancellor's Office's Budget and Accounting Manual* (BAM).

Cash and Cash Equivalents: For the purposes of the financial statements, cash equivalents are defined as financial instruments with an original maturity of three months or less. Funds invested in the County Treasurer's investment pool are considered cash equivalents.

Restricted Cash and Cash Equivalents: Restricted cash and cash equivalents includes amounts restricted for the repayment of debt, for use in the acquisition or construction of capital assets, for restricted programs, for any other restricted purpose, or in any funds restricted in purpose per the BAM.

Investment Pools: The carrying value of the District's investment in the Alameda County Treasury pool is reported in the financial statements at amounts based upon the District's pro-rata share of the fair value 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.

(Continued)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Receivables: Receivables consist of tuition and fee charges to students, amounts due from the federal government, state and local governments, or private sources, in connection with reimbursement of allowable expenditures made pursuant to the District's grants and contracts. The District provides for an allowance for unelectable accounts as an estimation of amounts that may not be received. The allowance is based upon management's estimates and analysis. The allowance was estimated at $4,111,734 for the year ended June 30, 2021.

Capital Assets: Capital assets are recorded at cost at the date of acquisition or, if donated, at acquisition value at the date of donation. For equipment, the District's capitalization policy included all furniture, equipment or vehicles with a unit cost of $5,000 or more. Renovations to buildings, infrastructure, and land improvements that significantly increase the value or extend the useful life of the structure are capitalized. Routine repairs and maintenance are charged to operating expense in the year in which the expense was incurred. Capital assets are depreciated using the straight-line method over 3 - 50 years depending on asset types.

Load Banking: The District also participates in and accrues "load banking" with eligible academic employees whereby the employee may teach extra courses in one period in exchange for time off in another period. The District recognizes this as a component of accounts payable.

Unearned Revenue: Revenues from Federal, State and local special projects and programs are recognized when qualified expenditures have been incurred. Tuition, fees and other support received but not earned are recorded as unearned revenue until earned.

Compensated Absences: Compensated absences costs are accrued when earned by employees. Accumulated unpaid employee vacation benefits are recognized as a liability at year end.

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

Long Term Liabilities: Bond premiums and discounts are amortized over the life of the bonds using the effective interest method. Long term liabilities are reported net of the applicable bond premium or discount.

Net Position: The District's net position is classified as follows:

Net investment in capital assets: This represents the District's total investment in capital assets, net of associated outstanding debt obligations related to those capital assets and deferred outflows of resources. To the extent debt has been incurred but not yet expended for capital assets, such amounts are not included as a component of net investment in capital assets.

Restricted net position: Restricted expendable net position includes resources in which the District is legally or contractually obligated to spend in accordance with restrictions imposed by external third parties. Nonspendable restricted net position consists of endowment and similar type funds in which donors or other outside sources have stipulated, as a condition of the gift instrument, that the principal is to be maintained inviolate and in perpetuity, and invested for the purpose of producing present and future income, which may either be expended or added to the principal.

(Continued)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Unrestricted net position: Unrestricted net position represents resources derived from student tuition and fees, State apportionments, and sales and services of educational departments. These resources are used for transactions relating to the educational and general operations of the District, and may be used at the discretion of the governing board to meet current expenses for any purpose.

When an expense is incurred that can be paid using either restricted or unrestricted resources, the District typically applies the expense toward restricted resources, then to unrestricted resources.

State Apportionments: Certain current year apportionments from the state are based on various financial and statistical information of the previous year. Any prior year corrections due to a recalculation will be recorded in the year completed by the state. When known and measurable, these recalculations and corrections are accrued in the year in which FTES are generated.

Classification of Revenue and Expenses: The District has classified its revenues and expenses as either operating or nonoperating revenues and expenses. Certain significant revenue streams relied upon for operations are recorded as nonoperating revenues, as defined by GASB Cod. Sec. Co5.101 including State appropriations, local property taxes, and investment income. Nearly all the District's expenses are from exchange transactions. Revenues and expenses are classified according to the following criteria:

Operating revenues and expenses: Operating revenues and expenses include activities that have the characteristics of exchange transactions, such as (1) student tuition and fees, net of scholarship discounts and allowances, and (2) most Federal, State and local grants and contracts and Federal appropriations. All expenses are considered operating expenses except for interest expense on capital related debt.

Nonoperating revenues and expenses: Nonoperating revenues include activities that have the characteristics of nonexchange transactions, such as Pell grants, gifts and contributions, and other revenue sources described in GASB Cod. Sec. Co5.101, such as State appropriations and investment income. Interest expense on capital related debt is the only nonoperating expense.

Property Taxes: All property taxes are levied and collected by the Tax Assessors of the Counties of Alameda and Contra Costa and paid upon collection to the various taxing entities including the District. Secured taxes are levied on July 1 and are due in two installments on November 1 and February 1, and become delinquent on December 10 and April 10, respectively. The lien date for secured and unsecured property taxes is March 1 of the preceding fiscal year.

Scholarship Discounts and Allowances: Student tuition and fee revenue are reported net of the Board of Governors fee waivers and allowances in the statement of revenues, expenses and change in net position. Scholarship discounts and allowances represent the difference between stated charges for goods and services provided by the District and the amount that is paid by the students and/or their parties making payments on the students' behalf. Certain governmental grants, and other federal, state and nongovernmental programs are recorded as operating revenues, while Federal Pell Grants are classified as non-operating revenues in the District’s financial statements. To the extent that revenues from such programs are used to satisfy tuition and fees and other student charges, the District has recorded a scholarship discount and allowance.

(Continued)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Postemployment Benefits Other Than Pensions (OPEB): For purpose of measuring the net OPEB liability, information about the fiduciary net position of the District's Plan (the "Plan") and additions to/deductions from the Plan's fiduciary net position have been determined on the same basis as they are reported by the Plan. For this purpose, the Plan recognizes benefit payments when due and payable in accordance with the benefit terms. Investment are reported at fair value, except for money market investments and interest-earning investment contracts that are reported at cost.

Deferred Outflows/Inflows of Resources: In addition to assets, the Statement of Net Position includes a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s), and as such will not be recognized as an outflow of resources (expense/expenditures) until then. The District has recognized a deferred loss on refunding reported which is in the Statement of Net Position. A deferred loss on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter life of the refunded or refunding debt. Additionally, the District has recognized a deferred outflow of resources related to recognition of the pension liability and the liability for Other Post Employment Benefits (OPEB) reported in the Statement of Net Position.

In addition to liabilities, the statement of net position reports a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and as such, will not be recognized as an inflow of resources (revenue) until that time. The District has recognized a deferred inflow of resources related to the recognition of the pension liability and the OPEB liability in the Statement of Net Position.

Pensions: For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the State Teachers' Retirement Plan (STRP) and Public Employers Retirement Fund B (PERF B) and additions to/deductions from STRP's and PERF B's fiduciary net position have been determined on the same basis as they are reported by STRP and PERF B. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Certain investments are reported at fair value. The following is a summary of pension amounts in aggregate:

	CalSTRS	CalPERS	Total
Deferred outflows of resources	$ 22,031,797	$ 15,459,881	$ 37,491,678
Deferred inflows of resources	$ 4,136,000	$ 1,036,000	$ 5,172,000
Net pension liability	$ 82,410,000	$ 73,193,000	$ 155,603,000
Pension expense	$ 17,315,803	$ 13,985,391	$ 31,301,194

Estimates: The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions. These estimates and assumptions affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures during the reporting period. Accordingly, actual results may differ from those estimates.

(Continued)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

New Accounting Pronouncements: In January 2017, the GASB issued GASB Statement No. 84, *Fiduciary Activities.* The principal objective of this Statement is to enhance the consistency and comparability of fiduciary activity reporting by state and local governments. The provisions in GASB Statement No. 84 are effective for reporting periods beginning after December 15, 2019. Based on the implementation of GASB Statement No. 84, the District restated its beginning net position for a total of $518,672.

NOTE 2 - CASH AND CASH EQUIVALENTS

Cash and cash equivalents at June 30, 2021, consisted of the following:

	District
Pooled Funds:	
Cash in County Treasury	$ 178,249,222
Deposits:	
Cash on hand and in banks	9,357,427
Total cash and cash equivalents	187,606,649
Less: restricted cash and cash equivalents	(171,939,211)
Net cash and cash equivalents	$ 15,667,438

Cash in County Treasury: As provided for by California Education Code Section 41001, the District maintains substantially all of its cash in the Alameda County Treasury for the purpose of increasing interest earned through County investment activities.

The District is considered to be an involuntary participant in an external investment pool. The carrying value of the District's investment in the pool is reported in the financial statements at amounts based upon the District's pro-rata share of the fair value 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.

Because the District's deposits are maintained in the Alameda County Investment Pool, a recognized pooled investment fund under the care of a third party, and the District's share of the pool does not consist of specific, identifiable investment securities owned by the District, no disclosure of the individual deposits and investments or related custodial risk classifications is required.

Interest earned is deposited quarterly into participating funds. Any investment losses are proportionately shared by all funds in the pool. The Alameda County Treasurer has indicated that there are no derivatives in the pool as of June 30, 2021.

Custodial Credit Risk: Custodial credit risk is the risk that, in the event of failure of the counterparty to a transaction, a government will not be able to recover the value of its cash and investments or collateral securities that are in possession of another party.

(Continued)

NOTE 2 - CASH AND CASH EQUIVALENTS (Continued)

The District's investment policy is consistent with California Government Code as it relates to investment vehicles. The District's investment policy authorizes it to invest in the following:

Authorized Investment Type	Maximum 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	100%	None
U.S. Agency Securities	5 years	None	None
Bankers Acceptance	180 days	40%	30%
Commercial Paper	270 days	25%	10%
Negotiable Certificates of Deposit	5 years	30%	None
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 Funds (LAIF)	N/A	None	None
Joint Powers Authority Pools	N/A	None	None

The California Government Code requires California banks and savings and loan associations to secure the District's deposits by pledging government securities as collateral. The market value of pledged securities must equal 110 percent of an agency's deposits. California law also allows financial institutions to secure an agency's deposits by pledging first trust deed mortgage notes having a value of 150 percent of an agency's total deposits and collateral is considered to be held in the name of the District. All cash held by the financial institutions is entirely insured or collateralized.

