CAMARILLO HEALTH CARE DISTRICT

Financial Statements for the Years
Ended June 30, 2023 and 2022 and
Independent Auditor's Report

Fanning & Karrh

Certified Public Accountants

A Professional Corporation

CAMARILLO HEALTH CARE DISTRICT
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CAMARILLO HEALTH CARE DISTRICT
Governing Board of Directors and Management
June 30, 2023

Name	Position
Governing Board of Directors:	
Thomas Doria, MD	President
Neal Dixon, MD	Vice President
Paula Feinberg	Clerk of the Board
Christopher Loh, MD	Director
Louanne Kroell	Director
Management:	
Kara Ralston	Chief Executive Officer
Sonia Amezcua	Chief Administrative Officer

FINANCIAL SECTION

F&K Fanning & Karrh
Certified Public Accountants
A Professional Corporation

PO Box 7464
Ventura, California 93006
Telephone (805) 654-0450

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of
Camarillo Health Care District:

Opinion

We have audited the accompanying financial statements of Camarillo Health Care District as of and for the years ended June 30, 2023 and 2022, and the related notes to the financial statements, which collectively comprise the Camarillo Health Care District's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Camarillo Health Care District as of June 30, 2023 and 2022 and the changes in its financial position and its cash flows thereof for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

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

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, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 4 through 7, the Schedules of Proportionate Share of the Net Pension Liability and of Contributions for the Cost Sharing Defined Benefit Pension Plan on page 28, the Schedule of Changes in the Net OPEB Liability and Related Ratios on page 29 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with 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.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated March 28, 2024, on our consideration of the Camarillo Health Care District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness or Camarillo Health Care 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 Camarillo Health Care District's internal control over financial reporting and compliance.

Fanning & Karrh

Ventura, California
March 28, 2024

CAMARILLO HEALTH CARE DISTRICT
Management's Discussion and Analysis
For period ending June 30, 2023

This discussion and analysis of the Camarillo Health Care District's ("District") financial performance during the stated period provides an overview of the District's operational activities that had an impact on the financial performance of the District.

This report consists of a series of financial statements with accompanying notes. The Statements of Net Position reflects the financial position of the District at June 30, 2023 and 2022. The Statements of Revenues, Expenses and Changes in Net Position provide the results from operations through the fiscal years ended June 30, 2023 and 2022, and reflect how the operating results for the fiscal years affected the Statements of Net Position. The Statements of Cash Flows provide information related to the sources and uses of cash for the District for the fiscal years ended June 30, 2023 and 2022. The notes to the financial statements provide additional information that is essential to a full understanding of the data provided in the financial statements.

The District uses a single enterprise fund for accounting and reporting the results of all operations. The statements referenced above include all assets and liabilities using the accrual basis of accounting, which is similar to accounting used by most private-sector companies. Accrual of current year's revenues and expenses are taken into account regardless of when cash is received or paid.

This audit reflects the fourth fiscal budget affected by COVID-19 pandemic-related restrictions on programming, specifically, the Adult Day Center and its opportunity for revenue generation. The fiscal year in review, ending June 30, 2023, reflects some economic successes in revenue in spite of those lingering pandemic restrictions which are highly unlikely to reoccur in future budgets and audits. California Governor's retraction of the State of Emergency Order became effective February 28, 2023.

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

CAMARILLO HEALTH CARE DISTRICT
Management's Discussion and Analysis
For period ending June 30, 2023

The District is operated and reported as a single enterprise fund; there are no subsidiary fund statements presented as part of this report. The following is a summary of the net position of the District and the change in the net positions from the prior fiscal year.

	2023	2022
Assets		
• Current Assets	$6,917,790	$6,767,538
• Restricted Assets	7,254	7,624
• Non-current Assets	1,145,994	1,539,329
Total Assets	8,071,038	8,314,491
Deferred Outflows of Resources	2,337,257	597,290
Total Assets and Deferred	$10,408,295	$8,911,781
Liabilities		
• Current Liabilities	$270,249	$231,412
• Long-term Liabilities	2,171,170	884,490
Total Liabilities	2,441,419	1,115,902
Deferred Inflow of Resources	934,174	1,952,993
Net Position	7,032,702	5,842,886
Total Liabilities, Deferred and Net Position	$10,408,295	$8,911,781

The net position of the of the Camarillo Health Care District increased 20.4% ($1,189,866) as follows:

Total Assets decreased by $243,453 from the prior year due to the net effect of the GASB 75 adjustment for OPEB offset by an increase in prepaids, property tax and grant receivables.

An increase in **Current Liabilities** of $38,837 in prior year is primarily due to year-end accounts payable balance and the release of deferred revenue in the current year.

The increase of $1,286,680 in **Long-Term Liabilities** is due to the year-end adjustment from the actuarial report regarding GASB 68 (pension liability).

The increase in deferred outflows of resources ($1,739,937) and the decrease in deferred inflows of resources ($1,018,819) are due to pension and other postemployment actuarially determined activities.

CAMARILLO HEALTH CARE DISTRICT
Management's Discussion and Analysis
For period ending June 30, 2023

	2023	2022
Operating Revenues		
• Program Revenues	$218,258	$215,645
• Operating Grants	514,924	607,232
• Bequest Distribution - Care-A-Van	152,015	148,781
• Other Operating Revenue	12,781	13,062
Total Operating Revenues	$897,978	$984,720
Non-Operating Revenues (Expenses)		
• Property Taxes	3,372,749	3,104,554
•		
• Investment Income (Expense)	188,038	(35,794)
• Other Non-Operating Revenue	16,380	119,544
• Gain (Loss) on Sale of Assets	-	(1,005)
• Interest Expense	-	(895)
Total Non-Operating Revenues	$3,588,809	$3,186,404
Program Expenses		
• Salaries, wages and benefits	1,669,129	1,328,471
• Professional fees	226,939	146,085
• Depreciation	108,554	93,431
• Other	528,7549	474,637
• *Total Program Expenses*	2,533,376	2,042,624
•		
• **Administration Expenses**	763,595	630,144
Change in Net Position	$1,189,816	$1,498,356

District activities increased net position by $1,189,816. Major changes in revenues and expenses are as follows:

- **Total Operating Revenues** reflect a decrease of $86,742, primarily due to receipt in 2022 of one-time-only COVID-19 pandemic funding with an offset of new grants received in 2023 (VCAAA OARR; CDA Cal Grows) and increases in VCAAA in SNP grant and PIC Falls contract.
- **Total Non-Operating Revenues** increased by $402,405 due primarily to an increase in property tax revenue year over year and increased interest rates on investments.
- **Total Program Expenses** increased by $490,752 due primarily to successful re-staffing of vacant program positions, grant-related contractors, increase in community outreach and printing costs, and other factors caused by inflation.
- **Administration Expenses** increased by $133,451, due primarily to generalized costs of operational expenses, such as, vendor services; repairs and maintenance; staffing adjustments, IT services, telephone and utilities, and similar.

