

PRELIMINARY OFFICIAL STATEMENT DATED APRIL 23, 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. Interest on the Bonds may be subject to the corporate alternative minimum tax. In the further opinion of Bond Counsel, such interest is exempt from California personal income taxes. See "TAX MATTERS."

\$11,500,000*

IMPERIAL UNIFIED SCHOOL DISTRICT

(Imperial County, California)

2026 REFUNDING GENERAL OBLIGATION BONDS

Dated: Date of Delivery

Due: As shown on inside cover.

Authority and Purpose. The captioned bonds (the "Bonds") are being issued by the Imperial Unified School District (the "District") pursuant to certain provisions of the California Government Code and a resolution of the Board of Education of the District adopted on March 10, 2026 (the "Bond Resolution"). The Bonds are being issued for the purpose of refinancing on a current basis the District's outstanding General Obligation Bonds, Election of 2016, Series B, 2016 Refunding General Obligation Bonds, and to pay related costs of issuance. See "THE REFINANCING PLAN" and "THE BONDS – Authority for Issuance."

Security. The Bonds are general obligation bonds of the District payable solely from *ad valorem* property taxes levied and collected within the District. The Board of Supervisors of Imperial County has the power and is obligated to annually levy *ad valorem* property taxes 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) within the District for the payment of principal of and interest on the Bonds. See "SECURITY FOR THE BONDS."

Redemption*. The Bonds are subject to 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 issued and 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 – Book-Entry Only System."

Payments. The Bonds are dated the date of delivery and are being issued as current interest bonds. The Bonds bear interest at the rates set forth on the inside cover page hereof, payable semiannually on each February 1 and August 1 until maturity, commencing August 1, 2026. Principal of the Bonds is payable on August 1 in each of the years and in the amounts set forth on the inside front cover hereof. Payments of principal of and interest on the Bonds will be paid by U.S. Bank Trust Company, National Association, Los Angeles, California, the designated paying agent, registrar and transfer agent (the "Paying Agent"), to DTC for subsequent disbursement to DTC Participants who will remit such payments to the beneficial owners of the Bonds. See "THE BONDS."

Bond Insurance. The scheduled payment of principal of and interest on the Bonds when due will be guaranteed under a municipal bond insurance policy to be issued concurrently with the delivery of the Bonds by Assured Guaranty Inc.

ASSURED
GUARANTY

MATURITY SCHEDULE

(see inside front cover)

This cover page contains 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 and accepted by the Underwriter, 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. Aparicio Law, Pasadena, California, is serving as Underwriter's Counsel. It is anticipated that the Bonds, in book-entry form, will be available for delivery through the facilities of DTC, on or about May __, 2026.*

STIFEL

The date of this Official Statement is _____, 2026.

*Preliminary; subject to change.

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.

MATURITY SCHEDULE*

Base CUSIP^(†): 452678

IMPERIAL UNIFIED SCHOOL DISTRICT 2026 REFUNDING GENERAL OBLIGATION BONDS (Imperial County, California)

Maturity Date (August 1)	Principal	Interest Rate	Yield	Price	CUSIP [†]
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*Preliminary; subject to change.

† CUSIP® is a registered trademark of the American Bankers Association. CUSIP data herein are provided by CUSIP Global Services ("CGS"), managed on behalf of the American Bankers Association by FactSet Research Systems Inc. © 2026 CUSIP Global Services. All rights reserved. This data is not intended to create a database and does not serve in any way as a substitute for the CGS database. CUSIP® numbers are provided for convenience only. Neither of the District nor the Underwriter takes any responsibility for the accuracy of such numbers.

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.

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 pursuant to its responsibilities to investors under the federal securities laws, but the Underwriter does not guarantee the accuracy or completeness of such information.

Bond Insurance. Assured Guaranty Inc. ("AG" 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 H.

Changes to Offering Prices. In connection with the offering of the Bonds, the Underwriter may over allot or effect transactions which stabilize or maintain the market price of such Bonds at a level above that which might otherwise prevail in the open market. Such stabilization, if commenced, may be discontinued at any time. 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.

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.

Document Summaries. All summaries of the Bond Resolution 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, or the Securities Exchange Act of 1934, 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 and certain social media accounts. However, the information presented on the website and in social media posts is not a part of this Official Statement, is not incorporated herein by reference, and should not be relied upon in making an investment decision with respect to the Bonds.

IMPERIAL UNIFIED SCHOOL DISTRICT
STATE OF CALIFORNIA
COUNTY OF IMPERIAL

BOARD OF TRUSTEES

Daniel Yee, *President*
Geoff Holbrook, *Clerk*
Elvira Hernandez, *Member*
Gabby Olguin-Nixon, *Member*
Jill Tucker, *Member*

DISTRICT ADMINISTRATIVE STAFF

Bryan Thomason, *Superintendent*
Gina Hendrix, *Associate Superintendent*

PROFESSIONAL SERVICES

MUNICIPAL ADVISOR

Isom Advisors, a Division of Urban Futures, Inc.
Walnut Creek, California

BOND COUNSEL AND DISCLOSURE COUNSEL

Jones Hall LLP
San Mateo, California

BOND REGISTRAR, TRANSFER AGENT, PAYING AGENT AND ESCROW AGENT

U.S. Bank Trust Company, National Association,
as agent of the Imperial County Treasurer and Tax Collector
Los Angeles, California

UNDERWRITER'S COUNSEL

Aparicio Law
Pasadena, California

VERIFICATION AGENT

Causey Public Finance LLC
Denver, Colorado

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APPENDIX E	- Form of Continuing Disclosure Certificate
APPENDIX F	- DTC and the Book-Entry System
APPENDIX G	- Imperial County Investment Policy and Summary of Investment Report
APPENDIX H	- Specimen Municipal Bond Insurance Policy

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\$11,500,000*
IMPERIAL UNIFIED SCHOOL DISTRICT
(Imperial County, California)
2026 REFUNDING GENERAL OBLIGATION BONDS

INTRODUCTION

This Official Statement, which includes the cover page, inside cover page and appendices hereto, provides information in connection with the sale and delivery of 2026 Refunding General Obligation Bonds in the principal amount of \$11,500,000* (the “**Bonds**”) by the Imperial Unified School District (the “**District**”), Imperial County (the “**County**”), State of California (the “**State**”).

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 herein. A full review should be made of the entire Official Statement. The offering of the Bonds to potential investors is made only by means of the entire Official Statement.

The District. The District encompasses an area of approximately 554 square miles in the County (the “**County**”), representing approximately 12.8% of the total area in the County. The boundaries of the District include most of the area of the City of Imperial (the “**City**”), as well as unincorporated portions of the County. The District currently operates three elementary schools, an intermediate school, a high school and a continuation high school. Enrollment in the District for the 2025-26 school year is approximately 4,861 students. The District’s total assessed valuation in fiscal year 2025-26 is \$3,213,199,940.

For more detail regarding the District, its administration, and finances, see APPENDIX A hereto. See also APPENDIX B for the District’s most recent audited financial statements. For details on assessed valuations and related information, see “SECURITY FOR THE BONDS” herein.

Authority and Purpose of Issue; Financing Plan. The Bonds will be issued pursuant to 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 Section 53550 of said Code (the “**Bond Law**”) and pursuant to a resolution adopted by the Board of Education of the District on March 10, 2026 (the “**Bond Resolution**”). The net proceeds of the Bonds will be used to refinance certain outstanding General Obligation Bonds, Election of 2016, Series B (the “**2016 Bonds**”), 2016 Refunding General Obligation Bonds (the “**2016 Refunding Bonds**”), and to pay related costs of issuance. See “THE REFINANCING PLAN” and “THE BONDS – Authority for Issuance” and “SOURCES AND USES OF FUNDS” herein.

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* property taxes for the payment of principal of and interest on the Bonds upon all property in the District 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” herein.

*Preliminary; subject to change.

Form of Bonds. The Bonds are being issued as current interest bonds which will bear current interest and will 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 the Depository Trust Company (“**DTC**”). Purchasers will not receive physical certificates representing their interest in the Bonds. See “THE BONDS – General Description of the Bonds” and “– Book-Entry Only System,” and “APPENDIX F – DTC and the Book-Entry System.”

Redemption*. The Bonds are subject to redemption prior to maturity as described in “THE BONDS – Optional Redemption” and “– Mandatory Sinking Fund Redemption.”

Legal Matters. The issuance of the Bonds is subject to the approving opinion of Jones Hall LLP, San Mateo, California, as bond counsel (“**Bond Counsel**”), to be delivered in substantially the form attached hereto as APPENDIX D. Jones Hall LLP, San Mateo, California, will also serve as Disclosure Counsel to the District (“**Disclosure Counsel**”). Aparicio Law, Pasadena, California is serving as counsel to the Underwriter (“**Underwriter’s Counsel**”). Payment of the fees of Bond Counsel, Disclosure Counsel and Underwriter’s Counsel is contingent upon the issuance of the Bonds.

Bond Insurance. Concurrently with the issuance of the Bonds, Assured Guaranty Inc. (“**AG**” or the “**Bond Insurer**”) 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 APPENDIX H to this Official Statement. See “BOND INSURANCE” and APPENDIX H.

Tax Matters. Assuming compliance with certain covenants and provisions of the Internal Revenue Code of 1986, in the opinion of Bond Counsel, interest on the Bonds will not be includable in gross income for federal income tax purposes although it may be includable in the calculation for certain taxes. Interest on the Bonds may be subject to the corporate alternative minimum tax. Also, in the opinion of Bond Counsel, interest on the Bonds will be exempt from State personal income taxes. See “TAX MATTERS” herein. See also APPENDIX D hereto for the form of Bond Counsel’s opinion to be delivered concurrently with the Bonds.

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, dated the date of the Bonds and executed by the District (the “**Continuing Disclosure Certificate**”). The form of the Continuing Disclosure Certificate is included in APPENDIX E hereto. See “CONTINUING DISCLOSURE.”

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

* Preliminary; subject to change.

District's continuing disclosure undertakings, described in more detail herein. See "CYBERSECURITY 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 District at the Superintendent's Office at 219 North E Street, Imperial, California 92251, Telephone: (760) 355-3200. The District may impose a charge for copying, mailing and handling.

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THE REFINANCING PLAN

As described herein, the net proceeds of the 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 2016, Series B issued on February 21, 2018, in the original principal amount of \$7,999,839.55 (the “**2016B Bonds**”).
- 2016 General Obligation Refunding Bonds issued on March 9, 2016, in the original principal amount of \$13,530,000 (the “**2016 Refunding Bonds**”).

The following table identifies the maturities of the prior bonds expected to be refunded with the proceeds of the Bonds (together, the “**Refunded Bonds**”).

IMPERIAL UNIFIED SCHOOL DISTRICT Identification of Refunded Bonds*

2016B Bonds

Maturity Date	Original Principal Amount	Interest Rate (%)	CUSIP† 616421	Redemption Date	Redemption Price (%)
8/1/27	\$115,000	5.000%	HQ1	08/01/2026	100.0
8/1/30 - T	495,000	5.000	HR9	08/01/2026	100.0
8/1/31	220,000	5.000	HS7	08/01/2026	100.0
8/1/32	255,000	5.000	HT5	08/01/2026	100.0
8/1/33	290,000	5.000	HU2	08/01/2026	100.0
8/1/34	325,000	5.000	HV0	08/01/2026	100.0
8/1/35	365,000	5.000	HW8	08/01/2026	100.0
8/1/47 - T	3,800,000	5.250	JE6	08/01/2026	100.0
Total	\$5,865,000				

2016 Refunding Bonds

Maturity Date	Original Principal Amount	Interest Rate (%)	CUSIP† 616421	Redemption Date	Redemption Price (%)
8/1/27	\$815,000	5.000%	GQ2	08/01/2026	100.0
8/1/28	870,000	5.000	GR0	08/01/2026	100.0
8/1/29	940,000	5.000	GS8	08/01/2026	100.0
8/1/30	1,000,000	5.000	GT6	08/01/2026	100.0
8/1/31	1,095,000	4.000	GU3	08/01/2026	100.0
8/1/32	295,000	3.000	GW9	08/01/2026	100.0
8/1/33	310,000	3.000	GX7	08/01/2026	100.0
8/1/34	315,000	3.125	GY5	08/01/2026	100.0
8/1/35	325,000	3.125	GV1	08/01/2026	100.0
Total	\$5,965,000				

*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.

The District will deliver the net proceeds of the Bonds to U.S. Bank Trust Company, National Association, as escrow bank (the “**Escrow Agent**”), for deposit in an escrow fund (the “**Escrow Fund**”) established under an Escrow Agreement (the “**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 ("**Escrow Fund Securities**") and will apply such funds, together with interest earnings on the investment of such funds in Escrow Fund Securities, to pay the redemption price of the Refunded Bonds, being the principal amount thereof together with accrued interest thereon to the date of redemption, without premium, on the redemption date identified above.

Sufficiency of the deposits in the Escrow Fund 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 on the date of issuance of the Bonds, the Refunded Bonds will be legally defeased and will be payable solely from amounts held for that purpose under the Escrow Agreement, and will cease to be payable from or secured by *ad valorem* property taxes levied in the District.

The Escrow Fund Securities and cash held by the Escrow Agent in the Escrow Fund are pledged solely to the payment of the Refunded Bonds, and will not be available for the payment of debt service with respect to the Bonds.

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THE BONDS

Authority for Issuance

The Bonds will be issued under the provisions of the Bond Law and the Bond Resolution.

General Description 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 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” and “APPENDIX F – DTC and the Book-Entry System.”

The Bonds will be issued in denominations of \$5,000 principal amount each or any integral multiple thereof. Interest on the Bonds is payable semiannually on each February 1 and August 1, commencing August 1, 2026 (each, an “**Interest Payment Date**”). Each 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 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 July 15, 2026, 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 Bond is in default at the time of authentication thereof, such 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 Bonds will be paid by the Paying Agent (as defined below) to DTC for subsequent disbursement to participants in DTC’s book entry system (“**DTC Participants**”) who will remit such payments to the beneficial owners of the Bonds.

Paying Agent

U.S. Bank Trust Company, National Association, Los Angeles, California, will act as the registrar, transfer agent, and paying agent for the Bonds (the “**Paying Agent**”). As long as DTC is the registered owner of the Bonds and DTC’s book-entry method is used for the Bonds, the Paying Agent will send all payments with respect to principal and interest on the Bonds, and any notice of redemption or other notices to owners of the Bonds, only to DTC. Any failure of DTC to advise any DTC Participant, or of any DTC Participant to notify any ultimate purchaser of the Bonds (each a “**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 covered by such notice.

The Paying Agent, the District, the County 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 Bonds maturing on or before August 1, 20__ are not subject to redemption prior to maturity. The 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 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 redemption price equal to 100% of the principal amount thereof, without premium, together with accrued interest thereon to the redemption date. For the purpose of selection for optional redemption, Bonds will be deemed to consist of \$5,000 portions, and any such portion may be separately redeemed.

Mandatory Sinking Fund Redemption*

The Bonds maturing on August 1, 20__ (the “**Term Bonds**”) are subject to mandatory sinking fund redemption on August 1 in the years and in the amounts as set forth in the following table at a redemption price equal to the principal amount thereof to be redeemed, without premium, together with interest accrued thereon to the redemption date. If any Term Bonds are optionally redeemed as described above, the total amount of all future sinking fund payments with respect to such Term Bonds will be reduced by the aggregate principal amount of such Term Bonds so redeemed, to be allocated among such payments on a pro rata basis in integral multiples of \$5,000 (or such other basis as the District may determine).

Term Bonds Maturing August 1, 20__

Redemption Date (August 1)	Sinking Fund Redemption
---------------------------------------	------------------------------------

Notice of Redemption

The Paying Agent will cause notice of any redemption to be mailed, first class mail, postage prepaid, at least 20 days but not more than 60 days prior to the date fixed for redemption, to the respective owners of any Bonds designated for redemption, at their addresses appearing on the records maintained by the Paying Agent for the registration of ownership and registration of transfers of the Bonds under the Bond Resolution. Such mailing is not a condition precedent to such redemption and the failure to mail or to receive any such notice will not affect the validity of the proceedings for the redemption of such Bonds. In addition, the Paying Agent will give notice of redemption by telecopy or certified, registered or overnight mail to the Municipal Securities Rulemaking Board and each of the Securities Depositories at least two days prior to such mailing to the Bond Owners.

Such notice shall state the redemption date and the redemption price and, if less than all of the then outstanding 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 the payment of the Bonds and the administration of its duties under the Bond Resolution as designated therein (“**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.

**Preliminary; subject to change.*

Partial Redemption

Upon the surrender of any Bond redeemed in part only, the District will execute and the Paying Agent will authenticate and deliver to the Owner thereof, at the expense of the District, 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.

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 will 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 will have no liability to the Bond owners or any other party related to or arising from such rescission of redemption. The Paying Agent will mail notice of such rescission of redemption in the same manner as the original notice of redemption was sent under the Bond Resolution.

Book-Entry Only System

The Bonds will be registered initially in the name of "Cede & Co." as nominee of DTC, which has been appointed as securities depository for the Bonds, and registered ownership may not be transferred thereafter except as provided in the Bond Resolution. Purchasers will not receive certificates representing their interests in the Bonds. Principal of the Bonds will be paid by the Paying Agent to DTC, which in turn is obligated to remit such principal to its participants for subsequent disbursement to beneficial owners of the Bonds as described herein. See "APPENDIX F – DTC and the Book-Entry System."

In the event that the securities depository (either DTC or its successor depository) determines not to continue to act as securities depository for the Bonds, or the District determines to terminate the depository as such, then the District will thereupon discontinue the book-entry system with such securities depository. In such event, the securities depository will cooperate with the District and the Paying Agent in the issuance of replacement Bonds by providing the Paying Agent with a list showing the interests of the Depository System Participants in the Bonds, and by surrendering the Bonds, registered in the name of the nominee of the securities depository, to the Paying Agent on or before the date such replacement Bonds are to be issued.

Registration, Transfer and Exchange of Bonds

Registration. The Paying Agent will keep or cause to be kept sufficient books for the registration and transfer of the Bonds, which will at all times be open to inspection by the District upon reasonable notice; and, upon presentation for such purpose, the Paying Agent will, under such reasonable regulations as it may prescribe, register or transfer or cause to be registered or transferred, on said books, Bonds as provided in the Bond Resolution.

Transfers of Bonds. Any Bond may, in accordance with its terms, be transferred, upon the registration books required to be kept pursuant to the Bond Resolution, by the person in whose name it is registered, in person or by his 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. The District may charge a reasonable sum for each new Bond issued upon any transfer.

Whenever any Bond or Bonds is surrendered for transfer, the District will execute and the Paying Agent will authenticate and deliver a new Bond or Bonds, for like aggregate principal amount. No transfers of Bonds will be required to be made (a) 15 days prior to the date established by the Paying Agent for selection of Bonds for redemption or (b) with respect to a Bond which has been selected for redemption.

Exchange of Bonds. Bonds may be exchanged at the principal Office of the Paying Agent for a like aggregate principal amount of Bonds of authorized denominations and of the same maturity, together with a request for exchange signed by the owner or by a person legally empowered to do so in a form satisfactory to the Paying Agent. The District may charge a reasonable sum for each new Bond issued upon any exchange (except in the cases of any exchange of temporary Bonds for definitive Bonds). No exchange of Bonds is required to be made (a) 15 days prior to the date established by the Paying Agent for selection of Bonds for redemption or (b) with respect to a Bond after it has been selected for redemption.

Defeasance

Any or all of the Bonds may be paid by the District in any of the following ways, provided the District also pays or causes to be paid any other sums payable under the Bond Resolution by the District:

- (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 trust, at or before maturity, money or securities in the necessary amount (as provided in the Bond Resolution) to pay or redeem such Bonds; or
- (c) by delivering such Bonds to the Paying Agent for cancellation by it.

If the District pays all the Bonds that are outstanding and also pays or causes to be paid all other sums payable under the Bond Resolution by the District, then and in that case, at the election of the District (evidenced by a certificate of a District Representative filed with the Paying Agent, signifying the intention of the District to discharge all such indebtedness and the Bond Resolution), and notwithstanding that any Bonds have not been surrendered for payment, the Bond Resolution and other assets made under the Bond Resolution and all covenants, agreements and other obligations of the District under the Bond Resolution will cease, terminate, become void and be completely discharged and satisfied, except only as provided and described in the following paragraph.

Upon the deposit, in trust, at or before maturity, of money or securities in the necessary amount (as described below) to pay or redeem any Bond that is outstanding (whether upon or prior to its maturity date or the redemption date of such Bond), provided that, if such Bond is to be redeemed prior to maturity, notice of such redemption has been given or provision satisfactory to the Paying Agent has been made for the giving of such notice, 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 as aforesaid for such payment.

Whenever in the Bond Resolution it is provided or permitted that there be deposited with or held in trust by the Paying 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 include money or securities held by the Paying Agent in the funds and accounts established pursuant to the 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 has been given as provided in the Bond Resolution or provision satisfactory to the Paying Agent has been 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 has been given as provided in the Bond Resolution or provision satisfactory to the Paying Agent has been made for the giving of such notice.

The Bond Resolution defines the term “**Federal Securities**” to mean: (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; (d) pre-refunded municipal bonds rated in the highest rating category by any Rating Agency; and (e) 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).

SOURCES AND USES OF FUNDS

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

IMPERIAL UNIFIED SCHOOL DISTRICT Sources and Uses of Funds

Sources of Funds

Principal Amount of Bonds
Plus: [Net] Original Issue Premium

Total Sources

Uses of Funds

Deposit to Escrow Fund
Costs of Issuance ⁽¹⁾

Total Uses

(1) All estimated costs of issuance including, but not limited to, Underwriter's discount, printing costs, and fees of Bond Counsel, Disclosure Counsel, the Municipal Advisor, the Paying Agent, bond insurance premium (if any), the verification agent, and the rating agency.

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DEBT SERVICE SCHEDULE

The Bonds. The following table shows the annual debt service schedule with respect to the Bonds (assuming no optional redemptions).

IMPERIAL UNIFIED SCHOOL DISTRICT 2026 REFUNDING GENERAL OBLIGATION BONDS Bond Annual Debt Service Schedule

Period Ending August 1	Principal	Interest	Total Debt Service
2026			
2027			
2028			
2029			
2030			
2031			
2032			
2033			
2034			
2035			
2036			
2037			
2038			
2039			
2040			
2041			
2042			
2043			
2044			
2045			
2046			
2047			
Total			

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Combined GO Bond Debt Service Table. The following table sets forth combined annual debt service with respect to the Bonds, together with other bonds of the District. The table assumes no optional redemptions. See also APPENDIX A under the heading "DISTRICT FINANCIAL INFORMATION – Existing Debt Obligations - *General Obligation Bonds.*"

**IMPERIAL UNIFIED SCHOOL DISTRICT
Combined Annual Debt Service Schedule
All Outstanding General Obligation Debt**

Period Ending Aug. 1	Other Outstanding Bonds*	The Bonds	Aggregate Debt Service
2026	\$2,917,004.00		
2027	3,002,504.00		
2028	3,080,226.60		
2029	3,191,261.30		
2030	3,295,240.60		
2031	3,435,136.80		
2032	2,692,677.60		
2033	2,803,426.35		
2034	2,909,370.00		
2035	3,021,502.06		
2036	2,806,896.30		
2037	2,927,671.60		
2038	3,059,511.70		
2039	3,192,627.75		
2040	3,337,409.10		
2041	3,483,680.60		
2042	3,635,507.40		
2043	3,813,573.80		
2044	4,072,465.40		
2045	4,264,906.10		
2046	4,396,412.50		
2047	7,247,437.50		
2048	--		
2049	--		
2050	--		
2051	--		
2052	--		
2053	--		
2054	--		
TOTAL	\$76,586,449.06		

**For purposes of the Preliminary Official Statement, includes debt service on the Refunded Bonds.*

SECURITY FOR THE BONDS

Ad Valorem Property 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). In no event is the District obligated to pay principal of and interest and redemption premium, if any, on the Bonds out of any funds or properties of the District other than *ad valorem* taxes levied upon all taxable property in the District; provided, however, nothing in the 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 District's general obligation bonds, there is other debt issued by entities with jurisdiction in the District, which is payable from *ad valorem* taxes levied on parcels in the District. See "PROPERTY TAXATION – Typical Tax Rates" and "– Direct and Overlapping Debt."

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

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. In addition, the District has granted a consensual lien on said revenues pursuant to the Bond Resolution. Said liens attach automatically and are valid and binding from the time the bonds are executed and delivered. The liens are 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 liens 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, 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, drought, earthquake, flood, fire 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 – Assessed Valuation – Factors Relating to Increases/Decreases in Assessed Value."

Debt Service Fund

The County will establish the "Imperial Unified School District 2026 Refunding General Obligation Bonds Debt Service Fund" (the "**Debt Service Fund**") for the Bonds, which will be established as a separate fund to be maintained distinct from all other funds of the County. All taxes levied by the County, at the request of the District, for the payment of the principal of and interest and premium (if any) on the Bonds will be deposited in the Debt Service Fund by the County promptly upon apportionment of said levy. The Debt Service Fund is pledged for the payment of the principal of and interest on the Bonds when and as the same become due, including the principal of any Bonds required to be paid upon the mandatory sinking fund redemption thereof. The County Treasurer shall administer the Debt Service Fund and make disbursements therefrom in accordance with the Bond Resolution. Amounts in the Debt Service Fund will be transferred by the County Treasurer to the Paying Agent to the extent necessary to pay the principal of and interest and redemption premium (if any) on the Bonds when due. In addition, amounts on deposit in the Debt Service Fund will be applied to pay the fees and expenses of the Paying Agent insofar as permitted by law, including specifically by Section 15232 of the Education Code.

If, after payment in full of the Bonds and any other general obligation bond indebtedness of the District, any amounts remain on deposit in the Debt Service Fund, the County will transfer such amounts 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

The Bonds are payable solely from the proceeds of an *ad valorem* property tax levied and collected by the County in the District, for the payment of principal and interest on the Bonds. Although the County is obligated to collect the *ad valorem* property tax for the payment of the Bonds, the Bonds are not a debt of the County.

PROPERTY TAXATION

Property Tax Collection Procedures

Generally. In California, 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 state assessed public utilities’ property and real property, the taxes on which create a lien on such 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.

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, SB813 (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, SB813 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 county 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 the exact impact of such events on debt service with respect to the Bonds.

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 of the State 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.

Assessed Valuations

Assessed Valuation History. The table following shows a recent history of the assessed valuation of taxable property in the District.

IMPERIAL UNIFIED SCHOOL DISTRICT Assessed Valuation Fiscal Years 2015-16 through 2025-26

Fiscal Year	Local Secured	Utility	Unsecured	Total	% Change
2015-16	\$1,500,160,930	\$1,619,488	\$444,748,906	\$1,946,529,324	--%
2016-17	1,584,724,753	1,624,746	442,811,615	2,029,161,114	4.2
2017-18	1,726,509,719	2,050,015	443,504,827	2,172,064,561	7.0
2018-19	1,837,773,551	2,056,872	394,503,118	2,234,333,541	2.9
2019-20	1,922,309,736	2,064,084	391,067,084	2,315,440,904	3.6
2020-21	1,995,263,656	2,020,108	409,275,923	2,406,559,687	3.9
2021-22	2,091,277,361	2,176,053	390,389,829	2,483,843,243	3.2
2022-23	2,245,873,821	2,176,206	380,454,379	2,628,504,406	5.8
2023-24	2,409,063,722	2,196,810	382,424,263	2,793,684,795	6.3
2024-25	2,522,919,131	2,208,878	415,403,207	2,940,531,216	5.3
2025-26	2,667,466,429	2,119,471	543,614,040	3,213,199,940	9.3

Source: California Municipal Statistics, Inc.

Factors Relating to Increases/Decreases in Assessed Value. General Considerations. 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 including but not limited to general economic conditions, outbreaks of disease, supply and demand for real property in the area, government regulations such as zoning, and man-made or natural disasters which include but are not limited to earthquakes, fires/wildfires, floods, drought, mudslides and the consequences of climate change such as heat waves, droughts, sea level rise, extreme rain and floods, which could have an impact on assessed values. The State including the region in which the District is located has in recent years experienced significant natural disasters such as earthquakes, droughts, mudslides, wildfires and floods. Public health disasters such as the COVID-19 pandemic could also have direct and indirect impacts on economic conditions and property values.

Fire Risk and Recent Fire Events. In recent years there have been significant and generally unpredictable fire events within and around District boundaries. Fires and related events can cause damage and destruction to properties and cause assessed valuations to be reduced at times significantly, if not offset by assessed value increases.

Risk of Drought and Dry Conditions. The State has in recent years experienced periods of drought. Drought can result in limitations on water usage, as well as lead to dry conditions conducive to fires. According to the U.S. Drought Monitor, the County, and most of northern California, is currently not experiencing abnormally dry or drought conditions.

Earthquake Risk. The District is in a region with several earthquake fault lines. Earthquakes can cause significant property damage particularly to unretrofitted buildings. Such events cannot be predicted.

Global Pandemic/Outbreak of Disease. The outbreak of COVID-19 and the related pandemic of 2020 resulted in an economic recession that could cause general marked declines in property values. The District cannot predict other outbreaks of disease or pandemics which could occur in the future.

Future Conditions Unknown. The District cannot predict or make any representations regarding the effects that any disasters 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.

Assessed Valuation by Jurisdiction. The following table shows recent assessed valuation of local secured property within the District by jurisdiction.

**IMPERIAL UNIFIED SCHOOL DISTRICT
Assessed Valuations by Jurisdiction
Fiscal Year 2025-26**

<u>Jurisdiction:</u>	<u>Assessed Valuation in District</u>	<u>% of School District</u>	<u>Assessed Valuation of Jurisdiction</u>	<u>% of Jurisdiction in District</u>
City of Imperial	\$1,833,491,463	57.06%	\$2,081,539,645	88.08%
Unincorporated Imperial County	1,379,708,477	42.94	\$7,688,558,858	17.94%
Total District	\$3,213,199,940	100.00%		
Imperial County	\$3,213,199,940	100.00%	\$18,132,728,111	17.72%

Source: California Municipal Statistics, Inc.

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

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

	2025-26	% of	No. of	% of
Non-Residential:	Assessed Valuation ⁽¹⁾	Total	Parcels	Total
Agricultural/Rural	\$540,246,498	20.25%	1,056	11.43%
Commercial/Office	141,718,616	5.31	225	2.44
Vacant Commercial	12,746,080	0.48	136	1.47
Industrial/Power Generation	253,442,750	9.50	91	0.99
Vacant Industrial	5,083,288	0.19	62	0.67
Government/Social/Institutional	1,543,297	0.06	45	0.49
Miscellaneous Vacant	<u>33,383,051</u>	<u>1.25</u>	<u>463</u>	<u>5.01</u>
Subtotal Non-Residential	\$988,163,580	37.05%	2,078	22.50%
Residential:				
Single Family Residence	\$1,587,501,810	59.51%	6,007	65.04%
Mobile Home	24,369,870	0.91	272	2.94
2-4 Residential Units	12,551,682	0.47	75	0.81
5+ Residential Units/Apartments	32,853,115	1.23	20	0.22
Vacant Residential	<u>22,026,372</u>	<u>0.83</u>	<u>784</u>	<u>8.49</u>
Subtotal Residential	\$1,679,302,849	62.95%	7,158	77.50%
Total	\$2,667,466,429	100.00%	9,236	100.00%

(1) Local Secured Assessed Valuation; excluding tax-exempt property.
Source: California Municipal Statistics, Inc.

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Assessed Valuation of Single-Family Homes. The following table shows a breakdown of assessed valuation of single-family homes in the District on a per parcel basis.

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

	<u>No. of Parcels</u>	<u>2025-26 Assessed Valuation</u>	<u>Average Assessed Valuation</u>	<u>Median Assessed Valuation</u>
Single Family Residential	6,007	\$1,587,501,810	\$264,275	\$265,850

<u>2025-26 Assessed Valuation</u>	<u>No. of Parcels ⁽¹⁾</u>	<u>% of Total</u>	<u>Cumulative % of Total</u>	<u>Total Valuation</u>	<u>% of Total</u>	<u>Cumulative % of Total</u>
\$0 - \$24,999	43	0.716%	0.716%	\$ 707,074	0.045%	0.045%
\$25,000 - \$49,999	131	2.181	2.897	4,993,436	0.315	0.359
\$50,000 - \$74,999	137	2.281	5.177	8,631,520	0.544	0.903
\$75,000 - \$99,999	236	3.929	9.106	20,969,584	1.321	2.224
\$100,000 - \$124,999	231	3.846	12.952	25,924,147	1.633	3.857
\$125,000 - \$149,999	235	3.912	16.864	32,437,703	2.043	5.900
\$150,000 - \$174,999	323	5.377	22.241	52,583,080	3.312	9.212
\$175,000 - \$199,999	400	6.659	28.900	75,536,260	4.758	13.971
\$200,000 - \$224,999	441	7.341	36.241	93,790,489	5.908	19.879
\$225,000 - \$249,999	470	7.824	44.065	111,846,108	7.045	26.924
\$250,000 - \$274,999	575	9.572	53.637	151,037,982	9.514	36.438
\$275,000 - \$299,999	584	9.722	63.359	167,864,323	10.574	47.012
\$300,000 - \$324,999	566	9.422	72.782	176,869,309	11.141	58.154
\$325,000 - \$349,999	374	6.226	79.008	125,964,030	7.935	66.088
\$350,000 - \$374,999	267	4.445	83.453	96,689,890	6.091	72.179
\$375,000 - \$399,999	263	4.378	87.831	101,769,854	6.411	78.590
\$400,000 - \$424,999	207	3.446	91.277	85,149,247	5.364	83.954
\$425,000 - \$449,999	152	2.530	93.807	66,136,333	4.166	88.120
\$450,000 - \$474,999	130	2.164	95.971	60,124,698	3.787	91.907
\$475,000 - \$499,999	103	1.715	97.686	49,832,934	3.139	95.046
\$500,000 and greater	139	2.314	100.000	78,643,809	4.954	100.000
	6,007	100.000%		\$1,587,501,810	100.000%	

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

Reassessments and Appeals of Assessed Value

There are general means by which assessed values can be reassessed or appealed that could adversely impact property tax revenues within the District.

Appeals 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 XIII A 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 (a “**Proposition 8 Appeal**” or a “**Decline in Value Appeal**”). See “CONSTITUTIONAL AND STATUTORY PROVISIONS AFFECTING DISTRICT REVENUES AND APPROPRIATIONS – Article XIII A of the California Constitution” in APPENDIX A.

Under California law, property owners may file a Proposition 8 Appeal due to a 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. Counties have at times applied reductions in assessed value unilaterally on a regional or “blanket-basis” due to events such as extensive fires or floods that damage a significant amount of properties in the same vicinity.

Any reduction in the assessment ultimately granted as a result of such appeal applies to the year for which application, or reduction, is made and during which the written application was filed. These reductions are subject to yearly reappraisals and will be adjusted back to their original values, adjusted for inflation, 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 XIII A.

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.

Proposition 8 reductions may also be unilaterally applied by the County Assessor. The District cannot predict the changes in assessed values that might result from pending or future appeals by taxpayers or by reductions initiated by the County Assessor. 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 debt of the District) may be paid.

Typical Tax Rates

Below are recent typical tax rates in a typical tax rate area within the District.

IMPERIAL UNIFIED SCHOOL DISTRICT
Typical Tax Rates per \$100 of Assessed Valuation
(69-008⁽¹⁾)
Fiscal Years 2021-22 through 2025-26

	Fiscal Year 2021-22	Fiscal Year 2022-23	Fiscal Year 2023-24	Fiscal Year 2024-25	Fiscal Year 2025-26
General Countywide	\$1.0000	\$1.0000	\$1.0000	\$1.0000	\$1.0000
Imperial Unified School District	.0877	.0804	.0733	.0753	.0663
Imperial Community College District	.0469	.0492	.0670	.0340	.0400
Total	\$1.1346	\$1.1296	\$1.1403	\$1.1093	\$1.1063

(1) 2025-26 assessed valuation of TRA 69-008 is \$354,001,207 which is 11.02% of the District's total assessed valuation.
Source: California Municipal Statistics, Inc.

Changes in assessed valuation can impact the tax rates levied on an *ad valorem* basis.

Tax Levies and Delinquencies

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. Currently, the County includes general obligation bond levies, including for general obligation bonds issued by the District, in its Teeter Plan.

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 with regard to the secured tax roll, 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. With respect to general obligation bonds, county assessors are authorized to levy taxes sufficient to pay debt service on bonds coming due, including at a rate that will provide for a reserve in the event of delinquencies. The District cannot represent the sufficiency of any such reserve to the extent necessary to cover delinquent taxes, to the extent the Teeter Plan were amended or discontinued.

The District cannot provide any assurances that the County will continue to maintain the Teeter Plan described above, or will have sufficient funds available to distribute the full amount of the District’s share of property tax collections to the District. 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 natural or manmade disasters.

Notwithstanding the operation of the Teeter Plan, historical secured tax levy collections and delinquencies in the District, with respect to the debt service levy for District bonds, are summarized in the following table.

**IMPERIAL UNIFIED SCHOOL DISTRICT
Secured Tax Charges and Delinquency Rates
Fiscal Years 2020-21 through 2024-25**

Fiscal Year	Secured Tax Charge⁽¹⁾	Amount Delinquent June 30	% Delinquent June 30
2020-21	\$1,633,222.03	\$25,634.41	1.57%
2021-22	1,823,894.21	21,719.57	1.19
2022-23	1,800,136.18	31,075.60	1.73
2023-24	1,757,686.73	18,055.20	1.03
2024-25	1,879,555.33	23,313.22	1.24

(1) Bond debt service levy.
Source: California Municipal Statistics, Inc.

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Major Taxpayers

The following table shows the 20 largest taxpayers in the District as of fiscal year 2025-26. 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. A large concentration of ownership in a single individual or entity results in a greater amount of tax collections which are dependent upon that property owner's ability or willingness to pay property taxes.

IMPERIAL UNIFIED SCHOOL DISTRICT Largest Fiscal Year 2025-26 Local Secured Taxpayers

	<u>Property Owner</u>	<u>Primary Land Use</u>	<u>2025-26 Assessed Valuation</u>	<u>% of Total ⁽¹⁾</u>
1.	United States Gypsum Co.	Industrial	\$102,598,742	3.85%
2.	Alphabet Farms LLC	Agricultural	56,378,584	2.11
3.	Emporia II CI LLC	Agricultural	48,711,286	1.83
4.	Spreckels Sugar Company Inc.	Industrial	39,729,147	1.49
5.	Morningside Ventures LLC	Residential Properties	28,111,111	1.05
6.	Corona Auto Real Estate Holdings LLC	Auto Dealership	24,202,959	0.91
7.	AWCC Campo Verde, LLC	Solar Facility	23,159,174	0.87
8.	LD Acquisition Company 17 LLC	Solar Facility	22,438,409	0.84
9.	Morningside Apartment Homes LLC	Apartments	18,125,863	0.68
10.	Imperial Hotel Acquisitions LLC	Hotel	17,536,514	0.66
11.	Osterkamp Farms	Agricultural	17,408,877	0.65
12.	Vilore Foods Company Inc.	Industrial	16,730,686	0.63
13.	San Joaquin Farms LLC	Agricultural	15,256,186	0.57
14.	Leroy Del Don III, Trustee	Industrial	13,227,241	0.50
15.	Rabley Holdings, Inc	Solar Facility	11,812,448	0.44
16.	Villas Pacifica LLC	Apartments	11,000,000	0.41
17.	GM Gabrych Family LP	Agricultural	10,970,895	0.41
18.	Johnny and Jennifer Chu	Agricultural	10,556,780	0.40
19.	Douglas and Elena Westmoreland	Agricultural	10,489,399	0.39
20.	Imperial Valley Properties LLC	Residential Properties	<u>9,896,023</u>	<u>0.37</u>
			<u>\$508,340,324</u>	<u>19.06</u>

(1) Fiscal year 2025-26 local secured assessed valuation: \$2,667,466,429.

Source: California Municipal Statistics, Inc.

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Direct and Overlapping Debt

Set forth on the following table is a direct and overlapping debt report (the “**Debt Report**”) prepared by California Municipal Statistics, Inc. 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.

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IMPERIAL UNIFIED SCHOOL DISTRICT
Statement of Direct and Overlapping Bonded Debt⁽¹⁾
Debt as of April 1, 2026

2025-26 Assessed Valuation: \$3,213,199,940

<u>DIRECT AND OVERLAPPING TAX AND ASSESSMENT DEBT:</u>	<u>% Applicable</u>	<u>Debt 4/1/26</u>	
Imperial Community College District	18.202%	\$ 36,835,155	
Imperial Unified School District	100.000	46,868,068	(1)
City of Imperial Community Facilities District No. 2004-2	100.000	1,615,000	
City of Imperial Community Facilities District No. 2004-3	100.000	3,510,000	
City of Imperial Community Facilities District No. 2005-1	100.000	3,410,000	
City of Imperial Community Facilities District No. 2006-1	100.000	5,385,000	
City of Imperial Community Facilities District No. 2006-2	100.000	3,530,000	
TOTAL DIRECT AND OVERLAPPING TAX AND ASSESSMENT DEBT		\$101,153,223	
<u>DIRECT AND OVERLAPPING GENERAL FUND DEBT:</u>			
Imperial County Certificates of Participation	17.720%	\$ 559,066	
Imperial County Pension Obligation Bonds	17.720	2,156,524	
Imperial County Office of Education General Fund Obligations	17.720	838,367	
Imperial Community College District General Fund Obligations	18.202	3,656,600	
Imperial Unified School District General Fund Obligations	100.000	10,728,000	
TOTAL DIRECT AND OVERLAPPING GENERAL FUND DEBT		\$17,938,557	
<u>OVERLAPPING TAX INCREMENT DEBT:</u>			
Imperial Redevelopment Agency (Successor Agency)	71.854%	\$9,703,883	
TOTAL OVERLAPPING TAX INCREMENT DEBT		\$9,703,883	
COMBINED TOTAL DEBT		\$128,795,663	(2)
<u>Ratios to 2025-26 Assessed Valuation:</u>			
Direct Debt (\$46,868,068)	1.46%		
Total Direct and Overlapping Tax and Assessment Debt	3.15%		
Combined Direct Debt (\$57,596,068)	1.79%		
Combined Total Debt	4.01%		
<u>Ratios to Redevelopment Incremental Valuation (\$564,431,345):</u>			
Total Overlapping Tax Increment Debt	1.72%		

(1) Excludes the Bonds described herein but includes the Refunded Bonds. See "THE REFINANCING PLAN."

(2) 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 H for a specimen of the Policy.

Bond Insurance Policy

Concurrently with the issuance of the Bonds, Assured Guaranty Inc. (“**AG**” 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 an appendix to this Official Statement.

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

Assured Guaranty Inc.

AG is a Maryland domiciled financial guaranty insurance company and an indirect subsidiary of Assured Guaranty Ltd. (“AGL” and together with its subsidiaries, “Assured Guaranty”), a Bermuda-based holding company whose shares are publicly traded and are listed on the New York Stock Exchange under the symbol “AGO.” AGL, through its subsidiaries, provides credit enhancement products to the U.S. and non-U.S. public finance (including infrastructure) and structured finance markets and participates in the asset management business through ownership interests in Sound Point Capital Management, LP and certain of its investment management affiliates, and in the annuity reinsurance business through Assured Life Reinsurance Ltd. Only AG is obligated to pay claims under the insurance policies AG has issued, and not AGL or any of its shareholders or other affiliates.

AG’s financial strength is rated “AA” (stable outlook) by S&P Global Ratings, a business unit of Standard & Poor’s Financial Services LLC (“S&P”), “AA+” (stable outlook) by Kroll Bond Rating Agency, Inc. (“KBRA”) and “A1” (stable outlook) by Moody’s Investors Service, Inc. (“Moody’s”). Each rating of AG should be evaluated independently. An explanation of the significance of the above ratings may be obtained from the applicable rating agency. The above ratings are not recommendations to buy, sell or hold any security, and such ratings are subject to revision or withdrawal at any time by the rating agencies, including withdrawal initiated at the request of AG in its sole discretion. In addition, the rating agencies may at any time change AG’s long-term rating outlooks or place such ratings on a watch list for possible downgrade in the near term. Any downward revision or withdrawal of any of the above ratings, the assignment of a negative outlook to such ratings or the placement of such ratings on a negative watch list may have an adverse effect on the market price of any security guaranteed by AG. AG only guarantees scheduled principal and scheduled interest payments payable by the issuer of bonds insured by AG 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 relevant insurance policy), and does not guarantee the market price or liquidity of the securities it insures, nor does it guarantee that the ratings on such securities will not be revised or withdrawn.

Merger of Assured Guaranty Municipal Corp. Into Assured Guaranty Inc.

On August 1, 2024, Assured Guaranty Municipal Corp., a New York domiciled financial guaranty insurance company and an affiliate of AG (“AGM”), merged with and into AG, with AG as the surviving company (such transaction, the “Merger”). Upon the Merger, all liabilities of AGM, including insurance policies issued or assumed by AGM, became obligations of AG.

Current Financial Strength Ratings

On August 4, 2025, KBRA announced that it had affirmed AG’s insurance financial strength rating of “AA+” (stable outlook).

On June 30, 2025, S&P announced that it had affirmed AG’s financial strength rating of “AA” (stable outlook).

On July 10, 2024, Moody’s, following Assured Guaranty’s announcement of the Merger, announced that it had affirmed AG’s insurance financial strength rating of “A1” (stable outlook).

AG can give no assurance as to any further ratings action that S&P, Moody’s and/or KBRA may take. For more information regarding AG’s financial strength ratings and the risks relating thereto, see AGL’s Annual Report on Form 10-K for the fiscal year ended December 31, 2025.

Capitalization of AG

At December 31, 2025:

- The policyholders’ surplus of AG was approximately \$3,249 million.
- The contingency reserve of AG was approximately \$1,511 million.
- The net unearned premium reserves and net deferred ceding commission income of AG and its subsidiaries (as described below) were approximately \$2,411 million. Such amount includes (i) 100% of the net unearned premium reserve and net deferred ceding commission income of AG and (ii) the net unearned premium reserves and net deferred ceding commissions of AG’s wholly owned subsidiary Assured Guaranty UK Limited (“AGUK”), and its 99.9999% owned subsidiary Assured Guaranty (Europe) SA (“AGE”).