The District limits custodial credit risk by ensuring uninsured balances are collateralized by the respective financial institution. Cash balances held in banks are insured up to $250,000 by the Federal Deposit Insurance Corporation (FDIC) and are collateralized by the respective financial institution. At June 30, 2021, the carrying amount of the District's cash on hand and in banks for the District and its fiduciary funds was $8,673,546 and the bank balance was $8,568,138, of which $1,000,000 was FDIC insured.

Investments Authorized by Debt Agreements: Investment of debt proceeds held by bond trustees are governed by provisions of the debt agreements, rather than the general provisions of the California Government Code or the District's investment policy. The table below identifies the investment types that are authorized for investments held by bond trustees. The table also identifies certain provisions of these debt agreements that address interest rate risk, credit risk, and concentration of credit risk.

Authorized Investment Type	Maximum Maturity	Maximum Percentage of Portfolio	Maximum Investment in One Issuer
Alameda County Investment Pool	Five years	None	None

NOTE 2 - CASH AND CASH EQUIVALENTS (Continued)

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. At June 30, 2021, the District had no significant interest rate risk related to cash and investments held.

Information about the sensitivity of the fair values of the District's investments to market interest rate fluctuations is provided by the following table that shows the maturity date of each investment:

Investment Type	Weighted Average Maturity (in Years)
Alameda County Investment Pool	1.62

Credit Risk: Generally, 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. Presented below is the minimum rating required by (where applicable) the California Government Code, the Alameda County Treasury Investment Policy based on California Government Code Section 53635, the District's investment policy, or debt agreements, and the actual rating as of year end for each investment type.

Investment Type	Minimum Legal Rating	Rating at Year End
Alameda County Investment Pool	None	N/A

Concentration of Credit Risk: The District's investment policy places limits on the amount it may invest in any one issuer. June 30, 2021, the District had no concentration of credit risk.

NOTE 3 - RECEIVABLES

District receivables at June 30, 2021 are summarized as follows:

Federal	$ 9,466,776
State	26,676,100
Local and other	20,330,689
	56,473,565
Less allowance for doubtful accounts	(4,111,735)
	$ 52,361,830

NOTE 4 - CAPITAL ASSETS

Capital asset activity consists of the following:

	Balance July 1, 2020	Additions	Deductions	Transfers	Balance June 30, 2021
Non-depreciable:					
Land	$ 9,041,723	$ -	$ -	$ -	$ 9,041,723
Construction in progress	47,178,603	38,017,094	-	(10,001,623)	75,194,074
Depreciable:		-	-	-	
Land improvements	97,004,906	2,710,034	-	1,429,533	101,144,473
Buildings and improvements	534,937,878	185,634	-	8,572,090	543,695,602
Furniture and equipment	28,407,129	2,313,972	(98,812)	-	30,622,289
Total	716,570,239	43,226,734	(98,812)	-	759,698,161
Less accumulated depreciation:					
Land improvements	(80,425,455)	(3,966,917)	-	-	(84,392,372)
Buildings and improvements	(120,229,233)	(10,505,789)	-	-	(130,735,022)
Furniture and equipment	(17,997,457)	(1,964,360)	92,269	-	(19,869,548)
Total	(218,652,145)	(16,437,066)	92,269	-	(234,996,942)
Capital assets, net	$ 497,918,094	$ 26,789,668	$ (6,543)	$ -	$ 524,701,219

NOTE 5 - UNEARNED REVENUE

Unearned revenue for the District consisted of the following:

Unearned Federal and State revenue	$ 72,109,246
Unearned tuition and student fees	6,826,733
Unearned local grant revenue and other	1,573,556
Total unearned revenue	$ 80,509,535

(Continued)

NOTE 6 - LONG-TERM LIABILITIES

In February 2013, the District issued 2013 General Obligation Refunding Bonds aggregating $289,105,000. The bonds mature through August 2032 and bear interest at rates ranging from 3.0% to 5.0%.

The annual payments required to amortize the 2013 General Obligation Refunding Bonds as of June 30, 2021, are as follows:

Year Ending June 30,	Principal	Interest	Total Debt Service
2022	$ 3,710,000	$ 12,843,744	$ 16,553,744
2023	14,520,000	12,431,544	26,951,544
2024	16,330,000	11,727,794	28,057,794
2025	18,215,000	10,916,669	29,131,669
2026	20,295,000	9,963,919	30,258,919
2027-2031	136,590,000	33,497,831	170,087,831
2032-2033	74,250,000	3,531,141	77,781,141
	$ 283,910,000	$ 94,912,642	$ 378,822,642

In July 2016, the District issued the 2016 Refunding General Obligation Bonds to refund certain portions of the District's remaining outstanding General Obligation Bonds, Election of 2004, Series 2006B and 2006C and the 2006 General Obligation Refunding Bonds. The bonds mature through August 2037 and bear interest at rates ranging from 2.0% to 5.0%.

The annual payments required to amortize the Election of 2016 Refunding General Obligation Bonds outstanding as of June 30, 2021, are as follows:

Year Ending June 30,	Principal	Interest	Total Debt Service
2022	$ 5,630,000	$ 9,067,375	$ 14,697,375
2023	-	8,941,625	8,941,625
2024	-	8,941,625	8,941,625
2025	-	8,941,625	8,941,625
2026	-	8,941,625	8,941,625
2027-2031	-	44,708,125	44,708,125
2032-2036	131,445,000	37,222,213	168,667,213
2037-2038	92,935,000	3,790,900	96,725,900
	$ 230,010,000	$ 130,555,113	$ 360,565,113

In September 2017, the District issued Election of 2016 General Obligation Bonds, Series A aggregating $160,000,000. The bonds mature through August 2047 and bear interest at rates ranging from 3.0% to 5.0%.

NOTE 6 - LONG-TERM LIABILITIES (Continued)

The annual payments required to amortize the Election of 2016 General Obligation Bonds, Series A outstanding as of June 30, 2021, are as follows:

Year Ending June 30,	Principal	Interest	Total Debt Service
2022	$ 1,040,000	$ 3,153,600	$ 4,193,600
2023	-	3,132,800	3,132,800
2024	120,000	3,131,000	3,251,000
2025	255,000	3,125,375	3,380,375
2026	395,000	3,115,625	3,510,625
2027-2031	4,620,000	15,068,500	19,688,500
2032-2036	10,480,000	13,382,450	23,862,450
2037-2041	18,200,000	10,757,444	28,957,444
2042-2046	28,875,000	6,164,500	35,039,500
2047-2048	15,385,000	627,700	16,012,700
	$ 79,370,000	$ 61,658,994	$ 141,028,994

Changes in Long-Term Debt: A schedule of changes in long-term debt for the year ended June 30, 2021 is as follows:

	Balance July 1 2020	Additions	Deductions	Balance June 30, 2021	Amounts Due Within One Year
Debt					
General Obligation Bonds	$ 626,920,000	$ -	$ 33,630,000	$ 593,290,000	$ 10,380,000
General Obligation Bonds Premium, net	62,375,510	-	4,214,595	58,160,915	4,353,536
Other long-term liabilities					
Net pension liability (Notes 7 and 8)	142,702,000	12,901,000	-	155,603,000	-
Other postemployment benefits (Note 9)	251,576,551	-	102,988,483	148,588,068	-
Compensated absences	2,832,246	371,029	-	3,203,275	3,203,275
	$ 1,086,406,307	$ 13,272,029	$ 140,833,078	$ 958,845,258	$ 17,936,811

(Continued)

NOTE 7 - NET PENSION LIABILITY - STATE TEACHERS' RETIREMENT PLAN

General Information about the State Teachers' Retirement Plan

Plan Description: Teaching-certified employees of the District are provided with pensions through the State Teachers' Retirement Plan (STRP) – a cost-sharing multiple-employer defined benefit pension plan administered by the California State Teachers' Retirement System (CalSTRS). The Teachers' Retirement Law (California Education Code Section 22000 et seq.), as enacted and amended by the California Legislature, established this plan and CalSTRS as the administrator. The benefit terms of the plans may be amended through legislation. CalSTRS issues a publicly available financial report that can be obtained at http://www.calstrs.com/comprehensive-annual-financial-report.

Benefits Provided: The STRP Defined Benefit Program has two benefit formulas:

- CalSTRS 2% at 60: Members first hired on or before December 31, 2012, to perform service that could be creditable to CalSTRS.
- CalSTRS 2% at 62: Members first hired on or after January 1, 2013, to perform service that could be creditable to CalSTRS.

The Defined Benefit (DB) Program provides retirement benefits based on members' final compensation, age and years of service credit. In addition, the retirement program provides benefits to members upon disability and to survivors/beneficiaries upon the death of eligible members. There are several differences between the two benefit formulas which are noted below.

CalSTRS 2% at 60

CalSTRS 2% at 60 members are eligible for normal retirement at age 60, with a minimum of five years of credited service. The normal retirement benefit is equal to 2.0 percent of final compensation for each year of credited service. Early retirement options are available at age 55 with five years of credited service or as early as age 50 with 30 years of credited service. The age factor for retirements after age 60 increases with each quarter year of age to 2.4 percent at age 63 or older. Members who have 30 years or more of credited service receive an additional increase of up to 0.2 percent to the age factor, up to the 2.4 percent maximum.

CalSTRS calculates retirement benefits based on a one-year final compensation for members who retired on or after January 1, 2001, with 25 or more years of credited service, or for classroom teachers with less than 25 years of credited service if the employer elected to pay the additional benefit cost prior to January 1, 2014. One-year final compensation means a member's highest average annual compensation earnable for 12 consecutive months calculated by taking the creditable compensation that a member could earn in a school year while employed on a fulltime basis, for a position in which the person worked. For members with less than 25 years of credited service, final compensation is the highest average annual compensation earnable for any 36 consecutive months of credited service.

CalSTRS 2% at 62

CalSTRS 2% at 62 members are eligible for normal retirement at age 62, with a minimum of five years of credited service. The normal retirement benefit is equal to 2.0 percent of final compensation for each year of credited service. An early retirement option is available at age 55. The age factor for retirement after age 62 increases with each quarter year of age to 2.4 percent at age 65 or older.

