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West Valley - Mission

Community College District

WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT

AUDIT REPORT

JUNE 30, 2025 AND 2024

WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
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INDEPENDENT AUDITORS' REPORT

The Board of Trustees
West Valley-Mission Community College District
Saratoga, California

Report on Audit of Financial Statements

Opinions

We have audited the accompanying financial statements of the business-type activities, fiduciary funds and the discretely presented component units, Mission-West Valley Land Corporation and West Valley-Mission Community College Foundation of the West Valley-Mission Community College District (the "District") as of and for the years ended June 30, 2025, and 2024 and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the Table of Contents.

In our opinion, and the report of the other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the business-type activities, fiduciary funds and the aggregate discretely presented component units of the District as of June 30, 2025, and 2024, and the respective changes in financial position and cash flows thereof for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Change in Accounting Principle

As discussed in Note 2 to the financial statements, the District adopted GASB Statement No. 101, *Compensated Absences* which required a restatement of net position as of July 1, 2024. Our opinion is not modified with respect to this matter.

Responsibilities of Management 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 misstatements, 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 one year beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the 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 the Management's Discussion and Analysis and the Required Supplementary Information section as listed in the table of contents be presented to supplement the basic financial statements. Such information is the responsibility of management, 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.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The accompanying supplementary information listed in the Table of Contents, including the Schedule of Expenditures of Federal Awards, as required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the accompanying supplementary information, is fairly stated in all material respects in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the Management's Discussion and Analysis section and Unaudited Supplementary Information section but does not include the basic financial statements and our auditors' report thereon. Our opinions on the basic financial statements do not cover the other information and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on other work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 1, 2025, 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, grant agreements, and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the 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.



San Diego, California
December 1, 2025

**WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2025**

INTRODUCTION

The West Valley-Mission Community College District was established in 1963 and provides higher education in Santa Clara County and a portion of Santa Cruz County. The District operates two colleges. West Valley College, founded in 1964, is situated on a 143-acre campus in the foothills of the Santa Cruz Mountains in Saratoga, California. Mission College, which opened in 1975, is located on a 164-acre site in Santa Clara, California. The Colleges are each fully accredited by the Accrediting Commission for Community and Junior Colleges (ACCJC).

The governing body of the District is the Board of Trustees, which includes seven voting members elected by the voters of the District within the seven trustee areas. The Trustees serve four-year terms. Elections for trustee positions to the Board are held every two years, alternating between three and four positions. The management and policies of the District are administered by a Board-appointed Chancellor.

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 West Valley-Mission Community College District (the "District") as of June 30, 2025 and June 30, 2024. This section of the annual financial report presents our discussion and analysis of the District's financial performance during the fiscal year that ended June 30, 2025. 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 District Management.

OBJECTIVES OF THE AUDIT

The audit of the West Valley-Mission Community College District had the following objectives:

- To express an opinion as to whether the financial statements are fairly presented, in all material respects, in conformity with U. S. generally accepted accounting principles (GAAP).
- To evaluate the adequacy of the systems and procedures affecting compliance with *Government Auditing Standards*, guides, procedures, statutes, rules, and regulations which could have a material effect on the financial statements in accordance with *Government Auditing Standards*.
- To review and report on the District's system of internal controls related to major federal programs.

**WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2025**

OVERVIEW OF THE FINANCIAL STATEMENTS

The annual report consists of three basic financial statements that provide information on the District as a whole:

- Statements of Net Position – page 18
- Statements of Revenues, Expenses, and Changes in Net Position – page 19
- Statements of Cash Flows – page 20

The focus of the Statements of Net Position is designed to be similar to the bottom line results of the District. These statements combine and consolidate current financial resources with capital assets and long-term obligations.

The Statements of Revenues, Expenses, and Changes in Net Position focuses on the costs of the District's operational activities, which are supported primarily by local property taxes, enrollment fees and State categorical revenues. Activities are reported as either operating or non-operating. The District depends on local funding for operating expenses; however, the operating activity reflects a loss because the financial reporting model classifies certain revenues as non-operating.

The Statements of Cash Flows provide an analysis of the sources and uses of cash within the operations of the District. This statement helps measure the District's ability to meet financial obligations as they mature.

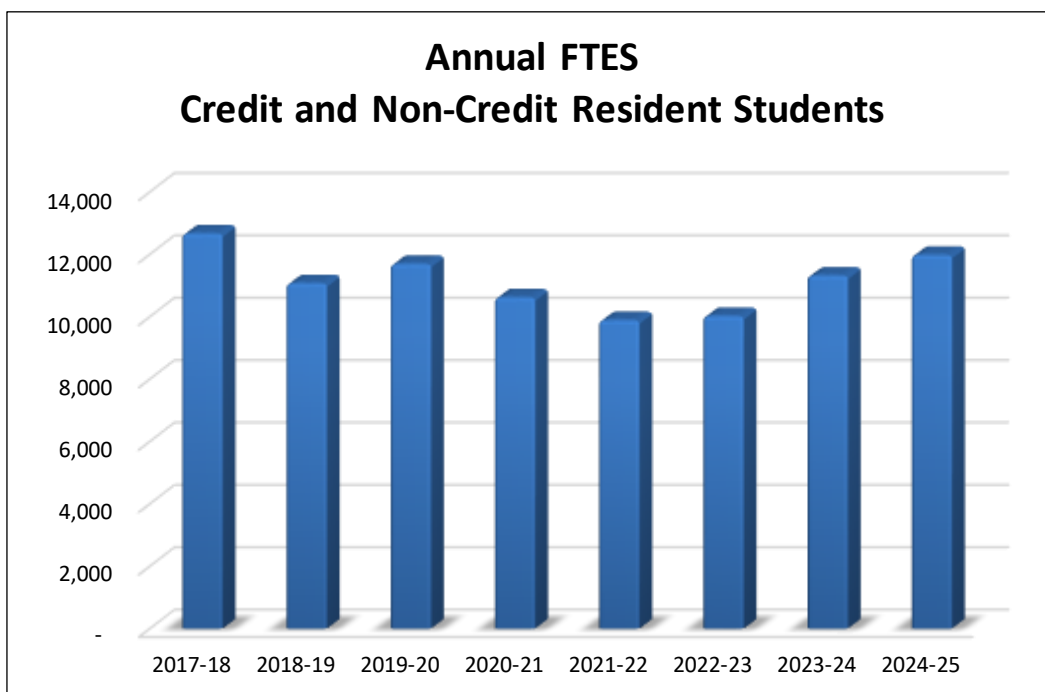
The California Community Colleges Chancellor's Office has recommended that all State community colleges follow the Business-Type Activity (BTA) model for financial reporting purposes.

**WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2025**

STUDENT ATTENDANCE HIGHLIGHTS

The District reported 11,986 FTES on the CCFS-320 Annual Student Attendance Report (P-3), an increase from the previous year's P-3 report. The District has been expanding its efforts with removing financial barriers for students. The District currently waives health fees, parking fees, enrollment fees for students living in the service area, childcare fees for eligible students, and free food for most students. These efforts are the contributing factors in restoring and growing enrollment.

Enrollment continues to be a major challenge and opportunity for the District. The colleges are aggressively pursuing additional enrollment with a combination of strategies that include marketing; targeted recruitment and outreach; program development; and additional class sections both on and off-site.



This chart illustrates total credit and noncredit FTES reported on the CCFS-320 Annual Student Attendance Report. Total FTES increased by 662 or 5.85 percent, from FY 2023-24 to FY 2024-25.

**WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2025**

FINANCIAL HIGHLIGHTS

- In fiscal year 2024-25, the District received sufficient revenues from local property taxes and student fees, surpassing the State's base revenue allocation. The District became a "community supported" district at the end of FY 2012-13. As a community-supported district, the District is not affected by State shortfalls or mid-year reductions.
- Employees received a 5% salary increase in fiscal year 2024-25. The District is not currently engaged in active negotiations, as it has a three-year bargaining agreement in place with all represented groups and "meet and confer" units, effective through fiscal year 2026-27. Actual revenues in the Unrestricted General Fund exceeded the Adopted Budget by approximately \$6.2 million, primarily due to increased local property tax revenues.
- Student enrollment fees remained at \$46 per unit, while the non-resident tuition fee was \$367 per unit. The District did not impose a foreign citizen capital outlay fee. Enrollment fees were waived for students residing within the District's service area.
- The District ended fiscal year 2024-25 with an unrestricted general fund balance of \$125.2 million, which includes:
 - \$34.4 million (17%) Board Reserve
 - \$65.5 million in community support funds reserved for future allocations
 - \$1.0 million for the Lease Revenue Bonds debt obligation
 - \$2.8 million for SERP contribution and fees
 - \$14.3 million for COLA increases for the next two years
 - \$5.7 million set aside for banked leave liability
 - \$1.2 million for Apprenticeship RSI
 - The remaining balance is assigned to prepayments and miscellaneous student fees
- Employees of the District are eligible for medical, dental, and vision coverage. The District's maximum benefits contributions for the 2025 calendar year are limited to \$14,297 for single coverage, \$27,152 for two-party coverage, and \$34,865 for family coverage, annually. The District has set a new cap to take effect starting January 1, 2026. The new cap includes \$17,111 for single coverage, \$32,686 for two-party coverage, and \$42,031 for family coverage.
- The District provides retirees hired before 1994 with lifetime medical benefits. For eligible retirees who do not qualify for the lifetime medical benefits, the District provides a Bridge Program for medical and dental coverage for the retiree and their dependents until they qualify for Medicare. The District funds retiree benefits on a "pay-as-you-go" basis. As of June 30, 2025, the Other Post-Employment Benefit (OPEB) liability was \$58.1 million, representing the present value of all future benefits. This liability is fully funded.
- The District maintains an irrevocable trust with CalPERS and Public Agency Retirement Services (PARS) to invest funds for long-term OPEB obligations. The trust, compliant with IRS Section 115, had a balance of \$89 million as of June 30, 2025.

**WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2025**

FINANCIAL HIGHLIGHTS, continued

- The District established the Pension Stabilization Trust Fund in the fiscal year 2017-18. The fund is administered through PARS to invest funds to cover future CalSTRS and CalPERS pension rate increases. The Pension Rate Stabilization Program is an IRS-approved irrevocable trust program that is designed to pre-fund pension obligations. The plan allows the District to securely set aside funds in a tax-exempt, IRS-compliant prefunding vehicle to mitigate long-term contribution rate growth. The balance in the Pension Stabilization Trust Fund as of June 30, 2025, was \$26.5 million.
- The District provided approximately \$16.4 million in financial aid to qualifying students. This aid was funded through federal grants and loans, the State Chancellor's Office, and local sources.

THE DISTRICT AS A WHOLE

	2025	2024	Change	2023	Change
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES					
Current assets	\$ 451,933,132	\$ 490,467,261	\$ (38,534,129)	\$ 500,367,288	\$ (9,900,027)
Non-current assets	770,785,699	723,725,340	47,060,359	699,959,306	23,766,034
Deferred outflows of resources	64,036,988	58,496,102	5,540,886	57,218,047	1,278,055
Total Assets and Deferred Outflows of Resources	1,286,755,819	1,272,688,703	14,067,116	1,257,544,641	15,144,062
LIABILITIES AND DEFERRED INFLOWS OF RESOURCES					
Current liabilities	100,392,279	95,639,693	4,752,586	115,638,782	(19,999,089)
Non-current liabilities	821,727,035	853,861,680	(32,134,645)	894,033,361	(40,171,681)
Deferred inflows of resources	21,451,651	24,111,983	(2,660,332)	21,285,417	2,826,566
Total Liabilities and Deferred Inflows of Resources	943,570,965	973,613,356	(30,042,391)	1,030,957,560	(57,344,204)
NET POSITION					
Net investment in capital assets	196,477,364	183,041,329	13,436,035	146,036,375	37,004,954
Restricted	69,108,390	72,504,988	(3,396,598)	79,920,774	(7,415,786)
Unrestricted	77,599,100	43,529,030	34,070,070	629,932	42,899,098
Total Net Position	\$ 343,184,854	\$ 299,075,347	\$ 44,109,507	\$ 226,587,081	\$ 72,488,266

- Current assets consist of cash and cash equivalents, accounts receivable, current portion of lease receivable, and prepaid expenditures and other assets.
 - Cash and investments consist mainly of cash in the county treasury, local agency investment funds (LAIF), and investments from the Bond issuance.
 - The decrease of \$38.5 million is primarily due to expenditures related to capital projects during the year.
- Non-current assets consist of the net OPEB asset, lease receivable, right-to-use assets and capital assets. The increase of \$47.1 million is primarily due to:
 - The net OPEB asset increased by \$0.4 million due to investment gains based on a measurement date of June 30, 2024.
 - Lease receivable and right-to-use assets decreased by \$0.1 million as a result of payments made on qualifying leases under GASB Statement No. 87.
 - Capital assets (net of depreciation) are the historical value of land, buildings, construction-in-progress and equipment less depreciation.
 - Net capital assets increased by \$46.8 million due to an increase to construction-in-progress for construction projects related to the General Obligation Bonds.

**WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2025**

THE DISTRICT AS A WHOLE, continued

- Current liabilities consist of accounts payable, interest payable, unearned revenue, and long-term debt (current portion).
 - Accounts payable and accrued liabilities consist mainly of payables to vendors and accrued payroll benefits.
 - Unearned revenue relates to federal, state, and local program funds that were received, but not yet earned, as of the fiscal year end. Most grants are considered earned when spent up to the amount of the award.
 - The current portion of long-term obligations consists of the principal payment to be paid in the next fiscal year for the General Obligation Bonds, Revenue Bonds, and Compensated Absences.
 - Current liabilities increased by \$4.8 million, primarily due to a \$10.1 million increase in accounts payable, partially offset by decreases in the current portion of long-term obligation by \$2.2 million, unearned revenues by \$2.5 million, and interest payable by \$0.6 million (reference page 18).
- Non-current liabilities consist of compensated absences, net pension liability, lease liability and long-term debt (non-current portion). It consists of all the long-term debt that is to be paid beyond the next fiscal year.
 - The non-current liabilities decreased by \$32.1 million due to payments on general obligation bonds and lease revenue bonds of \$36.5 million. In addition, the net pension liability decreased by \$5.6 million and compensated absences increased by \$7.8 million, which includes an adjustment of \$5.4 million for sick leave related to the implementation of GASB 101, *Compensated Absences* (reference page 18).
- The net position increased by \$44.1 million due to the results of the changes in assets and liabilities noted above.

**WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2025**

OPERATING RESULTS FOR THE YEAR

The results of this year's operations for the District as a whole are reported in the *Statements of Revenues, Expenses, and Changes in Net Position* on page 19.

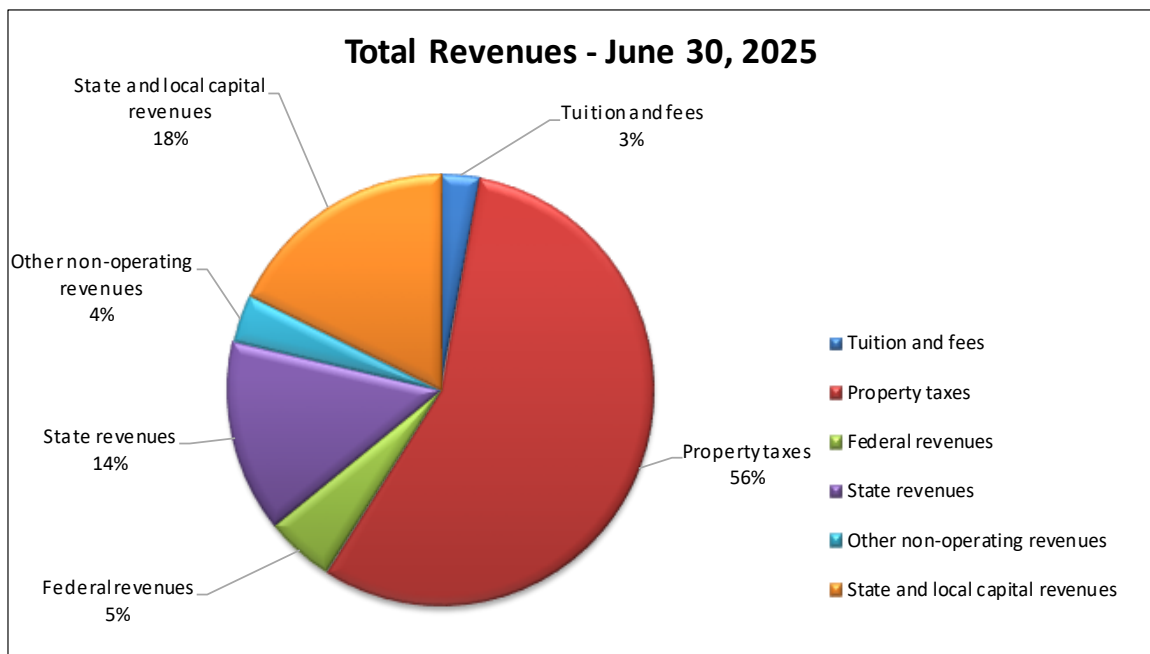
	2025	2024	Change	2023	Change
OPERATING REVENUES					
Tuition and fees, net	\$ 9,506,133	\$ 9,742,114	\$ (235,981)	\$ 10,119,674	\$ (377,560)
Auxiliary enterprise sales and charges	193,462	271,910	(78,448)	670,251	(398,341)
Total Operating Revenues	9,699,595	10,014,024	(314,429)	10,789,925	(775,901)
OPERATING EXPENSES					
Salaries and benefits	187,234,685	170,386,520	16,848,165	152,579,235	17,807,285
Supplies, materials, and other operating expenses and services	52,051,336	39,172,340	12,878,996	42,806,270	(3,633,930)
Student financial aid	16,136,275	11,839,892	4,296,383	13,619,205	(1,779,313)
Depreciation and amortization	29,202,551	29,128,674	73,877	27,336,922	1,791,752
Total Operating Expenses	284,624,847	250,527,426	34,097,421	236,341,632	14,185,794
Operating Loss	(274,925,252)	(240,513,402)	(34,411,850)	(225,551,707)	(14,961,695)
NON-OPERATING REVENUES/(EXPENSES)					
State apportionment, non-capital	2,000,595	1,541,651	458,944	1,241,781	299,870
Local property taxes	186,373,690	173,295,139	13,078,551	165,009,799	8,285,340
Education protection account	1,149,913	1,105,808	44,105	1,032,282	73,526
Federal revenues	17,438,270	14,049,975	3,388,295	21,142,053	(7,092,078)
State taxes and other revenues	46,804,156	44,171,836	2,632,320	33,205,387	10,966,449
Interest and investment income/(expense), net	(534,053)	(1,857,915)	1,323,862	(30,062,826)	28,204,911
Other non-operating revenues	11,959,848	10,627,987	1,331,861	8,945,137	1,682,850
Total Non-Operating Revenues/(Expenses)	265,192,419	242,934,481	22,257,938	200,513,613	42,420,868
OTHER REVENUES/(EXPENSES)					
State and local capital income	59,193,604	70,067,187	(10,873,583)	59,620,181	10,447,006
Change in Net Position	49,460,771	72,488,266	(23,027,495)	34,582,087	37,906,179
NET POSITION, BEGINNING OF YEAR	299,075,347	226,587,081	72,488,266	192,004,994	34,582,087
PRIOR PERIOD ADJUSTMENT	(5,351,264)	-	(5,351,264)	-	-
NET POSITION, END OF YEAR	\$ 343,184,854	\$ 299,075,347	\$ 44,109,507	\$ 226,587,081	\$ 72,488,266

- Operating revenues consist of revenues from student tuition/fees and auxiliary enterprises.
 - Auxiliary revenue consists of community education funds and contract education revenues. The operation is self-supporting and contributes to the student programs on the campus. The amounts decreased from the prior year by \$0.08 million.
- Operating expenses consist of salaries and benefits, supplies, materials, other operating expenses and services, student financial aid disbursements, depreciation and amortization.
 - The District provided 5% COLA which contributes to salary and benefit increases of \$16.8 million.
 - The increase of \$12.9 million for supplies, materials, and other operating expenses is primarily due to capital outlay expenditures.

**WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2025**

OPERATING RESULTS FOR THE YEAR, continued

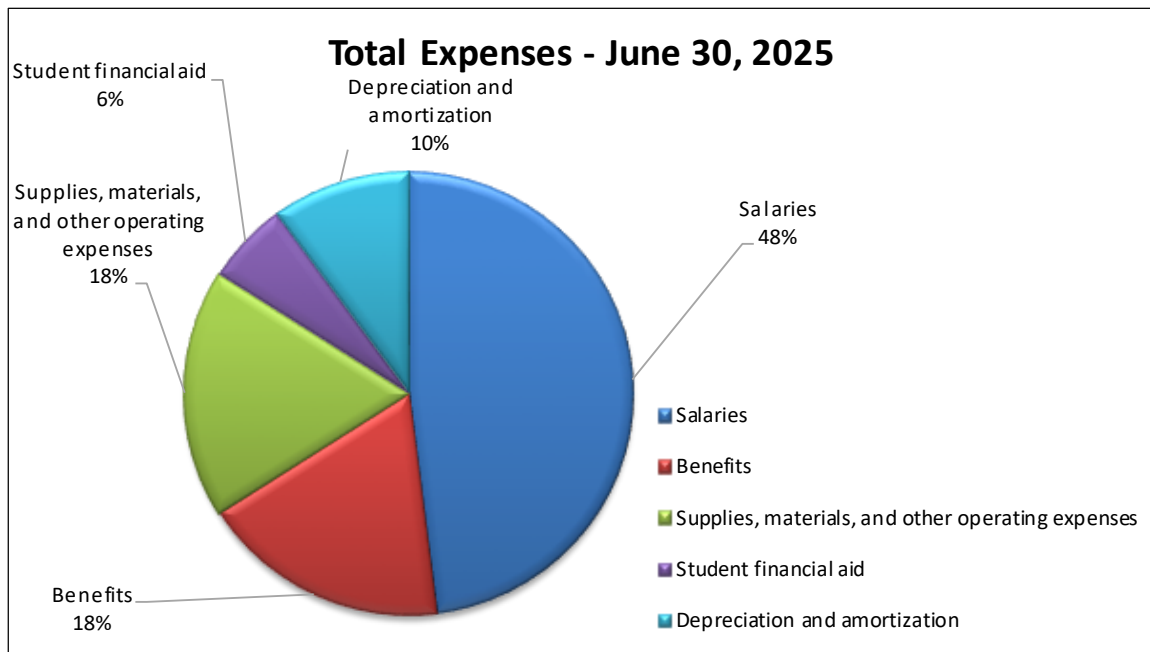
- Non-operating revenues/(expenses) primarily consist of property taxes, State and Federal revenues, and interest.
 - Property taxes increased by \$13.1 million due to secure and supplemental property taxes.
 - Grants and contract revenues relate primarily to student financial aid as well as to specific Federal and State grants received for programs serving the students and programs of the District. The revenues are restricted and can only be expensed based on program guidelines. (Net change is an increase of \$6.5 million.)
 - Other non-operating revenues consist primarily of local grants and Land Corporation commitments. Other non-operating revenues remained consistent with prior year.
 - Interest expense decreased by \$1.1 million due to bond debt payments and amortization of bond premiums and investment income increased by \$0.2 million primarily due to changes in the fair market value of cash in county as of June 30, 2025.



**WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
MANAGEMENT’S DISCUSSION AND ANALYSIS
JUNE 30, 2025**

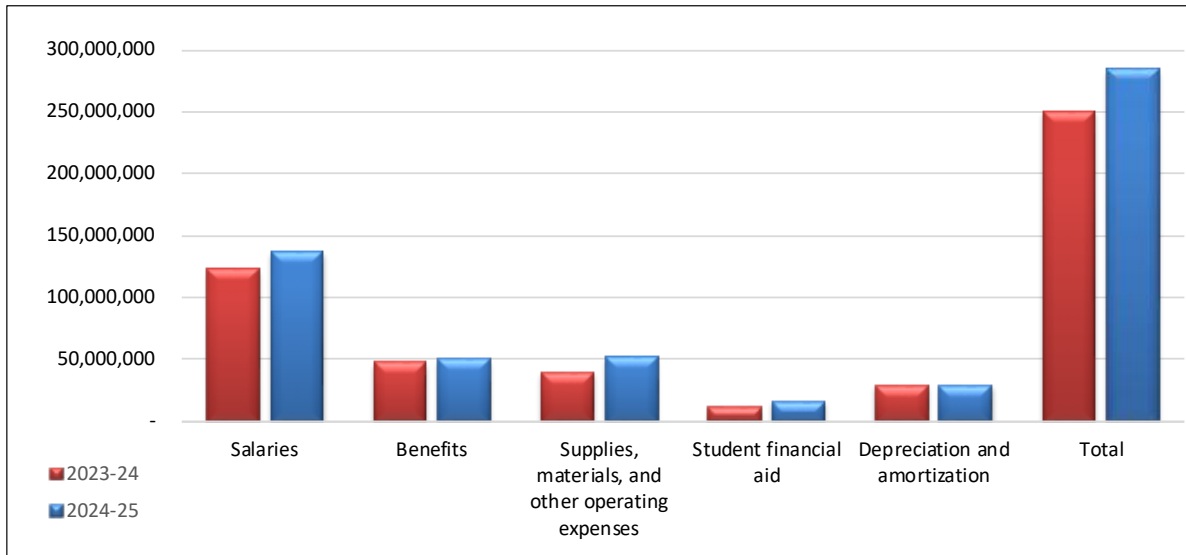
OPERATING RESULTS FOR THE YEAR, continued

The following chart represents the District’s operating expenses. The total cost of salaries and benefits accounts for 66% of the total expenditures. The other operating expenses comprise 34% of the District expenditures, such as student financial aid, instructional contracts, advertising, property insurance, legal services, and many other expenses that are necessary to the operation of a college.



**WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2025**

OPERATING RESULTS FOR THE YEAR, continued



- The overall operating expenses for the District increased by 13.6% from the previous fiscal year end.
- Salaries and benefits have increased by 9.9% due primarily to the changes in the net OPEB asset and net pension liability in addition to the 5% COLA.
- Student financial aid increased by 36.3% from the previous fiscal year end.
- The change in depreciation expense is due to changes in capital assets from bond projects.

**WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2025**

OPERATING RESULTS FOR THE YEAR, continued

In accordance with requirements set forth by the California Community Colleges Chancellor's Office, the District reports operating expenses by object code. Functional expenses for the year ended June 30, 2025 for all Funds except Trust and Agency Funds are as follows:

2025	Salaries and Employee Benefits	Operating Costs and Supplies	Student Aid	Depreciation and amortization	Total
Instructional activities	\$ 85,322,368	\$ 1,360,130	\$ -	\$ -	\$ 86,682,498
Academic support	20,338,842	3,335,192	-	-	23,674,034
Student services	30,420,448	4,362,167	-	-	34,782,615
Plant operations and maintenance	9,486,429	5,661,658	-	-	15,148,087
Instructional support services	28,686,943	10,591,421	-	-	39,278,364
Community services and economic development	4,454,934	1,907,425	-	-	6,362,359
Auxiliary services and auxiliary operations	8,524,721	2,526,156	-	-	11,050,877
Student aid	-	22,307,187	16,136,275	-	38,443,462
Unallocated depreciation and amortization	-	-	-	29,202,551	29,202,551
Total	\$ 187,234,685	\$ 52,051,336	\$ 16,136,275	\$ 29,202,551	\$ 284,624,847

Functional expenses for the year ended June 30, 2024 for all Funds except Trust and Agency Funds are as follows:

2024	Salaries and Employee Benefits	Operating Costs and Supplies	Student Aid	Depreciation and amortization	Total
Instructional activities	\$ 76,736,382	\$ 1,127,108	\$ -	\$ -	\$ 77,863,490
Academic support	18,201,249	3,738,150	-	-	21,939,399
Student services	28,542,509	3,562,779	-	-	32,105,288
Plant operations and maintenance	8,580,482	4,558,048	-	-	13,138,530
Instructional support services	26,900,172	9,006,221	-	-	35,906,393
Community services and economic development	4,336,588	2,070,555	-	-	6,407,143
Auxiliary services and auxiliary operations	7,089,138	2,639,535	-	-	9,728,673
Student aid	-	12,469,944	11,839,892	-	24,309,836
Unallocated depreciation and amortization	-	-	-	29,128,674	29,128,674
Total	\$ 170,386,520	\$ 39,172,340	\$ 11,839,892	\$ 29,128,674	\$ 250,527,426

WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2025

CHANGES IN CASH POSITION

The Statements of Cash Flows on pages 20 and 21 provides information about the cash receipts and payments during the year. This statement also assists users in assessing the District's ability to meet its obligations as they come due and its need for external financing. The primary operating receipts are student tuition and fees. The primary operating expense of the District is the payment of salaries and benefits to staff. For fiscal year 2024-25, the decrease in cash of \$32.0 million is primarily due to the continued spending capital outlay for various bond projects.

While federal, state and local grants, property taxes, and enrollment fees are the primary source of non-capital related revenue, the GASB accounting standards require that this source of revenue is shown as non-operating revenue as it comes from the general resources of the State and not the primary users of the college's programs and services – the students.

	2025	2024	Change	2023	Change
Cash Provided by/(Used in)					
Operating activities	\$ (240,899,535)	\$ (217,504,673)	\$ (23,394,862)	\$ (196,138,127)	\$ (21,366,546)
Non-capital financing activities	263,033,709	222,930,958	40,102,751	234,020,275	(11,089,317)
Capital financing activities	(61,662,292)	(29,489,774)	(32,172,518)	129,845,352	(159,335,126)
Investing activities	7,500,264	6,016,357	1,483,907	(4,994,170)	11,010,527
Net Increase/(Decrease) in Cash	(32,027,854)	(18,047,132)	(13,980,722)	162,733,330	(180,780,462)
Cash, Beginning of Year	465,466,497	483,513,629	(18,047,132)	320,780,299	162,733,330
Cash, End of Year	\$ 433,438,643	\$ 465,466,497	\$ (32,027,854)	\$ 483,513,629	\$ (18,047,132)

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

At June 30, 2025, the District had \$745.5 million of capital assets, including land, buildings, and furniture and equipment. At June 30, 2024, the District's capital assets were \$698.7 million. The District is currently in the middle of a major capital improvement program with construction on-going throughout the college campuses. These projects are primarily funded through the general obligation bonds. These projects are accounted for within the construction-in-progress account until the project is completed, at which time the cost of the buildings and/or improvements will be brought into the depreciable Buildings and Improvement category.

Capital projects are continuing through the 2024-25 fiscal year and beyond with primary funding through the general obligation bonds.

	2025	2024	Change	2023	Change
Capital Assets not being depreciated	\$ 153,111,286	\$ 96,906,758	\$ 56,204,528	\$ 66,139,974	\$ 30,766,784
Capital Assets being depreciated	861,373,503	842,535,282	18,838,221	825,474,414	17,060,868
Accumulated depreciation	(268,965,203)	(240,755,324)	(28,209,879)	(212,902,079)	(27,853,245)
Total Capital Assets	\$ 745,519,586	\$ 698,686,716	\$ 46,832,870	\$ 678,712,309	\$ 19,974,407

**WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2025**

CAPITAL ASSET AND DEBT ADMINISTRATION, continued

Debt Obligations

At the end of the 2024-25 fiscal year, the District had \$631.3 million of principal and accreted interest on general obligation bonds outstanding. These bonds are repaid annually in accordance with the obligation requirements through an increase in the assessed property taxes on property within the West Valley-Mission Community College District boundaries. In addition to the above obligations, the District is obligated to pay lease revenue bonds, vacation payout and faculty banked leave.

	2025	2024	Change	2023	Change
General obligation bonds	\$ 631,255,000	\$ 663,040,000	\$ (31,785,000)	\$ 694,320,000	\$ (31,280,000)
Lease revenue bonds	2,520,000	2,520,000	-	8,160,000	(5,640,000)
Premiums, net	52,129,337	56,809,037	(4,679,700)	62,131,809	(5,322,772)
Compensated absences	35,243,479	27,476,477	7,767,002	26,619,131	857,346
Lease liability	17,455	31,805	(14,350)	48,801	(16,996)
Net pension liability	135,768,282	141,397,446	(5,629,164)	146,868,226	(5,470,780)
Total Long-term Liabilities	\$ 856,933,553	\$ 891,274,765	\$ (34,341,212)	\$ 938,147,967	\$ (46,873,202)
Amount due within one-year	\$ 35,206,518	\$ 36,479,046	\$ (1,272,528)	\$ 44,114,606	\$ (7,635,560)

BUDGETARY HIGHLIGHTS

The Board of Trustees adopted the final budget for fiscal year 2024-25 on September 10, 2024, within a Board-approved timeline. The District revised its budget throughout the year based on changes in revenues and expenditure.

The Administration is directed to consider the following in developing the budget:

1. Maintain effective instructional and student support programs and services to foster a learning- centered environment.
2. Seek growth in Full-time Equivalent Students (FTES) to efficiently manage enrollment and class sections.
3. Improve administrative systems and organizational structures to enhance efficiency and effectiveness.
4. Control the rising cost of health care benefits through plan design, aggressive negotiations with providers, hard audits of participants and collective bargaining.
5. Effectively manage cash to meet anticipated obligations.
6. Allocate resources to address accreditation recommendations.

The 2024-25 budget was balanced with local funds. The District continues to maintain a prudent unrestricted general fund board reserve of 17 percent and maintain its community support status. The District will continue to monitor cash monthly to ensure there is sufficient cash to support ongoing operations.

**WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2025**

ECONOMIC FACTORS AFFECTING THE FUTURE OF THE WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT

There are some economic factors that may impact the future of the District. As a community supported district, sudden changes to property values and rate of change in ownership may impact property tax revenues. Other factors that may impact the District are enrollment trends, inflation and cost of living, State and Federal Policy changes, labor market conditions, and pension obligations.

The District continues to find innovative solutions to remove financial barriers for students. The District currently waives student fees for health services, parking, childcare for eligible students, tuition fees for students living in the service area, and free food for students. All these initiatives reduce the cost of education, combat student hunger, improve mental health, boost graduation rates, and allow students to focus on their education.

Despite the uncertainties with the economy, the District is in a strong fiscal position. The District has set aside funds to fully cover the long-term OPEB liability. The District also set aside funds in an irrevocable trust to fund future rate increases for CalSTRS and CalPERS employer pension cost. The fund balance in the unrestricted general fund for fiscal year 2024-25 is approximately 61 percent when compared to total expenditures. The District is well-positioned to withstand future economic challenges that may be presented by the unstable economy.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, students, and investors/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 West Valley-Mission Community College District:

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WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
STATEMENTS OF NET POSITION – PRIMARY GOVERNMENT
JUNE 30, 2025 AND 2024

ASSETS	2025	2024
Current Assets:		
Cash and cash equivalents	\$ 151,763,706	\$ 135,026,550
Restricted cash and cash equivalents	281,674,937	330,439,947
Accounts receivable, net	16,327,394	23,199,533
Lease receivable	121,123	116,381
Prepaid expenditures and other assets	2,045,972	1,684,850
Total Current Assets	451,933,132	490,467,261
Non-current Assets:		
Net OPEB asset	24,397,428	24,035,117
Lease receivable	852,729	973,852
Right-to-use assets, net	15,956	29,655
Capital assets, net	745,519,586	698,686,716
Total Non-current Assets	770,785,699	723,725,340
TOTAL ASSETS	1,222,718,831	1,214,192,601
DEFERRED OUTFLOWS OF RESOURCES		
Deferred outflows related to bond refundings	3,014,467	3,875,743
Deferred outflows related to OPEB	14,934,050	9,158,761
Deferred outflows related to pensions	46,088,471	45,461,598
TOTAL DEFERRED OUTFLOWS OF RESOURCES	64,036,988	58,496,102
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	\$ 1,286,755,819	\$ 1,272,688,703
LIABILITIES		
Current Liabilities:		
Accounts payable	\$ 26,787,243	\$ 16,656,935
Interest payable	11,415,374	12,052,791
Unearned revenue	26,983,144	29,516,882
Long-term debt, current portion	35,206,518	37,413,085
Total Current Liabilities	100,392,279	95,639,693
Non-current Liabilities:		
Compensated absences	34,347,800	26,542,438
Net pension liability	135,768,282	141,397,446
Long-term debt, non-current portion	651,610,953	685,921,796
Total Non-current Liabilities	821,727,035	853,861,680
TOTAL LIABILITIES	922,119,314	949,501,373
DEFERRED INFLOWS OF RESOURCES		
Deferred charges on refunding	3,858,607	4,403,273
Deferred inflows related to leases	905,044	1,031,970
Deferred inflows related to OPEB	861,899	2,518,490
Deferred inflows related to pensions	15,826,101	16,158,250
TOTAL DEFERRED INFLOWS OF RESOURCES	21,451,651	24,111,983
NET POSITION		
Net investment in capital assets	196,477,364	183,041,329
Restricted for:		
Debt service	59,949,759	62,170,405
Capital projects	5,313,791	6,500,689
Educational programs	2,488,888	2,477,942
Other special purposes	1,355,952	1,355,952
Unrestricted	77,599,100	43,529,030
TOTAL NET POSITION	343,184,854	299,075,347
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION	\$ 1,286,755,819	\$ 1,272,688,703

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

WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION – PRIMARY
GOVERNMENT
FOR THE YEARS ENDED JUNE 30, 2025 AND 2024

	2025	2024
OPERATING REVENUES		
Tuition and fees, gross	\$ 14,032,441	\$ 13,909,967
Less: Scholarship discounts and allowances	(4,526,308)	(4,167,853)
Tuition and fees, net	9,506,133	9,742,114
Auxiliary enterprise sales and charges	193,462	271,910
TOTAL OPERATING REVENUES	9,699,595	10,014,024
OPERATING EXPENSES		
Salaries	136,808,746	123,056,733
Benefits	50,425,939	47,329,787
Supplies, materials, and other operating expenses and services	52,051,336	39,172,340
Student financial aid	16,136,275	11,839,892
Depreciation and amortization	29,202,551	29,128,674
TOTAL OPERATING EXPENSES	284,624,847	250,527,426
OPERATING INCOME/(LOSS)	(274,925,252)	(240,513,402)
NON-OPERATING REVENUES/(EXPENSES)		
State apportionments, non-capital	2,000,595	1,541,651
Local property taxes	186,373,690	173,295,139
Education protection account	1,149,913	1,105,808
Federal revenues	17,438,270	14,049,975
State taxes and other revenues	46,804,156	44,171,836
Investment income, non-capital	7,500,264	6,016,357
Interest expense on capital asset-related debt	(23,299,780)	(24,442,126)
Investment income, capital	15,265,463	16,567,854
Local grants and other non-operating income	11,959,848	10,627,987
TOTAL NON-OPERATING REVENUES/(EXPENSES)	265,192,419	242,934,481
INCOME BEFORE OTHER REVENUES, EXPENSES, GAINS, OR LOSSES	(9,732,833)	2,421,079
State revenues, capital	102,323	15,366,991
Gain/(loss) on disposal of fixed assets	97,456	(105,166)
Local property taxes and revenues, capital	58,993,825	54,805,362
CHANGE IN NET POSITION	49,460,771	72,488,266
NET POSITION, BEGINNING OF YEAR	299,075,347	226,587,081
PRIOR PERIOD ADJUSTMENT	(5,351,264)	-
NET POSITION, END OF YEAR	\$ 343,184,854	\$ 299,075,347

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

WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
STATEMENTS OF CASH FLOWS – PRIMARY GOVERNMENT
FOR THE YEARS ENDED JUNE 30, 2025 AND 2024

	2025	2024
CASH FLOWS FROM OPERATING ACTIVITIES		
Tuition and fees	\$ 9,258,657	\$ 9,446,956
Payments to or on behalf of employees	(192,948,260)	(171,359,635)
Payments to vendors for supplies and services	(41,469,804)	(43,502,092)
Payments to students	(15,933,590)	(12,361,812)
Auxiliary enterprise sales and charges	193,462	271,910
Net Cash Provided by/(Used in) Operating Activities	(240,899,535)	(217,504,673)
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES		
State apportionments, non-capital	2,000,595	1,541,651
Local property taxes, non-capital	186,373,690	173,295,139
Federal grants and contracts	17,011,076	14,556,521
State grants and contracts	47,401,006	23,574,762
Local grants and other non-operating	10,247,342	9,962,885
Net Cash Provided by/(Used in) Non-capital Financing Activities	263,033,709	222,930,958
CASH FLOWS FROM CAPITAL FINANCING ACTIVITIES		
Acquisition of property, plant, and equipment	(76,040,140)	(49,107,345)
Loss on disposal of capital assets	101,524	(101,098)
State revenue, capital projects	102,323	15,366,991
Property taxes, related to capital debt	58,993,825	54,805,362
Principal paid on capital debt	(31,785,000)	(36,920,000)
Interest paid on capital debt	(28,300,287)	(30,101,538)
Interest received on capital asset-related debt	15,265,463	16,567,854
Net Cash Provided by/(Used in) Capital Financing Activities	(61,662,292)	(29,489,774)
CASH FLOWS FROM INVESTING ACTIVITIES		
Investment income/(loss)	7,500,264	6,016,357
Net Cash Provided by/(Used in) Investing Activities	7,500,264	6,016,357
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	(32,027,854)	(18,047,132)
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	465,466,497	483,513,629
CASH END CASH EQUIVALENTS, END OF YEAR	\$ 433,438,643	\$ 465,466,497

WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
STATEMENTS OF CASH FLOWS – PRIMARY GOVERNMENT, Continued
FOR THE YEARS ENDED JUNE 30, 2025 AND 2024

RECONCILIATION OF OPERATING LOSS TO NET CASH

USED BY OPERATING ACTIVITIES

	2025	2024
Operating loss	\$ (274,925,252)	\$ (240,513,402)
Adjustments to Reconcile Operating Loss to Net Cash Provided by/(Used in)		
Operating Activities:		
Depreciation and amortization	29,202,551	29,128,674
On-behalf contributions	5,618,943	5,853,381
Changes in Assets and Liabilities:		
Accounts receivable, net	(247,476)	(295,158)
Prepaid expenditures and other assets	(361,122)	(1,327,620)
Net OPEB asset	(2,018,902)	(4,187,741)
Accounts payable and accrued liabilities	11,576,775	(2,654,619)
Unearned revenue	202,685	(521,920)
Compensated absences	2,415,738	857,346
Change in deferred outflows	(6,402,162)	(2,139,331)
Change in deferred inflows	(332,149)	3,766,497
Net pension liability	(5,629,164)	(5,470,780)
Total Adjustments	34,025,717	23,008,729
Net Cash Flows From Operating Activities	\$ (240,899,535)	\$ (217,504,673)

CASH AND CASH EQUIVALENTS CONSIST OF THE FOLLOWING :