The policyholders’ surplus, contingency reserve, and net unearned premium reserves and net deferred ceding commission income of AG were determined in accordance with statutory accounting principles. The net unearned premium reserves and net deferred ceding commissions of AGUK and AGE were determined in accordance with accounting principles generally accepted in the United States of America.

Incorporation of Certain Documents by Reference

Portions of AGL’s Annual Report on Form 10-K for the fiscal year ended December 31, 2025 filed with the Securities and Exchange Commission (the “SEC”) on February 27, 2026 that relate to AG are incorporated by reference into this Official Statement and shall be deemed to be a part hereof.

All information relating to AG included in, or as exhibits to, documents filed by AGL with the SEC pursuant to Section 13(a) or 15(d) of the Securities Exchange Act of 1934, as amended,

excluding Current Reports or portions thereof “furnished” under Item 2.02 or Item 7.01 of Form 8-K, after the filing of the last document referred to above and before the termination of the offering of the Bonds shall be deemed incorporated by reference into this Official Statement and to be a part hereof from the respective dates of filing such documents. Copies of materials incorporated by reference are available over the internet at the SEC’s website at <http://www.sec.gov>, at AGL’s website at <http://www.assuredguaranty.com>, or will be provided upon request to Assured Guaranty Inc.: 1633 Broadway, New York, New York 10019, Attention: Communications Department (telephone (212) 974-0100). Except for the information referred to above, no information available on or through AGL’s website shall be deemed to be part of or incorporated in this Official Statement.

Any information regarding AG included herein under the caption “BOND INSURANCE – Assured Guaranty Inc.” or included in a document incorporated by reference herein (collectively, the “AG Information”) shall be modified or superseded to the extent that any subsequently included AG Information (either directly or through incorporation by reference) modifies or supersedes such previously included AG Information. Any AG Information so modified or superseded shall not constitute a part of this Official Statement, except as so modified or superseded.

Miscellaneous Matters

AG makes no representation regarding the Bonds or the advisability of investing in the Bonds. In addition, AG 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 AG supplied by AG and presented under the heading “BOND INSURANCE”.

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 of

California 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 of California 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 of California 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 Bonds 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 the Bond's 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 Bond 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 of California personal income tax and federal income tax consequences of owning such Bonds.

California Tax Status. In the further opinion of Bond Counsel, interest on the Bonds is exempt from California 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, 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 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 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.

Form of Opinion

A copy of the proposed form of opinion of Bond Counsel is attached hereto as APPENDIX D.

VERIFICATION OF MATHEMATICAL ACCURACY

The Verification Agent, upon delivery of the 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 (a) the sufficiency of the anticipated amount of proceeds of the Bonds and other funds available to pay, when due, the principal and interest requirements of the Refunded Bonds and (b) the “yields” on the amount of proceeds held and invested prior to redemption of the Refunded Bonds and on the Bonds considered by Bond Counsel in connection with the opinion rendered by Bond Counsel that the Bonds are not “arbitrage bonds” within the meaning of Section 148 of the Internal Revenue Code of 1986, as amended. See “THE 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.

LITIGATION AND OTHER PROCEEDINGS

No Pending Litigation Relating to Bond Matters

No litigation is pending or threatened concerning the validity of the Bonds, and a certificate to that effect will be furnished to purchasers at the time of the original delivery of the Bonds. The District is not aware of any litigation pending or threatened that (i) questions the political existence of the District, (ii) contests the District’s ability to receive *ad valorem* property taxes or to collect other revenues within the District or (iii) contests the District’s ability to issue and sell the Bonds.

Future and General Claims

The District is subject to lawsuits and claims that have arisen and/or may arise in the normal course of operating the District. In the opinion of the District, the aggregate amount of the uninsured liabilities of the District under existing lawsuits and claims, if any, will not materially affect the financial position or operations of the District. The District cannot predict what types of claims may arise in the future.

CYBERSECURITY 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 and/or fraud 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 District or other third-party systems related to the District for the purposes of misappropriating assets or information, causing operational disruption or damage, or demanding ransom for restored access to files or information. The District could also be the subject of cyber fraud events.

The District has not in the previous five years had a major cyber breach to its systems. The District has taken steps to reduce the risk of cyber losses or events including adopting a risk management policy, undertaking routine employee training about cyber security awareness, and acquiring a cyber security insurance policy. Notwithstanding the foregoing, 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, if any, with respect to it 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 Office of Education for certain purposes, and the County with respect to its servers and systems for accounting and other matters, as well as other trustees, fiscal agents, dissemination agents and project management firms. No assurance can be given that future cyber threats and attacks against other third party entities or service providers will not directly or indirectly 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 has covenanted, 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 on an annual basis (an "**Annual Report**") not later than nine months after the end of the District's fiscal year (which currently would be June 30), commencing March 31, 2027, with the report for the 2025-26 Fiscal Year, and to provide notices of the occurrence of certain enumerated events. The Annual Report and other required notices will be filed by the District with the Municipal Securities Rulemaking Board (the "**MSRB**") in the manner prescribed by the Securities Exchange Commission. The specific nature of such information is set forth below under the caption 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 made prior undertakings pursuant to the Rule. A survey of filing obligations and filings in the previous five years has been undertaken. No instances of material noncompliance in the previous five years have been identified.

The District has appointed Isom Advisors, a Division of Urban Futures, Inc. to serve as dissemination agent for the Bonds and its other undertakings.

The County and no 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.

RATINGS

S&P is expected to assign its insured rating of "AA" to the Bonds, based on the understanding that the Bond Insurer will issue and deliver its Bond Insurance 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. The District has provided certain additional information and materials to S&P (some of which has been determined not to be material to making an investment decision in the Bonds and does not appear in this Official Statement). Such ratings reflect only the views of S&P and explanations of the significance of such ratings may be obtained only from S&P. There is no assurance that any credit rating given to the Bonds will be maintained for any period of time or that the rating may not be lowered or withdrawn entirely by S&P if, in S&P's judgment, circumstances so warrant. Any such downward revision or withdrawal of a rating may have an adverse effect on the market price of the Bonds.

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UNDERWRITING

Stifel Nicolaus & Co. (the “**Underwriter**”), has agreed to purchase the Bonds pursuant to a bond purchase agreement for the Bonds (the “**Bond Purchase Agreement**”). The Underwriter has agreed to purchase the Bonds at a price of \$_____, representing the principal amount of the Bonds, plus [net] original issue premium of \$_____ and less an Underwriter’s discount of \$_____. The Bond Purchase Agreement provides that the Underwriter will purchase all of the Bonds (if any are purchased), and it provides 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 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.

The Underwriter 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. The Underwriter 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, the Underwriter 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.

The Underwriter 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 assets, securities and instruments of the District.

MISCELLANEOUS

Legality for Investment

Under provisions of the California Financial Code, the Bonds are legal investments for commercial banks in California 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 California.

Compensation of Certain Professionals

Payment of the fees and expenses of Jones Hall LLP, as Bond Counsel and Disclosure Counsel to the District, the fees and expenses of Aparicio Law, Pasadena, California, as counsel to the Underwriter, and the fees and expenses of Isom Advisors, a Division of Urban Futures, Inc., as Municipal Advisor to the District, is contingent upon issuance of the Bonds.

Additional Information

The discussions herein about the Bond Resolution, Escrow Agreement 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 are available from the District and following delivery of the Bonds will be on file at the offices of the Paying Agent in Pittsburgh, Pennsylvania.

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.

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EXECUTION

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

IMPERIAL UNIFIED SCHOOL DISTRICT

By: _____
Superintendent

APPENDIX A

DISTRICT GENERAL AND FINANCIAL INFORMATION

*The information in this and other sections concerning the Imperial Unified School District's (the “**District**”) operations, financial information, 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 and interest of 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. See “SECURITY FOR THE BONDS” in the front half of the Official Statement.*

GENERAL INFORMATION ABOUT THE DISTRICT

General Information

The District encompasses an area of approximately 554 square miles in Imperial County (the “**County**”), representing approximately 12.8% of the total area in the County. The boundaries of the District include most of the area of the City of Imperial (the “**City**”), as well as unincorporated portions of the County. The District currently operates three elementary schools, an intermediate school, a high school and a continuation high school. Enrollment in the District for the 2025-26 school year is approximately 4,861 students.

Administration

Board of Trustees. The District is governed by a five-member Board of Trustees, with each member generally elected to a four-year term in alternate slates of three and four. Current members of the Board of Trustees, together with their office and the date their current term expires, are listed below.

<u>Name</u>	<u>Office</u>	<u>Current Term Expires</u>
Daniel Yee	President	December 2026
Geoff Holbrook	Clerk	December 2028
Elvira Hernandez	Member	December 2026
Gabby Olguin-Nixon	Member	December 2028
Jill Tucker	Member	December 2026

Superintendent and Administrative Personnel. The day-to-day operations are managed by a board-appointed Superintendent of Schools, and District finances are managed by the Director of Business Services. Relevant educational and professional experience of the Superintendent is as follows:

Superintendent Bryan Thomason. Superintendent Thomason has had a career in education spanning over thirty-two years, including teaching and serving as principal at State school districts, serving as the Assistant Superintendent of Education Services for the District for seven years between 2007-2014, serving as Superintendent of Central Union High School District, and with his current appointment as Superintendent of the District which commenced July 1, 2015. Superintendent Thomason has a Bachelor of Arts from the University of California

at San Diego and a Masters of Arts in educational administration from the University of Redlands.

Recent Enrollment and ADA Trends

The following table shows recent enrollment and average daily attendance (“**ADA**”) for the District.

ANNUAL ENROLLMENT AND AVERAGE DAILY ATTENDANCE Fiscal Years 2017-18 through 2025-26 (Projected) Imperial Unified School District

School Year	Enrollment	Percent Change	ADA	Percent Change
2017-18	4,149	--%	4,051	--%
2018-19	4,270	2.9	4,126	1.9
2019-20	4,337	1.6	4,203	1.9
2020-21	4,335	0.0	4,203	0.0
2021-22	4,397	1.4	4,065	(3.3)
2022-23	4,540	3.3	4,271	5.1
2023-24	4,672	2.9	4,419	3.5
2024-25	4,795	2.6	4,554	3.1
2025-26 ⁽¹⁾	4,861	1.4	4,604	1.1

(1) Second interim projections.

Source: California Department of Education; Imperial Unified School District.

Employee Relations

The District currently has 242 full-time equivalent (“**FTE**”) certificated, 333 FTE classified, and 49 management, supervisor, and confidential positions. The following table summarizes contracts with bargaining units. The District's management and confidential employees are unrepresented.

BARGAINING UNITS Imperial Unified School District

Employee Group	Bargaining Group	Contract Expiration Date
Certificated	Imperial Teachers Association	June 30, 2027
Classified	California Schools Employee Association	June 30, 2026

Source: Imperial Unified School District.

Insurance - Risk Management

The District is exposed to risk of losses due to:

- Torts
- Theft of, damage to, or destruction of assets
- Business interruption
- Errors or omissions
- Job related illness or injuries to employees
- Natural disasters
- Other risks associated with public entity risk pools

Risk management is the process of managing the District's activities to minimize the adverse effects of these risks. The main element of risk management are risk control (to minimize the losses that strike an organization) and risk financing (to obtain finances to provide for or restore the economic damages of those losses). Risk financing techniques include risk retention, risk transfer to and from an insurer, and risk transfer to a non-insurer.

The District has implemented the risk financing technique of risk transfer to an insurer. The District has purchased property and liability insurance as well as workers compensation insurance to cover any losses resulting from the risks identified above. There have been no significant changes in property and liability or workers compensation coverage during the current fiscal year.

The District participates in joint ventures under joint powers agreements ("**JPA's**") with Self Insured Schools of California ("**SISC**"). The relationship between the District and the JPAs is such that the JPAs are not component units of the District for financial reporting purposes.

The JPAs arrange for the operation of a common risk management and insurance program for property and liability coverage, workers compensation, health insurance, dental, and vision benefits. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years. There have been no significant reductions in insurance coverage from coverage in the prior year. Separately issued financial statements can be requested from the JPA.

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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 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, State 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 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 State 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% (which was increased from 50% as part of the State's trailer bill to the 2021-22 State Budget - Assembly Bill 130) 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 fiscal year 2012-13 level, unadjusted for changes in ADA or cost of living adjustments.

Funding levels used in the LCFF entitlement calculations for fiscal year 2025-26 are set forth in the following table.

**Fiscal Year 2025-26 Base Grant Funding* Under LCFF
by Grade Span**

Entitlement Factor	TK/K-3	4-6	7-8	9-12
A. 2024-25 Base Grant per ADA	\$10,025	\$10,177	\$10,478	\$12,144
B. 2025-26 COLA for LCFF (A x 2.30%)	\$231	\$234	\$241	\$279
C. 2025-26 Base Grant per ADA before Grade Span Adjustments (A+B)	\$10,256	\$10,411	\$10,719	\$12,423
D. Grade Span Adjustments (TK-3: C x 10.4%; 9-12: C x 2.6%)	\$1,067	n/a	n/a	\$323
E. 2025-26 Base Grant/Adjusted Base Grant per ADA (C + D)	\$11,323	\$10,411	\$10,719	\$12,746

*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 \$5,545 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 State school districts.

District accounting is organized on the basis of funds, with each group consisting of a separate accounting entity. 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 Wilkinson Hadley King & Co., El Cajon, California, and are attached hereto as Appendix B. Audited financial statements for the District for prior fiscal years are on file with the Imperial Unified School District, 219 North E Street, Imperial, California 92251; phone (760) 335-3200. 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. The 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 fiscal years 2020-21 through 2024-25.

**SUMMARY OF GENERAL FUND REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
Fiscal Years 2020-21 through 2024-25
Imperial Unified School District**

	<u>Audited 2020-21</u>	<u>Audited 2021-22</u>	<u>Audited 2022-23</u>	<u>Audited 2023-24</u>	<u>Audited 2024-25</u>
<u>Revenues</u>					
LCFF sources:					
State apportionment	\$18,992,723	\$18,433,410	\$40,741,571	\$43,118,747	\$34,841,303
Education Protection Account Funds ⁽¹⁾	15,608,607	19,451,463	3,661,096	7,098,429	16,478,281
Local sources	7,231,714	7,459,833	7,917,055	8,306,574	8,870,821
Federal revenues	4,944,803	5,867,354	3,548,895	3,368,694	2,859,188
Other state revenues	5,752,268	7,462,234	17,250,651	10,696,482	13,899,849
Interest	106,907	(410,053)	15,156	1,331,407	1,509,257
Fair market value adjustment	121,456	--	--	--	--
Other local revenues	1,870,704	3,005,397	3,253,895	2,523,602	3,777,539
Total Revenues	54,629,182	61,269,638	76,388,319	76,443,935	82,236,238
<u>Expenditures</u>					
Instruction	33,199,105	35,843,558	39,397,891	46,549,586	52,096,012
Instruction-related services	3,806,459	4,073,142	5,741,775	5,102,232	5,074,766
Pupil services	4,860,459	6,073,114	6,845,193	7,866,610	8,540,000
Ancillary services	330,224	555,778	654,804	796,619	875,626
General administration	2,696,154	3,929,369	4,140,432	4,257,154	4,101,028
Plant services	4,904,300	5,424,682	6,127,752	7,169,233	7,142,160
Tuition to the County Office of Education	--	544,894	752,077	802,454	178,555
Other outgo	475,649	--	--	--	--
Capital outlay	824,132	1,357,327	1,453,056	3,101,274	4,925,877
Debt service:					
Principal	--	61,935	315,219	110,585	118,506
Interest	--	1,127	9,543	110,439	16,611
Total Expenditures	51,096,465	57,864,926	65,437,742	75,866,186	83,069,141
Excess of Revenues Over/(Under) Expenditures	3,532,717	3,404,712	10,950,577	577,749	(832,903)
<u>Other Financing Sources (Uses)</u>					
Proceeds from Leases & SBITAs	--	--	357,152	334,480	35,006
Operating transfers in	1,043,327	--	31,642	59,716	32,000
Operating transfers out	(804,212)	(42,370)	--	--	--
Total Other Fin. Source(Uses)	239,115	(42,370)	388,794	394,196	67,006
Net change in fund balance	3,771,832	3,447,082	11,339,371	971,945	(765,897)
Fund Balance, July 1	11,036,428	14,808,260	18,255,342	29,594,712	30,547,368 ⁽²⁾
Fund Balance, June 30	\$14,808,260	\$18,255,342	\$29,594,713	\$30,566,657	\$29,781,471

(1) Represents Proposition 30 funds deposited into the Education Protection Account.

(2) As restated.

Source: Imperial Unified School District Audit Reports.

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 Imperial 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 September 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 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 two subsequent fiscal years.

Under State 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 Budget Approval/Disapproval and Certification History. In the past five fiscal years, the County Superintendent has approved each of the District's adopted budgets, and the District has certified each of its interim reports as positive during said period.

Copies of the District's budget, interim reports and certifications may be obtained upon request from the District Office at Imperial Unified School District, 219 North E Street, Imperial, California 92251; phone (760) 335-3200. The District may impose charges for copying, mailing and handling.

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General Fund for Fiscal Year 2025-26 (Adopted Budget and Second Interim Projections). The following table shows a summary of the general fund for fiscal year 2025-26 (adopted budget and second interim projections).

REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE⁽¹⁾
Fiscal Year 2025-26
(Adopted Budget and Second Interim Projections)
Imperial Unified School District

<u>Revenues</u>	Adopted Budget 2025-26	Second Interim 2025-26
LCFF Revenues	\$61,820,138	\$62,551,798
Federal Revenues	3,026,393	3,046,555
Other State Revenues	13,765,072	13,765,072
Other Local Revenues	5,059,580	5,059,580
Total Revenues	83,671,183	84,423,005
<u>Expenditures</u>		
Certificated Salaries	36,257,731	36,223,831
Classified Salaries	14,717,257	14,776,312
Employee Benefits	22,303,542	22,310,343
Books and Supplies	4,180,018	4,402,465
Contract Services & Operating Exp.	8,413,706	8,541,217
Capital Outlay	2,108,491	2,385,501
Other Outgo (excluding indirect costs)	279,508	255,070
Other Outgo – Transfers of Indirect Costs	--	--
Total Expenditures	88,260,253	88,894,739
Excess of Revenues Over/(Under) Expenditures	(4,589,070)	(4,471,734)
<u>Other Financing Sources (Uses)</u>		
Operating transfers in	250,000	250,000
Operating transfers out	--	--
Other Sources/Uses	--	--
Total Other Financing Sources (Uses)	250,000	250,000
Net change in fund balance	(4,339,070)	(4,221,734)
Fund Balance, July 1	29,781,479	29,781,479
Fund Balance, June 30	\$25,442,409	\$25,559,745

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

District Reserves. The District's ending fund balance is the accumulation of surpluses from prior years. State law requires that school districts maintain available reserves at certain levels ranging between 1% to 5% of total expenditures and other financing uses, based on the school district's ADA. Based on the District's ADA, the applicable required reserve is 3%. The District currently 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 year 2024-25 and was not triggered in fiscal year 2025-26.

Attendance - Revenue Limit and LCFF Funding

LCFF Funding Trends. As described herein, prior to fiscal year 2013-14, school districts in the State derived most State funding based on a formula that 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 the District's funding trends from State sources since implementation of LCFF.

AVERAGE DAILY ATTENDANCE AND LCFF FUNDING Imperial Unified School District Fiscal Years 2021-22 through 2025-26⁽¹⁾

Fiscal Year	ADA	Total Funding Trends Under LCFF
2021-22	4,065	\$45,344,706
2022-23	4,271	52,319,722
2023-24	4,419	58,523,750
2024-25	4,554	60,190,405
2025-26 ⁽¹⁾	4,604	62,551,798

(1) Second interim projections.
Source: Imperial Unified School District.

Unduplicated Pupil Count. The District's unduplicated pupil count is approximately 60.99%. Under LCFF, the District qualifies for both supplemental and concentration grant funding. It is possible that the federal government's increased enforcement of immigration laws and regulations could impact attendance in certain school districts. The District cannot at this time predict if these events could impact its ADA and related funding entitlement 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 42238.03(c) itemizes the local revenues that are subtracted from the base entitlement to determine the amount of the State apportionment of funding.

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 by President Trump's executive order. Furthermore, on July 1, 2025, President Trump announced that it 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 apportionment of basic and equalization aid in an amount equal to the difference between the District's revenue limit and its property tax revenues. In addition to such apportionment revenue, the District receives substantial 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. Lottery revenues generally comprise approximately 2% of general fund revenues. 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.

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 to 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 past several years are summarized pursuant to the following schedule:

STRS EMPLOYER CONTRIBUTION RATES
Effective Dates of July 1, 2021 through July 1, 2025

Effective Date	Employer Contribution Rate
July 1, 2021	16.92%
July 1, 2022	19.10
July 1, 2023	19.10
July 1, 2024	19.10
July 1, 2025	19.10

Source: STRS.

The State also continues to contribute to STRS, and its contribution rate in fiscal year 2025-26 is 8.328%.

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
Imperial Unified School District
Fiscal Years 2021-22 through 2025-26 (Projected)

Fiscal Year	Amount*
2021-22	\$4,413,482
2022-23	7,253,410
2023-24	8,099,169
2024-25	8,678,828
2025-26 ⁽¹⁾	9,299,834

*Includes on-behalf STRS contributions in governmental funds.

(1) Second interim projection.

Source: Imperial Unified School District.

The STRS defined benefit program continues to have an unfunded actuarial liability estimated at approximately \$88.7 billion, on a market value of assets basis, as of June 30, 2024, 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 2021-22 through 2025-26⁽¹⁾

Fiscal Year	Employer Contribution Rate
2021-22	22.910%
2022-23	25.370
2023-24	26.680
2024-25	27.050
2025-26	26.810

(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
Imperial Unified School District
Fiscal Years 2021-22 through 2025-26 (Projected)

Fiscal Year	Amount
2021-22	\$2,020,817
2022-23	2,474,402
2023-24	3,292,336
2024-25	3,647,281
2025-26 ⁽¹⁾	4,075,905

(1) Second interim projection.
Source: Imperial Unified School District.

PERS continues to have an unfunded liability which, on a market value of assets basis, estimated at approximately \$40.8 billion (on a market value of assets basis) as of June 30, 2024, 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. PEPRAs 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. PEPRAs 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 are members of employee associations, including employee associations of the District, have a five-year window to negotiate compliance with PEPRAs through collective bargaining.

PERS has predicted that the impact of PEPRAs 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 PEPRAs, 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 PEPRAs, and as a result of negotiations with its employee associations, or, notwithstanding the adoption of PEPRAs, resulting from any legislative changes regarding the PERS and STRS employer contributions that may be adopted in the future.

Additional Information - STRS and PERS. Additional information regarding the District's retirement programs is available in Note N 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

Plan Administration. The District's defined benefit OPEB plan, Imperial Unified School District Retiree Health Care Plan (the "**Plan**") provides OPEB for retirees that meet eligibility requirements until age 65. Retirees in the plan are eligible for the same medical plans as active employees. The Plan is a single employer defined benefit OPEB plan administered by the District. The Plan includes four medical/ prescription drug PPO options with an additional HMO option offered through a Mexican HMO licensed within California. Delta Dental, Medical Eye Services Vision, and basic life insurance are also provided by the District, subject to a negotiated District cap. These are all purchased on a pooled basis through the Self-Insured Schools of California ("**SISC III**"). Authority to establish and amend the benefit terms and financing requirements lie with the District's governing board.

Benefits Provided. Classified, Certificated, Administrative, and Management employees who have attained age 55 and completed at least 15 years of service, and have retired under CalPERS or CalSTRS, are eligible to receive District-paid medical, prescription drug, dental, vision, and life insurance coverage up to a District cap in effect. Spouses and dependent children may be covered, but the current level of the cap results in de facto self-paid coverage for dependents. The Superintendent's contract does not require a minimum number of years of service with the District for benefits. Benefit-eligible part time Classified employees are entitled to a pro-rated share of the capped benefit based on the ratio of their hours per day times months per year divided by 96. District-paid benefits end at age 65. Board Members may participate in District health plans after retirement at their own expense. There are 27 inactive plan members and 464 active plan members.

Contributions. The District contributes 100% up to the cap in effect. Retirees are not required to make any contributions unless the cost of coverage exceeds the cap. Authority to establish and amend the benefit terms and financing requirements lie with the District's board of directors. The required contribution is based on projected pay-as-you-go financing requirements. No assets are accumulated in a trust that meets the criteria in Paragraph 4 of GASB Statement No. 75.

Actuarial Assumptions. The District's total OPEB liability of \$9,094,490 was measured as of June 30, 2024 and was determined by an actuarial valuation as of that date using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified: inflation 2.75%, salary increases 3.00%, average, in aggregate, discount rate of 3.97%, net of OPEB plan investment expense including inflation, healthcare cost trend rates 5.50% decreasing 4.50%. The discount rate is based on the Fidelity GO AA 20 Year Municipal Bond Index, which are tax-exempt municipal bonds with an average rating of AA/Aa or higher. Mortality rates are based on the most recent rates used by CalPERS and CalSTRS for pension valuations. The CalPERS mortality table was developed based on CalPERS specific data. The table includes 20 years of mortality improvements using the Society of Actuaries Scale BB. The CalSTRS mortality table was developed based on CalSTRS specific data. The table includes mortality improvements set at 110% of the ultimate improvement factor from the Mortality improvement scale (MP-2016) table, issued by the Society of Actuaries.

The actuarial assumptions used in the June 30, 2024, valuation were based on the results of CalPERS actuarial experience study for the period July 1, 2000 through June 30, 2019 and the CalSTRS experience study for the period July 1, 2015 through June 30, 2018.

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

CHANGES IN TOTAL OPEB LIABILITY
Imperial Unified School District
As of June 30, 2025

Balance at June 30, 2024	\$8,627,397
Changes for the year	
Service Cost	598,993
Interest	348,271
Changes of assumptions	(68,645)
Benefit payments	<u>(411,526)</u>
Net change in total OPEB liability	467,093
Balance at June 30, 2025	\$9,094,490

Source: Imperial Unified School District 2024-25 Audit Report.

OPEB Expense. For the fiscal year ended June 30, 2025, the District recognized an OPEB expense of \$1,208,102.

For more information regarding the District's OPEB, including benefits provided, eligibility and further assumptions used in its most recent actuarial study, see Note O of Appendix B to the Official Statement.

Existing Debt Obligations

General Obligation Bonds. In addition to pension and OPEB liability, the District has long term debt outstanding in the form of general obligation bonds, as summarized in the following table. See also "DEBT SERVICE SCHEDULES" in the body of this Official Statement for the current annual debt service requirements of the District's outstanding bonds.

OUTSTANDING GENERAL OBLIGATION BONDS
Imperial Unified School District

Dated Date	Series	Amount of Original Issue	Outstanding as of March 1, 2026*
03/09/2016	2016 General Obligation Refunding Bonds	\$13,530,000.00	\$6,735,000.00
02/16/2017	General Obligation Bonds, Election of 2016, Series A	26,000,000.00	16,570,000.00
02/21/2018	General Obligation Bonds, Election of 2016, Series B	7,999,839.00	7,469,839.55
02/07/2019	General Obligation Bonds, Election of 2016, Series C	3,306,596.00	3,056,230.95
05/03/2022	General Obligation Bonds, Election of 2016, Series D	2,689,008.95	2,378,997.50
06/01/2022**	2022 General Obligation Refunding Bonds	10,836,000.00	10,658,000.00
Totals		\$64,361,443.95	\$46,868,068.00

**Does not include accreted interest relating to capital appreciation bonds.*

*** Private placement.*

Source: Imperial Unified School District; the Financial Advisor.

Leases Payable. The District has entered into lease agreements for right of use for copy machines and a postage machine. The leases vary in length from 36 months to 63 months with imputed interest ranging from 0.20% to 0.90%. There are no residual value guarantees included in the leases. Additionally, the District has not experienced any losses associated with impairment of an underlying leased asset.

In the 2023-24 year the District entered into a new lease agreement with Canon to cover many schools across the district with various machines for 60 months. The effective interest rate used to calculate present value was 8.50%. Future payments on the leases are as follows:

Year Ended June 30	Principal	Interest	Total
2026	\$68,182	\$20,470	\$88,652
2027	67,355	14,933	82,348
2028	73,309	9,039	82,348
2029	66,123	2,608	68,731
Total	\$274,969	\$47,110	\$322,079

Source: Imperial Unified School District.

Compensated Absences. Total unpaid employee compensated absences as of June 30, 2025 amounted to \$5,885,699.

Investment of District Funds

In accordance with Government Code Section 53600 *et seq.*, the Imperial 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 hereto for a copy of the County's investment policy and recent investment report.

Effect of State Budget on Revenues

Public school districts in the State are dependent on revenues from the State for a large portion of their operating budgets. State 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.

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 the State 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 2025-26 State Budget

On June 27, 2025, the Governor signed the fiscal year 2025-26 State Budget (the “**2025-26 State Budget**”). Despite continued uncertainty driven by recent federal policy changes, including broad-based tariffs that have slowed economic growth, the 2025-26 State Budget outlines a balanced fiscal plan while maintaining significant reserves.

The 2025-26 State Budget reflects a decrease of \$11.0 billion in General Fund revenues from 2024-25 (\$215.7 billion in 2025-26 compared to \$226.7 billion in 2024-25) primarily due to projected decreases in corporation and personal income tax collections. The 2025-26 State Budget reflects a decrease in General Fund expenditures of \$5.2 billion from 2024-25 (\$228.4 billion in 2025-26 compared to \$233.5 billion in 2024-25) primarily reflecting broad spending decreases for all major spending categories with the exception of expenditures for health and human services, which sees a significant funding increase driven by the expansion of Medi-Cal.

Regarding the State’s reserves and fund balances, the 2025-26 State Budget continues the drawing down of the State’s Budget Stabilization account that began in fiscal year 2024-25 with a withdrawal of \$7.1 billion and completes the drawdown of the Public School System Stabilization Account with a withdrawal of the remaining \$0.4 billion.

The 2025-26 State Budget projects an \$11.8 billion General Fund shortfall after accounting for reserves drawdowns, driven by rising costs due to growth in Medi-Cal and other core State programs. The 2025-26 State Budget addresses the shortfall primarily through spending reductions and structural reforms, while maintaining support for key programs. The specific solutions used to close the budget gap include the following:

- *Medi-Cal Enrollment Freeze* - \$77.9 million reduction in fiscal year 2025-26, increasing to \$3.3 billion by fiscal year 2028-29.

- *Medi-Cal Premium Collection For Certain Adults* – Initial cost of \$30 million in fiscal year 2026-27, shifting to \$675 million in savings in fiscal year 2028-29 due to collection of Medi-Cal premiums from undocumented adults.
- *Medi-Cal Asset Limit Implementation* – \$61.3 million in fiscal year 2025-26, rising to \$827.4 million by fiscal year 2028-29.
- *Programmatic Reductions* – Reductions in rural health clinics, specialty drug coverage, and pharmacy rebates totaling over \$3.5 billion by fiscal year 2028-29.
- *Ongoing Reductions* – \$221.7 million annually beginning in fiscal year 2026-27 for Quality Incentive Payment Program changes.

The 2025-26 State Budget raises an estimated \$7.8 billion in additional resources, including \$1.3 billion from Medi-Cal rate increase in fiscal year 2025-26, \$4.4 billion in loans from the Medical Providers Interim Payment Fund, \$1.5 billion in loans from additional special funds and interfund borrowing, and a \$7.1 billion withdrawal from the Budget Stabilization Account, as authorized by the prior fiscal year.

Additional balancing measures comprise \$1.2 billion in funding shifts primarily related to the costs of CalFIRE operations moving from the General Fund to the Greenhouse Reduction Fund for Forestry and Fire Protection. The 2025-26 State Budget also makes two future commitments (subject to appropriation) totaling \$457.1 million in fiscal year 2027-28, growing to \$163.2 million in fiscal year 2028-29, for California Food Assistance Program expansion and \$338.9 million in fiscal year 2027-28, growing to \$522.1 million in fiscal year 2028-29, for payment to the State's foster care tiered rate structure.

The 2025-26 State Budget projects total resources available in fiscal year 2024-25 of approximately \$268.7 billion, including revenues and transfers of approximately \$226.7 billion and a prior year balance of approximately \$42.0 billion, and total expenditures in fiscal year 2024-25 of approximately \$233.6 billion. The 2025-26 State Budget projects total resources available for fiscal year 2025-26 of approximately \$250.9 billion, inclusive of revenues and transfers of approximately \$215.7 billion and a prior year balance of approximately \$35.1 billion. The 2025-26 State Budget projects total expenditures in fiscal year 2025-26 of approximately \$228.4 billion, inclusive of non-Proposition 98 expenditures of approximately \$147.6 billion and Proposition 98 expenditures of approximately \$80.7 billion. The 2025-26 State Budget projects total reserve balances of \$15.7 billion at the end of fiscal year 2025-26. This includes \$11.2 billion in the State Rainy Day Fund, \$4.5 billion in the State's SFEU, and \$0 in the Proposition 98 Rainy Day Fund. The 2025-26 State Budget includes total funding of \$137.6 billion for all K-12 education programs, including \$80.5 billion from the State's general fund and \$57.1 billion from other funds. The 2025-26 State Budget reflects significant Proposition 98 funding that enables increased support for core programs such as the LCFF, special education, transitional kindergarten, nutrition, and preschool.

Certain budgeted programs and adjustments for K-12 education set forth in the 2025-26 State Budget include:

Proposition 98 Minimum Guarantee. The 2025-26 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 \$98.5 billion for 2023-24, \$119.9 billion for 2024-25, and \$114.6 billion for 2025-26,

an increase of approximately \$3.9 billion over the three-year period relative to the 2023-24 State Budget. Because the minimum guarantee for 2024-25 will not be finalized until the fiscal year is certified in calendar year 2026, the 2025-26 State Budget proactively appropriates the 2024-25 minimum guarantee at \$118 billion, establishing a \$1.9 billion “settle up” to avoid over-appropriation. The 2025-26 State Budget expresses intent to apply any realized settle-up funds toward reducing ongoing TK-14 deferrals and safeguarding core program funding for school districts and community colleges, including funding for growth and cost-of-living adjustments.

The minimum guarantee remains in a Test 2 for 2023-24, though suspended at \$98.5 billion, and shifts to a Test 1 in both 2024-25 and 2025-26. In Test 1 years, the guarantee equals approximately 40 percent of general fund revenues, in addition to local property tax revenues. Under Proposition 98, this calculation is not adjusted for enrollment, which results in increased per-pupil funding. The guarantee is “rebenched” to reflect both the continued implementation of universal TK and property tax backfills resulting from the January 2025 wildfires in Los Angeles County. As a result, the applicable Test 1 percentage increases from 39.2 percent to 39.6 percent of general fund revenues.

Proposition 98 Rainy Day Fund. The 2025-26 State Budget maintains the full withdrawal of the \$8.4 billion balance in the Proposition 98 Rainy Day Fund in fiscal year 2023-24. The May Revision to the 2024-25 State Budget Proposal, released on May 10, 2024, included a mandatory deposit of \$540 million into the Rainy Day Fund. However, revised capital gains revenue projections reduce that deposit to \$455 million in fiscal year 2024-25. A year-over-year decrease in the Proposition 98 minimum guarantee triggers a mandatory withdrawal of \$455 million in fiscal year 2025-26, fully exhausting the remaining fund balance.

Proposition 98 Funding Split. In prior years, 10.93 percent of the general fund amounts rebenched into the Proposition 98 minimum guarantee for transitional kindergarten expansion were allocated to the community colleges budget, consistent with the statutory Proposition 98 funding split. Over the three-year budget window, this resulted in \$492.4 million being directed to community colleges, leaving TK-12 schools without an equivalent amount to support transitional kindergarten expansion. Beginning in fiscal year 2025-26, the 2025-26 State Budget shifts the full amount of transitional kindergarten expansion funding (\$232.9 million) to the TK-12 portion of the Proposition 98 budget.

Local Control Funding Formula. The 2025-26 State Budget includes a 2.3 percent cost-of-living adjustment to LCFF. Combined with population growth adjustments, this results in an additional \$2.1 billion in discretionary funding for local educational agencies (“LEAs”) relative to the 2024-25 State Budget. To fully fund LCFF costs in fiscal year 2025-26, the 2025-26 State Budget withdraws approximately \$405.3 million from the Proposition 98 Rainy Day Fund.

Deferrals. The 2025-26 State Budget fully repays \$246.6 million in TK-12 education deferrals from fiscal year 2024-25. However, in order to maintain principal apportionment levels in 2025-26, the 2025-26 State Budget defers \$1.9 billion in LCFF funding from June 2026 to July 2026.

Universal Transitional Kindergarten. To support full implementation of universal transitional kindergarten by September 1, 2025, the 2025-26 State Budget provides \$2.1

billion in ongoing Proposition 98 general fund resources, inclusive of all prior years' investments. An additional \$1.2 billion in ongoing Proposition 98 general fund resources is included to reduce the average student-to-adult ratio from 12:1 to 10:1.

Before School, After School, and Summer School. To increase access to the Expanded Learning Opportunities Program, the 2025-26 State Budget provides \$515.1 million in ongoing funds, broadening eligibility from LEAs with a 75 percent unduplicated pupil rate to those with a 55 percent rate. Additionally, \$10.4 million is provided to increase the minimum grant per LEA from \$50,000 to \$100,000.

Literacy Instruction. The 2025-26 State Budget allocates \$480 million to enhance literacy instruction aligned with the English Language Arts/English Language Development Framework for all students.

Teacher Professional Development and Preparation. To support teachers and strengthen the educator pipeline, the 2025-26 State Budget provides \$300 million in one-time Proposition 98 general fund resources for a Student Teacher Stipend Program, which will offer grants to teacher candidates completing student teaching between 2026-27 and 2028-29. An additional \$70 million of one-time Proposition 98 general fund resources supports teacher residency programs, and \$30 million in one-time Proposition 98 general fund resources extends the National Board Certification Incentive Program to encourage placement of certified teachers in high-poverty schools.

Student Support and Professional Development Discretionary Block Grant. The 2025-26 State Budget provides \$1.7 billion in one-time Proposition 98 general fund resources for the Student Support and Professional Development Discretionary Block Grant to assist LEAs with rising costs and advancing statewide priorities.

State Preschool Program. To enhance early childhood education, the 2025-26 State Budget includes approximately \$19.3 million of Proposition 98 general fund resources and \$10.2 million in non-Proposition 98 general fund resources for the California State Preschool Program. It further authorizes the Department of Education to expand State Preschool Program provider contracts for three-year-olds by 10 percent, implement prospective pay, and automate contract payments.

Other Significant Budget Adjustments. The 2025-26 State Budget includes \$378.6 million in one-time Proposition 98 general fund resources for learning recovery initiatives through 2027-28, \$150 million for career technical education and pathways programs pending legislation, and \$145 to improve school meal infrastructure. An additional \$10 million is allocated for school food service workforce requirement and \$5 million for a study of ultra-processed foods offered in State school meals.

Further allocations include \$30 million over three years for Special Olympics programs in Northern and Southern California; \$30 million for the Mathematics Professional Learning Partnership; \$21.9 million in ongoing funding for the SUN Bucks Program, which provides summer nutrition support; and \$20 million to implement the Children and Youth Behavioral Health Initiative's all-payer fee schedule.

The 2025-26 State Budget also provides approximately \$10 million for a pilot program, administered by the California Collaborative of Educational Excellence, to support middle and high school redesign and peer learning. Another \$10 million to the California

Department of Education supports the development of a screener to identify multilingual learners in transitional kindergarten and authorizes the State Superintendent of Public Instruction to adopt a screening instrument for children ages 3-4 enrolled in transitional kindergarten classrooms. Finally, \$7.5 million is available through the 2026-27 fiscal year to offset potential LCFF apportionment reductions caused by the recent exemption of transitional kindergarten students from the English language proficiency assessment.

For the full text of the 2025-26 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.*

LAO Analysis of the 2025-26 State Budget. The LAO, a nonpartisan State office which provides fiscal and policy information and advice to the State legislature, released its report on the 2025-26 State Budget entitled “The 2025-26 Budget: Overview of the Spending Plan” on October 16, 2025 (the “**2025-26 State Budget Analysis**”). In the 2025-26 State Budget Analysis, the LAO assesses the budget shortfall that was addressed in the 2025-26 State Budget and analyzes the major proposals for K-14 education.

The LAO notes that the State faced a budget shortfall for the third year in a row requiring the State to adopt more ongoing solutions. The estimated budget shortfall was \$15.0 billion, which was smaller compared to deficits of \$55.0 billion in fiscal year 2024-25 and \$27.0 billion in fiscal year 2023-24. The LAO notes that part of the reason the State continued to face a budget problem is that the underlying costs of State services continue to outpace the State’s revenue collections. In particular, despite higher revenues in major taxes, about \$4 billion of the budget problem results from new, discretionary General Fund spending in the budget package, as well as some budget actions adopted in a special session. The measures approved in the special session provided funding for (1) response and recovery costs related to the January 2025 Southern California wildfires and (2) activities to address federal government actions impacting the State.

The LAO notes that the 2025-26 State Budget uses various maneuvers to address the budget shortfall, including reserve withdrawals, spending reductions, revenue increases, and borrowing (for example, loaning money from other funds to the General Fund). However, the LAO indicates that the 2025-26 State Budget primarily relies on borrowing to close the gap, which accounts for \$10.0 billion and approximately two-thirds of the total solutions. This borrowing increases the total outstanding budgetary borrowing from \$12.0 billion to \$22.0 billion. The LAO notes that this borrowing is similar to the measures used during the Great Recession of 2008. After borrowing, spending-related solutions, including both spending reductions and fund shifts, total \$5.0 billion and represent nearly all of the remaining one-third of the total solutions. Revenue-related solutions, totaling about \$300.0 million, represent the small remainder. The LAO notes that while the State is also making a \$7.1 billion withdrawal from the State Rainy Day Fund (also known as the Budget Stabilization Account) in fiscal year 2025-26, this withdrawal was not reflected in the 2025-26 State Budget Analysis because it was authorized last year in the 2024-25 State Budget.

The LAO notes that while the 2025-26 State Budget partially addresses the State’s multi-year deficits, it expects budget deficits to persist. Based on the State’s June 2025 projections and assumptions, annual operating deficits are projected to range from roughly \$15 billion to \$25 billion throughout the outlook period (i.e., 2026-27 through 2028-29), which would need to be

addressed by the Legislature. The LAO notes, however, that these multi-year estimates are subject to considerable uncertainty and should be interpreted cautiously.

In summarizing the overall condition of the General Fund budget, the condition of the school and community college budget and State appropriations limits, as estimated by the administration, the LAO notes the following: (1) the State's reserves total nearly \$16 billion at the end of fiscal year 2025-26, with the state reserve for schools and community colleges fully withdrawn by the end of fiscal year 2025-26; (2) the State expects revenues from major tax sources to grow 10.0% from fiscal year 2023-24 to fiscal year 2024-25, however the 2025-26 State Budget also projects revenues from said tax sources to decrease by 15.0% from fiscal year 2024-25 to fiscal year 2025-26; and (3) federal funding is expected to remain flat between 2024-25 and 2025-26 but the 2025-26 State Budget projections do not include any potential effects of House Resolution 1: One Big Beautiful Bill Act, which was signed by President Trump on July 4, 2025.

The LAO indicates that the 2025-26 State Budget reduces spending in fiscal year 2025-26 by deferring \$2.3 billion in payments to fiscal year 2026-27, of which \$1.9 billion pertains to schools. The State will implement this school funding deferral by shifting a portion of the June 2026 payment to July 2026. School districts and charter schools that can demonstrate the delay would make them unable to meet their financial obligations are exempt from the deferral. The remaining \$408.0 million in deferrals pertain to community colleges, moving payments from May and June 2026 to July 2026. The purpose of these deferrals is to free up funding for additional one-time and ongoing spending that would otherwise exceed the available Proposition 98 funding in fiscal year 2025-26.

The foregoing is only a summary of certain provisions of the 2025-26 State Budget Analysis. For the full text, see the LAO website at www.lao.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.*

The 2026-27 State Budget Proposal

The Governor sent the fiscal year 2026-27 budget proposal to the legislature on January 9, 2026 (the “**2026-27 State Budget Proposal**”). While, the 2026-27 State Budget Proposal presents a balanced budget, with a discretionary reserve of \$4.5 billion, it projects a deficit of roughly \$22 billion in the 2027-28 fiscal year and budget shortfalls in the two years following. A stronger-than-anticipated performance of the stock market and cash receipts, combined with an improved economic outlook, are noted as contributors to an upgraded revenue forecast, with General Fund revenues, before accounting for transfers and tax policy proposals, projected to be higher by approximately \$4.5 billion than was assumed in the 2025-26 State Budget for the three-year budget window of fiscal years 2024-25 through 2026-27. However, the proposal warns that the revenue increase is largely attributable to a small number of technology companies and cannot be sustained indefinitely at high levels. It also warned of federal policy changes, including House of Representatives 1 of 2025 which is projected to result in costs of \$1.4 billion to the General Fund in fiscal year 2026-27, and unpredictable future federal policies that might negatively impact tariffs, immigration, inflation, investments, the labor market and overall demand.

The 2026-27 State Budget Proposal provides for \$248.3 billion in general fund spending and nearly \$23 billion in combined reserves—including nearly \$14.4 billion in the State's Rainy

Day Fund and an additional discretionary set-aside of \$4.5 billion in the Special Fund for Economic Uncertainties and \$4.1 billion in the Public School System Stabilization Account. Although the proposal is noted as balanced, it anticipates shortfalls in subsequent fiscal years that are driven by expenditures exceeding revenues, promising additional decisions at the May Revision to maintain a balanced budget in the coming years. Noted risk factors relating to the economy and State revenues include stock market and asset price volatility and declines, particularly those affecting high-income earners - as well as unpredictable federal policies.