All CalSTRS 2% at 62 members have their final compensation based on their highest average annual compensation earnable for 36 consecutive months of credited service.

(Continued)

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

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

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

Also, SB 90 appropriated future supplemental state contributions to reduce the state's portion of the unfunded actuarial obligation of the DB Program in fiscal years 2019-20 through 2022-23. These contributions are funded from future excess General Fund revenues, pursuant to the requirements of California Proposition 2, Rainy-Day Budget Stabilization Fund Act which passed in 2014. Accordingly, the contribution amounts are subject to change each year. For fiscal year 2019-20, CalSTRS received $1.1 billion of supplemental state contributions pursuant to SB 90.

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

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

A summary of statutory contribution rates and other sources of contributions to the DB Program pursuant to the CalSTRS Funding Plan, SB 90 and SB84, are as follows:

Members - Under CalSTRS 2% at 60, the member contribution rate was 10.25 percent of applicable member earnings for fiscal year 2020-2021.

Under CalSTRS 2% at 62, members contribute 50 percent of the normal cost of their retirement plan, which resulted in a contribution rate of 10.205 percent of applicable member earnings for fiscal year According to current law, the contribution rate for CalSTRS 2% at 62 members is adjusted if the normal cost increases or decreases by more than 1 percent since the last time the member contribution rate was set. Based on the June 30, 2019, valuation adopted by the board in May 2020, the increase in normal cost was less than 1percent.Therefore, the contribution rate for CalSTRS 2% at 62 members did not change effective July 1, 2020.

(Continued)

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

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

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

The CalSTRS employer contribution rate increases effective for fiscal year 2019-20 through fiscal year 2046-47 are summarized in the table below:

Effective Date	Base Rate	Supplemental Rate Per CalSTRS Funding Plan	Rate Adjustment Per Special Legislation	Total
July 1, 2020	8.250%	10.850%	(2.950%)	16.150%
July 1, 2021	8.250%	10.850%	(2.180%)	16.920%
July 1, 2022 to June 30, 2046	8.250%	(1)	N/A	(1)
July 1, 2046	8.250%	Increase from AB 1469 rate ends in 2046-47		

(1) The CalSTRS Funding Plan authorizes the board to adjust the employer contribution rate up or down by up to 1% each year, but no higher than 20.250% total and no lower than 8.250%.

The District contributed $7,968,797 to the plan for the fiscal year ended June 30, 2021.

State – 10.328 percent of the members' creditable earnings from the fiscal year ending in the prior calendar year.

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

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

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

Effective Date	Base Rate	Supplemental Rate Per CalSTRS Funding Plan	SBMA Funding(1)	Total
July 01, 2020	2.017%	5.811%	2.50%	10.328%
July 01, 2021	2.017%	6.311%	2.50%	10.828%
July 01, 2022 to June 30, 2046	2.017%	(2)	2.50%	(2)
July 01, 2046	2.017%	(3)	2.50%	(3)

(1) The SBMA contribution rate excludes the $72 million that is reduced from the required contribution in accordance with Education Code section 22954. .
(2) The board has limited authority to adjust the state contribution rate annually through June 2046 in order to eliminate the remaining unfunded actuarial obligation. The board cannot increase the supplemental rate by more than 0.5% in a fiscal year, and if there is no unfunded actuarial obligation, the supplemental contribution rate imposed would be reduced to 0%.
(3) From July 1, 2046, and thereafter, the rates in effect prior to July 1, 2014, are reinstated, if necessary, to address any remaining unfunded actuarial obligation.

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

At June 30, 2021, the District reported a liability for its proportionate share of the net pension liability that reflected a reduction for State pension support provided to the District. The amount recognized by the District as its proportionate share of the net pension liability, the related State support, and the total portion of the net pension liability that was associated with the District were as follows:

District's proportionate share of the net pension liability	$ 82,410,000
State's proportionate share of the net pension liability associated with the District	45,037,000
Total	$ 127,447,000

The net pension liability was measured as of June 30, 2020 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2019. The District's proportion of the net pension liability was based on the District's share of contributions to the pension plan relative to the contributions of all participating school districts and the State. At June 30, 2020, the District's proportion was 0.085 percent, which is consistent with its proportion measured as of June 30, 2019.

(Continued)

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

For the year ended June 30, 2021, the District recognized pension expense of $17,315,803 and revenue of $11,023,016 for support provided by the State. At June 30, 2021, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	$ 145,000	$ 2,324,000
Changes of assumptions	8,036,000	-
Net differences between projected and actual earnings on investments	1,958,000	-
Changes in proportion and differences between District contributions and proportionate share of contributions	3,924,000	1,812,000
Contributions made subsequent to measurement date	7,968,797	-
Total	$ 22,031,797	$ 4,136,000

$7,968,797 reported as deferred outflows of resources related to pensions resulting from contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

2022	$ 1,283,383
2023	$ 3,287,383
2024	$ 4,283,884
2025	$ 1,466,883
2026	$ (453,367)
2027	$ 58,834

Differences between expected and actual experience, changes in assumptions and changes in proportion and differences between District contributions and proportionate share of contributions are amortized over a closed period equal to the average remaining service life of plan members, which is 7 years as of the June 30, 2021 measurement date. Deferred outflows and inflows related to differences between projected and actual earrings on plan investments are netted and amortized over a closed 5-year period.

(Continued)

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

Actuarial Methods and Assumptions: The total pension liability for the STRP was determined by applying update procedures to a financial reporting actuarial valuation as of June 30, 2019, and rolling forward the total pension liability to June 30, 2020. The financial reporting actuarial valuation as of June 30, 2019, used the following actuarial methods and assumptions, applied to all prior periods included in the measurement:

Valuation Date	June 30, 2019
Experience Study	July 1, 2015, through June 30, 2018
Actuarial Cost Method	Entry age normal
Investment Rate of Return	7.10%
Consumer Price Inflation	2.75%
Wage Growth	3.50%
Post-retirement Benefit Increases	2.00% simple for DB Not applicable for DBS/CBB

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

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

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. The best estimate ranges were developed using capital market assumptions from CalSTRS investment staff and investment consultants as inputs to the process.

The actuarial investment rate of return assumption was adopted by the CalSTRS board in January 2020 in conjunction with the most recent experience study. For each current and future valuation, CalSTRS consulting actuary reviews the return assumption for reasonableness based on the most current capital market assumptions. Best estimates of 20-year geometric real rates of return and the assumed asset allocation for each major asset class used as input to develop the actuarial investment rate of return are summarized in the following table:

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

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

* 20-year geometric average

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

	1% Decrease (6.10%)	Current Discount Rate (7.10%)	1% Increase (8.10%)
District's proportionate share of the net pension liability	$ 124,510,000	$ 82,410,000	$ 47,651,000

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

NOTE 8 - NET PENSION LIABILITY - PUBLIC EMPLOYER'S RETIREMENT FUND B

General Information about the Public Employer's Retirement Fund B

Plan Description: The schools cost-sharing multiple-employer defined benefit pension plan Public Employer's Retirement Fund B (PERF B) is administered by the California Public Employees' Retirement System (CalPERS). Plan membership consists of non-teaching and non-certified employees of public schools (K-12), community college districts, offices of education, charter and private schools (elective) in the State of California.

The Plan was established to provide retirement, death and disability benefits to non-teaching and noncertified employees in schools. The benefit provisions for Plan employees are established by statute. CalPERS issues a publicly available financial report that can be obtained at:

https://www.calpers.ca.gov/docs/forms-publications/cafr-2020.pdf

(Continued)

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

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

Contributions*:* The benefits for the defined benefit pension plans are funded by contributions from members and employers, and earnings from investments. Member and employer contributions are a percentage of applicable member compensation. Member contribution rates are defined by law and depend on the respective employer's benefit formulas. Employer contribution rates are determined by periodic actuarial valuations or by state statute. Actuarial valuations are based on the benefit formulas and employee groups of each employer. Employer contributions, including lump sum contributions made when agencies first join the PERF B, are credited with a market value adjustment in determining contribution rates.

The required contribution rates of most active plan members are based on a percentage of salary in excess of a base compensation amount ranging from zero dollars to $863 monthly.

Required contribution rates for active plan members and employers as a percentage of payroll for the year ended June 30, 2021 were as follows:

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

Employers - The employer contribution rate was 20.70 percent of applicable member earnings. The District contributed $7,252,881 to the plan for the fiscal year ended June 30, 2021.

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

At June 30, 2021, the District reported a liability of $73,193,000 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2019. The District's proportion of the net pension liability was based on the District's share of contributions to the pension plan relative to the contributions of all participating school districts. At June 30, 2020, the District's proportion was 0.24 percent, which was an increase of 0.01 percent from its proportion measured as of June 30, 2019.

(Continued)

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

For the year ended June 30, 2021, the District recognized a pension expense of $13,985,391. At June 30, 2021, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	$ 3,630,000	$ -
Changes of assumptions	268,000	-
Net differences between projected and actual earnings on investments	1,523,000	-
Changes in proportion and differences between District contributions and proportionate share of contributions	2,786,000	1,036,000
Contributions made subsequent to measurement date	7,252,881	-
Total	$ 15,459,881	$ 1,036,000

$7,252,881 reported as deferred outflows of resources related to pensions resulting from contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

2022	$ 2,768,417
2023	$ 1,825,417
2024	$ 1,875,918
2025	$ 701,248

Differences between expected and actual experience, changes in assumptions and changes in proportion and differences between District contributions and proportionate share of contributions are amortized over a closed period equal to the average remaining service life of plan members, which is 4 years as of the June 30, 2020 measurement date. Deferred outflows and inflows related to differences between projected and actual earnings on plan investments are netted and amortized over a closed 5-year period.

(Continued)

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

Actuarial Methods and Assumptions: The total pension liability for the Plan was determined by applying update procedures to a financial reporting actuarial valuation as of June 30, 2019, and rolling forward the total pension liability to June 30, 2020. The financial reporting actuarial valuation as of June 30, 2019, used the following actuarial methods and assumptions, applied to all prior periods included in the measurement:

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

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

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

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.

