

Tipton Elementary School District

AGENDA

REGULAR BOARD MEETING

Tuesday, January 7, 2025
7:00 p.m. District Board Room

1. CALL TO ORDER- FLAG SALUTE

In compliance with the Americans with Disabilities Act and the Brown Act, if you need special assistance to participate in the meeting, including the receipt of the agenda and documents in the agenda package in an alternate format, please contact the Tipton Elementary School District office at (559) 752-4213. Notification 48 hours prior to the meeting will enable the district to make reasonable arrangements to ensure accessibility to this meeting (28CFR35.102-35, 104 ADA Title II), and allow for the preparation of documents in appropriate alternate format

2. PUBLIC INPUT:

In order to ensure that Members of the public are provided a meaningful opportunity to address the board on agenda items that are within the Board's jurisdiction, agenda items may be addressed either at the public input portion of the agenda, or at the time the matter is taken up by the Board. Presentations are limited to 3 minutes per person and 15 minutes per topic.

2.1 Community Relations/Citizen Comments

2.2 Reports by Employee Units CTA/CSEA

2.3 Correspondence

2025 District Leadership Institute

3. Adjourn to Closed Session: The Board will consider and may act upon any of the following items in closed session. Any action taken will be reported publicly at the end of closed session as required by law.

3.1 Government Code Section 54957.6

Conference with labor negotiators

Agency designated representatives: Board President

Employee Organization: Superintendent

4. Reconvene to Open Session:

5. Report out from Closed Session:

6. CONSENT CALENDAR: Action items:

6.1 Minutes of Regular Board Meeting for December 17, 2024

6.2 Conference, Field Trip, Fund Raiser and Facilities Requests

7. ADMINISTRATIVE: Action items:

- 7.1 Discussion/Approval of Increase to Salary Schedule and District Contributions
Toward Health and Welfare Benefits, Effective July 1, 2024 for Principal and
Management Employees
- 7.2 Discussion/Approval of Increase to Salary Schedule and District Contributions
Toward Health and Welfare Benefits, effective July 1, 2024, for Business Manager
- 7.3 Discuss and Approve Addendum to Superintendent's Employment Agreement
- 7.4 School Accountability Report Card 2023-2024 *(Document will be available at the meeting)*
- 8. **FINANCE: Action items:**
 - 8.1 Vendor Payments
 - 8.2 Audit Report for Year Ended June 30, 2024
- 9. **INFORMATION: (Verbal Reports & Presentations)**
 - 9.1 MOT--FOOD SERVICE—PROJECTS
 - 9.2 P-1 Attendance Report
- 10. **ADJOURNMENT:**

Notice: If documents are distributed to Board Members concerning an agenda item within 72 hours of a regular board meeting, at the same time the documents will be made available for public inspection at the District Office located at 370 N. Evans Road, Tipton CA. 93272, telephone 752-4213.

Agenda Posted: December 23, 2024

Distrito escolar primario de Tipton

ORDEN DEL DÍA

REUNIÓN ORDINARIA DE LA JUNTA

Martes, 7 de Enero de 2025.

19:00 Sala de juntas del distrito

1. LLAME PARA ORDENAR- SALUDO A LA BANDERA

De conformidad con la Ley de Estadounidenses con Discapacidades y la Ley Brown, si necesita asistencia especial para participar en la reunión, incluido el recibo de la agenda y los documentos en el paquete de la agenda en un formato alternativo, comuníquese con la oficina del Distrito Escolar Primario Tipton al (559) 752-4213. La notificación 48 horas antes de la reunión permitirá al distrito hacer arreglos razonables para garantizar la accesibilidad a esta reunión (28CFR35.102-35, 104 ADA Título II) y permitirá la preparación de documentos en un formato alternativo apropiado.

2. COMENTARIOS DEL PÚBLICO:

Para garantizar que los miembros del público tengan una oportunidad significativa de dirigirse a la junta sobre los puntos de la agenda que están dentro de la jurisdicción de la Junta, los puntos de la agenda pueden abordarse ya sea en la parte de la agenda que contiene comentarios del público o en el momento en que se aborda el asunto. asumida por la Junta. Las presentaciones están limitadas a 3 minutos por persona y 15 minutos por tema.

2.1 Relaciones comunitarias/comentarios de los ciudadanos

2.2 Informes por Unidades de Empleados CTA/CSEA

2.3 Correspondencia

Instituto de Liderazgo Distrital 2025

3. Suspender la sesión a puerta cerrada: La Junta considerará y podrá actuar sobre cualquiera de los siguientes puntos en sesión a puerta cerrada. Cualquier acción tomada se informará públicamente al final de la sesión cerrada como lo exige la ley.

3.1 Código de Gobierno Sección 54957.6

Conferencia con negociadores laborales

Representantes designados por la agencia: Presidente de la Junta

Organización de empleados: Superintendente

4. Volver a reunirse para la sesión abierta:

5. Informe de la sesión cerrada:

6. **CALENDARIO DE CONSENTIMIENTO: Elementos de acción:**
 - 6.1 Acta de Reunión Ordinaria de Directorio del 17 de diciembre de 2024
 - 6.2 Solicitudes de conferencias, excursiones, recaudación de fondos e instalaciones
7. **ADMINISTRATIVO: Elementos de acción:**
 - 7.1 Discusión/Aprobación del aumento de la escala salarial y las contribuciones del distrito Hacia beneficios de salud y bienestar, a partir del 1 de julio de 2024 para directores y Empleados de gestión
 - 7.2 Discusión/Aprobación del aumento de la escala salarial y las contribuciones del Distrito Hacia beneficios de salud y bienestar, a partir del 1 de julio de 2024, para Business Manager
 - 7.3 Discutir y aprobar el anexo al acuerdo laboral del superintendente
 - 7.4 Informe de Responsabilidad Escolar 2023-2024 *(El documento estará disponible en la reunión)*
8. **FINANZAS: Elementos de acción:**
 - 8.1 Pagos a proveedores
 - 8.2 Informe de auditoría para el año finalizado el 30 de Junio de 2024
9. **INFORMACIÓN: (Informes verbales y presentaciones)**
 - 9.1 MOT--SERVICIO DE ALIMENTOS—PROYECTOS
 - 9.2 Informe de asistencia P-1
10. **APLAZAMIENTO:**

Aviso: Si se distribuyen documentos a los miembros de la junta sobre un tema de la agenda dentro de las 72 horas posteriores a una reunión regular de la junta, al mismo tiempo los documentos estarán disponibles para inspección pública en la oficina del distrito ubicada en 370 N. Evans Road, Tipton CA. 93272, teléfono 752-4213.

Agenda publicada: 23 de Diciembre de 2024

2.

PUBLIC INPUT:

2.3 Correspondence

2025 District Leadership Institute

2025 District Leadership Institute

Thursday, February 6, 2025

Tulare County Office of Education
6200 S. Mooney Blvd, Visalia

Our annual event has arrived for School Board members, Administrators, and County Committee members. Patrick O'Donnell, Chief of Governmental Relations with California School Boards Association (CSBA), will be our keynote speaker. The event will also include informative breakout sessions addressing educational and legal matters.



Patrick O'Donnell joined CSBA in 2023, bringing with him a wealth of experience in education and California politics. O'Donnell has served in California elective politics for more than 20 years. From 2014–22, he served as the chair of the Assembly Education Committee in the California State Assembly. While chair, he pushed for historic investments in the California TK-14 education system and improved school facilities. Through these efforts, he was instrumental in protecting and implementing the state's Local Control Funding Formula and the need to ensure local control for boards of education across California.

5:00 p.m. – Hors d'Oeuvres
5:30 p.m. – Breakout Session I
6:25 p.m. – Breakout Session II
7:15 p.m. – Dinner/Program

Register by January 30 at:
www.tcoe.org/DistrictLeadershipInstitute

County Committee on School District Organization and School Board members attend at no cost.

School Administrators and Guests: \$50.00 per person
Make checks payable to Tulare County Superintendent of Schools.
No Refund requests will be accepted after January 30. No shows will be billed.

Mail payment to:
Tulare County Superintendent of Schools
PO Box 5091
Visalia, CA 93278



**Tulare County
Office of Education**
Tim A. Hire, County Superintendent of Schools

For more information, contact Jennifer Fisher
at jenniferf@tcoe.org or (559) 733-6172.

6. **CONSENT CALENDAR: Action items:**
 - 6.1 Minutes of Regular Board Meeting for December 17, 2024

Tipton Elementary School District

MINUTES

REGULAR BOARD MEETING

Tuesday, December 17, 2024
7:00 p.m. District Board Room

1. **Call to order- Flag Salute**

Board President, Iva Sousa called the meeting to order at 7:00 pm and led the flag salute. Board Members Present: Iva Sousa, Shelley Heeger, Fernando Cunha, Greg Rice and John Cardoza. Guest: Jackie Everett

2. **Oaths of Office:**

Mrs. Stacey Bettencourt swore in to office Mrs. Shelley Heeger and Mr. Fernando Cunha.

3. **Annual Organizational Meeting: Action items:**

3.1 Nominate and Elect President of the Tipton Board of Education

Motion to Nominate and Elect Iva Sousa as President was made by Fernando Cunha and seconded by Greg Rice.

Vote Yea 5/ No 0 / Abstain 0 / Absent 0

Yea –Iva Sousa, Shelley Heeger, John Cardoza Fernando Cunha, and Greg Rice

No – 0

Abstain –0

Absent – 0

3.2 Nominate and Elect Clerk of the Tipton Board of Education

Motion to Nominate and Elect John Cardoza as Clerk was made by Fernando Cunha and seconded by Greg Rice.

Vote Yea 5/ No 0 / Abstain 0 / Absent 0

Yea –Iva Sousa, Shelley Heeger, John Cardoza Fernando Cunha, and Greg Rice

No – 0

Abstain –0

Absent – 0

3.3 Appoint Secretary of the Board

Motion to Appoint Stacey Bettencourt as Secretary of the Board was made by Fernando Cunha and seconded by Greg Rice.

Vote Yea 5/ No 0 / Abstain 0 / Absent 0

Yea –Iva Sousa, Shelley Heeger, John Cardoza Fernando Cunha, and Greg Rice

No – 0

Abstain –0

Absent – 0

3.4 Authorized Signatures to Sign Orders – Superintendent, Principal and Business Manager

Motion to Approve Authorized Signatures to Sign Orders – Superintendent, Principal and Business Manager was made by John Cardoza and seconded by Greg Rice.

Vote Yea 5/ No 0 / Abstain 0 / Absent 0

Yea –Iva Sousa, Shelley Heeger, John Cardoza Fernando Cunha, and Greg Rice

No – 0

Abstain –0

Absent – 0

3.5 Board Representative to Vote on 2025 Election of County Committee

Motion made for Shelley Heeger to be the Board Representative to Vote on 2025 Election of County Committee was made by Fernando Cunha and seconded by John Cardoza.

Vote Yea 5/ No 0 / Abstain 0 / Absent 0

Yea –Iva Sousa, Shelley Heeger, John Cardoza Fernando Cunha, and Greg Rice

No – 0

Abstain –0

Absent – 0

4. Public Input:

4.1 Community Relations/Citizen Comments

4.2 Reports by Employee Units CTA/CSEA

Mrs. Bettencourt shared the updates on the modernization project and shared window and door options with the Board. She also updated them on concrete work that will be done for ELOP.

5. CONSENT CALENDAR: Action items:

5.1 Minutes of Board Meeting, December 3, 2024

5.2 Conference, Field Trip, Fund Raiser and Facilities Requests

Motion to Approve the Consent Calendar was made by John Cardoza and seconded by Greg Rice.

Vote Yea 5/ No 0 / Abstain 0 / Absent 0

Yea –Iva Sousa, Shelley Heeger, John Cardoza Fernando Cunha, and Greg Rice

No – 0

Abstain –0

Absent – 0

6. ADMINISTRATIVE: Action items:

6.1 Board Meeting Dates for 2025

Motion to Approve the Board Meeting Dates for 2025 was made by John Cardoza and seconded by Greg Rice.

Vote Yea 5/ No 0 / Abstain 0 / Absent 0

Yea –Iva Sousa, Shelley Heeger, John Cardoza Fernando Cunha, and Greg Rice

No – 0

Abstain –0

Absent – 0

6.2 Memorandum of Understanding between the Tipton Elementary School District and California School Employees Association and its Tipton Chapter No. 765 (CSEA)

Motion to Approve Memorandum of Understanding between the Tipton Elementary School District and California School Employees Association and its Tipton Chapter No. 765 (CSEA) was made by Greg Rice and seconded by John Cardoza.

Vote Yea 5/ No 0 / Abstain 0 / Absent 0

Yea –Iva Sousa, Shelley Heeger, John Cardoza Fernando Cunha, and Greg Rice

No – 0

Abstain –0

Absent –0

6.3 Tulare County SELPA Memorandum of Understanding Transfer of ERMHS Funds From Member LEAS to SELPA

Motion to approve Tulare County SELPA Memorandum of Understanding Transfer of ERMHS Funds From Member LEAS to SELPA was made by John Cardoza and seconded by Greg Rice.

Vote Yea 5/ No 0 / Abstain 0 / Absent 0

Yea –Iva Sousa, Shelley Heeger, John Cardoza Fernando Cunha, and Greg Rice

No – 0

Abstain –0

Absent –0

7. INFORMATION: (Verbal Reports & presentations)

7.1 Monthly Update – Mrs. Everett

Mrs. Jackie Everett shared a presentation with the Board covering professional development for teachers, ASES trips, along with parent and student events and activities.

8. Adjourn to Closed Session: 7:52 pm

9. Reconvene to Open Session: 8:05 pm

10. Report out from Closed Session:

8.1 Employee Organization:

Government Code Section 54957.6

Conference with labor negotiators

Agency designated representatives: Superintendent

Employee Organization: Principal, Business Manager, and Management Employees

8.2 Government Code Section 54957.6

Conference with labor negotiators

Agency designated representatives: Board President

Employee Organization: Superintendent

11. Adjournment: 8:05

Minutes approved January 7, 2025

Iva Sousa, President

John Cardoza, Clerk

Stacey Bettencourt, Secretary

Distrito escolar primario de Tipton

MINUTOS

REUNIÓN ORDINARIA DE LA JUNTA

Martes, 17 de Diciembre de 2024

19:00 Sala de juntas del distrito

1. **Llame para ordenar- Saludo a la Bandera**

La presidenta de la Junta Directiva, Iva Sousa, abrió la reunión a las 19:00 horas y encabezó la bandera. saludo. Miembros de la Junta presentes: Iva Sousa, Shelley Heeger, Fernando Cunha, Greg Rice y Juan Cardoza. Invitada: Jackie Everett

2. **Juramentos de cargo:**

La Sra. Stacey Bettencourt tomó juramento a su cargo. La Sra. Shelley Heeger y el Sr. Fernando con una cuña

3. **Reunión Organizacional Anual: Elementos de acción:**

3.1 Nominar y elegir presidente de la Junta de Educación de Tipton

La moción para nominar y elegir a Iva Sousa como presidenta fue presentada por Fernando Cunha y secundado por Greg Rice.

Voto Sí 5/ No 0 / Abstención 0 / Ausente 0

Sí –Iva Sousa, Shelley Heeger, John Cardoza Fernando Cunha y Greg Rice

No – 0

Abstenerse –0

Ausente – 0

3.2 Nominar y elegir secretario de la Junta de Educación de Tipton

La moción para nominar y elegir a John Cardoza como secretario fue presentada por Fernando Cunha y secundado por Greg Rice.

Voto Sí 5/ No 0 / Abstención 0 / Ausente 0

Sí –Iva Sousa, Shelley Heeger, John Cardoza Fernando Cunha y Greg Rice

No – 0

Abstenerse –0

Ausente – 0

3.3 Designar Secretario de la Junta

Moción para nombrar a Stacey Bettencourt como Secretario del Consejo fue nombrado por Fernando Cunha y secundado por Greg Rice.

Voto Sí 5/ No 0 / Abstención 0 / Ausente 0

Sí –Iva Sousa, Shelley Heeger, John Cardoza Fernando Cunha y Greg Rice

No – 0

Abstenerse –0

Ausente – 0

3.4 Firmas autorizadas para firmar órdenes: Superintendente, Director y Negocios Gerente

Moción para aprobar firmas autorizadas para firmar órdenes:

Superintendente, Director y El Gerente Comercial fue nombrado por John Cardoza y apoyado por Greg Rice.

Voto Sí 5/ No 0 / Abstención 0 / Ausente 0

Sí –Iva Sousa, Shelley Heeger, John Cardoza Fernando Cunha y Greg Rice

No – 0

Abstenerse –0

Ausente – 0

3.5 Representante de la Junta votará en la elección del comité del condado de 2025

La moción presentada para que Shelley Heeger sea la representante de la Junta para votar en las elecciones del Comité del Condado de 2025 fue presentada por Fernando Cunha y apoyada por John Cardoza.

Voto Sí 5/ No 0 / Abstención 0 / Ausente 0

Sí –Iva Sousa, Shelley Heeger, John Cardoza Fernando Cunha y Greg Rice

No – 0

Abstenerse –0

Ausente – 0

4. Aporte público:

4.1 Relaciones comunitarias/comentarios de los ciudadanos

4.2 Informes por Unidades de Empleados CTA/CSEA

La Sra. Bettencourt compartió las actualizaciones sobre el proyecto de modernización y compartió opciones de ventanas y puertas con la Junta. También les actualizó sobre el trabajo concreto que se realizará para ELOP.

5. CALENDARIO DE CONSENTIMIENTO: Elementos de acción:

5.1 Acta de reunión de Directorio, 3 de diciembre de 2024

5.2 Solicitudes de conferencias, excursiones, recaudación de fondos e instalaciones

La moción para aprobar el calendario de consentimiento fue presentada por John Cardoza y apoyada por Greg Rice.

Voto Sí 5/ No 0 / Abstención 0 / Ausente 0

Sí –Iva Sousa, Shelley Heeger, John Cardoza Fernando Cunha y Greg Rice

No – 0

Abstenerse –0

Ausente – 0

6. **ADMINISTRATIVO: Elementos de acción:**

6.1 Fechas de las reuniones de la junta directiva para 2025

La moción para aprobar las fechas de la reunión de la Junta para 2025 fue presentada por John Cardoza y secundado por Greg Rice.

Voto Sí 5/ No 0 / Abstención 0 / Ausente 0

Sí –Iva Sousa, Shelley Heeger, John Cardoza Fernando Cunha y Greg Rice

No – 0

Abstenerse –0

Ausente – 0

6.2 Memorando de entendimiento entre el Distrito Escolar Primario Tipton y Asociación de Empleados Escolares de California y su Capítulo Tipton No. 765 (CSEA)

La moción para aprobar el Memorando de Entendimiento entre el Distrito Escolar Primario de Tipton y la Asociación de Empleados Escolares de California y su Capítulo Tipton No. 765 (CSEA) fue presentada por Greg Rice y apoyada por John Cardoza.

Voto Sí 5/ No 0 / Abstención 0 / Ausente 0

Sí –Iva Sousa, Shelley Heeger, John Cardoza Fernando Cunha y Greg Rice

No – 0

Abstenerse –0

Ausente –0

6.3 Memorando de entendimiento SELPA del condado de Tulare Transferencia de fondos ERMHS De miembro LEAS a SELPA

Moción para aprobar Memorando de Entendimiento SELPA del Condado de Tulare Transferencia de Los fondos ERMHS de LEAS miembro a SELPA fueron realizados por John Cardoza y secundado por Greg Rice.

Voto Sí 5/ No 0 / Abstención 0 / Ausente 0

Sí –Iva Sousa, Shelley Heeger, John Cardoza Fernando Cunha y Greg Rice

No – 0

Abstenerse –0

Ausente –0

7. **INFORMACIÓN: (Informes verbales y presentaciones.)**

7.1 Actualización mensual – Sra. Everett

La Sra. Jackie Everett compartió una presentación con la Junta que cubrió el desarrollo profesional para maestros, viajes de ASES, junto con eventos y actividades para padres y estudiantes.

8. **Clausurar la sesión cerrada: 19:52**

9. **Volver a reunirse para la sesión abierta: 8:05 pm**

10. Informe de la sesión cerrada:

8.1 Organización de empleados:

Código de Gobierno Sección 54957.6
Conferencia con negociadores laborales
Representantes designados de la agencia: Superintendente
Organización de empleados: Director, gerente comercial y empleados administrativos

8.2 Código de Gobierno Sección 54957.6
Conferencia con negociadores laborales
Representantes designados por la agencia: Presidente de la Junta
Organización de empleados: Superintendente

11. Aplazamiento: 8:05

Acta aprobada el 7 de Enero de 2025

Iva Sousa, presidenta

Juan Cardoza, Clerk

Stacey Bettencourt, Secretaria

6. **CONSENT CALENDAR: Action items:**
 - 6.2 Conference, Field Trip, Fund Raiser and Facilities Requests

Tipton Elementary School District

Name of Club: Cheer

Request for Fundraiser Approval and Revenue Projection

School Year: 2024-2025

Date form submitted: 12/11 Submitted by: J. Hurtado

PROPOSED ACTIVITY:

Name of activity or type of fundraiser: Hot Chocolate Sales

Location of activity: Student Court

Facilities needed: -

Items to be sold: Cups of hot chocolate

Date of activity: 1/14 - 2/14

Time of activity: From 9:45 a.m./p.m. To: 10:20 a.m./p.m.