Cash and cash equivalents	\$ 151,763,706	\$ 135,026,550
Restricted cash and cash equivalents	281,674,937	330,439,947
Total Cash and Cash Equivalents	\$ 433,438,643	\$ 465,466,497

NON CASH TRANSACTIONS

On-behalf payments for benefits	\$ 5,618,943	\$ 5,853,381
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WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
STATEMENTS OF NET POSITION – FIDUCIARY FUNDS
JUNE 30, 2025 AND 2024

	Trust	
	2025	2024
ASSETS		
Cash and investments	\$ 115,637,895	\$ 106,833,010
Total Assets	<u>115,637,895</u>	<u>106,833,010</u>
NET POSITION		
Reserved for net pension liability	26,538,788	24,218,907
Reserved for net OPEB liability	89,048,690	82,483,209
Unreserved	50,417	130,894
Total Net Position	<u>\$ 115,637,895</u>	<u>\$ 106,833,010</u>

WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
STATEMENTS OF CHANGES IN NET POSITION – FIDUCIARY FUNDS
FOR THE YEARS ENDED JUNE 30, 2025 AND 2024

	Trust	
	2025	2024
OPERATING REVENUES		
Local revenue	\$ 984,243	\$ 757,042
Interest and investment income/(loss)	9,068,088	4,677,125
Total Operating Revenues	10,052,331	5,434,167
OPERATING EXPENSES		
Other operating expenses	1,247,446	1,009,490
Total Operating Expenses	1,247,446	1,009,490
Net Change in Net Position	8,804,885	4,424,677
Beginning of Year	106,833,010	102,408,333
End of Year	\$ 115,637,895	\$ 106,833,010

WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
DISCRETELY PRESENTED COMPONENT UNIT
MISSION-WEST VALLEY LAND CORPORATION
STATEMENTS OF FINANCIAL POSITION
JUNE 30, 2025 AND 2024

	2025	2024
ASSETS		
Current Assets		
Cash and cash equivalents	\$ 16,081,249	\$ 15,287,195
Investments	12,692,556	11,560,959
Interest receivable	245,153	235,857
Deferred rent receivable	12,497,920	7,067,416
Land	16,702	16,702
Operating lease right-of-use assets	42,577,297	47,137,609
Lease commissions, net	428,032	443,009
Total Assets	\$ 84,538,909	\$ 81,748,747
LIABILITIES		
Current Liabilities		
Accounts payable and accrued liabilities	\$ 639,636	\$ 831,615
Deferred rental income	444,907	236,400
Refundable security deposits	550,000	550,000
Operating lease liabilities	45,675,628	48,896,991
Total Liabilities	47,310,171	50,515,006
NET ASSETS		
Without donor restrictions	37,228,738	31,233,741
Total Net Assets	37,228,738	31,233,741
Total Liabilities and Net Assets	\$ 84,538,909	\$ 81,748,747

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

WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
DISCRETELY PRESENTED COMPONENT UNIT
MISSION-WEST VALLEY LAND CORPORATION
STATEMENTS OF ACTIVITIES
FOR THE YEARS ENDED JUNE 30, 2025 AND 2024

	2025	2024
SUPPORT AND REVENUE		
Rental income	\$ 10,852,242	\$ 10,852,242
Investment income, net	1,433,682	1,433,682
TOTAL SUPPORT AND REVENUE	12,285,924	12,285,924
EXPENSES		
Program services	6,132,701	6,132,701
Management and general	158,226	158,226
TOTAL EXPENSES	6,290,927	6,290,927
CHANGE IN NET ASSETS	5,994,997	5,994,997
NET ASSETS - BEGINNING OF YEAR	31,233,741	31,233,741
NET ASSETS - END OF YEAR	\$ 37,228,738	\$ 37,228,738

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

**WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
DISCRETELY PRESENTED COMPONENT UNIT
MISSION-WEST VALLEY LAND CORPORATION
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED JUNE 30, 2025 AND 2024**

	2025	2024
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ 5,994,997	\$ 4,038,230
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Change in fair value of investments	(178,861)	(399,391)
Amortization of right-of-use assets - operating investments	735,641	593,682
Amortization of lease commissions	14,977	14,977
Change in:		
Interest receivable	(9,296)	(67,638)
Deferred rent receivable	(5,221,997)	(3,479,155)
Accounts payable and accrued expenses	(191,979)	(279,547)
Deferred rental income	-	(345,454)
Repayment of right-of-use operating lease liabilities	603,308	269,480
Net Cash Provided by/(Used in) by Operating Activities	<u>1,746,790</u>	<u>345,184</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from sales of investments	4,896,224	5,293,290
Purchase of investments	(5,848,960)	(5,644,847)
Net Cash Provided by/(Used in) by Investing Activities	<u>(952,736)</u>	<u>(351,557)</u>
NET INCREASE/(DECREASE) IN CASH	794,054	(6,373)
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	15,287,195	15,293,568
CASH AND CASH EQUIVALENTS, END OF YEAR	<u>\$ 16,081,249</u>	<u>\$ 15,287,195</u>

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

WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
DISCRETELY PRESENTED COMPONENT UNIT
WEST VALLEY-MISSION COMMUNITY COLLEGE FOUNDATION
STATEMENTS OF FINANCIAL POSITION
JUNE 30, 2025 AND 2024

	2025	2024
ASSETS		
Cash and cash equivalents	\$ 612,982	\$ 712,317
Investments	30,975,647	29,114,624
Promises to give	982,920	499,920
Charitable remainder trust	1,276,994	1,243,473
Other assets	410,454	383,952
Total Assets	\$ 34,258,997	\$ 31,954,286
LIABILITIES		
Accrued liabilities	\$ 28,296	\$ 34,048
Total Liabilities	28,296	34,048
NET ASSETS		
Net assets without donor restrictions	272,482	194,894
Net assets with donor restrictions	33,958,219	31,725,344
Total Net Assets	34,230,701	31,920,238
Total Liabilities and Net Assets	\$ 34,258,997	\$ 31,954,286

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

**WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
DISCRETELY PRESENTED COMPONENT UNIT
WEST VALLEY-MISSION COMMUNITY COLLEGE FOUNDATION
STATEMENTS OF ACTIVITIES
FOR THE YEARS ENDED JUNE 30, 2025 AND 2024**

	Without Donor Restrictions	With Donor Restrictions	2025 Total	2024 Total
SUPPORT AND REVENUE				
Donations	\$ 5,084	\$ 1,695,684	\$ 1,700,768	\$ 1,121,505
In-kind contributions	76,613	-	76,613	50,112
Interest income	93,980	1,160,593	1,254,573	961,441
Investment income	-	1,372,701	1,372,701	2,692,864
Other income	(9,945)	407,569	397,624	425,651
Donated services	826,613	-	826,613	677,552
Satisfaction of programs restrictions/transfers	2,403,672	(2,403,672)	-	-
Total Support and Revenue	3,396,017	2,232,875	5,628,892	5,929,125
EXPENSES				
Program services	2,480,284	-	2,480,284	1,942,712
Management and general	838,145	-	838,145	682,491
Total Expenses	3,318,429	-	3,318,429	2,625,203
Change in Net Assets	77,588	2,232,875	2,310,463	3,303,922
NET ASSETS, BEGINNING OF YEAR	194,894	31,725,344	31,920,238	28,616,316
NET ASSETS, END OF YEAR	\$ 272,482	\$ 33,958,219	\$ 34,230,701	\$ 31,920,238

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

**WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
DISCRETELY PRESENTED COMPONENT UNIT
WEST VALLEY-MISSION COMMUNITY COLLEGE FOUNDATION
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED JUNE 30, 2025 AND 2024**

	2025	2024
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ 2,310,463	\$ 3,303,922
Change in fair value of investments	(1,861,023)	(2,781,891)
Contributions restricted for endowment	(244,005)	(357,845)
Adjustments to reconcile change in net assets to net cash provided by/(used in) operating activities:		
Changes in:		
Accounts receivable	(483,000)	(40,500)
Other assets	(26,502)	(24,605)
Charitable remainder trust	(33,520)	(92,741)
Accrued liabilities	(5,753)	(3,495)
Net Cash Provided by/(Used in) Operating Activities	(343,340)	2,845
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from contribution restricted for investment in endowment	244,005	357,845
NET INCREASE/(DECREASE) IN CASH	(99,335)	360,690
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	712,317	351,627
CASH AND CASH EQUIVALENTS, END OF YEAR	\$ 612,982	\$ 712,317

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

WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025 AND 2024

NOTE 1 – ORGANIZATION

The West Valley-Mission Community College District (the "District") was established in 1963 as a political subdivision of the State of California and is a comprehensive, public, two-year institution offering post-secondary educational services to residents of Santa Clara and Santa Cruz County. The District operates under a locally elected seven-member Board of Trustees form of government, which establishes the policies and procedures by which the District operates. The Board must approve the annual budgets for the General Fund, Special Revenue Funds, and Capital Project Funds. These budgets are managed at the department level. Currently, the District operates two community colleges located within Santa Clara County, California. While the District is a political subdivision of the State of California, it is not a component unit of the State in accordance with the provisions of Governmental Accounting Standards Board (GASB) Statement No. 61. The District is classified as a Public Educational Institution under Internal Revenue Code Section 115 and is, therefore, exempt from Federal taxes.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Financial Reporting Entity

The District follows GASB Statement No. 61, *Determining Whether Certain Organizations are Component Units*. This statement amends GASB Statement No. 14, *The Financial Reporting Entity*, to provide additional guidance to determine whether certain organizations, for which the District is not financially accountable, should be reported as component units based on the nature and significance of their relationship with the District. The District has determined that the West Valley-Mission Community College Foundation does not meet the criteria for inclusion under GASB 61. The three components used to determine the presentation are: providing a "direct benefit", the "environment and ability to access/influence reporting", and the "significance" criterion. As defined by accounting principles generally accepted in the United States of America and established by the Governmental Accounting Standards Board, the financial reporting entity consists of the primary government, the District, and the following component units:

- West Valley-Mission College District Financing Corporation
- Mission-West Valley Land Corporation
- West Valley-Mission Community College Foundation

The *West Valley-Mission College District Financing Corporation* (the "Corporation") is a legally separate organization component unit of the District. The Corporation was formed to provide financing assistance to the District for construction and acquisition of major capital facilities. The District appoints the Corporation's governing board. All accounting and administrative functions are performed by the District. The Corporation meets the criteria of the governing authority's ability to significantly influence operations and accountability for fiscal matters and the criteria for inclusion in the District's reporting entity and is reported as a blended component unit. The financial activities of the Corporation have been included in these financial statements in the Revenue Bond Debt Service Fund and the Capital Outlay Projects Fund. Individually-prepared financial statements are not prepared for the Corporation.

WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025 AND 2024

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued

Financial Reporting Entity, continued

The *Mission-West Valley Land Corporation* (MWVLC) is a non-profit organization under Internal Revenue Service (IRS) Code Section 501(c)(3). The board of the MWVLC is the same as the District's. The MWVLC meets the criteria of the governing authority's ability to significantly influence operations and accountability for fiscal matters and the criteria for inclusion in the District's reporting entity. Its purpose is to provide programs that enhance and enrich the community life of the District both educationally and culturally. The financial activity of the MWVLC is reported as a separate discretely presented component unit. Individually-prepared financial statements can be obtained from District Finance Office.

The *West Valley-Mission Community Colleges Foundation* (the "Foundation") is a non-profit organization under IRS Code Section 501(c)(3). The Foundation meets the criteria of the governing authority's ability to significantly influence operations and accountability for fiscal matters and the criteria for inclusion in the Districts reporting entity. It is dedicated to providing assistance to the students, teachers, and programs of the West Valley and Mission Colleges. The financial activity of the Foundation is reported as a separate discretely presented component unit. Individually-prepared financial statements can be obtained from District Finance Office.

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

For financial reporting purposes, the District is considered a special-purpose government engaged only in business-type activities as defined by GASB statements No. 34 and No. 35, as amended by GASB Statements No. 37, No. 38, and No. 39. This presentation provides a comprehensive entity-wide perspective of the District's assets, liabilities, activities, and cash flows and replaces the fund group perspective previously required. Accordingly, the District's financial statements have been presented using the economic resources measurement focus and the accrual basis of accounting. The significant accounting policies followed by the District in preparing these financial statements are in accordance with accounting principles generally accepted in the United States of America as prescribed by GASB. Additionally, the District's policies comply with the California Community Colleges Chancellor's Office *Budget and Accounting Manual*. Under the accrual basis, revenues are recognized when earned, and expenses are recorded when an obligation has been incurred. All significant intra-agency and intra-fund transactions have been eliminated.

Revenues resulting from exchange transactions, in which each party gives and receives essentially equal value, are classified as operating revenues. These transactions are recorded on the accrual basis when the exchange takes place. Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the District, available means expected to be received within 60 days of fiscal year-end. For the District, operating revenues consist primarily of student fees and auxiliary through the bookstore and cafeteria.

WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025 AND 2024

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued

Measurement Focus, Basis of Accounting, and Financial Statement Presentation, continued

Nonexchange transactions, in which the District receives value without directly giving equal value in return, include State apportionments, property taxes, certain Federal and State grants, entitlements, and donations. Property tax revenue is recognized in the fiscal year received. State apportionment revenue is earned based upon criteria set forth from the Community Colleges Chancellor's Office and includes reporting of full-time equivalent student (FTES) attendance. The corresponding apportionment revenue is recognized in the period the FTES are generated. Revenue from Federal and State grants and entitlements are recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements may include time and/or purpose requirements.

Operating expenses are costs incurred to provide instructional services including support costs, auxiliary services, and depreciation of capital assets. All other expenses not meeting this definition are reported as nonoperating. Expenses are recorded on the accrual basis as they are incurred, when goods are received, or services are rendered.

The District reports are based on all applicable Governmental Accounting Standards Board (GASB) pronouncements, as well as applicable Financial Accounting Standards Board (FASB) pronouncements. The District has elected not to apply FASB pronouncements issued after November 30, 1989.

The financial statements are presented in accordance with the reporting model as prescribed in GASB Statement No. 34, *Basic Financial Statements and Management's Discussions and Analysis for State and Local Governments*, and GASB Statement No. 35, *Basic Financial Statements and Management's Discussions and Analysis for Public Colleges and Universities*, as amended by GASB Statements No. 37, No. 38, and No. 39. The business-type activities model followed by the District requires the following components of the District's financial statements:

- Management's Discussion and Analysis
- Basic Financial Statements for the District as a whole including:
 - Statements of Net Position – Primary Government
 - Statements of Revenues, Expenses, and Changes in Net Position – Primary Government
 - Statements of Cash Flows – Primary Government
 - Financial Statements of Fiduciary Funds including:
 - Statements of Net Position – Fiduciary Funds
 - Statements of Changes in Net Position – Fiduciary Funds
- Notes to Financial Statements

WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025 AND 2024

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued

The following is a summary of the more significant policies:

Cash and Cash Equivalents

The District's cash and cash equivalents are considered to be unrestricted cash on hand, demand deposits, and short-term unrestricted investments with original maturities three months or less from the date of acquisition. Cash equivalents also include unrestricted cash with county treasury balances for purposes of the statements of cash flows. Restricted cash and cash equivalents represent balances restricted to external sources such as grants and contracts or specifically restricted for the repayment of capital debt.

Investments

In accordance with GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and External Investment Pools*, investments held at June 30, 2025 and 2024, are stated at fair value. Fair value is estimated based on quoted market prices at year-end. Short-term investments have an original maturity date greater than three months, but less than one year at time of purchase. Long-term investments have an original maturity of greater than one year at a time of purchase.

Restricted Assets

Restricted assets arise when restrictions on their use change the normal understanding of the availability of the asset. Such constraints are either imposed by creditors, contributors, grantors, or laws of other government or imposed by enabling legislation. Restricted assets represent investments required by debt covenants to be set aside by the District for the purpose of satisfying certain requirements of the bonded debt.

Accounts Receivable

Accounts receivable include amounts due from the Federal, State and/or local governments, or private sources, in connection with reimbursement of allowable expenditures made pursuant to the District's grants and contracts. Accounts receivable also consist of tuition and fee charges to students and auxiliary enterprise services provided to students, faculty, and staff, the majority of each residing in the State of California. The District provides for an allowance for uncollectible accounts as an estimation of amounts that may not be received. This allowance for potentially uncollectible student fees is based upon management's estimates and analysis. The allowance as of June 30, 2025, and 2024 was estimated at \$1,339,483 and \$1,259,845, respectively.

Prepaid Expenses

Prepaid expenditures or expenses represent payments made to vendors and others for services that will benefit periods beyond June 30.

WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025 AND 2024

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued

Lease Receivable

The District's lease receivable is measured at the present value of lease payments expected to be received during the lease term. Under the lease agreement, the District may receive variable lease payments that are dependent upon the lessee's revenue. Any variable payments are recorded as an inflow of resources in the period the payment is received.

A deferred inflows of resources is recorded for the lease. The deferred inflows of resources is recorded at the initiation of the lease in an amount equal to the initial recording of the lease receivable. The deferred inflows of resources is amortized on a straight-line basis over the term of the lease.

Right-to-Use Assets

The District has recorded intangible right of use assets as a result of implementing GASB 87 and 96. The right-to-use assets are initially measured at an amount equal to the initial measurement of the related lease liability plus any lease payments made prior to the lease term, less lease incentives, and plus ancillary charges necessary to place the lease into service. The right-to-use assets are amortized on a straight-line basis over the life of the related lease.

Capital Assets and Depreciation

Capital assets are long-lived assets of the District as a whole and include land, construction-in-progress, buildings, land improvements, and equipment. The District maintains an initial unit cost capitalization threshold of \$100,000 for land and buildings, \$50,000 for land improvements and building improvements and \$10,000 for equipment and an estimated useful life greater than one year. Assets are recorded at historical cost, or estimated historical cost, when purchased or constructed. The District does not possess any infrastructure assets (as defined by the GASB). Donated capital assets are recorded at estimated fair market value at the date of donation. Improvements are capitalized; the costs of routine maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are charged as an operating expense in the year in which the expense was incurred. Major outlays for capital improvements are capitalized as construction-in-progress as the projects are constructed.

Depreciation of capital assets is computed and recorded utilizing the straight-line method. Estimated useful life of the various classes of depreciable capital assets are as follows: buildings, 50 years; building improvements, 25 years; land improvements, 20 years; and equipment, 5 to 10 years.

Accrued Liabilities

All payables and accrued liabilities are reported in the entity-wide financial statements.

Bond Issuance Costs, Premiums, and Discounts

Bond premiums and discounts, as well as issuance costs related to prepaid issuance cost, are amortized over the life of the bonds using the straight-line method.

WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025 AND 2024

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued

Deferred Outflows/Inflows of Resources

In addition to assets, the Statements of Net Position also reports deferred outflows of resources. This separate financial statement element represents a consumption of net position that applies to a future period and so will not be recognized as an expense or expenditure until then. The District reports deferred outflows of resources for the pension contributions made after the measurement date of the Net Pension Obligation.

In addition to liabilities, the Statements of Net Position reports a separate section for deferred inflows of resources. This separate financial statement element represents an acquisition of net position that applies to a future period and so will not be recognized as revenue until then. The District reports deferred inflows of resources for deferred charges on bond refunding, leases, OPEB and Pensions.

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

Compensated Absences

Accumulated unpaid employee vacation benefits are accrued as a liability as the benefits are earned. The entire compensated absence liability is reported on the entity-wide financial statements. The current portion of unpaid compensated absences is recognized upon the occurrence of relevant events such as employee resignation and retirements that occur prior to year-end that have not yet been paid within the fund from which the employees who have accumulated the leave are paid. The District also participates in "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 liability for this benefit is reported on the entity-wide financial statements.

Sick leave is accumulated without limit for each employee based upon negotiated contracts. Leave with pay is provided when employees are absent for health reasons; however, the employees do not gain a vested right to accumulated sick leave. Employees are never paid for any sick leave balance at termination of employment or any other time. Therefore, the value of accumulated sick leave is not recognized as a liability in the District's financial statements. However, retirement credit for unused sick leave is applicable to all classified school members who retire after January 1, 1999. At retirement, each member will receive .004 year of service credit for each day of unused sick leave. Retirement credit for unused sick leave is applicable to all employees and is determined by dividing the number of unused sick days by the number of base service days required to complete the last school year, if employed full time.

WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025 AND 2024

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued

Compensated Absences, continued

The District also established policy to accrue faculty banked leave. The rates to accrue banked leave are as follows:

Banked Load Limit	Basis of Accrual
Less than 1.0	Prevailing associate / part-time faculty rate
1.0	Full-time faculty rate
1.01 but less than 2.0	First 1.0 at full-time faculty rate, the excess at part-time faculty rate
2.0	Full-time faculty rate
2.01 and more	First 2.0 at full-time faculty rate, the excess at part-time faculty rate

A full-time faculty member cannot earn greater than 2.0 banked loads in addition to the 2.0 of pre-retirement banked load. The absolute accumulative total of banked load at any time is 4.0. The full liability for this benefit is reported on the entity-wide financial statements.

Unearned Revenue

Unearned revenue arises when potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period or when resources are received by the District prior to the incurrence of qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met, or when the District has a legal claim to the resources, the liability for unearned revenue is removed from the combined balance sheet and revenue is recognized. Unearned revenue includes (1) amounts received for tuition and fees prior to the end of the fiscal year that are related to the subsequent fiscal year and (2) amounts received from Federal and State grants received before the eligibility requirements are met are recorded as deferred revenue.