CAMARILLO HEALTH CARE DISTRICT
Management's Discussion and Analysis
For period ending June 30, 2023

Actual Results Compared to Budget

Performance to budget is monitored by the Board of Directors throughout the year. Following is a summary of actual results in comparison to budget.

	Actual	Budget
Total Operating Revenue	$897,978	$798,069
Less Operating Expenses:		
• Salaries and Benefits	2,087,907	2,536,169
• Depreciation	127,570	122,158
• Other Operating Expenses	1,081,493	1,088,512
Net Operating Loss	($2,398,992)	($2,948,770)
Non-Operating Revenues and Expenses:		
• Property Taxes	3,372,748	3,175,793
• Investment Income	188,038	10,500
• Other Non-Operating Revenue	28,022	18,300
• Other Non-Operating Expenses	-	-
Net Non-Operating Revenue	$3,588,808	$3,204,593
Change in Net Position	$1,189,816	$255,823

The Good Work of the District

The Camarillo Health Care District budget supports the following programs and services: Adult Day Center, Care-a-Van Transportation Services, Senior Nutrition, Fall Prevention, Health Promotion & Disease Prevention, Care Management, Caregiver Center, Dementia Specialty Services, Senior Support Line, Elder Legal Services, Advocacy, Strengthening, and Education, and similar.

Requests for information:

This report is designed to provide a general overview of the District's finances. Questions concerning any of the information provided in this report should be addressed to the CEO, Camarillo Health Care District, 3639 East Las Posas Road, Suite 117, Camarillo, CA 93010.

CAMARILLO HEALTH CARE DISTRICT
STATEMENTS OF NET POSITION
June 30, 2023 and 2022

ASSETS	NOTES	2023	2022
CURRENT ASSETS			
Cash and cash equivalents	2	$ 6,518,213	$ 6,603,755
Restricted cash and cash equivalents	2	7,254	7,624
Receivables:			
Accounts		593	2,391
Property taxes		116,408	78,791
Grants and other reimbursements		147,751	72,969
Interest		2,854	7,625
Prepaid expenses and other current assets		131,971	2,007
Total current assets		6,925,044	6,775,162
NON-CURRENT ASSETS			
Capital assets, net of accumulated depreciation	3	1,133,843	1,115,712
Net other postemployment benefit asset	7	12,151	423,617
Total non-current assets		1,145,994	1,539,329
TOTAL ASSETS		8,071,038	8,314,491
DEFERRED OUTFLOWS OF RESOURCES			
Deferred outflows of resources related to other postemployment benefits	7	487,135	159,793
Deferred outflows of resources related to pensions	6	1,850,122	437,497
Total deferred outflows of resources		2,337,257	597,290

CAMARILLO HEALTH CARE DISTRICT
STATEMENTS OF NET POSITION - concluded
June 30, 2023 and 2022

LIABILITIES	NOTES	2023	2022
CURRENT LIABILITIES			
Accounts payable		112,273	36,936
Accrued expenses		147,084	159,859
Deferred revenue		10,892	34,617
Total current liabilities		270,249	231,412
LONG-TERM LIABILITIES -			
Net pension liability	6	2,171,170	884,490
TOTAL LIABILITIES		2,441,419	1,115,902
DEFERRED INFLOWS OF RESOURCES			
Deferred inflows of resources related to other postemployment benefits	7	773,152	1,074,172
Deferred inflows of resources related to pensions	6	161,022	878,821
Total deferred inflows of resources		934,174	1,952,993
NET POSITION			
Net investment in capital assets		1,133,843	1,115,712
Unrestricted net position		5,898,859	4,727,174
TOTAL NET POSITION		$ 7,032,702	$ 5,842,886

The notes to the financial statements are an integral part of this statement.

CAMARILLO HEALTH CARE DISTRICT
STATEMENTS OF REVENUES AND EXPENSES AND CHANGES IN NET POSITION
For the Years Ended June 30, 2023 and 2022

	NOTES	2023	2022
OPERATING REVENUES			
Program fees		$ 218,258	$ 215,645
Operating grants and contracts	10	514,924	607,232
Distribution from Ventura County Community Foundation	9	152,015	148,781
Other operating revenues		12,781	13,062
TOTAL OPERATING REVENUES		897,978	984,720
OPERATING EXPENSES			
Program Expenses:			
Salaries, wages and benefits		1,669,129	1,328,471
Professional fees		226,939	146,085
Postage and printing		130,243	94,415
Supplies and activities		82,675	65,628
Dues and subscriptions		13,502	7,745
Continuing education - staff		9,698	7,300
Depreciation		108,554	93,431
Insurance		87,264	85,852
Advertising and promotion		26,767	16,881
Utilities and telephone		118,019	100,638
Repairs and maintenance		41,683	49,687
Other		18,903	46,491
Total program expenses		2,533,376	2,042,624
Administration Expenses:			
Salaries, wages and benefits		418,778	386,888
Professional fees		138,651	78,164
Postage and printing		3,321	350
Supplies and activities		19,001	14,232
Dues and subscriptions		34,071	22,766
Continuing education - staff		11,916	4,879
Depreciation		19,016	27,308
Insurance		10,504	10,858
Advertising and promotion		1,238	699
Board expenses		34,506	30,236
Utilities and telephone		26,695	20,369
Repairs and maintenance		30,237	5,130
Other		15,661	28,265
Total administration expenses		763,595	630,144
TOTAL OPERATING EXPENSES		3,296,971	2,672,768
OPERATING LOSS		(2,398,993)	(1,688,048)

CAMARILLO HEALTH CARE DISTRICT
STATEMENTS OF REVENUES AND EXPENSES AND CHANGES IN NET POSITION - concluded
For the Years Ended June 30, 2023 and 2022

	NOTES	2023	2022
NON-OPERATING REVENUES AND EXPENSES			
Property taxes		3,372,749	3,104,554
Donations		11,642	1,510
Investment income (expense)		188,038	(35,794)
Other non-operating revenue		16,380	118,034
Gain (loss) on disposal of capital assets		-	(1,005)
Interest expense		-	(895)
TOTAL NON-OPERATING REVENUES AND EXPENSES		3,588,809	3,186,404
CHANGE IN NET POSITION		1,189,816	1,498,356
NET POSITION - Beginning of year		5,842,886	4,344,530
NET POSITION - End of year		$ 7,032,702	$ 5,842,886

The notes to the financial statements are an integral part of this statement.

