

CAMARILLO HEALTH CARE DISTRICT
FINANCIAL STATEMENTS AND
INDEPENDENT AUDITORS' REPORT
For the Fiscal Year Ended
June 30, 2025
(With Comparative Amounts as of June 30, 2024)

NIGRO & NIGRO^{PC}

CAMARILLO HEALTH CARE DISTRICT
For the Fiscal Year Ended June 30, 2025
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Financial Section



INDEPENDENT AUDITORS' REPORT

Board of Directors
Camarillo Health Care District
Camarillo, California

Opinion

We have audited the accompanying financial statements of the Camarillo Health Care District (District), which comprise the balance sheet as of June 30, 2025, and related statements of revenues, expenses, and changes in net position, and cash flows for the year ended, and related notes to the financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the District as of June 30, 2025, and the respective changes in its financial position and cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

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

Change in Accounting Principle

As described in Notes 1 and 4, to the financial statements, as of July 1, 2024, the District adopted new accounting guidance, GASB Statement No. 101, Compensated Absences. Our opinion is not modified with respect to these matters.

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.

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

Auditors' Responsibility

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

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

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

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

Required Supplementary Information

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

Prior-Year Comparative Information

The financial statements include partial prior-year comparative information. Such information does not include sufficient detail to constitute a presentation in accordance with accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with the District's financial statements for the year ended June 30, 2024, from which such partial information was derived.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued a separate report dated March 12, 2026, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.



Murrieta, California
March 12, 2026

CAMARILLO HEALTH CARE DISTRICT
Management's Discussion and Analysis (Unaudited)
For the Fiscal Year Ended June 30, 2025

Management's Discussion and Analysis (MD&A) offers readers of Camarillo Health Care District's financial statements a narrative overview of the District's financial activities for the fiscal year ended June 30, 2025. This MD&A presents financial highlights, an overview of the accompanying financial statements, an analysis of net position and results of operations, a current-to prior year analysis, a discussion on restrictions, commitments and limitations, and a discussion of significant activity involving capital assets and long-term debt. Please read in conjunction with the financial statements, which follow this section.

FINANCIAL HIGHLIGHTS

- The District's net position increased 14.21%, or \$1,145,634 from the prior year's net position of \$8,603,141 to \$9,208,775 as a result of this year's operations.
- Total revenues from all sources decreased by 3.25%, or \$160,956 from \$4,953,632 to \$4,792,676, from the prior year, primarily due to a decrease in operating grants and contracts.
- Total expenses for the District's operations decreased by 7.04% or \$276,150 from \$3,923,192 to \$3,647,042, from the prior year, primarily due to a decrease in employee benefits expenses.

REQUIRED FINANCIAL STATEMENTS

This annual report consists of a series of financial statements. The Balance Sheet, Statement of Revenues, Expenses and Changes in Net Position and Statement of Cash Flows provide information about the activities and performance of the District using accounting methods similar to those used by private sector companies.

The Balance Sheet includes all of the District's investments in resources (assets) and the obligations to creditors (liabilities). It also provides the basis for computing a rate of return, evaluating the capital structure of the District and assessing the liquidity and financial flexibility of the District. All of the current year's revenue and expenses are accounted for in the Statement of Revenues, Expenses and Changes in Net Position. This statement measures the success of the District's operations over the past year and can be used to determine if the District has successfully recovered all of its costs through its rates and other charges. This statement can also be used to evaluate profitability and credit worthiness. The final required financial statement is the Statement of Cash Flows, which provides information about the District's cash receipts and cash payments during the reporting period. The Statement of Cash Flows reports cash receipts, cash payments and net changes in cash resulting from operations, investing, non-capital financing, and capital and related financing activities and provides answers to such questions as where did cash come from, what was cash used for, and what was the change in cash balance during the reporting period.

CAMARILLO HEALTH CARE DISTRICT
Management's Discussion and Analysis (Unaudited)
For the Fiscal Year Ended June 30, 2025

FINANCIAL ANALYSIS OF THE DISTRICT

One of the most important questions asked about the District's finances is, "Is the District better off or worse off as a result of this year's activities?" The Balance Sheet and the Statement of Revenues, Expenses and Changes in Net Position report information about the District in a way that helps answer this question.

These statements include all assets and liabilities using the accrual basis of accounting, which is similar to the accounting method used by most private sector companies. All of the current year's revenues and expenses are taken into account regardless of when the cash is received or paid.

These two statements report the District's net position and changes in them. You can think of the District's net position – the difference between assets, deferred outflows of resources, liabilities and deferred inflows of resources – as one way to measure the District's financial health, or financial position. Over time, increases or decreases in the District's net position are one indicator of whether its financial health is improving or deteriorating. However, one will need to consider other non-financial factors such as changes in economic conditions, population growth, zoning and new or changed government legislation.

Condensed Balance Sheets

	<u>June 30, 2025</u>	<u>June 30, 2024</u>	<u>Change</u>
Assets:			
Current assets	\$ 7,890,858	\$ 6,578,429	\$ 1,312,429
Non-current assets	107,866	-	107,866
Capital assets, net	<u>1,004,779</u>	<u>1,072,112</u>	<u>(67,333)</u>
Total assets	<u>9,003,503</u>	<u>7,650,541</u>	<u>1,352,962</u>
Deferred outflow of resources	<u>2,082,572</u>	<u>3,393,328</u>	<u>(1,310,756)</u>
Total assets and deferred outflows of resources	<u>\$ 11,086,075</u>	<u>\$ 11,043,869</u>	<u>\$ 42,206</u>
Liabilities:			
Current liabilities	\$ 186,453	\$ 162,028	\$ 24,425
Non-current liabilities	<u>175,975</u>	<u>1,746,492</u>	<u>(1,570,517)</u>
Total liabilities	<u>362,428</u>	<u>1,908,520</u>	<u>(1,546,092)</u>
Deferred inflows of resources	<u>1,514,872</u>	<u>1,072,208</u>	<u>442,664</u>
Net position:			
Investment in capital assets	1,004,779	1,072,112	(67,333)
Restricted	107,866	-	107,866
Unrestricted	<u>8,096,130</u>	<u>6,991,029</u>	<u>1,105,101</u>
Total net position	<u>9,208,775</u>	<u>8,063,141</u>	<u>1,145,634</u>
Total liabilities, deferred inflows of resources and net position	<u>\$ 11,086,075</u>	<u>\$ 11,043,869</u>	<u>\$ 42,206</u>

At the end of fiscal year 2025, the District shows a positive balance in its unrestricted net position of \$8,096,130 that may be utilized in future years.

CAMARILLO HEALTH CARE DISTRICT
Management's Discussion and Analysis (Unaudited)
For the Fiscal Year Ended June 30, 2025

FINANCIAL ANALYSIS OF THE DISTRICT (continued)

Condensed Statements of Revenues, Expenses, and Changes in Net Position

	<u>June 30, 2025</u>	<u>June 30, 2024</u>	<u>Change</u>
Operating revenues	\$ 775,157	\$ 1,048,023	\$ (272,866)
Operating expenses	<u>3,647,042</u>	<u>3,923,192</u>	<u>276,150</u>
Operating loss	(2,871,885)	(2,875,169)	3,284
Non-operating revenues	<u>4,017,519</u>	<u>3,905,609</u>	<u>111,910</u>
Change in net position	1,145,634	1,030,440	115,194
Net position – beginning of period	<u>8,063,141</u>	<u>7,032,701</u>	<u>1,030,440</u>
Net position – end of period	<u>\$ 9,208,775</u>	<u>\$ 8,063,141</u>	<u>\$ 1,145,634</u>

The statement of activities generally shows position changes during the fiscal year. In the case of the District, net position increased by \$1,145,634 during the fiscal year ended June 30, 2025.

Total Revenues

	<u>June 30, 2025</u>	<u>June 30, 2024</u>	<u>Increase (Decrease)</u>
Operating revenues:			
Program fees	\$ 345,226	\$ 290,894	\$ 54,332
Operating grants and contracts	259,724	586,253	(326,529)
Distribution from Ventura County Community Foundation	153,808	151,615	2,193
Contributions and donations	5,595	1,492	4,103
Other operating revenues	<u>10,804</u>	<u>17,769</u>	<u>(6,965)</u>
Total program revenues	<u>775,157</u>	<u>1,048,023</u>	<u>(272,866)</u>
Non-operating revenues:			
Property taxes	3,726,113	3,515,187	210,926
Investment earnings	280,162	275,348	4,814
Insurance proceeds pandemic	-	104,762	(104,762)
Other non-operating revenue	<u>11,244</u>	<u>10,312</u>	<u>932</u>
Total general revenues	<u>4,017,519</u>	<u>3,905,609</u>	<u>111,910</u>
Total revenues	<u>\$ 4,792,676</u>	<u>\$ 4,953,632</u>	<u>\$ (160,956)</u>

Total revenues from all sources decreased by 3.25%, or \$160,956 from \$4,953,632 to \$4,792,676, from the prior year, primarily due to a decrease in operating grants and contracts.

