This Preliminary Official Statement and the information contained herein are subject to completion or amendment. Under no circumstances shall this Preliminary Official Statement constitute an offer to sell or a solicitation of an offer to buy nor shall there be any sale of these securities in any jurisdiction in which such offer solicitation or sale would be unlawful prior to registration or qualification under the securities laws of such jurisdiction.

PRELIMINARY OFFICIAL STATEMENT DATED AUGUST 12, 2026

NEW ISSUE - FULL BOOK-ENTRY

INSURED RATING: S&P: "AA"
UNDERLYING RATING: S&P: "A+"
See "RATINGS" herein.

In the opinion of Jones Hall LLP, San Mateo, California, Bond Counsel, subject, however to certain qualifications described herein, under existing law, the interest on the Bonds is excluded from gross income for federal income tax purposes and such interest is not an item of tax preference for purposes of the federal alternative minimum tax, but said interest may be subject to the corporate alternative minimum tax. In the further opinion of Bond Counsel, interest on the Bonds (as defined herein) is exempt from California personal income taxes. See "TAX MATTERS."

$26,800,000*	$70,000,000*	$7,460,000*
SANGER UNIFIED SCHOOL DISTRICT	**SANGER UNIFIED SCHOOL DISTRICT**	**SANGER UNIFIED SCHOOL DISTRICT**
(Fresno County, California)	(Fresno County, California)	(Fresno County, California)
General Obligation Bonds Election of 2020, Series C	**General Obligation Bonds Election of 2024, Series B**	**2026 Refunding General Obligation Bonds**

Dated: Date of Delivery **Due: As shown on inside front cover.**

Authority and Purposes. The above-captioned bonds (collectively, the "Bonds") of the Sanger Unified School District (the "District") of Fresno County (the "County"), State of California (the "State"), designated as "General Obligation Bonds, Election of 2020, Series C" (the "Series 2020C Bonds"), "General Obligation Bonds, Election of 2024, Series B" (the "Series 2024B Bonds") and "2026 Refunding General Obligation Bonds" (the "Refunding Bonds") are being issued pursuant to applicable provisions of the State Government Code and resolutions of the Board of Trustees of the District adopted on May 26, 2026. The Series 2020C Bonds and the Series 2024B Bonds are being issued to finance, and prepay interim financing, with respect to voter-approved school facilities improvements and to pay related costs of issuance. The Refunding Bonds are being issued for the purpose of refinancing certain outstanding general obligation bonds of the District and to pay related costs of issuance. See "THE FINANCING AND REFINANCING PLAN" and "THE BONDS – Authority for Issuance."

Security. The Bonds are general obligations of the District payable solely from *ad valorem* property taxes levied on taxable property within the District and collected by the County. The County Board of Supervisors is empowered and is obligated to annually levy *ad valorem* property taxes for the payment of interest on, and principal of, the Bonds upon all property subject to taxation by the District, without limitation of rate or amount (except certain personal property which is taxable at limited rates). See "SECURITY FOR THE BONDS."

Payments. The Bonds are dated the date of delivery. The Series 2020C Bonds and Series 2024B Bonds are being issued as Current Interest Bonds and Capital Appreciation Bonds (both as defined herein). The Refunding Bonds are being issued as Current Interest Bonds. The Current Interest Bonds accrue interest at the rates set forth on the inside cover page hereof, payable semiannually on each February 1 and August 1 until maturity or earlier redemption, commencing February 1, 2027. The Capital Appreciation Bonds accrete interest at the accretion rates set forth on the inside cover page hereof, compounded semiannually on February 1 and August 1 of each year, commencing on February 1, 2027 until payment of the accreted value thereof at maturity or upon earlier redemption. Payments of principal and accreted value of and interest on the Bonds will be paid by U.S. Bank Trust Company, National Association, as the designated paying agent, registrar and transfer agent (the "Paying Agent"), to DTC for subsequent disbursement to Direct Participants who will remit such payments to the beneficial owners of the Bonds. See "THE BONDS."

Redemption.* The Bonds are subject to optional and mandatory sinking fund redemption prior to maturity as described herein. See "THE BONDS – Optional Redemption" and "-Mandatory Sinking Fund Redemption."

Book-Entry Only. The Bonds will be issued in book-entry form only and will be initially registered in the name of Cede & Co. as nominee of The Depository Trust Company ("DTC"). Purchasers will not receive physical certificates representing their interests in the Bonds. See "THE BONDS" and "APPENDIX F - DTC AND THE BOOK-ENTRY ONLY SYSTEM."

Bond Insurance. Concurrently with the issuance of the Bonds, Build America Mutual Assurance Company ("BAM") will issue a Municipal Bond Insurance Policy (the "Policy") for the Bonds. The Policy guarantees the scheduled payment of principal of and interest on the Bonds when due as set forth in the form of the Policy included as APPENDIX I to this Official Statement. See "BOND INSURANCE" and "APPENDIX I."

BAM

MATURITY SCHEDULES
(See inside cover)

Cover Page. This cover page contains certain information for general reference only. It is not a summary of all the provisions of the Bonds. Prospective investors must read the entire Official Statement to obtain information essential to making an informed investment decision.

The Bonds will be offered when, as and if issued, subject to the approval as to legality by Jones Hall LLP, San Mateo, California, Bond Counsel to the District, and subject to certain other conditions. Jones Hall LLP is also serving as Disclosure Counsel to the District. Kutak Rock LLP, Denver, Colorado, is serving as Underwriter's Counsel. It is anticipated that the Series 2020C Bonds, the Series 2024B Bonds and the Refunding Bonds, in book-entry form, will be available for delivery through the facilities of DTC, on or about September 3, 2026.*

STIFEL

The date of this Official Statement is _____ __, 2026.
**Preliminary; subject to change.*

MATURITY SCHEDULES*

SANGER UNIFIED SCHOOL DISTRICT
(Fresno County, California)

General Obligation Bonds, Election of 2020, Series C

$_________ Current Interest Serial 2020C Bonds

Maturity Date (August 1)	Principal Amount	Interest Rate	Yield	CUSIP† (800851)

$________ Denominational Amount
($__________ Maturity Value)
Capital Appreciation Serial 2020C Bonds

Maturity Date (August 1)	Denominational Amount	Accretion Rate	Yield to Maturity	Maturity Value	CUSIP† (800851)

**Preliminary; subject to change.*
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MATURITY SCHEDULES*
(Continued)

SANGER UNIFIED SCHOOL DISTRICT
(Fresno County, California)

General Obligation Bonds, Election of 2024, Series B

$_________ Current Interest Serial 2024B Bonds

Maturity Date (August 1)	Principal Amount	Interest Rate	Yield	CUSIP† (800851)

$________ Denominational Amount
($__________ Maturity Value)
Capital Appreciation Serial 2024B Bonds

Maturity Date (August 1)	Denominational Amount	Accretion Rate	Yield to Maturity	Maturity Value	CUSIP† (800851)

2026 Refunding General Obligation Bonds

Maturity Date	Principal Amount	Interest Rate	Yield	CUSIP† (800851)

**Preliminary; subject to change.*
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SANGER UNIFIED SCHOOL DISTRICT
(Fresno County, California)

BOARD OF TRUSTEES

Peter R. Filippi (Area 2), *President*
Jesse Solorio (Area 6), *Vice President*
Celida Garcia Lopez (Area 4), *Clerk*
Ismael Hernandez (Area 5), *Trustee*
Tang M. Yang (Area 3), *Trustee*
Jesse Vasquez (Area 7), *Trustee*
Ranetta Bron (Area 1), *Trustee*

DISTRICT ADMINISTRATION

Dennis Wiechmann, Ed.D., *Superintendent*
Eduardo Martinez, *Deputy Superintendent, Administrative Services*
Ryan Kilby, *Chief Business Officer*

PROFESSIONAL SERVICES

MUNICIPAL ADVISOR

Keygent LLC
El Segundo, California

BOND COUNSEL AND DISCLOSURE COUNSEL

Jones Hall LLP
San Mateo, California

UNDERWRITER'S COUNSEL

Kutak Rock LLP
Denver, Colorado

BOND REGISTRAR, TRANSFER AGENT, ESCROW AGENT AND PAYING AGENT

U.S. Bank Trust Company, National Association
Los Angeles, California

GENERAL INFORMATION ABOUT THIS OFFICIAL STATEMENT

Use of Official Statement. This Official Statement is submitted in connection with the sale of the Bonds referred to herein and may not be reproduced or used, in whole or in part, for any other purpose. This Official Statement is not a contract between any bond owner and the District or the Underwriter.

No Offering Except by This Official Statement. No dealer, broker, salesperson or other person has been authorized by the District or the Underwriter to give any information or to make any representations other than those contained in this Official Statement and, if given or made, such other information or representation must not be relied upon as having been authorized by the District or the Underwriter.

No Unlawful Offers or Solicitations. This Official Statement does not constitute an offer to sell or the solicitation of an offer to buy nor may there be any sale of the Bonds by a person in any jurisdiction in which it is unlawful for such person to make such an offer, solicitation or sale.

Information in Official Statement. The information set forth in this Official Statement has been furnished by the District and other sources which are believed to be reliable, but it is not guaranteed as to accuracy or completeness.

Estimates and Forecasts. When used in this Official Statement and in any continuing disclosure by the District in any press release and in any oral statement made with the approval of an authorized officer of the District or any other entity described or referenced herein, the words or phrases "will likely result," "are expected to", "will continue", "is anticipated", "estimate", "project," "forecast", "expect", "intend" and similar expressions identify "forward looking statements" within the meaning of the Private Securities Litigation Reform Act of 1995. Such statements are subject to risks and uncertainties that could cause actual results to differ materially from those contemplated in such forward-looking statements. Any forecast is subject to such uncertainties. Inevitably, some assumptions used to develop the forecasts will not be realized and unanticipated events and circumstances may occur. Therefore, there are likely to be differences between forecasts and actual results, and those differences may be material. The information and expressions of opinion herein are subject to change without notice, and neither the delivery of this Official Statement nor any sale made hereunder shall, under any circumstances, give rise to any implication that there has been no change in the affairs of the District or any other entity described or referenced herein since the date hereof.

Involvement of Underwriter. The Underwriter has provided the following statement for inclusion in this Official Statement: The Underwriter has reviewed the information in this Official Statement in accordance with, and as a part of, its responsibilities to investors under the federal securities laws as applied to the facts and circumstances of this transaction, but the Underwriter does not guarantee the accuracy or completeness of such information.

Bond Insurance. Build America Mutual Assurance Company ("BAM" or the "Bond Insurer") makes no representation regarding the Bonds or the advisability of investing in the Bonds. In addition, the Bond Insurer has not independently verified, makes no representation regarding, and does not accept any responsibility for the accuracy or completeness of this Official Statement or any information or disclosure contained herein, or omitted herefrom, other than with respect to the accuracy of the information regarding the Bond Insurer, supplied by the Bond Insurer and presented under the heading "BOND INSURANCE" and in APPENDIX I.

Changes to Offering Prices. The Underwriter may offer and sell the Bonds to certain securities dealers, dealer banks and banks acting as agent at prices lower than the public offering prices stated on the inside cover page of this Official Statement, and those public offering prices may be changed from time to time by the Underwriter.

Document Summaries. All summaries of the Bond Resolutions or other documents referred to in this Official Statement are made subject to the provisions of such documents and qualified in their entirety to reference to such documents, and do not purport to be complete statements of any or all of such provisions.

No Securities Laws Registration. The Bonds have not been registered under the Securities Act of 1933, as amended, in reliance upon exceptions therein for the issuance and sale of municipal securities. The Bonds have not been registered or qualified under the securities laws of any state.

Effective Date. This Official Statement speaks only as of its date, and the information and expressions of opinion contained in this Official Statement are subject to change without notice. Neither the delivery of this Official Statement nor any sale of the Bonds will, under any circumstances, give rise to any implication that there has been no change in the affairs of the District, the County, the other parties described in this Official Statement, or the condition of the property within the District since the date of this Official Statement.

Website. The District maintains a website. However, the information presented on the website is not a part of this Official Statement and should not be relied upon in making an investment decision with respect to the Bonds.

TABLE OF CONTENTS

OFFICIAL STATEMENT

$26,800,000*	**$70,000,000***	**$7,460,000***
SANGER UNIFIED SCHOOL DISTRICT	**SANGER UNIFIED SCHOOL DISTRICT**	**SANGER UNIFIED SCHOOL DISTRICT**
(Fresno County, California)	**(Fresno County, California)**	**(Fresno County, California)**
General Obligation Bonds Election of 2020, Series C	**General Obligation Bonds Election of 2024, Series B**	**2026 Refunding General Obligation Bonds**

The purpose of this Official Statement, which includes the cover page, inside cover page and attached appendices, is to set forth certain information concerning the sale and delivery of above-captioned bonds (collectively, the "**Bonds**") by the Sanger Unified School District (the "**District**") of Fresno County (the "**County**"), State of California (the "**State**"), designated as "General Obligation Bonds, Election of 2020, Series C" (the **"Series 2020C Bonds"**), "General Obligation Bonds, Election of 2024, Series B" (the **"Series 2024B Bonds"**), and "2026 Refunding General Obligation Bonds" (the **"Refunding Bonds"**).

INTRODUCTION

This Introduction is not a summary of this Official Statement. It is only a brief description of and guide to, and is qualified by, more complete and detailed information contained in the entire Official Statement and the documents summarized or described in this Official Statement. A full review should be made of the entire Official Statement. The offering of Bonds to potential investors is made only by means of the entire Official Statement.

The District. The District was unified in 1965 from the combination of separate school districts located within the current boundaries of the District. The District consists of an area of approximately 180 square miles and a population of approximately 59,326 residents and encompasses nearly all of the City of Sanger (the "**City"**), portions of the cities of Fresno and Clovis, and adjacent unincorporated portions of the County. The District operates twelve elementary schools, one middle school, two high schools, two dependent charter schools, three alternative schools and an adult school. Nine pre-school centers are operated by the District. Average daily attendance (funded) in the District is budgeted for approximately 11,465 students in fiscal year 2026-27. The District's preliminary total assessed value for fiscal year 2026-27 is $7,253,536,808. For more information regarding the District and its finances, see APPENDIX A and APPENDIX B hereto. See also APPENDIX C for demographic and other statistical information regarding the City and the County.

Purposes. The net proceeds of the Series 2020C Bonds and Series 2024B Bonds will be used to finance, and prepay interim financing, with respect to school construction and improvements to the school facilities as authorized by more than the requisite 55% of the voters of the District at two separate bond elections held in the District. The net proceeds of the Refunding Bonds will be used to provide funds to refinance certain outstanding general obligation bonds of the District, and to pay related costs of issuance. See "THE FINANCING AND REFINANCING PLAN" herein.

Authority for Issuance of the Bonds. The Bonds are being issued pursuant to applicable provisions of the Government Code of the State and resolutions adopted by the Board of Trustees of the District on May 26, 2026. See "THE BONDS - Authority for Issuance" herein.

**Preliminary; subject to change.*

Payment and Registration of the Bonds. The Bonds mature in the years and in the amounts as set forth on the inside cover page hereof. The Bonds will be issued as Current Interest Bonds and Capital Appreciation Bonds (as defined herein), as applicable and as more particularly described herein, in book-entry form only and will be initially issued and registered in the name of Cede & Co. as nominee for DTC. Purchasers will not receive physical certificates representing their interest in the Bonds. See "THE BONDS" and "APPENDIX F - DTC AND THE BOOK-ENTRY ONLY SYSTEM."

***Redemption**.** The Bonds are subject to optional and mandatory sinking fund redemption prior to maturity as described herein. See "THE BONDS – Optional Redemption" and "– Mandatory Sinking Fund Redemption."

Security and Sources of Payment for the Bonds. The Bonds are general obligation bonds of the District payable solely from *ad valorem* property taxes levied on taxable property located in the District and collected by the County. The County is empowered and is obligated to annually levy *ad valorem* taxes for the payment of interest on, and principal of, the Bonds upon all property subject to taxation by the District, without limitation of rate or amount (except with respect to certain personal property which is taxable at limited rates). See "SECURITY FOR THE BONDS."

The District has other series of general obligation bonds outstanding that are payable from *ad valorem* property taxes levied on taxable property in the District. See "DEBT SERVICE SCHEDULES" and Appendix A under the heading "DISTRICT FINANCIAL INFORMATION – Existing Debt Obligations – General Obligation Bonds".

Legal Matters. Issuance of the Bonds is subject to the approving opinions of Jones Hall LLP, San Mateo, California, as bond counsel ("**Bond Counsel**"), to be delivered in substantially the forms attached hereto as Appendix D. Jones Hall LLP, San Mateo, California, will also serve as Disclosure Counsel to the District ("**Disclosure Counsel**"). Payment of the fees of Bond Counsel and Disclosure Counsel is contingent upon issuance of the Bonds.

Tax Matters. Assuming compliance with certain covenants and provisions of the Internal Revenue Code of 1986, as amended, in the opinion of Bond Counsel, subject, however to certain qualifications described herein, under existing law, the interest on the Bonds is excluded from gross income for federal income tax purposes and such interest is not an item of tax preference for purposes of the federal alternative minimum tax. Interest on the Bonds may be subject to the corporate alternative minimum tax. In the further opinion of Bond Counsel, interest on the Bonds is exempt from State personal income taxes. See "TAX MATTERS" herein.

Bond Insurance. Concurrently with the issuance of the Bonds, Build America Mutual Assurance Company ("**BAM**" or the "**Bond Insurer**") will issue its Municipal Bond Insurance Policy (the "**Policy**") for the Bonds. The Policy guarantees the scheduled payment of principal of and interest on the Bonds when due, as set forth in the form of the Policy included as APPENDIX I to this Official Statement. See "BOND INSURANCE" and APPENDIX I attached hereto.

Continuing Disclosure. The District has covenanted and agreed that it will comply with and carry out all of the provisions of the Continuing Disclosure Certificate executed in connection with the Bonds. The form of the Continuing Disclosure Certificate is included in Appendix E hereto. See "CONTINUING DISCLOSURE" herein.

* *Preliminary; subject to change.*

Cyber Risks. The District, like other governmental and business entities, faces significant risks relating to the use and application of computer software and hardware for educational, operational and management purposes. The District collects, processes, and distributes an enormous amount of private, protected and personal information on students, staff, parents, visitors, vendors and contractors. As the custodian of such information, the District may face cybersecurity threats, attacks or incidents from time to time. No assurance can be given that future cyber threats or attacks against the District or third-party entities or service providers will not directly or indirectly impact the District or the owners of the Bonds, including the possibility of impacting the timely payments of debt service on the Bonds or timely filings pursuant to the District's continuing disclosure undertakings, described in more detail herein. See "CYBER RISKS" herein.

Other Information. This Official Statement speaks only as of its date, and the information contained in this Official Statement is subject to change. Copies of documents referred to in this Official Statement and information concerning the Bonds are available from the Superintendent's Office at 1905 Seventh Street, Sanger, California 93657, Telephone: (559) 524-6521. The District may impose a charge for copying, mailing and handling. The District also maintains a website. The information contained in such website is not incorporated herein by reference.

This Official Statement is not to be construed as a contract with the purchasers of the Bonds. Statements contained in this Official Statement which involve estimates, forecasts or matters of opinion, whether or not expressly so described herein, are intended solely as such and are not to be construed as representations of fact. The summaries and references to documents, statutes and constitutional provisions referred to herein do not purport to be comprehensive or definitive, and are qualified in their entireties by reference to each of such documents, statutes and constitutional provisions.

The information set forth herein has been obtained from official sources which are believed to be reliable but it is not guaranteed as to accuracy or completeness, and is not to be construed as a representation by the District. The information and expressions of opinions herein are subject to change without notice and neither delivery of this Official Statement nor any sale made hereunder shall, under any circumstances, create any implication that there has been no change in the affairs of the District since the date hereof. This Official Statement is submitted in connection with the sale of the Bonds and may not be reproduced or used, in whole or in part, for any other purpose.

END OF INTRODUCTION

THE FINANCING AND REFINANCING PLAN

Purpose of the Series 2020C Bonds

The net proceeds of the Series 2020C Bonds will be used to provide for the prepayment of interim financing for capital projects that were approved by District voters pursuant to an election held in the District on November 3, 2020, at which the voters authorized a total of $150 million principal amount of general obligation bonds (the **"2020 Bond Authorization"**). The interim financing to be prepaid is a portion of the District's 2022 Certificates of Participation (Capital Projects) (Refinancing of a 2014 Lease Agreement), originally issued in the aggregate amount of $102,525,000 (the "**2022 Certificates**").

The 2022 Certificates expected to be prepaid with the proceeds of the Series 2020C Bonds (the "**Refunded Certificates**"), are described more particularly as follows:

SANGER UNIFIED SCHOOL DISTRICT
Identification of 2022 Certificates to be Prepaid*

Maturity Payable from Escrow	CUSIP†	Interest Rate	Principal Amount	Prepayment Date	Prepayment Price (%)
Term Certificates					
6/1/2046	800860EL5	5.000%	$5,705,000	10/2/2026	100.000
6/1/2047	800860EL5	5.000	5,990,000	10/2/2026	100.000
6/1/2048	800860EL5	5.000	6,285,000	10/2/2026	100.000
6/1/2049	800860EL5	5.000	6,600,000	10/2/2026	100.000
Term Certificates**					
6/1/2050	800860EQ7	5.000%	1,850,000	10/2/2026	100.000
		--	$26,430,000	--	--

**Preliminary; subject to change.*
***Represents the June 1, 2050 maturity of the June 1, 2052 Term Certificate, the other sinking fund payments of which have been prepaid.*
† CUSIP Copyright American Bankers Association. CUSIP data herein is provided by FactSet Research Systems Inc. Neither the District nor the Underwriter is responsible for the accuracy of such data.

Purpose of the Series 2024B Bonds

The net proceeds of the Series 2024B Bonds will be used to finance projects approved by District voters pursuant to an election held in the District on November 5, 2024, at which the voters authorized a total of $175 million principal amount of general obligation bonds (the **"2024 Bond Authorization"**). The abbreviated form of the 2024 Bond Authorization (limited to 75 words or less) presented to District voters is as follows:

> *"To continue Sanger Unified student success and reduce overcrowding by building/ completing new schools; providing facilities for college/ career preparation; upgrade vocational/ career/ classrooms/ labs/ athletics/ dual credit pathways and online learning technology; improve health, safety and security systems; shall Sanger Unified School District's measure authorizing $175,000,000 in bonds at legal interest rates, levying $60 per $100,000 assessed valuation, raising $10 million annually for issued bonds through maturity, requiring audits, citizens' oversight, all money used locally, be adopted?"*

As part of the ballot materials presented to District voters, the voters authorized a specific list of projects (the **"2024 Project List"**) eligible to be funded with proceeds of bonds sold pursuant to the 2024 Bond Authorization, including the Series 2024B Bonds described herein. The District makes no representation as to the specific application of the proceeds of the Series 2024B Bonds, the completion of any projects listed on the 2024 Project List, or whether bonds authorized by the 2024 Bond Authorization will provide sufficient funds to complete any particular project listed in the 2024 Project List. The Series 2024B Bonds will be the second series of general obligation bonds issued pursuant to the 2024 Bond Authorization. After the issuance of the Series 2024B Bonds, there will be $75,000,000* principal amount of authorized but unissued bonds pursuant to the 2024 Bond Authorization.

Purpose of the Refunding Bonds

The net proceeds of the Refunding Bonds will be used to refund certain maturities of the District's outstanding general obligation bonds on a current basis, being certain maturities of the following bonds:

- General Obligation Bonds, Election of 2012, Series C issued in the aggregate principal amount of $15,000,000 on June 22, 2016 (the **"2012C Bonds"**).

More particularly, the following table identifies the maturities of the 2012C Bonds expected to be refunded with the proceeds of the Refunding Bonds (the **"Refunded Bonds"**).

SANGER UNIFIED SCHOOL DISTRICT
Identification of Refunded 2012C Bonds*

Maturities Payable from Escrow	CUSIP†	Interest Rate	Principal Amount	Redemption Date	Redemption Price (%)
8/1/2027	800851NV5	4.000%	$250,000	10/2/2026	100.000
8/1/2028	800851NW3	4.000	295,000	10/2/2026	100.000
8/1/2029	800851NX1	4.000	350,000	10/2/2026	100.000
8/1/2030	800851NY9	4.000	400,000	10/2/2026	100.000
8/1/2031	800851NZ6	4.000	465,000	10/2/2026	100.000
8/1/2032	800851PA9	4.000	525,000	10/2/2026	100.000
8/1/2033	800851PB7	4.000	590,000	10/2/2026	100.000
8/1/2034	800851PC5	4.000	665,000	10/2/2026	100.000
8/1/2035	800851PD3	4.000	745,000	10/2/2026	100.000
8/1/2036	800851PE1	4.000	820,000	10/2/2026	100.000
8/1/2039-T	800851PG6	4.000	3,040,000	10/2/2026	100.000
	--	--	$8,145,000	--	--

**Preliminary; subject to change.*
† CUSIP Copyright American Bankers Association. CUSIP data herein is provided by FactSet Research Systems Inc. Neither the District nor the Underwriter is responsible for the accuracy of such data.
T: Term Bonds.

**Preliminary; subject to change.*

Deposits in Escrow Funds

The District will deliver the net proceeds of the Series 2020C Bonds and the Refunding Bonds, respectively, to U.S. Bank Trust Company, National Association, as escrow bank (the "**Escrow Agent**"), for deposit in two separate escrow funds (each, an **"Escrow Fund**" and together, the **"Escrow Funds"**) established under two separate Escrow Agreements (each, an **"Escrow Agreement**"), between the District and the Escrow Agent. The Escrow Agent will hold such funds in cash and/or invest such funds in certain United States Treasury notes, bonds, bills or certificates of indebtedness, or obligations issued by any agency or department of the United States which are secured, directly or indirectly, by the full faith and credit of the United States (the **"Escrow Fund Securities**") and will apply such funds, together with interest earnings on the investment of such funds in the Escrow Fund Securities, to pay the prepayment or redemption price, as applicable, of the Refunded Certificates and the Refunded 2012C Bonds, as set forth above, together with accrued interest to the prepayment or redemption dates, as applicable, identified above.

Sufficiency of the deposits in each of the Escrow Funds for the foregoing purposes will be verified by Causey Public Finance, LLC, Denver, Colorado (the "**Verification Agent**"). See "VERIFICATION OF MATHEMATICAL ACCURACY" herein. As a result of the deposit of funds with the Escrow Agent upon the issuance of the Series 2020C Bonds and the Refunding Bonds, the Refunded Certificates and the Refunded 2012C Bonds, respectively, will be legally defeased and will be payable solely from amounts held for that purpose under the applicable Escrow Agreement.

The Escrow Fund Securities and cash held by the Escrow Agent in the Escrow Funds are pledged solely to the payment of the Refunded Certificates and the Refunded 2012C Bonds, as applicable, and will not be available for the payment of debt service with respect to the Series 202C Bonds or the Refunding Bonds.

SOURCES AND USES OF FUNDS

The estimated sources and uses of funds with respect to the Bonds are as follows:

SANGER UNIFIED SCHOOL DISTRICT
Sources and Uses of Funds

Sources of Funds	Series 2020C Bonds	Series 2024B Bonds	Refunding Bonds
Principal Amount of Bonds			
Plus Net Original Issue Premium			
Total Sources			
Uses of Funds			
Deposit to Building Fund			
Deposit to Escrow Fund(1)			
Deposit to Debt Service Fund(2)			
Costs of Issuance(3)			
Total Uses			

(1) A portion of the proceeds of the Series 2020C Bonds will be used to prepay in part 2022 Certificates of Participation.
(2) Represents original issue premium received by the District.
(3) All estimated costs of issuing the Bonds including, but not limited to, fees of Bond Counsel and Disclosure Counsel, the Municipal Advisor, the Paying Agent, the Escrow Agent, the Verification Agent, the Bond Insurer, the Underwriter and the rating agency.

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THE BONDS

Authority for Issuance

The Series 2020C Bonds and the Series 2024B Bonds will be issued pursuant to the applicable bond authorization and under the provisions of Article 4.5 of Chapter 3 of Part 1 of Division 2 of Title 5 of the Government Code of the State of California, commencing with Section 53506 of said Code, and the applicable Bond Resolution authorizing the issuance thereof (the "**Series 2020C Bond Resolution**" and the "**Series 2024B Bond Resolution"**, respectively).

The Refunding Bonds will be issued under the provisions of Articles 9 and 11 of Chapter 3 of Part 1 of Division 2 of Title 5 of the Government Code of the State of California, and the Bond Resolution authorizing the issuance of the Refunding Bonds (the **"Refunding Bond Resolution"**).

General Description of the Bonds

The Series 2020C Bonds and the Series 2024B Bonds are being issued as Current Interest Bonds and Capital Appreciation Bonds, and the Refunding Bonds are being issued as Current Interest Bonds, as described below. The Bonds mature in the years and in the amounts as set forth on the inside cover page hereof. The Bonds will be issued in book-entry form only, and will be initially issued and registered in the name of Cede & Co. as nominee for DTC. Purchasers will not receive physical certificates representing their interest in the Bonds. See "– Book-Entry Only System" below and "APPENDIX F – DTC AND THE BOOK-ENTRY ONLY SYSTEM."

Current Interest Bonds

The Current Interest Bonds shall be issued in the denominations of $5,000 principal amount each or any integral multiple thereof. Interest on the Current Interest Bonds is payable semiannually on each February 1 and August 1, commencing February 1, 2027 (each, an **"Interest Payment Date"**). Each Current Interest Bond will bear interest from the Interest Payment Date next preceding the date of registration and authentication thereof unless (i) it is authenticated as of an Interest Payment Date, in which event it will bear interest from such date, or (ii) it is authenticated prior to an Interest Payment Date and after the close of business on the fifteenth (15^{th}) day of the month preceding the Interest Payment Date (each, a **"Record Date"**), in which event it will bear interest from such Interest Payment Date, or (iii) it is authenticated prior to January 15, 2027, in which event it will bear interest from the date of delivery of the Bonds identified on the cover page hereof. Notwithstanding the foregoing, if interest on any Current Interest Bond is in default at the time of authentication thereof, such Current Interest Bond will bear interest from the Interest Payment Date to which interest has previously been paid or made available for payment thereon. Payments of principal of and interest on the Current Interest Bonds will be paid by U.S. Bank Trust Company, National Association (the **"Paying Agent"**) to DTC for subsequent disbursement to Direct Participants who will remit such payments to the Beneficial Owners of the Current Interest Bonds.

Capital Appreciation Bonds

The following terms used herein are defined in the applicable Bond Resolution to have the following meanings with respect to the Capital Appreciation Bonds:

> **"Accreted Value"** means, with respect to any Capital Appreciation Bond, the total amount of principal thereof and interest payable thereon as of any Compounding Date determined solely by reference to the Table of Accreted Values set forth on

such Capital Appreciation Bond, which is attached to this Official Statement as APPENDIX H. The Accreted Value of any Capital Appreciation Bond as of any date other than a Compounding Date will be, for each $5,000 principal amount of Bonds, determined by straight-line interpolation between the Accreted Value for the immediately preceding compounding date (in relation to the calculation date) and the Accreted Value for the immediately succeeding compounding date (in relation to the calculation date), assuming each year consists of twelve 30-day months.

"Accretion Rate" means the rate which, when applied to the principal amount of any Capital Appreciation Bond and compounded semiannually on each Compounding Date, produces the Maturity Value of such Capital Appreciation Bond on the maturity date thereof.

"Capital Appreciation Bonds" means bonds the interest on which is compounded semiannually on each Compounding Date and is payable in full at maturity as shown in the table of Accreted Value for the Capital Appreciation Bonds and attached to this Official Statement as APPENDIX H.

"Closing Date" means the date upon which there is a delivery of the Bonds in exchange for the amount representing the purchase price of the Bonds by the Underwriter (as defined herein).

"Compounding Date" means, with respect to any Capital Appreciation Bond, each February 1 and August 1, commencing February 1, 2027, to and including the date of maturity or redemption of such Capital Appreciation Bond.

"Denominational Amount" means, with respect to any Capital Appreciation Bond, the original amount of such Capital Appreciation Bond as of the Closing Date.

"Maturity Value" means, with respect to any Capital Appreciation Bond, the Accreted Value of such Capital Appreciation Bond to be paid at maturity.

As provided in the applicable Bond Resolution, references therein and in each section of this Official Statement to the payment of the principal of and interest on the Series 2020C Bonds and the Series 2024B Bonds includes payment of the Accreted Value and Maturity Value of the Capital Appreciation Bonds, unless otherwise required by the context or by the express provisions of such reference.

Further, whenever in the applicable Bond Resolution or in this Official Statement, any reference is made to the rights of the owners of the Bonds as measured by the principal amount of such Bonds, the principal amount of the Capital Appreciation Bonds is deemed to be the Accreted Value thereof as of the date of exercise of such rights.

The Capital Appreciation Bonds are dated the date of delivery, and accrete interest from such date. The Denominational Amount of each maturity of the Capital Appreciation Bonds shall be as shown on the inside cover page hereof. The Capital Appreciation Bonds are issued in denominations such that the Maturity Value thereof shall equal $5,000 or an integral multiple thereof. The Capital Appreciation Bonds are payable only at maturity or upon earlier redemption, in the years and amounts set forth on the inside cover page hereof.

Interest on the Capital Appreciation Bonds is compounded on February 1 and August 1 of each year, commencing February 1, 2027. Each Capital Appreciation Bond accretes in value daily over the term to its maturity, from its Denominational Amount on the Closing Date to its Accreted Value on its maturity date. The Accreted Value payable on any date shall be determined solely by reference to the Table of Accreted Values attached to such Capital Appreciation Bond. See "APPENDIX H– Table of Accreted Values."

The interest portion of the Accreted Value of any Capital Appreciation Bond that is payable on the date of maturity shall represent interest accreted and coming due on such date. The Accreted Value of any Capital Appreciation Bond at maturity shall be payable by check or draft mailed by first-class mail, in lawful money of the United States of America upon presentation and surrender of such Bond at the Office of the Paying Agent. See "APPENDIX F- DTC AND THE BOOK-ENTRY ONLY SYSTEM."

Book-Entry Only System

The Bonds will be issued in book-entry form only and will be initially issued and registered in the name of Cede & Co. as nominee of The Depository Trust Company, New York, New York ("**DTC**"). Purchasers of the Bonds (the "**Beneficial Owners**") will not receive physical certificates representing their interest in the Bonds. Payments of principal of and interest on the Bonds will be paid by the Paying Agent to DTC for subsequent disbursement to DTC Participants which will remit such payments to the Beneficial Owners of the Bonds.

As long as DTC's book-entry method is used for the Bonds, the Paying Agent will send any notice of redemption or other notices to owners only to DTC. Any failure of DTC to advise any DTC Participant, or of any DTC Participant to notify any Beneficial Owner, of any such notice and its content or effect will not affect the validity or sufficiency of the proceedings relating to the redemption of the Bonds called for redemption or of any other action premised on such notice. See "APPENDIX F - DTC AND THE BOOK-ENTRY ONLY SYSTEM."

The Paying Agent, the District, and the Underwriter of the Bonds have no responsibility or liability for any aspects of the records relating to or payments made on account of beneficial ownership, or for maintaining, supervising or reviewing any records relating to beneficial ownership, of interests in the Bonds.

Optional Redemption*

The Current Interest Bonds maturing on or before August 1, 20__, are not subject to optional redemption prior to maturity. The Current Interest Bonds maturing on or after August 1, 20__, are subject to redemption prior to maturity, at the option of the District, in whole or in part among maturities on such basis as shall be designated by the District and by lot within a maturity, from any available source of funds, on August 1, 20__, or on any date thereafter, at a price equal to 100% of the principal amount thereof, without premium, together with accrued interest thereon to the redemption date.

The Capital Appreciation Bonds maturing on or before August 1, 20__, are not subject to optional redemption prior to maturity. The Capital Appreciation Bonds maturing on or after August 1, 20__, are subject to redemption prior to maturity, at the option of the District, in whole or in part among maturities on such basis as shall be designated by the District and by lot within a maturity, from any available source of funds, on August 1, 20__, or on any date thereafter. The Capital Appreciation Bonds maturing on August 1, 20__ through and including August 1, 20__ may be redeemed before maturity at a price equal to the Redemption Price (defined below) of the Capital

**Preliminary; subject to change.*

Appreciation Bonds as of the date fixed for redemption as indicated in Appendix H – Table of Redemption Prices attached hereto. The Capital Appreciation Bonds maturing on August 1, 20__ through and including August 1, 20__ may be redeemed before maturity at a price equal to the Accreted Value of the Capital Appreciation Bonds called for redemption as of the date fixed for redemption, without premium.

The Redemption Price (the "**Redemption Price**") of the Capital Appreciation Bonds maturing on August 1, 20__ through and including August 1, 20__ is calculated by discounting on a 30-day month, 360-day year basis its Maturity Value on the basis of a constant interest rate (the initial offering yield) compounded semiannually on February 1 and August 1, of each year to the date for which a Redemption Price is calculated, and if the date for which Redemption Price is calculated is between February 1 and August 1, by pro-rating the Redemption Price to the closest prior or subsequent February 1 or August 1.

Selection of Bonds for Redemption. For the purpose of selection for optional redemption, the Bonds will be deemed to consist of $5,000 portions principal amount and any such portion may be separately redeemed. Whenever less than all of the applicable outstanding Bonds of any one maturity are designated for redemption, the Paying Agent shall select the applicable outstanding Bonds of such maturity to be redeemed by lot in any manner deemed fair by the Paying Agent.

Mandatory Sinking Fund Redemption*

Series 2020C Bonds. The Series 2020C Bonds maturing on August 1, 20___ (the **"Series 2020C Term Bonds"**), are subject to mandatory sinking fund redemption on August 1 of each year in accordance with the schedule set forth below. The Series 2020C Term Bonds so called for mandatory sinking fund redemption shall be redeemed in the sinking fund payments amounts and on the dates set forth below, without premium.

$_____ Series 2020C Term Bonds
Maturing August 1, 20___

Redemption Date (August 1)	Sinking Fund Redemption

If any Series 2020C Term Bonds are redeemed pursuant to optional redemption, the total amount of all future sinking fund payments with respect to such Series 2020C Term Bonds will be reduced by the aggregate principal amount of such Series 2020C Term Bonds so redeemed, to be allocated among such payments on a *pro rata* basis in integral multiples of $5,000 principal amount (or on such other basis as the District may determine) as set forth in written notice given by the District to the Paying Agent.

Series 2024B Bonds. The Series 2024B Bonds maturing on August 1, 20___ (the **"2024B Term Bonds"**), are subject to mandatory sinking fund redemption on August 1 of each year in accordance with the schedule set forth below. The Series 2024B Term Bonds so called for mandatory sinking fund redemption shall be redeemed in the sinking fund payments amounts and on the dates set forth below, without premium.

$_____ Series 2024B Term Bonds
Maturing August 1, 20___

Redemption Date (August 1)	Sinking Fund Redemption

If any Series 2024B Term Bonds are redeemed pursuant to optional redemption, the total amount of all future sinking fund payments with respect to such Series 2024B Term Bonds will be reduced by the aggregate principal amount of such Series 2024B Term Bonds so redeemed, to be allocated among such payments on a *pro rata* basis in integral multiples of $5,000 principal amount (or on such other basis as the District may determine) as set forth in written notice given by the District to the Paying Agent.

Notice of Redemption

The Paying Agent is required to give notice of the redemption of the Bonds, at the expense of the District, at least 20 days but not more than 60 days prior to the date fixed for redemption. Such notice may be a conditional notice of redemption and subject to rescission as described below. Notice of any redemption of Bonds shall identify the redemption date and the redemption price and, if less than all of the then outstanding such Bonds are to be called for redemption, shall designate the serial numbers of the Bonds to be redeemed by giving the individual number of each Bond or by stating that all Bonds between two stated numbers, both inclusive, or by stating that all of the Bonds of one or more maturities have been called for redemption, and shall require that such Bonds be then surrendered at the office of the Paying Agent for redemption at the said redemption price, giving notice also that further interest on such Bonds will not accrue from and after the redemption date.

Neither failure to receive or failure to send any notice of redemption nor any defect in any such redemption notice so given shall affect the sufficiency of the proceedings for the redemption of the affected Bonds.

Partial Redemption of Bonds

Upon the surrender of any Bond redeemed in part only, the District shall execute and the Paying Agent shall authenticate and deliver to the Owner thereof a new Bond or Bonds of the same maturity, of authorized denominations in aggregate principal amount equal to the unredeemed portion of the Bond or Bonds surrendered. Such partial redemption shall be valid upon payment of the amount required to be paid to such Owner, and the County and the District shall be released and discharged thereupon from all liability to the extent of such payment.

Right to Rescind Notice of Redemption

The District has the right to rescind any notice of the optional redemption of Bonds by written notice to the Paying Agent on or prior to the date fixed for redemption. Any notice of redemption shall be cancelled and annulled if for any reason funds will not be or are not available on the date fixed for redemption for the payment in full of the Bonds then called for redemption. The District and the Paying Agent have no liability to the Bond owners or any other party related to or arising from such rescission of redemption. The Paying Agent shall mail notice of such rescission of redemption in the same manner as the original notice of redemption was sent under the applicable Bond Resolution.

Registration, Transfer and Exchange of Bonds

If the book entry system is discontinued, the District shall cause the Paying Agent to maintain and keep at its principal corporate trust office all books and records necessary for the registration, exchange and transfer of the Bonds.

If the book entry system is discontinued, the person in whose name a Bond is registered on the Bond Register shall be regarded as the absolute owner of that Bond. Payment of the principal of and interest on any Bond shall be made only to or upon the order of that person; neither the District, the County nor the Paying Agent shall be affected by any notice to the contrary, but the registration may be changed as provided in the applicable Bond Resolution.

Bonds may be exchanged at the principal corporate trust office of the Paying Agent in Los Angeles, California for a like aggregate principal amount of Bonds of authorized denominations and of the same Series and maturity. Any Bond may, in accordance with its terms, but only if (i) the District determines to no longer maintain the book entry only status of the Bonds, (ii) DTC determines to discontinue providing such services and no successor securities depository is named or (iii) DTC requests the District to deliver Bond certificates to particular DTC Participants, be transferred, upon the books required to be kept pursuant to the provisions of the Bond Resolution, by the person in whose name it is registered, in person or by their duly authorized attorney, upon surrender of such Bond for cancellation at the office of the Paying Agent, accompanied by delivery of a written instrument of transfer in a form approved by the Paying Agent, duly executed.

No exchanges of Bonds shall be required to be made (a) fifteen days prior to an Interest Payment Date or the date established by the Paying Agent for selection of Bonds for redemption until the close of business on the Interest Payment Date or day on which the applicable notice of redemption is given or (b) with respect to a Bond after such Bond has been selected or called for redemption in whole or in part.

Defeasance

Any or all of the Bonds may be paid by the District in any one or more of the following ways:

(a) by paying or causing to be paid the principal or redemption price of and interest on such Bonds, as and when the same become due and payable;

(b) by irrevocably depositing, in escrow with an escrow agent selected by the District, at or before maturity, money or securities in the necessary amount (as provided in the applicable Bond Resolution) to pay or redeem such Bonds; or

(c) by delivering such Bonds to the Paying Agent for cancellation by it.

Whenever in the applicable Bond Resolution it is provided or permitted that there be deposited with or held in escrow by the Paying Agent or an escrow agent money or securities in the necessary amount to pay or redeem any Bonds, the money or securities so to be deposited or held may be held by the Paying Agent or by any other fiduciary. Such money or securities may include money or securities held by the Paying Agent in the funds and accounts established under the applicable Bond Resolution and will be:

(i) lawful money of the United States of America in an amount equal to the principal amount of such Bonds and all unpaid interest thereon to maturity, except that, in the case of Bonds which are to be redeemed prior to maturity and in respect of which notice of such redemption is given as provided in the applicable Bond Resolution or provision satisfactory to the Paying Agent is made for the giving of such notice, the amount to be deposited or held will be the principal amount or redemption price of such Bonds and all unpaid interest thereon to the redemption date; or

(ii) Federal Securities (not callable by the issuer thereof prior to maturity) the principal of and interest on which when due, in the opinion of a certified public accountant delivered to the District, will provide money sufficient to pay the principal or redemption price of and all unpaid interest to maturity, or to the redemption date, as the case may be, on the Bonds to be paid or redeemed, as such principal or redemption price and interest become due, provided that, in the case of Bonds which are to be redeemed prior to the maturity thereof, notice of such redemption is given as provided in the applicable Bond Resolution or provision satisfactory to the Paying Agent is made for the giving of such notice.

Upon the deposit, in escrow, at or before maturity, of money or securities in the necessary amount (as described above) to pay or redeem any outstanding Bond (whether upon or prior to its maturity or the redemption date of such Bond), then all liability of the District in respect of such Bond will cease and be completely discharged, except only that thereafter the owner thereof will be entitled only to payment of the principal of and interest on such Bond by the District, and the District will remain liable for such payment, but only out of such money or securities deposited with the Paying Agent or an escrow agent as aforesaid for such payment.

As defined in each Bond Resolution, the term **"Federal Securities"** means (a) any direct general non-callable obligations of the United States of America, including obligations issued or held in book entry form on the books of the Department of the Treasury of the United States of America; (b) any obligations the timely payment of principal of and interest on which are directly or indirectly guaranteed by the United States of America or which are secured by obligations described in the preceding clause (a); (c) the interest component of Resolution Funding Corporation strips which have been stripped by request to the Federal Reserve Bank of New York in book-entry form; and (d) bonds, debentures, notes or other evidence of indebtedness issued or guaranteed by any of the following federal agencies: (i) direct obligations or fully guaranteed certificates of beneficial ownership of the U.S. Export-Import Bank; (ii) certificates of beneficial ownership of the Farmers Home Administration; (iii) participation certificates of the General Services Administration; (iv) Federal Financing Bank bonds and debentures; (v) guaranteed Title XI financings of the U.S. Maritime Administration; (vi) project notes, local authority bonds, new communities debentures and U.S. public housing notes and bonds of the U.S. Department of Housing and Urban Development; and (vii) obligations of the Federal Home Loan Bank (FHLB).

APPLICATION OF BOND PROCEEDS

Building Funds

As described herein under the heading "THE FINANCING AND REFINANCING PLAN", the net proceeds of the Series 2020C Bonds will be deposited in an escrow fund to provide for the prepayment of certain 2022 Certificates of Participation, which were delivered in order to provide interim financing for voter-approved bond projects.

Pursuant to the Series 2024B Bond Resolution, the net proceeds from the sale of the Series 2024B Bonds will be paid and credited to the fund established and held by the Fresno County Treasurer (the "**County Treasurer**") and designated as the "Sanger Unified School District, Election of 2024, Series B Building Fund" (the **"2024B Building Fund**"). Amounts credited to the 2024B Building Fund will be expended by the District for the purpose of financing any of the projects for which the Series 2024B Bond proceeds are authorized to be expended under the 2024 Bond Authorization, including all incidental expenses and related costs of issuance. All interest and other gain arising from the investment of proceeds of the Series 2024B Bonds will be retained in the 2024B Building Fund and used for the purposes thereof. All moneys held in the 2024B Building Fund will be invested in accordance with the investment policies of the County, as such policies exist at the time of investment. Pursuant to the Series 2024B Bond Resolution and applicable provisions of the Education Code, a portion of the proceeds of the 2024B Bonds may be deposited with a fiscal agent for the purpose of paying costs of issuance. See also "APPENDIX G - FRESNO COUNTY INVESTMENT POLICY AND INVESTMENT REPORT" herein.

Debt Service Funds

As further described herein under the heading "SECURITY FOR THE BONDS – Pledge of the Debt Service Funds," the County will establish a debt service fund for each series of the Bonds (collectively, the **"Debt Service Funds"**). Accrued interest and premium, if any, received by the County from the sale of the Series 2020C Bonds or the 2024B Bonds will be deposited in the related Debt Service Fund. Said funds, together with the collections of *ad valorem* property taxes, will be used only for payment of principal of and interest on the related series of the Bonds. Interest earnings on the investment of monies held in the Debt Service Funds will be retained in the applicable Debt Service Fund and used to pay the principal of and interest on applicable series of the Bonds when due. Pursuant to the Bond Resolutions, the District has pledged funds on deposit in each Debt Service Fund to the payment of the respective series of Bonds. Any moneys remaining in the Debt Service Funds after the applicable series of Bonds including the interest thereon have been paid, will be transferred to any other interest and sinking fund for general obligation bond indebtedness of the District, and in the event there is no such debt outstanding, will be transferred to the District's general fund upon the order of the County Auditor, as provided in Section 15234 of the Education Code.

Escrow Fund

A portion of the proceeds of the Refunding Bonds, respectively, will be deposited in an Escrow Fund to provide for the defeasance and redemption of the Refunded Bonds on the applicable redemption date. See "THE FINANCING AND REFINANCING PLAN - Deposits in Escrow Fund" herein.

Investment of Proceeds of Bonds

All moneys held in any of the funds or accounts established with the County under the Bond Resolutions will be invested in Authorized Investments (as defined in the Bond Resolutions) in accordance with the investment policies of the County, as such policies exist at the time of investment. Obligations purchased as an investment of moneys in any fund or account will be deemed to be part of such fund or account. All interest or gain derived from the investment of amounts in any of the funds or accounts established under the respective Bond Resolution will be deposited in the fund or account from which such investment was made, and will be expended for the purposes thereof.

In accordance with Government Code Section 53600 *et seq*., the County Treasurer manages funds deposited with it by the District. The County is required to invest such funds in accordance with California Government Code Sections 53601 *et seq*. In addition, counties are required to establish their own investment policies which may impose limitations beyond those required by the Government Code. See “APPENDIX G - FRESNO COUNTY INVESTMENT POLICY AND INVESTMENT REPORT.”

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DEBT SERVICE SCHEDULES

Series 2020C Bonds Debt Service. The following table shows the debt service schedule with respect to the Series 2020C Bonds, assuming no optional redemptions.

SANGER UNIFIED SCHOOL DISTRICT
Series 2020C Bonds Annual Debt Service Schedule

Bond Year Ending August 1	Principal	Interest	Total
2027			
2028			
2029			
2030			
2031			
2032			
2033			
2034			
2035			
2036			
2037			
2038			
2039			
2040			
2041			
2042			
2043			
2044			
2045			
2046			
2047			
Total			

Series 2024B Bonds Debt Service. The following table shows the debt service schedule with respect to the Series 2024B Bonds, assuming no optional redemptions.

SANGER UNIFIED SCHOOL DISTRICT
Series 2024B Bonds Annual Debt Service Schedule

Bond Year Ending August 1	Principal	Interest	Total
2027			
2028			
2029			
2030			
2031			
2032			
2033			
2034			
2035			
2036			
2037			
2038			
2039			
2040			
2041			
2042			
2043			
2044			
2045			
2046			
2047			
Total			

Refunding Bonds Debt Service. The following table shows the debt service schedule with respect to the Refunding Bonds, assuming no optional redemptions.

SANGER UNIFIED SCHOOL DISTRICT
Refunding Bond Annual Debt Service Schedule

Bond Year Ending August 1	Principal	Interest	Total
2027			
2028			
2029			
2030			
2031			
2032			
2033			
2034			
2035			
2036			
2037			
2038			
2039			
Total			

Combined Debt Service. The following table shows the annual debt service schedule with respect to the Bonds together with debt service on all other outstanding bonded indebtedness of the District, assuming no optional redemptions.

SANGER UNIFIED SCHOOL DISTRICT
Combined General Obligation Bonds Debt Service Schedule

Bond Year Ending August 1	Combined Outstanding General Obligation Bonds and Refunding Bonds*	The Bonds	Total Debt Service
2027	$17,606,379.74		
2028	15,840,584.50		
2029	16,364,208.50		
2030	16,918,221.70		
2031	17,504,169.44		
2032	14,029,968.84		
2033	14,504,917.70		
2034	15,049,370.54		
2035	15,601,750.74		
2036	16,302,112.80		
2037	16,982,503.04		
2038	17,671,061.58		
2039	18,393,779.32		
2040	19,139,975.82		
2041	19,878,058.22		
2042	20,684,864.30		
2043	20,994,574.90		
2044	20,023,478.30		
2045	16,127,362.50		
2046	12,229,500.00		
2047	12,722,631.26		
2048	13,245,543.76		
2049	7,510,475.00		
2050	7,829,037.50		
2051	8,154,087.50		
2052	8,494,275.00		
2053	8,852,000.00		
2054	9,219,050.00		
2055	9,568,587.50		
Total	$427,442,530.00		

*For purposes of the Preliminary Official Statement, includes debt service on the Refunded Bonds. See "THE FINANCING AND REFINANCING PLAN."
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SECURITY FOR THE BONDS

Ad Valorem Taxes

Bonds Payable from Ad Valorem Property Taxes. The Bonds are general obligations of the District, payable solely from *ad valorem* property taxes levied on taxable property within the District and collected by the County. The County is empowered and is obligated to annually levy *ad valorem* taxes for the payment of the Bonds and the interest thereon upon all property within the District subject to taxation by the District, without limitation of rate or amount (except certain personal property which is taxable at limited rates). The District has other series of general obligation bonds outstanding. See "DEBT SERVICE SCHEDULES" above and in Appendix A under the heading "DISTRICT FINANCIAL INFORMATION - Existing Debt Obligations."

In no event is the District obligated to pay principal of and interest on the Bonds out of any funds or properties of the District other than from *ad valorem* taxes levied upon all taxable property in the District; provided, however, nothing in the applicable Bond Resolution prevents the District from making advances of its own moneys howsoever derived to any of the uses or purposes permitted by law.

Other Debt Payable from Ad Valorem Property Taxes. In addition to the Bonds and the District's other outstanding general obligation bonds, there is other debt issued by entities within the jurisdiction of the District, which is payable from *ad valorem* taxes levied on parcels in the District. See "PROPERTY TAXATION – Tax Rates" and "– Direct and Overlapping Debt Obligations" below.

Levy, Collection and Pledge of Taxes. The County will levy and collect such *ad valorem* taxes in such amounts and at such times as are necessary to ensure the timely payment of debt service on the Bonds. Such taxes, when collected, will be deposited into the respective Debt Service Funds for the Bonds, which are maintained by the County and which are irrevocably pledged for the payment of principal of and interest on the respective series of Bonds when due.

District property taxes are assessed and collected by the County in the same manner and at the same time, and in the same installments as other *ad valorem* taxes on real property, and will have the same priority, become delinquent at the same times and in the same proportionate amounts, and bear the same proportionate penalties and interest after delinquency, as do the other *ad valorem* taxes on real property.

Statutory Lien on Ad Valorem Tax Revenues. Pursuant to Senate Bill 222 effective January 1, 2016, voter-approved general obligation bonds which are secured by *ad valorem* tax collections, including the Bonds, are secured by a statutory lien on all revenues received pursuant to the levy and collection of the property tax imposed to service those bonds. Said lien attaches automatically and is valid and binding from the time the bonds are executed and delivered. The lien is enforceable against the school district or community college district, its successors, transferees, and creditors, and all others asserting rights therein, irrespective of whether those parties have notice of the lien and without the need for any further act.

Annual Tax Rates. The amount of the annual *ad valorem* tax levied by the County to repay the Bonds will be determined by the relationship between the assessed valuation of taxable property in the District and the amount of debt service due on the Bonds. Fluctuations in the annual debt service on the Bonds and the assessed value of taxable property in the District may cause the annual tax rate to fluctuate.

Economic and other factors beyond the District's control, such as economic recession, pandemic, deflation of property values, a relocation out of the District or financial difficulty or bankruptcy by one or more major property taxpayers, or the complete or partial destruction of taxable property caused by, among other eventualities, earthquake, flood, fire, drought or other natural disaster, could cause a reduction in the assessed value within the District and necessitate a corresponding increase in the annual tax rate. See "PROPERTY TAXATION – Historic Assessed Valuations – Factors Relating to Increases/Decreases in Assessed Value."

Pledge of the Debt Service Funds

The County will establish a Debt Service Fund (each, a "**Debt Service Fund**") for each series of the Bonds, which will be established as separate funds to be maintained distinct from all other funds of the County. All taxes levied by the County for the payment by the District of the principal of and interest on each series of the Bonds will be deposited in the respective Debt Service Fund by the County promptly upon its receipt. The Debt Service Funds are pledged by the District for the payment by it of the principal of and interest on the corresponding series of Bonds when and as the same become due. The County will transfer amounts in the Debt Service Funds to the Paying Agent to the extent necessary to enable the District to pay the principal of and interest on the corresponding series of Bonds as the same become due and payable.

If, after payment in full of a series of the Bonds, any amounts remain on deposit in the corresponding Debt Service Fund, the County shall apply such amounts to pay debt service on other outstanding general obligation bond indebtedness of the District, and in the event there is no such debt outstanding, shall be transferred to the general fund of the District, to be applied solely in a manner which is consistent with the requirements of applicable state and federal tax law.

Not a County Obligation

No part of any fund or account of the County is pledged or obligated to the payment of the Bonds. The Bonds are payable solely from the proceeds of an *ad valorem* tax levied and collected by the County, for the payment by the District of principal of and interest on the Bonds. Although the County is obligated to collect the *ad valorem* tax for the payment of the Bonds, the Bonds are not a debt (or a pledge of the full faith and credit) of the County.

PROPERTY TAXATION

Property Tax Collection Procedures

Generally. In the State, property which is subject to *ad valorem* taxes is classified as "secured" or "unsecured." The "secured roll" is that part of the assessment roll containing (1) state assessed public utilities' property and (2) property the taxes on which are a lien on real property sufficient, in the opinion of the county assessor, to secure payment of the taxes. A tax levied on unsecured property does not become a lien against such unsecured property, but may become a lien on certain other property owned by the taxpayer. Every tax which becomes a lien on secured property has priority over all other liens arising pursuant to State law on such secured property, regardless of the time of the creation of the other liens. Secured and unsecured property are entered separately on the assessment roll maintained by the county assessor. The method of collecting delinquent taxes is substantially different for the two classifications of property.

Property taxes on the secured roll are due in two installments, on November 1 and February 1 of each fiscal year. If unpaid, such taxes become delinquent after December 10 and April 10, respectively, and a 10% penalty attaches to any delinquent payment. In addition, property on the secured roll with respect to which taxes are delinquent is declared tax defaulted on or about June 30 of the fiscal year. Such property may thereafter be redeemed by payment of the delinquent taxes and a delinquency penalty, plus a redemption penalty of 1-1/2% per month to the time of redemption. If taxes are unpaid for a period of five years or more, the property is subject to sale by the county in which the property is located.

Property taxes are levied for each fiscal year on taxable real and personal property situated in the taxing jurisdiction as of the preceding January 1. A bill enacted in 1983, Senate Bill 813 (Statutes of 1983, Chapter 498), however, provided for the supplemental assessment and taxation of property as of the occurrence of a change of ownership or completion of new construction. Thus, this legislation eliminated delays in the realization of increased property taxes from new assessments. As amended, Senate Bill 813 provided increased revenue to taxing jurisdictions to the extent that supplemental assessments of new construction or changes of ownership occur subsequent to the January 1 lien date and result in increased assessed value.

Property taxes on the unsecured roll are due on the January 1 lien date and become delinquent if unpaid on the following August 31. A 10% penalty is also attached to delinquent taxes in respect of property on the unsecured roll, and further, an additional penalty of 1-1/2% per month accrues with respect to such taxes beginning the first day of the third month following the delinquency date. The taxing authority has four ways of collecting unsecured personal property taxes: (1) a civil action against the taxpayer; (2) filing a certificate in the office of the local superior court clerk specifying certain facts in order to obtain a judgment lien on certain property of the taxpayer; (3) filing a certificate of delinquency for record in the county recorder's office, in order to obtain a lien on certain property of the taxpayer; and (4) seizure and sale of personal property, improvements or possessory interests belonging or assessed to the assessee. The exclusive means of enforcing the payment of delinquent taxes in respect of property on the secured roll is the sale of the property securing the taxes for the amount of taxes which are delinquent.

Disclaimer Regarding Property Tax Collection Procedures. The property tax collection procedures described above are subject to amendment based on legislation or executive order which may be enacted by the State legislature or declared by the Governor from time to time. The District cannot predict whether future amendments or orders will occur, and what impact, if any, said future amendments or orders could have on the procedures relating to the levy and collection of property taxes, and related interest and penalties.

Taxation of State-Assessed Utility Property

The State Constitution provides that most classes of property owned or used by regulated utilities be assessed by the State Board of Equalization ("**SBE**") and taxed locally. Property valued by the SBE as an operating unit in a primary function of the utility taxpayer is known as "unitary property", a concept designed to permit assessment of the utility as a going concern rather than assessment of each individual element of real and personal property owned by the utility taxpayer. State-assessed unitary and "operating nonunitary" property (which excludes nonunitary property of regulated railways) is allocated to the counties based on the situs of the various components of the unitary property. Except for unitary property of regulated railways and certain other excepted property, all unitary and operating nonunitary property is taxed at special county-wide rates and tax proceeds are distributed to taxing jurisdictions according to statutory formulae generally based on the distribution of taxes in the prior year.

Historic Assessed Valuations

General. The assessed valuation of property in the District is established by the Assessor of the County, except for public utility property which is assessed by the State Board of Equalization, as described above. Assessed valuations are reported at 100% of the "full value" of the property, as defined in Article XIIIA of the California Constitution. For a discussion of how properties currently are assessed, see Appendix A under the heading "CONSTITUTIONAL AND STATUTORY PROVISIONS AFFECTING DISTRICT REVENUES AND APPROPRIATIONS." Certain classes of property, such as churches, colleges, not-for-profit hospitals, and charitable institutions, are exempt from property taxation and do not appear on the tax rolls. The following table sets forth historical assessed value in the District.

SANGER UNIFIED SCHOOL DISTRICT
Assessed Valuations of All Taxable Property
Fiscal Years 2007-08 to 2026-27

Fiscal Year	Local Secured	Utility	Unsecured	Total	% Change
2007-08	$3,096,591,106	$963,681	$68,313,507	$3,165,868,294	--%
2008-09	3,158,655,179	963,681	101,531,813	3,261,150,673	3.0
2009-10	2,900,824,712	903,281	94,694,438	2,996,422,431	-8.1
2010-11	2,908,967,895	903,281	101,951,945	3,011,823,121	0.5
2011-12	2,889,000,813	446,247	102,094,768	2,991,541,828	-0.7
2012-13	2,935,402,381	446,247	106,977,107	3,042,825,735	1.7
2013-14	3,061,947,696	446,247	110,497,470	3,172,891,413	4.3
2014-15	3,230,396,305	446,247	97,556,456	3,328,399,008	4.9
2015-16	3,405,010,047	402,402	87,368,926	3,492,781,375	4.9
2016-17	3,674,098,162	402,402	130,094,093	3,804,594,657	8.9
2017-18	3,864,009,597	402,402	128,841,177	3,993,253,176	5.0
2018-19	4,094,122,145	402,402	135,955,009	4,230,479,556	5.9
2019-20	4,362,734,936	648,959	144,545,626	4,507,929,521	6.6
2020-21	4,566,301,680	641,909	137,565,018	4,704,508,607	4.4
2021-22	4,905,375,014	641,909	131,240,025	5,037,256,948	7.1
2022-23	5,342,027,331	641,909	154,312,552	5,496,981,792	9.1
2023-24	5,671,994,273	704,813	164,384,547	5,837,083,633	6.2
2024-25	5,967,038,278	704,813	190,363,267	6,158,106,358	5.5
2025-26	6,630,893,588	704,813	231,445,176	6,863,043,577	11.4
2026-27*	7,053,655,620	702,668	199,178,520	7,253,536,808	5.7

** Preliminary.*
Source: California Municipal Statistics, Inc.; preliminary assessed value for fiscal year 2026-27 provided by the County.

Factors and Risks Relating to Increases/Decreases in Assessed Value. Economic Conditions; Natural or Manmade Disasters. As indicated in the previous table, assessed valuations are subject to change in each year. Increases or decreases in assessed valuation result from a variety of factors. These include and are not limited to general economic conditions, supply and demand for real property in the area, government regulations such as zoning, and man-made or natural disasters.

Risks of natural disasters include and are not limited to earthquakes, fires/wildfires, floods, drought, mudslides and the consequences of climate change such as heat waves and excessive heat, severe and extreme rain storms, droughts, sea level rise, tsunamis and floods, as well as the outbreak of disease or pandemics such as the COVID-19 pandemic of 2020, which could have a negative impact on assessed values. These events could occur in the County and the District and could impact economic conditions in the region as well as local assessed valuations.

The territory of the District is not currently located in a fire hazard severity zone as specified by CAL Fire although wildfires could occur in and in the vicinity of the District. With respect to floods, portions of the territory of the District are and surrounding territories are located in "Special Flood Hazard Areas" as designated by FEMA. There are several earthquake fault lines in the State including in the vicinity of the District.

Reductions in assessed valuations will result in a corresponding increase in tax rates levied by the County for repayment of bonds secured by *ad valorem* property taxes.

Future Conditions and Disasters Cannot be Predicted. The District cannot predict or make any representations regarding the effects that any natural or manmade disasters, including health disasters, and the effects of climate change, and related conditions have or may have on the value of taxable property within the District, or to what extent the effects said disasters might have on economic activity in the District or throughout the State.

For a description of the assessed value appeal process in the State and related legislation, see also "-Reassessment and Appeals of Assessed Values" below.

Bonding Capacity. As a unified school district, the District may issue bonds in an amount up to 2.50% of the assessed valuation of taxable property within its boundaries. On July 10, 2025, the State Department of Education granted a waiver of this capacity up to 5.97% for the District. The District's gross bonding capacity (also commonly referred to as the "bonding limit" or "debt limit") based on its preliminary total assessed value for fiscal year 2026-27 is approximately $433.0 million and its net bonding capacity is approximately $171.6 million (which takes into account the District's current outstanding general obligation bonded debt, before the issuance of the Bonds). Refunding bonds may be issued without regard to this limitation; however, once issued, the outstanding principal of any refunding bonds is included when calculating the District's bonding capacity.

Assessed Value by Jurisdiction

The following table shows recent assessed value by jurisdiction in the District.

SANGER UNIFIED SCHOOL DISTRICT
Assessed Value by Jurisdiction
Fiscal Year 2025-26

Jurisdiction:	Assessed Valuation in District	% of District	Assessed Valuation of Jurisdiction	% of Jurisdiction in District
City of Clovis	$ 285,084,594	4.15%	$17,576,510,456	1.62%
City of Fresno	1,549,221,612	22.57	$55,184,929,877	2.81%
City of Sanger	1,912,093,663	27.86	$1,912,214,202	99.99%
Unincorporated Fresno County	3,116,643,708	45.41	$32,962,114,797	9.46%
Total District	$6,863,043,577	100.00%		
Fresno County	$6,863,043,577	100.00%	$118,251,729,780	5.80%

(1) Local secured assessed valuation; excluding tax-exempt property.
Source: California Municipal Statistics, Inc.

Parcels by Land Use

The following table shows a recent breakdown of local secured property assessed value and parcels within the District by land use.

SANGER UNIFIED SCHOOL DISTRICT
Local Secured Property Assessed Valuation and Parcels by Land Use
Fiscal Year 2025-26

Non-Residential:	2025-26 Assessed Valuation(1)	% of Total	No. of Parcels	% of Total
Agricultural	$1,179,063,008	17.78%	2,322	12.29%
Commercial	232,775,999	3.51	375	1.99
Vacant Commercial	14,192,085	0.21	76	0.40
Industrial	489,563,205	7.38	156	0.83
Vacant Industrial	7,771,838	0.12	50	0.26
Government/Social/Institutional	2,448,133	0.04	34	0.18
Miscellaneous	3,010,256	0.05	60	0.32
Subtotal Non-Residential	$1,928,824,524	29.09%	3,073	16.27%
Residential:				
Single Family Residence	$4,338,383,409	65.43%	13,833	73.24%
Condominium/Townhouse	2,694,174	0.04	71	0.38
Mobile Home	15,255,086	0.23	245	1.30
Mobile Home Park	5,135,867	0.08	6	0.03
2-4 Residential Units	46,299,915	0.70	185	0.98
5+ Residential Units/Apartments	57,601,957	0.87	32	0.17
Vacant Residential	236,698,656	3.57	1,442	7.63
Subtotal Residential	$4,702,069,064	70.91%	15,814	83.73%
Total	$6,630,893,588	100.00%	18,887	100.00%

(1) Local secured assessed valuation; excluding tax-exempt property.
Source: California Municipal Statistics, Inc.

Per Parcel Assessed Valuation of Single-Family Homes

The following table sets forth the recent per-parcel assessed valuation of single-family homes in the District, including the median and mean assessed valuation per parcel.

SANGER UNIFIED SCHOOL DISTRICT
Per Parcel Assessed Valuation of Single-Family Homes
Fiscal Year 2025-26

	No. of Parcels	2025-26 Assessed Valuation	Average Assessed Valuation	Median Assessed Valuation
Single Family Residential	13,833	$4,338,383,409	$313,626	$298,239

2025-26 Assessed Valuation	No. of Parcels [1]	% of Total	Cumulative % of Total	Total Valuation	% of Total	Cumulative % of Total
$0 - $24,999	31	0.224%	0.224%	$ 540,073	0.012%	0.012%
$25,000 -$49,999	190	1.374	1.598	7,807,618	0.180	0.192
$50,000 - $74,999	304	2.198	3.795	19,118,527	0.441	0.633
$75,000 - $99,999	355	2.566	6.362	31,254,682	0.720	1.354
$100,000 - $124,999	549	3.969	10.330	62,132,411	1.432	2.786
$125,000 - $149,999	699	5.053	15.384	96,642,137	2.228	5.013
$150,000 - $174,999	687	4.966	20.350	111,541,322	2.571	7.584
$175,000 - $199,999	739	5.342	25.692	138,812,524	3.200	10.784
$200,000 - $224,999	764	5.523	31.215	162,346,842	3.742	14.526
$225,000 - $249,999	801	5.791	37.006	190,679,917	4.395	18.921
$250,000 - $274,999	909	6.571	43.577	238,325,053	5.493	24.415
$275,000 - $299,999	936	6.766	50.343	269,186,939	6.205	30.619
$300,000 - $324,999	1,002	7.244	57.587	313,201,262	7.219	37.839
$325,000 - $349,999	977	7.063	64.650	329,696,868	7.600	45.438
$350,000 - $374,999	778	5.624	70.274	281,834,985	6.496	51.935
$375,000 - $399,999	631	4.562	74.836	244,435,070	5.634	57.569
$400,000 - $424,999	638	4.612	79.448	263,050,360	6.063	63.632
$425,000 - $449,999	518	3.745	83.192	226,202,635	5.214	68.846
$450,000 - $474,999	474	3.427	86.619	218,711,592	5.041	73.887
$475,000 - $499,999	392	2.834	89.453	191,159,168	4.406	78.294
$500,000 and greater	1,459	10.547	100.000	941,703,424	21.706	100.000
	13,833	100.000%		$4,338,383,409	100.000%	

(1) Improved single family residential parcels. Excludes condominiums and parcels with multiple family units.
Source: California Municipal Statistics, Inc.

Reassessments and Appeals of Assessed Value

Reassessment or appeals of assessed values could result in reductions in the District's total assessed value and as such, adversely impact the amount of property tax revenues generated within the District, and increase tax rates for property taxes securing general obligation bond indebtedness.

Appeals of assessed values may be based on Proposition 8 of November 1978, which requires that for each January 1 lien date, the taxable value of real property must be the lesser of its base year value, annually adjusted by the inflation factor pursuant to Article XIIIA of the State Constitution, or its full cash value, taking into account reductions in value due to damage, destruction, depreciation, obsolescence, removal of property or other factors causing a decline in value. See "CONSTITUTIONAL AND STATUTORY PROVISIONS AFFECTING DISTRICT REVENUES AND APPROPRIATIONS – Article XIIIA of the California Constitution" in APPENDIX A.

Under California law, property owners may apply for a Proposition 8 reduction of their property tax assessment by filing a written application, in form prescribed by the State Board of Equalization, with the County board of equalization or assessment appeals board. In most cases, the appeal is filed because the applicant believes that present market conditions (such as residential home prices) cause the property to be worth less than its current assessed value. Proposition 8 reductions may also be unilaterally applied by the County Assessor.

Any reduction in the assessment ultimately granted as a result of such appeal applies to the year for which application is made and during which the written application was filed. These reductions are subject to yearly reappraisals and are adjusted back to their original values when market conditions improve. Once the property has regained its prior value, adjusted for inflation, it once again is subject to the annual inflationary factor growth rate allowed under Article XIIIA.

A second type of assessment appeal involves a challenge to the base year value of an assessed property. Appeals for reduction in the base year value of an assessment, if successful, reduce the assessment for the year in which the appeal is taken and prospectively thereafter. The base year is determined by the completion date of new construction or the date of change of ownership. Any base year appeal must be made within four years of the change of ownership or new construction date.

The District cannot predict the changes in assessed values that might result from pending or future appeals by taxpayers, or blanket reassessments initiated by the County Assessor. See above disclosure under the heading "-Factors and Risks Relating to Increases/Decreases in Assessed Value*."* Any reduction in aggregate District assessed valuation due to appeals, as with any reduction in assessed valuation due to other causes, will cause the tax rate levied to repay the Bonds to increase accordingly, so that the fixed debt service on the Bonds (and other outstanding general obligation bonds) may be paid.

Teeter Plan; Property Tax Collections

The Board of Supervisors of the County has adopted the Alternative Method of Distribution of Tax Levies and Collections and of Tax Sale Proceeds (the **"Teeter Plan"**), as provided for in Section 4701 *et seq.* of the California Revenue and Taxation Code. Under the Teeter Plan, each entity levying property taxes in the County may draw on the amount of uncollected secured taxes credited to its fund, in the same manner as if the amount credited had been collected. The District participates in the Teeter Plan, and thus receives 100% of secured property taxes levied in exchange for foregoing any interest and penalties collected on delinquent taxes.

So long as the Teeter Plan remains in effect, the District's receipt of revenues with respect to the levy of *ad valorem* property taxes will not be dependent upon actual collections of the *ad valorem* property taxes by the County. However, under the statute creating the Teeter Plan, the Board of Supervisors can under certain circumstances terminate the Teeter Plan in part or in its entirety with respect to the entire County and, in addition, the Board of Supervisors can terminate the Teeter Plan with respect to the District if the delinquency rate for all *ad valorem* property taxes levied within the District in any year exceeds 3%. In the event that the Teeter Plan were terminated, the amount of the levy of *ad valorem* property taxes in the District would depend upon the collections of the *ad valorem* property taxes and delinquency rates experienced with respect to the parcels within the District.

The current practice of the County under the Teeter Plan is to pay the District 100% of the *ad valorem* taxes payable annually to the District in connection with general obligation bond indebtedness and to retain any penalties or delinquencies collected to offset such gross payment.

However, the District cannot predict the impact, if any, that changes or modifications to property tax collection procedures might have on the County's Teeter Plan.

Finally, the ability of the County to maintain the Teeter Plan may depend on its financial resources and may be affected by future property tax delinquencies. Property tax delinquencies may be impacted by economic and other factors beyond the District's or the County's control, including the ability or willingness of property owners to pay property taxes during an economic recession or depression. An economic recession or depression could be caused by many factors outside the control of the District, including high interest rates, reduced consumer confidence, reduced real wages or reduced economic activity as a result of the spread of COVID-19 or other outbreak of disease or natural or manmade disaster.

The following table shows secured tax charges and delinquencies for secured property in the District for property within the District for fiscal years 2019-20 through 2024-25 without regard to the Teeter Plan.

SANGER UNIFIED SCHOOL DISTRICT
Secured Tax Charges and Delinquencies
Fiscal Years 2019-20 through 2024-25

Fiscal Year	Secured Tax Charge (1)	Amount Delinquent June 30	Percent Delinquent June 30
2019-20	$59,121,499	$939,924	1.59%
2020-21	62,323,443	908,403	1.46
2021-22	67,542,959	948,290	1.40
2022-23	72,633,293	2,209,363	3.04
2023-24	77,590,217	1,361,338	1.76
2024-25	81,032,528	1,597,660	1.97

(1) All taxes collected by the County on property in the District.
Source: California Municipal Statistics, Inc.

There can be no assurances that the County will continue the Teeter Plan in the future, or that the County will not discontinue the Teeter Plan or remove the District from the Teeter Plan in the future.

Tax Rates

The table below summarizes the total *ad valorem* tax rates levied by all taxing entities for property in the District which lies in Tax Rate Area 9-000 (which is located entirely in the City of Sanger) during fiscal years 2021-22 through 2025-26.

SANGER UNIFIED SCHOOL DISTRICT
Typical Tax Rates
(TRA 9-000) [(1)]
Dollars per $100 of Assessed Valuation
Fiscal Years 2021-22 through 2025-26

	2021-22	2022-23	2023-24	2024-25	2025-26
General Tax Rate	$1.000000	$1.000000	$1.000000	$1.000000	$1.000000
Sanger Unified School District	.226592	.201754	.203878	.195732	.238094
State Center Community College District	.018088	.028470	.020920	.020406	.020034
Total Tax Rate	$1.244680	$1.230224	$1.224798	$1.216138	$1.258128

(1) 2025-26 assessed valuation of TRA 9-000 is $755,627,582 which is 11.01% of the District's total assessed valuation.
Source: California Municipal Statistics, Inc.

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Top 20 Property Owners

The 20 taxpayers in the District with the greatest combined assessed valuation of taxable property on the most recent tax roll, and the assessed valuations thereof, are shown below.