Certain budgeted programs and adjustments for TK-12 education set forth in the 2026-27 State Budget Proposal include Proposition 98 funding for K-14 schools set at \$125.5 billion for 2026-27 (although some funding is subject to settle-up), and a LCFF cost-of-living adjustment of 2.41%. It also proposes the repayment of around \$1.9 billion in previous funding deferrals to improve school cash flow. The proposal also reflects continued support of implementation of universal transitional kindergarten, and ongoing support for before-, during-, and after-school programs through the Expanded Learning Opportunity Program. The 2026-27 State Budget Proposal would also allocate an additional \$215 million to build on previous investments in the Literacy Coaches and Reading Specialists Grant Program.

Significantly, the 2026-27 State Budget Proposal proposes to implement recommendations of the Legislature's 2002 report, California's Master Plan for Education, by moving oversight of the State's education system and ultimate responsibility for state oversight and support of local educational agencies for the Department of Education to the executive branch, greatly enhancing the role of the State Superintendent.

The May Revision will be released by the Governor around May 14, 2026 and will update the budget proposal with revised economic and revenue outlooks and other estimates and assumptions, and may contain modifications to or removal of policy initiatives included in the 2026-27 State Budget Proposal.

For the full text of the 2026-27 State Budget Proposal, 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.*

LAO Analysis of the 2026-27 State Budget Proposal

The LAO released its overview and initial analysis of the 2026-27 State Budget Proposal on January 10, 2026 (the "**2026-27 LAO Analysis**"). The 2026-27 LAO Analysis concludes that, under the Governor's assumptions, the budget is roughly balanced, reflecting an estimated deficit of approximately \$3 billion. This represents an improvement compared with the LAO's November Fiscal Outlook, which projected a budget deficit of approximately \$18 billion. The LAO attributes the State's substantially higher revenue forecast to two factors: first, the proposal does not incorporate the significant risk of a stock market downturn; and second, higher projected revenues are partially offset by increased baseline spending, including constitutionally required expenditures and growing program costs.

The LAO identifies stock market volatility as the most significant risk to the State's revenue outlook. The analysis notes that several historically reliable indicators suggest equity markets are overheated and at elevated risk of a downturn within the next year or two. A market correction

would materially reduce personal income tax revenues and could quickly worsen the State's fiscal position. The LAO cautions that failing to incorporate this downside risk into the 2026-27 State Budget Proposal places the State on precarious fiscal footing, particularly given that the proposal is only marginally balanced even under optimistic revenue assumptions.

Both the 2026-27 LAO Analysis and the 2026-27 State Budget Proposal project persistent multiyear operating deficits. The LAO estimates that annual deficits could range between approximately \$20 billion to \$35 billion, while the 2026-27 State Budget Proposal projects operating deficits of roughly \$27 billion in fiscal year 2027-28, \$22 billion in fiscal year 2028-29, and \$23 billion in fiscal year 2029-30. The LAO characterizes these deficits as structural rather than cyclical, noting that deficits have persisted despite economic growth and rising revenue in addition to the State already addressing a cumulative \$125 billion in budget problems over recent years. The LAO expresses concern that the State's fiscal challenges have become chronic and raise significant questions concerning long-term fiscal sustainability.

The LAO acknowledges that the State recognizes the risks associated with revenue volatility and multiyear structural deficits, but concludes that the 2026-27 State Budget Proposal does not materially address either challenge. The LAO recommends that the Legislature explicitly recognize downside revenue risk by adopting the LAO's more conservative revenue forecast, maintain required reserve deposits, set aside funds associated with delayed settle-up obligations into reserves rather than using them for ongoing commitments, and adopt a multiyear plan to reduce at least half of projected structural deficits through ongoing budget solutions. The LAO cautions that delaying corrective action until further budget cycles increases fiscal risk and limits the Legislature's ability to implement deliberate and sustainable solutions.

The 2026-27 LAO Analysis is available on the LAO website at www.lao.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 2025-26 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 XIII A, XIII B, XIII C, and XIII D 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 XIII A 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 XIII A of the California Constitution

Basic Property Tax Levy. On June 6, 1978, State voters approved Proposition 13 ("**Proposition 13**"), which added Article XIII A to the State Constitution ("**Article XIII A**"). Article XIII A 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 XIII A 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 XIII A 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 XIII A 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 XIII A 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 XIII A. Legislation has been enacted and amended a number of times since 1978 to implement Article XIII A. 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 XIII A, 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 XIII B of the California Constitution

Article XIII B ("Article XIII B") 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 XIII B, as amended.

The appropriations of an entity of local government subject to Article XIII B 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 XIID 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 XIID (respectively, "**Article XIIIC**" and "**Article XIID**"), 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 XIIC 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 XIIC further provides that no tax may be assessed on property other than *ad valorem* property taxes imposed in accordance with Articles XIII and XIII A of the California Constitution and special taxes approved by a two-thirds vote under Article XIII A, Section 4.

On November 2, 2010, Proposition 26 was approved by State voters, which amended Article XIIC 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 XIID. 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 XIID deals with assessments and property-related fees and charges, and explicitly provides that nothing in Article XIIC or XIID 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 XIII B 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 XIII B 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 XIII B 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 the 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 XIII B 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 XIII B 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 XIII B 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 XIII B 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, community college districts, including the District, 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.

The Bonds described in this Official Statement were authorized pursuant to the provisions of Proposition 39 and will be issued in compliance with Proposition 39 and its related legislation.

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 XIII A 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 XIII A, Article XIII B, Article XIII C and Article XIII D of the California Constitution and Propositions 98, 22, 26, 30, 39 and 2 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.

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APPENDIX B

**AUDITED FINANCIAL STATEMENTS OF THE DISTRICT
FOR FISCAL YEAR ENDED JUNE 30, 2025**

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Imperial Unified School District

County of Imperial
Imperial, California

Audit Report
June 30, 2025



Imperial Unified School District

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June 30, 2025

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Independent Auditor's Report

To the Board of Education
Imperial Unified School District

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Imperial 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 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 District as of June 30, 2025, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter – Change in Accounting Principle

As described in Note A to the financial statements, in the fiscal year ended June 30, 2025 the District adopted new accounting guidance, GASB Statement No. 101 *Compensated Absences* which had a material effect on the financial statements. Our opinion is not modified with respect to this matter.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the 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.

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 generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

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

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and other required supplementary information as identified in the table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board (GASB) who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The accompanying combining nonmajor fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The accompanying schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, is presented for purposes of additional analysis and is not a required part of the basic financial statements.

The accompanying additional supplementary information, identified in the table of contents, as required by the *2024-25 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*, prescribed in Title 5, *California Code of Regulations, Section 19810* are presented for purposes of additional analysis and are not a required part of the 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 auditing standards generally accepted in the United States of America.

In our opinion, the accompanying combining and individual nonmajor fund financial statements, the schedule of expenditures of federal awards, and the additional supplementary information as identified in the table of contents, are fairly stated, in all material respects, in relation to the financial statements as a whole.

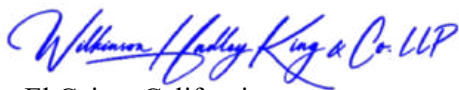
Other Information

Management is responsible for the other information included in the audit report. The other information comprises the Other Information section of the audit report as identified on the table of contents, 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 February 19, 2026, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is 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.



El Cajon, California
February 19, 2026

IMPERIAL UNIFIED SCHOOL DISTRICT
MANAGEMENT DISCUSSION AND ANALYSIS
JUNE 30, 2025
(Unaudited)

The discussion and analysis of Imperial Unified School District's financial performance provides an overall review of the District's financial activities for the fiscal year ended June 30, 2025. The intent of this discussion and analysis is to look at the District's financial performance as a whole. To provide a complete understanding of the District's financial performance, please read it in conjunction with the Independent Auditor's Report, the District's financial statements and notes to the basic financial statements.

The Management's Discussion and Analysis (MD & A) is an element of the reporting model adopted by the Governmental Accounting Standards Board (GASB) in their Statement No. 34 Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments issued June 1999. Certain comparative information is required to be presented in the MD & A.

FINANCIAL HIGHLIGHTS

- The increase in Local Control Funding Formula (LCFF) sources from 2023-24 to 2024-25 was \$1.67 million (2.8%).
- The general fund expenditures increased by \$7.2 million (9.5%) over the previous year amount.
- General Fund expenses and other uses exceeded revenues and other sources by \$765 thousand.
- The General Fund ended the fiscal year with 18% reserves in unrestricted fund balance.

Overview of the Financial Statements

This annual report consists of the following parts – management's discussion and analysis (this section), the basic financial statements, required supplementary information, other supplementary information, and findings and recommendations. These statements are organized so the reader can understand the Imperial Unified School District as a financial whole, an entire operating entity. The statements then proceed to provide an increasingly detailed look at specific financial activities.

The Basic Financial Statements

The first two statements are district-wide financial statements, the Statement of Net Position and the Statement of Activities. These statements provide information about the activities of the whole School District, presenting both an aggregate view of the District's finances and a longer-term view of those finances. Fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short-term as well as what remains for future spending. The fund financial statements also look at the district's more significant funds with all other non-major funds presented in total in one column.

The financial statements also include notes that explain some of the supplementary information in the statements and provide more detailed data. The statements are followed by a section of required supplementary information that further explains and supports the financial statements. A comparison of the District's general fund budget is included.

Reporting the district as a Whole

Statement of Net Position and the Statement of Activities

These two statements provide information about the District as a whole using methods similar to those used by private-sector companies. The Statement of Net Position includes all the District's assets, deferred outflows of resources, liabilities, and deferred inflows of resources using the accrual basis of accounting. This basis of accounting takes in account all the current year's revenues and expenses regardless of when cash is received or paid. These statements report information on the district as a whole and its activities in a way that helps answer the question, "How did we do financially during 2024-2025?"

The change in net position is important because it tells the reader that, for the district as a whole, the financial position of the district has improved or diminished. The causes of this change may be the result of many factors, some financial, some not. Over time, the increases or decreases in the District's net position, as reported in the Statement of Activities, are one indicator of whether its financial health is improving or deteriorating. The relationship between revenues and expenses indicates the District's operating results. However, the District's goal is to provide services to our students, not to generate profits as commercial entities. One must consider many non-financial factors, such as the quality of education provided to assess the overall health of the District.

- Increases or decreases in the net position of the District over time are indications of whether its financial position is improving or deteriorating, respectively.
- Additional non-financial factors such as condition of school buildings and other facilities, and changes to the property tax base of the District need to be considered in assessing the overall health of the District.

Reporting the district's Most Significant Funds

Fund Financial Statements

The fund financial statements provide more detailed information about the District's most significant funds – not the District as a whole. Funds are accounting devices the District uses to keep track of specific sources of funding and spending on particular programs. Some funds are required to be established by State law. However, the District establishes other funds to control and manage money for specific purposes.

Governmental Funds

Most of the district's activities are reported in governmental funds. The District's major funds are the General Fund, the Building Fund, the Special Reserve Fund for Capital Outlay, and the Capital Projects Fund for Blended Component Units. All other governmental funds are aggregated into one nonmajor governmental funds column. Governmental funds focus on how money flows into and out of the funds and the balances that remain at the end of the year. They 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 statements provide a detailed short-term view of the District's operations and services that help determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs.

FINANCIAL ANALYSIS OF THE GOVERNMENT WIDE STATEMENTS

The district as a Whole

The District's net position was \$60.58 million at June 30, 2025. Of this amount, unrestricted net position was \$(14.9) million, net investment in capital assets was \$59.8 million, and restricted net position was \$15.7 million. A Comparative analysis of government-wide statement of net position is presented in Table 1.

The District's net position increased \$1.15 million this fiscal year (See Table 2). The District's expenses for instruction, instruction related, and pupil services represented 81% of total expenses. The administrative activities of the District accounted for just 5% of total costs. The remaining 14% was spent on plant services and other expenses like interest payments on debt. (See Figure 2).

(Table 1)
Comparative Statement of Net Position

	Governmental Activities			
	6/30/2025	6/30/2024	Change	% Change
Assets				
Cash and Investments	\$ 49,558,730	\$ 45,843,843	\$ 3,714,887	8.10%
Accounts receivable	4,550,733	2,468,942	2,081,791	84.32%
Inventory	139,751	70,882	68,869	97.16%
Prepaid expenses	-	3,838	(3,838)	100.00%
Capital assets, net	122,410,927	110,956,943	11,453,984	10.32%
Lease assets, net	260,713	346,356	(85,643)	-24.73%
Subscription assets, net	98,636	119,217	(20,581)	-17.26%
Total Assets	<u>177,019,490</u>	<u>159,810,021</u>	<u>17,209,469</u>	<u>10.77%</u>
Deferred Outflows of Resources				
Deferred outflows of resources - pensions	27,331,569	25,952,983	1,378,586	5.31%
Total Deferred Outflows of Resources	<u>27,331,569</u>	<u>25,952,983</u>	<u>1,378,586</u>	<u>5.31%</u>
Liabilities				
Accounts payable and other current liabilities	8,943,521	5,536,328	3,407,193	61.54%
Unearned revenue	527,414	420,432	106,982	25.45%
Long-term liabilities	130,524,344	115,486,011	15,038,333	13.02%
Total Liabilities	<u>139,995,279</u>	<u>121,442,771</u>	<u>18,552,508</u>	<u>15.28%</u>
Deferred Inflows of Resources				
Deferred inflows of resources - pensions	3,774,590	4,893,041	(1,118,451)	-22.86%
Total Deferred Inflows of Resources	<u>3,774,590</u>	<u>4,893,041</u>	<u>(1,118,451)</u>	<u>-22.86%</u>
Net Position				
Net investment in capital assets	\$ 59,834,113	\$ 57,972,611	\$ 1,861,502	3.21%
Restricted	15,694,450	21,544,148	(5,849,698)	-27.15%
Unrestricted	(14,947,373)	(20,089,567)	5,142,194	-25.60%
Total Net Position	<u>\$ 60,581,190</u>	<u>\$ 59,427,192</u>	<u>\$ 1,153,998</u>	<u>1.94%</u>

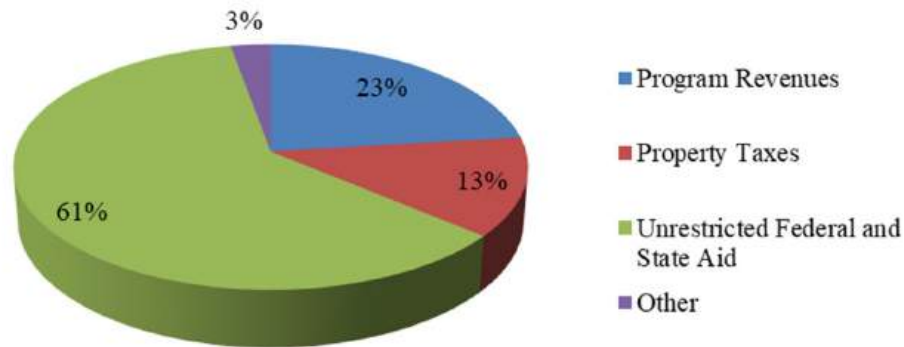
(Table 2)
Comparative Statement of Change in Net Position

	Governmental Activities			
	Year Ended 6/30/2025	Year Ended 6/30/2024	Change	% Change
Revenues				
Program revenues				
Charges for services	\$ 1,533,799	\$ 817,808	\$ 715,991	100.00%
Operating grants and contributions	18,831,650	14,905,216	3,926,434	26.34%
Capital grants and contributions	666	136,437	(135,771)	-99.51%
General revenues				
Taxes levied for general purposes	8,870,821	8,306,574	564,247	6.79%
Taxes levied for debt service	2,659,717	2,651,531	8,186	0.31%
Federal and state aid not restricted	53,862,634	52,861,648	1,000,986	1.89%
Interest and investment earnings	1,947,045	2,148,507	(201,462)	-9.38%
Miscellaneous	556,138	135,772	420,366	309.61%
Total Revenues	<u>88,262,470</u>	<u>81,963,493</u>	<u>6,298,977</u>	<u>7.69%</u>
Expenses				
Instruction	50,220,999	46,253,529	3,967,470	8.58%
Instruction Related Services	4,665,842	4,954,000	(288,158)	-5.82%
Pupil Support Services	11,492,924	11,054,524	438,400	3.97%
General Administration	4,092,780	4,341,980	(249,200)	-5.74%
Plant Services	7,125,642	7,635,958	(510,316)	-6.68%
Other Expenses	4,002,190	4,267,478	(265,288)	-6.22%
Total Expenses	<u>81,600,377</u>	<u>78,507,469</u>	<u>3,092,908</u>	<u>3.94%</u>
Increase (Decrease) in Net Position	6,662,093	3,456,024	3,206,069	92.77%
Net Position - Beginning Balance	59,427,192	55,971,168	3,456,024	6.17%
Adjustment to Beginning Balance	(5,508,095)	-	(5,508,095)	100.00%
Net Position - Ending Balance	<u>\$ 60,581,190</u>	<u>\$ 59,427,192</u>	<u>\$ 1,153,998</u>	<u>1.94%</u>

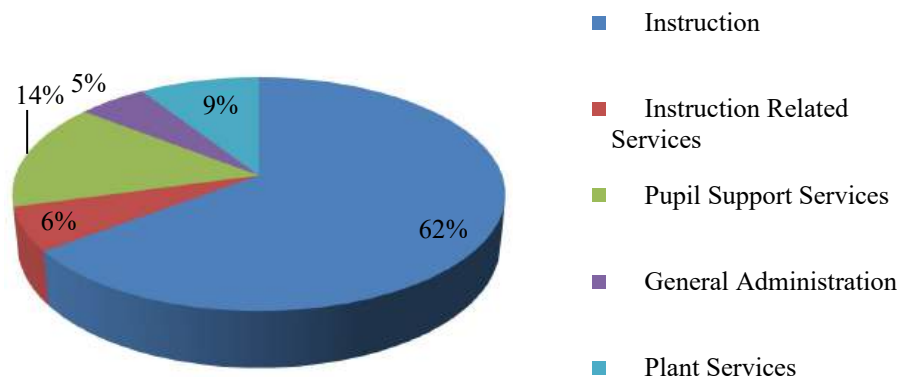
GOVERNMENTAL ACTIVITIES

As reported in the Statement of Activities, the cost of all of the District's governmental activities this year was \$81.6 million. The amount that our local taxpayers financed for these activities through property taxes was \$11.5 million. Federal and State aid not restricted to specific purposes totaled \$53.8 million. Operating grants, capital grants, and contributions revenue was \$18.8 million. Operating grants, capital grants and unrestricted federal and state aid and covered 89% of the expenses of the entire District (See Figure 1).

**Sources of Revenue for the 2024-25 Fiscal Year
Figure 1**



**Expenses for the 2024-25 Fiscal Year
Figure 2**



FINANCIAL ANALYSIS OF THE FUND STATEMENTS

The fund financial statements focus on individual parts of the District's operations in more detail than the government-wide statements. The District's individual fund statements provide information on inflows and outflows and balances of spendable resources. The District's governmental funds reported a combined fund balance of \$45.5 million, an increase of \$2.37 million from the previous fiscal year's combined ending balance of \$43.1 million.

General Fund Budgetary Highlights

Over the course of the year, the District revised the annual operating budget regularly. The significant budget adjustments fell into the following categories:

- Budget revisions to the adopted budget required after approval of the State budget.
- Budget revisions to update revenues to actual enrollment information and to update expenditures for staffing adjustments related to actual enrollments.
- Other budget revisions are routine in nature, including adjustments to categorical revenues and expenditures based on final awards, and adjustments between expenditure categories for school and department budgets.

The final revised budget for the General Fund reflected a net decrease to the ending balance of \$1.29 million.

The District ended the year with an decrease of \$765 thousand to the general fund ending balance. The State recommends available reserves of 3% of total general fund expenditures and other financing uses of the general fund.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

The District has a broad range of capital assets, including school buildings, administrative buildings, site improvements, vehicles, and equipment. Table 3 demonstrates a comparative Schedule of Capital Assets.

(Table 3)
Comparative Schedule of Capital Assets
June 30, 2025 and 2024

	<u>2025</u>	<u>2024</u>	<u>Change</u>	<u>% Change</u>
Land	\$ 4,326,126	\$ 4,326,126	\$ -	0.0%
Work in Progress	20,418,989	17,310,127	3,108,862	18.0%
Land Improvements	4,648,445	4,525,130	123,315	2.7%
Buildings & Improvements	120,413,719	113,487,985	6,925,734	6.1%
Equipment	15,282,679	11,437,930	3,844,749	33.6%
Less Accumulated Depreciation for				
Land Improvements	(3,113,929)	(2,983,735)	(130,194)	4.4%
Buildings & Improvements	(31,225,188)	(29,364,628)	(1,860,560)	6.3%
Equipment	(8,339,914)	(7,781,992)	(557,922)	7.2%
Lease Assets	438,121	479,711	(41,590)	-8.7%
Less Accumulated Amortization	(177,408)	(133,355)	(44,053)	33.0%
Subscription Assets	265,397	230,391	35,006	15.2%
Less Accumulated Amortization	<u>(166,761)</u>	<u>(111,174)</u>	<u>(55,587)</u>	<u>50.0%</u>
Total	<u><u>\$ 122,770,276</u></u>	<u><u>\$ 111,422,516</u></u>	<u><u>\$ 11,347,760</u></u>	<u><u>10.2%</u></u>

Long-Term Debt

The following represents a comparative schedule of the District's long-term debt outstanding.

(Table 4) Comparative Schedule of Long-Term Debt June 30, 2025 and 2024				
	2025	2024	Change	% Change
General Obligation Bonds	\$ 52,318,938	\$ 53,091,436	\$ (772,498)	-1.46%
Leases Payable	274,969	347,113	(72,144)	-20.78%
Subscriptions Payable	-	11,356	(11,356)	-100.00%
Total Long-Term Debt	<u>\$ 52,593,907</u>	<u>\$ 53,449,905</u>	<u>\$ (855,998)</u>	<u>-1.60%</u>

FACTORS BEARING ON THE DISTRICT'S FUTURE

The 2025-26 California enacted budget, and requisite trailer bills approved new and or augmented funding streams for transitional kindergarten add-on in the Local Control Funding Formula, the Student Support and Professional Development Discretionary Block Grant, the Learning Recovery Emergency Block Grant and additional appropriations for local education agencies (LEA) participating in the Expanded Learning Opportunities Program Tier 2.

Funded average daily attendance (ADA) has changed drastically in recent years as the Governor and Legislature provided additional relief to combat the significant declining enrollment. Those policies provided an off-ramp rather than a fiscal cliff, which ended last year. The 2024-25 fiscal year was the final year for LEAs to benefit from the positive impact of the 2021-22 hold harmless policies; however, moving forward, LEAs will continue to be able to claim ADA based on current-year, prior-year, or a three-year average, whichever is greater.

Beginning in 2025-26, LEAs are allowed to recover up to ten absences per year through the inaugural Attendance Recovery program. This program is available to LEAs serving classroom-based student populations and can be offered before and after school, as well as during weekends and intersessions.

Cash deferrals are back for a second consecutive year with \$1.9 billion scheduled to be deferred from June 2026 to July 2026. Although state revenues are trending ahead of projections, it is still prudent to plan as if the deferrals will occur as planned.

Despite positive outlooks for school funding, costs of salaries, pensions, and other employee benefits continue to rise. The District is monitoring the budget closely to ensure all financial obligations are met and the District remains fiscally strong.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide a general overview of the Imperial Unified School District's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to Gina Hendrix, Associate Superintendent of Administrative Services, Imperial Unified School District, 219 North "E" Street, Imperial, CA, 92251.

Basic Financial Statements

Imperial Unified School District

Statement of Net Position

June 30, 2025

	Governmental Activities
Assets	
Cash & Cash Equivalents	\$ 49,558,730
Accounts Receivable	4,550,733
Inventory	139,751
Capital Assets:	
Land	4,326,126
Land Improvements	4,648,445
Buildings & Improvements	120,413,719
Equipment	15,282,679
Work In Progress	20,418,989
Less Accumulated Depreciation	(42,679,031)
Lease Assets	479,711
Less Accumulated Amortization	(218,998)
Subscription Assets	265,397
Less Accumulated Amortization	(166,761)
Total Assets	<u>177,019,490</u>
 Deferred Outflows of Resources	 <u>27,331,569</u>
 Liabilities	
Accounts Payable and Other Current Liabilities	8,943,521
Unearned Revenue	527,414
Long-Term Liabilities:	
Due Within One Year	5,138,179
Due In More Than One Year	<u>125,386,165</u>
Total Liabilities	<u>139,995,279</u>
 Deferred Inflows of Resources	 <u>3,774,590</u>
 Net Position	
Net Investment in Capital Assets	59,834,113
Restricted For:	
Capital Projects	4,965,325
Debt Service	2,444,995
Educational Programs	4,988,819
Other Purposes (Expendable)	3,153,060
Other Purposes (Nonexpendable)	142,251
Unrestricted	<u>(14,947,373)</u>
Total Net Position	<u><u>\$ 60,581,190</u></u>

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

Imperial Unified School District

Statement of Activities

For the Year Ended June 30, 2025

Functions	Expenses	Program Revenues			Net (Expense)
		Charges for	Operating	Capital Grants	Revenue and
		Services	Grants and	and	Changes in Net
			Contributions	Contributions	Position
					Governmental
					Activities
Governmental Activities					
Instruction	\$ 50,220,999	\$ 1,363,043	\$ 8,796,761	\$ 666	\$ (40,060,529)
Instruction-Related Services:					
Instructional Supervision and Administration	656,979	-	143,958	-	(513,021)
Instructional Library, Media and Technology	462,781	-	3,207	-	(459,574)
School Site Administration	3,546,082	34	21,160	-	(3,524,888)
Pupil Services:					
Home-to-School Transportation	2,857,029	-	3,182,108	-	325,079
Food Services	3,500,824	22,503	3,895,020	-	416,699
All Other Pupil Services	5,135,071	102,120	1,771,626	-	(3,261,325)
General Administration:					
Centralized Data Processing	1,144,502	-	-	-	(1,144,502)
All Other General Administration	2,948,278	6,694	191,950	-	(2,749,634)
Plant Services	7,125,642	32,369	161,511	-	(6,931,762)
Ancillary Services	1,397,472	-	661,385	-	(736,087)
Interest on Long-Term Debt	2,300,278	-	-	-	(2,300,278)
Tuition to County Office of Education	304,440	7,036	2,964	-	(294,440)
Total Governmental Activities	<u>\$ 81,600,377</u>	<u>\$ 1,533,799</u>	<u>\$ 18,831,650</u>	<u>\$ 666</u>	<u>(61,234,262)</u>
General Revenues					
Taxes and Subventions:					
Property Taxes, Levied for General Purposes				\$ 8,870,821	
Property Taxes, Levied for Debt Service				2,659,717	
Federal and State Aid Not Restricted for Specific Purposes				53,862,634	
Interest and Investment Earnings				1,947,045	
Miscellaneous				556,138	
Total General Revenues				<u>67,896,355</u>	
Change in Net Position					6,662,093
Net Position - 7/1/2024, as Previously Stated					59,427,192
Adjustment for GASB 101 Impementation (Note A)					<u>(5,508,095)</u>
Net Position - 7/1/2024, as Restated					53,919,097
Net Position - Ending					<u>\$ 60,581,190</u>

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

Imperial Unified School District

Balance Sheet – Governmental Funds

June 30, 2025

	General Fund	Special Reserve Fund for Capital Outlay	Nonmajor Governmental Funds	Total
Assets				
Cash and Cash Equivalents	\$ 34,393,921	\$ 8,891,632	\$ 6,273,177	\$ 49,558,730
Accounts Receivable	3,893,130	10,165	647,438	4,550,733
Due From Other Funds	97,344	-	1,837	99,181
Stores Inventories	-	-	139,751	139,751
Total Assets	<u>\$ 38,384,395</u>	<u>\$ 8,901,797</u>	<u>\$ 7,062,203</u>	<u>\$ 54,348,395</u>
Liabilities and Fund Balance:				
Liabilities:				
Accounts Payable	\$ 8,074,740	\$ -	\$ 87,923	\$ 8,162,663
Due To Other Funds	770	-	98,411	99,181
Unearned Revenue	527,414	-	-	527,414
Total Liabilities	<u>8,602,924</u>	<u>-</u>	<u>186,334</u>	<u>8,789,258</u>
Fund Balance:				
Nonspendable	2,500	-	139,751	142,251
Restricted	6,554,850	-	6,736,118	13,290,968
Committed	8,306,914	-	-	8,306,914
Assigned	-	8,901,797	-	8,901,797
Unassigned	14,917,207	-	-	14,917,207
Total Fund Balance	<u>29,781,471</u>	<u>8,901,797</u>	<u>6,875,869</u>	<u>45,559,137</u>
Total Liabilities and Fund Balances	<u>\$ 38,384,395</u>	<u>\$ 8,901,797</u>	<u>\$ 7,062,203</u>	<u>\$ 54,348,395</u>

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

Imperial Unified School District

Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position June 30, 2025

Total fund balances governmental funds: \$ 45,559,137

Amounts reported for assets, deferred outflows of resources, liabilities, and deferred inflows of resources for governmental activities in the statement of net position are different from amounts reported in governmental funds because:

Capital assets: In governmental funds, only current assets are reported. In the statement of net position, all assets are reported, including capital assets, lease assets, subscription assets, accumulated depreciation, and accumulated amortization.

Capital assets relating to governmental activities, at historical cost	165,089,958	
Accumulated depreciation	<u>(42,679,031)</u>	
Net		122,410,927
Lease assets relating to governmental activities, at historical cost	479,711	
Accumulated amortization	<u>(218,998)</u>	
Net		260,713
Subscription assets relating to governmental activities, at historical cost	265,397	
Accumulated amortization	<u>(166,761)</u>	
Net		98,636

Unmatured interest on long-term debt: In governmental funds, interest on long-term debt is not recognized until the period in which it matures and is paid. In the government-wide statement of activities, it is recognized in the period that it is incurred. The additional liability for unmatrued interest owing at the end of the period was: (780,858)

Long-term liabilities: In governmental funds, only current liabilities are reported. In the statement of net position, all liabilities, including long-term liabilities, are reported. Long-term liabilities relating to governmental activities consist of:

General obligation bonds payable	52,318,938	
Leases payable	274,969	
Total OPEB liability	9,094,490	
Net pension liability	52,222,248	
Other long term debt	10,728,000	
Compensated absences	<u>5,885,699</u>	
Total		(130,524,344)

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

Imperial Unified School District

Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position, Continued
June 30, 2025

Deferred gain or loss on debt refunding: In the government wide financial statements deferred gain or loss on debt refunding is recognized as a deferred outflow of resources (for a loss) or a deferred inflow of resources (for a gain) and subsequently amortized over the life of the debt. Deferred gain or loss on debt refunding recognized as a deferred outflow of resources or deferred inflow of resources on the statement of net position was:

1,116,124

Deferred outflows and inflows of resources relating to pensions: In governmental funds, deferred outflows and inflows of resources relating to pensions are not reported because they are applicable to future periods. In the statement of net position, deferred outflows and inflows of resources relating to pensions are reported.

Deferred outflows of resources relating to pensions	23,978,793	
Deferred inflows of resources relating to pensions	<u>(2,991,485)</u>	
Net		20,987,308

Deferred outflows and inflows of resources relating to other postemployment benefits (OPEB): In governmental funds, deferred outflows and inflows of resources relating to OPEB are not reported because they are applicable to future periods. In the statement of net position, deferred outflows and inflows of resources relating to OPEB are reported.

Deferred outflows of resources relating to OPEB	2,236,652	
Deferred inflows of resources relating to OPEB	<u>(783,105)</u>	
Net		<u>1,453,547</u>

Total net position governmental activities:

\$ 60,581,190

Imperial Unified School District

Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds For the Year Ended June 30, 2025

	General Fund	Special Reserve Fund for Capital Outlay	Nonmajor Governmental Funds	Total
Revenues				
State Apportionment	\$ 34,841,303	\$ -	\$ -	\$ 34,841,303
Education Protection Account Funds	16,478,281	-	-	16,478,281
Property Taxes	8,870,821	-	2,659,717	11,530,538
Federal Revenue	2,859,188	-	2,397,949	5,257,137
Other State Revenue	13,899,849	-	1,819,941	15,719,790
Interest and Investment Earnings/(Losses)	1,509,257	57,963	379,825	1,947,045
Other Local Revenue	3,777,539	-	1,777,843	5,555,382
Total Revenues	<u>\$ 82,236,238</u>	<u>\$ 57,963</u>	<u>\$ 9,035,275</u>	<u>\$ 91,329,476</u>
Expenditures				
Current Expenditures:				
Instruction	52,096,012	-	180,114	52,276,126
Instruction - Related Services	5,074,766	-	63,267	5,138,033
Pupil Services	8,540,000	-	3,433,401	11,973,401
Ancillary Services	875,626	-	544,559	1,420,185
General Administration	4,101,028	-	96,959	4,197,987
Plant Services	7,142,160	-	135,891	7,278,051
Tuition to County Office of Education	178,555	125,884	-	304,439
Capital Outlay	4,925,877	2,690,385	6,421,404	14,037,666
Debt Service:				
Principal	118,506	-	936,606	1,055,112
Interest	16,611	205,641	1,814,008	2,036,260
Total Expenditures	<u>83,069,141</u>	<u>3,021,910</u>	<u>13,626,209</u>	<u>99,717,260</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(832,903)</u>	<u>(2,963,947)</u>	<u>(4,590,934)</u>	<u>(8,387,784)</u>
Other Financing Sources (Uses):				
Proceeds from Leases & SBITAs	35,006	-	-	35,006
Other Sources		10,728,000		10,728,000
Transfers In	32,000	-	-	32,000
Total Other Financing Sources (Uses)	<u>67,006</u>	<u>10,728,000</u>	<u>(32,000)</u>	<u>10,763,006</u>
Net Change in Fund Balance	(765,897)	7,764,053	(4,622,934)	2,375,222
Fund Balance - 7/1/2024, as previously stated	30,547,368	-	12,626,587	43,173,955
Change with financial reporting entity (nonmajor to major)	-	1,137,744	(1,127,784)	9,960
Fund Balance - 7/1/2024, as restated	<u>30,547,368</u>	<u>1,137,744</u>	<u>11,498,803</u>	<u>43,183,915</u>
Fund Balance, End of Year	<u>\$ 29,781,471</u>	<u>\$ 8,901,797</u>	<u>\$ 6,875,869</u>	<u>\$ 45,559,137</u>

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

Imperial Unified School District

Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of
Governmental Funds to the Statement of Activities
For the Year Ended June 30, 2025

Total change in fund balances, governmental funds: \$ 2,375,222

Amounts reported for governmental activities in the statement of activities are different from amounts reported in governmental funds because:

Capital outlay: In governmental funds, the costs of capital assets, leases assets, and subscription assets are reported as expenditures in the period when the assets are acquired. In the statement of activities, costs of capital assets, lease assets, and subscription assets are allocated over their estimated useful lives as depreciation expense or amortization expense. The difference between capital outlay expenditures and depreciation expense and amortization expense for the period is:

Expenditures for capital outlay	14,037,666	
Depreciation expense	(2,548,676)	
Amortization expense	<u>(141,230)</u>	
Net		11,347,760

Debt service: In governmental funds, repayments of long-term debt are reported as expenditures. In the government-wide statements, repayments of long-term debt are reported as reductions of liabilities. Expenditures for repayment of the principal portion of long-term debt were: 1,055,112

Debt proceeds: In governmental funds, proceeds from debt are recognized as Other Financing Sources. In the government-wide statements, proceeds from debt are reported as increases to liabilities. Amounts recognized in governmental funds as proceeds from debt were: (10,763,006)

Unmatured interest on long-term debt: In governmental funds, interest on long-term debt is recognized in the period that it becomes due. In the government-wide statement of activities, it is recognized in the period that it is incurred. Unmatured interest owing at the end of the period, less matured interest paid during the period but owing from the prior period was: (322,644)

Compensated absences: In governmental funds, compensated absences are measured by the amounts paid during the period. In the statement of activities, compensated absences are measured by the amounts earned. The difference between compensated absences paid and compensated absences earned was: (72,421)

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

Imperial Unified School District

Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of
Governmental Funds to the Statement of Activities, Continued
For the Year Ended June 30, 2025

Pensions: In governmental funds, pension costs are recognized when employer contributions are made. In the statement of activities, pension costs are recognized on the accrual basis. This year, the difference between accrual-basis pension costs and actual employer contributions was: 3,922,792

Other postemployment benefits (OPEB): In governmental funds, OPEB expenses are recognized when employer OPEB contributions are made. In the statement of activities, OPEB expenses are recognized on the accrual basis. This year the difference between OPEB expenses and actual employer OPEB contributions was: (939,349)

Amortization of debt issue premium or discount or deferred gain or loss from debt refunding: In governmental funds, if debt is issued at a premium or at a discount, the premium or discount is recognized as an Other Financing Source or an Other Financing Use in the period it is incurred. In the government-wide statements, the premium or discount, plus any deferred gain or loss from debt refunding, is amortized as interest over the life of the debt. Amortization of debt issue premium or discount, or deferred gain or loss from debt refunding for the period is: 58,627

Change in net position of governmental activities: \$ 6,662,093

Imperial Unified School District

Notes to the Financial Statements

For the Year Ended June 30, 2025

A. Summary of Significant Accounting Policies

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

1. Reporting Entity

The District operates under a locally elected Board of Education form of government and provides educational services to grades K-12 as mandated by the state. 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 and agencies that are not legally separate from the District. For the District, this includes general operations, special revenue funds, capital facilities funds, and debt service funds.

2. 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 are 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. The District has no component units. Additionally, the District is not a component unit of any other reporting entity as defined by GASB.

3. Basis of Presentation

Government-Wide Statements. The statement of net position and the statement of activities display information about the primary government (the District). These statements include the financial activities of the overall government. Eliminations have been made to minimize the double-counting of internal activities. Governmental activities generally are financed through taxes, intergovernmental revenue, and other non-exchange transactions.

The statement of activities presents a comparison between direct expenses and program revenue for each function of the District's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Indirect expense allocations that have been made in the funds have been reserved for the statement of activities. Program revenues include charges paid by the recipients of the goods or services offered by the programs and grants and contributions that are restricted to meeting of 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 or business segment is self-financing or draws from general revenues of the District.

Imperial Unified School District

Notes to the Financial Statements, Continued
For the Year Ended June 30, 2025

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

Governmental funds are used to account for activities that are governmental in nature. Governmental activities are typically tax-supported and include education of pupils, operation of food service programs, construction and maintenance of school facilities, and repayment of long-term debt.

Major Governmental Funds

The District reports the following major governmental funds:

General Fund: The general fund is the primary operating fund of the District. It is used to account for all activities except those that are required to be accounted for in another fund.

Special Reserve Fund for Capital Outlay Projects: This fund exists primarily to provide for the accumulation of general fund moneys for capital outlay purposes (*Education Code §42840*). This fund may also be used to account for any other revenues specifically for capital projects that are not restricted to other capital projects funds. Other authorized resources that may be deposited into this fund are proceeds from the sale or lease-with-option-to-purchase of real property (*Education Code §17462*) and rentals and leases of real property specifically authorized for deposit into the fund by the governing board (*Education Code §41003*).

Non-Major Governmental Funds

The District reports the following non-major governmental funds categorized by the fund type:

Special Revenue Funds: Special revenue funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditures for specified purposes other than debt service or capital projects. The District maintains the following nonmajor special revenue funds:

Associated Student Body Fund: This fund is used to account separately for the activities of associated student body organizations operated by the District.

Adult Education Fund: This fund is used to account separately for federal, state, and local revenues that are restricted or committed for adult education programs.

Cafeteria Special Revenue Fund: This fund is used to account separately for federal, state, and local resources to operate the food service program (*Education Code §38091 through §38093*). The Cafeteria Special Revenue Fund shall be used only for those expenditures authorized by the governing board as necessary for the operation of the District's food service program (*Education Code §38091 and §38100*).

Imperial Unified School District

Notes to the Financial Statements, Continued
For the Year Ended June 30, 2025

Capital Projects Funds: Capital projects funds are established to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds and trust funds). The District maintains the following nonmajor capital projects funds:

Building Fund: This fund exists primarily to account separately for proceeds from the sale of bonds (*Education Code §15146*) and may not be used for any purposes other than those for which the bonds were issued. Other authorized revenues to the Building Fund are proceeds from the sale or lease-with-option-to-purchase of real property (*Education Code §17462*) and revenue from rentals and leases of real property specifically authorized for deposit into the fund by the governing board (*Education Code §41003*).

Capital Facilities Fund: The Capital Facilities Fund is used primarily to account separately for moneys received from fees levied on developers or other agencies as a condition of approving a development (*Education Code §17620 through §17626*). The authority for these levies may be county or city ordinances (*Government Code §65970 through §65981*) or private agreements between the District and the developer. All funds, including interest earned, are restricted to the purposes specified in *Government Code §65970 through §65981* or *Government Code §65995*, or items specified in agreements with the developer (*Government Code §66006*).

County School Facilities Fund: This fund is established pursuant to *Education Code §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). The fund is used primarily to account for new school facility construction, modernization projects, and facility hardship grants as provided in the Leroy F. Green School Facilities Act of 1998 (*Education Code §17070.10 et seq.*).

Debt Service Funds: Debt service funds are established to account for the accumulation of resources for and the payment of principal and interest on general long-term debt. The District maintains the following nonmajor debt service fund:

Bond Interest and Redemption Fund: The Bond Interest and Redemption Fund is used for the repayment of bonds issued for the District (*Education Code §15125 through §15262*). The County of Imperial Auditor maintains control over the District's Bond Interest and Redemption Fund. The principal and interest on the bonds must be paid by the County Treasurer from taxes levied by the County Auditor-Controller.

Imperial Unified School District

Notes to the Financial Statements, Continued
For the Year Ended June 30, 2025

4. Basis of Accounting – Measurement Focus

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

Governmental Fund Financial Statements. The governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The District considers all revenues reported in the governmental funds to be available if the revenues are collected within sixty days after year-end. Revenues from local sources consist primarily of property taxes. Property tax revenues and revenues received from the State are recognized under the susceptible-to-accrual concept. Miscellaneous revenues are recorded as revenue when received in cash because they are generally not measurable until actually received. Investment earnings are recorded as earned, since they are both measurable and available. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds from general long-term debt and acquisitions under capital leases are reported as other financing sources.

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

5. Encumbrances

Encumbrance accounting is used in all budgeted funds to reserve portions of applicable appropriations for which commitments have been made. Encumbrances are recorded for purchase orders, contracts, and other commitments when they are written. Encumbrances are liquidated when the commitments are paid or at year end, whichever is sooner.

6. Budgets and Budgetary Accounting

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

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

Formal budgetary integration was used as a management control device during the year for all budgeted funds. The District employs budget control by minor object and by individual appropriation accounts.

Imperial Unified School District

Notes to the Financial Statements, Continued
For the Year Ended June 30, 2025

7. Revenues and Expenses

a. Revenues – Exchange and Non-Exchange

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 year or expected to be collected soon enough thereafter, to be used to pay liabilities of the current fiscal year. Generally, available is defined as collectible within 60 days. However, to achieve comparability of reporting among California districts and so as to not distort normal revenue patterns, with specific respect to reimbursement grants and corrections to State-aid apportionments, the California Department of Education has defined available for districts as collectible within one year. The following revenue sources are considered to be both measurable and available at fiscal year-end: State apportionments, property taxes, interest, certain grants, and other local sources.

Non-exchange transactions are transactions in which the District receives value without directly giving equal value in return, including 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 are recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include time and purpose restrictions. On a modified accrual basis, revenue from non-exchange transactions must also be available before it can be recognized.

b. 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, if measurable, and typically paid within 90 days. Principal and interest on long-term obligations, 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.

Imperial Unified School District

Notes to the Financial Statements, Continued
For the Year Ended June 30, 2025

8. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, Fund Balance and Net Position

a. Deposits and Investments

Cash balances held in banks and in revolving funds are insured to \$250,000 by the Federal Depository Insurance Corporation (FDIC). All cash held by the financial institutions is fully insured or collateralized. For purposes of the statement of cash flows, highly liquid investments are considered to be cash equivalents if they have a maturity of three months or less when purchased.

In accordance with Education Code §41001, the District maintains substantially all its cash in the Imperial County Treasury. The county pools these funds with those of other districts in the county and invests the cash. These pooled funds are carried at cost, which approximates market value. Interest earned is deposited quarterly into participating funds, except for the Tax Override Funds, in which interest earned is credited to the general fund. Any investment losses are proportionately shared by all funds in the pool.

The county is authorized to deposit cash and invest excess funds by California Government Code §53648 et seq. The funds maintained by the county are either secured by federal depository insurance or are collateralized.

Information regarding the amount of dollars invested in derivatives with Imperial County Treasury was not available.

b. Stores Inventories and Prepaid Expenditures

Inventories are recorded using the purchases method in that the cost is recorded as an expenditure at the time individual inventory items are purchased. Inventories are valued using the first-in/first-out (FIFO) method and consist of expendable supplies held for consumption. Reported inventories are equally offset by a non-spendable fund balance designation, which indicates that these amounts are not “available for appropriation and expenditure” even though they are a component of net current assets.

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

c. Capital Assets

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

Imperial Unified School District

Notes to the Financial Statements, Continued
For the Year Ended June 30, 2025

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

<u>Asset Class</u>	<u>Estimated Useful Life</u>
Buildings & Improvements	20 - 50 Years
Land Improvements	10 - 25 Years
Equipment	5 - 15 Years

d. Lease Assets & Lease Liabilities

A lease is defined as a contract that conveys control of the right to use another entity's nonfinancial asset (the underlying asset) as specified in the contract for a period of time in an exchange or exchange-like transaction. Examples of nonfinancial assets include buildings, land, vehicles and equipment. In accordance with GASB Statement 87, the District records lease assets and lease liabilities with a capitalization threshold of \$5,000. Lease assets are amortized over the shorter of the useful life of the underlying asset (as defined in capital assets policy) or the lease term. Lease liabilities are reduced as principal payments on the lease are made.

e. Subscription Assets & Subscription Liabilities

A subscription based information technology arrangement (SBITA) is a contract that conveys control of the right to use another party's information technology software, alone or in combination with tangible capital assets, as specified in the contract for a period of time in an exchange or exchange-like transaction. SBITAs result in a subscription asset and subscription liability on the date of inception in accordance with GASB Statement 96 which are recorded at present value using an imputed interest rate based on the best available borrowing rate for the District in the year of inception. The District has established a capitalization threshold for subscription assets and liabilities of \$5,000. The subscription assets are amortized over the subscription term. The subscription liabilities are reduced as principal payments on the agreements are paid.

f. Compensated Absences

Employees of the District are granted vacation, sick leave, and other types of compensated absences in accordance with District policy and labor agreements. Compensated absences are absences for which employees will be paid, such as vacation, sick leave, and certain types of sabbatical leave when agreed upon in contracts or labor agreements. Under the District's policies, vacation leave and sick leave may be carried forward from year to year, subject to limits established by policy.