Item/Ticket selling price: \$ 0.50 - \$1.00

Cash Box required? Yes ☐ No ☒

Number of items purchased for sale: Donated @ \$ _____ each = \$ _____

ASB purchase order required? Yes ☐ No ☐

How much income is anticipated? \$ 250 how much expense is anticipated? \$ Donations

How will profit be used? To fund / offset competition costs

Fundraiser Contact Person: Jessica Hurtado

Phone Number: 743-5402

Submit Form to Principal/Superintendent (Principal/Superintendent forward form to Business Office)

Approved by:

Principal/Superintendent: [Signature]

Business Manager/ASB Administrator: [Signature]

Reason for disapproval, if applicable: _____

Note: Fundraising Event Profit form is due
two weeks after close of activity/fundraiser.

Tax ID# 94-2191905

7. **ADMINISTRATIVE: Action items:**

7.1 Discussion/Approval of Increase to Salary Schedule and District Contributions
Toward Health and Welfare Benefits, Effective July 1, 2024 for Principal and
Management Employees

**Tipton Elementary School District
Administrative Salary Schedule
2024-2025(July 1, 2024 2% increase)**

	Step 1	Step 2	Step 3	Step 4	Step 5
Projects Director-Vice Principal 203 Days	106,265	108,121	109,977	111,833	113,690
Principal 205 Days	132,201	134,470	136,740	139,009	141,238

Master Stipend \$2,000 (Payable evenly in 12 monthly increments)
Doctorate \$2,500 (Payable evenly in 12 monthly increments)

District Paid Health Insurance

Superintendent  Date: 12/19/24

Date Board Approved

Tipton Elementary School District
Managers and Supervisors Salary Schedule
2024-2025 (July 1, 2024 2% increase)

	Step 1	Step 2	Step 3	Step 4	Step 5
Food Service Manager 215 Days	46,652	49,894	52,530	54,001	56,053
MOT Supervisor 260 Days	67,517	71,307	74,905	76,912	79,716

All Managers must make themselves available at one board meeting every three months.

Master Stipend	\$2,000	(Payable evenly in 12 monthly increments)
Doctorate	\$2,500	(Payable evenly in 12 monthly increments)

District Paid Health Insurance (as allotted for Certificated and Classified Employees)

10 Month Positions (will be prorated vacation days, 8 days allowed)

Superintendent Sherry Bettman Date: 12/19/24

Date Board Approved

7. **ADMINISTRATIVE: Action items:**

7.2 Discussion/Approval of Increase to Salary Schedule and District Contributions
Toward Health and Welfare Benefits, effective July 1, 2024, for Business Manager

**Tipton Elementary School District
Managers and Supervisors Salary Schedule
2024-2025 (July 1, 2024 2% increase)**

	Step 1	Step 2	Step 3	Step 4	Step 5
Business Manager	91,533	93,363	95,230	97,099	99,004
260 Days					

Manager must make themselves available at one board meeting every three months.

Master Stipend \$2,000 (Payable evenly in 12 monthly increments)
Doctorate \$2,500 (Payable evenly in 12 monthly increments)
District Paid Health Insurance (as allotted for Certificated and Classified Employees)

Superintendent



Date:



Date Board Approved

7. **ADMINISTRATIVE: Action items:**

7.3 Discuss and Approve Addendum to Superintendent's Employment Agreement

**TIPTON ELEMENTARY SCHOOL DISTRICT
SUPERINTENDENT EMPLOYMENT AGREEMENT
FIRST AMENDMENT**

This Employment Agreement First Amendment (“First Amendment”) is made and entered into between the Tipton Elementary School District (“District”) and Stacey Bettencourt (“Superintendent”).

- A. Superintendent’s employment relationship with the District is governed by the Superintendent Employment Agreement dated, June 13, 2023 (“Agreement”).
- B. Superintendent received a satisfactory written evaluation for the 2023-2024 school year.
- C. Pursuant to the satisfactory evaluation, the Board desires to provide Superintendent a salary increase.

Accordingly, the parties agree as follows:

- 1. Recitals. The recitals set forth above are true and correct.
- 2. Salary Increase. Based upon Superintendent’s satisfactory evaluation, effective July 1, 2024, the Superintendent shall receive an increase to her base salary in the amount of two and a half percent (2.5%), resulting in an annual base salary of One Hundred and Sixty-Five Thousand, Nine Hundred Ninety-Two dollars. (\$165,992) for the 2024-2025 school year.
- 3. Anniversary Bonus. For a Superintendent that has provided 25 or more years of service to the Tipton Elementary School District, the Superintendent will receive the same Anniversary Bonus each year starting on the 25th year as the District provides to certificated employees.
 - Years 25 to 29 \$1,000 for each year 25 to 29
 - Years 30 to 34 \$2,000 for each year 30 to 34
 - Years 35+ \$3,500 for each year 35 and beyond
- 4. Benefits. The Superintendent is entitled to receive the same health and welfare benefits as other certificated employees. This includes District contributions of Nineteen Thousand, Eight Hundred and Seventy-Three Dollars and Eighty Cents (\$19,873.80) per year, beginning with the 2024-2025 school year.
- 5. Term. Pursuant to the First Addendum the contract term ends June 30, 2026.
- 6. Impact on the Agreement. Except as set forth in this Amendment, all other terms and conditions of the Agreement shall remain in full force and effect.

Dated: _____

DISTRICT

Iva Sousa
Board President
Tipton Elementary School District

John Cardoza
Clerk
Tipton Elementary School District

SUPERINTENDENT

Stacey Bettencourt
Superintendent
Tipton Elementary School District

8. **FINANCE:** Action items:
 - 8.1 Vendor Payments

APY List

**FISCAL YEAR 2024-
2025**

Date Paid between 11/21/2024 and 12/16/2024

Vendor No	Vendor Name	Reference Number	Payment Date	Invoice Number/Desc.	AccountCode	Amount
13971	ALMEIDA, VIRGINIA	251116	11/22/2024	REIMB.STC.SUPPLY	010-58147-0-11100-10000-43000-0-0000	\$159.31
13971	ALMEIDA, VIRGINIA	251160	11/22/2024	REIMB.STC MILE.MEAL	010-58147-0-11100-10000-52000-0-0000	\$191.98
13036	AMERICAN FIDELITY	251125	11/22/2024	OCTOBER 2024	010-00000-0-00000-00000-95024-0-0000	\$268.06
13904	AT&T	251121	11/22/2024	9391028858	010-00000-0-00000-81000-59000-0-0000	\$183.31
14101	B&B PEST CONTROL SERVICE	251241	12/13/2024	01-TIP-09-24	010-00000-0-00000-81000-58000-0-0000	\$170.00
14101	B&B PEST CONTROL SERVICE	251239	12/13/2024	01-TIP-11-24	010-00000-0-00000-81000-58000-0-0000	\$170.00
14621	BITE ME MINI DONUTS & SNACK	251184	11/22/2024	150	010-26000-4-11100-10000-58000-0-0000	\$850.00
12548	CALIFORNIA TURF EQUIP. & SUPP.	251265	12/13/2024	658327	010-81500-0-00000-81000-43000-0-0000	\$158.63
12548	CALIFORNIA TURF EQUIP. & SUPP.	251266	12/13/2024	658326	010-81500-0-00000-81000-43000-0-0000	\$182.89
12548	CALIFORNIA TURF EQUIP. & SUPP.	251267	12/13/2024	658328	010-81500-0-00000-81000-43000-0-0000	\$45.00
12548	CALIFORNIA TURF EQUIP. & SUPP.	251269	12/13/2024	649842	010-81500-0-00000-81000-43000-0-0000	\$1,868.13
14245	CENTRAL VALLEY REFRIGERATION	251270	12/13/2024	60055	010-00000-0-00000-81000-56000-0-0000	\$230.00
14245	CENTRAL VALLEY REFRIGERATION	251271	12/13/2024	60154	010-00000-0-00000-81000-56000-0-0000	\$161.48
14245	CENTRAL VALLEY REFRIGERATION	251272	12/13/2024	60103	010-00000-0-00000-81000-56000-0-0000	\$1,982.67
14245	CENTRAL VALLEY REFRIGERATION	251273	12/13/2024	60053	010-00000-0-00000-81000-56000-0-0000	\$2,162.67
14498	CINTAS	251243	12/13/2024	5243644106	010-07230-0-00000-36000-43000-0-0000	\$47.95
14584	COYOTE ENTERTAINMENT CENTER	251166	11/22/2024	44961789	010-26000-4-11100-10000-58000-0-0000	\$4,224.40
12143	DEBRA GILBERT	251124	11/22/2024	REIMB.DANCE PICTURES	010-07200-0-00000-24950-43000-0-0401	\$39.66
14374	ELAN FINANCIAL SERIVCES	251223	12/06/2024	6629 BETTENCOURT	010-00000-0-11100-10000-43000-0-0000	\$74.65
14374	ELAN FINANCIAL SERIVCES	251225	12/06/2024	6629 BETTENCOURT	010-07200-0-00000-24950-43000-0-0401	\$251.87
14374	ELAN FINANCIAL SERIVCES	251224	12/06/2024	6629 BETTENCOURT	010-07200-0-11100-24900-58000-0-0102	\$636.00
14603	ELAN FINANCIAL SERVICES	251234	12/06/2024	9963 EVERETT	010-00000-0-00000-72000-43000-0-0000	\$58.43
14603	ELAN FINANCIAL SERVICES	251276	12/13/2024	9963 EVERETT	010-00000-0-00000-72000-58000-0-0000	\$49.65
14603	ELAN FINANCIAL SERVICES	251236	12/06/2024	9963 EVERETT	010-00000-0-11100-10000-43000-0-0000	\$195.32
14603	ELAN FINANCIAL SERVICES	251232	12/06/2024	9963 EVERETT	010-00000-0-11100-10000-58000-0-0000	\$107.70
14603	ELAN FINANCIAL SERVICES	251235	12/06/2024	9963 EVERETT	010-07200-0-00000-24950-43000-0-0401	\$86.78
14603	ELAN FINANCIAL SERVICES	251236	12/06/2024	9963 EVERETT	010-07200-0-11100-10000-43000-0-0116	\$44.90
14603	ELAN FINANCIAL SERVICES	251231	12/06/2024	9963 EVERETT	010-07200-0-11100-10000-43000-0-0301	\$63.20
14603	ELAN FINANCIAL SERVICES	251233	12/06/2024	9963 EVERETT	010-26000-4-11100-10000-58000-0-0000	\$1,274.84
14459	ELAN FINANICAL SERVICES	251229	12/06/2024	1091 YOUNG	010-00000-0-11100-10000-43000-0-0000	\$308.57
14459	ELAN FINANICAL SERVICES	251230	12/06/2024	1091 YOUNG	010-00000-0-11100-10000-43000-0-0000	\$200.12
14459	ELAN FINANICAL SERVICES	251227	12/06/2024	1091 YOUNG	010-26000-4-11100-10000-43000-0-0000	\$1,023.68
14459	ELAN FINANICAL SERVICES	251228	12/06/2024	1091 YOUNG	010-26000-4-11100-10000-43000-0-0000	\$1,172.30
14146	GINA MANFREDI	251159	11/22/2024	REIMB.ELECTIVE	010-07200-0-11100-10000-43000-0-0507	\$88.25
11961	GIOTTOS ALARM TECH	251126	11/22/2024	152499	010-81500-0-00000-81000-58000-0-0000	\$2,759.11
12921	GOLD STAR FOODS INC.	251149	11/22/2024	8134494	010-60100-0-11100-10000-43000-0-0000	\$81.66
12921	GOLD STAR FOODS INC.	251186	12/06/2024	8147597	010-60100-0-11100-10000-43000-0-0000	\$162.14
12921	GOLD STAR FOODS INC.	251188	12/06/2024	7648964	010-60100-0-11100-10000-43000-0-0000	\$74.85
14315	HCI SYSTEMS, Inc	251127	11/22/2024	10097846	010-81500-0-00000-81000-58000-0-0000	\$2,000.00

14315 HCI SYSTEMS, Inc	251274	12/13/2024	I0099803	010-81500-0-00000-81000-58000-0-0000	\$5,864.00
14369 HD SUPPLY FACILITIES MAINTENAN	251118	11/22/2024	835501586	010-81500-0-00000-81000-43000-0-0000	\$1,934.22
14369 HD SUPPLY FACILITIES MAINTENAN	251120	11/22/2024	835501594	010-81500-0-00000-81000-43000-0-0000	\$243.18
14369 HD SUPPLY FACILITIES MAINTENAN	251119	11/22/2024	835674698	010-81500-0-00000-81000-43000-0-0000	\$168.52
12270 LOZANO SMITH	251246	12/13/2024	2232045	010-00000-0-00000-72000-58000-0-0000	\$115.50
12270 LOZANO SMITH	251250	12/13/2024	2232050	010-00000-0-00000-72000-58000-0-0000	\$115.50
12270 LOZANO SMITH	251245	12/13/2024	2232044	010-00000-0-00000-72000-58000-0-0000	\$981.75
12270 LOZANO SMITH	251248	12/13/2024	2232047	010-00000-0-00000-72000-58000-0-0000	\$375.38
12270 LOZANO SMITH	251249	12/13/2024	2232048	010-00000-0-00000-72000-58000-0-0000	\$490.88
12270 LOZANO SMITH	251251	12/13/2024	2232046	010-00000-0-00000-72000-58000-0-0000	\$4,129.12
13063 MICHELLE NUCKOLS	251133	11/22/2024	REIMB.ELECTIVE	010-07200-0-11100-10000-43000-0-0507	\$79.61
14057 MID VALLEY TREES	251192	12/06/2024	18522	010-00000-0-00000-81000-43000-0-0000	\$1,412.26
13882 MOBILE MODULAR MGT. CORP.	251194	12/06/2024	2643677	010-00000-0-00000-81000-56000-0-0000	\$736.00
13882 MOBILE MODULAR MGT. CORP.	251193	12/06/2024	2643705	010-00000-0-00000-81000-56000-0-0000	\$736.00
13882 MOBILE MODULAR MGT. CORP.	251195	12/06/2024	2643695	010-00000-0-00000-81000-56000-0-0000	\$736.00
11531 MORRIS LEVIN & SON	251191	12/06/2024	2411-256710	010-81500-0-00000-81000-58000-0-0000	\$1,769.89
14488 N & R DIESEL TRUCK REPAIR	251161	11/22/2024	609671	010-07230-0-00000-36000-58000-0-0000	\$400.00
14488 N & R DIESEL TRUCK REPAIR	251162	11/22/2024	609692	010-07230-0-00000-36000-58000-0-0000	\$2,000.00
12836 OFFICE DEPOT, INC.	251132	11/22/2024	393505897001	010-11000-0-11100-10000-43000-0-0000	\$57.31
13562 ORIENTAL TRADING CO.	251155	11/22/2024	73436940805	010-26000-4-11100-10000-43000-0-0000	\$40.69
13562 ORIENTAL TRADING CO.	251158	11/22/2024	73436940801	010-26000-4-11100-10000-43000-0-0000	\$540.92
13562 ORIENTAL TRADING CO.	251154	11/22/2024	73436940803	010-26000-4-11100-10000-43000-0-0000	\$75.38
13562 ORIENTAL TRADING CO.	251156	11/22/2024	73436940802	010-26000-4-11100-10000-43000-0-0000	\$47.89
13562 ORIENTAL TRADING CO.	251157	11/22/2024	73436940801	010-26000-4-11100-10000-43000-0-0000	\$3,068.54
13562 ORIENTAL TRADING CO.	251163	11/22/2024	73436940806	010-26000-4-11100-10000-43000-0-0000	\$77.81
13562 ORIENTAL TRADING CO.	251164	11/22/2024	73436940804	010-26000-4-11100-10000-43000-0-0000	\$10.76
13562 ORIENTAL TRADING CO.	251165	11/22/2024	73436940807	010-26000-4-11100-10000-43000-0-0000	\$28.73
13562 ORIENTAL TRADING CO.	251128	11/22/2024	73409848301	010-60100-0-11100-10000-43000-0-0000	\$427.94
13562 ORIENTAL TRADING CO.	251129	11/22/2024	73409848302	010-60100-0-11100-10000-43000-0-0000	\$179.18
13562 ORIENTAL TRADING CO.	251130	11/22/2024	73409848303	010-60100-0-11100-10000-43000-0-0000	\$29.87
13562 ORIENTAL TRADING CO.	251131	11/22/2024	73409848304	010-60100-0-11100-10000-43000-0-0000	\$65.90
14482 RADIO ENGINEERING INDUSTRIES,	251275	12/13/2024	520966	010-07230-0-00000-36000-43000-0-0000	\$1,499.47
14396 S & S AG AND AUTO PARTS	251212	12/06/2024	133470	010-07230-0-00000-36000-43000-0-0000	\$141.76
14111 SISC	251204	12/06/2024	DEC HW RET.BRD.ACT	010-00000-0-00000-00000-95024-0-0000	\$1,673.00
14111 SISC	251205	12/06/2024	DEC HW RET.BRD.ACT	010-00000-0-00000-00000-95028-0-0000	\$82,018.22
14111 SISC	251203	12/06/2024	DEC HW RET.BRD.ACT	010-00000-0-00000-71000-34020-0-0000	\$8,316.65
5388 SOUTHERN CAL GAS	251209	12/06/2024	108 416 9100 8	010-00000-0-00000-81000-55000-0-0000	\$1,270.02
5383 SOUTHERN CALIF EDISON CO	251210	12/06/2024	700142519619	010-99900-0-00000-81000-55000-0-0000	\$1,238.46
5383 SOUTHERN CALIF EDISON CO	251211	12/06/2024	700140798877	010-99900-0-00000-81000-55000-0-0000	\$7,972.71
13902 SOUTHWEST SCH. & OFFICE SUPPLY	251144	11/22/2024	6017278905	010-00000-0-11100-10000-43000-0-0000	\$1,648.58
14618 STEMFINITY LLC	251117	11/22/2024	41477	010-07200-0-11100-10000-43000-0-0116	\$828.13
13130 SYSCO FOOD SERVICES	251206	12/06/2024	484313893	010-07200-0-11100-10000-43000-0-0301	\$309.26
13130 SYSCO FOOD SERVICES	251207	12/06/2024	484313895	010-60100-0-11100-10000-43000-0-0000	\$1,216.90
12264 TIPTON AUTO PARTS	251168	11/22/2024	79781	010-07230-0-00000-36000-43000-0-0000	\$34.46
12264 TIPTON AUTO PARTS	251169	11/22/2024	79980	010-07230-0-00000-36000-43000-0-0000	\$51.84
12264 TIPTON AUTO PARTS	251170	11/22/2024	79981	010-07230-0-00000-36000-43000-0-0000	\$33.37
12264 TIPTON AUTO PARTS	251171	11/22/2024	79982	010-07230-0-00000-36000-43000-0-0000	\$78.37
12264 TIPTON AUTO PARTS	251174	11/22/2024	80316	010-07230-0-00000-36000-43000-0-0000	\$115.10
12264 TIPTON AUTO PARTS	251179	11/22/2024	80620	010-07230-0-00000-36000-43000-0-0000	\$4.49