The more property (by assessed value) which is owned by a single taxpayer in the District, the greater amount of tax collections are exposed to weaknesses in the taxpayer's financial situation and ability or willingness to pay property taxes. Each taxpayer listed below is a unique name listed on the tax rolls. The District cannot determine from County assessment records whether individual persons, corporations or other organizations are liable for tax payments with respect to multiple properties held in various names that in aggregate may be larger than is suggested by the table below.

SANGER UNIFIED SCHOOL DISTRICT
Top 20 Secured Property Taxpayers
Fiscal Year 2025-26

	Property Owner	Primary Land Use	2025-26 Assessed Valuation	% of Total (1)
1.	Del Ray Juice Company LLC	Food Processing	$100,639,953	1.52%
2.	Sanger Poultry LLC	Food Processing	86,372,679	1.30
3.	Brifo Land LLC	Agricultural	63,202,582	0.95
4.	POM Wonderful LLC	Food Processing	56,615,086	0.85
5.	H&R Land LLC	Agricultural	37,671,451	0.57
6.	Bels Poultry LLC	Food Processing	35,031,613	0.53
7.	David Hussain Trust	Apartments	31,889,480	0.48
8.	Algonquin Power Sanger LLC	Industrial	28,699,566	0.43
9.	International Paper Company	Industrial	26,630,162	0.40
10.	Harris Farms Inc.	Agricultural	25,978,632	0.39
11.	G4 Properties Ltd.	Agricultural	24,802,212	0.37
12.	Lennar Homes of California Inc.	Residential Development	20,901,138	0.32
13.	Del Rey Pomegranate Company LLC	Industrial	18,317,484	0.28
14.	Parga Partners LP	Agricultural	16,841,777	0.25
15.	Wesclo LP	Public Storage	16,621,904	0.25
16.	Hazelton Farms Inc.	Agricultural	14,578,712	0.22
17.	Wal-Mart Real Estate Business Trust	Commercial	13,587,824	0.20
18.	D&D Land Co LLC	Agricultural	12,738,945	0.19
19.	KB Home South Bay Inc.	Residential Development	11,510,975	0.17
20.	G4 Enterprises Ltd.	Agricultural	10,241,313	0.15
			$652,873,488	9.85%

(1) 2025-26 Local Secured Assessed Valuation: $6,630,893,588
Source: California Municipal Statistics, Inc.

Direct and Overlapping Debt Obligations

Set forth below is a direct and overlapping debt report (the "**Debt Report**") prepared by California Municipal Statistics, Inc. and dated as of August 1, 2026. The Debt Report is included for general information purposes only. The District has not reviewed the Debt Report for completeness or accuracy and makes no representation in connection therewith.

The Debt Report generally includes long-term obligations sold in the public credit markets by public agencies whose boundaries overlap the boundaries of the District in whole or in part. Such long-term obligations generally are not payable from revenues of the District (except as indicated) nor are they necessarily obligations secured by land within the District. In many cases, long-term obligations issued by a public agency are payable only from the general fund or other revenues of such public agency.

SANGER UNIFIED SCHOOL DISTRICT
Statement of Direct and Overlapping Bonded Debt
Dated as of August 1, 2026

2025-26 Assessed Valuation: $6,863,043,577

DIRECT AND OVERLAPPING TAX AND ASSESSMENT DEBT:	**% Applicable**	**Debt 8/1/26**
State Center Community College District	5.267%	$ 21,575,739
Sanger Unified School District	**100.000**	**261,484,481**(1)
Fresno County Assessment District No. 282	100.000	765,000
TOTAL DIRECT AND OVERLAPPING TAX AND ASSESSMENT DEBT		$283,825,220
DIRECT AND OVERLAPPING GENERAL FUND DEBT:		
Fresno County General Fund Obligations	5.804%	$ 758,873
Fresno County Pension Obligation Bonds	5.804	9,012,090
Sanger Unified School District General Fund Obligations	**100.000**	**116,750,896**(2)
City of Clovis General Fund Obligations	1.622	215,420
City of Fresno General Fund	2.807	5,075,599
City of Fresno Pension Obligation Bonds	2.807	1,202,519
City of Sanger General Fund Obligations	99.994	7,929,524
Clovis Veterans Memorial District General Fund Obligations	0.016	555
TOTAL DIRECT AND OVERLAPPING GENERAL FUND DEBT		$140,945,476
COMBINED TOTAL DEBT		**$424,770,696**(3)

Ratios to 2025-26 Assessed Valuation:
Direct Debt ($261,484,481) 3.81%
Total Direct and Overlapping Tax and Assessment Debt . 4.14%
Combined Direct Debt ($378,235,377)......................... 5.51%
Combined Total Debt 6.19%

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(1) Excludes the Bonds to be sold. Includes the Refunded Bonds.
(2) For purposes of this Official Statement, includes the Refunded Certificates to be prepaid with the proceeds of the Series 2020C Bonds.
(3) Excludes tax and revenue anticipation notes, enterprise revenue, mortgage revenue and non-bonded capital lease obligations.
Source: California Municipal Statistics, Inc.

BOND INSURANCE

The following information has been furnished by the Bond Insurer for use in this Official Statement. No representation is made as to the accuracy or completeness of this information, or the absence of material adverse changes therein at any time subsequent to the date hereof. Reference is made to APPENDIX I for a specimen of the Policy.

Bond Insurance Policy

Concurrently with the issuance of the Bonds, Build America Mutual Assurance Company ("BAM") will issue its Municipal Bond Insurance Policy for the Bonds (the "Policy"). The Policy guarantees the scheduled payment of principal of and interest on the Bonds when due as set forth in the form of the Policy included as an exhibit to this Official Statement.

The Policy is not covered by any insurance security or guaranty fund established under New York, California, Connecticut or Florida insurance law.

Build America Mutual Assurance Company

BAM is a New York domiciled mutual insurance corporation and is licensed to conduct financial guaranty insurance business in all fifty states of the United States and the District of Columbia. BAM provides credit enhancement products to issuers in the U.S. public finance markets. BAM will only insure municipal bonds, as defined in Section 6901 of the New York Insurance Law, which are most often issued by states, political subdivisions, integral parts of states or political subdivisions or entities otherwise eligible for the exclusion of income under section 115 of the U.S. Internal Revenue Code of 1986, as amended. No member of BAM is liable for the obligations of BAM.

The address of the principal executive offices of BAM is: 28 Liberty Street, 59th Floor, New York, New York 10005, its telephone number is: 212-235-2500, and its website is located at: www.bambonds.com.

BAM is licensed and subject to regulation as a financial guaranty insurance corporation under the laws of the State of New York and in particular Articles 41 and 69 of the New York Insurance Law.

BAM's financial strength is rated "AA/Stable" by S&P Global Ratings, a business unit of Standard & Poor's Financial Services LLC ("S&P"). An explanation of the significance of the rating and current reports may be obtained from S&P at https://www.spglobal.com/en/. The rating of BAM should be evaluated independently. The rating reflects S&P's current assessment of the creditworthiness of BAM and its ability to pay claims on its policies of insurance. The above rating is not a recommendation to buy, sell or hold the Bonds, and such rating is subject to revision or withdrawal at any time by S&P, including withdrawal initiated at the request of BAM in its sole discretion. Any downward revision or withdrawal of the above rating may have an adverse effect on the market price of the Bonds. BAM only guarantees scheduled principal and scheduled interest payments payable by the issuer of the Bonds on the date(s) when such amounts were initially scheduled to become due and payable (subject to and in accordance with the terms of the Policy), and BAM does not guarantee the market price or liquidity of the Bonds, nor does it guarantee that the rating on the Bonds will not be revised or withdrawn.

Capitalization of BAM

BAM's total admitted assets, total liabilities, and total capital and surplus, as of March 31, 2026 and as prepared in accordance with statutory accounting practices prescribed or permitted by the New York State Department of Financial Services were $493.3 million, $277.6 million and $215.7 million, respectively.

BAM is party to a first loss reinsurance treaty that provides first loss protection up to a maximum of 15% of the par amount outstanding for each policy issued by BAM, subject to certain limitations and restrictions.

BAM's most recent Statutory Annual Statement, which has been filed with the New York State Insurance Department and posted on BAM's website at www.bambonds.com, is incorporated herein by reference and may be obtained, without charge, upon request to BAM at its address provided above (Attention: Finance Department). Future financial statements will similarly be made available when published.

BAM makes no representation regarding the Bonds or the advisability of investing in the Bonds. In addition, BAM has not independently verified, makes no representation regarding, and does not accept any responsibility for the accuracy or completeness of this Official Statement or any information or disclosure contained herein, or omitted herefrom, other than with respect to the accuracy of the information regarding BAM, supplied by BAM and presented under the heading "BOND INSURANCE".

Additional Information Available from BAM

Credit Insights Videos. For certain BAM-insured issues, BAM produces and posts a brief Credit Insights video that provides a discussion of the obligor and some of the key factors BAM's analysts and credit committee considered when approving the credit for insurance. The Credit Insights videos are easily accessible on BAM's website at https://bambonds.com/insights/#video. (The preceding website address is provided for convenience of reference only. Information available at such address is not incorporated herein by reference.)

Credit Profiles. Prior to the pricing of bonds that BAM has been selected to insure, BAM may prepare a pre-sale Credit Profile for those bonds. These pre-sale Credit Profiles provide information about the sector designation (e.g. general obligation, sales tax); a preliminary summary of financial information and key ratios; and demographic and economic data relevant to the obligor, if available. Subsequent to closing, for any offering that includes bonds insured by BAM, any pre-sale Credit Profile will be updated and superseded by a final Credit Profile to include information about the gross par insured by CUSIP, maturity and coupon. BAM pre-sale and final Credit Profiles are easily accessible on BAM's website at https://bambonds.com/credit-profiles. BAM will produce a Credit Profile for all bonds insured by BAM, whether or not a pre-sale Credit Profile has been prepared for such bonds. (The preceding website address is provided for convenience of reference only. Information available at such address is not incorporated herein by reference.)

Disclaimers. The Credit Profiles and the Credit Insights videos and the information contained therein are not recommendations to purchase, hold or sell securities or to make any investment decisions. Credit-related and other analyses and statements in the Credit Profiles and the Credit Insights videos are statements of opinion as of the date expressed, and BAM assumes no responsibility to update the content of such material. The Credit Profiles and Credit Insight videos are prepared by BAM; they have not been reviewed or approved by the issuer of or the underwriter for the Bonds, and the issuer and underwriter assume no responsibility for their content.

BAM receives compensation (an insurance premium) for the insurance that it is providing with respect to the Bonds. Neither BAM nor any affiliate of BAM has purchased, or committed to purchase, any of the Bonds, whether at the initial offering or otherwise.

TAX MATTERS

Tax Exemption

Federal Tax Status. In the opinion of Jones Hall LLP, San Mateo, California, Bond Counsel, subject, however to the qualifications set forth below, under existing law, the interest on the Bonds is excluded from gross income for federal income tax purposes and such interest is not an item of tax preference for purposes of the federal alternative minimum tax. Interest on the Bonds may be subject to the corporate alternative minimum tax.

The opinions set forth in the preceding paragraph are subject to the condition that the District comply with all requirements of the Internal Revenue Code of 1986, as amended (the "**Tax Code**") that must be satisfied subsequent to the issuance of the Bonds in order that the interest thereon be, and continue to be, excludable from gross income for federal income tax purposes. The District has made certain representations and covenants in order to comply with each such requirement. Inaccuracy of those representations, or failure to comply with certain of those covenants, may cause the inclusion of such interest in gross income for federal income tax purposes, which may be retroactive to the date of issuance of the Bonds.

Tax Treatment of Original Issue Discount and Premium. If the initial offering price to the public at which a Bond is sold is less than the amount payable at maturity thereof, then such difference constitutes "original issue discount" for purposes of federal income taxes and State personal income taxes. If the initial offering price to the public at which a Bond is sold is greater than the amount payable at maturity thereof, then such difference constitutes "original issue premium" for purposes of federal income taxes and State personal income taxes. *De minimis* original issue discount and original issue premium are disregarded.

Under the Tax Code, original issue discount is treated as interest excluded from federal gross income and exempt from State personal income taxes to the extent properly allocable to each owner thereof subject to the limitations described in the first paragraph of this section. The original issue discount accrues over the term to maturity of the Bond on the basis of a constant interest rate compounded on each interest or principal payment date (with straight-line interpolations between compounding dates). The amount of original issue discount accruing during each period is added to the adjusted basis of such Bonds to determine taxable gain upon disposition (including sale, redemption (if applicable), or payment on maturity) of such Bond. The Tax Code contains certain provisions relating to the accrual of original issue discount in the case of purchasers of the Bonds who purchase the Bonds after the initial offering of a substantial amount of such maturity. Owners of such Bonds should consult their own tax advisors with respect to the tax consequences of ownership of Bonds with original issue discount, including the treatment of purchasers who do not purchase in the original offering to the public at the first price at which a substantial amount of such Bond is sold to the public.

Under the Tax Code, original issue premium is amortized on an annual basis over the term of the Bond (said term being the shorter of its maturity date or its call date). The amount of original issue premium amortized each year reduces the adjusted basis of the owner of the Bond for purposes of determining taxable gain or loss upon disposition. The amount of original issue premium on a Bond is amortized each year over the term to maturity of the Bond on the basis of a constant interest rate compounded on each interest or principal payment date (with straight-line interpolations between compounding dates). Amortized premium is not deductible for federal income tax purposes. Owners of premium Bonds, including purchasers who do not purchase in the original offering, should consult their own tax advisors with respect to State personal income tax and federal income tax consequences of owning such Bond.

State Tax Status - The Bonds. In the further opinion of Bond Counsel, interest on the Bonds described herein is exempt from State personal income taxes.

Other Tax Considerations

Current and future legislative proposals, if enacted into law, clarification of the Tax Code or court decisions may cause interest on the Bonds to be subject, directly or indirectly, and as may be applicable, to federal income taxation or to be subject to or exempted from state income taxation or otherwise prevent beneficial owners from realizing the full current benefit of the tax status of such interest. The introduction or enactment of any such legislative proposals, clarification of the Tax Code, if applicable, or court decisions may also affect the market price for, or marketability of, the Bonds. It cannot be predicted whether or in what form any such proposal might be enacted or whether, if enacted, such legislation would apply to bonds issued prior to enactment.

The opinions expressed by Bond Counsel are based upon existing legislation and regulations as interpreted by relevant judicial and regulatory authorities as of the date of such opinion, and Bond Counsel has expressed no opinion with respect to any proposed legislation or as to the tax treatment of interest on the Bonds, or as to the consequences of owning or receiving interest on the Bonds, as of any future date. Prospective purchasers of the Bonds should consult their own tax advisors regarding any pending or proposed federal or state tax legislation, regulations or litigation, as to which Bond Counsel expresses no opinion.

Owners of the Bonds should also be aware that the ownership or disposition of, or the accrual or receipt of interest on, the Bonds may have federal or state tax consequences, as may be applicable, other than as described above. Other than as expressly described above, Bond Counsel expresses no opinion regarding other federal or state tax consequences arising with respect to the Bonds, the ownership, sale or disposition of the Bonds, or the amount, accrual or receipt of interest on the Bonds.

Forms of Opinions

Copies of the proposed forms of opinions of Bond Counsel are attached hereto as Appendix D.

CERTAIN LEGAL MATTERS

Legality for Investment

Under provisions of the California Financial Code, the Bonds are legal investments for commercial banks in the State to the extent that the Bonds, in the informed opinion of the bank, are prudent for the investment of funds of depositors, and under provisions of the California Government Code, the Bonds are eligible to secure deposits of public moneys in the State.

Absence of Material Litigation

Absence of Pending or Threatened Litigation Relating to the Bonds. No litigation is pending or threatened, nor is any audit or investigation premised on any assertion, concerning or contesting the validity of the Bonds or the District's ability to receive *ad valorem* property taxes and to collect other revenues, or contesting the District's ability to issue and retire the Bonds. The District is not aware of any litigation pending or threatened, nor is any audit or investigation premised on any assertion, questioning the political existence of the District or contesting the title to their offices of District officers who will execute the Bonds or District officials who will sign certifications relating to the Bonds, or the powers of those offices. A certificate (or certificates) to that effect will be furnished to the Underwriter (defined herein) at the time of the original delivery of the Bonds.

Absence of Material Litigation. The District is subject to lawsuits and claims that arise in the regular course of operating a public school district. In the opinion of the District, the aggregate amount of uninsured liabilities of the District under existing lawsuits and claims will not materially affect the financial position or operations of the District. The District maintains property and liability coverage and workers' compensation coverage. For more information on the District's insurance coverages, see APPENDIX A under the heading "GENERAL DISTRICT INFORMATION – Risk Management; Insurance; JPA."

The District has been named as defendant in one case, pursuant to Assembly Bill 218 (effective January 1, 2020), which extended the statute of limitations on certain lawsuits based on past childhood sexual abuse, including cases against school districts resulting from abuse by educators or public-school staff. An insurance policy has been traced to the case and coverage is expected up to insured limits. The District cannot predict the outcome of the pending legal proceedings, however, if there is liability, the District does not anticipate that there will be a material adverse impact on District finances. It is noted that notwithstanding this potential liability, the Bonds described herein are secured by *ad valorem* tax collections and not the District's general fund. See "SECURITY FOR THE BONDS" herein.

Compensation of Certain Professionals

Payment of the fees and expenses of Jones Hall LLP, San Mateo, California, as Bond Counsel and Disclosure Counsel to the District, Keygent LLC, El Segundo, California, as municipal advisor to the District (the **"Municipal Advisor"**), and Kutak Rock LLP, Denver, Colorado, as Underwriter's Counsel, is contingent upon issuance of the Bonds.

CYBER RISKS

The District, like other public and private entities, relies on computer and other digital networks and systems to conduct its operations. As a recipient and provider of personal, private or other electronic sensitive information, the District may be the subject of cyber threats including, but not limited to, hacking, viruses, malware and other attacks on computer and other sensitive digital networks and systems. Entities or individuals may attempt to gain unauthorized remote access to the District's systems for the purposes of misappropriating assets or information or causing operational disruption or damage, or demanding ransom for restored access to files or information. The District's e-mail users may also be sent false e-mails by fraudsters and imposters for the purpose of obtaining District funds or other assets.

The District has not had a major cyber breach to its systems at any time in the preceding five year period. In order to minimize cyber risks, the District has undertaken the following steps: annual employee training on cyber security awareness, system inventories with follow up with needed patches or updates, anti-virus software running on all systems, and off-site back-ups which are tested for restoration. In addition, the District is in the process of developing a documented business continuity plan. Further, the District is a member of the Alliant Property Insurance Program and its coverage includes core coverage for cyber incidents. No assurance can be given that the District's current efforts to manage cyber threats and security will, in all cases, be successful. The District cannot predict what future cyber security events may occur and what impact said events could have on its operations or finances.

The District relies on other entities and service providers in the course of operating the District, including the County with respect to the levy and collection of *ad valorem* property taxes, as well as other trustees, fiscal agents and dissemination agents. No assurance can be given that future cyber threats and attacks against other third party entities or service providers will not impact the District and the owners of the Bonds, including the possibility of impacting the timely payments of debt service on the Bonds or timely filings pursuant to the Continuing Disclosure Certificate.

CONTINUING DISCLOSURE

The District will execute a Continuing Disclosure Certificate in connection with the Bonds in the form attached hereto as Appendix E. The District has covenanted therein, for the benefit of holders and beneficial owners of the Bonds to provide certain financial information and operating data relating to the District to the Municipal Securities Rulemaking Board (an **"Annual Report"**) not later than nine months after the end of the District's fiscal year (which currently is June 30), commencing by March 31, 2027 with the report for the 2025-26 Fiscal Year, and to provide notices of the occurrence of certain enumerated events. Such notices will be filed by the District with the Municipal Securities Rulemaking Board. The specific nature of the information to be contained in an Annual Report or the notices of enumerated events is set forth in "APPENDIX E – FORM OF CONTINUING DISCLOSURE CERTIFICATE." These covenants have been made in order to assist the Underwriter in complying with S.E.C. Rule 15c2-12(b)(5) (the **"Rule"**).

The District has existing disclosure undertakings that have been made pursuant to the Rule in connection with the issuance of its outstanding debt. A review has been made of the District's undertakings and filings made in the previous five years. No instances of material non-compliance have been identified.

The District has engaged Keygent LLC to serve as its dissemination agent to assist it with its undertakings, including the undertaking in connection with the Bonds.

Neither the County nor any other entity other than the District shall have any obligation or incur any liability whatsoever with respect to the performance of the District's duties regarding continuing disclosure.

VERIFICATION OF MATHEMATICAL ACCURACY

The Verification Agent, upon delivery of the Refunding Bonds, will deliver a report of the mathematical accuracy of certain computations, contained in schedules provided to them on behalf of the District, relating to the sufficiency of the anticipated amount of proceeds of the Refunding Bonds and other funds available to pay, when due, the principal and interest requirements of the Refunded Bonds, respectively. See "THE FINANCING AND REFINANCING PLAN."

The report of the Verification Agent will include the statement that the scope of their engagement is limited to verifying mathematical accuracy, of the computations contained in such schedules provided to them, and that they have no obligation to update their report because of events occurring, or data or information coming to their attention, subsequent to the date of their report.

RATINGS

S&P Global Ratings, a business unit of Standard & Poor's Financial Services LLC ("**S&P**") is expected to assign its rating of "AA" to the Bonds, based on the understanding that the Bond Insurer will deliver its Policy with respect to the Bonds upon delivery. See "BOND INSURANCE."

In addition, S&P has assigned an underlying rating of "A+" to the Bonds. Such ratings reflect only the views of S&P, and an explanation of the significance of such ratings may be obtained only from S&P. The District has provided certain additional information and materials to S&P (some of which does not appear in this Official Statement if it is not material for the purpose of making an investment decision in the Bonds). There is no assurance that such ratings will continue for any given period of time or that the ratings will not be revised downward or withdrawn entirely by S&P, if in the judgment of S&P, circumstances so warrant. Any such downward revision or withdrawal of such ratings may have an adverse effect on the market price of the Bonds.

UNDERWRITING

The Bonds are being purchased by Stifel, Nicolaus & Company, Incorporated (the "**Underwriter**" or **"Stifel"**). The Underwriter has agreed to purchase the Bonds at the following prices:

Series 2020C Bonds. $_____, which is equal to the initial principal amount of the Series 2020C Bonds of $______, plus net original issue premium of $_______, less an Underwriter's discount of $______.

Series 2024B Bonds. $_____, which is equal to the initial principal amount of the Series 2024B Bonds of $______, plus net original issue premium of $_______, less an Underwriter's discount of $______.

Refunding Bonds. $_____, which is equal to the initial principal amount of the Refunding Bonds of $______, plus net original issue premium of $_______, less an Underwriter's discount of $______.

The purchase contracts relating to the Bonds provide that the Underwriter will purchase all of the Bonds (if any are purchased), and provide that the Underwriter's obligation to purchase is subject to certain terms and conditions, including the approval of certain legal matters by counsel.

The Underwriter may offer and sell Bonds to certain securities dealers and others at prices lower than the offering prices stated on the inside cover page hereof. The offering prices may be changed by the Underwriter.

Stifel and its affiliates comprise a full service financial institution engaged in activities which may include sales and trading, commercial and investment banking, advisory, investment management, investment research, principal investment, hedging, market making, brokerage and other financial and non-financial activities and services. Stifel and its affiliates may have provided, and may in the future provide, a variety of these services to the District and to persons and entities with relationships with the District, for which they received or will receive customary fees and expenses.

In the ordinary course of these business activities, Stifel and its affiliates may purchase, sell or hold a broad array of investments and actively trade securities, derivatives, loans and other financial instruments for their own account and for the accounts of their customers, and such investment and trading activities may involve or relate to assets, securities and/or instruments of the District (directly, as collateral securing other obligations or otherwise) and/or persons and entities with relationships with the District.

Stifel and its affiliates may also communicate independent investment recommendations, market color or trading ideas and/or publish or express independent research views in respect of such assets, securities or instruments and may at any time hold, or recommend to clients that they should acquire such assets, securities and instruments. Such investment and securities activities may involve securities and instruments of the District.

ADDITIONAL INFORMATION

The discussions herein about the Bonds Resolutions, the Escrow Agreements, the Bond Purchase Agreements and the Continuing Disclosure Certificate are brief outlines of certain provisions thereof. Such outlines do not purport to be complete and for full and complete statements of such provisions reference is made to such documents. Copies of these documents mentioned are available from the Municipal Advisor and following delivery of the Bonds will be on file at the offices of the Paying Agent in Los Angeles, California.

References are also made herein to certain documents and reports relating to the District; such references are brief summaries and do not purport to be complete or definitive. Copies of such documents are available upon written request to the District.

Any statements in this Official Statement involving matters of opinion, whether or not expressly so stated, are intended as such and not as representations of fact. This Official Statement is not to be construed as a contract or agreement between the District and the purchasers or Owners of any of the Bonds.

EXECUTION

The execution and delivery of this Official Statement have been duly authorized by the District.

SANGER UNIFIED SCHOOL DISTRICT

By: ______________________________________
Deputy Superintendent, Administrative Services

APPENDIX A

GENERAL AND FINANCIAL INFORMATION
ABOUT THE SANGER UNIFIED SCHOOL DISTRICT

*The information in this and other sections concerning the Sanger Unified School District's (the **"District"**) operations and operating budget is provided as supplementary information only, and it should not be inferred from the inclusion of this information in this Official Statement that the principal of or interest on the Bonds is payable from the General Fund of the District. The Bonds are payable solely from the proceeds of an* ad valorem *tax required to be levied by the County in an amount sufficient for the payment thereof. See "SECURITY FOR THE BONDS" in the front half of the Official Statement.*

GENERAL DISTRICT INFORMATION

General Information

The District was unified in 1965 from the combination of separate school districts located within the current boundaries of the District. The District consists of an area of approximately 180 square miles and a population of approximately 59,326 residents, and encompasses nearly all of the City of Sanger, small portions of the cities of Fresno and Clovis, and adjacent unincorporated portions of the County. The District operates twelve elementary schools, one middle school, two high schools, two dependent charter schools, three alternative schools and an adult school. Nine preschool centers are operated by the District. Average daily attendance (funded) in the District is budgeted for approximately 11,465 students in fiscal year 2026-27.

The District has granted and approved two (dependent) charter schools pursuant to Education Code Section 47605 which continue to operate, being the Quail Lake Environmental Charter School, and the Sanger Academy Charter School. The charter schools are dependent charters and are operated by the District, and their financial activities are presented in the District's audited financial statements in the Charter School Special Revenue Fund. There are no applications for additional charter schools currently pending or being considered by the District Board.

Administration

Board of Trustees. The District is governed by a seven-member Board of Trustees that governs all activities related to public K-12 education. The District is divided into trustee areas, and each trustee area elects its respective Board member for a four-year term of office. Each year, the Board elects its President, Vice President and Clerk from among its own members.

Current members of the Board of Trustees, together with their office and the date their term expires, are listed below.

BOARD OF TRUSTEES
Sanger Unified School District

Name	Position	Term Expires
Peter R. Filippi	President	November 2026
Jesse Solorio	Vice President	November 2026
Celida Garcia Lopez	Clerk	November 2028
Ranetta Bron	Trustee	November 2028
Tang M. Yang	Trustee	November 2028
Ismael Hernandez	Trustee	November 2028
Jesse Vasquez	Trustee	November 2026

Superintendent and Administrative Personnel. The Superintendent of the District is responsible for administering the affairs of the District in accordance with the policies of the Board. The following are brief biographies for key personnel.

Dennis Wiechmann, Ed.D., Superintendent: Dr. Wiechmann was appointed as the District Superintendent by the District Board in April 2023 to commence the position in June 2023. Dr. Weichmann has served the District for over twenty-five years, most recently serving as the District's Assistant Superintendent of Human Resources.

Eduardo Martinez, Deputy Superintendent: Mr. Martinez joined the District in 2003 as an elementary school principal and has served in his current position since 2008. Prior to joining the District, he was employed by Clovis Unified School District and Parlier Unified School District and served in several positions including elementary and middle school teacher, guidance instructional specialist, and Learning Director. He received his Masters degree from California State University, Fresno, in Educational Administration and Supervision and has 30 years of experience in the field of education.

Ryan Kilby, Chief Financial Officer: Mr. Kilby joined the District in 2017 as Director of Support Services and was named Chief Operations Officer in 2018 and Chief Financial Officer in 2023. His previous experience includes over twenty years in operations. He received his Associate of Science degree in Business Administration from Reedley College and obtained his Bachelor's degree and his Master of Business Administration at Southern New Hampshire University, and has obtained a Chief Business Official Certification.

Recent Enrollment and Average Daily Attendance

The following table shows recent enrollment history and average daily attendance ("**ADA**") for the District, including dependent charter schools.

ANNUAL ENROLLMENT
Fiscal Years 2017-18 through 2026-27 (Budgeted)
Sanger Unified School District

School Year	Enrollment†	% Change	Funded ADA	%Change
2017-18	12,102	--%	11,645	--%
2018-19	12,305	1.7	11,916	2.3
2019-20	12,641	2.7	12,155	2.0
2020-21*	12,625	(0.1)	12,155	0.0
2021-22	13,087	3.7	12,112	(0.4)
2022-23	13,188	0.8	12,397	2.4
2023-24	13,250	0.5	12,559	1.3
2024-25	13,313	0.5	12,533	(0.2)
2025-26(1)	13,315	0.0	12,710	1.4
2026-27(2)	13,315	0.0	12,710	0.0

† Includes enrollment at the District's two dependent charter schools.
*The COVID-19 pandemic commenced during the 2019-20 fiscal year in approximately March 2020.
(1) Estimated actuals.
(2) Budgeted.
Source: Sanger Unified School District.

Employee Relations

In fiscal year 2026-27 the District has budgeted for approximately for 681.30 full time equivalent (**"FTE"**) certificated employees, 619.46 FTE classified employees and 137.80 management/supervisor/confidential FTE employees. District certificated and classified employees are represented by employee bargaining units as follows:

BARGAINING UNIT CONTRACTS
Sanger Unified School District

Name of Bargaining Unit	Current Contract Expiration Date
Sanger Unified Teachers Association (Certificated)	June 30, 2027
California School Employees Association (Classified)	June 30, 2025*

*Parties perform pursuant to expired terms pending settlement. Regarding compensation terms, for purposes of budgeting and projecting, the District assumes at least step and column increases annually. Negotiations are ongoing between the parties. Settlement is pending for fiscal year 2025-26.
Source: Sanger Unified School District.

Risk Management; Insurance; JPAs

The District undertakes risk management including in the form of insuring against certain types of events and related losses, including with respect to property and liability, workers' compensation.

Property and Liability. The District is exposed to various risks of loss related to torts; theft, damage, and destruction of assets; errors and omissions; injuries to employees and natural disasters, and losses. During fiscal year ending June 30, 2025, the District participated in the California Risk Management Authority (**"CRMA I"**) for property and liability insurance coverage, which includes coverage for cyber losses. The program contributions are solely based on the groups composite rates for funding, insurance and administration costs. This "equity pooling" arrangement ensures that each participant shares equally in the overall performance of CRMA I. Participation in CRMA I is limited to districts that can meet CRMA I selection criteria.

Workers' Compensation. For the fiscal year ending June 30, 2025, the District participated in the California Risk Management Authority (**"CRMA II"**), an insurance purchasing pool. The intent of CRMA II is to achieve the benefit of a reduced contribution for the District by its grouping and representation with other members in CRMA II. The workers' compensation loss experience of the participating district is calculated as one experience and a common premium rate is applied to all districts in CRMA II. Each participant pays its workers' compensation premium based on the composite rate and their individual loss experience. Aon Risk Solutions in Irvine provides the actuarial services for CRMA II.

During the year ended June 30, 2025, the District made payment of $1,650,763 CRMA II for workers' compensation.

Risk Pools; JPAs. CRMA I and CRMA II, and the Self-Insured Schools of California, public entity risk pools ("**SISC III**") in which the District also participates for health benefits, are joint powers agencies with related public entity risk pools. The District pays an annual premium to each entity for its health, workers' compensation and property liability coverage. The relationships between the District and the pools are such that they are not component units of the District for financial reporting purposes. The District has appointed one member to each of these authority and pool governing boards.

These entities have budgeting and financial reporting requirements independent of member units and their financial statements are not presented in the District's audited financial statements; however, fund transactions between the entities and the District are included in the District's audited financial statements. Audited financial statements for these entities are available from the respective entities.

DISTRICT FINANCIAL INFORMATION

The information in this and other sections concerning the District's operations and operating budget is provided as supplementary information only, and it should not be inferred from the inclusion of this information in this Official Statement that the principal and accreted value of or interest on the Bonds is payable from the general fund of the District. The Bonds are payable from the proceeds of an ad valorem *tax required to be levied by the County in an amount sufficient for the payment thereof.*

Education Funding Generally

School districts in California (the "**State**") receive operating income primarily from two sources: the State funded portion which is derived from the State's general fund, and a locally funded portion, being the district's share of the one percent general *ad valorem* tax levy authorized by the California Constitution. As a result, decreases or deferrals in education funding by the State could significantly affect a school district's revenues and operations.

From 1973-74 to 2012-13, California school districts operated under general purpose revenue limits established by the State Legislature. In general, revenue limits were calculated for each school district by multiplying (1) the Average Daily Attendance ("**ADA**") for such district by (2) a base revenue limit per unit of ADA. The revenue limit calculations were adjusted annually in accordance with a number of factors designated primarily to provide cost of living increases and to equalize revenues among all California school districts of the same type. Funding of a district's revenue limit was provided by a mix of local property taxes and State apportionments of basic and equalization aid. Generally, the State apportionments amounted to the difference between the District's revenue limit and its local property tax revenues. Districts which had local property tax revenues that exceeded their revenue limit entitlements were deemed a "Basic Aid District" and received full funding from local property tax revenues, and were entitled to keep those tax revenues which exceeded their revenue limit funding entitlement. A district which was not a Basic Aid District was known as a "Revenue Limit District."

The fiscal year 2013-14 State budget replaced the previous K-12 finance system with a new formula known as the Local Control Funding Formula (the **"LCFF"**). Under the LCFF, revenue limits and most state categorical programs were eliminated. School districts instead receive funding based on the demographic profile of the students they serve and gain greater flexibility to use these funds to improve outcomes of students. The LCFF creates funding targets based on student characteristics. For school districts and charter schools, the LCFF funding targets consist of grade span-specific base grants plus supplemental and concentration grants that reflect student demographic factors. The LCFF includes the following components:

- A base grant for each local education agency per unit of ADA, which varies with respect to different grade spans. The base grant is $2,375 more than the average revenue limit provided prior to LCFF implementation. The base grants will be adjusted upward each year to reflect cost-of-living increases. In addition, grades K-3 and 9-12 are subject to adjustments of 10.4% and 2.6%, respectively, to cover the costs of class size reduction in grades K-3 and the provision of career technical education in grades 9-12.

- A 20% supplemental grant for English learners, students from low-income families and foster youth to reflect increased costs associated with educating those students.

- An additional concentration grant of up to 65% of a local education agency's base grant, based on the number of English learners, students from low-income families and foster youth served by the local agency that comprise more than 55% of enrollment.

- An economic recovery target to ensure that almost every local education agency receives at least their pre-recession funding level, adjusted for inflation, at full implementation of the LCFF.

The LCFF was implemented for fiscal year 2013-14 and was phased in gradually. Beginning in fiscal year 2013-14, an annual transition adjustment was required to be calculated for each school district, equal to each district's proportionate share of the appropriations included in the State budget (based on the percentage of each district's students who are low-income, English learners, and foster youth ("**Targeted Students**")), to close the gap between the prior-year funding level and the target allocation at full implementation of LCFF. In each year, districts had the same proportion of their respective funding gaps closed, with dollar amounts varying depending on the size of a district's funding gap. The legislation implementing LCFF also included a "hold harmless" provision which provided that a district or charter school would maintain total revenue limit and categorical funding at least equal to its 2012-13 level, unadjusted for changes in ADA or cost of living adjustments. In 2021, legislation was passed that requires school districts operating a kindergarten program to also provide a transitional kindergarten (**"TK"**) program for all 4-year-old children by fiscal year 2025–26.

Funding levels used in the LCFF entitlement calculations for fiscal year 2026-27 are set forth in the following table.

Fiscal Year 2026-27 Base Grant Funding* Under LCFF by Grade Span

Entitlement Factor	TK-3	4-6	7-8	9-12
A. 2025-26 Base Grant per ADA	$10,256	$10,411	$10,719	$12,423
B. 2026-27 Statutory COLA (A x 2.87%)	$294	$299	$308	$357
C. Additional LCFF Investment of 1.44%	$148	$150	$154	$179
D. 2026-27 Base Grants before Grade Span Adjustments (A+B+C)	$10,698	$10,860	$11,181	$12,959
E. Grade Span Adjustments (TK-3: D x 10.4%; 9-12: D x 2.6%)	$1,113	n/a	n/a	$337
F. 2026-27 Adjusted Base Grants per ADA (D+E)	$11,811	$10,860	$11,181	$13,296

*Add-ons to the Base Grant, as may be applicable, are: (1) Supplemental Grant: For the supplemental grant funding entitlement, for each grade span, the calculation is the base grant or adjusted base grant per ADA, times total funded ADA, times Unduplicated Pupil Percentage, times 20%; (2) Concentration Grant: For the concentration grant funding entitlement, the calculation is the base grant or adjusted base grant per ADA, times total funded ADA, times portion of Unduplicated Pupil Percentage that exceeds 55%, times 65%; and (3) Transitional Kindergarten Add-On: For the TK add-on funding, the amount is the rate of $5,704 times the school district's current year TK ADA.
Source: California Department of Education.

The LCFF includes an accountability component. Districts are required to increase or improve services for English language learners, low income, and foster youth students in proportion to supplemental and concentration grant funding received. All school districts, county offices of education, and charter schools are required to develop and adopt local control and accountability plans, which identify local goals in areas that are priorities for the State, including pupil achievement, parent engagement, and school climate.

County superintendents review and provide support to the districts under their jurisdiction, and the Superintendent of Public Instruction performs a corresponding role for county offices of education. In addition, the State Budget for fiscal year 2013-14 created the California Collaborative for Education Excellence to advise and assist school districts, county offices of education, and charter schools in achieving the goals identified in their plans. Under the LCFF and related legislation, the State will continue to measure student achievement through statewide assessments, produce an Academic Performance Index for schools and subgroups of students, determine the contents of the school accountability report card, and establish policies to implement the federal accountability system.

Basic Aid or Community Supported districts are school districts which have local property tax revenues which exceed such district's funding entitlement under LCFF. As such, in lieu of State funding under LCFF, Basic Aid districts are entitled to keep the full share of local property tax revenues, even the amount which exceeds its funding entitlement under LCFF. The District's funding formula is currently determined pursuant to LCFF, and not as a Basic Aid district.

District Accounting Practices

The accounting practices of the District conform to generally accepted accounting principles in accordance with policies and procedures of the California School Accounting Manual. This manual, according to Section 41010 of the California Education Code, is to be followed by all California school districts.

District accounting is organized on the basis of fund groups, with each group consisting of a separate set of self-balancing accounts containing assets, liabilities, fund balances, revenues and expenditures. The major fund classification is the general fund which accounts for all financial resources not requiring a special fund placement. The District's fiscal year begins on July 1 and ends on June 30.

District expenditures are accrued at the end of the fiscal year to reflect the receipt of goods and services in that year. Revenues generally are recorded on a cash basis, except for items that are susceptible to accrual (measurable and/or available to finance operations). Current taxes are considered susceptible to accrual. Revenues from specific state and federally funded projects are recognized when qualified expenditures have been incurred. State block grant apportionments are accrued to the extent that they are measurable and predictable. The State Department of Education sends the District updated information from time to time explaining the acceptable accounting treatment of revenue and expenditure categories.

The Governmental Accounting Standards Board ("**GASB**") published its Statement No. 34 "Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments" on June 30, 1999. Statement No. 34 provides guidelines to auditors, state and local governments and special purpose governments such as school districts and public utilities, on new requirements for financial reporting for all governmental agencies in the United States. Generally, the basic financial statements and required supplementary information should include

(i) Management’s Discussion and Analysis; (ii) financial statements prepared using the economic measurement focus and the accrual basis of accounting, (iii) fund financial statements prepared using the current financial resources measurement focus and the modified accrual method of accounting and (iv) required supplementary information.

Financial Statements

General. The District's general fund finances the legally authorized activities of the District for which restricted funds are not provided. General fund revenues are derived from such sources as State school fund apportionments, taxes, use of money and property, and aid from other governmental agencies. The District's June 30, 2025 Audited Financial Statements were prepared by Eide Bailly LLP, Fresno, California and are attached hereto as Appendix B. Audited financial statements for the District for prior fiscal years are on file with the District and available for public inspection at the District’s website at https://www.sanger.k12.ca.us/departments/business-services/finance/. *The reference to this Internet website is shown for reference and convenience only and the information contained on such website is not incorporated by reference into this Official Statement. The information contained on this website may not be current and has not been reviewed by the District or the Underwriter for accuracy or completeness.* The District has not requested, and the auditor has not provided, any review or update of such financial statements in connection with inclusion in this Official Statement. Copies of such financial statements will be mailed to prospective investors and their representatives upon written request to the District. This District may impose a charge for copying, mailing and handling.

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General Fund Revenues, Expenditures and Changes in Fund Balance. The following table shows the audited income and expense statements for the District for the fiscal years 2020-21 through 2024-25.

REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
Fiscal Years 2020-21 through 2024-25 (Audited)
Sanger Unified School District

	Audited 2020-21	Audited 2021-22	Audited 2022-23	Audited 2023-24	Audited 2024-25
SOURCES					
LCFF Sources	$113,841,330	$128,102,627	$146,741,348	$162,399,022	$164,558,388
Federal revenues	23,831,723	18,673,175	21,896,559	27,521,728	7,679,289
Other state revenues	20,083,805	20,304,513	51,072,487	31,644,893	34,596,502
Other local revenues	8,185,010	7,627,760	10,538,170	21,077,234	18,693,124
Total Sources	165,941,868	174,708,075	230,248,564	242,642,877	225,527,303
EXPENDITURES					
Instruction	82,356,798	97,261,865	111,359,810	122,563,257	124,454,040
Supervision of instruction	3,945,017	5,012,735	5,714,148	7,325,749	7,128,990
Instructional library, media, tech	6,406,003	4,812,887	3,009,618	2,494,041	2,440,374
School site administration	9,777,916	10,399,533	12,656,137	14,705,850	14,919,985
Pupil services: Home-to-school transport.	3,664,292	4,639,498	6,873,760	6,994,201	7,231,420
Food services	1,200,000	--	--	267,014	3,162
All other pupil services	11,527,988	13,277,635	17,009,323	20,868,341	24,199,709
General administration: Data Processing.	1,012,337	766,020	881,276	716,879	829,902
All other general administration	6,858,999	7,273,185	8,773,773	9,564,091	10,365,284
Plant services	15,922,082	16,808,837	19,500,814	21,500,270	23,095,173
Facility acquisition and construction	1,247,934	4,719,348	6,446,140	14,884,918	4,166,408
Ancillary services	10,648	1,659,014	2,276,175	3,078,135	3,029,815
Community services	1,423,189	16,429	20,527	34,207	99,493
Other outgo	8,763,346	1,524,244	1,831,973	2,030,743	2,276,050
Debt service					
Principal	3,245,936	2,799,780	4,198,977	2,390,023	2,172,424
Interest	1,221,506	1,547,478	1,363,704	1,344,584	1,252,513
Total Expenditures	158,583,991	172,518,488	201,916,155	230,762,304	227,664,742
Excess of (Deficiency) Revenues Over (Under) Expenditures	7,357,877	2,189,587	28,332,409	11,880,573	(2,137,439)
OTHER FINANCING SOURCES					
Operating transfers in (1)	1,061,626	--	482,321	93,092	706,308
Sources from COP sales, par	--	2,525,000	--	--	--
Sources from COP sales, premiums	--	331,047	--	--	--
Sources from capital leases(3)	4,518,634	273,151	57,965	604,403	--
Debt proceeds contributing to refunding escrow	--	(2,791,685)	--	--	--
Operating transfers out (2)	(442,334)	(4,770,932)	(11,836,588)	(6,999,012)	(491,142)
Other Sources (Uses) (3)	--	--	1,527,796	--	--
Total Other Financing Sources (Uses)	5,137,926	(4,433,419)	(9,768,506)	(6,301,517)	215,166
NET change in fund balance	12,495,803	(2,243,832)	18,563,903	5,579,056	(1,922,273)
Fund Balance, July 1	28,292,181	40,787,984	38,544,152	57,108,055	62,687,111
Fund Balance, June 30	$40,787,984	$38,544,152	$57,108,055	$62,687,111	$60,764,838

(1) Operating transfers in are for charter fund allocations to general fund to accommodate centralized expenditures.
(2) Operating transfers out are for deferred maintenance, adult education, child development fund, cafeteria fund and charter school operations maintained in separate fund. Transfer out for fiscal year 2021-22 generally attributed to a transfer of accumulated funds for capital facility needs.
(3) Other sources derived from capital leases and other financing sources payable from the general fund of the District. Capital lease sources in 2020-21 relate to leases for network improvements, staff technology refresh, and vehicle purchases. All these sources have been and will be applied by the District for capital outlay purposes. See "-Existing Debt Obligations" herein for more information.
Source: Sanger Unified School District - Audited Financial Statements.

District Budget and Interim Financial Reporting

Budgeting and Interim Reporting Procedures. State law requires school districts to maintain a balanced budget in each fiscal year. The State Department of Education imposes a uniform budgeting and accounting format for school districts.

Under current law, a school district governing board must adopt and file with the county superintendent of schools a tentative budget by July 1 in each fiscal year. The District is under the jurisdiction of the Fresno County Superintendent of Schools (the **"County Superintendent"**). The County Superintendent is separate from the County, and is not an official of the County.

The County Superintendent must review and approve or disapprove the budget no later than September 15. The County Superintendent is required to examine the adopted budget for compliance with the standards and criteria adopted by the State Board of Education and identify technical corrections necessary to bring the budget into compliance with the established standards. If the budget is disapproved, it is returned to the District with recommendations for revision. The District is then required to revise the budget, hold a public hearing thereon, adopt the revised budget and file it with the County Superintendent no later than October 8. Pursuant to State law, the County Superintendent has available various remedies by which to impose and enforce a budget that complies with State criteria, depending on the circumstances, if a budget is disapproved. After approval of an adopted budget, the school district's administration may submit budget revisions for governing board approval.

Subsequent to approval, the County Superintendent will monitor each district under its jurisdiction throughout the fiscal year pursuant to its adopted budget to determine on an ongoing basis if the district can meet its current or subsequent year financial obligations. If the County Superintendent determines that a district cannot meet its current or subsequent year obligations, the County Superintendent will notify the district's governing board of the determination and may then do either or both of the following: (a) assign a fiscal advisor to enable the district to meet those obligations or (b) if a study and recommendations are made and a district fails to take appropriate action to meet its financial obligations, the County Superintendent will so notify the State Superintendent of Public Instruction, and then may do any or all of the following for the remainder of the fiscal year: (i) request additional information regarding the district's budget and operations; (ii) after also consulting with the district's board, develop and impose revisions to the budget that will enable the district to meet its financial obligations; and (iii) stay or rescind any action inconsistent with such revisions. However, the County Superintendent may not abrogate any provision of a collective bargaining agreement that was entered into prior to the date upon which the County Superintendent assumed authority.

A State law adopted in 1991 (**"A.B. 1200"**) imposed additional financial reporting requirements on school districts, and established guidelines for emergency State aid apportionments. Under the provisions of A.B. 1200, each school district is required to file interim certifications with the County Superintendent (on December 15, for the period ended October 31, and by mid-March for the period ended January 31) as to its ability to meet its financial obligations for the remainder of the then-current fiscal year and, based on current forecasts, for the subsequent fiscal year. The County Superintendent reviews the certification and issues either a positive, negative or qualified certification. A positive certification is assigned to any school district that will meet its financial obligations for the current fiscal year and the subsequent two fiscal years. A negative certification is assigned to any school district that is deemed unable to meet its financial obligations for the remainder of the current fiscal year or the subsequent fiscal year. A qualified certification is assigned to any school district that may not meet its financial obligations for the current fiscal year or the two subsequent fiscal years.

Under California law, any school district and office of education that has a qualified or negative certification in any fiscal year may not issue, in that fiscal year or in the next succeeding fiscal year, certificates of participation, tax anticipation notes, revenue bonds or any other debt instruments that do not require the approval of the voters of the district, unless the applicable county superintendent of schools determines that the district's repayment of indebtedness is probable.

District's Budget Approval/Disapproval and Certification History. Each of the District's interim reports in the previous five fiscal years have been certified as positive. Copies of the District's budget, interim reports and certifications can be obtained at the District's website at https://www.sanger.k12.ca.us/departments/business-services/finance/. *The reference to this Internet website is shown for reference and convenience only and the information contained on such website is not incorporated by reference into this Official Statement. The information contained on this website may not be current and has not been reviewed by the District or the Underwriter for accuracy or completeness.*

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General Fund for Fiscal Year 2025-26 (Estimated Actuals) and Fiscal Year 2026-27 (Budgeted). The following table shows a summary of the general fund for fiscal year 2025-26 (estimated actuals) and fiscal year 2026-27 (budgeted).

REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE[(1)]
Fiscal Year 2025-26 (Estimated Actuals)
Fiscal Year 2026-27 (Budgeted)
Sanger Unified School District

Revenues	**Estimated Actuals 2025-26**	**Budget 2026-27**
LCFF Revenues	$167,139,007	$167,855,554
Federal Revenues	8,335,163	8,651,031
Other State Revenues	41,784,215	44,131,639
Other Local Revenues	15,691,900	19,355,864
Total Revenues	232,950,285	239,994,087
Expenditures		
Certificated Salaries	87,712,592	88,287,615
Classified Salaries	34,888,808	37,380,242
Employee Benefits	53,673,089	55,097,903
Books and Supplies	10,300,395	9,164,625
Contract Services & Operating Exp.	38,546,334	35,421,202
Capital Outlay	3,496,980	5,247,098
Other Outgo (excluding indirect costs)	12,507,935	10,654,258
Other Outgo – Transfers of Indirect Costs	(401,647)	(451,679)
Total Expenditures	240,724,487	240,801,265
Excess of Revenues Over/(Under) Expenditures	(7,774,201)	(807,177)
Other Financing Sources (Uses)		
Operating transfers in	--	--
Operating transfers out	(703,117)	(565,770)
Other sources/uses	--	--
Total Other Financing Sources (Uses)	(703,117)	(565,770)
Net change in fund balance	(8,477,318)	(1,372,948)
Fund Balance, July 1	60,755,898	52,278,580
Fund Balance, June 30	$52,278,580	$50,905,633

(1) Columns may not sum to totals due to rounding.
Source: Sanger Unified School District.

***District Reserves**.* The District's ending fund balance is the accumulation of surpluses from prior years. This fund balance is used to meet the State's minimum required reserve of 3% of expenditures, plus any other allocation or reserve which might be approved as an expenditure by the District in the future. The District maintains an unrestricted reserve which meets the State's minimum requirements.

Under State law (Education Code Section 42127.01), there are certain restrictions on the amount of reserves that can be maintained by school districts under certain circumstances. This reserve cap requirement does not apply to small school districts (ADA of fewer than 2,501 students) or school districts funded as Basic Aid school districts. When applicable, the reserve cap requires that a school district's adopted or revised budget shall not contain a combined assigned or unassigned ending general fund balance of more than 10% of those funds. The applicability of the reserve cap is based on the balance in the State's Public School System Stabilization Account and is triggered in a fiscal year when the balance is equal to or exceeds 3% of the combined total of general fund revenues appropriated for school districts. A county superintendent of schools may grant a school district under its jurisdiction an exemption from the requirements for up to two consecutive fiscal years within a three-year period if the school district provides documentation indicating that extraordinary fiscal circumstances, including, but not limited to, multiyear infrastructure or technology projects, substantiate the need for a combined assigned or unassigned ending general fund balance that is in excess of the reserve cap. The reserve cap was triggered in fiscal years 2022-23 and 2023-24, but was not triggered for fiscal years 2024-25 and 2025-26. The reserve cap was triggered for fiscal year 2026-27.

Attendance - Revenue Limit and LCFF Funding

Funding Trends per ADA. As previously described, prior to fiscal year 2013-14, school districts in the State derived most State funding based on a formula which considered a revenue limit per unit of ADA. With the implementation of the LCFF, commencing in fiscal year 2013-14, school districts receive base funding based on ADA, and may also be entitled to supplemental funding, concentration grants and funding based on an economic recovery target. The following table sets forth total LCFF funding and ADA for the District in recent years.

AVERAGE DAILY ATTENDANCE AND FUNDING TRENDS
Sanger Unified School District
Fiscal Years 2021-22 through 2026-27 (Budgeted)

Fiscal Year	Funded ADA	Total LCFF Funding
2021-22	10,744	$128,102,627
2022-23	11,223	146,741,348
2023-24	11,390	162,399,022
2024-25	11,376	164,558,388
2025-26(1)	11,465	167,139,007
2026-27(2)	11,465	167,855,554

(1) Estimated actuals.
(2) Budgeted.
Source: California Department of Education; Sanger Unified School District.

Unduplicated Pupil Count. The District has a Target Student unduplicated count of approximately 65% (including dependent charter school students). Because this percentage is over 55%, the District qualifies for both supplemental funding and concentration funding under LCFF. The District cannot predict at this time if the federal government's immigration policies could reduce attendance or impact the District's revenues under LCFF.

Revenue Sources

The District categorizes its general fund revenues into four sources, being LCFF, Federal Revenues, Other State Revenues and Local Revenues. Each of these revenue sources is described below.

LCFF Sources. District funding is provided by a mix of (1) local property taxes and (2) State apportionments of funding under the LCFF. Generally, the State apportionments will amount to the difference between the District's LCFF funding entitlement and its local property tax revenues.

Beginning in 1978-79, Proposition 13 and its implementing legislation provided for each county to levy (except for levies to support prior voter-approved indebtedness) and collect all property taxes, and prescribed how levies on county-wide property values are to be shared with local taxing entities within each county.

The principal component of local revenues is the school district's property tax revenues, i.e., the district's share of the local 1% property tax, received pursuant to Sections 75 and following and Sections 95 and following of the California Revenue and Taxation Code. Education Code Section 42238(h) itemizes the local revenues that are counted towards the base revenue limit before calculating how much the State must provide in equalization aid. Historically, the more local property taxes a district received, the less State equalization aid it is entitled to.

Federal Revenues. The federal government currently provides funding for several District programs, including special education programs, programs under Every Student Succeeds, the Individuals with Disabilities Education Act, and specialized programs such as Drug Free Schools. The District cannot predict if there will be suspensions, modifications, or eliminations to these funding sources.

In January 2025, the federal government announced possible cuts to federal funding for educational agencies. President Trump has also signed an executive order aimed at terminating the United States Department of Education. In a move which some pundits claim effectively terminates the United States Department of Education, the Supreme Court granted the Trump administration's request to temporarily pause an order by a lower federal judge that would have required the Department of Education to reinstate nearly 1,400 employees who were fired pursuant to President Trump's executive order. Furthermore, on July 1, 2025, President Trump announced that the administration would withhold $6.2 billion in grants already allocated to school districts to support English learners, $811 million of which was allocated for schools in the State. However, subsequently in late July 2025, the federal administration announced it was releasing roughly $1.3 billion in grant money for schools, of which approximately $158 million was for schools in the State. The District continues to monitor the situation. Other than what is described in the foregoing sentences, the District cannot predict the types of possible federal funding cuts that may occur, the extent of such cuts, if any, and the impact on the District's finances or operations as a result of a termination of the Department of Education.

Other State Revenues. As discussed above, the District receives State LCFF apportionment generally equal to the difference between its LCFF entitlement and local property tax revenues. In addition to such apportionment revenue, the District receives other State revenues.

The District receives State aid from the California State Lottery (the "**Lottery**"), which was established by a constitutional amendment approved in the November 1984 general election. Lottery revenues must be used for the education of students and cannot be used for non-instructional purposes such as real property acquisition, facility construction, or the financing of research. Moreover, State Proposition 20 approved in March 2000 requires that 50% of the increase in Lottery revenues over 1997-98 levels must be restricted to use on instruction material.

For additional discussion of State aid to school districts, see "STATE FUNDING OF EDUCATION; RECENT STATE BUDGETS."

Other Local Revenues. In addition to local property taxes, the District receives additional local revenues from items such as interest earnings and other local sources such as developer fees.

District Retirement Systems

Qualified employees of the District are covered under multiple-employer defined benefit pension plans maintained by agencies of the State. Certificated employees are members of the State Teachers' Retirement System ("**STRS**") and classified employees are members of the Public Employees' Retirement System ("**PERS**"). Both STRS and PERS are operated on a Statewide basis. *The information set forth below regarding the STRS and PERS programs, other than the information provided by the District regarding its annual contributions thereto, has been obtained from publicly available sources which are believed to be reliable but are not guaranteed as to accuracy or completeness, and should not be construed as a representation by either the District or the Underwriter.*

STRS. All full-time certificated employees participate in STRS, a cost-sharing, multiple-employer contributory public employee retirement system. The plan provides retirement and disability benefits and survivor benefits to beneficiaries. The plan is funded through a combination of investment earnings and statutorily set contributions from three sources: employees, employers, and the State. The benefit provisions and contribution amounts are established by State laws, as amended from time to time.

Prior to fiscal year 2014-15, contribution rates were constant and not subject to annual variations. K-14 school districts were required by statute to contribute 8.25% of eligible salary expenditures, and participants contributed 8% of their respective salaries. In September 2013, however, STRS projected that the plan would be depleted in 31 years if existing contribution rates continued and other actuarial assumptions were realized, largely due to significant investment losses.

Assembly Bill 1469 was adopted as part of the State's fiscal year 2014-15 budget (**"AB 1469"**), aimed at fully funding the unfunded actuarial obligation of STRS with respect to service credited to member of STRS prior to July 1, 2014, within 32 years, by increasing contribution rates of members, K-14 school district employers, and the State. Under AB 1469, employer contributions were proposed to steadily increase over seven years. However, several modifications to the schedule were undertaken in connection with State budgets. Contribution rates for the most recent five years are summarized in the following table:

STRS EMPLOYER CONTRIBUTION RATES
Effective Dates of July 1, 2022 through July 1, 2026

Effective Date	Employer Contribution Rate
July 1, 2022	19.10%
July 1, 2023	19.10
July 1, 2024	19.10
July 1, 2025	19.10
July 1, 2026	19.10

Source: STRS.

The State also continues to contribute to STRS, and its contribution rate in fiscal year 2025-26 was 8.328% and will remain at 8.328% in fiscal year 2026-27.

The District's recent contributions to STRS including the current budgeted fiscal year are set forth in the following table. These contributions represent 100% of the required contribution for each year.

STRS Contributions
Sanger Unified School District

Fiscal Year	Amount*
2021-22	$12,097,409
2022-23	15,196,754
2023-24	16,618,446
2024-25	16,951,710
2025-26(1)	24,291,599
2026-27(2)	24,031,885

*Increases attributed to increase in contribution rates and modified accounting reporting requirements, which include reporting the District's proportionate share of the plan's net pension liability and recognizing on-behalf STRS contributions in governmental funds.
(1) Estimated actual; includes State on-behalf contribution which is not included in the figures shown for the prior years.
(2) Budgeted.
Source: Sanger Unified School District.

The STRS defined benefit program continues to have an unfunded actuarial liability estimated at approximately $75.0 billion, based on a market value of assets basis, as of June 30, 2025, which is the date of the last actuarial valuation.

PERS. All full-time and some part-time classified employees participate in PERS, an agent multiple-employer contributory public employee retirement system that acts as a common investment and administrative agent for participating public entities within the State. PERS provides retirement, disability, and death benefits to plan members and beneficiaries. The District is part of a cost-sharing pool within PERS known as the "Schools Pool." Benefit provisions are established by State statutes, as legislatively amended. Contributions to PERS are made by employers and employees. Each fiscal year, employers are required to contribute an amount based on an actuarially determined employer rate, and employees make contributions which vary based on their date of hire.

Like the STRS program, the PERS program has experienced an unfunded liability in recent years. To address this issue, the PERS board has taken a number of actions, including changes to the PERS amortization and smoothing policy intended to reduce volatility in employer contribution rates and adopting changes in actuarial assumptions. In November 2015, PERS adopted a funding risk mitigation policy incrementally lowering its discount rate (its assumed rate of investment return) in years of good investment returns, to help pay down the pension fund's unfunded liability, and provide greater predictability and less volatility in contribution rates for employers. SB 90, and Assembly Bill 84/Senate Bill 111 (**"AB 84"**) of June 2020, directed contributions of $430 million and $330 million in satisfaction of portions of employer contribution rates in fiscal years 2020-21 and 2021-22, respectively. Recent employer contribution rates are set forth in the following table.

EMPLOYER CONTRIBUTION RATES (PERS)
Fiscal Years 2022-23 through 2026-27[1]

Fiscal Year	Employer Contribution Rate[1]
2022-23	25.370%
2023-24	26.680
2024-25	27.050
2025-26	26.810
2026-27	26.400

(1) Expressed as a percentage of covered payroll.
Source: PERS.

The District's employer contributions to PERS for recent fiscal years are set forth in the following table.

PERS Contributions
Sanger Unified School District

Fiscal Year	Amount
2021-22	$5,662,186
2022-23	6,961,038
2023-24	8,208,648
2024-25	8,708,366
2025-26[1]	8,146,445
2026-27[2]	9,010,452

(1) Estimated actual.
(2) Budgeted.
Source: Sanger Unified School District.

PERS continues to have an unfunded liability which, on a market value of assets basis, was approximately $35.7 billion as of June 30, 2025, which is the date of the last actuarial valuation.

California Public Employees' Pension Reform Act of 2013. On September 12, 2012, the Governor signed into law the California Public Employees' Pension Reform Act of 2013 ("**PEPRA**"), which impacted various aspects of public retirement systems in the State, including the STRS and PERS programs. In general, PEPRA (i) increased the retirement age for public employees depending on job function, (ii) capped the annual pension benefit payouts for public employees hired after January 1, 2013, (iii) required public employees hired after January 1, 2013 to pay at least 50% of the costs of their pension benefits (as described in more detail below), (iv) required final compensation for public employees hired after January 1, 2013 to be determined based on the highest average annual pensionable compensation earned over a period of at least 36 consecutive months, and (v) attempted to address other perceived abuses in the public retirement systems in the State. PEPRA applies to all public employee retirement systems in the State, *except* the retirement systems of the University of California, and charter cities and charter counties whose pension plans are not governed by State law. PEPRA's provisions went into effect on January 1, 2013 with respect to new State, school, and city and local agency employees hired on or after that date; existing employees who were members of employee associations, including employee associations of the District, had a five-year window to negotiate compliance with PEPRA through collective bargaining.

PERS has predicted that the impact of PEPRA on employees and employers, including the District and other employers in the PERS system, will vary, based on each employer's current level of benefits. As a result of the implementation of PEPRA, new members must pay at least 50% of the normal costs of the plan, which can fluctuate from year to year. To the extent that the new formulas lower retirement benefits, employer contribution rates could decrease over time as current employees retire and employees subject to the new formulas make up a larger percentage of the workforce. This change would, in some circumstances, result in a lower retirement benefit for employees than they currently earn.

With respect to the STRS pension program, employees hired after January 1, 2013 will pay the greater of either (1) fifty percent of the normal cost of their retirement plan, rounded to the nearest one-quarter percent, or (2) the contribution rate paid by then-current members (i.e., employees in the STRS plan as of January 1, 2013). The member contribution rate could be increased from this level through collective bargaining or may be adjusted based on other factors. Employers will pay at least the normal cost rate, after subtracting the member's contribution.

The District is unable to predict the amount of future contributions it will have to make to PERS and STRS as a result of the implementation of PEPRA, and as a result of negotiations with its employee associations, or, notwithstanding the adoption of PEPRA, resulting from any legislative changes regarding the PERS and STRS employer contributions that may be adopted in the future.

Additional Information. Additional information regarding the District's retirement programs is available in Note 12 to the District's audited financial statements attached hereto as APPENDIX B. In addition, both STRS and PERS issue separate comprehensive financial reports that include financial statements and required supplemental information. Copies of such reports may be obtained from STRS and PERS, respectively, as follows: (i) STRS, P.O. Box 15275, Sacramento, California 95851-0275; and (ii) PERS, 400 Q Street, Sacramento, California 95811. More information regarding STRS and PERS can also be obtained at their websites, www.calstrs.com and www.calpers.ca.gov, respectively. *The references to these Internet websites are shown for reference and convenience only and the information contained on such websites is not incorporated by reference into this Official Statement. The information contained on these websites may not be current and has not been reviewed by the District or the Underwriter for accuracy or completeness.*

Other Post-Employment Retirement Benefits

The Plan Generally. The District's Post-Employment Benefits Plan (the "**Plan**") is a single-employer defined benefit healthcare plan administered by the District. The Plan provides post-employment healthcare benefits other than pensions ("**OPEB**") to eligible retirees and their spouses. Membership in the plan as of June 30, 2025 was 51 retirees and beneficiaries receiving benefit payments under the Plan, and approximately 1,119 active employees. The District has not accumulated assets in an irrevocable trust with respect to its OPEB liability.

Benefits Provided. The Plan provides medical and dental insurance benefits to eligible retirees and their spouses. Benefits are provided through a third-party insurer, and the full cost of benefits is covered by the Plan. The District's governing board has the authority to establish and amend the benefit terms as contained within the negotiated labor agreements.

Contribution Information. The contribution requirements of plan members and the District are established and may be amended by the District and the teachers association, the local California School Employees Association ("**CSEA**"), and unrepresented groups. The benefit payment is based on pay-as-you-go financing requirements as determined annually through the agreements between the District, teachers union, CSEA and the unrepresented groups. There are no required payments over and above the pay as you go amounts. For the measurement period of June 30, 2024, the District paid $1,383,170 in benefits. For the fiscal year ending June 30, 2025, the District reflected contributions subsequent to the measurement date of $1,325,961 which consisted of pay as you go amounts totaling $820,622 plus an implicit rate subsidy totaling $505,339.

Actuarial Assumptions and Other Inputs. The District's total OPEB liability of $19,875,467 has a measurement date of June 30, 2024, noted in the District's audited financial statement by applying certain roll-forward procedures to the actuarial valuation completed as of June 30, 2023. Certain assumptions, among others, were: inflation 2.50%, salary increases 3.00%, average, including inflation, discount rate 3.97%, including inflation, and healthcare cost trend rates of 5.25% for 2025-2029.

Changes in OPEB Liability of the District. The changes in OPEB liability of the District for the year ending June 30, 2025, is shown in the following table:

CHANGES IN TOTAL OPEB LIABILITY
Sanger Unified School District
For Year Ending June 30, 2025

	Total OPEB Liability
Balance at June 30, 2024	$19,403,201
Service Cost	1,238,515
Interest	770,328
Changes of assumptions or other inputs	(153,407)
Benefit payments*	(1,383,170)
Net changes	472,266
Balance at June 30, 2025	$19,875,467

* Includes $527,142 in an implicit subsidy amount.
Source: Sanger Unified School District Audit Report for Year Ending June 30, 2025.

Changes of Assumptions. The discount rate assumption was changed from 3.86% to 3.97% since the previous valuation. In addition, the health care cost trend rates were changed from 6.00% to 5.50% since the previous valuation.

OPEB Expense. For the year ended June 30, 2025, the District recognized an OPEB expense of $2,380,086.

Existing Debt Obligations

In addition to the District's ongoing obligations with respect to retirement plans and OPEB described above, the District has outstanding general obligation bond indebtedness, as well as certificates of participation payable from the general fund, as summarized below.

General Obligation Bonds. The District has outstanding general obligation bonds or refunding bonds, each of which is secured by *ad valorem* taxes upon all property subject to taxation by the District, as summarized in the following table and as more particularly described below.

Summary of Outstanding General Obligation Bond Debt
Sanger Unified School District

GO Bond Issue	Date Issued	Final Maturity	Original Issue Amount	Amount Outstanding (August 1, 2026)
2006 Election Bonds				
Series A	08/03/06	08/01/31	$30,799,481.25	$4,639,482.65
2012 Election Bonds				
Series C*	06/22/16	08/01/43	15,000,000.00	13,830,000.00
2016 Election Bonds				
Series A*	05/31/17	08/01/45	40,000,000.00	38,790,000.00
Series B	08/23/18	08/01/40	20,000,000.00	4,885,000.00
2018 Election Bonds				
Series A	06/06/19	08/01/48	20,000,000.00	15,640,000.00
Series B	03/18/20	08/01/48	25,000,000.00	24,140,000.00
Series C	06/08/21	08/01/48	25,000,000.00	21,405,000.00
2020 Election Bonds				
Series A	06/08/21	08/01/55	50,000,000.00	43,435,000.00
Series B	11/14/23	08/01/55	20,425,000.00	17,055,000.00
2024 Election Bonds				
Series A	07/30/25	08/01/55	30,000,000.00	28,030,000.00
Refunding Bonds				
2014 Refunding Bonds	10/08/14	08/01/27	20,310,000.00	3,075,000.00
2021 Refunding Bonds	03/04/21	08/01/44	35,670,000.00	32,270,000.00
2022 Refunding Bonds**	06/23/22	08/01/44	15,315,000.00	14,290,000.00
	--	--	**TOTAL OUTSTANDING:**	$261,484,482.65

** Expected to be refinanced with the proceeds of the Refunding Bonds described herein.*
***Cinderella Private Placement financing.*
Source: Underwriter.

2010 Certificates of Participation (Qualified School Construction Bonds). On July 21, 2010, the Sanger Unified School District Financing Corporation caused the delivery of certificates of participation that were designated as Qualified School Construction Bonds in the amount of $23,195,000 (the "**QSCB Certificates**"), which yield 7.4% interest. As the QSCB Certificates are issued under the Qualified School Construction Bond program, the District receives federal subsidies that should amount to the annual required interest payments on the QSCB Certificates, less any portion of the federal subsidy that has been or may be subject to federal sequestration. Due to federal sequestration, the subsidy amount has been reduced by the federal government in certain years.

Debt service requirements for the QSCB Certificates are as follows:

SANGER UNIFIED SCHOOL DISTRICT
QSCB Certificates
Debt Service

Lease Payment Date	Principal(1)	Interest	Total(2)
2026	$1,576,084	$1,217,738	$2,793,822
2027	1,581,987	1,217,738	2,799,725
TOTAL:	$3,158,071	$2,435,476	$5,593,547

(1) Mandatory sinking fund deposit. Final maturity of $23,195,000 (original principal amount) is on June 15, 2027.
(2) Total debt service payment does not reflect a credit for the federal subsidy payments.
Source: Sanger Unified School District.

2017 and 2022 Certificates of Participation. On August 8, 2017, the District issued Certificates of Participation (the **"2017 Certificates"**) to fund additions to educational facilities in the amount of $12,585,000. At delivery the 2017 Certificates had original maturities from June 1, 2018 through June 1, 2047, with interest rates ranging from 2% to 3.63%.

On February 16, 2022, the District issued Certificates of Participation (the "**2022 Certificates**") to fund capital facilities improvements and refinance a 2014 Lease Agreement, in the amount of $102,525,000. At delivery the Certificates had original maturities from June 1, 2022, through June 1, 2052, with interest rates ranging from 4% to 5%. On November 14, 2026, the District issued its General Obligation Bonds, 2020 Election, Series B, and a portion of the proceeds was applied on February 12, 2024 to prepay $20,000,000 principal amount of the 2022 Certificates maturing on August 1, 2052.

The 2017 Certificates and the 2022 Certificates mature through the year 2050, summarized as follows:

SANGER UNIFIED SCHOOL DISTRICT
2017 and 2022* Certificates of Participation Debt Service

Year Ending June 1	Principal	Interest	Total
2026	$505,000	$4,403,812	$4,908,812
2027	520,000	4,389,388	4,909,388
2028	535,000	4,374,538	4,909,538
2029	555,000	4,358,312	4,913,312
2030	570,000	4,339,662	4,909,662
2031-2035	12,445,000	20,926,436	33,371,436
2036-2040	21,685,000	16,711,046	38,396,046
2041-2045	27,450,000	10,943,420	38,393,420
2046-2050	27,675,000	3,675,302	31,350,302
Total	91,940,000	$ 74,121,916	166,061,916

**See the following paragraph regarding prepayment plan.*
Source: Sanger Unified School District.

The net proceeds of the Series 2020C Bonds described in the front portion of this Official Statement will be applied to the prepayment in part on a current basis of the outstanding 2022 Certificates. See "THE FINANCING AND REFINANCING PLAN – Purpose of the Series 2020C

Bonds".

Financed Purchased Agreements. The District has entered into agreements to lease various facilities and equipment including maintenance equipment, a bus, copiers and an energy retrofit loan. Such agreements are, in substance, purchases (capital leases) and are reported as financed purchases. The District's liability on lease agreements with options to purchase is summarized below:

SANGER UNIFIED SCHOOL DISTRICT
Financed Purchased Agreements Debt Service

Year Ending June 1	Principal	Interest	Total
2026	$1,055,741	$166,875	$1,222,616
2027	1,098,819	123,796	1,222,615
2028	1,093,147	78,763	1,171,910
2029	736,929	31,688	768,617
Total	$3,984,636	$401,122	$4,385,758

Source: Sanger Unified School District.

Leases – Ray Morgan Company. The District entered an agreement to lease copiers for five years, beginning April 1, 2022. Under the terms of the lease, the District paid the monthly payments of $5,093.11, which amounted to total principal and interest costs of $61,117 for the year. The annual interest rate charged on the lease is 4.51%. At June 30, 2025, the District has recognized a right-to-use leased asset of $273,151 and a lease liability of $102,662 related to this agreement. During the fiscal year, the District recorded $54,630 in amortization expense and $5,981 in interest expense for the right-to-use the copiers.

UBEO Copiers. The District entered an agreement to lease copiers for five years, beginning November 15, 2023. Under the terms of the lease, the District paid the monthly payments of $12,343, which amounted to total principal and interest costs of $98,745 for the year. The annual interest rate charged on the lease is 8.31%. At June 30, 2025, the District has recognized a right-to-use leased asset of $604,403 and a lease liability of $429,999 related to this agreement. During the fiscal year, the District recorded $120,876 in amortization expense and $40,603 in interest expense for the right-to-use the copiers.

Compensated Absences. Compensated absences (unpaid employee vacation) for the District at June 30, 2025, amounted to $16,262,541.

Investment of District Funds

In accordance with Government Code Section 53600 *et seq*., the Fresno County Treasurer manages funds deposited with it by the District. The County is required to invest such funds in accordance with California Government Code Sections 53601 *et seq*. In addition, counties are required to establish their own investment policies which may impose limitations beyond those required by the Government Code. See "APPENDIX G - FRESNO COUNTY INVESTMENT POLICY AND INVESTMENT REPORT."

Effect of State Budget on Revenues

Public school districts in California are dependent on revenues from the State for a large portion of their operating budgets. California school districts generally receive the majority of their operating revenues from various State sources. The primary source of funding for school districts is LCFF funding, which is derived from a combination of State funds and local property taxes (see "—Education Funding Generally" above). State funds typically make up the majority of a district's LCFF funding. School districts also receive funding from the State for some specialized programs such as special education.

The availability of State funds for public education is a function of constitutional provisions affecting school district revenues and expenditures (see "CONSTITUTIONAL AND STATUTORY PROVISIONS AFFECTING DISTRICT REVENUES AND APPROPRIATIONS" below), the condition of the State economy (which affects total revenue available to the State general fund), and the annual State budget process. The District cannot predict how education funding may further be changed in the future, or the state of the economy which in turn can impact the amounts of funds available from the State for education funding. See "STATE FUNDING OF EDUCATION; RECENT STATE BUDGETS" below.

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STATE FUNDING OF EDUCATION; RECENT STATE BUDGETS

*The information in this section concerning the State's budget or budgets has been compiled from publicly-available information provided by the State or the Legislative Analyst's Office (the **"LAO"**). Neither the District, the Underwriter nor the County is responsible for the information provided in this section.*

State Budgeting for Education Generally

The State requires that from all State revenues there first shall be set apart the moneys to be applied for support of the public school system and public institutions of higher education. Public school districts in California are dependent on revenues from the State for a large portion of their operating budgets. The primary source of funding for school districts are revenues under the LCFF, which are a combination of State funds and local property taxes (see "DISTRICT FINANCIAL INFORMATION - Education Funding Generally" above). State funds typically make up the majority of a district's LCFF allocation, although Basic Aid school districts derive most of their revenues from local property taxes. School districts also receive substantial funding from the State for various categorical programs.

The availability of State funds for public education is a function of constitutional provisions affecting school district revenues and expenditures (see "CONSTITUTIONAL AND STATUTORY PROVISIONS AFFECTING DISTRICT REVENUES AND APPROPRIATIONS" below), the condition of the State economy (which affects total revenue available to the State's general fund), and the annual State budget process. Decreases in State revenues may significantly affect appropriations made by the legislature to school districts.

The Budget Process

The State's fiscal year begins on July 1 and ends on June 30. The annual budget is proposed by the Governor by January 10 of each year for the next fiscal year (the "**Governor's Budget**"). Under State law, the annual proposed Governor's Budget cannot provide for projected expenditures in excess of projected revenues and balances available from prior fiscal years. Following the submission of the Governor's Budget, the Legislature takes up the proposal.