CAMARILLO HEALTH CARE DISTRICT
Management's Discussion and Analysis (Unaudited)
For the Fiscal Year Ended June 30, 2025

FINANCIAL ANALYSIS OF THE DISTRICT (continued)

Total Expenses

	<u>June 30, 2025</u>	<u>June 30, 2024</u>	<u>Increase (Decrease)</u>
Operating expenses:			
Salaries and wages	\$ 1,896,286	\$ 1,852,994	\$ 43,292
Employee benefits	587,283	712,315	(125,032)
Materials and services	1,038,965	1,236,890	(197,925)
Depreciation	124,508	120,993	3,515
Total expenses	<u>\$ 3,647,042</u>	<u>\$ 3,923,192</u>	<u>\$ (276,150)</u>

Total expenses for the District's operations decreased by 7.04% or \$276,150, from \$3,923,192 to \$3,647,042, from the prior year, primarily due to a decrease in employee benefit expenses and material and services expenses.

Capital Assets

	<u>Balance June 30, 2025</u>	<u>Balance June 30, 2024</u>
Capital assets:		
Depreciable assets	3,894,768	3,887,115
Accumulated depreciation	(2,889,989)	(2,815,003)
Total capital assets, net	<u>\$ 1,004,779</u>	<u>\$ 1,072,112</u>

At the end of fiscal year 2025, the District's investment in capital assets amounted to \$1,004,779 (net of accumulated depreciation). See Note 3 for further information on the District's capital assets.

NOTES TO THE BASIC FINANCIAL STATEMENTS

The notes provide additional information that is essential to a full understanding of the data provided in the basic financial statements.

FACTORS AFFECTING CURRENT FINANCIAL POSITION

Management is unaware of any item that would affect the District's current financial position.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

The District's basic financial statements are designed to present users with a general overview of the District's finances and to demonstrate the District's accountability. If you have any questions about the report or need additional information, please contact the CEO at (805) 388-1952.

CAMARILLO HEALTH CARE DISTRICT

Balance Sheet

June 30, 2025 (With Comparative Amounts as of June 30, 2024)

<u>ASSETS</u>	<u>2025</u>	<u>2024</u>
Current assets:		
Cash and cash equivalents (Note 2)	\$ 7,548,497	\$ 6,213,443
Restricted – cash and cash equivalents (Note 2)	5,224	7,164
Accrued interest receivable	4,404	4,237
Accounts receivable	1,662	94
Property taxes receivable	140,815	142,919
Other receivables	55,112	104,849
Prepaid expenses	135,144	105,723
Total current assets	<u>7,890,858</u>	<u>6,578,429</u>
Non-current assets:		
Net pension asset (Note 6)	107,866	-
Capital assets – being depreciated, net (Note 3)	1,004,779	1,072,112
Total non-current assets	<u>1,112,645</u>	<u>1,072,112</u>
Total assets	<u>9,003,503</u>	<u>7,650,541</u>
Deferred outflows of resources:		
Deferred amounts related to net OPEB liability(asset) (Note 5)	532,420	628,062
Deferred amounts related to net pension liability (Note 6)	1,550,152	2,765,266
Total deferred outflows of resources	<u>2,082,572</u>	<u>3,393,328</u>
Total assets and deferred outflows of resources	<u>\$ 11,086,075</u>	<u>\$ 11,043,869</u>
<u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION</u>		
Current liabilities:		
Accounts payable and accrued expenses	\$ 89,621	\$ 107,114
Unearned grant revenue	23,974	7,164
Compensated absences (Note 4)	72,858	47,750
Total current liabilities	<u>186,453</u>	<u>162,028</u>
Non current liabilities:		
Compensated absences (Note 4)	72,858	47,751
Net OPEB liability (Note 5)	103,117	127,162
Net pension liability (Note 6)	-	1,571,579
Total non-current liabilities	<u>175,975</u>	<u>1,746,492</u>
Total liabilities	<u>362,428</u>	<u>1,908,520</u>
Deferred inflow of resources:		
Deferred amounts related to net OPEB liability (asset) (Note 5)	498,698	624,740
Deferred amounts related to net pension liability (Note 6)	1,016,174	447,468
Total deferred inflow of resources	<u>1,514,872</u>	<u>1,072,208</u>
Net position:		
Investment in capital assets	1,004,779	1,072,112
Restricted for pension expenses (Note 6)	107,866	-
Unrestricted	8,096,130	6,991,029
Total net position	<u>9,208,775</u>	<u>8,063,141</u>
Total liabilities, deferred inflows of resources and net position	<u>\$ 11,086,075</u>	<u>\$ 11,043,869</u>

CAMARILLO HEALTH CARE DISTRICT*Statement of Revenues, Expenses and Changes in Net Position**For the Fiscal Year Ended June 30, 2025 (With Comparative Amounts for the Fiscal Year Ended June 30, 2024)*

	<u>2025</u>	<u>2024</u>
Operating revenues:		
Program fees	\$ 345,226	\$ 290,894
Operating grants and contracts	259,724	586,253
Distribution from Ventura County Community Foundation	153,808	151,615
Contributions and donations	5,595	1,492
Other operating revenues	10,804	17,769
Total operating revenues	<u>775,157</u>	<u>1,048,023</u>
Operating expenses:		
Salaries and wages	1,896,286	1,852,994
Employee benefits	587,283	712,315
Materials and services	1,038,965	1,236,890
Depreciation	124,508	120,993
Total operating expenses	<u>3,647,042</u>	<u>3,923,192</u>
Operating loss	<u>(2,871,885)</u>	<u>(2,875,169)</u>
Non-operating revenues:		
Property taxes	3,726,113	3,515,187
Investment earnings	280,162	275,348
Insurance proceeds pandemic	-	104,762
Other non-operating revenue	11,244	10,312
Total non-operating revenues	<u>4,017,519</u>	<u>3,905,609</u>
Change in net position	<u>1,145,634</u>	<u>1,030,440</u>
Net position:		
Beginning of year	<u>8,063,141</u>	<u>7,032,701</u>
End of year	<u>\$ 9,208,775</u>	<u>\$ 8,063,141</u>

CAMARILLO HEALTH CARE DISTRICT*Statement of Cash Flows**For the Fiscal Year Ended June 30, 2025 (With Comparative Amounts as of June 30, 2024)*

	2025	2024
Cash flows from operating activities:		
Cash received from customers and grants	\$ 834,541	\$ 1,086,204
Cash received from others	16,839	11,804
Cash paid to employees for salaries and wages	(2,285,188)	(2,285,188)
Cash payments for operating expenses	(1,184,115)	(2,925,821)
Net cash used in operating activities	(2,617,923)	(4,113,001)
Cash flows from non-capital related financing activities:		
Property taxes	3,728,217	3,593,438
Net cash provided by non-capital related financing activities	3,728,217	3,593,438
Cash flows from capital related financing activities:		
Acquisition of capital assets	(57,175)	(59,262)
Net cash used in capital related financing activities	(57,175)	(59,262)
Cash flows from investing activities:		
Investment earnings	279,995	273,965
Net cash provided by investing activities	279,995	273,965
Net increase(decrease) in cash and cash equivalents	1,333,114	(304,860)
Cash and cash equivalents:		
Beginning of year	6,220,607	6,525,467
End of year	\$ 7,553,721	\$ 6,220,607
	2025	2024
Reconciliation of cash and cash equivalents to the balance sheet:		
Cash and cash equivalents	\$ 7,548,497	\$ 6,213,443
Restricted – Cash and cash equivalents	5,224	7,164
Total cash and cash equivalents on the balance sheet:	\$ 7,553,721	\$ 6,220,607

CAMARILLO HEALTH CARE DISTRICT*Statement of Cash Flows (continued)**For the Fiscal Year Ended June 30, 2025 (With Comparative Amounts as of June 30, 2024)*