12264 TIPTON AUTO PARTS	251172	11/22/2024 80031	010-07230-0-00000-36000-43000-0-0000	\$53.97
12264 TIPTON AUTO PARTS	251177	11/22/2024 80541	010-07230-0-00000-36000-43000-0-0000	\$91.80
12264 TIPTON AUTO PARTS	251178	11/22/2024 80563	010-07230-0-00000-36000-43000-0-0000	\$32.13
12264 TIPTON AUTO PARTS	251173	11/22/2024 80268	010-07230-0-00000-36000-43000-0-0000	\$172.06
12264 TIPTON AUTO PARTS	251181	11/22/2024 80820	010-07230-0-00000-36000-43000-0-0000	\$8.60
12264 TIPTON AUTO PARTS	251182	11/22/2024 81039	010-07230-0-00000-36000-43000-0-0000	\$85.06
12264 TIPTON AUTO PARTS	251183	11/22/2024 81157	010-07230-0-00000-36000-43000-0-0000	\$35.49
12264 TIPTON AUTO PARTS	251180	11/22/2024 80627	010-07230-0-00000-36000-43000-0-0000	\$14.00
12264 TIPTON AUTO PARTS	251175	11/22/2024 80345	010-07230-0-00000-36000-43000-0-0000	\$28.06
12264 TIPTON AUTO PARTS	251176	11/22/2024 80469	010-07230-0-00000-36000-43000-0-0000	\$45.01
12264 TIPTON AUTO PARTS	251258	12/13/2024 82180	010-07230-0-00000-36000-43000-0-0000	\$27.86
12264 TIPTON AUTO PARTS	251253	12/13/2024 81261	010-07230-0-00000-36000-43000-0-0000	\$25.80
12264 TIPTON AUTO PARTS	251260	12/13/2024 82432	010-07230-0-00000-36000-43000-0-0000	\$30.55
12264 TIPTON AUTO PARTS	251254	12/13/2024 81347	010-07230-0-00000-36000-43000-0-0000	\$40.17
12264 TIPTON AUTO PARTS	251255	12/13/2024 81378	010-07230-0-00000-36000-43000-0-0000	\$30.16
12264 TIPTON AUTO PARTS	251256	12/13/2024 81445	010-07230-0-00000-36000-43000-0-0000	\$6.08
12264 TIPTON AUTO PARTS	251257	12/13/2024 81547	010-07230-0-00000-36000-43000-0-0000	\$13.98
12264 TIPTON AUTO PARTS	251259	12/13/2024 82259	010-07230-0-00000-36000-43000-0-0000	\$58.16
12264 TIPTON AUTO PARTS	251261	12/13/2024 82559	010-07230-0-00000-36000-43000-0-0000	\$4.51
12264 TIPTON AUTO PARTS	251252	12/13/2024 81228	010-07230-0-00000-36000-43000-0-0000	\$124.47
5760 TIPTON COMMUNITY SERVICES DIST	251215	12/06/2024 10040002	010-00000-0-00000-81000-55000-0-0000	\$854.63
14414 T-MOBILE USA INC.	251216	12/06/2024 987306951	010-00000-0-00000-81000-59000-0-0000	\$1,198.20
13463 TULARE COUNTY OFFICE OF EDUCAT	251134	11/22/2024 250951	010-07200-0-11100-10000-43000-0-0507	\$85.00
12324 TULE TRASH COMPANY	251213	12/06/2024 330938	010-00000-0-00000-81000-55000-0-0000	\$1,315.67
14424 U.S. BANK EQUIPMENT FINANCE	251221	12/06/2024 543380166	010-00000-0-00000-72000-58000-0-0000	\$731.38
14424 U.S. BANK EQUIPMENT FINANCE	251222	12/06/2024 543380166	010-00000-0-11100-10000-58000-0-0000	\$2,194.11
14557 UBEO BUSINESS SERVICES	251262	12/13/2024 4722131	010-00000-0-00000-81000-58000-0-0000	\$60.23
13496 VALLEY PACIFIC PET. SERV., INC	251123	11/22/2024 24-851150	010-07230-0-00000-36000-43000-0-0000	\$1,206.27
13496 VALLEY PACIFIC PET. SERV., INC	251264	12/13/2024 24-855954	010-07230-0-00000-36000-43000-0-0000	\$1,022.81
12229 VALLEYPBS	251220	12/06/2024 0000007809	010-07230-0-00000-36000-58000-0-0000	\$750.00
12788 VESTIS SERVICES, LLC	251122	11/22/2024 5031487087	010-00000-0-00000-81000-58000-0-0000	\$641.54
12788 VESTIS SERVICES, LLC	251218	12/06/2024 5031493151	010-00000-0-00000-81000-58000-0-0000	\$642.54
12788 VESTIS SERVICES, LLC	251219	12/06/2024 5031490125	010-00000-0-00000-81000-58000-0-0000	\$666.54
12788 VESTIS SERVICES, LLC	251263	12/13/2024 5031496202	010-00000-0-00000-81000-58000-0-0000	\$644.82
14257 WILMINGTON TRUST	251115	11/22/2024 20240908-48182-A	010-00000-0-00000-72000-58000-0-0000	\$1,000.00
14556 ZENDESK INC. & SUBSIDIARIES	251238	12/10/2024 11968461 &11976983	010-07200-0-11100-24900-58000-0-0102	\$4,200.00
14556 ZENDESK INC. & SUBSIDIARIES	251238	12/10/2024 11968461 &11976983	010-07200-0-11100-24900-58000-0-0102	\$1.00

010-General Fund Total Expenditures:

\$177,342.34

14101 B&B PEST CONTROL SERVICE	251242	12/13/2024 01-TIP-09-24	130-53100-0-00000-81000-58000-0-0000	\$40.00
14101 B&B PEST CONTROL SERVICE	251240	12/13/2024 01-TIP-11-24	130-53100-0-00000-81000-58000-0-0000	\$40.00
12548 CALIFORNIA TURF EQUIP. & SUPP.	251277	12/13/2024 649843	130-53100-0-00000-37000-43000-0-0000	\$373.64
12548 CALIFORNIA TURF EQUIP. & SUPP.	251278	12/13/2024 649842	130-53100-0-00000-37000-44000-0-0000	\$1,868.13
14498 CINTAS	251244	12/13/2024 5243644107	130-53100-0-00000-37000-43000-0-0000	\$67.43
14374 ELAN FINANCIAL SERIVCES	251226	12/06/2024 6629 BETTENCOURT	130-53100-0-00000-37000-43000-0-0000	\$1,237.19
12921 GOLD STAR FOODS INC.	251153	11/22/2024 8103349	130-53100-0-00000-37000-47000-0-0000	\$785.40
12921 GOLD STAR FOODS INC.	251150	11/22/2024 8146831	130-53100-0-00000-37000-47000-0-0000	\$28.60
12921 GOLD STAR FOODS INC.	251146	11/22/2024 8055803	130-53100-0-00000-37000-47000-0-0000	\$159.66
12921 GOLD STAR FOODS INC.	251148	11/22/2024 8134494	130-53100-0-00000-37000-47000-0-0000	\$266.36
12921 GOLD STAR FOODS INC.	251151	11/22/2024 8134417	130-53100-0-00000-37000-47000-0-0000	\$46.80

12921 GOLD STAR FOODS INC.	251152	11/22/2024 8089354	130-53100-0-00000-37000-47000-0-0000	\$124.75
12921 GOLD STAR FOODS INC.	251185	12/06/2024 8180353	130-53100-0-00000-37000-47000-0-0000	\$10.00
12921 GOLD STAR FOODS INC.	251187	12/06/2024 8147597	130-53100-0-00000-37000-47000-0-0000	\$247.60
12921 GOLD STAR FOODS INC.	251189	12/06/2024 8147622	130-53100-0-00000-37000-47000-0-0000	\$415.47
12921 GOLD STAR FOODS INC.	251190	12/06/2024 8155173	130-53100-0-00000-37000-47000-0-0000	\$836.46
14427 R & L CROW DISTRIBUTING	251197	12/06/2024 11.22.24	130-53100-0-00000-37000-47000-0-0000	\$499.34
14427 R & L CROW DISTRIBUTING	251198	12/06/2024 11.19.24	130-53100-0-00000-37000-47000-0-0000	\$540.86
14427 R & L CROW DISTRIBUTING	251201	12/06/2024 11.7.24	130-53100-0-00000-37000-47000-0-0000	\$523.40
14427 R & L CROW DISTRIBUTING	251199	12/06/2024 11.14.24	130-53100-0-00000-37000-47000-0-0000	\$286.76
14427 R & L CROW DISTRIBUTING	251200	12/06/2024 11.12.24	130-53100-0-00000-37000-47000-0-0000	\$830.66
14427 R & L CROW DISTRIBUTING	251202	12/06/2024 11.5.24	130-53100-0-00000-37000-47000-0-0000	\$960.26
13130 SYSCO FOOD SERVICES	251145	11/22/2024 484296736	130-53100-0-00000-37000-47000-0-0000	\$2,278.18
13130 SYSCO FOOD SERVICES	251208	12/06/2024 484313894	130-53100-0-00000-37000-47000-0-0000	\$2,668.11
12324 TULE TRASH COMPANY	251214	12/06/2024 330937	130-53100-0-00000-81000-55000-0-0000	\$1,415.36
12650 VALLEY FOOD SERVICE	251217	12/06/2024 445097	130-53100-0-00000-37000-47000-0-0000	\$1,693.00

130-Cafeteria Fund Total Expenditures:

\$18,243.42

14587 MISSION BANK	251237	12/06/2024 9001654	356-78100-0-00000-85000-62000-0-0000	\$1,092.47
14266 ORAL E. MICHAM INC	251196	12/06/2024 PAYMENT #11	356-78100-0-00000-85000-62000-0-0000	\$20,757.02

356-County School Facilities Fund (Kinder Facilities):

\$21,849.49

Total Payments

\$217,435.25

8. **FINANCE: Action items:**
 - 8.2 Audit Report for Year Ended June 30, 2024

**TIPTON ELEMENTARY
SCHOOL DISTRICT
COUNTY OF TULARE
TIPTON, CALIFORNIA
AUDIT REPORT
FOR THE YEAR ENDED JUNE 30, 2024**

**M. GREEN AND COMPANY LLP
Certified Public Accountants
Visalia, CA 93277**

Introductory Section

Tipton Elementary School District
Audit Report
For the Year Ended June 30, 2024

TABLE OF CONTENTS

	<u>Page</u>	<u>Exhibit/Table</u>
INTRODUCTORY SECTION		
Table of Contents.....	i-ii	
INDEPENDENT AUDITORS' REPORT	1	
MANAGEMENT'S DISCUSSION AND ANALYSIS	4	
FINANCIAL SECTION		
<u>Basic Financial Statements:</u>		
Government-wide Financial Statements:		
Statement of Net Position	11	Exhibit A-1
Statement of Activities	12	Exhibit A-2
Fund Financial Statements:		
Balance Sheet – Governmental Funds	13	Exhibit A-3
Reconciliation of the Governmental Funds		
Balance Sheet to the Statement of Net Position	14	Exhibit A-4
Statement of Revenues, Expenditures and Changes in		
Fund Balances – Governmental Funds	15	Exhibit A-5
Reconciliation of the Statement of Revenues, Expenditures and Changes in		
Fund Balances of Governmental Funds to the Statement of Activities	16	Exhibit A-6
Notes to Financial Statements	17	
REQUIRED SUPPLEMENTARY INFORMATION SECTION		
<u>Budgetary Comparison Schedule:</u>		
General Fund.....	41	Exhibit B-1
Schedule of the District's Proportionate Share of the Net Pension Liability	42	Exhibit B-2
Schedule of the District's Pension Contributions	43	Exhibit B-3
Schedule of Changes in the Net OPEB Liability and Related Ratios	44	Exhibit B-4
Notes to Required Supplementary Information	45	Exhibit B-5
OTHER SUPPLEMENTARY INFORMATION SECTION		
<u>Other Information as Supplementary Information:</u>		
Combining Balance Sheet – Non-Major Governmental Funds	46	Exhibit C-1
Combining Statement of Revenues, Expenditures and Changes in		
Fund Balances – Non-Major Governmental Funds.....	47	Exhibit C-2
Special Revenue Funds:		
Combining Balance Sheet – Non-Major Special Revenue Funds.....	48	Exhibit C-3
Combining Statement of Revenues, Expenditures and Changes in		
Fund Balances – Non-Major Special Revenue Funds.....	49	Exhibit C-4
Capital Projects Funds:		
Combining Balance Sheet – Non-Major Capital Projects Funds.....	50	Exhibit C-5
Combining Statement of Revenues, Expenditures and Changes in		
Fund Balances – Non-Major Capital Projects Funds.....	52	Exhibit C-6
Local Education Agency Organization Structure.....	54	Exhibit C-7

Tipton Elementary School District
Audit Report
For the Year Ended June 30, 2024

TABLE OF CONTENTS

Other Required Schedules as Supplementary Information:

Schedule of Average Daily Attendance.....	55	Table D-1
Schedule of Instructional Time.....	56	Table D-2
Schedule of Financial Trends and Analysis	57	Table D-3
Reconciliation of Annual Financial and Budget Report		
With Audited Financial Statements	58	Table D-4
Schedule of Charter Schools	59	Table D-5
Schedule of Expenditures of Federal Awards	60	Table D-6
Notes to Schedule of Expenditures of Federal Awards.....	61	

OTHER INDEPENDENT AUDITORS' REPORTS

Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With <i>Government Auditing Standards</i>	62
Report on Compliance for Each Major Federal Program and Report on Internal Control Over Compliance Required by the Uniform Guidance	64
Report on State Compliance and on Internal Control Over Compliance.....	67

FINDINGS AND QUESTIONED COSTS SECTION

Schedule of Findings and Questioned Costs	71
Letter to Management	73
Summary Schedule of Prior Year Audit Findings	74



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M. GREEN AND COMPANY LLP

CERTIFIED PUBLIC ACCOUNTANTS

Independent Auditors' Report

Board of Trustees
Tipton Elementary School District

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund and the aggregate remaining fund information of Tipton Elementary School District as of and for the year ended June 30, 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, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund and the aggregate remaining fund information of Tipton Elementary School District, as of June 30, 2024, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of 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 the District's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

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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 auditing standards generally accepted in the United States of America and *Government Auditing Standards*, we:

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, schedule of the District's proportionate share of the net pension liability, schedule of the District's pension contributions, schedule of changes in the net OPEB liability and related ratios and schedule of the District's OPEB contributions as identified in the table of contents 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.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Tipton Elementary School District's basic financial statements. The schedule of expenditures of federal awards as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, is presented for purposes of additional analysis and is not a required part of the basic financial statements. The accompanying other required supplementary schedules as other supplementary information as required by the State's audit guide, *2023-24 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*, published by the Education Audit Appeals Panel are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards and other required supplementary schedules as supplementary information are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards and other required supplementary schedules as supplementary information are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the combining statements and the Local Education Agency Organization Structure presented as other information as identified in the table of contents. 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 the 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 12, 2024, on our consideration of Tipton Elementary School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Tipton Elementary School District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Tipton Elementary School District's internal control over financial reporting and compliance.

M. Green and Company LLP

Visalia, California
December 12, 2024

Management's Discussion and Analysis

TIPTON ELEMENTARY SCHOOL DISTRICT
Management's Discussion and Analysis (MD&A)
June 30, 2024

INTRODUCTION

Our discussion and analysis of Tipton Elementary School District's financial performance provides an overview of the District's financial activities for the year ended June 30, 2024. It should be read in conjunction with the District's financial statements, which follow this section.

The Management's Discussion and Analysis (MD&A) is an element of the reporting model adopted by the Governmental Accounting Standards Board (GASB) in their Statement No. 34, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments*, issued June 1999; and GASB Statement No. 37, *Basic Financial Statement – and Management Discussion and Analysis – for State and Local Governments: Omnibus*, an amendment to GASB Statement No. 21 and No. 34, issued in June 2001.

FINANCIAL HIGHLIGHTS

- ❑ Total net position was \$17,388,975 at June 30, 2024. This was an increase of \$3,767,205 from the prior year.
- ❑ Overall revenues were \$14,781,673, which exceeded expenses of \$11,014,468 by \$3,767,205.
- ❑ Net Pension Liability has increased by \$178,813.
- ❑ Net Other Postemployment Benefit Liability has increased by \$186,675.

OVERVIEW OF FINANCIAL STATEMENTS

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

- ❑ **Government-wide financial statements**, which comprise the first two statements, provide both short-term and long-term information about the entity's overall financial position.
- ❑ **Fund financial statements** focus on reporting the individual parts of the District operations in more detail. The fund financial statements comprise the remaining statements.
 - **Governmental fund** statements tell how general government services were financed in the short term as well as what remains for future spending.

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

Government-Wide Statements

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

The two government-wide statements report the District's net position and how it has changed. Net position - assets, plus deferred outflows of resources, less liabilities, less deferred inflows of resources, is one way to measure the District's financial health or position.

- ❑ Over time, increases or decreases in the District's net position are an indicator of whether its financial health is improving or deteriorating, respectively.
- ❑ To assess the overall health of the District, one needs to consider additional non-financial factors such as changes in enrollment, changes in the property tax base, and changes in program funding by the Federal and State governments, and condition of facilities.

The government-wide financial statements of the District include government activities. Most of the District's basic services are included here, such as regular education, food service, maintenance and general administration. Local Control Funding Formula (LCFF) and Federal and State grants finance most of these activities.

Fund Financial Statements

The fund financial statements provide more detailed information about the District's most significant funds-not the District as a whole. Funds are accounting devices that the District uses to keep track of specific sources of funding and spending for particular programs. Some funds are required to be established by state law and by bond covenants. The Board of Trustees establishes other funds to control and manage money for particular purposes or to show that the District is meeting legal responsibilities for using certain revenues. The District has one kind of fund:

- ❑ Governmental funds - Most of the District's basic services are included in governmental funds, which generally focus on (1) how cash and other financial assets that can readily be converted to cash flow in and out and (2) the balances left at year-end that are available for spending. Consequently, the governmental funds statements provide a detailed short-term view that helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs. Because this information does not encompass the additional long-term focus of the government-wide statements, we provide additional information at the bottom of the government funds statements that explain the relationship (or differences) between them.

FINANCIAL ANALYSIS OF THE ENTITY AS A WHOLE

Net Position

The District's combined net position was \$17,388,975 at June 30, 2024. See Table 1.

Table 1:
Net Position

	Governmental Activities		Total Percentage
	2024	2023	Change
			2024-2023
Assets:			
Cash	\$ 12,199,671	\$ 10,253,828	18.98%
Accounts Receivable	543,677	1,030,292	(47.23%)
Stores Inventories	10,601	10,601	0.00%
Capital Assets, Net of Accumulated Depreciation	16,069,801	14,111,986	13.87%
TOTAL ASSETS	28,823,750	25,406,707	13.45%
Deferred Outflows of Resources:			
Deferred Outflows of Resources - Pensions	1,888,041	2,181,985	(13.47%)
Deferred Outflows of Resources - OPEB	314,825	213,312	(47.59%)
TOTAL DEFERRED OUTFLOWS OF RESOURCES	2,202,866	2,395,297	(8.03%)
Liabilities:			
Accounts Payable	415,109	592,824	(29.98%)
Unearned Revenue	111,200	152,415	(27.04%)
Net Pension Liability	6,591,938	6,415,125	2.76%
Net Other Postemployment Benefit Liability	800,023	613,348	30.44%
Short-Term Liabilities	220,310	195,606	12.63%
Long-Term Liabilities	5,330,542	5,488,587	(2.88%)
TOTAL LIABILITIES	13,469,122	13,457,905	0.08%
Deferred Inflows of Resources:			
Deferred Inflows of Resources - Pensions	25,056	546,749	(95.42%)
Deferred Inflows of Resources - OPEB	143,463	175,580	(18.29%)
TOTAL DEFERRED INFLOWS OF RESOURCES	168,519	722,329	(76.67%)
Net Position:			
Net Investment in Capital Assets	11,092,062	8,942,603	24.04%
Restricted	5,860,963	4,627,212	26.66%
Unrestricted	435,950	51,955	(739.09%)
TOTAL NET POSITION	\$ 17,388,975	\$ 13,621,770	27.66%

Changes in Net Position

The District's total revenues were \$14,781,673. A majority of the revenue comes from the LCFF and property taxes (53.70%). Federal and State revenues for specific programs accounted for another 41.14% of total revenues.

The total cost of all programs and services was \$11,014,468. The District's expenses are predominately related to educating and caring for students (77.62%). Administrative activities accounted for just 8.39%. The remaining expenses were for plant services (maintenance and operations), ancillary services, other outgo and interest on long-term debt.

Table 2:
Changes in Net Position

	Governmental Activities		Total Percentage
	2024	2023	Change
			2024-2023
Revenues:			
Program Revenues:			
Charges for Services	\$ 67,591	\$ 63,861	5.84%
Operating Grants and Contributions	4,343,831	5,344,274	(18.72%)
Capital Grants and Contributions	1,669,096	285,683	484.25%
General Revenues:			
LCFF Sources	7,937,626	7,495,702	5.90%
State Revenues	128,957	133,487	(3.39%)
Local Revenues	634,572	262,108	142.10%
TOTAL REVENUES	14,781,673	13,585,115	8.81%
Program Expenses:			
Instruction	6,517,328	5,703,622	14.27%
Instruction-Related Services	903,796	696,801	29.71%
Pupil Services	1,128,318	986,385	14.39%
Ancillary Services	194,094	164,403	18.06%
General Administration	923,893	791,202	16.77%
Plant Services	1,059,383	990,175	6.99%
Other Outgo	78,101	43,251	80.58%
Interest on Long-Term Obligations	209,555	211,536	(0.94%)
TOTAL EXPENSES	11,014,468	9,587,375	14.89%
Excess	3,767,205	3,997,740	(5.77%)
INCREASE IN NET POSITION	\$ 3,767,205	\$ 3,997,740	(5.77%)

Governmental Activities

The cost of all governmental activities this year was \$11,014,468.

Table 3 presents the cost of each of the District's functions as well as each function's net cost (total cost less fees generated by the activities and intergovernmental aid). The net cost reflects what was funded by charges for services, operating grants and capital grants and contributions.

Table 3:
Net Cost of Governmental Activities

	Total Cost of Services		Total Percentage Change	Net (Expense) Revenue		Total Percentage Change
	2024	2023		2024	2023	
Instruction	\$ 6,517,328	\$ 5,703,622	14.27%	\$ (2,258,690)	\$ (1,290,701)	75.00%
Instruction-Related Service	903,796	696,801	29.71%	(818,834)	(667,226)	22.72%
Pupil Services	1,128,318	986,385	14.39%	121,139	(98,357)	(223.16%)
Ancillary Services	194,094	164,403	18.06%	(86,441)	(56,093)	54.10%
General Administration	923,893	791,202	16.77%	(850,995)	(699,254)	21.70%
Plant Services	1,059,383	990,175	6.99%	(933,086)	(891,095)	4.71%
Other Outgo	78,101	43,251	80.58%	102,512	20,705	395.11%
Interest on Long-Term Obligations	209,555	211,536	(0.94%)	(209,555)	(211,536)	(0.94%)
TOTAL	\$ 11,014,468	\$ 9,587,375	14.89%	\$ (4,933,950)	\$ (3,893,557)	26.72%

FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

The financial performance of the District as a whole is reflected in its governmental funds. As the District completed the year, its governmental funds reported a combined fund balance of \$12,227,640, an increase of \$1,678,158 from last year's ending fund balance of \$10,549,482.