A liability for compensated absences is recognized when earned by employees if (a) the leave is attributable to services already rendered, (b) the leave accumulates and may be carried forward to future periods, and (c) it is more likely than not that the leave will be used for time off or otherwise paid in cash or settled through noncash means. The liability is measured using the pay or salary rates in effect as of the financial statement date, plus salary-related payments that are directly and incrementally associated with payments for compensated absences, as required by GASB Statement No. 101.

Imperial Unified School District

Notes to the Financial Statements, Continued
For the Year Ended June 30, 2025

In accordance with GASB Statement No. 101, unused sick leave that, upon retirement, is converted to provide or enhance a defined benefit pension is excluded from the compensated absences liability. The value of such converted leave is instead included in the measurement of the District's net pension liability in accordance with applicable GASB standards.

In governmental funds, only the portion of the liability that is expected to be liquidated with expendable available financial resources is reported as a fund liability; the remainder is reported in the government-wide financial statements.

The District measured the liability based on a historic look back period of five years with a first-in-first-out flows assumption for use accrued balances.

g. Unearned Revenue

Unearned revenue represents amounts received in advance of the period in which the District is legally entitled to the resources. In the governmental funds, unearned revenue is reported as a liability until the underlying revenue recognition criteria have been met. Typical sources of unearned revenue include advance payments for services and grant proceeds received before all eligibility requirements have been satisfied.

h. Interfund Activity

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

i. Fund Balances – Governmental Funds

Fund balances of the governmental funds are classified as follows:

Nonspendable Fund Balance represents amounts that cannot be spent because they are either not in spendable form (such as inventory or prepaid items) or legally required to remain intact (such as revolving cash accounts or principal of a permanent fund).

Restricted Fund Balance represents amounts that are subject to externally imposed and legally enforceable constraints. Such constraints may be imposed by creditors, grantors, contributors, or laws or regulations, or may be imposed by law through constitutional provisions or enabling legislation.

Imperial Unified School District

Notes to the Financial Statements, Continued
For the Year Ended June 30, 2025

Committed Fund Balance represents amounts that can only be used for a specific purpose because of a formal action by the District's governing board. Committed amounts cannot be used for any other purpose unless the governing board removes those constraints by taking the same type of formal action. Committed fund balance amounts may be used for other purposes with appropriate due process by the governing board. Commitments are typically done through adoption and amendment of the budget or resolution. Committed fund balance amounts differ from restricted balances in that the constraints on their use do not come from outside parties, constitutional provisions, or enabling legislation.

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

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

When an expenditure is incurred for a purpose 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.

j. Minimum Fund Balance Policy

The District has adopted a policy to maintain a minimum economic uncertainty reserve of at least 3% of the total general fund expenditures and other financing uses. The reserve may be increased from time to time in order to address specific anticipated revenue or cash flow shortfalls. The primary purpose of this reserve is to avoid the need for service level reductions in the event of economic downturn. The District is committed to maintaining a prudent level of financial resources to protect against the need to reduce service levels because of temporary revenue shortfalls or unpredicted expenditures. Because amounts in the nonspendable, restricted, committed, and assigned categories are subject to varying constraints in use, the Reserve for Economic Uncertainties consists of balances that are otherwise unassigned.

k. GASB 54 Fund Presentation

GASB Statement No. 54 defines a special revenue fund as a fund that has a special revenue source that is either 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. The Special Reserve Fund for Other Post-Employment Benefits (Fund 20) does not have continuing revenue sources that are either restricted or committed in nature. As such, this fund does not meet the definition of special revenue funds under the provisions of GASB Statement No. 54. This fund has been combined with the general fund for reporting purposes, but currently does not carry an ending fund balance.

Imperial Unified School District

Notes to the Financial Statements, Continued

For the Year Ended June 30, 2025

l. Deferred Inflows and Deferred Outflows of Resources

Deferred outflows of resources is a consumption of net position that is applicable to a future reporting period. Deferred inflows of resources is an acquisition of net position that is applicable to a future reporting period. Deferred outflows of resources and deferred inflows of resources are recorded in accordance with GASB Statement numbers 63 and 65.

m. Pensions

For purposes of measuring the net pension liability, deferred outflows of resources relating to pension, deferred inflows of resources relating to pension, pension expense, information about the fiduciary net position of the CalPERS Schools Pool Cost-Sharing Multiple-Employer Plan (CalPERS Plan) and CalSTRS Schools Pool Cost-Sharing Multiple Employer Plan (CalSTRS Plan), and additions to/deductions from the CalPERS Plan and CalSTRS Plan fiduciary net positions have been determined on the same basis as they are reported by the CalPERS Financial Office and CalSTRS Financial Office. For this purpose, benefit payments (including refunds of employee contributions) are recognized when currently due and payable in accordance with the benefit terms. Investments are reported at fair value.

Generally accepted accounting principles require that the reported results must pertain to liability and asset information within certain timeframes. For this report, the following time frames are used:

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

9. Postemployment Benefits Other than Pensions (OPEB)

For purposes of measuring the net OPEB liability, deferred outflows of resources related to OPEB and deferred inflows of resources related to OPEB, and OPEB expense have been determined by an independent actuary. For this purpose, benefit payments are recognized when currently due and payable in accordance with the benefit terms.

Generally accepted accounting principles require the reported results must pertain to liability and asset information within certain defined timeframes. For this report the following timeframes are used:

Valuation Date	June 30, 2024
Measurement Date	June 30, 2024
Measurement Period	July 1, 2024 to June 30, 2025

10. Property Taxes

Secured property taxes attach as an enforceable lien on property as of January 1. Taxes are payable in two installments on November 1 and February 1 and become delinquent on December 100 and April 10, respectively. Unsecured property taxes are payable in one installment on or before August 31. The County Auditor-Controller bills and collects the taxes on behalf of the District. Local property tax revenues are recorded when received.

Imperial Unified School District

Notes to the Financial Statements, Continued
For the Year Ended June 30, 2025

11. Use of 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.

12. Fair Value Measurements

The District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles as defined by Governmental Accounting Standards Board (GASB) Statement No. 72. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. The hierarchy is detailed as follows:

Level 1 Inputs:	Quoted prices (unadjusted) in active markets for identical assets or liabilities that a government can access at the measurement date.
Level 2 Inputs:	Inputs other than quoted prices included within Level 1 that are observable for an asset or liability, either directly or indirectly.
Level 3 Inputs:	Unobservable inputs to an asset or liability.

13. New Accounting Pronouncements

The District has adopted accounting policies compliant with new pronouncements issued by the Government Accounting Standards Board (GASB) that are effective for the fiscal year ended June 30, 2025. Those newly implemented pronouncements are as follows:

Description	Date Issued
GASB Statement No. 99 <i>Omnibus 2022</i> (Portions related to financial guarantees and derivative instruments)	Apr-22
GASB Statement No. 100 <i>Accounting Changes and Error Corrections</i> (Amendment of GASB Statement No. 62)	Jun-22
GASB Statement No. 101 <i>Compensated Absences</i>	Jun-22
GASB Statement No. 102 <i>Certain Risk Disclosures</i>	Dec-23
GASB Implementation Guide No. 2023-1 <i>Implementation Guidance Update 2023</i>	Jun-23
GASB Implementation Guide No. 2025-1 <i>Implementation Guidance Update 2025 (Question 4.16 ONLY)</i>	Jun-25

The adoption of GASB Statement No. 99, GASB Statement No. 102, GASB Implementation Guide No. 2023-1 and GASB Implementation Guide No. 2025-1 did not have a material impact on the District's financial position, results of operations, or disclosures in the financial statements.

Imperial Unified School District

Notes to the Financial Statements, Continued

For the Year Ended June 30, 2025

The adoption of GASB Statement No. 100 resulted in enhanced note disclosures and financial statement presentation but did not result in a material change to the District's financial position.

The adoption of GASB Statement No. 101 resulted in a material change to the District's Net Position for inclusion of a portion of sick leave that meets reporting requirements consistent with the requirements of the GASB pronouncement.

14. Accounting Changes and Error Corrections

Effective for the fiscal year ended June 30, 2025, the District implemented GASB Statement No. 100, *Accounting Changes and Error Corrections*. GASB 100 requires that changes to or within the financial reporting entity, including changes in fund classification, be reported by adjusting the beginning balances of the affected funds as if the change occurred at the start of the reporting period. The statement also requires enhanced disclosures regarding accounting changes and error corrections.

Error Corrections

No error corrections were identified or recorded during the fiscal year ended June 30, 2025.

Change in Capitalization Threshold

There was no change in capitalization threshold.

Change in Accounting Principle

Effective July 1, 2024, the District implemented GASB Statement No. 101, *Compensated Absences*, which establishes new recognition and measurement criteria for compensated absences. As a result, the District changed its method of accounting for compensated absences to comply with the new standard. The implementation of GASB Statement No. 101 resulted in a restatement of the beginning net position of governmental activities as of July 1, 2024. The affected financial statement line item is "Compensated Absences Payable." The change in accounting principle resulted in the following restatement of beginning net position:

	Government-Wide Financial Statements
Beginning Net Position as Reported in June 30, 2025 Audit Report	\$ 59,427,192
Adjustments to Beginning Balance:	
GASB 101 Implementation	(5,508,095)
Beginning Net Position, as Restated	<u>\$ 53,919,097</u>

Imperial Unified School District

Notes to the Financial Statements, Continued
For the Year Ended June 30, 2025

Change in Fund Classification

During the year, the District's County School Facilities Fund, previously reported as a major governmental fund, no longer met the quantitative criteria for major fund classification and is now reported as a nonmajor governmental fund. This change has been accounted for by adjusting the beginning fund balance of the County School Facilities Fund and the aggregate nonmajor governmental funds as of July 1, 2024. The change in classification did not result from a change in the nature of the fund's activities, but solely from the application of the major fund criteria in accordance with GASB Statement No. 34, as amended. The fund reclassification had no effect on total net position but resulted in the following change in fund presentation on the financial statements:

	Special Reserve Fund for Capital Outlay	Nonmajor Governmental Funds
Prior Year Audit Report Ending Fund Balance	\$ -	\$ 12,626,587
Adjustments for:		
GASB 34 Major Fund Classification Change	1,127,784	(1,127,784)
Total Adjustments	1,127,784	(1,127,784)
Beginning Fund Balance, As Restated	<u>\$ 1,127,784</u>	<u>\$ 11,498,803</u>

B. Compliance and Accountability

1. Finance Related Legal and Contractual Provisions

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

<u>Violation</u>	<u>Action Taken</u>
None Reported	Not Applicable

2. Deficit Fund Balance or Fund Net Position of Individual Funds

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

<u>Fund Name</u>	<u>Deficit Amount</u>	<u>Remarks</u>
None	Not Applicable	Not Applicable

Imperial Unified School District

Notes to the Financial Statements, Continued
For the Year Ended June 30, 2025

C. Fair Value Measurements

The District's investments at June 30, 2025, categorized within the fair value hierarchy established by generally accepted accounting principles, were as follows:

	Amount	Fair Value Measurement Using		
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
External investment pools measured at fair value				
Imperial County Treasury	\$ 41,414,719	\$ -	\$ 41,414,719	\$ -
Total investments by fair value level	\$ 41,414,719	\$ -	\$ 41,414,719	\$ -

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 §41001). The fair value of the District's investments in the pool is reported in the accounting financial statements as 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 the 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 Imperial County Treasury is not registered with the Securities and Exchange Commission (SEC) as an investment company; however, the County Treasury acts in accordance with investment policies monitored by a Treasury Oversight Committee consisting of members appointed by participants in the investment pool and up to five members of the public having expertise, or an academic background in, public finance. In addition, the County Treasury is audited annually by an independent auditor.

D. Cash and Investments

As of June 30, 2025 the District held the following cash and investments:

	General Fund	Fund for Capital Outlay	Governmental Funds	Total
Cash In County Treasury	\$ 34,450,370	\$ 1,187,574	\$ 5,843,605	\$ 41,481,549
Fair Market Value Adjustment	(58,949)	(2,032)	(5,849)	(66,830)
Cash with Fiscal Agent	-	7,706,090	-	7,706,090
Cash In Banks and Revolving Fund	2,500	-	435,421	437,921
Total Cash and Cash Equivalents	\$ 34,393,921	\$ 8,891,632	\$ 6,273,177	\$ 49,558,730

1. Cash in County Treasury

In accordance with Education Code §41001, the District maintains substantially all of its cash in the Imperial County Treasury as part of the common investment pool (\$41,481,549 as of June 30, 2025). The fair value of the District's portion of this pool as of that date, as provided by the pool sponsor, was \$41,414,719. Assumptions made in determining the fair value of the pooled investment portfolios are available from the County Treasurer.

Imperial Unified School District

Notes to the Financial Statements, Continued
For the Year Ended June 30, 2025

2. Cash on Hand, In Banks, and in Revolving Fund

Cash balances on hand and in banks (\$435,421 as of June 30, 2025) including in revolving fund (\$2,500 as of June 30, 2025) are insured up to \$250,000 by the Federal Depository Insurance Corporation (FDIC).

3. Cash with Fiscal Agent

The District's cash with fiscal agent at June 30, 2025 consisted of funds held by the financing company for the solar project of the district. The balance of the remaining funds were \$7,706,090 at the end of the year.

4. Investments Authorized by the California Government Code and the District's Investment Policy

The table below identifies the investment types that are authorized for the District by the California Government Code (or the District's investment policy, where more restrictive). The table also identifies certain provisions of the California Government Code (or the District's investment policy where more restrictive) that address interest rate risk, credit risk, and concentration of credit risk. This table does not address investments of debt proceeds held by bond trustee that are governed by the provisions of debt agreements of the District, rather than the general provisions of the California Government Code or the District's investment policy.

<u>Authorized Investment Type</u>	<u>Maximum Remaining Maturity</u>	<u>Maximum Percentage of Portfolio</u>	<u>Maximum Investment in One Issuer</u>
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	N/A	None	None
Joint Powers Authority Pools	N/A	None	None

Imperial Unified School District

Notes to the Financial Statements, Continued
For the Year Ended June 30, 2025

5. Analysis of Specific Deposit and Investment Risks

GASB Statement No. 40 requires a determination as to whether the District was exposed to the following specific investment risks at year end and if so, the reporting of certain related disclosures:

a. Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The county treasury is restricted by Government Code §53635 pursuant to §53601 to invest only in time deposits, U.S. government securities, state registered warrants, notes or bonds, State Treasurer's investment pool, bankers' acceptances, commercial paper, negotiable certificates of deposit, and repurchase or reverse repurchase agreements. The ratings of securities by nationally recognized rating agencies are designed to give an indication of risk.

At June 30, 2025, credit risk for the District's investments was as follows:

<u>Investment Type</u>	<u>Rating</u>	<u>Rating Agency</u>	<u>Amount</u>
County Treasurer's Investment Pool	Unrated	Not Applicable	\$ 41,414,719

b. Custodial Credit Risk

Deposits are exposed to custodial credit risk if they are not covered by depository insurance and the deposits are uncollateralized, collateralized with securities held by the pledging financial institution, or collateralized with securities held by the pledging financial institution's trust department or agent but not in the District's name. The California Government Code and the District's investment policy do not contain legal or policy requirements that would limit the exposure to custodial credit risk for deposits, other than the following provision for deposits: The California Government Code requires that a financial institution secure deposits made by state or local governmental units by pledging securities in an undivided collateral pool held by a depository regulated under state law (unless so waived by the governmental unit). The market value of the pledged securities in the collateral pool must equal at least 110% of the total amount deposited by the public agencies. California law also allows financial institutions to secure deposits by pledging first trust deed mortgage notes having a value of 150% of the secured public deposits.

Investment securities are exposed to custodial credit risk if the securities are uninsured, are not registered in the name of the government, and are held by either the counterparty or the counterparty's trust department or agent but not in the District's name.

At June 30, 2025, the District bank accounts were held in institutions which held insurance for the entire amount, but not in the District's name and as such the District was exposed to custodial credit risk for all amounts in excess of the FDIC insurance limitations per banking institution (\$185,016 as of June 30, 2025).

Imperial Unified School District

Notes to the Financial Statements, Continued
For the Year Ended June 30, 2025

c. Concentration of Credit Risk

This risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. The investment policy of the District contains no limitations on the amount that can be invested in any one issuer beyond the amount stipulated by the California Government Code. Investments in any one issuer that represent five percent or more of the total investments are either an external investment pool and are therefore exempt. As such, the District was not exposed to concentration of credit risk.

d. Interest Rate Risk

This is the risk that changes in 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 maintains pooled investments with the Imperial County Treasury with a fair value of \$41,414,719. The average weighted maturity for this pool was 447 days at June 30, 2025.

e. Foreign Currency Risk

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

6. Investment Accounting Policy

The District is required by GASB Statement No. 31 to disclose its policy for determining which investments, if any, are reported at amortized cost. The District's general policy is to report money market investments and short-term participating interest-earning investment contracts at amortized cost and to report nonparticipating interest-earning investment contracts using a cost-based measure. However, if the fair value of an investment is significantly affected by the impairment of the credit standing of the issuer or by other factors, it is reported at fair value. All other investments are reported at fair value unless a legal contract exists which guarantees a higher value. The term "short-term" refers to investments which have a remaining term of one year or less at time of purchase. The term "nonparticipating" means that the investment's value does not vary with market interest rate changes. Nonnegotiable certificates of deposit are examples of nonparticipating interest-earning investment contracts.

The District's investments in external investment pools are reported at an amount determined by the fair value per share of the pool's underlying portfolio, unless the pool is a 2a7-like, in which case they are reported at share value. A 2a7-like pool is one which is not registered with the Securities and Exchange Commission (SEC) as an investment company, but nevertheless has a policy that it will, and does, operate in a manner consistent with the SEC's Rule 2a7 of the Investment Company Act of 1940.

Imperial Unified School District

Notes to the Financial Statements, Continued
For the Year Ended June 30, 2025

E. Accounts Receivable

There are no significant receivables which are not scheduled for collection within one year of year end. Accounts receivable balances as of June 30, 2025, consisted of:

	Major Governmental Funds			
	General Fund	Special Reserve Fund for Capital Outlay	Nonmajor Governmental Funds	Total
Federal Government:				
Title I	\$ 222,045	\$ -	\$ -	\$ 222,045
Special Education	1,050,147	-	-	1,050,147
Child Nutrition	-	-	312,877	312,877
Title III	173,351	-	-	173,351
Other Federal Programs	79,524	-	45,112	124,636
State Government:				
Education Protection Account	10,933	-	-	10,933
LCFF State Aid	340,206	-	-	340,206
ELOP	827,356			
Special Education	446,174	-	-	446,174
Arts, Music, & Instructional Materials	60,149	-	-	60,149
Lottery	347,169	-	-	347,169
Child Nutrition	-	-	245,033	245,033
Other State Programs	49,221	-	44	49,265
Local Sources				
Interest	273,779	10,165	43,853	327,797
Other Local Sources	13,076	-	519	13,595
Total Accounts Receivable	<u>\$ 3,893,130</u>	<u>\$ 10,165</u>	<u>\$ 647,438</u>	<u>\$ 4,550,733</u>

F. Prepaid Expenditures/Expenses

There were no prepaid expenses as of June 30, 2025.

Imperial Unified School District

Notes to the Financial Statements, Continued
For the Year Ended June 30, 2025

G. Capital Assets, Lease Assets and Subscription Assets

Capital asset, lease asset and subscription asset activity for the year ended June 30, 2025, was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 4,326,126	\$ -	\$ -	\$ 4,326,126
Work in progress	17,310,127	3,108,862	-	20,418,989
Total capital assets not being depreciated	21,636,253	3,108,862	-	24,745,115
Capital assets being depreciated or amortized:				
Land improvements	4,525,130	123,315	-	4,648,445
Buildings and improvements	113,487,985	6,925,734	-	120,413,719
Equipment	11,437,930	3,844,749	-	15,282,679
Total capital assets being depreciated (excluding lease assets)	129,451,045	10,893,798	-	140,344,843
Less accumulated depreciation for:				
Land improvements	(2,983,735)	(130,194)	-	(3,113,929)
Buildings and improvements	(29,364,628)	(1,860,560)	-	(31,225,188)
Equipment	(7,781,992)	(557,922)	-	(8,339,914)
Total accumulated depreciation	(40,130,355)	(2,548,676)	-	(42,679,031)
Governmental activities capital assets, net	110,956,943	11,453,984	-	122,410,927
Lease assets				
Equipment	479,711	-	41,590	438,121
Accumulated amortization for lease assets	(133,355)	(85,643)	(41,590)	(177,408)
Total lease assets	346,356	(85,643)	-	260,713
Subscription assets				
Information technology licenses	230,391	35,006	-	265,397
Less accumulated amortization	(111,174)	(55,587)	-	(166,761)
Total subscription assets	119,217	(20,581)	-	98,636
Total Capital & Lease Assets, Net	\$ 111,422,516	\$ 11,347,760	\$ -	\$ 122,770,276

Depreciation and amortization were charged to functions as follows:

	Depreciation	Amortization
Instruction	\$ 2,211,582	\$ 122,551
Instruction - Related Services		
Instructional Library, Media & Technology	-	7,004
Pupil Services		
Home to School Transportation	126,400	-
General Administration		
Other General Administration	9,842	545
Plant Services	200,852	11,130
Total	\$ 2,548,676	\$ 141,230

Imperial Unified School District

Notes to the Financial Statements, Continued
For the Year Ended June 30, 2025

H. Interfund Balances & Activities

1. Due To and From Other Funds

Balances due to and due from other funds at June 30, 2025, consisted of the following:

<u>Interfund Receivable (Due From Other Funds)</u>	<u>Interfund Payable (Due To Other Funds)</u>	<u>Amount</u>	<u>Purpose</u>
Nonmajor Funds	General Fund	\$ 97,344	Reimbursement of expenditures
General Fund	Nonmajor Funds	770	Nutrition program expenditures
Nonmajor Funds	Nonmajor Funds	1,067	Capital project expenditures
		<u>\$ 99,181</u>	

2. Transfers To and From Other Funds

Transfers to and from other funds at June 30, 2025, consisted of the following:

<u>Transfers In</u>	<u>Transfers Out</u>	<u>Amount</u>	<u>Purpose</u>
General Fund	Nonmajor Funds	\$ 32,000	Administrative Fees
		<u>\$ 32,000</u>	

I. Accounts Payable

Accounts payable balances in the fund financial statements as of June 30, 2025, consisted of:

	<u>General Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
Vendors Payable	\$ 1,303,419	\$ 87,923	\$ 1,391,342
Payroll and Related Benefits	2,704,781	-	2,704,781
Grantor Government	4,066,540	-	4,066,540
Total Accounts Payable	<u>\$ 8,074,740</u>	<u>\$ 87,923</u>	<u>\$ 8,162,663</u>

Imperial Unified School District

Notes to the Financial Statements, Continued
For the Year Ended June 30, 2025

J. Unearned Revenue

Unearned revenue balances as of June 30, 2025, consisted of:

	General Fund
Federal Programs	
Title I	\$ 66,633
State Programs	
K-12 Strong Workforce Grant	228,531
CTEIG	182,556
Agriculture Career Tech	11,015
HCAI CWC	38,679
Total Unearned Revenue	<u>\$ 527,414</u>

K. Short Term Debt Activity

The District accounts for short-term debts for maintenance purposes through the General Fund. The proceeds from loans are shown in the financial statements as other financing sources. During the year ended June 30, 2025, the District did not enter into any short-term debt agreements.

Imperial Unified School District

Notes to the Financial Statements, Continued
For the Year Ended June 30, 2025

L. Fund Balance Classifications of the Governmental Funds

Ending fund balance classifications of the governmental funds for the year ended June 30, 2025 consisted of:

	Major Governmental Funds		Nonmajor	Total
	General	Special Reserve	Governmental	Governmental
	Fund	Fund for Capital	Funds	Funds
		Outlay		
Nonspendable Fund Balance				
Revolving Cash	\$ 2,500	\$ -	\$ -	\$ 2,500
Stores Inventory	-	-	139,751.00	139,751
Total Nonspendable Fund Balance	2,500	-	139,751	142,251
Restricted Fund Balance				
Capital Projects	1,547,415	-	1,156,678	2,704,093
Debt Service	-	-	2,444,995	2,444,995
Educational Programs	4,933,484	-	55,336	4,988,820
Child Nutrition	-	-	2,644,093	2,644,093
Student Activities	-	-	435,016	435,016
Other Purposes	73,951	-	-	73,951
Total Restricted Fund Balance	6,554,850	-	6,736,118	13,290,968
Committed Fund Balance				
Continuity of Programs	8,306,914	-	-	8,306,914
Total Committed Fund Balance	8,306,914	-	-	8,306,914
Assigned Fund Balance				
Capital Projects	-	8,901,797	-	8,901,797
Total Assigned Fund Balance	-	8,901,797	-	8,901,797
Unassigned Fund Balance				
For Economic Uncertainties	2,492,074	-	-	2,492,074
Unassigned	12,425,133	-	-	12,425,133
Total Unassigned Fund Balance	14,917,207	-	-	14,917,207
Total Fund Balance	\$ 29,781,471	\$ 8,901,797	\$ 6,875,869	\$ 45,559,137

Imperial Unified School District

Notes to the Financial Statements, Continued
For the Year Ended June 30, 2025

M. Long Term Obligations

1. Long-Term Obligation Activity

Long-term obligations include debt and other long-term liabilities. Changes in long-term obligations for the year ended June 30, 2025, are as follows:

	Beginning Balance	Increases	Decreases	Ending Balance	Due Within One Year
<u>Governmental Activities:</u>					
General Obligation Bonds	\$ 48,838,471	\$ -	\$ 936,606	\$ 47,901,865	\$ 1,033,796
Bond Premiums	3,182,861	-	117,454	3,065,407	130,407
Accreted Interest	1,070,104	294,956	13,394	1,351,666	21,204
Total GO Bonds	<u>53,091,436</u>	<u>294,956</u>	<u>1,067,454</u>	<u>52,318,938</u>	<u>1,185,407</u>
Solar Loan Payable	-	10,728,000	-	10,728,000	-
Leases Payable*	347,113	-	72,144	274,969	64,986
Subscriptions Payable*	11,356	35,006	46,362	-	-
Total OPEB Liability*	8,627,397	467,093	-	9,094,490	-
Net Pension Liability*	53,103,256	-	881,008	52,222,248	-
Compensated Absences*	5,813,278	72,421	-	5,885,699	3,887,786
Total Governmental Activities	<u>\$ 120,993,836</u>	<u>\$ 11,597,476</u>	<u>\$ 2,066,968</u>	<u>\$ 130,524,344</u>	<u>\$ 5,138,179</u>

*Other long-term liabilities

- Payments for general obligation bonds are made from the bond interest and redemption fund.
- Payments for compensated absences are made from the general fund and the cafeteria fund.
- Payments for leases payable and subscriptions payable are made from the general fund and the cafeteria fund.
- Payments for pension contributions are made from the general fund, the associated student body special revenue fund, the adult education fund, and the cafeteria fund.
- Payments for OPEB contributions are made from the general fund, the adult education fund, and the cafeteria fund.

2. General Obligation Bonds

The District's bonded debt consists of various issues of general obligation bonds that are generally callable with interest payable semiannually. Bond proceeds pay primarily for acquiring or constructing capital facilities. The District repays general obligation bonds from voter-approved property taxes.

On November 8, 2016 registered voters authorized the issuance of \$40,000,000 principal amount of general obligation bonds. Of the total amount originally authorized, no amounts remain unissued.

Imperial Unified School District

Notes to the Financial Statements, Continued
For the Year Ended June 30, 2025

General obligation bonds at June 30, 2025 consisted of the following:

	<u>Date of Issue</u>	<u>Interest Rate</u>	<u>Maturity Date</u>	<u>Amount of Original Issue</u>
2016 Refunding Bonds	02/24/16	2.00-5.00%	08/01/35	\$ 13,530,000
2016 Election Series A	02/02/17	3.75-5.25%	08/01/47	26,000,000
2016 Election Series B	02/08/18	2.00-5.25%	08/01/47	7,999,840
2016 Election Series C	01/24/19	2.30-4.38%	08/01/45	3,306,596
2016 Election Series D	03/31/22	3.21-4.53%	05/01/47	2,689,009
2022 Refunding Bonds	06/01/22	3.80%	08/01/43	10,836,000
Total GO Bonds				<u>\$ 64,361,445</u>

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
2016 Refunding Bonds					
Principal	\$ 8,150,000	\$ -	\$ 690,000	\$ 7,460,000	\$ 725,000
Premium	1,225,177	-	103,727	1,121,450	108,988
2016 Election Series A					
Principal	16,570,000	-	-	16,570,000	-
Premium	865,354	-	-	865,354	-
2016 Election Series B					
Principal	7,724,840	-	100,000	7,624,840	155,000
Premium	961,582	-	12,448	949,134	19,294
Accreted Interest	394,337	76,600	-	470,937	-
2016 Election Series C					
Principal	3,137,930	-	30,691	3,107,239	51,008
Premium	130,748	-	1,279	129,469	2,125
Accreted Interest	449,722	100,871	4,309	546,284	8,992
2016 Election Series D					
Principal	2,597,701	-	115,915	2,481,786	102,788
Accreted Interest	226,045	117,485	9,085	334,445	12,212
2022 Refunding Bonds					
Principal	10,658,000	-	-	10,658,000	-
Total	<u>\$ 53,091,436</u>	<u>\$ 294,956</u>	<u>\$ 1,067,454</u>	<u>\$ 52,318,938</u>	<u>\$ 1,185,407</u>

Imperial Unified School District

Notes to the Financial Statements, Continued
For the Year Ended June 30, 2025

The annual requirements to amortize the bonds outstanding at June 30, 2025 are as follows:

Year Ended June 30,	Principal	Interest	Accreted Interest	Total
2026	\$ 308,796	\$ 1,029,175	\$ 21,204	\$ 2,741,804
2027	384,656	1,019,800	30,344	2,809,004
2028	469,470	1,006,425	35,530	2,892,254
2029	559,697	988,550	45,303	2,974,254
2030	653,379	966,300	56,621	3,156,563
2031-2035	4,939,841	4,371,687	500,097	15,761,043
2036-2040	4,844,002	3,452,314	1,972,138	15,081,746
2041-2045	5,361,141	3,153,587	2,276,776	17,535,361
2046-2050	12,262,883	710,875	2,697,973	19,669,716
Total	<u>\$ 29,783,865</u>	<u>\$ 16,698,713</u>	<u>\$ 7,635,986</u>	<u>\$ 82,621,745</u>

Accreted Interest

Amounts represented in the repayment schedule for accreted interest are reflective of 100% of amounts to be repaid. Amounts represented as accreted interest in the debt summary are reflective of amounts that have accrued as of June 30, 2025.

Accreted interest is the process of systematically increasing the carrying amount of capital appreciation bonds to their estimated value at the maturity date of the bond. The District imputes the effective interest rate, using the present value, the face value, and the period of the bond and multiplies the effective interest rate by the book value of the debt at the end of the period.

Premium

Bond premium arises when the market rate of interest is higher than the stated interest rate on the bond. Generally Accepted Accounting Principles (GAAP) require that the premium increase the face value of the bond and then amortize the premium over the life of the bond.

Effective interest on general obligation bonds issued at a premium are as follows:

	2016 Refunding	2016 Election Series A Bonds	2016 Election Series B Bonds	2016 Election Series C Bonds
Total Interest Payments	\$ 5,535,322	\$ 28,064,995	\$ 9,249,717	\$ 3,517,852
Less Bond Premium	(2,033,945)	(1,357,829)	(995,815)	(137,776)
Net Interest Payments	<u>3,501,377</u>	<u>26,707,166</u>	<u>8,253,902</u>	<u>3,380,076</u>
PAR Amount of Bonds	13,530,000	26,000,000	7,999,840	3,306,596
Periods	20	30	30	27
Effective Interest Rate	1.29%	3.42%	3.44%	3.79%

Imperial Unified School District

Notes to the Financial Statements, Continued
For the Year Ended June 30, 2025

3. Leases Payable

The District has entered into lease agreements for right of use for copy machines and a postage machine. The leases vary in length from 36 months to 63 months with imputed interest ranging from 0.20% to 0.90%. There are no residual value guarantees included in the leases. Additionally, the District has not experienced any losses associated with impairment of an underlying leased asset.

In the 2023-24 year the District entered into a new lease agreement with Canon to cover many schools across the district with various machines for 60 months. The effective interest rate used to calculate present value was 8.50%.

The following represents lease activity for the fiscal year ended June 30, 2025:

Description of Lease	Lease Term	Imputed Interest Rate	2024-25 Beginning Lease Liability Balance	Current Year Additions	Current Year Principal Payments	2024-25 Ending Lease Liability Balance
Canon - IHS #1	60 Months	0.90%	\$ 4,553	\$ -	\$ 3,208	\$ 1,345
Canon - IHS #2	60 Months	0.90%	5,943	-	4,187	1,756
Xerox - Food Services	60 Months	0.90%	1,137	-	1,137	-
Xerox	60 Months	0.90%	9,949	-	9,949	-
Canon 2024	60 Months	8.50%	320,492	-	52,801	267,691
Canon 2024 Fax Board	60 Months	8.50%	5,039	-	862	4,177
Total			<u>\$ 347,113</u>	<u>\$ -</u>	<u>\$ 72,144</u>	<u>\$ 274,969</u>

Future payments on the leases are as follows:

Year Ended June 30,	Principal	Interest	Total
2026	\$ 68,182	\$ 20,470	\$ 88,652
2027	67,355	14,993	82,348
2028	73,309	9,039	82,348
2029	66,123	2,608	68,731
Total	<u>\$ 274,969</u>	<u>\$ 47,110</u>	<u>\$ 322,079</u>

Imperial Unified School District

Notes to the Financial Statements, Continued
For the Year Ended June 30, 2025

4. Subscription Liabilities

The District entered into agreements with various companies subscribing to use of software for specified terms. One of the agreements was paid in full during the 2022-23 year resulting in no liability, but one agreement has a liability as defined by GASB Statement No. 96. Interest was imputed at a rate of 6.37% for the subscriptions.

Description of SBITA	Lease Term	Imputed Interest Rate	2024-25 Beginning SBITA Liability	Current Year Additions	Current Year Principal Payments	2024-25 Ending SBITA Liability
Linewize	36 Months	6.37%	\$ 22,013	\$ -	\$ 11,356	\$ -
Linewize 24-25	36 Months	6.37%	-	35,006	35,006	-
Total			<u>\$ 22,013</u>	<u>\$ 35,006</u>	<u>\$ 46,362</u>	<u>\$ -</u>

5. Compensated Absences

As of June 30, 2025 compensated absences consisted of the following:

	Balance July 1, 2024	Current Year Changes	Balance June 30, 2025	Amounts Due Within One Year
Vacation Liability	\$ 305,453	\$ 262	\$ 305,715	\$ 305,614
Sick Leave	5,507,825	72,159	5,579,984	3,582,172
Total	<u>\$ 5,813,278</u>	<u>\$ 72,421</u>	<u>\$ 5,885,699</u>	<u>\$ 3,887,786</u>

6. Net Pension Liability

The District's beginning net pension liability was \$53,103,256 and decreased by \$881,008 during the year ended June 30, 2025 for an ending net pension liability of \$52,222,248. See Note N for additional information regarding the net pension liability.

7. Net OPEB Liability

The District's beginning net OPEB liability was \$8,627,397 and increased during the year ended June 30, 2025 by \$467,093. The ending net OPEB liability at June 30, 2025 was \$9,094,490. See Note O for additional information regarding the net OPEB liability.

Imperial Unified School District

Notes to the Financial Statements, Continued
For the Year Ended June 30, 2025

N. Pension Plans

1. General Information about the Pension Plans

a. Plan Descriptions

Qualified employees are covered under multiple-employer defined benefit pension plans maintained by agencies of the State of California. Certificated employees are members of the California State Teachers' Retirement System (CalSTRS) and classified employees are members of the California Public Employees' Retirement System (CalPERS). Benefit provisions under the Plans are established by State statute and Local Government resolution. Support by the State for the CalSTRS plan is such that the plan has a special funding situation as defined by GASB Statement No. 68. CalSTRS and CalPERS issue publicly available reports that include a full description of the pension plans regarding benefit provisions, assumptions and membership information that can be found on their respective websites.

b. Benefits Paid

CalSTRS and CalPERS provide service retirement and disability benefits, annual cost of living adjustments and death benefits to plan members. Benefits are based on years of credited service, equal to one year of full-time employment. Members with five years of total service are eligible to retire at 62 for normal benefits or at age 55 with statutorily reduced benefits. Employees hired prior to January 1, 2013 are eligible to retire at age 60 for normal benefits or at age 55 with statutorily reduced benefits. All members are eligible for non-duty disability benefits after 10 years of service. All members are eligible for death benefits after one year of total service.

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

Hire Date	CalSTRS	
	Before Jan. 1, 2013	After Jan. 1, 2013
Benefit Formula	2% at 60	2% at 62**
Benefit Vesting Schedule	5 Years	5 Years
Benefit Payments	Monthly for Life	Monthly for Life
Retirement Age	55 - 60	55 - 62
Monthly Benefits as a % of Eligible Compensation	1.1 - 2.4%*	1.0 - 2.4%*
Required Employee Contribution Rates (2024-25)	10.250%	10.205%
Required Employer Contribution Rates (2024-25)	19.100%	19.100%
Required State Contribution Rates (2024-25)	10.828%	10.828%

*Amounts are limited to 120% of Social Security Wage Base.

**The contribution rate for CalSTRS 2% at 62 members is based, in part, on the normal cost of benefits and may increase or decrease in future years.

Imperial Unified School District

Notes to the Financial Statements, Continued
For the Year Ended June 30, 2025

Hire Date	CalPERS	
	Before Jan. 1, 2013	After Jan. 1, 2013
Benefit Formula	2% at 60	2% at 62**
Benefit Vesting Schedule	5 Years	5 Years
Benefit Payments	Monthly for Life	Monthly for Life
Retirement Age	50 - 62	52 - 67
Monthly Benefits as a % of Eligible Compensation	1.1 - 2.5%*	1.0 - 2.5%*
Required Employee Contribution Rates (2024-25)	7.000%	8.000%
Required Employer Contribution Rates (2024-25)	27.050%	27.050%

*Amounts are limited to 120% of Social Security Wage Base

**The rate imposed on CalPERS 2% at 62 members is based on the normal cost of benefits.

c. Contributions

CalSTRS

For the fiscal year ended June 30, 2025, California Education Code §22950 requires members to contribute monthly to the system 10.205% (if hired on or after January 1, 2013) or 10.25% (if hired before January 1, 2013) of the creditable compensation upon which members' contributions under this part are based. In addition, the employer required rates established by the CalSTRS board have been established at 19.10% of creditable compensation for the fiscal year ended June 30, 2025. The CalSTRS Board has the authority to increase or decrease percentages paid specific to reflect the contribution required to eliminate by June 30, 2046, the remaining unfunded actuarial obligation with respect to service credited to members before July 1, 2014, as determined by the Board based upon a recommendation from its actuary. Those adjustments are limited to 1% annually, not to exceed 20.25% of creditable compensation.

CalPERS

California Public Employees' Retirement Law §20814(c) 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. The CalPERS Board retains the authority to amend contribution rates. The total plan contributions are determined through 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 employer is required to contribute the difference between the actuarially determined rate and the contribution rate of the employees. For the fiscal year ended June 30, 2025, the employee contribution rate was 7.00% for employees hired prior to January 1, 2013 and 8.00% for employees hired on or after January 1, 2013, and the employer contribution rate was 27.05% of covered payroll.

Imperial Unified School District

Notes to the Financial Statements, Continued
For the Year Ended June 30, 2025

On Behalf Payments

Consistent with California Education Code §22955.1, the State of California makes contributions to CalSTRS on behalf of employees working for the District. For the fiscal year ended June 30, 2025 the State contributed 10.828% of salaries creditable to CalSTRS. Consistent with the requirements of generally accepted accounting principles, the District has recorded these contributions as revenue and expense in the fund financial statements (current financial resources measurement focus). The government-wide financial statements have recorded revenue and expense for pension expense paid on behalf of the District (economic resources measurement focus). Contributions reported for on behalf payments are based on the District's proportionate share of the States contribution for the fiscal year. Contributions made by the state on behalf of the District and the State's pension expense associated with District employees for the past three fiscal years are as follows:

CalSTRS			
Year Ended June 30,	On Behalf Contribution Rate	On Behalf Contribution Amount	On Behalf Pension Expense
2023	10.828%	\$ 2,819,520	\$ 8,591,814
2024	10.828%	2,362,120	(753,228)
2025	10.828%	2,629,676	(437,331)

d. Contributions Recognized

For the fiscal year ended June 30, 2025 (measurement period June 30, 2024), the contributions recognized for each plan were:

Governmental Fund Financial Statements (Current Financial Resources Measurement Focus)

<i>Governmental Funds</i>	CalSTRS	CalPERS	Total
Contributions - Employer	\$ 6,049,151	\$ 3,647,281	\$ 9,696,432
Contributions - State On Behalf Payments	2,629,677	-	2,629,677
Total Governmental Funds	<u>\$ 8,678,828</u>	<u>\$ 3,647,281</u>	<u>\$ 12,326,109</u>

Government-Wide Financial Statements (Economic Resources Measurement Focus)

<i>Governmental Activities</i>	CalSTRS	CalPERS	Total
Contributions - Employer	\$ 5,731,607	\$ 3,171,708	\$ 8,903,315
Contributions - State On Behalf Payments	2,629,676	-	2,629,676
Total Governmental Activities	<u>\$ 8,361,283</u>	<u>\$ 3,171,708</u>	<u>\$ 11,532,991</u>

Imperial Unified School District

Notes to the Financial Statements, Continued
For the Year Ended June 30, 2025

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

As of June 30, 2024 (measurement date) the District reported net pension liabilities for its proportionate share of the net pension liability of each plan as follows:

	Governmental Activities
CalSTRS	\$ 30,681,759
CalPERS	21,540,489
Total	<u>\$ 52,222,248</u>

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

The District's proportionate share of the net pension liability for each Plan as of June 30, 2024 and June 30, 2025 were as follows:

	CalSTRS		CalPERS
	District's Proportionate Share	State's Proportionate Share for District *Employees	District's Proportionate Share
<i>Governmental Activities</i>			
Proportion June 30, 2024	0.042939%	0.020569%	0.056357%
Proportion June 30, 2025	0.045683%	0.020959%	0.060272%
Change in Proportion	<u>0.002744%</u>	<u>0.000390%</u>	<u>0.003915%</u>

*Represents State's Proportionate Share on behalf of District employees.

Imperial Unified School District

Notes to the Financial Statements, Continued
For the Year Ended June 30, 2025

a. Pension Expense

	<i>Governmental Activities</i>		
	<u>CalSTRS</u>	<u>CalPERS</u>	<u>Total</u>
Change in Net Pension Liability	\$ (2,020,889)	\$ 1,139,882	\$ (881,007)
State On Behalf Pension Expense	(437,331)	-	(437,331)
Employer Contributions	6,049,151	3,647,281	9,696,432
Change in Deferrals for:			
Experience Differences	(1,307,621)	(1,220,540)	(2,528,161)
Changes in Assumptions	55,053	463,729	518,782
Changes in Proportionate Share	(1,026,082)	(944,853)	(1,970,935)
Subsequent Contributions	(312,582)	(354,945)	(667,527)
Earnings Differences	263,704	1,342,353	1,606,057
Total Pension Expense	<u>\$ 1,263,403</u>	<u>\$ 4,072,907</u>	<u>\$ 5,336,310</u>

b. Deferred Outflows and Inflows of Resources

At June 30, 2025, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>		
	<u>CalSTRS</u>	<u>CalPERS</u>	<u>Total</u>
<i>Governmental Activities</i>			
Subsequent Contributions	\$ 6,049,151	\$ 3,647,281	\$ 9,696,432
Experience Differences	3,470,928	1,805,856	5,276,784
Changes in Assumptions	134,308	476,118	610,426
Changes in Proportionate Share	6,161,788	1,396,640	7,558,428
Earnings Differences	-	836,723	836,723
Total Deferred Outflows of Resources	<u>\$ 15,816,175</u>	<u>\$ 8,162,618</u>	<u>\$ 23,978,793</u>

	<u>Deferred Inflows of Resources</u>		
	<u>CalSTRS</u>	<u>CalPERS</u>	<u>Total</u>
<i>Governmental Activities</i>			
Experience Differences	\$ (1,342,558)	\$ (154,164)	\$ (1,496,722)
Changes in Assumptions	-	-	-
Changes in Proportionate Share	(1,294,739)	(74,670)	(1,369,409)
Earnings Differences	(125,354)	-	(125,354)
Total Deferred Inflows of Resources	<u>\$ (2,762,651)</u>	<u>\$ (228,834)</u>	<u>\$ (2,991,485)</u>

Pension contributions made subsequent to the measurement date reported as deferred outflows of resources will be recognized as a portion of pension expense in the year ended June 30, 2026. The remaining amounts reported as deferred outflows or deferred inflows of resources will be recognized as an increase or decrease to pension expense over a five-year period.