	<u>2025</u>	<u>2024</u>
Reconciliation of operating loss to net cash used in operating activities:		
Operating loss	\$ (2,871,885)	\$ (2,875,169)
Adjustments to reconcile operating loss to net cash used in operating		
Depreciation	124,508	120,993
Other non-operating revenues	11,244	10,312
(Increase) decrease in assets:		
Prepaid items	(29,421)	26,248
Accounts receivable	48,169	43,401
(Increase) decrease in deferred inflows of resources:		
Deferred amounts related to net OPEB liability	95,642	(140,927)
Deferred amounts related to net pension liability	1,215,114	(915,144)
Increase (decrease) in liabilities:		
Accounts payable and accrued expenses	(17,493)	(45,413)
Unearned revenue	16,810	(3,728)
Net OPEB liability	(131,911)	139,313
Net pension liability	(1,571,579)	(599,591)
Compensated absences	50,215	(11,330)
Increase (decrease) in deferred inflows of resources:		
Deferred amounts related to net OPEB liability	(126,042)	(148,412)
Deferred amounts related to net pension liability	568,706	286,446
Net cash used in operating activities	<u><u>\$ (2,617,923)</u></u>	<u><u>\$ (4,113,001)</u></u>

CAMARILLO HEALTH CARE DISTRICT

Notes to Financial Statements

June 30, 2025

NOTE 1 – DESCRIPTION OF ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES

A. Description of Organization

Camarillo Health Care District (District) is a political subdivision of the State of California classified as a public not-for-profit local government special district. The District encompasses the greater Camarillo area which includes Somis, the Las Posas Valley and a portion of the Santa Rosa Valley. The District's overall goal is to provide quality health and wellness related services to meet the needs of all District residents. The District has five publicly elected representatives serving in four-year alternating terms.

B. Basis of Presentation, Basis of Accounting

1. Basis of Presentation

The District reports its activities as an enterprise fund, which is used to account for operations that are financed and operated in a manner similar to a private business enterprise, where the intent of the District is that the costs (including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges.

The financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Nonexchange transactions, in which the District gives (or receives) value without directly receiving (or giving) equal value in exchange, include property taxes, grants, entitlements, and donations. Revenue from grants, entitlements, and donations is recognized in the year in which all eligibility requirements have been satisfied.

Operating revenues are those revenues that are generated from the primary operations of the District. The District reports a measure of operations by presenting the change in net position from operations as operating income in the statement of revenues, expenses, and changes in net position. Operating activities are defined by the District as all activities other than financing and investing activities (interest expense and investment income), grants and subsidies, and other infrequently occurring transactions of a non-operating nature. Operating expenses are those expenses that are essential to the primary operations of the District. All other expenses are reported as non-operating expenses.

C. Assets, Liabilities, and Net Position

1. Cash and Cash Equivalents

For purposes of the statement of cash flows, the District considers all highly liquid investments with a maturity of three months or less, when purchased, to be cash equivalents. Cash deposits are reported at carrying amount, which reasonably estimates fair value.

CAMARILLO HEALTH CARE DISTRICT

Notes to Financial Statements

June 30, 2025

NOTE 1 – DESCRIPTION OF ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Assets, Liabilities, and Net Position (Continued)

2. Investments

Investments are reported at fair value except for short-term investments, which are reported at cost, which approximates fair value. Cash deposits are reported at carrying amount, which reasonably estimates fair value. Investments in governmental investment pools are reported at fair value based on the fair value per share of the pool's underlying portfolio.

In accordance with fair value measurements, the District categorizes its assets and liabilities measured at fair value into a three-level hierarchy based on the priority of the inputs to the valuation technique used to determine fair value. The fair value hierarchy gives the highest priority to quoted prices in active markets for identical assets or liabilities (Level 1) and the lowest priority to unobservable inputs (Level 3). If the inputs used in the determination of the fair value measurement fall within different levels of the hierarchy, the categorization is based on the lowest level input that is significant to the fair value measurement.

Financial assets and liabilities recorded on the balance sheet are categorized based on the inputs to the valuation techniques as follows:

Level 1 – Inputs that reflect unadjusted quoted prices in active markets for identical investments, such as stocks, corporate and government bonds. The District has the ability to access the holding and quoted prices as of the measurement date.

Level 2 – Inputs, other than quoted prices, that are observable for the asset or liability either directly or indirectly, including inputs from markets that are not considered to be active.

Level 3 – Inputs that are unobservable. Unobservable inputs reflect the District's own assumptions about the factors market participants would use in pricing an investment, and is based on the best information available in the circumstances.

3. Prepaid Items

Certain payments to vendors reflect costs or deposits applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements.

4. Capital Assets

Capital assets are stated at cost or at their estimated fair value at date of donation. The District policy has set the capitalization threshold for reporting capital assets at \$3,000. Depreciation is calculated using the straight-line method of depreciation over the estimated useful lives of the assets ranging from two to thirty-nine years.

5. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position reports a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net assets that applies to a future period and so will not be recognized as an outflow of resources (expense/expenditure) until then. In addition to liabilities, the 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 assets that applies to a future period and will not be recognized as an inflow of resources (revenue) until that time.

CAMARILLO HEALTH CARE DISTRICT

Notes to Financial Statements

June 30, 2025

NOTE 1 – DESCRIPTION OF ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Assets, Liabilities, and Net Position (Continued)

6. Compensated Absences

In accordance with GASB Statement No. 101, Compensated Absences, leave is recognized when it is attributable to services already rendered, the leave accumulates, and the leave is more likely than not to be used for time off or otherwise paid in cash or settled through noncash means. Management evaluates sick leave for other District employees to determine the amount that is more likely than not to be used for time off or otherwise paid in cash or settled through noncash means. This analysis includes assessing relevant factors such as historical information about the use, payment or forfeiture of compensated absences, and the District's policies related to compensated absences. The measurement of compensated absences includes salary-related payment such as the employer portion of Social Security and Medicare taxes.

7. Pensions

For purposes of measuring the net pension liability and deferred outflows/inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the District's California Public Employees' Retirement System (CalPERS) plans and addition to/deductions from the Plans' fiduciary net position have been determined on the same basis as they are reported by CalPERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when currently due and payable in accordance with the benefit terms. Investments are reported at fair value. CalPERS audited financial statements are publicly available reports that can be obtained at the CalPERS's website. Generally accepted accounting principles require that the reported results must pertain to liability and asset information within certain defined timeframes. For this report, the following timeframes are used:

Valuation Date	June 30, 2023
Measurement Date	June 30, 2024
Measurement Period	July 1, 2023 to June 30, 2024

8. Postemployment Benefits Other Than Pensions (OPEB)

For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the District's Other Post-Employment Retiree Benefits Plan (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. Investments are reported at fair value, except for money market investments and participating interest-earning investment contracts that have a maturity at the time of purchase of one year or less, which are reported at cost. Generally accepted accounting principles require that the reported results must pertain to liability and asset information within certain defined timeframes. For this report, the following timeframes are used:

Valuation Date	June 30, 2023
Measurement Date	June 30, 2024
Measurement Period	July 1, 2022 to June 30, 2024

CAMARILLO HEALTH CARE DISTRICT

Notes to Financial Statements

June 30, 2025

NOTE 1 – DESCRIPTION OF ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Assets, Liabilities, and Net Position (Continued)

9. Net Position

Net position is classified into two components: investment in capital assets and unrestricted. These classifications are defined as follows:

- **Investment in capital assets** - This component of net position consists of capital assets net of accumulated depreciation.
- **Unrestricted net position** - This component of net position consists of net position that does not meet the definition of investment in capital assets.

10. Reclassification

The District has reclassified certain prior year information to confirm with current year presentation.

D. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures during the reported period. Actual results could differ from those estimates.

E. Property Taxes

Property taxes attach as an enforceable lien on property as of January 1, each year. Secured property taxes are levied on July 1 and are payable in two installments, on December 10 and April 10. The County of Ventura County Assessor's Office assesses real and personal property within the County each year.

Property tax in California is levied in accordance with Article 13A of the State Constitution at one (1%) of countywide assessed valuations. The Ventura County Treasurer's Office remits an undisclosed portion of the one (1%) current and delinquent property tax collections to the District throughout the year.

F. New Pronouncements – Governmental Accounting Standards Board (GASB)

During the fiscal year ended June 30, 2025, the District has implemented new GASB pronouncements as follows:

GASB Statement No. 101 – Compensated Absences

This GASB Statement amends the definition of a compensated absence to encompass the various types of benefits offered by governmental employees and establishes a unified model for accounting and reporting. The statement also revises the related financial statement disclosure requirements, including eliminating certain disclosures previously required that GASB research found did not provide essential information to financial statement users. The GASB statement applies to all units of state and local governments. The District adopted the Statement as of July 1, 2024. See Note 4 for the effect of this Statement.