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

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

Discount Rate: The discount rate used to measure the total pension liability was 7.15 percent. A projection of the expected benefit payments and contributions was performed to determine if assets would run out. The test revealed the assets would not run out. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability for the Plan. The results of the crossover testing for the Plan are presented in a detailed report that can be obtained at CalPERS' website.

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

The long-term expected rate of return on pension plan investments was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class.

In determining the long-term expected rate of return, CalPERS took into account both short-term and long-term market return expectations as well as the expected cash flows of the Plan. 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 Plan's 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. The expected rate of return was set by calculating the rounded single equivalent expected return that arrived at the same present value of benefits for cash flows as the one calculated using both short-term and long-term returns. The expected rate of return was then set equivalent to the single equivalent rate calculated above and adjusted to account for assumed administrative expenses.

Sensitivity of the District's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate: The following presents the District's proportionate share of the net pension liability calculated using the discount rate of 7.15 percent, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.15 percent) or 1-percentage-point higher (8.15 percent) than the current rate:

	1% Decrease (6.15%)	Current Discount Rate (7.15%)	1% Increase (8.15%)
District's proportionate share of the net pension liability	$ 105,228,000	$ 73,193,000	$ 46,605,000

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

NOTE 9 - OTHER POSTEMPLOYMENT BENEFITS

General Information Other Postemployment Benefits Plan (OPEB)

Plan Description: In addition to the pension benefits described in Notes 7 and 8, the District administers a single-employer defined benefit healthcare plan and provides post employment medical, dental, and vision insurance coverage, as prescribed in the various employee union contracts, to retirees meeting eligibility requirements. Eligible employees retiring from the District may become eligible for these benefits when the requirements are met. The retiree benefit plan issues separate financial statements, which are produced by the District and available upon request.

The District offers subsidized health insurance benefits to all employees who retire from the District and meet the age and service requirement for eligibility. Group medical coverage is provided for academic retirees hired on or after April 1, 1986, and classified retirees hired on or after July 1, 1984. For employees hired on or after January 1, 2013, no group medical coverage is provided. The amount of the District's contribution per employee towards such annual premiums is determined according to the collective bargaining agreements.

(Continued)

NOTE 9 - OTHER POSTEMPLOYMENT BENEFITS (Continued)

Contributions*:* On June 8, 2021, the District signed an irrevocable trust (the Trust) agreement. The District appointed a Board of Authority with authority to establish and amend benefit terms under the plan and make decisions on behalf of the District with respect to the Futuris Public Entity Investment Trust Program. The Benefit Trust Company was appointed as the custodian and trustee to administer the Futuris Public Entity Investment Trust.

The Chabot-Las Positas Community College District's Retiree Benefit Plan (Plan) is a single-employer defined benefit postemployment health care plan that covers eligible retired employees of the District. The Plan, which is administered by the District, allows employees who retire and meet retirement eligibility requirements under one of the District's retirement plan to continue medical, dental and life insurance coverage as a participant in the District's plan. The District's Governing Board has the authority to establish or amend the benefit terms offered by the Plan. The District's Governing Board also retains the authority to establish the requirements for paying the Plan benefits as they come due.

Employees Covered by Benefit Terms: The following is a table of plan participants at June 30, 2021:

	Number of Participants
Inactive Plan members receiving benefits	466
Inactive employees/dependents entitled to but not yet receiving benefits	-
Active employees	336
	802

Benefits Provided*:* The following is a description of the current retiree benefit plan:

	Faculty**	Classified**	Management**
Benefit Types Provided	Medical only (including Part B Medicare)	Medical only (including Part B Medicare)	Medical only (including Part B Medicare)
Duration of Benefits	Lifetime	Lifetime	Lifetime
Required Service	10 years	10 years	10 years
Minimum Age	55	55	55
Dependent Coverage	Yes	Yes	Yes
District Contribution	100% for age+service at least equal to 85. For each reduction of one in age+service, the percent paid by the District reduces 5% to a minimum of 25% at age + service = 70	100% for age+service at least equal to 85. For each reduction of one in age+service, the percent paid by the District reduces 5% to a minimum of 25% at age + service = 70	100% for age+service at least equal to 85. For each reduction of one in age+service, the percent paid by the District reduces 5% to a minimum of 25% at age + service = 70
District Cap	Highest Medicare Risk Plan	Highest Medicare Risk Plan	Highest Medicare Risk Plan

*Post-65 benefits are paid at 100% as long as the minimum age and length of service is met.
**Employees hired on or after 1/1/2013 are no longer eligible for District-paid health benefits.

Contributions to the Plan from the District were $8,355,717 for the year ended June 30, 2021. Employees are not required to contribute to the OPEB plan.

(Continued)

NOTE 9 - OTHER POSTEMPLOYMENT BENEFITS (Continued)

Plan Termination: In the event of Plan termination, the net position of the Trust would be allocated as prescribed in the Trust documents, generally to pay in the order indicated below:

- District's remaining retiree medical benefit liabilities.
- Reasonable expenses of administering the Trust.

Any assets remaining in the Trust after paying off the above liabilities shall revert back to the District.

OPEB Plan Investments: The plan discount rate of 6.35% was determined using the following asset allocation and assumed rate of return:

Asset Class	Percentage of Portfolio	Rate of Return*
Fixed Income	39.0%	4.5%
Equities - domestic	30.0%	7.5%
Equities - international	25.5%	7.5%
Real estate investment trusts	5.5%	7.5%

*Geometric average

Rolling periods of time for all asset classes in combination were used to appropriately reflect correlation between asset classes. This means that the average returns for any asset class do not necessarily reflect the averages over time individually but reflect the return for the asset class for the portfolio average. Additionally, the historic 24-year real rates of return for each asset class along with the assumed long-term inflation assumption was used to set the discount rate. The investment return was offset by assumed investment expenses of 25 basis points. It was further assumed that contributions to the plan would be sufficient to fully fund the obligation over a period not to exceed 24 years.

Money-weighted rate of return on OPEB retiree benefit plan investments was 0% for the period from June 8, 2021 to June 30, 2021.

The fair values of the Trust’s individual investments at June 30, 2021, are as follows:

Mutual funds – fixed income	$ 390,000
Mutual funds – domestic equity	423,500
Mutual funds – international equity	107,500
Mutual funds – real estate	79,000
Total investments	$ 1,000,000

Custodial Credit Risk: The California Government Code requires California banks and savings and loan associations to secure the Trust's deposits by pledging government securities as collateral. The market value of pledged securities must equal 110 percent of an agency's deposits. California law also allows financial institutions to secure an agency's deposits by pledging first trust deed mortgage notes having a value of 150 percent of an agency's total deposits and collateral is considered to be held in the name of the Trust.

NOTE 9 - OTHER POSTEMPLOYMENT BENEFITS (Continued)

Credit Risk: The Trust's investment policy requires all fixed income investments to be of investment grade quality or higher at purchase; that is, at the time of purchases, rated no lower than "BBB" by Standard and Poor's. The Trust Board, at their discretion, may impose a higher standard on an individual investment manager basis as circumstances or investment objectives dictate. At June 30, 2021, the Trust investments consisted of open-end mutual funds, therefore there are no credit ratings to disclose.

The OPEB Trust investments consisted of open-end mutual funds, therefore, there are no significant interest rate risk related to the investments held, as there are no maturities related to the mutual funds held.

Fair Value of Financial Instruments: The following methods and assumptions were used by the Trust to estimate the fair value of its financial instruments at June 30, 2021.

Fair Value Hierarchy: Fair value is the exchange price that would be received for an asset or paid to transfer a liability (exit price) in the principal or most advantageous market for the asset or liability in an orderly transaction between market participants on the measurement date. There are three levels of inputs that may be used to measure fair values:

Level 1: Quoted prices (unadjusted) for identical assets or liabilities in active markets that the entity has the ability to access as of the measurement date.

Level 2: Significant other observable inputs other than Level 1 prices such as quoted prices for similar assets or liabilities; quoted prices in markets that are not active; or other inputs that are observable or can be corroborated by observable market data.

Level 3: Significant unobservable inputs that reflect a company's own assumptions about the assumptions that market participants would use in pricing an asset or liability.

Assets Recorded at Fair Value: The following table presents information about the District's assets measured at fair value on a recurring basis as of June 30, 2021:

	Total	Level 1	Level 2	Level 3
Investments:				
Mutual funds – fixed income	$ 390,000	$ 390,000	$ -	$ -
Mutual funds – domestic equity	423,500	423,500	-	-
Mutual funds – international equity	107,500	107,500	-	-
Mutual funds – real estate	79,000	79,000	-	-
Total	$ 1,000,000	$ 1,000,000	$ -	$ -

Mutual funds were valued at closing prices from securities exchanges and are classified as Level 1 investments.

There were no assets or liabilities measured at fair value on a non-recurring basis at June 30, 2021.

(Continued)

NOTE 9 - OTHER POSTEMPLOYMENT BENEFITS (Continued)

Concentration of Credit Risk: The investment policy of the District contains no limitations on the amount that can be invested in any one issuer beyond what is stipulated by the California Government code. There were none of the District investments (other than U.S. Treasuries, mutual funds and external investment pools, which are exempt from this disclosure) in any one issuer that represented five percent or more of the total investments as of June 30, 2021.

Total OPEB Liability

Actuarial Assumptions: The total OPEB liability in the June 30, 2020 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

Valuation date	June 30, 2020; update procedures were used to roll forward the total OPEB liability to June 30, 2021
Census data	The census was provided by the District as of June 30, 2020
Actuarial cost method	Entry age actuarial cost method
Inflation rate	2.75%
Investment rate of return	6.35%
Discount rate	6.35%
Health care cost trend rate	4.00%
Payroll increase	2.75%
Participation rates	100% for certificated and classified employees.
Mortality	For certificated employees the 2020 CalSTRS mortality tables were used.
	For classified employees the 2017 CalPERS active mortality for miscellaneous employees were used.
Spouse prevalence	To the extent not provided and when needed to calculate benefit liabilities, 80% of retirees assumed to be married at retirement. After retirement, the percentage married is adjusted to reflect mortality.
Spouse ages	To the extent spouse dates of birth are not provided and when needed to calculate benefit liabilities, female spouse assumed to be three years younger than male.