Long-Term Obligations

Long-term obligations include bonds and notes payable, compensated absences, capital lease obligation and OPEB obligations with maturities greater than one year.

WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025 AND 2024

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued

Net Position

GASB Statements No. 34 and No. 35 report equity as "Net Position" and represents the difference between assets and liabilities. The net position is classified according to imposed restrictions or availability of assets for satisfaction of District obligations according to the following net asset categories:

Net Investment in Capital Assets: Consists of capital assets, net of accumulated depreciation and outstanding principal balances of debt attributable to the acquisition, construction, or improvement of those assets. To the extent debt has been incurred, but not yet expended for capital assets, such accounts are not included as a component invested in capital assets – net of related debts.

Restricted: Net position is reported as restricted when there are limitations on their use, either through enabling legislation adopted by the District, or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. The District first applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted resources are available.

Unrestricted: Net position that is not subject to externally imposed constraints. Unrestricted net position may be designated for specific purposes by action of the Board of Trustees or may otherwise be limited by contractual agreements with outside parties. Substantially all unrestricted net position is designated for educational and general operations of the District.

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

State Apportionments

Apportionments from the State are based on financial and statistical information of the previous year. Any corrections due to the recalculation of the apportionment are made in February of the subsequent year. When known and measurable, these reclassifications and corrections are accrued in the year in which the FTES are generated. In a year when a community college district receives sufficient revenue from local property taxes and fees to fully fund or exceed their base revenue amount, the District will not receive any apportionment revenue from the state, therefore, the District will be self-supporting or community supported.

Property Tax

Secured property taxes attach as an enforceable lien on property as of January 1. The County Assessor is responsible for assessment of all taxable real property. Taxes are payable in two installments on November 1 and February 1 and become delinquent on December 10 and April 10, respectively. Unsecured property taxes are payable in one installment on or before August 31. The County of Santa Clara bills and collects the taxes on behalf of the District. Local property tax revenues are recorded when received.

WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025 AND 2024

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued

Property Tax, continued

The voters of the District passed a General Obligation Bond Measure H in 2004, Measure C in 2012, and Measure W in 2018 for the acquisition, construction and remodeling of certain District property. As a result of the passage of the Bonds, property taxes are assessed on the property within the District specifically for the repayment of the debt incurred. The taxes are billed and collected as noted above and remitted to the District when collected.

Scholarships, Discounts, and Allowances

Student tuition and fee revenue is reported net of scholarships, discounts, and allowances. Fee waivers approved by the Board of Governors are included within the scholarships, discounts, and allowances in the Statements of Revenues, Expenses, and Changes in Net Position. Scholarship discounts and allowances represent the difference between stated charges for enrollment fees and the amount that is paid by students or third parties making payments on the students' behalf.

Federal Financial Assistance Programs

The District participates in federally funded Pell Grants, Supplemental Educational Opportunity Grants (SEOG), Federal Work-Study, as well as other programs funded by the Federal government agencies. Financial aid to students is either reported as operating expense or scholarship allowances, which reduce revenues. The amount reported as operating expense represents the portion of aid that was provided to the student in the form of cash. Scholarship allowances represent the portion of aid provided to students in the form of reduced tuition. These programs are audited in accordance with Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*. During the years ended June 30, 2025 and 2024, the District distributed \$499,427 and \$364,156, respectively, in direct lending through the U.S. Department of Education. These amounts have been included as revenues or expenses within the accompanying financial statements as the amounts were passed directly to qualifying students, the amounts are also included on the Schedule of Federal Financial Assistance.

On-Behalf Payments

GASB Statement No. 24 requires direct on-behalf payments for fringe benefits and salaries made by one entity to a third-party recipient for the employees of another legally separate entity be recognized as revenue and expenditures by the employer entity. The State of California makes direct on-behalf payments to CalSTRS and CalPERS on behalf of all community colleges in California. The amount of the on-behalf payments made for the District for the year ended June 30, 2025, was \$5,198,371 for CalSTRS. Refer to Note 14 for additional information regarding the CalSTRS and CalPERS on behalf payments. These amounts are reflected in the District's audited financial statements.

Estimates

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

WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025 AND 2024

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued

Interfund Activity

Interfund transfers and interfund receivables and payables between governmental funds are eliminated during the consolidation process in the Primary Government and Fiduciary Funds' financial statements, respectively.

Component Units – Mission-West Valley Land Corporation and West Valley-Mission Community Colleges Foundation Presentation

The Mission-West Valley Land Corporation (Land Corporation) and the West Valley-Mission Community College Foundation (Foundation) present their financial statements in accordance with Financial Accounting Codifications. Under these reporting requirements, the component units are required to report information regarding its financial position and activities according to two classes of net assets: net assets without donor restrictions and net assets with donor restrictions. As permitted by the codification, the component units do not use fund accounting.

- Net assets without donor restrictions are those resources that are currently available for operations.
- Net assets with donor restrictions are those resources which are stipulated by donors for various scholarships or other programmatic uses.

Revenues and expense are recorded when incurred in accordance with the accrual basis of accounting. Revenues are reported as increases in the net assets without donor restrictions unless use of the related assets is limited by donor-imposed restrictions. Contributions, including unconditional promises to give, are recognized as revenue in the period received. Conditional promises to give are not recognized as revenue until the conditions on which they depend are substantially met. Contributions for in-kind gifts from outside sources are recorded at their fair market value on the date of donation.

Expenses are reported as decreases in net assets without donor restrictions. Gains and losses on investments and other assets or liabilities are reported as increases or decreases in net assets without donor restrictions unless their use is restricted by donor stipulation or by law.

Investments are reported at fair value in accordance with FASB Accounting Standards Codification (ASC) 820, *Fair Value Measurements and Disclosures*.

The component units are not-for-profit organizations that are exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and related California Franchise Tax Codes.

WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025 AND 2024

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued

Adoption of New Accounting Standards

The following GASB Pronouncements were adopted by the District during the year ended June 30, 2025:

Statement No. 101 – In June 2022, GASB issued Statement No. 101, *Compensated Absences*. The objective of this statement is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. That objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures. This statement is effective for periods beginning after December 15, 2023.

Statement No. 102 – In December 2023, GASB issued Statement No. 102, *Certain Risk Disclosures*. The objective of this Statement is to provide users of government financial statements with information about risks related to a government's vulnerabilities due to certain concentrations or constraints that is essential to their analyses for making decisions or assessing accountability. A government should disclose in notes to financial statements the information if the following criteria have been met; (a) a concentration or constraint is known to the government prior to the issuance of the financial statements and makes the reporting unit vulnerable to the risk of a substantial impact, (b) an event or events associated with the concentration or constraint that could cause a substantial impact have occurred, have begun to occur, or are more likely than not to begin to occur within 12 months of the date the financial statements are issued. This statement is effective for periods beginning after June 15, 2024.

Upcoming GASB Pronouncements

The Governmental Accounting Standards Board (GASB) has issued several pronouncements that may impact future financial presentations. Management has not currently determined what, if any, impact implementation of the following statements may have on the financial statements of the District.

Statement No. 103 – In April 2024, GASB issued Statement No. 103, *Financial Reporting Model Improvements*. The objective of this Statement is to improve key components of the financial reporting model to enhance its effectiveness in providing information that is essential for decision making and assessing a government's accountability. This Statement also addresses certain application issues. This statement is effective for periods beginning after June 15, 2025.

Statement No. 104 – In September 2024, GASB issued Statement No. 104, *Disclosure of Certain Capital Assets*. The objective of this Statement is to provide users of government financial statements with essential information about certain types of capital assets. This Statement requires certain types of capital assets to be disclosed separately in the capital assets note disclosures required by Statement 34, *Basic Financial Statements—and Management's Discussion and Analysis—for State and Local Governments*. This Statement also requires additional disclosures for capital assets held for sale. This statement is effective for periods beginning after June 15, 2025

Comparative Financial Information

Comparative financial information for the prior year has been presented for additional analysis; certain amounts presented in the prior year data may have been reclassified in order to be consistent with the current year's presentation.

WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025 AND 2024

NOTE 3 – CASH AND CASH EQUIVALENTS

Policies and Practices

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

Investment in County Treasury - The District is considered to be an involuntary participant in an external investment pool as the District is required to deposit all receipts and collections of monies with their County Treasurer (Education Code Section (ECS) 41001). The fair value of the District's investment in the pool is reported in the accounting financial statements at amounts based upon the District's pro-rata share of the fair value provided by the County Treasurer for the entire portfolio (in relation to the amortized cost of that portfolio). The balance available for withdrawal is based on the accounting records maintained by the County Treasurer, which is recorded on the amortized cost basis.

General Authorizations

Limitations as they relate to interest rate risk, credit risk, and concentration of credit risk are indicated in the schedules below:

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

WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025 AND 2024

NOTE 3 - CASH AND CASH EQUIVALENTS, continued

Summary of District Cash and Cash Equivalents

Cash and cash equivalents as of June 30, 2025, are classified in the accompanying financial statements as follows:

Total Business-Type Activities	\$ 433,438,643
Component Unit - Mission-West Valley Land Corporation	28,773,805
Component Unit - West Valley-Mission Community College Foundation	31,999,083
Fiduciary	115,637,895
Total Cash and Cash Equivalents	<u>\$ 609,849,426</u>

Cash and investments as of June 30, 2025, consists of the following:

Cash on hand and in banks	\$ 2,206,788
Investments	607,642,638
Total Cash and Cash Equivalents	<u>\$ 609,849,426</u>

Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. The District manages its exposure to interest rate risk by investing in the County pool and by timing cash flows from maturities so that a portion of the portfolio is maturing or coming close to maturity evenly over time as necessary to provide the cash flow and liquidity needed for operations.

Weighted Average Maturity

Information about the sensitivity of the fair value of the District's investments to market interest rate fluctuation is provided by the following schedule that shows the distribution of the District's investments by maturity:

Investment Type	Fair Value	Weighted Average Maturity
U.S. Treasury cash reserves	\$ 2,541,680	30 Days
Mutual funds - equities	90,031,309	Not applicable
Mutual funds - fixed income	60,999,334	Not applicable
Other investments	7,781,992	Not applicable
State pool	15,700,831	247 Days
County pool	430,587,492	415 Days
	<u>\$ 607,642,638</u>	

WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025 AND 2024

NOTE 3 - CASH AND CASH EQUIVALENTS, continued

Credit Risk

Credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. The District's investments in the County pool are not required to be rated, nor have they been rated as of June 30, 2025.

Investment Type	Fair Value	Rating as of Year-End	
		Aaa	Unrated
U.S. Treasury cash reserves	\$ 2,541,680	\$ 2,541,680	\$ -
Mutual funds - equities	90,031,309	90,031,309	-
Mutual funds - fixed income	60,999,334	60,999,334	-
Other investments	7,781,992	-	7,781,992
State pool	15,700,831	-	15,700,831
County pool	430,587,492	-	430,587,492
	<u>\$ 607,642,638</u>	<u>\$ 153,572,323</u>	<u>\$ 454,070,315</u>

Custodial Credit Risk – Deposits

This is the risk that in the event of a bank failure, the District's deposits may not be returned to it. The District does not have a policy for custodial credit risk. However, the California Government Code requires that a financial institution secure deposits made by state or local governmental units by pledging securities in an undivided collateral pool held by a depository regulated under state law (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. As of June 30, 2025, approximately \$693,273 of the District's bank balance was in excess of Federal Deposit Insurance Corporation (FDIC) insured amounts, however, this amount was not exposed to custodial credit risk because of the pledged securities previously described.

Custodial Credit Risk - Investments

This is the risk that, in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in possession of an outside party. The California government Code and the District's investment policy do not contain legal or policy requirements that would limit the exposure to custodial credit risk for investments.

WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025 AND 2024

NOTE 4 - FAIR VALUE MEASUREMENTS

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

Level 1 - Quoted prices in active markets for identical assets that the District has the ability to access at the measurement date. Level 1 assets may include debt and equity securities that are traded in an active exchange market, are highly liquid and are actively traded in over-the-counter markets.

Level 2 - Observable inputs, other than Level 1 prices, such as quoted prices for similar assets in active markets, quoted prices for identical or similar assets in markets that are not active, or other inputs that are observable, such as interest rates and curves observable at commonly quoted intervals, implied volatilities, and credit spreads. For financial reporting purposes, if an asset has a specified term, a Level 2 input is required to be observable for substantially the full term of the asset.

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

Uncategorized - Investments in the Santa Clara County Treasury Investment Pool and/or Local Agency Investment Funds/State Investment Pools are not measured using the input levels above because the District's transactions are based on a stable net asset value per share. All contributions and redemptions are transacted at \$1.00 net asset value per share.

The District's fair value measurements are as follows at June 30, 2025:

Investment Type	Fair Value	Fair Value Measurements Using			Uncategorized
		Level 1 Inputs	Level 2 Inputs	Level 3 Inputs	
U.S. Treasury cash reserves	\$ 2,541,680	\$ -	\$ 2,541,680	\$ -	\$ -
Mutual funds - equities	90,031,309	90,031,309	-	-	-
Mutual funds - fixed income	60,999,334	-	60,999,334	-	-
Other investments	7,781,992	-	-	-	7,781,992
State pool	15,700,831	-	-	15,700,831	-
County pool	430,587,492	-	-	-	430,587,492
	<u>\$ 607,642,638</u>	<u>\$ 90,031,309</u>	<u>\$ 63,541,014</u>	<u>\$ 15,700,831</u>	<u>\$ 438,369,484</u>

All assets have been valued using a market approach, with quoted market prices.

For the fiscal year ending June 30, 2025, GASB Statement No. 31, requires a government agency to report investments at fair value in the balance sheet and changes in the fair value in the statements of activities. For the year ending June, 30, 2025, the County Investment Pool had a market to book value of 100.12%. The book value of cash in county was \$430,076,084 and the fair value was \$430,587,492.

WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025 AND 2024

NOTE 5 - ACCOUNTS RECEIVABLE

Accounts receivable for the District consisted primarily of intergovernmental grants, entitlements, interest, student receivables, and other local sources.

	2025	2024
Federal Government		
Categorical aid	\$ 1,841,607	\$ 1,518,444
State Government		
Categorical aid	1,421,501	1,103,549
Lottery	510,253	459,555
Other state sources	1,216,749	9,708,432
Local Government		
Student receivables	5,575,085	5,247,971
Less: Allowance for bad debt	(1,339,483)	(1,259,845)
Other local sources	7,101,682	6,421,427
Total accounts receivable	<u>\$ 16,327,394</u>	<u>\$ 23,199,533</u>

Discretely Presented Component Units

The Mission-West Valley Land Corporation's accounts receivable consist primarily of interest receivable.

NOTE 6 – LEASE RECEIVABLE AND ARRANGEMENTS

The District's lease receivable is measured at the present value of lease payments expected to be received during the lease term. Under the lease agreement, the District may receive variable lease payments that are dependent upon the lessee's revenue. Any variable payments are recorded as an inflow of resources in the period the payment is received.

A deferred inflows of resources is recorded at the initiation of the lease in an amount equal to the initial recording of the lease receivable. The deferred inflows of resources is amortized on a straight-line basis over the term of the lease.

WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025 AND 2024

NOTE 6 – LEASE RECEIVABLE AND ARRANGEMENTS, continued

Future deferred inflows on noncancellable leases at June 30, 2025 are as follows:

Fiscal Year	Principal Payments	Interest Payments	Total
2026	\$ 121,123	\$ 31,130	\$ 152,253
2027	126,058	32,286	158,344
2028	131,193	33,484	164,677
2029	132,690	33,971	166,661
2030	52,726	18,792	71,518
2031-2035	180,959	90,890	271,849
2036-2040	220,951	109,795	330,746
2041	8,152	1,903	10,055
Total	\$ 973,852	\$ 352,251	\$ 1,326,103

The District leases space on its campuses to cellular companies, in addition to, office space to external parties. In accordance with GASB 87, the District records lease receivables and deferred inflows of resources based on the present value of expected receipts over the term of the respective lease. The expected receipts are discounted using the District's incremental borrowing rate. Any variable payments are excluded unless fixed in substance. During the year ended June 30, 2025, the District recognized principal reductions related to these lease agreements totaling \$146,397. During the year ended June 30, 2025, the District does not have any lease revenue related to variable receipts that were not previously included in the measurement of the lease receivable.

The general terms of the lease agreements are as follows:

Lease Type	Number of Contracts	Average Rate	Lease Terms	Annual Lease Revenue
Cell Towers	3	4.00%	4/28/1996 - 8/24/2040	\$ 146,397

WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025 AND 2024

NOTE 7 - CAPITAL AND RIGHT-TO-USE ASSETS

Capital and right-to-use asset activity for the District for the fiscal year ended June 30, 2025, was as follows:

	Balance July 1, 2024	Additions	Deductions	Balance June 30, 2025
Capital Assets Not being Depreciated				
Land	\$ 2,050,827	\$ -	\$ -	\$ 2,050,827
Construction-in-progress	94,855,931	74,522,758	18,318,230	151,060,459
Total Capital Assets Not Being Depreciated	96,906,758	74,522,758	18,318,230	153,111,286
Capital Assets Being Depreciated				
Land improvements	139,904,081	-	-	139,904,081
Buildings and improvements	660,210,403	18,318,230	129,774	678,398,859
Furniture and equipment	39,789,714	1,185,203	766,652	40,208,265
Vehicles	2,631,084	244,209	12,995	2,862,298
Total Capital Assets Being Depreciated	842,535,282	19,747,642	909,421	861,373,503
Total Capital Assets	939,442,040	94,270,400	19,227,651	1,014,484,789
Less Accumulated Depreciation				
Land improvements	38,983,683	7,426,075	-	46,409,758
Buildings and improvements	174,349,502	18,420,521	201,430	192,568,593
Furniture and equipment	25,271,436	3,203,373	764,548	27,710,261
Vehicles	2,150,703	138,883	12,995	2,276,591
Total Accumulated Depreciation	240,755,324	29,188,852	978,973	268,965,203
Capital Assets, net	698,686,716	65,081,548	18,248,678	745,519,586
Right-to-Use Assets				
Leased equipment	74,405	-	-	74,405
Total Right-to-Use Assets	74,405	-	-	74,405
Less Accumulated Amortization				
Leased equipment	44,750	13,699	-	58,449
Total Accumulated Amortization	44,750	13,699	-	58,449
Right-to-Use Assets, net	29,655	(13,699)	-	15,956
Capital Assets and Right-to-Use Assets, net	\$ 698,716,371	\$ 65,067,849	\$ 18,248,678	\$ 745,535,542

Depreciation and amortization expense for the year was \$29,202,551.

WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025 AND 2024

NOTE 7 - CAPITAL ASSETS, continued

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

	Balance July 1, 2023	Additions	Transfers	Deductions	Balance June 30, 2024
Capital Assets Not being Depreciated					
Land	\$ 2,050,827	\$ -	\$ -	\$ -	\$ 2,050,827
Construction-in-progress	64,089,147	47,615,977	-	16,849,193	94,855,931
Total Capital Assets Not Being Depreciated	66,139,974	47,615,977	-	16,849,193	96,906,758
Capital Assets Being Depreciated					
Land improvements	118,268,432	13,116,858	8,772,261	253,470	139,904,081
Buildings and improvements	666,164,488	3,074,209	(8,772,261)	256,033	660,210,403
Furniture and equipment	38,452,034	2,159,502	-	821,822	39,789,714
Vehicles	2,589,460	202,244	-	160,620	2,631,084
Total Capital Assets Being Depreciated	825,474,414	18,552,813	-	1,491,945	842,535,282
Total Capital Assets	891,614,388	66,168,790	-	18,341,138	939,442,040
Less Accumulated Depreciation					
Land improvements	30,909,136	7,952,411	350,890	228,754	38,983,683
Buildings and improvements	156,790,534	17,962,723	(350,890)	52,865	174,349,502
Furniture and equipment	23,005,748	3,082,078	-	816,390	25,271,436
Vehicles	2,196,661	114,662	-	160,620	2,150,703
Total Accumulated Depreciation	212,902,079	29,111,874	-	1,258,629	240,755,324
Capital Assets, net	\$ 678,712,309	\$ 37,056,916	\$ -	\$ 17,082,509	\$ 698,686,716
Right-to-Use Assets					
Leased equipment	74,405	-	-	-	74,405
Total Right-to-Use Assets	74,405	-	-	-	74,405
Less Accumulated Amortization					
Leased equipment	27,950	16,800	-	-	44,750
Total Accumulated Amortization	27,950	16,800	-	-	44,750
Right-to-Use Assets, net	46,455	(16,800)	-	-	29,655
Capital Assets and Right-to-Use Assets, net	\$ 678,758,764	\$ 37,040,116	\$ -	\$ 17,082,509	\$ 698,716,371

Depreciation and amortization expense for the year was \$29,128,674.

Discretely Presented Component Unit

As of June 30, 2025, and 2024, the Mission-West Valley Land Corporation owned land with a historical cost of \$16,702.

NOTE 8 - INTERFUND TRANSACTIONS

Operating Transfers

Operating transfers between District governmental funds are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, (2) move receipts restricted to debt service from the funds collecting the receipts to the debt service fund as debt service payments become due, and (3) use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations. These operating transfers within governmental funds have been eliminated through consolidation within the entity-wide financial statements. During the 2024-25 fiscal year, there were no amounts transferred to fiduciary funds from the primary government funds.

WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025 AND 2024

NOTE 9 – ACCOUNTS PAYABLE

Accounts payable for the District consisted of the following:

	2025	2024
Accrued payroll benefits	\$ 6,272,281	\$ 5,638,160
Federal categoricals	4,357	18,731
State categoricals	398,314	1,830,407
Construction project related vendors	19,248,433	7,914,847
Vendors	863,858	1,254,790
Total accounts payable	<u>\$ 26,787,243</u>	<u>\$ 16,656,935</u>

Discretely Presented Component Units

The accounts payable of Mission-West Valley Land Corporation and the West Valley-Mission Community College District Foundation consisted primarily of amounts owed to vendors for supplies and services.

NOTE 10 – UNEARNED REVENUE

Unearned revenue consisted of the following:

	2025	2024
Federal financial assistance	\$ 251,310	\$ 340,967
State funded programs	19,028,473	20,653,533
Student fees	4,877,734	4,675,049
Capital projects	144,624	-
Other local	2,681,003	3,847,333
Total unearned revenue	<u>\$ 26,983,144</u>	<u>\$ 29,516,882</u>

WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025 AND 2024

NOTE 11 - LONG-TERM OBLIGATIONS

Long-term Obligations Summary

The changes in the District's long-term obligations during the 2025 fiscal year consisted of the following:

	*Restated Balance July 1, 2024	Additions	Deductions	Balance June 30, 2025	Due Within One Year
Bonds and Notes Payable					
General obligation bonds	\$ 663,040,000	\$ -	\$ 31,785,000	\$ 631,255,000	\$ 29,620,000
Lease revenue bonds	2,520,000	-	-	2,520,000	-
Premiums, net	56,809,037	-	4,679,700	52,129,337	4,679,699
Total Bonds and Notes Payable	722,369,037	-	36,464,700	685,904,337	34,299,699
Other Long-Term Liabilities					
Compensated absences	32,827,741	2,415,738	-	35,243,479	895,679
Lease liability	31,805	-	14,350	17,455	11,140
Net pension liability	141,397,446	-	5,629,164	135,768,282	-
Total Other Long-Term Liabilities	174,256,992	2,415,738	5,643,514	171,029,216	906,819
Total Long-Term Obligations	\$ 896,626,029	\$ 2,415,738	\$ 42,108,214	\$ 856,933,553	\$ 35,206,518

The changes in the District's long-term obligations during the 2024 fiscal year consisted of the following:

	Balance July 1, 2023	Additions	Deductions	Balance June 30, 2024	Due Within One Year
Bonds and Notes Payable					
General obligation bonds	\$ 694,320,000	\$ -	\$ 31,280,000	\$ 663,040,000	\$ 31,785,000
Lease revenue bonds	8,160,000	-	5,640,000	2,520,000	-
Premiums, net	62,131,809	-	5,322,772	56,809,037	4,679,699
Total Bonds and Notes Payable	764,611,809	-	42,242,772	722,369,037	36,464,699
Other Long-Term Liabilities					
Compensated absences	26,619,131	857,346	-	27,476,477	-
Lease liability	48,801	-	16,996	31,805	14,347
Net pension liability	146,868,226	-	5,470,780	141,397,446	-
Total Other Long-Term Liabilities	173,536,158	857,346	5,487,776	168,905,728	14,347
Total Long-Term Obligations	\$ 938,147,967	\$ 857,346	\$ 47,730,548	\$ 891,274,765	\$ 36,479,046

WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025 AND 2024

NOTE 11 - LONG-TERM OBLIGATIONS, continued

Debt Maturity

General Obligation Bonds

Issue Date	Maturity Date	Yield	Original Issue	Bonds Outstanding July 1, 2024	Additions	Redeemed	Bonds Outstanding June 30, 2025
2/25/2015	8/1/2030	2.00-5.00%	\$ 28,100,000	\$ 27,920,000	\$ -	\$ -	\$ 27,920,000
2/25/2015	8/1/2040	3.00-5.00%	150,000,000	130,070,000	-	1,820,000	128,250,000
3/8/2017	8/1/2030	2.00-5.00%	10,340,000	7,040,000	-	730,000	6,310,000
3/8/2017	8/1/2035	3.00-5.00%	115,395,000	103,915,000	-	3,355,000	100,560,000
10/4/2017	8/1/2036	3.00-4.00%	100,000,000	81,985,000	-	3,395,000	78,590,000
4/11/2019	8/1/2044	3.00-5.00%	150,000,000	98,330,000	-	425,000	97,905,000
7/6/2023	8/1/2047	3.625-5.00%	175,000,000	157,975,000	-	15,690,000	142,285,000
7/6/2023	8/1/2037	5.00%	63,035,000	55,805,000	-	6,370,000	49,435,000
				\$ 663,040,000	\$ -	\$ 31,785,000	\$ 631,255,000

The general obligation bonds mature through fiscal year 2047-48 as follows:

Fiscal Year	Principal	Interest to Maturity	Total
2026	\$ 29,620,000	\$ 26,644,844	\$ 56,264,844
2027	21,745,000	25,405,869	47,150,869
2028	24,265,000	24,305,569	48,570,569
2029	26,970,000	23,075,269	50,045,269
2030	29,850,000	21,710,769	51,560,769
2031-2035	202,565,000	83,759,919	286,324,919
2036-2040	157,995,000	42,999,853	200,994,853
2041-2045	105,770,000	16,883,963	122,653,963
2046-2048	32,475,000	2,215,850	34,690,850
Subtotal	\$ 631,255,000	\$ 267,001,905	\$ 898,256,905

Lease Revenue Bonds

Issue Date	Maturity Date	Yield	Original Issue	Outstanding July 1, 2024	Additions	Redeemed	Outstanding June 30, 2025
8/3/2011	6/1/2036	3.00-6.25%	\$ 9,905,000	\$ 2,520,000	\$ -	\$ -	\$ 2,520,000

WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025 AND 2024

NOTE 11 - LONG-TERM OBLIGATIONS, continued

Debt Maturity, continued

Lease Revenue Bonds, continued

The revenue bonds mature through fiscal year 2027-28 as follows:

Fiscal Year	Principal	Interest to Maturity	Total
2026	\$ -	\$ 153,644	\$ 153,644
2027	-	153,644	153,644
2028	2,520,000	153,644	2,673,644
Subtotal	\$ 2,520,000	\$ 460,932	\$ 2,980,932

Compensated Absences and Faculty Banked Leave Liability

The District calculated its compensated absences as of June 30, 2024 at \$35,243,479. Of this amount, \$24,290,505 was calculated for the unfunded faculty banked leave, \$5,601,710 for accrued vacation and compensatory time, and \$5,351,264 for sick leave.

Leases

The District has entered into agreements to lease certain equipment. The lease agreements qualify as other than short-term leases under GASB 87 and, therefore, have been recorded at the present value of the future minimum lease payments as of the date of their inception. The general terms are as follows:

Lease Type	Number of Contracts	Average Rate	Lease Terms	Annual Lease Revenue
Equipment	5	5.51%	10/14/2019 - 4/14/2027	\$ 15,692

Future minimum lease payments on non-cancellable leases at June 30, 2025 are as follows:

Fiscal Year	Principal Payments	Interest Payments	Total
2026	\$ 11,140	\$ 661	\$ 11,801
2027	6,315	160	6,475
Total	\$ 17,455	\$ 821	\$ 18,276

Aggregate Net Pension Obligation

At June 30, 2025, the liability for the aggregate net pension obligation amounted to \$135,768,282. See Note 14 for additional information.

WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025 AND 2024

NOTE 12 - POSTEMPLOYMENT BENEFITS

For the fiscal year ended June 30, 2025, the District reported net OPEB liability/(asset), deferred outflows of resources, deferred inflows of resources, and OPEB expense/(benefit) for the following plans:

OPEB Plan	Net OPEB Liability/(Asset)	Deferred Outflows of Resources	Deferred Inflows of Resources	OPEB Expense/(Benefit)
District Plan	\$ (24,397,428)	\$ 14,934,050	\$ 861,899	\$ (2,934,162)

Plan Description

The Postemployment Benefit Plan (the "Plan") is a single-employer defined benefit healthcare plan administered by West Valley-Mission Community College District. The Plan provides medical and dental insurance benefits to eligible retirees and their spouses.

	LIFETIME PLAN Employees Hired Prior to 7/1/1994	BRIDGE PLAN Employees Hire on or after 7/1/1994 and retiring prior to 6/30/2033
Benefit types provided	Medical and Dental	Medical and Dental
Duration of benefits	Lifetime	When eligible for Medicare
Required services	10 years	10 years
Minimum age	55 for faculty 50 for all other employees	55
Dependent coverage	Yes	Yes
District contribution	50% after 10 years of service 10% for each additional year of service up to 100% after 15 years of service	100%

Contribution Information

The contribution requirements of plan members and the District are established and may be amended by the District, the District's bargaining units and unrepresented groups. The required contribution is based on projected pay-as-you-go financing requirements, with an additional amount to prefund benefits as determined annually through the agreements between the District, the District's bargaining units and the unrepresented groups. For fiscal year 2024-25, the District did not contribute to the plan. The District recognizes the costs of providing those benefits and related costs when paid.

Employees Covered by Benefit Term

The following is a table of plan participants as of the June 30, 2024 measurement date:

	Number of Participants
Inactive Employees Receiving Benefits	488
Active Employees	322
	<u>810</u>

WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025 AND 2024

NOTE 12 - POSTEMPLOYMENT BENEFITS, continued

Contributions to Trust

Eligible employees are not permitted to make contributions to the Trust. The Plan administrator (CalPERS) shall, on behalf of the employer (District), make all contributions to the Trustee. All contributions shall be paid to the Trustee for investment and reinvestment pursuant to the terms of the trust agreement. The District does not have contractually required contribution rates, but contributes in an amount sufficient to fully fund the total OPEB obligation over a period not to exceed 30 years. The District has a net OPEB asset of \$24,397,428 as of June 30, 2025.

OPEB Plan Investments

The plan discount rate of 5.07% was determined using the following asset allocation and assumed rate of return:

CERBT - Strategy 3

Asset Class	Percentage of Portfolio	Assumed Gross Return
All Equities	23%	7.25%
All Fixed Income	51%	4.25%
Real Estate Investment Trusts	14%	7.25%
All Commodities	3%	7.25%
Treasury Inflation Protected Securities (TIPS)	9%	3.00%
Total	100%	

PARS - Fixed Income

Asset Class	Percentage of Portfolio	Assumed Gross Return
All Equities	0%	7.25%
All Fixed Income	100%	4.25%
Short-Term Gov't Fixed	0%	3.00%
	100%	

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 30-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 30 years.

WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025 AND 2024

NOTE 12 - POSTEMPLOYMENT BENEFITS, continued

Actuarial Assumptions

The total OPEB liability in the June 30, 2025 actuarial report reflects the June 30, 2023 actuarial valuation that was determined using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

Valuation date	June 30, 2023
Measurement date	June 30, 2024
Census data	The census was provided by the District
Actuarial cost methods	Entry age normal level percent of salary
Inflation rate	2.50%
Investment rate of return	5.07%
Discount rate	5.07%
Health care cost trend rate	4.50%
Payroll increase	2.75%
Mortality	For certificated employees the 2020 CalSTRS mortality tables were used. For classified employees the 2021 CalPERS active mortality for miscellaneous and school employees were used.

Changes in the Net OPEB Liability/(Asset)

	Increase/(Decrease)		
	Total OPEB Liability	Total Fiduciary Net Position	Net OPEB Liability/(Asset)
	(a)	(b)	(a) - (b)
Balance July 1, 2023	\$ 55,765,577	\$ 79,800,694	\$ (24,035,117)
Changes for the year:			
Service cost	653,581	-	653,581
Interest	3,102,017	-	3,102,017
Employer contributions	-	4,288,477	(4,288,477)
Assumption changes	2,875,309	-	2,875,309
Investment income	-	4,586,432	(4,586,432)
Investment gains/(losses)	-	(1,808,373)	1,808,373
Administrative expense	-	(73,318)	73,318
Expected benefit payments	(4,288,477)	(4,288,477)	-
Net change	2,342,430	2,704,741	(362,311)
Balance June 30, 2024	\$ 58,108,007	\$ 82,505,435	\$ (24,397,428)

WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025 AND 2024

NOTE 12 - POSTEMPLOYMENT BENEFITS, continued

Changes in the Net OPEB Liability/(Asset), continued

Fiduciary Net Position as a percentage of the Total OPEB Liability, at June 30, 2025 was 142%.

Sensitivity of the Net OPEB Liability/(Asset) to Assumptions

The following presents the net OPEB liability/(asset) calculated using the discount rate of 5.07 percent. The schedule also shows what the net OPEB liability/(asset) would be if it were calculated using a discount rate that is 1 percent lower (4.07 percent) and 1 percent higher (6.07 percent):

	Discount Rate 1% Lower (4.07%)	Current Discount Rate (5.07%)	Discount Rate 1% Higher (6.07%)
Net OPEB liability/(asset)	\$ (20,252,231)	\$ (24,397,428)	\$ (28,442,906)

The following table presents the net OPEB liability/(asset) calculated using the health care cost trend rate of 4.5 percent. The schedule also shows what the net OPEB liability/(asset) would be if it were calculated using a health care cost trend rate that is 1 percent lower and 1 percent higher:

	Trend Rate 1% Lower (3.50%)	Health Care Cost Trend Rate (4.50%)	Trend Rate 1% Higher (5.50%)
Net OPEB liability/(asset)	\$ (29,012,829)	\$ (24,397,428)	\$ (18,805,492)

WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025 AND 2024

NOTE 12 - POSTEMPLOYMENT BENEFITS, continued

OPEB Expense/(Benefit) and Deferred Outflows/Inflows of Resources Related to OPEB

For the year ended June 30, 2025, the District recognized OPEB expense/(benefit) of (\$2,934). At June 30, 2025, the District reported deferred outflows and a deferred inflows of resources as follows:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between projected and actual earnings on plan investments	\$ 8,057,272	\$ -
Differences between expected and actual experience	-	861,899
Change in assumptions	2,016,749	-
District contributions subsequent to the measurement date	4,860,029	-
	<u>\$ 14,934,050</u>	<u>\$ 861,899</u>

The deferred inflows of resources resulting from a change in assumption will be amortized to OPEB expense as follows:

Year Ended June 30,	Deferred Outflows/(Inflows) of Resources
2026	\$ 2,949,152
2027	4,883,702
2028	1,017,595
2029	361,673
	<u>\$ 9,212,122</u>

WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025 AND 2024

NOTE 13 - RISK MANAGEMENT

Property and Liability Insurance Coverages

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. During fiscal year ending June 30, 2025, the District contracted with the Bay Area Community College District JPA for property and general insurance coverage. Settled claims have not exceeded this commercial coverage in any of the past three years. There has not been a significant reduction in coverage from the prior year.

Workers' Compensation

For fiscal year 2024-25, the District participated in the Northern California Community College Pool ("NCCCP") for workers' compensation insurance coverage. The intent of the JPA is to achieve the benefit of a reduced premium for the District by virtue of its grouping and representation with other participants in the JPA. The workers' compensation experience of the participating districts is calculated as one experience, and a common premium rate is applied to all districts in the JPA. Each participant pays its workers' compensation premium based on its individual rate. Total savings are then calculated, and each participant's individual performance is compared to the overall saving. A participant will then either receive money from or be required to contribute to the "equity-pooling fund." This "equity pooling" arrangement ensures that each participant shares equally in the overall performance of the JPA. Participation in the JPA is limited to K-12 and community college districts that can meet the JPA's selection criteria.

NOTE 14 - EMPLOYEE RETIREMENT SYSTEMS

Qualified employees are covered under multiple-employer defined benefit pension plans maintained by agencies of the State of California. Academic employees are members of CalSTRS and classified employees are members of CalPERS.

For the fiscal year ended June 30, 2025, the District reported its proportionate share of the net pension liabilities, pension expense, and deferred outflows of resources and deferred inflows of resources for each of the above plans as follows:

Pension Plan	Collective Net Pension Liability	Collective Deferred Outflows of Resources	Collective Deferred Inflows of Resources	Collective Pension Expense
CalSTRS	\$ 60,652,178	\$ 20,990,160	\$ 8,388,433	\$ 6,496,329
CalPERS	75,116,104	25,098,311	7,437,668	11,937,510
Total	<u>\$ 135,768,282</u>	<u>\$ 46,088,471</u>	<u>\$ 15,826,101</u>	<u>\$ 18,433,839</u>

WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025 AND 2024

NOTE 14 - EMPLOYEE RETIREMENT SYSTEMS, continued

California State Teachers' Retirement System (CalSTRS)

Plan Description

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

Benefits Provided

The State Teachers' Retirement Program (STRP) provides retirement, disability, and survivor benefits to beneficiaries. Benefits are based on members' final compensation, age, and years of service credit. Members hired on or before December 31, 2012, with five years of credited service are eligible for the normal retirement benefit at age 60. Members hired on or after January 1, 2013, with five years of credited service are eligible for the normal retirement benefit at age 62. The normal retirement benefit is equal to 2.0 percent of final compensation for each year of credited service.

The STRP is comprised of four programs: Defined Benefit Program, Defined Benefit Supplement Program, Cash Balance Benefit Program, and Replacement Benefits Program. The STRP holds assets for the exclusive purpose of providing benefits to members and beneficiaries of these programs. CalSTRS also uses plan assets to defray reasonable expenses of administering the STRP. Although CalSTRS is the administrator of the STRP, the State is the sponsor of the STRP and obligor of the trust. In addition, the State is both an employer and nonemployer contributing entity to the STRP. The District contributes exclusively to the STRP Defined Benefit Program; thus disclosures are not included for the other plans.

The STRP provisions and benefits in effect at June 30, 2025, are summarized as follows:

	STRP Defined Benefit Plan	
	On or before December 31, 2012	On or after January 1, 2013
Hire date	December 31, 2012	January 1, 2013
Benefit formula	2% at 60	2% at 62
Benefit vesting schedule	5 years of service	5 years of service
Benefit payments	Monthly for life	Monthly for life
Retirement age	60	62
Monthly benefits as a percentage of eligible compensation	2.0% - 2.4%	2.0% - 2.4%
Required employee contribution rate	10.25%	10.205%
Required employer contribution rate	19.10%	19.10%
Required state contribution rate	10.828%	10.828%

WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025 AND 2024

NOTE 14 - EMPLOYEE RETIREMENT SYSTEMS, continued

Contributions

The parameters for employer and state contribution rates for the DB Program are set by the California Legislature and the Governor and detailed in the Teachers' Retirement Law. Current contribution rates were established by California Assembly Bill 1469 (CalSTRS Funding Plan), which was passed into law in June 2014 and established a schedule of contribution rate increases shared among members, employers and the state to bring CalSTRS toward full funding by 2046. The contribution rates for each plan for the year ended June 30, 2025, are presented above, and the District's total contributions were \$12,252,694.

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

At June 30, 2025, 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	\$ 60,652,178
State's proportionate share of the net pension liability associated with the District	27,827,856
Total	<u>\$ 88,480,034</u>

The net pension liability was measured as of June 30, 2024. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating college districts and the State, actuarially determined. The District's proportionate share for the measurement periods of June 30, 2024 and June 30, 2023, was 0.090 percent and 0.088 percent, respectively, resulting in a net increase in the proportionate share of 0.002 percent.

For the year ended June 30, 2025, the District recognized pension expense of \$6,496,329. In addition, the District recognized pension expense and revenue of \$2,539,676 for support provided by the State. At June 30, 2025, 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 projected and actual earnings on plan investments	\$ -	\$ 247,800
Differences between expected and actual experience	6,861,316	2,653,963
Changes in assumptions	265,500	4,141,944
Net changes in proportionate share of net pension liability	1,610,650	1,344,726
District contributions subsequent to the measurement date	12,252,694	-
Total	<u>\$ 20,990,160</u>	<u>\$ 8,388,433</u>

WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025 AND 2024

NOTE 14 - EMPLOYEE RETIREMENT SYSTEMS, continued

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

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 pensions will be recognized as follows:

Year Ended June 30,	Deferred Outflows/(Inflows) of Resources
2026	\$ (4,222,373)
2027	4,756,001
2028	(548,415)
2029	57,940
2030	603,373
Thereafter	(297,493)
Total	<u>\$ 349,033</u>

Actuarial Methods and Assumptions

Total pension liability for STRP was determined by applying update procedures to a financial reporting actuarial valuation as of June 30, 2023 and rolling forward the total pension liability to June 30, 2024. The financial reporting actuarial valuation as of June 30, 2023, used the following methods and assumptions, applied to all prior periods included in the measurement:

Valuation date	June 30, 2023
Measurement date	June 30, 2024
Experience study	July 1, 2007, through June 30, 2022
Actuarial cost method	Entry age normal
Investment rate of return	7.10%
Consumer price inflation	2.75%
Wage growth	3.50%
Payroll growth	3.25%
Postretirement benefit increases	2.00%

CalSTRS uses custom mortality tables to best fit the patterns of mortality among its members. These custom tables are based on RP2000 series tables adjusted to fit CalSTRS experience.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense, and inflation) are developed for each major asset class. The best estimate ranges were developed using capital market assumptions from CalSTRS general investment consultant. Based on the model for CalSTRS consulting actuary investment practice, a best estimate range was determined assuming the portfolio is re-balanced annually and that the annual returns are lognormally distributed and independent from year to year to develop expected percentile for the long-term distribution of annualized returns.

WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025 AND 2024

NOTE 14 - EMPLOYEE RETIREMENT SYSTEMS, continued

Actuarial Methods and Assumptions, continued

The assumed asset allocation is based on board policy for target asset allocation in effect on February 2, 2012, the date the current experience study was approved by the board. 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:

Asset Class	Assumed Asset Allocation	Long-term Expected Rate of Return*	Long-term Expected Real Rate of Return**
Public Equity	38%	8.00%	5.25%
Real Estate	15%	6.80%	4.05%
Private Equity	14%	9.50%	6.75%
Fixed Income	14%	5.20%	2.45%
Risk Mitigating Strategies	10%	5.00%	2.25%
Inflation Sensitive	7%	6.40%	3.65%
Cash/Liquidity	2%	2.80%	0.05%
	100%		

*20 to 30 year geometric average.

**Real rates of return are net of assumed 2.75% inflation.

Discount Rate

The discount rate used to measure the total pension liability was 7.10 percent. The projection of cash flows used to determine the discount rate assumed the contributions from plan members and employers will be made at statutory contribution rates. 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 occurred midyear. Based on these 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 total pension liability.

The following presents the District's proportionate share of the net pension liability calculated using the current discount rate, as well as what the net pension liability would be if it were calculated using a discount rate that is one percent lower or higher than the current rate:

	1% Decrease (6.10%)	Current Discount Rate (7.10%)	1% Increase (8.10%)
Plan's net pension liability	\$ 107,880,379	\$ 60,652,178	\$ 21,214,671

WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025 AND 2024

NOTE 14 - EMPLOYEE RETIREMENT SYSTEMS, continued

California Public Employees' Retirement System (CalPERS)

Plan Description

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

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 service credit, a benefit factor, and the member's final compensation. Members hired on or before December 31, 2012, with five years of total service are eligible to retire at age 50 with statutorily reduced benefits. Members hired on or after January 1, 2013, with five years of total service are eligible to retire at age 52 with statutorily reduced benefits. All members are eligible for non-duty disability benefits after five years of service. The Basic Death Benefit is paid to any member's beneficiary if the member dies while actively employed. An employee's eligible survivor may receive the 1957 Survivor Benefit if the member dies while actively employed, is at least age 50 (or age 52 for members hired on or after January 1, 2013), and has at least five years of credited service. The cost of living adjustments for each plan are applied as specified by the Public Employees' Retirement Law.

The CalPERS provisions and benefits in effect at June 30, 2025, are summarized as follows:

	School Employer Pool (CalPERS)	
	On or before December 31, 2012	On or after January 1, 2013
Hire date		
Benefit formula	2% at 55	2% at 62
Benefit vesting schedule	5 years of service	5 years of service
Benefit payments	Monthly for life	Monthly for life
Retirement age	55	62
Monthly benefits as a percentage of eligible compensation	1.1% - 2.5%	1.0% - 2.5%
Required employee contribution rate	7.00%	7.00%
Required employer contribution rate	27.05%	27.05%

WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025 AND 2024

NOTE 14 - EMPLOYEE RETIREMENT SYSTEMS, continued

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 July 1 following notice of a change in the rate. Total plan contributions are calculated through the CalPERS annual actuarial valuation process. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The District is required to contribute the difference between the actuarially determined rate and the contribution rate of employees. The contribution rates are expressed as a percentage of annual payroll. The contribution rates for each plan for the year ended June 30, 2025, are presented above, and the total District contributions were \$12,769,331.

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

As of June 30, 2025, the District reported net pension liabilities for its proportionate share of the CalPERS net pension liability totaling \$75,116,104. The net pension liability was measured as of June 30, 2024. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating college districts, actuarially determined. The District's proportionate share for the measurement periods of June 30, 2024 and June 30, 2023, was 0.210 percent and 0.206 percent, respectively, resulting in a net increase in the proportionate share of 0.004 percent.

For the year ended June 30, 2025, the District recognized pension expense of \$11,937,510. At June 30, 2025, 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 projected and actual earnings on plan investments	\$ 2,917,825	\$ -
Differences between expected and actual experience	6,297,387	537,603
Changes in assumptions	1,660,320	-
Net changes in proportionate share of net pension liability	1,453,448	6,900,065
District contributions subsequent to the measurement date	12,769,331	-
Total	<u>\$ 25,098,311</u>	<u>\$ 7,437,668</u>

WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025 AND 2024

NOTE 14 - EMPLOYEE RETIREMENT SYSTEMS, continued

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred 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 pensions will be recognized as follows:

Year Ended June 30,	Deferred Outflows/(Inflows) of Resources
2026	\$ 1,547,753
2027	4,790,083
2028	(886,641)
2029	(559,883)
Total	<u>\$ 4,891,312</u>

Actuarial Methods and Assumptions

Total pension liability was determined by applying updated procedures to a financial reporting actuarial valuation as of June 30, 2023, and rolling forward the total pension liability to June 30, 2024. The financial reporting actuarial valuation as of June 30, 2023, used the following methods and assumptions, applied to all prior periods included in the measurement:

Valuation date	June 30, 2023
Measurement date	June 30, 2024
Experience study	July 1, 1997, through June 30, 2015
Actuarial cost method	Entry age normal
Investment rate of return	6.90%
Consumer price inflation	2.30%
Wage growth	Varies by entry age and service

Mortality assumptions are based on mortality rates resulting from the most recent CalPERS experience study adopted by the CalPERS Board. For purposes of the post-retirement mortality rates, those revised rates include five years of projected ongoing mortality improvement using Scale AA published by the Society of Actuaries.

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 returns were calculated over the short-term (first ten years) and the long-term (11-60 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.

WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025 AND 2024

NOTE 14 - EMPLOYEE RETIREMENT SYSTEMS, continued

Actuarial Methods and Assumptions, continued

The expected rate of return was set by calculating the single equivalent expected return that arrived at the same present value of benefits for cash flows as the one calculated using both short-term and long-term returns.

The expected rate of return was then set equivalent to the single equivalent rate calculated above and rounded down to the nearest one quarter of one percent. The target asset allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class*	Assumed Asset Allocation	Real Return Years 1 - 10**
Global Equity - cap-weighted	30%	4.54%
Global Equity non-cap-weighted	12%	3.84%
Private Equity	13%	7.28%
Treasury	5%	0.27%
Mortgage-backed Securities	5%	0.50%
Investment Grade Corporates	10%	1.56%
High Yield	5%	2.27%
Emerging Market Debt	5%	2.48%
Private Debt	5%	3.57%
Real Assets	15%	3.21%
Leverage	-5%	-0.59%
	<u>100%</u>	

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

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

Discount Rate

The discount rate used to measure the total pension liability was 6.90 percent. The projection of cash flows used to determine the discount rate assumed the contributions from plan members and employers will be made at statutory contribution rates. Based on these assumptions, the School Employer Pool 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 total pension liability.

The following presents the District's proportionate share of the net pension liability calculated using the current discount rate, as well as what the net pension liability would be if it were calculated using a discount rate that is one percent lower or higher than the current rate:

	1% Decrease (5.90%)	Current Discount Rate (6.90%)	1% Increase (7.90%)
Plan's net pension liability	\$ 111,585,602	\$ 75,116,104	\$ 44,989,399

WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025 AND 2024

NOTE 14 - EMPLOYEE RETIREMENT SYSTEMS, continued

Social Security

As established by Federal law, all public-sector employees who are not members of their employer's existing retirement system (CalSTRS or CalPERS) must be covered by Social Security or an alternative plan. The District has elected to use Social Security as its alternative plan for full time employees. Contributions made by the District and an employee vest immediately. The District contributes 6.2 percent of an employee's gross earnings. An employee is required to contribute 6.2 percent of his or her gross earnings to the pension plan.

Alternative Plan

The District offers Accumulation Program for Part-Time and Limited Service Employees (Apple Plan) approved in 1991 for part-time employees who are not members of CalSTRS or CalPERS. The District contributes 4 percent of an employee's salary on behalf of the employee, and employees are required to contribute 3.5 percent of their salary to the APPLE plan.

On-Behalf Payments

The District was the recipient of on-behalf payments made by the State of California to CalSTRS for community college education. These payments consist of state general fund contributions of approximately \$5,198,371 to CalSTRS.

NOTE 15 - COMMITMENTS AND CONTINGENCIES

Grants

The District receives financial assistance from Federal, State and Local agencies in the form of grants. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and are subject to audit by the grantor agencies.

Litigation

The District is involved in various litigation arising from the normal course of business. In the opinion of management and legal counsel, the disposition of all litigation pending is not expected to have a material adverse effect on the overall financial position of the District at June 30, 2025.

WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025 AND 2024

NOTE 15 - COMMITMENTS AND CONTINGENCIES, continued

Construction Commitments

As of June 30, 2025, the District had the following commitments with respect to the unfinished capital projects:

CAPITAL PROJECT	Remaining Construction Commitments	Expected Date of Completion
Mission College		
CDC Building Renovation	\$ 14,522	6/1/2026
Library Renovation	9,202,144	8/1/2029
Student Campus Center Renovation	59,759	9/22/2025
Science Building Renovation - Repurpose	63,399	12/30/2029
TAV Building Renovation	20,801	4/1/2031
Swing Space for Renovation Projects	91,385	4/1/2031
Signage & Wayfinding Master Plan and Implementation	8,000	8/31/2029
Campus Wide Landscaping Restoration and Gateway Additions	7,306	6/30/2031
Performing Arts Center - New Construction	1,616,054	6/1/2026
Technology System Refresh Projects	636,511	6/30/2027
West Valley College		
Performing Arts Center	3,376,434	12/1/2028
Theater Renovation and Expansion	2,900	12/1/2028
PE/Wellness Center - New Construction	2,590,456	6/30/2028
STEM Classroom Expansion and Upgrades	95,900	12/30/2029
Outdoor PE Facilities Upgrades	7,832	6/30/2028
Learning Resource Center Renovation	9,683,161	10/1/2025
Guirlani Demo and Site Restoration	81,138	12/30/2029
Administration Building Renovation - Repurpose	4,329	12/30/2029
Technology System Refresh Projects	776,032	12/31/2026
Swing Space for Building Projects	15,483	6/30/2031
Athletic Field Turf Restoration - Phase 1	13,484	6/1/2026
Districtwide		
Bond Administration	65,267	4/1/2031
Public Safety & Community Services Building at WV	862,634	12/31/2025
Information Systems Server and Infrastructure Upgrades	144,643	12/31/2026
Alternative Energy Projects	387,775	8/30/2025
ADA Barrier Removal	29,333	6/30/2027
Security, Safety and Monitoring	670,720	6/30/2027
Utility and Electrical Upgrades for Buildings	26,526	6/30/2027
Underground Water and Sewer Line Upgrades	101,374	6/30/2027
Storm Water Master Plan and Implementation	50,417	6/30/2027
HVAC/Lighting Energy Retrofit	1,849,282	4/1/2031
Parking Lots, Roads and Sidewalk Replacement	2,922,578	6/30/2028
	<u>\$ 35,477,579</u>	

WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025 AND 2024

NOTE 16 – PARTICIPATION IN PUBLIC ENTITY RISK POOLS AND JOINT POWERS AUTHORITIES

The District is a member of the Northern California Community College Pool (NCCCP) and the Bay Area Community College District (BACCD) Joint Powers Authority JPAs. The District pays annual premiums for its property and general liability and workers' compensation coverage. The relationship between the District and the JPA is such that it is not a component unit of the District for financial reporting purposes.

The JPAs have budgeting and financial reporting requirements independent of member units and their financial statements are not presented in these financial statements; however, transactions between the JPAs and the District are included in these statements. Audited financial statements are available from the respective entities. The District's share of year-end assets, liabilities, or fund equity has not been calculated. During the year ended June 30, 2025, the District made payments of \$1,092,951 and \$986,739 to NCCCP and BACCD, respectively.

NOTE 17 – PRIOR PERIOD ADJUSTMENT

Effective July 1, 2024, the District implemented Governmental Accounting Standards Board (GASB) Statement No. 101, *Compensated Absences*. GASB 101 requires entities to recognize a liability for certain types of compensated absences when earned rather than when the leave is taken.

The implementation of GASB 101 resulted in the recognition of additional liabilities related to compensated absences that were previously not required to be recorded. Accordingly, net position has decreased by \$5,351,264 for adjustments related to compensated absences – sick leave.

NOTE 18 – SUBSEQUENT EVENTS

The District evaluated subsequent events from June 30, 2025 through December 1, 2025, the date the financial statements were issued. The District concluded that no subsequent events have occurred that would require recognition or disclosure in the financial statements

REQUIRED SUPPLEMENTARY INFORMATION

WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
SCHEDULE OF CHANGES IN NET OPEB LIABILITY/(ASSET) AND RELATED RATIOS
FOR THE YEAR ENDED JUNE 30, 2025

	2025	2024	2023	2022
Total OPEB liability				
Service cost	\$ 653,581	\$ 795,526	\$ 774,235	\$ 136,881
Interest	3,102,017	3,264,533	3,259,429	3,228,835
Changes of benefit terms	-	-	-	-
Experience (gains)/losses	-	(2,873,234)	-	(4,651,628)
Assumption changes	2,875,309	299,631	-	(2,103,259)
Benefit payments	(4,288,477)	(4,195,207)	(3,715,897)	(4,903,618)
Other	-	-	-	10,252,062
Net change in total OPEB liability	2,342,430	(2,708,751)	317,767	1,959,273
Total OPEB liability, beginning of year	55,765,577	58,474,328	58,156,561	56,197,288
Total OPEB liability, end of year (a)	\$ 58,108,007	\$ 55,765,577	\$ 58,474,328	\$ 58,156,561
Plan fiduciary net position				
Employer contributions	\$ 4,288,477	\$ 4,482,742	\$ 3,715,897	\$ 4,903,618
Investment income	4,586,432	4,517,975	5,064,033	10,517,319
Investment gains/(losses)	(1,808,373)	(3,279,608)	(14,538,350)	-
Administrative expense	(73,318)	(22,310)	(22,362)	(27,372)
Expected benefit payments	(4,288,477)	(4,482,742)	(3,715,897)	(4,903,618)
Change in plan fiduciary net position	2,704,741	1,216,057	(9,496,679)	10,489,947
Fiduciary trust net position, beginning of year	79,800,694	78,584,637	88,081,316	77,591,369
Fiduciary trust net position, end of year (b)	\$ 82,505,435	\$ 79,800,694	\$ 78,584,637	\$ 88,081,316
Net OPEB liability/(asset), ending (a) - (b)	\$ (24,397,428)	\$ (24,035,117)	\$ (20,110,309)	\$ (29,924,755)
Covered payroll	\$ 18,544,978	\$ 17,688,028	\$ 15,556,733	\$ 3,338,594
Plan fiduciary net position as a percentage of the total OPEB liability	142%	143%	134%	151%
Net OPEB asset as a percentage of covered payroll	-132%	-136%	-129%	-896%

Note: In the future, as data becomes available, ten years of information will be presented.

WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
SCHEDULE OF CHANGES IN NET OPEB LIABILITY/(ASSET) AND RELATED RATIOS
FOR THE YEAR ENDED JUNE 30, 2025

	2021	2020	2019	2018
Total OPEB liability				
Service cost	\$ 132,894	\$ 93,763	\$ 93,763	\$ 246,894
Interest	3,521,043	3,049,607	3,049,607	3,193,452
Changes of benefit terms	-	1,298,612	1,298,612	-
Experience (gains)/losses	(3,729,520)	372,665	372,665	-
Assumption changes	-	7,585,302	7,585,302	-
Benefit payments	(4,556,574)	(4,607,055)	(4,607,055)	(7,009,091)
Other	-	-	-	-
Net change in total OPEB liability	(4,632,157)	7,792,894	7,792,894	(3,568,745)
Total OPEB liability, beginning of year	60,829,445	53,036,551	53,036,551	56,605,296
Total OPEB liability, end of year (a)	\$ 56,197,288	\$ 60,829,445	\$ 60,829,445	\$ 53,036,551
Plan fiduciary net position				
Employer contributions	\$ 4,556,574	\$ 4,607,055	\$ 4,607,055	\$ 7,009,091
Assumption changes	-	-	-	-
Investment income	4,594,075	4,970,291	4,970,291	3,812,227
Investment gains/(losses)	-	-	-	831,119
Administrative expense	(36,216)	(58,370)	(58,370)	(73,833)
Expected benefit payments	(4,556,574)	(4,607,055)	(4,607,055)	(7,009,091)
Change in plan fiduciary net position	4,557,859	4,911,921	4,911,921	4,569,513
Fiduciary trust net position, beginning of year	73,033,510	68,121,589	68,121,589	63,552,076
Fiduciary trust net position, end of year (b)	\$ 77,591,369	\$ 73,033,510	\$ 73,033,510	\$ 68,121,589
Net OPEB liability/(asset), ending (a) - (b)	\$ (21,394,081)	\$ (12,204,065)	\$ (12,204,065)	\$ (15,085,038)
Covered payroll	\$ 4,048,300	\$ 3,373,439	\$ 3,373,439	\$ 3,612,127
Plan fiduciary net position as a percentage of the total OPEB liability	138%	120%	120%	128%
Net OPEB asset as a percentage of covered payroll	-528%	-362%	-362%	-418%

Note: In the future, as data becomes available, ten years of information will be presented.

WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
SCHEDULE OF CONTRIBUTIONS – OPEB
FOR THE YEAR ENDED JUNE 30, 2025

	2025	2024	2023	2022
Actuarially determined contribution	\$ 4,586,466	\$ 4,288,477	\$ 4,195,207	\$ 3,715,897
Contributions in relations to the actuarially determined contribution	4,860,029	4,288,477	4,482,742	3,715,897
Contribution deficiency/(excess)	\$ (273,563)	\$ -	\$ (287,535)	\$ -
Covered-employee payroll	\$ 18,544,978	\$ 17,688,028	\$ 15,556,733	\$ 3,338,594
Contribution as a percentage of covered-employee payroll	24.73%	24.25%	26.97%	111.30%
	2021	2020	2019	2018
Actuarially determined contribution	\$ 4,720,562	\$ 4,611,710	\$ 4,318,952	\$ 7,009,091
Contributions in relations to the actuarially determined contribution	4,903,618	4,556,574	4,607,055	4,607,055
Contribution deficiency/(excess)	\$ (183,056)	\$ 55,136	\$ (288,103)	\$ 2,402,036
Covered-employee payroll	\$ 4,048,300	\$ 3,373,439	\$ 3,612,127	\$ 4,868,772
Contribution as a percentage of covered-employee payroll	116.61%	136.71%	119.57%	143.96%

Note: In the future, as data becomes available, ten years of information will be presented.

WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
FOR THE YEAR ENDED JUNE 30, 2025

	Reporting Fiscal Year (Measurement Date)				
	2025 (2024)	2024 (2023)	2023 (2022)	2022 (2021)	2021 (2020)
CalSTRS					
District's proportion of the net pension liability	0.090%	0.088%	0.091%	0.088%	0.090%
District's proportionate share of the net pension liability	\$ 60,652,178	\$ 66,817,610	\$ 63,320,208	\$ 40,188,068	\$ 87,145,766
State's proportionate share of the net pension liability associated with the District	27,827,856	32,014,774	31,710,946	20,221,498	44,923,289
Total	\$ 88,480,034	\$ 98,832,384	\$ 95,031,154	\$ 60,409,566	\$ 132,069,055
District's covered-employee payroll	\$ 58,502,675	\$ 61,284,048	\$ 53,032,033	\$ 50,748,345	\$ 50,200,551
District's proportionate share of the net pension liability as percentage of covered-employee payroll	104%	109%	119%	79%	174%
Plan fiduciary net position as a percentage of the total pension liability	84%	81%	81%	87%	72%

	Reporting Fiscal Year (Measurement Date)				
	2020 (2019)	2019 (2018)	2018 (2017)	2017 (2016)	2016 (2015)
CalSTRS					
District's proportion of the net pension liability	0.084%	0.080%	0.075%	0.076%	0.074%
District's proportionate share of the net pension liability	\$ 75,449,446	\$ 73,873,279	\$ 69,615,249	\$ 61,116,464	\$ 49,594,453
State's proportionate share of the net pension liability associated with the District	41,163,042	42,295,906	41,184,129	34,792,513	26,229,999
Total	\$ 116,612,488	\$ 116,169,185	\$ 110,799,378	\$ 95,908,977	\$ 75,824,452
District's covered-employee payroll	\$ 50,748,345	\$ 48,313,016	\$ 44,605,842	\$ 41,111,669	\$ 36,540,969
District's proportionate share of the net pension liability as percentage of covered-employee payroll	149%	153%	156%	149%	136%
Plan fiduciary net position as a percentage of the total pension liability	73%	71%	69%	70%	74%

WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
FOR THE YEAR ENDED JUNE 30, 2025

	Reporting Fiscal Year (Measurement Date)				
	2025 (2024)	2024 (2023)	2023 (2022)	2022 (2021)	2021 (2020)
CalPERS					
District's proportion of the net pension liability	0.210%	0.206%	0.243%	0.254%	0.245%
District's proportionate share of the net pension liability	\$ 75,116,104	\$ 74,579,836	\$ 83,548,018	\$ 51,587,699	\$ 75,166,828
District's covered-employee payroll	\$ 43,611,226	\$ 41,936,857	\$ 40,000,000	\$ 37,504,315	\$ 38,647,034
District's proportionate share of the net pension liability as percentage of covered-employee payroll	172%	178%	209%	138%	195%
Plan fiduciary net position as a percentage of the total pension liability	72%	70%	70%	81%	70%