Under the State Constitution, money may be drawn from the State Treasury only through an appropriation made by law. The primary source of the annual expenditure authorizations is the Budget Act as approved by the Legislature and signed by the Governor. The Budget Act must be approved by a majority vote of each house of the Legislature. The Governor may reduce or eliminate specific line items in the Budget Act or any other appropriations bill without vetoing the entire bill. Such individual line-item vetoes are subject to override by a two-thirds majority vote of each house of the Legislature.

Appropriations also may be included in legislation other than the Budget Act. Bills containing appropriations (including for K-14 education) must be approved by a majority vote in each house of the Legislature, unless such appropriations require tax increases, in which case they must be approved by a two-thirds vote of each house of the Legislature and be signed by the Governor. Continuing appropriations, available without regard to fiscal year, may also be provided by statute or the State Constitution.

Funds necessary to meet an appropriation need not be in the State Treasury at the time such appropriation is enacted; revenues may be appropriated in anticipation of their receipt.

Available Public Resources

Certain information about the State budgeting process and the State budget is available through several State sources. Convenient sources of information include:

- www.treasurer.ca.gov: The California State Treasurer internet home page, under the link to “Bond Finance” and sub-heading “-Public Finance Division”, includes links to recent State official statements and various State financial documents which includes information regarding State budgets and finances.

- www.dof.ca.gov: The California Department of Finance’s (the **“DOF”**) internet home page, under the link to “California Budget”, includes the text of proposed and adopted State Budgets.

- www.lao.ca.gov: The LAO’s internet home page includes a link to “-The Budget” which includes analyses and commentary on fiscal outlooks.

The above references to internet websites shown are shown for reference and convenience only. The information contained within the websites may include outdated information and has not been reviewed for accuracy by the District or the Underwriter. Such information is *not* *incorporated herein by reference.*

The 2026-27 State Budget

The 2026-27 State Budget. On June 29, 2026, the Governor signed the fiscal year 2026-27 State Budget (the **“2026-27 State Budget”**). The 2026-27 State Budget largely maintains the framework of the Governor’s May Revision to the Proposed 2026-27 State Budget, and is projected to provide for balanced State budgets in both fiscal years 2026-27 and 2027-28, while reducing projected structural deficits in fiscal years 2028-29 and 2029-30.

The 2026-27 State Budget reflects a decrease of $19.1 billion in General Fund revenues and transfers from fiscal year 2025-26 ($226.8 billion in fiscal year 2026-27 compared to $245.8 billion in fiscal year 2025-26), a 7.8 percent decline driven primarily by a swing in miscellaneous “Other” revenue items (from $8.6 billion to -$1.3 billion) and a $10.7 billion reduction in net transfers from the Budget Stabilization Account. The 2026-27 State Budget also reflects an increase in General Fund expenditures of $6.2 billion from fiscal year 2025-26 ($251.5 billion in fiscal year 2026-27 compared to $245.3 billion in fiscal year 2025-26), primarily reflecting broad spending increases in K-12 education, higher education, and health and human services.

Regarding the State’s reserves and fund balances, the 2026-27 State Budget reverses two years of reserve drawdowns (approximately $12.2 billion withdrawn from the Budget Stabilization Account, or “Rainy Day Fund,” over the 2024-25 and 2025-26 fiscal years) by including a $3.6 billion deposit into the Rainy Day Fund in fiscal year 2026-27, bringing its balance to $15.1 billion. Combined with $4.5 billion in the Special Fund for Economic Uncertainties and $9.2 billion in the Public School System Stabilization Account, the 2026-27 State Budget projects combined reserves of $28.8 billion.

The State budget for fiscal year 2025-26 included numerous spending measures that, at the time, were projected to result in almost $12 billion in ongoing savings. The 2026-27 State

Budget includes three additional revenue measures that are intended to solidify the State's fiscal structure:

- *Managed Care Organization (MCO) Tax* – A renewal of the MCO Tax effective January 1, 2027, projected to raise $575 million in 2026-27, growing to $2.3 billion in fiscal years 2027-28 and 2028-29, and $1.7 billion in 2029-30, to support Medi-Cal and targeted provider rate increases.

- *Business Tax Credit Limitation* – An extension of temporary business tax credit limitation for an additional three years, which limits the amount by which carry-over business credits can reduce net tax liability. Beginning in 2030, the 2026-27 State Budget permanently limits the use of business tax credits to the greater of $5 million or 70% of the tax liability. This is projected to increase State general fund revenues by $1 billion in fiscal year 2026-27, $3.3 billion in fiscal year 2027-28, $4.7 billion in fiscal year 2028-29 and $4.2 billion in fiscal year 2029-30.

- *Prewritten Software Tax* – An extension of the existing sales tax on tangible prewritten software to electronically delivered prewritten software, projected to increase General Fund revenue by $450 million in fiscal year 2026-27 and $900 million annually thereafter.

The 2026-27 State Budget projects total resources available in fiscal year 2025-26 of approximately $302.5 billion, including revenues and transfers of approximately $245.8 billion and a prior year balance of approximately $56.7 billion, and total expenditures in fiscal year 2025-26 of approximately $245.3 billion. The 2026-27 State Budget projects total resources available for fiscal year 2026-27 of approximately $284.0 billion, inclusive of revenues and transfers of approximately $226.8 billion and a prior year balance of approximately $57.2 billion. The 2026-27 State Budget projects total expenditures in fiscal year 2026-27 of approximately $251.5 billion, inclusive of non-Proposition 98 expenditures of approximately $158.5 billion and Proposition 98 expenditures of approximately $92.9 billion. The 2026-27 State Budget projects a General Fund balance of $32.5 billion at the end of fiscal year 2026-27, comprising $28.0 billion in the Reserve for Liquidation of Encumbrances, $4.5 billion in the State's Special Fund for Economic Uncertainties, $9.2 billion in the Public School System Stabilization Account, and $15.1 billion in the Rainy Day Fund.

The 2026-27 State Budget includes total funding of $151.4 billion for all TK-12 education programs, including $91.1 billion from the State's General Fund and $60.3 billion from other funds. The 2026-27 State Budget reflects significant Proposition 98 funding that enables increased support for core programs such as the LCFF, special education, educator workforce, and preschool.

Certain budgeted programs and adjustments for K-12 education set forth in the 2026-27 State Budget include:

Proposition 98 Minimum Guarantee. The 2026-27 State Budget reflects updated estimates of General Fund revenues, which result in adjustments to the Proposition 98 minimum guarantee. The revised minimum guarantee for TK-14 schools is estimated at $124.9 billion for fiscal year 2024-25, $125.3 billion for fiscal year 2025-26, and $128.1 billion for fiscal year 2026-27, an increase of approximately $29.2 billion over the three-year period relative to the 2024-25 Budget Act. The minimum guarantee remains in a "Test 1" for all three years, meaning it equals roughly 40 percent of General Fund revenues plus local property tax revenues, without adjustment for enrollment declines. The Proposition

98 calculation also requires an $8.3 billion maintenance factor payment in fiscal year 2024-25, fully retiring the Proposition 98 maintenance factor balance. The 2026-27 State Budget maintains a $3.9 billion settle-up amount in fiscal year 2025-26 to be repaid to TK-14 schools in the 2027 Budget Act if fiscal year 2025-26 revenues hold at current levels, and fully pays the $1.9 billion settle-up owed for 2024-25.

Proposition 98 Rainy Day Fund. The 2026-27 State Budget projects mandatory Proposition 98 Rainy Day Fund deposits of $8.7 billion across the three-year budget window, plus a discretionary deposit of $500 million in 2025-26, bringing the fund's final balance to $9.2 billion. The $9.2 billion balance triggers school district reserve caps beginning in fiscal year 2026-27.

Rebench for Non-Local Educational Agency State Preschool Program. To streamline funding sources, the 2026-27 State Budget shifts non-local educational agencies California State Preschool Program ("**CSPP**") funding from non-Proposition 98 to Proposition 98 General Fund, rebenching the guarantee by shifting $813 million from the General Fund to Proposition 98 General Fund and increasing the Proposition 98 Guarantee Test 1 percentage from 39.3 percent to 39.6 percent.

Local Control Funding Formula. The 2026-27 State Budget includes a statutory LCFF cost-of-living adjustment ("**COLA**") of 2.87 percent, which, when combined with population growth adjustments, results in approximately $1.1 billion in additional discretionary funding for local educational agencies relative to the 2025-26 State Budget. An additional $1.1 billion discretionary "super COLA" brings the total COLA to 4.31 percent, intended to help manage rising costs, offset declining-enrollment reductions and fund the new paid pregnancy disability leave mandate. The 2026-27 State Budget also includes an ongoing $31.3 million increase for Necessary Small Schools funding.

Special Education. The 2026-27 State Budget provides a $2.4 billion increase in special education funding, equalizing the per-student funding rate across all local educational agencies at $1,340. It also includes $80 million ongoing for the special extraordinary cost pool and low-incidence disabilities add-on, $30 million one-time for the Supporting Inclusive Practices Project, $25 million one-time for the Inclusive College Technical Assistance Center, and $10 million one-time to support alternative pathways to a high school diploma for students with disabilities.

Student Support and Professional Development Discretionary Block Grant. The 2026-27 State Budget provides $5 billion one-time Proposition 98 General Fund for the Student Support and Professional Development Discretionary Block Grant in order to address rising costs in addition to funding Statewide priorities including English Language Arts/English Language Development, Mathematics Framework professional development, TK-3 developmentally appropriate instruction training, teacher recruitment and retention, dual enrollment expansion, community school partnerships, and deferred facilities maintenance.

Paid Pregnancy Disability Leave. Beginning January 1, 2027, the 2026-27 State Budget requires all TK-14 schools to provide employees up to 14 weeks of paid pregnancy disability leave, with costs intended to be absorbable within the LCFF "super COLA" discretionary funding described above.

Community Schools. The 2026-27 State Budget provides $1 billion ongoing Proposition 98 General Fund to expand the community schools model, plus $50 million for middle/high school redesign, $15 million and $13 million for State and regional transformational assistance centers, and $6 million for the Transforming Together behavioral health initiative. It also includes intent language to provide $20 million ongoing beginning in fiscal year 2030-31 for county offices of education coordination services.

Literacy and Math Instruction. The 2026-27 State Budget includes a one-time $350 million extension of the Literacy Coaches and Reading Specialists Grant Program through June 30, 2031, and a one-time $50 million expansion of the Mathematics Professional Learning Partnership, extending its expiration beyond June 30, 2029.

Teacher Preparation and Professional Development. The 2026-27 State Budget includes nearly $750 million in new investments, including $408 million one-time for the Student Teacher Stipend Program plus a $5,000 stipend for high-need field candidates, $250 million one-time to continue educator residency programs through fiscal year 2029-30, $30 million one-time for the Statewide teacher residency technical assistance center, $10 million one-time General Fund for the Golden State Teacher Grant Program, $15 million one-time for the 21st Century California School Leadership Academy, $10 million one-time for the Pathways to Bilingual Teaching Program, and $10 million one-time for the Classified School Employee Teacher Credentialing Program. It also funds a $5 million Statewide transcript review system and offsets the cost with a $25 increase in the clear teaching credential renewal fee.

Supports for Immigrant Students. The 2026-27 State Budget provides $100 million one-time for the California's New Americans in Schools program and $75 million one-time to establish Dream Resource Centers at high schools.

Early Education. The 2026-27 State Budget includes $250 million one-time for the Universal Prekindergarten Planning & Implementation Grant, $51.4 million ongoing for CSPP cost-of-care increases, $33.6 million ongoing to expand CSPP professional development days from 2 to 5, and $20 million ongoing for the State's Quality Rating and Improvement System.

Other Significant Budget Adjustments. The 2026-27 State Budget includes $757.3 million one-time for the Learning Recovery Emergency Block Grant, $500 million one-time for school kitchen infrastructure and training, $116 million one-time for students experiencing homelessness, $100 million one-time to increase access to college and career pathways for high school students; $40 million one-time for reading difficulties risk screening, and $10 million one-time for Holocaust and genocide education. The 2026-27 State Budget also includes new charter school accountability requirements addressing fraud, oversight, and use of verified data in the renewal process through June 30, 2028.

For the full text of the 2026-27 State Budget, see the California Department of Finance website at www.dof.ca.gov or www.ebudget.ca.gov. *The references to these Internet websites are shown for reference and convenience only and the information contained on such websites is not incorporated by reference into this Official Statement. The information contained on these websites may not be current and has not been reviewed by the District or the Underwriter for accuracy or completeness.*

Disclaimer Regarding State Budgets. The execution of State budgets may be affected by numerous factors, including but not limited to: (i) shifts in costs from the federal government to the State, (ii) national, State and international economic conditions, (iii) litigation risks, (iv) rising health care costs and/or other unfunded liabilities, such as pension or OPEB, and (v) numerous other factors, all or any of which could cause the revenue and spending projections included in such budgets to be unattainable. The District cannot predict the impact that the 2026-27 State Budget or subsequent State budgets, or future changes (if any) in the budget due to shifts in the economy or other factors, will have on its own finances and operations. However, the Bonds described herein are secured by *ad valorem* property taxes levied and collected on taxable property in the District, without limit as to rate or amount, and are not secured by a pledge of revenues of the District or its general fund.

The State has not entered into any contractual commitments with the District, the County, the Underwriter or the Owners of the Bonds to provide State Budget information to the District or the owners of the Bonds. Although the sources of information provided herein are known to be reliable, neither the District nor the Underwriter assume any responsibility for the accuracy of the budget information set forth or referred to in this Official Statement or incorporated herein.

Legal Challenges to State Funding of Education

The application of Proposition 98 and other statutory provisions relating to education funding in the State has been the subject of various legal challenges in the past. The District cannot predict if or when there will be changes to education funding or legal challenges which may arise relating thereto, and how such events could impact the District and its finances.

CONSTITUTIONAL AND STATUTORY PROVISIONS AFFECTING DISTRICT REVENUES AND APPROPRIATIONS

Principal of and interest on the Bonds are payable from the proceeds of an *ad valorem* property tax levied by the County for the payment thereof. Articles XIIIA, XIIIB, XIIIC, and XIIID of the State Constitution, Propositions 62, 98, 111 and 218, and certain other provisions of law discussed below, are included in this section to describe the potential effect of these Constitutional and statutory measures on the ability of the District to levy taxes and spend tax proceeds for operating and other purposes, and it should not be inferred from the inclusion of such materials that these laws impose any limitation on the ability of the District to levy taxes for payment of the Bonds. The tax levied by the County for payment of the Bonds was approved by the District's voters in compliance with Article XIIIA and all applicable laws.

Constitutionally Required Funding of Education

The State Constitution requires that from all State revenues, there shall be first set apart the moneys to be applied by the State for the support of the public school system and public institutions of higher education. School districts receive a significant portion of their funding from State appropriations. As a result, decreases and increases in State revenues can significantly affect appropriations made by the State Legislature to school districts.

Article XIIIA of the California Constitution

Basic Property Tax Levy. On June 6, 1978, State voters approved Proposition 13 ("**Proposition 13**"), which added Article XIIIA to the State Constitution ("**Article XIIIA**"). Article XIIIA limits the amount of any *ad valorem* property tax on real property to 1% of the full cash value thereof, except that additional *ad valorem* property taxes may be levied to pay debt service on (a) indebtedness approved by the voters prior to July 1, 1978, (b) (as a result of an amendment to Article XIIIA approved by State voters on June 3, 1986) bonded indebtedness for the acquisition or improvement of real property which has been approved on or after July 1, 1978 by two-thirds of the voters on such indebtedness, and (c) (as a result of an amendment to Article XIIIA approved by State voters on November 7, 2000) bonded indebtedness incurred by a school district or community college district for the construction, reconstruction, rehabilitation or replacement of school facilities or the acquisition or lease of real property for school facilities, approved by 55% of the voters of the District, but only if certain accountability measures are included in the proposition. Article XIIIA defines full cash value to mean "the county assessor's valuation of real property as shown on the 1975-76 tax bill under full cash value, or thereafter, the appraised value of real property when purchased, newly constructed, or a change in ownership have occurred after the 1975 assessment". This full cash value may be increased at a rate not to exceed 2% per year to account for inflation.

Article XIIIA has subsequently been amended to permit reduction of the "full cash value" base in the event of declining property values caused by damage, destruction or other factors, to provide that there would be no increase in the "full cash value" base in the event of reconstruction of property damaged or destroyed in a disaster and in other minor or technical ways.

Legislation Implementing Article XIIIA. Legislation has been enacted and amended a number of times since 1978 to implement Article XIIIA. Under current law, local agencies are no longer permitted to levy directly any property tax (except to pay voter-approved indebtedness). The 1% property tax is automatically levied by the county and distributed according to a formula among taxing agencies. The formula apportions the tax roughly in proportion to the relative shares of taxes levied prior to 1979.

Increases of assessed valuation resulting from reappraisals of property due to new construction, change in ownership or from the annual adjustment not to exceed 2% are allocated among the various jurisdictions in the "taxing area" based upon their respective "situs." Any such allocation made to a local agency continues as part of its allocation in future years.

Inflationary Adjustment of Assessed Valuation. As described above, the assessed value of a property may be increased at a rate not to exceed 2% per year to account for inflation. On December 27, 2001, the Orange County Superior Court, in *County of Orange v. Orange County Assessment Appeals Board No. 3*, held that where a home's taxable value did not increase for two years, due to a flat real estate market, the Orange County assessor violated the 2% inflation adjustment provision of Article XIIIA, when the assessor tried to "recapture" the tax value of the property by increasing its assessed value by 4% in a single year. The assessors in most State counties, including the County, use a similar methodology in raising the taxable values of property beyond 2% in a single year. The State Board of Equalization has approved this methodology for increasing assessed values. On appeal, the Appellate Court held that the trial court erred in ruling that assessments are always limited to no more than 2% of the previous year's assessment. On May 10, 2004, a petition for review was filed with the California Supreme Court. The petition has been denied by the California Supreme Court. As a result of this litigation, the "recapture" provision described above may continue to be employed in determining the full cash value of property for property tax purposes.

Article XIIIB of the California Constitution

Article XIIIB (**"Article XIIIB"**) of the State Constitution, as subsequently amended by Propositions 98 and 111, respectively, limits the annual appropriations of the State and of any city, county, school district, authority or other political subdivision of the State to the level of appropriations of the particular governmental entity for the prior fiscal year, as adjusted for changes in the cost of living and in population and for transfers in the financial responsibility for providing services and for certain declared emergencies. For fiscal years beginning on or after July 1, 1990, the appropriations limit of each entity of government shall be the appropriations limit for the 1986-87 fiscal year adjusted for the changes made from that fiscal year under the provisions of Article XIIIB, as amended.

The appropriations of an entity of local government subject to Article XIIIB limitations include the proceeds of taxes levied by or for that entity and the proceeds of certain state subventions to that entity. "Proceeds of taxes" include, but are not limited to, all tax revenues and the proceeds to the entity from (a) regulatory licenses, user charges and user fees (but only to the extent that these proceeds exceed the reasonable costs in providing the regulation, product or service), and (b) the investment of tax revenues.

Appropriations subject to limitation do not include (a) refunds of taxes, (b) appropriations for debt service, (c) appropriations required to comply with certain mandates of the courts or the federal government, (d) appropriations of certain special districts, (e) appropriations for all qualified capital outlay projects as defined by the legislature, (f) appropriations derived from certain fuel and vehicle taxes and (g) appropriations derived from certain taxes on tobacco products.

Article XIIIB includes a requirement that all revenues received by an entity of government other than the State in a fiscal year and in the fiscal year immediately following it in excess of the amount permitted to be appropriated during that fiscal year and the fiscal year immediately following it shall be returned by a revision of tax rates or fee schedules within the next two subsequent fiscal years. However, in the event that a school district's revenues exceed its spending limit, the District may in any fiscal year increase its appropriations limit to equal its spending by borrowing appropriations limit from the State.

Article XIIIB also includes a requirement that 50% of all revenues received by the State in a fiscal year and in the fiscal year immediately following it in excess of the amount permitted to be appropriated during that fiscal year and the fiscal year immediately following it shall be transferred and allocated to the State School Fund under Section 8.5 of Article XVI of the State Constitution.

Unitary Property

Some amount of property tax revenue of the District is derived from utility property which is considered part of a utility system with components located in many taxing jurisdictions (**"unitary property"**). Under the State Constitution, such property is assessed by the State Board of Equalization (**"SBE"**) as part of a "going concern" rather than as individual pieces of real or personal property. State-assessed unitary and certain other property is allocated to the counties by SBE, taxed at special county-wide rates, and the tax revenues distributed to taxing jurisdictions (including the District) according to statutory formulae generally based on the distribution of taxes in the prior year.

Articles XIIIC and XIIID of the California Constitution

On November 5, 1996, the voters of the State approved Proposition 218, popularly known as the "Right to Vote on Taxes Act." Proposition 218 added to the California Constitution Articles XIIIC and XIIID (respectively, **"Article XIIIC"** and **"Article XIIID"**), which contain a number of provisions affecting the ability of local agencies, including school districts, to levy and collect both existing and future taxes, assessments, fees and charges.

According to the "Title and Summary" of Proposition 218 prepared by the California Attorney General, Proposition 218 limits "the authority of local governments to impose taxes and property-related assessments, fees and charges." Among other things, Article XIIIC establishes that every tax is either a "general tax" (imposed for general governmental purposes) or a "special tax" (imposed for specific purposes), prohibits special purpose government agencies such as school districts from levying general taxes, and prohibits any local agency from imposing, extending or increasing any special tax beyond its maximum authorized rate without a two-thirds vote; and also provides that the initiative power will not be limited in matters of reducing or repealing local taxes, assessments, fees and charges. Article XIIIC further provides that no tax may be assessed on property other than *ad valorem* property taxes imposed in accordance with Articles XIII and XIIIA of the California Constitution and special taxes approved by a two-thirds vote under Article XIIIA, Section 4.

On November 2, 2010, Proposition 26 was approved by State voters, which amended Article XIIIC to expand the definition of "tax" to include "any levy, charge, or exaction of any kind imposed by a local government" except the following: (a) a charge imposed for a specific benefit conferred or privilege granted directly to the payor that is not provided to those not charged, and which does not exceed the reasonable costs to the local government of conferring the benefit or granting the privilege; (b) a charge imposed for a specific government service or product provided directly to the payor that is not provided to those not charged, and which does not exceed the reasonable costs to the local government of providing the service or product; (c) a charge imposed for the reasonable regulatory costs to a local government for issuing licenses and permits, performing investigations, inspections , and audits, enforcing agricultural marketing orders, and the administrative enforcement and adjudication thereof; (d) a charge imposed for entrance to or use of local government property, or the purchase, rental, or lease of local government property; (e) a fine, penalty, or other monetary charge imposed by the judicial branch of government or a local government, as a result of a violation of law; (f) a charge imposed as a condition of property development; and (g) assessments and property-related fees imposed in accordance with the provisions of Article XIIID. Proposition 26 provides that the local government bears the burden of proving by a preponderance of the evidence that a levy, charge, or other exaction is not a tax, that the amount is no more than necessary to cover the reasonable costs of the governmental activity, and that the manner in which those costs are allocated to a payor bear a fair or reasonable relationship to the payor's burdens on, or benefits received from, the governmental activity.

Article XIIID deals with assessments and property-related fees and charges, and explicitly provides that nothing in Article XIIIC or XIIID will be construed to affect existing laws relating to the imposition of fees or charges as a condition of property development.

While the provisions of Proposition 218 may have an indirect effect on the District, such as by limiting or reducing the revenues otherwise available to other local governments whose boundaries encompass property located within the District (thereby causing such local governments to reduce service levels and possibly adversely affecting the value of property within the District), the District does not believe that Proposition 218 will directly impact the property tax revenues available to pay debt service on the Bonds.

Proposition 98

On November 8, 1988, State voters approved Proposition 98, a combined initiative constitutional amendment and statute called the "Classroom Instructional Improvement and Accountability Act" (the "**Accountability Act**"). Certain provisions of the Accountability Act have, however, been modified by Proposition 111, discussed below, the provisions of which became effective on July 1, 1990. The Accountability Act changes State funding of public education below the university level and the operation of the State's appropriations limit. The Accountability Act guarantees State funding for K-12 school districts and community college districts (hereinafter referred to collectively as "K-14 school districts") at a level equal to the greater of (a) the same percentage of general fund revenues as the percentage appropriated to such districts in 1986-87, and (b) the amount actually appropriated to such districts from the general fund in the previous fiscal year, adjusted for increases in enrollment and changes in the cost of living. The Accountability Act permits the Legislature to suspend this formula for a one-year period.

The Accountability Act also changes how tax revenues in excess of the State appropriations limit are distributed. Any excess State tax revenues up to a specified amount would, instead of being returned to taxpayers, be transferred to K-14 school districts. Any such transfer to K-14 school districts would be excluded from the appropriations limit for K-14 school districts and the K-14 school district appropriations limit for the next year would automatically be increased by the amount of such transfer. These additional moneys would enter the base funding calculation for K 14 school districts for subsequent years, creating further pressure on other portions of the State budget, particularly if revenues decline in a year following an Article XIIIB surplus. The maximum amount of excess tax revenues which could be transferred to K 14 school districts is 4% of the minimum State spending for education mandated by the Accountability Act.

Proposition 111

On June 5, 1990, the voters approved Proposition 111 (Senate Constitutional Amendment No. 1) called the "Traffic Congestion Relief and Spending Limit Act of 1990" (**"Proposition 111"**) which further modified Article XIIIB and Sections 8 and 8.5 of Article XVI of the State Constitution with respect to appropriations limitations and school funding priority and allocation.

The most significant provisions of Proposition 111 are summarized as follows:

Annual Adjustments to Spending Limit. The annual adjustments to the Article XIIIB spending limit were liberalized to be more closely linked to the rate of economic growth. Instead of being tied to the Consumer Price Index, the "change in the cost of living" is now measured by the change in State *per capita* personal income. The definition of "change in population" specifies that a portion of the State's spending limit is to be adjusted to reflect changes in school attendance.

Treatment of Excess Tax Revenues. "Excess" tax revenues with respect to Article XIIIB are now determined based on a two-year cycle, so that the State can avoid having to return to taxpayers excess tax revenues in one year if its appropriations in the next fiscal year are under its limit. In addition, the Proposition 98 provision regarding excess tax revenues was modified. After any two-year period, if there are excess State tax revenues, 50% of the excess are to be transferred to K-14 school districts with the balance returned to taxpayers; under prior law, 100% of excess State tax revenues went to K-14 school districts, but only up to a maximum of 4% of the schools' minimum funding level. Also, reversing prior law, any excess State tax revenues transferred to K-14 school districts are not built into the school districts' base expenditures for calculating their entitlement for State aid in the next year, and the State's appropriations limit is not to be increased by this amount.

Exclusions from Spending Limit. Two exceptions were added to the calculation of appropriations which are subject to the Article XIIIB spending limit. First, there are excluded all appropriations for "qualified capital outlay projects" as defined by the Legislature. Second, there are excluded any increases in gasoline taxes above the 1990 level (then nine cents per gallon), sales and use taxes on such increment in gasoline taxes, and increases in receipts from vehicle weight fees above the levels in effect on January 1, 1990. These latter provisions were necessary to make effective the transportation funding package approved by the Legislature and the Governor, which expected to raise over $15 billion in additional taxes from 1990 through 2000 to fund transportation programs.

Recalculation of Appropriations Limit. The Article XIIIB appropriations limit for each unit of government, including the State, is to be recalculated beginning in fiscal year 1990-91. It is based on the actual limit for fiscal year 1986-87, adjusted forward to 1990-91 as if Proposition 111 had been in effect.

School Funding Guarantee. There is a complex adjustment in the formula enacted in Proposition 98 which guarantees K-14 school districts a certain amount of State general fund revenues. Under prior law, K-14 school districts were guaranteed the greater of (a) 40.9% of State general fund revenues (the **"first test"**) or (b) the amount appropriated in the prior year adjusted for changes in the cost of living (measured as in Article XIIIB by reference to *per capita* personal income) and enrollment (the **"second test"**). Under Proposition 111, schools will receive the greater of (a) the first test, (b) the second test, or (c) a third test, which will replace the second test in any year when growth in *per capita* State general fund revenues from the prior year is less than the annual growth in State per capita personal income (the **"third test"**). Under the third test, schools will receive the amount appropriated in the prior year adjusted for change in enrollment and *per capita* State general fund revenues, plus an additional small adjustment factor. If the third test is used in any year, the difference between the third test and the second test will become a "credit" to schools which will be paid in future years when State general fund revenue growth exceeds personal income growth.

Proposition 39

On November 7, 2000, State voters approved an amendment (commonly known as **"Proposition 39"**) to the California Constitution. This amendment (a) allows school facilities bond measures to be approved by 55% (rather than two-thirds) of the voters in local elections and permits property taxes to exceed the current 1% limit in order to repay the bonds and (b) changes existing statutory law regarding charter school facilities. As adopted, the constitutional amendments may be changed only with another Statewide vote of the people. The statutory provisions could be changed by a majority vote of both houses of the Legislature and approval by the Governor, but only to further the purposes of the proposition. The local school jurisdictions affected by this proposition are K-12 school districts, including the District, community college districts, and county offices of education. As noted above, the California Constitution previously limited property taxes to 1% of the value of property. Prior to the approval of Proposition 39, property taxes could only exceed this limit to pay for (a) any local government debts approved by the voters prior to July 1, 1978 or (b) bonds to acquire or improve real property that receive two-thirds voter approval after July 1, 1978.

The 55% vote requirement authorized by Proposition 39 applies only if the local bond measure presented to the voters includes: (a) a requirement that the bond funds can be used only for construction, rehabilitation, equipping of school facilities, or the acquisition or lease of real property for school facilities; (b) a specific list of school projects to be funded and certification that the school board has evaluated safety, class size reduction, and information technology needs in developing the list; and (c) a requirement that the school board conduct annual, independent financial and performance audits until all bond funds have been spent to ensure that the bond funds have been used only for the projects listed in the measure. Legislation approved in June 2000 places certain limitations on local school bonds to be approved by 55% of the voters. These provisions require that the tax rate levied as the result of any single election be no more than $60 (for a unified school district), $30 (for an elementary school district or high school district), or $25 (for a community college district), per $100,000 of taxable property value. These requirements are not part of this proposition and can be changed with a majority vote of both houses of the Legislature and approval by the Governor.

Proposition 1A and Proposition 22

On November 2, 2004, State voters approved Proposition 1A, which amended the State constitution to significantly reduce the State's authority over major local government revenue sources. Under Proposition 1A, the State cannot (a) reduce local sales tax rates or alter the method of allocating the revenue generated by such taxes, (b) shift property taxes from local governments to schools or community colleges, (c) change how property tax revenues are shared among local governments without two-thirds approval of both houses of the State Legislature or (d) decrease Vehicle License Fee revenues without providing local governments with equal replacement funding. Under Proposition 1A, beginning, in 2008-09, the State may shift to schools and community colleges a limited amount of local government property tax revenue if certain conditions are met, including: (a) a proclamation by the Governor that the shift is needed due to a severe financial hardship of the State, and (b) approval of the shift by the State Legislature with a two-thirds vote of both houses. Under such a shift, the State must repay local governments for their property tax losses, with interest, within three years. Proposition 1A does allow the State to approve voluntary exchanges of local sales tax and property tax revenues among local governments within a county. Proposition 1A also amended the State Constitution to require the State to suspend certain State laws creating mandates in any year that the State does not fully reimburse local governments for their costs to comply with the mandates. This provision does not apply to mandates relating to schools or community colleges or to those mandates relating to employee rights.

Proposition 22, a constitutional initiative entitled the "Local Taxpayer, Public Safety, and Transportation Protection Act of 2010," approved on November 2, 2010, superseded many of the provision of Proposition 1A. This initiative amends the State constitution to prohibit the legislature from diverting or shifting revenues that are dedicated to funding services provided by local government or funds dedicated to transportation improvement projects and services. Under this proposition, the State is not allowed to take revenue derived from locally imposed taxes, such as hotel taxes, parcel taxes, utility taxes and sales taxes, and local public transit and transportation funds. Further, in the event that a local governmental agency sues the State alleging a violation of these provisions and wins, then the State must automatically appropriate the funds needed to pay that local government. This Proposition was intended to, among other things, stabilize local government revenue sources by restricting the State's control over local property taxes. Proposition 22 did not prevent the California State Legislature from dissolving State redevelopment agencies pursuant to AB 1X26, as confirmed by the decision of the California Supreme Court decision in *California Redevelopment Association v. Matosantos* (2011).

Because Proposition 22 reduces the State's authority to use or reallocate certain revenue sources, fees and taxes for State general fund purposes, the State will have to take other actions to balance its budget, such as reducing State spending or increasing State taxes, and school and college districts that receive Proposition 98 or other funding from the State will be more directly dependent upon the State's general fund.

Proposition 30 and Proposition 55

The Guaranteed Local Public Safety Funding, Initiative Constitutional Amendment, also known as **"Proposition 30"**, temporarily increased the State Sales and Use Tax and personal income tax rates on higher incomes. Proposition 30 temporarily imposed an additional tax on all retailers, at the rate of 0.25% of gross receipts from the sale of all tangible personal property sold in the State from January 1, 2013 to December 31, 2016. Proposition 30 also imposed an additional excise tax on the storage, use, or other consumption in the State of tangible personal property purchased from a retailer on and after January 1, 2013 and before January 1, 2017. This excise tax was levied at a rate of 0.25% of the sales price of the property so purchased. For personal income taxes imposed beginning in the taxable year commencing January 1, 2012 and ending December 31, 2018, Proposition 30 increases for such period the marginal personal income tax rate by: (a) 1% for taxable income over $250,000 but less than $300,000 for single filers (over $340,000 but less than $408,000 for head of household filers and over $500,000 but less than $600,000 for joint filers), (b) 2% for taxable income over $300,000 but less than $500,000 for single filers (over $408,000 but less than $680,000 for head of household filers and over $600,000 but less than $1,000,000 for joint filers), and (c) 3% for taxable income over

$500,000 for single filers (over $680,000 for head of household filers and over $1,000,000 for joint filers). Proposition 55 (described below) extended said increases to personal income rates through the end of 2030.

The revenues generated from the temporary tax increases will be included in the calculation of the Proposition 98 minimum funding guarantee for school districts and community college districts. See "Proposition 98" and "Proposition 111" above. From an accounting perspective, the revenues generated from the temporary tax increases will be deposited into the State account created pursuant to Proposition 30 called the Education Protection Account (the **"EPA"**). Pursuant to Proposition 30, funds in the EPA will be allocated quarterly, with 89% of such funds provided to school districts and 11% provided to community college districts. The funds will be distributed to school districts and community college districts in the same manner as existing unrestricted per-student funding, except that no school district will receive less than $200 per unit of ADA and no community college district will receive less than $100 per full time equivalent student. The governing board of each school district and community college district is granted sole authority to determine how the moneys received from the EPA are spent, provided that, the appropriate governing board is required to make these spending determinations in open session at a public meeting and such local governing boards are prohibited from using any funds from the EPA for salaries or benefits of administrators or any other administrative costs.

The California Children's Education and Health Care Protection Act of 2016, also known as Proposition 55, was a proposed constitutional amendment initiative that was approved on the November 8, 2016 general election ballot in the State. Proposition 55 extends the increases to personal income tax rates for high-income taxpayers that were approved as part of Proposition 30 through the end of 2030, instead of the scheduled expiration date of December 31, 2018. The extensions did not apply to the sales tax and excise taxes imposed by Proposition 30. Tax revenue received under Proposition 55 is to be allocated 89% to K-12 schools and 11% to community colleges.

California Senate Bill 222

Senate Bill 222 (**"SB 222"**) was signed by the California Governor on July 13, 2015, and became effective on January 1, 2016. SB 222 amended Section 15251 of the California Education Code and added Section 52515 to the California Government Code to provide that voter approved general obligation bonds which are secured by *ad valorem* property tax collections are secured by a statutory lien on all revenues received pursuant to the levy and collection of the property tax imposed to service those bonds. Said lien shall attach automatically and is valid and binding from the time the bonds are executed and delivered. The lien is enforceable against the issuer, its successors, transferees, and creditors, and all others asserting rights therein, irrespective of whether those parties have notice of the lien and without the need for any further act. The effect of SB 222 is the treatment of general obligation bonds, such as the Bonds, as secured debt in bankruptcy due to the existence of a statutory lien.

Proposition 19

On November 3, 2020, State voters approved Proposition 19, a legislatively referred constitutional amendment (**"Proposition 19"**), which amends Article XIIIA to (i) expand as of April 1, 2021 special rules that govern the transfer of a residential property's tax base value to a replacement residence for homeowners that are over the age of 55, severely disabled, or whose property has been impacted by wildfire or natural disaster, when they buy a different home anywhere within the State, (ii) narrows as of February 16, 2021 existing special rules for the valuation of inherited real property due to a transfer between family members, and (iii) allocates most resulting State revenues and savings (if any) to fire protection services and reimbursing local governments for taxation-related changes. The District cannot predict whether the implementation of Proposition 19 will increase, decrease or have no overall impact on the District's assessed values.

Proposition 2 (2024)

The Kindergarten Through Grade 12 Schools and Local Community College Public Education Facilities Modernization, Repair and Safety Bond Act of 2024, also known as "Proposition 2", was approved by State voters at the November 5, 2024 statewide election, and authorizes the sale and issuance of $10 billion in State general obligation bonds for the repair, upgrade and construction of facilities at K-12 public schools (including charter schools), community colleges and career technical education programs, including the improvement of health and safety conditions and classroom upgrades.

Proposition 2 includes $3.3 billion for the construction of new K-12 facilities and an additional $4 billion for the modernization of existing K-12 facilities. Up to 10% of the allocation for new constructions and modernization will be reserved for school districts with an enrollment of fewer than 2,501 students. Of the $4 billion assigned for modernization of existing K-12 facilities, up to $115 million will be allocated for the remediation of lead in water at school facilities. Generally, K-12 school districts will be required to pay for 50% of the new construction costs and 40% of the modernization costs with local revenues. However, some districts that have lower assessed property values and meet certain other socio-economic criteria will be required to pay as low as 45% and 35% of new construction costs and modernization costs, respectively. In addition, a total of $1.2 billion will be available for the modernization and new construction of charter school facilities ($600 million) and technical education facilities ($600 million). The State will award funds to technical education and charter school through an application process, and charter schools must be deemed financially sound before project approval.

Future Initiatives

Article XIIIA, Article XIIIB, Article XIIIC and Article XIIID of the California Constitution and Propositions 98, 22, 26, 30 and 39 were each adopted as measures that qualified for the ballot under the State's initiative process. From time to time other initiative measures could be adopted further affecting District revenues or the District's ability to expend revenues. The nature and impact of these measures cannot be anticipated by the District.

APPENDIX B

SANGER UNIFIED SCHOOL DISTRICT
AUDITED FINANCIAL STATEMENTS FOR FISCAL YEAR 2024-25

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Financial Statements
June 30, 2025

Sanger Unified School District

eidebailly.com

Independent Auditor's Report

To the Governing Board
Sanger Unified School District
Sanger, California

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Sanger Unified School District (the District), as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the accompanying 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 the Sanger Unified School District, as of June 30, 2025, and the respective changes in financial position thereof 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 (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States (*Government Auditing Standards*). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Adoption of New Accounting Standard

As discussed in Note 16 to the financial statements, the District has adopted the provisions of Governmental Accounting Standards Board (GASB) Statement No. 101, *Compensated Absences* for the year ended June 30, 2025. Accordingly, a restatement has been made to the governmental activities net position as of July 1, 2024, to restate beginning net position. Our opinions are not modified with respect to this matter.

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Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the 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.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS 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 GAAS 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 changes in the District's total OPEB liability and related ratios, schedule of the District's proportionate share of the net OPEB liability – MPP program, schedule of the District's proportionate share of the net pension liability – CalSTRS, schedule of the District's proportionate share of the net pension liability – CalPERS, schedule of the District's contributions – CalSTRS, and schedule of the District's contributions – CalPERS 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 GAAS, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The 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*, combining non-major governmental fund financial statements, and other supplementary information listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The 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 GAAS. In our opinion, the Schedule of Expenditures of Federal Awards, combining non-major governmental fund financial statements, and other supplementary information listed in the table of contents are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the financial statements. The other information comprises the Local Education Agency Organization Structure but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on 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 January 26, 2026 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

Eide Bailly LLP

Fresno, California
January 26, 2026

SANGER UNIFIED SCHOOL DISTRICT
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(559) 524-6521 FAX (559) 875-0311

DENNIS WIECHMANN, ED.D
SUPERINTENDENT

MANAGEMENT'S DISCUSSION AND ANALYSIS

This section of Sanger Unified School District's annual financial report presents our discussion and analysis of the District's financial performance during the fiscal year that ended on June 30, 2025, with comparative information for the fiscal year ending June 30, 2024. Please read it in conjunction with the District's financial statements, which immediately follow this section.

OVERVIEW OF THE FINANCIAL STATEMENTS

The Financial Statements

The financial statements presented herein include all of the activities of the District and its component units using the integrated approach as prescribed by Governmental Accounting Standards Board Statement No. 34.

The *Government-Wide Financial Statements* present the financial picture of the District from the economic resources measurement focus using the accrual basis of accounting. They present governmental activities separately. These statements include all assets of the District (including capital assets), deferred outflows of resources, as well as all liabilities (including long-term liabilities), and deferred inflows of resources. Additionally, certain eliminations have occurred as prescribed by the statement in regards to interfund activity, payables, and receivables.

The *Fund Financial Statements* include statements for each of the two categories of funds which are governmental and fiduciary.

> The *Governmental Funds* are prepared using the current financial resources measurement focus and modified accrual basis of accounting.
>
> The *Fiduciary Funds* are prepared using the economic resources measurement focus and the accrual basis of accounting.

Reconciliation of the Fund Financial Statements to the Government-Wide Financial Statements is provided to explain the differences created by the integrated approach.

The Primary unit of the government is the Sanger Unified School District.

Every Child, Every Day, Whatever it Takes! ~~~~~~~~~~~~~

Trustees: Peter R. Filippi Va Her Ismael Hernandez
Jesse Solorio G. Brandon Vang Jesse Vasquez Tammy Wolfe

REPORTING THE DISTRICT AS A WHOLE

The Statement of Net Position and the Statement of Activities

The *Statement of Net Position* and the *Statement of Activities* report information about the District as a whole and about its activities. These statements include all assets, deferred outflow of resources, liabilities, and deferred inflows of resources of the District using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

These two statements report the District's net position and changes in net position. Net position is the difference between assets and liabilities, which is one way to measure the District's financial health, or financial position. Over time, increases or decreases in the District's net position will serve as a useful indicator of whether the financial position of the District is improving or deteriorating. Other factors to consider are changes in the District's property tax base and the condition of the District's facilities.

The relationship between revenues and expenses is the District's *operating results.* Since the governing board's responsibility is to provide services to our students and not to generate profit as commercial entities do, one must consider other factors when evaluating the overall health of the District. The quality of the education and the safety of our schools will likely be an important component in this evaluation.

In the *Statement of Net Position* and the *Statement of Activities*, we present the District's activities as follows:

Governmental Activities - The District reports all of its services in this category. This includes the education of kindergarten through grade twelve students, adult education students, the operation of child development activities, and the on-going effort to improve and maintain buildings and sites. Property taxes, state income taxes, user fees, interest income, Federal, State, and local grants, as well as general obligation bonds, finance these activities.

REPORTING THE DISTRICT'S MOST SIGNIFICANT FUNDS

Fund Financial Statements

The fund financial statements provide detailed information about the most significant funds - not the District as a whole. Some funds are required to be established by State law and by bond covenants. However, management establishes many other funds to help it control and manage money for particular purposes or to show that it is meeting legal responsibilities for using certain taxes, grants, and other money that it receives from the U.S. Department of Education.

Governmental Funds - All of the District's basic services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund financial statements provide a detailed short-term view of the District's general government operations and the basic services it provides. Governmental fund information helps determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs. The differences of results in the governmental fund financial statements to those in the government-wide financial statements are explained in a reconciliation following the governmental fund financial statements.

THE DISTRICT AS A TRUSTEE

Reporting the District's Fiduciary Responsibilities

The District is the trustee, or *fiduciary,* for funds held on behalf of others, like our funds for scholarships. The District's fiduciary activities are reported in the Fiduciary Fund Financial Statements. We exclude these activities from the District's other financial statements because the District cannot use these assets to finance its operations. The District is responsible for ensuring that the assets reported in these funds are used for their intended purposes.

FINANCIAL HIGHLIGHTS OF THE PAST YEAR

Under the Local Control Funding Formula Model, the District's non-charter unduplicated pupil percentage was 72.4% for the 2024-2025 year. The LCFF entitlement recorded in the General Fund for 2024-2025 was $164,568,442.

THE DISTRICT AS A WHOLE

Net Position

The District's net position was $151,449,355 for the fiscal year ended June 30, 2025. Of this amount, $77,945,211 was restricted. Restricted net position is reported separately to show legal constraints from debt covenants and enabling legislation that limit the Governing Board's ability to use net position for day-to-day operations. Our analysis below, in summary form, focuses on the net position (Table 1) and change in net position (Table 2) of the District's governmental activities.

Table 1

	Governmental Activities	
	2025	2024*
Assets		
Current and other assets	$ 174,183,772	$ 244,812,755
Capital assets	531,012,905	444,161,978
Total assets	705,196,677	688,974,733
Deferred Outflows of Resources	61,562,602	66,609,719
Liabilities		
Current liabilities	44,431,550	28,422,470
Long-term liabilities	557,349,695	561,953,946
Total liabilities	601,781,245	590,376,416
Deferred Inflows of Resources	13,528,679	9,155,523
Net Position		
Net investment in capital assets	168,260,201	129,724,341
Restricted	77,945,211	113,930,439
Unrestricted (deficit)	(94,756,057)	(87,602,267)
Total net position	$ 151,449,355	$ 156,052,513

* Amounts have not been restated for the effects of the implementation of GASB Statement No. 101 for comparative purposes. See Note 16 for further information.

The $151,449,355 in net position of governmental activities represents the accumulated results of all past years' operations. Unrestricted deficit net position – the part of net position that can be used to finance day-to-day operations without constraints established by debt covenants, enabling legislation, or other legal requirements – decreased by 8.2% ($(94,756,057) compared to $(87,602,267)).

Changes in Net Position

The results of this year's operations for the District as a whole are reported in the *Statement of Activities*. Table 2 takes the information from the Statement and rearranges them slightly so you can see our total revenues for the year.

Table 2

	Governmental Activities	
	2025	2024*
Revenues		
Program revenues		
Charges for services	$ 3,165,888	$ 4,552,583
Operating grants and contributions	65,445,938	71,319,387
Capital grants and contributions	1,213,915	2,192,001
General revenues		
Federal and State aid not restricted	164,744,226	183,832,043
Property taxes	35,319,960	33,967,157
Other general revenues	15,771,161	11,163,411
Total revenues	285,661,088	307,026,582
Expenses		
Instruction-related	166,043,020	170,267,104
Pupil services	45,587,756	43,112,892
Administration	13,627,278	11,525,563
Plant services	26,762,009	25,598,577
All other services	23,445,899	22,897,773
Total expenses	275,465,962	273,401,909
Change in net position	$ 10,195,126	$ 33,624,673

* The expenses for the year ended June 30, 2024, were not restated for the effects of the implementation of GASB Statement No. 101 for comparative purposes. See Note 16 for further information.

Governmental Activities

As reported in the *Statement of Activities*, the cost of all of our governmental activities this year was $275,464,322 as compared to $273,401,909 in the prior year. However, the amount that our taxpayers ultimately financed for these activities through local taxes was only $35,319,960 because the cost was paid by those who benefited from the programs, $3,165,888, or by other governments and organizations who subsidized certain programs with grants and contributions of $66,659,853. We paid for the remaining "public benefit" portion of our governmental activities with $164,744,226 in Federal and State unrestricted funds, and $15,771,161 with other revenues, like interest and general entitlements.

In Table 3, we have presented the cost and net cost of each of the District's largest functions: instruction-related, pupil services, administration, plant services, and all other services. As discussed below, net cost shows the financial burden that was placed on the District's taxpayers by each of these functions. Providing this information allows our citizens to consider the cost of each function in comparison to the benefits they believe are provided by that function.

Table 3

	Total Cost of Services		Net Cost of Services	
	2025	2024*	2025	2024*
Instruction-related	$ 166,043,020	$ 170,267,104	$ (127,550,139)	$ (122,650,743)
Pupil services	45,587,756	43,112,892	(27,297,015)	(22,407,904)
Administration	13,627,278	11,525,563	(12,186,249)	(9,885,188)
Plant services	26,762,009	25,598,577	(18,872,611)	(22,251,444)
All other services	23,445,899	22,897,773	(19,734,207)	(18,142,659)
Total	$ 275,465,962	$ 273,401,909	$ (205,640,221)	$ (195,337,938)

* The expenses for the year ended June 30, 2024, were not restated for the effects of the implementation of GASB Statement No. 101 for comparative purposes. See Note 16 for further information.

THE DISTRICT'S FUNDS

As the District completed this year, our governmental funds reported a combined fund balance of $129,752,222, which is a decrease of $86,638,063 from last year (Table 4).

Table 4

	Balances and Activity			
Governmental Fund	July 1, 2024	Revenues and Other Financing Sources	Expenditures and Other Financing Uses	June 30, 2025
General	$ 62,687,111	$ 226,233,611	$ 228,155,884	$ 60,764,838
Student Activities	1,371,050	3,066,214	2,783,767	1,653,497
Charter Schools	10,029,639	17,774,559	15,685,153	12,119,045
Adult Education	544,216	1,434,294	1,277,160	701,350
Child Development	647,730	2,535,879	2,139,833	1,043,776
Cafeteria	11,184,285	15,040,024	12,404,671	13,819,638
Deferred Maintenance	1,102,570	2,827,331	3,622,931	306,970
Building	28,766,196	2,219,352	25,587,792	5,397,756
Capital Facilities	4,465,039	2,903,788	1,964,535	5,404,292
County School Facilities	33,503,498	2,900,781	32,758,733	3,645,546
Special Reserve Fund for Capital Outlay Projects	49,204,833	1,218,393	37,887,873	12,535,353
Bond Interest and Redemption	12,884,118	14,688,930	15,212,887	12,360,161
Total	$ 216,390,285	$ 292,843,156	$ 379,481,219	$ 129,752,222

The fund balance in the General Fund decreased by $1,922,273 from $62,687,111 to $60,764,838 due to decreases in revenues from state and federal funding sources. The Building Fund showed a decrease of $23,368,440 due to an increase in capital outlay expenditures in the current year. The Special Reserve Fund for Capital Outlay Projects showed a decrease of $36,669,480 due to an increase in capital outlay expenditures. The County School Facilities Fund showed a decrease of $29,857,952 from the prior year due to an increase in capital outlay expenditures.

General Fund Budgetary Highlights

The District originally projected a decrease in the General Fund balance of $10,047,195. During the year, the District received sources from financed purchases, received several new local grant awards and increased state categorical allocations, and adjusted CalSTRS on behalf contribution amounts from estimated to actual at year end. These changes resulted in revenues and transfers in totaling $11,331,555 more than originally projected. Related expenditures and transfers out were $3,206,633 more than originally projected, resulting in a decrease in the fund balance of $1,922,273.

CAPITAL ASSETS AND LONG-TERM LIABILITIES

Capital Assets

At June 30, 2025, the District had $531,012,905 in a broad range of capital assets (net of depreciation and amortization), including land, buildings, furniture, and equipment, and right-to-use leased assets. This amount represents a net increase (including additions, deductions, depreciation, and amortization) of $86,850,927, or 19.6% from last year (Table 5).

Table 5

	Governmental Activities	
	2025	2024
Land and construction in progress	$ 263,807,722	$ 188,791,295
Buildings and improvements	256,660,226	244,934,011
Equipment	10,046,411	9,760,301
Right-to-use leased assets	498,546	674,052
Right-to-use subscription IT assets	-	2,319
Total	$ 531,012,905	$ 444,161,978

Several capital projects were planned for the 2024-2025 year. We expended $99,297,352 capital additions for the 2024-2025 year. We present more detailed information about our capital assets in the Notes to Financial Statements.

Long-Term Liabilities

At the end of this year, the District had $557,349,695 in long-term liabilities outstanding versus $561,953,946 last year, a decrease of 0.8%. These liabilities consisted of:

Table 6

	Governmental Activities	
	2025	2024*
Long-Term Liabilities		
General obligation bonds	$ 252,771,692	$ 258,564,074
Qualified school construction bonds, certficates of participation	3,158,071	4,721,315
Certificates of participation	91,940,000	92,430,000
Unamortized premiums/(discounts)	25,641,024	26,925,790
Financed purchase agreements	3,984,636	2,000,779
Leases	532,661	695,312
Compensated absences, net	16,262,541	817,059
Net pension liability	142,679,291	155,815,239
Other postemployment benefits	20,379,779	19,984,378
Total	$ 557,349,695	$ 561,953,946

* Amounts have not been restated for the effects of the implementation of GASB Statement No. 101 for comparative purposes. See Note 16 for further information.

The District's S&P rating at the time of the last rating was "AA/A+."

At year-end, the District has a net pension liability of $142,679,291 versus $155,815,239 last year, a decrease of $13,135,948. The District also reported deferred outflows of resources from pension activities of $52,914,972, and deferred inflows of resources from pension activities of $11,484,752.

We present more detailed information regarding our long-term liabilities in the Notes to Financial Statements.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

At the time of preparation of the District's 2025-2026 budget, the State budget proposal included a COLA of 2.30%. The Unduplicated Pupil Count percentage for supplemental and concentration grants was 72.42% in 2024-2025 and is projected to remain at similar levels for 2025-2026. The District's 2025-2026 fall census shows enrollment growth of 53 students compared with the 2024-2025 census. The FCMAT LCFF calculator was used for revenue projections and Minimum Proportionality Percentage (MPP) estimates.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, students, and investors and creditors with a general overview of the District's finances and to show the District's accountability for the money it receives. If you have questions about this report or need any additional financial information, contact the Business Services Office, at Sanger Unified School District, 1905 Seventh Street, Sanger, California, 93657, or e-mail at ryan_kilby@sangerusd.net.

	Governmental Activities
Assets	
Deposits and investments	$ 151,931,377
Receivables	21,831,337
Prepaid expense	265,152
Stores inventories	155,906
Capital assets not depreciated or amortized	263,807,722
Capital assets, net of accumulated depreciation and amortization	267,205,183
Total assets	705,196,677
Deferred Outflows of Resources	
Deferred charge on refunding	2,774,172
Deferred outflows of resources related to OPEB	5,873,458
Deferred outflows of resources related to pensions	52,914,972
Total deferred outflows of resources	61,562,602
Liabilities	
Accounts payable	42,828,062
Unearned revenue	1,603,488
Long-term liabilities	
Long-term liabilities other than OPEB and pensions due within one year	12,767,551
OPEB liability due within one year	843,529
Long-term liabilities other than OPEB and pensions due in more than one year	381,523,074
Net other postemployment benefits (OPEB) liability due in more than one year	19,536,250
Aggregate net pension liabilities	142,679,291
Total liabilities	601,781,245
Deferred Inflows of Resources	
Deferred charge on refunding	521,919
Deferred inflows of resources related to OPEB	1,522,008
Deferred inflows of resources related to pensions	11,484,752
Total deferred inflows of resources	13,528,679
Net Position	
Net investment in capital assets	168,260,201
Restricted for	
Debt service	12,377,551
Capital projects	9,103,512
Educational programs	41,041,179
Child nutrition	13,769,472
Student activities	1,653,497
Unrestricted (deficit)	(94,756,057)
Total net position	$ 151,449,355

Functions/Programs	Expenses	Program Revenues: Charges for Services and Sales	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Net (Expenses) Revenues and Changes in Net Position: Governmental Activities
Governmental Activities					
Instruction	$ 139,465,845	$ 535,633	$ 32,733,178	$ 1,213,915	$ (104,983,119)
Instruction-related activities					
Supervision of instruction	7,408,549	-	1,957,286	-	(5,451,263)
Instructional library, media, and technology	2,510,534	-	18,557	-	(2,491,977)
School site administration	16,658,092	-	2,034,312	-	(14,623,780)
Pupil services					
Home-to-school transportation	9,297,818	37,912	73,920	-	(9,185,986)
Food services	11,926,088	84,443	12,183,212	-	341,567
All other pupil services	24,363,850	89,035	5,822,219	-	(18,452,596)
Administration					
Data processing	1,355,071	-	-	-	(1,355,071)
All other administration	12,272,207	17,666	1,423,363	-	(10,831,178)
Plant services	26,762,009	2,308,085	5,581,313	-	(18,872,611)
Ancillary services	5,821,718	-	3,096,070	-	(2,725,648)
Community services	99,433	-	-	-	(99,433)
Interest on long-term liabilities	15,248,698	-	-	-	(15,248,698)
Other outgo	2,276,050	93,114	522,508	-	(1,660,428)
Total governmental activities	$ 275,465,962	$ 3,165,888	$ 65,445,938	$ 1,213,915	(205,640,221)

	Net (Expenses) Revenues and Changes in Net Position
	Governmental Activities
General Revenues and Subventions	
Property taxes, levied for general purposes	$ 21,128,620
Property taxes, levied for debt service	14,133,373
Taxes levied for other specific purposes	57,967
Federal and State aid not restricted to specific purposes	164,744,226
Interest, investment earnings and fair value adjustments	10,236,821
Miscellaneous	5,534,340
Subtotal, general revenues and subventions	215,835,347
Change in Net Position	10,195,126
Net Position - Beginning, as previously reported	156,052,513
Adjustments (Note 16)	(14,798,284)
Net Position - Beginning, as restated	141,254,229
Net Position - Ending	$ 151,449,355

	General Fund	Building Fund	Special Reserve Fund for Capital Outlay Projects	Non-Major Governmental Funds	Total Governmental Funds
Assets					
Deposits and investments	$ 68,044,435	$ 9,554,715	$ 19,171,092	$ 55,161,135	$ 151,931,377
Receivables	12,136,209	2,507,655	3,550,863	3,636,610	21,831,337
Due from other funds	10,068,705	1,755,570	-	906,764	12,731,039
Prepaid expenditures	265,152	-	-	-	265,152
Stores inventories	105,740	-	-	50,166	155,906
Total assets	$ 90,620,241	$ 13,817,940	$ 22,721,955	$ 59,754,675	$ 186,914,811
Liabilities and Fund Balances					
Liabilities					
Accounts payable	$ 27,508,569	$ 8,420,184	$ 3,430,931	$ 3,468,378	$ 42,828,062
Due to other funds	1,158,490	-	6,755,671	4,816,878	12,731,039
Unearned revenue	1,188,344	-	-	415,144	1,603,488
Total liabilities	29,855,403	8,420,184	10,186,602	8,700,400	57,162,589
Fund Balances					
Nonspendable	380,892	-	-	50,166	431,058
Restricted	36,933,465	5,397,756	60,550	40,994,356	83,386,127
Committed	-	-	-	598,795	598,795
Assigned	16,283,584	-	12,474,803	9,410,958	38,169,345
Unassigned	7,166,897	-	-	-	7,166,897
Total fund balances	60,764,838	5,397,756	12,535,353	51,054,275	129,752,222
Total liabilities and fund balances	$ 90,620,241	$ 13,817,940	$ 22,721,955	$ 59,754,675	$ 186,914,811

See Notes to Financial Statements

Total Fund Balance - Governmental Funds		$ 129,752,222
Amounts Reported for Governmental Activities in the Statement of Net Position are Different Because		
Capital assets used in governmental activities are not financial resources and, therefore, are not reported as assets in governmental funds.		
The cost of capital assets is	$ 730,286,848	
Accumulated depreciation and amortization is	(199,273,943)	
Net capital assets		531,012,905
Deferred outflows of resources represent a consumption of net position in a future period and is not reported in the governmental funds. Deferred outflows of resources amounted to and related to		
Debt refundings (deferred charge on refunding)	2,774,172	
Other postemployment benefits (OPEB)	5,873,458	
Aggregate net pension liability	52,914,972	
Total deferred outflows of resources		61,562,602
Deferred inflows of resources represent an acquisition of net position that applies to a future period and is not reported in the governmental funds. Deferred inflows of resources amount to and related to		
Debt refundings (deferred charge on refunding)	(521,919)	
Other postemployment benefits (OPEB)	(1,522,008)	
Aggregate net pension liability	(11,484,752)	
Total deferred inflows of resources		(13,528,679)
Aggregate net pension liability is not due and payable in the current period, and is not reported as a liability in the funds.		(142,679,291)
The District's OPEB liability is not due and payable in the current period, and is not reported as a liability in the funds.		(20,379,779)
Long-term liabilities are not due and payable in the current period and, therefore, are not reported as liabilities in the funds. Long-term liabilities at year-end consist of		
General obligation bonds including unamortized premiums	(270,999,328)	
Certificates of participation including unamortized premiums and discounts	(94,929,248)	
Financed purchase agreements	(3,984,636)	
Leases	(532,661)	
Compensated absences	(16,262,541)	
In addition, capital appreciation general obligation bonds were issued. The accretion of interest to date on the general obligation bonds is	(7,582,211)	
Total long-term liabilities		(394,290,625)
Total net position - governmental activities		$ 151,449,355

	General Fund	Building Fund	County School Facilities Fund	Special Reserve Fund for Capital Outlay Projects	Bond Interest and Redemption Fund	Non-Major Governmental Funds	Total Governmental Funds
Revenues							
Local Control Funding Formula (LCFF)	$ 164,558,388	$ -		$ -		$ 14,158,283	$ 178,716,671
Federal sources	7,679,289	-		-		10,451,740	18,131,029
Other State sources	34,596,502	-		-		10,822,294	45,418,796
Other local sources	18,693,124	2,219,352		1,218,393		24,477,955	46,608,824
Total revenues	225,527,303	2,219,352		1,218,393		59,910,272	288,875,320
Expenditures							
Current							
Instruction	124,454,040	-		-		12,853,708	137,307,748
Instruction-related activities							
Supervision of instruction	7,128,990	-		-		427,265	7,556,255
Instructional library, media, and technology	2,440,374	-		-		102,060	2,542,434
School site administration	14,919,985	-		-		1,583,837	16,503,822
Pupil services							
Home-to-school transportation	7,231,420	-		-		-	7,231,420
Food services	3,162	-		-		11,251,538	11,254,700
All other pupil services	24,199,709	-		-		1,073,411	25,273,120
Administration							
Data processing	829,902	-		-		74,916	904,818
All other administration	10,365,284	-		-		1,396,892	11,762,176
Plant services	23,095,173	-		-		1,938,798	25,033,971
Ancillary services	3,029,815	-		-		2,854,645	5,884,460
Community services	99,493	-		-		-	99,493
Other outgo	2,276,050	-		-		-	2,276,050
Facility acquisition and construction	4,166,408	25,587,792		33,636,923		37,367,242	100,758,365

	General Fund	Building Fund	County School Facilities Fund	Special Reserve Fund for Capital Outlay Projects	Bond Interest and Redemption Fund	Non-Major Governmental Funds	Total Governmental Funds
Expenditures							
Debt service							
Principal	2,172,424	-		165,000		7,065,000	9,402,424
Interest and other	1,252,513	-		4,085,950		9,154,050	14,492,513
Total expenditures	227,664,742	25,587,792		37,887,873		87,143,362	378,283,769
Excess (Deficiency) of Revenues Over Expenditures	(2,137,439)	(23,368,440)		(36,669,480)		(27,233,090)	(89,408,449)
Other Financing Sources (Uses)							
Transfers in	706,308	-		-		491,142	1,197,450
Sources from financed purchase agreement	-	-		-		2,770,386	2,770,386
Transfers out	(491,142)	-		-		(706,308)	(1,197,450)
Net Financing Sources (Uses)	215,166	-		-		2,555,220	2,770,386
Net Change in Fund Balances	(1,922,273)	(23,368,440)		(36,669,480)		(24,677,870)	(86,638,063)
Fund Balance - Beginning, as previously reported	62,687,111	28,766,196	33,503,498	49,204,833	12,884,118	29,344,529	216,390,285
Adjustments (Note 16)	-	-	(33,503,498)	-	(12,884,118)	46,387,616	-
Fund Balance - Beginning	62,687,111	28,766,196		49,204,833		75,732,145	216,390,285
Fund Balance - Ending	$ 60,764,838	$ 5,397,756		$ 12,535,353		$ 51,054,275	$ 129,752,222

Total Net Change in Fund Balances - Governmental Funds		$ (86,638,063)
Amounts Reported for Governmental Activities in the Statement of Activities are Different Because		
Capital outlay to purchase or build capital assets are reported in governmental funds as expenditures; however, for governmental activities, those costs are shown in the Statement of Net Position and allocated over their estimated useful lives as annual depreciation and amortization expense in the Statement of Activities.		
This is the amount by which capital outlay exceed depreciation and amortization expense in the period.		
Depreciation and amortization expense	$ (15,432,168)	
Capital outlay	102,375,701	
Net expense adjustment		86,943,533
The District issued capital appreciation general obligation bonds. The accretion of interest on the general obligation bonds during the current fiscal year was		(607,618)
A loss on disposal of capital assets is reported in the government-wide Statement of Net Position, but is not recorded in the governmental funds.		(92,606)
Some of the capital assets acquired this year were financed. The amount financed is reported in the governmental funds as a source of financing. On the other hand, the financing proceeds are not revenues in the Statement of Activities, but rather constitute long-term liabilities in the Statement of Net Position.		(2,770,386)
In the Statement of Activities, certain operating expenses, such as compensated absences are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are measured by the amount of financial resources used (essentially, the amounts actually paid). This amount is the difference between compensated absences earned and used.		(647,198)
In the governmental funds, pension costs are based on employer contributions made to pension plans during the year. However, in the Statement of Activities, pension expense is the net effect of all changes in the deferred outflows/inflows of resources and net pension liability during the year.		4,635,950

In the governmental funds, OPEB costs are based on benefit payments made for OPEB plans during the year. However, in the Statement of Activities, OPEB expense is the net effect of all changes in the deferred outflows/inflows of resources and net OPEB liability during the year.	(1,192,180)
Governmental funds report the effect of premiums, discounts, and the deferred charge on refunding when the debt is first issued, whereas these amounts are deferred and amortized in the Statement of Activities.	
Premium amortization	1,292,440
Discount amortization	(7,674)
Deferred charge on refunding amortized	(123,496)
Payments of principal on long-term liabilities is an expenditure in the governmental funds, but reduce long-term liabilities in the Statement of Net Position and does not affect the Statement of Activities.	
General obligation bonds, including refundings	6,400,000
Qualified school construction bonds	1,563,244
Certificates of participation	490,000
Financed purchase agreements	786,529
Leases	162,651
Change in net position of governmental activities	$ 10,195,126

	Custodial Fund
Assets	
Deposits and investments	$ 490,311
Receivables	6,198
Total assets	496,509
Liabilities	
Accounts payable	2,200
Net Position	
Restricted for scholarships	$ 494,309

	Custodial Fund
Additions	
Contributions	
Private donations	$ 67,876
Interest	14,513
Total contributions	82,389
Deductions	
Scholarships awarded	64,672
Net Increase in Fiduciary Net Position	17,717
Net Position - Beginning	476,592
Net Position - Ending	$ 494,309

Note 1 - Summary of Significant Accounting Policies

Financial Reporting Entity

The Sanger Unified School District (the District) was unified in 1965, under the laws of the State of California. The District operates under a locally-elected seven member Board form of government and provides educational services to grades K - 12 as mandated by the State and/or Federal agencies. The District operates twelve elementary schools, one middle school, two high schools, one continuation high school, two charter schools, one community day school, one home school/virtual school, and one adult school.

A reporting entity is comprised of the primary government, component units, 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 Sanger Unified School District, this includes general operations, food service, and student related activities of the District.

Component Units

Component units are legally separate organizations for which the District is financially accountable. Component units may also include organizations that are fiscally dependent on the District, in that the District approves their budget, the issuance of their debt or the levying of their taxes. In addition, component units may be other legally separate organizations for which the District is not financially accountable but the nature and significance of the organization's relationship with the District is such that exclusion would cause the District's financial statements to be misleading or incomplete. For financial reporting purposes, the component unit described below has a financial and operational relationship which meets the reporting entity definition criteria of the Governmental Accounting Standards Board (GASB) Statement No. 14, The Financial Reporting Entity, as amended by GASB Statement No. 39, *Determining Whether Certain Organizations are Component Units*, and GASB Statement No. 80, *Blending Requirements For Certain Component Units* and thus is included in the financial statements of the District. The component unit, although legally a separate entity, is reported in the financial statements using the blended presentation method as if it were part of the District's operations because the governing board of the component unit is essentially the same as the governing board of the District.

Other Related Entities

Charter Schools The District has approved Charters for Quail Lake Environmental Charter School and Sanger Academy Charter School pursuant to *Education Code* Section 47605. The Charter Schools are operated by the District and the financial activities are presented in the Charter Schools Special Revenue Fund.

Sanger Unified School District Financing Corporation

The Sanger Unified School District Financing Corporation's (the Corporation) financial activity is presented in the financial statements of the District under the blended presentation method. Debt issued by the Corporation is included as long-term liabilities in the government-wide financial statements.

Basis of Presentation - Fund Accounting

The accounting system is organized and operated on a fund basis. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts, which are segregated for the purpose of carrying out specific activities or attaining certain objectives in accordance with special regulations, restrictions, or limitations. The District's funds are grouped into two broad fund categories: governmental and fiduciary.

Governmental Funds Governmental funds are those through which most governmental functions typically are financed. Governmental fund reporting focuses on the sources, uses, and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets and liabilities is reported as fund balance. The following are the District's major and non-major governmental funds:

Major Governmental Funds

General Fund The General Fund is the chief operating fund for all districts. It is used to account for the ordinary operations of the District. All transactions except those accounted for in another fund are accounted for in this fund.

One fund currently defined as a special revenue fund in the *California State Accounting Manual* (CSAM) does not meet the GASB Statement No. 54 special revenue fund definition. Specifically, Fund 17, Special Reserve Fund for Other Than Capital Outlay Projects, is not substantially composed of restricted or committed revenue sources. While this fund is authorized by statute and will remain open for internal reporting purposes, this fund functions effectively as an extension of the General Fund, and accordingly has been consolidated with the General Fund for presentation in these audited financial statements. As a result, the General Fund reflects an increase in fund balance of $6,399.

Building Fund The Building Fund exists primarily to account separately for proceeds from the sale of bonds (*Education Code* Section 15146) and may not be used for any purposes other than those for which the bonds were issued.

Special Reserve Fund for Capital Outlay Projects The Special Reserve Fund for Capital Outlay Projects exists primarily to provide for the accumulation of General Fund monies for capital outlay purposes (*Education Code* Section 42840).

Non-Major Governmental Funds

Special Revenue Funds The Special Revenue funds are used to account for the proceeds from specific revenue sources (other than trusts, major capital projects, or debt service) that are restricted or committed to the financing of particular activities, that compose a substantial portion of the inflows of the fund, and that are reasonably expected to continue. Additional resources that are restricted, committed, or assigned to the purpose of the fund may also be reported in the fund.

- **Student Activities Fund** The Student Activities Fund is used to account separately for the operating activities of the associated student body accounts that are not fiduciary in nature, including student clubs, general operations, athletics, and other student body activities.

- **Charter Schools Fund** The Charter Schools Fund may be used by authorizing districts to account separately for the operating activities of district-operated charter schools that would otherwise be reported in the authorizing district's General Fund. The District operated two dependent charter schools during the current fiscal year.

- **Adult Education Fund** The Adult Education Fund is used to account separately for Federal, State, and local revenues that are restricted or committed for adult education programs and is to be expended for adult education purposes only.

- **Child Development Fund** The Child Development Fund is used to account separately for Federal, State, and local revenues to operate child development programs and is to be used only for expenditures for the operation of child development programs.

- **Cafeteria Fund** The Cafeteria Fund is used to account separately for Federal, State, and local resources to operate the food service program (*Education Code* Sections 38090-38093) and is used only for those expenditures authorized by the governing board as necessary for the operation of the District's food service program (*Education Code* Sections 38091 and 38100).

- **Deferred Maintenance Fund** The Deferred Maintenance Fund is used to account separately for revenues that are restricted or committed for deferred maintenance purposes (*Education Code* Section 17582).

Capital Project Funds The Capital Project funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities and other capital assets (other than those financed by proprietary funds and trust funds).

- **Capital Facilities Fund** The Capital Facilities Fund is used primarily to account separately for monies received from fees levied on developers or other agencies as a condition of approval (*Education Code* Sections 17620-17626 and *Government Code* Section 65995 et seq.). Expenditures are restricted to the purposes specified in *Government Code* Sections 65970-65981 or to the items specified in agreements with the developer (*Government Code* Section 66006).

- **County School Facilities Fund** The County School Facilities Fund is established pursuant to *Education Code* Section 17070.43 to receive apportionments from the 1998 State School Facilities Fund (Proposition 1A), the 2002 State School Facilities Fund (Proposition 47), the 2004 State School Facilities Fund (Proposition 55), the 2006 State School Facilities Fund (Proposition 1D), or the 2016 State School Facilities Fund (Proposition 51) authorized by the State Allocation Board for new school facility construction, modernization projects, and facility hardship grants, as provided in the Leroy F. Greene School Facilities Act of 1998 (*Education Code* Section 17070.10 et seq.).

Debt Service Funds The Debt Service funds are used to account for the accumulation of resources for and the payment of principal and interest on general long-term liabilities.

- **Bond Interest and Redemption Fund** The Bond Interest and Redemption Fund is used for the repayment of bonds issued by the District (*Education Code* Sections 15125-15262).

Fiduciary Funds Fiduciary funds are used to account for resources held for the benefit of parties outside the District and are not available to support the District's own programs. Fiduciary funds are split into four classifications: pension trust funds, investment trust funds, private-purpose trust funds, and custodial funds. The three types of trust funds are distinguished from custodial funds by the existence of a trust agreement or equivalent arrangement that has certain characteristics.

- **Custodial Funds** Custodial funds are used to account for resources, not held in a trust, that are held by the District for other parties outside the District's reporting entity. The District's custodial funds are the Livingston, Morrow, Lehman, Foundation, Nurses, Engineering Pathway, Technology Department, Del Rey, Santiago and Joan Campbell, Foster Youth and McKinney-Vento, and Vazanian Family scholarships.

Basis of Accounting - Measurement Focus

Government-Wide Financial Statements The government-wide financial statements are prepared using the economic resources measurement focus and the accrual basis of accounting, which differs from the manner in which governmental fund financial statements are prepared.

The government-wide Statement of Activities presents a comparison between expenses, both direct and indirect, and program revenues for each governmental function, and exclude fiduciary activity. Direct expenses are those that are specifically associated with a service, program, or department and are therefore, clearly identifiable to a particular function. The District does not allocate indirect expenses to functions in the Statement of Activities, except for depreciation and amortization of capital assets. Program revenues include charges paid by the recipients of the goods or services offered by the programs 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 are presented as general revenues. The comparison of program revenues and expenses identifies the extent to which each program is self-financing or draws from the general revenues of the District. Eliminations have been made to minimize the double counting of internal activities.

Net position should be reported as restricted when constraints placed on net position are either externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws and regulations of other governments, or imposed by law through constitutional provisions or enabling legislation. Net position restricted for other activities results from special revenue funds and the restrictions on their use.

Fund Financial Statements Fund financial statements report detailed information about the District. The focus of governmental financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column. Non-major governmental funds are aggregated and presented in a single column.

- **Governmental Funds** All governmental funds are accounted for using the flow of current financial resources measurement focus and the modified accrual basis of accounting. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. The Statement of Revenues, Expenditures, and Changes in Fund Balances reports on the sources (revenues and other financing sources) and uses (expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements, therefore, include reconciliations with brief explanations to better identify the relationship between the government-wide financial statements, prepared using the economic resources measurement focus and the accrual basis of accounting, and the governmental fund financial statements, prepared using the flow of current financial resources measurement focus and the modified accrual basis of accounting.

- **Fiduciary Funds** Fiduciary funds are accounted for using the flow of economic resources measurement focus and the accrual basis of accounting. Fiduciary funds are excluded from the government-wide financial statements because they do not represent resources of the District.

Revenues – Exchange and Non-Exchange Transactions Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, 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. The District considers revenues to be available if they are collected within one year after year-end, except for property taxes, which are considered available if collected within 60 days. 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.

Unearned Revenue Unearned revenues arise when resources are received by the District before it has a legal claim to them, such as when certain grants are received prior to the occurrence of qualifying expenditures. In the subsequent periods, when the District has a legal claim to the resources, the liability for unearned revenue is removed from the financial statements and the revenue is recognized.

Expenses/Expenditures On the accrual basis of accounting, expenses are recognized at the time they are incurred. The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred. Principal and interest on long-term liabilities, which has not matured, are recognized when paid in the governmental funds as expenditures. Allocations of costs, such as depreciation and amortization, are not recognized in the governmental funds but are recognized in the government-wide financial statements.

Investments

Investments with original maturities greater than one year are stated at fair value. Fair value is estimated based on quoted market prices at year-end. All investments not required to be reported at fair value are stated at cost or amortized cost. Fair values of investments in county pools are determined by the program sponsor.