(Continued)

NOTE 9 - OTHER POSTEMPLOYMENT BENEFITS (Continued)

Turnover	For certificated employees the 2020 CalSTRS termination rates were used. For classified employees the 2017 CalPERS termination rates for school employees were used.
Service requirement	For certificated employees 100% at 20 years of service.
	For classified employees 100% at 20 years of service.
	For management 100% at 12 years of service.
Retirement rates	For certificated employees the 2020 CalSTRS retirement rates were used.
	For classified employees the 2017 CalPERS retirement rates for school employees were used.

Changes in Net OPEB Liability

	Increase (Decrease)		
	Total OPEB Liability (a)	Total Fiduciary Net Position (b)	Net OPEB Liability (a) - (b)
Balance at June 30, 2020	$ 251,576,551	$ -	$ 251,576,551
Changes for the year:			
Service cost	7,226,236	-	7,226,236
Interest	5,533,260	-	5,533,260
Employer Contributions	-	8,355,717	(8,355,717)
Benefit payments	(7,355,717)	(7,355,717)	-
Differences between actual and expected experience	-	-	-
Changes in assumptions	(107,392,262)	-	(107,392,262)
Administrative expenses	-	-	-
Net change	(101,988,483)	1,000,000	(102,988,483)
Balance at June 30, 2021	$ 149,588,068	$ 1,000,000	$ 148,588,068

(Continued)

NOTE 9 - OTHER POSTEMPLOYMENT BENEFITS (Continued)

Sensitivity of the Total OPEB Liability to changes in the Discount Rate: The following presents the Total OPEB Liability of the District, as well as what the District's Total OPEB Liability would be if it were calculated using a discount rate that is one percentage-point lower or one percentage-point higher than the current discount rate:

	1% Decrease (5.35%)	Current Discount Rate (6.35%)	1% Increase (7.35%)
Total OPEB liability	$ 170,423,305	$ 148,588,068	$ 137,213,052

Sensitivity of the Total OPEB Liability to changes in the Healthcare Cost Trend Rates: The following presents the Total OPEB Liability of the District, as well as what the District's Total OPEB Liability would be if it were calculated using healthcare cost trend rates that are one percentage-point lower or one percentage-point higher than the current healthcare cost trend rates:

	1% Decrease (3.0%)	Healthcare Cost Trend Rates Rate (4.0%)	1% Increase (5.0%)
Total OPEB liability	$ 128,671,217	$ 148,588,068	$ 167,625,336

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

For the year ended June 30, 2021, the District recognized OPEB income of $18,682,567 At June 30, 2021, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	$ -	$ 2,207,215
Changes of assumptions	12,712,905	66,087,545
Net differences between projected and actual earnings on investments	-	-
Changes in proportion and differences between District contributions and proportionate share of contributions	-	-
Contributions made subsequent to measurement date	-	-
Total	$ 12,712,905	$ 68,294,760

(Continued)

NOTE 9 - OTHER POSTEMPLOYMENT BENEFITS (Continued)

Amounts reported as deferred outflows of revenues related to OPEB will be recognized in pension expense as follows:

2022	$	30,799,027
2023	$	24,782,828

NOTE 10 - COMMITMENTS AND CONTINGENCIES

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

The District has received Federal and State funds for specific purposes that are subject to review or audit by the grantor agencies. Although such audits could result in expenditure disallowances under terms of the grants, it is management's opinion that any required reimbursements or future revenue offsets subsequently determined will not have a material effect.

Construction Commitments: As of June 30, 2021, the District has $148,980,708 in outstanding commitments on construction contracts.

NOTE 11 - JOINT POWERS AGREEMENTS

Chabot-Las Positas Community College District participates in public entity risk pool joint power agreements (JPAs), with Statewide Association of Community Colleges (SWACC), Statewide Educational Wrap Up Program ("SEWUP"), and Protected Insurance Program for Schools (PIPS). SEWUP provides financial administration, policy formulation, claim services, and other items necessary and appropriate for the establishment, operation, and maintenance of Owner Controlled Insurance Program protection for its members. This join program provides Worker's Compensation, Liability Coverage, Builder' Risk, Pollution, and Owner's Professional Protective Insurance (OPPI) for construction projects. SEWUP is designed to provide California Public Educational Agencies with the ability to maximize construction funds dedicated directly to building new and modernizing educational facilities, provide greater loss protection in the event of losses and minimize construction risk exposures through proactive risk-control services.

The District is a member in School Project for Utility Rate Reduction (SPURR), which is a California joint powers authority, whose members are California public K-12 school districts, community college districts and county offices of education. SPURR provides members access to the wholesale natural gas market that would otherwise be unavailable to them. The District is also a member of the California College Insurance Group (CCIG) in an effort to obtain the most cost effective benefits for employees for dental and vision. The relationship between Chabot-Las Positas Community College District and the JPAs is such that the JPAs are not component units of Chabot-Las Positas Community College District for financial reporting purposes.

The JPAs are governed by boards consisting of a representative from each member district. The boards control the operations of the JPAs, including the selection of management and approval of operating budgets, independent of any influence by the member district beyond their representation on the governing board. SWACC provides property, liability and PIPS provides workers' compensation insurance. Chabot-Las Positas Community College District pays a premium commensurate with the level of coverage requested. Settled claims resulting from these risks have not exceeded insurance coverage on any of these past three years.

(Continued)

NOTE 11 - JOINT POWERS AGREEMENTS (Continued)

Member districts share surpluses and deficits proportionate to their participation in the JPAs. The JPAs are independently accountable for their fiscal matters and maintain their own accounting records. Budgets are not subject to any approval other than that of the governing board.

Condensed financial information of the JPAs for the most recent year available is as follows:

	SWACC June 30, 2020	SEWUP June 30, 2020	PIPS June 30, 2020	SPURR June 30, 2020	CCIG June 30, 2020
Total assets	$ 39,179,390	$ 52,562,974	$ 146,482,024	$ 15,851,772	$ 2,092,639
Total liabilities	$ 24,740,500	$ 49,267,476	$ 104,409,659	$ 9,262,735	$ 87,441
Net position	$ 14,438,890	$ 3,295,498	$ 42,072,365	$ 6,589,037	$ 2,005,198
Total revenues	$ 26,984,535	$ 22,150,873	$ 330,953,357	$ 40,420,291	$ 2,569,166
Total expenses	$ 30,390,761	$ 21,402,762	$ 322,790,995	$ 39,341,976	$ 1,847,522
Change in net position	$ (3,406,226)	$ 748,111	$ 8,162,362	$ 1,078,315	$ 721,644

NOTE 12 – SUBSEQUENT EVENTS

In August 2021, the District issued $200,000,000 of 2016 General Obligation Bonds, Series B (Federally Tax-Exempt), with interest rates of 0.150% and ranging from 2.000% to 5.000%. The Bonds mature through August 2041 with interest due semi-annually on August 1 and February 1.

In August 2021, the District issued $272,335,000, of 2021 General Obligation Refunding Bonds under Measure A (Federally Taxable); with interest rates ranging from 0.206% to 1.990%. The 2021 Bonds will advance refund a portion of outstanding 2013 General Obligation Refunding Bonds. The Bonds mature through August 2032 with interest due semi-annually on August 1 and February 1.

REQUIRED SUPPLEMENTARY INFORMATION

CHABOT-LAS POSITAS COMMUNITY COLLEGE DISTRICT
SCHEDULE OF CHANGES IN THE DISTRICT'S TOTAL OPEB LIABILITY
For the Year Ended June 30, 2021

Last 10 Fiscal Years

	2018	2019	2020	2021
Total OPEB liability				
Service cost	$ 6,133,912	$ 6,302,595	$ 7,015,022	$ 7,226,236
Interest	7,014,048	6,679,330	7,003,476	5,533,260
Actuarial experience	-	-	(9,564,601)	-
Change in assumptions	-	3,210,649	54,219,712	(107,392,262)
Benefit payments	(6,920,426)	(7,197,243)	(7,377,725)	(7,355,717)
Net change in total OPEB liability	6,227,534	8,995,331	51,295,884	(101,988,483)
Total OPEB liability, beginning of year	185,057,802	191,285,336	200,280,667	251,576,551
Total OPEB liability, end of year	$ 191,285,336	$ 200,280,667	$ 251,576,551	$ 149,588,068
Plan fiduciary net position*				
Employer contributions				$ 1,000,000
Actual investment income				-
Administrative expense				-
Benefits payment				-
Change in plan fiduciary net position				1,000,000
Fiduciary trust net position, beginning of year				-
Fiduciary trust net position, end of year				$ 1,000,000
Net OPEB liability, ending	$ 191,285,336	$ 200,280,667	$ 251,576,551	$ 148,588,068
Covered employee payroll	$ 44,154,167	$ 35,128,792	$ 36,770,553	$ 36,660,167
Total OPEB liability as a percentage of covered-employee payroll	433.22%	570.13%	684.18%	408.04%
Discount rate	3.80%	3.50%	2.20%	6.35%

* During the year ended June 30, 2021 the District signed an irrevocable trust (the "Trust") agreement. Prior to 2021, there was no fiduciary net position.

This is a 10-year schedule, however the information in this schedule is not required to be presented retrospectively. The amounts presented for each fiscal year were determined as of the year end that occurred one year prior. All years prior to 2018 are not available.

CHABOT-LAS POSITAS COMMUNITY COLLEGE DISTRICT
SCHEDULE OF THE DISTRICT'S PROPORTIONATE
SHARE OF THE NET PENSION LIABILITY
For the Year Ended June 30, 2021

State Teacher's Retirement Plan
Last 10 Fiscal Years

	2015	2016	2017	2018	2019	2020	2021
District's proportion of the net pension liability	0.08%	0.08%	0.08%	0.08%	0.09%	0.09%	0.09%
District's proportionate share of the net pension liability	$ 46,908,000	$ 53,340,000	$ 62,382,000	$ 74,159,000	$ 80,022,000	$ 76,423,000	$ 82,410,000
State's proportionate share of the net pension liability associated with the District	28,326,000	28,211,000	35,516,000	43,872,000	45,817,000	41,694,000	45,037,000
Total net pension liability	$ 75,234,000	$ 81,551,000	$ 97,898,000	$ 118,031,000	$ 125,839,000	$ 118,117,000	$ 127,447,000
District's covered payroll	$ 35,753,000	$ 36,774,000	$ 38,439,000	$ 43,616,000	$ 47,641,000	$ 45,470,000	$ 45,517,000
District's proportionate share of the net pension liability as a percentage of its covered payroll	131%	145%	162%	170%	168%	168%	280%
Plan fiduciary net position as a percentage of the total pension liability	76.52%	79.43%	70.04%	69.00%	70.99%	72.56%	71.82%

The amounts presented for each fiscal year were determined as of the year end that occurred the year before.
All years prior to 2015 are not available.