General Fund Budgetary Highlights

Over the course of the year, the District revises its annual budget to reflect unexpected changes in revenues and expenditures. The final amendment to the budget was approved June 11, 2024. A schedule of the District's original and final budget amounts compared with actual revenues and expenses is provided in the supplemental section of the audited financial report.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

At June 30, 2024, the District had invested \$23,973,813 in a broad range of capital assets, including land, buildings, land and building improvements and equipment. See Table 4. More detailed information about the District's capital assets is presented in the notes to the financial statements.

Table 4:
Capital Assets

	Governmental Activities		Total Percentage
	2024	2023	Change 2024-2023
Land	\$ 5,154	\$ 5,154	0.00%
Land Improvements	881,402	881,402	0.00%
Buildings and Improvements	18,673,750	18,380,290	1.60%
Equipment	2,417,274	1,830,881	32.03%
Work in Progress	1,996,233	337,275	491.87%
Totals at Historical Cost	23,973,813	21,435,002	11.84%
Total Accumulated Depreciation	(7,904,012)	(7,323,016)	7.93%
NET CAPITAL ASSETS	\$ 16,069,801	\$ 14,111,986	13.87%

Long-Term Debt

At year end, the District had \$5,550,852 in long term debt, consisting of General Obligation Bonds, the related Bond Premium, a Qualified Zone Academy Bond, a Financed Purchase and Compensated Absences as shown in Table 5.

Table 5:
Long-Term Debt

	Governmental Activities		Total Percentage
	2024	2023	Change 2024-2023
General Obligation Bonds	\$ 3,633,312	\$ 3,636,363	(0.08%)
Bond Premium	101,022	104,984	(3.77%)
Financed Purchase	961,600	1,013,600	(5.13%)
Qualified Zone Academy Bond	843,639	918,283	(8.13%)
Compensated Absences	11,279	10,963	2.88%
TOTAL LONG-TERM DEBT	\$ 5,550,852	\$ 5,684,193	(2.35%)

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

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

- ❑ The uncertainty of federal and state funding can have a profound impact on the financial health of the District.
- ❑ The continuing increases in premiums for health care insurance and statutory benefits could have a significant effect on the future financial health of the District. For the 2024-25 school year, the health and welfare cap was budgeted for an increase of 3%. Health care premiums are predicted to continue to increase into the foreseeable future. Other statutory benefits, including retirement benefits, have also seen increases in the 2024-25 school year, with expectations to continue to increase in outlying years.
- ❑ The budget assumptions used to prepare the budget for 2024-25 included 2% step and column increase for all units, a 3.23% increase in operating services as well as 3% increase in statutory and health care premiums.
- ❑ The State of California has taken steps to reduce the size of its deficit allowing the budget to be "roughly balance." The Legislative Analyst Office acknowledges that state revenues are running ahead of both budget revenue estimates and the broader state economy. The state is aware that even though steps were taken to reduce the budget's deficit, it has not been eliminated. The state is anticipating a deficit growth in the 2025-26 budget year.
- ❑ The Legislative Analyst's Office is estimating a cost-of-living (COLA) adjustment of 2.46% in fiscal year 2025-26. This is an increase from the 1.4%-1.8% projected as of June 2024 State budget adoption. The District is preparing to incorporate the 2.46% COLA as part of 2nd interim budget reporting.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, parents, participants, investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report, or need additional financial information, contact the Business Office, Tipton Elementary School District, 370 N. Evans Road, Tipton, CA 93272, 559-752-4213.

Financial Section

Basic Financial Statements

TIPTON ELEMENTARY SCHOOL DISTRICT

STATEMENT OF NET POSITION

JUNE 30, 2024

	Governmental Activities
ASSETS:	
Cash in County Treasury	\$ 12,137,701
Cash on Hand and in Banks	59,170
Cash in Revolving Fund	2,800
Accounts Receivable	543,677
Stores Inventories	10,601
Capital Assets:	
Land	5,154
Land Improvements, Net	336,018
Buildings, Net	12,504,692
Equipment, Net	1,227,704
Work in Progress	1,996,233
Total Assets	<u>28,823,750</u>
DEFERRED OUTFLOWS OF RESOURCES:	
Deferred Outflows of Resources - Pensions	1,888,041
Deferred Outflows of Resources - OPEB	314,825
Total Deferred Outflows of Resources	<u>2,202,866</u>
LIABILITIES:	
Accounts Payable	415,109
Unearned Revenue	111,200
Noncurrent Liabilities:	
Net Pension Liability	6,591,938
Net Other Postemployment Benefit Liability	800,023
Due within one year	220,310
Due in more than one year	5,330,542
Total Liabilities	<u>13,469,122</u>
DEFERRED INFLOWS OF RESOURCES:	
Deferred Inflows of Resources - Pensions	25,056
Deferred Inflows of Resources - OPEB	143,463
Total Deferred Inflows of Resources	<u>168,519</u>
NET POSITION:	
Net Investment in Capital Assets	11,092,062
Restricted For:	
Debt Service	447,646
Capital Projects	384,635
Legally Restricted Programs	4,176,055
Specific Programs	852,627
Unrestricted	435,950
Total Net Position	<u>\$ 17,388,975</u>

The accompanying notes are an integral part of this statement.

TIPTON ELEMENTARY SCHOOL DISTRICT

STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED JUNE 30, 2024

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
PRIMARY GOVERNMENT:					
Governmental Activities:					
Instruction	\$ 6,517,329	\$ 2,960	\$ 2,586,582	\$ 1,669,096	\$ (2,258,691)
Instruction-Related Services	903,796	-	84,962	-	(818,834)
Pupil Services	1,128,318	2,303	1,247,154	-	121,139
Ancillary Services	194,094	49,353	58,300	-	(86,441)
General Administration	923,893	71	72,827	-	(850,995)
Plant Services	1,059,382	4,776	121,521	-	(933,085)
Other Outgo	78,101	8,128	172,485	-	102,512
Interest on Long-Term Obligations	209,555	-	-	-	(209,555)
Total Governmental Activities	11,014,468	67,591	4,343,831	1,669,096	(4,933,950)
Total Primary Government	<u>\$ 11,014,468</u>	<u>\$ 67,591</u>	<u>\$ 4,343,831</u>	<u>\$ 1,669,096</u>	<u>(4,933,950)</u>
General Revenues:					
LCFF Sources					7,937,626
State Revenues					128,957
Local Revenues					634,572
Total General Revenues					<u>8,701,155</u>
Change in Net Position					<u>3,767,205</u>
Net Position - Beginning					13,621,770
Net Position - Ending					<u>\$ 17,388,975</u>

The accompanying notes are an integral part of this statement.

TIPTON ELEMENTARY SCHOOL DISTRICT

BALANCE SHEET - GOVERNMENTAL FUNDS

JUNE 30, 2024

	General Fund	County Schools Facilities Fund Full-Day Kinder	Other Governmental Funds	Total Governmental Funds
ASSETS:				
Cash in County Treasury	\$ 10,355,923	\$ 394,760	\$ 1,387,018	\$ 12,137,701
Cash on Hand and in Banks	-	-	59,170	59,170
Cash in Revolving Fund	2,500	-	300	2,800
Accounts Receivable	457,888	-	85,789	543,677
Due from Other Funds	11,492	-	1,816	13,308
Stores Inventories	-	-	10,601	10,601
Total Assets	<u>\$ 10,827,803</u>	<u>\$ 394,760</u>	<u>\$ 1,544,694</u>	<u>\$ 12,767,257</u>
LIABILITIES AND FUND BALANCE:				
Liabilities:				
Accounts Payable	\$ 226,611	\$ 187,718	\$ 780	\$ 415,109
Due to Other Funds	1,816	-	11,492	13,308
Unearned Revenue	111,200	-	-	111,200
Total Liabilities	<u>339,627</u>	<u>187,718</u>	<u>12,272</u>	<u>539,617</u>
Fund Balance:				
Nonspendable Fund Balances:				
Revolving Cash	2,500	-	300	2,800
Stores Inventories	-	-	10,601	10,601
Restricted Fund Balances	4,176,055	207,042	1,477,866	5,860,963
Committed Fund Balances	-	-	43,655	43,655
Unassigned:				
Reserve for Economic Uncertainty	427,745	-	-	427,745
Other Unassigned	5,881,876	-	-	5,881,876
Total Fund Balance	<u>10,488,176</u>	<u>207,042</u>	<u>1,532,422</u>	<u>12,227,640</u>
Total Liabilities and Fund Balances	<u>\$ 10,827,803</u>	<u>\$ 394,760</u>	<u>\$ 1,544,694</u>	<u>\$ 12,767,257</u>

The accompanying notes are an integral part of this statement.

TIPTON ELEMENTARY SCHOOL DISTRICT
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
JUNE 30, 2024

Total fund balances - governmental funds balance sheet \$ 12,227,640

Amounts reported for governmental activities in the Statement of Net Position (SNP) are different because:

Capital assets used in governmental activities are not current financial resources, and therefore are not reported in the funds:

Capital assets	23,973,813
Accumulated depreciation	(7,904,012)

Other long-term assets are not available to pay for current period expenditures, and therefore are not reported in the funds:

Deferred outflows of resources related to pensions	1,888,041
Deferred outflows of resources related to OPEB	314,825

Certain liabilities are not due and payable in the current period from current financial resources, and therefore are not reported in the funds:

Bonds payable and accreted interest	(3,633,312)
Financed purchase	(961,600)
Compensated absences	(11,279)
Net pension liability	(6,591,938)
Net other postemployment benefit liability	(800,023)
Qualified zone academy bonds (QZAB) payable	(843,639)
Deferred inflows of resources related to pensions	(25,056)
Deferred inflows of resources related to OPEB	(143,463)
Premiums are amortized over the life of the debt	(101,022)

Net position of governmental activities - Statement of Net Position \$ 17,388,975

TIPTON ELEMENTARY SCHOOL DISTRICT

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2024

	General Fund	County Schools Facilities Fund Full-Day Kinder	Other Governmental Funds	Total Governmental Funds
Revenues:				
LCFF Sources:				
State Apportionment or State Aid	\$ 6,205,342	\$ -	\$ -	\$ 6,205,342
Education Protection Account Funds	753,208	-	-	753,208
Local Sources	979,076	-	-	979,076
Federal Revenue	1,230,989	-	475,055	1,706,044
Other State Revenue	2,284,944	1,667,402	177,543	4,129,889
Other Local Revenue	734,313	19,769	302,162	1,056,244
Total Revenues	<u>12,187,872</u>	<u>1,687,171</u>	<u>954,760</u>	<u>14,829,803</u>
Expenditures:				
Current:				
Instruction	6,278,855	-	-	6,278,855
Instruction - Related Services	876,890	-	-	876,890
Pupil Services	468,633	-	545,540	1,014,173
Ancillary Services	123,418	-	69,246	192,664
General Administration	890,972	-	3,000	893,972
Plant Services	919,336	-	15,631	934,967
Other Outgo	78,101	-	-	78,101
Capital Outlay	879,853	1,658,958	-	2,538,811
Debt Service:				
Principal	126,644	-	65,000	191,644
Interest	50,918	-	100,650	151,568
Total Expenditures	<u>10,693,620</u>	<u>1,658,958</u>	<u>799,067</u>	<u>13,151,645</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>1,494,252</u>	<u>28,213</u>	<u>155,693</u>	<u>1,678,158</u>
Other Financing Sources (Uses):				
Transfers In	-	-	1,579	1,579
Transfers Out	(1,579)	-	-	(1,579)
Total Other Financing Sources (Uses)	<u>(1,579)</u>	<u>-</u>	<u>1,579</u>	<u>-</u>
Net Change in Fund Balance	1,492,673	28,213	157,272	1,678,158
Fund Balance, July 1	8,995,503	178,829	1,375,150	10,549,482
Fund Balance, June 30	<u>\$ 10,488,176</u>	<u>\$ 207,042</u>	<u>\$ 1,532,422</u>	<u>\$ 12,227,640</u>

The accompanying notes are an integral part of this statement.

TIPTON ELEMENTARY SCHOOL DISTRICT
**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2024**

Net change in fund balances - total governmental funds \$ 1,678,158

Amounts reported for governmental activities in the Statement of Activities (SOA) are different because:

Governmental funds report capital outlays as expenditures while governmental activities report depreciation expense to allocate those expenditures over the life of the asset:

Expenditures for capital outlay	2,538,811
Depreciation expense	(580,996)

Certain expenditures in the funds are not reported as expenses in the SOA:

Repayment of bonds payable and accreted interest	65,000
Repayment of financed purchase	52,000
Repayment of qualified zone academy bonds (QZAB) payable	74,644

Expenses reported in the SOA that do not require the use of current financial resources are not reported as expenditures in the funds:

Accretion of interest on capital appreciation bonds	(61,949)
Compensated absences	(316)

Premiums, discounts, and deferred amount on refunding are recognized as a part of long-term debt transactions in the year of issuance by governmental funds. However, these costs are deferred and amortized in the SOA:

Amortization of premiums	3,962
--------------------------	-------

The net change in net pension liability, deferred outflows and deferred inflows are reported as pension expense in the SOA. Pension contributions are reported as expenditures in the funds.

50,936

The net change in net other postemployment benefit liability, deferred outflows and deferred inflows are reported as OPEB expense in the SOA. OPEB contributions are reported as expenditures in the funds.

(53,045)

Change in net position of governmental activities - Statement of Activities

\$ 3,767,205

The accompanying notes are an integral part of this statement.

TIPTON ELEMENTARY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2024

NOTE 1 - Summary of Significant Accounting Policies

Tipton Elementary School District (District) accounts for its financial transactions in accordance with the policies and procedures of the Department of Education's "California School Accounting Manual". The accounting policies of the District conform to the accounting principles generally accepted in the United States of America (GAAP) as prescribed by the Governmental Accounting Standards Board (GASB) and the American Institute of Certified Public Accountants (AICPA).

Financial Reporting Entity

A reporting entity is comprised of the primary government and other organizations that are included to ensure the financial statements are not misleading. The primary government of the District consists of all funds, departments, boards and agencies that are not legally separate from the District. For Tipton Elementary School District, this includes general operations, food service and student related activities of the District.

Basis of Presentation

Government-wide Statements: The statement of net position and the statement of activities include the financial activities of the overall government. Eliminations have been made to minimize the double-counting of internal activities. Governmental activities generally are financed through taxes, intergovernmental revenues and other non-exchange transactions.

The statement of activities presents a comparison between direct expenses and program revenues for each function of the District's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. The District does not allocate indirect expenses in the statement of activities. Program revenues include (a) fees, fines and charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

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

The District reports the following major governmental funds:

The General Fund is the District's primary operating fund. It is used to account for all financial resources of the District except those required to be accounted for in another fund.

The County School Facilities Fund – Full-Day Kinder Facility is used to receive apportionments from the State School Facilities Fund authorized by the State Allocation Board for new kindergarten facility construction projects, modernization projects and facility hardship grants related to providing full-day kindergarten classrooms.

Non-Major Governmental Funds:

Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specific purposes. The following special revenue funds are utilized by the District:

The Student Activity Fund is used to account separately for local revenues that are restricted for student body activity and is used only for those expenditures as necessary for the operation of the school's student body.

The Cafeteria Fund is used to account separately for federal, state and local resources to operate the food service program and is to be used only for those expenditures as necessary for the operation of the District's food service program.

The Deferred Maintenance Fund is used to account separately for state apportionments that are committed for deferred maintenance purposes.

TIPTON ELEMENTARY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2024

NOTE 1 - Summary of Significant Accounting Policies (continued)

Basis of Presentation (continued)

Capital Projects Funds are used to account for the acquisition and construction of all major governmental general fixed assets. The following capital projects funds are utilized by the District:

The Building Fund is used to account for the acquisition of major governmental capital facilities and buildings from the proceeds of bond sales, leases and certificates of participation.

The Capital Facilities Fund (Developer Fees) is used to account for resources received from developer impact fees assessed under provisions of the California Environmental Quality Act (CEQA).

The County School Facilities Fund – New Construction is used to receive apportionments from the State School Facilities Fund authorized by the State Allocation Board for new school facility construction projects and facility hardship grants.

The County School Facilities Fund – Modernization is used to receive apportionments from the State School Facilities Fund authorized by the State Allocation Board for the modernization of the District.

Debt Service Funds are used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest and related costs. The following debt service fund is utilized by the District:

The Bond Interest and Redemption Fund is used to account for the accumulation of resources for, and repayment of, District bonds, interest and related costs.

Measurement Focus, Basis of Accounting

Government-wide Financial Statements: These financial statements are reported using the economic resources measurement focus. They are reported using the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Non-exchange transactions, in which the District gives (or receives) value without directly receiving (or giving) equal value in exchange, include property taxes, grants, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

Governmental Fund Financial Statements: Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenue is recorded in the fiscal year in which the resources are measurable and become available. 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. Generally, available is defined as collectible within 45 or 60 days. However, to achieve comparability of reporting among California districts and so as not to distort normal revenue patterns, with specific respect to reimbursement grants and corrections to State-aid apportionments, the California Department of Education has defined available for districts as collectible within one year. The following revenue sources are considered to be both measurable and available at fiscal year-end: State apportionments, interest, certain grants, and other local sources. Non-exchange transactions, in which the District receives value without directly giving equal value in return, include property taxes, certain grants, entitlements, and donations. Revenue from property taxes is recognized in the fiscal year in which the taxes are received. Revenue from certain grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include time and purpose requirements. On a modified accrual basis, revenue from non-exchange transactions must also be available before it can be recognized. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments and compensated absences, which are recognized as expenditures to the extent they have matured. General capital and leased asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt are reported as other financing sources.

When the District incurs an expenditure or expense for which both restricted and unrestricted resources may be used, it is the District's policy to use restricted resources first, then unrestricted resources.

TIPTON ELEMENTARY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2024

NOTE 1 - Summary of Significant Accounting Policies (continued)

Encumbrances

Encumbrance accounting is used in all budgeted funds to reserve portions of applicable appropriations for which commitments have been made. Encumbrances are recorded for purchase orders, contracts and other commitments when they are written. Encumbrances are liquidated when the commitments are paid. All encumbrances are liquidated as of June 30.

Budgets and Budgetary Accounting

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for all governmental funds. By state law, the District's governing board must adopt a final budget no later than July 1. A public hearing must be conducted to receive comments prior to adoption. The District's governing board satisfied these requirements.

These budgets are revised by the District's governing board and district superintendent during the year to give consideration to unanticipated income and expenditures.

Formal budgetary integration was used as a management control device during the year for all budgeted funds. The District employs budget control by minor object and function and by individual appropriation accounts. Expenditures cannot legally exceed appropriations by major object code. All appropriations lapse at year end.

Deposits and Investments

Cash balances held in banks and in revolving funds are fully insured or collateralized.

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 41001). The County pools these funds with those of other districts in the county and invests the cash. The fair value of the District's investment in the pool is reported in the financial statements at amounts based upon the District's pro-rata share of the fair value provided by the County Treasurer for the entire portfolio (in relation to the amortized cost of that portfolio). Interest earned is deposited quarterly into the participating funds. The balance available for withdrawal is based on the accounting records maintained by the County Treasurer, which is recorded on the amortized cost basis.

Information regarding the amount of dollars invested in derivatives with the Tulare County Treasury was not available for the year ended June 30, 2024.

Stores Inventories and Prepaid Expenditures

Inventories are recorded using the purchases method in that the cost is recorded as an expenditure at the time individual inventory items are purchased. Inventories are valued at average cost and consist of expendable supplies held for consumption. Inventories of the General Fund are immaterial and have been omitted from these statements.

The District has the option of reporting an expenditure in governmental funds for prepaid items either when purchased or during the benefiting period. The District has chosen to report the expenditure when incurred.

Capital Assets

Purchased or constructed capital assets are reported at cost or estimated historical cost. Donated capital assets are recorded at their estimated fair value at the date of the donation. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend the assets' lives are not capitalized. A capitalization threshold of \$5,000 is used.

Capital assets are being depreciated using the straight-line method over the following estimated useful lives:

<u>Asset Class</u>	<u>Estimated Useful Lives</u>
Land Improvements	15-30
Buildings and Improvements	15-50
Equipment	5-20

TIPTON ELEMENTARY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2024

NOTE 1 - Summary of Significant Accounting Policies (continued)

Interfund Activity

Interfund activity results from loans, services provided, reimbursements or transfers between funds. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures or expenses. Reimbursements occur when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers In and Transfers Out are netted and presented as a single "Transfers" line on the government-wide statement of activities, when applicable. Similarly, interfund receivables and payables are netted and presented as a single "Internal Balances" line of the government-wide statement of net position, when applicable.

Deferred Outflows and Deferred Inflows of Resources

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

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

Unearned Revenue

Cash received for federal and state special projects and programs is recognized as revenue to the extent that qualified expenditures have been incurred. Unearned revenue is recorded to the extent cash received on specific projects and programs exceeds qualified expenditures.

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

Compensated Absences

Accumulated unpaid employee vacation benefits are recognized as liabilities of the District. The entire compensated absence liability is reported on the government-wide statement of net position.

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

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 California State Teachers' Retirement System (CalSTRS) Schools Pool Cost-Sharing Multiple-Employer Plan and California Public Employees' Retirement System (CalPERS) Schools Pool Cost-Sharing Multiple-Employer Plan and additions to/deductions from the CalSTRS and CalPERS Plans' fiduciary net positions have been determined on the same basis as they are reported by the CalSTRS Financial Office and CalPERS Financial Office. For this purpose, benefit payments (including refunds of employee contributions) are recognized when currently 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.