CAMARILLO HEALTH CARE DISTRICT
STATEMENTS OF CASH FLOWS
For the Years Ended June 30, 2023 and 2022

	2023	2022
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash received from user charges	$ 219,687	$ 215,497
Operating grant revenue received	416,787	630,953
Distribution from Ventura County Community Foundation	152,015	148,781
Other operating receipts	12,781	13,062
Cash payments to employees for services, including benefits	(3,161,322)	(2,023,888)
Cash payments for operating expenses	(1,136,122)	(837,632)
NET CASH USED FOR OPERATING ACTIVITIES	(3,496,174)	(1,853,227)
CASH FLOWS FROM INVESTING ACTIVITIES		
Investment income	145,602	11,981
Increase (decrease) in fair value of investments	47,207	(52,081)
Other non-operating income	28,022	119,544
NET CASH PROVIDED BY INVESTING ACTIVITIES	220,831	79,444
CASH FLOWS FROM CAPITAL ACTIVITIES		
Purchase of capital assets	(145,701)	(80,861)
Interest payments on long-term debt	-	(3,580)
Repayment of long-term debt	-	(95,464)
NET CASH USED FOR CAPITAL ACTIVITIES	(145,701)	(179,905)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Property taxes collected	3,335,132	3,113,092
NET CASH PROVIDED BY NONCAPITAL FINANCING ACTIVITIES	3,335,132	3,113,092
NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS	(85,912)	1,159,404
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	6,611,379	5,451,975
CASH AND CASH EQUIVALENTS, END OF YEAR	$ 6,525,467	$ 6,611,379
CASH AND CASH EQUIVALENTS CONSISTS OF THE FOLLOWING:		
Unrestricted cash and cash equivalents	$ 6,518,213	$ 6,603,755
Restricted cash and cash equivalents	7,254	7,624
TOTAL CASH AND CASH EQUIVALENTS	$ 6,525,467	$ 6,611,379

CAMARILLO HEALTH CARE DISTRICT
STATEMENTS OF CASH FLOWS - concluded
For the Years Ended June 30, 2023 and 2022

	2023	2022
CASH FLOWS FROM OPERATING ACTIVITIES		
Operating loss	$ (2,398,993)	$ (1,688,048)
Adjustments to reconcile operating loss to net cash used for operating activities:		
Depreciation	127,570	120,739
Changes in assets, deferred outflows, liabilities, and deferred outflows:		
Accounts receivable	1,798	(1,287)
Grants and other reimbursements	(74,782)	13,869
Prepaid expenses	(129,964)	(38)
Deferred outflows of resources	(1,739,967)	(37,836)
Accounts payable	75,337	(925)
Accrued expenses	(12,775)	5,218
Deferred revenue	(23,725)	10,992
Net other postemployment benefit asset/liability	411,466	(893,513)
Net pension liability	1,286,680	(888,789)
Deferred inflows of resources	(1,018,819)	1,506,391
NET CASH USED FOR OPERATING ACTIVITIES	$ (3,496,174)	$ (1,853,227)

SUPPLEMENTAL DISCLOSURE OF NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES

None	$ -	$ -

The notes to the financial statements are an integral part of this statement.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

Reporting Entity – The District's reporting entity includes all significant operations and revenue sources which the District Board of Directors exercises oversight responsibility. Oversight responsibility is determined on the basis of selection of the governing board, designation of management, ability to significantly influence operations, accountability for fiscal matters, and the scope of public service. There are no component units included within the reporting unit.

Basis of Accounting – The Camarillo Health Care District is accounted for as a proprietary fund in accordance with generally accepted accounting principles as applied to governmental units. Proprietary funds are used to account for operations (a) that are financed and operated in a manner similar to private business enterprises – where the expenses, including depreciation, of providing goods or services to the general public are recovered through user charges, or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and net income is appropriate for capital maintenance, public policy, management control, and other purposes. Because the District is accounted for as a proprietary fund, the District uses the economic resources measurement focus and the accrual basis of accounting is used for financial statement reporting purposes. Revenues are recognized when they are earned, and expenses are recognized when they are incurred. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the Statement of Net Position. Net position is segregated into investment in capital assets and unrestricted.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing goods and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the District are program fees charged to clients for services and grants received from other governmental agencies and private enterprises for operating purposes. Operating expenses include the cost of providing services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

Principles of Presentation – The accompanying financial statements are presented utilizing the accrual method of accounting.

Use of Estimates – The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Accordingly, actual results could differ from those estimates.

Significant estimates used in preparing these financial statements include:

- Depreciation expense
- Compensated absences
- Allowance for uncollectible receivables
- Investments
- Accrual of net pension liability
- Accrual of other postemployment benefits

Cash and Cash Equivalents – For the purpose of the Statement of Cash Flows, the District considers all highly liquid investments with original maturities of 90 days or less to be cash and cash equivalents. The District considers funds in the Local Agency Investment Fund and the Ventura County Treasury Fund to be cash equivalents.

Investments – Investments are carried at fair value.

The District's Investment Policy authorizes investments in obligations of the U. S. Treasury, California - approved local government investment pools, collateralized demand and time deposits, certificates of deposit and money market accounts.

Capital Assets – Capital assets that are acquired and/or constructed are capitalized at historical cost. District policy has set the capitalization threshold for reporting capital assets at $3,000. Depreciation is calculated using the straight-line method of depreciation over the estimated useful lives of the assets ranging from two to thirty-nine years.

Compensated Absences – The District accrues the estimated obligation for vacation pay as earned. Sick leave is not included in the accrual as the District does not pay for unused sick leave upon employee termination.