(Continued)

Public Employers Retirement Fund B
Last 10 Fiscal Years

	2015	2016	2017	2018	2019	2020	2021
District's proportion of the net pension liability	0.21%	0.22%	0.22%	0.22%	0.24%	0.23%	0.24%
District's proportionate share of the net pension liability	$ 24,207,000	$ 32,476,000	$ 43,464,000	$ 53,391,000	$ 63,146,000	$ 66,279,000	$ 73,193,000
District's covered payroll	$ 22,346,000	$ 24,392,000	$ 26,402,000	$ 28,195,000	$ 31,249,000	$ 30,003,000	$ 34,382,000
District's proportionate share of the net pension liability as a percentage of its covered payroll	108%	133%	165%	189%	202%	221%	213%
Plan fiduciary net position as a percentage of the total pension liability	83.38%	74.02%	73.89%	71.87%	70.85%	70.05%	70.00%

The amounts presented for each fiscal year were determined as of the year end that occurred the year before.
All years prior to 2015 are not available.

State Teachers' Retirement Plan
Last 10 Fiscal Years

	2015	2016	2017	2018	2019	2020	2021
Contractually required contribution	$ 3,265,492	$ 4,124,466	$ 5,486,952	$ 6,874,668	$ 7,402,589	$ 8,252,295	$ 7,968,797
Contributions in relation to the contractually required contribution	$ 3,265,492	$ 4,124,466	$ 5,486,952	$ 6,874,668	$ 7,402,589	$ 8,252,295	$ 7,968,797
District's covered payroll	$ 36,774,000	$ 38,439,000	$ 43,616,000	$ 47,641,000	$ 45,470,000	$ 45,517,000	$ 41,721,000
Contributions as a percentage of covered payroll	8.88%	10.73%	12.58%	14.43%	16.28%	17.10%*	19.10%

All years prior to 2015 are not available.

* This rate reflects the original employer contribution rate of 18.13 percent under AB1469, reduced for the 1.03 percentage points to be paid on behalf of employers pursuant to SB 90.

(Continued)

Public Employers Retirement Fund B
Last 10 Fiscal Years

	2015	2016	2017	2018	2019	2020	2021
Contractually required contribution	$ 2,871,188	$ 3,127,817	$ 3,915,740	$ 4,853,298	$ 5,419,198	$ 6,780,391	$ 7,252,881
Contributions in relation to the contractually required contribution	$ 2,871,188	$ 3,127,817	$ 3,915,740	$ 4,853,298	$ 5,419,198	$ 6,780,391	$ 7,252,881
District's covered payroll	$ 24,392,000	$ 26,402,000	$ 28,195,000	$ 31,249,000	$ 30,003,000	$ 34,382,000	$ 35,038,000
Contributions as a percentage of covered payroll	11.77%	11.85%	13.89%	15.53%	18.06%	19.72%	20.70%

All years prior to 2015 are not available.

See accompanying note to required supplementary information.

NOTE 1 - PURPOSE OF SCHEDULE

A - Schedule of Changes in Net Other Postemployment Benefits (OPEB) Liability: The Schedule of Changes in Net OPEB liability is presented to illustrate the elements of the District's Net OPEB liability. There is a requirement to show information for 10 years. However, until a full 10-year trend is compiled, governments should present information for those years for which information is available.

B - Schedule of the District's Contributions: The Schedule of the District's contributions is presented to illustrate the District's required contributions relating to the pensions. There is a requirement to show information for 10 years. However, until a full 10-year trend is compiled, governments should present information for those years for which information is available.

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

D - Changes of Assumptions: The discount rate for Public Employer's Retirement Fund B (PERF B) was 7.50, 7.65, 7.65, 7.15, and 7.15 percent in the June 30, 2013, 2014, 2015, 2016 and 2017 actuarial reports, respectively.

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

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

SUPPLEMENTARY INFORMATION

Chabot-Las Positas Community College District was established on January 10, 1961, and commenced operations on September 11, 1961. There were no changes in the boundaries of the District during the current year. The District's two main colleges are each accredited by the Accrediting Commission for Community and Junior Colleges, Western Association of Schools and Colleges.

The Governing Board and District Administration for the fiscal year ended June 30, 2020 were composed of the following members:

BOARD OF TRUSTEES

Members	Office	Term Expires
Ms. Genevieve Randolph	President	2022
Ms. Linda Granger	Secretary	2022
Dr. Hal G. Gin	Member	2022
Ms. Maria Heredia	Member	2024
Mr. Edralin J. Maduli	Member	2024
Dr. Luis Reynoso	Member	2024
Mr. Tim Sbranti	Member	2024

DISTRICT ADMINISTRATION

Ronald P. Gerhard
Chancellor

Jonah Nicholas
Vice Chancellor, Business Services

Mr. Wyman M. Fong
Vice Chancellor, Human Resources

Theresa Fleischer Rowland
Vice Chancellor, Educational Services and Student Success

Owen Letcher
Vice Chancellor, Facilities and Bond Program

AUXILIARY ORGANIZATIONS IN GOOD STANDING

The Friends of Chabot College Foundation, established August 27, 2014
Master Agreement Revised March 19, 2019
Yvonne Wu Craig, Director

Las Positas College Foundation, established December 22, 2003
Master Agreement Revised March 15, 2010
Kenneth Cooper, Director

Las Positas College Viticulture and Enology Foundation (also DBA Campus Hill Winery),
established April 13, 2018
Master Agreement Revised June 18, 2018
David Everett, President and ex-officio Director

The Foundation for Chabot-Las Positas Community College District,
established January 28, 2000
Master Agreement Revised February 15, 2000
Mr. Ronald Gerhard-President

Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Federal Expenditures
U.S. Department of Education			
Direct Programs:			
Student Financial Aid Cluster:			
Federal Supplemental Educational Opportunity Program (FSEOG)	84.007	P007A200315/P007A208030	$ 293,575
Federal Work Study (FWS)	84.033	P033A200315/P033A208030	198,404
Federal Pell Grants (PELL)	84.063	P063P201113/P063P204611	13,786,456
Federal Direct Student Loans	84.268	P268K211113/P268K214611	661,476
Financial Aid Admin Allowance	84.063	P063Q201113/P063Q204611	50,360
Subtotal Financial Aid Cluster			14,990,271
TRIO Cluster:			
Student Support Services Aspire	84.042A	P042A151205	290,067
Student Support Services ESL Excel	84.042A	P042A151212	173,211
Student Support Services STEM	84.042A	P042A151595	208,330
Talent Search	84.044A	P044A160820	346,677
Subtotal TRIO Cluster			1,018,285
Title V Program:			
Title V - Gateway to STEM Success	84.031S	P031S150011	88,146
Title V - Higher Ed Institutional Aid	84.031S	P031S160212	455,529
Subtotal Title V Program			543,675
Education Stabilization Fund:			
COVID-19 HEERF Student Portion	84.425E	P425E204052/P425E204188	504,036
COVID-19 HEERF Institutional Portion	84.425F	P425F203108/P425F203304	13,807,662
COVID-19 HEERF Minority Serving Institution	84.425L	P425L200454/P425L200387	591,273
Subtotal Education Stabilization Fund			14,902,971
Passed through California State University, East Bay:			
Promise Neighborhoods	84.215N	W1183-301	537,853
Child Cares Access Means Parents in School (CCAMPIS)	84.335A	84-335A2019-1	114,935
Passed through California Community College Chancellor's Office:			
Vocational Education - Basic Grants to States	84.048	12-C01-007	1,059,103
Total U.S. Department of Education			33,167,093
U.S Department of Labor			
Workforce Innovation and Opportunity Act Cluster:			
Passed through Alameda County Workforce Investment Board:			
Workforce Investment Act - Dislocated Worker Formula Grant (Tri Valley One Stop)	17.278	SSFPCP141501516	156,407
TVCC-ACSSA CAREER & EMPL SERVICES	17.278	SSFPCP141501516	194,109
TVCC-OPIC ACWDB PROJ MGMT CERT	17.278	1920 -WDB	6,300
Subtotal Workforce Innovation and Opportunity Act Cluster			356,816
Total U.S. Department of Labor			356,816

(Continued)

CHABOT-LAS POSITAS COMMUNITY COLLEGE DISTRICT
SCHEDULE OF EXPENDITURE OF FEDERAL AWARDS
For the Year Ended June 30, 2021

Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Federal Expenditures
U.S. Department of Health and Human Services			
Passed through California Department of Education:			
Early Childhood Mentor Program (CCDF Cluster)	93.575	CSPP2008	$ 1,888,706
Passed through California Community College Chancellor's Office:			
Temporary Assistance for Needy Families Cluster	93.558	-	81,862
Passed through Child, Family, and Community Services, Inc.:			
Head Start	93.600	-	152,781
Foster Care Programs:			
Passed through California Department of Social Services:			
Foster Care	93.658	16-IA-00577	94,171
Passed through Alameda County:			
Child, Family and Community Services - Foster Care - Pride and Care Programs	93.658	900035-10684-8146 10798-8322	275,033
Subtotal Foster Care Programs			369,204
Pass through City of Oakland			
U.S. Department of Health and Human Services - City of Oakland	93.569	20F3641	43,029
Total U.S. Department of Health and Human Services			2,535,582
U.S. Department of Agriculture			
Passed through California Department of Education:			
Child and Adult Care Food Program	10.558	01-29262-1A	3,538
Total U.S. Department of Agriculture			3,538
U.S. Department of Treasury			
Passed through United Way:			
Volunteer Income Tax Assistance (VITA) Program	21.009	2137	26,335
Passed through California Community College Chancellor's Office:			
COVID-19 Relief Fund - Block Grant (Federal)	21.019	21.019.119	674,826
Total U.S. Department of Treasury			701,161
U.S. National Science Foundation (R&D Cluster)			
Scholarships STEM	47.076	DUE 1834193	132,176
Total U.S. National Science Foundation programs (R&D Cluster)			132,176
Total Federal Programs			$ 36,896,366

See accompanying note to supplementary information.