Imperial Unified School District

Notes to the Financial Statements, Continued
For the Year Ended June 30, 2025

Pension expense resulting from deferred outflows and deferred inflows of resources will be recognized as follows:

<i>Governmental Activities</i>					
Year Ended June 30,	Deferred Outflows of Resources		Deferred Inflows of Resources		Net Effect on Expenses
	CalSTRS	CalPERS	CalSTRS	CalPERS	
2026	\$ 8,202,890	\$ 5,431,922	\$ (3,113,325)	\$ (195,648)	\$ 10,325,839
2027	2,068,397	2,400,802	1,541,982	(33,186)	5,977,995
2028	2,001,244	594,647	(635,649)	-	1,960,242
2029	1,517,944	(264,753)	(555,659)	-	697,532
2030	1,517,947	-	-	-	1,517,947
Thereafter	507,753	-	-	-	507,753
Total	<u>\$ 15,816,175</u>	<u>\$ 8,162,618</u>	<u>\$ (2,762,651)</u>	<u>\$ (228,834)</u>	<u>\$ 20,987,308</u>

c. Actuarial Assumptions

Total pension liabilities for the fiscal year ended June 30, 2025, were based on actuarial valuations determined using the following actuarial assumptions:

	CalSTRS	CalPERS
Fiscal Year	6/30/2025	6/30/2025
Measurement Date	6/30/2024	6/30/2024
Valuation Date	6/30/2023	6/30/2023
Actuarial Cost Method	Entry Age Normal	Entry Age Normal
Experience Study Period	2007 - 2022	2000 - 2019
Actuarial Assumptions:		
Discount Rate	7.10%	6.90%
Inflation	2.75%	2.30%
Wage Growth	3.50%	Varies ⁽³⁾
Payroll Growth	3.25%	Varies ⁽³⁾
Investment Rate of Return	7.10%	6.90%
Post Retirement Benefit Increase	2.00% Simple ⁽¹⁾	2.00% - 2.30% ⁽⁴⁾
Mortality	CalSTRS Data ⁽²⁾	CalPERS Data ⁽⁵⁾

(1) CalSTRS post-retirement benefit increases assumed at 2% simple (annually) maintaining 85% purchasing power level.

(2) CalSTRS base mortality tables are custom tables derived to best fit the patterns of mortality among CalSTRS members. The projection scale was set to equal 110% of the ultimate improvement factor from the Mortality Improvement Scale (MP-2019) table issued by the Society of Actuaries.

(3) Varies by entry age and service.

(4) CalPERS post retirement benefit increases assumes 2.00% until PPPA floor on purchasing power applies, 2.50% thereafter.

(5) CalPERS mortality table was developed based on CalPERS specific data. The table includes 15 years of mortality improvement using the Society of Actuaries 90% of scale MP-2016. For more details on this table, please refer to the December 2021 experience study report (based on CalPERS demographic data from 2000 to 2019) that can be found on the CalPERS website.

Imperial Unified School District

Notes to the Financial Statements, Continued
For the Year Ended June 30, 2025

d. Discount Rate

The discount rate used to measure the total pension liability was 7.10% for CalSTRS and 6.90% for CalPERS. The projection of cash flows used to determine the discount rates assumed the contributions from the plan members, employers, and state contributing agencies (where applicable) will be made at statutory contribution rates. To determine whether the District bond rate should be used in the calculation of a discount rate for each plan, CalSTRS and CalPERS stress tested plans that would most likely result in a discount rate that would be different from the actuarially assumed discount rate. Based on the testing, none of the tested plans run out of assets. Therefore, the current discount rates are adequate, and the use of the discount bond rate calculations is not necessary for either plan. The stress test results are presented in detailed reports that can be obtained from CalPERS and CalSTRS respective websites.

The CalPERS discount rate was increased from 7.50% to 7.65% at measurement date June 30, 2015 (Fiscal year June 30, 2016) to correct for an adjustment to exclude administrative expenses. Subsequently CalPERS discount rate was decreased from 7.65% to 7.15% at measurement date June 30, 2017 (Fiscal year June 30, 2018) to adjust for changes resulting from actuarially determined amounts. Finally, the CalPERS discount rate was decreased from 7.15% to 6.90% at measurement date June 30, 2022 (fiscal year June 30, 2023) resulting from a new actuarial experience study completed.

The CalSTRS discount rate was adjusted from 7.60% to 7.10% for measurement date June 30, 2017 (Fiscal year June 30, 2018) to adjust for changes resulting from a new actuarial experience study.

According to Paragraph 30 of GASB Statement No. 68, the long-term discount rate should be determined without reduction for pension plan administrative expense. The investment return assumption used in the accounting valuation is net of administrative expenses. Administrative expenses are assumed to be 15 basis points. Using this lower discount rate has resulted in a slightly higher total pension liability and net pension liability. CalSTRS and CalPERS checked the materiality threshold for the difference in calculation and did not find it to be a material difference.

CalSTRS and CalPERS are scheduled to review actuarial assumptions as part of their regular Asset Liability Management (ALM) review cycle. CalSTRS completed their ALM November 2019 with new policies in effect on July 1, 2021. CalPERS completed their ALM in 2021 with new policies in effect on July 1, 2022. Both CalSTRS and CalPERS conduct new ALM's every 4 years.

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.

In determining the long-term expected rate of return, CalSTRS and CalPERS took into account both short-term and long-term market return expectations as well as the expected pension fund cash flows. Using historical returns of all the funds' asset classes, expected compound returns were calculated over the short-term (first 10 years) and long-term (11-60 years) using a building block approach. Using the expected nominal returns for both short-term and long-term, the present value of benefits was calculated for each fund. The expected rate of return was set by calculating the single equivalent expected return that arrived at the same present value of benefits for cash flows as the one calculated using both short-term and long-term returns. The expected rate of return was then set equivalent to the single equivalent rate calculated above and rounded down to the nearest quarter of one percent.

Imperial Unified School District

Notes to the Financial Statements, Continued

For the Year Ended June 30, 2025

The tables below reflect the long-term expected real rate of return by asset class. The rate of return was calculated using capital market assumptions applied to determine the discount rate and asset allocation. These rates of return are net of administrative expenses.

CalSTRS

Asset Class	Assumed Asset Allocation	Long-Term Expected Rate of Return ⁽¹⁾	Long-Term Expected Real Rate of Return ⁽²⁾
Public Equity	38.00%	8.00%	5.25%
Real Estate	15.00%	6.80%	4.05%
Private Equity	14.00%	9.50%	6.75%
Fixed Income	14.00%	5.20%	2.45%
Risk Mitigation Strategies	10.00%	5.00%	2.25%
Inflation Sensitive	7.00%	6.40%	3.65%
Cash/Liquid	2.00%	2.80%	0.05%

⁽¹⁾ 20 to 30 year geometric average.

⁽²⁾ Real rates of return are net of assumed 2.75% inflation

CalPERS

Asset Class	Assumed Asset Allocation	Long-Term Expected Real Rate of Return ^{(3),(4)}
Global Equity - cap weighted	30.00%	4.54%
Global Equity - non-cap weighted	12.00%	3.84%
Private Equity	13.00%	7.28%
Treasury	5.00%	0.27%
Mortgage-Backed Securities	5.00%	0.50%
Investment Grade Corporates	10.00%	1.56%
High Yield	5.00%	2.27%
Emerging Market Debt	5.00%	2.48%
Private Debt	5.00%	3.57%
Real Assets	15.00%	3.21%
Leverage	-5.00%	-0.59%

⁽³⁾ An expected price inflation of 2.30% used for this period.

⁽⁴⁾ Figures are based on the 2021-22 Asset Liability Management Study.

Imperial Unified School District

Notes to the Financial Statements, Continued
For the Year Ended June 30, 2025

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

The following represents the District's proportionate share of the net pension liability for each Plan, calculated using the discount rate for each Plan, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower or 1 percentage point higher than the current rate:

	CalSTRS	CalPERS
1% Decrease	6.10%	5.90%
Net Pension Liability	\$ 54,573,369	\$ 31,998,577
Current Discount Rate	7.10%	6.90%
Net Pension Liability	\$ 30,681,759	\$ 21,540,489
1% Increase	8.10%	7.90%
Net Pension Liability	\$ 10,731,850	\$ 12,901,277

3. Total Pension Liability, Pension Plan Fiduciary Net Position and Net Pension Liability

CalSTRS Governmental Activities

	Increase (Decrease)			
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability	State's Share of Net Pension Liability
	(a)	(b)	(a) - (b)	(c)
Balance at June 30, 2024				
(Previously Reported)	\$ 249,637,244	\$ 201,269,099	\$ 48,368,145	\$ 15,665,497
Changes for the year				
Change in proportionate share	12,319,127	9,932,250	2,386,877	297,027
Service cost	5,801,853	-	5,801,853	1,824,691
Interest	18,563,796	-	18,563,796	5,838,339
Experience differences	2,029,249	-	2,029,249	638,202
Change in assumptions	(3,566,013)	-	(3,566,013)	(1,121,516)
Change in benefits	21,992	-	21,992	6,916
Contributions:				
Employer	-	5,721,503	(5,721,503)	(1,799,421)
Employee	-	3,155,499	(3,155,499)	(992,409)
State on behalf	-	2,629,676	(2,629,676)	(827,037)
Net investment income	-	17,442,211	(17,442,211)	(5,485,599)
Other income	-	260,570	(260,570)	(81,950)
Benefit payments ⁽¹⁾	(12,787,267)	(12,787,267)	-	-
Administrative expenses	-	(135,283)	135,283	42,547
Borrowing costs	-	(221,918)	221,918	69,793
Other expenses	-	(4,665)	4,665	1,467
Net changes	22,382,737	25,992,576	(3,609,839)	(1,588,950)
Balance at June 30, 2025	\$ 272,019,981	\$ 227,261,675	\$ 44,758,306	\$ 14,076,547

(1) – Includes refunds of employee contributions

Imperial Unified School District

Notes to the Financial Statements, Continued
For the Year Ended June 30, 2025

CalPERS Governmental Activities

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
	(a)	(b)	(a) - (b)
Balance at June 30, 2024			
(Previously Reported)	\$ 67,917,821	\$ 47,517,214	\$ 20,400,607
Changes for the year			
Change in proportionate share	4,718,105	3,300,919	1,417,186
Service cost	1,867,924	-	1,867,924
Interest	5,072,990	-	5,072,990
Experience differences	1,745,980	-	1,745,980
Contributions:			
Employer	-	3,235,917	(3,235,917)
Employee	-	924,672	(924,672)
Net investment income	-	4,845,666	(4,845,666)
Benefit payments ⁽¹⁾	(3,588,542)	(3,588,542)	-
Administrative expenses	-	(42,057)	42,057
Net changes	9,816,457	8,676,575	1,139,882
Balance at June 30, 2025	<u>\$ 77,734,278</u>	<u>\$ 56,193,789</u>	<u>\$ 21,540,489</u>

(1) – Includes refunds of employee contributions

Detailed information about each pension plan's fiduciary net position is available in the separately issued CalSTRS and CalPERS financial reports available on their respective websites.

Imperial Unified School District

Notes to the Financial Statements, Continued

For the Year Ended June 30, 2025

O. Postemployment Benefits Other Than Pension Benefits

The District provides postemployment health care benefits for retired employees in accordance with negotiated contracts with the various bargaining units of the District.

1. Plan Description

Plan administration. The District's defined benefit OPEB plan, Imperial Unified School District Retiree Health Care Plan (the Plan) provides OPEB for retirees that meet eligibility requirements until age 65. Retirees in the plan are eligible for the same medical plans as active employees. The Plan is a single employer defined benefit OPEB plan administered by the District. The Plan includes four medical/ prescription drug PPO options with an additional HMO option offered through a Mexican HMO licensed within California. Delta Dental, Medical Eye Services Vision, and basic life insurance are also provided by the District, subject to a negotiated District cap. These are all purchased on a pooled basis through the Self-Insured Schools of California (SISC III). Authority to establish and amend the benefit terms and financing requirements lie with the Districts governing board.

Benefits provided. Classified, Certificated, Administrative, and Management employees who have attained age 55 and completed at least 15 years of service, and have retired under CalPERS or CalSTRS, are eligible to receive District-paid medical, prescription drug, dental, vision, and life insurance coverage up to a District cap in effect. Spouses and dependent children may be covered, but the current level of the cap results in de facto self-paid coverage for dependents. The Superintendent's contract does not require a minimum number of years of service with the District for benefits. Benefit-eligible part time Classified employees are entitled to a pro-rated share of the capped benefit based on the ratio of their hours per day times months per year divided by 96. District-paid benefits end at age 65. Board Members may participate in District health plans after retirement at their own expense.

2. Contributions

The District contributes 100% up to the cap in effect. Retirees are not required to make any contributions unless the cost of coverage exceeds the cap. Authority to establish and amend the benefit terms and financing requirements lie with the District's board of directors. The required contribution is based on projected pay-as-you-go financing requirements. No assets are accumulated in a trust that meets the criteria in Paragraph 4 of GASB Statement No. 75.

3. Plan Membership

Membership of the plan consisted of the following as of June 30, 2025:

Inactive plan members or beneficiaries currently receiving benefits	27
Inactive plan members entitled to but not yet receiving benefits	0
Active plan members	464
	<u>491</u>

Imperial Unified School District

Notes to the Financial Statements, Continued
For the Year Ended June 30, 2025

4. Net OPEB Liability

The Imperial Unified School District's Net OPEB liability of \$8,627,397 was measured as of June 30, 2024 and was determined by an actuarial valuation as of June 30, 2024

5. Actuarial Assumptions and Other Inputs

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

Economic assumptions:

Inflation	2.75% per annum
Salary increases	3.00% per annum, in aggregate
Discount rate	3.97%
Healthcare cost trend rates	5.50% decreasing to 4.50%
Retiree's share of costs	0.00%

The discount rate is based on the Fidelity GO AA 20 Year Municipal Bond Index, which are tax-exempt municipal bonds with an average rating of AA/Aa or higher.

Mortality rates are based on the most recent rates used by CalPERS and CalSTRS for pension valuations. The CalPERS mortality table was developed based on CalPERS specific data. The table includes 20 years of mortality improvements using the Society of Actuaries Scale BB. The CalSTRS mortality table was developed based on CalSTRS specific data. The table includes mortality improvements set at 110% of the ultimate improvement factor from the Mortality improvement scale (MP-2016) table, issued by the Society of Actuaries.

The actuarial assumptions used in the June 30, 2024, valuation were based on the results of CalPERS actuarial experience study for the period July 1, 2000 through June 30, 2019 and the CalSTRS experience study for the period July 1, 2015 through June 30, 2018.

6. Changes in Net OPEB Liability

	<u>Total OPEB Liability</u>
Balance at June 30, 2024	\$ 8,627,397
Changes for the year:	
Service cost	598,993
Interest	348,271
Changes of assumptions	(68,645)
Benefit payments	(411,526)
Net change	467,093
Balance at June 30, 2025	<u>\$ 9,094,490</u>

Imperial Unified School District

Notes to the Financial Statements, Continued
For the Year Ended June 30, 2025

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

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

	<u>1% Decrease</u> <u>(2.86%)</u>	<u>Valuation</u> <u>Discount Rate</u> <u>(3.86%)</u>	<u>1% Increase</u> <u>(4.86%)</u>
Total OPEB Liability	\$ 9,731,108	\$ 9,094,490	\$ 8,487,688

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

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

	<u>1% Decrease</u> <u>4.50%</u> <u>Decreasing to</u> <u>3.50%</u>	<u>Healthcare Cost</u> <u>Trends Rate</u> <u>5.50%</u> <u>Decreasing to</u> <u>4.50%</u>	<u>1% Increase</u> <u>6.50%</u> <u>Decreasing to</u> <u>5.50%</u>
Total OPEB Liability	\$ 8,099,134	\$ 9,094,490	\$ 10,260,701

9. OPEB Expense

For the fiscal year ended June 30, 2025, the District recognized OPEB expense of \$1,208,102.

Imperial Unified School District

Notes to the Financial Statements, Continued
For the Year Ended June 30, 2025

10. Deferred Outflows and Deferred Inflows of Resources Related to OPEB

At June 30, 2025 the District reported deferred outflows and deferred inflows of resources related to OPEB for the following:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes of assumptions	\$ 594,438	\$ (783,105)
Experience differences	1,354,163	-
Subsequent contributions	288,051	-
Total	<u>\$ 2,236,652</u>	<u>\$ (783,105)</u>

Amounts reported as deferred outflows and deferred inflows of resources related to OPEB will impact OPEB expense under the following amortization schedule:

Year Ended June 30,	Deferred Outflows of Resources	Deferred Inflows of Resources	Net Effect on OPEB Expense
2026	\$ 709,891	\$ (161,002)	\$ 548,889
2027	421,840	(145,692)	276,148
2028	356,128	(135,479)	220,649
2029	254,673	(135,479)	119,194
2030	136,331	(135,479)	852
Thereafter	357,789	(69,974)	287,815
Total	<u>\$ 2,236,652</u>	<u>\$ (783,105)</u>	<u>\$ 1,453,547</u>

11. Liabilities Due to The OPEB Plan

As of June 30, 2025, there are no liabilities owed to the OPEB Plan.

Imperial Unified School District

Notes to the Financial Statements, Continued
For the Year Ended June 30, 2025

P. Risk Management

The District is exposed to risk of losses due to:

- Torts,
- Theft of, damage to, or destruction of assets,
- Business interruption,
- Errors or omissions,
- Job related illness or injuries to employees,
- Natural disasters,
- Other risks associated with public entity risk pools

Risk management is the process of managing the District's activities to minimize the adverse effects of these risks. The main element of risk management are risk control (to minimize the losses that strike an organization) and risk financing (to obtain finances to provide for or restore the economic damages of those losses). Risk financing techniques include risk retention, risk transfer to and from an insurer, and risk transfer to a non-insurer.

The District has implemented the risk financing technique of risk transfer to an insurer. The District has purchased property & liability insurance as well as workers compensation insurance to cover any losses resulting from the risks identified above.

There have been no significant changes in property and liability or workers compensation coverage during the current fiscal year.

Q. Participation in Joint Powers Authorities

The District is a member of the Self Insured Schools of California (SISC), for the operation of a common risk management and insurance program for property and liability coverage, workers compensation, health insurance, dental, and vision benefits. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years. There have been no significant reductions in insurance coverage from coverage in the prior year.

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.

Imperial Unified School District

Notes to the Financial Statements, Continued
For the Year Ended June 30, 2025

R. Commitments and Contingencies

1. State and Federal Allowances, Awards, and Grants

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

2. Litigation

The District is periodically 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 as of June 30, 2025.

3. Construction Commitments

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

Imperial Unified School District

Notes to the Financial Statements, Continued
For the Year Ended June 30, 2025

S. Deferred Outflows of Resources

On February 24, 2016 general obligation bonds issued were refunding the 1995 Series D Bonds, the 2004 Series A Bonds, the 2004 Series B Bonds, and the 2006 Refunding Bonds. The refunding resulted in a loss on refunding of \$603,713 which is recorded as a deferred outflow of resources and amortized over the life of the refunding bonds using the straight-line method.

On June 1, 2022 general obligation bonds issued were partially refunding the 2016 Election Series A Bonds. The refunding resulted in a loss on refunding of \$913,525 which is recorded as a deferred outflow of resources and amortized over the life of the refunding bonds using the straight-line method.

In accordance with GASB Statement No. 68 & 71, payments made subsequent to the pension plan measurement date and other items as outlined in the GASB pronouncement have been recorded as deferred outflows of resources.

In accordance with GASB Statement No. 75, the District has recorded deferred outflows of resources for OPEB related items as prescribed by the statement.

A summary of the deferred outflows of resources as of June 30, 2025, is as follows:

Description	Beginning Balance	Increases	Decreases	Ending Balance
Loss 2016 Refunding Bonds	\$ 358,138	\$ -	\$ 30,967	\$ 327,171
Loss 2022 Refunding Bonds	830,477	-	41,524	788,953
Pension Related				
CalSTRS	14,313,032	3,904,862	2,401,719	15,816,175
CalPERS	7,650,071	2,709,348	2,196,801	8,162,618
OPEB Related	2,801,265	288,051	852,664	2,236,652
Total Deferred Outflows of Resources	<u>\$ 25,952,983</u>	<u>\$ 6,902,261</u>	<u>\$ 5,523,675</u>	<u>\$ 27,331,569</u>

Future amortization of deferred outflows of resources is as follows:

Year Ending June 30,	Refunding Loss	Pension Related	OPEB Related	Total
2026	\$ 72,221	\$ 13,634,812	\$ 709,891	\$ 14,416,924
2027	72,221	4,469,199	421,840	4,963,260
2028	72,221	2,595,891	356,128	3,024,240
2029	72,221	1,253,191	254,673	1,580,085
2030	72,221	1,517,947	136,331	1,726,499
Thereafter	755,019	507,753	357,789	1,620,561
Total	<u>\$ 1,116,124</u>	<u>\$ 23,978,793</u>	<u>\$ 2,236,652</u>	<u>\$ 27,331,569</u>

Imperial Unified School District

Notes to the Financial Statements, Continued
For the Year Ended June 30, 2025

T. Deferred Inflows of Resources

In accordance with GASB Statement No. 68 & 71, items as outlined in the GASB pronouncement have been recorded as deferred inflows of resources.

In accordance with GASB Statement No. 75, the District has recorded deferred inflows of resources for OPEB related items as prescribed by the statement.

A summary of the deferred inflows of resources as of June 30, 2025 is as follows:

Description	Beginning Balance	Increases	Decreases	Ending Balance
Pension Related				
CalSTRS	\$ 3,587,036	\$ 1,674,973	\$ 2,499,358	\$ 2,762,651
CalPERS	430,543	20,700	222,409	228,834
OPEB Related	875,462	68,645	161,002	783,105
Total Deferred Inflows of Resources	<u>\$ 4,893,041</u>	<u>\$ 1,764,318</u>	<u>\$ 2,882,769</u>	<u>\$ 3,774,590</u>

Future amortization of deferred inflows is as follows:

Year Ending June 30,	Pension Related	OPEB Related	Total
2026	\$ 3,308,973	\$ 161,002	\$ 3,469,975
2027	(1,508,796)	145,692	(1,363,104)
2028	635,649	135,479	771,128
2029	555,659	135,479	691,138
2030	-	135,479	135,479
Thereafter	-	69,974	69,974
Total	<u>\$ 2,991,485</u>	<u>\$ 783,105</u>	<u>\$ 3,774,590</u>

Imperial Unified School District

Notes to the Financial Statements, Continued
For the Year Ended June 30, 2025

U. Upcoming Accounting Guidance

The Governmental Accounting Standards Board (GASB) issues pronouncements and additional guidance for governmental agencies to establish consistent accounting across all governments in the United States. The following table represents items that have been issued by GASB that will become effective in future periods:

Description	Date Issued	Year Effective
GASB Statement No. 103 <i>Financial Reporting Model Improvements</i>	Apr-24	2025-26
GASB Statement No. 104 <i>Disclosure of Certain Capital Assets</i>	Sep-24	2025-26
GASB Implementation Guide No. 2025-1 <i>Implementation Guidance Update 2025</i> (Except Question 4.16)	Jun-25	2025-26

The effects of the upcoming guidance and pronouncements on the District's financial statements has not yet been determined.

Required Supplementary Information

Imperial Unified School District

Budgetary Comparison Schedule – General Fund

For the Year Ended June 30, 2025

	Budgeted Amounts		Variance Original to Final Budget Positive/ (Negative)		Variance Actual to Final Budget Positive/ (Negative)
	Original	Final		Actual	
Revenues					
LCFF Sources					
State Apportionment	\$ 35,300,250	\$ 41,413,919	\$ 6,113,669	\$ 34,841,303	\$ (6,572,616)
Education Protection Account	15,979,370	9,343,536	(6,635,834)	16,478,281	7,134,745
Property Taxes	7,130,318	9,397,349	2,267,031	8,870,821	(526,528)
Federal Revenue	2,122,156	2,803,244	681,088	2,859,188	55,944
Other State Revenue	8,953,383	9,805,047	851,664	13,899,849	4,094,802
Interest Income	545,000	980,000	435,000	1,025,821	45,821
Fair Market Value Adjustment	-	-	-	483,436	483,436
Other Local Revenue	3,047,464	3,810,632	763,168	3,777,539	(33,093)
Total Revenues	73,077,941	77,553,727	4,475,786	82,236,238	4,682,511
Expenditures					
Current Expenditures:					
Certificated Salaries	33,319,631	33,540,203	(220,572)	33,695,759	(155,556)
Classified Salaries	13,062,391	13,564,675	(502,284)	13,194,968	369,707
Employee Benefits	19,764,412	20,520,324	(755,912)	20,486,893	33,431
Books and Supplies	3,087,629	4,557,101	(1,469,472)	3,082,116	1,474,985
Services and Other Operating	6,337,265	7,898,953	(1,561,688)	7,466,815	432,138
Other Outgo	106,989	185,241	(78,252)	178,555	6,686
Direct Support/Indirect Costs	-	-	-	(96,959)	96,959
Capital Outlay	739,550	1,832,972	(1,093,422)	4,925,877	(3,092,905)
Debt Service:					
Principal	83,000	83,000	-	118,506	(35,506)
Interest	-	-	-	16,611	(16,611)
Total Expenditures	76,500,867	82,182,469	(5,681,602)	83,069,141	(886,672)
Excess (Deficiency) of Revenues Over Expenditures					
	(3,422,926)	(4,628,742)	(1,205,816)	(832,903)	3,795,839
Other Financing Sources (Uses)					
Proceeds from Leases and Subscriptions	-	-	-	35,006	35,006
Transfers In	83,000	-	(83,000)	32,000	32,000
Total Other Financing Sources (Uses)	83,000	-	(83,000)	67,006	67,006
Net Change in Fund Balance	(3,339,926)	(4,628,742)	(1,288,816)	(765,897)	3,862,845
Fund Balance - Beginning of Year	30,547,368	30,547,368	-	30,547,368	-
Fund Balance - End of Year	\$ 27,207,442	\$ 25,918,626	\$ (1,288,816)	\$ 29,781,471	\$ 3,862,845

See Accompanying Notes to Required Supplementary Information

Imperial Unified School District

Schedule of the District's Proportionate Share of the Net Pension Liability - CalSTRS

Last Ten Fiscal Years*

	Fiscal Year									
	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
District's proportion of the net pension liability (asset)	0.0457%	0.0429%	0.0369%	0.0385%	0.0350%	0.0384%	0.0378%	0.0359%	0.0359%	0.0336%
District's proportionate share of the net pension liability (asset)	\$ 30,681,759	\$ 32,702,650	\$ 25,647,176	\$ 17,527,558	\$ 33,942,395	\$ 34,703,628	\$ 34,716,949	\$ 33,197,634	\$ 29,071,586	\$ 22,591,598
State's proportionate share of the net pension liability (asset) associated with the District	14,076,547	15,665,495	15,641,928	12,995,950	24,128,230	19,635,042	19,386,634	20,074,687	17,241,446	13,842,470
Total	<u>\$ 44,758,306</u>	<u>\$ 48,368,145</u>	<u>\$ 41,289,104</u>	<u>\$ 30,523,508</u>	<u>\$ 58,070,625</u>	<u>\$ 54,338,670</u>	<u>\$ 54,103,583</u>	<u>\$ 53,272,321</u>	<u>\$ 46,313,032</u>	<u>\$ 36,434,068</u>
District's covered payroll*	30,008,414	25,816,518	23,724,368	22,630,508	21,561,713	20,060,617	18,979,706	18,979,706	17,858,042	15,507,108
District's proportionate share of the net pension liability (asset) as a percentage of its covered payroll	102.24%	126.67%	108.10%	77.45%	157.42%	172.99%	182.92%	174.91%	162.79%	145.69%
Plan fiduciary net position as a percentage of the total pension liability	83.55%	80.62%	81.20%	87.21%	71.82%	72.56%	70.99%	69.46%	70.04%	74.02%

*Covered payroll on this schedule is based on measurement date, as such covered payroll represented for each fiscal year is the covered payroll from the prior year as identified on the schedule of contributions.

Imperial Unified School District

Schedule of the District's Contributions - CalSTRS

Last Ten Fiscal Years*

	Fiscal Year									
	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Contractually required contribution	\$ 6,049,151	\$ 5,731,607	\$ 4,930,955	\$ 4,014,163	\$ 3,654,827	\$ 3,687,053	\$ 3,362,294	\$ 2,894,747	\$ 2,387,747	\$ 1,916,168
Contributions in relation to the contractually required contribution	(6,049,151)	(5,731,607)	(4,930,955)	(4,014,163)	(3,654,827)	(3,687,053)	(3,362,294)	(2,894,747)	(2,387,747)	(1,916,168)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
District's covered payroll*	\$ 31,670,948	\$ 30,008,414	\$ 25,816,518	\$ 23,724,368	\$ 22,630,508	\$ 21,561,713	\$ 20,652,912	\$ 20,060,617	\$ 18,979,706	\$ 17,858,042
Contributions as a percentage of covered payroll	19.10%	19.10%	19.10%	16.92%	16.15%	17.10%	16.28%	14.43%	12.58%	10.73%

*Covered payroll on this schedule is based on the fiscal year.

Imperial Unified School District

Schedule of the District's Proportionate Share of the Net Pension Liability – CalPERS

Last Ten Fiscal Years*

	Fiscal Year									
	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
District's proportion of the net pension liability (asset)	0.0603%	0.0564%	0.0567%	0.0534%	0.0513%	0.0508%	0.0493%	0.0500%	0.0502%	0.0475%
District's proportionate share of the net pension liability (asset)	\$ 21,540,489	\$ 20,400,606	\$ 19,526,468	\$ 10,848,419	\$ 15,738,577	\$ 14,811,109	\$ 13,138,533	\$ 11,938,946	\$ 9,918,654	\$ 7,004,791
District's covered payroll*	\$ 11,887,961	\$ 9,756,121	\$ 8,810,912	\$ 7,660,319	\$ 7,454,799	\$ 7,112,153	\$ 6,570,272	\$ 6,423,322	\$ 6,081,581	\$ 5,284,758
District's proportionate share of the net pension liability (asset) as a percentage of its covered payroll	181.20%	209.11%	221.62%	141.62%	211.12%	208.25%	199.97%	185.87%	163.09%	132.55%
Plan fiduciary net position as a percentage of the total pension liability	72.29%	69.96%	69.76%	80.97%	70.00%	70.05%	70.85%	71.87%	73.90%	79.43%

*Covered payroll on this schedule is based on measurement date, as such covered payroll represented for each fiscal year is the covered payroll from the prior year as identified on the schedule of contributions.

Imperial Unified School District

Schedule of the District's Contributions - CalPERS

Last Ten Fiscal Years*

	Fiscal Year									
	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Contractually required contribution	\$ 3,647,281	\$ 3,171,708	\$ 2,475,128	\$ 2,018,580	\$ 1,585,686	\$ 1,470,161	\$ 1,284,597	\$ 1,020,429	\$ 892,071	\$ 720,485
Contributions in relation to the contractually required contribution	(3,647,281)	(3,171,708)	(2,475,128)	(2,018,580)	(1,585,686)	(1,470,161)	(1,284,597)	(1,020,429)	(892,071)	(720,485)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
District's covered payroll*	\$ 13,483,479	\$ 11,887,961	\$ 9,756,121	\$ 8,810,912	\$ 7,660,319	\$ 7,454,799	\$ 7,112,153	\$ 6,570,272	\$ 6,423,322	\$ 6,081,581
Contributions as a percentage of covered payroll	27.050%	26.680%	25.370%	22.910%	20.700%	19.721%	18.062%	15.531%	13.888%	11.847%

*Covered payroll on this schedule is based on the fiscal year.

Imperial Unified School District

Schedule of Changes in the District's Net OPEB Liability and Related Ratios – IUSD Retiree Health Plan

Last Ten Fiscal Years*

	Fiscal Year									
	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Total OPEB liability:										
Service cost	\$ 598,993	\$ 429,950	\$ 414,116	\$ 360,657	\$ 325,938	\$ 284,814	\$ 289,457	\$ 281,027	N/A	N/A
Interest	348,271	278,604	161,523	169,145	198,305	182,766	151,532	147,232	N/A	N/A
Experience differences	-	827,866	-	877,884	-	754,841	-	-	N/A	N/A
Changes of assumptions	(68,645)	156,066	(1,072,681)	419,254	366,494	362,182	(214,397)	-	N/A	N/A
Benefit payments	(411,526)	(367,424)	(396,428)	(346,579)	(367,110)	(310,755)	(297,539)	(284,264)	N/A	N/A
Net change in total OPEB liability	467,093	1,325,062	(893,470)	1,480,361	523,627	1,273,848	(70,947)	143,995	N/A	N/A
Total OPEB liability - beginning**	8,627,397	7,302,335	8,195,805	6,715,444	6,191,817	4,917,969	4,988,916	4,844,921	N/A	N/A
Total OPEB liability - ending	<u>\$ 9,094,490</u>	<u>\$ 8,627,397</u>	<u>\$ 7,302,335</u>	<u>\$ 8,195,805</u>	<u>\$ 6,715,444</u>	<u>\$ 6,191,817</u>	<u>\$ 4,917,969</u>	<u>\$ 4,988,916</u>	<u>N/A</u>	<u>N/A</u>
Covered payroll	63,810,264	N/A	34,856,733	30,998,193	30,077,961	30,077,961	27,527,249	\$ 25,351,262	N/A	N/A
Net OPEB liability as a percentage of covered payroll	14.25%	N/A	20.95%	26.44%	22.33%	20.59%	17.87%	19.68%	N/A	N/A

Covered payroll not provided in June 30, 2024 measurement date valuation.

*This is a 10-year schedule. However, the information in this schedule is not required to be presented retroactively. Years will be added to this schedule in future fiscal years until 10 years of information is available.

Imperial Unified School District

Notes to Required Supplementary Information
For the Year Ended June 30, 2025

A. Excess of Expenditures Over Appropriations

As of June 30, 2025, the District's expenditures which exceeded appropriations in the following categories:

<u>Appropriations Category</u>	<u>Excess Expenditures</u>	<u>Reason for Excess Expenditures</u>
General Fund:		
Certificated Salaries	\$ 155,556	The District underestimated the cost of certificated salaries.
Capital Outlay	3,092,905	The District underestimated the amount of capital outlay expenditures they would have in budgeting.
Debt Service: Principal	\$ 52,117	The District did not budget for SBITA payments from GASB 96.

Amounts in excess of appropriations were not considered a violation of any laws, regulations, contracts or grant agreements and did not have a direct or material effect on the financial statements.

Imperial Unified School District

Notes to Required Supplementary Information, Continued

For the Year Ended June 30, 2025

B. Schedule of District's Proportionate Share – CalSTRS

1. Benefit Changes: Changes in benefits reflect changes enacted by law for benefits offered and eligibility criteria.
2. Changes in Assumptions: Assumptions used in determining the total pension liability of the CalSTRS Plan changed due to actuarial experience studies performed by CalSTRS.

C. Schedule of District's Contributions – CalSTRS

The total pension liability for California State Teachers' Retirement System (CalSTRS) for measurement date June 30, 2024, was determined with a valuation completed June 30, 2023. In determining the total pension liability, the financial reporting actuarial valuation used the following actuarial methods and assumptions:

Reporting Period	June 30, 2016	June 30, 2017	June 30, 2018	June 30, 2019	June 30, 2020
Measurement Date	6/30/2015	6/30/2016	6/30/2017	6/30/2018	6/30/2019
Valuation Date	6/30/2014	6/30/2015	6/30/2016	6/30/2017	6/30/2018
Experience Study	2006 - 2010	2006 - 2010	2010 - 2015	2010 - 2015	2010 - 2015
Actuarial Cost Method	Entry Age Normal	Entry Age Normal	Entry Age Normal	Entry Age Normal	Entry Age Normal
Investment Rate of Return ⁽¹⁾	7.60%	7.60%	7.10%	7.10%	7.10%
Consumer Price Inflation	3.00%	3.00%	2.75%	2.75%	2.75%
Wage Growth (Average)	3.75%	3.75%	3.50%	3.50%	3.50%
Post-Retirement Benefit Increases	2.00% Simple	2.00% Simple	2.00% Simple	2.00% Simple	2.00% Simple

Reporting Period	June 30, 2021	June 30, 2022	June 30, 2023	June 30, 2024	June 30, 2025
Measurement Date	6/30/2020	6/30/2021	6/30/2022	6/30/2023	6/30/2024
Valuation Date	6/30/2019	6/30/2020	6/30/2021	6/30/2022	6/30/2023
Experience Study	2010 - 2015	2015 - 2018	2015 - 2018	2015 - 2018	2007 - 2022
Actuarial Cost Method	Entry Age Normal	Entry Age Normal	Entry Age Normal	Entry Age Normal	Entry Age Normal
Investment Rate of Return ⁽¹⁾	7.10%	7.10%	7.10%	7.10%	7.10%
Consumer Price Inflation	2.75%	2.75%	2.75%	2.75%	2.75%
Wage Growth (Average)	3.50%	3.50%	3.50%	3.50%	3.50%
Post-Retirement Benefit Increases	2.00% Simple	2.00% Simple	2.00% Simple	2.00% Simple	2.00% Simple

(1) – Net of investment expenses but gross of administrative expenses.

CalSTRS uses a generational mortality assumption, which involves the use of base mortality table and projection scales to reflect expected annual reductions in mortality rates at each age, resulting in increases in life expectancies each year into the future. The base mortality tables are CalSTRS custom tables derived to best fit the patterns of mortality among CalSTRS members. The projection scale was set equal to 110% of the ultimate improvement factor from the Mortality Improvement Scale (MP-2019) table issued by the Society of Actuaries.

Additional information can be obtained by reviewing the CalSTRS Actuarial Experience Study on the CalSTRS website.

Imperial Unified School District

Notes to Required Supplementary Information, Continued

For the Year Ended June 30, 2025

D. Schedule of District's Proportionate Share – CalPERS

1. Benefit Changes: Changes in benefits reflect changes enacted by law for benefits offered and eligibility criteria.
2. Changes in Assumptions: Assumptions used in determining the total pension liability of the CalPERS Plan changed due to actuarial experience studies performed by CalPERS.

E. Schedule of District's Contributions – CalPERS

The total pension liability for California Public Employees Retirement System – School Pool (CalPERS) for measurement date June 30, 2024, was determined with a valuation completed June 30, 2023. In determining the total pension liability, the financial reporting actuarial valuation used the following actuarial methods and assumptions:

Reporting Period	June 30, 2016	June 30, 2017	June 30, 2018	June 30, 2019	June 30, 2020
Measurement Date	6/30/2015	6/30/2016	6/30/2017	6/30/2018	6/30/2019
Valuation Date	6/30/2014	6/30/2015	6/30/2016	6/30/2017	6/30/2018
Experience Study	1997 - 2011	1997 - 2011	1997 - 2011	1997 - 2015	1997 - 2015
Actuarial Cost Method	Entry Age Normal	Entry Age Normal	Entry Age Normal	Entry Age Normal	Entry Age Normal
Investment Rate of Return ⁽¹⁾	7.65%	7.65%	7.15%	7.15%	7.15%
Consumer Price Inflation	2.75%	2.75%	2.75%	2.50%	2.50%
Wage Growth (Average)	3.00%	3.00%	3.00%	3.00%	3.00%
Post-Retirement Benefit Increases	2.00% Simple	2.00% Simple	2.00% Simple	2.00% Simple	2.00% Simple

Reporting Period	June 30, 2021	June 30, 2022	June 30, 2023	June 30, 2024	June 30, 2025
Measurement Date	6/30/2020	6/30/2021	6/30/2022	6/30/2023	6/30/2024
Valuation Date	6/30/2019	6/30/2020	6/30/2021	6/30/2022	6/30/2023
Experience Study	1997 - 2015	1997 - 2015	2000 - 2019	2000 - 2019	2000 - 2019
Actuarial Cost Method	Entry Age Normal	Entry Age Normal	Entry Age Normal	Entry Age Normal	Entry Age Normal
Investment Rate of Return ⁽¹⁾	7.15%	7.15%	6.90%	6.90%	6.90%
Consumer Price Inflation	2.50%	2.50%	2.50%	2.50%	2.30%
Wage Growth (Average)	2.75%	2.75%	2.75%	2.75%	Varies by Age
Post-Retirement Benefit Increases	2.00% Simple	2.00% Simple	2.00% Simple	2.00% Simple	2.00 - 2.30%

The mortality table used was developed based on CalPERS specific data. The table includes 20 years of mortality improvements using Society of Actuaries Scale BB. For more details on this table please refer to the December 2021 experience study report (based on demographic data from 2000 to 2019) available on the CalPERS website.

Imperial Unified School District

Notes to Required Supplementary Information, Continued

For the Year Ended June 30, 2025

F. Schedule of Changes in the District's Net OPEB Liability and Related Ratios

- 1) Benefit Changes: There were no benefit changes during the 2024-25 fiscal year.
- 2) Changes in Assumptions: Changes in assumptions reflect changes due to experience studies and updates to discount rates annually.
- 3) The following are the discount rates used for each period:

<u>Year</u>	<u>Discount Rate</u>
2018	3.13%
2019	3.62%
2020	3.13%
2021	2.45%
2022	1.92%
2023	3.69%
2024	3.86%
2025	3.97%

Additional information can be obtained by requesting a copy of the OPEB valuation from the District.

Combining Statements as Supplementary Information

Imperial Unified School District

Combining Balance Sheet – Nonmajor Governmental Funds

June 30, 2025

	Nonmajor Special Revenue Funds			Nonmajor Capital Projects Funds			Nonmajor Debt Service Fund	Total Nonmajor Governmental Funds
	Associated Student Body Fund	Adult Education Fund	Cafeteria Fund	Building Fund	Capital Facilities Fund	County School Facilities Fund	Bond Interest & Redemption Fund	
Assets								
Cash and Cash Equivalents	\$ 435,016	\$ 25,851	\$ 2,180,243	\$ -	\$ 1,206,857	\$ -	\$ 2,425,210	\$ 6,273,177
Accounts Receivable	-	45,738	572,731	1,051	8,117	16	19,785	647,438
Due From Other Funds			770		1,067			1,837
Stores Inventories	-	-	139,751	-	-	-	-	139,751
Total Assets	<u>\$ 435,016</u>	<u>\$ 71,589</u>	<u>\$ 2,893,495</u>	<u>\$ 1,051</u>	<u>\$ 1,216,041</u>	<u>\$ 16</u>	<u>\$ 2,444,995</u>	<u>\$ 7,062,203</u>
Liabilities and Fund Balance:								
Liabilities:								
Accounts Payable	\$ -	\$ 13,990	\$ 14,570	\$ -	\$ 59,363	\$ -	\$ -	\$ 87,923
Due To Other Funds	-	2,263	95,081	1,051	-	16	-	98,411
Total Liabilities	<u>-</u>	<u>16,253</u>	<u>109,651</u>	<u>1,051</u>	<u>59,363</u>	<u>16</u>	<u>-</u>	<u>186,334</u>
Fund Balance:								
Nonspendable	-	-	139,751	-	-	-	-	139,751
Restricted	435,016	55,336	2,644,093	-	1,156,678	-	2,444,995	6,736,118
Total Fund Balance	<u>435,016</u>	<u>55,336</u>	<u>2,783,844</u>	<u>-</u>	<u>1,156,678</u>	<u>-</u>	<u>2,444,995</u>	<u>6,875,869</u>
Total Liabilities and Fund Balances	<u>\$ 435,016</u>	<u>\$ 71,589</u>	<u>\$ 2,893,495</u>	<u>\$ 1,051</u>	<u>\$ 1,216,041</u>	<u>\$ 16</u>	<u>\$ 2,444,995</u>	<u>\$ 7,062,203</u>

Imperial Unified School District

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor Governmental Funds For the Year Ended June 30, 2025

	Nonmajor Special Revenue Funds			Nonmajor Capital Projects Funds			Nonmajor Debt Service Fund	
	Associated Student Body Fund	Adult Education Fund	Cafeteria Fund	Building Fund	Capital Facilities Fund	County School Facilities Fund	Special Reserve Fund for Capital Outlay	Bond Interest & Redemption Fund
								Total
Revenues								
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		\$ 2,659,717
Federal Revenue	-	44,373	2,353,576	-	-	-		-
Other State Revenue	-	105,850	1,714,091	-	-	-		-
Interest and Investment Earnings/(Losses)	2	6,359	79,848	61,985	180,817	665		50,149
Other Local Revenue	663,763	-	24,843	-	1,089,237	-		-
Total Revenues	<u>\$ 663,765</u>	<u>\$ 156,582</u>	<u>\$ 4,172,358</u>	<u>\$ 61,985</u>	<u>\$ 1,270,054</u>	<u>\$ 665</u>		<u>\$ 2,709,866</u>
Expenditures								
Current Expenditures:								
Instruction	-	180,114	-	-	-	-		-
Instruction - Related Services	-	63,267	-	-	-	-		-
Pupil Services	-	-	3,433,401	-	-	-		-
Ancillary Services	544,559	-	-	-	-	-		-
General Administration	-	2,263	94,696	-	-	-		-
Plant Services	-	-	-	6,400	129,491	-		-
Capital Outlay	-	-	45,264	1,826,547	4,531,987	17,606		-
Debt Service:								
Principal	-	-	-	-	-	-		936,606
Interest	-	-	-	-	-	-		1,814,008
Total Expenditures	<u>544,559</u>	<u>245,644</u>	<u>3,573,361</u>	<u>1,832,947</u>	<u>4,661,478</u>	<u>17,606</u>		<u>2,750,614</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>119,206</u>	<u>(89,062)</u>	<u>598,997</u>	<u>(1,770,962)</u>	<u>(3,391,424)</u>	<u>(16,941)</u>		<u>(40,748)</u>
Other Financing Sources (Uses):								
Other Sources	-	-	-	-	-	-		-
Transfers Out	-	-	-	-	(32,000)	-		-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(32,000)</u>	<u>-</u>		<u>(32,000)</u>
Net Change in Fund Balance	119,206	(89,062)	598,997	(1,770,962)	(3,423,424)	(16,941)		(40,748)
Fund Balance - 7/1/2024, as previously stated	315,810	144,398	2,184,847	1,770,962	4,580,102	16,941	1,127,784	2,485,743
Change with financial reporting entity (major to nonmajor)	-	-	-	-	-	-	(1,127,784)	-
Fund Balance - 7/1/2024, as restated	<u>315,810</u>	<u>144,398</u>	<u>2,184,847</u>	<u>1,770,962</u>	<u>4,580,102</u>	<u>16,941</u>	<u>-</u>	<u>2,485,743</u>
Fund Balance, End of Year	<u>\$ 435,016</u>	<u>\$ 55,336</u>	<u>\$ 2,783,844</u>	<u>\$ -</u>	<u>\$ 1,156,678</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,444,995</u>

Other Supplementary Information

Imperial Unified School District

Schedule of Average Daily Attendance

For the Year Ended June 30, 2025

	Second Period Report		Annual Report	
	Original 99705981	Revised	Original 714D34BE	Revised
TK/K-3				
Regular ADA	1,432.19	N/A	1,432.40	N/A
Extended Year Special Education	2.54	N/A	2.54	N/A
Total TK/K-3	1,434.73	N/A	1,434.94	N/A
Grades 4-6				
Regular ADA	1,020.31	N/A	1,020.53	N/A
Extended Year Special Education	0.87	N/A	0.87	N/A
Total Grades 4-6	1,021.18	N/A	1,021.40	N/A
Grades 7-8				
Regular ADA	711.11	N/A	710.28	N/A
Extended Year Special Education	0.63	N/A	0.63	N/A
Total Grades 7-8	711.74	N/A	710.91	N/A
Grades 9-12				
Regular ADA	1,381.88	N/A	1,378.34	N/A
Extended Year Special Education	1.31	N/A	1.31	N/A
Total Grades 9-12	1,383.19	N/A	1,379.65	N/A
Total ADA	4,550.84	N/A	4,546.90	N/A

N/A – There were no attendance findings which caused a revision to the District’s average daily attendance.