Fund Balances – Governmental Funds

Fund balances of the governmental funds are classified as follows:

Nonspendable Fund Balance – represents amounts that cannot be spent because they are either not in spendable form (such as stores inventories) or legally required to remain intact (revolving cash).

Restricted Fund Balance – represents amounts that are constrained by external parties, constitutional provisions or enabling legislation.

TIPTON ELEMENTARY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2024

NOTE 1 - Summary of Significant Accounting Policies (continued)

Fund Balances – Governmental Funds (continued)

Committed Fund Balance – represents amounts that can only be used for a specific purpose because of a formal action by the District's governing board, the District's highest level of decision making authority. Formal board action must be taken on or before June 30th of each fiscal year. Committed amounts cannot be used for any other purpose unless the governing board removes those constraints by taking the same type of formal action. The committed amount subject to the constraint may be determined after June 30th. Committed fund balance amounts may be used for other purposes with appropriate due process by the governing board. Commitments are typically done through adoption and amendment of the budget. Committed fund balance amounts differ from restricted fund balances in that the constraints on their use do not come from outside parties, constitutional provisions or enabling legislation.

Assigned Fund Balance – represents amounts which the District intends to use for a specific purpose, but that do not meet the criteria to be classified as restricted or committed. Intent may be stipulated by the governing board or by an official or body to which the governing board delegates the authority. Specific amounts that are not restricted or committed in a special revenue, capital projects, debt service or permanent fund are assigned for purposes in accordance with the nature of their fund type or the fund's primary purpose. Assignments within the General Fund convey that the intended use of those amounts is for a specific purpose that is narrower than the general purposes of the District itself.

Unassigned Fund Balance – represents amounts which are unconstrained in that they may be spent for any purpose. Only the General Fund reports a positive unassigned fund balance. Other governmental funds might report a negative balance in this classification because of overspending for specific purposes for which amounts had been restricted, committed or assigned.

Spending Order Policy

When an expenditure is incurred for a purpose for which both restricted and unrestricted fund balances are available, the District considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned or unassigned fund balances are available, the District considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds.

Minimum Fund Balance Policy

The District has a minimum fund balance policy for the General Fund. The District is committed to maintaining a prudent level of financial resources to protect against the need to reduce service levels because of temporary revenue shortfalls or unpredictable expenditures. Therefore, the District will maintain an unassigned Reserve for Economic Uncertainties consisting of unassigned amounts equal to no less than prescribed for fiscal solvency review purposes pursuant to Education Code Section 33127. In the event that the balance drops below the established minimum level, the District's governing board will develop a plan to replenish the fund balance to the established minimum level within two years.

Net Position

Net position represents assets plus deferred outflows of resources, less liabilities, less deferred inflows of resources. Net position, net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Net position is reported as restricted when there are limitations imposed on its use either through the enabling legislation adopted by the District or through external restrictions imposed by creditors, grantors, 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 net position is available.

Property Taxes

Secured property taxes attach as an enforceable lien on property as of January 1. Taxes are payable in two installments on November 1 and February 1. Unsecured property taxes are payable in one installment on or before August 31. The County of Tulare bills and collects the taxes for the District.

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 and disclosures. Accordingly, actual results could differ from those estimates.

TIPTON ELEMENTARY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2024

NOTE 2 - Compliance and Accountability

Finance-Related Legal and Contractual Provisions

In accordance with GASB Statement No. 38, "Certain Financial Statement Note Disclosures," violations of finance-related legal and contractual provisions, if any, are reported below, along with actions taken to address such violations:

<u>Violation</u>	<u>Action Taken</u>
None reported	Not applicable

Deficit Fund Balance or Net Position of Individual Non-major Funds

Following are funds having deficit fund balances or net position at year end, if any, along with remarks which address such deficits:

<u>Fund Name</u>	<u>Deficit Amount</u>	<u>Remarks</u>
None reported	Not applicable	Not applicable

NOTE 3 - Cash and Investments

Cash in County Treasury

The District maintains substantially all of its cash in the Tulare County Treasury as part of the common investment pool. The District's cash in County Treasury was not subject to credit risk categorization and is carried at cost which approximates fair value. All pooled funds are regulated by California Government Code.

Cash on Hand, in Banks and in Revolving Fund

Cash balances on hand and in banks (\$59,170 as of June 30, 2024) and in the revolving fund (\$2,800) are fully insured or collateralized.

Analysis of Specific Deposits and Investments

Cash and investments as of June 30, 2024, are classified in the accompanying financial statements, as follows:

Statement of Net Position:

Cash in County Treasury	\$ 12,137,701
Cash on Hand and in Banks	59,170
Cash in Revolving Fund	2,800
Total	<u>\$ 12,199,671</u>

Cash and investments as of June 30, 2024, consist of the following:

Cash in County Treasury	\$ 12,137,701
Deposits with Financial Institutions	61,970
Total	<u>\$ 12,199,671</u>

TIPTON ELEMENTARY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024

NOTE 3 - Cash and Investments (continued)

Investments Authorized by the District's Investment Policy

Education Code Section 41015 authorizes the investment of surplus moneys, not required for the immediate necessities of the District, in any of the investments specified in Section 16430 or 53601 of the Government Code. Additionally, a variety of operational bank accounts are authorized, including but not limited to: Scholarship Accounts, Clearing Accounts and Revolving Cash Accounts. The District's investment policy does not contain any specific provisions intended to limit the District's exposure to interest rate risk, credit risk and concentration of credit risk. The District held no investments at June 30, 2024.

Disclosures Relating to 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 held no investments at June 30, 2024.

Disclosures Relating to Credit Risk

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. The District held no investments at June 30, 2024.

Concentration of Credit Risk

The investment policy of the District contains no limitations on the amount that can be invested in any one issuer beyond that stipulated by the California Government Code, which is investments in any one issuer (other than U.S. Treasury Securities, mutual funds and external investment pools) that represent 5% or more of total District investments. The District held no investments at June 30, 2024.

Custodial Credit Risk

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the 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 deposits, other than the following provision for deposits: 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% of the total amount deposited by the public agencies. California law also allows financial institutions to secure governmental agency deposits by pledging first trust deed mortgage notes having a value of 150% of the secured public deposits.

The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty (e.g., broker-dealer) to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another 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. With respect to investments, custodial credit risk generally applies only to direct investments in marketable securities. Custodial credit risk does not apply to a local government's indirect investment in securities through the use of mutual funds or government investment pools.

Foreign Currency Risk

This is the risk that exchange rates will adversely affect the fair value of an investment. At year end, the District was not exposed to foreign currency risk.

TIPTON ELEMENTARY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2024

NOTE 4 - Accounts Receivable

Accounts receivable as of June 30, 2024, consist of the following:

	General Fund	Other Governmental Funds	Totals
Federal Government:			
Federal Programs	\$ 311,137	\$ 62,342	\$ 373,479
State Government:			
Classified School Employee Summer Assistance Program	22,440	-	22,440
Lottery - Instructional Materials	14,232	-	14,232
Lottery	12,935	-	12,935
After School Education & Safety Program	64	-	64
LCFF State Aid	606	-	606
Child Nutrition Program	-	23,447	23,447
Total State Government	50,277	23,447	73,724
Other Local	96,474	-	96,474
Totals	\$ 457,888	\$ 85,789	\$ 543,677

NOTE 5 - Capital Assets

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

	Beginning Balances	Increases	Reclassifications/ Decreases	Ending Balances
<u>Governmental activities:</u>				
Capital assets not being depreciated:				
Land	\$ 5,154	\$ -	\$ -	\$ 5,154
Work in progress	337,275	1,658,958	-	1,996,233
Total capital assets not being depreciated	342,429	1,658,958	-	2,001,387
Capital assets being depreciated:				
Land improvements	881,402	-	-	881,402
Buildings and improvements	18,380,290	293,460	-	18,673,750
Equipment	1,830,881	586,393	-	2,417,274
Total capital assets being depreciated	21,092,573	879,853	-	21,972,426
Less accumulated depreciation for:				
Land improvements	(515,073)	(30,311)	-	(545,384)
Buildings and improvements	(5,730,915)	(438,143)	-	(6,169,058)
Equipment	(1,077,028)	(112,542)	-	(1,189,570)
Total accumulated depreciation	(7,323,016)	(580,996)	-	(7,904,012)
Total capital assets being depreciated, net	13,769,557	298,857	-	14,068,414
Governmental activities capital assets, net	\$ 14,111,986	\$ 1,957,815	\$ -	\$ 16,069,801

TIPTON ELEMENTARY SCHOOL DISTRICT**NOTES TO FINANCIAL STATEMENTS**

YEAR ENDED JUNE 30, 2024

NOTE 5 - Capital Assets (continued)

Depreciation was charged to functions as follows:

Instruction	\$ 322,832
Instruction - Related Services	19,469
Pupil Services	96,509
Ancillary Services	3,231
General Administration	31,032
Plant Services	107,923
Total	<u>\$ 580,996</u>

NOTE 6 - Interfund Balances and Activities**Due To and From Other Funds**

Balances due to and from other funds at June 30, 2024, consisted of the following:

<u>Due to Fund</u>	<u>Due From Fund</u>	<u>Amount</u>	<u>Reason</u>
General Fund	Other Governmental Funds	\$ 11,492	Temporary loan
Other Governmental Funds	General Fund	1,816	Temporary loan
	Total	<u>\$ 13,308</u>	

All amounts due are scheduled to be repaid within one year.

<u>Transfers From</u>	<u>Transfers To</u>	<u>Amount</u>	<u>Reason</u>
General Fund	Other Governmental Funds	<u>\$ 1,579</u>	Contributions

NOTE 7 - Long-Term Debt Obligations**Long-Term Debt Obligation Summary**

Long-term obligations include debt and other long-term liabilities. Changes in long-term obligations for the year ended June 30, 2024, are as follows:

	<u>Beginning Balances</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balances</u>	<u>Amounts Due Within One Year</u>
<u>Governmental activities:</u>					
<u>General Obligation Bonds:</u>					
Current Interest	\$ 2,225,000	\$ -	\$ -	\$ 2,225,000	\$ -
Capital Appreciation	1,411,363	61,949	65,000	1,408,312	70,000
Bond Premium	104,984	-	3,962	101,022	3,962
Compensated Absences *	10,963	316	-	11,279	-
<u>Direct Borrowings:</u>					
Financed Purchase	1,013,600	-	52,000	961,600	53,800
Qualified Zone Academy Bond Program	918,283	-	74,644	843,639	92,548
Total governmental activities	<u>\$ 5,684,193</u>	<u>\$ 62,265</u>	<u>\$ 195,606</u>	<u>\$ 5,550,852</u>	<u>\$ 220,310</u>

*Because of the nature of compensated absences and uncertainty over when vacations will be taken, a statement of debt service requirements to maturity has not been presented.

TIPTON ELEMENTARY SCHOOL DISTRICT**NOTES TO FINANCIAL STATEMENTS**

YEAR ENDED JUNE 30, 2024

NOTE 7 - Long-Term Debt Obligations (continued)**Long-Term Debt Obligation Summary (continued)**

The funds typically used to liquidate long-term obligations in the past, are as follows:

Liability	Activity Type	Fund
General Obligation Bonds	Governmental	Bond Interest and Redemption Fund
Bond Premium	Governmental	Bond Interest and Redemption Fund
Financed Purchase	Governmental	General Fund
Compensated Absences	Governmental	General and Cafeteria Funds
Qualified Zone Academy Bond Program	Governmental	General Fund

General Obligation Bonds

General obligation bonds were approved by the voters of the District and used to help finance the District's construction of a new multi-purpose facility. The bonds are general obligations of the District and the County is obligated to annually levy ad valorem taxes for the payment of the interest and principal on the bonds.

On November 4, 2014, the electors of the District voted on a bond issue in the amount of \$3,297,500, which was passed by more than the requisite 55% of the electors voting. In August 2015, the District issued General Obligation Bonds, Election 2014, Series A current interest bonds in the amount of \$2,225,000 and General Obligation Bonds, Election 2014, Series A capital appreciation bonds in the amount of \$1,072,500, totaling \$3,297,500. The bonds were issued pursuant to certain provisions of the Education Code of the State, and a resolution by the Board of Trustees of the District on August 11, 2015. The bonds were issued as current interest bonds and capital appreciation bonds and mature serially on each August 1. The current interest bonds rate of interest ranges from 4% to 5%. Interest is due semi-annually on February 1 and August 1 each year commencing February 1, 2017. The final maturity date is August 1, 2049. Capital appreciation bonds shall accrete in value daily over the term to their maturity compounded semi-annually on each February 1 and August 1, commencing February 1, 2017. The final maturity date is August 1, 2040. There are a number of limitations and restrictions contained in the general obligation bond indenture. Management has indicated that the District is in compliance with all significant limitations and restrictions.

In government-wide financial statements premiums are amortized over the term of the related debt which is 34 years commencing September 8, 2015. Amortization of bond premiums for the year ended June 30, 2024 was \$3,962. In fund financial statements, governmental fund types recognize premiums during the current period. Premiums, whether or not added to the actual proceeds, are reported as other financing sources.

The outstanding General Obligation Bond debt of the District as of June 30, 2024, is as follows:

Issue Date	Maturity Date	Interest Rate %	Original Issue	Bonds Outstanding July 1, 2023	Accreted/ Issued	Redeemed	Bonds Outstanding June 30, 2024
2014	8/1/2049	4.00-5.00%	\$ 2,225,000	\$ 2,225,000	\$ -	\$ -	\$ 2,225,000
2014	8/1/2040	2.86-4.97%	1,072,500	1,411,363	61,949	65,000	1,408,312
2014	Bond Premium		134,699	104,984	-	3,962	101,022
Totals			<u>\$ 3,432,199</u>	<u>\$ 3,741,347</u>	<u>\$ 61,949</u>	<u>\$ 68,962</u>	<u>\$ 3,734,334</u>

TIPTON ELEMENTARY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024
NOTE 7 - Long-Term Debt Obligations (continued)
General Obligation Bonds (continued)

The annual requirements to amortize General Obligation Bonds payable outstanding as of June 30, 2024, are as follows:

Current Interest, 2014 Bonds, Series A

Year Ending June 30,	Principal	Interest	Total	Bond Premium
2025	\$ -	\$ 100,650	\$ 100,650	\$ 3,962
2026	-	100,650	100,650	3,962
2027	-	100,650	100,650	3,962
2028	-	100,650	100,650	3,962
2029	-	100,650	100,650	3,962
2030-2034	-	503,250	503,250	19,809
2035-2039	-	503,250	503,250	19,809
2040-2044	665,000	454,625	1,119,625	19,809
2045-2049	1,340,000	187,650	1,527,650	19,809
2050	220,000	4,400	224,400	1,976
Totals	<u>\$ 2,225,000</u>	<u>\$ 2,156,425</u>	<u>\$ 4,381,425</u>	<u>\$ 101,022</u>

Capital Appreciation, 2014 Bonds, Series A

Year Ending June 30,	Accreted Value of Obligation	Unaccreted Interest	Total Final Maturity
2025	\$ 68,870	\$ 1,130	\$ 70,000
2026	71,206	3,794	75,000
2027	72,975	7,025	80,000
2028	78,484	11,516	90,000
2029	79,211	15,789	95,000
2030-2034	421,867	173,133	595,000
2035-2039	437,554	362,446	800,000
2040-2041	178,145	211,855	390,000
Totals	<u>\$ 1,408,312</u>	<u>\$ 786,688</u>	<u>\$ 2,195,000</u>

Capital Appreciation Bonds are accretive. Bond interest accumulates in the initial years and will be repaid in later years.

Total All Bonds

Year Ending June 30,	Principal	Interest	Total	Bond Premium
2025	\$ 68,870	\$ 101,780	\$ 170,650	\$ 3,962
2026	71,206	104,444	175,650	3,962
2027	72,975	107,675	180,650	3,962
2028	78,484	112,166	190,650	3,962
2029	79,211	116,439	195,650	3,962
2030-2034	421,867	676,383	1,098,250	19,809
2035-2039	437,554	865,696	1,303,250	19,809
2040-2044	843,145	666,480	1,509,625	19,809
2045-2049	1,340,000	187,650	1,527,650	19,809
2050	220,000	4,400	224,400	1,976
Totals	<u>\$ 3,633,312</u>	<u>\$ 2,943,113</u>	<u>\$ 6,576,425</u>	<u>\$ 101,022</u>

TIPTON ELEMENTARY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2024

NOTE 7 - Long-Term Debt Obligations (continued)

Financed Purchase

The District entered into an agreement with Local Facilities Finance Corporation for the acquisition, construction and installation of capital improvements to the District's property with a total capitalized valued at \$1,178,800. The agreement was executed on February 1, 2018 and calls for variable annual payments including interest at 3.65%.

Future commitments for note payments as of June 30, 2024, are as follows:

Year Ending June 30,	Principal	Interest	Total
2025	\$ 53,800	\$ 35,098	\$ 88,898
2026	55,800	33,135	88,935
2027	57,900	31,098	88,998
2028	60,000	28,985	88,985
2029	62,100	26,795	88,895
2030-2034	346,400	98,254	444,654
2035-2038	325,600	30,240	355,840
Totals	<u>\$ 961,600</u>	<u>\$ 283,605</u>	<u>\$ 1,245,205</u>

Qualified Zone Academy Bond (QZAB) Program

On November 21, 2013, the District entered into a bond agreement with the Public Property Financing Corporation of California under a Qualified Zone Academy Bond program for the purchase and installation of solar equipment at the school site. The contract is to be repaid over a period of 17 years, at 1.5% interest. The agreement includes a provision that upon default all payments will become immediately due and payable. The assets acquired with this agreement are in Buildings and Improvements at June 30, 2024.

Future commitments for the QZAB payments as of June 30, 2024, are as follows:

Year Ending June 30,	Principal	Interest	Total
2025	\$ 92,548	\$ 12,198	\$ 104,746
2026	110,849	10,645	121,494
2027	112,521	8,973	121,494
2028	114,218	7,275	121,493
2029	115,941	5,552	121,493
2030-2032	297,562	6,171	303,733
Totals	<u>\$ 843,639</u>	<u>\$ 50,814</u>	<u>\$ 894,453</u>

Debt Service Requirements

Debt service requirements on long-term debt at June 30, 2024, are as follows:

Year Ending June 30,	Principal	Interest	Total	Bond Premium
2025	\$ 215,218	\$ 149,076	\$ 364,294	\$ 3,962
2026	237,855	148,224	386,079	3,962
2027	243,396	147,746	391,142	3,962
2028	252,702	148,426	401,128	3,962
2029	257,252	148,786	406,038	3,962
2030-2034	1,065,829	780,808	1,846,637	19,809
2035-2039	763,154	895,936	1,659,090	19,809
2040-2044	843,145	666,480	1,509,625	19,809
2045-2049	1,340,000	187,650	1,527,650	19,809
2050	220,000	4,400	224,400	1,976
Totals	<u>\$ 5,438,551</u>	<u>\$ 3,277,532</u>	<u>\$ 8,716,083</u>	<u>\$ 101,022</u>

TIPTON ELEMENTARY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024
NOTE 8 - Fund Balances and Restricted Net Position

Fund balances at June 30, 2024, are as follows:

	General Fund	County School Facilities Fund - Full-Day Kinder	Other Governmental Funds	Total Governmental Funds
Nonspendable:				
Revolving Cash	\$ 2,500	\$ -	\$ 300	\$ 2,800
Stores Inventories	-	-	10,601	10,601
Total Nonspendable	2,500	-	10,901	13,401
Restricted:				
Expanded Learning Opportunities Program	935,622	-	-	935,622
Learning Recovery Emergency Block Grant	794,937	-	-	794,937
Capital Projects	791,246	-	613	791,859
Literacy Coaches & Reading Specialists Grant	559,580	-	-	559,580
Arts, Music and Instructional Materials Block Grant	316,381	-	-	316,381
Lottery - Instructional Materials	222,222	-	-	222,222
Child Nutrition: Kitchen Infrastructure and Training Funds	197,806	-	-	197,806
Arts and Music in Schools (Prop 28)	94,293	-	-	94,293
Educator Effectiveness	68,340	-	-	68,340
Medi-Cal Billing Option	65,769	-	-	65,769
Child Nutrition: Supply Chain Assistance	57,715	-	-	57,715
Other Educational Purposes	49,708	-	-	49,708
Special Education	18,194	-	-	18,194
Classified School Employee Professional Development Block Grant	4,102	-	-	4,102
Ongoing & Major Maintenance	140	-	-	140
Child Nutrition Program	-	-	794,083	794,083
Debt Service	-	-	447,646	447,646
State School Facilities Projects	-	-	143,905	143,905
Student Activity Funds	-	-	58,544	58,544
Developer Fees	-	-	33,075	33,075
Full-Day Kinder Facilities Grant	-	207,042	-	207,042
Total Restricted	4,176,055	207,042	1,477,866	5,860,963
Committed:				
Deferred Maintenance	-	-	43,655	43,655
Total Committed	-	-	43,655	43,655
Unassigned:				
Reserve for Economic Uncertainty	427,745	-	-	427,745
Other Unassigned	5,881,876	-	-	5,881,876
Total Unassigned	6,309,621	-	-	6,309,621
Total Fund Balances	\$ 10,488,176	\$ 207,042	\$ 1,532,422	\$ 12,227,640

The government-wide statement of net position reports \$5,860,963 of restricted net position, which is not restricted by enabling legislation.