CHABOT-LAS POSITAS COMMUNITY COLLEGE DISTRICT
SCHEDULE OF STATE FINANCIAL AWARDS
For the Year Ended June 30, 2021

	Program Revenues				Total
	Cash Received*	Accounts Receivable	Deferred Income	Total	Program Expenditures
AB 19 Promise Grant	$ 2,497,005	$ -	$ 471,199	$ 2,025,806	$ 2,025,806
Adult Education Block Grant	5,341,180	2,401	2,276,957	3,066,624	3,336,493
African American Male Education Network & Development	200,000	-	95,000	105,000	105,000
Associate Degree For Transfer	38,667	1,507,592	-	1,546,259	1,546,259
Basic Skills	21,087	20,469	41,556	-	-
Cal Grants	1,241,004	34,623	73,595	1,202,032	2,953,725
Calfresh Outreach	39,997	-	16,879	23,118	-
California College Pathways	50,000	-	39,802	10,198	10,198
California Learning Lab	-	6,328	-	6,328	6,328
California School-Age Consortium	-	2,508	-	2,508	2,508
California Work Opportunity & Responsibility To Kids	435,917	-	37,553	398,364	398,364
Campus Online Education	42,820	116,780	-	159,600	192,578
Campus Safety	12,044	-	12,044	-	-
Care Program	177,540	-	2,049	175,491	175,491
Career Pathways Trust	(25,484)	25,484	-	-	-
Career Technical Education	23,992	2,332	26,324	-	46,196
Child Development	92,272	-	29,667	62,605	91,690
Classified Professionals Block Grant	34,955	-	34,955	-	500
Community College Completion Grant	147,680	-	51,880	95,800	95,800
Cooperative Agencies Resources For Education	38,200	-	-	38,200	44,300
Covid Block Grant	939,896	-	636,702	303,194	303,194
Deputy Sector Navigator	51,610	40,983	216,182	(123,589)	229,384
Digital Innovation & Infrastructure	8,161,442	6,894,435	4,243,281	10,812,596	10,812,596
Disabled Students Programs & Services	2,930,219	-	650,746	2,279,473	2,279,463
Dream Resource Liaison Support	92,055	-	92,055	-	-
Early Childhood/Foster Care	667,351	495,915	1,640	1,161,626	1,511,571
Emergency Aid Funding	71	-	71	-	-
Extended Opportunity Programs & Services	2,187,256	-	915,826	1,271,430	1,292,245
Financial Aid	2,721,228	25,318	727,451	2,019,095	1,276,091
First 5 - Early Childhood Development	-	24,480	-	24,480	24,480
Guided Pathways	2,531,378	-	884,481	1,646,897	1,646,342
Hunger Free Campus Support	61,311	-	34,821	26,490	27,427
Incarcerated Student Reentry Program	(924)	68,173	-	67,249	67,249
Industry-Driven Regional Collaboratives	(210,530)	210,530	-	-	-
Institutional Effectiveness Partnership Initiative	34,782,475	-	19,605,292	15,177,183	10,177,183
Institutional Effectiveness Prog Initiative	20,200,000	-	5,067,904	15,132,096	132,096
Instructional Equipment Block Grant	37,157	-	-	37,157	37,157
Lottery	(310,131)	1,734,595	791,893	632,571	1,131,758
Mathematics, Engeineering, Science And Achievement	51,183	-	5,590	45,593	45,590
Mental Health Services	78,559	41,531	-	120,090	225,109
Ncept Ca Apprenticeshipency	3,341	3,873	-	7,214	7,214
Nursing	108,944	-	-	108,944	108,944
Physical Plant & Instructional Support	(38,333)	38,333	-	-	-
Professional Development	37,376	-	(7,689)	45,065	-
Services & Support Division	750,000	-	750,000	-	-
Staff Diversity	50,000	-	12,288	37,712	37,712
Strong Workforce Program	24,524,707	1,557,246	16,743,751	9,338,202	9,338,220
Student Equity & Achievement Program	39,406,271	4,650,476	14,431,706	29,625,041	28,944,241
Student Financial Assistance Program - Setaside	904,170	-	730,536	173,634	174,189
Student Retention & Outreach	293,154	-	293,154	-	-
Trivalley Education Collaborative	-	16,000	-	16,000	16,000
Trustee Fellowship	-	-	65,750	(65,750)	-
Umoja	2,597,000	-	1,037,146	1,559,854	1,559,854
Umoja Community Edency	16,000	-	900	15,100	15,100
Umoja Program	1,790,155	-	258,026	1,532,129	1,532,129
Veterans Program	415,601	103,581	256,586	262,596	262,596
Total State Programs	$ 156,238,868	$ 17,623,986	$ 71,655,549	$ 102,207,305	$ 84,246,370

* Cash received includes funds received in prior years.

See accompanying note to supplementary information.

CHABOT-LAS POSITAS COMMUNITY COLLEGE DISTRICT
SCHEDULE OF WORKLOAD MEASURES FOR
STATE GENERAL APPORTIONMENT
Annual Attendance as of June 30, 2021

Categories	Reported Data	Audit Adjustments	Revised Data
A. Summer Intersession (Summer 2020 only)			
1. Noncredit	9	-	9
2. Credit	2,128	-	2,128
B. Summer Intersession (Summer 2020) - Prior to July 1, 2021)			
1. Noncredit	-	-	-
2. Credit	-	-	-
C. Primary Terms (Exclusive of Summer Intersession)			
1. Census Procedure Courses			
a. Weekly Census Contact Hours	2,421	-	2,421
b. Daily Census Contact Hours	132	-	132
2. Actual Hours of Attendance Procedure Courses			
a. Noncredit	68	-	68
b. Credit	429	-	429
3. Independent Study/Work Experience			
a. Weekly Census Contact Hours	8,936	-	8,936
b. Daily Census Contact Hours	1,377	-	1,377
c. Noncredit Independent Study/ Distance Education Courses	-	-	-
D. Total FTES	15,500	-	15,500
Supplemental Information:			
E.In-Service Training Courses (FTES)	-	-	-
F. Basic Skills Courses and Immigrant Education			
a. Noncredit	17	-	17
b. Credit	280	-	280
CCFS 320 Addendum			
CDCP	-	-	-
Centers FTES			
a. Noncredit	-	-	-
b. Credit	-	-	-

See accompanying note to supplementary information.

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

General Fund	$ 19,848,874	
Bond Interest and Redemption Fund	24,637,158	
Cafeteria Fund	30,591	
Child Development Fund	150	
Capital Outlay Fund	11,041,455	
Revenue Bond Construction Fund	74,428,655	
Other Enterprise Fund	4,032,002	
Self Insurance Fund	9,412,833	
Associated Students Trust Fund	613,386	
Student Representation Fee Trust Fund	102,014	
Financial Aid Fund	163,395	
Scholarship and Trust Fund	529,960	
Total Audited Fund Balances as reported on he Annual Financial and Budget Report (CCFS-311)		144,840,473
Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets used for governmental activities are not financial resources and, therefore, are not reported as assets in governmental funds. However, capital assets, net of accumulated depreciation are added to total net assets.		
Total District capital assets	524,701,219	
Less: enterprise fund capital assets	(2,634,268)	
		522,066,951
Losses on refundings of debt are categorized as deferred outflows and are amortized over the shortened life of the refunded or refunding of the debt.		18,835,037
In government 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 relating to pensions	37,491,678	
Deferred inflows of resources relating to pensions	(5,172,000)	
Deferred outflows of resources relating to OPEB	12,712,905	
Deferred inflows of resources relating to OPEB	(68,294,760)	
		(23,262,177)
Unmatured interest on long-term liabilities 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.		(10,535,612)
Long-term liabilities are not due and payable in the current period and, therefore, are not reported as liabilities in the funds. Long-term liabilities at June 30, 2020 consisted of:		
General Obligation Bonds	(593,290,000)	
Bond premiums	(58,160,915)	
Net pension liability	(155,603,000)	
OPEB liability	(148,588,068)	
Compensated absences	(3,203,275)	
		(958,845,258)
Total net position - business-type activities		$ (306,900,586)

See accompanying note to supplementary information.