The District's investment in the county treasury is measured at fair value on a recurring basis, which is determined by the fair value per share of the underlying portfolio determined by the program sponsor. Positions in this investment pool are not required to be categorized within the fair value hierarchy.

Prepaid Expenditures (Expenses)

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

Stores Inventories

Stores inventories consist of expendable food and supplies held for consumption. Inventories are stated at cost, on the weighted average basis. The costs of inventory items are recorded as expenditures in the governmental funds.

Capital Assets, Depreciation, and Amortization

Capital assets are long-lived assets of the District. The District maintains a capitalization threshold of $5,000. The District does not possess any infrastructure. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not capitalized, but are expensed as incurred.

The accounting and reporting treatment applied to the capital assets associated with a fund are determined by its measurement focus. When purchased, such assets are recorded as expenditures in the governmental funds and capitalized in the government-wide Statement of Net Position. The valuation basis for capital assets is historical cost, or where historical cost is not available, estimated historical cost based on replacement cost. Donated capital assets are capitalized at acquisition value on the date donated.

Depreciation of capital assets is computed and recorded by the straight-line method. Estimated useful lives of the various classes of depreciable capital assets are as follows: buildings, 20 to 50 years; improvements/infrastructure, 5 to 50 years; equipment, 2 to 15 years. Land is not depreciated.

The District records impairments of capital assets when it becomes probable that the carrying value of the assets will not be fully recovered over their estimated useful life. Impairments are recorded to reduce the carrying value of the assets to their net realizable value based on facts and circumstances in existence at the time of the determination. No impairments were recorded during the year ended June 30, 2025.

Right-to-use leased assets are recognized at the lease commencement date and represent the District's right-to-use an underlying asset for the lease term. Right-to-use leased assets are measured at the initial value of the lease liability plus any payments made to the lessor before commencement of the lease term, less any lease incentives received from the lessor at or before the commencement of the lease term, plus any initial direct costs necessary to place the leased asset into service. Right-to-use leased assets are amortized over the shorter of the lease term or useful life of the underlying asset using the straight-line method. The amortization period is five years.

Right-to-use subscription IT assets are recognized at the subscription commencement date and represent the District's right-to-use the underlying IT asset for the subscription term. Right-to-use subscription IT assets are measured at the initial value of the subscription liability plus any payments made to the vendor at the commencement of the subscription term, less any subscription incentives from the vendor at or before the commencement of the subscription term, plus any capitalizable initial implementation costs necessary to place the subscription asset into service. Right-to-use subscription IT assets are amortized over the shorter of the subscription term or useful life of the underlying asset using the straight-line method. The amortization period is two years.

Interfund Balances

On fund financial statements, receivables and payables resulting from short-term interfund loans are classified as "interfund receivables/payables." These amounts are eliminated in the governmental activities column of the Statement of Net Position, as well as the Custodial Fund column of the Fiduciary Funds Statement of Net Position.

Compensated Absences

Compensated absences are accrued as a liability as the benefits are earned for leave balances that are more likely than not to be used for compensated leave or settled through cash or noncash means. The entire compensated absence liability is reported on the government-wide Statement of Net Position. For governmental funds, a liability for compensated absences is recognized upon the occurrence of relevant events such as employee resignations and retirements that occur prior to year-end that have not yet been paid with expendable available financial resources. These amounts are reported in the fund from which the employees who have accumulated leave are paid.

Sick leave is accumulated without limit for each employee at the rate of one day for each month worked. Leave with pay is provided when employees are absent for health reasons; however, the employees do not gain a vested right to accumulated sick leave. Employees are never paid for any sick leave balance at termination of employment or any other time. Therefore, only the portion of accumulated sick leave that is more likely than not to be used by the employee for paid leave is recognized as a liability in the District's financial statements. Credit for unused sick leave is applicable to all classified school members who retire after January 1, 1999. At retirement, each member will receive 0.004 year of service credit for each day of unused sick leave. Credit for unused sick leave is applicable to all certificated employees and is determined by dividing the number of unused sick days by the number of base service days required to complete the last school year, if employed full-time. The portion of sick leave that is more likely than not to be settled through conversion to service credit for employee retirement plans is not included in the District's liability for compensated absences.

Accrued Liabilities and Long-Term Liabilities

All payables, accrued liabilities, and long-term liabilities are reported in the government-wide financial statements. In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources, are reported as liabilities of the governmental funds.

However, compensated absences and contractually required pension contributions that will be paid from governmental funds are reported as a liability in the governmental fund financial statements only to the extent that they are due for payment during the current year. Bonds, purchase agreements, and other long-term liabilities are recognized as liabilities in the governmental fund financial statements when due.

Debt Premiums and Discounts

Debt premiums and discounts are reported as liabilities in the governmental activities Statement of Net Position. Debt premiums and discounts are amortized over the life of the bonds using the straight-line method, which approximates the effective interest method.

In governmental fund financial statements, debt premiums and discounts are recognized in the period the debt is issued. The face amount of the debt is reported as other financing sources. Premiums received on debt issuance are also reported as other financing sources.

Deferred Outflows/Inflows of Resources

In addition to assets, the Statement of Net Position also reports deferred outflows of resources. This separate financial statement element represents a consumption of net position that applies to a future period and so will not be recognized as an expense until then. The District reports deferred outflows of resources for deferred charges on refunding of debt, for pension related items, and for OPEB related items.

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

Pensions

For purposes of measuring the net pension liability, deferred outflows/inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the California State Teachers Retirement System (CalSTRS) and the California Public Employees' Retirement System (CalPERS) plan for schools (Plans) and additions to/deductions from the Plans' fiduciary net position have been determined on the same basis as they are reported by CalSTRS and CalPERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Member contributions are recognized in the period in which they are earned. Investments are reported at fair value. The net pension liability attributable to the governmental activities will be paid by the fund in which the employee worked.

Postemployment Benefits Other Than Pensions (OPEB)

For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the District Plan and the CalSTRS Medicare Premium Payment (MPP) Program and additions to/deductions from the District Plan and the MPP's fiduciary net position have been determined on the same basis as they are reported by the District Plan and the MPP. For this purpose, the District Plan and MPP recognizes benefit payments when due and payable in accordance with the benefit terms. Investments are reported at fair value, except for money market investments and participating interest-earning investment contracts that have a maturity at the time of purchase of one year or less, which are reported at cost. The total OPEB liability attributable to the governmental activities will be paid primarily by the General Fund.

Lease Liabilities

Lease liabilities represent the District's obligation to make lease payments arising from the lease. The District recognizes a lease liability in the government-wide financial statements. Lease liabilities are recognized at the lease commencement date based on the present value of future lease payments expected to be made during the lease term. The present value of lease payments is discounted based on a borrowing rate determined by the District.

Fund Balances - Governmental Funds

As of June 30, 2025, fund balances of the governmental funds are classified as follows:

Nonspendable - amounts that cannot be spent either because they are in nonspendable form or because they are legally or contractually required to be maintained intact.

Restricted - amounts that can be spent only for specific purposes because of constitutional provisions or enabling legislation or because of constraints that are externally imposed by creditors, grantors, contributors, or the laws or regulations of other governments.

Committed - amounts that can be used only for specific purposes determined by a formal action of the governing board. The governing board is the highest level of decision-making authority for the District. Commitments may be established, modified, or rescinded only through resolutions or other action as approved by the governing board.

Assigned - amounts that do not meet the criteria to be classified as restricted or committed but that are intended to be used for specific purposes. Under the District's adopted policy, the governing board or Chief Business Officer may assign amounts for specific purposes.

Unassigned - all other spendable amounts.

Spending Order Policy

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is 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, as needed, unless the governing board has provided otherwise in its commitment or assignment actions.

Minimum Fund Balance Policy

The governing board adopted a minimum fund balance policy for the General Fund in order to protect the District against revenue shortfalls or unpredicted one-time expenditures. The policy requires a reserve for economic uncertainties consisting of unassigned amounts equal to no less than three percent of General Fund expenditures and other financing uses.

Net Position

Net position represents the difference between assets and deferred outflows of resources, and liabilities and deferred inflows of resources. Net position related to net of investment in capital assets consists of capital assets, net of accumulated depreciation and amortization, 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 their use either through the enabling legislation adopted by the District or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. The District first applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position is available. The government-wide financial statements report $77,945,211 of restricted net position.

Interfund Activity

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements. Interfund transfers are eliminated in the governmental column of the Statement of Activities.

Estimates

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

Property Tax

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 and become delinquent on December 10 and April 10, respectively. Unsecured property taxes are payable in one installment on or before August 31. The County of Fresno bills and collects the taxes on behalf of the District. Local property tax revenues are recorded when received.

Adoption of New Accounting Standard

Implementation of GASB Statement No. 101

As of June 30, 2025, the District adopted GASB Statement No. 101, *Compensated Absences*. The provisions of this standard modernize the types of leave that are considered a compensated absence and provides guidance for a consistent recognition and measurement of the compensated absence liability. The effect of the implementation of this standard on beginning net position is disclosed in Note 16.

Note 2 - Deposits and Investments

Summary of Deposits and Investments

Deposits and investments as of June 30, 2025, are classified in the accompanying financial statements as follows:

Governmental activities	$ 151,931,377
Fiduciary activities	490,311
Total deposits and investments	$ 152,421,688

Deposits and investments as of June 30, 2025, consist of the following:

Cash on hand and in banks	$ 1,709,300
Cash with fiscal agent	60,550
Cash in revolving	10,000
Investments	150,641,838
Total deposits and investments	$ 152,421,688

Policies and Practices

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

Investment in County Treasury - The District is considered to be an involuntary participant in an external investment pool as the District is required to deposit all receipts and collections of monies with their county treasurer (*Education Code* Section 41001). The fair value of the District's investment in the pool is reported in the accounting financial statements at amounts based upon the District's pro-rata share of the fair value provided by the county treasurer for the entire portfolio (in relation to the amortized cost of that portfolio). The balance available for withdrawal is based on the accounting records maintained by the county treasurer, which is recorded on the amortized cost basis. The County pool is not rated.

General Authorizations

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

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

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 has a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. The District manages its exposure to interest rate risk by primarily investing in the County Pool which purchases a combination of shorter term and longer term investments and which also times cash flows from maturities so that a portion of the portfolio is maturing or coming close to maturity evenly over time as necessary to provide the cash flow and liquidity needed for operations. The District maintains an investment of $150,641,838 in the Fresno County Treasury Investment Pool that has an average maturity of 703 days to maturity.

Credit Risk - Investments

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

Custodial Credit Risk - Deposits

This is the risk that in the event of a bank failure, the District’s deposits may not be returned to it. The District does not have a policy for custodial credit risk for deposits. However, the California *Government Code* requires that a financial institution secure deposits made by state or local governmental units by pledging securities in an undivided collateral pool held by a depository regulated under state law (unless so waived by the governmental unit). The market value of the pledged securities in the collateral pool must equal at least 110% of the total amount deposited by the public agency. California law also allows financial institutions to secure public deposits by pledging first trust deed mortgage notes having a value of 150% of the secured public deposits and letters of credit issued by the Federal Home Loan Bank of San Francisco having a value of 105% of the secured deposits. As of June 30, 2025, approximately $2.6 million of the District's bank balance, including money market accounts, was exposed to custodial credit risk because it was uninsured and collateralized with securities held by the pledging financial institution’s trust department or agent, but not in the name of the District.

Note 3 - Receivables

Receivables at June 30, 2025, consist of intergovernmental grants, entitlements, and local sources. All receivables are considered collectible in full.

	General Fund	Building Fund	Special Reserve Fund for Capital Outlay Projects
Federal Government			
Categorical aid	$ 2,267,943	$ -	$ -
State Government			
LCFF apportionment	5,484	-	-
Other State sources	6,214,292	-	-
Local Sources	3,648,490	2,507,655	3,550,863
Total	$ 12,136,209	$ 2,507,655	$ 3,550,863

	Non-Major Governmental Funds	Total	Custodial Funds
Federal Government			
Categorical aid	$ 1,372,821	$ 3,640,764	$ -
State Government			
LCFF apportionment	18,654	24,138	-
Other State sources	1,873,690	8,087,982	-
Local Sources	371,445	10,078,453	6,198
Total	$ 3,636,610	$ 21,831,337	$ 6,198

Note 4 - Capital Assets

Capital asset activity for the fiscal year ended June 30, 2025, was as follows:

	Balance July 1, 2024	Additions	Deductions	Balance June 30, 2025
Governmental Activities				
Capital assets not being depreciated or amortized				
Land	$ 31,672,331	$ -	$ -	$ 31,672,331
Construction in progress	157,118,964	98,732,245	(23,715,818)	232,135,391
Total capital assets not being depreciated or amortized	188,791,295	98,732,245	(23,715,818)	263,807,722
Capital assets being depreciated and amortized				
Land improvements	45,975,441	2,293,666	-	48,269,107
Buildings and improvements	366,189,970	22,852,473	-	389,042,443
Furniture and equipment	29,097,271	2,213,135	(3,020,384)	28,290,022
Right-to-use leased furniture and equipment	877,554	-	-	877,554
Right-to-use subscription IT assets	57,965	-	(57,965)	-
Total capital assets being depreciated and amortized	442,198,201	27,359,274	(3,078,349)	466,479,126
Total capital assets	630,989,496	126,091,519	(26,794,167)	730,286,848
Accumulated depreciation and amortization				
Land improvements	(27,013,874)	(1,745,101)	-	(28,758,975)
Buildings and improvements	(140,217,526)	(11,674,823)	-	(151,892,349)
Furniture and equipment	(19,336,970)	(1,834,419)	2,927,778	(18,243,611)
Right-to-use leased furniture and equipment	(203,502)	(175,506)	-	(379,008)
Right-to-use subscription IT assets	(55,646)	(2,319)	57,965	-
Total accumulated depreciation and amortization	(186,827,518)	(15,432,168)	2,985,743	(199,273,943)
Net depreciable and amortizable capital assets	255,370,683	11,927,106	(92,606)	267,205,183
Governmental activities, capital assets, net	$ 444,161,978	$ 110,659,351	$ (23,808,424)	$ 531,012,905

Depreciation and amortization expense was charged to functional expenses as follows:

Governmental Activities	
Instruction	$ 7,545,131
Supervision of instruction	30,319
School site administration	754,513
Home-to-school transportation	2,565,345
Food services	1,207,221
Data processing	452,708
All other administration	764,294
Plant services	2,112,637
Total depreciation and amortization expense - governmental activities	$ 15,432,168

Note 5 - Interfund Transactions

Interfund Receivables/Payables (Due To/Due From)

Interfund receivable and payable balances arise from interfund transactions and are recorded by all funds affected in the period in which transactions are executed. Interfund receivable and payable balances at June 30, 2025, are as follows:

Funds	Due from Other Funds	Due to Other Funds
Major Governmental Funds		
General	$ 10,068,705	$ 1,158,490
Building	1,755,570	-
Special Reserve Fund for Capital Outlay Projects	-	6,755,671
Non-Major Governmental Funds		
Charter Schools	-	2,359,905
Adult Education	-	161,324
Child Development	-	302,274
Cafeteria	10,980	1,096,211
Deferred Maintenance	895,784	706,308
Capital Facilities	-	190,856
Total	$ 12,731,039	$ 12,731,039

The General Fund owes the Building Fund for capital expenses paid on its behalf.	$ 1,158,490
The Charter Schools Non-Major Governmental Fund owes the General Fund for direct cost transfers and payroll expenses.	2,350,454
The Charter Schools Non-Major Governmental Fund owes the Cafeteria Non-Major Governmental Fund for food service expenses.	9,451
The Adult Education Non-Major Governmental Fund owes the General Fund for operating and employee benefit expenses and indirect charges.	161,324
The Child Development Non-Major Governmental Fund owes the General Fund for operating and employee benefit expenses and indirect charges.	300,745
The Child Development Non-Major Governmental Fund owes the Cafeteria Non-Major Governmental Fund for food service expenses.	1,529
The Cafeteria Non-Major Governmental Fund owes the General Fund for payroll and operating expenses.	499,131
The Cafeteria Non-Major Governmental Fund owes the Building Fund for capital outlay expenses paid on its behalf.	597,080
The Deferred Maintenance Non-Major Governmental Fund owes the General Fund for capital outlay expenses paid on its behalf.	706,308
The Capital Facilities Non-Major Governmental Fund owes the General Fund for correction of deposited funds.	190,856
The Special Reserve Fund for Capital Outlay Projects owes the Deferred Maintenance Non-Major Governmental Fund for capital outlay expenses paid on its behalf.	895,784
The Special Reserve Fund for Capital Outlay Projects owes the General Fund to correct duplicate transfer.	5,859,887
Total	$ 12,731,039

Operating Transfers

Interfund transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, (2) move receipts restricted to debt service from the funds collecting the receipts to the debt service fund as debt service payments become due, and (3) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations. Interfund transfers for the year ended June 30, 2025, consist of the following:

The General Fund transferred to the Charter Schools Non-Major Governmental Fund for Title I revenues allocated to the charter schools.	$ 143,512
The General Fund transferred to the Charter Schools Non-Major Governmental Fund for Special Education revenues allocated to the the charter schools.	347,630
The Deferred Maintenance Non-Major Governmental Fund transferred to the General Fund for expenses paid on its behalf.	706,308
Total	$ 1,197,450

Note 6 - Accounts Payable

Accounts payable at June 30, 2025, consists of the following:

	General Fund	Building Fund	Special Reserve Fund for Capital Outlay Projects
Vendor payables	$ 13,174,939	$ 8,420,184	$ 3,430,931
LCFF apportionment	7,543,041	-	-
Salaries and benefits	1,312,902	-	-
Deferred payroll	5,477,687	-	-
Total	$ 27,508,569	$ 8,420,184	$ 3,430,931

	Non-Major Governmental Funds	Total	Custodial Funds
Vendor payables	$ 2,416,328	$ 27,442,382	$ 2,200
LCFF apportionment	956,198	8,499,239	-
Salaries and benefits	95,852	1,408,754	-
Deferred payroll	-	5,477,687	-
Total	$ 3,468,378	$ 42,828,062	$ 2,200

Note 7 - Unearned Revenue

Unearned revenue at June 30, 2025, consisted of the following:

	General Fund	Non-Major Governmental Funds	Total
Federal financial assistance	$ 131,421	$ -	$ 131,421
State categorical aid	1,056,923	415,144	1,472,067
Total	$ 1,188,344	$ 415,144	$ 1,603,488

Note 8 - Long-Term Liabilities Other than OPEB and Pensions

Summary

The changes in the District's long-term liabilities other than OPEB and pensions during the year consisted of the following:

	Balance July 1, 2024, as Restated	Additions	Deductions	Balance June 30, 2025	Due in One Year
Long-Term Liabilities					
General obligation bonds	$ 258,564,074	$ 607,618	$ (6,400,000)	$ 252,771,692	$ 5,370,000
Qualified school construction bonds - certificates of participation	4,721,315	-	(1,563,244)	3,158,071	1,576,084
Certificates of participation	92,430,000	-	(490,000)	91,940,000	505,000
Unamortized premiums	27,102,287	-	(1,292,440)	25,809,847	-
Unamortized discounts	(176,497)	-	7,674	(168,823)	-
Financed purchase agreements	2,000,779	2,770,386	(786,529)	3,984,636	1,055,741
Leases	695,312	-	(162,651)	532,661	174,462
Compensated absences, net	15,615,343	647,198	-	16,262,541	4,086,264
Total	$ 400,952,613	$ 4,025,202	$ (10,687,190)	$ 394,290,625	$ 12,767,551

The change in compensated absences is presented as a net change.

Payments on the general obligation bonds were made by the Bond Interest and Redemption Fund with local tax revenues and the payment made to refund bonds was made by the Bond Interest and Redemption Fund. Payments on the qualified school construction bonds were made by the General Fund. Payments on the certificates of participation were made by the Capital Facilities Fund and the Special Reserve Fund for Capital Outlay Projects. The premiums and discounts are being amortized over the life of the related debt. The financed purchase agreement payments were paid by the General Fund and the Capital Facilities Fund. The leases are paid by the fund using the right-to-use leased asset.

General Obligation Bonds

The outstanding general obligation bonded debt is as follows:

Issuance Date	Final Maturity Date	Interest Rate	Original Issue	Bonds Outstanding July 1, 2024	Interest Accreted	Redeemed	Bonds Outstanding June 30, 2025	Due in One Year
7/20/2006	8/1/2031	3.625-5.00%	$ 4,639,481	$ 4,639,481	$ -	$ -	$ 4,639,481	$ -
Cumulative accreted interest			-	6,974,593	607,618	-	7,582,211	-
9/17/2014	8/1/2044	2.00-5.00%	20,000,000	140,000	-	(140,000)	-	-
9/17/2014	8/1/2027	2.00-5.00%	20,310,000	10,645,000	-	(2,265,000)	8,380,000	2,520,000
6/7/2016	8/1/2043	2.00-4.00%	15,000,000	14,325,000	-	(125,000)	14,200,000	165,000
5/17/2017	8/1/2045	2.00-5.00%	40,000,000	38,790,000	-	-	38,790,000	-
8/8/2018	8/1/2045	3.00-5.00%	20,000,000	5,625,000	-	(310,000)	5,315,000	430,000
6/6/2019	8/1/2048	3.00-5.00%	20,000,000	15,640,000	-	-	15,640,000	-
2/25/2020	8/1/2048	3.00-4.00%	25,000,000	24,140,000	-	-	24,140,000	-
3/4/2021	8/1/2044	0.171-2.834%	35,670,000	34,505,000	-	(590,000)	33,915,000	790,000
6/8/2021	8/1/2055	2.00-4.00%	25,000,000	23,100,000	-	(790,000)	22,310,000	395,000
6/8/2021	8/1/2055	2.25-4.00%	50,000,000	44,590,000	-	(1,155,000)	43,435,000	-
11/14/2023	8/1/2055	4.25%-5.75%	20,425,000	20,415,000	-	(1,020,000)	19,395,000	1,065,000
Private Placement Debt								
5/31/2022	8/1/2044	3.28-4.50%	15,315,000	15,035,000	-	(5,000)	15,030,000	5,000
Total				$ 258,564,074	$ 607,618	$ (6,400,000)	$ 252,771,692	$ 5,370,000

Debt Service Requirements to Maturity

The capital appreciation bonds mature as follows:

Bonds Maturing Fiscal Year	Initial Bond Value	Accreted Interest	Accreted Obligation	Unaccreted Interest	Maturity Value
2029-2032	$ 4,639,481	$ 7,582,211	$ 12,221,692	$ 3,178,308	$ 15,400,000

The current interest bonds mature as follows:

Fiscal Year	Principal	Interest to Maturity	Total
2026	$ 5,370,000	$ 8,546,678	$ 13,916,678
2027	6,365,000	8,204,230	14,569,230
2028	5,755,000	7,964,995	13,719,995
2029	3,155,000	7,798,809	10,953,809
2030	3,610,000	7,686,728	11,296,728
2031-2035	27,185,000	36,116,450	63,301,450
2036-2040	47,490,000	29,791,437	77,281,437
2041-2045	71,225,000	19,750,749	90,975,749
2046-2050	40,535,000	9,428,944	49,963,944
2051-2055	23,765,000	4,071,845	27,836,845
2056	6,095,000	134,114	6,229,114
Total	$ 240,550,000	$ 139,494,979	$ 380,044,979

Certificates of Participation

2010 Obligation - Qualified School Construction Bond

On July 7, 2010, the District issued Qualified School Construction Bond - Certificates of Participation in the amount of $23,195,000 which yield 7.4% interest. As the certificates are issued under the Qualified School Construction Bond program, the District receives Federal subsidies which should amount to the annual required interest payments on the certificates.

Summary debt serve requirements to maturity are:

Year Ending June 30,	Principal*	Interest	Total
2026	$ 1,576,084	$ 1,217,738	$ 2,793,822
2027	1,581,987	1,217,738	2,799,725
Total	$ 3,158,071	$ 2,435,476	$ 5,593,547

* Mandatory sinking fund deposit. Final maturity of $23,195,000 is on June 15, 2027.

2017 and 2022 Certificates of Participation

On August 8, 2017, the District issued Certificates of Participation to fund additions to educational facilities in the amount of $12,585,000, the Certificates mature from June 1, 2018, through June 1, 2047, with interest rates ranging from 2% to 3.63%.

On February 16, 2022, the District issued Certificates of Participation to fund capital facilities improvements in the amount of $102,525,000, the Certificates mature from June 1, 2022, through June 1, 2052, with interest rates ranging from 4% to 5%. A portion of the Certificates, $2,525,000, was used to refund an existing financed purchase agreement from 2014 and generated a present value savings of $146,091 at a rate of 2.446946%.

The certificates mature through 2050 as follows:

Year Ending June 30,	Principal	Interest	Total
2026	$ 505,000	$ 4,403,812	$ 4,908,812
2027	520,000	4,389,388	4,909,388
2028	535,000	4,374,538	4,909,538
2029	555,000	4,358,312	4,913,312
2030	570,000	4,339,662	4,909,662
2031-2035	12,445,000	20,926,436	33,371,436
2036-2040	21,685,000	16,711,046	38,396,046
2041-2045	27,450,000	10,943,420	38,393,420
2046-2050	27,675,000	3,675,302	31,350,302
Total	$ 91,940,000	$ 74,121,916	$ 166,061,916

Financed Purchase Agreements

The District has entered into agreements to lease various facilities and equipment including maintenance equipment, a bus, copiers and an energy retrofit loan. Such agreements are, in substance, purchases (capital leases) and are reported as financed purchases. The District's liability on lease agreements with options to purchase is summarized below:

Year Ending June 30,	Principal	Interest	Total
2026	$ 1,055,741	$ 166,875	$ 1,222,616
2027	1,098,819	123,796	1,222,615
2028	1,093,147	78,763	1,171,910
2029	736,929	31,688	768,617
Total payments	$ 3,984,636	$ 401,122	$ 4,385,758

Leases

The District has entered into agreements to lease equipment. The District's liability on lease agreements is summarized below:

Leases	Leases Outstanding July 1, 2024	Payments	Leases Outstanding June 30, 2025
Ray Morgan Company	$ 157,798	$ (55,136)	$ 102,662
UBEO Copiers	537,514	(107,515)	429,999
Total	$ 695,312	$ (162,651)	$ 532,661

Ray Morgan Company

The District entered an agreement to lease copiers for five years, beginning April 1, 2022. Under the terms of the lease, the District paid the monthly payments of $5,093.11, which amounted to total principal and interest costs of $61,117 for the year. The annual interest rate charged on the lease is 4.51%. At June 30, 2025, the District has recognized a right-to-use leased asset of $273,151 and a lease liability of $102,662 related to this agreement. During the fiscal year, the District recorded $54,630 in amortization expense and $5,981 in interest expense for the right-to-use the copiers.

UBEO Copiers

The District entered an agreement to lease copiers for five years, beginning November 15, 2023. Under the terms of the lease, the District paid the monthly payments of $12,343, which amounted to total principal and interest costs of $98,745 for the year. The annual interest rate charged on the lease is 8.31%. At June 30, 2025, the District has recognized a right-to-use leased asset of $604,403 and a lease liability of $429,999 related to this agreement. During the fiscal year, the District recorded $120,876 in amortization expense and $40,603 in interest expense for the right-to-use the copiers.

The remaining principal and interest payment requirements for the lease obligation debt as of June 30, 2025, are as follows:

Year Ending June 30,	Principal	Interest	Total
2026	$ 174,462	$ 34,774	$ 209,236
2027	171,856	22,100	193,956
2028	137,811	10,307	148,118
2029	48,532	843	49,375
Total	$ 532,661	$ 68,024	$ 600,685

Note 9 - Other Postemployment Benefit (OPEB) Liability

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

OPEB Plan	Net OPEB Liability	Deferred Outflows of Resources	Deferred Inflows of Resources	OPEB Expense
Retiree Health Plan	$ 19,875,467	$ 5,873,458	$ 1,522,008	$ 2,380,086
Medicare Premium Payment (MPP) Program	504,312	-	-	(76,865)
Total	$ 20,379,779	$ 5,873,458	$ 1,522,008	$ 2,303,221

The details of each plan are as follows:

District Plan

Plan Administration

The District's governing board administers the Postemployment Benefits Plan (the Plan). The Plan is a single-employer defined benefit plan that is used to provide postemployment benefits other than pensions (OPEB) for eligible retirees and their spouses. No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75.

Management of the Plan is vested in the District management.

Plan Membership

At June 30, 2023, the valuation date, the Plan membership consisted of the following:

Inactive employees or beneficiaries currently receiving benefits payments	51
Active employees	1,119
Total	1,170

Benefits Provided

The Plan provides medical and dental insurance benefits to eligible retirees and their spouses. Benefits are provided through a third-party insurer, and the full cost of benefits is covered by the Plan. The District's governing board has the authority to establish and amend the benefit terms as contained within the negotiated labor agreements.

Certificated employees are eligible to retire and receive District-paid health benefits after attaining age 55, completing at least 12 years of full-time service, and retiring under STRS. Classified, Certificated Management, Classified Management, and Confidential employees may retire with District-paid benefits after attaining age 55, completing at least 12 years of full-time service, and retiring under PERS or STRS, as applicable. Retirees are subject to a limit on District-paid premiums of $16,475 per year for Certificated employees and $16,480 per year for Classified.

District-paid benefits end at age 65. Classified employees hired prior to July 1, 1992 with full-time equivalencies (FTE) less than 50% are not eligible for District-paid healthcare benefits, either before or after retirement. Classified employees hired on or after July 1, 1992 with full-time equivalencies (FTE) less than or equal to 75% are not eligible for District-paid healthcare benefits, either before or after retirement.

Contributions

The benefit payment requirements of the Plan members and the District are established and may be amended by the District, the teachers association, the local California Service Employees Association (CSEA), and unrepresented groups. The benefit payment is based on projected pay-as-you-go financing requirements as determined annually through the agreements with the District, teachers union, CSEA, and the unrepresented groups. There are no required payments over and above the pay as you go amounts. For the measurement period of June 30, 2024, the District paid $1,383,170 in benefits. For the fiscal year ending June 30, 2025, the District reflected contributions subsequent to the measurement date of $1,325,961 which consisted of pay as you go amounts totaling $820,622 plus an implicit rate subsidy totaling $505,339.

Total OPEB Liability of the District

The District’s total OPEB liability of $19,875,467 was measured at June 30, 2024, by applying certain roll-forward procedures to the total OPEB liability determined by an actuarial valuation as of June 30, 2023.

Actuarial Assumptions

The total OPEB liability was determined using the following assumptions, applied to all periods included in the measurement, unless otherwise specified:

Inflation	2.50%, typically same as salary rate
Salary increases	3.00%, average, including inflation
Discount rate	3.97%, discount rate, including inflation
Healthcare cost trend rates	5.50% for 2024; 5.25% for 2025-2029, 5.00% for 2030-2039, 4.75% for 2040-2049, 4.50% for 2050-2069, and 4.00% for 2070 and later years

The discount rate was based on the Bond Buyer 20-bond General Obligation Index.

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

The actuarial assumptions used in the June 30, 2023, valuation were based on a review of plan experience during the period of July 1, 2021 to June 30, 2023.

Changes in the Total OPEB Liability

	Total OPEB Liability
Balance, June 30, 2023	$ 19,403,201
Service cost	1,238,515
Interest	770,328
Changes of assumptions	(153,407)
Benefit payments*	(1,383,170)
Net change in total OPEB liability	472,266
Balance, June 30, 2024	$ 19,875,467

* Includes $527,142 in an implicit subsidy amount.

Changes in Benefit Terms - There were no changes in the benefit terms since the previous valuation.

Changes of Assumptions – The discount rate assumption was changed from 3.86% to 3.97% since the previous valuation. In addition, the health care cost trend rates were changed from 6.00% to 5.50% since the previous valuation.

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

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

Discount Rate	Total OPEB Liability
1% decrease (2.97%)	$ 21,290,006
Current discount rate (3.97%)	19,875,467
1% increase (4.97%)	18,511,689

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

The following presents the total OPEB liability of the District, as well as what the District's total OPEB liability would be if it were calculated using healthcare cost trend rates that are one percent lower or higher than the current healthcare costs trend rate:

Healthcare Cost Trend Rate	Total OPEB Liability
1% decrease (starting at 4.50%)	$ 18,476,331
Current healthcare cost trend rate (starting at 5.50%)	19,875,467
1% increase (starting at 6.50%)	20,502,161

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

For the year ended June 30,2025, the District recognized OPEB expense of $2,380,086. At June 30, 2025, the District reported deferred outflows of resources and deferred inflow of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
OPEB contributions subsequent to measurement date	$ 1,449,025	$ -
Differences between expected and actual experience	3,032,411	-
Changes of assumptions	1,392,022	1,522,008
Total	$ 5,873,458	$ 1,522,008

The deferred outflows of resources for OPEB contributions subsequent to measurement date will be recognized as reduction of the total OPEB liability in the subsequent fiscal year.

The deferred outflows of resources and deferred inflows of resources related to differences between the expected and actual experience and changes of assumptions and other inputs will be amortized over the Expected Average Remaining Service Life (EARSL) of all members that are provided benefits (active, inactive, and retirees) as of the beginning of the measurement period and will be recognized as OPEB expense as follows:

Year Ended June 30,	Deferred Outflows of Resources	Deferred Inflows of Resources
2026	$ 1,074,515	$ (339,704)
2027	976,600	(315,117)
2028	689,307	(315,117)
2029	440,212	(315,117)
2030	230,333	(164,288)
Thereafter	1,013,466	(72,665)
Total	$ 4,424,433	$ (1,522,008)

Medicare Premium Payment (MPP) Program

Plan Description

The Medicare Premium Payment (MPP) Program is administered by the California State Teachers' Retirement System (CalSTRS). The MPP Program is a cost-sharing multiple-employer other postemployment benefit plan (OPEB) established pursuant to Chapter 1032, Statutes 2000 (SB 1435). CalSTRS administers the MPP Program through the Teachers' Health Benefits Fund (THBF).

A full description of the MPP Program regarding benefit provisions, assumptions (for funding, but not accounting purposes), and membership information is listed in the June 30, 2023, annual actuarial valuation report, Medicare Premium Payment Program Actuarial Valuation. This report and CalSTRS audited financial information are publicly available reports that can be found on the CalSTRS website under Publications at: https://www.calstrs.com/forms-publications.

Benefits Provided

The MPP Program pays Medicare Part A premiums and Medicare Parts A and B late enrollment surcharges for eligible members of the State Teachers Retirement Plan (STRP) Defined Benefit (DB) Program who were retired or began receiving a disability allowance prior to July 1, 2012 and were not eligible for premium free Medicare Part A. The payments are made directly to the Centers for Medicare and Medicaid Services (CMS) on a monthly basis.

The MPP Program is closed to new entrants as members who retire after July 1, 2012, are not eligible for coverage under the MPP Program.

The MPP Program is funded on a pay-as-you go basis from a portion of monthly District benefit payments. In accordance with California *Education Code* Section 25930, contributions that would otherwise be credited to the DB Program each month are instead credited to the MPP Program to fund monthly program and administrative costs. Total redirections to the MPP Program are monitored to ensure that total incurred costs do not exceed the amount initially identified as the cost of the program.

Net OPEB Liability and OPEB Expense

At June 30, 2025, the District reported a liability of $504,312 for its proportionate share of the net OPEB liability for the MPP Program. The net OPEB liability was measured as of June 30, 2024, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of June 30, 2023. The District's proportion of the net OPEB liability was based on a projection of the District's long-term share of contributions to the OPEB Plan relative to the projected contributions of all participating school districts, actuarially determined. The District's proportionate share for the measurement period June 30, 2024 and June 30, 2023, respectively, was 0.1892% and 0.1915%, resulting in a net decrease in the proportionate share of 0.0023%.

For the year ended June 30, 2025, the District recognized OPEB expense of ($76,865).

Actuarial Methods and Assumptions

The June 30, 2024 total OPEB liability was determined by applying update procedures to the financial reporting actuarial valuation as of June 30, 2023, and rolling forward the total OPEB liability to June 30, 2024, using the assumptions listed in the following table:

Measurement Date	June 30, 2024	June 30, 2023
Valuation Date	June 30, 2023	June 30, 2022
Experience Study	July 1, 2007 through June 30, 2022	July 1, 2015 through June 30, 2018
Actuarial Cost Method	Entry age normal	Entry age normal
Investment Rate of Return	3.93%	3.65%
Medicare Part A Premium Cost Trend Rate	5.00%	4.50%
Medicare Part B Premium Cost Trend Rate	6.50%	5.40%

For the valuation as of June 30, 2023, CalSTRS uses a generational mortality assumption, which is based off generational mortality tables that reflect expected future improvements in mortality and includes a base table and a projection table. The base mortality tables are CalSTRS custom tables derived to best fit the patterns of mortality among members. The projection table reflects the expected annual reduction in mortality rates at each age. The current mortality assumption uses a base year of 2023, and projected improvement is based on the MP–2021 Ultimate Projection Scale.

Assumptions were made about future participation (enrollment) into the MPP Program because CalSTRS is unable to determine which members not currently participating meet all eligibility criteria for enrollment in the future. Assumed enrollment rates were derived based on past experience and are stratified by age with the probability of enrollment diminishing as the members' age increases. This estimated enrollment rate was then applied to the population of members who may meet criteria necessary for eligibility and are not currently

enrolled in the MPP Program. Based on this, the estimated number of future enrollments used in the financial reporting valuation was 154 or an average of 0.12% of the potentially eligible population (132,333).
The MPP Program is funded on a pay-as-you-go basis with contributions generally being made at the same time and in the same amount as benefit payments and expenses coming due. Any funds within the MPP Program as of June 30, 2024, were to manage differences between estimated and actual amounts to be paid and were invested in the Surplus Money Investment Fund, which is a pooled investment program administered by the State Treasurer.

Discount Rate

As the MPP Program is funded on a pay-as-you-go basis, the OPEB plan's fiduciary net position was not projected to be sufficient to make projected future benefit payments. Therefore, the MPP Program used the Bond Buyer's 20-Bond GO Index from Bondbuyer.com as of June 30, 2024, as the discount rate, which was applied to all periods of projected benefit payments to measure the total OPEB liability. The discount rate as of June 30, 2024, was 3.93%, which is an increase of 0.28% from 3.65% as of June 30, 2023.

Sensitivity of the District's Proportionate Share of the Net OPEB Liability to Changes in the Discount Rate

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

Discount Rate	Net OPEB Liability
1% decrease (2.93%)	$ 544,140
Current discount rate (3.93%)	504,312
1% increase (4.93%)	469,290

Sensitivity of the District's Proportionate Share of the Net OPEB Liability to Changes in the Medicare Costs Trend Rates

The following presents the District's proportionate share of the net OPEB liability calculated using the current Medicare costs trend rates, as well as what the net OPEB liability would be if it were calculated using Medicare costs trend rates that are one percent lower or higher than the current rates:

Medicare Costs Trend Rates	Net OPEB Liability
1% decrease (4.00% Part A and 5.50% Part B)	$ 467,191
Current Medicare costs trend rates (5.00% Part A and 6.50% Part B)	504,312
1% increase (6.00% Part A and 7.50% Part B)	545,756

Note 10 - Fund Balances

Fund balances are composed of the following elements:

	General Fund	Building Fund	Special Reserve Fund for Capital Outlay Projects	Non-Major Governmental Funds	Total
Nonspendable					
Revolving cash	$ 10,000	$ -	$ -	$ -	$ 10,000
Stores inventories	105,740	-	-	50,166	155,906
Prepaid expenditures	265,152	-	-	-	265,152
Total nonspendable	380,892	-	-	50,166	431,058
Restricted					
Legally restricted programs	36,879,791	-	-	4,161,388	41,041,179
Student activities	-	-	-	1,653,497	1,653,497
Food service	-	-	-	13,769,472	13,769,472
Capital projects	53,674	5,397,756	43,160	9,049,838	14,544,428
Debt services, certificates of participation	-	-	17,390	-	17,390
Debt services, bonded debt	-	-	-	12,360,161	12,360,161
Total restricted	36,933,465	5,397,756	60,550	40,994,356	83,386,127
Committed					
Adult education program	-	-	-	291,825	291,825
Deferred maintenance program	-	-	-	306,970	306,970
Total committed	-	-	-	598,795	598,795
Assigned					
Certificated furlough reserve	350,000	-	-	-	350,000
Future debt service payment reserve	3,252,350				3,252,350
Dual enrollment reserve	1,069,960	-	-	-	1,069,960
Department and program carryovers	193,946	-	-	-	193,946
MAA reserve	243,885	-	-	-	243,885
Site budget carryovers and instructional materials	2,607,129	-	-	785,023	3,392,152
Reserve for FMV adjustment	1,715,237	-	-	-	1,715,237
Operating reserve	6,844,678	-	-	-	6,844,678
Charter school expenditure reserve	-	-	-	8,556,179	8,556,179
Preschool reserves	-	-	-	69,756	69,756
Capital projects	-	-	12,474,803	-	12,474,803
Other assigned	6,399	-	-	-	6,399
Total assigned	16,283,584	-	12,474,803	9,410,958	38,169,345

	General Fund	Building Fund	Special Reserve Fund for Capital Outlay Projects	Non-Major Governmental Funds	Total
Unassigned					
Reserve for economic uncertainties	6,844,677	-	-	-	6,844,677
Remaining unassigned	322,220	-	-	-	322,220
Total unassigned	7,166,897	-	-	-	7,166,897
Total	$ 60,764,838	$ 5,397,756	$ 12,535,353	$ 51,054,275	$ 129,752,222

Note 11 - Risk Management

Property and Liability

The District is exposed to various risks of loss related to torts; theft, damage, and destruction of assets; errors and omissions; injuries to employees and natural disasters. During fiscal year ending June 30, 2025, the District participated in the California Risk Management Authority (CRMA I) for property and liability insurance coverage. The program contributions are solely based on the groups composite rates for funding, insurance and administration costs. This “equity pooling” arrangement insures that each participant shares equally in the overall performance of CRMA I. Participation in CRMA I is limited to districts that can meet CRMA I selection criteria.

Workers’ Compensation

For fiscal year 2025, the District participated in the California Risk Management Authority (CRMA II), an insurance purchasing pool. The intent of CRMA II is to achieve the benefit of a reduced contribution for the District by its grouping and representation with other members in CRMA II. The workers’ compensation loss experience of the participating district is calculated as one experience and a common premium rate is applied to all districts in CRMA II. Each participant pays its workers’ compensation premium based on the composite rate and their individual loss experience. Aon Risk Solutions in Irvine provides the actuarial services for CRMA II.

Employee Medical Benefits

The District has contracted with the Self-Insured Schools of California (SISC III) to provide employee medical benefits. SISC III is a shared risk pool. Rates are set through an annual calculation process. The District pays a monthly contribution, which is placed in a common fund from which claim payments are made for all participating Districts. Claims are paid for all participants regardless of claims flow. The Board of Directors has a right to return monies to a district subsequent to the settlement of all expenses and claims if a district withdraws from the pool.

Note 12 - Employee Retirement Systems

Qualified employees are covered under multiple-employer defined benefit pension plans maintained by agencies of the State of California. Academic employees are members of the California State Teachers' Retirement System (CalSTRS) and classified employees are members of the California Public Employees' Retirement System (CalPERS).

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

Pension Plan	Net Pension Liability	Deferred Outflows of Resources	Deferred Inflows of Resources	Pension Expense
CalSTRS	$ 87,107,758	$ 35,311,778	$ 10,209,024	$ 10,841,539
CalPERS	55,571,533	17,603,194	1,275,728	10,182,587
Total	$ 142,679,291	$ 52,914,972	$ 11,484,752	$ 21,024,126

The details of each plan are as follows:

California State Teachers' Retirement System (CalSTRS)

Plan Description

The District contributes to the State Teachers Retirement Plan (STRP) administered by the California State Teachers' Retirement System (CalSTRS). STRP is a cost-sharing multiple-employer public employee retirement system defined benefit pension plan. Benefit provisions are established by State statutes, as legislatively amended, within the State Teachers' Retirement Law.

A full description of the pension plan regarding benefit provisions, assumptions (for funding, but not accounting purposes), and membership information is listed in the June 30, 2023, annual actuarial valuation report, Defined Benefit Program Actuarial Valuation. This report and CalSTRS audited financial information are publicly available reports that can be found on the CalSTRS website under Publications at: https://www.calstrs.com/forms-publications.

Benefits Provided

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

The STRP is comprised of four programs: Defined Benefit Program, Defined Benefit Supplement Program, Cash Balance Benefit Program, and Replacement Benefits Program. The STRP holds assets for the exclusive purpose of providing benefits to members and beneficiaries of these programs. CalSTRS also uses plan assets to defray reasonable expenses of administering the STRP. Although CalSTRS is the administrator of the STRP, the state is the sponsor of the STRP and obligor of the trust. In addition, the state is both an employer and nonemployer contributing entity to the STRP.

The District contributes exclusively to the STRP Defined Benefit Program, thus disclosures are not included for the other plans.

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

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

Contributions

Required member, District and State of California contributions rates are set by the California Legislature and Governor and detailed in Teachers' Retirement Law. The contributions rates are expressed as a level percentage of payroll using the entry age normal actuarial method. In accordance with AB 1469, employer contributions into the CalSTRS will be increasing to a total of 19.1% of applicable member earnings phased over a seven-year period. The contribution rates for each plan for the year ended June 30, 2025, are presented above and the District's total contributions were $16,951,710.

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

At June 30, 2025, the District reported a liability for its proportionate share of the net pension liability that reflected a reduction for State pension support provided to the District. The amount recognized by the District as its proportionate share of the net pension liability, the related state support and the total portion of the net pension liability that was associated with the District were as follows:

Total net pension liability, including State share	
Proportionate share of net pension liability	$ 87,107,758
State's proportionate share of the net pension liability	39,965,339
Total	$ 127,073,097

The net pension liability was measured as of June 30, 2024. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating member districts and the State, actuarially determined. The District's proportionate share for the measurement period June 30, 2024 and June 30, 2023, respectively, was 0.1297% and 0.1295%, resulting in a net increase in the proportionate share of 0.0002%.

For the year ended June 30, 2025, the District recognized pension expense of $10,841,539. In addition, the District recognized pension expense and revenue of $3,638,377 for support provided by the State. At June 30, 2025, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Pension contributions subsequent to measurement date	$ 16,951,710	$ -
Change in proportion and differences between contributions made and District's proportionate share of contributions	8,125,753	99,217
Differences between projected and actual earnings on pension plan investments	-	351,476
Differences between expected and actual experience in the measurement of the total pension liability	9,853,009	3,809,173
Changes of assumptions	381,306	5,949,158
Total	$ 35,311,778	$ 10,209,024

The deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the subsequent fiscal year.

The deferred outflows/(inflows) of resources related to the difference between projected and actual earnings on pension plan investments will be amortized over a closed five-year period and will be recognized in pension expense as follows:

Year Ended June 30,	Deferred Outflows/(Inflows) of Resources
2026	$ (5,839,456)
2027	7,032,876
2028	(573,796)
2029	(971,100)
Total	$ (351,476)

The deferred outflows/(inflows) of resources related to the change in proportion and differences between contributions made and District's proportionate share of contributions, differences between expected and actual experience in the measurement of the total pension liability, and changes of assumptions will be amortized over the Expected Average Remaining Service Life (EARSL) of all members that are provided benefits (active, inactive, and retirees) as of the beginning of the measurement period. The EARSL for the measurement period is seven years and will be recognized in pension expense as follows:

Year Ended June 30,	Deferred Outflows/(Inflows) of Resources
2026	$ 1,882,823
2027	1,602,848
2028	1,638,838
2029	2,069,235
2030	1,664,985
2031	(356,209)
Total	$ 8,502,520

Actuarial Methods and Assumptions

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

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

CalSTRS uses a generational mortality assumption, which is based off generational mortality tables that reflect expected future improvements in mortality and includes a base table and a projection table. The base mortality tables are CalSTRS custom tables derived to best fit the patterns of mortality among our members. The projection table reflects the expected annual reduction in mortality rates at each age. The current mortality assumption uses a base year of 2023, and projected improvement is based on the MP–2021 Ultimate Projection Scale.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. The best estimate ranges were developed using capital market assumptions from CalSTRS general investment consultant as an input to the process. The actuarial investment rate of return assumption was adopted by the board in January 2024 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. The assumed asset allocation and best estimates of the expected rates of return for each major asset class for the year ended June 30, 2024, are summarized in the following table:

Asset Class	Assumed Asset Allocation	Long-Term Expected Real Rate of Return
Public equity	38%	5.25%
Real estate	15%	4.05%
Private equity	14%	6.75%
Fixed income	14%	2.45%
Risk mitigating strategies	10%	2.25%
Inflation sensitive	7%	3.65%
Cash/liquidity	2%	0.05%

Discount Rate

The discount rate used to measure the total pension liability was 7.10%. The projection of cash flows used to determine the discount rate assumed the contributions from plan members and employers will be made at statutory contribution rates. Projected inflows from investment earnings were calculated using the long-term assumed investment rate of return of 7.10% and assume that contributions, benefit payments and administrative expense occurred midyear. Based on these assumptions, the STRP's fiduciary net position was projected to be available to make all projected future benefit payments to current plan members. Therefore, the long-term assumed investment rate of return was applied to all periods of projected benefit payments to determine total pension liability.

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

Discount Rate	Net Pension Liability
1% decrease (6.10%)	$ 154,936,199
Current discount rate (7.10%)	87,107,758
1% increase (8.10%)	30,468,196

California Public Employees Retirement System (CalPERS)

Plan Description

Qualified employees are eligible to participate in the School Employer Pool (SEP) under the California Public Employees' Retirement System (CalPERS), a cost-sharing multiple-employer public employee retirement system defined benefit pension plan administered by CalPERS. Benefit provisions are established by State statutes, as legislatively amended, within the Public Employees' Retirement Law.

A full description of the pension plan regarding benefit provisions, assumptions (for funding, but not accounting purposes), and membership information is listed in the June 30, 2023, annual actuarial valuation report, Schools Pool Actuarial Valuation. This report and CalPERS audited financial information are publicly available reports that can be found on the CalPERS website under Forms and Publications at: https://www.calpers.ca.gov/page/forms-publications.

Benefits Provided

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

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

	School Employer Pool (CalPERS)	
Hire date	On or before December 31, 2012	On or after January 1, 2013
Benefit formula	2% at 55	2% at 62
Benefit vesting schedule	5 years of service	5 years of service
Benefit payments	Monthly for life	Monthly for life
Retirement age	55	62
Monthly benefits as a percentage of eligible compensation	1.1% - 2.5%	1.0% - 2.5%
Required employee contribution rate	7.00%	8.00%
Required employer contribution rate	27.050%	27.050%

Contributions

Section 20814(c) of the California Public Employees' Retirement Law requires that the employer contribution rates for all public employers be determined on an annual basis by the actuary and shall be effective on July 1 following notice of a change in the rate. Total plan contributions are calculated through the CalPERS annual actuarial valuation process. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The District is required to contribute the difference between the actuarially determined rate and the contribution rate of employees. The contributions rates are expressed as percentage of annual payroll. The contribution rates for each plan for the year ended June 30, 2025, are presented above and the total District contributions were $8,708,366.

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

As of June 30, 2025, the District reported net pension liabilities for its proportionate share of the CalPERS net pension liability totaling $55,571,533. The net pension liability was measured as of June 30, 2024. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating school districts, actuarially determined. The District's proportionate share for the measurement period June 30, 2024 and June 30, 2023, respectively, was 0.1555% and 0.1580%, resulting in a net decrease in the proportionate share of 0.0025%.

For the year ended June 30, 2025, the District recognized pension expense of $10,182,587. At June 30, 2025, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Pension contributions subsequent to measurement date	$ 8,708,366	$ -
Change in proportion and differences between contributions made and District's proportionate share of contributions	849,016	878,004
Differences between projected and actual earnings on pension plan investments	2,158,633	-
Differences between expected and actual experience in the measurement of the total pension liability	4,658,860	397,724
Changes of assumptions	1,228,319	-
Total	$ 17,603,194	$ 1,275,728

The deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the subsequent fiscal year.

The deferred outflows/(inflows) of resources related to the difference between projected and actual earnings on pension plan investments will be amortized over a closed five-year period and will be recognized in pension expense as follows:

Year Ended June 30,	Deferred Outflows/(Inflows) of Resources
2026	$ (18,608)
2027	3,356,183
2028	(495,919)
2029	(683,023)
Total	$ 2,158,633

The deferred outflows/(inflows) of resources related to the change in proportion and differences between contributions made and District's proportionate share of contributions, differences between expected and actual experience in the measurement of the total pension liability, and changes of assumptions will be amortized over the Expected Average Remaining Service Life (EARSL) of all members that are provided benefits (active, inactive, and retirees) as of the beginning of the measurement period. The EARSL for the measurement period is three years and will be recognized in pension expense as follows:

Year Ended June 30,	Deferred Outflows/(Inflows) of Resources
2026	$ 3,187,694
2027	1,400,339
2028	872,434
Total	$ 5,460,467

Actuarial Methods and Assumptions

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

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

The mortality table used was developed based on CalPERS-specific data. The rates incorporate Generational Mortality to capture ongoing mortality improvement using 80% of Scale MP-2020 published by the Society of Actuaries.

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 target asset allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class	Assumed Asset Allocation	Long-Term Expected Real Rate of Return
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%)

Discount Rate

The discount rate used to measure the total pension liability was 6.90%. The projection of cash flows used to determine the discount rate assumed the contributions from plan members and employers 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 these assumptions, SEP's fiduciary net position was projected to be available to make all projected future benefit payments to current plan members. Therefore, the long-term expected rate of return on SEP investments was applied to all periods of projected benefit payments to determine total pension liability.

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

Discount Rate	Net Pension Liability
1% decrease (5.90%)	$ 82,551,976
Current discount rate (6.90%)	55,571,533
1% increase (7.90%)	33,283,539

Alternative Accumulation Program for Part-Time and Limited Service Employees (APPLE)

Employees not enrolled in CalPERS or CalSTRS are enrolled in APPLE. The District contributes 3.75% of an employee's gross earnings. An employee is required to contribute 3.75% of his or her gross earnings to the pension plan. Contributions made by the District and an employee vest immediately. Keenan and Associates administers the plan on behalf of the District.

On Behalf Payments

The State of California makes contributions to CalSTRS on behalf of the District. These payments consist of State General Fund contributions to CalSTRS in the amount of $8,069,840 (10.828% of annual payroll). Contributions are no longer appropriated in the annual Budget Act for the legislatively mandated benefits to CalPERS. Therefore, there is no on behalf contribution rate for CalPERS. Under accounting principles generally accepted in the United States of America, these amounts are to be reported as revenues and expenditures. Accordingly, these amounts have been recorded in these financial statements and have been included in the calculation of available reserves. On behalf payments have been included in the calculation of available reserves but have not been included in the budgeted amounts reported in the General Fund - Budgetary Comparison Schedule.

Note 13 - Commitments and Contingencies

Grants

The District received financial assistance from Federal and State agencies in the form of grants. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and are subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material adverse effect on the overall financial position of the District at June 30, 2025.

Litigation

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

Construction Commitments

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

Capital Projects	Remaining Construction Commitment	Expected Date of Completion
Centerville Elementary - Relocatables project	$ 129,483	To be determined
Lincoln Elementary - Relocatables project	149,395	To be determined
Lone Star Elementary - Relocatables project	71,275	To be determined
John Washington Elementary - Relocatables project	1,074,575	October 2025
Fairmont Elementary - Ag farm	805,131	September 2025
McCall Complex - Future school site	40,819	To be determined
Temperance Elementary - Future school	1,448,603	To be determined
Washington Academic Middle School - Cafeteria HVAC project	294,952	October 2025
Sanger West High School - Phase 2	1,737,818	October 2025
Sanger West High School - Phase 3	40,223,667	February 2026
Sanger West High School - Aquatics complex	3,177,570	October 2025
Sanger West High School - Solar project	95,911	April 2026
Jackson Elementary - Front office remodel	89,971	July 2025
Washington Academic Middle School - Cafeteria remodel	96,837	To be determined
Sanger High School - Gym chiller project	367,377	July 2025
Total	$ 49,803,384	

Note 14 - Participation in Public Entity Risk Pools and Joint Powers Authorities

The District is a member of the California Risk Management Authority (CRMA I and II) and the Self-Insured Schools of California (SISC III) public entity risk pools. The District pays an annual premium to each entity for its health, workers' compensation, and property liability coverage. The relationships between the District and the pools are such that they are not component units of the District for financial reporting purposes.

These entities have budgeting and financial reporting requirements independent of member units and their financial statements are not presented in these financial statements; however, fund transactions between the entities and the District are included in these statements. Audited financial statements are available from the respective entities.

The District has appointed one member to the governing board of CRMA II.

During the year ended June 30, 2025, the District made payment of $1,650,763 CRMA II for workers' compensation.

The District has appointed one member to the governing board of CRMA I.

During the year ended June 30, 2025, the District made payment of $2,675,649 to CRMA I for general liability and auto insurance.

The District has appointed one member to the governing board of SISC III.

During the year ended June 30, 2025, the District made payment of $22,261,479 to SISC III for health benefits.

Note 15 - Subsequent Event

General Obligation Bonds, Election 2024, Series A

In July 2025, the District issued $30,000,000 of general obligation bonds for the acquisition, construction and equipping of school facilities as approved by District voters at an election held in the District on November 5, 2024, and to pay related costs of issuance. The bonds mature from August 1, 2026 through August 1, 2055, with an interest rate of 5.00% to 5.25%.

Note 16 - Restatement

Change in Accounting Principle

As of June 30, 2025, the District adopted GASB Statement No. 101, *Compensated Absences*. The provisions of this standard modernize the types of leave that are considered a compensated absence and provides guidance for a consistent recognition and measurement of the compensated absence liability. Therefore, compensated absences current portion and compensated absences noncurrent portion were increased by $4,086,264 and $10,712,020, respectively, as of July 1, 2024. The effect of this change in accounting principle is described in the table below.

Government Activities Financial Statements	
Net Position - Beginning, as previously reported on June 30, 2024	$ 156,052,513
Change in accounting principle - GASB 101	(14,798,284)
Net Position - Beginning as Restated on July 1, 2024	$ 141,254,229

Change within the Reporting Entity

During year ended June 30, 2025, there was a change within the financial reporting entity which resulted in the County School Facilities Fund and Bond Interest and Redemption Fund being reported as a nonmajor fund instead of major fund which resulted in adjustments to and restatements of beginning fund balance in the table below:

	Governmental Funds		
	County School Facilities Fund	Bond Interest and Redemption Fund	Non-Major Governmental Funds
Beginning, as previously reported on June 30, 2024	$ 33,503,498	$ 12,884,118	$ 29,344,529
Change to or within the financial reporting entity	(33,503,498)	(12,884,118)	46,387,616
Beginning, as Restated on July 1, 2024	$ -	$ -	$ 75,732,145

Required Supplementary Information
June 30, 2025

Sanger Unified School District

	Budgeted Amounts			Variances - Positive (Negative)
	Original	Final	Actual	Final to Actual
Revenues				
Local Control Funding Formula	$165,384,579	$164,516,977	$164,558,388	$ 41,411
Federal sources	8,573,150	7,818,262	7,679,289	(138,973)
Other State sources	29,630,395	32,743,216	34,596,502	1,853,286
Other local sources	11,313,932	14,955,552	18,693,124	3,737,572
Total revenues [1]	214,902,056	220,034,007	225,527,303	5,493,296
Expenditures				
Current				
Certificated salaries	83,126,380	82,925,030	84,104,814	(1,179,784)
Classified salaries	30,162,603	31,885,037	32,837,997	(952,960)
Employee benefits	54,226,511	50,171,312	52,821,651	(2,650,339)
Books and supplies	12,042,797	13,074,493	11,420,438	1,654,055
Services and operating expenditures	31,757,476	38,304,004	35,625,060	2,678,944
Other outgo	1,629,567	1,627,942	1,891,623	(263,681)
Capital outlay	7,759,850	6,519,519	5,538,222	981,297
Debt service				
Debt service - principal	2,310,920	2,172,424	2,172,424	-
Debt service - interest and other	1,315,011	1,328,298	1,252,513	75,785
Total expenditures [1]	224,331,115	228,008,059	227,664,742	343,317
Excess of Revenues Over Expenditures	(9,429,059)	(7,974,052)	(2,137,439)	5,836,613
Other Financing Sources (Uses)				
Transfers in	-	706,308	706,308	-
Transfers out	(618,136)	(490,021)	(491,142)	(1,121)
Net financing sources (uses)	(618,136)	216,287	215,166	(1,121)
Net Change in Fund Balances	(10,047,195)	(7,757,765)	(1,922,273)	5,835,492
Fund Balance - Beginning	62,687,111	62,687,111	62,687,111	-
Fund Balance - Ending	$ 52,639,916	$ 54,929,346	$ 60,764,838	$ 5,835,492

[1] Due to the consolidation of Fund 17, Special Reserve Non-Capital Fund, for reporting purposes into the General Fund, additional revenues and expenditures pertaining to these other funds are included in the actual revenues and expenditures, however, are not included in the original and final General Fund budgets.

	2025	2024	2023	2022
Total OPEB Liability				
Service cost	$ 1,238,515	$ 1,102,971	$ 1,308,948	$ 1,206,150
Interest	770,328	620,286	362,114	370,797
Difference between expected and actual experience	-	1,664,869	-	2,801,779
Changes of assumptions	(153,407)	960,928	(2,262,451)	346,441
Benefit payments	(1,383,170)	(1,293,875)	(1,217,679)	(987,045)
Net change in total OPEB liability	472,266	3,055,179	(1,809,068)	3,738,122
Total OPEB Liability - Beginning	19,403,201	16,348,022	18,157,090	14,418,968
Total OPEB Liability - Ending	$ 19,875,467	$ 19,403,201	$ 16,348,022	$ 18,157,090
Covered Payroll	N/A [1]	N/A [1]	N/A [1]	N/A [1]
Total OPEB Liability as a Percentage of Covered Payroll	N/A [1]	N/A [1]	N/A [1]	N/A [1]
Measurement Date	June 30, 2024	June 30, 2023	June 30, 2022	June 30, 2021

[1] The OPEB Plan is not administered through a trust and contributions are not made based on a measure of pay; therefore, no measure of payroll is presented.

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

	2021	2020	2019	2018
Total OPEB Liability				
Service cost	$ 954,650	$ 822,093	$ 734,925	$ 712,620
Interest	425,987	379,669	305,797	297,891
Difference between expected and actual experience	-	1,594,927	-	-
Changes of assumptions	725,435	918,254	(375,784)	-
Benefit payments	(679,291)	(770,686)	(767,867)	(748,121)
Net change in total OPEB liability	1,426,781	2,944,257	(102,929)	262,390
Total OPEB Liability - Beginning	12,992,187	10,047,930	10,150,859	9,888,469
Total OPEB Liability - Ending	$ 14,418,968	$ 12,992,187	$ 10,047,930	$ 10,150,859
Covered Payroll	N/A [1]	N/A [1]	N/A [1]	N/A [1]
Total OPEB Liability as a Percentage of Covered Payroll	N/A [1]	N/A [1]	N/A [1]	N/A [1]
Measurement Date	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017

[1] The OPEB Plan is not administered through a trust and contributions are not made based on a measure of pay; therefore, no measure of payroll is presented.

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

Year ended June 30,	2025	2024	2023	2022
Proportion of the net OPEB liability	0.1915%	0.1915%	0.1847%	0.1727%
Proportionate share of the net OPEB liability	$ 504,312	$ 581,177	$ 608,575	$ 688,919
Covered payroll	N/A [1]	N/A [1]	N/A [1]	N/A [1]
Proportionate share of the net OPEB liability as a percentage of it's covered payroll	N/A [1]	N/A [1]	N/A [1]	N/A [1]
Plan fiduciary net position as a percentage of the total OPEB liability	(1.02%)	(0.96%)	(0.94%)	(0.80%)
Measurement Date	June 30, 2024	June 30, 2023	June 30, 2022	June 30, 2021

[1] As of June 30, 2012, active members are no longer eligible for future enrollment in the MPP Program; therefore, the covered payroll disclosure is not applicable.

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

Year ended June 30,	2021	2020	2019	2018
Proportion of the net OPEB liability	0.1946%	0.1970%	0.1903%	0.1821%
Proportionate share of the net OPEB liability	$ 824,736	$ 733,594	$ 728,424	$ 766,222
Covered payroll	N/A [1]	N/A [1]	N/A [1]	N/A [1]
Proportionate share of the net OPEB liability as a percentage of it's covered payroll	N/A [1]	N/A [1]	N/A [1]	N/A [1]
Plan fiduciary net position as a percentage of the total OPEB liability	(0.71%)	(0.81%)	(0.40%)	0.01%
Measurement Date	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017

[1] As of June 30, 2012, active members are no longer eligible for future enrollment in the MPP Program; therefore, the covered payroll disclosure is not applicable.

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

CalSTRS	2025	2024	2023	2022	2021
Proportion of the net pension liability	0.1297%	0.1295%	0.1231%	0.1149%	0.1117%
Proportionate share of the net pension liability	$ 87,107,758	$ 98,620,346	$ 85,536,544	$ 52,290,793	$ 108,235,963
State's proportionate share of the net pension liability	39,965,339	47,251,781	42,836,367	26,310,699	55,795,652
Total	$ 127,073,097	$ 145,872,127	$ 128,372,911	$ 78,601,492	$ 164,031,615
Covered payroll	$ 87,007,571	$ 79,564,157	$ 71,497,689	$ 63,940,303	$ 60,268,269
Proportionate share of the net pension liability as a percentage of its covered payroll	100.12%	123.95%	119.64%	81.78%	179.59%
Plan fiduciary net position as a percentage of the total pension liability	84%	81%	81%	87%	72%
Measurement Date	June 30, 2024	June 30, 2023	June 30, 2022	June 30, 2021	June 30, 2020

	2020	2019	2018	2017	2016
Proportion of the net pension liability	0.1114%	0.1060%	0.1006%	0.0987%	0.0990%
Proportionate share of the net pension liability	$ 100,573,411	$ 97,444,450	$ 93,033,848	$ 79,859,396	$ 66,678,343
State's proportionate share of the net pension liability	54,869,510	55,791,505	55,038,038	45,462,530	35,265,493
Total	$ 155,442,921	$ 153,235,955	$ 148,071,886	$ 125,321,926	$ 101,943,836
Covered payroll	$ 59,631,106	$ 56,953,063	$ 54,022,711	$ 49,651,314	$ 46,886,441
Proportionate share of the net pension liability as a percentage of its covered payroll	168.66%	171.10%	172.21%	160.84%	142.21%
Plan fiduciary net position as a percentage of the total pension liability	73%	71%	69%	70%	74%
Measurement Date	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015

CalPERS	2025	2024	2023	2022	2021
Proportion of the net pension liability	0.1555%	0.1580%	0.1606%	0.1476%	0.1469%
Proportionate share of the net pension liability	$ 55,571,533	$ 57,194,893	$ 55,259,221	$ 30,022,858	$ 45,069,850
Covered payroll	$ 30,767,046	$ 27,438,069	$ 24,714,911	$ 21,245,362	$ 21,154,374
Proportionate share of the net pension liability as a percentage of its covered payroll	180.62%	208.45%	223.59%	141.31%	213.05%
Plan fiduciary net position as a percentage of the total pension liability	72%	70%	70%	81%	70%
Measurement Date	June 30, 2024	June 30, 2023	June 30, 2022	June 30, 2021	June 30, 2020

	2020	2019	2018	2017	2016
Proportion of the net pension liability	0.1496%	0.1420%	0.1399%	0.1345%	0.1322%
Proportionate share of the net pension liability	$ 43,614,302	$ 37,868,512	$ 33,407,023	$ 26,558,884	$ 19,483,075
Covered payroll	$ 20,738,429	$ 19,077,722	$ 17,857,049	$ 17,365,561	$ 14,529,938
Proportionate share of the net pension liability as a percentage of its covered payroll	210.31%	198.50%	187.08%	152.94%	134.09%
Plan fiduciary net position as a percentage of the total pension liability	70%	71%	72%	74%	79%
Measurement Date	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015

CalSTRS	2025	2024	2023	2022	2021
Contractually required contribution	$ 16,951,710	$ 16,618,446	$ 15,196,754	$ 12,097,409	$ 10,326,359
Less contributions in relation to the contractually required contribution	16,951,710	16,618,446	15,196,754	12,097,409	10,326,359
Contribution deficiency (excess)	$ -	$ -	$ -	$ -	$ -
Covered payroll	$ 88,752,408	$ 87,007,571	$ 79,564,157	$ 71,497,689	$ 63,940,303
Contributions as a percentage of covered payroll	19.10%	19.10%	19.10%	16.92%	16.15%

	2020	2019	2018	2017	2016
Contractually required contribution	$ 10,305,874	$ 9,707,944	$ 8,218,327	$ 6,796,057	$ 5,327,586
Less contributions in relation to the contractually required contribution	10,305,874	9,707,944	8,218,327	6,796,057	5,327,586
Contribution deficiency (excess)	$ -	$ -	$ -	$ -	$ -
Covered payroll	$ 60,268,269	$ 59,631,106	$ 56,953,063	$ 54,022,711	$ 49,651,314
Contributions as a percentage of covered payroll	17.10%	16.28%	14.43%	12.58%	10.73%

CalPERS	2025	2024	2023	2022	2021
Contractually required contribution	$ 8,708,366	$ 8,208,648	$ 6,961,038	$ 5,662,186	$ 4,397,790
Less contributions in relation to the contractually required contribution	8,708,366	8,208,648	6,961,038	5,662,186	4,397,790
Contribution deficiency (excess)	$ -	$ -	$ -	$ -	$ -
Covered payroll	$ 32,193,590	$ 30,767,046	$ 27,438,069	$ 24,714,911	$ 21,245,362
Contributions as a percentage of covered payroll	27.050%	26.680%	25.370%	22.910%	20.700%

	2020	2019	2018	2017	2016
Contractually required contribution	$ 4,171,854	$ 3,745,775	$ 2,962,961	$ 2,479,987	$ 2,057,298
Less contributions in relation to the contractually required contribution	4,171,854	3,745,775	2,962,961	2,479,987	2,057,298
Contribution deficiency (excess)	$ -	$ -	$ -	$ -	$ -
Covered payroll	$ 21,154,374	$ 20,738,429	$ 19,077,722	$ 17,857,049	$ 17,365,561
Contributions as a percentage of covered payroll	19.721%	18.062%	15.531%	13.888%	11.847%

Note 1 - Purpose of Schedules

Budgetary Comparison Schedule

The District employs budget control by object codes and by individual appropriation accounts. Budgets are prepared on the modified accrual basis of accounting in accordance with accounting principles generally accepted in the United State of America as prescribed by the Governmental Accounting Standards Board and provisions of the California *Education Code*. The governing board is required to hold a public hearing and adopt an operating budget no later than July 1 of each year. The adopted budget is subject to amendment throughout the year to give consideration to unanticipated revenue and expenditures primarily resulting from events unknown at the time of budget adoption with the legal restriction that expenditures cannot exceed appropriations by major object account.

The amounts reported as the original budgeted amounts in the budgetary statements reflect the amounts when the original appropriations were adopted. The amounts reported as the final budgeted amounts in the budgetary statements reflect the amounts after all budget amendments have been accounted for.

This schedule presents information for the original and final budgets and actual results of operations, as well as the variances from the final budget to actual results of operations.

Schedule of Changes in the District's Total OPEB Liability and Related Ratios

This schedule presents information on the District's changes in the total OPEB liability, including beginning and ending balances. In the future, as data becomes available, ten years of information will be presented.

- *Changes in Benefit Terms* - There were no changes in the benefit terms since the previous valuation.
- *Changes of Assumptions* – The discount rate assumption was changed from 3.86% to 3.97% since the previous valuation. In addition, the health care cost trend rates were changed from 6.00% to 5.50% since the previous valuation.

Schedule of the District's Proportionate Share of the Net OPEB Liability - MPP Program

This schedule presents information on the District's proportionate share of the net OPEB Liability - MPP Program and the plan fiduciary net position. In the future, as data becomes available, ten years of information will be presented.

- *Changes in Benefit Terms* – There were no changes in the benefit terms since the previous valuation.
- *Changes of Assumptions* – The plan rate of investment return assumption was changed from 3.65% to 3.93% since the previous valuation. The Medicare Part A premium cost trend rate assumption was changed from 4.50% to 5.00%, while the Medicare Part B premium cost trend rate assumption was changed from 5.40% to 6.50% since the previous valuation.

Schedule of the District's Proportionate Share of the Net Pension Liability

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

- *Changes in Benefit Terms* – There were no changes in benefit terms for the CalSTRS or CalPERS plans since the previous valuations.
- *Changes of Assumptions* – There were no changes in economic assumptions for the CalSTRS or CalPERS plans since the previous valuations.

Schedule of the District's Contributions

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

Supplementary Information
June 30, 2025

Sanger Unified School District

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal Financial Assistance Listing	Pass-Through Entity Identifying Number	Federal Expenditures
U.S. Department of Education			
Passed Through California Department of Education (CDE)			
Adult Basic Education and ESL (Section 231)	84.002A	14508	$ 60,026
Adult Secondary Education (Section 231)	84.002	13978	110,091
Subtotal - FFAL 84.002 Programs			170,117
Title I - Part A, Basic	84.010	14329	3,423,608
School Improvement Funding for LEAs	84.010	15438	187,883
Subtotal - FFAL 84.010 Programs			3,611,491
COVID-19 - Elementary and Secondary School Emergency Relief III (ESSER III) Fund	84.425U	15559	(707,283)
COVID-19 - American Rescue Plan, Homeless Children and Youth II (ARP HCY II)	84.425W	15566	3,254
Subtotal - FFAL 84.425 Programs			(704,029)
Title III - Immigrant Education Program	84.365	15146	15,312
Title III - English Learner Student Program	84.365	14346	503,952
Subtotal - FFAL 84.365 Programs			519,264
Title I - Part C, Migrant Education - Regular	84.011	14326	100,398
Title II - Part A, Supporting Effective Instruction	84.367	14341	441,566
Title IV - Part A, Student Support and Academic Enrichment Grants	84.424	15396	272,514
Strengthening Career and Technical Education	84.048	14894	123,261
Passed Through Fresno County SELPA			
Special Education Cluster			
Special Education - Basic Local Assistance	84.027	13379	2,123,752
Special Education - Preschool Grants, Part B, Section 619	84.173	13430	35,388
Total Special Education Cluster			2,159,140
Total U.S. Department of Education			6,693,722

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal Financial Assistance Listing	Pass-Through Entity Identifying Number	Federal Expenditures
U.S. Department of Agriculture			
Passed Through California Department of Education			
Child Nutrition Cluster			
National School Lunch - Section 4	10.555	13523	$ 805,857
National School Lunch - Section 11	10.555	13524	4,834,772
Food Distribution - Commodities	10.555	13524	964,872
Supply Chain Assistance (SCA) Funds	10.555	15655	361,624
Local Food for Schools	10.555	15708	13,002
Subtotal - FFAL 10.555 Programs			6,980,127
Especially Needy Breakfast	10.553	13526	1,767,529
Total Child Nutrition Cluster			8,747,656
Passed Through California State Controller			
Forest Service Schools and Roads Cluster			
Forest Reserve	10.665	10044	7,602
Total Forest Service Schools and Roads Cluster			7,602
Passed Through California Department of Social Services			
Child and Adult Care Food Program	10.558	13529	1,775,362
Cash in Lieu of Commodities	10.558	13534	120,228
Subtotal - FFAL 10.558 Programs			1,895,590
Total U.S. Department of Agriculture			10,650,848
Total Federal Financial Assistance			$ 17,344,570

	Second Period Report	Annual Report
Sanger Unified School District		
Regular ADA		
Transitional kindergarten through third	3,289.95	3,298.35
Fourth through sixth	2,510.46	2,510.49
Seventh and eighth	1,713.76	1,710.50
Ninth through twelfth	3,833.80	3,821.13
Total regular ADA	11,347.97	11,340.47
Community Day School		
Seventh and eighth	4.51	5.70
Ninth through twelfth	27.64	29.33
Total community day school	32.15	35.03
Total ADA	11,380.12	11,375.50
Quail Lake Environmental Charter School		
Regular ADA - All classroom based		
Transitional kindergarten through third	266.14	266.83
Fourth through sixth	185.46	185.64
Seventh and eighth	119.15	119.71
Total classroom based ADA	570.75	572.18
Sanger Academy Charter School		
Regular ADA - All classroom based		
Transitional kindergarten through third	262.36	262.57
Fourth through sixth	198.17	197.84
Seventh and eighth	121.45	121.19
Total classroom based ADA	581.98	581.60

Sanger Unified School District

Grade Level	1986-1987 Minutes Requirement	2024-2025 Actual Minutes	Traditional Calendar	Multitrack Calendar	Status
Kindergarten	36,000	44,100	180	N/A	Complied
Grades 1 - 3	50,400				
Grade 1		54,870	180	N/A	Complied
Grade 2		54,870	180	N/A	Complied
Grade 3		54,870	180	N/A	Complied
Grades 4 - 8	54,000				
Grade 4		54,870	180	N/A	Complied
Grade 5		54,870	180	N/A	Complied
Grade 6		54,870	180	N/A	Complied
Grade 7		55,065	180	N/A	Complied
Grade 8		55,065	180	N/A	Complied
Grades 9 - 12	64,800				
Grade 9		65,000	180	N/A	Complied
Grade 10		65,000	180	N/A	Complied
Grade 11		65,000	180	N/A	Complied
Grade 12		65,000	180	N/A	Complied

Quail Lake Environmental Charter School

Grade Level	1986-1987 Minutes Requirement	2024-2025 Actual Minutes	Traditional Calendar	Multitrack Calendar	Status
Kindergarten	36,000	49,425	180	N/A	Complied
Grades 1 - 3	50,400				
Grade 1		55,065	180	N/A	Complied
Grade 2		55,065	180	N/A	Complied
Grade 3		55,065	180	N/A	Complied
Grades 4 - 8	54,000				
Grade 4		55,065	180	N/A	Complied
Grade 5		55,065	180	N/A	Complied
Grade 6		55,065	180	N/A	Complied
Grade 7		55,065	180	N/A	Complied
Grade 8		55,065	180	N/A	Complied

Sanger Academy Charter School

Grade Level	1986-1987 Minutes Requirement	2024-2025 Actual Minutes	Traditional Calendar	Multitrack Calendar	Status
Kindergarten	36,000	49,800	180	N/A	Complied
Grades 1 - 3	50,400				
Grade 1		58,500	180	N/A	Complied
Grade 2		58,500	180	N/A	Complied
Grade 3		58,500	180	N/A	Complied
Grades 4 - 8	54,000				
Grade 4		58,500	180	N/A	Complied
Grade 5		58,500	180	N/A	Complied
Grade 6		58,500	180	N/A	Complied
Grade 7		58,500	180	N/A	Complied
Grade 8		58,500	180	N/A	Complied

There were no adjustments to the Unaudited Actual Financial Report, which required reconciliation to the audited financial statements at June 30, 2025.