Deferred Outflows of Resources and Deferred Inflows of Resources – Deferred outflows of resources is a consumption of net position by the District that is applicable to a future period and deferred inflows of resources is an acquisition of net position by the District that is applicable to a future reporting period. Both deferred outflows and inflows are reported in the Statements of Net Position, but are not recognized in the financial statements as revenue and expenses until the period(s) to which they relate. Deferred outflows of resources and deferred inflows of resources are related to pensions and other postemployment benefits.

Pensions – For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the District's California Public Employees' Retirement System (CalPERS) cost-sharing multiple-employer defined benefit plan and additions to/deductions from the plan's fiduciary net position have been determined on the same basis as they are reported by the plans. For this purpose, benefit payments (including refunds of employee contributions) are recognized when currently due and payable in accordance with the benefit terms. Investments are reported at fair value.

Postemployment Benefits Other Than Pensions (OPEB) – For purposes of measuring the net OPEB liability (asset), deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the Camarillo Health Care District Retiree Benefits Plan (Plan) and the additions to/deductions from the Plan's fiduciary net position have been determined on the same basis as they are reported by the Plan. For this purpose, the Plan recognizes benefit payments when due and payable in accordance with the benefit terms. Investments are reported at fair value, except for money market investments and participating interest-earning investment contracts that have a maturity at the time of purchase of one year or less, which are reported at cost.

Net Position – Net position represents the difference between assets and deferred outflows of resources, and liabilities and deferred inflows of resources on the financial statements. Net position is classified in the following categories:

- Net investment in capital assets – This category includes capital assets, net of accumulated depreciation and reduced by any outstanding debt related to the acquisition, construction or improvement of those assets.
- Restricted – This category consists of net position with legal limitations imposed on their use by external restrictions by other governments, creditors, grantors, contributors, laws or regulations, or through constitutional provision, or enabling legislation. As of June 30, 2023 and 2022, the District did not have restricted net position.
- Unrestricted net position – This category consists of all other net position that does not meet the definition of restricted or invested in capital assets.

The District's reserve policy provides for the designation of unrestricted net position to fund replacement and major repairs for District physical assets; fund replacement and upgrades of IT performance systems, hardware and software; fund designated projects/programs, or other special uses, requiring additional monetary support; fund capital improvements; and maintain standard operational sustainability in periods of economic uncertainty.

Budgets – The District annually adopts a budget prior to and for the upcoming fiscal year, which includes anticipated expenditures and their means of financing.

Property Taxes – Tax revenues are received by the District pursuant to its status as an Independent Special District as part of a subdivision of the State of California.

Reclassifications – Certain reclassifications have been made to the prior year financial statements in order to conform to the presentation of the current year financial statements for comparative purposes. There is no material effect on the financial statements.

2. DEPOSITS AND INVESTMENTS

The District's carrying value of deposits was $2,606,470 and $2,611,388 at June 30, 2023 and 2022, respectively. The corresponding bank balances were $2,650,422 and $2,642,905, respectively. Of the bank balances, $503,695 was covered by Federal deposit insurance. The California Government Code requires all financial institutions to secure a local government agency's deposits by pledging governmental securities as collateral. The market value of pledged securities must equal 110% of an agency's deposits. California law also allows financial institutions to secure an agency's deposits by pledging first trust deed mortgage notes having a value of 150% of an agency's total deposits, and collateral is considered to be held in the name of the District. All cash held by financial institutions is, therefore, entirely insured or collateralized.

At June 30, the District had the following investments (all of which are considered cash equivalents):

	2023	2022
State of California Local Agency Investment Fund	$ 316,412	$ 3,993,194
California Class Prime Investment Fund	3,595,449	-
Ventura County Treasury Investment Fund	6,002	5,642
Total	$ 3,917,863	$ 3,998,836

The District is a voluntary participant in the Local Agency Investment Fund (LAIF) that is regulated by the California Government Code Section 16429 under the oversight of the Treasurer of the State of California. LAIF is managed by the Local Agency Investment Advisory Board, which consists of 5 members, in accordance with State Statute. The State Treasurer's Office audits the fund annually. The fair value of the District's investment in this pool is reported at amounts based upon the District's pro-rata share of the fair value provided by LAIF for the entire LAIF portfolio. The balance available for withdrawal is based on the accounting records maintained by LAIF, which are recorded on an amortized cost basis. The share value of the District's investment in LAIF is $321,286 and $4,045,275 at June 30, 2023 and 2022, respectively.

The District is a voluntary participant in the California Cooperative Liquid Assets Securities System (California CLASS) Prime Investment Fund. California CLASS is a pooled investment option that was created via a joint exercise of powers agreement by and among California public agencies. The management of California CLASS is under the direction of a Board of Trustees comprised of eligible participants of the program. The Board of Trustees has appointed Public Trust Advisors, LLC to serve as the Investment Advisor and Administrator of the program and has appointed U.S. Bank as the Custodian. An independent audit of the investment fund is performed annually. California Class is rated by S&P Global Ratings, the current rating is 'AAAm'. California Class operates like a money market mutual fund with each share valued at $1.00.

The County of Ventura Treasurer maintains a cash investment pool for all funds of the County and other agencies for which the County treasury is the depository. Interest earned on the pooled funds is allocated and credited to these funds quarterly. Interest is apportioned to the District based on the average daily balances on deposit with the County Treasurer. Investment earnings are accrued at year-end. The County Treasurer invests District funds in accordance with the County's investment policy as approved by the Treasury Oversight Committee and the County Board of Supervisors. The policy emphasizes safety, liquidity, and yield and follows the "prudent investor rule". The County Treasurer is authorized by Government Code Section to invest in U.S. Government Treasury and Agency Securities, certain commercial paper, bankers' acceptances, corporate bonds and notes, repurchase agreements and the State of California Local Agency Investment Fund. The fair value of the District's investment in the pool approximates cost.

To address credit risk, the District invests its funds in accordance with state statutes and the District's investment policy. The criteria for selecting investments are, in order of priority, (1) safety – consideration of the potential loss of principal or interest, (2) liquidity – the ability to have funds available at any moment in time with a minimal potential loss and (3) yield – the optimum rate of return while preserving capital.

Restricted assets of $7,254 and $7,624 as of June 30, 2023 and 2022, respectively, are amounts received that are designated for program scholarship awards.