	Reporting Fiscal Year (Measurement Date)				
	2020 (2019)	2019 (2018)	2018 (2017)	2017 (2016)	2016 (2015)
CalPERS					
District's proportion of the net pension liability	0.238%	0.234%	0.214%	0.204%	0.211%
District's proportionate share of the net pension liability	\$ 69,368,281	\$ 62,479,452	\$ 51,165,618	\$ 40,277,100	\$ 31,094,903
District's covered-employee payroll	\$ 37,504,315	\$ 34,841,561	\$ 37,300,936	\$ 27,151,548	\$ 24,418,785
District's proportionate share of the net pension liability as percentage of covered-employee payroll	185%	179%	137%	148%	127%
Plan fiduciary net position as a percentage of the total pension liability	70%	71%	72%	74%	79%

WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
SCHEDULE OF CONTRIBUTIONS – PENSIONS
FOR THE YEAR ENDED JUNE 30, 2025

CalSTRS	Reporting Fiscal Year				
	2025	2024	2023	2022	2021
Statutorily required contribution	\$ 12,252,694	\$ 11,174,011	\$ 10,369,261	\$ 8,973,020	\$ 8,107,389
District's contributions in relation to the statutorily required contribution	12,252,694	11,174,011	10,369,261	8,973,020	8,107,389
District's contribution deficiency/(excess)	\$ -	\$ -	\$ -	\$ -	\$ -
District's covered-employee payroll	\$ 64,150,230	\$ 58,502,675	\$ 61,284,048	\$ 53,032,033	\$ 50,200,551
District's contributions as a percentage of covered-employee payroll	19.10%	19.10%	16.92%	16.92%	16.15%

CalSTRS	Reporting Fiscal Year				
	2020	2019	2018	2017	2016
Statutorily required contribution	\$ 8,677,967	\$ 7,865,359	\$ 6,436,623	\$ 5,171,848	\$ 3,920,846
District's contributions in relation to the statutorily required contribution	8,677,967	7,865,359	6,436,623	5,171,848	3,920,846
District's contribution deficiency/(excess)	\$ -	\$ -	\$ -	\$ -	\$ -
District's covered-employee payroll	\$ 50,748,345	\$ 48,313,016	\$ 44,605,842	\$ 41,111,669	\$ 36,540,969
District's contributions as a percentage of covered-employee payroll	17.10%	16.28%	14.43%	12.58%	10.73%

WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
SCHEDULE OF CONTRIBUTIONS – PENSIONS
FOR THE YEAR ENDED JUNE 30, 2025

CalPERS	Reporting Fiscal Year				
	2025	2024	2023	2022	2021
Statutorily required contribution	\$ 12,769,331	\$ 11,635,475	\$ 9,607,734	\$ 9,164,000	\$ 7,999,936
District's contributions in relation to the statutorily required contribution	12,769,331	11,635,475	9,607,734	9,164,000	7,999,936
District's contribution deficiency/(excess)	\$ -	\$ -	\$ -	\$ -	\$ -
District's covered-employee payroll	\$ 47,206,399	\$ 43,611,226	\$ 41,936,857	\$ 40,000,000	\$ 38,647,034
District's contributions as a percentage of covered-employee payroll	27.05%	26.68%	22.91%	22.91%	20.70%

CalPERS	Reporting Fiscal Year				
	2020	2019	2018	2017	2016
Statutorily required contribution	\$ 7,395,851	\$ 6,292,386	\$ 5,181,100	\$ 3,771,350	\$ 2,893,626
District's contributions in relation to the statutorily required contribution	7,395,851	6,292,386	5,181,100	3,771,350	2,893,626
District's contribution deficiency/(excess)	\$ -	\$ -	\$ -	\$ -	\$ -
District's covered-employee payroll	\$ 37,504,315	\$ 34,841,561	\$ 37,300,936	\$ 27,151,548	\$ 24,418,785
District's contributions as a percentage of covered-employee payroll	19.72%	18.06%	13.89%	13.89%	11.85%

WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
NOTE TO REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2025

NOTE 1 - PURPOSE OF SCHEDULES

Schedule of Changes in Net OPEB Liability/(Asset) and Related Ratios

The Schedule of Changes in Net OPEB Liability/(Asset) 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.

Schedule of Contributions – OPEB

This schedule presents information on the District's actuarially determined contribution, contributions in relation to the actuarially determined contribution, and any excess or deficiency related to the actuarially determined contribution. In the future, as data becomes available, 10 years of information will be presented.

Schedule of Proportionate Share of the Net Pension Liability

This schedule presents information on the District's proportionate share of the net pension liability (NPL), the plans' fiduciary net positions and, when applicable, the State's proportionate share of the NPL associated with the District.

Schedule of Contributions – Pensions

This schedule presents information on the District's required contribution, the amounts actually contributed, and any excess or deficiency related to the required contribution.

Changes in Benefit Terms

There were no changes in benefit terms since the previous valuation for either CalSTRS or CalPERS.

Changes in Assumptions

There were no changes in discount rate since the previous valuation for either CalSTRS and CalPERS.

SUPPLEMENTARY INFORMATION

WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
DISTRICT ORGANIZATION
JUNE 30, 2025

The West Valley-Mission Community College District was established in 1963 and provides higher education in Santa Clara County and a portion of Santa Cruz County. The District operates two colleges. West Valley College, founded in 1964, is situated on a 143-acre campus in the foothills of the Santa Cruz Mountains in Saratoga, California. Mission College, which opened in 1975, is located on a 164-acre site in Santa Clara, California. The Colleges are each fully accredited by the Accrediting Commission for Community and Junior Colleges (ACCJC).

GOVERNING BOARD		
MEMBER	OFFICE	TERM EXPIRES
Anne Kepner	President	2026
Adrienne Grey	Vice President	2028
Susan Fish	Member	2026
Paul Fong	Member	2028
Randi Kinman	Member	2028
Diane Lamkin	Member	2026
Karl Watanabe	Member	2028
Jonah Pirnejad	Student Trustee MC	2026
Yifan Sun	Student Trustee WVC	2026

DISTRICT ADMINISTRATION		
Bradley J. Davis <i>Chancellor</i>		
Jennifer Taylor-Mendoza <i>President, West Valley College</i>	Seher Awan <i>President, Mission College</i>	
Shawna Dark <i>Vice Chancellor, Information and Education Technology</i>	Terrance DeGray <i>Vice Chancellor, Facilities Development and Operations</i>	
Ngoc Chim <i>Vice Chancellor, Finance and Administration</i>	Laura Benson (Interim) <i>Vice Chancellor, Human Resources</i>	
Dalton "Chris" Rolan <i>Vice Chancellor, Public Health and Safety/ Police Chief</i>	Melissa Johns <i>Associate Vice Chancellor, Advancement</i>	
John Vlahos <i>Associate Vice Chancellor, Intercollegiate Athletics</i>	Cade Story-Yetto <i>Chief of Staff</i>	

AUXILIARY ORGANIZATIONS IN GOOD STANDING		
AUXILIARY NAME	DIRECTOR'S NAME	ESTABLISHMENT AND MASTER AGREEMENT DATE
West Valley-Mission Community College Foundation	Bradley J. Davis, Director, Chancellor WVMCCD	Organized as an auxiliary organization in 1995 and has a signed master agreement dated September 7, 2018.
Mission-West Valley Land Corporation	Ngoc Chim, Director, Vice Chancellor WVMCCD	Organized as an auxiliary organization in 1985.

WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2025

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal Assistance Listing	Pass-Through Entity	Program Revenues				Total Program
	Number	Number	Cash Received	Accounts Receivable	Deferred Revenue	Total Revenue	Expenditures
U.S. DEPARTMENT OF EDUCATION							
Student Financial Aid Cluster							
Pell Grant	84.063	[1]	\$ 12,187,800	\$ 1,174,553	\$ -	\$ 13,362,353	\$ 13,362,353
Supplemental Educational Opportunity Grant (SEOG)	84.007	[1]	292,921	-	-	292,921	292,921
Federal Work Study Program	84.033	[1]	264,913	-	-	264,913	264,913
Federal Direct Student Loans	84.268	[1]	448,033	51,394	-	499,427	499,427
Student Financial Aid Administration Allowance	85.063	[1]	49,084	-	45,092	3,992	16,546
Student Financial Aid Veteran Admin	85.063	[1]	3,761	-	1,215	2,546	2,546
TRIO Project - ACCESS	84.042A	[1]	831,186	49,062	7,166	873,082	873,082
Higher Education - Institutional Aid (AANAPIS) - STEMlink	84.031L	[1]	274,776	94,004	-	368,780	368,780
Higher Education - Institutional Aid (HSI) - STEMlink	84.031C	[1]	935,155	24,662	-	959,817	959,817
Pass-Through California State Chancellor's Office							
Perkins, Title I-C	84.048	[1]	9,306	387,068	-	396,374	396,374
			15,296,935	1,780,743	53,473	17,024,205	17,036,759
U.S. DEPARTMENT OF AGRICULTURE							
Pass-Through California Department of Education							
Child and Adult Care Food Program	10.558	[2]	46,733	-	-	46,733	46,733
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES							
Pass-Through California State Chancellor's Office							
Temporary Assistance to Needy Families (TANF)	93.558	[2]	35,983	33,214	-	69,197	69,197
Pass-Through Santa Clara County							
CalWORKS	93.558	[2]	150,295	7,705	-	158,000	158,000
Title IV-E	93.658	[2]	190,542	-	154,767	35,775	35,775
Title IV-E - Foster and Kinship Care Education	93.658	[2]	15,355	-	15,355	-	-
			392,175	40,919	170,122	262,972	262,972
NATIONAL SCIENCE FOUNDATION							
Student Opportunity in Avian Research (SOAR)	47.076	[2]	2,185	7,521		9,706	9,706
Total			\$ 15,738,028	\$ 1,829,183	\$ 223,595	\$ 17,343,616	\$ 17,356,170

[1] Not applicable

[2] Not available

WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
SCHEDULE OF EXPENDITURES OF STATE AWARDS
FOR THE YEAR ENDED JUNE 30, 2025

Program	Program Revenues				Total Program Expenditures
	Cash Received	Accounts Receivable	Deferred Revenue	Total Revenue	
Lottery Apportionment (Restricted)	\$ 2,582,666	\$ 510,253	\$ 1,874,378	\$ 1,218,541	\$ 1,218,541
Technology & Data Security Program (One Time)	349,356	-	-	349,356	349,356
Technology & Data Security Program	263,737	-	55,939	207,798	207,798
Board Financial Aid Program (BFAP 2%)	163,683	-	137,529	26,154	26,154
Human Resources Staff Diversity Grant	416,611	-	319,186	97,425	97,425
Equal Employment Opportunity (EEO) Innovative Best Practices Grant	69,345	-	69,345	-	-
Culturally Competent Faculty Professional Development Grant	328,410	-	325,723	2,687	2,687
Library Service Platform Grant	11,550	-	5,302	6,248	6,248
California Apprenticeship Initiative (CAI) New and Innovative Grant Program	96,000	-	76,059	19,941	19,941
Wellness Vending Machines Pilot Grant	5,020	-	4,479	541	541
Asian American, Native Hawaiian Pacific Islander (AANHPI) Program	741,032	-	649,698	91,334	91,334
California Adult Education Program (CAEP)	810,215	-	126,364	683,851	683,851
Instructional Block Grant & State Scheduled Maintenance	1,525,255	-	-	1,525,255	1,525,255
Basic Needs Center Program	1,083,352	-	428,153	655,199	655,199
Student Food & Housing Support Grant	766,969	-	317,374	449,595	449,595
Veteran Resource Center Program	141,043	-	70,726	70,317	70,317
Guided Pathways Program	257,906	-	174,071	83,835	83,835
Financial Aid Technology Program	297,170	-	197,390	99,780	99,780
California College Promise Program (AB19)	2,632,969	-	1,027,602	1,605,367	1,605,367
Middle College High School (MCHS) Program	264,368	-	131,127	133,241	133,241
Extended Opportunity Programs & Services (EOPS)	2,239,075	-	200,737	2,038,338	2,038,338
Cooperative Agencies Resources for Education (CARE) Program	219,735	-	23,099	196,636	196,636
Disabled Students Programs & Services (DSPS)	3,731,381	-	653,578	3,077,803	3,077,803
California Work Opportunities & Responsibility to Kids (CalWORKs) Program	488,946	-	92,390	396,556	396,556
Student Equity & Achievement Program (SEAP)	6,244,933	-	1,595,444	4,649,489	4,649,489
NextUp Program	476,334	-	154,202	322,132	322,132
Strong Workforce Program	3,329,731	679,868	1,471,746	2,537,853	2,537,853
Rising Scholars Network Program	-	8,880	-	8,880	8,880
Nursing Enrollment Growth & Retention Program Grant	111,337	-	77,549	33,788	33,788
Program Pathway Mapper (PPM)	40,000	-	40,000	-	-
Mathematics, Engineering & Science Achievement (MESA) FSS Grant	2,139,023	-	1,399,059	739,964	739,964
Board Financial Aid Program (BFAP)	601,186	-	-	601,186	601,186
California Apprenticeship Initiative (CAI) Child Development Program	114,401	23,205	-	137,606	137,606
California Apprenticeship Initiative (CAI) Mechatronics Program	-	160,576	-	160,576	160,576
Campus Childcare Tax Bailout Program	69,413	-	-	69,413	69,413
Child Development Center Title V Grant	1,230,258	-	-	1,230,258	1,230,258
Culturally Responsive Pedagogy & Practices (CRPP) Grants	36,992	244,644	-	281,636	281,636
Puente Project	350,000	-	292,415	57,585	57,585
LGBTQ+ Support Program	247,444	-	179,785	67,659	67,659
Innovation and Effectiveness Grant	200,000	-	-	200,000	200,000
Health Data & Planning Grant	20,000	-	18,548	1,452	1,452
Health Professions Career Opportunity Program	16,000	-	10,824	5,176	5,176
Regional Equity and Recovery Partnerships Grant	64,297	-	16,940	47,357	47,357
Student Success Completion Grant (SSCG)	2,761,089	-	102,263	2,658,826	2,658,826
Mental Health Program	766,934	-	273,265	493,669	493,669
Umoja Program	270,244	25,879	45,658	250,465	250,465
Classified Professional Development Grant	23,416	-	21,103	2,313	2,313
COVID-19 Recovery Block Grant	3,478,387	-	1,399,221	2,079,166	2,079,166
Dream Resource Liaisons Support (Undocu Liaison) Program	440,334	-	351,094	89,240	89,240
Retention & Enrollment Outreach Program	314,842	-	51,500	263,342	263,342
California Apprenticeship Initiative (CAI) Apprenticeship Transit Program	-	149,013	-	149,013	149,013
Zero Textbook Cost (ZTC) Degree Grant Program	1,687,527	-	1,374,133	313,394	313,394
California Learning Lab Grant - Discrete Math	-	15,117	-	15,117	15,117
Equitable Placement & Completion Grant Program	715,871	-	613,576	102,295	102,295
Seamless Transfer of Ethnic Studies Grant	86,545	-	56,821	29,724	29,724
Student Transfer Achievement Reform Act Program	1,124,950	-	582,842	542,108	542,108
English Language Learner (ELL) Healthcare Pathways Program	113,657	80,000	4,843	188,814	188,814
African American Male Education Network Development (A2MEND) Program	51,886	-	35,009	16,877	16,877
Common Course Numbering Program	1,826,086	-	1,804,175	21,911	21,911
Student Financial Aid Administration Program (One Time)	214,695	-	80,857	133,838	133,838
Cal Grant A, B, C	1,784,682	34,319	-	1,819,001	1,819,001
Emergency Financial Aid Supplemental Grant	114,338	-	43,071	71,267	71,267
Chafee Grant	84,167	-	-	84,167	84,167
Subtotal	\$ 50,636,793	\$ 1,931,754	\$ 19,056,192	\$ 33,512,355	\$ 33,512,355

See accompanying note to supplementary information.

**WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
SCHEDULE OF WORKLOAD MEASURES FOR STATE GENERAL APPORTIONMENT –
ANNUAL/ACTUAL ATTENDANCE
FOR THE YEAR ENDED JUNE 30, 2025**

CATEGORIES	Reported Data	Audit Adjustments	Audited Data
A. Summer Intersession (Summer 2024 only)			
1. Noncredit	198.70	-	198.70
2. Credit	1,345.49	-	1,345.49
B. Summer Intersession (Summer 2025 - Prior to July 1, 2025)			
1. Noncredit	3.37	-	3.37
2. Credit	8.27	-	8.27
C. Primary Terms (Exclusive of Summer Intersession)			
1. Census Procedure Courses			
(a) Weekly Census Contact Hours	4,676.23	-	4,676.23
(b) Daily Census Contact Hours	310.41	-	310.41
2. Actual Hours of Attendance Procedure Courses			
(a) Noncredit	747.61	-	747.61
(b) Credit	46.24	-	46.24
3. Independent Study/Work Experience			
(a) Weekly Census Contact Hours	2,967.85	-	2,967.85
(b) Daily Census Contact Hours	1,502.35	-	1,502.35
(c) Noncredit Independent Study/Distance Education Courses	179.50	-	179.50
D. Total FTES	11,986.02	-	11,986.02
Supplemental Information (subset of above information)			
E. In-service Training Courses	-	-	-
F. Basic Skills Courses and Immigrant Education			
1. Credit	102.53	-	102.53
2. Noncredit	227.23	-	227.23
Total Basic Skills FTES	329.76	-	329.76

WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
RECONCILIATION OF THE EDUCATION CODE SECTION 84362 (50 PERCENT LAW) CALCULATION
FOR THE YEAR ENDED JUNE 30, 2025

		Activity (ESCA) ECS 84362 A Instructional Salary Cost AC 0100-5900 & AC 6100			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
<u>Academic Salaries</u>							
Instructional Salaries							
Contract or Regular	1100	\$ 31,238,439	\$ -	\$ 31,238,439	\$ 31,238,439	\$ -	\$ 31,238,439
Other	1300	30,225,476	-	30,225,476	30,225,476	-	30,225,476
Total Instructional Salaries		61,463,915	-	61,463,915	61,463,915	-	61,463,915
Non-Instructional Salaries							
Contract or Regular	1200	-	-	-	15,337,851	-	15,337,851
Other	1400	-	-	-	1,316,474	-	1,316,474
Total Non-Instructional Salaries		-	-	-	16,654,325	-	16,654,325
Total Academic Salaries		61,463,915	-	61,463,915	78,118,240	-	78,118,240
<u>Classified Salaries</u>							
Non-Instructional Salaries							
Regular Status	2100	-	-	-	29,041,210	-	29,041,210
Other	2300	-	-	-	1,494,017	-	1,494,017
Total Non-Instructional Salaries		-	-	-	30,535,227	-	30,535,227
Instructional Aides							
Regular Status	2200	1,262,286	-	1,262,286	1,262,286	-	1,262,286
Other	2400	695,047	-	695,047	695,047	-	695,047
Total Instructional Aides		1,957,333	-	1,957,333	1,957,333	-	1,957,333
Total Classssified Salaries		1,957,333	-	1,957,333	32,492,560	-	32,492,560
Employee Benefits	3000	22,559,390	-	22,559,390	45,920,908	-	45,920,908
Supplies and Materials	4000	-	-	-	864,801	-	864,801
Other Operating Expenses	5000	-	-	-	13,446,244	-	13,446,244
Equipment Replacement	6420	-	-	-	-	-	-
Total Expenditures Prior to Exclusions		\$ 85,980,638	\$ -	\$ 85,980,638	\$ 170,842,753	\$ -	\$ 170,842,753

See accompanying note to supplementary information.

WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
RECONCILIATION OF THE EDUCATION CODE SECTION 84362 (50 PERCENT LAW) CALCULATION, CONTINUED
FOR THE YEAR ENDED JUNE 30, 2025

		Activity (ESCA) ECS 84362 A Instructional Salary Cost AC 0100-5900 & AC 6100			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
<u>Exclusions</u>							
Activities to Exclude							
Inst. Staff-Retirees' Benefits and Incentives	5900	\$ -	\$ -	\$ -	\$ 527,019	\$ -	\$ 527,019
Std. Health Svcs. Above Amount Collected	6441	-	-	-	1,395,368	-	1,395,368
Student Transportation	6491	-	-	-	6,214	-	6,214
Non-inst.Staff-Retirees' Benefits and Incentives	6740	-	-	-	850,496	-	850,496
Object to Exclude							
Rents and Leases	5060	-	-	-	81,125	-	81,125
Lottery Expenditures							
Academic Salaries	1000	-	-	-	1,743,485	-	1,743,485
Classified Salaries	2000	-	-	-	-	-	-
Employee Benefits	3000	-	-	-	669,641	-	669,641
Supplies and Materials							
Software	4100	-	-	-	-	-	-
Books, Magazines & Periodicals	4200	-	-	-	-	-	-
Instructional Supplies & Materials	4300	-	-	-	-	-	-
Non-inst. Supplies & 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		-	-	-	-	-	-
Other Outgo	7000	-	-	-	-	-	-
Total Exclusions		\$ -	\$ -	\$ -	\$ 5,273,348	\$ -	\$ 5,273,348
Total for ECS 84362, 50% Law		\$ 85,980,638	\$ -	\$ 85,980,638	\$ 165,569,405	\$ -	\$ 165,569,405
Percent of CEE (Instructional Salary Cost/Total CEE)		51.93%	0.00%	51.93%	100.00%	0.00%	100.00%
50% of Current Expense of Education		\$ -	\$ -	\$ -	\$ 82,784,703	\$ -	\$ 82,784,703

See accompanying note to supplementary information.

WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
PROPOSITION 30 EDUCATION PROTECTION ACCOUNT EXPENDITURE REPORT
FOR THE YEAR ENDED JUNE 30, 2025

EPA Revenue	\$ 1,149,913
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Activity Classification	Activity Code	Salaries and Benefits	Operating Expenses	Capital Outlay	
		(Obj 1000-3000)	(Obj 4000-5000)	(Obj 6000)	Total
Instructional Activities	0100-5900	\$ 1,149,913	\$ -	\$ -	\$ 1,149,913
Total		\$ 1,149,913	\$ -	\$ -	\$ 1,149,913

WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
RECONCILIATION OF GOVERNMENTAL FUNDS TO THE STATEMENT OF NET POSITION
JUNE 30, 2025

**Total Fund Equity - District Funds Included
in the Reporting Entity:**

General Fund	\$	127,730,123	
Capital Projects Fund		198,834,794	
Special Revenue Funds		1,355,952	
Debt Service Funds		59,949,759	
Enterprise Funds		7,154,739	
Student Trust Funds		<u>1,609,168</u>	\$ 396,634,535

Assets recorded within the statements of net position not included in the fund financial statements:

Nondepreciable capital assets	\$	153,111,286	
Depreciable capital assets		861,373,503	
Accumulated depreciation		(268,965,203)	
Lease receivable		973,852	
Right-to-use assets		74,405	
Accumulated amortization		<u>(58,449)</u>	746,509,394

Net OPEB Asset 24,397,428

Unmatured Interest (11,415,374)

FMV of Cash in County Adjustment 511,408

Deferred outflows recorded within the statements of net position not included in the District fund financial statements:

Deferred outflows related to bond refundings		3,014,467
Deferred outflows related to OPEB		14,934,050
Deferred outflows related to pensions		46,088,471

Liabilities recorded within the statements of net position not recorded in the District fund financial statements:

General obligation bonds	\$	631,255,000	
Lease revenue bonds		2,520,000	
Premiums, net		52,129,337	
Compensated absences		34,347,800	
Lease liability		17,455	
Net pension liability		<u>135,768,282</u>	(856,037,874)

Deferred inflows recorded within the statements of net position not included in the District fund financial statements:

Deferred charges on refunding		(3,858,607)
Deferred inflows related to leases		(905,044)
Deferred inflows related to OPEB		(861,899)
Deferred inflows related to pensions		<u>(15,826,101)</u>

**Net Position Reported Within the
Statements of Net Position**

\$ 343,184,854

WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
NOTE TO SUPPLEMENTARY INFORMATION
JUNE 30, 2025

NOTE 1 - PURPOSE OF SCHEDULES

District Organization

This schedule provides information about the District’s governing board members and administration members.

Schedule of Expenditures of Federal Awards

The accompanying schedule of expenditures of Federal awards includes the Federal grant activity of the District and is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations (Part 200), *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the financial statements. The District has not elected to use the ten percent de minimis cost rate as covered in Section 200.414 Indirect (F&A) costs of the Uniform Guidance.

The following schedule provides reconciliation between revenues reported on the Statements of Revenues, Expenses, and Changes in Net Assets - Primary Government and the related expenditures reported on the Schedule of Federal Awards. The reconciliation amounts consist primarily of funds that in the previous period were recorded as revenues but were unspent. These unspent balances have been expended in the current period. These unspent balances are reported as legally restricted ending balances within the Statements of Net Position - Primary Government.

	Assistance Listing Number	Amount
Total Federal Revenues From the Statements of Revenues, Expenditures, and Changes in Fund Balance		\$ 17,438,270
Fund Balance	N/A	(82,100)
Total Schedule of Expenditures of Federal Awards		<u>\$ 17,356,170</u>

Schedule of Expenditures of State Awards

The accompanying schedule of expenditures of State awards includes the State grant activity of the District and is presented on the modified accrual basis of accounting. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the financial statements. The information in this schedule is presented to comply with reporting requirements of the California State System’s Office.

WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
NOTE TO SUPPLEMENTARY INFORMATION
JUNE 30, 2025

NOTE 1 - PURPOSE OF SCHEDULES, continued

Schedule of Workload Measures for State General Apportionment – Annual/Actual Attendance

Full-Time Equivalent Students (FTES) is a measurement of the number of pupils attending classes of the District. The purpose of attendance accounting from a fiscal standpoint is to provide the basis on which apportionments of State funds, including restricted categorical funding, are made to community college districts. These schedules provide information regarding the annual attendance measurements of students throughout the District.

Reconciliation of the Education Code Section 84362 (50 Percent Law) Calculation

ECS 84362 requires the District to expend a minimum of 50 percent of the unrestricted General fund monies on salaries of classroom instructors. This is reported annually to the State Chancellor's Office. This schedule provides a reconciliation of the amount reported to the State Chancellor's Office and the impact of any audit adjustments and/or corrections noted during the audit.

Proposition 30 Education Protection Account Expenditure Report

This schedule provides the District's summary of receipts and uses of the monies received through the EPA.

Reconciliation of Fund Equity to Net Position

The schedule provides a reconciliation of the adjustments necessary to bring the District's internal fund financial statements prepared on a modified accrual basis, to the entity-wide full accrual basis financial statements required under GASB Statements No. 34 and No. 35. business-type activities reporting model.

OTHER INDEPENDENT AUDITORS' REPORTS



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

The Board of Trustees
West Valley-Mission Community College District
Saratoga, California

We have audited, 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 the financial statements of the business-type activities, fiduciary funds, and the aggregate discretely presented component units of West Valley-Mission Community College District (the "District") as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated December 1, 2025.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the 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 the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the 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 over financial reporting 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 financial reporting that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses or significant deficiencies. 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 the 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 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.



San Diego, California
December 1, 2025



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

The Board of Trustees
West Valley-Mission Community College District
Saratoga, California

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited West Valley-Mission Community College District's (the "District") compliance with the types of compliance requirements described in the OMB Compliance Supplement that could have a direct and material effect on each of the District's major Federal programs for the year ended June 30, 2025. The District's major Federal programs are identified in the Summary of Auditors' Results section of the accompanying Schedule of Findings and Questioned Costs.

In our opinion, the 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, 2025.

Basis for Opinion on Each Major Federal Program

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

We are required to be independent of West Valley-Mission Community College District and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of West Valley-Mission Community College District's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to West Valley-Mission Community College District's federal programs.

Auditors' Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on West Valley-Mission Community College District's compliance based on our audit.

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding West Valley-Mission Community College District's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of West Valley-Mission Community College District's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of West Valley-Mission Community College District's internal control over compliance. Accordingly, no such opinion is expressed.

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

Report on Internal Control Over Compliance

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

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

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

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

CWDL, Certified Public Accountants

San Diego, California
December 1, 2025



INDEPENDENT AUDITORS' REPORT ON STATE COMPLIANCE

The Board of Trustees
West Valley-Mission Community College District
Saratoga, California

Report on State Compliance

Opinion on State Compliance

We have audited West Valley-Mission Community College District's (the "District") compliance with the types of compliance requirements as identified in the 2024-25 California Community Colleges Chancellor's Office *Contracted District Audit Manual* for the year ended June 30, 2025. The applicable state compliance requirements are identified in the table below.

In our opinion, the District complied, in all material respects, with the compliance requirements referred to above that are applicable to the programs noted below that were audited for the year ended June 30, 2025.

Basis for Opinion

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 compliance requirements described in the 2024-25 California Community Colleges Chancellor's Office *Contracted District Audit Manual*. Our responsibilities under those standards and the compliance requirements are further described in the Auditors' Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on state compliance with the compliance requirements subject to audit in the 2024-25 California Community Colleges Chancellor's Office *Contracted District Audit Manual*. Our audit does not provide a legal determination of the District's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to the District's compliance with the requirements listed in the table below.

Auditors' Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements listed in the table below has occurred, whether due to fraud or error, and express an opinion on the District's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, and the 2024-25 California Community Colleges Chancellor's Office *Contracted District Audit Manual* will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the District's compliance with the requirements listed in the table below.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the 2024-25 California Community Colleges Chancellor's Office *Contracted District Audit Manual*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the District's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the District's internal control over compliance 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 over compliance. Accordingly, no such opinion is expressed. We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any material noncompliance with the requirements listed in the table below that we identified during the audit.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any material noncompliance with the requirements listed in the table below that we identified during the audit.

Compliance Requirements Tested

In connection with the audit referred to above, we selected and tested transactions and records to determine the District's compliance with State laws and regulations applicable to the following:

Section 411 – SCFF Data Management Control Environment
Section 412 – SCFF Supplemental Allocation Metrics
Section 413 – SCFF Success Allocation Metrics
Section 421 – Salaries of Classroom Instructors (50 Percent Law)
Section 423 – Apportionment for Activities Funded From Other Sources
Section 424 – Student Centered Funding Formula Base Allocation: FTES
Section 425 – Residency Determination for Credit Courses
Section 426 – Students Actively Enrolled
Section 427 – Dual Enrollment (CCAP)
Section 430 – Scheduled Maintenance Program
Section 431 – Gann Limit Calculation
Section 444 – Apprenticeship Related and Supplemental Instruction (RSI) Funds
Section 475 – Disabled Student Programs and Services (DSPS)
Section 490 – Propositions 1D and 51 State Bond Funded Projects
Section 491 – Education Protection Account Funds
Section 492 – Student Representation Fee
Section 494 – State Fiscal Recovery Fund
Section 499 – COVID-19 Recovery Block Grant Expenditures

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing over state laws and regulations based on the requirements described in 2024-25 California Community Colleges Chancellor's Office *Contracted District Audit Manual*. Accordingly, this report is not suitable for any other purpose.



San Diego, California
December 1, 2025

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
JUNE 30, 2025

Section I – Schedule of Findings and Questioned Costs

FINANCIAL STATEMENTS

Type of auditors' report issued:	<u>Unmodified</u>
Internal control over financial reporting:	
Material weaknesses identified?	<u>No</u>
Significant deficiencies identified not considered to be material weaknesses?	<u>None Noted</u>
Non-compliance material to financial statements noted?	<u>No</u>

FEDERAL AWARDS

Internal control over major programs:	
Material weaknesses identified?	<u>No</u>
Significant deficiencies identified not considered to be material weaknesses?	<u>None reported</u>
Type of auditors' report issued on compliance for major programs:	<u>Unmodified</u>
Any audit findings disclosed that are required to be reported in accordance with Title 2 U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Costs Principles, and Audit Requirements for Federal Awards	<u>No</u>
Identification of major programs:	

<u>Assistance Listing Numbers</u>	<u>Name of Federal Program or Cluster</u>
<u>84.007, 84.268, 84.033 84.063</u>	<u>Student Financial Aid Cluster</u>
<u>84.042A</u>	<u>TRIO Cluster</u>

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

STATE AWARDS

Internal control over State programs:	
Material weaknesses identified?	<u>No</u>
Significant deficiencies identified not considered to be material weaknesses?	<u>None Noted</u>
Type of auditors' report issued on compliance for State programs:	<u>Unmodified</u>

**WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
FINANCIAL STATEMENT FINDINGS AND RECOMMENDATIONS
FOR THE YEAR ENDED JUNE 30, 2025**

Section II – Financial Statement Findings

This section identifies the significant deficiencies, material weaknesses, and instances of noncompliance related to the financial statements that are required to be reported in accordance with *Government Auditing Standards*.

There were no financial statement findings or recommendations identified during 2024-25.

**WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
FEDERAL AWARD FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2025**

Section III – Federal Award Findings and Questioned Costs

This section identifies the audit findings required to be reported by the Uniform Guidance (e.g., deficiencies, significant deficiencies, material weaknesses, and instances of noncompliance, including questioned costs).

There were no federal award findings or questioned costs identified during 2024-25.

**WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
STATE AWARD FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2025**

Section IV – State Award Findings and Questioned Costs

This section identifies the audit findings pertaining to noncompliance with state program rules and regulations.

There were no state award findings or questioned costs identified during 2024-25.

**WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED JUNE 30, 2025**

There were no findings or questioned costs identified during fiscal year 2023-24.

UNAUDITED SUPPLEMENTARY INFORMATION

WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
GOVERNMENTAL FUNDS
BALANCE SHEETS
JUNE 30, 2025

	General Fund Unrestricted	General Fund Restricted	General Obligation Bonds Debt Service Fund	Retiree Health Benefits Fund	Lease Revenue Bond Debt Service Fund	Child Development Fund	Capital Outlay Projects Fund	General Obligation Bond Fund
ASSETS								
Cash and equivalents	\$ 131,480,498	\$ 20,002,094	\$ 46,833,715	\$ 11,077,198	\$ 1,688,180	\$ 1,377,577	\$ 57,006,595	\$ 156,144,353
Accounts receivable, net	5,828,520	3,494,594	220,051	142,500	-	10,000	3,470,599	1,455,184
Prepaid assets	1,852,719	-	-	40,593	-	-	152,660	-
Total Assets	\$ 139,161,737	\$ 23,496,688	\$ 47,053,766	\$ 11,260,291	\$ 1,688,180	\$ 1,387,577	\$ 60,629,854	\$ 157,599,537
LIABILITIES								
Accounts payable and accrued expenses	\$ 6,937,680	\$ 440,368	\$ -	\$ 52,478	\$ -	\$ 31,625	\$ 795,919	\$ 18,454,054
Deferred revenue	6,087,143	20,567,432	-	-	-	-	144,624	-
Compensated absences	895,679	-	-	-	-	-	-	-
Total Liabilities	13,920,502	21,007,800	-	52,478	-	31,625	940,543	18,454,054
FUND EQUITY								
Restricted	-	2,488,888	47,053,766	11,207,813	1,688,180	1,355,952	59,689,311	139,145,483
Unrestricted	125,241,235	-	-	-	-	-	-	-
Total Fund Equity	125,241,235	2,488,888	47,053,766	11,207,813	1,688,180	1,355,952	59,689,311	139,145,483
Total Liabilities and Fund Equity	\$ 139,161,737	\$ 23,496,688	\$ 47,053,766	\$ 11,260,291	\$ 1,688,180	\$ 1,387,577	\$ 60,629,854	\$ 157,599,537

WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
GOVERNMENTAL FUNDS
BALANCE SHEETS
JUNE 30, 2025

	Community Education Workforce and Economic Development Fund	Entrepreneurial Funds	Student Financial Aid Fund	Associated Students Trust Funds	Student Rep Fee Trust Fund	Student Body Center Fee Trust Fund	Total
ASSETS							
Cash and equivalents	\$ 2,732,598	\$ 4,128,797	\$ (1,217,195)	\$ 632,185	\$ 96,775	\$ 943,865	\$ 432,927,235
Accounts receivable, net	93,821	265,898	1,260,266	-	13,155	72,806	16,327,394
Prepaid assets	-	-	-	-	-	-	2,045,972
Total Assets	\$ 2,826,419	\$ 4,394,695	\$ 43,071	\$ 632,185	\$ 109,930	\$ 1,016,671	\$ 451,300,601
LIABILITIES							
Accounts payable and accrued expenses	\$ 16,342	\$ 34,785	\$ -	\$ 7	\$ 23,985	\$ -	\$ 26,787,243
Deferred revenue	2,400	12,848	43,071	-	23,130	102,496	26,983,144
Compensated absences	-	-	-	-	-	-	895,679
Total Liabilities	18,742	47,633	43,071	7	47,115	102,496	54,666,066
FUND EQUITY							
Restricted	-	-	-	-	-	-	262,629,393
Unrestricted	2,807,677	4,347,062	-	632,178	62,815	914,175	134,005,142
Total Fund Equity	2,807,677	4,347,062	-	632,178	62,815	914,175	396,634,535
Total Liabilities and Fund Equity	\$ 2,826,419	\$ 4,394,695	\$ 43,071	\$ 632,185	\$ 109,930	\$ 1,016,671	\$ 451,300,601

WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
GOVERNMENTAL FUNDS
STATEMENTS OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2025

	General Fund Unrestricted	General Fund Restricted	General Obligation Bonds Debt Service Fund	Retiree Health Benefits Fund	Lease Revenue Bond Debt Service Fund	Child Development Fund	Capital Outlay Projects Fund	General Obligation Bond Fund
REVENUES								
Federal	\$ -	\$ 2,891,626	\$ -	\$ -	\$ 80,297	\$ 46,733	\$ -	\$ -
State	13,902,634	29,454,504	102,323	-	-	1,230,258	853,157	-
Local	197,526,504	5,032,206	57,311,244	470,000	66,579	653,077	9,003,431	6,443,268
Total Revenues	211,429,138	37,378,336	57,413,567	470,000	146,876	1,930,068	9,856,588	6,443,268
EXPENDITURES								
Academic salaries	79,215,345	5,497,027	-	-	-	-	-	-
Classified salaries	35,431,426	11,045,853	-	-	-	2,314,628	125,256	1,657,547
Employee benefits	47,874,224	4,954,591	-	4,796,247	-	1,034,267	70,902	764,174
Supplies and materials	1,024,865	2,404,104	-	-	-	120,608	246,412	-
Other operating expenses	14,451,989	7,805,341	-	63,781	-	10,160	1,973,279	37,396
Capital outlay	1,293,238	2,031,863	-	-	-	-	14,945,964	69,775,216
Debt Service - Principal	-	-	31,785,000	-	-	-	-	-
Debt Service - Interest and other issuance costs	6,800	-	28,131,068	-	153,644	-	-	8,775
Total Expenditures	179,297,887	33,738,779	59,916,068	4,860,028	153,644	3,479,663	17,361,813	72,243,108
EXCESS/(DEFICIENCY) OF REVENUES OVER EXPENDITURES	32,131,251	3,639,557	(2,502,501)	(4,390,028)	(6,768)	(1,549,595)	(7,505,225)	(65,799,840)
OTHER FINANCING SOURCES (USES)								
Operating transfer in	14,542	2,765,836	-	4,390,029	303,164	1,549,595	13,400,000	-
Operating transfer out	(22,389,406)	(99,542)	-	-	(14,542)	-	-	-
Other sources	27,904	-	-	-	-	-	-	-
Other uses	(3,457,013)	(6,294,905)	-	-	-	-	-	-
Total Other Financing Sources/(Uses)	(25,803,973)	(3,628,611)	-	4,390,029	288,622	1,549,595	13,400,000	-
NET CHANGE IN FUND BALANCE	6,327,278	10,946	(2,502,501)	1	281,854	-	5,894,775	(65,799,840)
FUND BALANCE - BEGINNING	118,913,957	2,477,942	49,556,267	11,207,812	1,406,326	1,355,952	53,794,536	204,945,323
FUND BALANCE - ENDING	\$ 125,241,235	\$ 2,488,888	\$ 47,053,766	\$ 11,207,813	\$ 1,688,180	\$ 1,355,952	\$ 59,689,311	\$ 139,145,483

WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
GOVERNMENTAL FUNDS
STATEMENTS OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2025

	Community Education Workforce and Economic Development Fund	Entrepreneurial Funds	Student Financial Aid Fund	Associated Students Trust Funds	Student Rep Fee Trust Fund	Student Body Center Fee Trust Fund	Total
REVENUES							
Federal	\$ -	\$ -	\$ 14,419,614	\$ -	\$ -	\$ -	17,438,270
State	-	-	1,974,435	-	-	-	47,517,311
Local	1,565,045	2,718,025	-	217,105	46,770	287,419	281,340,673
Total Revenues	1,565,045	2,718,025	16,394,049	217,105	46,770	287,419	346,296,254
EXPENDITURES							
Academic salaries	50,752	2,500	-	-	-	-	84,765,624
Classified salaries	568,926	524,653	240,293	38,621	-	95,919	52,043,122
Employee benefits	164,286	102,395	34	-	-	53,422	59,814,542
Supplies and materials	28,991	151,603	-	134,310	5,277	-	4,116,170
Other operating expenses	404,494	884,223	-	212,101	16,228	49,540	25,908,532
Capital outlay	3,094	168,081	-	-	396	-	88,217,852
Debt Service - Principal	-	-	-	-	-	-	31,785,000
Debt Service - Interest and other issuance costs	-	-	-	-	-	-	28,300,287
Total Expenditures	1,220,543	1,833,455	240,327	385,032	21,901	198,881	374,951,129
EXCESS/(DEFICIENCY) OF REVENUES OVER EXPENDITURES	344,502	884,570	16,153,722	(167,927)	24,869	88,538	(28,654,875)
OTHER FINANCING SOURCES (USES)							
Operating transfer in	-	152,771	-	-	-	-	22,575,937
Operating transfer out	-	(40,000)	(32,447)	-	-	-	(22,575,937)
Other sources	-	-	-	-	-	-	27,904
Other uses	-	-	(16,136,275)	-	(23,384)	-	(25,911,577)
Total Other Financing Sources/(Uses)	-	112,771	(16,168,722)	-	(23,384)	-	(25,883,673)
NET CHANGE IN FUND BALANCE	344,502	997,341	(15,000)	(167,927)	1,485	88,538	(54,538,548)
FUND BALANCE - BEGINNING	2,463,175	3,349,721	15,000	800,105	61,330	825,637	451,173,083
FUND BALANCE - ENDING	\$ 2,807,677	\$ 4,347,062	\$ -	\$ 632,178	\$ 62,815	\$ 914,175	\$ 396,634,535

**WEST VALLEY-MISSION COMMUNITY COLLEGE DISTRICT
NOTE TO UNAUDITED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED JUNE 30, 2025**

NOTE 1 - PURPOSE OF SCHEDULES

Fund Financial Statements

The accompanying financial statements report the governmental fund activities of the District and are presented on the modified accrual basis of accounting. Therefore, some amounts presented in these financial statements may differ from amounts presented in, or used in, the preparation of the basic financial statements. The information is not a required component of the financial statements in accordance with GASB Statements No. 34 and No. 35 and is presented at the request of the District management.