TIPTON ELEMENTARY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2024

NOTE 9 - Participation In Public Entity Risk Pools and Joint Powers Authorities (JPAs)

The Tipton Elementary School District participates in the following public entity risk pools under joint powers agreements; the Tulare County Schools Insurance Group (T.C.S.I.G.), the Central Tulare County School Districts Liability/Property Joint Powers Authority (C.T.C.S.J.P.A.) and the Self-Insured Schools of California III (S.I.S.C. III). The relationship between the District and the JPAs is such that none of the JPAs is a component unit of the District for financial reporting purposes.

The JPAs were established as agencies under the provisions of California Government Code, Title I, Division 7, Chapter 5, Article 1, Section 6500, et. seq. The purpose of each JPA is to provide self-insurance programs as follows:

T.C.S.I.G. is an insurance purchasing pool for workers' compensation insurance.

C.T.C.S.J.P.A. provides liability and property insurance for claims against the participating public educational agency JPA members. These claims are paid through the JPA loss fund.

S.I.S.C. III provides the services necessary and appropriate for the establishment, operation and maintenance of a medical Self-Insurance Fund that provides for payment of medical, dental, vision and prescription claims of the member public educational agency employees and their covered dependents and to minimize the total cost of annual medical insurance of their respective member organizations.

Membership in the JPAs consists of various public educational agencies.

The JPAs are governed by boards consisting of representatives from the member public educational agencies and related associations. The boards control the operations of each JPA, including selection of management and approval of operating budgets, independent of any influence by member public educational agencies beyond their representation on the board. Each member public educational agency pays a premium based on student population, or number of covered individuals. Surpluses remain in each fund or JPA, while deficits are covered by assessments on the member districts in proportion to their participation in each JPA.

During the last three fiscal (claims) years none of the above programs have had settlements or judgments that exceeded pooled or insured coverage. There have been no significant reductions in pooled or insured liability coverage from coverage in the prior year.

NOTE 10 - Pension Plans

Plan Descriptions

Qualified employees are covered under multiple-employer, cost-sharing defined benefit pension plans administered by agencies of the State of California. Certificated employees are members of the State Teachers' Retirement Plan (STRP), a plan administered by the California State Teachers' Retirement System (CalSTRS) and classified employees are members of the Public Employees' Retirement Fund, School Employer Pool (PERF B) administered by the California Public Employees' Retirement System (CalPERS). Benefit provisions under the Plans are established by State statute and Local Government resolution. Support by the State for the CalSTRS plan is such that the plan has a special funding situation as defined by GASB Statement No. 68. The benefit terms of the CalSTRS and CalPERS plans may be amended through legislation and Public Employers' Retirement Law, respectively. CalSTRS and CalPERS issue publicly available reports that include a full description of the pension plans regarding benefit provisions, assumptions and membership information that can be found on their respective websites, <http://www.calstrs.com/member-publications> and <http://www.calpers.ca.gov/page/forms-publications>.

Benefits Provided

CalSTRS - STRP

CalSTRS - STRP provides retirement benefits based on members' final compensation, age and years of service credit. In addition, the plan provides benefits to members upon disability and to their survivors or beneficiaries upon the death of eligible members. STRP has two benefit formulas. CalSTRS 2% at 60 members are eligible for normal retirement at age 60, with a minimum of five years of credited service. Early retirement options are available at age 55 with five years of credited service or as early as age 50 with 30 years of credited service. CalSTRS 2% at 62 members are eligible for normal retirement at age 62, with a minimum of five years of credited service. An early retirement option is available at age 55. The normal retirement benefit is equal to 2% of final compensation for each year of credited service.

TIPTON ELEMENTARY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2024

NOTE 10 - Pension Plans (continued)

Benefits Provided (continued)

CalPERS - PERF B

CalPERS - PERF B provides service retirement and disability benefits, annual cost of living adjustments and death benefits to plan members, who must be public employees and beneficiaries. Monthly benefits are based on three factors: Service credit, benefit factor and final compensation. Service credit is based on years of credited service, equal to one year of full-time employment. The benefit factor which is a percentage of pay to which the member is entitled for each year of service, is determined by their age at retirement and the retirement formula based on their membership date with each employer. CalPERS - PERF B has two school retirement formulas. CalPERS - PERF B 2% at 55 members are eligible for normal retirement at age 55, with a minimum of five years of credited service. Early retirement options are available at age 50. CalPERS - PERF B 2% at 62 members are eligible for normal retirement at age 62, with a minimum of five years of credited service. An early retirement option is available at age 52. The normal retirement benefit is equal to 2% of final compensation for each year of credited service.

The Plans' provisions and benefits in effect at June 30, 2024 are summarized as follows:

	CalSTRS		CalPERS	
	On or Before December 31, 2012	On or After January 1, 2013	On or Before December 31, 2012	On or After January 1, 2013
Hire Date				
Benefit Formula	2% at 60	2% at 62	2% at 55	2% at 62
Benefit Vesting Schedule	5 Years of Service	5 Years of Service	5 Years of Service	5 Years of Service
Benefit Payments	Monthly for Life	Monthly for Life	Monthly for Life	Monthly for Life
Retirement Age	50-63	55-65	50-63	52-67
Monthly Benefits, as a % of Eligible Compensation	1.1% - 2.4%	1.16% - 2.4%	1.1%-2.5%	1.0% - 2.5%
Required Employee Contribution Rates	10.25%	10.205%	7.00%	7.00%
Required Employer Contribution Rates	19.10%*	19.10%*	26.68%	26.68%
Required State Contribution Rates	10.828%**	10.828%**	-	-

* Final rate as reduced due to the amendment of Government Code Section 20825.2.

** This rate does not include the \$72 million reduction in accordance with Education Code Section 22954(c).

Contributions

CalSTRS - STRP

Required member, District and State of California contribution rates are set by the California Legislature and Governor and detailed in Teachers' Retirement Law. Employers and members are required to contribute monthly to the system a percentage of the creditable compensation. Rates are defined in Section 22950.5. Beginning in the fiscal year 2021-22 and for each fiscal year thereafter, the CalSTRS Board has the authority to increase or decrease percentages paid specifically to reflect the contribution required to eliminate by June 30, 2046, the remaining unfunded actuarial obligation with respect to service credited to members before July 1, 2014, as determined by the Board based upon a recommendation from its actuary. The contribution rates for each plan for the year ended June 30, 2024, are presented above and the contributions to the pension plan from the District were \$685,113.

CalPERS - PERF B

Section 20814(c) of the California Public Employees' Retirement Law requires that the employer contribution rates for all public employers be determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate. The CalPERS' Board retains the authority to amend contribution rates. The total plan contributions are determined through CalPERS' periodic actuarial valuation process or by state statute. 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 employer 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, 2024, are presented above and the contributions to the pension plan from the District were \$408,996.

TIPTON ELEMENTARY SCHOOL DISTRICT**NOTES TO FINANCIAL STATEMENTS**

YEAR ENDED JUNE 30, 2024

NOTE 10 - Pension Plans (continued)Contributions (continued)On Behalf Payments

Consistent with Section 22955.1 of the California Education Code, the State of California makes contributions to CalSTRS on behalf of employees working for the District. The State contributed the required 10.828% of salaries creditable to CalSTRS from two fiscal years prior. The amount contributed by the State on behalf of the District was \$290,076 and is reported as both revenue and an expenditure in the governmental fund Statement of Revenues, Expenditures, and Changes in Fund Balance. In the government-wide Statement of Activities, revenue and expense is recognized for the State's on behalf contributions on an accrual basis of \$241,945. These on behalf payments meet the criteria of a special funding situation.

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

At June 30, 2024, the District reported net pension liabilities for its proportionate share of the net pension liabilities that reflected a reduction for state support provided to the District. The amount recognized by the District as its proportionate share of the net pension liabilities, the related state support and the total portion of the net pension liabilities that was associated with the District were as follows:

	CalSTRS	CalPERS	Totals
District's proportionate share of the net pension liability	\$ 3,785,264	\$ 2,806,674	\$ 6,591,938
State's proportionate share of the net pension liability associated with the District	1,813,659	-	1,813,659
Total net pension liability	<u>\$ 5,598,923</u>	<u>\$ 2,806,674</u>	<u>\$ 8,405,597</u>

The District's net pension liability for each Plan is measured as the proportionate share of the net pension liability. The net pension liability of each of the Plans is measured as of June 30, 2023, and the total pension liability for each Plan used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2022, rolled forward to June 30, 2023 using standard update procedures. The District's proportion of the net pension liabilities was based on a projection of the District's long-term share of contributions to the pension plans relative to the projected contributions of all participating school districts and the State, actuarially determined. A comparison of the District's proportionate share at measurement date of June 30, 2023 to its proportionate share at measurement date June 30, 2022, is as follows:

	CalSTRS	CalPERS
Proportionate share at June 30, 2023	0.00497%	0.00775%
Proportionate share at June 30, 2022	0.00544%	0.00766%
Change - increase (decrease)	<u>(0.00047%)</u>	<u>0.00009%</u>

TIPTON ELEMENTARY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2024

NOTE 10 - Pension Plans (continued)

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

For the year ended June 30, 2024, the District recognized pension expense of \$995,042 and revenue of \$290,076 for support provided by the State. At June 30, 2024, the District reported deferred outflows of resources and deferred inflows of resources related to pensions as follows:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 154,246	\$ -
Changes of assumptions	151,220	-
Net difference between projected and actual earnings on pension plan investments	315,995	-
Changes in proportion and differences between District contributions and proportionate share of contributions	172,471	25,056
District contributions subsequent to the measurement date	1,094,109	-
Totals	<u>\$ 1,888,041</u>	<u>\$ 25,056</u>

\$1,094,109 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, 2025. The other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as pension expense, as follows:

<u>Year Ending June 30,</u>	<u>Pension Expense</u>
2025	\$ 111,284
2026	(32,298)
2027	593,339
2028	43,940
2029	50,112
Thereafter	2,499
Total	<u>\$ 768,876</u>

Actuarial Methods and Assumptions

	CalSTRS	CalPERS
Valuation Date	June 30, 2022	June 30, 2022
Measurement Date	June 30, 2023	June 30, 2023
Actuarial Cost Method	Entry Age Normal Cost Method for both CalSTRS & CalPERS	
Actuarial Assumptions:		
Discount Rate	7.10%	6.90%
Inflation Rate	2.75%	2.30%
Payroll Growth	3.50%	2.80%
Salary Increases	Varies by Entry Age and Service for both CalSTRS & CalPERS	
Experience Study	7/1/2015-6/30/2018	7/1/2000-6/30/2019
Investment Rate of Return	7.10% *	6.90%
Post Retirement Benefit Increase	2.00% per year on a Simple basis and an 85% Purchasing Power Level	2.00% until Purchasing Power Protection Allowance Floor on Purchasing Power applies, 2.30% thereafter

* Net of pension plan investment expenses, including inflation, but gross of administrative expenses

TIPTON ELEMENTARY SCHOOL DISTRICT**NOTES TO FINANCIAL STATEMENTS**

YEAR ENDED JUNE 30, 2024

NOTE 10 - Pension Plans (continued)Mortality Assumptions

CalSTRS' mortality assumptions are based on the July 1, 2015 through June 30, 2018 experience study. CalSTRS uses a generational mortality assumption, which involves the use of a base mortality table and projection scales to reflect expected annual reductions in mortality rates at each age, resulting in increases in life expectancies each year into the future. The base mortality tables are CalSTRS custom tables derived to best fit the patterns of mortality among its members. The projection scale was set equal to 110 percent of the ultimate improvement factor from the Mortality Improvement Scale (MP-2019) table, issued by the Society of Actuaries. CalPERS uses mortality tables developed based on CalPERS specific data for all funds. The mortality table includes 15 years of mortality improvement using the Society of Actuaries 80 percent of scale MP 2020.

Long-Term Expected Rate of Return

CalSTRS' long-term investment rate of return assumption was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. The best-estimate ranges were developed using capital market assumptions from CalSTRS investment staff and investment consultants as inputs to the process. CalSTRS' actuarial investment rate of return assumption was adopted by the board in January 2020 in conjunction with the most recent experience study. For each current and future valuation, CalSTRS' independent consulting actuary (Milliman) reviews the return assumption for reasonableness based on the most current capital market assumptions. Best estimates of expected 20-year geometrically linked real rates of return and the assumed asset allocation for each major asset class as of June 30, 2023, are summarized in the table below.

In determining the long-term expected rate of return, CalPERS took into account long-term market return expectations as well as the expected pension fund cash flows. Projected returns for all asset classes are estimated and, combined with risk estimates, are used to project compound (geometric) returns over the long term. The discount rate used to discount liabilities was informed by the long-term projected portfolio return.

The table below reflects long-term expected real rates of return by asset class:

Asset Class	Assumed Asset Allocation	Long-term Expected Real Rate of Return
CalSTRS:		
Public Equity	38%	5.25%
Fixed Income	14%	2.45%
Private Equity	14%	6.75%
Real Estate	15%	4.05%
Inflation Sensitive Assets	7%	3.65%
Cash/Liquidity	2%	0.05%
Risk Mitigating Strategies	10%	2.25%
CalPERS:		
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%

TIPTON ELEMENTARY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024

NOTE 10 - Pension Plans (continued)

Discount Rate

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

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

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

The following represents the District's proportionate share of the net pension liability for each Plan, calculated using the discount rate for each Plan, 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 or 1 percentage point higher than the current rate:

	CalSTRS	CalPERS
	6.10%	5.90%
1% Decrease		
Net Pension Liability	\$ 6,349,478	\$ 4,057,725
	7.10%	6.90%
Current Discount Rate		
Net Pension Liability	\$ 3,785,264	\$ 2,806,674
	8.10%	7.90%
1% Increase		
Net Pension Liability	\$ 1,655,385	\$ 1,772,709

Pension Plan Fiduciary Net Position

The Plans' fiduciary net position has been determined on the same basis as that used by the plan. Detailed information about each pension plan's fiduciary net position is available in the separately issued CalSTRS and CalPERS financial reports on their respective websites.

Summary of Changes of Benefit Assumptions

There were no changes to benefit terms and plan provisions or actuarial assumptions that applied to members of CalSTRS or CalPERS.

NOTE 11 - Postemployment Benefits Other Than Pension Benefits (OPEB)

Plan Description

The District provides a self-funded, single employer, defined benefit healthcare plan administered by Tipton Elementary School District to provide medical, prescription drug, dental, vision and behavioral health plans for all eligible active and retired District employees and their dependents. The program is intended to offer a comprehensive coverage of most medical with prescription drugs, dental and vision benefits. Authority to establish and amend the benefit terms of the plan may be amended by the District.

TIPTON ELEMENTARY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2024

NOTE 11 - Postemployment Benefits Other Than Pension Benefits (OPEB) (continued)

Benefits Provided

As established by board policy, the Plan covers certificated or certificated management employees who retire from the District on or after attaining age 58 with at least 18 years of service. Benefits are paid until they attain the age of 65. Classified and classified management employees who work at least six hours a day are eligible to receive District-paid benefits on or after completing 20 years of service. Benefits are paid for the lesser of five years or until they attain the age of 65 and to obtain coverage, retirees must self-pay any excess of the SISC premium over the District's annual contribution limit of \$2,000. The District is a member in a joint powers authority (JPA) the Self-Insured Schools of California (S.I.S.C. III), as described in Note 9 to provide health coverage.

Employees Covered by Benefit Terms

At June 30, 2023, plan membership consisted of the following:

Inactive employees or beneficiaries currently receiving benefit payments	1
Inactive employees entitled to but not yet receiving benefit payments	-
Participating active employees	67
Total number of participants	<u>68</u>

Contributions

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. The District participates in the Self-Insured Schools of California GASB 45 Trust, an agent multiple-employer plan as defined in Governmental Accounting Standards Board (GASB) Statement No. 74 with pooled administrative and investment functions. The Trust was established as a mechanism for pre-funding other postemployment benefit liabilities. However, contributions are voluntarily determined by the District's own funding schedule. The Self-Insured Schools of California GASB 45 Trust issues an annual stand-alone financial report which can be obtained by contacting SISC at PO Box 1847, Bakersfield, California 93303-1847, or by phoning SISC at 661-636-4710. The District contributed \$20,484 to the plan for the year ended June 30, 2024.

TIPTON ELEMENTARY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024
NOTE 11 - Postemployment Benefits Other Than Pension Benefits (OPEB) (continued)
OPEB Liability, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

The District's net OPEB liability of \$800,023 was measured as of June 30, 2023, and the total OPEB liability was determined by an actuarial valuation as of June 30, 2023.

	Total OPEB Liability	Plan Fiduciary Net Position	Net OPEB Liability
Balances at June 30, 2023	\$ 722,770	\$ 109,422	\$ 613,348
Changes recognized for measurement period:			
Service cost	26,832	-	26,832
Interest	34,079	-	34,079
Difference between expected and actual	153,527	-	153,527
Changes of assumptions or other inputs	11,381	-	11,381
Benefit payments*	(27,431)	(27,431)	-
Contributions - employer	-	27,431	(27,431)
Net investment income	-	11,825	(11,825)
Administrative expense	-	(112)	112
Net changes	198,388	11,713	186,675
Balances at June 30, 2024	\$ 921,158	\$ 121,135	\$ 800,023

* Amount includes implicit subsidy associated with benefits paid.

For the year ended June 30, 2024, the District recognized OPEB expense of \$73,523. At June 30, 2024, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB as follows:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 182,121	\$ 58,173
Changes of assumptions or other inputs	112,220	84,917
Net difference between projected and actual earnings on OPEB plan investments	-	373
District contributions subsequent to the measurement date	20,484	-
Totals	\$ 314,825	\$ 143,463

TIPTON ELEMENTARY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2024

NOTE 11 - Postemployment Benefits Other Than Pension Benefits (OPEB) (continued)**OPEB Liability, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (continued)**

\$20,484 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 during the fiscal year ending June 30, 2024. The other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized as OPEB expense, as follows:

<u>Year Ending June 30,</u>	<u>OPEB Expense</u>
2025	\$ 19,158
2026	18,003
2027	18,576
2028	5,606
2029	13,488
Thereafter	76,047
Total	<u>\$ 150,878</u>

Actuarial Methods and Assumptions

The net OPEB liability for the year ended June 30, 2024 was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified.

Valuation Date	June 30, 2023
Measurement Date	June 30, 2023
Actuarial Cost Method	Entry Age, Level Percent of Pay
Actuarial Assumptions:	
Investment Return Rate	6.00%
Discount Rate	4.13%
Inflation rate	2.50%
Projected Salary Increase	3.00%
Healthcare Cost Trend Rates	6.00% for 2023, 5.50% for 2024, 5.25% for 2025-2029, 5% for 2030-2039, 4.75% for 2040-2049, 4.5% for 2050-2069 and 4% for 2070 and later years
Retiree's Share of Costs	Excess of the \$2,000 annual contribution limit

Pre-retirement and post-retirement mortality rates were based on CalSTRS Experience Analysis (2015-2018) for certificated employees and CalPERS Experience Study (2000-2019) for classified employees.

The actuarial assumptions used in the June 30, 2023 valuation were based on a standard set of assumptions the actuary has used for similar valuations, modified as appropriate for the District and were based on review of plan experience during the period July 1, 2021 to June 30, 2023.

TIPTON ELEMENTARY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2024

NOTE 11 - Postemployment Benefits Other Than Pension Benefits (OPEB) (continued)Discount Rate and Investment Rate

The long-term expected rate of return on 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 plan investment expense and inflation) are developed for each major asset class. The calculated investment rate of return was set equal to the expected ten-year compound (geometric) real return plus inflation (rounded to the nearest 25 basis points, where appropriate). The table following provides the long-term expected real rates of return by asset class (based on published capital market assumptions).

Asset Class	Assumed Asset Allocation	Long-term Expected Real Rate of Return
Broad US Equity	45%	4.4%
Large Cap	25%	4.5%
US Fixed	25%	1.8%
Cash Equivalents	5%	0.2%

Rate of Return

For the year ended on the measurement date, June 30, 2023, the annual money-weighted rate of return on investments, net of investment expense, was (10.76%). The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

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

The following presents the net OPEB liability of the District, as well as what the District's net OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower or 1 percentage point higher than the current discount rate:

	1% Decrease (3.13%)	Current Discount Rate (4.13%)	1% Increase (5.13%)
Net OPEB Liability	\$ 873,860	\$ 800,023	\$ 729,002

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

The following presents the net OPEB liability of the District, as well as what the District's net OPEB liability would be if it were calculated using a healthcare cost trend rate that is 1 percentage point lower or 1 percentage point higher than the current healthcare cost trend rate:

	1% Decrease (5% decreasing to 3%)	Current Healthcare Trend Rate (6% decreasing to 4%)	1% Increase (7% decreasing to 5%)
Net OPEB Liability	\$ 695,883	\$ 800,023	\$ 920,405

Summary of Changes of Benefits or Assumptions

As of the June 30, 2023 measurement date, the discount rate decreased from 4.63% to 4.13%.

There were no changes to benefit terms or assumptions and other inputs used for the June 30, 2023 measurement date.

TIPTON ELEMENTARY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2024

NOTE 12 - Commitments and Contingencies

State and Federal Allowances, Awards and Grants

The District has received state and federal funds for specific purposes that are subject to review and audit by the grantor agencies. Although such audits could result in expenditure disallowances under the terms of the grants, it is believed that any required reimbursement will not be material.