3. CAPITAL ASSETS

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

	Balance June 30, 2022	Increases	Decreases	Balance June 30, 2023
Capital assets being depreciated:				
Buildings and building improvements	$ 3,153,672	$ 34,429	$ -	$ 3,188,101
IS equipment	102,123	-	-	102,123
Equipment and furnishings	257,831	17,316	(13,534)	261,613
Transportation vehicles	214,215	93,956	-	308,171
Total capital assets	3,727,841	145,701	(13,534)	3,860,008
Less accumulated depreciation	(2,612,129)	(127,570)	13,534	(2,726,165)
Total capital assets, net	$ 1,115,712	$ 18,131	$ -	$ 1,133,843

Capital assets activity for the year ended June 30, 2022 was as follows:

	Balance June 30, 2021	Increases	Decreases	Balance June 30, 2022
Capital assets being depreciated:				
Buildings and building improvements	$ 3,099,106	$ 61,800	$ (7,234)	$ 3,153,672
IS equipment	102,123	-	-	102,123
Equipment and furnishings	238,770	19,061	-	257,831
Transportation vehicles	214,215	-	-	214,215
Total capital assets	3,654,214	80,861	(7,234)	3,727,841
Less accumulated depreciation	(2,497,619)	(120,739)	6,229	(2,612,129)
Total capital assets, net	$ 1,156,595	$ (39,878)	$ (1,005)	$ 1,115,712

4. LINE OF CREDIT

The District has a line of credit with a bank secured by inventory, chattel paper, account, equipment and general intangibles. The line of credit has a maximum borrowing amount of $300,000, bears interest at .9% over the lender's base rate (Bank of the West prime rate), but not less than 4%. The line of credit does not have a maturity date. There were no borrowings on the line of credit during the years ended June 30, 2023 and 2022. There was no interest expense associated with the line of credit during 2023 or 2022.

5. LONG-TERM DEBT

The following is a summary of changes in long-term debt for the year ended June 30, 2022:

	Balance June 30, 2021	Retirement	Balance June 30, 2022	Current	Long-term
Installment Sale Agreement	$ 95,464	$ (95,464)	$ -	$ -	$ -

The District entered into an installment sale agreement on September 1, 2014, with the Municipal Finance Corporation, to finance the renovation of the Adult Day Care Center. The District received $600,000 under the agreement, which was repaid over a seven-year period, including interest at 3.75%. The District's net revenue, as defined by the installment agreement, was pledged for the payment of the installment payment. The installment sale agreement was assigned to Citizens Business Bank on September 26, 2014. The installment sale agreement was paid in full during the year ended June 30, 2022.

6. DEFINED BENEFIT PENSION PLAN

A. General Information about the Pension Plan

Plan Descriptions, Benefits Provided and Employees Covered – All qualified permanent and probationary employees are eligible to participate in the District's Miscellaneous Employee Pension Plan (Plan). The Plan is a cost-sharing multiple-employer defined benefit pension plan administered by the California Public Employees' Retirement System (CalPERS). Benefit provisions under the Plan are established by State statute and Local Government resolution. The Plan provides retirement, death and disability benefits to plan members and beneficiaries. The benefit provisions of the plan's employees are established by statute. CalPERS issues publicly available reports that include a full description regarding number of employees covered, benefit provisions, assumptions, and membership information that can be found on the CalPERS website.

The Plan's provisions and benefits in effect at June 30, 2023, are summarized as follows:

Hire date	Prior to January 1, 2013	On or after January 1, 2013
Benefit formula	2% @ 60	2% @ 62
Benefit vesting schedule	5 years of service	5 years of service
Benefit payments	monthly for life	monthly for life
Retirement age	60	62
Required employee contribution rates	7.000%	6.750%
Required employer contributions rates	7.470%	9.120%

Contributions – Section 20814(c) of the California Public Employees' Retirement Law requires that the employer contribution rates for all public employers are determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in rate. The Plan's actuarially determined rate is based on the estimated amount necessary to pay the Plan's allocated share of the risk pool's costs of benefits earned by employees during the year. The District is required to contribute the difference between the actuarially determined rate and the contribution rate of employees.

Beginning for the year ended June 30, 2016, CalPERS collected employer contributions towards unfunded liability as a dollar amount instead of the prior method of a contribution rate. The pool's unfunded liability is allocated to each individual plan based on the plan's total liability rather than by plan individual payroll. The District's unfunded liability payment for the year ended June 30, 2023 was $153,175.

For the year ended June 30, 2023, the contributions recognized by the plan from the employer were as follows:

Contributions – employer	$129,252
Contributions – employee	$109,697

During the year ended June 30, 2023, the District made an additional discretionary contribution to the plan of $750,000.

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

As of June 30, 2023, the District's reported net liability for its proportionate share of the net pension liability was $2,171,170.

The District's net pension liability for the Plan is measured as the proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2022, and the total pension liability for the Plan used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2021 rolled forward to June 30, 2022 using standard update procedures. 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 employers, actuarially determined.

The District's proportionate share of the net pension liability as of June 30, 2023 and 2022 was as follows:

Proportion - June 30, 2022	0.04658%
Proportion - June 30, 2023	0.04640%
Change - Increase (Decrease)	-0.00018%

For the year ended June 30, 2023, the District recognized pension expense of $188,683. At June 30, 2023, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outlows of Resources	Deferred Inflows of Resources
Pension contributions subsequent to measurement date	$ 1,032,427	$ -
Net differences between projected and actual earnings on plan investments	397,701	-
Differences between expected and actual experiences	43,601	29,202
Changes in assuptions	222,481	-
Differences betweem actual contributions and proportionate share of contributions	-	131,820
Change in employer's proportion	153,912	-
Total	$ 1,850,122	$ 161,022

The $1,032,427 reported as deferred outflows of resources related to contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2024.

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

Measurement Period Ending June 30:	Deferred Outflows (Inflows) of Resources, Net
2024	$ 173,185
2025	152,067
2026	88,173
2027	243,248
Total	$ 656,673

Actuarial Methods and Assumptions - For the measurement period ended June 30, 2022 (the measurement date), the total pension liability was determined by rolling forward the June 30, 2021 total pension liability determined in the June 30, 2021 actuarial accounting valuation. The June 30, 2022 total pension liability was based on the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal
Actuarial Assumptions:	
Discount Rate	6.90%
Inflation	2.30%
Projected Salary Increases	Varies by Entry Age and Service
Mortality	Derived using CalPERS Membership Data
Post Retirement Benefit Increses	COLA up to 2.30% until Purchasing Power Protection Allowance Floor on Purchasing Power applies, 2.30% thereafter

The mortality table was developed based on CalPERS-specific data. The rates incorporate Generational Mortality to capture ongoing mortality improvement using 80% of Scale MP-2020 published by the Society of Actuaries. For more details, please refer to the 2021 experience study report that can be found on the CalPERS website.