	(Budget) 2026 [1]	2025	2024 [1]	2023 [1]
General Fund [4]				
Revenues	$ 222,404,087	$ 225,526,956	$ 242,642,625	$ 230,247,106
Other sources and transfers in	-	706,308	697,495	2,010,117
Total Revenues and Other Sources	222,404,087	226,233,264	243,340,120	232,257,223
Expenditures	233,844,629	227,664,742	230,762,304	201,856,821
Other uses and transfers out	622,200	491,142	6,999,012	11,836,588
Total Expenditures and Other Uses	234,466,829	228,155,884	237,761,316	213,693,409
Increase/(Decrease) in Fund Balance	(12,062,742)	(1,922,620)	5,578,804	18,563,814
Ending Fund Balance	$ 48,695,697	$ 60,758,439	$ 62,681,059	$ 57,102,255
Available Reserves [2]	$ 7,087,671	$ 7,166,897	$ 7,132,839	$ 7,575,265
Available Reserves as a Percentage of Total Outgo	3.02%	3.14%	3.00%	3.54%
Long-Term Liabilities [5]	Not Available	$ 557,349,695	$ 561,953,946	$ 554,306,543
Average Daily Attendance at P-2 [3]	11,468	11,380	11,388	11,208

The General Fund balance has increased by $3,656,184 over the past two years. The fiscal year 2025-2026 budget projects a decrease of $12,062,742 (19.9%). For a district this size, the State recommends available reserves of at least three percent of total General Fund expenditures, transfers out, and other uses (total outgo).

The District has incurred operating surpluses in two of the past three years but anticipates incurring an operating deficit during the 2025-2026 fiscal year. Total long-term liabilities have increased by $3,043,152 over the past two years primarily due to the issuance of general obligation bonds, certificates of participation, and changes in the Districts OPEB and net pension liability obligations.

Average daily attendance has increased by 172 over the past two years. A increase of 88 ADA is anticipated during fiscal year 2025-2026.

[1] Financial information for 2026, 2024, and 2023 are included for analytical purposes only and has not been subjected to audit.
[2] Available reserves consist of all unassigned fund balances including all amounts reserved for economic uncertainties contained within the General Fund.
[3] Excludes charter schools ADA.
[4] General Fund amounts do not include activity related to the consolidation of the Special Reserve Non-Capital Fund as required by GASB Statement No. 54.
[5] Amounts have not been restated for the effects of the implementation of GASB Statement No. 101 for comparative purposes. See Note 16 for further information.

Name of Charter School	Charter Number	Included in Audit Report
Quail Lake Environmental Charter School	0258	Yes
Sanger Academy Charter School	0283	Yes

	Student Activities Fund	Charter Schools Fund	Adult Education Fund	Child Development Fund	Cafeteria Fund
Assets					
Deposits and investments	$ 1,653,497	$ 15,444,570	$ 664,423	$ 1,767,902	$ 12,982,180
Receivables	-	507,692	198,979	70,227	1,959,229
Due from other funds	-	-	-	-	10,980
Stores inventories	-	-	-	-	50,166
Total assets	$ 1,653,497	$ 15,952,262	$ 863,402	$ 1,838,129	$ 15,002,555
Liabilities					
Accounts payable	$ -	$ 1,473,312	$ 728	$ 76,935	$ 86,706
Due to other funds	-	2,359,905	161,324	302,274	1,096,211
Unearned revenue	-	-	-	415,144	-
Total liabilities	-	3,833,217	162,052	794,353	1,182,917
Fund Balances					
Nonspendable	-	-	-	-	50,166
Restricted	1,653,497	2,777,843	409,525	974,020	13,769,472
Committed	-	-	291,825	-	-
Assigned	-	9,341,202	-	69,756	-
Total fund balances	1,653,497	12,119,045	701,350	1,043,776	13,819,638
Total liabilities and fund balances	$ 1,653,497	$ 15,952,262	$ 863,402	$ 1,838,129	$ 15,002,555

	Deferred Maintenance Fund	Capital Facilities Fund	County School Facilities Fund	Bond Interest and Redemption Fund	Total Non-Major Governmental Funds
Assets					
Deposits and investments	$ 116,667	$ 5,920,247	$ 4,329,922	$ 12,281,727	$ 55,161,135
Receivables	827	43,005	778,217	78,434	3,636,610
Due from other funds	895,784	-	-	-	906,764
Stores inventories	-	-	-	-	50,166
Total assets	$ 1,013,278	$ 5,963,252	$ 5,108,139	$ 12,360,161	$ 59,754,675
Liabilities					
Accounts payable	$ -	$ 368,104	$ 1,462,593	$ -	$ 3,468,378
Due to other funds	706,308	190,856	-	-	4,816,878
Unearned revenue	-	-	-	-	415,144
Total liabilities	706,308	558,960	1,462,593	-	8,700,400
Fund Balances					
Nonspendable	-	-	-	-	50,166
Restricted	-	5,404,292	3,645,546	12,360,161	40,994,356
Committed	306,970	-	-	-	598,795
Assigned	-	-	-	-	9,410,958
Total fund balances	306,970	5,404,292	3,645,546	12,360,161	51,054,275
Total liabilities and fund balances	$ 1,013,278	$ 5,963,252	$ 5,108,139	$ 12,360,161	$ 59,754,675

	Student Activities Fund	Charter Schools Fund	Adult Education Fund
Revenues			
Local Control Funding Formula (LCFF)	$ -	$ 14,158,283	$ -
Federal sources	-	-	170,117
Other State sources	-	2,296,507	1,134,501
Other local sources	3,066,214	828,627	129,676
Total revenues	3,066,214	17,283,417	1,434,294
Expenditures			
Current			
Instruction	-	10,876,803	566,462
Instruction-related activities			
Supervision of instruction	-	424,535	2,730
Instructional library, media, and technology	-	101,824	236
School site administration	-	760,962	442,521
Pupil services			
Food services	-	-	-
All other pupil services	-	661,840	200,033
Administration			
Data processing	-	74,916	-
All other administration	-	974,554	42,846
Plant services	-	1,556,112	22,332
Ancillary services	2,783,767	70,878	-
Facility acquisition and construction	-	182,729	-
Debt service			
Principal	-	-	-
Interest and other	-	-	-
Total expenditures	2,783,767	15,685,153	1,277,160
Excess of Revenues Over Expenditures	282,447	1,598,264	157,134
Other Financing Sources (Uses)			
Transfers in	-	491,142	-
Sources from financed purchase agreement	-	-	-
Transfers out	-	-	-
Net Financing Sources (Uses)	-	491,142	-
Net Change in Fund Balances	282,447	2,089,406	157,134
Fund Balance - Beginning, as previously reported	1,371,050	10,029,639	544,216
Adjustments (Note 16)	-	-	-
Fund Balance - Beginning	1,371,050	10,029,639	544,216
Fund Balance - Ending	$ 1,653,497	$ 12,119,045	$ 701,350

	Child Development Fund	Cafeteria Fund	Deferred Maintenance Fund
Revenues			
Local Control Funding Formula (LCFF)	$ -	$ -	$ -
Federal sources	-	10,281,623	-
Other State sources	2,218,341	3,878,245	-
Other local sources	317,538	880,156	56,945
Total revenues	2,535,879	15,040,024	56,945
Expenditures			
Current			
Instruction	1,410,443	-	-
Instruction-related activities			
Supervision of instruction	-	-	-
Instructional library, media, and technology	-	-	-
School site administration	380,354	-	-
Pupil services			
Food services	-	11,251,538	-
All other pupil services	211,538	-	-
Administration			
Data processing	-	-	-
All other administration	80,581	215,922	-
Plant services	-	340,131	-
Ancillary services	-	-	-
Facility acquisition and construction	56,917	597,080	2,916,623
Debt service			
Principal	-	-	-
Interest and other	-	-	-
Total expenditures	2,139,833	12,404,671	2,916,623
Excess of Revenues Over Expenditures	396,046	2,635,353	(2,859,678)
Other Financing Sources (Uses)			
Transfers in	-	-	-
Sources from financed purchase agreement	-	-	2,770,386
Transfers out	-	-	(706,308)
Net Financing Sources (Uses)	-	-	2,064,078
Net Change in Fund Balances	396,046	2,635,353	(795,600)
Fund Balance - Beginning, as previously reported	647,730	11,184,285	1,102,570
Adjustments (Note 16)	-	-	-
Fund Balance - Beginning	647,730	11,184,285	1,102,570
Fund Balance - Ending	$ 1,043,776	$ 13,819,638	$ 306,970

	Capital Facilities Fund	County School Facilities Fund	Bond Interest and Redemption Fund
Revenues			
Local Control Funding Formula (LCFF)	$ -	$ -	$ -
Federal sources	-	-	-
Other State sources	-	1,213,915	80,785
Other local sources	2,903,788	1,686,866	14,608,145
Total revenues	2,903,788	2,900,781	14,688,930
Expenditures			
Current			
Instruction	-	-	-
Instruction-related activities			
Supervision of instruction	-	-	-
Instructional library, media, and technology	-	-	-
School site administration	-	-	-
Pupil services			
Food services	-	-	-
All other pupil services	-	-	-
Administration			
Data processing	-	-	-
All other administration	82,989	-	-
Plant services	20,223	-	-
Ancillary services	-	-	-
Facility acquisition and construction	855,160	32,758,733	-
Debt service			
Principal	665,000	-	6,400,000
Interest and other	341,163	-	8,812,887
Total expenditures	1,964,535	32,758,733	15,212,887
Excess of Revenues Over Expenditures	939,253	(29,857,952)	(523,957)
Other Financing Sources (Uses)			
Transfers in	-	-	-
Sources from financed purchase agreement	-	-	-
Transfers out	-	-	-
Net Financing Sources (Uses)	-	-	-
Net Change in Fund Balances	939,253	(29,857,952)	(523,957)
Fund Balance - Beginning, as previously reported	4,465,039	-	-
Adjustments (Note 16)	-	33,503,498	12,884,118
Fund Balance - Beginning	4,465,039	33,503,498	12,884,118
Fund Balance - Ending	$ 5,404,292	$ 3,645,546	$ 12,360,161

	Total Non-Major Governmental Funds
Revenues	
Local Control Funding Formula (LCFF)	$ 14,158,283
Federal sources	10,451,740
Other State sources	10,822,294
Other local sources	24,477,955
Total revenues	59,910,272
Expenditures	
Current	
Instruction	12,853,708
Instruction-related activities	
Supervision of instruction	427,265
Instructional library, media, and technology	102,060
School site administration	1,583,837
Pupil services	
Food services	11,251,538
All other pupil services	1,073,411
Administration	
Data processing	74,916
All other administration	1,396,892
Plant services	1,938,798
Ancillary services	2,854,645
Facility acquisition and construction	37,367,242
Debt service	
Principal	7,065,000
Interest and other	9,154,050
Total expenditures	87,143,362
Excess of Revenues Over Expenditures	(27,233,090)
Other Financing Sources (Uses)	
Transfers in	491,142
Sources from financed purchase agreement	2,770,386
Transfers out	(706,308)
Net Financing Sources (Uses)	2,555,220
Net Change in Fund Balances	(24,677,870)
Fund Balance - Beginning, as previously reported	29,344,529
Adjustments (Note 16)	46,387,616
Fund Balance - Beginning	75,732,145
Fund Balance - Ending	$ 51,054,275

Note 1 - Purpose of Schedules

Schedule of Expenditures of Federal Awards (SEFA)

Basis of Presentation
The accompanying Schedule of Expenditures of Federal Awards (the schedule) includes the federal award activity of the Sanger Unified School District (the District) under programs of the federal government for the year ended June 30, 2025. The information is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the schedule presents only a selected portion of the operations of the Sanger Unified School District, it is not intended to and does not present the financial position, changes in net position or fund balances of Sanger Unified School District.

Summary of Significant Accounting Policies
Expenditures reported in the schedule are reported on the modified accrual basis of accounting. When applicable, 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. No federal financial assistance has been provided to a subrecipient.

Indirect Cost Rate
The District has not elected to use the ten percent de minimis cost rate.

Food Donation
Nonmonetary assistance is reported in this schedule at the fair market value of the commodities received and disbursed. At June 30, 2025, the District had spent food commodities totaling $964,872.

Schedule of Average Daily Attendance (ADA)

Average daily attendance (ADA) is a measurement of the number of pupils attending classes of the District. The purpose of attendance accounting from a fiscal standpoint is to provide the basis on which apportionments of State funds are made to school districts. This schedule provides information regarding the attendance of students at various grade levels and in different programs.

Schedule of Instructional Time

The District has received incentive funding for increasing instructional time as provided by the Incentives for Longer Instructional Day. This schedule presents information on the amount of instructional time offered by the District and whether the District complied with the provisions of *Education Code* Sections 46200 through 46207.

Districts must maintain their instructional minutes at the 1986-87 requirements, as required by *Education Code* Section 46201.

Reconciliation of Annual Financial and Budget Report with Audited Financial Statements

This schedule provides the information necessary to reconcile the fund balance of all funds reported on the Unaudited Actual Financial Report to the audited financial statements.

Schedule of Financial Trends and Analysis

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.

Schedule of Charter Schools

This schedule lists all charter schools chartered by the District, and displays information for each charter school on whether or not the charter school is included in the District audit.

Non-Major Governmental Funds - Combining Balance Sheet and Combining Statement of Revenues, Expenditures, and Changes in Fund Balances

These schedules are included to provide information regarding the individual funds that have been included in the Non-Major Governmental Funds column on the Governmental Funds Balance Sheet and Statement of Revenues, Expenditures, and Changes in Fund Balances.

Other Information
June 30, 2025

Sanger Unified School District

Organization

The Sanger Unified School District was unified in 1965 and consists of an area comprising approximately 180 square miles. The District operates twelve elementary schools, one middle school, two high schools, one continuation high school, two charter schools, one community day school, one home school/virtual school, and one adult school. There were no boundary changes during the year.

Governing Board

Member	Office	Term Expires
Peter R. Filippi	President	2026
Jesse Solorio	Vice President	2026
Celida Garcia Lopez	Clerk	2028
Ismael (Mike) Hernandez	Member	2028
Jesse Vasquez	Member	2026
Ranetta Bron	Member	2028
Tang M. Yang	Member	2026

Administration

Dennis Wiechmann	Superintendent
Eduardo Martinez	Deputy Superintendent, Administrative Services
Timothy Lopez	Associate Superintendent, Educational Services
Leo Castillo	Assistant Superintendent, Human Resources
Jimmy Robles	Chief Operations Officer
Ryan Kilby	Chief Financial Officer

Independent Auditor's Reports
June 30, 2025

Sanger Unified School District

Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*

To the Governing Board
Sanger Unified School District
Sanger, California

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States (*Government Auditing Standards*), the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Sanger Unified School District (the District), as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the District's basic financial statements and have issued our report thereon dated January 26, 2026.

Adoption of New Accounting Standard

As discussed in Note 16 to the financial statements, the District has adopted the provisions of Governmental Accounting Standards Board (GASB) Statement No. 101, *Compensated Absences* for the year ended June 30, 2025. Accordingly, a restatement has been made to the governmental activities net position as of July 1, 2024, to restate beginning net position. Our opinions are not modified with respect to this matter.

Report on Internal Control over Financial Reporting

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

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

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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.

Report on Compliance and Other Matters

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

Purpose of this Report

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

Eide Bailly LLP

Fresno, California
January 26, 2026

Independent Auditor's Report on Compliance for Each Major Federal Program; Report on Internal Control Over Compliance Required by the Uniform Guidance

To the Governing Board
Sanger Unified School District
Sanger, California

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Sanger Unified School District's (the District) 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 each of the District's major federal programs for the year ended June 30, 2025. The District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the District complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2025.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*); 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 Auditor's Responsibilities for the Audit of Compliance section of our report.

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

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Responsibilities of Management for Compliance

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

Auditor's 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 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 the District's compliance with the requirements of each major federal program as a whole.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the District's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the District's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances 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 the District's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any 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 Auditor's 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.

Eide Bailly LLP

Fresno, California
January 26, 2026

Independent Auditor's Report on State Compliance and on Internal Control Over Compliance

To the Governing Board
Sanger Unified School District
Sanger, California

Report on Compliance

Qualified and Unmodified Opinions on State Compliance

We have audited Sanger Unified School District's (the District) compliance with the requirements specified in the *2024-2025 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, 2025.

Qualified Opinion on Transitional Kindergarten

In our opinion, except for the noncompliance described in the Basis for Qualified and Unmodified Opinions section of our report, the District complied, in all material respects, with the compliance requirements referred to above that are applicable to the laws and regulations of the state programs noted in the table below for the year ended June 30, 2025.

Unmodified Opinion on Each of the Other Programs

In our opinion, the District complied, in all material respects, with the compliance requirements referred to above that are applicable to the laws and regulations of the state programs noted in the table below for the year ended June 30, 2025, except as described in the accompanying Schedule of Findings and Questioned Costs.

Basis for Qualified and Unmodified Opinions

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 (*Government Auditing Standards)*, and the *2024-2025 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

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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.

Matter Giving Rise to Qualified Opinion on Transitional Kindergarten

As described in the accompanying schedule of findings and questioned costs, the District did not comply with requirements regarding *the Transitional Kindergarten program as described in finding number 2025-002 State Compliance*.

Compliance with such requirements is necessary, in our opinion, for the District to comply with the requirements referred to above.

Responsibilities of Management for Compliance

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

Auditor's 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 *2024-2025 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 *2024-2025 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 *2024-2025 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:

2024-2025 K-12 Audit Guide Procedures	Procedures Performed
Local Education Agencies Other Than Charter Schools	
Attendance	Yes
Teacher Certification and Misassignments	Yes
Independent Study	Not Applicable
Continuation Education	No (see below)
Instructional Time	Yes
Instructional Materials	Yes
Ratios of Administrative Employees to Teachers	Yes
Classroom Teacher Salaries	Yes
Early Retirement Incentive	Not Applicable
GANN Limit Calculation	Yes
School Accountability Report Card	Yes
Juvenile Court Schools	Not Applicable
Middle or Early College High Schools	Not Applicable
K-3 Grade Span Adjustment	Yes
Apprenticeship: Related and Supplemental Instruction	Not Applicable
Comprehensive School Safety Plan	Yes
District of Choice	Not Applicable
Home to School Transportation Reimbursement	Yes
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	Yes
Immunizations	Yes
Educator Effectiveness	Yes
Expanded Learning Opportunities Grant (ELO-G)	Yes
Career Technical Education Incentive Grant	Not Applicable
Expanded Learning Opportunities Program	Yes
Transitional Kindergarten	Yes
Kindergarten Continuance	Yes

2024-2025 K-12 Audit Guide Procedures	Procedures Performed
Charter Schools	
Attendance	Yes
Mode of Instruction	Yes
Nonclassroom-Based Instruction/Independent Study	Not Applicable
Determination of Funding for Nonclassroom-Based Instruction	Not Applicable
Annual Instructional Minutes - Classroom Based	Yes
Charter School Facility Grant Program	Not Applicable

We did not perform testing for Continuation Education because average daily attendance reported did not exceed thresholds required for testing.

The term "Not Applicable" is used above to mean either the District did not offer the program during the current fiscal year, the District did not participate in the program during the current fiscal year, or the program applies to a different type of local education agency.

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.

Other Matters

The results of our auditing procedures disclosed an instance of noncompliance, which is described in the accompanying Schedule of Findings and Questioned Costs as item 2025-001. Our opinion on state compliance is not modified with respect to this matter.

Government Auditing Standards requires the auditor to perform limited procedures on the District's response to the noncompliance findings identified in our audit and described in the accompanying schedule of findings and questioned costs. The District's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Report on Internal Control over Compliance

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's 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 and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as discussed below, we did identify certain deficiencies in internal control over compliance that we consider to be material weaknesses.

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 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 by those charged with governance. We consider the deficiencies in internal control over compliance described in the accompanying Schedule of Findings and Questioned Costs as item 2025-002 to be a material weakness.

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.

Government Auditing Standards requires the auditor to perform limited procedures on the District's response to the internal control over compliance findings identified in our audit described in the accompanying Schedule of Findings and Questioned Costs. The District's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

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 *2024-2025 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*. Accordingly, this report is not suitable for any other purpose.

Eide Bailly LLP

Fresno, California
January 26, 2026

Schedule of Findings and Questioned Costs
June 30, 2025

Sanger Unified School District

Financial Statements

Type of auditor's report issued	Unmodified
Internal control over financial reporting	
Material weaknesses identified	No
Significant deficiencies identified not considered to be material weaknesses	None Reported
Noncompliance material to financial statements noted?	No

Federal Awards

Internal control over major program	
Material weaknesses identified	No
Significant deficiencies identified not considered to be material weaknesses	None Reported
Type of auditor's report issued on compliance for major programs	Unmodified
Any audit findings disclosed that are required to be reported in accordance with Uniform Guidance 2 CFR 200.516(a)	No

Identification of major programs

Name of Federal Program or Cluster	Federal Financial Assistance Listing
Title I - Part A, Basic	84.010
School Improvement Funding for LEAs	84.010
Special Education Cluster	84.027, 84.173
Child and Adult Care Food Program	10.558
Cash in Lieu of Commodities	10.558

Dollar threshold used to distinguish between type A and type B programs	$ 750,000
Auditee qualified as low-risk auditee?	No

State Compliance

Internal control over state compliance programs	
Material weaknesses identified	Yes
Significant deficiencies identified not considered to be material weaknesses	None Reported
Other matters to be reported	Yes
Type of auditor's report issued on compliance for programs	Unmodified

Unmodified for all programs except for the following program which was qualified

Name of Program
Transitional Kindergarten

None reported.

None reported.

The following findings represent instances of noncompliance and a material weakness in internal controls over State Compliance that are required to be reported by the *2024-2025 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*. The findings have been coded as follows:

Five Digit Code	AB 3627 Finding Type
40000	State Compliance
61000	Classroom Teacher Salaries

2025-001 61000 - Classroom Teacher Salaries

Criteria

In accordance with *Education Code* Section 41372, the District is required to expend at least 55% of General Fund expenditures on classroom teacher salaries.

Condition

In reviewing Form CEA, it was noted the District did not meet the minimum percentage required for payment of classroom teachers. Form CEA reported total current expense (Column 5) of $181,661,069 and minimum classroom compensation (Part II) of $93,339,069 which represented 51.38% of current expense, resulting in a deficiency of 3.62% or $6,576,131.

Cause

As a result of the District receiving significant sources of funding to be used specifically for expenditures related to non-instructional direct services to students, the District's ratio was not maintained.

Effect

The noncompliance resulted in the District being deficient 3.62% or $6,576,131.

Questioned Costs

There are no questioned costs related to this finding.

Repeat Finding

Yes

Recommendation

The District should request a waiver from the Fresno County Superintendent of Schools for this issue.

Corrective Action Plan and Views of Responsible Officials

As per *Education Code* 41372, the District has applied for a waiver for this fiscal circumstance from the Fresno County Superintendent of Schools.

2025-002 40000 – Transitional Kindergarten

Criteria

Pursuant to California *Education Code* Section 48000.15(d)(3), the District is required to maintain an average of 20 pupils per classroom when the classroom has one or more early transitional kindergarteners enrolled. In addition, pursuant to California *Education Code* Section 48000.15(d)(1), the District is required to maintain an average of at least one adult for every ten pupils for transitional kindergarten classrooms at each school site when an early transitional kindergartener was enrolled.

Condition

For the current year, Fairmont Elementary and Reagan Elementary did not maintain a 20:1 pupil classroom average during the year. In addition, Fairmont Elementary and Reagan Elementary did not maintain an average of at least one adult for every ten pupils for transitional kindergarten classrooms when an early transitional kindergartener was enrolled.

Cause

The condition was identified through review of the District's transitional kindergarten classroom enrollment reports and school site personnel classroom schedules. Based on our review of the records and calculation of the average class size and adult to pupil ratio, it was noted that certain school sites did not maintain an average of 20:1 pupil classroom ratio, nor an average of one adult to every ten pupils for transitional kindergarten classrooms when an early transitional kindergartener was enrolled.

The school sites did not meet the transitional kindergarten classroom required pupil classroom average or adult to pupil ratio due to a shortage of staff at each of the school sites to maintain the minimum required ratios.

Effect

As a result of our testing, the District does not appear to be in compliance with the required transitional kindergarten classroom average or adult to pupil ratio. The penalty is calculated as follows:

10:1 Adults to Students Ratio Penalty Calculation

Number of Additional Adults Needed	Prior Year Elementary Statewide Absence Rate	20 Reduced by Statewide Absence Rate	Transitional Kindergarten Add-on Rate	**Penalty**
0.50	6.18%	19	3,077	$ 28,868

Classroom 20:1 Average Penalty Calculation

District P2 TK Average Daily Attendance for classrooms containing early enrollees	Current Year K-3 GSA Rate			
46.03	$ 1,043			48,009
	Total District TK Penalties			$ 76,878

Questioned Costs

The identified school sites of the District did not maintain a 20:1 pupil classroom average for transitional kindergarten classrooms when an early transitional kindergartener was enrolled, which resulted in a penalty of $48,009. Also, the identified school sites of the District did not maintain an average of one adult for every ten pupils for transitional kindergarten classrooms when an early transitional kindergartener was enrolled, which resulted in a penalty of $28,868 totaling $76,878.

Repeat Finding

No

Recommendation

It is recommended that the District implement procedures to ensure that the transitional kindergarten classroom maintains the required pupil classroom average for classrooms who have one or more early transitional kindergarteners enrolled. In addition, the District should implement procedures to ensure that the adult to pupil ratio requirements are met as required by *Education Code* Section 48000.15(d)(1).

Corrective Action Plan and Views of Responsible Officials

The District acknowledges the finding related to transitional kindergarten classroom average and adult-to-pupil ratio requirements. The issue resulted from an administrative oversight in identifying the birth dates of two early transitional kindergarten students, which required a lower staffing ratio pursuant to *Education Code* Section 48000.15(d)(1). To prevent recurrence, beginning in the 2025–2026 school year, all transitional kindergarten classrooms are staffed with three adults for up to 24 students, and site administrative assistants have been retrained on eligibility and staffing requirements. With the full implementation of transitional kindergarten now complete, the District does not anticipate this issue recurring.

Except as specified in previous sections of this report, summarized below is the current status of all audit findings reported in the prior year's Schedule of Findings and Questioned Costs.

State Compliance Finding

2024-001 61000 - Classroom Teacher Salaries (Noncompliance)

Criteria or Specific Requirements

In accordance with California *Education Code* Section 41372, the District is required to expend at least 55% of General Fund expenditures on classroom teacher salaries.

Condition

In reviewing the Current Expense Formula/Minimum Classroom Compensation Form (Form CEA), it was noted the District did not meet the minimum percentage required for payment of classroom teachers. Form CEA reported total current expense (Column 5) of $183,663,635.91 and minimum classroom compensation (Part II) of $95,993,496.72 which represented 52.27% of current expense, resulting in a deficiency of 2.73% or $5,014,017.26.

Cause

As a result of the District receiving significant sources of one-time funding to be used specifically for COVID-19 related expenditures, the District's ratio was not maintained.

Effect

The noncompliance resulted in the District being deficient by 2.73% or $ $5,014,017.26.

Questioned Costs

There are no questioned costs related to this finding.

Repeat Finding

No

Recommendation

The District should review the calculation for compliance during the interim budget periods and make adjustments if needed. In addition, the District should request a waiver from the Fresno County Superintendent of Schools for this issue.

Current Status

Not implemented, see current year finding.

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APPENDIX C

ECONOMIC AND DEMOGRAPHIC INFORMATION FOR THE CITY OF SANGER AND FRESNO COUNTY

*The following information concerning the City of Sanger (the "**City**") and Fresno County (the "**County**") is included only for the purpose of supplying general information regarding the area of the District. The Bonds are not a debt of the City, the County, the State of California (the "**State**") or any of its political subdivisions (other than the District), and neither the City, the County, the State nor any of its political subdivisions (other than the District) is liable therefor.*

General

The City. The City was founded in 1886 when the Southern Pacific Company referred to the area as Sanger Junction concerning plans to improve access to the fertile land. Later the area was known as Sanger. In 1888, the Pacific Improvement Company owned and sold lots within the City and the first post office opened. The City is located in central Fresno County approximately 15 miles southeast of the City of Fresno. It has a total area of 5.5 square miles. The City is served by State Route 180 and State Route 99. The City was incorporated on May 9, 1911. The City Council consists of five elected members. The position of Mayor is elected at large. The appointment of the Mayor *Pro Tem* changes every other year in December and is decided by a vote of the five Council members.

The County. The County is California's fifth-largest county as measured by area, covering approximately 6,000 square miles. It is located in the geographic center of the State and is the nation's leading crop-producing county.

Within the County, there are roughly four different agricultural areas. East and south of the City of Fresno, grapes and other fruit and nut crops are grown, harvested and processed for shipment; west of the City of Fresno is a melon-producing area, which lies within the Mendota Unified School District. Also, to the west, large crops of cotton, alfalfa, barley, rice, wheat and vegetables are produced. In the southwest are oil wells, extensive cattle and sheep ranches.

The County is the trade, financial and commercial center for many surrounding counties in the Central Valley and is a hub of transportation facilities connecting the Central Valley to all parts of the Country. Two major north-south highways, State Highway 99 and Interstate Highway 5, pass through the County. State Routes 180 and 198 run east and west. Railroads, major airlines, bus lines and numerous trucking companies also serve the area.

Population

The most recent estimate of the County's population on January 1, 2026 was 1,041,676 persons according to the State Department of Finance. The City has an estimated population of 27,403 persons at January 1, 2026. The table below shows population estimates for the cities in the County for the last five years, as of January 1.

FRESNO COUNTY
Population Estimates for Cities Within the County
Calendar Years 2022 through 2026

	2022	2023	2024	2025	2026
Clovis	123,525	124,631	127,662	129,570	129,889
Coalinga	17,269	17,191	17,220	17,622	17,692
Firebaugh	8,397	8,474	8,474	8,703	8,869
Fowler	6,940	7,178	7,447	7,705	7,945
Fresno	543,725	545,007	554,049	560,474	560,948
Huron	6,172	6,134	6,421	6,957	6,888
Kerman	16,550	16,893	17,309	17,481	17,498
Kingsburg	12,494	12,941	13,193	13,358	13,347
Mendota	12,490	12,490	12,671	12,829	12,805
Orange Cove	9,533	9,474	9,622	9,752	9,678
Parlier	14,484	14,431	14,555	14,726	14,658
Reedley	24,946	25,409	25,941	26,690	26,845
Sanger	**26,380**	**26,343**	**26,648**	**27,130**	**27,403**
San Joaquin	3,652	3,629	3,658	3,672	3,636
Selma	24,373	24,310	24,439	24,593	24,484
Balance of County	159,841	159,004	159,973	160,734	159,091
Total	**1,010,771**	**1,013,539**	**1,029,282**	**1,041,996**	**1,041,676**

Source: State Department of Finance estimates (as of January 1).

Industry and Employment

The District is included in the Fresno Metropolitan Statistical Area ("**MSA**") which consists of both Fresno and Madera Counties. The unemployment rate in Fresno MSA was 7.7% in June 2026, up from a revised 7.4% in May 2026, and below the year-ago estimate of 8.3%. This compares with an unadjusted unemployment rate of 5.2% for the State and 4.4% for the nation during the same period. The unemployment rate was 7.7% in the County, and 7.4% in Madera County.

The table below provides information about employment by industry type for the Fresno MSA for calendar years 2020 through 2024. Data is not yet available for calendar year 2025.

FRESNO MSA
Civilian Labor Force, Employment and Unemployment, Unemployment by Industry
(Annual Averages)
(March 2024 Benchmark)

	2020	2021	2022	2023	2024
Civilian Labor Force [1]	504,100	503,000	511,300	527,400	538,700
Employment	445,500	456,700	477,800	488,200	496,200
Unemployment	58,700	46,300	33,400	39,100	42,500
Unemployment Rate	11.6%	9.2%	6.5%	7.4%	7.9%
Wage and Salary Employment: [2]					
Agriculture	51,800	52,500	53,000	54,200	53,600
Mining and Logging	300	400	400	400	400
Construction	20,700	22,300	24,400	24,800	25,200
Manufacturing	29,100	29,400	30,300	30,200	30,300
Wholesale Trade	15,500	15,900	17,100	17,300	17,700
Retail Trade	40,800	43,300	44,100	44,400	43,600
Trans., Warehousing, Utilities	19,200	20,500	21,700	21,200	21,600
Information	3,200	3,200	3,500	3,200	2,800
Financial and Insurance	9,200	8,600	8,200	7,500	7,100
Professional and Business Services	34,900	35,000	36,900	36,200	36,500
Educational and Health Services	80,500	83,900	88,100	92,800	98,900
Leisure and Hospitality	32,100	36,600	41,100	41,900	42,300
Other Services	12,100	13,100	14,100	15,700	16,000
Federal Government	11,200	10,400	9,900	9,700	9,700
State Government	15,100	14,600	14,900	15,200	15,700
Local Government	57,000	56,900	60,400	63,100	66,300
Total All Industries [3]	437,800	451,600	473,500	483,300	493,100

(1) Labor force data is by place of residence; includes self-employed individuals, unpaid family workers, household domestic workers, and workers on strike.
(2) Industry employment is by place of work; excludes self-employed individuals, unpaid family workers, household domestic workers, and workers on strike.
(3) Columns may not sum to totals due to rounding.
Source: State of California Employment Development Department.

Largest Employers

The following table shows the major employers in the County as of July 2026, in alphabetical order without regard to the number of employees.

FRESNO COUNTY
Major Employers
(Listed Alphabetically)

Employer Name	Location	Industry
Air National Guard	Fresno	Veterans' & Military Organizations
Amazon Fulfillment Ctr	Fresno	Mail Order Fulfillment Service
California State Univ Fresno	Fresno	Schools-Universities & Colleges Academic
Cargill	Fresno	Meat Packers (mfrs)
City of Fresno	Fresno	Theatres-Live
Foster Farms	Fresno	Poultry Farms
Fresno County Sheriff	Fresno	Police Departments
Fresno Police Dept	Fresno	Police Departments
Fresno Police Dept-Central	Fresno	Police Departments
Fresno Police-Mgmt Support	Fresno	Police Departments
Fresno VA Hospital Medical Ctr	Fresno	Hospitals
Harris Ranch Beef Co	Selma	Meat Packers (mfrs)
Kaiser Permanente Fresno Med	Fresno	Hospitals
Lion Dehydrators	Selma	Dehydrating Service (mfrs)
Pelco Inc	Fresno	Security Control Equip & Systems-Mfrs
Phebe Conley Art Gallery	Fresno	Art Galleries & Dealers
Pitman Family Farms	Sanger	Farms
Pleasant Valley State Prison	Coalinga	Government Offices-State
St Agnes Medical Ctr	Fresno	Medical Centers
St Agnes Medical Ctr	Fresno	Hospitals
Stamoules Produce Co	Mendota	Fruits & Vegetables & Produce-Retail
State Center Community College	Fresno	Junior-Community College-Tech Institutes
Table Mountain Casino	Friant	Casinos
Taylor Communications	Fresno	Communications
Teaching Fellows	Fresno	Employment Service-Govt Co Fraternal

Source: State of California Employment Development Department, extracted from The America's Labor Market Information System (ALMIS) Employer Database, 2026 1st Edition.

Effective Buying Income

"Effective Buying Income" is defined as personal income less personal tax and nontax payments, a number often referred to as "disposable" or "after-tax" income. Personal income is the aggregate of wages and salaries, other labor-related income (such as employer contributions to private pension funds), proprietor's income, rental income (which includes imputed rental income of owner-occupants of non-farm dwellings), dividends paid by corporations, interest income from all sources, and transfer payments (such as pensions and welfare assistance). Deducted from this total are personal taxes (federal, state and local), nontax payments (fines, fees, penalties, etc.) and personal contributions to social insurance. According to U.S. government definitions, the resultant figure is commonly known as "disposable personal income."

The following table summarizes the total median household effective buying income for the City, the County, the State and the United States for the period 2022 through 2026.

MEDIAN HOUSEHOLD EFFECTIVE BUYING INCOME
2022 through 2026

	2022	2023	2024	2025	2026
City of Sanger	$55,180	$55,042	$60,938	$65,747	$71,372
County of Fresno	57,777	58,117	63,348	64,590	69,845
California	77,058	77,175	80,973	82,725	90,403
United States	64,448	65,326	67,876	69,687	75,433

Source: Claritas, LLC.

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Commercial Activity

Summaries of historic taxable sales within the City and the County during the past five years in which data are available are shown in the following tables.

Total taxable sales reported during calendar year 2025 in the City were $346,360,375, a 1.44% increase over the total taxable sales of $341,443,904 reported during calendar year 2024.

CITY OF SANGER
Number of Permits and Valuation of Taxable Transactions
(Dollars in Thousands)

	Retail Stores		Total All Outlets	
Calendar Year	Number of Permits	Taxable Transactions	Number of Permits	Taxable Transactions
2021	309	$254,062	458	$308,788
2022	320	287,029	484	316,924
2023	327	295,452	496	328,238
2024	329	310,391	511	341,444
2025	337	309,050	535	346,360

Source: State Department of Tax and Fee Administration.

Total taxable sales reported during calendar year 2025 in the County were $23,489,607,854, a 1.51% increase over the total taxable sales of $23,140,706,507 reported during calendar year 2024.

FRESNO COUNTY
Annual Taxable Transactions
Number of Permits and Valuation of Taxable Transactions
(Dollars in Thousands)

	Retail Stores		Total All Outlets	
	Number of Permits	Taxable Transactions	Number of Permits	Taxable Transactions
2021	14,162	$16,649,725	23,521	$22,925,232
2022	14,654	17,230,232	24,512	24,307,053
2023	14,316	16,410,906	23,970	23,686,220
2024	14,520	15,979,725	24,413	23,140,707
2025	14,647	16,275,766	24,818	23,489,608

Source: State Department of Tax and Fee Administration.

APPENDIX D

PROPOSED FORMS OF OPINIONS OF BOND COUNSEL

Opinion for Series 2020C Bonds

[LETTERHEAD OF JONES HALL LLP]

______, 2026

Board of Trustees
Sanger Unified School District
1905 Seventh Street
Sanger, California 93657

OPINION: $___________ Sanger Unified School District
(Fresno County, California)
General Obligation Bonds, Election of 2020, Series C

Members of the Board of Trustees:

We have acted as bond counsel to the Sanger Unified School District (the "District") in connection with the issuance by the District of $_______ principal amount of Sanger Unified School District (Fresno County, California) General Obligation Bonds, Election of 2020, Series C (the "Bonds"), dated the date hereof, under the provisions of Article 4.5 of Chapter 3 of Part 1 of Division 2 of Title 5 of the California Government Code, commencing with Section 53506 of such Code (the "Act"), and Resolution No. 25-26~052 of the Board of Trustees of the District (the "Board") adopted on May 26, 2026 (the "Resolution"). We have examined the law and such certified proceedings and other papers as we deemed necessary to render this opinion.

As to questions of fact material to our opinion, we have relied upon representations of the Board contained in the Resolution and in the certified proceedings and other certifications and opinions furnished to us, without undertaking to verify such facts by independent investigation.

Based upon our examination, we are of the opinion, under existing law, as follows:

1. The District is a duly created and validly existing unified school district with the power to issue the Bonds pursuant to the Act, and to perform its obligations under the Resolution and the Bonds.

2. The Resolution has been duly adopted by the Board, and constitutes a valid and binding obligation of the District enforceable upon the District in accordance with its terms.

3. The Bonds have been duly authorized, executed and delivered by the District, and are valid and binding general obligations of the District.

4. The Board of Supervisors of Fresno County is obligated to levy *ad valorem* taxes for the payment of the Bonds and the interest thereon upon all property within the District subject to taxation by the District, without limitation as to rate or amount.

5. The interest on the Bonds is excluded from gross income for federal income tax purposes and is not an item of tax preference for purposes of the federal alternative minimum tax. It should be noted however that interest on the Bonds may be subject to the corporate alternative minimum tax. The opinions set forth in the preceding sentences are subject to the condition that the District comply with all requirements of the Internal Revenue Code of 1986, as amended, that must be satisfied subsequent to the issuance of the Bonds in order that the interest thereon be, and continue to be, excludable from gross income for federal income tax purposes. The District has made certain representations and covenants in order to comply with each such requirement. Inaccuracy of those representations, or failure to comply with certain of those covenants, may cause the inclusion of such interest in gross income for federal income tax purposes, which may be retroactive to the date of issuance of the Bonds.

6. The interest on the Bonds is exempt from personal income taxation imposed by the State of California.

We express no opinion regarding any other tax consequences arising with respect to the ownership, sale or disposition of, or the amount, accrual or receipt of interest on, the Bonds.

The rights of the owners of the Bonds and the enforceability of the Bonds are limited by bankruptcy, insolvency, reorganization, moratorium and other similar laws affecting creditors' rights generally, and by equitable principles, whether considered at law or in equity.

This opinion is given as of the date hereof, and we assume no obligation to revise or supplement this opinion to reflect any facts or circumstances that may hereafter come to our attention, or any changes in law that may hereafter occur.

Respectfully submitted,

Opinion for Series 2024B Bonds

[LETTERHEAD OF JONES HALL LLP]

______, 2026

Board of Trustees
Sanger Unified School District
1905 Seventh Street
Sanger, California 93657

OPINION: $___________ Sanger Unified School District
(Fresno County, California)
General Obligation Bonds, Election of 2024, Series B

Members of the Board of Trustees:

We have acted as bond counsel to the Sanger Unified School District (the "District") in connection with the issuance by the District of $_______ principal amount of Sanger Unified School District (Fresno County, California) General Obligation Bonds, Election of 2024, Series B (the "Bonds"), dated the date hereof, under the provisions of Article 4.5 of Chapter 3 of Part 1 of Division 2 of Title 5 of the California Government Code, commencing with Section 53506 of such Code (the "Act"), and Resolution No. 25-26~053 of the Board of Trustees of the District (the "Board") adopted on May 26, 2026 (the "Resolution"). We have examined the law and such certified proceedings and other papers as we deemed necessary to render this opinion.

As to questions of fact material to our opinion, we have relied upon representations of the Board contained in the Resolution and in the certified proceedings and other certifications and opinions furnished to us, without undertaking to verify such facts by independent investigation.

Based upon our examination, we are of the opinion, under existing law, as follows:

1. The District is a duly created and validly existing unified school district with the power to issue the Bonds pursuant to the Act, and to perform its obligations under the Resolution and the Bonds.

2. The Resolution has been duly adopted by the Board, and constitutes a valid and binding obligation of the District enforceable upon the District in accordance with its terms.

3. The Bonds have been duly authorized, executed and delivered by the District, and are valid and binding general obligations of the District.

4. The Board of Supervisors of Fresno County is obligated to levy *ad valorem* taxes for the payment of the Bonds and the interest thereon upon all property within the District subject to taxation by the District, without limitation as to rate or amount.

5. The interest on the Bonds is excluded from gross income for federal income tax purposes and is not an item of tax preference for purposes of the federal alternative minimum tax. It should be noted however that interest on the Bonds may be subject to the corporate alternative minimum tax. The opinions set forth in the preceding sentences are subject to the condition that the District comply with all requirements of the Internal Revenue Code of 1986, as amended, that must be satisfied subsequent to the issuance of the Bonds in order that the interest thereon be, and continue to be, excludable from gross income for federal income tax purposes. The District has made certain representations and covenants in order to comply with each such requirement. Inaccuracy of those representations, or failure to comply with certain of those covenants, may cause the inclusion of such interest in gross income for federal income tax purposes, which may be retroactive to the date of issuance of the Bonds.

6. The interest on the Bonds is exempt from personal income taxation imposed by the State of California.

We express no opinion regarding any other tax consequences arising with respect to the ownership, sale or disposition of, or the amount, accrual or receipt of interest on, the Bonds.

The rights of the owners of the Bonds and the enforceability of the Bonds are limited by bankruptcy, insolvency, reorganization, moratorium and other similar laws affecting creditors' rights generally, and by equitable principles, whether considered at law or in equity.

This opinion is given as of the date hereof, and we assume no obligation to revise or supplement this opinion to reflect any facts or circumstances that may hereafter come to our attention, or any changes in law that may hereafter occur.

Respectfully submitted,

Opinion for Refunding Bonds

[LETTERHEAD OF JONES HALL LLP]

______, 2026

Board of Trustees
Sanger Unified School District
1905 Seventh Street
Sanger, California 93657

OPINION: $___________ Sanger Unified School District
(Fresno County, California)
2026 Refunding General Obligation Bonds

Members of the Board of Trustees:

We have acted as bond counsel to the Sanger Unified School District (the "District") in connection with the issuance by the District of _______ principal amount of Sanger Unified School District (Fresno County, California) 2026 Refunding General Obligation Bonds (the "Bonds"), dated the date hereof, under the provisions of Articles 9 and 11 of Chapter 3 of Part 1 of Division 2 of Title 5 of the California Government Code, commencing with Sections 53550 and 58580 of such Code (the "Act"), and Resolution No. 25-26~054 of the Board of Trustees of the District (the "Board") adopted on May 26, 2026 (the "Resolution"). We have examined the law and such certified proceedings and other papers as we deemed necessary to render this opinion.

As to questions of fact material to our opinion, we have relied upon representations of the Board contained in the Resolution and in the certified proceedings and other certifications and opinions furnished to us, without undertaking to verify such facts by independent investigation.

Based upon our examination, we are of the opinion, under existing law, as follows:

1. The District is a duly created and validly existing unified school district with the power to issue the Bonds pursuant to the Act, and to perform its obligations under the Resolution and the Bonds.

2. The Resolution has been duly adopted by the Board, and constitutes a valid and binding obligation of the District enforceable upon the District in accordance with its terms.

3. The Bonds have been duly authorized, executed and delivered by the District, and are valid and binding general obligations of the District.

4. The Board of Supervisors of Fresno County is obligated to levy *ad valorem* taxes for the payment of the Bonds and the interest thereon upon all property within the District subject to taxation by the District, without limitation as to rate or amount.

5. The interest on the Bonds is excluded from gross income for federal income tax purposes and is not an item of tax preference for purposes of the federal alternative minimum tax. It should be noted however that interest on the Bonds may be subject to the corporate alternative minimum tax. The opinions set forth in the preceding sentences are subject to the condition that the District comply with all requirements of the Internal Revenue Code of 1986, as amended, that must be satisfied subsequent to the issuance of the Bonds in order that the interest thereon be, and continue to be, excludable from gross income for federal income tax purposes. The District has made certain representations and covenants in order to comply with each such requirement. Inaccuracy of those representations, or failure to comply with certain of those covenants, may cause the inclusion of such interest in gross income for federal income tax purposes, which may be retroactive to the date of issuance of the Bonds.

6. The interest on the Bonds is exempt from personal income taxation imposed by the State of California.

We express no opinion regarding any other tax consequences arising with respect to the ownership, sale or disposition of, or the amount, accrual or receipt of interest on, the Bonds.

The rights of the owners of the Bonds and the enforceability of the Bonds are limited by bankruptcy, insolvency, reorganization, moratorium and other similar laws affecting creditors' rights generally, and by equitable principles, whether considered at law or in equity.

This opinion is given as of the date hereof, and we assume no obligation to revise or supplement this opinion to reflect any facts or circumstances that may hereafter come to our attention, or any changes in law that may hereafter occur.

Respectfully submitted,

APPENDIX E

FORM OF CONTINUING DISCLOSURE CERTIFICATE

$________*	**$________***	**$________***
SANGER UNIFIED SCHOOL DISTRICT	**SANGER UNIFIED SCHOOL DISTRICT**	**SANGER UNIFIED SCHOOL DISTRICT**
(Fresno County, California)	**(Fresno County, California)**	**(Fresno County, California)**
General Obligation Bonds Election of 2020, Series C	**General Obligation Bonds Election of 2024, Series B**	**2026 Refunding General Obligation Bonds**

CONTINUING DISCLOSURE CERTIFICATE

This Continuing Disclosure Certificate (the "Disclosure Certificate") id is executed and delivered by the Sanger Unified School District (the "District") in connection with the issuance of the above-captioned bonds (together, the "Bonds"). The Bonds are being issued under and two resolutions of the Board of Trustees of the District adopted on May 26, 2026 (each, a "Bond Resolution", and together, the "Bond Resolutions").

The District hereby covenants and agrees as follows:

Section 1. Purpose of the Disclosure Certificate. This Disclosure Certificate is being executed and delivered by the District for the benefit of the holders and beneficial owners of the Bonds and in order to assist the Participating Underwriter in complying with S.E.C. Rule 15c2-12(b)(5).

Section 2. Definitions. In addition to the definitions set forth above and in the Bond Resolutions, which apply to any capitalized term used in this Disclosure Certificate unless otherwise defined in this Section, the following capitalized terms shall have the following meanings:

"*Annual Report*" means any Annual Report provided by the District pursuant to, and as described in, Sections 3 and 4.

"*Annual Report Date*" means the date not later than nine months after the end of each fiscal year of the District (currently ending June 30th), or March 31.

"*Dissemination Agent*" means, initially, Keygent LLC, or any successor Dissemination Agent designated in writing by the District and which has filed with the District and the Paying Agent a written acceptance of such designation.

"*Listed Events*" means any of the events listed in Section 5(a).

"*MSRB*" means the Municipal Securities Rulemaking Board, which has been designated by the Securities and Exchange Commission as the sole repository of disclosure information for purposes of the Rule, or any other repository of disclosure information which may be designated by the Securities and Exchange Commission as such for purposes of the Rule in the future.

"*Official Statement*" means the final official statement executed by the District in connection with the issuance of the Bonds.

"*Paying Agent*" means U.S. Bank Trust Company, National Association or any successor thereto.

"*Participating Underwriter*" means Stifel, Nicolaus & Company, Incorporated, the original Underwriter of the Bonds required to comply with the Rule in connection with offering of the Bonds.

"*Rule*" means Rule 15c2-12(b)(5) adopted by the Securities and Exchange Commission under the Securities Exchange Act of 1934, as the same may be amended from time to time.

Section 3. Provision of Annual Reports.

(a) The District shall, or shall cause the Dissemination Agent to, not later than the Annual Report Date, commencing by March 31, 2027 with the report for the 2025-26 fiscal year, provide to the MSRB in an electronic format as prescribed by the MSRB, an Annual Report that is consistent with the requirements of Section 4. Not later than 15 business days prior to the Annual Report Date, the District shall provide the Annual Report to the Dissemination Agent (if other than the District). If by 15 business days prior to the Annual Report Date the Dissemination Agent (if other than the District) has not received a copy of the Annual Report, the Dissemination Agent shall contact the District to determine if the District is in compliance with the previous sentence. The Annual Report may be submitted as a single document or as separate documents comprising a package, and may include by reference other information as provided in Section 4; provided that the audited financial statements of the District may be submitted separately from the balance of the Annual Report, and later than the Annual Report Date, if not available by that date. If the District's fiscal year changes, it shall give notice of such change in the same manner as for a Listed Event under Section 5(c). The District shall provide a written certification with each Annual Report furnished to the Dissemination Agent to the effect that such Annual Report constitutes the Annual Report required to be furnished by the District hereunder.

(b) If the District does not provide (or cause the Dissemination Agent to provide) an Annual Report by the Annual Report Date, the District shall provide (or cause the Dissemination Agent to provide) notice to the MSRB, in a timely manner, in an electronic format as prescribed by the MSRB, with a copy to the Paying Agent.

(c) With respect to each Annual Report, the Dissemination Agent shall:

(i) determine each year prior to the Annual Report Date the then-applicable rules and electronic format prescribed by the MSRB for the filing of annual continuing disclosure reports; and

(ii) if the Dissemination Agent is other than the District, file a report with the District certifying that the Annual Report has been provided pursuant to this Disclosure Certificate, and stating the date it was provided.

Section 4. Content of Annual Reports. The District's Annual Report shall contain or incorporate by reference the following:

(a) Audited financial statements prepared in accordance with generally accepted accounting principles as promulgated to apply to governmental entities from time to time by the Governmental Accounting Standards Board. If the District's audited financial statements are not available by the Annual Report Date, the Annual Report shall contain unaudited financial statements in a format similar to the financial statements contained in the final Official Statement, and the audited financial statements shall be filed in the same manner as the Annual Report when they become available.

(b) Unless otherwise provided in the audited financial statements filed on or before the Annual Report Date, financial information and operating data with respect to the District, as follows:

(i) assessed valuation of taxable properties in the District for the then-current fiscal year;

(ii) assessed valuation of properties in the District of the top twenty taxpayers for the then-current fiscal year;

(iii) if the District is no longer a participant in the County of Fresno's Teeter Plan, property tax collection delinquencies for the District for the most recently available fiscal year, and

(iv) the District's most recently adopted budget or approved interim report which is available at the time of filing the Annual Report; and

(v) such further information, if any, as may be necessary to make the specifically required statements, in the light of the circumstances under which they are made, not misleading.

(c) Any or all of the items listed above may be included by specific reference to other documents, including official statements of debt issues of the District or related public entities, which are available to the public on the MSRB's Internet web site or filed with the Securities and Exchange Commission.

Section 5. <u>Reporting of Significant Events</u>.

(a) The District shall give, or cause to be given, notice of the occurrence of any of the following Listed Events with respect to the Bonds:

(1) Principal and interest payment delinquencies.

(2) Non-payment related defaults, if material.

(3) Unscheduled draws on debt service reserves reflecting financial difficulties.

(4) Unscheduled draws on credit enhancements reflecting financial difficulties.

(5) Substitution of credit or liquidity providers, or their failure to perform.

(6) Adverse tax opinions, the issuance by the Internal Revenue Service of proposed or final determinations of taxability, Notices of Proposed Issue (IRS Form 5701-TEB) or other material notices or

determinations with respect to the tax status of the security, or other material events affecting the tax status of the security.

(7) Modifications to rights of security holders, if material.

(8) Bond calls, if material, and tender offers.

(9) Defeasances.

(10) Release, substitution, or sale of property securing repayment of the securities, if material.

(11) Rating changes.

(12) Bankruptcy, insolvency, receivership or similar event of the District.

(13) The consummation of a merger, consolidation, or acquisition involving the District or the sale of all or substantially all of the assets of the District, other than in the ordinary course of business, the entry into a definitive agreement to undertake such an action or the termination of a definitive agreement relating to any such actions, other than pursuant to its terms, if material.

(14) Appointment of a successor or additional trustee or the change of name of a trustee, if material.

(15) Incurrence of a financial obligation of the District, if material, or agreement to covenants, events of default, remedies, priority rights, or other similar terms of a financial obligation of the District, any of which affect security holders, if material.

(16) Default, event of acceleration, termination event, modification of terms, or other similar events under the terms of a financial obligation of the District, any of which reflect financial difficulties.

(b) Whenever the District obtains knowledge of the occurrence of a Listed Event, the District shall, or shall cause the Dissemination Agent (if not the District) to, file a notice of such occurrence with the MSRB, in an electronic format as prescribed by the MSRB, in a timely manner not in excess of 10 business days after the occurrence of the Listed Event.

(c) The District acknowledges that the events described in subparagraphs (a)(2), (a)(7), (a)(8) (if the event is a bond call), (a)(10), (a)(13), (a)(14) and (a)(15) of this Section contain the qualifier "if material" and that subparagraph (a)(6) also contains the qualifier "material" with respect to certain notices, determinations or other events affecting the tax status of the Bonds. The District shall cause a notice to be filed as set forth in paragraph (b) above with respect to any such event only to the extent that it determines the event's occurrence is material for purposes of U.S. federal securities law. Whenever the District obtains knowledge of the occurrence of any of these Listed Events, the District will as soon as possible determine if such event would be material under applicable federal securities law. If such event is determined to be material, the District will cause a notice to be filed as set forth in paragraph (b) above.

(d) For purposes of this Disclosure Certificate, any event described in paragraph (a)(12) above is considered to occur when any of the following occur: the appointment of a receiver, fiscal agent, or similar officer for the District in a proceeding under the United States Bankruptcy Code or in any other proceeding under state or federal law in which a court or governmental authority has assumed jurisdiction over substantially all of the assets or business of the District, or if such jurisdiction has been assumed by leaving the existing governing body and officials or officers in possession but subject to the supervision and orders of a court or governmental authority, or the entry of an order confirming a plan of reorganization, arrangement, or liquidation by a court or governmental authority having supervision or jurisdiction over substantially all of the assets or business of the District.

(e) For purposes of Section 5(a)(15) and (a)(16), the term "financial obligation" means a (i) debt obligation; (ii) derivative instrument entered into in connection with, or pledged as security or a source of payment for, an existing or planned debt obligation; or (iii) guarantee of (i) or (ii). The term financial obligation shall not include municipal securities as to which a final official statement has been provided to the Municipal Securities Rulemaking Board consistent with the Rule.

Section 6. **Identifying Information for Filings with the MSRB.** All documents provided to the MSRB under the Disclosure Certificate shall be accompanied by identifying information as prescribed by the MSRB.

Section 7. **Termination of Reporting Obligation**. The District's obligations under this Disclosure Certificate shall terminate upon the legal defeasance, prior redemption or payment in full of all of the Bonds. If such termination occurs prior to the final maturity of the Bonds, the District shall give notice of such termination in the same manner as for a Listed Event under Section 5(c).

Section 8. **Dissemination Agent**. The District may, from time to time, appoint or engage a Dissemination Agent to assist it in carrying out its obligations under this Disclosure Certificate, and may discharge any Dissemination Agent, with or without appointing a successor Dissemination Agent. Any Dissemination Agent may resign by providing 30 days' written notice to the District and the Paying Agent.

Section 9. **Amendment; Waiver**. Notwithstanding any other provision of this Disclosure Certificate, the District may amend this Disclosure Certificate, and any provision of this Disclosure Certificate may be waived, provided that the following conditions are satisfied:

(a) if the amendment or waiver relates to the provisions of Sections 3(a), 4 or 5(a), it may only be made in connection with a change in circumstances that arises from a change in legal requirements, change in law, or change in the identity, nature, or status of the District with respect to the Bonds, or type of business conducted;

(b) the undertakings herein, as proposed to be amended or waived, would, in the opinion of nationally recognized bond counsel, have complied with the requirements of the Rule at the time of the primary offering of the Bonds, after taking into account any amendments or interpretations of the Rule, as well as any change in circumstances; and

(c) the proposed amendment or waiver either (i) is approved by holders of the Bonds in the manner provided in the applicable Bond Resolution for amendments to the applicable Bond Resolution with the consent of holders, or (ii) does not, in the opinion of nationally recognized bond counsel, materially impair the interests of the holders or beneficial owners of the Bonds.

If the annual financial information or operating data to be provided in the Annual Report is amended pursuant to the provisions hereof, the first annual financial information filed pursuant hereto containing the amended operating data or financial information shall explain, in narrative form, the reasons for the amendment and the impact of the change in the type of operating data or financial information being provided.

If an amendment is made to the undertaking specifying the accounting principles to be followed in preparing financial statements, the annual financial information for the year in which the change is made shall present a comparison between the financial statements or information prepared on the basis of the new accounting principles and those prepared on the basis of the former accounting principles. The comparison shall include a qualitative discussion of the differences in the accounting principles and the impact of the change in the accounting principles on the presentation of the financial information, in order to provide information to investors to enable them to evaluate the ability of the District to meet its obligations. To the extent reasonably feasible, the comparison shall be quantitative. A notice of the change in the accounting principles shall be filed in the same manner as for a Listed Event under Section 5(c).

Section 10. Additional Information. Nothing in this Disclosure Certificate shall be deemed to prevent the District from disseminating any other information, using the means of dissemination set forth in this Disclosure Certificate or any other means of communication, or including any other information in any Annual Report or notice of occurrence of a Listed Event, in addition to that which is required by this Disclosure Certificate. If the District chooses to include any information in any Annual Report or notice of occurrence of a Listed Event in addition to that which is specifically required by this Disclosure Certificate, the District shall have no obligation under this Disclosure Certificate to update such information or include it in any future Annual Report or notice of occurrence of a Listed Event.

Section 11. Default. If the District fails to comply with any provision of this Disclosure Certificate, any holder or beneficial owner of the Bonds may take such actions as may be necessary and appropriate, including seeking mandate or specific performance by court order, to cause the District to comply with its obligations under this Disclosure Certificate. A default under this Disclosure Certificate shall not be deemed an Event of Default under the applicable Bond Resolution, and the sole remedy under this Disclosure Certificate in the event of any failure of the District to comply with this Disclosure Certificate shall be an action to compel performance.

Section 12. Duties, Immunities and Liabilities of Dissemination Agent.

(a) The Dissemination Agent shall have only such duties as are specifically set forth in this Disclosure Certificate, and the District agrees to indemnify and save the Dissemination Agent, its officers, directors, employees and agents, harmless against any loss, expense and liabilities which they may incur arising out of or in the exercise or performance of its powers and duties hereunder, including the costs and expenses (including attorneys' fees) of defending against any claim of liability, but excluding liabilities due to the Dissemination Agent's negligence or willful misconduct. The Dissemination Agent shall not be deemed to be acting in any fiduciary capacity for the District, the Bondholders or any other party. The obligations of the District under this Section shall survive resignation or removal of the Dissemination Agent and payment of the Bonds.

(b) The Dissemination Agent shall be paid compensation by the District for its services provided hereunder in accordance with its schedule of fees as amended from time to time, and shall be reimbursed for all expenses, legal fees and advances made or incurred by the Dissemination Agent in the performance of its duties hereunder.

Section 13. Beneficiaries. This Disclosure Certificate shall inure solely to the benefit of the District, the Dissemination Agent, the Participating Underwriter and holders and beneficial owners from time to time of the Bonds and shall create no rights in any other person or entity.

Date: ________, ____

SANGER UNIFIED SCHOOL DISTRICT

By: ___________________________________

Name: ________________________________

Title: _________________________________

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APPENDIX F

DTC AND THE BOOK-ENTRY ONLY SYSTEM

The following description of the Depository Trust Company ("DTC"), the procedures and record keeping with respect to beneficial ownership interests in the Bonds, payment of principal, interest and other payments on the Bonds to DTC Participants or Beneficial Owners, confirmation and transfer of beneficial ownership interest in the Bonds and other related transactions by and between DTC, the DTC Participants and the Beneficial Owners is based solely on information provided by DTC. Accordingly, no representations can be made concerning these matters and neither the DTC Participants nor the Beneficial Owners should rely on the foregoing information with respect to such matters, but should instead confirm the same with DTC or the DTC Participants, as the case may be.

Neither the District nor the Paying Agent take any responsibility for the information contained in this Section.

No assurances can be given that DTC, DTC Participants or Indirect Participants will distribute to the Beneficial Owners (a) payments of interest, principal or premium, if any, with respect to the Bonds, (b) Bonds representing ownership interest in or other confirmation or ownership interest in the Bonds, or (c) redemption or other notices sent to DTC or Cede & Co., its nominee, as the registered owner of the Bonds, or that they will so do on a timely basis, or that DTC, DTC Participants or DTC Indirect Participants will act in the manner described in this Appendix. The current "Rules" applicable to DTC are on file with the Securities and Exchange Commission and the current "Procedures" of DTC to be followed in dealing with DTC Participants are on file with DTC.

1. The Depository Trust Company ("DTC"), New York, NY, will act as securities depository for the securities (in this Appendix, the "Bonds"). The Bonds will be issued as fully-registered securities registered in the name of Cede & Co. (DTC's partnership nominee) or such other name as may be requested by an authorized representative of DTC. One fully-registered Bond will be issued for each maturity of each series of the Bonds, in the aggregate principal amount of such maturity, and will be deposited with DTC. If, however, the aggregate principal amount of any maturity exceeds $500 million, one certificate will be issued with respect to each $500 million of principal amount and an additional certificate will be issued with respect to any remaining principal amount of such issue.

2. DTC, the world's largest securities depository, is a limited-purpose trust company organized under the New York Banking Law, a "banking organization" within the meaning of the New York Banking Law, a member of the Federal Reserve System, a "clearing corporation" within the meaning of the New York Uniform Commercial Code, and a "clearing agency" registered pursuant to the provisions of Section 17A of the Securities Exchange Act of 1934. DTC holds and provides asset servicing for over 3.5 million issues of U.S. and non-U.S. equity issues, corporate and municipal debt issues, and money market instruments (from over 100 countries) that DTC's participants ("Direct Participants") deposit with DTC. DTC also facilitates the post-trade settlement among Direct Participants of sales and other securities transactions in deposited securities, through electronic computerized book-entry transfers and pledges between Direct Participants' accounts. This eliminates the need for physical movement of securities certificates. Direct Participants include both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, clearing corporations, and certain other organizations. DTC is a wholly-owned

subsidiary of The Depository Trust & Clearing Corporation ("DTCC"). DTCC is the holding company for DTC, National Securities Clearing Corporation and Fixed Income Clearing Corporation, all of which are registered clearing agencies. DTCC is owned by the users of its regulated subsidiaries. Access to the DTC system is also available to others such as both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, and clearing corporations that clear through or maintain a custodial relationship with a Direct Participant, either directly or indirectly ("Indirect Participants"). DTC has a Standard & Poor's rating of AA+. The DTC Rules applicable to its Participants are on file with the Securities and Exchange Commission. More information about DTC can be found at www.dtcc.com. *The information contained on this Internet site is not incorporated herein by reference.*

3. Purchases of Bonds under the DTC system must be made by or through Direct Participants, which will receive a credit for the Bonds on DTC's records. The ownership interest of each actual purchaser of each Bond ("Beneficial Owner") is in turn to be recorded on the Direct and Indirect Participants' records. Beneficial Owners will not receive written confirmation from DTC of their purchase. Beneficial Owners are, however, expected to receive written confirmations providing details of the transaction, as well as periodic statements of their holdings, from the Direct or Indirect Participant through which the Beneficial Owner entered into the transaction. Transfers of ownership interests in the Bonds are to be accomplished by entries made on the books of Direct and Indirect Participants acting on behalf of Beneficial Owners. Beneficial Owners will not receive Bonds representing their ownership interests in Bonds, except in the event that use of the book-entry system for the Bonds is discontinued.

4. To facilitate subsequent transfers, all Bonds deposited by Direct Participants with DTC are registered in the name of DTC's partnership nominee, Cede & Co. or such other name as may be requested by an authorized representative of DTC. The deposit of Bonds with DTC and their registration in the name of Cede & Co. or such other nominee do not effect any change in beneficial ownership. DTC has no knowledge of the actual Beneficial Owners of the Bonds; DTC's records reflect only the identity of the Direct Participants to whose accounts such Bonds are credited, which may or may not be the Beneficial Owners. The Direct and Indirect Participants will remain responsible for keeping account of their holdings on behalf of their customers.

5. Conveyance of notices and other communications by DTC to Direct Participants, by Direct Participants to Indirect Participants, and by Direct Participants and Indirect Participants to Beneficial Owners will be governed by arrangements among them, subject to any statutory or regulatory requirements as may be in effect from time to time. Beneficial Owners of Bonds may wish to take certain steps to augment transmission to them of notices of significant events with respect to the Bonds, such as redemptions, tenders, defaults, and proposed amendments to the Bond documents. For example, Beneficial Owners of Bonds may wish to ascertain that the nominee holding the Bonds for their benefit has agreed to obtain and transmit notices to Beneficial Owners. In the alternative, Beneficial Owners may wish to provide their names and addresses to the registrar and request that copies of the notices be provided directly to them.

6. Redemption notices will be sent to DTC. If less than all of the Bonds within an issue are being redeemed, DTC's practice is to determine by lot the amount of the interest of each Direct Participant in such issue to be redeemed.

7. Neither DTC nor Cede & Co. (nor such other DTC nominee) will consent or vote with respect to the Bonds unless authorized by a Direct Participant in accordance with DTC's MMI Procedures. Under its usual procedures, DTC mails an Omnibus Proxy to District as soon as possible after the record date. The Omnibus Proxy assigns Cede & Co.'s consenting or voting

rights to those Direct Participants to whose accounts the Bonds are credited on the record date (identified in a listing attached to the Omnibus Proxy).

8. Redemption proceeds, distributions, and interest payments on the Bonds will be made to Cede & Co., or such other nominee as may be requested by an authorized representative of DTC. DTC's practice is to credit Direct Participants' accounts, upon DTC's receipt of funds and corresponding detail information from District or Paying Agent on payable date in accordance with their respective holdings shown on DTC's records. Payments by Participants to Beneficial Owners will be governed by standing instructions and customary practices, as is the case with securities held for the accounts of customers in bearer form or registered in "street name," and will be the responsibility of such Participant and not of DTC nor its nominee, Paying Agent, or District, subject to any statutory or regulatory requirements as may be in effect from time to time. Payment of redemption proceeds, distributions, and dividend payments to Cede & Co. (or such other nominee as may be requested by an authorized representative of DTC) is the responsibility of District or Paying Agent, disbursement of such payments to Direct Participants will be the responsibility of DTC, and disbursement of such payments to the Beneficial Owners will be the responsibility of Direct and Indirect Participants.

9. DTC may discontinue providing its services as securities depository with respect to the Bonds at any time by giving reasonable notice to District or Paying Agent. Under such circumstances, in the event that a successor securities depository is not obtained, Bonds are required to be printed and delivered.

10. The District may decide to discontinue use of the system of book-entry-only transfers through DTC (or a successor securities depository). In that event, Bond certificates will be printed and delivered to DTC.

11. The information in this section concerning DTC and DTC's book-entry system has been obtained from sources that District believes to be reliable, but District takes no responsibility for the accuracy thereof.

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APPENDIX G

FRESNO COUNTY INVESTMENT POLICY AND INVESTMENT REPORT

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Oscar J. Garcia, CPA
Auditor-Controller/Treasurer-Tax Collector

County of Fresno Treasury Investment Pool

INVESTMENT POLICY

Established: 1984

Current Revision: December 9, 2025

(559) 600-3496
Room 105
Hall of Records
2281 Tulare Street
Fresno, California 93721

COUNTY OF FRESNO
AUDITOR-CONTROLLER/TREASURER-TAX COLLECTOR
TREASURY INVESTMENT POOL

INVESTMENT POLICY

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COUNTY OF FRESNO
AUDITOR-CONTROLLER/TREASURER-TAX COLLECTOR
TREASURY INVESTMENT POOL

INVESTMENT POLICY

1.0 Purpose

The Auditor-Controller/Treasurer-Tax Collector's policy is to invest public funds in a manner that will provide a market average rate of return consistent with the objectives included in this Investment Policy while meeting the daily cash flow demands of the County Treasury and conform to all applicable state laws governing the investment of public funds.

Investments differing from this policy shall be made only in circumstances where market timing or economic trends indicate such investments are beneficial. Such investments must comply with all applicable laws and may only be made with written approval by the Auditor-Controller/Treasurer-Tax Collector.

This Investment Policy is established under Government Code sections 27133 and 53646.

2.0 Scope

This Investment Policy applies to all financial assets deposited and retained in the County of Fresno Treasury Investment Pool.

3.0 Objective

The primary objectives, in priority order, of the County of Fresno's investment activities shall be the following:

3.1 Safety. Investments shall be undertaken in a manner that seeks to ensure preservation of capital in the overall portfolio. Investments should be made in securities of high quality to avoid credit risk and loss of principal.

3.2 Liquidity. The investment portfolio should remain sufficiently liquid to enable the Treasury Investment Pool to meet all its operating requirements which might be reasonably anticipated.

3.3 Return on Investment. The investment portfolio shall be designed with the objective of attaining the highest interest revenue, taking into consideration the objectives of this Investment Policy and the cash flow characteristics of the portfolio.

3.4 Local Community Reinvestment. When it is in the best interest of the investment portfolio, and within the confines of other objectives enumerated in this Investment Policy, the Auditor-Controller/Treasurer-Tax Collector may give preference to local investment opportunities.

4.0 Delegation of Authority

The authority of the Board of Supervisors to delegate management responsibility for the County of Fresno Treasury Investment Pool is derived from GC 53607. Investment authority, in accordance with this provision, has been delegated to the Auditor-Controller/Treasurer-Tax Collector. The original delegation is in the Ordinance Code of the County of Fresno Section 2.20.080 and is subject to annual renewal by the Board of Supervisors. The Auditor-Controller/Treasurer-Tax Collector shall establish written procedures for the operation of the investment program consistent with this Investment Policy. Such procedures shall include explicit delegation of authority to persons responsible for investment transactions (GC 53607).

No person may engage in an investment transaction for the Treasury Investment Pool except as provided under the terms of this policy and the procedures established by the Auditor-Controller/Treasurer-Tax Collector. The Auditor-Controller/Treasurer-Tax Collector shall be responsible for all transactions undertaken and shall establish a system of controls to regulate the activities of subordinate staff.

The County of Fresno Treasury Oversight Committee shall annually review and monitor the Investment Policy. The County of Fresno Treasury Oversight Committee shall also cause an annual audit to determine the Auditor-Controller/Treasurer-Tax Collector's compliance with this Investment Policy. The cost of the audit shall be considered an administrative cost of investing. Audit Reports are available to participants of the Treasury Investment Pool upon request (GC 27133, 27134 and 27135).

5.0 Ethics and Conflict of Interest

The Auditor-Controller/Treasurer-Tax Collector, the County of Fresno Treasury Oversight Committee and staff involved in the investment process shall refrain from personal business activity that could conflict with proper execution of the investment program, or which could impair their ability to make impartial investment decisions.

Receipt of honoraria, gifts and gratuities from advisors, brokers, dealers, bankers or other persons with whom the County Treasury conducts business by any member of the County of Fresno Treasury Oversight Committee shall require the completion of an annual Statement of Economic Interests by each member to be filed with the member's respective agency. This policy sets a $630 per current filing limit on the amount of honoraria, gifts and gratuities that a committee member may receive from a single source in a calendar year (GC 89503; 2 CCR section 18940.2).

6.0 Prudence

Investments shall be made with judgment and care, under the circumstances then prevailing, which persons of prudence, discretion and intelligence exercise in the management of their own affairs, and not for speculation, but for investment, considering the probable safety of their capital as well as the probable income to be derived.

6.1 The standard of prudence to be used by investment officials shall be the “prudent investor” standard and shall be applied in the context of managing an overall portfolio. Investment officers acting in accordance with the investment policy and exercising due diligence shall be relieved of personal responsibility for an individual security's credit risk of market price changes, provided deviations from expectations are reported in a timely fashion and appropriate action is taken to control adverse developments.

7.0 Borrowing for Purposes of Making Investments

The Fresno County Auditor-Controller/Treasurer-Tax Collector is prohibited from the practice of borrowing for the sole purpose of making investments.

8.0 Authorized Investments and Limits

All investments shall be governed by the Government Code and comply with the specific limitations set forth within this Investment Policy. Securities shall be valued at amortized cost when determining their percentage to the money in the County of Fresno Treasury Investment Pool. Additions or deviations from this list must be expressly authorized by the Government Code and approved by the Auditor-Controller/Treasurer-Tax Collector. Investments not expressly authorized by law are prohibited.

The Auditor-Controller/Treasurer-Tax Collector interprets the authorized investment limits to be based upon the portfolio allocation at the time a security is purchased. The portfolio allocation may temporarily fall outside of these limits due to maturities and fluctuations in the size of the pool after the purchase of a security. Additionally, the applicable credit ratings are interpreted to be based upon the rating at the time the security is purchased.

8.1 United States Treasury Bills, Notes, Certificates of Indebtedness, or those for which the full faith and credit of the United States are pledged for the payment of principal and interest.

8.2 Obligations issued by Federal Farm Credit Banks, Federal Home Loan Banks, the Federal Home Loan Mortgage Company, or in obligations, participations, or other instruments of or issued by, or fully guaranteed as to principal and interest by, the Federal National Mortgage Association; or in obligations, participations, or other instruments of or issued by a federal agency or a United States Government-sponsored enterprise.