Average daily attendance is a measurement of the number of pupils attending classes of the District. The purpose of attendance accounting from a fiscal standpoint is to provide the basis on which apportionments of state funds are made to school districts and charter schools. This schedule provides information regarding the attendance of students by grade span and adjustments to the attendance as a result of an audit finding when applicable.

Imperial Unified School District

Schedule of Instructional Time

For the Year Ended June 30, 2025

Grade Level	Annual Minutes Requirement	Actual Minutes Offered	J-13A Minutes	Total Minutes	Number of Actual Days Offered (Traditional)	J-13A Days	Total Instructional Days	Status
Transitional Kindergarten	36,000	47,580	0	47,580	180	0	180	Complied
Kindergarten	36,000	47,580	0	47,580	180	0	180	Complied
1st Grade	50,400	53,250	0	53,250	180	0	180	Complied
2nd Grade	50,400	53,250	0	53,250	180	0	180	Complied
3rd Grade	50,400	53,250	0	53,250	180	0	180	Complied
4th Grade	54,000	54,630	0	54,630	180	0	180	Complied
5th Grade	54,000	54,780	0	54,780	180	0	180	Complied
6th Grade	54,000	66,650	0	66,650	180	0	180	Complied
7th Grade	54,000	66,650	0	66,650	180	0	180	Complied
8th Grade	54,000	66,650	0	66,650	180	0	180	Complied
9th Grade	64,800	65,610	0	65,610	180	0	180	Complied
10th Grade	64,800	65,610	0	65,610	180	0	180	Complied
11th Grade	64,800	65,610	0	65,610	180	0	180	Complied
12th Grade	64,800	65,610	0	65,610	180	0	180	Complied

Imperial Unified School District
Schedule of Instructional Time, Continued
For the Year Ended June 30, 2025

This schedule provides the information necessary to determine if the District has complied with Article 8 (commencing with Section 46200) of Chapter 2 of Part 26 of the Education Code. The requirements are as follows:

- 1) EC §46207: As a condition of apportionment the following annual instructional minutes must be offered:
 - To pupils in Kindergarten 36,000 minutes
 - To pupils in grades 1 to 3 50,400 minutes
 - To pupils in grades 4 to 8 54,000 minutes
 - To pupils in grades 9 to 12 64,800 minutes

- 2) EC §46208: As a condition of apportionment 180 school days must be offered for traditional calendars. In order to qualify as a school day the following minimum daily minutes must be met:
 - EC §46112: Grades 1 to 3 230 minutes
 - EC §46113: Grades 4 to 8 240 minutes
 - EC §46114: Kindergarten 180 minutes
 - EC §46141: Grades 9 to 12 240 minutes

The District did not request a J-13A waiver during the 2024-25 fiscal year.

Imperial Unified School District
Schedule of Financial Trends & Analysis
For the Year Ended June 30, 2025

General Fund	Budget 2026 (See Note 1)	2025	2024 (See Note 1)	2023 (See Note 1)
Revenues and Other Financing Sources	\$ 82,745,061	\$ 82,303,244	\$ 76,777,113	\$ 61,314,761
Expenditures and Other Financing Uses	88,024,867	83,069,141	65,437,736	57,864,926
Net Change in Fund Balance	(5,279,806)	(765,897)	11,339,377	3,449,835
Ending Fund Balance	<u>\$ 23,549,010</u>	<u>\$ 28,828,816</u>	<u>\$ 29,594,713</u>	<u>\$ 18,255,336</u>
Available Reserves (See Note 2)	<u>\$ 9,672,176</u>	<u>\$ 14,917,207</u>	<u>\$ 10,576,232</u>	<u>\$ 14,477,066</u>
Available Reserves as a Percentage of Total Outgo	<u>10.99%</u>	<u>17.96%</u>	<u>16.16%</u>	<u>25.02%</u>
Long Term Debt (See Note 3)	<u>\$ 51,343,514</u>	<u>\$ 52,593,907</u>	<u>\$ 53,851,340</u>	<u>\$ 54,406,661</u>
Average Daily Attendance at P2	<u>4,589</u>	<u>4,431</u>	<u>4,263</u>	<u>3,929</u>

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

The general fund balance has increased by \$10,573,480 (57.92%) over the past two years. The fiscal year 2025-26 budget projects a decrease of \$5,279,806 (18.314%). For a district of this size, the State recommends available reserves of 3% of total general fund expenditures and other financing uses (total outgo).

Total long-term debt has decreased by \$1,812,754 (3.332%) over the past two years.

Average daily attendance (ADA) has increased by 502 over the past two years.

Imperial Unified School District
Schedule of Financial Trends & Analysis, Continued
For the Year Ended June 30, 2025

Notes:

1. AU-C §725.05 requires the following conditions be met to provide an opinion on whether supplementary information is fairly stated, in all material respects, in relation to the financial statements as a whole:
 - a) The supplementary information was derived from, and relates directly to, the underlying accounting and other records used to prepare the financial statements.
 - b) The supplementary information relates to the same period as the financial statements.
 - c) The auditor issued an audit report on the financial statements that contained neither an adverse opinion nor a disclaimer of opinion.
 - d) The supplementary information will accompany the audited financial statements or such audited financial statements will be made readily available by the District.

Three of the above columns are not related to the same period as the financial statements and as such we do not provide an opinion on whether the supplementary information is fairly stated, in all material respects, in relation to the financial statements as a whole. Additionally, the analysis presented utilizes information from periods outside the period of the financial statements and as such we do not provide an opinion on whether the analysis is fairly stated, in all material respects, to the financial statements as a whole. The information has been presented for analysis only and has not been audited.

2. Available reserves consist of all unassigned fund balances contained within the general fund .
3. Long term debt consists of general obligation bonds, leases payable, and subscription liabilities.

Imperial Unified School District

Reconciliation of Annual Financial and Budget Report with Audited Financial Statements

June 30, 2025

No differences between unaudited actuals and audit report as of June 30, 2025.

This schedule provides the information necessary to reconcile the fund balances of all funds as reported on the SACS Annual Financial and Budget Report with the audited financial statements. Funds that required no adjustment are not presented.

Imperial Unified School District

Schedule of Charter Schools

For the Year Ended June 30, 2025

As of June 30, 2025, the District has not sponsored any charter schools.

This schedule is provided to list 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.

Imperial Unified School District
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2025

Federal Grantor/Pass Through Grantor/ Program or Cluster Title	Federal AL Number	Pass-Through Entity Identifying Number	Subrecipient Expenditures	Total Federal Expenditures
CHILD NUTRITION CLUSTER:				
<u>U.S. Department of Agriculture</u>				
Passed through California Department of Education				
National School Lunch Program	10.555	13396	\$ -	\$ 2,177,085
Noncash Commodities	10.555	13396	-	176,491
Total Child Nutrition Cluster			-	2,353,576
SPECIAL EDUCATION (IDEA) CLUSTER:				
<u>U.S. Department of Education</u>				
Passed through California Department of Education				
IDEA Basic Local Assistance	84.027	13379	-	989,733
IDEA Local Assistance, Private Schools	84.027	10115	-	5,973
IDEA Mental Health	84.027	15197	-	22,590
Total Special Education (IDEA) Cluster			-	1,018,296
OTHER PROGRAMS:				
<u>U.S. Department of Education</u>				
Passed through California Department of Education				
Adult Education Basic	84.002	14508	-	30,543
Adult Education Secondary	84.002	13978	-	13,829
Subtotal Adult Education Program			-	44,372
ESSA Title I Basic	84.010	14329	-	743,693
ESSA Title I School Improvement	84.010	15438	-	183,354
Subtotal ESSA Title I Program			-	927,047
Title III Immigrant Education	84.365	15146	-	5,889
Title III English Learner Program	84.365	14346	-	357,450
Subtotal Title III Program			-	363,339
COVID-19: Homeless Children & Youth II	84.425	15566	-	180
Subtotal COVID-19 Program			-	180
Migrant Education	84.011	14838	-	16,165
Carl Perkins Vocational Education	84.048	14894	-	47,420
Title II Supporting Effective Instruction	84.367	14341	-	126,657
Title IV Student Support Academic Enrichment	84.424	15396	-	82,128
TOTAL EXPENDITURES OF FEDERAL AWARDS			\$ -	\$ 4,979,180

See Accompanying Notes to Schedule of Expenditures of Federal Awards

Imperial Unified School District

Notes to the Schedule of Expenditures of Federal Awards For the Year Ended June 30, 2025

Basis of Presentation

The accompanying schedule of expenditures of federal awards includes the federal grant activity of the District and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with requirements of 2 CFR §200.502 *Basis for Determining Federal Awards Expended* and 2CFR §200.510(b) *Schedule of Expenditures of Federal Awards*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the financial statements.

Summary of Significant Accounting Policies

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

Indirect Cost Rate

Indirect costs were calculated in accordance with 2 CFR §200.412 *Direct and Indirect Costs*. The District used an indirect cost rate of 7.26% based on the rate approved by the California Department of Education for each program which did not have a pre-defined allowable indirect cost rate. The District did not elect to use the 10% de minimis cost rate as covered in 2 CFR §200.414 *Indirect Costs*. The following programs utilized a lower indirect cost rate based on program restrictions or other factors determined by the District:

<u>Program</u>	<u>AL#</u>	<u>Indirect Cost Rate</u>
Title I	84.010	7.01%
Title II Supporting Effective Instruction	84.367	6.97%
Title III English Learner Student Program	84.365	4.05%

Schoolwide Program

The District operates “schoolwide programs” at all school sites. Using federal funding, schoolwide programs are designed to upgrade an entire educational program within a school for all students, rather than limiting services to certain targeted students. The following federal program amounts were expended by the District in it’s schoolwide programs:

<u>Program</u>	<u>AL #</u>	<u>Amount Expended</u>
Title I	84.010	\$ 927,047

Imperial Unified School District

Notes to the Schedule of Expenditures of Federal Awards, Continued
For the Year Ended June 30, 2025

Reconciliation of Revenues

The District is permitted to bill for Medi-Cal administrative activities and services provided as a Provider Type 55 (LEA Provider) which under the provisions of 2CFR §200.330 distinguishes the District as a contractor rather than a subrecipient of the federal funds. As such, the program has not been included in the schedule of expenditures of federal awards.

The following schedule provides a reconciliation between revenues reported on the Statement of Revenues, Expenditures and Changes in Fund Balance and the related expenditures reported on the Schedule of Expenditures of Federal Awards:

Total Federal Revenues on Statement of Revenues, Expenditures, and Changes in Fund Balance	\$ 5,257,137
Less: Amounts representing Medi-Cal	<u>(277,957)</u>
Total Federal Expenditures on Schedule of Expenditures of Federal Awards	<u>\$ 4,979,180</u>

Other Information

Imperial Unified School District

Local Education Agency Organization Structure

June 30, 2025

The Imperial Unified School District was established in 1902 and encompasses approximately 547 square miles located in and around the city of Imperial. There were no changes in the boundaries of the District during the current year. The District is currently operating three elementary schools, one middle school, one high school, and one continuation school.

GOVERNING BOARD

Name	Office	Term and Term Expiration
Elvira Hernandez	President	Four Year Term Expires November 2026
Daniel Yee	Clerk	Four Year Term Expires December 2026
Jill Tucker	Member	Four Year Term Expires December 2026
Geoff Holbrook	Member	Four Year Term Expires December 2028
Gabby Olguin-Nixon	Member	Four Year Term Expires December 2028

ADMINISTRATION

Bryan Thomason
District Superintendent
Secretary to the Board of Trustees

Gina Hendrix
Associate Superintendent
Administrative Services

Summer Heraz
Associate Superintendent
Educational Services

Other Independent Auditors' Reports

Independent Auditor's Report on Internal Control Over Financial Reporting
and on Compliance and Other Matters Based on an Audit of Financial
Statements Performed in Accordance with *Government Auditing Standards*

To the Board of Education
Imperial Unified School District

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Imperial 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 February 19, 2026.

Report on Internal Control over Financial Reporting

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

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

Our consideration of internal control 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 or significant deficiencies. 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 entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



El Cajon, California

February 19, 2026

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

To the Board of Education
Imperial Unified School District

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the Imperial 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 types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2025.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 *US 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.

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 generally accepted auditing standards, *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 generally accepted auditing standards, *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.



El Cajon, California

February 19, 2026

Independent Auditor's Report on State Compliance and on
Internal Control over State Compliance

To the Board of Education
Imperial Unified School District

Report on Compliance for Applicable State Programs

Opinion on Each Applicable State Program

We have audited the Imperial Unified School District's (the District) compliance with the requirements specified in the *2024-25 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*, prescribed in Title 5, *California Code of Regulations*, Section 19810 identified below for the year ended June 30, 2025.

In our opinion, the District complied, in all material respects, with the types of compliance requirements referred to above on each of its applicable state programs for the year ended June 30, 2025.

Basis for Opinion on Each Applicable State Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of *2024-25 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*, prescribed in Title 5, *California Code of Regulations*, Section 19810 (the Audit Guide). Our responsibilities under those standards and the Audit Guide 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 applicable state program. Our audit does not provide a legal determination of the District's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the District's 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 generally accepted auditing standards, *Government Auditing Standards*, and the Audit Guide 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 applicable state program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Audit Guide, 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 state 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 Audit Guide, 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.
- Select and test transactions and records to determine the District's compliance with the state laws and regulations applicable to the following programs:

		Procedures Performed
<u>Local Education Agencies Other than Charter Schools</u>		
A.	Attendance.....	Yes
B.	Teacher Certification and Misassignments.....	Yes
C.	(Reserved).....	N/A
D.	Independent Study.....	No
E.	Continuation Education.....	N/A
F.	Instructional Time.....	Yes
G.	Instructional Materials.....	Yes
H.	Ratio of Administrative Employees to Teachers.....	Yes
I.	Classroom Teacher Salaries.....	Yes
J.	Early Retirement Incentive.....	N/A
K.	Gann Limit Calculation.....	Yes
L.	School Accountability Report Card.....	Yes
M.	Juvenile Court Schools.....	N/A
N.	Middle or Early College High Schools.....	N/A
O.	K-3 Grade Span Adjustment.....	Yes
P.	(Reserved).....	N/A
Q.	Apprenticeship: Related and Supplemental Instruction.....	N/A
R.	Comprehensive School Safety Plan.....	Yes
S.	District of Choice.....	N/A
TT.	Home to School Transportation Reimbursement.....	Yes

School Districts, County Offices of Education, and Charter Schools		Procedures Performed
T.	Proposition 28 Arts & Music in Schools.....	Yes
U.	After/Before School Education and Safety Program.....	Yes
V.	Proper Expenditure of Education Protection Account Funds.....	Yes
W.	Unduplicated Local Control Funding Formula Pupil Counts.....	Yes
X.	Local Control and Accountability Plan.....	Yes
Y.	Independent Study - Course Based.....	N/A
Z.	Immunizations.....	No
AZ.	Educator Effectiveness.....	Yes
BZ.	Expanded Learning Opportunities Grant (ELO-G).....	Yes
CZ.	Career Technical Education Incentive Grant.....	N/A
DZ.	Expanded Learning Opportunities Program (ELO-P).....	Yes
EZ.	Transitional Kindergarten.....	Yes
FZ.	Kindergarten Continuance.....	Yes

N/A – The School District did not offer the program during the current fiscal year or the program applies to a different type of local education agency.

We did not perform procedures for Independent Study because the district wide ADA generated was below the threshold to be tested according to the Audit Guide.

We did not perform procedures for Continuation Education because the district wide ADA generated was below the threshold to be tested according to the Audit Guide.

We did not perform procedures for Immunizations because the school sites for the District did not appear on the California Department of Public Health list of LEAs that are subject to the audit of immunizations.

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 State 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 state 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 state 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 state 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 state compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over state 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 2024-25 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting, prescribed in Title 5, California Code of Regulations, Section 19810. Accordingly, this report is not suitable for any other purpose.



El Cajon, California
February 19, 2026

Auditor's Results, Findings & Recommendations

Imperial Unified School District

Schedule of Auditor's Results

For the Year Ended June 30, 2025

FINANCIAL STATEMENTS

Type of auditor's report issued:

Unmodified

Internal control over financial reporting:

One or more material weakness(es) identified?

Yes No X

One or more significant deficiencies identified that are not considered material weakness(es)?

Yes No X

Noncompliance material to financial statements noted?

Yes No X

FEDERAL AWARDS

Type of auditor's report issued on compliance for major programs:

Unmodified

Internal control over major programs:

One or more material weakness(es) identified?

Yes No X

One or more significant deficiencies identified that are not considered material weakness(es)?

Yes No X

Compliance supplement utilized for single audit

November 2025

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

Yes No X

Identification of major programs:

AL Number(s)	Name of Federal Program or Cluster
84.027	Special Education Cluster
84.010	Title I Program
84.365	Title III Program

Dollar threshold used to distinguish between Type A and Type B programs

\$750,000

Auditee qualified as low-risk auditee?

X Yes No

Imperial Unified School District
Schedule of Auditor’s Results, Continued
For the Year Ended June 30, 2025

STATE AWARDS

Type of auditor's report issued on compliance for state programs:	<u>Unmodified</u>		
Internal control over applicable state programs:			
One or more material weakness(es) identified?	<u> </u> Yes	<u> X </u> No	
One or more significant deficiencies identified that are not considered material weakness(es)?	<u> </u> Yes	<u> X </u> No	
Any audit findings disclosed that are required to be reported in accordance with <i>2024-25 Guide for Annual Audits of California K-12 Local Education Agencies</i> ?			
	<u> </u> Yes	<u> X </u> No	

Imperial Unified School District
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2025

Findings represent significant deficiencies, material weaknesses, and/or instances of noncompliance related to the financial statements that are required to be reported in accordance with *Government Auditing Standards*, Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), or the *2024-25 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*. Finding codes as identified in the *2024-25 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting* are as follows:

Five Digit Code	AB 3627 Finding Type
10000	Attendance
20000	Inventory of Equipment
30000	Internal Control
40000	State Compliance
42000	Charter School Facilities
43000	Apprenticeship: Related and Supplemental Instruction
50000	Federal Compliance
60000	Miscellaneous
61000	Classroom Teacher Salaries
62000	Local Control Accountability Plan
70000	Instructional Materials
71000	Teacher Misassignments
72000	School Accountability Report Card

A. Financial Statement Findings

None

B. Federal Awards

None

C. State Award Findings

None

Imperial Unified School District
Schedule of Prior Year Audit Findings
For the Year Ended June 30, 2025

<u>Finding/Recommendation</u>	<u>Status</u>	<u>Explanation if Not Implemented</u>
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APPENDIX C

GENERAL INFORMATION ABOUT IMPERIAL COUNTY

*The following information concerning Imperial 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 County, the State of California (the “**State**”) or any of its political subdivisions, and neither the County, the State nor any of its political subdivisions is liable therefor.*

General Information

The County is located in the southeast corner of the State. It is bordered on the north by Riverside County, on the west by San Diego County, on the south by Mexico and on the east by the Colorado River, which forms the boundary between the State and Arizona. It covers an area of 4,482 square miles. The County has an average annual rainfall of less than three inches, and three fourths of the area is desert sand and rugged mountains. Parts of the County are below sea level.

The County is one of the state’s major agricultural producers. Farming is done in the Imperial Valley, an approximately one thousand square mile area. An extensive irrigation system has been developed and adequate water is supplied from the Colorado River through the All-American Canal. There is a year-round growing season with a mean monthly temperature ranging from 55 degrees to 90 degrees. The City of El Centro, the largest of three major cities in the Imperial Valley, is the County seat and the principal trading center of the county.

[Remainder of page intentionally left blank.]

Population

The following table lists population estimates for the County for the last five calendar years, as of January 1.

IMPERIAL COUNTY Population Estimates

Area	2021	2022	2023	2024	2025
Brawley	26,760	27,141	27,934	28,710	28,952
Calexico	39,079	38,987	39,022	39,762	40,073
Calipatria	6,406	6,458	6,101	6,387	6,061
El Centro	45,067	44,805	44,799	45,497	46,007
Holtville	5,529	5,605	5,572	5,653	5,685
Imperial	20,850	21,668	21,815	22,422	22,866
Westmoreland	2,026	2,018	2,015	2,076	2,084
Unincorporated	34,779	34,071	34,103	34,487	34,771
Total County ⁽¹⁾	180,496	180,753	181,361	184,994	186,499

(1) Totals may not add due to rounding.

Source: State Department of Finance estimates (as of January 1).

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Employment and Industry

The District is included in the El Centro Metropolitan Statistical Area (“**MSA**”). The unemployment rate in Imperial County was 18.6 percent in January 2026, unchanged from a revised 18.6 percent in December 2025, and above the year-ago estimate of 18.0 percent. This compares with an unadjusted unemployment rate of 5.5 percent for California and 4.7 percent for the nation during the same period.

The table below provides information about employment by industry type for the MSA for calendar years 2020 through 2024.

EL CENTRO METROPOLITAN STATISTICAL AREA (COUNTY OF IMPERIAL) Annual Average Civilian Labor Force, Unemployment and Employment by Industry (March 2024 Benchmark)

	2020	2021	2022	2023	2024
Civilian Labor Force ⁽¹⁾	69,700	67,100	68,100	71,500	73,000
Employment	53,600	55,000	57,600	58,900	59,600
Unemployment	16,200	12,100	10,500	12,600	13,400
Unemployment Rate	23.2%	18.0%	15.4%	17.6%	18.4%
<u>Wage and Salary Employment: ⁽²⁾</u>					
Agriculture	10,400	10,700	9,900	9,000	8,700
Mining, Logging, Construction	1,900	2,000	2,100	2,000	2,100
Manufacturing	2,000	2,100	2,300	2,300	2,300
Wholesale Trade	1,700	1,700	1,800	1,700	1,800
Retail Trade	7,200	7,900	8,100	8,200	8,200
Transportation, Warehousing and Utilities	2,200	2,400	2,500	2,500	2,600
Information	200	200	200	200	200
Financial Activities	1,100	1,100	1,100	1,200	1,200
Professional and Business Services	2,700	2,900	3,100	3,200	3,300
Educational and Health Services	9,700	9,500	10,200	11,200	11,600
Leisure and Hospitality	3,400	4,000	4,400	4,400	4,400
Other Services	800	900	1,100	1,100	1,100
Federal Government	2,300	2,400	2,500	2,500	2,600
State Government	2,800	2,700	2,700	2,700	2,700
Local Government	13,300	13,200	14,200	14,600	15,100
Total all Industries ⁽³⁾	61,700	63,700	66,200	67,000	67,800

(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) Totals may not add due to rounding.

Source: State of California Employment Development Department.

Major Employers

The table below lists the major employers in the County as of April 2026, listed alphabetically.

IMPERIAL COUNTY Major Employers (Listed Alphabetically) April 2026

Employer Name	Location	Industry
8A Packing LLC	El Centro	Labor Organizations
Academic Services	Imperial	University-College Dept/Facility/Office
Calipatria State Prison	Calipatria	Government Offices-State
Centinela State Prison	Imperial	Government Offices-State
Central Union High School Dist	El Centro	School Districts
Costco Wholesale	El Centro	Wholesale Clubs
El Centro Naval Air Facility	El Centro	Federal Government-National Security
El Centro Regional Medical Ctr	El Centro	Hospitals
Imperial County Behavioral	El Centro	Mental Health Services
Imperial County Coroner	El Centro	Government Offices-County
Imperial County Ofc-Edu Fndtn	El Centro	Educational Associations
Imperial County Sheriff	El Centro	Government Offices-County
Imperial Irrigation District	El Centro	Distribution Services
Jjall LLC	Calexico	Labor Contractors
Pioneers Memorial Healthcare	Brawley	Health Care Management
Quechan Casino Resort	Felicity	Casinos
Spreckels Sugar Co Inc	Brawley	Sugar Refiners (mfrs)
Target	El Centro	Department Stores
United States Gypsum Co	Imperial	Gypsum & Gypsum Products (mfrs)
US Border Patrol	El Centro	Federal Government-Police
Vulcan-Bn Geothermal Power	Calipatria	Power Plants
Walmart Supercenter	El Centro	Department Stores
Walmart Supercenter	Calexico	Department Stores
Walmart Supercenter	Brawley	Department Stores
Western Mesquite Mines Inc	Brawley	Mines

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 effective buying income for the County, the State and the United States for the years 2022 through 2026.

IMPERIAL COUNTY; STATE OF CALIFORNIA; AND UNITED STATES Effective Buying Income 2022 through 2026

Year	Area	Total Effective Buying Income (000's Omitted)	Median Household Effective Buying Income
2022	Imperial County	\$3,264,811	\$48,853
	California	1,452,426,153	77,058
	United States	11,208,582,541	64,448
2023	Imperial County	\$3,358,292	\$50,070
	California	1,461,799,662	77,175
	United States	11,454,846,397	65,326
2024	Imperial County	\$3,651,823	\$55,405
	California	1,510,708,521	80,973
	United States	11,987,185,826	67,876
2025	Imperial County	\$3,785,804	\$54,476
	California	1,557,429,767	82,725
	United States	12,525,577,707	69,687
2026	Imperial County	\$4,357,096	\$62,633
	California	1,730,654,738	90,403
	United States	13,932,177,817	75,433

Source: Claritas, LLC.

Commercial Activity

A summary of historic taxable sales within the County during the past five years for which data is available is shown in the following table.

Total taxable transactions in the County during the first three quarters of calendar year 2025 were reported to be \$2,588,186,776, a 9.48% decrease from the total taxable sales of \$2,859,095,206 that were reported during the first three quarters of calendar year 2024.

IMPERIAL COUNTY
Taxable Retail Sales
Number of Permits and Valuation of Taxable Transactions
(Dollars in Thousands)

	<u>Retail Stores</u>		<u>Total All Outlets</u>	
	<u>Number of Permits</u>	<u>Taxable Transactions</u>	<u>Number of Permits</u>	<u>Taxable Transactions</u>
2020	2,357	\$1,773,476	3,846	\$2,721,031
2021	2,118	2,195,933	3,549	3,215,255
2022	2,194	2,326,278	3,704	3,591,642
2023	2,177	2,436,550	3,699	3,996,269
2024	2,152	2,462,686	3,705	3,940,885

Source: State Department of Tax and Fee Administration.

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APPENDIX D

FORM OF OPINION OF BOND COUNSEL

[LETTERHEAD OF JONES HALL LLP]

[Closing Date]

Board of Education
Imperial Unified School District
219 North E Street
Imperial, California 92251

OPINION: \$_____ Imperial Unified School District (Imperial County,
California) 2026 Refunding General Obligation Bonds _____

Members of the Board of Education:

We have acted as bond counsel to the Imperial Unified School District (the "District") in connection with the issuance by the District of \$_____ principal amount of 2026 Refunding General Obligation Bonds (the "Bonds"), 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 Section 53550 of said Code (the "Act") and a resolution adopted by the Board of Education of the District (the "Board") on March 10, 2026 (the "Bond 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 Bond 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 duly created and validly existing as a school district with the power to cause the Board to issue the Bonds and to perform its obligations under the Bond Resolution and the Bonds.
2. The Bond 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 with respect to the District.
4. The Board of Supervisors of Imperial County is obligated to levy *ad valorem* property 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

\$ _____
IMPERIAL UNIFIED SCHOOL DISTRICT
(Imperial County, California)
2026 Refunding General Obligation Bonds

CONTINUING DISCLOSURE CERTIFICATE

This Continuing Disclosure Certificate (this “Disclosure Certificate”) is executed and delivered by the Imperial Unified School District (the “District”) in connection with the execution and delivery of the captioned bonds (the “Bonds”). The Bonds are being executed and delivered pursuant to a resolution adopted by the Board of Education of the District on March 10, 2026 (the “Bond Resolution”). U.S. Bank Trust Company, National Association, Los Angeles, California, is initially acting as paying agent for the Bonds (the “Paying Agent”).

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 the Rule.

Section 2. Definitions. In addition to the definitions set forth above and in the Bond Resolution, which apply to any capitalized term used in this Disclosure Certificate unless otherwise defined in this Section 2, 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 June 30th).

“*Dissemination Agent*” means Isom Advisors, a Division of Urban Futures Inc., or any subsequent third-party 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.

“*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, Los Angeles, California, as agent for the Treasurer-Tax Collector of Imperial County, or any successor thereto.

“Participating Underwriter” means 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 not later than 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 in a timely manner to the MSRB, in an electronic format as prescribed by the MSRB, with a copy to the Paying Agent and the Participating Underwriter.

(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, the following information for the most recently completed fiscal year, or, if available at the time of filing the Annual Report, for the fiscal year in which the Annual Report is filed:

- (i) Total assessed value of taxable property in the jurisdiction of the District;
- (ii) Assessed valuation of the properties of the top 20 secured property taxpayers in the District;
- (iii) Property tax collection delinquencies for the District for the most recently completed fiscal year, but only if the County does not participate in a Teeter Plan and such information is available from the County at the time of filing the Annual Report;
- (iv) The District's most recently adopted Budget or approved interim report with budgeted figures 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 statements made pursuant to (a) and (b) of this Section 4, 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. The District shall clearly identify each such other document so included by reference.

Section 5. Reporting of Significant Events.

(a) The District shall give, or cause to be given, notice of the occurrence of any of the following 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. Notwithstanding the foregoing, notice of Listed Events described in subsections (a)(8) and (9) above need not be given under this subsection any earlier than the notice (if any) of the underlying event is given to holders of affected Bonds under the Bond Resolution.

(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 5 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 the District 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 (16), “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 an obligated person 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 Bond Resolution for amendments to the 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, the Participating Underwriter or 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 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 will have no duty or obligation to review any information provided to it by the District hereunder, and 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: _____, 2026

IMPERIAL UNIFIED SCHOOL DISTRICT

By: _____
Name: _____
Title: _____

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APPENDIX F

DTC AND THE BOOK-ENTRY 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. DTC 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 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 S&P Global Ratings 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

IMPERIAL COUNTY INVESTMENT POLICY AND SUMMARY OF INVESTMENT REPORT

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2025

IMPERIAL COUNTY POOLED INVESTMENT FUND ANNUAL INVESTMENT POLICY



Approved: Imperial County Board of
Supervisors July 15, 2025

SUZANNE C. BERMUDEZ
TREASURER-TAX COLLECTOR
EFFECTIVE: JULY 1, 2025

Imperial County Investment Policy

Authority

In accordance with the laws and regulations of the State of California and authority granted by the Imperial County Board of Supervisors the County Treasurer-Tax Collector is responsible for investing all the funds in the County Treasury.

Policy Statement

The Treasurer-Tax Collector shall establish investment policy procedures for the operation of the investment program and a system of controls to regulate the activities of the subordinate officials. Each transaction and the entire portfolio must comply with the California Government Code section 53635 et seq., and this policy.

Scope

This investment policy applies to all financial assets of the County of Imperial as accounted for in the comprehensive annual financial report and shall apply to all other funds under the County Treasurer-Tax Collector's span of control unless specifically exempted by resolution.

Outside local agencies, where the County Treasurer-Tax Collector does not serve as the agency's Treasurer-Tax Collector, may invest in the Pooled Investment Fund through California Government Code section 53684 et seq. Deposits are subject to the consent of the County Treasurer-Tax Collector. The local agency legislative body must approve the Imperial County Pooled Investment Fund as an authorized investment and execute a Memorandum of Understanding. This agreement should spell out the exact rules for participating in the pool and provide the County Treasurer-Tax Collector with reasonable predefined discretion to establish the frequency and amount of voluntary funds that can be removed from the pool at a particular time.

The County Treasurer-Tax Collector may honor all requests to withdraw funds for normal cash flow purposes. Any requests to withdraw funds for purposes other than cash flow such as for external investing shall be subject to the consent of the Treasurer-Tax Collector. In accordance with California Government Code section 27136 et seq., and 27133(h) et seq., such requests for withdrawals must first be made in writing to the County Treasurer-Tax Collector. These requests are subject to the County Treasurer-Tax Collector consideration of the stability and predictability of the Pooled Investment Fund, or the adverse affect on the interests of the other depositors in the

Pooled Investment Fund. Any withdrawal for such purposes shall be at the market value of the Pooled Investment Fund as of the date of the withdrawal.

Standards

The County Treasurer-Tax Collector is the trustee of the Pooled Investment Fund and therefore, a fiduciary subject to the prudent investor standard. The County Treasurer-Tax Collector and employees involved in the investment process shall refrain from all personal business activity that could conflict with the management of the investment program. All individuals involved will be required to report all gifts and income in accordance with the California State law. When investing, reinvesting, purchasing, acquiring, exchanging, selling and managing public funds, the Treasurer-Tax Collector shall act with the care, skill, prudence and diligence in order to meet the investment objectives.

The standard of prudence to be used by investment officials shall be the “prudent person” standard and shall be applied in the context of managing an overall portfolio. Investment officers acting in accordance with written procedures and the investment policy and exercising due diligence shall be relieved of personal responsibility for an individual security’s credit risk or market price changes, provided deviations from expectations are reported in a timely fashion, and appropriate action is taken to control adverse developments.

Objectives

Investment Objectives: The Pooled Investment Fund shall be prudently invested in order to earn a reasonable return, while awaiting application for governmental purposes. The specific objectives for the Pooled Investment Fund are listed in order of importance.

Safety of Principal: The preservation of principal is the primary objective. Each transaction shall seek to ensure that capital losses are avoided, whether they are from securities default or erosion of market value.

Liquidity: As a second objective, the Pooled Investment Fund should remain sufficiently flexible to enable the County Treasurer-Tax Collector to meet all operating requirements that may be reasonably anticipated in any depositor’s fund.

Public Trust: In managing the Pooled Investment fund, the County Treasurer-Tax Collector and the authorized investment traders should try and avoid any transactions that might impair public confidence in the Imperial County and the participating local agencies. Investments should be made with precision and care, considering the probable safety of the capital as well as the probable income to be derived.

Return on Investments: The Pooled Investment Fund shall be designed with the objective of attaining a rate of return throughout budgetary and economic cycles, commensurate with the County's investment risk constraints and the cash flow characteristics of the portfolio.

Calculation of Yield and Costs

The costs of managing the investment portfolio, including but not limited to: investment management; accounting for the investment activity; custody of the assets; managing and accounting for the banking; receiving and remitting deposits; oversight controls; indirect and overhead expenses are charged to the investment earnings based upon actual labor hours worked in respective areas. Costs of these respective areas are accumulated by specific cost accounting projects and charged to the Pooled Investment Fund on a quarterly basis throughout the fiscal year.

The Auditor-Controller will allocate the net interest earnings of the Pooled Investment Fund quarterly. The net interest earnings are allocated based upon the average daily cash balance of each Pooled Investment Fund participant.

Internal Controls

The County Treasurer-Tax Collector shall establish internal controls to provide reasonable assurance the investment objectives are met and to ensure that the assets are protected from loss, theft or misuse. To assist in implementation and internal controls, the Treasurer-Tax Collector shall establish written policy procedures for the operation of the investment program consistent with this policy. Such procedures shall include explicit delegation of authority to persons responsible for investment transaction. No person may engage in an investment transaction except as provided under the terms of this policy and the procedures established by the County Treasurer-Tax Collector.

Authorized Personnel: The following is a list of delegated staff responsible for investment transactions, County Treasurer-Tax Collector, Chief Deputy Treasurer Tax-Collector and the Accounting Technician's. Authorized personnel may be changed from time to time at the discretion of the County Treasurer-Tax Collector.

The investment portfolio and all related transactions are reviewed and balanced to appropriate general ledger accounts by the Auditor-Controller's office on a monthly basis.

An independent audit shall be conducted annually to review internal control, account activity and compliance with policies, procedures and applicable laws.

The County Treasurer-Tax Collector or Chief Deputy Treasurer-Tax Collector, should, from time to time perform a review of the investment function. This review should consist of:

- Comparison of the investment records to the independent statements and confirmations received from brokers, dealers, banks and other financial institutions.
- Review of the contents of the investment portfolio to assure that it conforms to this policy.
- Review of the financial institution with which investments have been made to assure that the County Treasurer-Tax Collector or authorized staff has approved them.
- Confirmations resulting from securities purchased under a repurchase agreement should clearly state the exact and complete nomenclature of the underlying securities purchased and that said securities have been sold to the County with a promise of resale by the County back to the seller.

The County Treasurer-Tax Collector shall establish and define authorized investments as well as credit, marketability, maturity and diversification criteria for County investments. Where possible, County investments should be placed, confirmed, held and accounted for, and audited by different people.

Ethics and Conflicts of Interest

The Treasurer and all investment personnel shall refrain from personal business activity which could create a conflict with proper execution of the investment program, or which could impair their ability to execute impartial investment decisions.

The Treasurer and all investment personnel may not accept a gift or gifts aggregating more than the Fair Political Practices Commission (FPPC) guidelines in a calendar year from a single source that does business with the County Treasurer's Office. The County Treasurer-Tax Collector and designated employees may not accept any honorarium gratuities or gifts. Any violation must be reported to the State Fair Political Practices Commission.

Investment Parameters

Safekeeping and Custody: All securities purchased, with the exception of time deposits, LAIF and bank short term Investment Funds (bank's overnight investment fund), can be delivered to the independent third-party custodian selected by the County Treasurer-Tax Collector. This includes all collateral for repurchase agreement. All trades, where applicable, will be executed by delivery versus payment by the designated party.

Qualified Broker/Dealers: All financial institutions, whether investment banks and dealers, commercial banks, or savings and loans must be approved by the County Treasurer-Tax Collector

or authorized staff before they receive County funds. All firms with whom the County does business should have a strong capital base and be deemed credit-worthy before any investments or deposits are placed with such firms. In accordance with California Government Code section 27133(c) et seq., the County Treasurer-Tax Collector or authorized staff will prescribe minimum standards.

The County Treasurer shall not select brokers and dealers who individually, or as a firm, have contributed more than \$250 or the current limit established under Municipal Securities Regulatory Board (MSRB) Rule G-37.

The Treasurer-Tax Collector's staff shall annually send a copy of the current investment policy to all broker/dealers approved to do business with the County. Receipt of this policy shall be considered confirmation that the broker/dealer understands the County's investments authorized by this investment policy.

The Treasurer-Tax Collector will maintain a list of financial institutions authorized to provide investment services. An annual review of the financial condition and registrations of qualified bidders will be conducted by the Treasurer-Tax Collector.

Collateral Requirements: Collateral is required for investments in certificates of deposit (over the standard maximum deposit insurance amount "SMDIA" in FDIC regulations), repurchase agreements and reverse repurchase agreements. In order to reduce market risk, the collateral level will be a least 102% of market value or principal and accrued interest.

The only securities acceptable as collateral shall be direct obligations of, or fully guaranteed as to principal and interest by, the United States or any agency of the United States.

Diversification: The County Treasurer-Tax Collector will diversify its investments by security type and institution. With the exception of U.S. Treasury, U.S. Agency securities and authorized pools, no more than 50% of the County's total investment portfolio should be invested in a single security type.

Investable Fund: Total investable funds for purposes of this policy are all Pooled Investment Fund moneys that are available for investment at any one time, including the estimated bank account float. 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.

Compliance: The portfolio must be in compliance with statute at the time that the investment is purchased. It is recommended that the portfolio be monitored, as practical, for subsequent changes in percentages resulting from non-purchase activity or changes in credit rating of existing securities.

Rebalancing is not required in the case where subsequent maturities, sales, withdrawals, or similar non-purchase activities result in the remaining portfolio having one or more of the categories of investment rise above the percentage restrictions applicable at the time of purchase.

In the event the portfolio or individual investments are deemed to be out of compliance with either statute or the investment policy, the Treasurer-Tax Collector and staff shall analyze and take appropriate course of action to rebalance the portfolio with the preservation of principal being the primary objective.

Authorized Investments: As stated earlier, authorized investment shall match the general categories established by the California Government Code section 53635 et seq. Authorized investments shall also include, in accordance with California Government Code section 16429.1, investment into LAIF.

The chart on the next page provides a list of the permitted securities and conditions for using them. Only the County Treasurer-Tax Collector or authorized staff will be authorized to invest in the approved investment. (See FIGURE 1 and Table of notes)

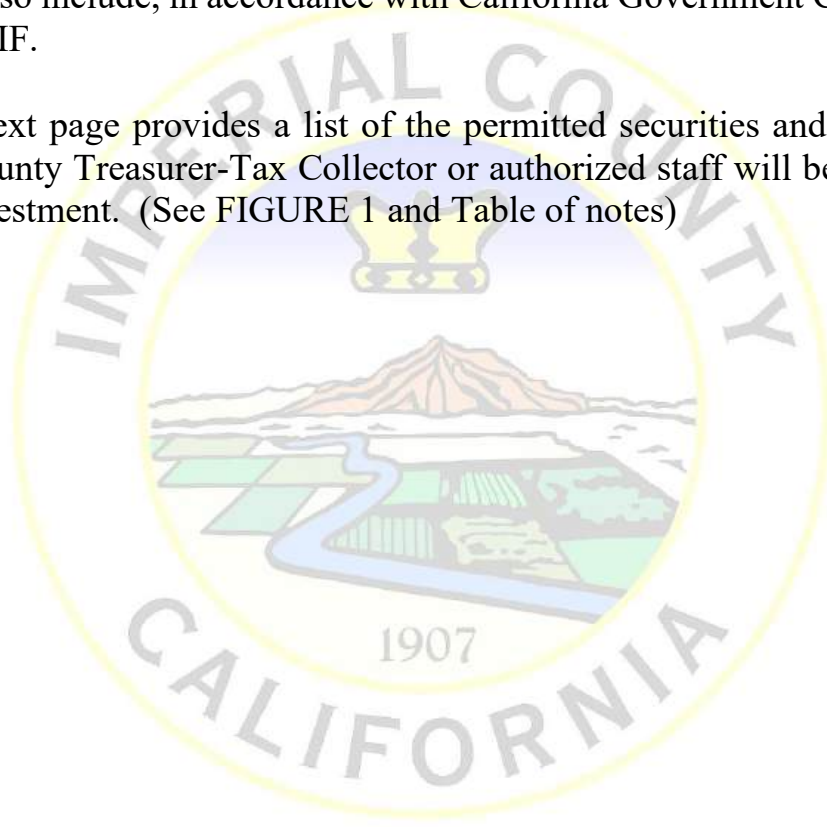


FIGURE 1

ALLOWABLE INVESTMENT INSTRUMENTS PER STATE GOVERNMENT
CODE (AS OF JANUARY 1, 2025)^a APPLICABLE TO ALL LOCAL AGENCIES^b

See "Table of Notes for Figure 1" on the next page for footnotes related to this figure.