Discount Rate – The discount rate used to measure the total pension liability was 6.90%. The discount rate is equal to the long-term expected rate of return of the plan assets and is net of investment expenses but not reduced for administrative expenses. The fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

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

In determining the long-term expected rate of return, CalPERS took into account both short-term and long-term market return expectations as well as the expected pension fund cash flows. Such cash flows were developed assuming that both members and employers will make their required contributions on time and as scheduled in all future years. Using historical returns of all the funds' asset classes, expected compound returns were calculated over the short-term (first 10 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. 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 table below reflects the long-term expected real rate of return by asset class. The rate of return was calculated using the capital market assumptions applied to determine the discount rate and asset allocation. These rates of return are net of administrative expenses.

Asset Class	New Strategic Allocation	Real Return (1) (2)
Global Equity - Cap-weighted	30.00%	4.54%
Global Equity - Non-Cap-weighted	12.00%	3.84%
Private Equity	13.00%	7.28%
Treasury	5.00%	0.27%
Mortgage-backed Securities	5.00%	0.50%
Investment Grade Corporates	10.00%	1.56%
Inflation Assets	0.00%	0.77%
High Yield	5.00%	2.27%
Emerging Market Debt	5.00%	2.48%
Private Debt	5.00%	3.57%
Real Assets	15.00%	3.21%
Leverage	-5.00%	-0.59%

(1) An expected inflation of 2.30% used for this period
(2) Figures are based on the 2021-2022 Asset Liability Management study

Amortization of Deferred Outflows and Deferred Inflows of Resources – Under GASB 68, actuarial gains and losses related to changes in total pension liability and fiduciary net position are recognized in pension expense systematically over time.

The first amortized amounts are recognized in pension expense for the year the gain or loss occurs. The remaining amounts are categorized as deferred outflow and deferred inflows of resources related to pension and are to be recognized in future pension expense.

The amortization period differs depending on the source of the gain or loss:

Net difference between projected and actual earnings on pension plan investments	5 year straight-line amortization
All other amounts	Straight-line amortization over the expected average remaining services lifetime (EARSL) of all members that are provided with pensions (active, inactive, and retired) as of the beginning of the measurement period

The net difference between projected and actual investment earnings on pension plan investments is amortized over a five-year period on a straight-line basis. One-fifth is recognized in pension expense during the measurement period, and the remaining net difference between projected and actual investment earnings on pension plan investments at the measurement date is to be amortized over the remaining four-year period. The net difference between projected and actual investment earnings on pension plan investments in the schedule of collective pension amounts represents the unamortized balance relating to the current measurement period and the prior measurement period on a net basis.

Deferred outflows of resources and deferred inflows of resources relating to differences between expected and actual experience, changes of assumptions and employer-specific amounts should be amortized over EARSL of members provided with pensions through the plan.

Sensitivity of the Proportionate Share of the Net Pension Liability to Changes in the Discount Rate - The following presents the District's proportionate share of the net pension liability calculated using the discount rate of 6.90%, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (5.90%) or 1 percentage point higher (7.90%) higher than the current year:

	1% Decrease 5.90%	Current Discount Rate 6.90%	1% Increase 7.90%
District's proportionate share of the net pension liability	$ 3,384,340	$ 2,171,170	$ 1,173,031

Pension Plan Fiduciary Net Position – The plan's fiduciary net position disclosed in the District's GASB 68 accounting valuation report may differ from the plan assets reported in the District's funding actuarial valuation report due to several reasons. For the accounting valuations, CalPERS must keep items such as deficiency reserves, fiduciary self-insurance and OPEB expense included in fiduciary net position. These amounts are excluded for rate setting purposes in the District's funding actuarial valuation. Detailed information about the pension plan's fiduciary net position is available in the separately issued CalPERS financial reports.

C. Payable to the Pension Plan

At June 30, 2023, the District reported a payable of $2,772 for the outstanding amount of contributions to the pension plan required for the year ended June 30, 2023.

7. OTHER POST EMPLOYMENT BENEFITS

A. General Information about the OPEB Plan

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

Benefits Provided – Employees may retire and receive District-paid contributions towards healthcare upon attainment of age 50 and completion of 5 years of service. Annually, the District establishes a maximum monthly premium that the District will contribute to the cost of current-year health insurance premiums. For calendar year 2021 and 2022, the maximum monthly contribution by the District was $790 per retiree.

Employees covered by benefit terms – As of the June 30, 2021 actuarial valuation, the following current and former employees were covered by the benefit terms under the Plan:

Inactive employees or beneficiaries currently receiving benefit payments	9
Inactive employees entitled to but not yet receiving benefit payments	9
Active employees	17
Total	35

Contributions - The contribution requirements of the Plan are established by the District's Board of Directors. The District has an OPEB trust account with California Employer's Retiree Benefit Program (CERBT). The District did not make a contribution to the trust for the reporting period ended June 30, 2023.

B. Net OPEB Liability (Asset)

The District's net OPEB liability (asset) was measured as of June 30, 2022, and the total OPEB liability used to calculate the net OPEB liability (asset) was determined by an actuarial valuation as of June 30, 2021. Standard actuarial update procedures were used to project/discount from valuation to measurement dates.

Actuarial assumptions – The total OPEB liability in the June 30, 2021 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

Discount Rate	6.75%
Inflation	2.50%
Salary Increase	3.00%
Investment Rate of Return	6.75%, net of OPEB plan investment expenses
Healthcare Cost Trend Rate	5.20% for 2021 through 2034; 5.00% for 2035 through 2049; 4.50% for 2050 through 2064; and 4.00% for 2065 and later years

Mortality rates were based on the most recent experience study for CalPERS members.

The actuarial assumptions used in the June 20, 2021 valuation were based on a review of plan experience during the period June 30, 2019 to June 30, 2021.