CAMARILLO HEALTH CARE DISTRICT
Notes to Financial Statements
June 30, 2025

NOTE 2 – CASH AND CASH EQUIVALENTS

Cash and cash equivalents were classified in the accompanying financial statements as follows:

<u>Description</u>	<u>June 30, 2025</u>
Cash and cash equivalents	\$ 7,548,497
Restricted – Cash and cash equivalents	<u>5,224</u>
Total cash and cash equivalents	<u>\$ 7,553,721</u>

Cash and cash equivalents at June 30, 2025, consist of the following:

<u>Description</u>	<u>June 30, 2025</u>
Petty Cash	\$ 2,135
Demand deposits with financial institutions	3,209,886
Ventura County Pooled Investment Fund (VCPIF)	8,880
Local Agency Investment Fund (LAIF)	352,570
California CLASS	<u>3,980,250</u>
Total cash and cash equivalents	<u>\$ 7,553,721</u>

Demand Deposits

At June 30 2025, the carrying amount of the District’s demand deposits were \$3,209,886, and the financial institution’s balance was \$3,218,550. The net difference represents outstanding checks, deposits-in-transit and/or other reconciling items between the financial institution’s balance and the District’s balance.

Custodial Credit Risk – Deposits

Custodial credit risk is the risk that in the event of a bank failure, the Authority’s deposits may not be returned to it. The District does not have a policy for custodial credit risk for deposits. Cash balances held in banks are insured up to \$250,000 by the Federal Depository Insurance Corporation (FDIC) and are collateralized by the respective financial institutions. In addition, the California Government Code requires that a financial institution secure deposits made by State or local governmental units by pledging securities in an undivided collateral pool held by a depository regulated under State law (unless so waived by the governmental unit). The market value of the pledged securities in the collateral pool must equal at least 110 percent of the total amount deposited by the public agencies. California law also allows financial institutions to secure public deposits by pledging first trust deed mortgage notes having a value of 150 percent of the secured public deposits and letters of credit issued by the Federal Home Loan Bank of San Francisco having a value of 105 percent of the secured deposits.

Ventura County Pooled Investment Fund (VCPIF)

The District is a voluntary participant in the VCPIF and the District determines the amount and term of its investment. The County Treasurer makes investments in accordance with a Statement of Investment Policy reviewed and approved annually by the Board of Supervisors. The Treasury Investment Oversight Committee comprised of the County Treasurer, a representative of the Board of Supervisors, the County Investment Manager, a representative of the County Superintendent of Schools and other Treasury Department support staff meets semi-annually to review the activities of the Treasurer and provide a report to the Board of Supervisors. Further information about the VCPIF is available on the Ventura County Treasurer-Tax Collector’s website: www.ventura.org/ttc/. The County’s Treasurer has indicated to the District that as of June 30, 2025 the value of the County’s portfolio was approximately \$4.3 billion. As of June 30, 2025, the District has investment in the VCPIF \$8,880.

CAMARILLO HEALTH CARE DISTRICT

Notes to Financial Statements

June 30, 2025

NOTE 2 – CASH AND CASH EQUIVALENTS (continued)

Local Agency Investment Fund (LAIF)

The California State Treasurer, through the Pooled Money Investment Account (PMIA), invests its funds to manage the State's cash flow and strengthen the financial security of local public agencies. PMIA's policy sets as primary investment objectives safety, liquidity and yield. Through the PMIA, the Investment Division manages the Local Agency Investment Fund (LAIF). The LAIF allows cities, counties and special districts to place money in a major portfolio and, at no additional costs, use the expertise of Investment Division staff. Participating agencies can withdraw their funds from the LAIF at any time as LAIF is highly liquid and has a dollar-in dollar-out amortized cost methodology.

The District is a voluntary participant in LAIF. The fair value of the District's investment in this pool is reported at an amount based upon the District's pro-rata share of the fair value provided by LAIF for the entire LAIF portfolio (in relation to the amortized cost of the portfolio). The balance available for withdrawal is based on the accounting records maintained by LAIF. LAIF is not categorized under the fair value hierarchy established by GAAP as it is held at an amortized cost basis and it is Not Rated under the current credit risk ratings format. For financial reporting purposes, the District considers funds in LAIF a cash equivalent due to its highly liquid nature and dollar-in dollar-out amortized cost methodology. As of June 30, 2025, the District held \$339,792 in LAIF.

California Cooperative Liquid Assets Securities System (California CLASS)

The California Cooperative Liquid Assets Securities System (California CLASS) is a joint exercise of power entity authorized under Section 6509.7, California Government Code. California CLASS is a pooled investment option that was created via a joint exercise of powers agreement by and among California public agencies. California CLASS provides California public agencies with a convenient method for investing in high-quality, short- to medium-term securities carefully selected to optimize interest earnings while prioritizing safety and liquidity. The California CLASS Prime and Enhanced Cash funds offer public agencies the opportunity to strengthen and diversify their cash management programs in accordance with the safety, liquidity, and yield hierarchy that governs the investment of public funds.

The management of California CLASS is under the direction of a Board of Trustees comprised of eligible Participants of the program. The Board of Trustees has appointed Public Trust Advisors, LLC to serve as the Investment Advisor and Administrator of the program and has appointed U.S. Bank as the Custodian.

The District is a voluntary participant in California CLASS. The fair value of the District's investment in this pool is reported at an amount based upon the District's pro-rata share of the fair value provided by California CLASS for the entire California CLASS portfolio (in relation to the amortized cost of the of that portfolio). The balance available for withdrawal is based on the accounting records maintained by California CLASS. California CLASS is not categorized under the fair value hierarchy established by GAAP as it is held at an amortized cost basis. The California Class Prime and Enhanced Cash funds receive a credit rating of AAAM (S&P Global Ratings) and AAAs/S1 (FitchRatings), respectively. For financial reporting purposes, the District considers California CLASS a cash equivalent due to its highly liquid nature and dollar-in dollar-out amortized cost methodology. As of June 30, 2025, the District held \$3,980,250 in California CLASS.

Restricted Cash and Cash Equivalents

Restricted assets of \$5,224 and \$7,164 as of June 30, 2025 and 2024, respectively, are amounts received that are designated for program scholarship awards.

CAMARILLO HEALTH CARE DISTRICT
Notes to Financial Statements
June 30, 2025

NOTE 3 – CAPITAL ASSETS

Changes in capital assets for the year were as follows:

<u>Description</u>	<u>Balance July 1, 2024</u>	<u>Additions/ Transfers</u>	<u>Deletions/ Transfers</u>	<u>Balance June 30, 2025</u>
Depreciable capital assets:				
Buildings and building improvements	3,202,128	6,898	-	3,209,026
IS equipment	92,255	-	-	92,255
Equipment and furnishings	246,664	14,669	-	261,333
Transportation vehicles	346,068	35,608	(49,522)	332,154
Total depreciable capital assets	<u>3,887,115</u>	<u>57,175</u>	<u>(49,522)</u>	<u>3,894,768</u>
Accumulated depreciation:				
Buildings and building improvements	(2,299,359)	(95,032)	-	(2,394,391)
IS equipment	(91,802)	(453)	-	(92,255)
Equipment and furnishings	(192,569)	(12,384)	-	(204,953)
Transportation vehicles	(231,273)	(16,639)	49,522	(198,390)
Total accumulated depreciation	<u>(2,815,003)</u>	<u>(124,508)</u>	<u>49,522</u>	<u>(2,889,989)</u>
Total capital assets, net	<u>\$ 1,072,112</u>	<u>\$ (67,333)</u>	<u>\$ -</u>	<u>\$ 1,004,779</u>

NOTE 4 – COMPENSATED ABSENCES

Summary changes to compensated absences balances for the year ended June 30, 2025, were as follows:

<u>Balance July 1, 2024</u>	<u>Net Change</u>	<u>Balance June 30, 2025</u>	<u>Due Within One Year</u>	<u>Due in More Than One Year</u>
\$ 95,502	\$ 50,214	\$ 145,716	\$ 72,858	\$ 72,858

As of June 30, 2025, the total liability for compensated absences was \$145,716, of which \$72,858 is expected to be paid within one year and is reported as a current liability. The beginning balance of compensated absences as of July 1, 2024, reflected an immaterial difference upon implementation of GASB Statement No. 101; therefore, no restatement was required.