8.3 Bills of Exchange or Time Drafts drawn on and accepted by a commercial bank, otherwise known as Bankers Acceptances, both domestic and foreign, which are eligible for purchase by the Federal Reserve System. Any investment in Bankers Acceptances shall be restricted to the top 150 banks in the world as determined by their total assets and limited to those institutions in this group whose short term debt rating is of prime quality of the highest ranking or of the highest letter and numerical rating as provided for by a nationally recognized statistical-rating service.

Purchases of Bankers Acceptances may not exceed 180 days maturity or 40 percent of the money in the Treasury Investment Pool.

8.4 Commercial Paper of prime quality of the highest ranking or of the highest letter and numerical rating as provided for by a nationally recognized statistical rating organization, having a maximum maturity of 270 days or less. The entity that issues the commercial paper shall meet all of the following conditions of either (1) or (2): (1) The entity must be organized and operating within the United States as a general corporation; have total assets in excess of five hundred million dollars; and have a rating category of "A" or its equivalent or higher by a nationally recognized statistical rating organization for its debt other than commercial paper, if any. (2) The entity must be organized within the United States as a special purpose corporation, trust, or limited liability company; have program wide credit enhancements including, but not limited to, overcollateralization, letters of credit, or a surety bond; and have commercial paper that is rated "A-1" or higher, or the equivalent, by a nationally recognized statistical rating organization.

Additionally, GC 53635 limits the assets held by the Treasury Investment Pool in any single issuer to 10 percent and the total Commercial Paper investments may not exceed 40 percent of the total assets in the Treasury Investment Pool.

8.5 Negotiable Certificates of Deposit issued by a nationally or state-chartered bank, savings association, federal association, or state-licensed branch of a foreign bank. Any investment is to be restricted to the top 150 banks in the world as determined by their total assets and limited to those institutions in this group whose short term debt rating is of prime quality of the highest ranking or of the highest letter and numerical rating as provided for by Moody's Investors Service, Inc. or Standard and Poor's (P-1; A-1). As an alternative to the credit guidelines above, banks, savings associations or federal associations having a four star rating or higher rating as provided for by Bauer Financial, Inc. or a comparable rating service, shall be considered eligible institutions for these investments.

Investments in Negotiable Certificates of Deposit (including those allowed under section 8.6.1) may not exceed 30 percent of the money in the Treasury Investment Pool. No more than 5 percent of the money shall be invested in any one institution.

8.6 Non-negotiable Time Certificates of Deposit issued by a nationally or state-chartered bank, savings association or federal association (GC 53601 (n)). Unless fully covered by FDIC insurance, including the interest earned, these investments require full collateralization with government securities totaling 110 percent or mortgages totaling 150 percent of the principal amount (GC 53652). Any investment is to be restricted to those institutions whose short term rating is of prime quality of the highest ranking as provided for by Moody's Investors Service, Inc. or Standard and Poor's (P-1; A-1). As an alternative to the credit guidelines above, banks, savings associations or federal associations having a four star rating or higher as provided for by Bauer Financial, Inc. or a comparable rating service, shall be considered eligible institutions for these investments. Any investment will require the approval and execution of a Contract for Deposit by the Auditor-Controller/Treasurer-Tax Collector, as authorized by GC 53682.

Investments in Non-negotiable Time Certificates of Deposit may not exceed 50 percent of the money in the Treasury Investment Pool. No more than 15 percent of the money shall be invested in any one institution.

8.6.1 Investments in certificates of deposit at a commercial bank, savings bank, savings and loan association, or credit union that uses a private sector entity that assists in the placement of certificates of deposit. Investments will be made in compliance with GC 53635.8. Investments shall be initially placed with a nationally or state-chartered commercial bank, savings bank, savings and loan association or a credit union in this state, which shall be known as the selected depository institution. Any investment will require the approval and execution of a Deposit Placement Agreement by the Auditor-Controller/Treasurer-Tax Collector. Investments in certificates of deposit under sections 8.5 and 8.6.1 may not exceed 30 percent of the money in the Treasury Investment Pool. Additionally, investments under 8.6.1 shall not exceed 15 percent of the money in the Treasury Investment Pool.

8.7 Investments in Repurchase Agreements representing United States Treasury Securities, United States Agency discount and coupon securities, domestic and foreign Banker's Acceptances, commercial paper, and domestic bank/savings associations or federal associations Negotiable Certificates of Deposit.

Investments shall be made only after the execution of a Repurchase and Custody Agreement (Tri-Party Agreement) between the County or the investment manager (if under contract), the dealer and the Custodian. Investments will consist of overnight Repurchase Agreements, which include weekend placements and maturities (GC 53601 (j)).

Excluding circumstances of market-timing and known cash demands, investments in Repurchase Agreements shall be limited to not more than 15 percent of the money in the Treasury Investment Pool. The market value of securities that underlie a repurchase agreement shall be valued at 102 percent or greater of the funds borrowed against these securities. Any exceptions to the maturity or investment amount provisions will require written approval by the Auditor-Controller/Treasurer-Tax Collector.

8.8 Medium-term Notes with a maximum remaining maturity of five years or less issued by corporations organized and operating within the United States or by depository institutions licensed by the United States or any state and operating within the United States. Notes eligible for investment shall be rated in a rating category of "A" or higher, by Standard and Poor's Corporation, or its equivalent or better by a nationally recognized rating service.

Investments in Medium-term Notes may not exceed 30 percent of the money in the Treasury Investment Pool.

8.9 Investment of funds in the Local Agency Investment Fund (LAIF) created by law, which the State Treasurer invests through the Pooled Money Investment Account. Money invested in LAIF is available for overnight liquidity; however, it is also subject to a limited number of transactions per month. Money shall be placed in LAIF as alternative liquid investments under the guidelines of this policy pertaining to yield. The County may invest up to the maximum amount permitted by LAIF, not to exceed 10 percent of the portfolio. The Auditor-Controller/Treasurer-Tax Collector may invest any portion of debt proceeds in the LAIF.

8.10 Shares of beneficial interest issued by diversified management companies, otherwise known as Mutual Funds, investing in the securities and obligations as authorized by the GC 53601 et. seq.

To be eligible for investment, these companies shall either: (1) attain the highest ranking or the highest letter and numerical rating provided by two of the largest nationally recognized rating services, or (2) have an investment adviser registered with the Securities and Exchange Commission with at least five years of experience investing in the securities authorized by the GC sections noted above and with assets under management in excess of $500,000,000.

Shares of beneficial interest issued by diversified management companies that are money market funds registered with the Securities and Exchange Commission under the Investment Company Act of 1940. To be eligible for investment, these companies shall either: (1) attain the highest ranking or the highest letter and numerical rating provided by not less than two nationally recognized statistical rating organizations, or (2) retain an investment adviser registered or exempt from registration with the Securities and Exchange Commission with not less than five years' experience managing money market mutual funds with assets under management in excess of $500,000,000 (GC 53601).

Investment in Mutual Funds shall not include the payment of any commission that diversified management companies may charge and may not exceed 20 percent of the surplus funds in the Treasury Investment Pool. Only 10 percent of the surplus funds may be invested in any one mutual fund (GC 53601, 53635.2).

8.11 Any mortgage pass-through security, collateralized mortgage obligation, mortgage-backed or other pay-through bond of a maximum of five years maturity. Securities eligible for investment shall be rated "AA" or its equivalent or better by a nationally recognized rating service.

Investments in these securities may not exceed 10 percent of the funds in the Treasury Investment Pool.

8.12 Bond proceeds may be invested in accordance with the Government Code provisions, or they may be invested in alternative vehicles if authorized by bond documents (GC 53635.2 and California Debt and Investment Advisory Commission (CDIAC) Local Agency Investment Guidelines).

8.13 External Investment Managers. The Auditor-Controller/Treasurer-Tax Collector may contract with external investment managers to provide investment management services. These managers may be hired to invest funds not needed for liquidity and to increase the rate of return of the pool by employing an active investment strategy. The external investment manager is allowed to make specific investment decisions within the framework of this investment policy.

External investment managers are required to provide timely transaction documentation and investment reports to ensure that the manager's actions comply with the requirements of the law and this investment policy. External investment managers shall remit, at least quarterly, the interest earnings to the Pool to allow these earnings to be apportioned to the pool participants.

Selection of External Investment Managers is subject to section 13.0 of this Investment Policy. Additionally, after selection, the manager's performance shall be reviewed against the agreed upon benchmark.

8.14 Registered state warrants or treasury notes or bonds of the State of California, including bonds payable solely out of the revenues from a revenue-producing property owned, controlled, or operated by the state or by a department, board, agency, or authority of the state.

Investments in these securities may not exceed 10 percent of the surplus funds in the Treasury Investment Pool.

8.15 United States dollar denominated senior unsecured unsubordinated obligations issued or unconditionally guaranteed by the International Bank for Reconstruction and Development (IBRD), International Finance Corporation (IFC), or Inter-American Development Bank (IADB), with a maximum remaining maturity of five years or less, and eligible for purchase and sale within the United States.

Investments under this section 8.15 shall be rated in a rating category of "AA" or its equivalent or better by a nationally recognized rating service.

Additionally, investment under this section 8.15 shall not exceed 5 percent of the money in the Treasury Investment Pool.

9.0 Selection of Investments

Except as provided below, investments shall only be made following a minimum of three competitive comparisons with offerings documented and retained for each type of investment.

Exceptions to this requirement are: 1) California registered state warrants under section 8.14, and 2) U.S. Treasury Bills and Notes under section 8.1.

10.0 Diversification

The Treasury Investment Pool shall be diversified by security type and institution. In addition to the requirements in section 8.0, "Authorized Investments and Limits," no more than 5% of the money in the Treasury Pool may be invested with any one corporate issuer, regardless of the type of the investment.

11.0 **Maximum Maturities**

To the extent possible, investments shall be made to match anticipated cash requirements. Unless matched to a specific cash flow, normal investments will be in securities such that the average weighted maturity of the Treasury Investment Pool shall not exceed 3.5 years. Proceeds of sales or funds set aside for the repayment of any notes issued for temporary borrowing purposes shall not be invested for a term that exceeds the term of the notes.

12.0 **Selling Securities Prior to Maturity**

Securities purchased shall normally be held until maturity. Occasionally, opportunities will exist to sell securities prior to maturity and purchase other securities (swap/trade). Securities that are no longer in compliance with this Investment Policy may be sold prior to maturity. Securities may also be sold in order to maintain the liquidity of the Treasury Investment Pool.

13.0 **Authorized Financial Dealers and Institutions**

The Auditor-Controller/Treasurer-Tax Collector shall maintain a list of financial institutions authorized to provide investment services. In addition, a list shall also be maintained of approved security broker-dealers selected by credit worthiness, who maintain an office in the State of California. These may include "primary" dealers or regional dealers that qualify under Securities and Exchange Commission Rule 15c3-1 (uniform net capital rule). No public deposit shall be made except in a qualified public depository as established by state laws.

All financial institutions and broker-dealers who desire to become qualified bidders for investment transactions must supply the following: audited financial statements, proof of Financial Industry Regulatory Authority membership, trading resolution, proof of state registration, completed broker-dealer questionnaire, certification of having read this Investment Policy, and if applicable, depository contracts. Broker-dealers are evaluated and selected based upon criteria that include: organization experience and credibility, individual broker-dealer qualifications, compliance, product inventory, and economic research.

An annual review of the financial conditions and registrations of selected brokers shall be conducted by the Auditor-Controller/Treasurer-Tax Collector. A current audited financial statement is required to be on file for each authorized financial institution and broker-dealer.

Investment managers are evaluated and selected based upon criteria that include: organization experience and credibility, staff experience, compliance, and performance.

The selection of any broker, brokerage firm, dealer or securities firm that has, within any consecutive 48 month period following January 1, 1996, made a political contribution in an amount exceeding the limitations contained in Rule G-37 of the Municipal Securities Rulemaking Board, to the Auditor-Controller/ Treasurer-Tax Collector or member of the Board of Supervisors or any candidate for those offices is prohibited. The County will, to the best of its ability, monitor and comply with this requirement.

14.0 **Confirmation**

Receipts for confirmation of purchase of authorized securities should include the following information: trade date, par value, maturity, rate, price, yield, settlement date, description of securities purchased, agency's name, net amount due, and third party custodian information. Confirmation of all investment transactions should be received by the Auditor-Controller/Treasurer-Tax Collector within five business days of the transaction.

15.0 **Safekeeping and Custody**

Investments, excluding Non-negotiable Time Certificates of Deposit, Repurchase Agreements and investments that are under the management of contracted parties, shall be held in custody with the Service Bank or its correspondent or other institutions approved by the Auditor-Controller/ Treasurer-Tax Collector. Investments in Repurchase Agreements shall be held in custody by the Custodian to the Tri-Party Agreement.

16.0 **Performance Standards**

The investment portfolio shall be designed to obtain a market average rate of return during budgetary and economic cycles, taking into account investment risk constraints and cash flow needs.

16.1 Market yield benchmark. The investment strategy is passive. Given this strategy, the basis used by the Auditor-Controller/Treasurer-Tax Collector to determine whether market yields are being achieved shall be the 0-5 year U.S. Treasury index rate.

17.0 **Administrative Cost of Investing**

The Auditor-Controller/Treasurer-Tax Collector may deduct actual administrative costs associated with investing, depositing, banking, auditing, reporting, or otherwise handling or managing of funds. The administrative costs shall be segregated and deducted from the interest earnings of the Treasury Pool each quarter prior to the distribution of interest earnings.

18.0 **Credit of Interest Earnings**

Interest shall be credited based on the average daily cash balance of money on deposit in the County Treasury for the calendar quarter and shall be paid quarterly.

19.0 **Local Agency Deposit of Excess Funds**

The County Auditor-Controller/Treasurer-Tax Collector is authorized to accept deposits of excess funds from local agencies within Fresno County pursuant to Resolution 98-354 and in accordance with Government Code section 53684. Such deposits will be accepted, if at all, subject to the terms and conditions of a written agreement between the depositing agency and the Auditor-Controller/Treasurer-Tax Collector. In deciding whether to accept such deposits, the Auditor-Controller/Treasurer-Tax Collector considers factors that may include, but are not limited to, the objectives of this policy, the potential effect of such deposits on the volatility of the investment portfolio, the human resources available to conduct investment activities, and the best interests of current depositors.

20.0 **Withdrawal of Funds from the Treasury Pool**

The withdrawal of funds by any depositor/participant in the County of Fresno Treasury Investment Pool shall not adversely affect the interests of the other depositors/participants in the County of Fresno Treasury Investment Pool. All withdrawals that are not considered as funds being utilized for operations shall be presented to the Auditor-Controller/Treasurer-Tax Collector for review and approval. The Auditor-Controller/Treasurer-Tax Collector shall perform an assessment of the effect of a proposed withdrawal on the stability and predictability of the investments in the Treasury Investment Pool as is required by GC 27136 and 27133. Prior to approving a withdrawal, the Auditor-Controller/Treasurer-Tax Collector shall find that the proposed withdrawal will not adversely affect the interests of the other depositors in the Treasury Investment Pool. All requests for withdrawals shall be considered in order of receipt and shall in no way affect the ability of the Auditor-Controller/Treasurer-Tax Collector to meet the pool's expenditure requirements.

If the Auditor-Controller/Treasurer-Tax Collector's assessment of the effect of the proposed withdrawal does not negatively impact the stability and predictability of the investments and the interests of other depositors, the Auditor-Controller/Treasurer-Tax Collector may authorize a total or partial withdrawal of funds from the Treasury Pool. A total withdrawal of funds from the County of Fresno Treasury Investment Pool by a participant requires a 30-day written notice to the Auditor-Controller/Treasurer-Tax Collector.

Withdrawals involving less than the participant's total funds (other than for operational needs) are subject to all of the following constraints:

- each withdrawal shall be limited to a maximum of $5,000,000
- no more than two withdrawals of a non-operational purpose are allowed per 30 day period
- at least ten days must lapse before the second withdrawal in any 30 day period will be considered by the Auditor-Controller/Treasurer-Tax Collector
- each withdrawal shall be submitted to the Auditor-Controller/ Treasurer-Tax Collector at least 2 business days prior to the date of withdrawal

The depositor/participant shall notify the Auditor-Controller/Treasurer-Tax Collector of normal operating expenditures or disbursements in excess of $1,000,000 as early as possible, preferably three business days in advance of disbursement, in order to adjust the cash position to meet disbursement requirements.

21.0 Reporting

The Auditor-Controller/Treasurer-Tax Collector shall provide the Board of Supervisors with a monthly inventory report and a monthly transaction report of the Treasury Investment Pool. The Auditor-Controller/Treasurer-Tax Collector shall provide a quarterly investment report to the Board of Supervisors, the County Administrative Officer and the County of Fresno Treasury Oversight Committee. The quarterly report shall be submitted within 30 days following the end of the quarter covered by the report. Monthly inventory reports and quarterly investment reports are available to participants of the pool upon request (GC 53646).

22.0 Internal Control

As part of the County of Fresno's annual independent audit, the investment program shall be reviewed for appropriate internal controls that provide assurance of compliance with policies and procedures.

23.0 Investment Policy Review

This Investment Policy shall be reviewed on an annual basis by the Auditor-Controller/Treasurer-Tax Collector and rendered annually to the Board of

Supervisors and the County of Fresno Treasury Oversight Committee, which consists of the following members:

- The County Auditor-Controller/Treasurer-Tax Collector
- A representative appointed by the County Board of Supervisors
- The County Superintendent of Schools or the Superintendent's designee
- A representative selected by a majority of the presiding officers of the governing bodies of the school districts and community college districts in the County
- A representative selected by a majority of the presiding officers of the legislative bodies of the special districts in the County that are required or authorized to deposit funds in the County Treasury

The Board of Supervisors shall accept and approve the investment policy and any changes thereto at a public meeting (GC 27133, 53646).

24.0 **Disaster/Business Continuity Plan**

The County of Fresno Treasurer's banking and investment functions are critical to the function of Treasury Investment Pool and therefore must have a continuity plan to guide operations in the event of a disaster or business interruption.

The objective of the Disaster/Business Continuity Plan is to protect and account for all funds on deposit with the county treasurer and to be able to continue banking and investment functions for all participants in the event of an occurrence; i.e., earthquake, fire, flood, or some other event, which disrupts normal operations. The Plan provides for the ability to perform banking and investment functions at an off-site location under less than optimal conditions.

Approved

Oscar J. Garcia, CPA
Auditor-Controller/Treasurer-Tax Collector

Date

APPENDIX A

Permitted Investments/Deposits	Government Code Limits %	Investment Policy Limits %	Investment Policy Term Limit	Minimum Rating
Securities of the U.S. Government	No Limit	No Limit	5 years	N/A
Securities issued by United States Government Sponsored Enterprises	No Limit	No Limit	5 years	N/A
Bankers Acceptances (1)	40%	40%	180 days	N/A
Commercial Paper	40%	40%	270 days	P-1, A-1
Negotiable Certificates of Deposit (2)	30%	30%	2 years	P-1, or A-1 or 4 Star
Non-negotiable Certificates of Deposit (2)	No Limit	50%	2 years	P-1 or A-1 or 4 Star
Account Registry Service Deposits (2)	30%	15%	13 months	N/A
Repurchase Agreements	No Limit	15%	Overnight/Weekend	N/A
Medium Term Notes	30%	30%	5 years	A
LAIF (3)	No Limit	10%	5 years	N/A
Mutual Funds (4)	20%	20%	5 years	AAA, Aaa
Mortgage-Backed Securities	20%	10%	5 years	AA
State of California Debt	No Limit	10%	5 years	N/A
IBRD, IFC, and IADB	30%	5%	5 years	AA

APPENDIX A
(Continued)

(1) Investment policy limits any investment in bankers acceptances to the top 150 banks in the world as determined by their total assets and limited to those institutions in this group whose short term debt is of prime quality and of the highest ranking as provided for by Moody's or Standard and Poor's (P-1, A-1).

(2) Banks, savings associations or federal associations having a "4 Star" or higher rating as provided by Bauer Financial, Inc. or a comparable rating service. For negotiable certificates of deposit, no more than 5 percent of the money shall be invested in any one institution. Negotiable certificates of deposit and account registry service deposits combined shall not exceed 30% of the portfolio. For non-negotiable certificates of deposit, no more than 15 percent of the money shall be invested in any one institution.

(3) LAIF Board of Directors currently limits the investment to $75,000,000, excluding bond and note proceeds. Government Code does not place a percentage limit on the amount of money that may be invested in LAIF.

(4) Diversified management companies investing in the securities and obligations as authorized by California Government Code, Sections 53601, et seq., shall either (1) attain the highest ranking or the highest letter and numerical rating provided by two of the largest nationally recognized rating services, or (2) have an investment adviser registered with the SEC with at least five years of experience investing in the securities authorized by code sections noted in the policy and with assets under management in excess of $500,000,000.

Diversified management companies issuing shares of beneficial interest that are money market funds registered with the Securities and Exchange Commission (SEC) under the Investment Act of 1940 shall either (1) attain the highest ranking or the highest letter and numerical rating provided by not less than two nationally recognized statistical rating organizations, or (2) retain an investment adviser registered or exempt from registration with the SEC with not less than five years of experience managing money market mutual funds with assets under management in excess of $500,000,000. Only 10 percent of the money may be invested in any one mutual fund.

APPENDIX B

RATING SUMMARY

RATING SERVICE	RATING CATEGORY	RATING DEFINITION
Moody's	Aaa	Best Quality
	Aa	High Quality
	A	Upper-medium grade
	Baa	Medium grade obligations
	Ba	Judged to have speculative elements
	B	Lack characteristics of desirable investment
	Caa	Investment in poor standing
	Ca	Speculative in a high degree
	C	Poor prospect of attaining investment standing
Moody's Modifiers	1,2,and 3	Rankings within rating category
Moody's Commercial Paper	P-1	Superior ability for repayment
	P-2	Strong ability for repayment
	P-3	Acceptable ability for repayment
	Not Prime	Do not fall in top 3 rating categories
Standard & Poor's	AAA	Highest Rating
	AA	Strong capacity for repayment
	A	Strong capacity for repayment but less than AA category
	BBB	Adequate capacity for repayment
	BB	Speculative
	B	Greater vulnerability to default than BB category
	CCC	Identifiable vulnerability to default
	CC	Subordinated debt of issues ranked in CCC category
	C	Subordinated debt of issues ranked in CCC category
	Cl	Income bonds where no interest is paid
	D	Default
Standard & Poor's – Modifiers	(+) or (-)	Rankings within rating category
Standard & Poor's – Commercial	A-1	Highest degree of safety
	A-2	Timely repayment characteristics is satisfactory
	A-3	Adequate capacity for repayment
	B	Speculative
	C	Doubtful repayment
	D	Default

APPENDIX B
(Continued)

RATING SUMMARY

RATING SERVICE		RATING CATEGORY	RATING DEFINITION
Fitch		AAA	Highest credit quality
		AA	Very high credit quality
		A	High credit quality
		BBB	Good credit quality
		BB	Speculative
		B	High speculative
		CCC, CC, C	High default risk
		DDD, DD, D	Default
Fitch	Modifiers	"+" or "-	Relative status within rating categories
Fitch	Commercial Paper	F1	Highest credit quality
		F2	Good credit quality
		F3	Fair credit quality
		B	Speculative
		C	High default risk
		D	Default
Bauer		5 Star	Superior
		4 Star	Excellent
		3 ½ Star	Good
		3 Star	Adequate
		2 Star	Problematic
		1 Star	Troubled
		Zero	Our lowest star rating

APPENDIX C

Glossary of Cash Management Terms

The following is a glossary of key investing terms, many of which appear in County of Fresno Treasury Investment Policy. This glossary has been adapted from the Government Finance Officers Association (GFOA) sample investment policy.

Accrued Interest - The accumulated interest due on a bond as of the last interest payment made by the issuer.

Agency - A debt security issued by a federal or federally sponsored agency. Federal agencies are backed by the full faith and credit of the U.S. Government. Federally sponsored agencies (FSAs) are backed by each particular agency with a market perception that there is an implicit government guarantee. An example of federal agency is the Government National Mortgage Association (GNMA). An example of a FSA is the Federal National Mortgage Association (FNMA).

Amortization - The systematic reduction of the amount owed on a debt issue through periodic payments of principal.

Average Life - The average length of time that an issue of serial bonds term bonds, or both, with a mandatory sinking fund feature is expected to be outstanding.

Bankers' Acceptance - A draft or bill or exchange accepted by a bank or trust company. The accepting institution, as well as the issuer, guarantees payment of the bill.

Basis Point - A unit of measurement used in the valuation of fixed-income securities equal to 1/100 of 1 percent of yield, e.g., 1/4 of 1 percent is equal to 25 basis points.

Bid - The indicated price at which a buyer is willing to purchase a security or commodity.

Book Value - The value at which a security is carried on the inventory lists or other financial records of an investor. The book value may differ significantly from the security's current value in the market.

Callable Bond - A bond issue in which all or part of its outstanding principal amount may be redeemed before maturity by the issuer under specified conditions.

Call Price - The price at which an issuer may redeem a bond prior to maturity. The price is usually at a slight premium to the bond's original issue price to compensate the holder for loss of income and ownership.

Call Risk - The risk to a bondholder that a bond may be redeemed prior to maturity.

Cash Sale/Purchase - A transaction which calls for delivery and payment of securities on the same day that the transaction is initiated.

APPENDIX C
(Continued)

Certificate of Deposit (CD) - A short-term, secured deposit in a financial institution that usually returns principal and interest to the lender at the end of the loan period.

Certificate of Deposit Account Registry System (CDARS) - A private CD placement service that allows local agencies to purchase more than $100,000 in CDs from a single financial institution (must be a participating institution of CDARS) while still maintaining FDIC insurance coverage. CDARS facilitates the trading of deposits between the California institution and other participating institutions in amounts that are less than $100,000 each, so that FDIC coverage is maintained.

Collateralization - Process by which a borrower pledges securities, property, or other deposits for the purpose of securing the repayment of a loan security, or both.

Commercial Paper - An unsecured short-term promissory note issued, with maturities ranging from 1 to 270 days.

Convexity - A measure of a bond's price sensitivity to changing interest rates. A high convexity indicates greater sensitivity of a bond's price to interest rate changes.

Coupon Rate - The annual rate of interest received by an investor from the issuer of certain types of fixed-income securities. Also known as the "interest rate."

Credit Quality - The measurement of the financial strength of a bond issuer. This measurement helps an investor to understand an issuer's ability to make timely interest payments and repay the loan principal upon maturity. Generally, the higher the credit quality of a bond issuer, the lower the interest rate paid by the issuer because the risk of default is lower. Credit quality ratings are provided by nationally recognized rating services.

Credit Risk - The risk to an investor that an issuer will default in the payment of interest principal on a security, or both.

Current Yield (Current Return) - A yield calculation determined by dividing the annual interest received on a security by the current market price of that security.

Delivery Versus Payment (DVP) - A type of securities transaction in which the purchaser pays for the securities when they are delivered either to the purchaser or his/her custodian.

Discount - The amount by which the par value of a security exceeds the price paid for the security.

Diversification - A process of investing assets among a range of security types by sector, maturity, and quality rating.

Fair Value - The amount at which an investment could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

APPENDIX C
(Continued)

Federal Funds (Fed Funds) - Funds placed in Federal Reserve banks by depository institutions in excess of current reserve requirements. These depository institutions may lend fed funds to each other overnight or on a longer basis. They may also transfer funds among each other on a same-day basis through the Federal Reserve banking system. Fed funds are considered to be immediately available funds.

Federal Funds Rate - Interest rate charged by one institution lending federal funds to the other.

Financial Industry Regulatory Authority (FINRA) - The largest independent regulator for all securities firms in the United States.

Government Securities - An obligation of the U.S. government, backed by the full faith and credit of the government. These securities are regarded as the highest quality of investment securities available in the U.S. securities market. See "Treasury Bills, Notes, and Bonds."

Interest Rate - See "Coupon Rate."

Interest Rate Risk - The risk associated with declines or rises in interest rates which cause in investment in a fixed-income security to increase or decrease in value.

Inverted Yield Curve - A chart formation that illustrates long-term securities having lower yields than short-term securities. This configuration usually occurs during periods of high inflation coupled with low levels of confidence in the economy and a restrictive monetary policy.

Investment Company Act of 1940 - Federal legislation which sets the standards by which investment companies, such as mutual funds, are regulated in the areas of advertising, promotion, performance reporting requirements, and securities valuations.

Investment Policy - A concise and clear statement of the objectives and parameters formulated by an investor or investment manager for a portfolio of investment securities.

Investment-grade Obligations - An investment instrument suitable for purchase by institutional investors under the prudent person rule. Investment-grade is restricted to those obligations rated BBB or higher by a rating agency.

Liquidity - An asset that can be converted easily and quickly into cash without significant loss of value.

Local Agency Investment Fund - A voluntary investment fund open to government entities and certain non-profit organizations in California that is managed by the State Treasurer's Office.

Local Government Investment Pool (LGIP) - An investment by local governments in which their money is pooled as a method for managing local funds.

Mark-to-market - The process whereby the book value or collateral value of a security is adjusted to reflect its current market value.

APPENDIX C
(Continued)

Market Risk - The risk that the value of a security will rise or decline as a result of changes in market conditions.

Market Value - Current market price of a security.

Maturity - The date on which payment of a financial obligation is due. The final stated maturity is the date on which the issuer must retire a bond and pay the face value to the bondholder. See "Weighted Average Maturity."

Medium-Term Note - Corporate or depository institution debt securities meeting certain minimum quality standards (as specified in California Government Code) with a remaining maturity of five years or less.

Money Market Mutual Fund - Mutual funds that invest solely in money market instruments (short-term debt instruments, such as Treasury bills, commercial paper, bankers' acceptances, repos and federal funds).

Mortgage Backed Securities - Mortgage-backed securities (MBS) are created when a purchaser of residential real estate mortgages creates a pool of mortgages and markets undivided interest or participations in the pool. MBS owners receive a prorate share of the interest and principal passed through from the pool of mortgages. Most MBS are issued guaranteed, or both, by federal agencies and instrumentalities.

Mortgage Pass-Through Obligations - Securities that are created when residential mortgages are pooled together and undivided interests or participations in the stream of revenues associated with the mortgages are sold.

Mutual Fund - An investment company that pools money and can invest in a variety of securities, including fixed-income securities and money market instruments. Mutual funds are regulated by the Investment Company Act of 1940 and must abide by the following Securities and Exchange Commission (SEC) disclosure guidelines:

1. Report standardized performance calculations.
2. Disseminate timely and accurate information regarding the fund's holdings, performance, management and general investment policy.
3. Have the fund's investment policies and activities supervised by a board of trustees, which are independent of the adviser, administrator or other vendor of the fund.
4. Maintain the daily liquidity of the fund's shares.
5. Value their portfolios on a daily basis.
6. Have all individuals who sell SEC-registered products licensed with a self-regulating organization (SRO) such as the National Association of Securities Dealers (NASD).
7. Have an investment policy governed by a prospectus which is updated and filed by the SEC annually.

APPENDIX C
(Continued)

Negotiable Certificates of Deposit - Short-term debt instrument that usually pays interest and is issued by a bank, savings or federal association, or state or federal credit union, or state-licensed branch of a foreign bank. Negotiable CDs are traded in a secondary market and are payable upon order to the bearer or initial depositor (investor).

Net Asset Value - The market value of one share of an investment company, such as a mutual fund. This figure is calculated by totaling a fund's assets which includes securities, cash, and any accrued earnings, subtracting this from the fund's liabilities and dividing this total by the number of shares outstanding. This is calculated once a day based on the closing price for each security in the fund's portfolio. (See below.) [(Total assets) - (Liabilities)]/(Number of shares outstanding)

Nominal Yield - The stated rate of interest that a bond pays its current owner, based on par value of the security. It is also known as the "coupon," "coupon rate," or "interest rate."

Non-negotiable Certificates of Deposit - CDs that carry a penalty if redeemed prior to maturity. Non-negotiable CDs issued by banks and savings and loans are insured by the Federal Deposit Insurance Corporation up to $100,000, including principal and interest. Amounts deposited above this amount may be secured with other forms of collateral.

Offer - An indicated price at which market participants are willing to sell a security or commodity. Also referred to as the "Ask price."

Par - Face value or principal value of a bond, typically $1,000 per bond.

Positive Yield Curve - A chart formation that illustrates short-term securities having lower yields than long-term securities.

Premium - The amount by which the price paid for a security exceeds the security's par value.

Principal - The face value or par value of a debt instrument. Also, may refer to the amount of capital invested in a given security.

Prospectus - A legal document that must be provided to any prospective purchaser of a new securities offering registered with the SEC. This can include information on the issuer, the issuer's business, the proposed use of proceeds, the experience of the issuer's management, and certain certified financial statements.

Prudent Person Rule - An investment standard outlining the fiduciary responsibilities of public funds investors relating to investment practices.

APPENDIX C
(Continued)

Regular Way Delivery - Securities settlement that calls for delivery and payment on the third business day following the trade date (T+3); payment on a T+1 basis is currently under consideration. Mutual funds are settled on a same day basis; government securities are settled on the next business day.

Reinvestment Risk - The risk that a fixed-income investor will be unable to reinvest income proceeds from a security holding at the same rate of return currently generated by that holding.

Repurchase Agreement (Repo or RP) - An agreement of one party to sell securities at a specified price to a second party and a simultaneous agreement of the first party to repurchase the securities at a specified price or at a specified later date.

Reverse Repurchase Agreement (Reverse Repo) - An agreement of one party to purchase securities at a specified price from a second party and a simultaneous agreement by the first party to resell the securities at a specified price to the second party on demand or at a specified date.

Rule 2a-7 of the Investment Company Act - The Securities and Exchange Commission regulates money market funds in the United States and this rule restricts quality, maturity and diversity of investments by money market funds in an attempt to provide a safe, liquid alternative to bank deposits, while providing a higher yield.

Safekeeping - Holding of assets (e.g., securities) by a financial institution.

Swap - Trading one asset for another.

Term Bond - Bonds comprising a large part or all of a particular issue which come due in a single maturity. The issuer usually agrees to make periodic payments into a sinking fund for mandatory redemption of term bonds before maturity.

Total Return - The sum of all investment income plus changes in the capital value of the portfolio. For mutual funds, return on an investment is composed of share price appreciation plus any realized dividends or capital gains. This is calculated by taking the following components during a certain time period. (Price Appreciation) + (Dividends paid) + (Capital gains) = Total Return

Treasury Bills - Short-term U.S. government non-interest bearing debt securities with maturities of no longer than one year and issued in minimum denominations of $10,000. Auctions of three- and six-month bills are weekly, while auctions of one-year bills are monthly. The yields on these bills are monitored closely in the money markets for signs of interest rate trends.

APPENDIX C
(Continued)

Treasury Notes - Intermediate U.S. government debt securities with maturities of one to 10 years and issued in denominations ranging from $1,000 to $1 million or more.

Treasury Bonds - Long-term U.S. government debt securities with maturities of ten years or longer and issued in minimum denominations of $1,000. Currently, the longest outstanding maturity for such securities is 30 years.

Uniform Net Capital Rule - SEC Rule 15c3-1 outlining capital requirements for broker-dealers.

Volatility - A degree of fluctuation in the price and valuation of securities.

Weighted Average Maturity (WAM) - The dollar-weighted average maturity of all the securities that comprise a portfolio.

When Issued (WI) - A conditional transaction in which an authorized new security has not been issued. All "when issued" transactions are settled when the actual security is issued.

Yield - The current rate of return on an investment security generally expressed as a percentage of the security's current price.

Yield-to-call (YTC) - The rate of return an investor earns from a bond assuming the bond is redeemed (called) prior to its nominal maturity date.

Yield Curve - A graphic representation that depicts the relationship at a given point in time between yields and maturity for bonds that are identical in every way except maturity. A normal yield curve may be alternatively referred to as a positive yield curve.

Yield-to-maturity - The rate of return yielded by a debt security held to maturity when both interest payments and the investor's potential capital gain or loss are included in the calculation of return.

Zero-coupon Securities - Security that is issued at a discount and makes no periodic interest payments. The rate of return consists of a gradual accretion of the principal of the security and is payable at par upon maturity.

Quarterly Investment Report

As of June 30, 2026

P.O. Box 1247 | Fresno, CA 93715 | Telephone 559.600.3487 | investments@FresnoCountyCA.gov

Table of Contents

Board of Supervisors: Nathan Magsig, Buddy Mendes, Brian Pacheco, Luis Chavez and Garry Bredefeld

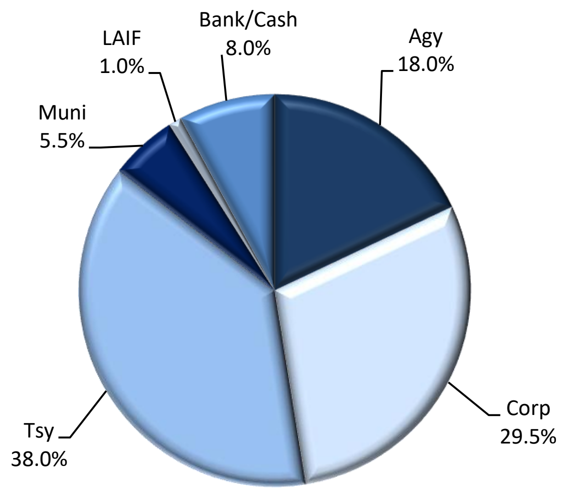
County Administrative Officer: Paul Nerland

County of Fresno

Portfolio Summary

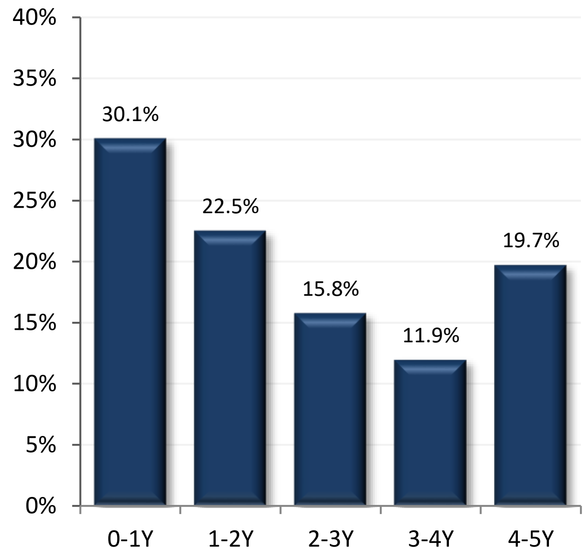
6/30/2026

SECTOR ALLOCATION



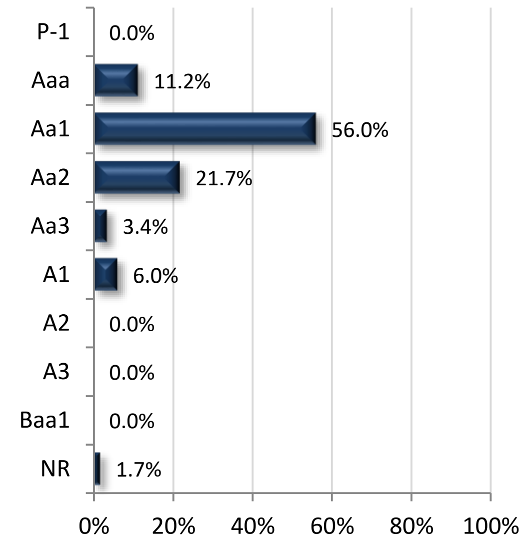
Per Book Value

MATURITY DISTRIBUTION



Per Book Value

CREDIT QUALITY (MOODY'S)



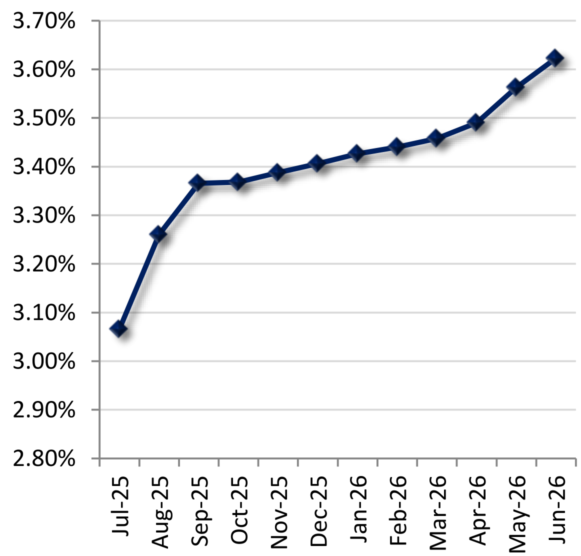
NR: Not Rated

ACCOUNT SUMMARY

	6/30/26	3/31/26
Market Value	$7,293,458,617	$6,973,535,536
Book Value*	$7,328,575,696	$6,980,221,167
Unrealized G/L	-$35,117,079	-$6,685,630
Par Value	$7,407,759,436	$7,063,283,750
Net Asset Value	$99.521	$99.904
Book Yield	3.62%	3.46%
Years to Maturity	2.08	2.19
Effective Duration	1.88	1.90

*Book Value is Amortized

PORTFOLIO BOOK YIELD HISTORY



TOP ISSUERS

Issuer	% Portfolio
US TREASURY NOTE	38.0%
FEDERAL FARM CREDIT BANK	11.4%
FIDELITY 2642	7.2%
FEDERAL HOME LOAN BANK	6.0%
STATE OF CALIFORNIA	5.5%
JP MORGAN	4.4%
TOYOTA MOTOR CREDIT	4.1%
CHEVRON CORP	3.2%
WELLS FARGO	3.2%
APPLE INC	2.6%
WALMART	2.3%
AMAZON.COM INC	1.6%
CITIBANK	1.5%
ALPHABET INC	1.3%
PROCTER & GAMBLE	1.3%

Per Book Value

Investment Policy Compliance

County of Fresno **6/30/2026**

Item / Sector	Parameters	In Compliance	
11.0 Weighted Average Maturity	Weighted Average Maturity (WAM) must be less than 3.5 years.	Yes	2.08 Yrs
8.1 U.S. Treasuries	No sector limit, no issuer limit, max maturity 5 years.	Yes	38.0%
8.2 U.S. Agencies	No sector limit, no issuer limit, max maturity 5 years.	Yes	18.0%
8.3 Banker Acceptances	40% limit, Issue is eligible for purchase by Federal Reserve. Issuer is among 150 largest banks based on total asset size; max maturity 180 days; rated A-1 or P-1.	Yes	0.0%
8.4 Commercial Paper	40% limit, corporation organized and operating in the US with total assets of $500mm. 10% in any one issuer; max maturity 270 days; minimum short-term rating of A-1 by S&P or P-1 by Moody's, minimum long-term rating of A by S&P or its equivalent or better ranking by a nationally recognized rating service.	Yes	0.0%
8.5 Negotiable CDs	30% limit (combined with 8.6.1), Issued by national or state chartered bank or savings assoc., or a state licensed branch of a foreign bank that is among 150 largest banks in total asset size; minimum short-term rating of P-1 or A-1 or issuer meets rating requirements; 5% in any one issuer, max maturity 13 months.	Yes	0.0%
8.6 Non-Negotiable CDs	50% limit, Issued by national or state chartered bank or savings association. FDIC insurance OR full collateralization of 110% government or 150% mortgages. Contract for Deposit in place. 15% in any one issuer; short-term rating is a minimum of A-1 by S&P or P-1 by Moody's, max maturity 13 months.	Yes	0.0%
8.6.1 Placement CDs	15% limit (30% combined with 8.5), Issued by national or state chartered bank or savings association or credit union that uses a placement entity. Deposit Placement Agreement in place.	Yes	0.0%
8.7 Repurchase Agreements	15% limit, Tri-party agreement in place. 102% collateralization of US treasuries or agencies, BAs, CP, Negotiable CD's; Overnight or weekend maturities.	Yes	0.0%
8.8 Medium-Term Notes	30% limit, organized and operating in the US or state licensed depository institution; max maturity 5 years; rated A or better by S&P, or its equivalent or better by a nationally recognized rating service.	Yes	29.5%
8.9 L.A.I.F	California State's deposit limit is $75 million; Current investment policy limit is not to exceed 10% of the portfolio.	Yes	$75 Mil

Item / Sector	Parameters	In Compliance	
8.10 Mutual Funds/ Money Markets Funds	20% limit, 20% per issuer; Registered with SEC, 5 years experience, $500mm AUM or rated by AAA-m, Aaa-mf, AAA-m by not less than two nationally recognized rating agencies.	Yes	7.3%
8.11 ABS and MBS	10% limit combined. Security must be AA rated by one rating agency, with an A or better rating for the underlying, max maturity 5 years.	Yes	0.0%
8.12 Money Held from Pledged Assets	Invest according to statutory provision or according to entity providing issuance.	Yes	0.0%
8.13 External Managers	Invest per policy.	Yes	0.0%
8.14 State of California Debt	10% limit, Registered State warrants or CA treasury notes, including revenue producing entities controlled or operated by the State or by a department, board, agency, or authority of the State; 5 years max maturity.	Yes	5.5%
Cash & Bank Account	NA	NA	0.7%

Compliance

The Treasury Investment Pool is in compliance with the County of Fresno Treasury Investment Pool Investment Policy.
The Treasury Investment Pool contains sufficient cash flow to meet the expected expenditures for the next six months.

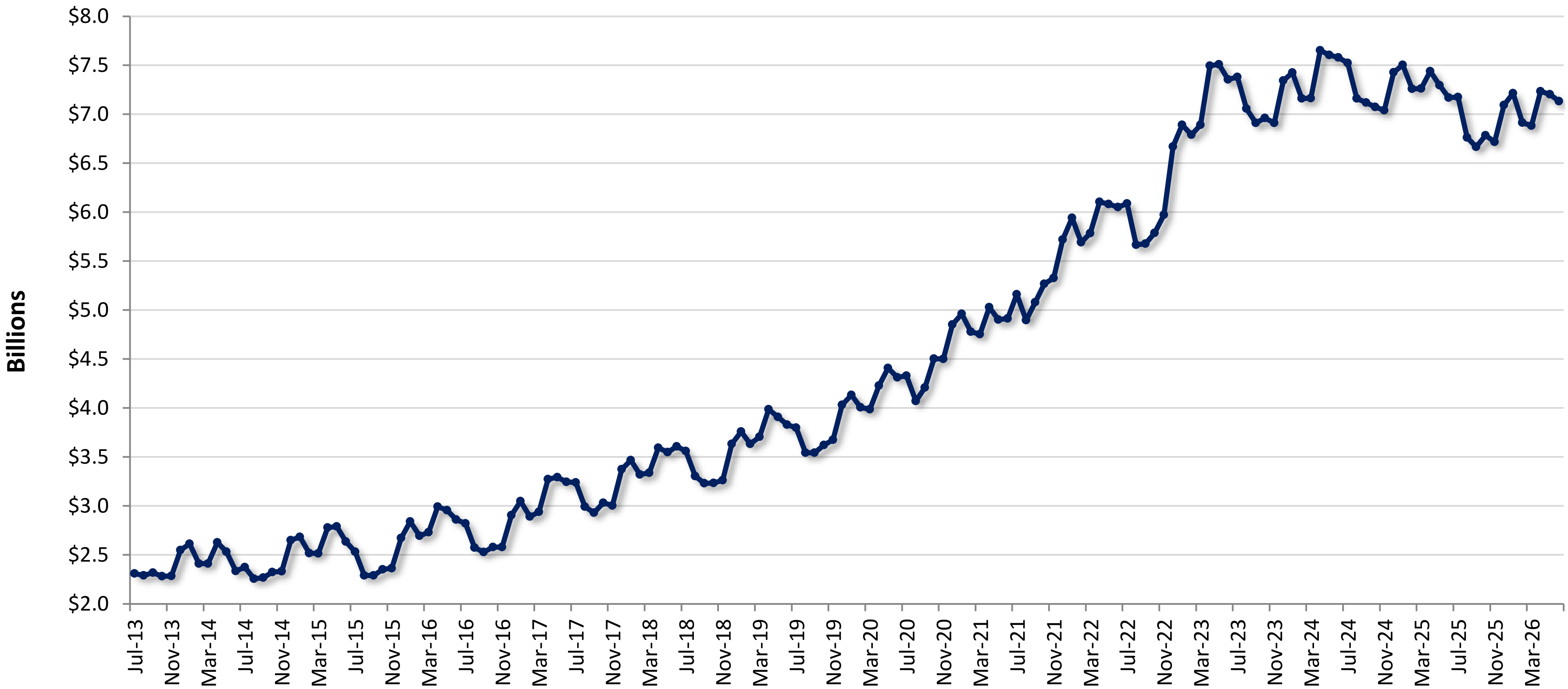
Review and Monitoring

Meeder Public Funds, the County’s investment advisor, currently monitors the Treasury Department’s investment activities.

Additional Information

Securities are purchased with the expectation that they will be held to maturity, so unrealized gains or losses are not reflected in the yield calculations.

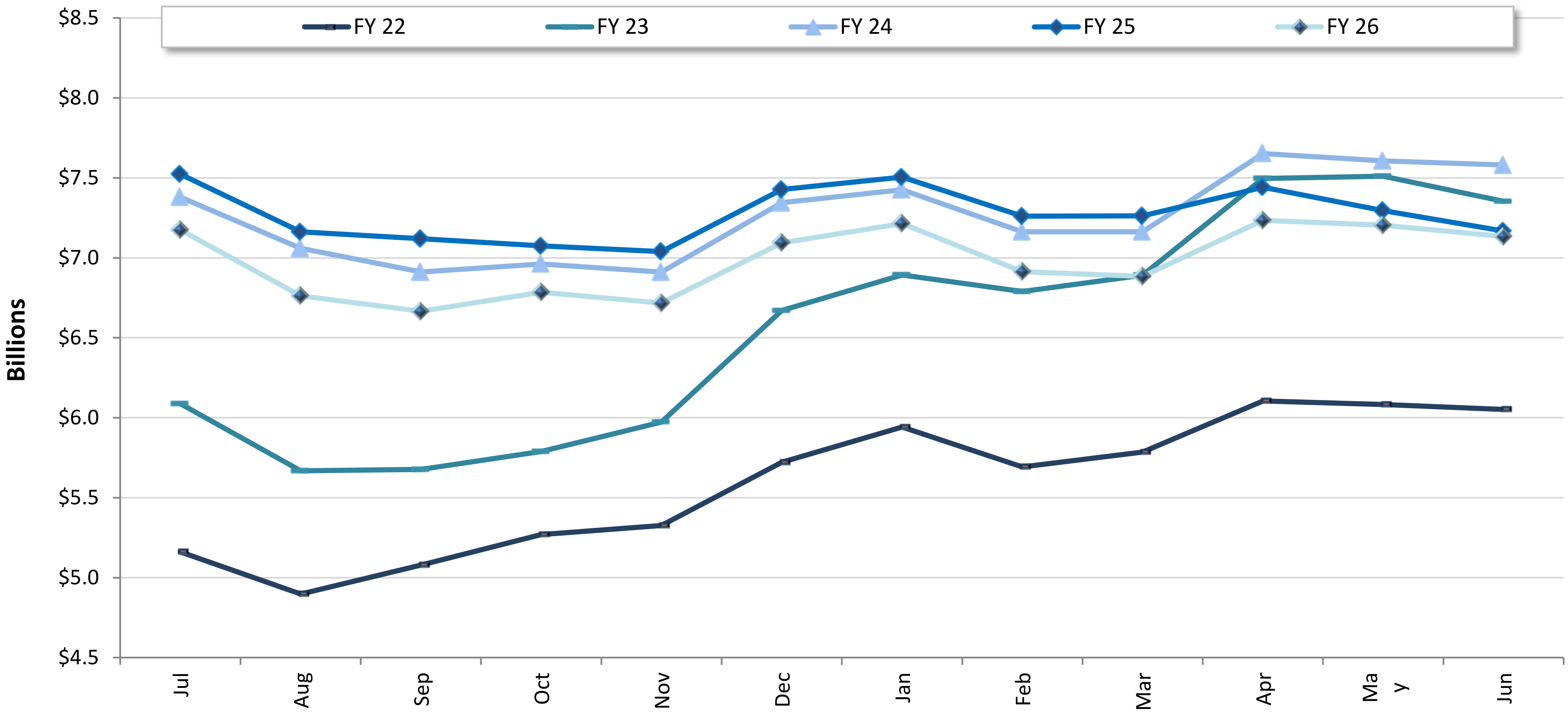
The market values of securities were taken from pricing services provided by Ice Data Services.



	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun
Fiscal Year 2021	$4.331	$4.071	$4.210	$4.503	$4.501	$4.854	$4.962	$4.781	$4.755	$5.028	$4.903	$4.915
Fiscal Year 2022	$5.161	$4.897	$5.079	$5.269	$5.326	$5.721	$5.942	$5.693	$5.786	$6.105	$6.083	$6.051
Fiscal Year 2023	$6.088	$5.668	$5.677	$5.788	$5.972	$6.671	$6.892	$6.790	$6.892	$7.496	$7.510	$7.354
Fiscal Year 2024	$7.379	$7.059	$6.912	$6.961	$6.911	$7.345	$7.426	$7.162	$7.163	$7.652	$7.606	$7.581
Fiscal Year 2025	$7.523	$7.162	$7.120	$7.074	$7.039	$7.427	$7.505	$7.261	$7.262	$7.440	$7.295	$7.168
Fiscal Year 2026	$7.175	$6.762	$6.666	$6.784	$6.718	$7.093	$7.215	$6.914	$6.885	$7.235	$7.205	$7.133

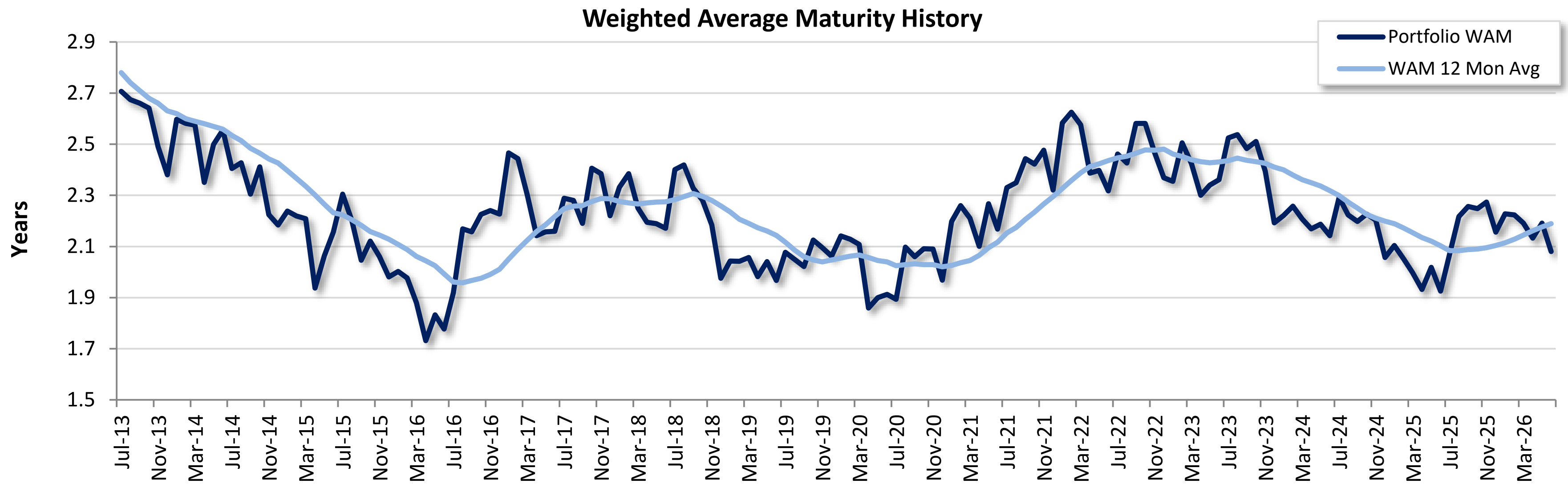
Figures in Billions, Average Daily Balance

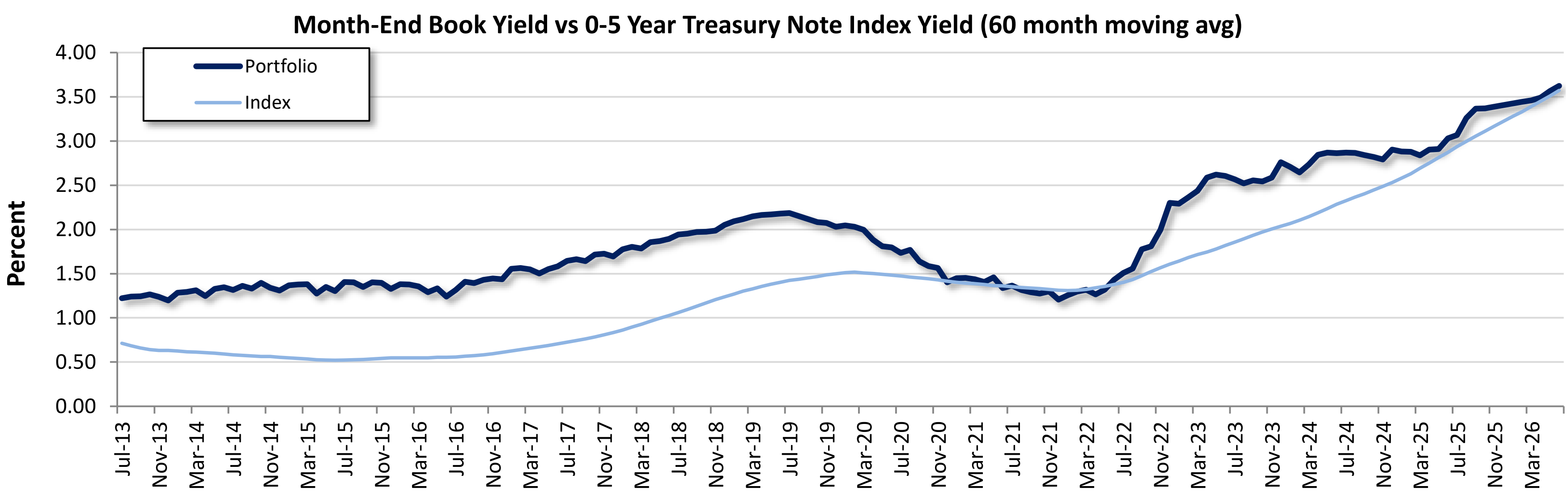
Historical Book Values Per Fiscal Year



	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun
Fiscal Year 2022	$5.161	$4.897	$5.079	$5.269	$5.326	$5.721	$5.942	$5.693	$5.786	$6.105	$6.083	$6.051
Fiscal Year 2023	$6.088	$5.668	$5.677	$5.788	$5.972	$6.671	$6.892	$6.790	$6.892	$7.496	$7.510	$7.354
Fiscal Year 2024	$7.379	$7.059	$6.912	$6.961	$6.911	$7.345	$7.426	$7.162	$7.163	$7.652	$7.606	$7.581
Fiscal Year 2025	$7.523	$7.162	$7.120	$7.074	$7.039	$7.427	$7.505	$7.261	$7.262	$7.441	$7.295	$7.168
Fiscal Year 2026	$7.175	$6.762	$6.666	$6.784	$6.718	$7.093	$7.215	$6.914	$6.885	$7.235	$7.205	$7.133

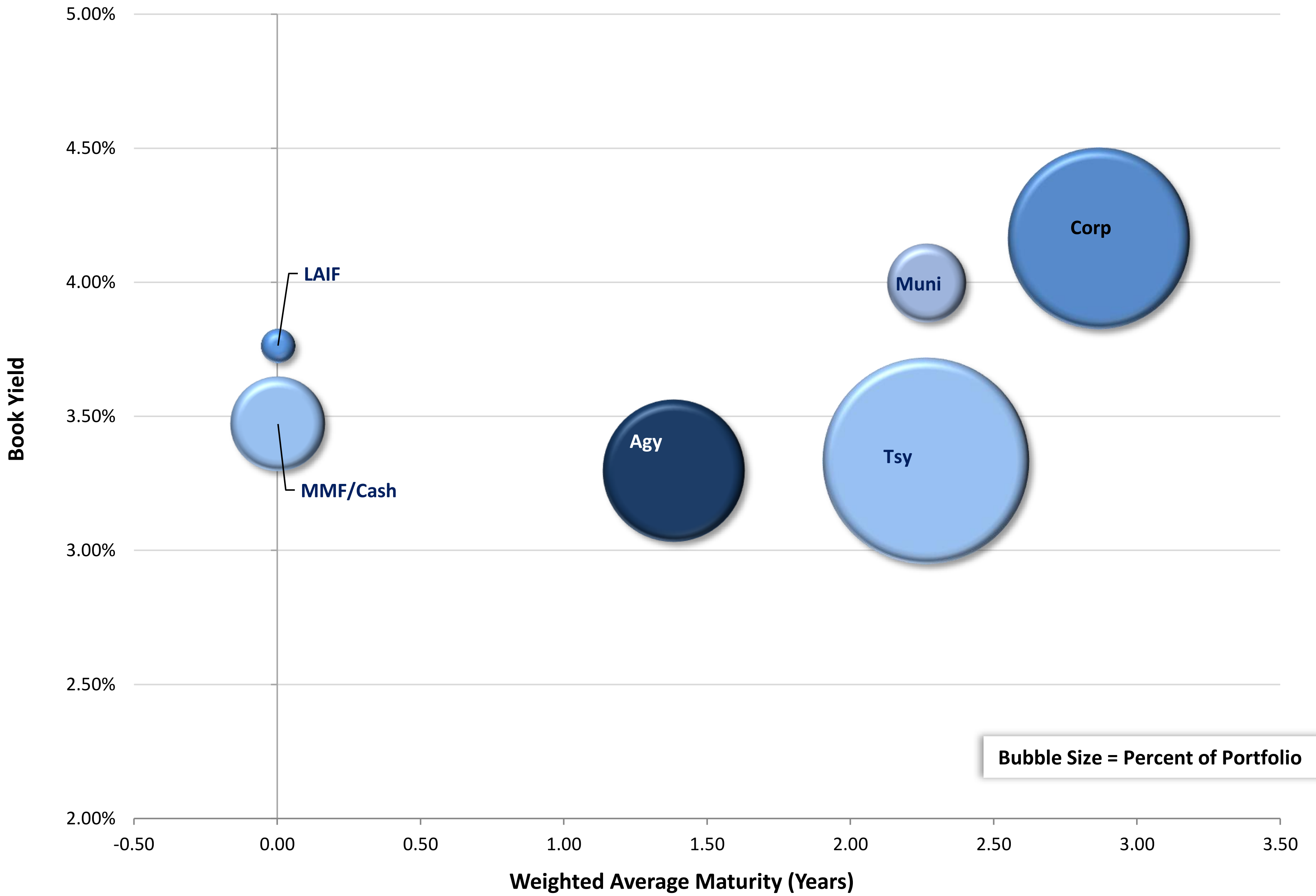
Figures in Billions, Average Daily Balance





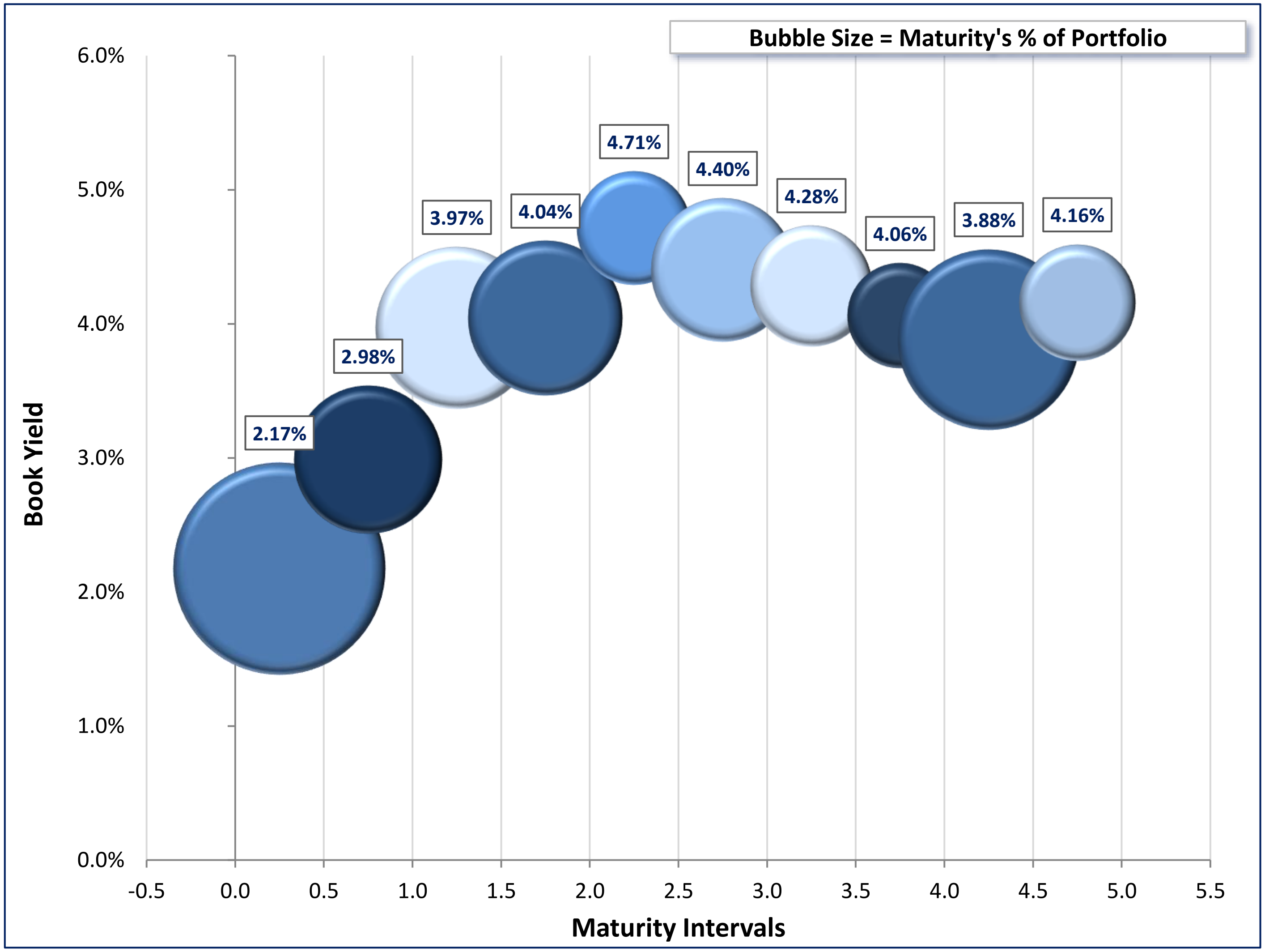
Index: 60 Month Moving Average of the ICE BofAML 0-5 Year US Treasury Note Index

Book Yield per WAM per Percent of Portfolio

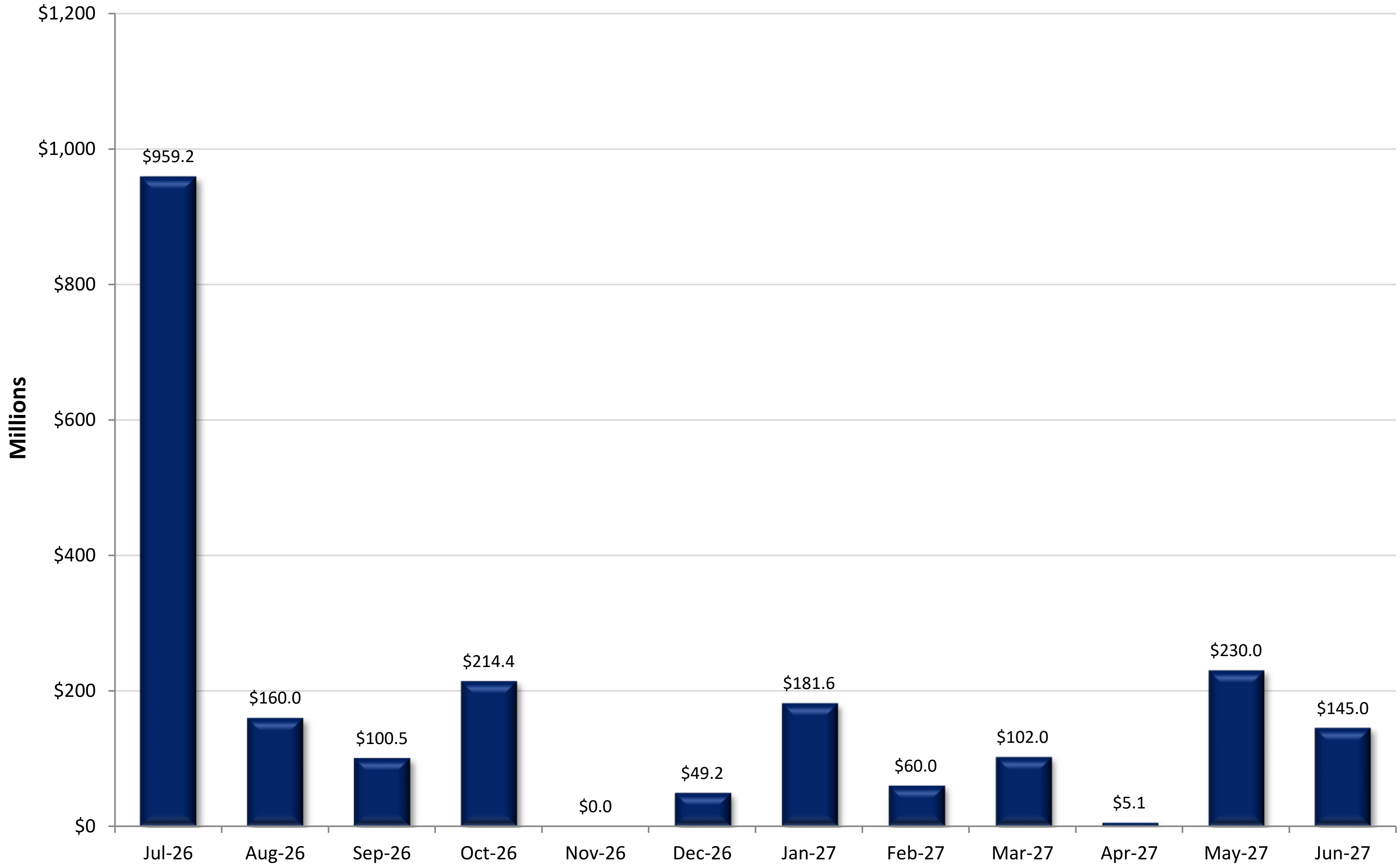


Years	Book Yield	% of Portfolio*
0 to .5	2.17%	20.24%
.5 to 1.0	2.98%	9.83%
1.0 to 1.5	3.97%	11.75%
1.5 to 2.0	4.04%	10.76%
2.0 to 2.5	4.71%	5.82%
2.5 to 3.0	4.40%	9.27%
3.0 to 3.5	4.28%	6.63%
3.5 to 4.0	4.06%	4.98%
4.0 to 4.5	3.88%	14.65%
4.5 to 5.0+	4.16%	6.08%
Total	**3.62%**	**100.0%**

*Based on Book Value



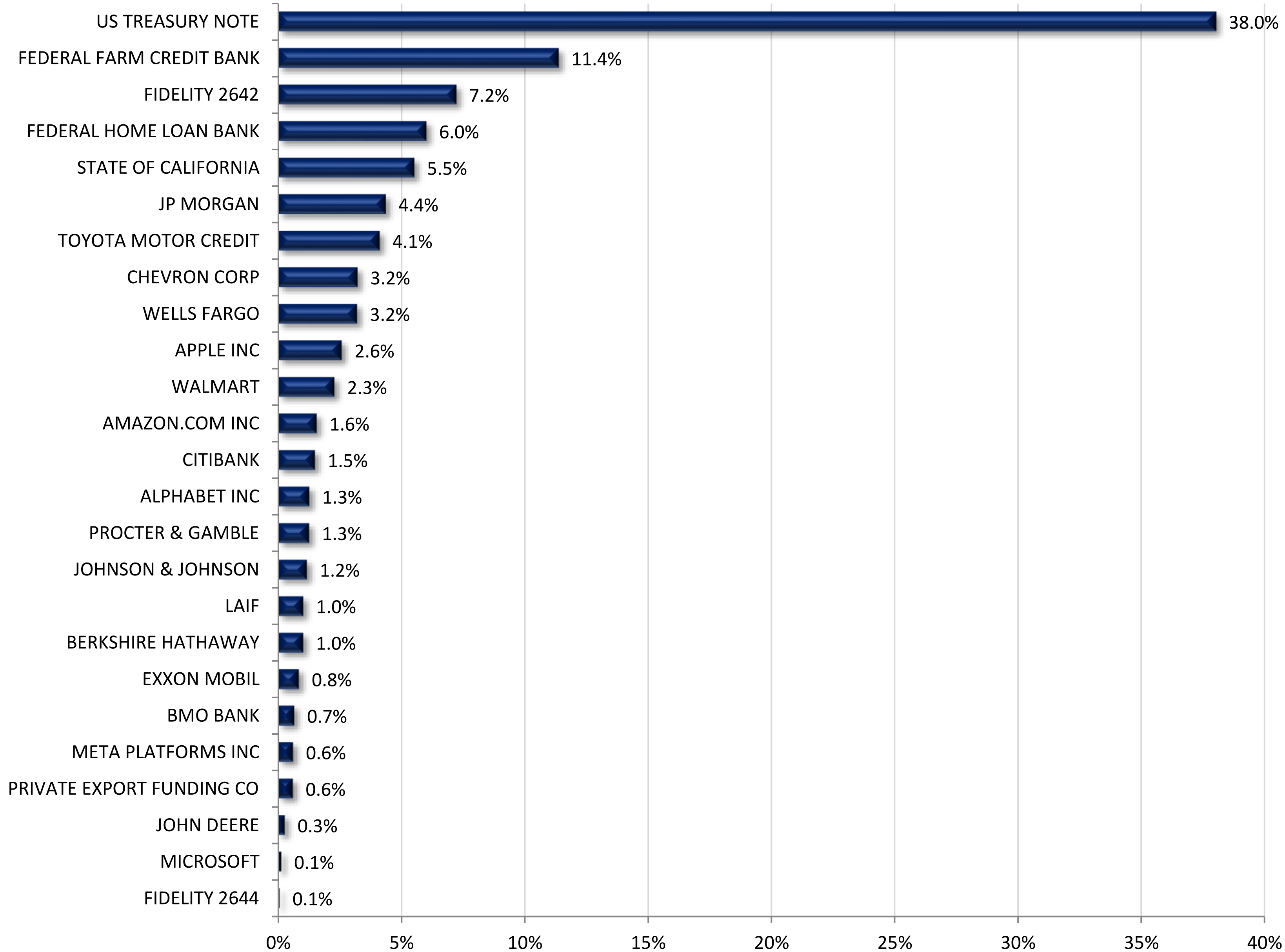
Next Twelve Months Maturities



	Jul-26	Aug-26	Sep-26	Oct-26	Nov-26	Dec-26	Jan-27	Feb-27	Mar-27	Apr-27	May-27	Jun-27
Maturities	$959.2	$160.0	$100.5	$214.4	$0.0	$49.2	$181.6	$60.0	$102.0	$5.1	$230.0	$145.0

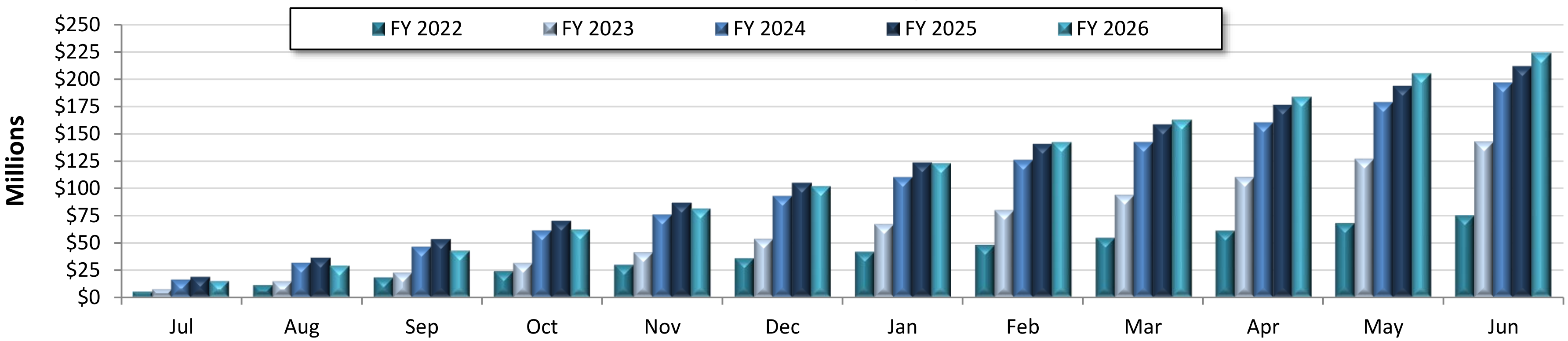
Par Value in Millions

Holdings Allocation by Issuer



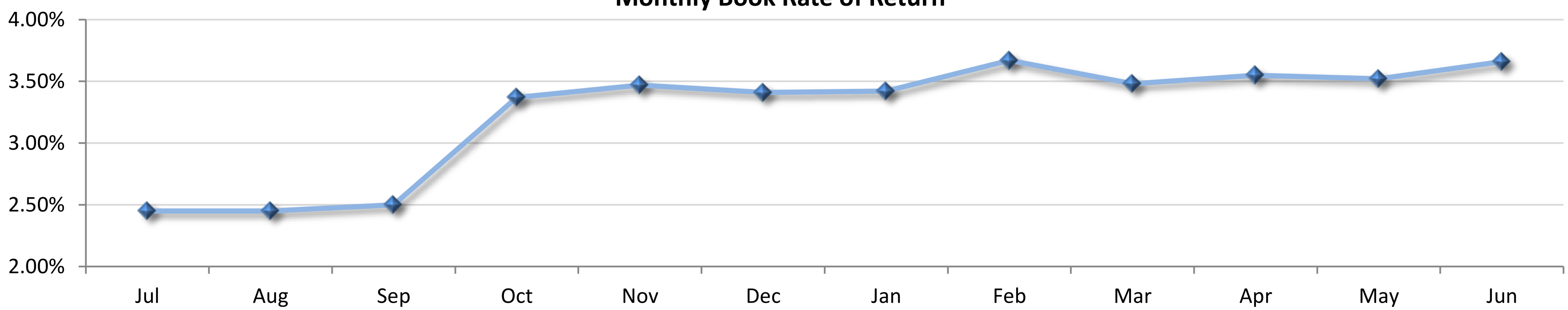
Historical Earnings and Book Rate of Return Performance

Fiscal Year-to-Date Earnings



FYTD	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	FY Return
FY 2022	$5.2	$11.3	$18.2	$23.9	$29.8	$35.7	$41.9	$48.0	$54.5	$61.1	$68.1	$75.1	1.34%
FY 2023	$7.5	$14.8	$22.7	$31.6	$41.2	$53.6	$67.1	$79.8	$93.9	$110.0	$126.8	$142.7	2.53%
FY 2024	$16.3	$31.7	$46.2	$61.3	$75.9	$92.7	$110.0	$125.8	$142.1	$160.3	$178.7	$196.8	2.70%
FY 2025	$18.8	$36.3	$53.2	$70.1	$86.6	$104.8	$123.4	$140.4	$158.1	$176.3	$193.6	$211.4	2.91%
FY 2026	$14.9	$29.0	$42.7	$62.2	$81.3	$101.8	$122.8	$142.3	$162.6	$183.7	$205.3	$223.8	3.25%

Monthly Book Rate of Return



	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun
Book Rate of Rtn	2.45%	2.45%	2.50%	3.37%	3.47%	3.41%	3.42%	3.67%	3.48%	3.55%	3.52%	3.66%

Summary of Portfolio

	June 2026	March 2026	December 2025	September 2025	June 2025
Market Value	$7,293,458,617	$6,973,535,536	$7,397,256,000	$6,809,819,541	$7,313,000,287
Amortize Cost Value	$7,328,575,696	$6,980,221,167	$7,368,786,510	$6,798,514,608	$7,343,768,785
Unrealized Gain/Loss % on cost	-0.48%	-0.10%	0.39%	17.00%	-0.42%
Yield (weighted on cost value)	3.62%	3.46%	3.41%	3.37%	3.03%
Years to Maturity (weighted on cost value)	2.08	2.19	2.16	2.26	1.93
Avg Dollar-Weighted Quality Rating	Aa1	Aa1	Aa1	Aa1	Aa1

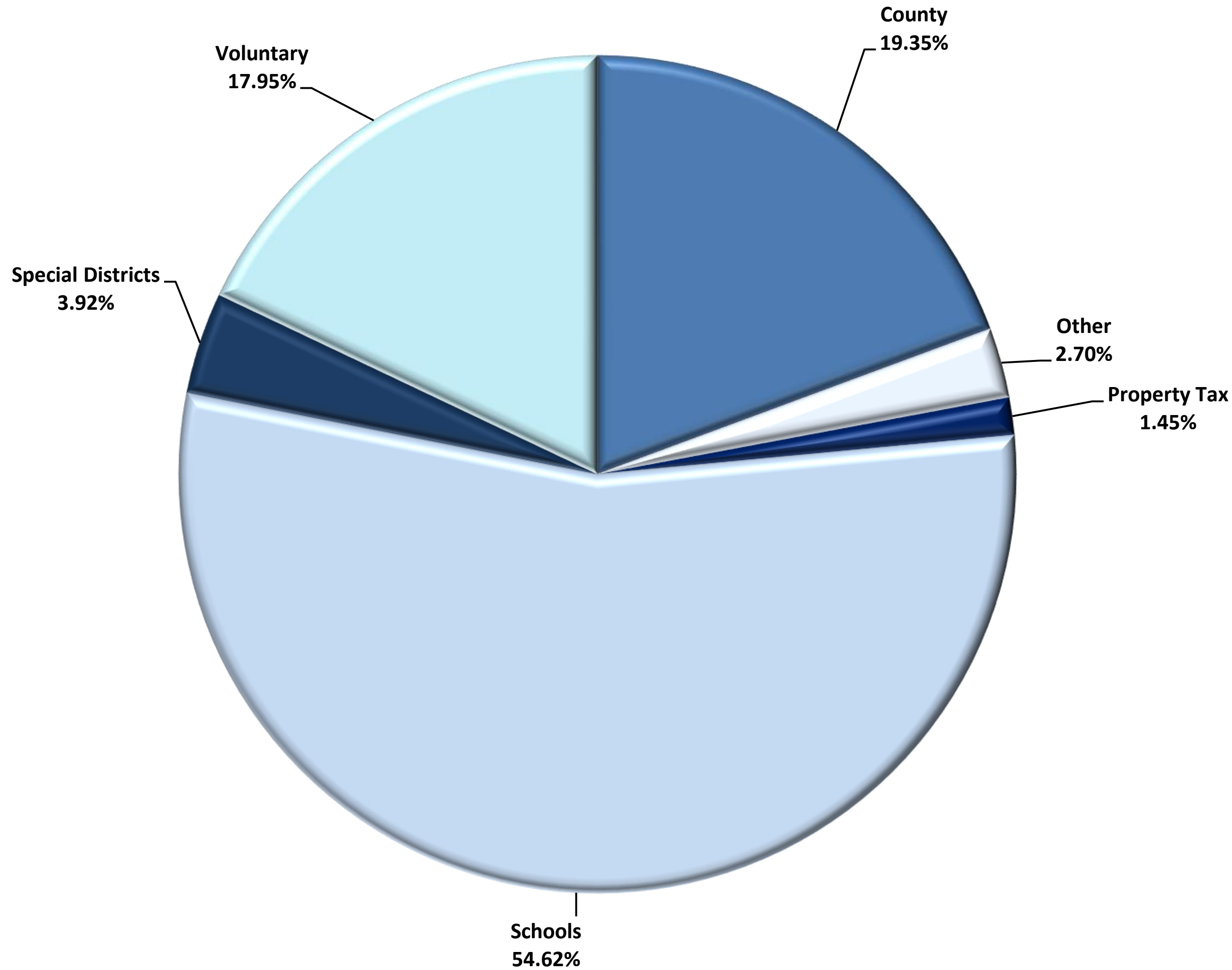
Projection of Future Cash Flows (in millions)

Month	Monthly Receipts (a)	Monthly Disburs. (a)	Difference	Actual Inv. Maturities	Balance
Beginning Balance (b)					658.4
7/26	256.6	914.0	-657.4	300.0	301.0
8/26	508.2	669.0	-160.8	160.0	300.2
9/26	743.8	691.0	52.8	100.0	453.0
10/26	659.0	748.0	-89.0	64.0	428.0
11/26	707.8	618.0	89.8	150.0	667.8
12/26	1,107.9	810.0	297.9	49.0	1,014.7
Totals	**3,983.3**	**4,450.0**	**-466.7**	**823.0**	

(a) Monthly Receipt and Monthly Disbursement amounts are estimates based upon historical cash flows and may change as actual cash flow information becomes available.