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

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

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

For OPEB plans that do not have irrevocable trust accounts, GASB 75 required a discount rate equal to the yield or index rate for 20-year, tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher.

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

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

Asset Class	Assumed Asset Allocation	Real Rate of Return
Global ex-U.S. Equity	59%	5.9%
U.S. Fixed	25%	0.9%
Real Estate	8%	3.3%
TIPS	5%	0.4%
Commodities	3%	0.4%

Investment Policy – The policy regarding the allocation of the plan's invested assets is established by CERBT Strategy 1. The primary objective is to maximize total Plan return, subject to the risk and quality constraints set forth in the investment guidelines. The asset allocation ranges for this objective are listed below:

Asset Class	Target Allocations	Target Range	Benchmark
Global Equity	59%	± 5%	MSCI All County World Index IMI (net)
Fixed Income	25%	± 5%	Bloomberg Barclays Long Liability Index
Treasury Inflation-Projected Securities	5%	± 3%	Bloomberg Barclays US TIPS Index, Series L
Real Estate Investment Trusts	8%	± 5%	FTSE EPRA/NAREIT Developed Liquid Index (net)
Commodities	3%	± 3%	S&P GSCI Total Return Index
Cash	0%	± 2%	91 Day Treasury Bill

Rate of Return – For the year ended on the measurement date, the annual-money-weighted rate of return on investments, net of investment expense, was (13.39) percent. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts invested.

Changes in the Net OPEB Liability (Asset)

The changes in the net OPEB liability (asset) for the Plan are as follows:

	Total OPEB Liability (a)	Plan Fiduciary Net Position (b)	Net OPEB Liability (Asset) (a) - (b)
Balances at 6/30/2022	$ 1,716,100	$ 2,139,717	$ (423,617)
Changes for the year:			
Service cost	82,980	-	82,980
Interest	118,871	-	118,871
Difference between expected and actual experience	-	-	-
Changes in assumptions	-	-	-
Contributions - employer	-	77,326	(77,326)
Net investment income	-	(286,399)	286,399
Benefit payments	(77,326)	(77,326)	-
Administrative expenses	-	(542)	542
Net changes	124,525	(286,941)	411,466
Balances at 6/30/2023	$ 1,840,625	$ 1,852,776	$ (12,151)

Sensitivity of the net OPEB liability to changes in the discount rate – The following presents the net OPEB liability (asset) of the District, as well as what the District's net OPEB liability (asset) would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate:

	1% Decrease 5.75%	Discount Rate 6.75%	1% Increase 7.75%
Net OPEB liability (asset)	$ 202,834	$ (12,151)	$ (193,081)

Sensitivity of the net OPEB liability (asset) to changes in the healthcare cost trend rates – The following presents the net OPEB liability (asset) of the District, as well as what the District's net OPEB liability (asset) would be if it were calculated using healthcare cost trend rates that are one percentage point lower or one percentage point higher that then current rate:

	1% Decrease (4.20% current, 3.00% ultimate, 3.00% Medicare)	Cost Trend Rate (5.20% current, 4.00% ultimate, 4.00% Medicare)	1% Increase (6.20% current, 5.00% ultimate, 5.00% Medicare)
Net OPEB liability	$ (220,392)	$ (12,151)	$ 239,757

OPEB Plan Experience

Reporting period	July 1, 2022 to June 30, 2023
Measurement period	July 1, 2021 to June 30, 2022

OPEB plan fiduciary net position – CalPERS issues a publicly available CERBT financial report that may be obtained from the CalPERS website at www.calpers.ca.gov.

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

For the year ended June 30, 2023, the District recognized OPEB expense of ($128,068). For the reporting year ended June 30, 2022, the District recognized deferred outflows of resources and deferred inflows of resources related OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
OPEB contributions subsequent to measurement date	$ 74,538	$ -
Difference between expected and actual experience	-	528,602
Change in assumptions or other inputs	62,288	36,379
Differences between projected and actual return on investments	350,311	208,171
Total	$ 487,137	$ 773,152

The $74,538 reported as deferred outflows of resources related to contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability in the year ended June 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized as pension expense as follows:

Measurement Period Ending June 30:	Deferred Outflows (Inflows) of Resources, Net
2024	$ (194,358)
2025	(88,086)
2026	(89,744)
2027	11,635
Total	$ (360,553)

8. RISK MANAGEMENT

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

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

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

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

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

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

9. DISTRIBUTION FROM VENTURA COUNTY COMMUNITY FOUNDATION

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

Each year, VCCF distributes a portion of the earnings based on its distribution policies, which are subject to change based on VCCF's investment management performance. The amounts received in 2023 and 2022, were $152,015 and $148,781 respectively. The distribution amounts are to be used only for the Care-a-Van service in Camarillo. At June 30, 2023 and 2022, the market value of the fund held by VCCF on behalf of the District was $2,946,112 and $2,919,987, respectively.

10. OPERATING GRANTS AND CONTRACTS

The District is the recipient of grants and contracts from government agencies and the private sector. The grants received for the year ended June 30, 2023 are:

Funding Source	Program	Purpose	Amount
Ventura County Area Agency on Aging (VCAAA)	Wellness & Caregiver Center	Caregiver Support	$39,779
Ventura County Area Agency on Aging (VCAAA)	Senior Lunch Program	Senior Meals	113,346
Ventura County Area Agency on Aging (VCAAA)	Senior Lunch Program	Senior Nutrition Vehicle Purchase	42,541
Ventura County Area Agency on Aging (VCAAA)	Wellness & Caregiver Center	Senior Support Line	48,986
Ventura County Area Agency on Aging (VCAAA)	Wellness & Caregiver Center	Elder Legal Services & Education	123,762
City of Camarillo	Senior Nutrition Program	Senior Meals	50,000
City of Camarillo	Transportation Program	3 Month – Free Ride	28,500
PICF	Care Management	Fall Prevention	25,519
Arthur N. Rupe Foundation	Wellness & Caregiver Center	Caregiver Support for Veterans	10,293
California Depart of Aging, CalGrows	Caregiver Training	Dementia Training	16,636
Ventura County Area Agency on Aging (VCAAA)	Caregiver Education	Dementia Training	6,200
The Scan Foundation	Wellness & Caregiver Center	Community of Constituents	9,362
Total Grant and Contract Funds			$514,924

11. SUBSEQUENT EVENTS

The District has evaluated subsequent events through March 28, 2024, the date which the financial statements were available to be issued.