CAMARILLO HEALTH CARE DISTRICT

Notes to Financial Statements

June 30, 2025

NOTE 5 – OTHER POSTEMPLOYMENT BENEFITS

A. General Information about the OPEB Plan

Summary

A summary of the District's OPEB plan deferred outflows/inflows and net pension liability account balances for the fiscal year ending June 30, 2025 is as follows:

Description	Amount
OPEB related deferred outflows of resources	\$ 532,420
Net other post-employment benefits obligation	103,117
OPEB related deferred inflows of resources	498,698

Plan description

The District's defined benefit OPEB plan (Plan) provides lifetime post-employment medical insurance to eligible retirees and their spouses through the California Public Employees Retirement System (CalPERS). The Plan is a single employer defined benefit OPEB plane administer by the CalPERS Board of Administration. The Plan does not issue a publicly available financial report.

Benefits provided

Employees may retire and received District-paid contributions towards healthcare upon attainment of age 50 and completion of 5 years of service. Annually, the District establishes a maximum monthly premium that the District will contribute to the cost of current-year health insurance premiums. For the calendar year 2024 and 2023, the maximum monthly contribution by the District was \$790 per retiree.

Contributions

The contributions requirements of the Plan established by the District's Board of Directors. The District has an OPEB trust account with the California Employer's Retiree Benefit Program (CERBT). The District did not make a contribution to the trust for the reporting period ended June 30, 2025.

CAMARILLO HEALTH CARE DISTRICT
Notes to Financial Statements
June 30, 2025

NOTE 5 – OTHER POSTEMPLOYMENT BENEFITS (Continued)

A. General Information about the OPEB Plan (Continued)

Employees covered by benefit terms

At June 30, 2024 (Measurement Date), the following employees were covered by the benefit terms:

Description	Amount
Inactive employees entitled to but not yet receiving benefit payments	8
Retirees	13
Active employees	26
Total	47

B. Total OPEB Liability

The District’s total OPEB liability of \$103,117 for the District Plan as measured as of June 30, 2024 and was determined by an actuarial valuation as of that date.

Actuarial assumptions and other inputs

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

Valuation Date	June 30, 2023
Measurement Date	June 30, 2023
Actuarial Cost Method	Entry age, normal, level percentage of payroll
Discount Rate	5.50%
Inflation	2.50%
Salary Increases	3.00%
Investment Rate of Return	5.50%
Mortality Rate	CalPERS Membership Data
Pre-Retirement Turnover	CalPERS Membership Data
Healthcare Trend Rate	5.2 % for 2023 through 2034; 5% for 2035 through 2049; 5.4% for 2050 through 2064; and 4% for 2065 and later years

District Plan

The discount rate is 5.50 percent based upon the expected return on assets.

GASB 75 requires the use of a discount rate that considers the availability of the OPEB plan’s fiduciary net position associated with the OPEB of current active and in active employees and the investment horizon of those resources.

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

CAMARILLO HEALTH CARE DISTRICT

Notes to Financial Statements

June 30, 2025

NOTE 5 – OTHER POSTEMPLOYMENT BENEFITS (Continued)

B. Total OPEB Liability (Continued)

District Plan (Continued)

To determine if the OPEB plan assets are sufficient, a calculation of the projected fiduciary net position and the amount of projected benefit payments is compared in each period. When OPEB plan assets are determined to not be sufficient, a blended rate is calculated.

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

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

<u>Asset Class</u>	<u>Assumed Asset Allocation</u>	<u>Rate of Return</u>
Global ex-U.S. Equity	49%	5.9%
U.S. Fixed	23%	0.9%
Real Estate	20%	3.3%
TIPS	5%	0.4%
Commodities	3%	0.4%

C. Changes in the Total OPEB Liability

	<u>Increase (Decrease)</u>		
	<u>Total</u>	<u>Plan Fiduciary</u>	<u>Net OPEB</u>
	<u>OPEB Liability</u>	<u>Net Position</u>	<u>Liability</u>
Balance at July 1, 2024	<u>\$ 2,098,376</u>	<u>\$ 1,971,214</u>	<u>\$ 127,162</u>
Changes for the year:			
Service cost	166,026	-	166,026
Interest	121,931	-	121,931
Changes in assumptions or other inputs	-	-	-
Employer contributions	-	96,222	(96,222)
Differences between expected and actual experience	-	-	-
Net investment income	-	216,423	(216,423)
Benefit payments	(96,222)	(96,222)	-
Administrative expenses	-	(643)	643
Net changes	<u>191,735</u>	<u>215,780</u>	<u>(24,045)</u>
Balance at June 30, 2024	<u>\$ 2,290,111</u>	<u>\$ 2,186,994</u>	<u>\$ 103,117</u>

CAMARILLO HEALTH CARE DISTRICT

Notes to Financial Statements

June 30, 2025

NOTE 5 – OTHER POSTEMPLOYMENT BENEFITS (Continued)

C. Changes in the Total OPEB Liability (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 4.50%	Current Discount Rate 5.50%	1% Increase 6.50%
\$ 412,235	\$ 103,117	\$ (152,789)

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	Current Healthcare Cost Trend Rate	1% Increase
\$ (198,206)	\$ 103,117	\$ 480,626

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

For the year ended June 30, 2025, the District recognized OPEB expense/(credit) of \$80,108. At June 30, 2025, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

Description	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes of assumptions	\$ 223,758	\$ -
Differences between expected and actual experience	-	(343,419)
Differences between projected and actual return investments	176,521	(155,279)
District contributions subsequent to the measurement date	132,141	-
Total	\$ 532,420	\$ (498,698)

CAMARILLO HEALTH CARE DISTRICT

Notes to Financial Statements

June 30, 2025

NOTE 5 – OTHER POSTEMPLOYMENT BENEFITS (Continued)

D. OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)

At June 30, 2025, the District reported \$132,141 of deferred outflows of resources for employer contributions made subsequent to the measurement date which will be used to reduce the net OPEB liability balance for the year ended June 30, 2026. Amortization of the (\$98,419) of remaining deferred outflows/(inflows) of resources, net related to the net OPEB obligation is as follows:

<u>Year Ended June 30</u>	<u>Amount</u>
2026	\$ (101,090)
2027	289
2028	(11,347)
2029	(12,669)
2030	8,802
Thereafter	<u>17,596</u>
Total	<u>\$ (98,419)</u>

CAMARILLO HEALTH CARE DISTRICT

Notes to Financial Statements

June 30, 2025

NOTE 6 – PENSION PLAN

Summary

A summary of the District’s pension plan deferred outflows/inflows and net pension asset account balances for the fiscal year ending June 30, 2025 is as follows:

<u>Description</u>	<u>Amount</u>
Pension related deferred outflows of resources	\$ 1,550,152
Net pension asset	\$ 107,866
Pension related deferred inflows of resources	\$ 1,016,174

A. General Information about the Pension Plans

The Plans Description Schedule

The District has engaged with CalPERS to administer the following pension plans for its employees (members):

	<u>Miscellaneous Plans</u>	
	<u>Classic Tier 1</u>	<u>PEPRA Tier 2</u>
Hire date	<u>Prior to December 31, 2012</u>	<u>On or after January 1, 2013</u>
Benefit formula	2.7% @ 55	2.0% @ 62
Benefit vesting schedule	5-years or service	5-years or service
Benefits payments	Monthly for life	Monthly for life
Retirement age	50 - 67 & up	52 - 67 & up
Monthly benefits, as a % of eligible compensation	2.0% to 2.7%	1.0% to 2.0%
Required member contribution rates	7.000%	7.750%
Required employer contribution rates	10.710%	7.870%

Plan Description

The District contributes to the California Public Employees’ Retirement System (CalPERS), a cost-sharing multiple-employer defined benefit pension plan. CalPERS acts as a common investment and administrative agent for participating public entities within the State of California. A full description of the pension plan, benefit provisions, assumptions (for funding, but not accounting purposes), and membership information are listed in the June 30, 2023 Annual Actuarial Valuation Report. This report and CalPERS’ audited financial statements are publicly available reports that can be obtained at CalPERS’ website under Forms and Publications.