(b) Beg. Balance is taken from Bank Accounts, Mutual Funds, and LAIF.

Pool Participant Breakdown



County of Fresno
Portfolio Management
Portfolio Summary
June 30, 2026

Fresno County
P.O. Box 1247
Fresno, CA 93715
(559)600-3496

Investments	Par Value	Market Value	Book Value	% of Portfolio	Term	Days to Maturity	YTM 360 Equiv.
Bank Accounts	48,441,435.96	48,441,435.96	48,441,435.96	0.66	1	1	2.811
Federal Agency Coupons	1,321,016,000.00	1,313,767,656.96	1,319,156,403.69	18.00	1,788	505	3.296
Medium Term Notes	2,190,322,000.00	2,146,361,631.77	2,158,498,057.90	29.45	1,779	1,047	4.164
Treasury Notes	2,835,000,000.00	2,770,774,928.40	2,787,481,527.40	38.04	1,738	826	3.333
Mutual Funds	535,000,000.00	535,000,000.00	535,000,000.00	7.30	1	1	3.531
Local Agency Investment Funds	75,000,000.00	75,000,000.00	75,000,000.00	1.02	1	1	3.764
Municipal Bonds	402,980,000.00	404,112,963.68	404,998,270.80	5.53	1,761	827	3.997
Investments	**7,407,759,435.96**	**7,293,458,616.77**	**7,328,575,695.75**	**100.00%**	**1,604**	**759**	**3.623**

Total Earnings	June 30 Month Ending	Fiscal Year To Date	Fiscal Year Ending
Current Year	21,484,013.08	226,772,309.29	226,772,309.29
Average Daily Balance	**7,133,351,904.46**	**6,983,292,671.20**	
Effective Rate of Return	**3.66%**	**3.25%**	

Oscar J. Garcia, CPA, Treasurer/ Tax Collector

County of Fresno
Portfolio Management
Portfolio Details - Investments
June 30, 2026

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	YTM 365	S&P	Moody's	Maturity Date
Bank Accounts												
SYS03400A	03400A	BMO BANK			48,441,435.96	48,441,435.96	48,441,435.96	2.850	2.850			
		Subtotal and Average	**22,001,583.35**		**48,441,435.96**	**48,441,435.96**	**48,441,435.96**		**2.850**			
Federal Agency Coupons												
3133EMP48	17825	FEDERAL FARM CREDIT BANK		07/01/2021	30,000,000.00	30,000,000.00	30,000,000.00	0.900	0.920	AA+	Aa1	07/01/2026
3133EMP48	17826	FEDERAL FARM CREDIT BANK		07/01/2021	20,000,000.00	20,000,000.00	20,000,000.00	0.900	0.922	AA+	Aa1	07/01/2026
3133EM4A7	17837	FEDERAL FARM CREDIT BANK		08/27/2021	50,000,000.00	49,760,298.00	49,999,618.89	0.800	0.805	AA+	Aa1	08/27/2026
3133ENKV1	17879	FEDERAL FARM CREDIT BANK		01/27/2022	50,000,000.00	49,326,481.50	49,958,073.91	1.500	1.664	AA+	Aa1	01/13/2027
3133ENKV1	17880	FEDERAL FARM CREDIT BANK		01/27/2022	50,000,000.00	49,326,481.50	49,960,460.47	1.500	1.655	AA+	Aa1	01/13/2027
3133ENNS5	17882	FEDERAL FARM CREDIT BANK		02/28/2022	50,000,000.00	49,283,530.50	49,959,945.47	1.800	1.935	AA+	Aa1	02/16/2027
3133ENRD4	17893	FEDERAL FARM CREDIT BANK		03/15/2022	10,000,000.00	9,842,705.00	9,967,179.16	1.680	2.183	AA+	Aa1	03/10/2027
3133ENJ50	17906	FEDERAL FARM CREDIT BANK		08/26/2022	13,000,000.00	12,859,444.78	12,986,122.86	3.125	3.226	AA+	Aa1	08/26/2027
3133EHYG2	17917	FEDERAL FARM CREDIT BANK		09/13/2022	19,500,000.00	19,115,200.45	19,296,607.20	2.430	3.382	AA+	Aa1	09/13/2027
3133ENP53	17932	FEDERAL FARM CREDIT BANK		09/27/2022	25,000,000.00	24,915,668.25	24,992,440.83	3.750	3.782	AA+	Aa1	07/27/2027
3133ENP53	17938	FEDERAL FARM CREDIT BANK		09/28/2022	50,000,000.00	49,831,336.50	49,832,737.03	3.750	4.098	AA+	Aa1	07/27/2027
3133ENR36	17943	FEDERAL FARM CREDIT BANK		10/06/2022	25,000,000.00	24,993,592.25	24,993,009.19	4.050	4.080	AA+	Aa1	07/27/2027
3133ENW22	17947	FEDERAL FARM CREDIT BANK		10/28/2022	25,000,000.00	25,089,109.50	24,999,617.50	4.430	4.433	AA+	Aa1	06/28/2027
3133EN5N6	17977	FEDERAL FARM CREDIT BANK		02/07/2023	30,000,000.00	29,946,004.50	30,047,284.68	4.000	3.884	AA+	Aa1	01/06/2028
3133EPAU9	17978	FEDERAL FARM CREDIT BANK		02/14/2023	20,000,000.00	19,961,267.20	19,982,603.33	3.875	3.968	AA+	Aa1	07/14/2027
3133EPAV7	17984	FEDERAL FARM CREDIT BANK		02/15/2023	20,000,000.00	19,880,522.20	19,961,306.17	3.875	4.008	AA+	Aa1	02/14/2028
3133EPAV7	17985	FEDERAL FARM CREDIT BANK		02/15/2023	47,000,000.00	46,719,227.17	46,909,739.67	3.875	4.007	AA+	Aa1	02/14/2028
3133EPAV7	17989	FEDERAL FARM CREDIT BANK		02/16/2023	5,000,000.00	4,970,130.55	4,982,662.40	3.875	4.114	AA+	Aa1	02/14/2028
3133EPME2	18033	FEDERAL FARM CREDIT BANK		06/08/2023	20,850,000.00	20,752,333.60	20,818,787.53	3.875	3.961	AA+	Aa1	06/08/2028
3133EKQG4	18037	FEDERAL FARM CREDIT BANK		06/13/2023	8,916,000.00	8,612,856.18	8,664,640.42	2.400	4.012	AA+	Aa1	06/12/2028
3133EPNH4	18044	FEDERAL FARM CREDIT BANK		06/30/2023	10,000,000.00	9,946,615.80	9,945,848.13	3.875	4.182	AA+	Aa1	06/21/2028
3133EPQD0	18047	FEDERAL FARM CREDIT BANK		07/26/2023	9,800,000.00	9,819,632.83	9,792,670.41	4.250	4.291	AA+	Aa1	07/17/2028
3133EPQD0	18048	FEDERAL FARM CREDIT BANK		07/26/2023	55,000,000.00	55,110,184.25	54,969,645.65	4.250	4.280	AA+	Aa1	07/17/2028
3133EPQD0	18049	FEDERAL FARM CREDIT BANK		07/28/2023	15,790,000.00	15,821,632.90	15,776,553.17	4.250	4.296	AA+	Aa1	07/17/2028
3133EPQD0	18050	FEDERAL FARM CREDIT BANK		07/28/2023	28,300,000.00	28,356,694.81	28,273,012.21	4.250	4.302	AA+	Aa1	07/17/2028
3133EPSK2	18051	FEDERAL FARM CREDIT BANK		08/07/2023	20,000,000.00	20,030,958.00	19,962,989.10	4.250	4.349	AA+	Aa1	08/07/2028
3133EPSK2	18052	FEDERAL FARM CREDIT BANK		08/07/2023	10,000,000.00	10,015,479.00	9,981,562.00	4.250	4.349	AA+	Aa1	08/07/2028
3133EPSK2	18053	FEDERAL FARM CREDIT BANK		08/07/2023	10,000,000.00	10,015,479.00	9,981,562.00	4.250	4.349	AA+	Aa1	08/07/2028
3133EP3B9	18072	FEDERAL FARM CREDIT BANK		02/20/2024	20,000,000.00	19,985,930.40	19,897,845.80	4.125	4.344	AA+	Aa1	02/13/2029
3133EP4A0	18075	FEDERAL FARM CREDIT BANK		03/04/2024	20,000,000.00	20,032,444.80	19,984,103.34	4.250	4.283	AA+	Aa1	02/28/2029
3133ERVK4	18117	FEDERAL FARM CREDIT BANK		09/27/2024	20,000,000.00	19,536,559.40	19,980,877.60	3.500	3.532	AA+	Aa1	09/27/2029
3133ETBF3	18149	FEDERAL FARM CREDIT BANK		04/10/2025	12,515,000.00	12,423,315.11	12,479,341.68	4.000	4.085	AA+	Aa1	04/01/2030
3133ETFA0	18152	FEDERAL FARM CREDIT BANK		05/01/2025	35,000,000.00	34,635,254.50	34,975,850.00	4.000	4.020	AA+	Aa1	05/01/2030
3130AN6L9	17828	FEDERAL HOME LOAN BANK		07/14/2021	10,750,000.00	10,743,699.10	10,749,946.90	0.820	0.846	AA+	Aa1	07/08/2026

County of Fresno
Portfolio Management
Portfolio Details - Investments
June 30, 2026

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	YTM 365	S&P	Moody's	Maturity Date
Federal Agency Coupons												
3130A8XY4	17845	FEDERAL HOME LOAN BANK		09/20/2021	6,515,000.00	6,488,871.92	6,527,166.43	1.875	0.891	AA+	Aa1	09/11/2026
3130A8XY4	17848	FEDERAL HOME LOAN BANK		09/23/2021	13,980,000.00	13,923,933.91	14,006,451.76	1.875	0.878	AA+	Aa1	09/11/2026
3130AQF65	17869	FEDERAL HOME LOAN BANK		12/22/2021	24,860,000.00	24,540,280.26	24,853,767.59	1.250	1.304	AA+	Aa1	12/21/2026
3130AQF65	17872	FEDERAL HOME LOAN BANK		01/06/2022	24,300,000.00	23,987,482.32	24,280,344.77	1.250	1.428	AA+	Aa1	12/21/2026
3130ASVS5	17918	FEDERAL HOME LOAN BANK		09/12/2022	15,650,000.00	15,446,753.92	15,584,467.15	3.000	3.384	AA+	Aa1	09/10/2027
3130AU2B9	17955	FEDERAL HOME LOAN BANK		12/05/2022	50,000,000.00	49,968,309.00	49,987,854.45	4.000	4.029	AA+	Aa1	06/04/2027
3130AU2J2	17956	FEDERAL HOME LOAN BANK		12/06/2022	15,000,000.00	14,989,746.45	14,988,412.91	4.000	4.085	AA+	Aa1	07/06/2027
3130AUTA2	17971	FEDERAL HOME LOAN BANK		02/07/2023	50,000,000.00	49,556,655.00	49,812,262.37	3.625	3.900	AA+	Aa1	01/07/2028
3130AUSN5	17982	FEDERAL HOME LOAN BANK		02/14/2023	12,940,000.00	12,844,781.40	12,863,616.35	3.500	4.023	AA+	Aa1	10/01/2027
3130AUZK3	17990	FEDERAL HOME LOAN BANK		02/17/2023	60,000,000.00	59,839,825.80	59,946,367.93	4.050	4.117	AA+	Aa1	01/03/2028
3130AUZK3	17993	FEDERAL HOME LOAN BANK		02/22/2023	26,875,000.00	26,803,255.31	26,823,057.30	4.050	4.194	AA+	Aa1	01/03/2028
3130AVPH9	18006	FEDERAL HOME LOAN BANK		04/13/2023	20,000,000.00	19,816,143.40	19,993,097.39	3.625	3.650	AA+	Aa1	01/28/2028
3130AVPZ9	18010	FEDERAL HOME LOAN BANK		04/18/2023	10,000,000.00	9,905,914.00	9,979,413.80	3.600	3.747	AA+	Aa1	01/18/2028
3130AWC24	18034	FEDERAL HOME LOAN BANK		06/09/2023	8,800,000.00	8,775,131.46	8,801,781.30	4.000	3.988	AA+	Aa1	06/09/2028
3130AWC24	18039	FEDERAL HOME LOAN BANK		06/14/2023	18,025,000.00	17,974,061.89	18,004,778.56	4.000	4.064	AA+	Aa1	06/09/2028
3130AWC24	18040	FEDERAL HOME LOAN BANK		06/22/2023	30,000,000.00	29,915,220.90	29,998,359.49	4.000	4.002	AA+	Aa1	06/09/2028
3130AWC24	18042	FEDERAL HOME LOAN BANK		06/22/2023	15,000,000.00	14,957,610.45	15,000,117.18	4.000	3.999	AA+	Aa1	06/09/2028
3130AWC24	18045	FEDERAL HOME LOAN BANK		06/30/2023	14,650,000.00	14,608,599.54	14,601,825.97	4.000	4.189	AA+	Aa1	06/09/2028
3130AYWP7	18069	FEDERAL HOME LOAN BANK		02/15/2024	14,000,000.00	13,949,713.26	14,004,926.63	4.168	4.153	AA+	Aa1	02/15/2029
742651DZ2	18025	PRIVATE EXPORT FUNDING CO		05/18/2023	35,000,000.00	34,853,077.35	35,047,389.69	3.900	3.785		Aa1	10/15/2027
742651DZ2	18030	PRIVATE EXPORT FUNDING CO		05/23/2023	9,000,000.00	8,962,219.89	8,986,299.97	3.900	4.030		Aa1	10/15/2027
		Subtotal and Average	**1,340,468,760.69**		**1,321,016,000.00**	**1,313,767,656.96**	**1,319,156,403.69**		**3.342**			
Medium Term Notes												
02079KAJ6	17927	ALPHABET INC		09/12/2022	5,000,000.00	4,823,973.35	4,855,728.93	0.800	3.631	AA+	Aa2	08/15/2027
02079KAJ6	17929	ALPHABET INC		09/15/2022	5,000,000.00	4,823,973.35	4,846,451.47	0.800	3.828	AA+	Aa2	08/15/2027
02079KAJ6	17945	ALPHABET INC		10/14/2022	7,500,000.00	7,235,960.03	7,227,253.01	0.800	4.436	AA+	Aa2	08/15/2027
02079KAK3	18162	ALPHABET INC		07/25/2025	10,000,000.00	9,858,410.40	9,971,555.95	4.000	4.080	AA+	Aa2	05/15/2030
02079KAD9	18181	ALPHABET INC		09/25/2025	18,000,000.00	15,802,523.64	16,134,864.95	1.100	3.884	AA+	Aa2	08/15/2030
02079KBK2	18216	ALPHABET INC		03/30/2026	10,000,000.00	9,835,704.00	9,924,579.63	4.100	4.412	AA+	Aa2	02/15/2031
02079KBK2	18220	ALPHABET INC		04/10/2026	20,000,000.00	19,671,408.00	20,066,706.22	4.100	4.175	AA+	Aa2	02/15/2031
02079KBK2	18221	ALPHABET INC		04/10/2026	10,000,000.00	9,835,704.00	10,038,407.10	4.100	4.163	AA+	Aa2	02/15/2031
02079KBK2	18226	ALPHABET INC		04/22/2026	10,000,000.00	9,835,704.00	10,027,981.60	4.100	4.221	AA+	Aa2	02/15/2031
023135BS4	18185	AMAZON.COM INC		10/24/2025	20,000,000.00	17,867,045.80	18,345,432.19	1.500	3.820	AA	A1	06/03/2030
023135BS4	18190	AMAZON.COM INC		10/31/2025	10,000,000.00	8,933,522.90	9,132,201.21	1.500	3.940	AA	A1	06/03/2030
023135BS4	18191	AMAZON.COM INC		10/31/2025	10,000,000.00	8,933,522.90	9,135,192.74	1.500	3.931	AA	A1	06/03/2030
023135BS4	18200	AMAZON.COM INC		12/16/2025	10,000,000.00	8,933,522.90	9,118,444.56	1.500	3.975	AA	A1	06/03/2030
023135BS4	18201	AMAZON.COM INC		12/16/2025	5,000,000.00	4,466,761.45	4,559,222.28	1.500	3.975	AA	A1	06/03/2030

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	YTM 365	S&P	Moody's	Maturity Date
Medium Term Notes												
023135DD5	18217	AMAZON.COM INC		03/30/2026	10,000,000.00	9,850,595.50	9,889,966.69	4.250	4.562	AA	A1	03/13/2031
023135DD5	18218	AMAZON.COM INC		03/30/2026	10,000,000.00	9,850,595.50	9,893,667.65	4.250	4.553	AA	A1	03/13/2031
023135DD5	18222	AMAZON.COM INC		04/13/2026	15,000,000.00	14,775,893.25	14,994,908.73	4.250	4.342	AA	A1	03/13/2031
023135DD5	18223	AMAZON.COM INC		04/13/2026	10,000,000.00	9,850,595.50	9,994,502.77	4.250	4.347	AA	A1	03/13/2031
023135DD5	18224	AMAZON.COM INC		04/14/2026	10,000,000.00	9,850,595.50	10,006,850.92	4.250	4.320	AA	A1	03/13/2031
023135DD5	18225	AMAZON.COM INC		04/22/2026	10,000,000.00	9,850,595.50	10,012,893.46	4.250	4.328	AA	A1	03/13/2031
037833CR9	17895	APPLE INC		06/13/2022	10,000,000.00	9,919,341.00	9,982,886.88	3.200	3.417	AA+	Aaa	05/11/2027
037833CR9	17899	APPLE INC		07/01/2022	5,000,000.00	4,959,670.50	4,981,904.86	3.200	3.662	AA+	Aaa	05/11/2027
037833CR9	17902	APPLE INC		07/27/2022	10,000,000.00	9,919,341.00	9,995,666.47	3.200	3.254	AA+	Aaa	05/11/2027
037833CR9	17903	APPLE INC		07/27/2022	5,000,000.00	4,959,670.50	4,998,570.48	3.200	3.235	AA+	Aaa	05/11/2027
037833CR9	17905	APPLE INC		08/23/2022	10,000,000.00	9,919,341.00	9,980,306.42	3.200	3.449	AA+	Aaa	05/11/2027
037833CX6	17921	APPLE INC		09/02/2022	10,000,000.00	9,890,622.90	9,947,821.67	3.000	3.590	AA+	Aaa	06/20/2027
037833DB3	17925	APPLE INC		09/12/2022	25,000,000.00	24,648,586.00	24,739,125.28	2.900	3.867	AA+	Aaa	09/12/2027
037833DB3	17962	APPLE INC		12/20/2022	10,000,000.00	9,859,434.40	9,866,638.17	2.900	4.137	AA+	Aaa	09/12/2027
037833EC0	17979	APPLE INC		02/10/2023	10,000,000.00	9,535,414.30	9,561,983.83	1.200	4.263	AA+	Aaa	02/08/2028
037833EC0	17983	APPLE INC		02/15/2023	5,000,000.00	4,767,707.15	4,771,549.19	1.200	4.406	AA+	Aaa	02/08/2028
037833EC0	17986	APPLE INC		02/16/2023	10,000,000.00	9,535,414.30	9,537,459.80	1.200	4.449	AA+	Aaa	02/08/2028
037833EC0	17996	APPLE INC		03/02/2023	15,000,000.00	14,303,121.45	14,258,964.36	1.200	4.688	AA+	Aaa	02/08/2028
037833EC0	18003	APPLE INC		04/12/2023	10,000,000.00	9,535,414.30	9,607,699.83	1.200	3.909	AA+	Aaa	02/08/2028
037833ET3	18035	APPLE INC		06/09/2023	10,000,000.00	9,962,277.80	9,963,471.32	4.000	4.219	AA+	Aaa	05/10/2028
037833ET3	18036	APPLE INC		06/14/2023	10,000,000.00	9,962,277.80	9,957,183.05	4.000	4.257	AA+	Aaa	05/10/2028
037833ET3	18038	APPLE INC		06/14/2023	10,000,000.00	9,962,277.80	9,955,867.21	4.000	4.265	AA+	Aaa	05/10/2028
037833EH9	18095	APPLE INC		05/24/2024	10,000,000.00	9,440,750.20	9,382,179.09	1.400	4.683	AA+	Aaa	08/05/2028
037833DY3	18169	APPLE INC		08/26/2025	20,000,000.00	17,663,737.00	17,955,737.46	1.250	4.000	AA+	Aaa	08/20/2030
084664CZ2	17890	BERKSHIRE HATHAWAY		03/15/2022	60,000,000.00	59,210,886.60	59,998,391.33	2.300	2.304	AA	Aa2	03/15/2027
084664CZ2	17891	BERKSHIRE HATHAWAY		03/15/2022	10,000,000.00	9,868,481.10	9,989,430.78	2.300	2.460	AA	Aa2	03/15/2027
084664CU3	18182	BERKSHIRE HATHAWAY		10/03/2025	5,000,000.00	4,582,125.25	4,657,927.17	1.850	3.882	AA	Aa2	03/12/2030
166756AL0	17904	CHEVRON CORP		08/23/2022	5,000,000.00	4,832,632.80	4,872,133.90	1.018	3.542	AA-	Aa2	08/12/2027
166756AL0	17915	CHEVRON CORP		08/31/2022	10,000,000.00	9,665,265.60	9,732,066.25	1.018	3.670	AA-	Aa2	08/12/2027
166764BX7	17919	CHEVRON CORP		09/02/2022	10,000,000.00	9,817,226.40	9,865,255.54	1.995	3.714	AA-	Aa2	05/11/2027
166756AL0	17920	CHEVRON CORP		09/02/2022	15,000,000.00	14,497,898.40	14,584,035.72	1.018	3.770	AA-	Aa2	08/12/2027
166756AL0	17930	CHEVRON CORP		09/16/2022	8,823,000.00	8,527,663.84	8,552,419.37	1.018	4.084	AA-	Aa2	08/12/2027
166756AL0	17933	CHEVRON CORP		09/23/2022	5,000,000.00	4,832,632.80	4,836,693.38	1.018	4.300	AA-	Aa2	08/12/2027
166756AL0	17946	CHEVRON CORP		10/14/2022	5,000,000.00	4,832,632.80	4,814,838.60	1.018	4.780	AA-	Aa2	08/12/2027
166764BX7	17957	CHEVRON CORP		12/02/2022	5,000,000.00	4,908,613.20	4,904,155.91	1.995	4.474	AA-	Aa2	05/11/2027
166756AL0	17958	CHEVRON CORP		12/08/2022	5,000,000.00	4,832,632.80	4,840,597.74	1.018	4.200	AA-	Aa2	08/12/2027
166764BX7	17959	CHEVRON CORP		12/08/2022	5,000,000.00	4,908,613.20	4,911,476.80	1.995	4.273	AA-	Aa2	05/11/2027
166756AR7	17987	CHEVRON CORP		02/16/2023	17,000,000.00	16,892,352.26	16,842,625.17	3.850	4.527	AA-	Aa2	01/15/2028

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	YTM 365	S&P	Moody's	Maturity Date
Medium Term Notes												
166764BX7	17995	CHEVRON CORP		03/02/2023	20,000,000.00	19,634,452.80	19,576,066.27	1.995	4.737	AA-	Aa2	05/11/2027
166756AR7	18001	CHEVRON CORP		04/12/2023	5,000,000.00	4,968,338.90	4,991,515.36	3.850	3.971	AA-	Aa2	01/15/2028
166756AR7	18026	CHEVRON CORP		05/19/2023	10,000,000.00	9,936,677.80	9,974,812.17	3.850	4.030	AA-	Aa2	01/15/2028
166756AR7	18032	CHEVRON CORP		06/05/2023	10,000,000.00	9,936,677.80	9,958,516.75	3.850	4.148	AA-	Aa2	01/15/2028
166756AS5	18120	CHEVRON CORP		10/15/2024	26,331,000.00	25,418,441.27	25,564,245.96	3.250	4.242	AA-	Aa2	10/15/2029
166756AS5	18125	CHEVRON CORP		11/20/2024	10,000,000.00	9,653,428.00	9,623,528.25	3.250	4.539	AA-	Aa2	10/15/2029
166756AS5	18140	CHEVRON CORP		01/09/2025	5,000,000.00	4,826,714.00	4,796,318.88	3.250	4.644	AA-	Aa2	10/15/2029
166764BY5	18158	CHEVRON CORP		05/12/2025	14,545,000.00	13,381,401.31	13,442,980.57	2.236	4.446	AA-	Aa2	05/11/2030
166764BY5	18172	CHEVRON CORP		09/03/2025	10,000,000.00	9,200,000.90	9,356,713.27	2.236	4.083	AA-	Aa2	05/11/2030
166764BY5	18199	CHEVRON CORP		12/16/2025	10,000,000.00	9,200,000.90	9,368,580.44	2.236	4.037	AA-	Aa2	05/11/2030
166764BY5	18203	CHEVRON CORP		12/17/2025	13,000,000.00	11,960,001.17	12,183,769.89	2.236	4.026	AA-	Aa2	05/11/2030
166764BY5	18208	CHEVRON CORP		01/12/2026	20,000,000.00	18,400,001.80	18,702,191.15	2.236	4.086	AA-	Aa2	05/11/2030
17325FBB3	18055	CITIBANK		09/29/2023	10,000,000.00	10,291,392.00	9,989,047.11	5.803	5.860	A+	Aa3	09/29/2028
17325FBB3	18056	CITIBANK		09/29/2023	10,000,000.00	10,291,392.00	9,999,820.44	5.803	5.804	A+	Aa3	09/29/2028
17325FBB3	18057	CITIBANK		09/29/2023	10,000,000.00	10,291,392.00	10,002,289.33	5.803	5.791	A+	Aa3	09/29/2028
17325FBB3	18058	CITIBANK		09/29/2023	10,000,000.00	10,291,392.00	9,996,723.11	5.803	5.820	A+	Aa3	09/29/2028
17325FBB3	18059	CITIBANK		10/04/2023	20,000,000.00	20,582,784.00	19,963,448.69	5.803	5.898	A+	Aa3	09/29/2028
17325FBB3	18062	CITIBANK		10/20/2023	10,000,000.00	10,291,392.00	9,942,999.44	5.803	6.100	A+	Aa3	09/29/2028
17325FBK3	18132	CITIBANK		12/20/2024	5,000,000.00	5,041,567.30	4,988,990.55	4.838	4.917	A+	Aa3	08/06/2029
17325FBK3	18133	CITIBANK		12/20/2024	35,000,000.00	35,290,971.10	34,947,997.90	4.838	4.891	A+	Aa3	08/06/2029
30231GBE1	18126	EXXON MOBIL		11/20/2024	5,000,000.00	4,722,625.25	4,716,725.53	2.440	4.471	AA-	Aa2	08/16/2029
30231GBE1	18127	EXXON MOBIL		12/11/2024	10,000,000.00	9,445,250.50	9,475,956.97	2.440	4.309	AA-	Aa2	08/16/2029
30231GBE1	18141	EXXON MOBIL		01/09/2025	5,000,000.00	4,722,625.25	4,697,668.98	2.440	4.609	AA-	Aa2	08/16/2029
30231GBE1	18142	EXXON MOBIL		01/09/2025	5,000,000.00	4,722,625.25	4,697,261.62	2.440	4.612	AA-	Aa2	08/16/2029
30231GBK7	18177	EXXON MOBIL		09/18/2025	10,000,000.00	9,686,194.40	9,865,787.29	3.482	3.879	AA-	Aa2	03/19/2030
30231GBK7	18180	EXXON MOBIL		09/23/2025	10,000,000.00	9,686,194.40	9,842,685.64	3.482	3.948	AA-	Aa2	03/19/2030
30231GBN1	18184	EXXON MOBIL		10/17/2025	20,000,000.00	18,559,297.80	18,966,086.76	2.610	3.950	AA-	Aa2	10/15/2030
24422EXT1	18104	JOHN DEERE		06/12/2024	10,000,000.00	10,129,223.60	9,960,817.12	4.850	5.002	A	A1	06/11/2029
24422EXT1	18108	JOHN DEERE		07/02/2024	10,000,000.00	10,129,223.60	9,961,091.62	4.850	5.000	A	A1	06/11/2029
478160CP7	17926	JOHNSON & JOHNSON		09/12/2022	5,000,000.00	4,826,481.00	4,857,878.48	0.950	3.635	AAA	Aaa	09/01/2027
478160CP7	17941	JOHNSON & JOHNSON		09/28/2022	5,000,000.00	4,826,481.00	4,818,118.44	0.950	4.457	AAA	Aaa	09/01/2027
478160CK8	17988	JOHNSON & JOHNSON		02/16/2023	5,000,000.00	4,913,915.10	4,902,926.30	2.900	4.313	AAA	Aaa	01/15/2028
478160CK8	17994	JOHNSON & JOHNSON		03/02/2023	5,000,000.00	4,913,915.10	4,888,196.61	2.900	4.535	AAA	Aaa	01/15/2028
478160CK8	18002	JOHNSON & JOHNSON		04/12/2023	5,000,000.00	4,913,915.10	4,937,549.68	2.900	3.794	AAA	Aaa	01/15/2028
478160CK8	18004	JOHNSON & JOHNSON		04/12/2023	5,000,000.00	4,913,915.10	4,938,390.54	2.900	3.782	AAA	Aaa	01/15/2028
478160CK8	18028	JOHNSON & JOHNSON		05/22/2023	10,000,000.00	9,827,830.20	9,855,903.71	2.900	3.933	AAA	Aaa	01/15/2028
478160CK8	18029	JOHNSON & JOHNSON		05/22/2023	10,000,000.00	9,827,830.20	9,854,681.79	2.900	3.942	AAA	Aaa	01/15/2028
478160CU6	18102	JOHNSON & JOHNSON		06/03/2024	10,000,000.00	10,179,064.70	9,999,007.23	4.800	4.803	AAA	Aaa	06/01/2029

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	YTM 365	S&P	Moody's	Maturity Date
Medium Term Notes												
478160CQ5	18171	JOHNSON & JOHNSON		09/03/2025	10,000,000.00	8,868,095.00	8,996,651.84	1.300	3.979	AAA	Aaa	09/01/2030
478160CQ5	18179	JOHNSON & JOHNSON		09/22/2025	20,000,000.00	17,736,190.00	18,090,219.22	1.300	3.838	AAA	Aaa	09/01/2030
46632FSV8	18027	JP MORGAN		05/25/2023	30,000,000.00	29,388,664.20	30,000,000.00	4.000	4.000	AA-	Aa2	05/25/2028
46632FTC9	18046	JP MORGAN		07/28/2023	50,000,000.00	49,005,000.00	50,000,000.00	4.650	4.650	AA-	Aa2	07/28/2028
46632FUC7	18091	JP MORGAN		04/29/2024	25,000,000.00	24,991,023.50	25,000,000.00	5.025	5.027	AA-	Aa2	02/16/2029
46632FUE3	18097	JP MORGAN		05/29/2024	20,000,000.00	20,380,400.00	20,000,000.00	4.925	4.925	AA-	Aa2	05/29/2029
46632FUP8	18123	JP MORGAN		11/08/2024	25,000,000.00	25,063,406.00	25,000,000.00	4.510	4.510	AA-	Aa2	05/08/2029
46632FVD4	18151	JP MORGAN		04/17/2025	20,000,000.00	19,947,027.60	20,000,000.00	4.350	4.351	AA-	Aa2	01/28/2030
46632FVJ1	18159	JP MORGAN		05/23/2025	20,000,000.00	19,925,119.00	20,000,000.00	4.410	4.410	AA-	Aa2	05/23/2030
46632FVS1	18164	JP MORGAN		07/31/2025	100,000,000.00	98,824,958.00	100,000,000.00	4.370	4.370	AA-	Aa2	07/30/2030
46632F2C8	18213	JP MORGAN		03/24/2026	30,000,000.00	29,745,291.90	30,000,000.00	4.400	4.400	AA-	Aa2	03/24/2031
30303MAB8	18194	META PLATFORMS INC		11/19/2025	25,000,000.00	24,616,037.00	25,061,785.63	4.200	4.136	AA-	Aa3	11/15/2030
30303MAF9	18232	META PLATFORMS INC		05/20/2026	20,000,000.00	19,913,355.40	19,761,563.33	4.550	4.875	AA-	Aa3	05/15/2031
594918BY9	17961	MICROSOFT		12/19/2022	10,000,000.00	9,951,771.60	9,957,694.01	3.300	4.076	AAA	Aaa	02/06/2027
742718EV7	17942	PROCTER & GAMBLE		10/05/2022	10,000,000.00	9,853,635.70	9,847,193.59	2.850	4.391	AA-	Aa3	08/11/2027
742718GK9	18129	PROCTER & GAMBLE		12/16/2024	5,530,000.00	5,528,057.31	5,508,713.55	4.150	4.279	AA-	Aa3	10/24/2029
742718GK9	18145	PROCTER & GAMBLE		03/27/2025	30,000,000.00	29,989,461.00	29,988,222.11	4.150	4.162	AA-	Aa3	10/24/2029
742718GK9	18147	PROCTER & GAMBLE		04/09/2025	16,476,000.00	16,470,211.98	16,476,000.00	4.150	4.150	AA-	Aa3	10/24/2029
742718GK9	18148	PROCTER & GAMBLE		04/09/2025	5,000,000.00	4,998,243.50	5,000,000.00	4.150	4.150	AA-	Aa3	10/24/2029
742718GM5	18157	PROCTER & GAMBLE		05/08/2025	6,000,000.00	5,957,573.40	5,983,375.35	4.050	4.131	AA-	Aa3	05/01/2030
742718GM5	18160	PROCTER & GAMBLE		06/25/2025	10,000,000.00	9,929,289.00	9,985,852.23	4.050	4.090	AA-	Aa3	05/01/2030
742718FH7	18161	PROCTER & GAMBLE		07/25/2025	10,000,000.00	9,531,542.50	9,588,240.00	3.000	4.226	AA-	Aa3	03/25/2030
89236TJV8	17884	TOYOTA MOTOR CREDIT		03/07/2022	11,581,000.00	11,442,713.02	11,560,037.99	1.900	2.260	A+	A1	01/13/2027
89236THG3	17940	TOYOTA MOTOR CREDIT		09/28/2022	5,000,000.00	4,833,513.90	4,812,755.04	1.150	4.967	A+	A1	08/13/2027
89236TKL8	17950	TOYOTA MOTOR CREDIT		11/10/2022	30,000,000.00	30,452,040.30	29,989,812.50	5.450	5.479	A+	A1	11/10/2027
89236TKQ7	17981	TOYOTA MOTOR CREDIT		02/14/2023	20,000,000.00	20,100,248.40	19,988,094.91	4.625	4.668	A+	A1	01/12/2028
89236TKQ7	17991	TOYOTA MOTOR CREDIT		02/17/2023	11,860,000.00	11,919,447.30	11,838,340.55	4.625	4.759	A+	A1	01/12/2028
89236TKQ7	17992	TOYOTA MOTOR CREDIT		02/17/2023	5,000,000.00	5,025,062.10	4,991,758.41	4.625	4.746	A+	A1	01/12/2028
89236TLL7	18067	TOYOTA MOTOR CREDIT		01/05/2024	20,000,000.00	20,100,265.20	20,020,390.22	4.650	4.604	A+	A1	01/05/2029
89236TLL7	18070	TOYOTA MOTOR CREDIT		02/15/2024	5,000,000.00	5,025,066.30	4,972,006.82	4.650	4.902	A+	A1	01/05/2029
89236TLL7	18071	TOYOTA MOTOR CREDIT		02/16/2024	5,000,000.00	5,025,066.30	4,978,964.65	4.650	4.839	A+	A1	01/05/2029
89236TLL7	18073	TOYOTA MOTOR CREDIT		02/23/2024	10,000,000.00	10,050,132.60	9,964,273.42	4.650	4.810	A+	A1	01/05/2029
89236TMF9	18094	TOYOTA MOTOR CREDIT		05/16/2024	15,000,000.00	15,223,246.35	14,994,566.25	5.050	5.064	A+	A1	05/16/2029
89236TMF9	18096	TOYOTA MOTOR CREDIT		05/28/2024	10,000,000.00	10,148,830.90	9,983,791.95	5.050	5.114	A+	A1	05/16/2029
89236TMK8	18124	TOYOTA MOTOR CREDIT		11/20/2024	10,000,000.00	10,001,010.20	9,955,122.07	4.550	4.711	A+	A1	08/09/2029
89236TMK8	18128	TOYOTA MOTOR CREDIT		12/11/2024	10,000,000.00	10,001,010.20	9,997,135.04	4.550	4.559	A+	A1	08/09/2029
89236TMK8	18130	TOYOTA MOTOR CREDIT		12/16/2024	5,000,000.00	5,000,505.10	4,984,630.01	4.550	4.660	A+	A1	08/09/2029
89236TMK8	18134	TOYOTA MOTOR CREDIT		12/20/2024	10,000,000.00	10,001,010.20	9,917,673.94	4.550	4.848	A+	A1	08/09/2029

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	YTM 365	S&P	Moody's	Maturity Date
Medium Term Notes												
89236TMK8	18135	TOYOTA MOTOR CREDIT		12/20/2024	10,000,000.00	10,001,010.20	9,925,042.42	4.550	4.821	A+	A1	08/09/2029
89236TMK8	18150	TOYOTA MOTOR CREDIT		04/10/2025	10,000,000.00	10,001,010.20	9,903,474.79	4.550	4.897	A+	A1	08/09/2029
89236TNU5	18174	TOYOTA MOTOR CREDIT		09/18/2025	30,000,000.00	29,326,870.80	30,000,000.00	4.000	4.000	A+	A1	09/18/2030
89236TNV3	18175	TOYOTA MOTOR CREDIT		09/19/2025	50,000,000.00	48,916,496.00	50,000,000.00	4.050	4.050	A+	A1	09/19/2030
89236THX6	18209	TOYOTA MOTOR CREDIT		01/15/2026	10,556,000.00	9,282,681.23	9,480,884.24	1.650	4.172	A+	A1	01/10/2031
89236TPH2	18210	TOYOTA MOTOR CREDIT		01/16/2026	10,000,000.00	9,827,703.50	9,992,953.12	4.200	4.229	A+	A1	01/10/2031
931142ER0	17842	WALMART		09/17/2021	20,000,000.00	19,878,926.40	19,998,404.00	1.050	1.089	AA	Aa2	09/17/2026
931142ER0	17846	WALMART		09/21/2021	10,000,000.00	9,939,463.20	10,000,000.00	1.050	1.050	AA	Aa2	09/17/2026
931142ER0	17847	WALMART		09/21/2021	10,000,000.00	9,939,463.20	10,000,000.00	1.050	1.050	AA	Aa2	09/17/2026
931142ER0	17849	WALMART		09/27/2021	10,000,000.00	9,939,463.20	10,000,000.00	1.050	1.050	AA	Aa2	09/17/2026
931142CH4	17901	WALMART		07/18/2022	5,125,000.00	5,189,669.86	5,211,867.39	5.875	3.442	AA	Aa2	04/05/2027
931142EX7	17923	WALMART		09/09/2022	7,000,000.00	6,982,921.61	6,996,404.80	3.950	3.998	AA	Aa2	09/09/2027
931142EX7	17924	WALMART		09/09/2022	10,000,000.00	9,975,602.30	9,999,239.11	3.950	3.957	AA	Aa2	09/09/2027
931142EX7	17931	WALMART		09/22/2022	10,000,000.00	9,975,602.30	9,969,062.81	3.950	4.241	AA	Aa2	09/09/2027
931142FB4	18008	WALMART		04/18/2023	10,000,000.00	9,953,974.50	9,979,142.57	3.900	4.030	AA	Aa2	04/15/2028
931142FB4	18011	WALMART		04/19/2023	10,000,000.00	9,953,974.50	9,970,023.16	3.900	4.087	AA	Aa2	04/15/2028
931142FB4	18012	WALMART		04/19/2023	5,000,000.00	4,976,987.25	4,985,009.79	3.900	4.087	AA	Aa2	04/15/2028
931142FB4	18013	WALMART		04/19/2023	5,000,000.00	4,976,987.25	4,984,133.07	3.900	4.098	AA	Aa2	04/15/2028
931142FB4	18014	WALMART		04/19/2023	10,000,000.00	9,953,974.50	9,968,266.15	3.900	4.098	AA	Aa2	04/15/2028
931142FB4	18015	WALMART		04/19/2023	5,000,000.00	4,976,987.25	4,983,971.71	3.900	4.100	AA	Aa2	04/15/2028
931142FB4	18023	WALMART		05/17/2023	4,660,000.00	4,638,552.12	4,657,182.28	3.900	3.937	AA	Aa2	04/15/2028
931142FB4	18024	WALMART		05/18/2023	5,000,000.00	4,976,987.25	4,993,585.51	3.900	3.979	AA	Aa2	04/15/2028
931142EE9	18043	WALMART		06/26/2023	17,200,000.00	17,044,335.01	17,003,252.50	3.700	4.347	AA	Aa2	06/26/2028
931142EN9	18110	WALMART		07/09/2024	14,135,000.00	13,774,728.11	13,670,128.92	3.250	4.478	AA	Aa2	07/08/2029
95004HAB4	18156	WELLS FARGO		05/08/2025	30,000,000.00	29,939,674.80	30,000,000.00	4.850	4.850	A+	Aa2	05/08/2030
95004HAD0	18163	WELLS FARGO		07/31/2025	50,000,000.00	49,553,094.00	50,000,000.00	4.450	4.450	A+	Aa2	07/31/2030
95004HAH1	18166	WELLS FARGO		08/14/2025	125,000,000.00	122,030,778.75	125,000,000.00	4.320	4.320	A+	Aa2	08/14/2030
95004HBG2	18214	WELLS FARGO		03/12/2026	30,000,000.00	29,794,500.00	30,000,000.00	4.220	4.220	A+	Aa2	03/12/2031
		Subtotal and Average	**2,157,988,715.11**		**2,190,322,000.00**	**2,146,361,631.77**	**2,158,498,057.90**		**4.222**			
Treasury Notes												
91282CCW9	17836	US TREASURY NOTE		08/31/2021	50,000,000.00	49,750,976.50	49,996,730.80	0.750	0.790	AA+	Aa1	08/31/2026
91282CCP4	17838	US TREASURY NOTE		08/26/2021	50,000,000.00	49,872,763.00	49,992,057.29	0.625	0.823	AA+	Aa1	07/31/2026
91282CCP4	17839	US TREASURY NOTE		09/07/2021	50,000,000.00	49,872,763.00	49,993,839.14	0.625	0.778	AA+	Aa1	07/31/2026
91282CCP4	17840	US TREASURY NOTE		09/08/2021	25,000,000.00	24,936,381.50	24,996,393.22	0.625	0.804	AA+	Aa1	07/31/2026
91282CCW9	17843	US TREASURY NOTE		09/13/2021	20,000,000.00	19,900,390.60	19,997,791.99	0.750	0.818	AA+	Aa1	08/31/2026
91282CCW9	17844	US TREASURY NOTE		09/17/2021	20,000,000.00	19,900,390.60	19,997,312.91	0.750	0.832	AA+	Aa1	08/31/2026
91282CCZ2	17851	US TREASURY NOTE		09/30/2021	30,000,000.00	29,782,812.60	29,988,202.95	0.875	1.037	AA+	Aa1	09/30/2026

County of Fresno
Portfolio Management
Portfolio Details - Investments
June 30, 2026

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	YTM 365	S&P	Moody's	Maturity Date
Treasury Notes												
91282CCW9	17853	US TREASURY NOTE		10/12/2021	20,000,000.00	19,900,390.60	19,990,997.67	0.750	1.027	AA+	Aa1	08/31/2026
91282CCP4	17854	US TREASURY NOTE		10/19/2021	20,000,000.00	19,949,105.20	19,991,663.98	0.625	1.148	AA+	Aa1	07/31/2026
91282CCP4	17855	US TREASURY NOTE		10/25/2021	20,000,000.00	19,949,105.20	19,990,651.94	0.625	1.212	AA+	Aa1	07/31/2026
91282CCP4	17856	US TREASURY NOTE		10/28/2021	5,000,000.00	4,987,276.30	4,997,989.53	0.625	1.129	AA+	Aa1	07/31/2026
91282CDG3	17860	US TREASURY NOTE		11/01/2021	20,000,000.00	19,816,562.60	19,993,602.49	1.125	1.224	AA+	Aa1	10/31/2026
91282CDG3	17861	US TREASURY NOTE		11/01/2021	50,000,000.00	49,541,406.50	49,987,074.06	1.125	1.205	AA+	Aa1	10/31/2026
91282CCP4	17862	US TREASURY NOTE		11/01/2021	20,000,000.00	19,949,105.20	19,991,128.10	0.625	1.182	AA+	Aa1	07/31/2026
91282CDG3	17864	US TREASURY NOTE		11/23/2021	20,000,000.00	19,816,562.60	19,988,052.90	1.125	1.310	AA+	Aa1	10/31/2026
91282CCP4	17867	US TREASURY NOTE		12/21/2021	50,000,000.00	49,872,763.00	49,979,180.59	0.625	1.146	AA+	Aa1	07/31/2026
91282CDG3	17875	US TREASURY NOTE		01/10/2022	30,000,000.00	29,724,843.90	29,963,341.35	1.125	1.506	AA+	Aa1	10/31/2026
91282CDG3	17877	US TREASURY NOTE		01/19/2022	30,000,000.00	29,724,843.90	29,951,033.61	1.125	1.635	AA+	Aa1	10/31/2026
912828Z78	17878	US TREASURY NOTE		01/31/2022	50,000,000.00	49,283,203.00	49,963,843.67	1.500	1.629	AA+	Aa1	01/31/2027
912828Z78	17883	US TREASURY NOTE		02/28/2022	20,000,000.00	19,713,281.20	19,953,693.34	1.500	1.916	AA+	Aa1	01/31/2027
912828X88	17897	US TREASURY NOTE		06/22/2022	50,000,000.00	49,275,390.50	49,588,716.44	2.375	3.408	AA+	Aa1	05/15/2027
912828X88	17898	US TREASURY NOTE		06/22/2022	50,000,000.00	49,275,390.50	49,588,716.44	2.375	3.408	AA+	Aa1	05/15/2027
91282CFB2	17922	US TREASURY NOTE		09/07/2022	50,000,000.00	49,273,437.50	49,646,187.26	2.750	3.466	AA+	Aa1	07/31/2027
91282CFB2	17928	US TREASURY NOTE		09/14/2022	30,000,000.00	29,564,062.50	29,742,174.34	2.750	3.623	AA+	Aa1	07/31/2027
91282CFB2	17934	US TREASURY NOTE		09/26/2022	30,000,000.00	29,564,062.50	29,626,861.49	2.750	4.026	AA+	Aa1	07/31/2027
912828X88	17954	US TREASURY NOTE		11/22/2022	50,000,000.00	49,275,390.50	49,337,500.00	2.375	4.053	AA+	Aa1	05/15/2027
912828ZV5	17960	US TREASURY NOTE		12/13/2022	30,000,000.00	28,951,406.40	29,082,633.66	0.500	3.873	AA+	Aa1	06/30/2027
91282CEW7	17963	US TREASURY NOTE		12/23/2022	30,000,000.00	29,750,859.30	29,840,750.00	3.250	3.835	AA+	Aa1	06/30/2027
912810FA1	17964	US TREASURY NOTE		12/23/2022	25,000,000.00	25,617,187.50	25,647,801.81	6.375	3.833	AA+	Aa1	08/15/2027
912810FA1	17965	US TREASURY NOTE		12/23/2022	25,000,000.00	25,617,187.50	25,647,801.81	6.375	3.833	AA+	Aa1	08/15/2027
912810FA1	17966	US TREASURY NOTE		12/23/2022	30,000,000.00	30,740,625.00	30,780,761.72	6.375	3.823	AA+	Aa1	08/15/2027
91282CFB2	17967	US TREASURY NOTE		12/27/2022	30,000,000.00	29,564,062.50	29,658,835.53	2.750	3.908	AA+	Aa1	07/31/2027
91282CFB2	17968	US TREASURY NOTE		12/28/2022	50,000,000.00	49,273,437.50	49,400,672.64	2.750	3.972	AA+	Aa1	07/31/2027
91282CFB2	17969	US TREASURY NOTE		12/28/2022	50,000,000.00	49,273,437.50	49,387,783.88	2.750	3.999	AA+	Aa1	07/31/2027
91282CAU5	17970	US TREASURY NOTE		12/29/2022	30,000,000.00	28,596,093.90	28,739,091.68	0.500	3.999	AA+	Aa1	10/31/2027
91282CFU0	17997	US TREASURY NOTE		03/03/2023	30,000,000.00	29,987,109.30	29,901,475.80	4.125	4.399	AA+	Aa1	10/31/2027
9128283W8	18009	US TREASURY NOTE		04/17/2023	20,000,000.00	19,561,718.80	19,745,488.67	2.750	3.609	AA+	Aa1	02/15/2028
9128284N7	18064	US TREASURY NOTE		12/28/2023	10,000,000.00	9,771,875.00	9,834,176.76	2.875	3.845	AA+	Aa1	05/15/2028
91282CCE9	18065	US TREASURY NOTE		12/29/2023	10,000,000.00	9,471,093.80	9,538,457.82	1.250	3.895	AA+	Aa1	05/31/2028
9128284N7	18066	US TREASURY NOTE		01/02/2024	10,000,000.00	9,771,875.00	9,826,956.31	2.875	3.888	AA+	Aa1	05/15/2028
9128284N7	18068	US TREASURY NOTE		01/05/2024	20,000,000.00	19,543,750.00	19,609,959.96	2.875	4.020	AA+	Aa1	05/15/2028
91282CHQ7	18074	US TREASURY NOTE		02/26/2024	50,000,000.00	49,974,609.50	49,825,555.93	4.125	4.310	AA+	Aa1	07/31/2028
91282CJW2	18076	US TREASURY NOTE		03/13/2024	35,000,000.00	34,861,914.15	34,869,715.07	4.000	4.160	AA+	Aa1	01/31/2029
91282CJW2	18077	US TREASURY NOTE		03/15/2024	50,000,000.00	49,802,734.50	49,648,043.15	4.000	4.304	AA+	Aa1	01/31/2029
9128286B1	18083	US TREASURY NOTE		04/09/2024	25,000,000.00	24,057,617.25	23,935,067.68	2.625	4.445	AA+	Aa1	02/15/2029

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	YTM 365	S&P	Moody's	Maturity Date
Treasury Notes												
91282CJW2	18084	US TREASURY NOTE		04/09/2024	25,000,000.00	24,901,367.25	24,749,076.77	4.000	4.434	AA+	Aa1	01/31/2029
91282CDW8	18086	US TREASURY NOTE		04/11/2024	25,000,000.00	23,537,109.50	23,366,615.80	1.750	4.594	AA+	Aa1	01/31/2029
91282CCE9	18087	US TREASURY NOTE		04/11/2024	25,000,000.00	23,677,734.50	23,541,425.38	1.250	4.630	AA+	Aa1	05/31/2028
91282CDW8	18088	US TREASURY NOTE		04/16/2024	25,000,000.00	23,537,109.50	23,317,680.08	1.750	4.685	AA+	Aa1	01/31/2029
91282CDW8	18089	US TREASURY NOTE		04/19/2024	25,000,000.00	23,537,109.50	23,315,848.70	1.750	4.688	AA+	Aa1	01/31/2029
91282CCV1	18093	US TREASURY NOTE		05/03/2024	25,000,000.00	23,446,289.00	23,299,513.76	1.125	4.624	AA+	Aa1	08/31/2028
9128286B1	18098	US TREASURY NOTE		05/29/2024	25,000,000.00	24,057,617.25	23,859,547.30	2.625	4.575	AA+	Aa1	02/15/2029
91282CDW8	18099	US TREASURY NOTE		05/29/2024	25,000,000.00	23,537,109.50	23,375,824.48	1.750	4.568	AA+	Aa1	01/31/2029
91282CDW8	18100	US TREASURY NOTE		05/30/2024	20,000,000.00	18,829,687.60	18,657,513.18	1.750	4.669	AA+	Aa1	01/31/2029
9128286B1	18101	US TREASURY NOTE		05/30/2024	20,000,000.00	19,246,093.80	19,045,296.17	2.625	4.670	AA+	Aa1	02/15/2029
91282CDW8	18106	US TREASURY NOTE		06/27/2024	15,000,000.00	14,122,265.70	14,092,428.53	1.750	4.357	AA+	Aa1	01/31/2029
9128286T2	18107	US TREASURY NOTE		07/02/2024	20,000,000.00	19,049,218.80	18,930,645.39	2.375	4.466	AA+	Aa1	05/15/2029
91282CDW8	18109	US TREASURY NOTE		07/02/2024	15,000,000.00	14,122,265.70	14,056,640.63	1.750	4.467	AA+	Aa1	01/31/2029
91282CES6	18111	US TREASURY NOTE		07/12/2024	25,000,000.00	24,047,851.50	24,102,208.43	2.750	4.122	AA+	Aa1	05/31/2029
9128286T2	18112	US TREASURY NOTE		07/16/2024	25,000,000.00	23,811,523.50	23,867,569.49	2.375	4.130	AA+	Aa1	05/15/2029
91282CES6	18113	US TREASURY NOTE		07/23/2024	30,000,000.00	28,857,421.80	28,855,429.09	2.750	4.209	AA+	Aa1	05/31/2029
91282CES6	18118	US TREASURY NOTE		10/04/2024	25,000,000.00	24,047,851.50	24,422,472.43	2.750	3.617	AA+	Aa1	05/31/2029
91282CES6	18119	US TREASURY NOTE		10/07/2024	25,000,000.00	24,047,851.50	24,309,909.26	2.750	3.790	AA+	Aa1	05/31/2029
91282CKX8	18131	US TREASURY NOTE		12/19/2024	25,000,000.00	25,067,382.75	24,934,055.47	4.250	4.347	AA+	Aa1	06/30/2029
91282CKX8	18136	US TREASURY NOTE		12/24/2024	25,000,000.00	25,067,382.75	24,885,868.33	4.250	4.419	AA+	Aa1	06/30/2029
91282CLC3	18137	US TREASURY NOTE		01/02/2025	30,000,000.00	29,869,921.80	29,680,975.09	4.000	4.383	AA+	Aa1	07/31/2029
91282CLC3	18139	US TREASURY NOTE		01/07/2025	20,000,000.00	19,913,281.20	19,766,613.52	4.000	4.421	AA+	Aa1	07/31/2029
91282CLC3	18143	US TREASURY NOTE		01/13/2025	10,000,000.00	9,956,640.60	9,851,089.04	4.000	4.539	AA+	Aa1	07/31/2029
91282CLC3	18144	US TREASURY NOTE		01/14/2025	10,000,000.00	9,956,640.60	9,838,273.24	4.000	4.586	AA+	Aa1	07/31/2029
91282CGJ4	18153	US TREASURY NOTE		04/24/2025	25,000,000.00	24,452,148.50	24,583,843.18	3.500	4.014	AA+	Aa1	01/31/2030
91282CGJ4	18154	US TREASURY NOTE		05/02/2025	25,000,000.00	24,452,148.50	24,761,099.60	3.500	3.793	AA+	Aa1	01/31/2030
91282CGJ4	18155	US TREASURY NOTE		05/05/2025	25,000,000.00	24,452,148.50	24,675,005.41	3.500	3.900	AA+	Aa1	01/31/2030
91282CNN7	18165	US TREASURY NOTE		08/07/2025	50,000,000.00	49,439,453.00	50,172,901.49	3.875	3.781	AA+	Aa1	07/31/2030
91282CHJ3	18167	US TREASURY NOTE		08/19/2025	10,000,000.00	9,843,359.40	9,957,933.03	3.750	3.866	AA+	Aa1	06/30/2030
91282CHJ3	18168	US TREASURY NOTE		08/22/2025	15,000,000.00	14,765,039.10	14,935,345.29	3.750	3.868	AA+	Aa1	06/30/2030
91282CAE1	18176	US TREASURY NOTE		09/17/2025	60,000,000.00	51,993,750.00	53,306,783.32	0.625	3.600	AA+	Aa1	08/15/2030
91282CAE1	18178	US TREASURY NOTE		09/22/2025	40,000,000.00	34,662,500.00	35,409,563.76	0.625	3.692	AA+	Aa1	08/15/2030
91282CAE1	18183	US TREASURY NOTE		10/07/2025	25,000,000.00	21,664,062.50	22,086,796.74	0.625	3.741	AA+	Aa1	08/15/2030
91282CNN7	18187	US TREASURY NOTE		10/28/2025	25,000,000.00	24,719,726.50	25,226,329.75	3.875	3.631	AA+	Aa1	07/31/2030
91282CNX5	18192	US TREASURY NOTE		11/04/2025	30,000,000.00	29,367,187.50	29,904,793.97	3.625	3.708	AA+	Aa1	08/31/2030
91282CPD7	18193	US TREASURY NOTE		11/17/2025	25,000,000.00	24,451,172.00	24,905,998.44	3.625	3.720	AA+	Aa1	10/31/2030
91282CPD7	18195	US TREASURY NOTE		12/05/2025	25,000,000.00	24,451,172.00	24,953,390.00	3.625	3.672	AA+	Aa1	10/31/2030
91282CPD7	18196	US TREASURY NOTE		12/08/2025	30,000,000.00	29,341,406.40	29,900,398.49	3.625	3.709	AA+	Aa1	10/31/2030

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Treasury Notes

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	YTM 365	S&P	Moody's	Maturity Date
91282CPD7	18197	US TREASURY NOTE		12/09/2025	30,000,000.00	29,341,406.40	29,831,828.40	3.625	3.767	AA+	Aa1	10/31/2030
91282CPD7	18198	US TREASURY NOTE		12/11/2025	20,000,000.00	19,560,937.60	19,884,988.62	3.625	3.771	AA+	Aa1	10/31/2030
91282CHJ3	18202	US TREASURY NOTE		12/16/2025	30,000,000.00	29,530,078.20	30,064,018.18	3.750	3.691	AA+	Aa1	06/30/2030
91282CHJ3	18204	US TREASURY NOTE		12/24/2025	20,000,000.00	19,686,718.80	20,034,585.35	3.750	3.703	AA+	Aa1	06/30/2030
91282CNN7	18205	US TREASURY NOTE		12/24/2025	40,000,000.00	39,551,562.40	40,235,742.19	3.875	3.716	AA+	Aa1	07/31/2030
91282CNN7	18206	US TREASURY NOTE		01/02/2026	30,000,000.00	29,663,671.80	30,246,771.21	3.875	3.654	AA+	Aa1	07/31/2030
91282CNN7	18207	US TREASURY NOTE		01/05/2026	30,000,000.00	29,663,671.80	30,201,124.10	3.875	3.695	AA+	Aa1	07/31/2030
91282CNN7	18211	US TREASURY NOTE		01/20/2026	10,000,000.00	9,887,890.60	10,030,301.44	3.875	3.793	AA+	Aa1	07/31/2030
91282CNN7	18212	US TREASURY NOTE		02/03/2026	20,000,000.00	19,775,781.20	20,068,964.60	3.875	3.791	AA+	Aa1	07/31/2030
91282CPW5	18215	US TREASURY NOTE		04/07/2026	30,000,000.00	29,456,250.00	29,919,599.14	3.750	3.979	AA+	Aa1	01/31/2031
91282CJX0	18219	US TREASURY NOTE		04/08/2026	30,000,000.00	29,759,765.70	30,203,128.94	4.000	4.014	AA+	Aa1	01/31/2031
91282CPW5	18227	US TREASURY NOTE		04/23/2026	20,000,000.00	19,637,500.00	20,031,826.86	3.750	3.916	AA+	Aa1	01/31/2031
91282CPW5	18228	US TREASURY NOTE		05/05/2026	50,000,000.00	49,093,750.00	49,795,560.16	3.750	4.084	AA+	Aa1	01/31/2031
91282CPW5	18229	US TREASURY NOTE		05/12/2026	25,000,000.00	24,546,875.00	24,967,608.22	3.750	4.033	AA+	Aa1	01/31/2031
91282CPW5	18230	US TREASURY NOTE		05/13/2026	25,000,000.00	24,546,875.00	24,894,122.98	3.750	4.107	AA+	Aa1	01/31/2031
91282CCB5	18231	US TREASURY NOTE		05/19/2026	25,000,000.00	22,195,312.50	22,135,288.54	1.625	4.265	AA+	Aa1	05/15/2031
91282CQU8	18233	US TREASURY NOTE		06/02/2026	30,000,000.00	29,915,625.00	29,877,599.06	4.125	4.223	AA+	Aa1	05/31/2031
		Subtotal and Average	**2,872,678,788.02**		**2,835,000,000.00**	**2,770,774,928.40**	**2,787,481,527.40**		**3.380**			

Mutual Funds

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	YTM 365	S&P	Moody's	Maturity Date
SYS16455	16455	BLACKROCK T-FUND INST			0.00	0.00	0.00	4.210	4.210	AAA	Aaa	
SYS16450	16450	BLACKROCK LIQUIDITY FED FUND		07/01/2025	0.00	0.00	0.00	0.040	0.040	AAA	Aaa	
SYS02642	02642	FIDELITY 2642			530,000,000.00	530,000,000.00	530,000,000.00	3.580	3.580	AAA	Aaa	
SYS15497	15497	FIDELITY 2644			5,000,000.00	5,000,000.00	5,000,000.00	3.610	3.610	AAA	Aaa	
		Subtotal and Average	**260,166,666.67**		**535,000,000.00**	**535,000,000.00**	**535,000,000.00**		**3.580**			

Local Agency Investment Funds

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	YTM 365	S&P	Moody's	Maturity Date
SYS05291	05291	LAIF			75,000,000.00	75,000,000.00	75,000,000.00	3.816	3.816			
		Subtotal and Average	**75,000,000.00**		**75,000,000.00**	**75,000,000.00**	**75,000,000.00**		**3.816**			

Bank Money Market Accounts

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	YTM 365	S&P	Moody's	Maturity Date
SYS16800	16800	BMO BANK MM			0.00	0.00	0.00	3.520	3.520			
SYS16900	16900	COMMUNITY WEST BANK MM			0.00	0.00	0.00	3.650	3.650			
SYS16500	16500	UNION BANK MM		07/01/2025	0.00	0.00	0.00	0.030	0.030			
SYS16950	16950	UNITED SECURITY BANK MM		07/01/2025	0.00	0.00	0.00		0.000			
		Subtotal and Average	**0.00**		**0.00**	**0.00**	**0.00**		**0.000**			

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CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	YTM 365	S&P	Moody's	Maturity Date
Municipal Bonds												
13063DK31	17863	STATE OF CALIFORNIA		11/17/2021	16,635,000.00	16,515,148.15	16,636,604.70	1.250	1.210	AA-	Aa2	10/01/2026
13063DRD2	17871	STATE OF CALIFORNIA		01/05/2022	7,840,000.00	7,806,083.38	7,856,969.97	2.375	1.475	AA-	Aa2	10/01/2026
13063DRD2	17881	STATE OF CALIFORNIA		02/01/2022	16,175,000.00	16,105,025.33	16,198,803.25	2.375	1.759	AA-	Aa2	10/01/2026
13063DRD2	17892	STATE OF CALIFORNIA		03/11/2022	15,000,000.00	14,935,108.50	15,008,775.00	2.375	2.128	AA-	Aa2	10/01/2026
13063D2U1	17953	STATE OF CALIFORNIA		11/17/2022	58,115,000.00	58,837,723.95	58,389,489.01	5.250	4.823	AA-	Aa2	10/01/2027
13063D3A4	17980	STATE OF CALIFORNIA		02/14/2023	8,710,000.00	8,742,155.58	8,736,881.71	5.700	4.350	AA-	Aa2	10/01/2026
13063D3N6	18000	STATE OF CALIFORNIA		03/15/2023	22,000,000.00	22,095,733.00	22,000,000.00	4.846	4.847	AA-	Aa2	03/01/2027
13063DGC6	18016	STATE OF CALIFORNIA		04/25/2023	5,000,000.00	4,937,242.50	4,938,241.55	3.500	4.290	AA-	Aa2	04/01/2028
13063D2V9	18054	STATE OF CALIFORNIA		10/02/2023	10,000,000.00	10,134,464.00	10,005,898.28	5.000	4.970	AA-	Aa2	10/01/2028
13063D2V9	18060	STATE OF CALIFORNIA		10/05/2023	14,860,000.00	15,059,813.50	14,813,287.81	5.000	5.160	AA-	Aa2	10/01/2028
13063D7D4	18061	STATE OF CALIFORNIA		10/11/2023	50,000,000.00	51,202,270.00	50,323,094.97	5.500	5.170	AA-	Aa2	10/01/2028
13063EBP0	18114	STATE OF CALIFORNIA		09/03/2024	20,000,000.00	20,458,348.00	20,723,437.15	5.125	3.858	AA-	Aa2	09/01/2029
13063EBP0	18115	STATE OF CALIFORNIA		09/03/2024	25,000,000.00	25,572,935.00	25,849,769.19	5.125	3.932	AA-	Aa2	09/01/2029
13063EBP0	18116	STATE OF CALIFORNIA		09/06/2024	15,000,000.00	15,343,761.00	15,566,348.19	5.125	3.805	AA-	Aa2	09/01/2029
13063EBP0	18121	STATE OF CALIFORNIA		10/18/2024	25,000,000.00	25,572,935.00	25,703,964.63	5.125	4.133	AA-	Aa2	09/01/2029
13063EGT7	18122	STATE OF CALIFORNIA		11/05/2024	30,000,000.00	30,137,748.00	30,131,169.99	4.500	4.340	AA-	Aa2	08/01/2029
13063EHU3	18170	STATE OF CALIFORNIA		09/02/2025	30,000,000.00	30,559,869.00	31,092,857.14	4.875	3.904	AA-	Aa2	09/01/2030
13063DYT9	18188	STATE OF CALIFORNIA		11/03/2025	23,645,000.00	21,151,258.79	21,802,331.21	1.750	3.738	AA-	Aa2	11/01/2030
13063DYT9	18189	STATE OF CALIFORNIA		11/03/2025	10,000,000.00	8,945,341.00	9,220,347.05	1.750	3.739	AA-	Aa2	11/01/2030
		Subtotal and Average	**405,047,390.63**		**402,980,000.00**	**404,112,963.68**	**404,998,270.80**		**4.052**			
		Total and Average	**7,133,351,904.46**		**7,407,759,435.96**	**7,293,458,616.77**	**7,328,575,695.75**		**3.674**			