REQUIRED SUPPLEMENTARY INFORMATION

CAMARILLO HEALTH CARE DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION
California Public Employees' Retirement System
Last 10 years *

Schedule of Proportionate Share of the Net Pension Liability

Year Ended *	Proportion of the Net Pension Liability	Proportionate Share (Amount) of Net Pension Liability	Actual Covered Member Payroll	Net Pension Liability as a Percentage of Covered Payroll	Fiduciary Net Position as a Percentage of Total Pension Liability
6/30/15	0.01542%	$ 959,515	$ 1,457,087	65.85%	87.79%
6/30/16	0.02995%	$ 821,635	$ 1,372,378	59.87%	83.66%
6/30/17	0.03465%	$ 1,203,554	$ 1,288,882	93.38%	80.46%
6/30/18	0.03676%	$ 1,449,033	$ 1,267,253	114.34%	78.80%
6/30/19	0.03777%	$ 1,423,420	$ 1,352,844	105.22%	80.16%
6/30/20	0.03987%	$ 1,596,760	$ 1,386,653	115.15%	78.60%
6/30/21	0.04204%	$ 1,773,279	$ 1,470,935	120.55%	77.71%
6/30/22	0.04658%	$ 884,490	$ 1,276,331	69.30%	89.53%
6/30/23	0.04640%	$ 2,171,170	$ 1,304,622	166.42%	75.60%

* The data provided in the schedule is based as of the measurement date of CalPERS net pension liability, which is as of the beginning of the District's fiscal year.

Schedule of Contributions

Year Ending	Statutorily Required Contributions	Actual Employer Contributions	Contribution Excess/ (Deficiency)	Actual Covered Member Payroll	Contributions as a Percentage of Covered Payroll
6/30/14	$ 122,887	$ 122,887	$ -	$ 1,457,087	8.43%
6/30/15	$ 122,375	$ 122,375	$ -	$ 1,372,978	8.91%
6/30/16	$ 82,913	$ 82,913	$ -	$ 1,288,882	6.43%
6/30/17	$ 92,770	$ 92,770	$ -	$ 1,267,253	7.32%
6/30/18	$ 96,725	$ 96,725	$ -	$ 1,352,844	7.15%
6/30/19	$ 105,158	$ 105,158	$ -	$ 1,386,653	7.58%
6/30/20	$ 114,565	$ 114,565	$ -	$ 1,470,935	7.79%
6/30/21	$ 108,266	$ 108,266	$ -	$ 1,276,331	8.48%
6/30/22	$ 108,453	$ 108,453	$ -	$ 1,304,622	8.31%
6/30/23	$ 129,252	$ 129,252	$ -	$ 1,604,055	8.06%

These schedules are intended to show information for ten years. Additional years will be displayed as they become available.

CAMARILLO HEALTH CARE DISTRICT

REQUIRED SUPPLEMENTARY INFORMATION

Schedule of Changes in the Net OPEB Liability and Related Ratios

Last Ten Years*

	Measurement Date 6/30/22	Measurement Date 6/30/21	Measurement Date 6/30/20	Measurement Date 6/30/19	Measurement Date 6/30/18	Measurement Date 6/30/17
Total OPEB Liability						
Service cost	$ 82,980	$ 83,460	$ 108,302	$ 105,148	$ 112,245	$ 242,042
Interest	118,871	148,797	137,381	117,886	117,178	161,216
Changes of benefit terms	-	-	-	-	(218,274)	-
Differences between expected and actual experience	-	(703,743)	-	-	(430,717)	-
Changes of assumptions	-	95,956	-	-	-	-
Actuarial adjustment	-	-	-	(183,831)	-	-
Benefit payments	(77,326)	(57,670)	(45,957)	(39,203)	(31,131)	(30,629)
Net change in total OPEB liability	124,525	(433,200)	199,726	-	(450,699)	372,629
Total OPEB liability - beginning	1,716,100	2,149,300	1,949,574	1,949,574	2,400,273	2,027,644
Total OPEB liability - ending	$ 1,840,625	$ 1,716,100	$ 2,149,300	$ 1,949,574	$ 1,949,574	$ 2,400,273
Plan Fiduciary Net Position						
Contribution - employer	$ 77,326	$ 57,670	$ 45,957	$ 39,203	$ 531,131	$ -
Net investment income	(286,399)	460,948	58,003	95,050	39,820	66,832
Benefit payments	(77,326)	(57,670)	(45,957)	(39,203)	(31,131)	(30,629)
Administrative expense	(542)	(635)	(1,396)	(1,303)	(870)	-
Net change in plan fiduciary net position	(286,941)	460,313	56,607	93,747	538,950	36,203
Plan fiduciary net position - beginning	2,139,717	1,679,404	1,622,797	1,529,050	990,100	990,100
Plan fiduciary net position - ending	$ 1,852,776	$ 2,139,717	$ 1,679,404	$ 1,622,797	$ 1,529,050	$ 1,026,303
Net OPEB liability (asset)- ending	$ (12,151)	$ (423,617)	$ 469,896	$ 326,777	$ 420,524	$ 1,373,970
Plan fiduciary net position as a percentage of the total OPEB liability	0.00%	124.68%	78.14%	83.24%	78.43%	42.76%
Covered employee payroll	$ 1,604,055	$ 1,304,622	$ 1,276,331	$ 1,470,935	$ 1,386,653	$ 1,352,844
Net OPEB liability (asset) as a percentage of covered employee payroll	-0.76%	-32.47%	36.82%	22.22%	30.33%	101.56%

Notes to Schedule:

Changes in assumptions: none

Benefit changes - none

* Historical information is required only for measurement period for which GASB 75 is applicable. Future years' information will be displayed up to 10 years as information becomes available. Fiscal year 2017-2018 was the first year of implementation.

OTHER REPORT

Fanning & Karrh
Certified Public Accountants
A Professional Corporation

PO Box 7464
Ventura, California 93006
Telephone (805) 654-0450

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

To the Board of Directors of
Camarillo Health Care District:

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Camarillo Health Care District as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise Camarillo Health Care District's basic financial statements, and have issued our report thereon dated March 28, 2024.

Internal Control Over Financial Reporting

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

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

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

Compliance and Other Matters

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

Purpose of this Report

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

Fanning & Karsh

Ventura, California
March 28, 2024