Construction Project - TK Classroom

On November 13, 2023, the Board approved a contract with Oral E. Micham Inc. for the project known as New TK Classrooms at Tipton Elementary School in the amount of \$1,697,000. The project was completed November 2024.

Required Supplementary Information

Required supplementary information includes financial information and disclosures required by the Governmental Accounting Standards Board but not considered a part of the basic financial statements.

TIPTON ELEMENTARY SCHOOL DISTRICT
EXHIBIT B-1
**GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2024**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
LCFF Sources:				
State Apportionment or State Aid	\$ 5,483,069	\$ 6,205,497	\$ 6,205,342	\$ (155)
Education Protection Account Funds	1,550,433	753,208	753,208	-
Local Sources	896,105	979,076	979,076	-
Federal Revenue	456,014	1,229,776	1,230,989	1,213
Other State Revenue	1,615,431	2,290,555	2,284,944	(5,611)
Other Local Revenue	109,817	424,826	734,313	309,487
Total Revenues	<u>10,110,869</u>	<u>11,882,938</u>	<u>12,187,872</u>	<u>304,934</u>
Expenditures:				
Current:				
Certificated Salaries	3,496,735	3,736,571	3,640,573	95,998
Classified Salaries	1,402,867	1,617,231	1,499,962	117,269
Employee Benefits	2,618,744	2,812,919	2,677,811	135,108
Books And Supplies	938,276	483,166	468,902	14,264
Services And Other Operating Expenditures	1,094,608	1,284,390	1,270,856	13,534
Other Outgo	48,758	78,101	78,101	-
Direct Support/Indirect Costs	(24,418)	-	-	-
Capital Outlay	38,500	879,853	879,853	-
Debt Service:				
Principal	123,635	126,644	126,644	-
Interest	69,364	50,918	50,918	-
Total Expenditures	<u>9,807,069</u>	<u>11,069,793</u>	<u>10,693,620</u>	<u>376,173</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>303,800</u>	<u>813,145</u>	<u>1,494,252</u>	<u>681,107</u>
Other Financing Sources (Uses):				
Transfers Out	-	(1,579)	(1,579)	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>(1,579)</u>	<u>(1,579)</u>	<u>-</u>
Net Change in Fund Balance	303,800	811,566	1,492,673	681,107
Fund Balance, July 1	8,995,503	8,995,503	8,995,503	-
Fund Balance, June 30	<u>\$ 9,299,303</u>	<u>\$ 9,807,069</u>	<u>\$ 10,488,176</u>	<u>\$ 681,107</u>

TIPTON ELEMENTARY SCHOOL DISTRICT
**SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
CALIFORNIA STATE TEACHERS' RETIREMENT SYSTEM AND
CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM
LAST 10 FISCAL YEARS**
EXHIBIT B-2

Fiscal Year End	Measurement Date	District's Proportion of the Net Pension Liability	District's Proportionate Share of the Net Pension Liability	State's Proportionate Share of the Net Pension Liability Associated with the District	Total Proportionate Share of the Net Pension Liability	Covered Payroll	District's Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	Plan Fiduciary Net Position as a Percentage of Total Pension Liability
California State Teachers' Retirement System:								
6/30/2015	6/30/2014	0.00455%	\$ 2,658,324	\$ 1,605,227	\$ 4,263,551	\$ 2,057,139	129.22%	76.52%
6/30/2016	6/30/2015	0.00493%	\$ 3,321,878	\$ 1,756,903	\$ 5,078,781	\$ 2,279,842	145.71%	74.02%
6/30/2017	6/30/2016	0.00473%	\$ 3,827,408	\$ 2,179,196	\$ 6,006,604	\$ 2,355,862	162.46%	70.04%
6/30/2018	6/30/2017	0.00453%	\$ 4,186,310	\$ 2,476,605	\$ 6,662,915	\$ 2,417,557	173.16%	69.46%
6/30/2019	6/30/2018	0.00446%	\$ 4,102,081	\$ 2,348,643	\$ 6,450,724	\$ 3,780,104	108.52%	70.99%
6/30/2020	6/30/2019	0.00460%	\$ 4,152,550	\$ 2,265,510	\$ 6,418,060	\$ 2,465,209	168.45%	72.56%
6/30/2021	6/30/2020	0.00482%	\$ 4,669,515	\$ 2,407,114	\$ 7,076,629	\$ 2,803,614	166.55%	71.82%
6/30/2022	6/30/2021	0.00483%	\$ 2,197,506	\$ 1,105,722	\$ 3,303,228	\$ 2,399,015	91.60%	87.21%
6/30/2023	6/30/2022	0.00544%	\$ 3,779,132	\$ 1,892,600	\$ 5,671,732	\$ 2,863,493	131.98%	81.20%
6/30/2024	6/30/2023	0.00497%	\$ 3,785,264	\$ 1,813,659	\$ 5,598,923	\$ 3,097,571	122.20%	80.62%
California Public Employees' Retirement System:								
6/30/2015	6/30/2014	0.00792%	\$ 899,318	\$ -	\$ 899,318	\$ 820,792	109.57%	83.38%
6/30/2016	6/30/2015	0.00820%	\$ 1,208,689	\$ -	\$ 1,208,689	\$ 899,771	134.33%	79.43%
6/30/2017	6/30/2016	0.00830%	\$ 1,639,255	\$ -	\$ 1,639,255	\$ 1,002,566	163.51%	73.90%
6/30/2018	6/30/2017	0.00825%	\$ 1,969,495	\$ -	\$ 1,969,495	\$ 977,088	201.57%	71.87%
6/30/2019	6/30/2018	0.00860%	\$ 2,293,033	\$ -	\$ 2,293,033	\$ 1,134,003	202.21%	70.85%
6/30/2020	6/30/2019	0.00747%	\$ 2,177,400	\$ -	\$ 2,177,400	\$ 1,049,568	207.46%	70.05%
6/30/2021	6/30/2020	0.00752%	\$ 2,306,318	\$ -	\$ 2,306,318	\$ 1,092,607	211.08%	70.00%
6/30/2022	6/30/2021	0.00794%	\$ 1,614,135	\$ -	\$ 1,614,135	\$ 1,139,773	141.62%	80.97%
6/30/2023	6/30/2022	0.00766%	\$ 2,635,993	\$ -	\$ 2,635,993	\$ 1,208,821	218.06%	69.76%
6/30/2024	6/30/2023	0.00775%	\$ 2,806,674	\$ -	\$ 2,806,674	\$ 1,364,659	205.67%	69.96%

See accompanying Notes to Required Supplementary Information.

TIPTON ELEMENTARY SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S PENSION CONTRIBUTIONS
CALIFORNIA STATE TEACHERS' RETIREMENT SYSTEM AND
CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM
LAST 10 FISCAL YEARS

EXHIBIT B-3

Fiscal Year End	Statutorily Required Contribution	Contribution in Relation to the Statutorily Required Contribution	Contribution Deficiency (Excess)	District's Covered Employee Payroll	Contribution as a Percentage of Covered Employee Payroll
California State Teachers' Retirement System:					
6/30/2015	\$ 202,450	\$ 202,450	\$ -	\$ 2,279,842	8.88%
6/30/2016	\$ 252,784	\$ 252,784	\$ -	\$ 2,355,862	10.73%
6/30/2017	\$ 304,129	\$ 304,129	\$ -	\$ 2,417,557	12.58%
6/30/2018	\$ 545,469	\$ 545,469	\$ -	\$ 3,780,104	14.43%
6/30/2019	\$ 401,336	\$ 401,336	\$ -	\$ 2,465,209	16.28%
6/30/2020	\$ 479,418	\$ 479,418	\$ -	\$ 2,803,614	17.10%
6/30/2021	\$ 387,441	\$ 387,441	\$ -	\$ 2,399,015	16.15%
6/30/2022	\$ 484,503	\$ 484,503	\$ -	\$ 2,863,493	16.92%
6/30/2023	\$ 591,636	\$ 591,636	\$ -	\$ 3,097,571	19.10%
6/30/2024	\$ 685,113	\$ 685,113	\$ -	\$ 3,586,979	19.10%
California Public Employees' Retirement System:					
6/30/2015	\$ 105,912	\$ 105,912	\$ -	\$ 899,771	11.771%
6/30/2016	\$ 118,774	\$ 118,774	\$ -	\$ 1,002,566	11.847%
6/30/2017	\$ 135,698	\$ 135,698	\$ -	\$ 977,088	13.888%
6/30/2018	\$ 176,122	\$ 176,122	\$ -	\$ 1,134,003	15.531%
6/30/2019	\$ 189,573	\$ 189,573	\$ -	\$ 1,049,568	18.062%
6/30/2020	\$ 215,473	\$ 215,473	\$ -	\$ 1,092,607	19.721%
6/30/2021	\$ 235,933	\$ 235,933	\$ -	\$ 1,139,773	20.700%
6/30/2022	\$ 276,941	\$ 276,941	\$ -	\$ 1,208,821	22.910%
6/30/2023	\$ 346,214	\$ 346,214	\$ -	\$ 1,364,659	25.370%
6/30/2024	\$ 408,996	\$ 408,996	\$ -	\$ 1,532,969	26.680%

See accompanying Notes to Required Supplementary Information.

TIPTON ELEMENTARY SCHOOL DISTRICT
**SCHEDULE OF CHANGES IN THE NET OPEB LIABILITY AND RELATED RATIOS
LAST 10 FISCAL YEARS***
EXHIBIT B-4

Fiscal Year End	June 30, 2018	June 30, 2019	June 30, 2020	June 30, 2021	June 30, 2022	June 30, 2023	June 30, 2024
Measurement Date	June 30, 2017	June 30, 2018	June 30, 2019	June 30, 2020	June 28, 2021	June 30, 2022	June 30, 2023
Total OPEB liability:							
Service cost	\$ 18,343	\$ 18,893	\$ 17,725	\$ 18,371	\$ 19,305	\$ 13,965	\$ 26,832
Interest	33,839	36,224	31,617	28,722	26,392	34,337	34,079
Differences between expected and actual experience	-	-	(138,973)	-	67,508	-	153,527
Changes of assumptions or other inputs	-	164,624	15,360	38,287	(133,907)	29,893	11,381
Benefit payments	(12,485)	(12,366)	(40,489)	(27,043)	(61,162)	(34,345)	(27,431)
Net change in total OPEB liability	39,697	207,375	(114,760)	58,337	(81,864)	43,850	198,388
Total OPEB liability - beginning	570,135	609,832	817,207	702,447	760,784	678,920	722,770
Total OPEB liability - ending (a)	609,832	817,207	702,447	760,784	678,920	722,770	921,158
Plan Fiduciary Net Position							
Contributions - employer	12,485	12,366	40,489	27,043	61,162	34,345	27,431
Difference between net investment income	8,724	6,834	5,588	(50)	27,311	(11,515)	11,825
Trustee fees	-	(42)	(45)	(46) 0	(52)	-	-
Administrative expense	(75)	(42)	(44)	(46)	(52)	(123)	(112)
Benefit payments	(12,485)	(12,366)	(40,489)	(27,043)	(61,162)	(34,345)	(27,431)
Net change in plan fiduciary net position	8,649	6,750	5,499	(142)	27,207	(11,638)	11,713
Plan fiduciary net position - beginning	73,097	81,746	88,496	93,995	93,853	121,060	109,422
Plan fiduciary net position - ending (b)	81,746	88,496	93,995	93,853	121,060	109,422	121,135
Net OPEB liability - ending (a)-(b)	\$ 528,086	\$ 728,711	\$ 608,452	\$ 666,931	\$ 557,860	\$ 613,348	\$ 800,023
Plan fiduciary net position as a percentage of the total OPEB liability	13.40%	10.83%	13.38%	12.34%	17.83%	15.14%	13.15%
Covered-employee payroll	\$ 3,547,118	\$ 3,464,042	\$ 3,420,768	\$ 3,535,455	\$ 3,575,425	\$ 3,927,683	\$ 4,310,350
Net OPEB liability as a percentage of covered-employee payroll	14.89%	21.04%	17.79%	18.86%	15.60%	15.62%	18.56%

*This schedule is presented to illustrate the requirement to show information for ten years. Only seven years are presented because ten year data is not yet available.

See accompanying Notes to Required Supplementary Information.

TIPTON ELEMENTARY SCHOOL DISTRICT
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED JUNE 30, 2024

EXHIBIT B-5

Note 1 - Schedule of the District's Proportionate Share of the Net Pension Liability and Schedule of the District's Proportionate Share of the Net Pension Liability

Changes of Assumptions:

Fiscal Year End	Measurement Date	Discount Rate	Inflation	Payroll Growth	Projected Salary Increase (1)	Experience Study	Investment Rate of Return
California State Teachers' Retirement System:							
6/30/2015	6/30/2014	7.60%	3.00%	3.75%	Varies	7/1/2006-6/30/2010	7.60% (2)
6/30/2016	6/30/2015	7.60%	3.00%	3.75%	Varies	7/1/2006-6/30/2010	7.60% (2)
6/30/2017	6/30/2016	7.60%	3.00%	3.75%	Varies	7/1/2006-6/30/2010	7.60% (2)
6/30/2018	6/30/2017	7.10%	2.75%	3.50%	Varies	7/1/2010-6/30/2015	7.10% (2)
6/30/2019	6/30/2018	7.10%	2.75%	3.50%	Varies	7/1/2010-6/30/2015	7.10% (2)
6/30/2020	6/30/2019	7.10%	2.75%	3.50%	Varies	7/1/2010-6/30/2015	7.10% (2)
6/30/2021	6/30/2020	7.10%	2.75%	3.50%	Varies	7/1/2015-6/30/2018	7.10% (2)
6/30/2022	6/30/2021	7.10%	2.75%	3.50%	Varies	7/1/2015-6/30/2018	7.10% (2)
6/30/2023	6/30/2022	7.10%	2.75%	3.50%	Varies	7/1/2015-6/30/2018	7.10% (2)
6/30/2024	6/30/2023	7.10%	2.75%	3.50%	Varies	7/1/2015-6/30/2018	7.10% (2)
California Public Employees' Retirement System:							
6/30/2015	6/30/2014	7.50%	2.75%	3.00%	Varies	7/1/1996-6/30/2011	7.50%
6/30/2016	6/30/2015	7.65%(3)	2.75%	3.00%	Varies	7/1/1996-6/30/2011	7.50%
6/30/2017	6/30/2016	7.65%(3)	2.75%	3.00%	Varies	7/1/1996-6/30/2011	7.50%
6/30/2018	6/30/2017	7.15%(3)	2.75%	3.00%	Varies	7/1/1996-6/30/2011	7.50%
6/30/2019	6/30/2018	7.15%(3)	2.50%	2.75%	Varies	7/1/1996-6/30/2015	7.50%
6/30/2020	6/30/2019	7.15%(3)	2.50%	2.75%	Varies	7/1/1996-6/30/2015	7.15%
6/30/2021	6/30/2020	7.15%(3)	2.50%	2.75%	Varies	7/1/1996-6/30/2015	7.15%
6/30/2022	6/30/2021	7.15%(3)	2.50%	2.75%	Varies	7/1/1996-6/30/2015	7.15%
6/30/2023	6/30/2022	6.90%(3)	2.30%	2.80%	Varies	7/1/2000-6/30/2019	6.90%
6/30/2024	6/30/2023	6.90%(3)	2.30%	2.80%	Varies	7/1/2000-6/30/2019	6.90%

(1) Varies on entry age and service

(2) Net of pension plan investment expenses; includes inflation, but gross of administrative expenses

(3) Excludes reduction of pension plan administrative expenses

Note 2 - Schedule of changes in the Net OPEB Liability and Related Ratios

The actuarial methods and assumptions used to calculate the net OPEB liability are described in Note 11 to the financial statements.

Change of Assumptions:

There were no changes to benefit terms or assumptions and other inputs used for the June 30, 2023 measurement date. The discount rate decreased from 4.63% to 4.13% as of the June 30, 2023 measurement date.

Other Supplementary Information

This section includes financial information and disclosures not required by the Governmental Accounting Standards Board and not considered a part of the basic financial statements. It may, however, include information which is required by other entities.

TIPTON ELEMENTARY SCHOOL DISTRICT

COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 JUNE 30, 2024

	Special Revenue Funds	Debt Service Fund Bond Interest & Redemption	Capital Projects Funds	Total Nonmajor Governmental Funds (See Exhibit A-3)
ASSETS:				
Cash in County Treasury	\$ 761,779	\$ 447,646	\$ 177,593	\$ 1,387,018
Cash on Hand and in Banks	59,170	-	-	59,170
Cash in Revolving Fund	300	-	-	300
Accounts Receivable	85,789	-	-	85,789
Due from Other Funds	1,816	-	-	1,816
Stores Inventories	10,601	-	-	10,601
Total Assets	<u>\$ 919,455</u>	<u>\$ 447,646</u>	<u>\$ 177,593</u>	<u>\$ 1,544,694</u>
LIABILITIES AND FUND BALANCE:				
Liabilities:				
Accounts Payable	\$ 780	\$ -	\$ -	\$ 780
Due to Other Funds	11,492	-	-	11,492
Total Liabilities	<u>12,272</u>	<u>-</u>	<u>-</u>	<u>12,272</u>
Fund Balance:				
Nonspendable Fund Balances:				
Revolving Cash	300	-	-	300
Stores Inventories	10,601	-	-	10,601
Restricted Fund Balances	852,627	447,646	177,593	1,477,866
Committed Fund Balances	43,655	-	-	43,655
Total Fund Balance	<u>907,183</u>	<u>447,646</u>	<u>177,593</u>	<u>1,532,422</u>
Total Liabilities and Fund Balances	<u>\$ 919,455</u>	<u>\$ 447,646</u>	<u>\$ 177,593</u>	<u>\$ 1,544,694</u>

TIPTON ELEMENTARY SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2024

	Special Revenue Funds	Debt Service Fund Bond Interest & Redemption	Capital Projects Funds	Total Nonmajor Governmental Funds (See Exhibit A-5)
Revenues:				
Federal Revenue	\$ 475,055	\$ -	\$ -	\$ 475,055
Other State Revenue	177,062	481	-	177,543
Other Local Revenue	114,826	177,208	10,128	302,162
Total Revenues	<u>766,943</u>	<u>177,689</u>	<u>10,128</u>	<u>954,760</u>
Expenditures:				
Current:				
Pupil Services	545,540	-	-	545,540
Ancillary Services	69,246	-	-	69,246
General Administration	-	-	3,000	3,000
Plant Services	15,381	-	250	15,631
Debt Service:				
Principal	-	65,000	-	65,000
Interest	-	100,650	-	100,650
Total Expenditures	<u>630,167</u>	<u>165,650</u>	<u>3,250</u>	<u>799,067</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>136,776</u>	<u>12,039</u>	<u>6,878</u>	<u>155,693</u>
Other Financing Sources (Uses):				
Transfers In	1,579	-	-	1,579
Total Other Financing Sources (Uses)	<u>1,579</u>	<u>-</u>	<u>-</u>	<u>1,579</u>
Net Change in Fund Balance	138,355	12,039	6,878	157,272
Fund Balance, July 1	768,828	435,607	170,715	1,375,150
Fund Balance, June 30	<u>\$ 907,183</u>	<u>\$ 447,646</u>	<u>\$ 177,593</u>	<u>\$ 1,532,422</u>

TIPTON ELEMENTARY SCHOOL DISTRICT

COMBINING BALANCE SHEET

NONMAJOR SPECIAL REVENUE FUNDS

JUNE 30, 2024

	Student Activity Fund	Cafeteria Fund	Deferred Maintenance Fund	Total Nonmajor Special Revenue Funds (See Exhibit C-1)
ASSETS:				
Cash in County Treasury	\$ -	\$ 718,124	\$ 43,655	\$ 761,779
Cash on Hand and in Banks	59,170	-	-	59,170
Cash in Revolving Fund	-	300	-	300
Accounts Receivable	-	85,789	-	85,789
Due from Other Funds	-	1,816	-	1,816
Stores Inventories	-	10,601	-	10,601
Total Assets	<u>\$ 59,170</u>	<u>\$ 816,630</u>	<u>\$ 43,655</u>	<u>\$ 919,455</u>
LIABILITIES AND FUND BALANCE:				
Liabilities:				
Accounts Payable	\$ 626	\$ 154	\$ -	\$ 780
Due to Other Funds	-	11,492	-	11,492
Total Liabilities	<u>626</u>	<u>11,646</u>	<u>-</u>	<u>12,272</u>
Fund Balance:				
Nonspendable Fund Balances:				
Revolving Cash	-	300	-	300
Stores Inventories	-	10,601	-	10,601
Restricted Fund Balances	58,544	794,083	-	852,627
Committed Fund Balances	-	-	43,655	43,655
Total Fund Balance	<u>58,544</u>	<u>804,984</u>	<u>43,655</u>	<u>907,183</u>
Total Liabilities and Fund Balances	<u>\$ 59,170</u>	<u>\$ 816,630</u>	<u>\$ 43,655</u>	<u>\$ 919,455</u>