County of Fresno
Inventory by Maturity Report
June 30, 2026

CUSIP	Investment #	Fund	Sec. Type	Issuer	Purchase Date	Book Value	Current Rate	Maturity Date	Maturity Amount	Total Days	Par Value	YTM 360	YTM 365	Days to Maturity
SYS02642	02642	TREAS	LA1	FIDELITY 2642	07/01/2025	530,000,000.00	3.580		530,000,000.00	1	530,000,000.00	3.531	3.580	1
SYS03400A	03400A	TREAS	PA1	BMO BANK	07/01/2025	48,441,435.96	2.850		48,441,435.96	1	48,441,435.96	2.811	2.850	1
SYS05291	05291	TREAS	LA5	LAIF	07/01/2025	75,000,000.00	3.816		75,000,000.00	1	75,000,000.00	3.764	3.816	1
SYS15497	15497	TREAS	LA1	FIDELITY 2644	07/01/2025	5,000,000.00	3.610		5,000,000.00	1	5,000,000.00	3.561	3.610	1
SYS16450	16450	TREAS	LA1	BLACKROCK LIQUIDITY	07/01/2025	0.00	0.040		0.00	1	0.00	0.039	0.040	1
SYS16455	16455	TREAS	LA1	BLACKROCK T-FUND INST	07/01/2025	0.00	4.210		0.00	1	0.00	4.152	4.210	1
SYS16500	16500	TREAS	LA3	UNION BANK MM	07/01/2025	0.00	0.030		0.00	1	0.00	0.030	0.030	1
SYS16800	16800	TREAS	LA3	BMO BANK MM	07/01/2025	0.00	3.520		0.00	1	0.00	3.472	3.520	1
SYS16900	16900	TREAS	LA3	COMMUNITY WEST BANK	07/01/2025	0.00	3.650		0.00	1	0.00	3.600	3.650	1
SYS16950	16950	TREAS	LA3	UNITED SECURITY BANK	07/01/2025	0.00			0.00	1	0.00			1
3133EMP48	17825	TREAS	FAC	FEDERAL FARM CREDIT	07/01/2021	30,000,000.00	0.900	07/01/2026	30,000,000.00	1,826	30,000,000.00	0.908	0.920	0
3133EMP48	17826	TREAS	FAC	FEDERAL FARM CREDIT	07/01/2021	20,000,000.00	0.900	07/01/2026	20,000,000.00	1,826	20,000,000.00	0.909	0.922	0
3130AN6L9	17828	TREAS	FAC	FEDERAL HOME LOAN	07/14/2021	10,749,946.90	0.820	07/08/2026	10,750,000.00	1,820	10,750,000.00	0.834	0.846	7
91282CCP4	17838	TREAS	TRC	US TREASURY NOTE	08/26/2021	49,992,057.29	0.625	07/31/2026	50,000,000.00	1,800	50,000,000.00	0.811	0.823	30
91282CCP4	17839	TREAS	TRC	US TREASURY NOTE	09/07/2021	49,993,839.14	0.625	07/31/2026	50,000,000.00	1,788	50,000,000.00	0.767	0.778	30
91282CCP4	17840	TREAS	TRC	US TREASURY NOTE	09/08/2021	24,996,393.22	0.625	07/31/2026	25,000,000.00	1,787	25,000,000.00	0.793	0.804	30
91282CCP4	17854	TREAS	TRC	US TREASURY NOTE	10/19/2021	19,991,663.98	0.625	07/31/2026	20,000,000.00	1,746	20,000,000.00	1.132	1.148	30
91282CCP4	17855	TREAS	TRC	US TREASURY NOTE	10/25/2021	19,990,651.94	0.625	07/31/2026	20,000,000.00	1,740	20,000,000.00	1.195	1.212	30
91282CCP4	17856	TREAS	TRC	US TREASURY NOTE	10/28/2021	4,997,989.53	0.625	07/31/2026	5,000,000.00	1,737	5,000,000.00	1.113	1.129	30
91282CCP4	17862	TREAS	TRC	US TREASURY NOTE	11/01/2021	19,991,128.10	0.625	07/31/2026	20,000,000.00	1,733	20,000,000.00	1.165	1.182	30
91282CCP4	17867	TREAS	TRC	US TREASURY NOTE	12/21/2021	49,979,180.59	0.625	07/31/2026	50,000,000.00	1,683	50,000,000.00	1.131	1.146	30
3133EM4A7	17837	TREAS	FAC	FEDERAL FARM CREDIT	08/27/2021	49,999,618.89	0.800	08/27/2026	50,000,000.00	1,826	50,000,000.00	0.794	0.805	57
91282CCW9	17836	TREAS	TRC	US TREASURY NOTE	08/31/2021	49,996,730.80	0.750	08/31/2026	50,000,000.00	1,826	50,000,000.00	0.779	0.790	61
91282CCW9	17843	TREAS	TRC	US TREASURY NOTE	09/13/2021	19,997,791.99	0.750	08/31/2026	20,000,000.00	1,813	20,000,000.00	0.806	0.818	61
91282CCW9	17844	TREAS	TRC	US TREASURY NOTE	09/17/2021	19,997,312.91	0.750	08/31/2026	20,000,000.00	1,809	20,000,000.00	0.821	0.832	61
91282CCW9	17853	TREAS	TRC	US TREASURY NOTE	10/12/2021	19,990,997.67	0.750	08/31/2026	20,000,000.00	1,784	20,000,000.00	1.013	1.027	61
3130A8XY4	17845	TREAS	FAC	FEDERAL HOME LOAN	09/20/2021	6,527,166.43	1.875	09/11/2026	6,515,000.00	1,817	6,515,000.00	0.879	0.891	72
3130A8XY4	17848	TREAS	FAC	FEDERAL HOME LOAN	09/23/2021	14,006,451.76	1.875	09/11/2026	13,980,000.00	1,814	13,980,000.00	0.866	0.878	72
931142ER0	17842	TREAS	MTN	WALMART	09/17/2021	19,998,404.00	1.050	09/17/2026	20,000,000.00	1,826	20,000,000.00	1.074	1.089	78
931142ER0	17846	TREAS	MTN	WALMART	09/21/2021	10,000,000.00	1.050	09/17/2026	10,000,000.00	1,822	10,000,000.00	1.036	1.050	78
931142ER0	17847	TREAS	MTN	WALMART	09/21/2021	10,000,000.00	1.050	09/17/2026	10,000,000.00	1,822	10,000,000.00	1.036	1.050	78
931142ER0	17849	TREAS	MTN	WALMART	09/27/2021	10,000,000.00	1.050	09/17/2026	10,000,000.00	1,816	10,000,000.00	1.036	1.050	78
91282CCZ2	17851	TREAS	TRC	US TREASURY NOTE	09/30/2021	29,988,202.95	0.875	09/30/2026	30,000,000.00	1,826	30,000,000.00	1.023	1.037	91
13063DK31	17863	TREAS	MUN	STATE OF CALIFORNIA	11/17/2021	16,636,604.70	1.250	10/01/2026	16,635,000.00	1,779	16,635,000.00	1.194	1.210	92
13063DRD2	17871	TREAS	MUN	STATE OF CALIFORNIA	01/05/2022	7,856,969.97	2.375	10/01/2026	7,840,000.00	1,730	7,840,000.00	1.455	1.475	92

CUSIP	Investment #	Fund	Sec. Type	Issuer	Purchase Date	Book Value	Current Rate	Maturity Date	Maturity Amount	Total Days	Par Value	YTM 360	YTM 365	Days to Maturity
13063DRD2	17881	TREAS	MUN	STATE OF CALIFORNIA	02/01/2022	16,198,803.25	2.375	10/01/2026	16,175,000.00	1,703	16,175,000.00	1.735	1.759	92
13063DRD2	17892	TREAS	MUN	STATE OF CALIFORNIA	03/11/2022	15,008,775.00	2.375	10/01/2026	15,000,000.00	1,665	15,000,000.00	2.099	2.128	92
13063D3A4	17980	TREAS	MUN	STATE OF CALIFORNIA	02/14/2023	8,736,881.71	5.700	10/01/2026	8,710,000.00	1,325	8,710,000.00	4.290	4.350	92
91282CDG3	17860	TREAS	TRC	US TREASURY NOTE	11/01/2021	19,993,602.49	1.125	10/31/2026	20,000,000.00	1,825	20,000,000.00	1.207	1.224	122
91282CDG3	17861	TREAS	TRC	US TREASURY NOTE	11/01/2021	49,987,074.06	1.125	10/31/2026	50,000,000.00	1,825	50,000,000.00	1.188	1.205	122
91282CDG3	17864	TREAS	TRC	US TREASURY NOTE	11/23/2021	19,988,052.90	1.125	10/31/2026	20,000,000.00	1,803	20,000,000.00	1.292	1.310	122
91282CDG3	17875	TREAS	TRC	US TREASURY NOTE	01/10/2022	29,963,341.35	1.125	10/31/2026	30,000,000.00	1,755	30,000,000.00	1.485	1.506	122
91282CDG3	17877	TREAS	TRC	US TREASURY NOTE	01/19/2022	29,951,033.61	1.125	10/31/2026	30,000,000.00	1,746	30,000,000.00	1.613	1.635	122
3130AQF65	17869	TREAS	FAC	FEDERAL HOME LOAN	12/22/2021	24,853,767.59	1.250	12/21/2026	24,860,000.00	1,825	24,860,000.00	1.286	1.304	173
3130AQF65	17872	TREAS	FAC	FEDERAL HOME LOAN	01/06/2022	24,280,344.77	1.250	12/21/2026	24,300,000.00	1,810	24,300,000.00	1.408	1.428	173
3133ENKV1	17879	TREAS	FAC	FEDERAL FARM CREDIT	01/27/2022	49,958,073.91	1.500	01/13/2027	50,000,000.00	1,812	50,000,000.00	1.642	1.664	196
3133ENKV1	17880	TREAS	FAC	FEDERAL FARM CREDIT	01/27/2022	49,960,460.47	1.500	01/13/2027	50,000,000.00	1,812	50,000,000.00	1.632	1.655	196
89236TJV8	17884	TREAS	MTN	TOYOTA MOTOR CREDIT	03/07/2022	11,560,037.99	1.900	01/13/2027	11,581,000.00	1,773	11,581,000.00	2.229	2.260	196
912828Z78	17878	TREAS	TRC	US TREASURY NOTE	01/31/2022	49,963,843.67	1.500	01/31/2027	50,000,000.00	1,826	50,000,000.00	1.607	1.629	214
912828Z78	17883	TREAS	TRC	US TREASURY NOTE	02/28/2022	19,953,693.34	1.500	01/31/2027	20,000,000.00	1,798	20,000,000.00	1.890	1.916	214
594918BY9	17961	TREAS	MTN	MICROSOFT	12/19/2022	9,957,694.01	3.300	02/06/2027	10,000,000.00	1,510	10,000,000.00	4.020	4.076	220
3133ENNS5	17882	TREAS	FAC	FEDERAL FARM CREDIT	02/28/2022	49,959,945.47	1.800	02/16/2027	50,000,000.00	1,814	50,000,000.00	1.908	1.935	230
13063D3N6	18000	TREAS	MUN	STATE OF CALIFORNIA	03/15/2023	22,000,000.00	4.846	03/01/2027	22,000,000.00	1,447	22,000,000.00	4.780	4.847	243
3133ENRD4	17893	TREAS	FAC	FEDERAL FARM CREDIT	03/15/2022	9,967,179.16	1.680	03/10/2027	10,000,000.00	1,821	10,000,000.00	2.153	2.183	252
084664CZ2	17890	TREAS	MTN	BERKSHIRE HATHAWAY	03/15/2022	59,998,391.33	2.300	03/15/2027	60,000,000.00	1,826	60,000,000.00	2.272	2.304	257
084664CZ2	17891	TREAS	MTN	BERKSHIRE HATHAWAY	03/15/2022	9,989,430.78	2.300	03/15/2027	10,000,000.00	1,826	10,000,000.00	2.426	2.460	257
931142CH4	17901	TREAS	MTN	WALMART	07/18/2022	5,211,867.39	5.875	04/05/2027	5,125,000.00	1,722	5,125,000.00	3.395	3.442	278
037833CR9	17895	TREAS	MTN	APPLE INC	06/13/2022	9,982,886.88	3.200	05/11/2027	10,000,000.00	1,793	10,000,000.00	3.370	3.417	314
037833CR9	17899	TREAS	MTN	APPLE INC	07/01/2022	4,981,904.86	3.200	05/11/2027	5,000,000.00	1,775	5,000,000.00	3.612	3.662	314
037833CR9	17902	TREAS	MTN	APPLE INC	07/27/2022	9,995,666.47	3.200	05/11/2027	10,000,000.00	1,749	10,000,000.00	3.209	3.254	314
037833CR9	17903	TREAS	MTN	APPLE INC	07/27/2022	4,998,570.48	3.200	05/11/2027	5,000,000.00	1,749	5,000,000.00	3.191	3.235	314
037833CR9	17905	TREAS	MTN	APPLE INC	08/23/2022	9,980,306.42	3.200	05/11/2027	10,000,000.00	1,722	10,000,000.00	3.402	3.449	314
166764BX7	17919	TREAS	MTN	CHEVRON CORP	09/02/2022	9,865,255.54	1.995	05/11/2027	10,000,000.00	1,712	10,000,000.00	3.663	3.714	314
166764BX7	17957	TREAS	MTN	CHEVRON CORP	12/02/2022	4,904,155.91	1.995	05/11/2027	5,000,000.00	1,621	5,000,000.00	4.413	4.474	314
166764BX7	17959	TREAS	MTN	CHEVRON CORP	12/08/2022	4,911,476.80	1.995	05/11/2027	5,000,000.00	1,615	5,000,000.00	4.214	4.273	314
166764BX7	17995	TREAS	MTN	CHEVRON CORP	03/02/2023	19,576,066.27	1.995	05/11/2027	20,000,000.00	1,531	20,000,000.00	4.672	4.737	314
912828X88	17897	TREAS	TRC	US TREASURY NOTE	06/22/2022	49,588,716.44	2.375	05/15/2027	50,000,000.00	1,788	50,000,000.00	3.361	3.408	318
912828X88	17898	TREAS	TRC	US TREASURY NOTE	06/22/2022	49,588,716.44	2.375	05/15/2027	50,000,000.00	1,788	50,000,000.00	3.361	3.408	318
912828X88	17954	TREAS	TRC	US TREASURY NOTE	11/22/2022	49,337,500.00	2.375	05/15/2027	50,000,000.00	1,635	50,000,000.00	3.997	4.053	318
3130AU2B9	17955	TREAS	FAC	FEDERAL HOME LOAN	12/05/2022	49,987,854.45	4.000	06/04/2027	50,000,000.00	1,642	50,000,000.00	3.974	4.029	338
037833CX6	17921	TREAS	MTN	APPLE INC	09/02/2022	9,947,821.67	3.000	06/20/2027	10,000,000.00	1,752	10,000,000.00	3.541	3.590	354
3133ENW22	17947	TREAS	FAC	FEDERAL FARM CREDIT	10/28/2022	24,999,617.50	4.430	06/28/2027	25,000,000.00	1,704	25,000,000.00	4.372	4.433	362
912828ZV5	17960	TREAS	TRC	US TREASURY NOTE	12/13/2022	29,082,633.66	0.500	06/30/2027	30,000,000.00	1,660	30,000,000.00	3.820	3.873	364
91282CEW7	17963	TREAS	TRC	US TREASURY NOTE	12/23/2022	29,840,750.00	3.250	06/30/2027	30,000,000.00	1,650	30,000,000.00	3.782	3.835	364
3130AU2J2	17956	TREAS	FAC	FEDERAL HOME LOAN	12/06/2022	14,988,412.91	4.000	07/06/2027	15,000,000.00	1,673	15,000,000.00	4.029	4.085	370

CUSIP	Investment #	Fund	Sec. Type	Issuer	Purchase Date	Book Value	Current Rate	Maturity Date	Maturity Amount	Total Days	Par Value	YTM 360	YTM 365	Days to Maturity
3133EPAU9	17978	TREAS	FAC	FEDERAL FARM CREDIT	02/14/2023	19,982,603.33	3.875	07/14/2027	20,000,000.00	1,611	20,000,000.00	3.914	3.968	378
3133ENP53	17932	TREAS	FAC	FEDERAL FARM CREDIT	09/27/2022	24,992,440.83	3.750	07/27/2027	25,000,000.00	1,764	25,000,000.00	3.730	3.782	391
3133ENP53	17938	TREAS	FAC	FEDERAL FARM CREDIT	09/28/2022	49,832,737.03	3.750	07/27/2027	50,000,000.00	1,763	50,000,000.00	4.042	4.098	391
3133ENR36	17943	TREAS	FAC	FEDERAL FARM CREDIT	10/06/2022	24,993,009.19	4.050	07/27/2027	25,000,000.00	1,755	25,000,000.00	4.024	4.080	391
91282CFB2	17922	TREAS	TRC	US TREASURY NOTE	09/07/2022	49,646,187.26	2.750	07/31/2027	50,000,000.00	1,788	50,000,000.00	3.419	3.466	395
91282CFB2	17928	TREAS	TRC	US TREASURY NOTE	09/14/2022	29,742,174.34	2.750	07/31/2027	30,000,000.00	1,781	30,000,000.00	3.574	3.623	395
91282CFB2	17934	TREAS	TRC	US TREASURY NOTE	09/26/2022	29,626,861.49	2.750	07/31/2027	30,000,000.00	1,769	30,000,000.00	3.971	4.026	395
91282CFB2	17967	TREAS	TRC	US TREASURY NOTE	12/27/2022	29,658,835.53	2.750	07/31/2027	30,000,000.00	1,677	30,000,000.00	3.854	3.908	395
91282CFB2	17968	TREAS	TRC	US TREASURY NOTE	12/28/2022	49,400,672.64	2.750	07/31/2027	50,000,000.00	1,676	50,000,000.00	3.918	3.972	395
91282CFB2	17969	TREAS	TRC	US TREASURY NOTE	12/28/2022	49,387,783.88	2.750	07/31/2027	50,000,000.00	1,676	50,000,000.00	3.944	3.999	395
742718EV7	17942	TREAS	MTN	PROCTER & GAMBLE	10/05/2022	9,847,193.59	2.850	08/11/2027	10,000,000.00	1,771	10,000,000.00	4.331	4.391	406
166756AL0	17904	TREAS	MTN	CHEVRON CORP	08/23/2022	4,872,133.90	1.018	08/12/2027	5,000,000.00	1,815	5,000,000.00	3.493	3.542	407
166756AL0	17915	TREAS	MTN	CHEVRON CORP	08/31/2022	9,732,066.25	1.018	08/12/2027	10,000,000.00	1,807	10,000,000.00	3.620	3.670	407
166756AL0	17920	TREAS	MTN	CHEVRON CORP	09/02/2022	14,584,035.72	1.018	08/12/2027	15,000,000.00	1,805	15,000,000.00	3.718	3.770	407
166756AL0	17930	TREAS	MTN	CHEVRON CORP	09/16/2022	8,552,419.37	1.018	08/12/2027	8,823,000.00	1,791	8,823,000.00	4.028	4.084	407
166756AL0	17933	TREAS	MTN	CHEVRON CORP	09/23/2022	4,836,693.38	1.018	08/12/2027	5,000,000.00	1,784	5,000,000.00	4.241	4.300	407
166756AL0	17946	TREAS	MTN	CHEVRON CORP	10/14/2022	4,814,838.60	1.018	08/12/2027	5,000,000.00	1,763	5,000,000.00	4.715	4.780	407
166756AL0	17958	TREAS	MTN	CHEVRON CORP	12/08/2022	4,840,597.74	1.018	08/12/2027	5,000,000.00	1,708	5,000,000.00	4.142	4.200	407
89236THG3	17940	TREAS	MTN	TOYOTA MOTOR CREDIT	09/28/2022	4,812,755.04	1.150	08/13/2027	5,000,000.00	1,780	5,000,000.00	4.899	4.967	408
02079KAJ6	17927	TREAS	MTN	ALPHABET INC	09/12/2022	4,855,728.93	0.800	08/15/2027	5,000,000.00	1,798	5,000,000.00	3.581	3.631	410
02079KAJ6	17929	TREAS	MTN	ALPHABET INC	09/15/2022	4,846,451.47	0.800	08/15/2027	5,000,000.00	1,795	5,000,000.00	3.776	3.828	410
02079KAJ6	17945	TREAS	MTN	ALPHABET INC	10/14/2022	7,227,253.01	0.800	08/15/2027	7,500,000.00	1,766	7,500,000.00	4.375	4.436	410
912810FA1	17964	TREAS	TRC	US TREASURY NOTE	12/23/2022	25,647,801.81	6.375	08/15/2027	25,000,000.00	1,696	25,000,000.00	3.781	3.833	410
912810FA1	17965	TREAS	TRC	US TREASURY NOTE	12/23/2022	25,647,801.81	6.375	08/15/2027	25,000,000.00	1,696	25,000,000.00	3.781	3.833	410
912810FA1	17966	TREAS	TRC	US TREASURY NOTE	12/23/2022	30,780,761.72	6.375	08/15/2027	30,000,000.00	1,696	30,000,000.00	3.770	3.823	410
3133ENJ50	17906	TREAS	FAC	FEDERAL FARM CREDIT	08/26/2022	12,986,122.86	3.125	08/26/2027	13,000,000.00	1,826	13,000,000.00	3.182	3.226	421
478160CP7	17926	TREAS	MTN	JOHNSON & JOHNSON	09/12/2022	4,857,878.48	0.950	09/01/2027	5,000,000.00	1,815	5,000,000.00	3.585	3.635	427
478160CP7	17941	TREAS	MTN	JOHNSON & JOHNSON	09/28/2022	4,818,118.44	0.950	09/01/2027	5,000,000.00	1,799	5,000,000.00	4.396	4.457	427
931142EX7	17923	TREAS	MTN	WALMART	09/09/2022	6,996,404.80	3.950	09/09/2027	7,000,000.00	1,826	7,000,000.00	3.943	3.998	435
931142EX7	17924	TREAS	MTN	WALMART	09/09/2022	9,999,239.11	3.950	09/09/2027	10,000,000.00	1,826	10,000,000.00	3.903	3.957	435
931142EX7	17931	TREAS	MTN	WALMART	09/22/2022	9,969,062.81	3.950	09/09/2027	10,000,000.00	1,813	10,000,000.00	4.183	4.241	435
3130ASVS5	17918	TREAS	FAC	FEDERAL HOME LOAN	09/12/2022	15,584,467.15	3.000	09/10/2027	15,650,000.00	1,824	15,650,000.00	3.337	3.384	436
037833DB3	17925	TREAS	MTN	APPLE INC	09/12/2022	24,739,125.28	2.900	09/12/2027	25,000,000.00	1,826	25,000,000.00	3.814	3.867	438
037833DB3	17962	TREAS	MTN	APPLE INC	12/20/2022	9,866,638.17	2.900	09/12/2027	10,000,000.00	1,727	10,000,000.00	4.080	4.137	438
3133EHYG2	17917	TREAS	FAC	FEDERAL FARM CREDIT	09/13/2022	19,296,607.20	2.430	09/13/2027	19,500,000.00	1,826	19,500,000.00	3.336	3.382	439
13063D2U1	17953	TREAS	MUN	STATE OF CALIFORNIA	11/17/2022	58,389,489.01	5.250	10/01/2027	58,115,000.00	1,779	58,115,000.00	4.757	4.823	457
3130AUSN5	17982	TREAS	FAC	FEDERAL HOME LOAN	02/14/2023	12,863,616.35	3.500	10/01/2027	12,940,000.00	1,690	12,940,000.00	3.968	4.023	457
742651DZ2	18025	TREAS	FAC	PRIVATE EXPORT	05/18/2023	35,047,389.69	3.900	10/15/2027	35,000,000.00	1,611	35,000,000.00	3.733	3.785	471
742651DZ2	18030	TREAS	FAC	PRIVATE EXPORT	05/23/2023	8,986,299.97	3.900	10/15/2027	9,000,000.00	1,606	9,000,000.00	3.975	4.030	471
91282CAU5	17970	TREAS	TRC	US TREASURY NOTE	12/29/2022	28,739,091.68	0.500	10/31/2027	30,000,000.00	1,767	30,000,000.00	3.944	3.999	487

CUSIP	Investment #	Fund	Sec. Type	Issuer	Purchase Date	Book Value	Current Rate	Maturity Date	Maturity Amount	Total Days	Par Value	YTM 360	YTM 365	Days to Maturity
91282CFU0	17997	TREAS	TRC	US TREASURY NOTE	03/03/2023	29,901,475.80	4.125	10/31/2027	30,000,000.00	1,703	30,000,000.00	4.339	4.399	487
89236TKL8	17950	TREAS	MTN	TOYOTA MOTOR CREDIT	11/10/2022	29,989,812.50	5.450	11/10/2027	30,000,000.00	1,826	30,000,000.00	5.404	5.479	497
3130AUZK3	17990	TREAS	FAC	FEDERAL HOME LOAN	02/17/2023	59,946,367.93	4.050	01/03/2028	60,000,000.00	1,781	60,000,000.00	4.061	4.117	551
3130AUZK3	17993	TREAS	FAC	FEDERAL HOME LOAN	02/22/2023	26,823,057.30	4.050	01/03/2028	26,875,000.00	1,776	26,875,000.00	4.137	4.194	551
3133EN5N6	17977	TREAS	FAC	FEDERAL FARM CREDIT	02/07/2023	30,047,284.68	4.000	01/06/2028	30,000,000.00	1,794	30,000,000.00	3.831	3.884	554
3130AUTA2	17971	TREAS	FAC	FEDERAL HOME LOAN	02/07/2023	49,812,262.37	3.625	01/07/2028	50,000,000.00	1,795	50,000,000.00	3.847	3.900	555
89236TKQ7	17981	TREAS	MTN	TOYOTA MOTOR CREDIT	02/14/2023	19,988,094.91	4.625	01/12/2028	20,000,000.00	1,793	20,000,000.00	4.604	4.668	560
89236TKQ7	17991	TREAS	MTN	TOYOTA MOTOR CREDIT	02/17/2023	11,838,340.55	4.625	01/12/2028	11,860,000.00	1,790	11,860,000.00	4.694	4.759	560
89236TKQ7	17992	TREAS	MTN	TOYOTA MOTOR CREDIT	02/17/2023	4,991,758.41	4.625	01/12/2028	5,000,000.00	1,790	5,000,000.00	4.681	4.746	560
166756AR7	17987	TREAS	MTN	CHEVRON CORP	02/16/2023	16,842,625.17	3.850	01/15/2028	17,000,000.00	1,794	17,000,000.00	4.465	4.527	563
478160CK8	17988	TREAS	MTN	JOHNSON & JOHNSON	02/16/2023	4,902,926.30	2.900	01/15/2028	5,000,000.00	1,794	5,000,000.00	4.254	4.313	563
478160CK8	17994	TREAS	MTN	JOHNSON & JOHNSON	03/02/2023	4,888,196.61	2.900	01/15/2028	5,000,000.00	1,780	5,000,000.00	4.473	4.535	563
166756AR7	18001	TREAS	MTN	CHEVRON CORP	04/12/2023	4,991,515.36	3.850	01/15/2028	5,000,000.00	1,739	5,000,000.00	3.917	3.971	563
478160CK8	18002	TREAS	MTN	JOHNSON & JOHNSON	04/12/2023	4,937,549.68	2.900	01/15/2028	5,000,000.00	1,739	5,000,000.00	3.742	3.794	563
478160CK8	18004	TREAS	MTN	JOHNSON & JOHNSON	04/12/2023	4,938,390.54	2.900	01/15/2028	5,000,000.00	1,739	5,000,000.00	3.730	3.782	563
166756AR7	18026	TREAS	MTN	CHEVRON CORP	05/19/2023	9,974,812.17	3.850	01/15/2028	10,000,000.00	1,702	10,000,000.00	3.975	4.030	563
478160CK8	18028	TREAS	MTN	JOHNSON & JOHNSON	05/22/2023	9,855,903.71	2.900	01/15/2028	10,000,000.00	1,699	10,000,000.00	3.879	3.933	563
478160CK8	18029	TREAS	MTN	JOHNSON & JOHNSON	05/22/2023	9,854,681.79	2.900	01/15/2028	10,000,000.00	1,699	10,000,000.00	3.888	3.942	563
166756AR7	18032	TREAS	MTN	CHEVRON CORP	06/05/2023	9,958,516.75	3.850	01/15/2028	10,000,000.00	1,685	10,000,000.00	4.091	4.148	563
3130AVPZ9	18010	TREAS	FAC	FEDERAL HOME LOAN	04/18/2023	9,979,413.80	3.600	01/18/2028	10,000,000.00	1,736	10,000,000.00	3.696	3.747	566
3130AVPH9	18006	TREAS	FAC	FEDERAL HOME LOAN	04/13/2023	19,993,097.39	3.625	01/28/2028	20,000,000.00	1,751	20,000,000.00	3.600	3.650	576
037833EC0	17979	TREAS	MTN	APPLE INC	02/10/2023	9,561,983.83	1.200	02/08/2028	10,000,000.00	1,824	10,000,000.00	4.205	4.263	587
037833EC0	17983	TREAS	MTN	APPLE INC	02/15/2023	4,771,549.19	1.200	02/08/2028	5,000,000.00	1,819	5,000,000.00	4.346	4.406	587
037833EC0	17986	TREAS	MTN	APPLE INC	02/16/2023	9,537,459.80	1.200	02/08/2028	10,000,000.00	1,818	10,000,000.00	4.388	4.449	587
037833EC0	17996	TREAS	MTN	APPLE INC	03/02/2023	14,258,964.36	1.200	02/08/2028	15,000,000.00	1,804	15,000,000.00	4.624	4.688	587
037833EC0	18003	TREAS	MTN	APPLE INC	04/12/2023	9,607,699.83	1.200	02/08/2028	10,000,000.00	1,763	10,000,000.00	3.855	3.909	587
3133EPAV7	17984	TREAS	FAC	FEDERAL FARM CREDIT	02/15/2023	19,961,306.17	3.875	02/14/2028	20,000,000.00	1,825	20,000,000.00	3.953	4.008	593
3133EPAV7	17985	TREAS	FAC	FEDERAL FARM CREDIT	02/15/2023	46,909,739.67	3.875	02/14/2028	47,000,000.00	1,825	47,000,000.00	3.952	4.007	593
3133EPAV7	17989	TREAS	FAC	FEDERAL FARM CREDIT	02/16/2023	4,982,662.40	3.875	02/14/2028	5,000,000.00	1,824	5,000,000.00	4.058	4.114	593
9128283W8	18009	TREAS	TRC	US TREASURY NOTE	04/17/2023	19,745,488.67	2.750	02/15/2028	20,000,000.00	1,765	20,000,000.00	3.560	3.609	594
13063DGC6	18016	TREAS	MUN	STATE OF CALIFORNIA	04/25/2023	4,938,241.55	3.500	04/01/2028	5,000,000.00	1,803	5,000,000.00	4.231	4.290	640
931142FB4	18008	TREAS	MTN	WALMART	04/18/2023	9,979,142.57	3.900	04/15/2028	10,000,000.00	1,824	10,000,000.00	3.975	4.030	654
931142FB4	18011	TREAS	MTN	WALMART	04/19/2023	9,970,023.16	3.900	04/15/2028	10,000,000.00	1,823	10,000,000.00	4.031	4.087	654
931142FB4	18012	TREAS	MTN	WALMART	04/19/2023	4,985,009.79	3.900	04/15/2028	5,000,000.00	1,823	5,000,000.00	4.031	4.087	654
931142FB4	18013	TREAS	MTN	WALMART	04/19/2023	4,984,133.07	3.900	04/15/2028	5,000,000.00	1,823	5,000,000.00	4.042	4.098	654
931142FB4	18014	TREAS	MTN	WALMART	04/19/2023	9,968,266.15	3.900	04/15/2028	10,000,000.00	1,823	10,000,000.00	4.042	4.098	654
931142FB4	18015	TREAS	MTN	WALMART	04/19/2023	4,983,971.71	3.900	04/15/2028	5,000,000.00	1,823	5,000,000.00	4.044	4.100	654
931142FB4	18023	TREAS	MTN	WALMART	05/17/2023	4,657,182.28	3.900	04/15/2028	4,660,000.00	1,795	4,660,000.00	3.883	3.937	654
931142FB4	18024	TREAS	MTN	WALMART	05/18/2023	4,993,585.51	3.900	04/15/2028	5,000,000.00	1,794	5,000,000.00	3.925	3.979	654
037833ET3	18035	TREAS	MTN	APPLE INC	06/09/2023	9,963,471.32	4.000	05/10/2028	10,000,000.00	1,797	10,000,000.00	4.161	4.219	679

CUSIP	Investment #	Fund	Sec. Type	Issuer	Purchase Date	Book Value	Current Rate	Maturity Date	Maturity Amount	Total Days	Par Value	YTM 360	YTM 365	Days to Maturity
037833ET3	18036	TREAS	MTN	APPLE INC	06/14/2023	9,957,183.05	4.000	05/10/2028	10,000,000.00	1,792	10,000,000.00	4.199	4.257	679
037833ET3	18038	TREAS	MTN	APPLE INC	06/14/2023	9,955,867.21	4.000	05/10/2028	10,000,000.00	1,792	10,000,000.00	4.207	4.265	679
9128284N7	18064	TREAS	TRC	US TREASURY NOTE	12/28/2023	9,834,176.76	2.875	05/15/2028	10,000,000.00	1,600	10,000,000.00	3.792	3.845	684
9128284N7	18066	TREAS	TRC	US TREASURY NOTE	01/02/2024	9,826,956.31	2.875	05/15/2028	10,000,000.00	1,595	10,000,000.00	3.834	3.888	684
9128284N7	18068	TREAS	TRC	US TREASURY NOTE	01/05/2024	19,609,959.96	2.875	05/15/2028	20,000,000.00	1,592	20,000,000.00	3.965	4.020	684
46632FSV8	18027	TREAS	MTN	JP MORGAN	05/25/2023	30,000,000.00	4.000	05/25/2028	30,000,000.00	1,827	30,000,000.00	3.945	4.000	694
91282CCE9	18065	TREAS	TRC	US TREASURY NOTE	12/29/2023	9,538,457.82	1.250	05/31/2028	10,000,000.00	1,615	10,000,000.00	3.842	3.895	700
91282CCE9	18087	TREAS	TRC	US TREASURY NOTE	04/11/2024	23,541,425.38	1.250	05/31/2028	25,000,000.00	1,511	25,000,000.00	4.566	4.630	700
3133EPME2	18033	TREAS	FAC	FEDERAL FARM CREDIT	06/08/2023	20,818,787.53	3.875	06/08/2028	20,850,000.00	1,827	20,850,000.00	3.907	3.961	708
3130AWC24	18034	TREAS	FAC	FEDERAL HOME LOAN	06/09/2023	8,801,781.30	4.000	06/09/2028	8,800,000.00	1,827	8,800,000.00	3.933	3.988	709
3130AWC24	18039	TREAS	FAC	FEDERAL HOME LOAN	06/14/2023	18,004,778.56	4.000	06/09/2028	18,025,000.00	1,822	18,025,000.00	4.008	4.064	709
3130AWC24	18040	TREAS	FAC	FEDERAL HOME LOAN	06/22/2023	29,998,359.49	4.000	06/09/2028	30,000,000.00	1,814	30,000,000.00	3.948	4.002	709
3130AWC24	18042	TREAS	FAC	FEDERAL HOME LOAN	06/22/2023	15,000,117.18	4.000	06/09/2028	15,000,000.00	1,814	15,000,000.00	3.944	3.999	709
3130AWC24	18045	TREAS	FAC	FEDERAL HOME LOAN	06/30/2023	14,601,825.97	4.000	06/09/2028	14,650,000.00	1,806	14,650,000.00	4.131	4.189	709
3133EKQG4	18037	TREAS	FAC	FEDERAL FARM CREDIT	06/13/2023	8,664,640.42	2.400	06/12/2028	8,916,000.00	1,826	8,916,000.00	3.957	4.012	712
3133EPNH4	18044	TREAS	FAC	FEDERAL FARM CREDIT	06/30/2023	9,945,848.13	3.875	06/21/2028	10,000,000.00	1,818	10,000,000.00	4.124	4.182	721
931142EE9	18043	TREAS	MTN	WALMART	06/26/2023	17,003,252.50	3.700	06/26/2028	17,200,000.00	1,827	17,200,000.00	4.287	4.347	726
3133EPQD0	18047	TREAS	FAC	FEDERAL FARM CREDIT	07/26/2023	9,792,670.41	4.250	07/17/2028	9,800,000.00	1,818	9,800,000.00	4.232	4.291	747
3133EPQD0	18048	TREAS	FAC	FEDERAL FARM CREDIT	07/26/2023	54,969,645.65	4.250	07/17/2028	55,000,000.00	1,818	55,000,000.00	4.221	4.280	747
3133EPQD0	18049	TREAS	FAC	FEDERAL FARM CREDIT	07/28/2023	15,776,553.17	4.250	07/17/2028	15,790,000.00	1,816	15,790,000.00	4.238	4.296	747
3133EPQD0	18050	TREAS	FAC	FEDERAL FARM CREDIT	07/28/2023	28,273,012.21	4.250	07/17/2028	28,300,000.00	1,816	28,300,000.00	4.243	4.302	747
46632FTC9	18046	TREAS	MTN	JP MORGAN	07/28/2023	50,000,000.00	4.650	07/28/2028	50,000,000.00	1,827	50,000,000.00	4.586	4.650	758
91282CHQ7	18074	TREAS	TRC	US TREASURY NOTE	02/26/2024	49,825,555.93	4.125	07/31/2028	50,000,000.00	1,617	50,000,000.00	4.251	4.310	761
037833EH9	18095	TREAS	MTN	APPLE INC	05/24/2024	9,382,179.09	1.400	08/05/2028	10,000,000.00	1,534	10,000,000.00	4.619	4.683	766
3133EPSK2	18051	TREAS	FAC	FEDERAL FARM CREDIT	08/07/2023	19,962,989.10	4.250	08/07/2028	20,000,000.00	1,827	20,000,000.00	4.289	4.349	768
3133EPSK2	18052	TREAS	FAC	FEDERAL FARM CREDIT	08/07/2023	9,981,562.00	4.250	08/07/2028	10,000,000.00	1,827	10,000,000.00	4.289	4.349	768
3133EPSK2	18053	TREAS	FAC	FEDERAL FARM CREDIT	08/07/2023	9,981,562.00	4.250	08/07/2028	10,000,000.00	1,827	10,000,000.00	4.289	4.349	768
91282CCV1	18093	TREAS	TRC	US TREASURY NOTE	05/03/2024	23,299,513.76	1.125	08/31/2028	25,000,000.00	1,581	25,000,000.00	4.560	4.624	792
17325FBB3	18055	TREAS	MTN	CITIBANK	09/29/2023	9,989,047.11	5.803	09/29/2028	10,000,000.00	1,827	10,000,000.00	5.780	5.860	821
17325FBB3	18056	TREAS	MTN	CITIBANK	09/29/2023	9,999,820.44	5.803	09/29/2028	10,000,000.00	1,827	10,000,000.00	5.724	5.804	821
17325FBB3	18057	TREAS	MTN	CITIBANK	09/29/2023	10,002,289.33	5.803	09/29/2028	10,000,000.00	1,827	10,000,000.00	5.712	5.791	821
17325FBB3	18058	TREAS	MTN	CITIBANK	09/29/2023	9,996,723.11	5.803	09/29/2028	10,000,000.00	1,827	10,000,000.00	5.740	5.820	821
17325FBB3	18059	TREAS	MTN	CITIBANK	10/04/2023	19,963,448.69	5.803	09/29/2028	20,000,000.00	1,822	20,000,000.00	5.817	5.898	821
17325FBB3	18062	TREAS	MTN	CITIBANK	10/20/2023	9,942,999.44	5.803	09/29/2028	10,000,000.00	1,806	10,000,000.00	6.016	6.100	821
13063D2V9	18054	TREAS	MUN	STATE OF CALIFORNIA	10/02/2023	10,005,898.28	5.000	10/01/2028	10,000,000.00	1,826	10,000,000.00	4.902	4.970	823
13063D2V9	18060	TREAS	MUN	STATE OF CALIFORNIA	10/05/2023	14,813,287.81	5.000	10/01/2028	14,860,000.00	1,823	14,860,000.00	5.089	5.160	823
13063D7D4	18061	TREAS	MUN	STATE OF CALIFORNIA	10/11/2023	50,323,094.97	5.500	10/01/2028	50,000,000.00	1,817	50,000,000.00	5.099	5.170	823
89236TLL7	18067	TREAS	MTN	TOYOTA MOTOR CREDIT	01/05/2024	20,020,390.22	4.650	01/05/2029	20,000,000.00	1,827	20,000,000.00	4.541	4.604	919
89236TLL7	18070	TREAS	MTN	TOYOTA MOTOR CREDIT	02/15/2024	4,972,006.82	4.650	01/05/2029	5,000,000.00	1,786	5,000,000.00	4.835	4.902	919
89236TLL7	18071	TREAS	MTN	TOYOTA MOTOR CREDIT	02/16/2024	4,978,964.65	4.650	01/05/2029	5,000,000.00	1,785	5,000,000.00	4.773	4.839	919

CUSIP	Investment #	Fund	Sec. Type	Issuer	Purchase Date	Book Value	Current Rate	Maturity Date	Maturity Amount	Total Days	Par Value	YTM 360	YTM 365	Days to Maturity
89236TLL7	18073	TREAS	MTN	TOYOTA MOTOR CREDIT	02/23/2024	9,964,273.42	4.650	01/05/2029	10,000,000.00	1,778	10,000,000.00	4.744	4.810	919
91282CJW2	18076	TREAS	TRC	US TREASURY NOTE	03/13/2024	34,869,715.07	4.000	01/31/2029	35,000,000.00	1,785	35,000,000.00	4.103	4.160	945
91282CJW2	18077	TREAS	TRC	US TREASURY NOTE	03/15/2024	49,648,043.15	4.000	01/31/2029	50,000,000.00	1,783	50,000,000.00	4.245	4.304	945
91282CJW2	18084	TREAS	TRC	US TREASURY NOTE	04/09/2024	24,749,076.77	4.000	01/31/2029	25,000,000.00	1,758	25,000,000.00	4.373	4.434	945
91282CDW8	18086	TREAS	TRC	US TREASURY NOTE	04/11/2024	23,366,615.80	1.750	01/31/2029	25,000,000.00	1,756	25,000,000.00	4.531	4.594	945
91282CDW8	18088	TREAS	TRC	US TREASURY NOTE	04/16/2024	23,317,680.08	1.750	01/31/2029	25,000,000.00	1,751	25,000,000.00	4.621	4.685	945
91282CDW8	18089	TREAS	TRC	US TREASURY NOTE	04/19/2024	23,315,848.70	1.750	01/31/2029	25,000,000.00	1,748	25,000,000.00	4.624	4.688	945
91282CDW8	18099	TREAS	TRC	US TREASURY NOTE	05/29/2024	23,375,824.48	1.750	01/31/2029	25,000,000.00	1,708	25,000,000.00	4.506	4.568	945
91282CDW8	18100	TREAS	TRC	US TREASURY NOTE	05/30/2024	18,657,513.18	1.750	01/31/2029	20,000,000.00	1,707	20,000,000.00	4.605	4.669	945
91282CDW8	18106	TREAS	TRC	US TREASURY NOTE	06/27/2024	14,092,428.53	1.750	01/31/2029	15,000,000.00	1,679	15,000,000.00	4.298	4.357	945
91282CDW8	18109	TREAS	TRC	US TREASURY NOTE	07/02/2024	14,056,640.63	1.750	01/31/2029	15,000,000.00	1,674	15,000,000.00	4.405	4.467	945
3133EP3B9	18072	TREAS	FAC	FEDERAL FARM CREDIT	02/20/2024	19,897,845.80	4.125	02/13/2029	20,000,000.00	1,820	20,000,000.00	4.284	4.344	958
3130AYWP7	18069	TREAS	FAC	FEDERAL HOME LOAN	02/15/2024	14,004,926.63	4.168	02/15/2029	14,000,000.00	1,827	14,000,000.00	4.096	4.153	960
9128286B1	18083	TREAS	TRC	US TREASURY NOTE	04/09/2024	23,935,067.68	2.625	02/15/2029	25,000,000.00	1,773	25,000,000.00	4.384	4.445	960
9128286B1	18098	TREAS	TRC	US TREASURY NOTE	05/29/2024	23,859,547.30	2.625	02/15/2029	25,000,000.00	1,723	25,000,000.00	4.512	4.575	960
9128286B1	18101	TREAS	TRC	US TREASURY NOTE	05/30/2024	19,045,296.17	2.625	02/15/2029	20,000,000.00	1,722	20,000,000.00	4.606	4.670	960
46632FUC7	18091	TREAS	MTN	JP MORGAN	04/29/2024	25,000,000.00	5.025	02/16/2029	25,000,000.00	1,754	25,000,000.00	4.958	5.027	961
3133EP4A0	18075	TREAS	FAC	FEDERAL FARM CREDIT	03/04/2024	19,984,103.34	4.250	02/28/2029	20,000,000.00	1,822	20,000,000.00	4.225	4.283	973
46632FUP8	18123	TREAS	MTN	JP MORGAN	11/08/2024	25,000,000.00	4.510	05/08/2029	25,000,000.00	1,642	25,000,000.00	4.448	4.510	1,042
9128286T2	18107	TREAS	TRC	US TREASURY NOTE	07/02/2024	18,930,645.39	2.375	05/15/2029	20,000,000.00	1,778	20,000,000.00	4.405	4.466	1,049
9128286T2	18112	TREAS	TRC	US TREASURY NOTE	07/16/2024	23,867,569.49	2.375	05/15/2029	25,000,000.00	1,764	25,000,000.00	4.073	4.130	1,049
89236TMF9	18094	TREAS	MTN	TOYOTA MOTOR CREDIT	05/16/2024	14,994,566.25	5.050	05/16/2029	15,000,000.00	1,826	15,000,000.00	4.995	5.064	1,050
89236TMF9	18096	TREAS	MTN	TOYOTA MOTOR CREDIT	05/28/2024	9,983,791.95	5.050	05/16/2029	10,000,000.00	1,814	10,000,000.00	5.044	5.114	1,050
46632FUE3	18097	TREAS	MTN	JP MORGAN	05/29/2024	20,000,000.00	4.925	05/29/2029	20,000,000.00	1,826	20,000,000.00	4.858	4.925	1,063
91282CES6	18111	TREAS	TRC	US TREASURY NOTE	07/12/2024	24,102,208.43	2.750	05/31/2029	25,000,000.00	1,784	25,000,000.00	4.065	4.122	1,065
91282CES6	18113	TREAS	TRC	US TREASURY NOTE	07/23/2024	28,855,429.09	2.750	05/31/2029	30,000,000.00	1,773	30,000,000.00	4.152	4.209	1,065
91282CES6	18118	TREAS	TRC	US TREASURY NOTE	10/04/2024	24,422,472.43	2.750	05/31/2029	25,000,000.00	1,700	25,000,000.00	3.568	3.617	1,065
91282CES6	18119	TREAS	TRC	US TREASURY NOTE	10/07/2024	24,309,909.26	2.750	05/31/2029	25,000,000.00	1,697	25,000,000.00	3.738	3.790	1,065
478160CU6	18102	TREAS	MTN	JOHNSON & JOHNSON	06/03/2024	9,999,007.23	4.800	06/01/2029	10,000,000.00	1,824	10,000,000.00	4.737	4.803	1,066
24422EXT1	18104	TREAS	MTN	JOHN DEERE	06/12/2024	9,960,817.12	4.850	06/11/2029	10,000,000.00	1,825	10,000,000.00	4.933	5.002	1,076
24422EXT1	18108	TREAS	MTN	JOHN DEERE	07/02/2024	9,961,091.62	4.850	06/11/2029	10,000,000.00	1,805	10,000,000.00	4.932	5.000	1,076
91282CKX8	18131	TREAS	TRC	US TREASURY NOTE	12/19/2024	24,934,055.47	4.250	06/30/2029	25,000,000.00	1,654	25,000,000.00	4.288	4.347	1,095
91282CKX8	18136	TREAS	TRC	US TREASURY NOTE	12/24/2024	24,885,868.33	4.250	06/30/2029	25,000,000.00	1,649	25,000,000.00	4.359	4.419	1,095
931142EN9	18110	TREAS	MTN	WALMART	07/09/2024	13,670,128.92	3.250	07/08/2029	14,135,000.00	1,825	14,135,000.00	4.417	4.478	1,103
91282CLC3	18137	TREAS	TRC	US TREASURY NOTE	01/02/2025	29,680,975.09	4.000	07/31/2029	30,000,000.00	1,671	30,000,000.00	4.323	4.383	1,126
91282CLC3	18139	TREAS	TRC	US TREASURY NOTE	01/07/2025	19,766,613.52	4.000	07/31/2029	20,000,000.00	1,666	20,000,000.00	4.361	4.421	1,126
91282CLC3	18143	TREAS	TRC	US TREASURY NOTE	01/13/2025	9,851,089.04	4.000	07/31/2029	10,000,000.00	1,660	10,000,000.00	4.477	4.539	1,126
91282CLC3	18144	TREAS	TRC	US TREASURY NOTE	01/14/2025	9,838,273.24	4.000	07/31/2029	10,000,000.00	1,659	10,000,000.00	4.523	4.586	1,126
13063EGT7	18122	TREAS	MUN	STATE OF CALIFORNIA	11/05/2024	30,131,169.99	4.500	08/01/2029	30,000,000.00	1,730	30,000,000.00	4.281	4.340	1,127
17325FBK3	18132	TREAS	MTN	CITIBANK	12/20/2024	4,988,990.55	4.838	08/06/2029	5,000,000.00	1,690	5,000,000.00	4.850	4.917	1,132

CUSIP	Investment #	Fund	Sec. Type	Issuer	Purchase Date	Book Value	Current Rate	Maturity Date	Maturity Amount	Total Days	Par Value	YTM 360	YTM 365	Days to Maturity
17325FBK3	18133	TREAS	MTN	CITIBANK	12/20/2024	34,947,997.90	4.838	08/06/2029	35,000,000.00	1,690	35,000,000.00	4.824	4.891	1,132
89236TMK8	18124	TREAS	MTN	TOYOTA MOTOR CREDIT	11/20/2024	9,955,122.07	4.550	08/09/2029	10,000,000.00	1,723	10,000,000.00	4.647	4.711	1,135
89236TMK8	18128	TREAS	MTN	TOYOTA MOTOR CREDIT	12/11/2024	9,997,135.04	4.550	08/09/2029	10,000,000.00	1,702	10,000,000.00	4.497	4.559	1,135
89236TMK8	18130	TREAS	MTN	TOYOTA MOTOR CREDIT	12/16/2024	4,984,630.01	4.550	08/09/2029	5,000,000.00	1,697	5,000,000.00	4.596	4.660	1,135
89236TMK8	18134	TREAS	MTN	TOYOTA MOTOR CREDIT	12/20/2024	9,917,673.94	4.550	08/09/2029	10,000,000.00	1,693	10,000,000.00	4.781	4.848	1,135
89236TMK8	18135	TREAS	MTN	TOYOTA MOTOR CREDIT	12/20/2024	9,925,042.42	4.550	08/09/2029	10,000,000.00	1,693	10,000,000.00	4.755	4.821	1,135
89236TMK8	18150	TREAS	MTN	TOYOTA MOTOR CREDIT	04/10/2025	9,903,474.79	4.550	08/09/2029	10,000,000.00	1,582	10,000,000.00	4.830	4.897	1,135
30231GBE1	18126	TREAS	MTN	EXXON MOBIL	11/20/2024	4,716,725.53	2.440	08/16/2029	5,000,000.00	1,730	5,000,000.00	4.410	4.471	1,142
30231GBE1	18127	TREAS	MTN	EXXON MOBIL	12/11/2024	9,475,956.97	2.440	08/16/2029	10,000,000.00	1,709	10,000,000.00	4.250	4.309	1,142
30231GBE1	18141	TREAS	MTN	EXXON MOBIL	01/09/2025	4,697,668.98	2.440	08/16/2029	5,000,000.00	1,680	5,000,000.00	4.546	4.609	1,142
30231GBE1	18142	TREAS	MTN	EXXON MOBIL	01/09/2025	4,697,261.62	2.440	08/16/2029	5,000,000.00	1,680	5,000,000.00	4.549	4.612	1,142
13063EBP0	18114	TREAS	MUN	STATE OF CALIFORNIA	09/03/2024	20,723,437.15	5.125	09/01/2029	20,000,000.00	1,824	20,000,000.00	3.805	3.858	1,158
13063EBP0	18115	TREAS	MUN	STATE OF CALIFORNIA	09/03/2024	25,849,769.19	5.125	09/01/2029	25,000,000.00	1,824	25,000,000.00	3.878	3.932	1,158
13063EBP0	18116	TREAS	MUN	STATE OF CALIFORNIA	09/06/2024	15,566,348.19	5.125	09/01/2029	15,000,000.00	1,821	15,000,000.00	3.753	3.805	1,158
13063EBP0	18121	TREAS	MUN	STATE OF CALIFORNIA	10/18/2024	25,703,964.63	5.125	09/01/2029	25,000,000.00	1,779	25,000,000.00	4.076	4.133	1,158
3133ERVK4	18117	TREAS	FAC	FEDERAL FARM CREDIT	09/27/2024	19,980,877.60	3.500	09/27/2029	20,000,000.00	1,826	20,000,000.00	3.484	3.532	1,184
166756AS5	18120	TREAS	MTN	CHEVRON CORP	10/15/2024	25,564,245.96	3.250	10/15/2029	26,331,000.00	1,826	26,331,000.00	4.184	4.242	1,202
166756AS5	18125	TREAS	MTN	CHEVRON CORP	11/20/2024	9,623,528.25	3.250	10/15/2029	10,000,000.00	1,790	10,000,000.00	4.477	4.539	1,202
166756AS5	18140	TREAS	MTN	CHEVRON CORP	01/09/2025	4,796,318.88	3.250	10/15/2029	5,000,000.00	1,740	5,000,000.00	4.580	4.644	1,202
742718GK9	18129	TREAS	MTN	PROCTER & GAMBLE	12/16/2024	5,508,713.55	4.150	10/24/2029	5,530,000.00	1,773	5,530,000.00	4.220	4.279	1,211
742718GK9	18145	TREAS	MTN	PROCTER & GAMBLE	03/27/2025	29,988,222.11	4.150	10/24/2029	30,000,000.00	1,672	30,000,000.00	4.105	4.162	1,211
742718GK9	18147	TREAS	MTN	PROCTER & GAMBLE	04/09/2025	16,476,000.00	4.150	10/24/2029	16,476,000.00	1,659	16,476,000.00	4.093	4.150	1,211
742718GK9	18148	TREAS	MTN	PROCTER & GAMBLE	04/09/2025	5,000,000.00	4.150	10/24/2029	5,000,000.00	1,659	5,000,000.00	4.093	4.150	1,211
46632FVD4	18151	TREAS	MTN	JP MORGAN	04/17/2025	20,000,000.00	4.350	01/28/2030	20,000,000.00	1,747	20,000,000.00	4.292	4.351	1,307
91282CGJ4	18153	TREAS	TRC	US TREASURY NOTE	04/24/2025	24,583,843.18	3.500	01/31/2030	25,000,000.00	1,743	25,000,000.00	3.959	4.014	1,310
91282CGJ4	18154	TREAS	TRC	US TREASURY NOTE	05/02/2025	24,761,099.60	3.500	01/31/2030	25,000,000.00	1,735	25,000,000.00	3.741	3.793	1,310
91282CGJ4	18155	TREAS	TRC	US TREASURY NOTE	05/05/2025	24,675,005.41	3.500	01/31/2030	25,000,000.00	1,732	25,000,000.00	3.846	3.900	1,310
084664CU3	18182	TREAS	MTN	BERKSHIRE HATHAWAY	10/03/2025	4,657,927.17	1.850	03/12/2030	5,000,000.00	1,621	5,000,000.00	3.829	3.882	1,350
30231GBK7	18177	TREAS	MTN	EXXON MOBIL	09/18/2025	9,865,787.29	3.482	03/19/2030	10,000,000.00	1,643	10,000,000.00	3.826	3.879	1,357
30231GBK7	18180	TREAS	MTN	EXXON MOBIL	09/23/2025	9,842,685.64	3.482	03/19/2030	10,000,000.00	1,638	10,000,000.00	3.894	3.948	1,357
742718FH7	18161	TREAS	MTN	PROCTER & GAMBLE	07/25/2025	9,588,240.00	3.000	03/25/2030	10,000,000.00	1,704	10,000,000.00	4.168	4.226	1,363
3133ETBF3	18149	TREAS	FAC	FEDERAL FARM CREDIT	04/10/2025	12,479,341.68	4.000	04/01/2030	12,515,000.00	1,817	12,515,000.00	4.029	4.085	1,370
3133ETFA0	18152	TREAS	FAC	FEDERAL FARM CREDIT	05/01/2025	34,975,850.00	4.000	05/01/2030	35,000,000.00	1,826	35,000,000.00	3.965	4.020	1,400
742718GM5	18157	TREAS	MTN	PROCTER & GAMBLE	05/08/2025	5,983,375.35	4.050	05/01/2030	6,000,000.00	1,819	6,000,000.00	4.074	4.131	1,400
742718GM5	18160	TREAS	MTN	PROCTER & GAMBLE	06/25/2025	9,985,852.23	4.050	05/01/2030	10,000,000.00	1,771	10,000,000.00	4.034	4.090	1,400
95004HAB4	18156	TREAS	MTN	WELLS FARGO	05/08/2025	30,000,000.00	4.850	05/08/2030	30,000,000.00	1,826	30,000,000.00	4.784	4.850	1,407
166764BY5	18158	TREAS	MTN	CHEVRON CORP	05/12/2025	13,442,980.57	2.236	05/11/2030	14,545,000.00	1,825	14,545,000.00	4.385	4.446	1,410
166764BY5	18172	TREAS	MTN	CHEVRON CORP	09/03/2025	9,356,713.27	2.236	05/11/2030	10,000,000.00	1,711	10,000,000.00	4.027	4.083	1,410
166764BY5	18199	TREAS	MTN	CHEVRON CORP	12/16/2025	9,368,580.44	2.236	05/11/2030	10,000,000.00	1,607	10,000,000.00	3.982	4.037	1,410
166764BY5	18203	TREAS	MTN	CHEVRON CORP	12/17/2025	12,183,769.89	2.236	05/11/2030	13,000,000.00	1,606	13,000,000.00	3.971	4.026	1,410

CUSIP	Investment #	Fund	Sec. Type	Issuer	Purchase Date	Book Value	Current Rate	Maturity Date	Maturity Amount	Total Days	Par Value	YTM 360	YTM 365	Days to Maturity
166764BY5	18208	TREAS	MTN	CHEVRON CORP	01/12/2026	18,702,191.15	2.236	05/11/2030	20,000,000.00	1,580	20,000,000.00	4.030	4.086	1,410
02079KAK3	18162	TREAS	MTN	ALPHABET INC	07/25/2025	9,971,555.95	4.000	05/15/2030	10,000,000.00	1,755	10,000,000.00	4.024	4.080	1,414
46632FVJ1	18159	TREAS	MTN	JP MORGAN	05/23/2025	20,000,000.00	4.410	05/23/2030	20,000,000.00	1,826	20,000,000.00	4.350	4.410	1,422
023135BS4	18185	TREAS	MTN	AMAZON.COM INC	10/24/2025	18,345,432.19	1.500	06/03/2030	20,000,000.00	1,683	20,000,000.00	3.768	3.820	1,433
023135BS4	18190	TREAS	MTN	AMAZON.COM INC	10/31/2025	9,132,201.21	1.500	06/03/2030	10,000,000.00	1,676	10,000,000.00	3.886	3.940	1,433
023135BS4	18191	TREAS	MTN	AMAZON.COM INC	10/31/2025	9,135,192.74	1.500	06/03/2030	10,000,000.00	1,676	10,000,000.00	3.877	3.931	1,433
023135BS4	18200	TREAS	MTN	AMAZON.COM INC	12/16/2025	9,118,444.56	1.500	06/03/2030	10,000,000.00	1,630	10,000,000.00	3.921	3.975	1,433
023135BS4	18201	TREAS	MTN	AMAZON.COM INC	12/16/2025	4,559,222.28	1.500	06/03/2030	5,000,000.00	1,630	5,000,000.00	3.921	3.975	1,433
91282CHJ3	18167	TREAS	TRC	US TREASURY NOTE	08/19/2025	9,957,933.03	3.750	06/30/2030	10,000,000.00	1,776	10,000,000.00	3.813	3.866	1,460
91282CHJ3	18168	TREAS	TRC	US TREASURY NOTE	08/22/2025	14,935,345.29	3.750	06/30/2030	15,000,000.00	1,773	15,000,000.00	3.815	3.868	1,460
91282CHJ3	18202	TREAS	TRC	US TREASURY NOTE	12/16/2025	30,064,018.18	3.750	06/30/2030	30,000,000.00	1,657	30,000,000.00	3.641	3.691	1,460
91282CHJ3	18204	TREAS	TRC	US TREASURY NOTE	12/24/2025	20,034,585.35	3.750	06/30/2030	20,000,000.00	1,649	20,000,000.00	3.652	3.703	1,460
46632FVS1	18164	TREAS	MTN	JP MORGAN	07/31/2025	100,000,000.00	4.370	07/30/2030	100,000,000.00	1,825	100,000,000.00	4.310	4.370	1,490
95004HAD0	18163	TREAS	MTN	WELLS FARGO	07/31/2025	50,000,000.00	4.450	07/31/2030	50,000,000.00	1,826	50,000,000.00	4.389	4.450	1,491
91282CNN7	18165	TREAS	TRC	US TREASURY NOTE	08/07/2025	50,172,901.49	3.875	07/31/2030	50,000,000.00	1,819	50,000,000.00	3.729	3.781	1,491
91282CNN7	18187	TREAS	TRC	US TREASURY NOTE	10/28/2025	25,226,329.75	3.875	07/31/2030	25,000,000.00	1,737	25,000,000.00	3.581	3.631	1,491
91282CNN7	18205	TREAS	TRC	US TREASURY NOTE	12/24/2025	40,235,742.19	3.875	07/31/2030	40,000,000.00	1,680	40,000,000.00	3.665	3.716	1,491
91282CNN7	18206	TREAS	TRC	US TREASURY NOTE	01/02/2026	30,246,771.21	3.875	07/31/2030	30,000,000.00	1,671	30,000,000.00	3.604	3.654	1,491
91282CNN7	18207	TREAS	TRC	US TREASURY NOTE	01/05/2026	30,201,124.10	3.875	07/31/2030	30,000,000.00	1,668	30,000,000.00	3.644	3.695	1,491
91282CNN7	18211	TREAS	TRC	US TREASURY NOTE	01/20/2026	10,030,301.44	3.875	07/31/2030	10,000,000.00	1,653	10,000,000.00	3.741	3.793	1,491
91282CNN7	18212	TREAS	TRC	US TREASURY NOTE	02/03/2026	20,068,964.60	3.875	07/31/2030	20,000,000.00	1,639	20,000,000.00	3.739	3.791	1,491
95004HAH1	18166	TREAS	MTN	WELLS FARGO	08/14/2025	125,000,000.00	4.320	08/14/2030	125,000,000.00	1,826	125,000,000.00	4.261	4.320	1,505
91282CAE1	18176	TREAS	TRC	US TREASURY NOTE	09/17/2025	53,306,783.32	0.625	08/15/2030	60,000,000.00	1,793	60,000,000.00	3.551	3.600	1,506
91282CAE1	18178	TREAS	TRC	US TREASURY NOTE	09/22/2025	35,409,563.76	0.625	08/15/2030	40,000,000.00	1,788	40,000,000.00	3.641	3.692	1,506
02079KAD9	18181	TREAS	MTN	ALPHABET INC	09/25/2025	16,134,864.95	1.100	08/15/2030	18,000,000.00	1,785	18,000,000.00	3.831	3.884	1,506
91282CAE1	18183	TREAS	TRC	US TREASURY NOTE	10/07/2025	22,086,796.74	0.625	08/15/2030	25,000,000.00	1,773	25,000,000.00	3.689	3.741	1,506
037833DY3	18169	TREAS	MTN	APPLE INC	08/26/2025	17,955,737.46	1.250	08/20/2030	20,000,000.00	1,820	20,000,000.00	3.945	4.000	1,511
91282CNX5	18192	TREAS	TRC	US TREASURY NOTE	11/04/2025	29,904,793.97	3.625	08/31/2030	30,000,000.00	1,761	30,000,000.00	3.657	3.708	1,522
13063EHU3	18170	TREAS	MUN	STATE OF CALIFORNIA	09/02/2025	31,092,857.14	4.875	09/01/2030	30,000,000.00	1,825	30,000,000.00	3.851	3.904	1,523
478160CQ5	18171	TREAS	MTN	JOHNSON & JOHNSON	09/03/2025	8,996,651.84	1.300	09/01/2030	10,000,000.00	1,824	10,000,000.00	3.924	3.979	1,523
478160CQ5	18179	TREAS	MTN	JOHNSON & JOHNSON	09/22/2025	18,090,219.22	1.300	09/01/2030	20,000,000.00	1,805	20,000,000.00	3.785	3.838	1,523
89236TNU5	18174	TREAS	MTN	TOYOTA MOTOR CREDIT	09/18/2025	30,000,000.00	4.000	09/18/2030	30,000,000.00	1,826	30,000,000.00	3.945	4.000	1,540
89236TNV3	18175	TREAS	MTN	TOYOTA MOTOR CREDIT	09/19/2025	50,000,000.00	4.050	09/19/2030	50,000,000.00	1,826	50,000,000.00	3.995	4.050	1,541
30231GBN1	18184	TREAS	MTN	EXXON MOBIL	10/17/2025	18,966,086.76	2.610	10/15/2030	20,000,000.00	1,824	20,000,000.00	3.896	3.950	1,567
91282CPD7	18193	TREAS	TRC	US TREASURY NOTE	11/17/2025	24,905,998.44	3.625	10/31/2030	25,000,000.00	1,809	25,000,000.00	3.670	3.720	1,583
91282CPD7	18195	TREAS	TRC	US TREASURY NOTE	12/05/2025	24,953,390.00	3.625	10/31/2030	25,000,000.00	1,791	25,000,000.00	3.622	3.672	1,583
91282CPD7	18196	TREAS	TRC	US TREASURY NOTE	12/08/2025	29,900,398.49	3.625	10/31/2030	30,000,000.00	1,788	30,000,000.00	3.658	3.709	1,583
91282CPD7	18197	TREAS	TRC	US TREASURY NOTE	12/09/2025	29,831,828.40	3.625	10/31/2030	30,000,000.00	1,787	30,000,000.00	3.716	3.767	1,583
91282CPD7	18198	TREAS	TRC	US TREASURY NOTE	12/11/2025	19,884,988.62	3.625	10/31/2030	20,000,000.00	1,785	20,000,000.00	3.719	3.771	1,583
13063DYT9	18188	TREAS	MUN	STATE OF CALIFORNIA	11/03/2025	21,802,331.21	1.750	11/01/2030	23,645,000.00	1,824	23,645,000.00	3.687	3.738	1,584

CUSIP	Investment #	Fund	Sec. Type	Issuer	Purchase Date	Book Value	Current Rate	Maturity Date	Maturity Amount	Total Days	Par Value	YTM 360	YTM 365	Days to Maturity
13063DYT9	18189	TREAS	MUN	STATE OF CALIFORNIA	11/03/2025	9,220,347.05	1.750	11/01/2030	10,000,000.00	1,824	10,000,000.00	3.688	3.739	1,584
30303MAB8	18194	TREAS	MTN	META PLATFORMS INC	11/19/2025	25,061,785.63	4.200	11/15/2030	25,000,000.00	1,822	25,000,000.00	4.079	4.136	1,598
89236THX6	18209	TREAS	MTN	TOYOTA MOTOR CREDIT	01/15/2026	9,480,884.24	1.650	01/10/2031	10,556,000.00	1,821	10,556,000.00	4.115	4.172	1,654
89236TPH2	18210	TREAS	MTN	TOYOTA MOTOR CREDIT	01/16/2026	9,992,953.12	4.200	01/10/2031	10,000,000.00	1,820	10,000,000.00	4.171	4.229	1,654
91282CPW5	18215	TREAS	TRC	US TREASURY NOTE	04/07/2026	29,919,599.14	3.750	01/31/2031	30,000,000.00	1,760	30,000,000.00	3.925	3.979	1,675
91282CJX0	18219	TREAS	TRC	US TREASURY NOTE	04/08/2026	30,203,128.94	4.000	01/31/2031	30,000,000.00	1,759	30,000,000.00	3.959	4.014	1,675
91282CPW5	18227	TREAS	TRC	US TREASURY NOTE	04/23/2026	20,031,826.86	3.750	01/31/2031	20,000,000.00	1,744	20,000,000.00	3.862	3.916	1,675
91282CPW5	18228	TREAS	TRC	US TREASURY NOTE	05/05/2026	49,795,560.16	3.750	01/31/2031	50,000,000.00	1,732	50,000,000.00	4.028	4.084	1,675
91282CPW5	18229	TREAS	TRC	US TREASURY NOTE	05/12/2026	24,967,608.22	3.750	01/31/2031	25,000,000.00	1,725	25,000,000.00	3.978	4.033	1,675
91282CPW5	18230	TREAS	TRC	US TREASURY NOTE	05/13/2026	24,894,122.98	3.750	01/31/2031	25,000,000.00	1,724	25,000,000.00	4.051	4.107	1,675
02079KBK2	18216	TREAS	MTN	ALPHABET INC	03/30/2026	9,924,579.63	4.100	02/15/2031	10,000,000.00	1,783	10,000,000.00	4.352	4.412	1,690
02079KBK2	18220	TREAS	MTN	ALPHABET INC	04/10/2026	20,066,706.22	4.100	02/15/2031	20,000,000.00	1,772	20,000,000.00	4.118	4.175	1,690
02079KBK2	18221	TREAS	MTN	ALPHABET INC	04/10/2026	10,038,407.10	4.100	02/15/2031	10,000,000.00	1,772	10,000,000.00	4.106	4.163	1,690
02079KBK2	18226	TREAS	MTN	ALPHABET INC	04/22/2026	10,027,981.60	4.100	02/15/2031	10,000,000.00	1,760	10,000,000.00	4.163	4.221	1,690
95004HBG2	18214	TREAS	MTN	WELLS FARGO	03/12/2026	30,000,000.00	4.220	03/12/2031	30,000,000.00	1,826	30,000,000.00	4.162	4.220	1,715
023135DD5	18217	TREAS	MTN	AMAZON.COM INC	03/30/2026	9,889,966.69	4.250	03/13/2031	10,000,000.00	1,809	10,000,000.00	4.500	4.562	1,716
023135DD5	18218	TREAS	MTN	AMAZON.COM INC	03/30/2026	9,893,667.65	4.250	03/13/2031	10,000,000.00	1,809	10,000,000.00	4.491	4.553	1,716
023135DD5	18222	TREAS	MTN	AMAZON.COM INC	04/13/2026	14,994,908.73	4.250	03/13/2031	15,000,000.00	1,795	15,000,000.00	4.282	4.342	1,716
023135DD5	18223	TREAS	MTN	AMAZON.COM INC	04/13/2026	9,994,502.77	4.250	03/13/2031	10,000,000.00	1,795	10,000,000.00	4.287	4.347	1,716
023135DD5	18224	TREAS	MTN	AMAZON.COM INC	04/14/2026	10,006,850.92	4.250	03/13/2031	10,000,000.00	1,794	10,000,000.00	4.261	4.320	1,716
023135DD5	18225	TREAS	MTN	AMAZON.COM INC	04/22/2026	10,012,893.46	4.250	03/13/2031	10,000,000.00	1,786	10,000,000.00	4.269	4.328	1,716
46632F2C8	18213	TREAS	MTN	JP MORGAN	03/24/2026	30,000,000.00	4.400	03/24/2031	30,000,000.00	1,826	30,000,000.00	4.340	4.400	1,727
91282CCB5	18231	TREAS	TRC	US TREASURY NOTE	05/19/2026	22,135,288.54	1.625	05/15/2031	25,000,000.00	1,822	25,000,000.00	4.207	4.265	1,779
30303MAF9	18232	TREAS	MTN	META PLATFORMS INC	05/20/2026	19,761,563.33	4.550	05/15/2031	20,000,000.00	1,821	20,000,000.00	4.808	4.875	1,779
91282CQU8	18233	TREAS	TRC	US TREASURY NOTE	06/02/2026	29,877,599.06	4.125	05/31/2031	30,000,000.00	1,824	30,000,000.00	4.165	4.223	1,795
				Subtotal and Average		**7,328,575,695.75**			**7,407,759,435.96**		**7,407,759,435.96**	**3.623**	**3.674**	**759**
				Net Maturities and Average		**7,328,575,695.75**			**7,407,759,435.96**		**7,407,759,435.96**	**3.623**	**3.674**	**759**

APPENDIX H

TABLE OF ACCRETED VALUES

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APPENDIX I

SPECIMEN MUNICIPAL BOND INSURANCE POLICY

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MUNICIPAL BOND INSURANCE POLICY

ISSUER: [NAME OF ISSUER]

Policy No: _____

MEMBER: [NAME OF MEMBER]

BONDS: $__________ in aggregate principal amount of [NAME OF TRANSACTION] [and maturing on]

Effective Date: _________

Risk Premium: $__________
Member Surplus Contribution: $ _________
Total Insurance Payment: $_________

SPECIMEN

BUILD AMERICA MUTUAL ASSURANCE COMPANY ("BAM"), for consideration received, hereby UNCONDITIONALLY AND IRREVOCABLY agrees to pay to the trustee (the "Trustee") or paying agent (the "Paying Agent") for the Bonds named above (as set forth in the documentation providing for the issuance and securing of the Bonds), for the benefit of the Owners or, at the election of BAM, directly to each Owner, subject only to the terms of this Policy (which includes each endorsement hereto), that portion of the principal of and interest on the Bonds that shall become Due for Payment but shall be unpaid by reason of Nonpayment by the Issuer.

On the later of the day on which such principal and interest becomes Due for Payment or the first Business Day following the Business Day on which BAM shall have received Notice of Nonpayment, BAM will disburse (but without duplication in the case of duplicate claims for the same Nonpayment) to or for the benefit of each Owner of the Bonds, the face amount of principal of and interest on the Bonds that is then Due for Payment but is then unpaid by reason of Nonpayment by the Issuer, but only upon receipt by BAM, in a form reasonably satisfactory to it, of (a) evidence of the Owner's right to receive payment of such principal or interest then Due for Payment and (b) evidence, including any appropriate instruments of assignment, that all of the Owner's rights with respect to payment of such principal or interest that is Due for Payment shall thereupon vest in BAM. A Notice of Nonpayment will be deemed received on a given Business Day if it is received prior to 1:00 p.m. (New York time) on such Business Day; otherwise, it will be deemed received on the next Business Day. If any Notice of Nonpayment received by BAM is incomplete, it shall be deemed not to have been received by BAM for purposes of the preceding sentence, and BAM shall promptly so advise the Trustee, Paying Agent or Owner, as appropriate, any of whom may submit an amended Notice of Nonpayment. Upon disbursement under this Policy in respect of a Bond and to the extent of such payment, BAM shall become the owner of such Bond, any appurtenant coupon to such Bond and right to receipt of payment of principal of or interest on such Bond and shall be fully subrogated to the rights of the Owner, including the Owner's right to receive payments under such Bond. Payment by BAM either to the Trustee or Paying Agent for the benefit of the Owners, or directly to the Owners, on account of any Nonpayment shall discharge the obligation of BAM under this Policy with respect to said Nonpayment.

Except to the extent expressly modified by an endorsement hereto, the following terms shall have the meanings specified for all purposes of this Policy. "Business Day" means any day other than (a) a Saturday or Sunday or (b) a day on which banking institutions in the State of New York or the Insurer's Fiscal Agent (as defined herein) are authorized or required by law or executive order to remain closed. "Due for Payment" means (a) when referring to the principal of a Bond, payable on the stated maturity date thereof or the date on which the same shall have been duly called for mandatory sinking fund redemption and does not refer to any earlier date on which payment is due by reason of call for redemption (other than by mandatory sinking fund redemption), acceleration or other advancement of maturity (unless BAM shall elect, in its sole discretion, to pay such principal due upon such acceleration together with any accrued interest to the date of acceleration) and (b) when referring to interest on a Bond, payable on the stated date for payment of interest. "Nonpayment" means, in respect of a Bond, the failure of the Issuer to have provided sufficient funds to the Trustee or, if there is no Trustee, to the Paying Agent for payment in full of all principal and interest that is Due for Payment on such Bond. "Nonpayment" shall also include, in respect of a Bond, any payment made to an Owner by or on behalf of the Issuer of principal or interest that is Due for Payment, which payment has been recovered from such Owner pursuant to the United States Bankruptcy Code in accordance with a final, nonappealable order of a court having competent jurisdiction. "Notice" means delivery to BAM of a notice of claim and certificate, by certified mail, email or telecopy as set forth on the attached Schedule or other acceptable electronic delivery, in a form satisfactory to BAM, from and signed by an Owner, the Trustee or the Paying Agent, which notice shall specify (a) the person or entity making the claim, (b) the Policy Number, (c) the claimed amount, (d) payment instructions and (e) the date such claimed amount becomes or became Due for Payment. "Owner" means, in respect of a Bond, the person or entity who, at the time of Nonpayment, is entitled under the terms of such Bond to payment thereof, except that "Owner" shall not include the Issuer, the Member or any other person or entity whose direct or indirect obligation constitutes the underlying security for the Bonds.

BAM may appoint a fiscal agent (the "Insurer's Fiscal Agent") for purposes of this Policy by giving written notice to the Trustee, the Paying Agent, the Member and the Issuer specifying the name and notice address of the Insurer's Fiscal Agent. From and after the date of receipt of such notice by the Trustee, the Paying Agent, the Member or the Issuer (a) copies of all notices required to be delivered to BAM pursuant to this Policy shall be simultaneously delivered to the Insurer's Fiscal Agent and to BAM and shall not be deemed received until received by both and (b) all payments required to be made by BAM under this Policy may be made directly by BAM or by the Insurer's Fiscal Agent on behalf of BAM. The Insurer's Fiscal Agent is the agent of BAM only, and the Insurer's Fiscal Agent shall in no event be liable to the Trustee, Paying Agent or any Owner for any act of the Insurer's Fiscal Agent or any failure of BAM to deposit or cause to be deposited sufficient funds to make payments due under this Policy.

To the fullest extent permitted by applicable law, BAM agrees not to assert, and hereby waives, only for the benefit of each Owner, all rights (whether by counterclaim, setoff or otherwise) and defenses (including, without limitation, the defense of fraud), whether acquired by subrogation, assignment or otherwise, to the extent that such rights and defenses may be available to BAM to avoid payment of its obligations under this Policy in accordance with the express provisions of this Policy. This Policy may not be canceled or revoked.

This Policy sets forth in full the undertaking of BAM and shall not be modified, altered or affected by any other agreement or instrument, including any modification or amendment thereto. Except to the extent expressly modified by an endorsement hereto, any premium paid in respect of this Policy is nonrefundable for any reason whatsoever, including payment, or provision being made for payment, of the Bonds prior to maturity. THIS POLICY IS NOT COVERED BY THE PROPERTY/CASUALTY INSURANCE SECURITY FUND SPECIFIED IN ARTICLE 76 OF THE NEW YORK INSURANCE LAW. THIS POLICY IS ISSUED WITHOUT CONTINGENT MUTUAL LIABILITY FOR ASSESSMENT.

In witness whereof, BUILD AMERICA MUTUAL ASSURANCE COMPANY has caused this Policy to be executed on its behalf by its Authorized Officer.

BUILD AMERICA MUTUAL ASSURANCE COMPANY

By: ____
Authorized Officer

SPECIMEN

Notices (Unless Otherwise Specified by BAM)

Email:
claims@buildamerica.com
Address:
28 Liberty Street, 59th Floor
New York, New York 10005
Telecopy:
212-962-1524 (attention: Claims)

SPECIMEN

CALIFORNIA

ENDORSEMENT TO

MUNICIPAL BOND INSURANCE POLICY

NO.

This Policy is not covered by the California Insurance Guaranty Association established pursuant to Article 15.2 of Chapter 1 of Part 2 of Division 1 of the California Law.

Nothing herein shall be construed to waive, alter, reduce or amend coverage in any other section of the Policy. If found contrary to the Policy language, the terms of this Endorsement supersede the Policy language

IN WITNESS WHEREOF, BUILDAMERICA MUTUAL ASSURANCE COMPANY has caused this policy to be executed on its behalf by its Authorized Officer.

BUILD AMERICA MUTUAL ASSURANCE COMPANY

By

____

Authorized Officer

SPECIMEN