Members Covered by Benefit Terms

At June 30, 2024 (Measurement Date), the following members were covered by the benefit terms:

<u>Plan Members</u>	<u>Miscellaneous Plans</u>		<u>Total</u>
	<u>Classic Tier 1</u>	<u>PEPRA Tier 2</u>	
Active members	3	24	27
Transferred and terminated members	29	41	70
Retired members and beneficiaries	35	4	39
Total plan members	67	69	136

CAMARILLO HEALTH CARE DISTRICT

Notes to Financial Statements

June 30, 2025

NOTE 6 – PENSION PLAN (Continued)

A. General Information about the Pension Plans (Continued)

Benefits Provided

CalPERS provides service retirement and disability benefits, annual cost of living adjustments, and death benefits to Plan members, who must be public employees and beneficiaries. Benefits are based on years of credited service, equal to one year of full-time employment. Members with five years of total service are eligible to retire at age 50 with statutorily reduced benefits. All members are eligible for nonindustrial disability benefits after five years of service. The death benefit is one of the following: the Basic Death Benefit, the 1957 Survivor Benefit, or the Optional Settlement 2W Death Benefit. The cost-of-living adjustments for each Plan are applied as specified by the Public Employees' Retirement Law.

Contributions

Section 20814(c) of the California Public Employees' Retirement Law requires that the employer contribution rates for all public employers be determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate. Funding contributions for both Plans are determined annually on an actuarial basis as of June 30 by CalPERS. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The District is required to contribute the difference between the actuarially determined rate and the contribution rate of employees.

Contributions for the year ended June 30, 2025, were as follows:

Contribution Type	Miscellaneous Plans		Total
	Classic Tier 1	PEPRA Tier 2	
Contributions – Miscellaneous Plan	\$ 83,338	\$ 97,826	\$ 181,164

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

Proportionate Share of Net Pension Liability and Pension Expense

The District's net pension liability for each Plan is measured as the proportionate share of the net pension liability. The net pension liability of each of the Plans is measured as of June 30, 2024, and the total pension liability for each Plan used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2023, rolled forward to June 30, 2024, using standard update procedures. The District's proportionate share of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plans relative to the projected contributions of all participating employers, actuarially determined.

CAMARILLO HEALTH CARE DISTRICT
Notes to Financial Statements
June 30, 2025

NOTE 6 – PENSION PLAN (Continued)

B. Pension Liabilities, Pension Expenses, and Deferred Outflows/Inflows of Resources Related to Pensions (continued)

The following table shows the District’s proportionate share of the risk pool collective net pension liability over the measurement period for the Miscellaneous Plan for the fiscal year ended June 30, 2025:

<u>Plan Type and Balance Descriptions</u>	<u>Plan Total Pension Liability</u>	<u>Plan Fiduciary Net Position</u>	<u>Plan Net Pension Liability</u>
CalPERS – Miscellaneous Plan:			
Balance as of June 30, 2023 (Measurement Date)	\$ 9,356,453	\$ 7,784,874	\$ 1,571,579
Balance as of June 30, 2024 (Measurement Date)	\$ 9,587,814	\$ 9,695,680	\$ (107,866)
Change in Plan Net Pension Liability	\$ 231,361	\$ 1,910,806	\$ (1,679,445)

The District’s proportionate share percentage of the net pension liability for the June 30, 2024 measurement date was as follows:

<u>CalPERS – Total Plans</u>	<u>Percentage Share of Risk Pool</u>		<u>Change Increase/ (Decrease)</u>
	<u>Fiscal Year Ending June 30, 2025</u>	<u>Fiscal Year Ending June 30, 2024</u>	
Measurement Date	June 30, 2024	June 30, 2023	
Percentage of Risk Pool Net Pension Liability	-0.00223%	0.03143%	-0.03366%
Percentage of Plan (PERF C) Net Pension Liability	-0.00223%	0.03143%	-0.03366%

For the fiscal year ended June 30, 2025, the District recognized pension expense of \$285,539. At June 30, 2025, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

<u>Account Description</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Pension contributions made after the measurement date	\$ 181,164	\$ -
Difference between actual and proportionate share of employer contributions	1,340,585	(20,579)
Adjustment due to differences in proportions	28,039	(977,287)
Differences between expected and actual experience	364	(9,326)
Differences between projected and actual earnings on pension plan investments	-	(6,210)
Changes in assumptions	-	(2,772)
Total Deferred Outflows/(Inflows) of Resources	\$ 1,550,152	\$ (1,016,174)

CAMARILLO HEALTH CARE DISTRICT

Notes to Financial Statements

June 30, 2025

NOTE 6 – PENSION PLAN (Continued)

B. Pension Liabilities, Pension Expenses, and Deferred Outflows/Inflows of Resources Related to Pensions (continued)

The deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the subsequent fiscal year. The deferred outflows/(inflows) of resources related to the difference between projected and actual earnings on pension plan investments will be amortized over a closed five-year period. The deferred outflows/(inflows) of resources related to the net change in proportionate share of net pension liability, changes of assumptions, and differences between expected and actual experience in the measurement of the total pension liability will be amortized over the Expected Average Remaining Service Life (EARSL) of all members that are provided benefits (active, inactive, and retirees) as of the beginning of the measurement period. The EARSL for the measurement period is 3.8 years.

An amount of \$181,164 reported as deferred outflows of resources related to contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending June 30, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as a reduction to pension expense as follows:

Amortization Period Fiscal Year Ended June 30	Deferred Outflows/(Inflows) of Resources
2025	\$ 211,424
2026	151,301
2027	419,884
2028	15,642
Total	\$ 798,251

Actuarial Methods and Assumptions Used to Determine Total Pension Liability

For the measurement period ending June 30, 2024 (the measurement date), the total pension liability was determined by rolling forward the June 30, 2023 total pension liability. The June 30, 2024, total pension liability was based on the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal in accordance with the requirement of GASB Statement No. 68
Actuarial Assumptions:	
Discount Rate	6.90%
Inflation	2.30%
Salary Increases	Varies by Entry Age and Service
Mortality Rate Table	Derived using CalPERS' Membership Data for all Funds.
Post Retirement Benefit Increase	Contract COLA up to 2.30% until Purchasing Power Protection Allowance Floor on Purchasing Power applies, 2.30% thereafter

CAMARILLO HEALTH CARE DISTRICT

Notes to Financial Statements

June 30, 2025

NOTE 6 – PENSION PLAN (Continued)

B. Pension Liabilities, Pension Expenses, and Deferred Outflows/Inflows of Resources Related to Pensions (continued)

Long-term Expected Rate of Return

The long-term expected rate of return on pension plan investments was determined using a building-block method in which 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 pension fund cash flows. Using historical returns of all the funds' asset classes, expected compound (geometric) returns were calculated over the short-term (first 10 years) and the long-term (11+ years) using a building-block approach. Using the expected nominal returns for both short-term and long-term, the present value of benefits was calculated for each fund. The expected rate of return was set by calculating the rounded single equivalent expected return that arrived at the same present value of benefits for cash flows as the one calculated using both short-term and long-term returns. The expected rate of return was then set equal to the single equivalent rate calculated above and adjusted to account for assumed administrative expenses.

The table below reflects long-term expected real rate of return by asset class.

<u>Investment Type¹</u>	<u>New Strategic Allocation</u>	<u>Real Return^{1,2}</u>
Global Equity - Cap-weighted	30.0%	4.54%
Global Equity - Non-Cap-weighted	12.0%	3.84%
Private Equity	13.0%	7.28%
Treasury	5.0%	0.27%
Mortgage-backed Securities	5.0%	0.50%
Investment Grade Corporates	10.0%	1.56%
High Yield	5.0%	2.27%
Emerging Market Debt	5.0%	2.48%
Private Debt	5.0%	3.57%
Real Assets	15.0%	3.21%
Leverage	-5.0%	-0.59%
	<u>100.0%</u>	

¹ An expected inflation of 2.30% used for this period.

² Figures are based on the 2021 Asset Liability Management study.

Discount Rate

The discount rate used to measure the total pension liability was 6.90%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be made at statutorily required rates, actuarially determined. Based on those assumptions, the Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

CAMARILLO HEALTH CARE DISTRICT

Notes to Financial Statements

June 30, 2025

NOTE 6 – PENSION PLAN (Continued)

B. Pension Liabilities, Pension Expenses, and Deferred Outflows/Inflows of Resources Related to Pensions (continued)

Subsequent Events

There were no subsequent events that would materially affect the results in this disclosure.

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

The following presents the net pension liability/(asset) of the Plan as of the measurement date, calculated using the discount rate of 6.90%, as well as what the net pension liability would be if it were calculated using a discount rate that is 1 percentage-point lower (5.90%) or 1 percentage-point higher (7.90%) than the current rate:

Plan's Net Pension Liability/(Asset)		
Discount Rate - 1% 5.90%	Current Discount Rate 6.90%	Discount Rate + 1% 7.90%
\$ 4,827,582	\$ 3,366,962	\$ 2,164,746

Pension Plan Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in the separately issued CalPERS financial report and can be obtained from CalPERS' website under Forms and Publications.