INVESTMENT TYPE	MAXIMUM MATURITY ^c	MAXIMUM SPECIFIED % OF PORTFOLIO ^d	MINIMUM QUALITY REQUIREMENTS	GOV'T CODE SECTIONS
Local Agency Bonds	5 years	None	None	53601(a)
U.S. Treasury Obligations	5 years	None	None	53601(b)
State Obligations— CA And Others	5 years	None	None	53601(c) 53601(d)
CA Local Agency Obligations	5 years	None	None	53601(e)
U.S Agency Obligations	5 years	None	None	53601(f)
Bankers' Acceptances	180 days	40% ^e	None	53601(g)
Commercial Paper—Non-Pooled Funds ^f (under \$100,000,000 of investments)	270 days or less	25% of the agency's money ^g	Highest letter and number rating by an NRSRO ^h	53601(h)(2)(c)
Commercial Paper—Non-Pooled Funds ⁱ (min. \$100,000,000 of investments)	270 days or less	40% of the agency's money ^g	Highest letter and number rating by an NRSRO ^h	53601(h)(2)(c)
Commercial Paper— Pooled Funds ^j	270 days or less	40% of the agency's money ^g	Highest letter and number rating by an NRSRO ^h	53635(a)(1)
Negotiable Certificates of Deposit	5 years	30% ^k	None	53601(i)
Non-negotiable Certificates of Deposit	5 years	None	None	53630 et seq.
Placement Service Deposits	5 years	50% ^l	None	53601.8 and 53635.8
Placement Service Certificates of Deposit	5 years	50% ^l	None	53601.8 and 53635.8
Repurchase Agreements	1 year	None	None	53601(j)
Reverse Repurchase Agreements and Securities Lending Agreements	92 days ^m	20% of the base value of the portfolio	None ⁿ	53601(j)
Medium-Term Notes ^o	5 years or less	30%	"A" rating category or its equivalent or better	53601(k)
Mutual Funds And Money Market Mutual Funds	N/A	20% ^p	Multiple ^{q, r}	53601(l) and 53601.8(b)
Collateralized Bank Deposits ^s	5 years	None	None	53630 et seq. and 53601(n)
Mortgage Pass-Through and Asset-Backed Securities ^t	5 years or less ^t	20%	"AA" rating category or its equivalent or better ^t	53601(o)
County Pooled Investment Funds	N/A	None	None	27133
Joint Powers Authority Pool	N/A	None	Multiple ^u	53601(p)
Local Agency Investment Fund (LAIF)	N/A	None	None	16429.1
Voluntary Investment Program Fund ^v	N/A	None	None	16340
Supranational Obligations ^w	5 years or less	30%	"AA" rating category or its equivalent or better	53601(q)
Public Bank Obligations	5 years	None	None	53601(r), 53635(c) and 57603

LOCAL AGENCY INVESTMENT GUIDELINES

TABLE OF NOTES FOR FIGURE 1

- ^a Sources: Sections 16340, 16429.1, 27133, 53601, 53601.6, 53601.8, 53630 et seq., 53635, 53635.8, and 57603.
- ^b Municipal Utilities Districts have the authority under the Public Utilities Code Section 12871 to invest in certain securities not addressed here.
- ^c Section 53601 provides that the maximum term of any investment authorized under this section, unless otherwise stated, is five years from the settlement date. However, the legislative body may grant express authority to make investments either specifically or as a part of an investment program approved by the legislative body that exceeds this five year remaining maturity limit. Such approval must be issued no less than three months prior to the purchase of any security exceeding the five-year maturity limit.
- ^d Percentages apply to all portfolio investments regardless of source of funds. For instance, cash from a reverse repurchase agreement would be subject to the restrictions.
- ^e No more than 30% of the agency's money may be in bankers' acceptances of any one commercial bank.
- ^f Applies to local agencies, other than counties or a city and county, with less than \$100 million of investment assets under management. Includes agencies defined as a city, a district, or other local agency that do not pool money in deposits or investment with other local agencies, other than local agencies that have the same governing body.
- ^g Local agencies, other than counties or a city and county, may purchase no more than 10% of the outstanding commercial paper and medium-term notes of any single issuer.
- ^h Issuing corporation must be organized and operating within the U.S., have assets in excess of \$500 million, and debt other than commercial paper must be in a rating category of "A" or its equivalent or higher by a nationally recognized statistical rating organization, or the issuing corporation must be organized within the U.S. as a special purpose corporation, trust, or LLC, have program wide credit enhancements, and have commercial paper that is rated "A-1" or higher, or the equivalent, by a nationally recognized statistical rating organization.
- ⁱ Applies to counties or a city and county, and the City of Los Angeles that have \$100 million or more of investment assets under management.
- ^j Includes agencies defined as a county, a city and county, or other local agency that pools money in deposits or investments with other local agencies, including local agencies that have the same governing body. Local agencies that pool exclusively with other local agencies that have the same governing body must adhere to the limits set forth in Section 53601(h)(2)(C).
- ^k No more than 30% of the agency's money may be in negotiable certificates of deposit that are authorized under Section 53601(i).
- ^l Effective January 1, 2020, no more than 50% of the agency's money may be invested in deposits, including certificates of deposit, through a placement service as authorized under 53601.8 (excludes negotiable certificates of deposit authorized under Section 53601(i)). On January 1, 2026, the maximum percentage of the portfolio reverts back to 30%. Investments made pursuant to 53635.8 remain subject to a maximum of 30% of the portfolio.
- ^m Reverse repurchase agreements or securities lending agreements may exceed the 92-day term if the agreement includes a written codicil guaranteeing a minimum earning or spread for the entire period between the sale of a security using a reverse repurchase agreement or securities lending agreement and the final maturity dates of the same security.
- ⁿ Reverse repurchase agreements must be made with primary dealers of the Federal Reserve Bank of New York or with a nationally or state chartered bank that has a significant relationship with the local agency. The local agency must have held the securities used for the agreements for at least 30 days.
- ^o "Medium-term notes" are defined in Section 53601 as "all corporate and depository institution debt securities 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."
- ^p No more than 10% invested in any one mutual fund. This limitation does not apply to money market mutual funds.
- ^q A mutual fund must receive the highest ranking by not less than two nationally recognized rating agencies or the fund must retain an investment advisor who is registered with the SEC (or exempt from registration), has assets under management in excess of \$500 million, and has at least five years' experience investing in instruments authorized by Sections 53601 and 53635.
- ^r A money market mutual fund must receive the highest ranking by not less than two nationally recognized statistical rating organizations or retain an investment advisor registered with the SEC or exempt from registration and who has not less than five years' experience investing in money market instruments with assets under management in excess of \$500 million.
- ^s Investments in notes, bonds, or other obligations under Section 53601(n) require that collateral be placed into the custody of a trust company or the trust department of a bank that is not affiliated with the issuer of the secured obligation, among other specific collateral requirements.
- ^t Security types authorized under Section 53601(o) that are issued or guaranteed by an issuer identified in subdivisions (b) or (f), are not subject to the limitations placed on privately issued securities authorized in Section 53601(o)(2)(A)(B).
- ^u A joint powers authority pool must retain an investment advisor who is registered with the SEC (or exempt from registration), has assets under management in excess of \$500 million, and has at least five years' experience investing in instruments authorized by Section 53601, subdivisions (a) to (o).
- ^v Local entities can deposit between \$200 million and \$10 billion into the Voluntary Investment Program Fund, upon approval by their governing bodies. Deposits in the fund will be invested in the Pooled Money Investment Account.
- ^w Only those obligations issued or unconditionally guaranteed by the International Bank for Reconstruction and Development (IBRD), International Finance Corporation (IFC), and Inter-American Development Bank (IADB), with a maximum remaining maturity of five years or less.

Prohibited Investments: No investment should be authorized that have the possibility of returning a zero or negative yield if held to maturity. These shall include inverse floaters, range notes, and interest only strips derived from a pool of mortgages.

Business Continuity Plan

In the event that the Treasurer or authorized staff is unable to invest, the Treasurer has an agreement with the custody bank for a daily sweep of all remaining surplus funds into an interest bearing account until normal operations of the Treasurer's Office have been restored. The restriction on the amount and the percentages and investment type would be temporarily allowed to exceed those approved in this Investment Policy.

Implementation

In accordance with California Government Code section 53646, et seq., the Board of Supervisors shall review and approve this Policy at least annually during open session.

Monthly, the Treasurer-Tax Collector shall present and file with the Board of Supervisors during public session the Imperial County Treasurer-Tax Collector's Portfolio Master Summary.

Summary

The County Treasurer-Tax Collector or Chief Deputy Treasurer-Tax Collector, is to have express authority to invest County funds in any investments, securities and other instruments as described herein as the County Treasurer-Tax Collector or Chief Deputy Treasurer-Tax Collector deems appropriate.

The County Treasurer-Tax Collector will develop, interpret, clarify and maintain this Statement of Investment Policy. As the California Government Code and legislation is amended this Policy shall likewise become amended.

IMPERIAL COUNTY TREASURER
Portfolio Management
Portfolio Summary
January 31, 2026

Investments	Par Value	Market Value	Book Value	% of Portfolio	YTM 360 Equiv.	YTM 365 Equiv.	Days to Maturity	Term
LAIF / CAMP / ZBA	194,000,000.00	194,000,000.00	194,000,000.00	13.87	3.990	4.045	1	1
Certificates of Deposit - Bank	6,225,000.00	6,225,000.00	6,225,000.00	0.45	3.436	3.484	18	167
Negotiable CD's	175,902,000.00	176,420,677.07	175,902,000.00	12.58	3.871	3.925	530	1,237
Mid Term Note	10,000,000.00	9,971,000.00	10,000,000.00	0.72	4.044	4.100	1,774	1,826
Federal Agency Issues - Coupon	644,500,000.00	645,720,905.00	644,396,400.00	46.08	3.348	3.395	732	1,588
Money Market	54,049,582.01	54,049,582.01	54,049,582.01	3.87	2.926	2.966	1	1
US Bank Sweep	313,783,493.49	313,783,493.49	313,783,493.49	22.44	3.624	3.674	1	1
	1,398,460,075.50	1,400,170,657.57	1,398,356,475.50 ✓	100.00%	3.554	3.603	417	902
Investments								

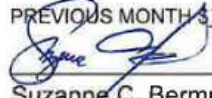
Cash								
Passbook/Checking (not included in yield calculations)	61,219,122.10	61,219,122.10	61,219,122.10	✓	0.955	0.968	1	1
Total Cash and Investments	1,459,679,197.60	1,461,389,779.67	1,459,575,597.60 ✓		3.554	3.603	417	902

Total Earnings	January 31 Month Ending	Fiscal Year To Date
Current Year	4,347,979.75	29,353,295.58
Average Daily Balance	1,467,024,298.89	1,390,888,908.64
Effective Rate of Return	3.49%	3.58%

In accordance with the provisions of Section 53607 and 53646 of the Government Code, the laws and regulations of the State of California and authority granted by the Imperial County Board of Supervisors the County Treasurer is responsible for investing all the funds in the County Treasury not needed for current commitment. This statement denotes the ability of the local agency to meet its pool's expenditure requirements for the next six months.

3 MONTH HISTORY OF CASH AND INVESTMENTS:

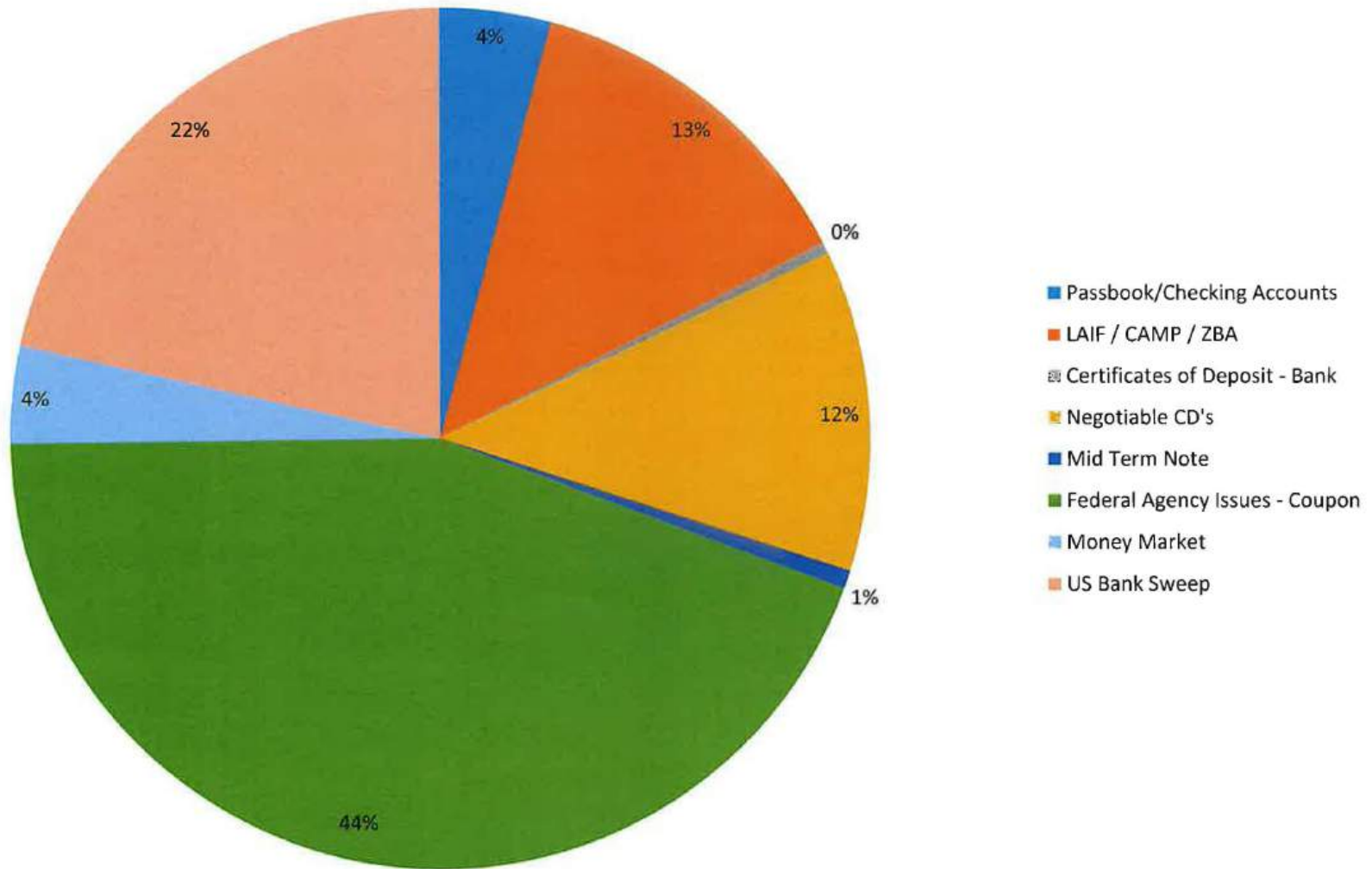
=====
CURRENT \$ 1,459,575,597.60 ✓
LAST MONTH \$ 1,474,605,023.45 ✓
PREVIOUS MONTH \$ 1,400,974,574.90 ✓


Suzanne C. Bermudez, Treasurer-Tax Collector
Reporting period 01/01/2026-01/31/2026

February 10, 2026
Date

IMPERIAL COUNTY TREASURER
Portfolio Management
Portfolio Summary

**Book Value by Investment Type
as of January 31st, 2026**



IMPERIAL COUNTY TREASURER
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CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	YTM 360	YTM 365	Days to Maturity	Maturity Date
LAIF / CAMP / ZBA												
SYS1-101421	1-101421	CALIF ASSET MGMT PORTFOLIO			120,000,000.00	120,000,000.00	120,000,000.00	3.950	3.896	3.950	1	
SYS1-05015	1-05015	Local Agency Invstmt Fund			74,000,000.00	74,000,000.00	74,000,000.00	4.200	4.142	4.200	1	
SYS17-RABOMM	17-RABOMM	Rabobank, N.A.			0.00	0.00	0.00	0.200	0.197	0.200	1	
Subtotal and Average			194,000,000.00		194,000,000.00	194,000,000.00	194,000,000.00	3.990	4.045		1	
Certificates of Deposit - Bank												
4-010526	4-010526	BMO Harris Bk		01/05/2026	5,000,000.00	5,000,000.00	5,000,000.00	3.176	3.132	3.176	4	02/05/2026
4-032124	4-032124	Bank of the Valley		03/21/2024	245,000.00	245,000.00	245,000.00	4.700	4.636	4.700	20	02/21/2026
4-062724	4-062724	Community Bank of the Bay		06/27/2024	245,000.00	245,000.00	245,000.00	4.500	4.438	4.500	146	06/27/2026
4-072524	4-072524	First Internet Bank of Indiana		07/25/2024	245,000.00	245,000.00	245,000.00	4.650	4.586	4.650	174	07/25/2026
4-030724	4-030724	Frost State Bank		03/07/2024	245,000.00	245,000.00	245,000.00	4.750	4.685	4.750	34	03/07/2026
4-021324	4-021324	Latino Community CU		02/13/2024	245,000.00	245,000.00	245,000.00	5.100	5.030	5.100	12	02/13/2026
Subtotal and Average			6,068,387.10		6,225,000.00	6,225,000.00	6,225,000.00	3.436	3.484		18	
Negotiable CD's												
31909RBK2	7-112525	FIRST BANK CHICAGO		11/25/2025	245,000.00	244,240.50	245,000.00	3.600	2.865	2.904	663	11/26/2027
321098AB1	7-050324A	First National Community Bank		05/03/2024	245,000.00	245,641.90	245,000.00	4.850	4.608	4.672	92	05/04/2026
33631LAR2	7-012725A	1st Seacoast Bank		01/27/2025	245,000.00	245,948.15	245,000.00	4.150	4.093	4.150	360	01/27/2027
33652FAK4	7-062824D	1ST STATE BANK		06/28/2024	245,000.00	247,094.75	245,000.00	4.750	4.685	4.750	330	12/28/2026
31911KAV0	7-091925	First Bank Elk River		09/19/2025	245,000.00	243,199.25	245,000.00	3.650	3.602	3.652	1,326	09/19/2029
33649QAD2	7-062124A	THE FIRST BK OF ROSEMOUNT		06/21/2024	245,000.00	246,215.20	245,000.00	5.050	4.798	4.864	141	06/22/2026
32022WEF9	7-101725A	FIRST FEDERAL BANK FL		10/17/2025	245,000.00	243,370.75	245,000.00	3.750	3.699	3.750	1,719	10/17/2030
32024FAK7	7-051024A	1ST FIDELITY BANK		05/10/2024	245,000.00	245,693.35	245,000.00	4.850	4.608	4.672	99	05/11/2026
320165ML4	7-111825	1ST FARMERS BANK & TRUST		11/18/2025	245,000.00	243,740.70	245,000.00	3.500	3.452	3.500	655	11/18/2027
32021YDT7	7-062821	First Federal Savings Bk		06/28/2021	245,000.00	241,827.25	245,000.00	0.650	0.631	0.640	148	06/29/2026
32056VAV9	7-061325	FIRST INDEPENDENT BANKK		06/13/2025	245,000.00	246,082.90	245,000.00	4.000	3.949	4.004	863	06/13/2028
32082BFU8	7-062824C	FIRST MERCHANTS BANK		06/28/2024	245,000.00	249,410.00	245,000.00	4.600	4.537	4.600	878	06/28/2028
00272PAL9	7-101525	ABBEVILLE FIRST BANK SSB		10/15/2025	245,000.00	243,084.10	245,000.00	3.500	3.369	3.416	988	10/16/2028
00092MAE0	7-020625	ABNB FCU		02/06/2025	245,000.00	246,504.30	245,000.00	4.200	4.135	4.193	551	08/06/2027
00435JB1	7-093025	Access Bk		09/30/2025	245,000.00	240,825.20	245,000.00	3.500	3.454	3.502	1,702	09/30/2030
005594BM7	7-083024B	Adams Community Bank		08/30/2024	245,000.00	245,139.65	245,000.00	3.900	3.847	3.900	211	08/31/2026
00782JAA0	7-082223	Advia Credit Union		08/22/2023	245,000.00	246,631.70	245,000.00	5.050	4.981	5.050	204	08/24/2026
00790JAC6	7-051123A	Advantage FCU		05/11/2023	245,000.00	245,034.30	245,000.00	4.600	4.552	4.615	10	02/11/2026
00833JAH4	7-030123A	Affinity Bk		03/01/2023	245,000.00	246,697.85	245,000.00	4.150	4.095	4.152	752	02/23/2028
011852AE0	7-030823A	Alaska USA		03/08/2023	245,000.00	248,934.70	245,000.00	4.600	4.542	4.606	766	03/08/2028

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IMPERIAL COUNTY TREASURER
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Portfolio Details - Investments
January 31, 2026

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CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	YTM 360	YTM 365	Days to Maturity	Maturity Date
Negotiable CD's												
01749QAE6	7-092723	Allegius FCU		09/27/2023	245,000.00	247,609.25	245,000.00	5.400	5.202	5.274	239	09/28/2026
020080CF2	7-031722	Alma Bank		03/17/2022	245,000.00	244,353.20	245,000.00	1.850	1.826	1.851	44	03/17/2026
02157RAA5	7-071924A	ALTAONE FEDERAL CREDIT UNION		07/19/2024	245,000.00	249,779.95	245,000.00	4.450	4.391	4.452	1,264	07/19/2029
02007G3R2	7-040925	ALY BANK		04/09/2025	245,000.00	244,933.85	245,000.00	3.749	3.100	3.143	603	09/27/2027
024263DA0	7-070723	American B&TC INC.		07/07/2023	245,000.00	247,545.55	245,000.00	4.550	4.487	4.550	514	06/30/2027
03065YAB7	7-083123B	Americas First Network		08/31/2023	245,000.00	248,613.75	245,000.00	5.050	4.981	5.050	423	03/31/2027
024334AC8	7-122223	American Bank of Missouri		12/22/2023	245,000.00	245,705.60	245,000.00	4.600	4.537	4.600	141	06/22/2026
02519TBH8	7-091024	American Commerce Bank Nat'l		09/10/2024	245,000.00	242,819.50	245,000.00	3.600	3.552	3.602	1,317	09/10/2029
02554BDD0	7-022421	AMERICAN EAGLE BANK		02/24/2021	245,000.00	244,429.15	245,000.00	0.450	0.444	0.450	23	02/24/2026
02772JEV8	7-020824	American NB Fox Cities		02/08/2024	245,000.00	245,029.40	245,000.00	4.400	4.345	4.405	5	02/06/2026
02905LBZ7	7-112822A	AMERICAN PLUS BK		11/28/2022	245,000.00	245,668.85	245,000.00	4.100	4.046	4.103	299	11/27/2026
02357PAG4	7-021524	Amerasia Bank		02/15/2024	245,000.00	246,347.50	245,000.00	4.000	3.949	4.004	1,110	02/15/2029
02437PAV5	7-073024	AMERICAN BANK NA		07/30/2024	245,000.00	247,045.75	245,000.00	4.150	4.022	4.077	911	07/31/2028
02589ACK6	7-050422	AMERICAN EXPRESS NATIONAL BANK		05/04/2022	245,000.00	242,689.65	245,000.00	3.000	2.959	3.000	457	05/04/2027
028501AK0	7-022224	American Nat BK Texas		02/22/2024	245,000.00	245,107.80	245,000.00	4.500	3.587	3.637	22	02/23/2026
02519ADZ7	7-111225A	AMERICAN COMMERCIAL B&T		11/12/2025	245,000.00	243,966.10	245,000.00	3.550	3.501	3.550	649	11/12/2027
02357QAQ0	7-021422	Amerant Bank NA		02/14/2022	245,000.00	239,632.05	245,000.00	1.600	1.578	1.600	380	02/16/2027
028402DK8	7-103024B	AMERICAN NATL BANK		10/30/2024	245,000.00	245,463.05	245,000.00	3.900	3.847	3.900	635	10/29/2027
029728DF6	7-061325A	AMERICAN STATEE BANK		06/13/2025	245,000.00	245,752.15	245,000.00	4.000	3.945	4.000	495	06/11/2027
02769QFP9	7-072325A	American NB of Minn		07/23/2025	245,000.00	244,975.50	245,000.00	3.800	3.659	3.710	904	07/24/2028
033537BEO	7-030824	Anderson Brothers Bank		03/08/2024	245,000.00	245,161.70	245,000.00	4.750	4.512	4.575	36	03/09/2026
034577AX4	7-082024	Aneca		08/20/2024	245,000.00	245,595.35	245,000.00	3.900	3.779	3.831	932	08/21/2028
03753XCR9	7-112525A	APEX BANKS		11/25/2025	245,000.00	244,507.55	245,000.00	3.700	3.802	3.855	725	01/27/2028
03923KAP8	7-062025	Arcadian Bank		06/20/2025	245,000.00	246,090.25	245,000.00	4.000	3.949	4.004	870	06/20/2028
04518XAH7	7-031424	ASIAN BANKK		03/14/2024	245,000.00	247,734.20	245,000.00	4.200	4.142	4.200	1,137	03/14/2029
044936AE2	7-122823	Assemblies of God Credit Union		12/28/2023	245,000.00	245,357.70	245,000.00	4.900	4.832	4.899	55	03/28/2026
050574AF9	7-113023B	Auburn Savings Bank FSB		11/30/2023	245,000.00	249,929.40	245,000.00	4.550	4.492	4.555	1,033	11/30/2028
052392FE2	7-013026B	Austin Telco		01/30/2026	245,000.00	244,786.85	245,000.00	3.750	3.698	3.750	729	01/31/2028
05464LBM2	7-082021	Axiom Bank		08/20/2021	245,000.00	240,722.30	245,000.00	0.600	0.592	0.600	200	08/20/2026
05465DBQ0	7-100224	AXOS BANKK		10/02/2024	245,000.00	244,642.30	245,000.00	3.700	3.649	3.700	610	10/04/2027
098079AU0	7-061623C	B1 BANK		06/16/2023	245,000.00	245,717.85	245,000.00	4.600	4.541	4.605	135	06/16/2026
065226AZ5	7-092425B	Bank of Sun Prairie		09/24/2025	245,000.00	243,525.10	245,000.00	3.550	3.026	3.068	967	09/25/2028
05765LBU0	7-071923B	BALBOA T & LA		07/19/2023	245,000.00	253,290.80	245,000.00	4.400	4.345	4.405	899	07/19/2028
058723AP2	7-052424	BALLSTON SPA NATIONAL BANK		05/24/2024	245,000.00	248,662.75	245,000.00	4.650	4.592	4.656	661	11/24/2027
06428HAB9	7-091725	Bk of Cashlon		09/17/2025	245,000.00	244,465.90	245,000.00	3.650	3.600	3.650	593	09/17/2027
06644QAB7	7-052024	BANKFIRST		05/20/2024	245,000.00	249,677.05	245,000.00	4.450	4.392	4.453	1,202	05/18/2029

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CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	YTM 360	YTM 365	Days to Maturity	Maturity Date
Negotiable CD's												
06279WAE0	7-050324	Bank Iowaa		05/03/2024	245,000.00	245,617.40	245,000.00	4.800	3.828	3.882	92	05/04/2026
06653LBP4	7-101824	BANK 3		10/18/2024	245,000.00	244,853.00	245,000.00	3.700	3.513	3.562	260	10/19/2026
06610QFE6	7-020725	THE BANKER BANK		02/07/2025	245,000.00	247,398.55	245,000.00	4.150	4.095	4.152	1,102	02/07/2029
06740KQE0	7-051122	BARCLAYS BK DELAWARE		05/11/2022	245,000.00	242,652.90	245,000.00	3.000	2.959	3.000	464	05/11/2027
07148MAC3	7-102025	BATTLE CREEK STATE BANK		10/20/2025	245,000.00	243,392.80	245,000.00	3.550	3.504	3.553	992	10/20/2028
071172AQ3	7-032524A	The Bath State Bank		03/25/2024	245,000.00	248,856.30	245,000.00	4.350	4.293	4.353	1,145	03/22/2029
107003DC6	7-092023A	Bremer Bank NA		09/20/2023	245,000.00	246,514.10	245,000.00	4.800	4.733	4.799	211	08/31/2026
05890QVC4	7-103124	BANC OF CALI		10/31/2024	245,000.00	245,433.65	245,000.00	3.950	3.896	3.950	274	11/02/2026
07356PAQ2	7-012624A	Beacon Community Bank		01/26/2024	245,000.00	244,973.05	245,000.00	3.800	3.752	3.804	1,090	01/26/2029
08050MAP8	7-123025A	BELMONT SAVINGS BK		12/30/2025	245,000.00	244,566.35	245,000.00	3.700	3.700	3.751	697	12/30/2027
06251A6L9	7-013124A	BANK HAPOALIM BM		01/31/2024	245,000.00	245,012.25	245,000.00	4.450	4.389	4.450	1	02/02/2026
09171LAB3	7-092923C	Bison State Bank		09/29/2023	245,000.00	250,267.50	245,000.00	4.650	4.591	4.655	971	09/29/2028
060730BD9	7-101624	BANK OF BRENHAM NA		10/16/2024	245,000.00	245,323.40	245,000.00	4.000	3.945	4.000	257	10/16/2026
060752AY8	7-033125A	The Bank of Brodhead		03/31/2025	245,000.00	245,766.85	245,000.00	3.950	3.896	3.950	789	03/31/2028
061785FX4	7-032425	Bk of Deerfield		03/24/2025	245,000.00	245,352.80	245,000.00	3.900	3.847	3.900	416	03/24/2027
062119BE1	7-022823B	BK FIVE NINE		02/28/2023	245,000.00	246,928.15	245,000.00	4.200	4.144	4.202	757	02/28/2028
06644RAP4	7-011526	Bank Gloucester		01/15/2026	245,000.00	243,358.50	245,000.00	3.550	3.026	3.068	1,080	01/16/2029
06221LAF0	7-122122	Bank of Frankewing		12/21/2022	245,000.00	245,347.90	245,000.00	4.150	4.009	4.065	141	06/22/2026
06325MAC0	7-050225	BANK OF LINCOLN COUNTY		05/02/2025	245,000.00	244,973.05	245,000.00	3.800	3.752	3.804	821	05/02/2028
06424QDR5	7-072123	THE BK OF MISSOURI		07/21/2023	245,000.00	248,400.60	245,000.00	4.750	4.689	4.754	535	07/21/2027
06063PDE2	7-121522	Bank of Belleville		12/15/2022	245,000.00	245,210.70	245,000.00	4.050	3.996	4.052	134	06/15/2026
061256AC7	7-032524	Bank of Clarke		03/25/2024	245,000.00	247,023.70	245,000.00	4.500	4.439	4.501	417	03/25/2027
061284AD7	7-012126	Bank of Clarkson		01/21/2026	245,000.00	243,826.45	245,000.00	3.600	3.551	3.600	901	07/21/2028
062683KE6	7-021624	BK of Hope		02/16/2024	245,000.00	245,068.60	245,000.00	4.400	3.507	3.555	16	02/17/2026
064520BL2	7-072821	Bank of Princeton		07/28/2021	245,000.00	241,163.30	245,000.00	0.600	0.592	0.600	177	07/28/2026
06279MAS1	7-012224A	Bank of India NY		01/22/2024	245,000.00	245,894.25	245,000.00	4.000	3.945	4.000	710	01/12/2028
064240AT1	7-091124	Bank of Ontario		09/11/2024	245,000.00	244,879.95	245,000.00	3.750	3.698	3.750	586	09/10/2027
064860MC0	7-031523	Bk of the Sierra		03/15/2023	245,000.00	247,209.90	245,000.00	4.600	4.537	4.600	407	03/15/2027
065427AC0	7-051023B	Bank of Utah		05/10/2023	245,000.00	247,376.50	245,000.00	4.250	4.197	4.255	829	05/10/2028
064455AZ1	7-042823D	BK OF PONTIAC		04/28/2023	245,000.00	246,369.55	245,000.00	4.250	4.192	4.250	451	04/28/2027
06651UAL6	7-103123A	BankTennessee		10/31/2023	245,000.00	247,175.60	245,000.00	5.000	4.936	5.004	268	10/27/2026
065847GJ8	7-080825B	BANK OF WISCONSIN DELL		08/08/2025	245,000.00	244,811.35	245,000.00	3.750	3.702	3.753	645	11/08/2027
05549CJA9	7-031224	BLC COMMUNITY BK		03/12/2024	245,000.00	245,230.30	245,000.00	4.700	4.636	4.701	39	03/12/2026
08016PFH7	7-012226	Belmont Bnk & Trust Company		01/22/2026	245,000.00	241,837.05	245,000.00	3.550	3.503	3.552	1,451	01/22/2030
09582YAF9	7-022823	BLUE RDGE BK NA		02/28/2023	245,000.00	246,822.80	245,000.00	4.200	4.142	4.200	757	02/28/2028
05612LAU6	7-072224	BMW BK OF N A		07/22/2024	245,000.00	245,987.35	245,000.00	4.650	3.704	3.756	169	07/20/2026

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Negotiable CD's												
06063HPM9	7-122922	Bk of Baroda		12/29/2022	245,000.00	245,208.25	245,000.00	4.000	3.484	3.533	149	06/30/2026
062114AV5	7-082224	Bank First N.A.		08/22/2024	245,000.00	244,676.60	245,000.00	3.750	3.701	3.752	933	08/22/2028
06426JBR1	7-081924C	Bank of Lake Mills		08/19/2024	245,000.00	245,056.35	245,000.00	3.800	3.748	3.800	564	08/19/2027
06610TEL5	7-052722A	BANKERS BANK OF THE WEST		05/27/2022	245,000.00	242,711.70	245,000.00	3.050	3.010	3.052	480	05/27/2027
06610RBK4	7-022522	Bankers BK		02/25/2022	245,000.00	239,837.85	245,000.00	1.750	1.727	1.751	389	02/25/2027
05584CJD9	7-082323A	BNY Mellon NA		08/23/2023	245,000.00	246,227.45	245,000.00	4.750	4.059	4.116	204	08/24/2026
06051XM74	7-110525	BOA		11/05/2025	245,000.00	243,772.55	245,000.00	3.500	3.452	3.500	642	11/05/2027
097281BX6	7-111023A	Bogota Savings Bank		11/10/2023	245,000.00	248,697.05	245,000.00	5.000	4.932	5.000	463	05/10/2027
09776DAT1	7-062425	Bom Bank		06/24/2025	245,000.00	246,075.55	245,000.00	4.100	4.047	4.104	874	06/24/2028
09784RCH4	7-092925	Bonanaza Valley St Bk		09/29/2025	245,000.00	242,459.35	245,000.00	3.650	3.301	3.347	1,702	09/30/2030
09968TB0	7-081624B	Border Bank		08/16/2024	245,000.00	245,561.05	245,000.00	4.200	3.989	4.044	197	08/17/2026
06425KCT4	7-053123A	BK OF PERRY CO		05/31/2023	245,000.00	251,894.30	245,000.00	4.250	4.196	4.255	850	05/31/2028
10421ABH9	7-012125	Bradesco Bank		01/21/2025	245,000.00	245,666.40	245,000.00	4.050	3.995	4.050	354	01/21/2027
108622MD0	7-102621	Bridgewater BK Bloom MN		10/26/2021	245,000.00	243,155.15	245,000.00	0.700	0.679	0.688	85	04/27/2026
10671PAH4	7-071024	BREDA SAVINGS BANK		07/10/2024	245,000.00	246,068.20	245,000.00	4.800	4.735	4.800	159	07/10/2026
10947MAB2	7-082025	Brightstar Credit Union		08/20/2025	245,000.00	245,426.30	245,000.00	3.900	3.847	3.900	565	08/20/2027
110087BB8	7-071423B	Bristol Morgan Bank		07/14/2023	245,000.00	245,877.10	245,000.00	4.600	4.542	4.605	163	07/14/2026
071170AC8	7-081023	Bath Savings Institution		08/10/2023	245,000.00	251,210.75	245,000.00	4.300	4.246	4.305	921	08/10/2028
11778TAE3	7-032224A	BTC Bank		03/22/2024	245,000.00	245,235.20	245,000.00	4.700	4.465	4.527	50	03/23/2026
07181JAD6	7-062222B	Baxter Federal Credit Union		06/22/2022	245,000.00	244,267.45	245,000.00	3.050	3.010	3.052	141	06/22/2026
17286TAJ4	7-101321	Citadel FCU		10/13/2021	234,000.00	229,322.34	234,000.00	0.900	0.888	0.901	254	10/13/2026
13135NCG3	7-020924A	Calprivate Bank		02/09/2024	245,000.00	245,833.00	245,000.00	4.100	4.047	4.103	373	02/09/2027
137141B G1	7-012126C	The Canandalgua NB and TC		01/21/2026	245,000.00	243,816.65	245,000.00	3.550	3.501	3.550	719	01/21/2028
14042ROB0	7-111721	Capital One NA		11/17/2021	245,000.00	239,906.45	245,000.00	1.100	1.085	1.100	289	11/17/2026
145150CL0	7-022823A	CARROLL CNTY TC OF		02/28/2023	245,000.00	245,950.60	245,000.00	4.000	3.947	4.002	757	02/28/2028
146102AG3	7-122023	Carter Bank & Trust		12/20/2023	245,000.00	245,926.10	245,000.00	4.750	4.688	4.753	141	06/22/2026
14622LAX0	7-092425	Carter Federal CU		09/24/2025	245,000.00	243,598.60	245,000.00	3.700	3.652	3.702	1,331	09/24/2029
14727MAC8	7-101625	CASCADE FCU		10/16/2025	245,000.00	242,442.20	245,000.00	3.400	3.353	3.400	988	10/16/2028
14919NAB6	7-082523	Catholic & Community Credit Un		08/25/2023	245,000.00	248,596.60	245,000.00	4.750	4.688	4.754	570	08/25/2027
149447AB0	7-031924A	Cattaraugus County Bank		03/19/2024	245,000.00	247,268.70	245,000.00	4.600	4.538	4.601	411	03/19/2027
227507AE0	7-073021	Cross County Bank		07/30/2021	245,000.00	241,146.15	245,000.00	0.600	0.592	0.600	179	07/30/2026
17453FCX8	7-060923	Citizens Deposit BK of Arlingt		06/09/2023	245,000.00	245,722.75	245,000.00	4.650	4.591	4.655	128	06/09/2026
150517GT1	7-011224A	Cedar Rapids B & TC		01/12/2024	245,000.00	245,445.90	245,000.00	3.900	3.849	3.903	710	01/12/2028
15118RZB6	7-071522	Cellic BK		07/15/2022	245,000.00	243,507.95	245,000.00	3.350	3.306	3.352	529	07/15/2027
15140RCY3	7-072523	CENTIER BK		07/25/2023	245,000.00	248,258.50	245,000.00	4.700	4.165	4.223	540	07/26/2027
151342AJ1	7-112024	CENTENNIAL BANKK		11/20/2024	245,000.00	245,509.60	245,000.00	4.050	3.995	4.050	292	11/20/2026

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Negotiable CD's												
15721UGD5	7-030524	CF Bank Natl Association		03/05/2024	245,000.00	246,803.20	245,000.00	4.400	4.340	4.401	397	03/05/2027
16863LAF2	7-012925	Chief Financial FCU		01/29/2025	245,000.00	245,960.40	245,000.00	4.150	4.093	4.149	362	01/29/2027
12526AAM9	7-053024A	CFSBANK		05/30/2024	245,000.00	248,861.20	245,000.00	4.650	4.590	4.654	667	11/30/2027
16141BAC5	7-060923A	Chartway		06/09/2023	245,000.00	245,938.35	245,000.00	4.900	4.838	4.905	128	06/09/2026
16514QBK2	7-031524	Chesapeake Bank		03/15/2024	245,000.00	247,249.10	245,000.00	4.600	4.538	4.601	407	03/15/2027
12547CAL2	7-022423B	CIBC BK USA		02/24/2023	245,000.00	244,953.45	245,000.00	4.250	4.192	4.250	23	02/24/2026
174178AC7	7-072123E	CITIZENS BK OF PHILADELPHIA		07/21/2023	245,000.00	246,087.80	245,000.00	4.750	4.690	4.755	170	07/21/2026
17312Q4A4	7-092923E	Citibank National Association		09/29/2023	245,000.00	247,055.55	245,000.00	5.100	5.030	5.100	240	09/29/2026
17670UAA4	7-101223	Citizens State BK		10/12/2023	245,000.00	250,475.75	245,000.00	4.700	4.635	4.700	974	10/02/2028
173576AR0	7-063023A	THE CITIZENS BK CO		06/30/2023	245,000.00	245,771.75	245,000.00	4.550	4.492	4.554	149	06/30/2026
176688CY3	7-013123	CITIZENS STATE BK OF LA CROSSE		01/31/2023	245,000.00	244,737.85	245,000.00	3.750	3.700	3.752	729	01/31/2028
17783PAJ0	7-011224	CITY FEDERAL CREDIT UNION		01/12/2024	245,000.00	245,997.15	245,000.00	3.950	3.900	3.954	1,076	01/12/2029
173477BY5	7-011924	The Citizens Bank		01/19/2024	245,000.00	245,318.50	245,000.00	3.850	3.801	3.854	1,083	01/19/2029
17668UAS9	7-053024	CITIZENS ST B&T CO ELLSWORTH K		05/30/2024	245,000.00	248,574.55	245,000.00	4.300	4.244	4.303	1,214	05/30/2029
128829AQ1	7-063025	Caldwell Bank & Trust Co		06/30/2025	245,000.00	245,708.05	245,000.00	4.000	3.945	4.000	514	06/30/2027
187337AH3	7-111023	Clinton BK		11/10/2023	245,000.00	247,472.05	245,000.00	5.100	5.035	5.105	282	11/10/2026
185189AB3	7-011725	Clearwater		01/17/2025	245,000.00	247,249.10	245,000.00	4.150	4.096	4.153	1,477	02/17/2030
20143PEM8	7-032823	COM BK		03/28/2023	245,000.00	245,296.45	245,000.00	4.750	4.690	4.755	57	03/30/2026
20146AAX8	7-020422	Commercial Bk		02/04/2022	245,000.00	244,879.95	245,000.00	1.200	1.184	1.200	3	02/04/2026
178180HD0	7-012326A	City National Bk		01/23/2026	245,000.00	244,372.80	245,000.00	3.650	3.600	3.650	722	01/24/2028
12640SAB5	7-082924A	CNB Bank		08/29/2024	245,000.00	245,330.75	245,000.00	3.850	3.797	3.850	575	08/30/2027
152465AT7	7-080924A	Central Bank & Trust Company		08/09/2024	245,000.00	245,637.00	245,000.00	4.350	3.466	3.515	190	08/10/2026
15347VAC5	7-091423	Central FS&LA		09/14/2023	245,000.00	249,248.30	245,000.00	4.500	4.443	4.505	956	09/14/2028
152577BN1	7-051223A	Central Bk		05/12/2023	245,000.00	246,043.70	245,000.00	3.850	3.802	3.855	831	05/12/2028
138138AC6	7-070925A	CANTON CO-OPERATIVE BANK		07/09/2025	245,000.00	245,757.05	245,000.00	4.000	3.946	4.000	523	07/09/2027
15523RDQ6	7-030623	Central State Bk		03/06/2023	245,000.00	247,690.10	245,000.00	4.350	4.296	4.355	764	03/06/2028
203571BB9	7-111925	Community Bank Owatonna		11/19/2025	245,000.00	243,042.45	245,000.00	3.500	3.369	3.416	1,023	11/20/2028
19075JAB4	7-091522	Cobalt Credit Union		09/15/2022	245,000.00	244,274.80	245,000.00	3.600	3.553	3.602	591	09/15/2027
20368TEN6	7-012126B	Community First Bk of Indiana		01/21/2026	245,000.00	243,583.90	245,000.00	3.500	3.452	3.500	719	01/21/2028
20349NAA5	7-030624	Community Bank Delaware		03/06/2024	245,000.00	245,183.75	245,000.00	4.750	4.685	4.750	33	03/06/2026
20367GCA5	7-123025B	COMMUNITY COMMERCE BK		12/30/2025	245,000.00	243,650.05	245,000.00	3.600	3.554	3.603	1,062	12/29/2028
20033A3M6	7-031023	COMENITY CAPITAL BK		03/10/2023	245,000.00	247,702.35	245,000.00	4.350	4.296	4.355	768	03/10/2028
20056QVY6	7-061825	Commerce Bk		06/18/2025	245,000.00	245,597.80	245,000.00	3.950	3.896	3.950	505	06/21/2027
20361LCT9	7-020323A	Community Bankers Bank		02/03/2023	245,000.00	244,977.95	245,000.00	4.000	3.948	4.003	2	02/03/2026
201593BB5	7-100824	COMMERCIAL BANKING COMPANY		10/08/2024	245,000.00	244,936.30	245,000.00	3.750	3.699	3.750	249	10/08/2026
20368AAJO	7-091225	COMMUNITY 1 BANK		09/12/2025	245,000.00	243,760.30	245,000.00	3.600	3.551	3.600	954	09/12/2028

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Negotiable CD's												
202291AQ3	7-100424	Commercial Savings Bank		10/04/2024	245,000.00	242,295.20	245,000.00	3.550	3.501	3.550	1,341	10/04/2029
20405NAA6	7-072723	COMMUNITY SO CU		07/27/2023	245,000.00	246,428.35	245,000.00	5.000	4.937	5.005	176	07/27/2026
20415QJM2	7-032024	Community West Bank NA		03/20/2024	245,000.00	245,313.60	245,000.00	4.800	4.735	4.801	47	03/20/2026
20360UAH8	7-121422	Community Bk		12/14/2022	245,000.00	245,421.40	245,000.00	4.250	4.106	4.163	134	06/15/2026
20403WAC4	7-042925	Community Savings Bank		04/29/2025	245,000.00	245,053.90	245,000.00	3.800	3.750	3.802	635	10/29/2027
21056RAB5	7-111623	Consumers Federal Credit Union		11/16/2023	245,000.00	252,756.70	245,000.00	5.000	4.937	5.005	1,019	11/16/2028
20825WAR1	7-123021A	Connexus Credit Union		12/30/2021	245,000.00	239,580.60	245,000.00	1.150	1.135	1.151	325	12/23/2026
219236AJ5	7-052324	CORNERSTONE BK		05/23/2024	245,000.00	245,845.25	245,000.00	4.900	4.833	4.900	114	05/26/2026
219873AN6	7-082925A	Corporate America Family		08/29/2025	245,000.00	245,668.85	245,000.00	3.950	3.891	3.945	575	08/30/2027
220802AN2	7-080923A	Cortrust Bank NA		08/09/2023	245,000.00	246,313.20	245,000.00	4.800	4.623	4.688	190	08/10/2026
22209WAP7	7-091324B	Coulee Bank		09/13/2024	245,000.00	244,666.80	245,000.00	3.700	3.649	3.700	585	09/09/2027
22282XAB6	7-012424	CoVantage Credit Union		01/24/2024	245,000.00	246,168.65	245,000.00	4.050	3.997	4.053	722	01/24/2028
14042TEP8	7-031622	Capital One Bank (USA) NA		03/16/2022	245,000.00	240,286.20	245,000.00	2.000	1.973	2.000	408	03/16/2027
14065AAC4	7-081924A	CAPRA Bank		08/19/2024	245,000.00	245,271.95	245,000.00	4.000	3.945	4.000	199	08/19/2026
20402AAU3	7-090924A	Community Partners Savings Ban		09/09/2024	245,000.00	245,357.70	245,000.00	3.900	3.840	3.894	401	03/09/2027
20403MAC6	7-012225B	Community Resource Crdt Union		01/22/2025	245,000.00	247,383.85	245,000.00	4.150	4.095	4.152	1,086	01/22/2029
22537MAC1	7-082825A	Credit Human Credit Union		08/28/2025	245,000.00	245,318.50	245,000.00	3.900	3.849	3.903	1,304	08/28/2029
22551KBJ0	7-092625A	Credit Union of TX		09/26/2025	245,000.00	244,541.85	245,000.00	3.650	3.600	3.650	603	09/27/2027
150713BR5	7-062725A	Cedarstone Bank		06/27/2025	245,000.00	245,771.75	245,000.00	4.000	3.799	3.851	512	06/28/2027
227563CH4	7-051923C	CROSS RIVER BK		05/19/2023	245,000.00	245,580.65	245,000.00	4.650	4.586	4.650	107	05/19/2026
22753AAF7	7-032624A	Cross Keys BK		03/26/2024	245,000.00	245,343.00	245,000.00	4.850	4.784	4.850	53	03/26/2026
14575YAD3	7-092524	Carson Bank		09/25/2024	245,000.00	244,936.30	245,000.00	3.750	3.698	3.750	236	09/25/2026
22820LBN4	7-052324A	CROWN BANK		05/23/2024	245,000.00	247,753.80	245,000.00	4.650	4.475	4.537	477	05/24/2027
12651HAY5	7-053024B	CTBC BANK CORP (USA)		05/30/2024	245,000.00	246,920.80	245,000.00	4.750	4.690	4.755	302	11/30/2026
173851AL0	7-031725	Citizen Bank Inc.		03/17/2025	245,000.00	246,592.50	245,000.00	4.200	4.149	4.207	593	09/17/2027
174041AU7	7-081525	CITIZENS BANK OF THE MIDWEST		08/15/2025	245,000.00	245,002.45	245,000.00	3.800	3.025	3.067	561	08/16/2027
17669VBC0	7-080825	CITIZENS ST BANK		08/08/2025	245,000.00	244,679.05	245,000.00	3.750	3.702	3.753	919	08/08/2028
23020PAJ1	7-071924B	CULLMAN SAVINGS BK		07/19/2024	245,000.00	246,832.60	245,000.00	4.550	4.495	4.557	352	01/19/2027
23130SEH2	7-062624A	CURRIE STATE BANK		06/26/2024	245,000.00	247,295.65	245,000.00	4.800	4.734	4.800	330	12/28/2026
23204HQN1	7-103024A	CUSTOMER BANK		10/30/2024	245,000.00	245,570.85	245,000.00	3.950	3.896	3.950	1,367	10/30/2029
23248UAA5	7-051923B	CY-FAIR FEDERAL CU		05/19/2023	245,000.00	246,793.40	245,000.00	4.350	4.294	4.354	472	05/19/2027
173887AV2	7-072624A	CITIZEN BANK OF WEST VIRGINIA		07/26/2024	245,000.00	245,933.45	245,000.00	4.600	4.538	4.601	173	07/24/2026
237412CA7	7-013026A	The Dart Bank		01/30/2026	245,000.00	244,389.95	245,000.00	3.650	3.600	3.650	730	02/01/2028
25460FCP9	7-020322	Direct Federal CU		02/03/2022	245,000.00	241,920.35	245,000.00	1.300	1.282	1.300	183	08/03/2026
243594AR9	7-092322C	DECORAH BANK TRUST CO		09/23/2022	245,000.00	242,488.75	245,000.00	3.700	3.651	3.702	599	09/23/2027
25660BAL7	7-012822	Dogwood State Bank		01/28/2022	245,000.00	239,146.95	245,000.00	1.300	1.283	1.301	361	01/28/2027