TIPTON ELEMENTARY SCHOOL DISTRICT

COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2024

	Student Activity Fund	Cafeteria Fund	Deferred Maintenance Fund	Total Nonmajor Special Revenue Funds (See Exhibit C-2)
Revenues:				
Federal Revenue	\$ -	\$ 475,055	\$ -	\$ 475,055
Other State Revenue	-	177,062	-	177,062
Other Local Revenue	66,073	46,668	2,085	114,826
Total Revenues	<u>66,073</u>	<u>698,785</u>	<u>2,085</u>	<u>766,943</u>
Expenditures:				
Current:				
Pupil Services	-	545,540	-	545,540
Ancillary Services	69,246	-	-	69,246
Plant Services	-	15,381	-	15,381
Total Expenditures	<u>69,246</u>	<u>560,921</u>	<u>-</u>	<u>630,167</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(3,173)</u>	<u>137,864</u>	<u>2,085</u>	<u>136,776</u>
Other Financing Sources (Uses):				
Transfers In	-	1,579	-	1,579
Total Other Financing Sources (Uses)	<u>-</u>	<u>1,579</u>	<u>-</u>	<u>1,579</u>
Net Change in Fund Balance	(3,173)	139,443	2,085	138,355
Fund Balance, July 1	61,717	665,541	41,570	768,828
Fund Balance, June 30	<u>\$ 58,544</u>	<u>\$ 804,984</u>	<u>\$ 43,655</u>	<u>\$ 907,183</u>

TIPTON ELEMENTARY SCHOOL DISTRICT

COMBINING BALANCE SHEET

NONMAJOR CAPITAL PROJECTS FUNDS

JUNE 30, 2024

	Building Fund	Capital Facilities Fund
ASSETS:		
Cash in County Treasury	\$ 613	\$ 33,075
Total Assets	<u>\$ 613</u>	<u>\$ 33,075</u>
LIABILITIES AND FUND BALANCE:		
Liabilities:	\$ -	\$ -
Total Liabilities	<u>-</u>	<u>-</u>
Fund Balance:		
Restricted Fund Balances	613	33,075
Total Fund Balance	<u>613</u>	<u>33,075</u>
Total Liabilities and Fund Balances	<u>\$ 613</u>	<u>\$ 33,075</u>

EXHIBIT C-5

County School Facilities Fund New Construction	County School Facilities Fund Modernization	Total Nonmajor Capital Projects Funds (See Exhibit C-1)
\$ 12	\$ 143,893	\$ 177,593
\$ 12	\$ 143,893	\$ 177,593
\$ -	\$ -	\$ -
-	-	-
12	143,893	177,593
12	143,893	177,593
\$ 12	\$ 143,893	\$ 177,593

TIPTON ELEMENTARY SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED JUNE 30, 2024

	Building Fund	Capital Facilities Fund
Revenues:		
Other Local Revenue	\$ 29	\$ 3,214
Total Revenues	<u>29</u>	<u>3,214</u>
Expenditures:		
Current:		
General Administration	-	3,000
Plant Services	-	-
Total Expenditures	<u>-</u>	<u>3,000</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>29</u>	<u>214</u>
Net Change in Fund Balance	29	214
Fund Balance, July 1	584	32,861
Fund Balance, June 30	<u>\$ 613</u>	<u>\$ 33,075</u>

EXHIBIT C-6

County School Facilities Fund New Construction	County School Facilities Fund Modernization	Total Nonmajor Capital Projects Funds (See Exhibit C-2)
\$ 1	\$ 6,884	\$ 10,128
1	6,884	10,128
-	-	3,000
-	250	250
-	250	3,250
1	6,634	6,878
1	6,634	6,878
11	137,259	170,715
\$ 12	\$ 143,893	\$ 177,593

TIPTON ELEMENTARY SCHOOL DISTRICT
 LOCAL EDUCATION AGENCY
 ORGANIZATION STRUCTURE
 JUNE 30, 2024

EXHIBIT C-7

Tipton Elementary School District was established on November 3, 1874 and is located in Tulare County. There were no changes in the boundaries of the District during the current year. The District is currently operating one elementary school serving kindergarten through eighth grade.

Governing Board		
Name	Office	Term and Term Expiration
Iva Sousa	President	Four year term expires 12/2026
John Cardoza	Clerk	Four year term expires 12/2026
Greg Rice	Member	Four year term expires 12/2026
Fernando Cunha	Member	Four year term expires 12/2024
Shelley Heeger	Member	Four year term expires 12/2024
Administration		
Name	Office	Tenure
Stacey Bettencourt	Superintendent	Seven Years
Cassandra Young	Business Manager	Three Years

TIPTON ELEMENTARY SCHOOL DISTRICT
SCHEDULE OF AVERAGE DAILY ATTENDANCE
JUNE 30, 2024

TABLE D-1

	<u>Second Period Report</u>	<u>Annual Report</u>
TK/K-3:		
Regular ADA	211.06	212.59
Grades 4-6:		
Regular ADA	153.47	153.66
Grades 7-8:		
Regular ADA	104.11	103.52
ADA Totals	<u>468.64</u>	<u>469.77</u>

Average daily attendance 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 appointments of state funds are made to school districts. This schedule provides information regarding the attendance of students at various grade levels and in different programs.

TIPTON ELEMENTARY SCHOOL DISTRICT
SCHEDULE OF INSTRUCTIONAL TIME
YEAR ENDED JUNE 30, 2024

TABLE D-2

Grade Level	Ed. Code 46207(a) Minutes Requirement	Actual Minutes	Actual Number of Days Traditional Calendar	Status
Kindergarten	36,000	50,845	180	Complied
Grade 1	50,400	53,320	180	Complied
Grade 2	50,400	53,320	180	Complied
Grade 3	50,400	53,320	180	Complied
Grade 4	54,000	56,525	180	Complied
Grade 5	54,000	56,525	180	Complied
Grade 6	54,000	56,525	180	Complied
Grade 7	54,000	56,525	180	Complied
Grade 8	54,000	56,525	180	Complied

This schedule presents information on the amount of the instruction time offered by the District and whether the District complied with the provisions of Education Code Section 46200.

TIPTON ELEMENTARY SCHOOL DISTRICT
SCHEDULE OF FINANCIAL TRENDS AND ANALYSIS
YEAR ENDED JUNE 30, 2024

TABLE D-3

General Fund	Budget 2025 (see note 1)	2024	2023	2022
Revenues and other financial sources	\$ 10,250,079	\$ 12,187,872	\$ 12,544,116	\$ 9,467,412
Expenditures	10,496,842	10,693,620	9,590,164	7,980,434
Other uses and transfers out	-	1,579	-	-
Total outgo	10,496,842	10,695,199	9,590,164	7,980,434
Change in fund balance (deficit)	(246,763)	1,492,673	2,953,952	1,486,978
Ending fund balance	\$ 10,241,413	\$ 10,488,176	\$ 8,995,503	\$ 6,042,031
Available reserves (see note 2)	\$ 5,881,233	\$ 6,309,621	\$ 5,867,299	\$ 4,920,895
Available reserves as a percentage of total outgo	56.0%	59.0%	61.2%	61.7%
Total long-term debt (see note 3)	\$ 12,722,503	\$ 12,942,813	\$ 12,712,666	\$ 10,179,028
Average daily attendance at P-2	454	469	485	493

This schedule discloses the District's financial trends by displaying past years' data along with current year budget information. These financial trend disclosures are used to evaluate the District's ability to continue as a going concern for a reasonable period of time.

The General Fund balance has increased by \$4,446,145 (73.59%) over the past two years. The fiscal year 2024-25 budget projects a decrease of \$246,763 (2.35%). For a district of this size, the State recommends available reserves of at least four percent of total General Fund expenditures, transfers out and other uses (total outgo).

The District has enjoyed operating surpluses for the past three years, but projects a deficit during the 2024-25 fiscal year. Total long-term debt has increased by \$2,763,785 the past two years.

Average daily attendance has decreased by 24 over the past two years. A decrease of 15 ADA is expected during the fiscal year 2024-25.

NOTES:

- (1) Budget 2025 is included for analytical purposes only and has not been subjected to audit.
- (2) Available reserves consist of all unassigned fund balances and all funds reserved for economic uncertainties contained within the General Fund.
- (3) Long-term debt includes net pension liability and net OPEB liability.

TIPTON ELEMENTARY SCHOOL DISTRICT
RECONCILIATION OF ANNUAL FINANCIAL AND BUDGET
REPORT WITH AUDITED FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024

TABLE D-4

	County Schools Facilities Fund Full-Day Kinder
June 30, 2024, annual financial and budget report fund balances	<u>\$ 394,760</u>
Adjustments and reclassifications:	
Decreasing the fund balance:	
Accounts payable understatement	<u>(187,718)</u>
Net adjustments and reclassifications	<u>(187,718)</u>
June 30, 2024, audited financial statement fund balances	<u><u>\$ 207,042</u></u>

This schedule provides the information necessary to reconcile the fund balances of all funds as reported on the SACS report to the audited financial statements. None of the funds required adjustments at June 30, 2024.

TIPTON ELEMENTARY SCHOOL DISTRICT
SCHEDULE OF CHARTER SCHOOLS
YEAR ENDED JUNE 30, 2024

TABLE D-5

<u>Charter Schools</u>	<u>Included in Audit?</u>
None	N/A

TIPTON ELEMENTARY SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2024

TABLE D-6

Federal Grantor/ Pass-Through Grantor/ Program Title	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Federal Expenditures
U.S. DEPARTMENT OF AGRICULTURE			
Passed Through California Department of Education:			
Child Nutrition: School Programs (School Breakfast Needy)	10.553	13526	\$ 115,843
Child Nutrition: School Programs (School Lunch Sec 11)	10.555	13524	307,285
Food Distribution Commodities	10.555	13524	28,901
Child Nutrition: Afterschool Meal Supplements	10.555	13755	23,026
Total ALN 10.555			359,212
Total Child Nutrition Cluster			475,055
Total Passed Through California Department of Education			475,055
Total U.S. Department of Agriculture			475,055
U.S. DEPARTMENT OF EDUCATION			
Passed Through Tulare County Office of Education:			
Special Ed: IDEA Mental Health Allocation Plan, Part B, Sec 611	84.027A	15197	6,199
Total Special Education Cluster (IDEA)			6,199
Total Passed Through Tulare County Office of Education			6,199
Passed Through California Department of Education:			
COVID-19: Elementary and Secondary School Emergency Relief III (ESSER III) Fund	84.425U	15559	722,082
COVID-19: Elementary and Secondary School Emergency Relief III (ESSER III) Fund: Learning Loss	84.425U	10155	16,806
COVID-19 Expanded Learning Opportunities(ELO) Grant ESSER III State Reserve Emergency Needs	84.425	15620	25,703
COVID-19 Expanded Learning Opportunities (ELO) Grant: ESSER III State Reserve, Learning Loss	84.425	15621	52,633
American Rescue Plan - Homeless Children and Youth II (ARP HYC II)	84.425	15566	678
Total ALN 84.425			817,902
ESEA (ESSA): Title I, Part A, Basic Grants Low-Income & Neglected	84.010	14329	258,892
ESEA (ESSA): Title III, English Learner Student Program	84.365	14346	44,789
ESEA (ESSA): Title II, Part A, Supporting Effective Instruction Local Grants	84.367	14341	34,869
ESEA (ESSA): Title IV, Part A, Student Support and Academic Enrichment Grants	84.424	15396	27,914
Total Passed Through California Department of Education			1,184,366
Total U.S. Department of Education			1,190,565
TOTAL EXPENDITURES OF FEDERAL AWARDS			\$ 1,665,620

The accompanying notes are an integral part of this schedule.

TIPTON ELEMENTARY SCHOOL DISTRICT
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2024

Note 1 - Basis of Presentation

The accompanying schedule of expenditures of federal awards includes the federal grant activity of Tipton Elementary School District under programs of the federal government for the year ended June 30, 2024. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards* (Uniform Guidance). Because the schedule presents only a selected portion of the operations of the District, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the financial statements.

Note 2 - Summary of Significant Accounting Policies

Expenditures reported on the schedule are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years.

Note 3 - De Minimis Cost Rate

The District did not elect to use the 10% de minimis cost rate.

Note 4 - Subrecipients

Of the federal expenditures presented in the Schedule, the District had no subrecipients that were provided federal awards.

Other Independent Auditors' Reports



CLOVIS | HANFORD | PORTERVILLE | TULARE | VISALIA

M. GREEN AND COMPANY LLP

CERTIFIED PUBLIC ACCOUNTANTS

**Report on Internal Control Over Financial Reporting and
on Compliance and Other Matters Based on an Audit of Financial Statements
Performed in Accordance With Government Auditing Standards**

Independent Auditors' Report

Board of Trustees
Tipton Elementary School 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 the governmental activities, each major fund, and the aggregate remaining fund information of Tipton Elementary School District, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise Tipton Elementary School District's basic financial statements, and have issued our report thereon dated December 12, 2024.

Report on Internal Control Over Financial Reporting

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

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

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

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Report on Compliance and Other Matters

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

We noted certain matters that we reported to management of Tipton Elementary School District in a separate letter dated December 12, 2024.

Purpose of This Report

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

M. Gruen and Company LLP

Visalia, California
December 12, 2024



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M. GREEN AND COMPANY LLP

CERTIFIED PUBLIC ACCOUNTANTS

Report on Compliance for Each Major Federal Program and Report on Internal Control Over Compliance Required by the Uniform Guidance

Independent Auditors' Report

Board of Trustees
Tipton Elementary School District

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Tipton Elementary School District's compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* that could have a direct and material effect on Tipton Elementary School District's major federal program for the year ended June 30, 2024. Tipton Elementary School District's major federal program is identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, Tipton Elementary School District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on the major federal program for the year ended June 30, 2024.

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 Tipton Elementary School District and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for the major federal program. Our audit does not provide a legal determination of audited Tipton Elementary School District's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

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

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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 Tipton Elementary School District's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with auditing standards generally accepted in the United States of America, *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 Tipton Elementary School District's compliance with the requirements of the major federal program as a whole.

In performing an audit in accordance with auditing standards generally accepted in the United States of America, *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 Tipton Elementary School 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 Tipton Elementary School District's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of Tipton Elementary School District's internal control over compliance. Accordingly, no such opinion is expressed.

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

Report on Internal Control Over Compliance

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or a 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.

M. Green and Company LLP

Visalia, California
December 12, 2024



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CERTIFIED PUBLIC ACCOUNTANTS

Report on State Compliance and on Internal Control Over Compliance

Independent Auditors' Report

Board of Trustees
Tipton Elementary School District

Report on State Compliance

Opinion

We have audited the Tipton Elementary School District's (District) compliance with the requirements specified in the *2023-24 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting* applicable to the District's state program requirements identified below for the year ended June 30, 2024.

In our opinion, Tipton Elementary School District complied, in all material respects, with the laws and regulations of the state programs noted in the table on the following page for the year ended June 30, 2024.

Basis for Opinion

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS), the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, and the *2023-24 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting* published by the Education Audit Appeals Panel. Our responsibilities under those standards 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 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 opinion. 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 Tipton Elementary School District's state programs.

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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 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 *2023-24 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting* will always detect a material noncompliance when it exists. The risk of not detecting a 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 of the state programs as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the *2023-24 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*, 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 consider 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 and to test and report on internal control over compliance in accordance with the *2023-24 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*, but not for the purpose of expressing an opinion on the effectiveness of the District's internal controls over compliance. Accordingly, we express no such opinion; and
- select and test transactions and records to determine the District's compliance with the state laws and regulations applicable to the following items:

2023-24 K-12 Audit Guide Procedures	Procedures Performed
LOCAL EDUCATION AGENCIES OTHER THAN CHARTER SCHOOLS:	
Attendance	Yes
Teacher Certification and Misassignments	Yes
Kindergarten Continuance	Yes
Independent Study	N/A
Continuation Education	N/A
Instructional Time	Yes
Instructional Materials	Yes
Ratio of Administrative Employees to Teachers	Yes
Classroom Teacher Salaries	Yes
Early Retirement Incentive	N/A
GANN Limit Calculation	Yes
School Accountability Report Card	Yes
Juvenile Court Schools	N/A
Middle or Early College High Schools	N/A
K-3 Grade Span Adjustment	Yes
Apprenticeship: Related and Supplemental Instruction	N/A
Comprehensive School Safety Plan	Yes
District of Choice	No (See Below)
Home to School Transportation Reimbursement	No (See Below)

**SCHOOL DISTRICTS, COUNTY OFFICES OF EDUCATION AND
CHARTER SCHOOLS:**

Proposition 28 Arts and Music in Schools	Yes
After/Before School Education and Safety Program	Yes
Proper Expenditure of Education Protection Account Funds	Yes
Unduplicated Local Control Funding Formula Pupil Counts	Yes
Local Control and Accountability Plan	Yes
Independent Study-Course Based	N/A
Immunizations	N/A
Educator Effectiveness	Yes
Expanded Learning Opportunity Grant (ELO-G)	No (See Below)
Career Technical Education Incentive Grant	N/A
Expanded Learning Opportunity Program (ELO-P)	Yes
Transitional Kindergarten	Yes

CHARTER SCHOOLS:

Attendance	N/A
Mode of Instruction	N/A
Nonclassroom-Based Instruction/Independent Study	N/A
Determination of Funding for Nonclassroom-Based Instruction	N/A
Annual Instructional Minutes – Classroom Based	N/A
Charter School Facility Grant Program	N/A

The term "N/A" is used above to mean either the District did not offer the program during the current fiscal year or the program applies to a different type of local education agency.

We did not perform testing for District of Choice since the District did not elect to operate as a district of choice.

We did not perform testing for Home to School Transportation Reimbursement since the District did not receive this source of funding during the current fiscal year.

We did not perform testing for Expanded Learning Opportunity Grant (ELO-G) since the District did not have expenditures from this source during the current fiscal year.

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 identify 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 on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that a material noncompliance with a compliance requirement 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 that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention from 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 *2023-2024 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*. Accordingly, this report is not suitable for any other purpose.

M. Green and Company LLP

Visalia, California
December 12, 2024

Findings and Recommendations Section

TIPTON ELEMENTARY SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2024

A. Summary of Auditors' Results

1. Financial Statements

Type of auditors' report issued:

Unmodified

Internal control over financial reporting:

One or more material weaknesses identified?

 Yes X No

One or more significant deficiencies identified that
are not considered to be material weaknesses?

 Yes X None Reported

Noncompliance material to financial statements noted?

 Yes X No

2. Federal Awards

Internal control over major programs:

One or more material weaknesses identified?

 Yes X No

One or more significant deficiencies identified that
are not considered to be material weaknesses?

 Yes X None Reported

Type of auditors' report issued on compliance
for major programs:

Unmodified

Any audit findings disclosed that are required
to be reported in accordance with 2 CFR Section
200.516(a) of Uniform Guidance?

 Yes X No

Identification of major programs:

AL Numbers
84.425, 84.425U

Name of Federal Program or Cluster
COVID-19: Education Stability Fund

Dollar threshold used to distinguish between type A and
type B programs:

\$750,000

Auditee qualified as low-risk auditee?

 X Yes No

3. State Awards

Internal control over state programs:

One or more material weaknesses identified?

 Yes X No

One or more significant deficiencies identified that
are not considered to be material weaknesses?

 Yes X None Reported

Any audit findings disclosed that are required to be
reported in accordance with *2023-24 Guide for
Annual Audits of K-12 Local Education Agencies and
State Compliance Reporting*

 Yes X None Reported

Type of auditors' report issued on compliance
for state programs:

Unmodified

TIPTON ELEMENTARY SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2024

B. Financial Statement Findings

NONE

C. Federal Award Findings and Questioned Costs

NONE

D. State Award Findings and Questioned Costs

NONE



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CERTIFIED PUBLIC ACCOUNTANTS

Letter to Management

Board of Trustees
Tipton Elementary School District

We have completed our audit of Tipton Elementary School District for the year ended June 30, 2024. The following items came to our attention which we are providing for your consideration:

Stores Inventory

The District did not adjust stores inventory in the general ledger to the actual inventory count at year end. We recommend the District adjust this account at year end once the physical inventory count has been taken to properly reflect the account balance in the general ledger.

Accruals

During our review of subsequent cash disbursements, we noted one invoice was not accrued in the County School Facilities Fund – Full Day Kinder. We recommend that management take proper steps during the year end closing process to ensure all liabilities are properly accrued at the fiscal year end.

Prior Year Issue

Stores Inventory: The District did not adjust stores inventory in the general ledger to the actual inventory count at year end. We recommended the District adjust this account at year end once the physical inventory count has been taken to properly reflect the account balance in the general ledger. This issue was not resolved. Our recommendation has been repeated in the current year.

We would like to thank management and all of the office personnel for the excellent cooperation we received during our audit. We look forward to working with you again in 2025 and beyond.

Very truly yours,

M. Green and Company LLP

M. GREEN AND COMPANY LLP
Certified Public Accountants

December 12, 2024

TIPTON ELEMENTARY SCHOOL DISTRICT
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS
FOR THE YEAR ENDED JUNE 30, 2024

<u>Finding/Recommendation</u>	<u>Current Status</u>	<u>Management's Explanation If Not Implemented</u>
<p>2023-001</p> <p>In the After School Educational Safety Programs the number of students served reported to CDE on the 1st Half: After School Base was reported as 11,223 students while the support for the attendance shows 10,142 students, causing the after school base attendance to be overstated by 1,081 students. We recommended the District ensure the days of attendance agree to all supporting documentation. We also recommended the District revise the 1st Semi-Annual Report for the After School Base Grant.</p>	Implemented	