C. Payable to the Pension Plans

At June 30, 2025, the District reported no payables for outstanding contributions to the CalPERS pension plan required for the year ended June 30, 2026.

NOTE 7 – RISK MANAGEMENT

The District is exposed to potential losses from claims arising from its business operations including, torts, theft, errors and omissions, injuries to employees, and natural disasters. The District maintains insurance coverage through independent carriers for property and equipment and employee dishonesty. There have been no significant reductions in insured coverage.

The District participates in workers' compensation program organized by Beta Risk Management Authority (BETA). BETA is a Joint Powers Authority (JPA) organized pursuant to the California Government insured losses and to purchase excess insurance coverage, whereby the risk of loss is mitigated by the public entity pool. The Fund currently has \$1,000,000 of workers' compensation coverage. The JPA is not a component unit of the District for financial purposes, as explained below.

BETA provides workers' compensation insurance for the District. Periodic deposits paid by each participant for the workers' compensation joint protection are computed based on independent actuarial computations taking into account factors such as the participants' number of employee types of employees, annual budget, all relevant loss experience and dates established through the California Inspection Ratings Bureau. The Fund may assess the participants in order to eliminate any deficiency in the fund balance of the Fund.

CAMARILLO HEALTH CARE DISTRICT

Notes to Financial Statements

June 30, 2025

NOTE 7 – RISK MANAGEMENT (continued)

Under the terms of the JPA, withdrawing or terminated member districts owe their pro-rata of the fund deficiency. A withdrawing or terminated member district's pro-rata share contributions are based on its total contributions during its membership in the Fund as a percentage of the total contributions by all member districts during the same period.

The District also participates in the Beta Healthcare Group Joint Powers Agreement (BETA). BETA is a Joint Powers Authority (JPA) which is comprised of local health care districts, counties, other governmental entities and quailed nonprofits which operate hospitals, clinics and other health-related facilities and is organized pursuant to the California Government Code. The purpose of the JPA is to arrange and administer programs of insurance for the pooling of self-insured losses and to purchase excess insurance coverage, whereby the risk of loss is mitigated by the public entity pool. BETA currently has \$5,000,000 of auto liability, \$5,000,000 per occurrence and \$15,000,000 aggregate of comprehensive liability and \$3,000,000 of directors, officers, and trustee liability coverage.

BETA provides automobile, comprehensive liability and directors and officers' liability insurance for the District. Periodic deposits paid by each participant for the insurance joint protection are computed based on individual coverage contracts.

NOTE 8 – DISTRIBUTION FROM VENTURA COUNTY COMMUNITY FOUNDATION

In 2006, the District was named as a beneficiary recipient of a permanent endowment now managed by the Ventura County Community Foundation (VCCF). The District has a current beneficial interest of 100%. However, VCCF has variance power which allows it to modify the donor's stipulations under certain rare circumstances and as it monitors the changing needs of the community.

Each year, VCCF distributes a portion of the earnings based on its distribution policies, which are subject to change based on VCCF's investment management performance. The amounts in 2025 and 2024 were \$153,808 and \$151,615 respectively. The distribution amounts are to be used only for the Care-a-Van service in Camarillo. At June 30, 2025 and 2024, the market value of the fund held by VCCF on behalf of the District was \$3,203,458 and \$3,073,439, respectively.

NOTE 9 – COMMITMENTS AND CONTINGENCIES

Excluded Leases – Short-Term Leases and De Minimis Leases

The District does not recognize a lease receivable and a deferred inflow of resources for short-term leases. Short-term leases are certain leases that have a maximum possible term under the lease contract of 12-months (or less), including any options to extend, regardless of their probability of being exercised.

Also, *de minimis* lessor or lessee leases are certain leases (i.e., room rental, copiers, printers, postage machines) that regardless of their lease contract period are *de minimis* with regards to their aggregate total dollar amount to the financial statements as a whole.

Grant Awards

Grant funds received by the District are subject to audit by the grantor agencies. Such audit could lead to requests for reimbursements to the grantor agencies for expenditures disallowed under terms of the grant. Management of the District believes that such disallowances, if any, would not be significant.

Litigation

The District is involved in routine litigation incidental to its business and may be subject to claims and litigation from outside parties.

CAMARILLO HEALTH CARE DISTRICT
Notes to Financial Statements
June 30, 2025

NOTE 10 – SUBSEQUENT EVENTS

The District has evaluated subsequent events through March 12, 2026, the date which the financial statements were available to be issued.

Required Supplementary Information

CAMARILLO HEALTH CARE DISTRICT
Schedule of Proportionate Share of the Net Pension Liability
For the Fiscal Year Ended June 30, 2025

Last Ten Fiscal Years

California Public Employees' Retirement System (CalPERS) Miscellaneous Plan

Measurement Date	District's Proportion of the Net Pension Liability	District's Proportionate Share of the Net Pension Liability	District's Covered Payroll	District's Proportionate Share of the Net Pension Liability as a Percentage of Covered	Plan's Fiduciary Net Position as a Percentage of the Plan's Total Pension Liability
June 30, 2015	0.029950%	\$ 821,635	\$ 1,372,378	59.87%	83.66%
June 30, 2016	0.034650%	1,203,554	1,288,882	93.38%	80.46%
June 30, 2017	0.036760%	1,449,033	1,267,253	114.34%	78.80%
June 30, 2018	0.037770%	1,425,420	1,352,844	105.36%	80.16%
June 30, 2019	0.039870%	1,596,760	1,386,653	115.15%	78.60%
June 30, 2020	0.042040%	1,773,279	1,470,935	120.55%	77.71%
June 30, 2021	0.046580%	884,490	1,276,331	69.30%	89.53%
June 30, 2022	0.046400%	2,171,170	1,304,622	166.42%	75.60%
June 30, 2023	0.031429%	1,571,579	1,604,055	97.98%	83.20%
June 30, 2024	-0.002230%	(107,867)	1,692,824	-6.37%	101.13%

Notes to Schedule:

Benefit Changes:

There were no changes in benefits.

Changes in Assumptions:

From fiscal year June 30, 2015 and June 30, 2016:

GASB 68, paragraph 68 states that the long-term expected rate of return should be determined net of pension plan investment expense but without reduction for pension plan administrative expense. The discount rate of 7.50% used for the June 30, 2014, measurement date was net of administrative expenses. The discount rate of 7.65% used for the June 30, 2015, measurement date is without reduction of pension plan administrative expense.

From fiscal year June 30, 2016 to June 30, 2017:

There were no changes in assumptions.

From fiscal year June 30, 2017 to June 30, 2018:

The discount rate was reduced from 7.65% to 7.15%.

From fiscal year June 30, 2018 to June 30, 2019:

There were no significant changes in assumptions.

From fiscal year June 30, 2019 to June 30, 2020:

There were no significant changes in assumptions.

From fiscal year June 30, 2020 to June 30, 2021:

There were no significant changes in assumptions.

From fiscal year June 30, 2021 to June 30, 2022:

The discount rate was reduced from 7.15% to 6.90%.

From fiscal year June 30, 2022 to June 30, 2023:

There were no changes in assumptions.

From fiscal year June 30, 2023 to June 30, 2024:

There were no changes in assumptions.

From fiscal year June 30, 2024 to June 30, 2025:

There were no changes in assumptions.