CHABOT-LAS POSITAS COMMUNITY COLLEGE DISTRICT
RECONCILIATION OF ECS 84362 (50 PERCENT LAW) CALCULATION
For the Year Ended June 30, 2021

		Activity (ECSA) ECS 84362 A Instructional Salary Cost AC 0100-5900 & AC 6110			Activity (ECSB) ECS 84362 B Total CEE AC 0100-6799		
	Object/TOP Codes	Reported Data	Audit Adjustments	Revised Data	Reported Data	Audit Adjustments	Revised Data
Academic Salaries							
Instructional salaries:							
Contract or regular	1100	$ 24,627,092	$ -	$ 24,627,092	$ 24,658,419	$ -	$ 24,658,419
Other	1300	23,629,357	-	23,629,357	23,634,979	-	23,634,979
Total instructional salaries		48,256,449	-	48,256,449	48,293,398	-	48,293,398
Non-instructional salaries:				-			-
Contract or regular	1200	-	-	-	8,634,997	-	8,634,997
Other	1400	-	-	-	423,180	-	423,180
Total non-instructional salaries		-	-	-	9,058,177	-	9,058,177
				-			-
Total academic salaries		48,256,449	-	48,256,449	57,351,575	-	57,351,575
Classified Salaries							-
Non-instructional salaries:							-
Regular status	2100	-	-	-	21,122,856	-	21,122,856
Other	2300	-	-	-	521,777	-	521,777
Total non-instructional salaries		-	-	-	21,644,633	-	21,644,633
Instructional aides:				-			-
Regular status	2200	708,261	-	708,261	761,535	-	761,535
Other	2400	76,683	-	76,683	76,683	-	76,683
Total instructional aides		784,944	-	784,944	838,218	-	838,218
Total classified salaries		784,944	-	784,944	22,482,851	-	22,482,851
Employee benefits	3000	16,807,270	-	16,807,270	33,969,775	-	33,969,775
Supplies and materials	4000	-	-	-	862,230	-	862,230
Other operating expenses	5000	-	-	-	8,682,436	-	8,682,436
Equipment replacement	6420	-	-	-	-	-	-
Total expenditures prior to exclusions		65,848,663	-	65,848,663	123,348,867	-	123,348,867

(Continued)

CHABOT-LAS POSITAS COMMUNITY COLLEGE DISTRICT
RECONCILIATION OF ECS 84362 (50 PERCENT LAW) CALCULATION
For the Year Ended June 30, 2021

		Activity (ECSA) ECS 84362 A Instructional Salary Cost AC 0100-5900 & AC 6110			Activity (ECSB) ECS 84362 B Total CEE AC 0100-6799		
	Object/TOP Codes	Reported Data	Audit Adjustments	Revised Data	Reported Data	Audit Adjustments	Revised Data
Exclusions							
Activities to exclude:							
Instructional staff-retirees' benefits and retirement incentives	5900	$ -	$ -	$ -	$ -	$ -	$ -
Student health services above amount collected	6441	-	-	-	-	-	-
Student transportation	6491	-	-	-	6,889	-	6,889
Noninstructional staff-retirees' benefits and retirement incentives	6740	-	-	-	-	-	-
Objects to exclude:							
Rents and leases	5060	-	-	-	26,774	-	26,774
Lottery expenditures		-	-	-	-	-	-
Academic salaries	1000	-	-	-	3,251,699	-	3,251,699
Classified salaries	2000	-	-	-	-	-	-
Employee benefits	3000	-	-	-	-	-	-
Supplies and materials:							
Software	4100	-	-	-	-	-	-
Books, magazines and periodicals	4200	-	-	-	-	-	-
Instructional supplies and materials	4300	-	-	-	-	-	-
Noninstructional supplies and materials	4400	-	-	-	-	-	-
Total supplies and materials		-	-	-	-	-	-
Other operating expenses and services	5000	-	-	-	-	-	-
Capital outlay	6000	-	-	-	-	-	-
Library books	6300	-	-	-	-	-	-
Equipment:							
Equipment - additional	6410	-	-	-	-	-	-
Equipment - replacement	6420	-	-	-	-	-	-
Total equipment		-	-	-	-	-	-
Total capital outlay		-	-	-	3,285,362	-	3,285,362
Other outgo	7000	-	-	-	-	-	-
Total exclusions		-	-	-	3,285,362	-	3,285,362
Total for ECS 84362, 50% Law		$ 65,848,663	$ -	$ 65,848,663	$ 120,063,505	$ -	$ 120,063,505
Percent of CEE (instructional salary cost /Total CEE)		54.84%	%	54.84%	100%	%	100%
50% of current expense of education					$ 60,031,752	$ -	$ 60,031,752

See accompanying note to supplementary information.

EPA Proceeds: $ 23,213,380

Activity Classification	Activity Code (0100-5900)	Salaries and Benefits (1000-3000)	Operating Expenses (4000-5000)	Capital Outlay (6000)	Total
Instructional Activities	$ -	$ 23,213,380	$ -	$ -	$ -

See accompanying note to supplementary information.

NOTE 1 - PURPOSE OF SCHEDULES

A - Schedule of Expenditures of Federal Awards: The Schedule of Expenditure of Federal Awards includes the federal award activity of Chabot-Las Positas Community College District, and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance)*. Expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. The District has elected not to use the 10-percent de minimis indirect cost rate as allowed under the Uniform Guidance.

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

C - Schedule of Workload Measures for State General Apportionment: Full-time equivalent students is a measurement of the number of students attending classes of the District. The purpose of attendance accounting from a fiscal standpoint is to provide the basis on which apportionments of State funds are made to community college districts. This schedule provides information regarding the attendance of students based on various methods of accumulating attendance data.

D - Reconciliation of Annual Financial and Budget Report (CCFS-311) with Audited Financial Statements: This schedule provides the information necessary to reconcile the fund balance of all funds reported on the CCFS-311 to the audited financial statements.

E - Reconciliation of Governmental funds to the Statement of Net Position: This schedule provides the information necessary to reconcile the fund balances to the audited financial statements.

F - Reconciliation of ECS 84362 (50 Percent Law) Calculation: This schedule provides the information necessary to reconcile the 50 Percent Law Calculation reported on the CCFS-311 to the audited data.

G - Proposition 55 Education Protection Account (EPA) Expenditure Report: This schedule provides information about the District's EPA proceeds and summarizes how the EPA proceeds were spent.

Crowe LLP
Independent Member Crowe Global

INDEPENDENT AUDITOR'S REPORT
ON STATE COMPLIANCE REQUIREMENTS

Board of Trustees
Chabot-Las Positas Community College District
Dublin, California

Report on Compliance with State Laws and Regulations

We have audited the compliance of Chabot-Las Positas Community College District with the types of compliance requirements described in Section 400 of the *California State Chancellor's Office's California Community College Contracted District Audit Manual (CDAM)* that are applicable to community colleges in the State of California for the year ended June 30, 2021:

SCFF Data Management Control Environment
SCFF Supplemental Allocation Metrics
SCFF Success Allocation Metrics
Salaries of Classroom Instructors (50 Percent Law)
Apportionment for Activities Funded From Other Sources
Student Centered Funding Formula Base Allocations: FTES
Residency Determination for Credit Courses
Students Actively Enrolled
Dual Enrollment (CCAP and Non-CCAP)
Scheduled Maintenance Program
Gann Limit Calculation
Open Enrollment
Apprenticeship Related and Supplemental Instruction (RSI) Funds
Disabled Student Programs and Services (DSPS)
To Be Arranged Hours (TBA)
Proposition 1D and 51 State Bond Funded Projects
Education Protection Account Funds
COVID-19 Response Block Grant Expenditures

Management's Responsibility

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

Auditor's Responsibility

Our responsibility is to express an opinion on Chabot-Las Positas Community College District's compliance with state laws and regulations as listed above based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States and the *California State Chancellor's Office's California Community College Contracted District Audit Manual* (Audit Manual). Those standards and the Audit Manual require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the compliance requirements referred to above that could have a material effect on Chabot-Las Positas Community College District's compliance with the state laws and regulations listed above occurred. An audit includes examining, on a test basis, evidence about Chabot-Las Positas Community College District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

(Continued)

We believe that our audit provides a reasonable basis for our opinion on compliance with State laws and regulations. However, our audit does not provide legal determination of Chabot-Las Positas Community College District's compliance with those requirements.

Opinion on Compliance with State Laws and Regulations

In our opinion, Chabot-Las Positas Community College District complied, in all material respects, with the compliance requirements referred to above that are applicable to the state laws and regulations for the year ended June 30, 2021.

Purpose of this Report

This report is intended solely to describe the scope of our testing of compliance and the results of that testing based on requirements of the *Contracted District Audit Manual*. Accordingly, this report is not suitable for any other purpose.

Crowe LLP

Crowe LLP

Sacramento, California
December 7, 2021

INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

Board of Trustees
Chabot-Las Positas Community College District
Dublin, 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 business-type activities and fiduciary activities of Chabot-Las Positas Community College District as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise Chabot-Las Positas Community College District's basic financial statements, and have issued our report thereon dated December 7, 2021.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Chabot-Las Positas Community College 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 Chabot-Las Positas Community College District's internal control. Accordingly, we do not express an opinion on the effectiveness of Chabot-Las Positas Community College District's internal control.

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

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

(Continued)

Compliance and Other Matters

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

Purpose of this Report

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

Crowe LLP

Crowe LLP

Sacramento, California
December 7, 2021

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE

Board of Trustees
Chabot-Las Positas Community College District
Dublin, California

Report on Compliance for Each Major Federal Program

We have audited Chabot-Las Positas Community College District's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of Chabot-Las Positas Community College District's major federal programs for the year ended June 30, 2021. Chabot-Las Positas Community College District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Chabot-Las Positas Community College District's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Chabot-Las Positas Community College District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of Chabot-Las Positas Community College District's compliance.

Opinion on Each Major Federal Program

In our opinion, Chabot-Las Positas Community College 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, 2021.

(Continued)

Report on Internal Control Over Compliance

Management of Chabot-Las Positas Community College District is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Chabot-Las Positas Community College District's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Chabot-Las Positas Community College District's internal control over compliance.

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

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

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

Crowe LLP

Crowe LLP

Sacramento, California
December 7, 2021

FINDINGS AND RECOMMENDATIONS

SECTION I – SUMMARY OF AUDITOR'S REPORT

FINANCIAL STATEMENTS

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

Material weakness(es) identified?		Yes	X	No
Significant deficiency(ies) identified not considered to be material weakness(es)?		Yes	X	None reported
Noncompliance material to financial statements noted?		Yes	X	No

FEDERAL AWARDS

Internal control over major programs:

Material weakness(es) identified?		Yes	X	No
Significant deficiency(ies) identified not considered to be material weakness(es)?		Yes	X	None reported

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

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?		Yes	X	No

Identification of major programs:

Assistance Listing Number(s)	Name of Federal Program or Cluster
84.425E, 84.425F, 84.425L	COVID-19: CARES - Higher Education Emergency Relief Fund (HEERF)
21.019	COVID-19: CARES - Coronavirus Relief Fund (CRF)

Dollar threshold used to distinguish between Type A and Type B programs: $ 1,106,891

Auditee qualified as low-risk auditee?	X	Yes		No

STATE AWARDS

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

(Continued)

SECTION II - FINANCIAL STATEMENT FINDINGS

No matters were reported.

(Continued)

SECTION III - FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

No matters were reported.

SECTION IV - STATE AWARD FINDINGS AND QUESTIONED COSTS

No matters were reported.

STATUS OF PRIOR YEAR
FINDINGS AND RECOMMENDATIONS

No matters were reported.