CAMARILLO HEALTH CARE DISTRICT
Schedule of Pension Contributions
For the Fiscal Year Ended June 30, 2025

Last Ten Fiscal Years

California Public Employees' Retirement System (CalPERS) Miscellaneous Plan

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Deficiency (Excess)	Covered Payroll	Contributions as a Percentage of Covered Payroll
June 30, 2016	\$ 82,913	\$ 82,913	\$ -	\$ 1,372,378	6.04%
June 30, 2017	92,770	92,770	-	1,288,882	7.20%
June 30, 2018	96,725	96,725	-	1,267,253	7.63%
June 30, 2019	105,158	105,158	-	1,352,844	7.77%
June 30, 2020	114,565	114,565	-	1,386,653	8.26%
June 30, 2021	108,266	108,266	-	1,470,935	7.36%
June 30, 2022	108,453	108,453	-	1,276,331	8.50%
June 30, 2023	129,252	129,252	-	1,304,622	9.91%
June 30, 2024	236,683	1,736,683	(1,500,000)	1,604,055	14.76%
June 30, 2025	181,164	181,164	-	1,692,824	10.70%

Notes to Schedule:

Fiscal Year	Valuation Date	Actuarial Cost Method	Asset Valuation Method	Inflation	Investment Rate of Return
June 30, 2016	June 30, 2014	Entry Age	Market Value	2.75%	7.65%
June 30, 2017	June 30, 2015	Entry Age	Market Value	2.75%	7.65%
June 30, 2018	June 30, 2016	Entry Age	Market Value	2.75%	7.15%
June 30, 2019	June 30, 2017	Entry Age	Market Value	2.50%	7.15%
June 30, 2020	June 30, 2018	Entry Age	Market Value	2.50%	7.15%
June 30, 2021	June 30, 2019	Entry Age	Market Value	2.50%	7.15%
June 30, 2022	June 30, 2020	Entry Age	Market Value	2.50%	7.15%
June 30, 2023	June 30, 2021	Entry Age	Market Value	2.30%	6.90%
June 30, 2024	June 30, 2022	Entry Age	Market Value	2.30%	6.90%
June 30, 2025	June 30, 2023	Entry Age	Market Value	2.30%	6.90%

Amortization Method Level percentage of payroll, closed
Salary Increases Depending on age, service, and type of employment
Investment Rate of Return Net of pension plan investment exper
Retirement Age Miscellaneous – 2.7%@55 and 2.0%@62
Mortality Mortality assumptions are based on mortality rates resulting from the most recent CalPERS Experience Study adopted by the CalPERS Board.

CAMARILLO HEALTH CARE DISTRICT

Schedule of Changes in the District's Net OPEB Liability and Related Ratios For the Fiscal Year Ended June 30, 2025

Fiscal Year Ended	Last Ten Fiscal Years*							
	June 30, 2025	June 30, 2024	June 30, 2023	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018
Measurement Date	June 30, 2024	June 30, 2023	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017
Total OPEB liability:								
Service cost	\$ 166,026	\$ 128,703	\$ 82,980	\$ 83,460	\$ 108,302	\$ 105,148	\$ 112,245	\$ 242,042
Interest	121,931	130,260	118,871	148,797	137,381	117,886	117,178	161,216
Changes in assumptions	-	250,894	-	95,956	-	(183,831)	-	-
Differences between expected and actual experience	-	(171,684)	-	(703,743)	-	-	(430,717)	-
Changes of benefit terms	-	-	-	-	-	-	(218,274)	-
Benefit payments	(96,222)	(80,422)	(77,326)	(57,670)	(45,957)	(39,203)	(31,131)	(30,629)
Net change in total OPEB liability	191,735	257,751	124,525	(433,200)	199,726	-	(450,699)	372,629
Total OPEB liability - beginning	2,098,376	1,840,625	1,716,100	2,149,300	1,949,574	1,949,574	2,400,273	2,027,644
Total OPEB liability - ending	2,290,111	2,098,376	1,840,625	1,716,100	2,149,300	1,949,574	1,949,574	2,400,273
Plan fiduciary net position:								
Contributions - employer	96,222	80,422	77,326	57,670	45,957	39,203	531,131	-
Net investment income	216,423	118,976	(286,399)	460,948	58,003	95,050	39,820	66,832
Administrative expense	(643)	(538)	(542)	(635)	(1,396)	(1,303)	(870)	-
Benefit payments	(96,222)	(80,422)	(77,326)	(57,670)	(45,957)	(39,203)	(31,131)	(30,629)
Net change in plan fiduciary net position	215,780	118,438	(286,941)	460,313	56,607	93,747	538,950	36,203
Plan fiduciary net position - beginning	1,971,214	1,852,776	2,139,717	1,679,404	1,622,797	1,529,050	990,100	953,897
Plan fiduciary net position - ending	2,186,994	1,971,214	1,852,776	2,139,717	1,679,404	1,622,797	1,529,050	990,100
District's net OPEB liability	\$ 103,117	\$ 127,162	\$ (12,151)	\$ (423,617)	\$ 469,896	\$ 326,777	\$ 420,524	\$ 1,410,173
Plan fiduciary net position as a percentage of the total OPEB liability	95.50%	93.94%	100.66%	124.68%	78.14%	83.24%	78.43%	41.25%
Covered-employee payroll	\$ 1,692,824	\$ 1,604,055	\$ 1,304,622	\$ 1,276,331	\$ 1,545,850	\$ 1,470,935	\$ 1,386,653	\$ 1,352,844
District's net OPEB liability as a percentage of covered-employee payroll	6.09%	7.93%	-0.93%	-33.19%	30.40%	22.22%	30.33%	104.24%

Notes to Schedule:

Benefit Changes:

Measurement Date June 30, 2017 – There were no changes of benefits terms
 Measurement Date June 30, 2018 – There were no changes of benefits terms
 Measurement Date June 30, 2019 – There were no changes of benefits terms
 Measurement Date June 30, 2020 – There were no changes of benefits terms
 Measurement Date June 30, 2021 – There were no changes of benefits terms
 Measurement Date June 30, 2022 – There were no changes of benefits terms
 Measurement Date June 30, 2023 – There were no changes of benefits terms
 Measurement Date June 30, 2024 – There were no changes of benefits terms

* Fiscal year 2018 was the first year of implementation; therefore, only seven years are shown.

CAMARILLO HEALTH CARE DISTRICT
Schedule of OPEB Contributions
For the Fiscal Year Ended June 30, 2025

Fiscal Year Ended	Last Ten Fiscal Years*							
	June 30, 2025	June 30, 2024	June 30, 2023	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018
Actuarially determined contribution	\$ 132,141	\$ 93,810	\$ 80,422	\$ 77,326	\$ 57,670	\$ 45,957	\$ 39,203	\$ 31,131
Contributions in relation to the actuarially determined contributions	(132,141)	(93,810)	(80,422)	(77,326)	(57,670)	(45,957)	(39,203)	(31,131)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered payroll	\$ 1,692,824	\$ 1,604,055	\$ 1,304,622	\$ 1,276,331	\$ 1,545,850	\$ 1,470,935	\$ 1,386,653	\$ 1,352,844

Notes to Schedule:

Valuation Date	June 30, 2024	June 30, 2023	N/A	N/A	N/A	N/A	N/A	N/A
Methods and Assumptions Used to Determine Contribution Rates:								
Actuarial cost method	Entry age normal	Entry Age	N/A	N/A	N/A	N/A	N/A	N/A
Amortization method	Closed period, level percent of pay	(1)	N/A	N/A	N/A	N/A	N/A	N/A
Amortization period	30-years	30-years	N/A	N/A	N/A	N/A	N/A	N/A
Asset valuation method	Market Value	Market Value	N/A	N/A	N/A	N/A	N/A	N/A
Investment rate of return	4.21%	4.21%	N/A	N/A	N/A	N/A	N/A	N/A
Inflation	2.50%	2.50%	N/A	N/A	N/A	N/A	N/A	N/A
Payroll increases	3.00%	3.00%	N/A	N/A	N/A	N/A	N/A	N/A
Mortality	(2)	(2)	N/A	N/A	N/A	N/A	N/A	N/A
Morbidity	Not Valued	Not Valued	N/A	N/A	N/A	N/A	N/A	N/A
Disability	Not Valued	Not Valued	N/A	N/A	N/A	N/A	N/A	N/A
Retirement	(3)	(3)	N/A	N/A	N/A	N/A	N/A	N/A
Healthcare trend rates	(4)	(4)	N/A	N/A	N/A	N/A	N/A	N/A

(1) Closed period, level percent of pay

(2) Based on the most recent experience study for CALPERS members.

(3) Based on the most recent experience study for CALPERS members.

(4) 5.20 percent for 2023 through 2034; 5.00 percent for 2035 through 2049; 4.50 percent for 2050 through 2064; and 4.00 percent for 2065 and later years

* Fiscal year 2018 was the first year of implementation; therefore, only seven years are shown.

Other Independent Auditors' Report



**INDEPENDENT AUDITORS' 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 Directors
Camarillo Health Care District
Camarillo, 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, financial statements of Camarillo Health Care District (District), which comprise the balance sheet as of June 30, 2025, and the related statement of revenues, expenses and changes in net position and cash flows for the fiscal year ended, and related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated March 12, 2026.

Report on Internal Control Over Financial Reporting

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

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

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

Report on Compliance and Other Matters

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

Purpose of this Report

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



Murrieta, California
March 12, 2026