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Negotiable CD's												
254673D94	7-051922	DISCOVER BK		05/19/2022	245,000.00	243,245.80	245,000.00	3.200	2.891	2.931	472	05/19/2027
25665QDN2	7-012925A	Dollar Bk Federal Svg Bk		01/29/2025	245,000.00	245,806.05	245,000.00	4.100	4.044	4.100	362	01/29/2027
23322GT72	7-121823	DMB Community BK		12/18/2023	245,000.00	245,634.55	245,000.00	4.500	4.441	4.503	137	06/18/2026
25844MAC2	7-093022C	DORT FINANCIAL CU		09/30/2022	245,000.00	245,414.05	245,000.00	4.000	3.948	4.003	241	09/30/2026
24951TAL9	7-010722	Department of Commerce Federal		01/07/2022	245,000.00	239,338.05	245,000.00	1.250	1.234	1.251	340	01/07/2027
23344RAG2	7-090922B	Dr Bank		09/09/2022	245,000.00	244,429.15	245,000.00	3.550	3.500	3.549	401	03/09/2027
26518ECC1	7-102925	DUNDEE BK		10/29/2025	245,000.00	243,405.05	245,000.00	3.550	3.417	3.465	1,002	10/30/2028
26948GAK0	7-101725C	EAGLE COMM CU		10/17/2025	245,000.00	244,027.35	245,000.00	3.650	3.603	3.653	989	10/17/2028
27002YGZ3	7-012425A	Eaglbank		01/24/2025	245,000.00	246,790.95	245,000.00	4.100	4.046	4.102	1,453	01/24/2030
27004PBB8	7-031721	EAGLE SAVINGS BANK		03/17/2021	245,000.00	244,034.70	245,000.00	0.700	0.690	0.700	44	03/17/2026
27689NFP0	7-101823	Eastern Savings Bank FSB		10/18/2023	245,000.00	247,437.75	245,000.00	5.050	4.318	4.378	260	10/19/2026
27889MAK6	7-070325	ECLIPSE BANK INC.		07/03/2025	245,000.00	245,749.70	245,000.00	4.000	3.946	4.000	516	07/02/2027
291916AB0	7-092923	Empower Federal Credit Union		09/29/2023	245,000.00	253,031.10	245,000.00	5.100	5.036	5.106	971	09/29/2028
292457AS7	7-092724A	Emprise Bank		09/27/2024	245,000.00	244,451.20	245,000.00	3.650	3.600	3.650	603	09/27/2027
292079AR1	7-111221	Empire State Bank, NA		11/12/2021	245,000.00	241,932.60	245,000.00	0.900	0.888	0.900	162	07/13/2026
29259RAH0	7-061323	Encompass Niagara Credit Union		06/13/2023	245,000.00	245,879.55	245,000.00	4.750	4.689	4.755	134	06/15/2026
29367SMQ4	7-092625	Enterprise Bk & Trust		09/26/2025	245,000.00	244,282.15	245,000.00	3.600	3.550	3.600	600	09/24/2027
29367RLY0	7-052121	ENTERPRISE BANK		05/21/2021	245,000.00	242,579.40	245,000.00	0.600	0.592	0.600	109	05/21/2026
29483ACS9	7-050125	ERGO BANK		05/01/2025	245,000.00	245,262.15	245,000.00	3.850	3.797	3.850	453	04/30/2027
29667RVQ3	7-082124B	Essa Bank and Trust		08/21/2024	245,000.00	245,181.30	245,000.00	3.850	3.797	3.850	568	08/23/2027
29669XAX6	7-073024A	ESSENTIAL		07/30/2024	245,000.00	249,005.75	245,000.00	4.350	4.293	4.353	1,275	07/30/2029
30002CAB4	7-110321	Everett Co-Operative Bank		11/03/2021	245,000.00	239,965.25	245,000.00	1.000	0.986	1.000	275	11/03/2026
300498AV4	7-020224	Evolve Bank & Trust		02/02/2024	245,000.00	244,892.20	245,000.00	4.400	4.340	4.400	1	02/02/2026
301074EV8	7-071921	Exchange BK		07/19/2021	245,000.00	241,332.35	245,000.00	0.600	0.583	0.591	169	07/20/2026
303117DA0	7-062923B	THE FAHEY BANKING CO		06/29/2023	245,000.00	245,818.30	245,000.00	4.600	4.541	4.604	148	06/29/2026
309175DZ7	7-053023A	FARMERS BK		05/30/2023	245,000.00	245,671.30	245,000.00	4.650	4.586	4.650	117	05/29/2026
30960QAQ0	7-072123B	FARMERS INS GROUP FCU		07/21/2023	245,000.00	246,376.90	245,000.00	5.000	4.937	5.005	170	07/21/2026
309287AC4	7-081924B	The Farmers Bank of Milton		08/19/2024	245,000.00	245,249.90	245,000.00	4.050	3.995	4.050	199	08/19/2026
307811HE2	7-081123	THE FARMERS & MERCHANTS BK		08/11/2023	245,000.00	246,286.25	245,000.00	4.800	4.739	4.805	191	08/11/2026
31033VAE7	7-012825	FARMERS STATE BANK OF HOFFMAN		01/28/2025	245,000.00	245,950.60	245,000.00	4.150	4.093	4.150	361	01/28/2027
31943VAW6	7-011923B	FIRST CENTRAL BANK MCCOOK		01/19/2023	245,000.00	245,908.95	245,000.00	4.000	3.947	4.002	717	01/19/2028
31943RBL8	7-013123B	FIRST CENTRAL BK		01/31/2023	245,000.00	245,237.65	245,000.00	3.850	3.730	3.782	365	02/01/2027
31985HCJ3	7-013124C	First Commerce Bank		01/31/2024	245,000.00	246,075.55	245,000.00	4.200	4.146	4.204	362	01/29/2027
31617CCE1	7-081325	FIDELITY BANKK		08/13/2025	245,000.00	244,539.40	245,000.00	3.800	3.751	3.803	1,289	08/13/2029
30191MAJ6	7-032724A	FFB Bank		03/27/2024	245,000.00	247,508.80	245,000.00	4.300	4.244	4.303	785	03/27/2028
32024DAC0	7-020823	First Financial Credit Union		02/08/2023	245,000.00	248,069.85	245,000.00	4.450	4.391	4.452	737	02/08/2028

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Negotiable CD's												
32023WAC9	7-051024	First Fed Savings Bank		05/10/2024	245,000.00	247,525.95	245,000.00	4.600	4.537	4.601	463	05/10/2027
32026UYA8	7-110422	First Foundation Bk		11/04/2022	245,000.00	248,726.45	245,000.00	4.700	4.636	4.700	641	11/04/2027
32018YBH0	7-020323	First Federal Savings & Loan B		02/03/2023	245,000.00	244,973.05	245,000.00	3.800	3.750	3.802	732	02/03/2028
320437AD8	7-080423	First GTY BK/Hammond LA		08/04/2023	245,000.00	249,074.35	245,000.00	4.500	4.443	4.505	915	08/04/2028
32116PAR9	7-082721A	FirstBank of Nebraska		08/27/2021	245,000.00	240,555.70	245,000.00	0.600	0.592	0.600	207	08/27/2026
31938QV43	7-120122	First Business Bank		12/01/2022	245,000.00	245,686.00	245,000.00	4.200	4.144	4.201	242	10/01/2026
31749TCD7	7-092325	Financial Federal Bk		09/23/2025	245,000.00	244,416.90	245,000.00	3.650	3.598	3.648	628	10/22/2027
32022RZWO	7-070925	1ST FINANCIAL BANK USAA		07/09/2025	245,000.00	245,757.05	245,000.00	4.000	3.946	4.000	523	07/09/2027
31764MAB8	7-011724	Financial Plus Credit Union		01/17/2024	245,000.00	246,688.05	245,000.00	4.050	3.999	4.054	1,081	01/17/2029
31904PDG8	7-072624	FIRST BANK & TR		07/26/2024	245,000.00	247,227.05	245,000.00	4.700	4.700	4.765	359	01/26/2027
31987NAT8	7-071524	FIRST COMMUNITY BANK HEARTLAND		07/15/2024	245,000.00	245,982.45	245,000.00	4.700	4.636	4.700	164	07/15/2026
32065RAV7	7-100824B	FIRST KEYSTONE COMMUNITY BANK		10/08/2024	245,000.00	244,855.45	245,000.00	3.700	3.649	3.700	249	10/08/2026
33647BAE5	7-090524A	First Southwest Bank		09/05/2024	245,000.00	244,973.05	245,000.00	3.800	3.750	3.802	947	09/05/2028
336793CC6	7-032223B	FIRST ST BK		03/22/2023	245,000.00	245,259.70	245,000.00	4.750	4.685	4.750	40	03/13/2026
32024JAM5	7-021723	FIRST FEDERAL CU		02/17/2023	245,000.00	247,864.05	245,000.00	4.400	4.342	4.402	746	02/17/2028
33766NAV6	7-081624C	First Bk		08/16/2024	245,000.00	245,208.25	245,000.00	4.000	3.185	3.230	197	08/17/2026
32063KAY8	7-013123A	FIRST JACKSON BANK INC.		01/31/2023	245,000.00	244,737.85	245,000.00	3.750	3.700	3.752	729	01/31/2028
33885WAR1	7-052824	FLATWATER BANK		05/28/2024	245,000.00	247,773.40	245,000.00	4.650	4.587	4.651	481	05/28/2027
34061LAB4	7-071825A	Florida Credit Union		07/18/2025	245,000.00	245,766.85	245,000.00	4.000	3.799	3.851	533	07/19/2027
30781JAW0	7-111921	Farm & Merch Bank of Colby		11/19/2021	245,000.00	239,335.60	245,000.00	0.850	0.839	0.850	291	11/19/2026
30246AGQ5	7-092923G	F and M Bank		09/29/2023	245,000.00	249,209.10	245,000.00	4.850	4.787	4.853	605	09/29/2027
308693BG4	7-013024	Farmers & Merchants TR		01/30/2024	245,000.00	245,962.85	245,000.00	4.150	4.093	4.150	365	02/01/2027
309207AS7	7-031925	The Farmers Bk, Frankfort, Indi		03/19/2025	245,000.00	245,637.00	245,000.00	4.000	3.946	4.000	411	03/19/2027
31810PCY3	7-031425	FINWISSE BANK		03/14/2025	245,000.00	246,176.00	245,000.00	4.200	3.346	3.392	407	03/15/2027
30257JBQ7	7-082324	FNB Bank Inc		08/23/2024	245,000.00	245,242.55	245,000.00	3.850	3.797	3.850	568	08/23/2027
32112UEJ6	7-042823E	FNB OF MCGREGOR TX		04/28/2023	245,000.00	250,762.40	245,000.00	4.300	4.246	4.305	817	04/28/2028
33583FAH5	7-102323	First Northeast Bk of Nebraska		10/23/2023	245,000.00	251,000.05	245,000.00	4.750	4.690	4.755	995	10/23/2028
321207BC5	7-071924C	FIRST NB & T CO CHICKASHA OKLA		07/19/2024	245,000.00	245,967.75	245,000.00	4.650	4.417	4.478	169	07/20/2026
32116QBJ4	7-051123	FNB of Middle Tennessee		05/11/2023	245,000.00	245,433.65	245,000.00	4.500	4.438	4.500	99	05/11/2026
30257YBP6	7-051023A	FNCB Bank		05/10/2023	245,000.00	245,360.15	245,000.00	4.350	3.714	3.766	99	05/11/2026
32114VCF2	7-021023	First National Bank of MI		02/10/2023	245,000.00	244,497.75	245,000.00	3.700	3.651	3.702	739	02/10/2028
35907XFH5	7-071423	Frontier Bk		07/14/2023	245,000.00	247,668.05	245,000.00	4.550	4.491	4.554	528	07/14/2027
34520LBH5	7-012225A	Forbright Bank		01/22/2025	245,000.00	246,798.30	245,000.00	4.100	4.044	4.100	722	01/24/2028
34965LAB1	7-112125A	FORTERA CREDIT UNION		11/21/2025	245,000.00	244,372.80	245,000.00	3.650	3.465	3.513	659	11/22/2027
34965VAD5	7-032024B	Fortifi Bank		03/20/2024	245,000.00	247,089.85	245,000.00	4.550	4.488	4.551	414	03/22/2027
351593AL2	7-090924B	Fox Valley Savings Bank		09/09/2024	245,000.00	245,156.80	245,000.00	3.900	3.846	3.900	220	09/09/2026

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Negotiable CD's												
33610RUN1	7-090123	First Premier		09/01/2023	245,000.00	246,323.00	245,000.00	4.750	4.685	4.750	212	09/01/2026
31944NAE3	7-101724A	FIRST CENTRAL SAVINGS BANK		10/17/2024	245,000.00	243,814.20	245,000.00	3.500	3.366	3.413	624	10/18/2027
35633MFW7	7-090925	THE FREEDOM BANK VIRGINIA		09/09/2025	245,000.00	244,387.50	245,000.00	3.700	3.652	3.703	953	09/11/2028
35634CAE3	7-100225	FREEDOM BK OF SOUTHERN MISSOURI		10/02/2025	245,000.00	243,708.85	245,000.00	3.600	3.551	3.600	974	10/02/2028
35634MAC5	7-022624	Freedom BK		02/26/2024	245,000.00	245,029.40	245,000.00	4.700	4.636	4.700	25	02/26/2026
356436AS4	7-111224	FREEDOM N.W CREDIT UNION		11/12/2024	245,000.00	246,038.80	245,000.00	4.000	3.890	3.944	1,381	11/13/2029
35633EAD2	7-020724	Freedom Bank		02/07/2024	245,000.00	245,029.40	245,000.00	4.400	4.345	4.405	5	02/06/2026
35688MAF3	7-122325	Freestar Financial		12/23/2025	245,000.00	244,566.35	245,000.00	3.700	3.649	3.700	690	12/23/2027
32017MCN3	7-090325	FIRST FED BANK		09/03/2025	245,000.00	244,862.80	245,000.00	3.750	3.698	3.750	579	09/03/2027
35637RDR5	7-012822B	Freedom Financial Bank		01/28/2022	245,000.00	239,026.90	245,000.00	1.250	1.234	1.251	361	01/28/2027
32069MAC6	7-012326	First Liberty Bank		01/23/2026	245,000.00	240,543.45	245,000.00	3.500	3.454	3.502	1,817	01/23/2031
30886ZEE7	7-062824	FARMER AND MERCHANTS BANK		06/28/2024	245,000.00	246,176.00	245,000.00	4.950	4.702	4.768	148	06/29/2026
310567AQ5	7-090924	Farmers State Bk		09/09/2024	245,000.00	245,303.80	245,000.00	4.000	3.945	4.000	220	09/09/2026
32114LCV9	7-071724	FIRST NATIONAL BANKK		07/17/2024	245,000.00	246,006.95	245,000.00	4.700	4.636	4.700	166	07/17/2026
35909FAS3	7-101724	FRONTIER BANKK		10/17/2024	245,000.00	243,814.20	245,000.00	3.500	3.366	3.413	624	10/18/2027
319050AT7	7-020724A	First Bank of Berne		02/07/2024	245,000.00	246,303.40	245,000.00	4.100	4.044	4.100	736	02/07/2028
32021MLH0	7-063025A	First Financial Bk		06/30/2025	245,000.00	245,541.45	245,000.00	3.950	3.896	3.950	514	06/30/2027
33650TAN0	7-050525	FIRSTT STATE BANK		05/05/2025	245,000.00	245,387.10	245,000.00	3.900	3.847	3.900	458	05/05/2027
318520AD5	7-031125	FIRST FS&LA OF LORAIN		03/11/2025	245,000.00	245,999.60	245,000.00	4.000	3.945	4.000	768	03/10/2028
336228AN1	7-091025A	FIRST SECURITY B & TC		09/10/2025	245,000.00	244,762.35	245,000.00	3.700	3.649	3.700	583	09/07/2027
319267MT4	7-010825	FIRST BANK RICHMOND		01/08/2025	245,000.00	245,575.75	245,000.00	3.950	3.896	3.950	522	07/08/2027
31990KAL6	7-090424	First Federal Bank of Kansas C		09/04/2024	245,000.00	245,453.25	245,000.00	3.900	3.846	3.900	579	09/03/2027
33651MAD6	7-041922	First State Bk		04/19/2022	245,000.00	241,006.50	245,000.00	2.400	2.369	2.401	442	04/19/2027
33625CJA8	7-011725A	First Secty Bk of Washington		01/17/2025	245,000.00	245,463.05	245,000.00	3.950	3.896	3.950	352	01/19/2027
31033MBQ9	7-012225C	Farmers State Bk of Calhan		01/22/2025	245,000.00	246,472.45	245,000.00	4.100	4.044	4.100	722	01/24/2028
43710JAB5	7-062824B	HOME FS&LA OF GRAND ISLAND		06/28/2024	245,000.00	247,535.75	245,000.00	4.550	4.488	4.550	512	06/28/2027
32110YU86	7-091925A	1st National Bk of Amerlca		09/19/2025	245,000.00	241,861.55	245,000.00	3.600	3.552	3.602	1,691	09/19/2030
33651PAU1	7-032625	First State B&TC Inc.		03/26/2025	245,000.00	245,597.80	245,000.00	4.000	3.946	4.001	421	03/29/2027
31033AAK9	7-011923	Farmers St Bk of Oakley Kansas		01/19/2023	245,000.00	245,445.90	245,000.00	3.900	3.848	3.902	717	01/19/2028
33767GCF3	7-022423C	FIRSTBK PUERTO RICO		02/24/2023	245,000.00	245,945.70	245,000.00	4.000	3.947	4.002	753	02/24/2028
32086RCJ7	7-022625	First Mid Bank & Trust NA		02/26/2025	245,000.00	246,122.10	245,000.00	4.200	4.142	4.199	390	02/26/2027
32065TBG5	7-013025	First Kentucky Bank Inc.		01/30/2025	245,000.00	246,621.90	245,000.00	4.150	4.093	4.150	729	01/31/2028
33585DC9	7-083023	First Oklahoma Bank		08/30/2023	245,000.00	246,413.65	245,000.00	4.700	4.644	4.709	211	08/31/2026
33715LFS4	7-082124	First Technology		08/21/2024	245,000.00	246,190.70	245,000.00	4.100	4.044	4.100	565	08/20/2027
33640VDS4	7-051923	FIRST SVC BK		05/19/2023	245,000.00	245,455.70	245,000.00	4.450	4.394	4.455	107	05/19/2026
319137CN3	7-092724	FirstBank		09/27/2024	245,000.00	244,870.15	245,000.00	3.650	3.600	3.650	236	09/25/2026

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Negotiable CD's												
31925YBB7	7-022924	First Bank of the Lake		02/29/2024	245,000.00	248,140.90	245,000.00	4.250	4.194	4.252	1,123	02/28/2029
31904JAJ9	7-091223C	First B&T of Fullerton		09/12/2023	245,000.00	246,526.35	245,000.00	4.800	4.738	4.804	222	09/11/2026
31944MBH7	7-062321	First Carolina Bank		06/23/2021	245,000.00	241,900.75	245,000.00	0.600	0.592	0.600	142	06/23/2026
31958JAD7	7-032624	First Citizens Bank		03/26/2024	245,000.00	245,306.25	245,000.00	4.750	4.685	4.750	53	03/26/2026
33649XCW3	7-011824B	First ST Bank		01/18/2024	245,000.00	245,695.80	245,000.00	4.050	3.900	3.954	352	01/19/2027
33742CCS4	7-020823B	First United B&TC		02/08/2023	245,000.00	245,585.55	245,000.00	4.000	3.947	4.002	372	02/08/2027
33749VBH0	7-012723A	First Western Bank & Trust		01/27/2023	245,000.00	245,330.75	245,000.00	3.900	3.849	3.902	360	01/27/2027
36733QAD2	7-121323	Gate City Bank		12/13/2023	245,000.00	245,666.40	245,000.00	4.600	4.537	4.600	134	06/15/2026
40216LCP2	7-112625B	GULB ATLANTIC BK		11/26/2025	245,000.00	242,518.15	245,000.00	3.500	3.454	3.502	1,394	11/26/2029
36830MBB6	7-012725	Gbank		01/27/2025	245,000.00	246,379.35	245,000.00	4.100	4.043	4.099	722	01/24/2028
40135GAA6	7-092923D	Guardian Credit Union		09/29/2023	245,000.00	253,058.05	245,000.00	5.100	5.035	5.105	971	09/29/2028
372348DP4	7-082225	The Genoa Banking Com.		08/22/2025	245,000.00	242,929.75	245,000.00	3.700	3.651	3.702	1,663	08/22/2030
37173RAS2	7-031824	Genesee Regional Bank		03/18/2024	245,000.00	245,257.25	245,000.00	4.750	4.685	4.750	45	03/18/2026
37312PDD8	7-032723	GEORGIA BANKING CO		03/27/2023	245,000.00	245,387.10	245,000.00	4.950	4.882	4.950	54	03/27/2026
373337AW4	7-090624	Georgia Primary Bank		09/06/2024	245,000.00	245,323.40	245,000.00	3.950	3.896	3.950	219	09/08/2026
37148LAF5	7-072624C	GENERATIONS COMMUNITY		07/26/2024	245,000.00	245,891.80	245,000.00	4.550	4.322	4.382	176	07/27/2026
375873AD8	7-060724	GILMER NB GILMER TEXAS		06/07/2024	245,000.00	248,143.35	245,000.00	4.750	4.685	4.750	491	06/07/2027
38081GBH8	7-073124	GOLDEN BANK NATIONAL ASSOCIATI		07/31/2024	245,000.00	246,621.90	245,000.00	4.150	4.098	4.155	729	01/31/2028
38058KES1	7-062222A	Gold Coast BK		06/22/2022	245,000.00	243,929.35	245,000.00	3.000	2.961	3.002	204	08/24/2026
40220JAA6	7-053025	Gulf Coast Business Bank		05/30/2025	245,000.00	245,739.90	245,000.00	4.000	3.951	4.006	481	05/28/2027
39518IEP1	7-012425B	Greenfield Savings Bank		01/24/2025	245,000.00	245,948.15	245,000.00	4.150	3.941	3.995	358	01/25/2027
37149CBN6	7-050525A	GENERATIONS BANK		05/05/2025	245,000.00	245,387.10	245,000.00	3.900	3.847	3.900	458	05/05/2027
38150VAV1	7-052522	GOLDMAN SACHS BK USA		05/25/2022	245,000.00	242,890.55	245,000.00	3.100	3.058	3.100	478	05/25/2027
38120MBU9	7-022423D	GOLDEN ST BUS BK		02/24/2023	245,000.00	245,945.70	245,000.00	4.000	3.947	4.002	753	02/24/2028
383052FX0	7-090524	Gorham Savings Bk		09/05/2024	245,000.00	245,323.40	245,000.00	3.950	3.896	3.950	219	09/08/2026
38644ACD9	7-032223A	GRAND RIVR BK		03/22/2023	245,000.00	245,269.50	245,000.00	4.800	4.624	4.688	50	03/23/2026
38647PDR1	7-081221	Grandsouth Bank		08/12/2021	245,000.00	240,933.00	245,000.00	0.650	0.641	0.650	192	08/12/2026
39573LDY1	7-051723A	GREENSTATE CU		05/17/2023	245,000.00	245,720.30	245,000.00	4.800	4.739	4.805	106	05/18/2026
06427HBC7	7-013125B	GREENE COUNTY COMMERCIAL BANK		01/31/2025	245,000.00	247,136.40	245,000.00	4.150	4.093	4.150	1,460	01/31/2030
397417AQ9	7-051722	THE GREENWOODS STATE BANK		05/17/2022	245,000.00	242,760.70	245,000.00	3.050	3.010	3.052	470	05/17/2027
39269PAB4	7-011422	Green Belt Bank & Trust		01/14/2022	245,000.00	238,882.35	245,000.00	1.100	1.086	1.101	347	01/14/2027
38731MAA5	7-083123D	Granite Federal Credit Union		08/31/2023	245,000.00	249,375.70	245,000.00	4.950	4.886	4.953	576	08/31/2027
39729LAF8	7-060123A	Greenwood Municipal FCU		06/01/2023	245,000.00	249,285.05	245,000.00	4.500	4.442	4.503	485	06/01/2027
397129AF4	7-100821	Greenwood FCU		10/08/2021	245,000.00	239,953.00	245,000.00	0.750	0.740	0.750	249	10/08/2026
366526BA8	7-012722A	The Garrett State Bk		01/27/2022	245,000.00	239,019.55	245,000.00	1.250	1.234	1.251	360	01/27/2027
401081EV2	7-011224B	GUARANTY BANK SPRINGFIELD		01/12/2024	245,000.00	245,445.90	245,000.00	3.900	3.849	3.903	710	01/12/2028

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Negotiable CD's												
36759UAL4	7-071321	Gateway Bk		07/13/2021	245,000.00	241,533.25	245,000.00	0.650	0.641	0.650	162	07/13/2026
39103QBB1	7-012324A	Great North BK		01/23/2024	245,000.00	245,663.95	245,000.00	4.000	3.945	4.000	358	01/25/2027
36758PDP4	7-082024A	Gateway Bank F.S.B.		08/20/2024	245,000.00	245,316.05	245,000.00	3.900	3.853	3.906	380	02/16/2027
402194GQ1	7-102925A	GULF COAST B&TC		10/29/2025	245,000.00	241,783.15	245,000.00	3.600	3.551	3.600	1,731	10/29/2030
404730FA6	7-051624	HADDON SAVING BANK		05/16/2024	245,000.00	245,727.65	245,000.00	4.850	4.784	4.851	103	05/15/2026
410493FR6	7-100924A	HANMI BANKK		10/09/2024	245,000.00	244,029.80	245,000.00	3.550	3.502	3.550	618	10/12/2027
41138NAB4	7-083123C	HAPO Community Credit Union		08/31/2023	245,000.00	248,133.55	245,000.00	5.000	4.931	4.999	390	02/26/2027
41939HDE9	7-020624	Haven Savings Bank		02/06/2024	245,000.00	244,906.90	245,000.00	4.350	4.290	4.350	5	02/06/2026
42228LAH4	7-092122A	HEALTHCARE SYSTEMS FEDERAL CU		09/21/2022	245,000.00	244,703.55	245,000.00	3.600	3.553	3.602	232	09/21/2026
425246BU8	7-112823B	Henderson State Bank		11/28/2023	245,000.00	245,771.75	245,000.00	5.000	4.929	4.998	96	05/08/2026
42723LAM3	7-051524	HERITAGE COMMUNITY BANK		05/15/2024	245,000.00	248,008.60	245,000.00	4.750	4.686	4.751	467	05/14/2027
42728MAC8	7-111523	Heritage Community CU		11/15/2023	245,000.00	254,368.80	245,000.00	5.250	5.183	5.255	1,018	11/15/2028
42236XAM7	7-033123B	HEARTLND BK		03/31/2023	245,000.00	245,340.55	245,000.00	4.700	4.640	4.705	58	03/31/2026
419700AG4	7-102723C	Hawaii Central FCU		10/27/2023	245,000.00	248,069.85	245,000.00	5.500	5.430	5.505	268	10/27/2026
42869GAB2	7-020124A	Hickam		02/01/2024	245,000.00	246,884.05	245,000.00	4.150	4.092	4.149	701	01/03/2028
429882GE7	7-062323	HIGHLAND BK		06/23/2023	245,000.00	247,072.70	245,000.00	4.400	4.343	4.403	507	06/23/2027
43739PAR3	7-072624B	HOME FED SAVINGS BANK		07/26/2024	245,000.00	245,891.80	245,000.00	4.550	4.322	4.382	176	07/27/2026
434207AB2	7-102825	HODGE BK & TR COMPANY		10/28/2025	245,000.00	243,995.50	245,000.00	3.550	3.501	3.550	634	10/28/2027
437426AF3	7-112924	Homeland		11/29/2024	245,000.00	246,984.50	245,000.00	4.250	4.191	4.250	666	11/29/2027
43733WAS2	7-032224	Home Savings Bk		03/22/2024	245,000.00	245,218.05	245,000.00	4.650	4.417	4.479	50	03/23/2026
43942MAB8	7-080924B	HOPE Credit Union		08/09/2024	245,000.00	245,926.10	245,000.00	4.500	4.274	4.333	190	08/10/2026
412022DB8	7-021822A	Hardin Cty Sav Bk		02/18/2022	245,000.00	244,681.50	245,000.00	1.400	1.382	1.401	17	02/18/2026
42237HAH2	7-102921	Heartland Bank		10/29/2021	245,000.00	239,764.35	245,000.00	0.850	0.838	0.850	270	10/29/2026
42721ABK2	7-110323	Heritage Bank of the Ozarks		11/03/2023	245,000.00	252,340.20	245,000.00	4.950	4.887	4.955	1,006	11/03/2028
428548CC3	7-102824	HIAWATHA NTL BANK		10/28/2024	245,000.00	245,646.80	245,000.00	3.750	3.699	3.750	634	10/28/2027
451245AP9	7-051923A	IDAHO FIRST BK		05/19/2023	245,000.00	245,418.95	245,000.00	4.400	4.344	4.405	107	05/19/2026
45157PBB5	7-082124A	IDEAL Credit Union		08/21/2024	245,000.00	245,810.95	245,000.00	4.000	3.945	4.000	565	08/20/2027
45332WDY6	7-122925	IN BANK		12/29/2025	245,000.00	244,066.55	245,000.00	3.600	3.551	3.600	696	12/29/2027
45776NGU4	7-010725	INS BANK		01/07/2025	245,000.00	245,301.35	245,000.00	3.900	3.846	3.900	340	01/07/2027
45780PCF0	7-082324A	Institution for SVG in Newbury		08/23/2024	245,000.00	244,870.15	245,000.00	3.750	3.699	3.750	568	08/23/2027
45822TAW7	7-081924	Integrity Bank & Trust		08/19/2024	245,000.00	244,688.85	245,000.00	3.700	3.649	3.700	564	08/19/2027
45906AEU7	7-123025	INTERNATIONAL BANK OF CHI		12/30/2025	245,000.00	243,588.80	245,000.00	3.550	3.503	3.552	880	06/30/2028
46117YAM0	7-052925	Intracoastal Bank		05/29/2025	245,000.00	245,722.75	245,000.00	4.000	3.945	4.000	481	05/28/2027
46091MBP8	7-082824B	Investar Bank NA		08/28/2024	245,000.00	245,147.00	245,000.00	3.900	3.847	3.900	208	08/28/2026
462595BP3	7-020824A	Iowa Trust & Savings Bank		02/08/2024	245,000.00	245,000.00	245,000.00	4.450	4.395	4.456	5	02/06/2026
46256YBZ1	7-071825	Iowa Ste Bank		07/18/2025	245,000.00	244,206.20	245,000.00	3.750	3.701	3.753	1,263	07/18/2029

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Negotiable CD's												
46355PDQ8	7-091823	Iroquois FS&LA		09/18/2023	245,000.00	248,554.95	245,000.00	4.700	4.639	4.703	593	09/17/2027
465076UP0	7-061224A	ISRAEL DISCOUNT OF BANK OF NY		06/12/2024	245,000.00	246,041.25	245,000.00	5.050	4.981	5.050	131	06/12/2026
46256VAN5	7-032024A	Iowa State Bank/Hull IA		03/20/2024	245,000.00	247,131.50	245,000.00	4.550	4.488	4.550	411	03/19/2027
472207AE9	7-093022A	JEANNE D'ARC CU		09/30/2022	245,000.00	245,066.15	245,000.00	3.800	3.750	3.802	606	09/30/2027
472312AA5	7-062923D	JEEP COUNTRY FCU		06/29/2023	245,000.00	248,131.10	245,000.00	4.700	4.639	4.704	513	06/29/2027
47804GLM3	7-092024	John Marshall Bk		09/20/2024	245,000.00	245,044.10	245,000.00	3.800	3.742	3.794	414	03/22/2027
48115LAK0	7-113023A	Jovia Financial Credit Union		11/30/2023	245,000.00	251,102.95	245,000.00	5.200	5.132	5.203	667	11/30/2027
485836GJ3	7-050824	Katahdin Trust Company		05/08/2024	245,000.00	246,911.00	245,000.00	4.800	4.742	4.808	278	11/06/2026
48836LCL4	7-072425	KEMBRA Financial Credit Union		07/24/2025	245,000.00	245,953.05	245,000.00	4.050	3.995	4.051	540	07/26/2027
493338AA5	7-050523	Keysavings Bank		05/05/2023	245,000.00	245,401.80	245,000.00	4.000	3.953	4.008	277	11/05/2026
499724AQ5	7-092123	Knoxville TVA Employees CU		09/21/2023	245,000.00	247,339.75	245,000.00	5.300	5.232	5.305	232	09/21/2026
50007DAF6	7-082823A	Koda Bank		08/28/2023	245,000.00	247,307.90	245,000.00	4.650	4.595	4.659	390	02/26/2027
48266PDT6	7-103125A	KS BK INC		10/31/2025	245,000.00	241,280.90	245,000.00	3.550	3.501	3.550	1,733	10/31/2030
50625LBU6	7-121323A	Lafayette Federal Credit Union		12/13/2023	245,000.00	246,063.30	245,000.00	4.950	4.885	4.953	134	06/15/2026
50500LAB9	7-110323A	La Salle State Bank		11/03/2023	245,000.00	247,408.35	245,000.00	5.100	5.035	5.105	275	11/03/2026
501798RX2	7-030422	LCA Bk Corporation		03/04/2022	245,000.00	240,038.75	245,000.00	1.850	1.825	1.850	396	03/04/2027
523744BA7	7-081324	Lea County State Bank		08/13/2024	245,000.00	246,153.95	245,000.00	4.100	4.050	4.107	377	02/13/2027
52171MAG0	7-033023	LEADERS CU		03/30/2023	245,000.00	251,102.95	245,000.00	5.000	4.937	5.006	788	03/30/2028
52470QBV5	7-092322	LEGACY BANK & TRUST CO		09/23/2022	245,000.00	243,870.55	245,000.00	3.500	3.454	3.502	599	09/23/2027
52603NBK6	7-091024A	LendingClub Bank N.A.		09/10/2024	245,000.00	245,291.55	245,000.00	4.000	3.945	4.000	220	09/09/2026
52465JJYA	7-101623	Legends Bk		10/16/2023	245,000.00	249,067.00	245,000.00	4.800	4.738	4.803	619	10/13/2027
53724CAU1	7-032125	Little Horn State Bank		03/21/2025	245,000.00	245,784.00	245,000.00	4.050	3.226	3.270	414	03/22/2027
531194BA5	7-082924	Liberty Savings Bank F.S.B.		08/29/2024	245,000.00	245,173.95	245,000.00	3.900	3.842	3.895	211	08/31/2026
530520AB1	7-011723	Liberty First Credit Union		01/17/2023	245,000.00	247,773.40	245,000.00	4.400	4.342	4.402	715	01/17/2028
534732CZ3	7-061625	Lincoln Savns Bank		06/16/2025	245,000.00	245,732.55	245,000.00	4.000	3.945	4.000	500	06/16/2027
51210SSU2	7-010923	Lakeside BK		01/09/2023	245,000.00	245,448.35	245,000.00	3.950	3.898	3.953	344	01/11/2027
538037AT9	7-013026C	Live Oak Banking Co		01/30/2026	245,000.00	244,554.10	245,000.00	3.700	3.649	3.700	726	01/28/2028
178808AA9	7-072325B	Local Government FCU		07/23/2025	245,000.00	246,354.85	245,000.00	4.150	4.096	4.153	568	08/23/2027
542249BS5	7-031924B	Lone Star Capital BK NA		03/19/2024	245,000.00	245,271.95	245,000.00	4.700	4.636	4.701	46	03/19/2026
54342MAB1	7-072123D	LOOKOUT FCU		07/21/2023	245,000.00	246,376.90	245,000.00	5.000	4.937	5.005	170	07/21/2026
549104L62	7-082725	Luana Saving Bk		08/27/2025	245,000.00	244,639.85	245,000.00	3.650	3.112	3.155	939	08/28/2028
550032AS5	7-030725	LUMBEE GUARANTY BANK		03/07/2025	245,000.00	246,095.15	245,000.00	4.200	4.144	4.201	397	03/05/2027
55026MAE5	7-091522A	Luminate Bank		09/15/2022	245,000.00	243,505.50	245,000.00	3.400	3.355	3.402	591	09/15/2027
552249CH5	7-031423	The Lyons National Bk		03/14/2023	245,000.00	245,306.25	245,000.00	4.850	4.784	4.850	43	03/16/2026
54889MAG9	7-032825	Loyal Trst Bank		03/28/2025	245,000.00	245,656.60	245,000.00	4.000	3.185	3.230	421	03/29/2027
55316CDP8	7-062725B	M1 Bk		06/27/2025	245,000.00	245,926.10	245,000.00	4.050	3.226	3.270	512	06/28/2027

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Negotiable CD's												
554479EG6	7-020923	Machias Savings Bk		02/09/2023	245,000.00	244,992.65	245,000.00	4.100	4.047	4.103	8	02/09/2026
55977RBXO	7-061423	Magyar Bank		06/14/2023	245,000.00	245,681.10	245,000.00	4.550	3.887	3.941	134	06/15/2026
560390BW5	7-081723	MAINE COMM BK		08/17/2023	245,000.00	247,447.55	245,000.00	4.450	4.392	4.453	562	08/17/2027
560507AQ8	7-072123A	MAINE SAV FCU		07/21/2023	245,000.00	250,752.60	245,000.00	4.800	4.740	4.806	901	07/21/2028
561764AB7	7-032125A	Manasquan Bank		03/21/2025	245,000.00	245,980.00	245,000.00	4.000	3.949	4.004	779	03/21/2028
56511PBV9	7-050925	MAPLE CITY SAVINGS BANK		05/09/2025	245,000.00	244,698.65	245,000.00	3.750	3.700	3.752	828	05/09/2028
564759RS9	7-012023A	MANUF & TRADERS TRUST CO		01/20/2023	245,000.00	245,546.35	245,000.00	4.000	3.945	4.000	353	01/20/2027
577234CU9	7-021524A	Mauch Chunk Tr Company		02/15/2024	245,000.00	245,073.50	245,000.00	4.400	4.344	4.405	16	02/17/2026
56064CBV9	7-020923A	Mainstreet Community Bank of F		02/09/2023	245,000.00	249,253.20	245,000.00	3.700	3.651	3.702	738	02/09/2028
583626AV8	7-071224	MECHANICS CO BANK		07/12/2024	245,000.00	245,999.60	245,000.00	4.700	3.748	3.800	162	07/13/2026
58404DVG3	7-062124	MEDALLION BANKK		06/21/2024	245,000.00	248,226.65	245,000.00	4.750	4.685	4.750	505	06/21/2027
58602GAH7	7-121523	Memorial Credit Union		12/15/2023	245,000.00	245,267.05	245,000.00	4.950	4.722	4.787	43	03/16/2026
58853LDC0	7-102723B	Merchants Commercial Bank		10/27/2023	245,000.00	247,263.80	245,000.00	5.050	4.986	5.055	268	10/27/2026
59013KR32	7-093024A	Merrick Bank		09/30/2024	245,000.00	244,274.80	245,000.00	3.600	3.550	3.600	606	09/30/2027
59001PAQ2	7-032621	MERITRUST		03/26/2021	245,000.00	243,799.50	245,000.00	0.700	0.691	0.700	53	03/26/2026
589227AM9	7-082824	Merchant State Bank		08/28/2024	245,000.00	245,196.00	245,000.00	4.000	3.945	4.000	208	08/28/2026
617504AF2	7-032224B	Morgantown B&TC Incorporated		03/22/2024	245,000.00	247,408.35	245,000.00	4.150	4.096	4.153	1,145	03/22/2029
59319LBA2	7-071624	MI BANK		07/16/2024	245,000.00	245,943.25	245,000.00	4.650	4.587	4.650	165	07/16/2026
59522NAX2	7-120825	MID AMERICANN		12/08/2025	245,000.00	244,720.70	245,000.00	3.750	3.697	3.748	845	05/26/2028
59828PDB3	7-103125	MIDWEST BK		10/31/2025	245,000.00	243,079.20	245,000.00	3.500	3.455	3.503	1,003	10/31/2028
59524LAA4	7-031323	MID CAROLINA		03/13/2023	245,000.00	245,320.95	245,000.00	4.850	4.789	4.855	40	03/13/2026
597338AJ1	7-051023C	Middletown Valley BK		05/10/2023	245,000.00	246,915.90	245,000.00	4.400	4.343	4.404	463	05/10/2027
59741QAB8	7-072823	MID-FLORIDA CU		07/28/2023	245,000.00	246,494.50	245,000.00	5.050	4.986	5.055	177	07/28/2026
59541KCR6	7-061623A	MID-MISSOURI BK		06/16/2023	245,000.00	246,884.05	245,000.00	4.350	4.294	4.353	500	06/16/2027
59774QNX6	7-072225	Midland States Bnk		07/22/2025	245,000.00	245,306.25	245,000.00	3.750	3.699	3.750	722	01/24/2028
598580AM0	7-030823B	Mifflinburg Bank and Trust Com		03/08/2023	245,000.00	247,344.65	245,000.00	4.650	4.590	4.654	400	03/08/2027
59936MAA4	7-092523	Milford B&LA		09/25/2023	245,000.00	249,549.65	245,000.00	4.550	4.488	4.550	967	09/25/2028
60210LAF0	7-062425A	Milton Savings Bank		06/24/2025	245,000.00	245,908.95	245,000.00	4.050	3.995	4.050	508	06/24/2027
60151MBM3	7-021424	The Millyard Bank		02/14/2024	245,000.00	245,997.15	245,000.00	3.950	3.900	3.954	1,109	02/14/2029
60425SKB4	7-050123	Minnwest Bank		05/01/2023	245,000.00	246,440.60	245,000.00	4.250	4.195	4.254	456	05/03/2027
56102ABZ8	7-080825A	MALAGA BANK FSB		08/08/2025	245,000.00	243,958.75	245,000.00	3.800	3.750	3.802	1,649	08/08/2030
56033MAA2	7-052025A	Main Bank		05/20/2025	245,000.00	245,551.25	245,000.00	3.950	3.896	3.950	473	05/20/2027
620476BC4	7-051023	Mound City Bank		05/10/2023	245,000.00	245,387.10	245,000.00	4.400	4.238	4.297	99	05/11/2026
619165KF9	7-022124	Morton Community BK		02/21/2024	245,000.00	245,122.50	245,000.00	4.550	4.492	4.555	22	02/23/2026
61776NCB7	7-082824A	Morgan Stanley Private Bank N.		08/28/2024	245,000.00	245,188.65	245,000.00	3.850	3.797	3.850	939	08/28/2028
623337AG7	7-101323A	Mount Vernon B&TC		10/13/2023	245,000.00	247,058.00	245,000.00	5.000	4.936	5.005	254	10/13/2026

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Negotiable CD's												
565402AY0	7-041625	Maplebank Bank		04/16/2025	245,000.00	245,235.20	245,000.00	3.850	3.799	3.852	621	10/15/2027
61690DVF2	7-081424	Morgan Stanley Bank N.A.		08/14/2024	245,000.00	245,112.70	245,000.00	3.950	3.896	3.950	194	08/14/2026
56824JBD5	7-112724	MARINE FEDERAL CREDIT UNION		11/27/2024	245,000.00	245,842.80	245,000.00	4.200	4.142	4.200	299	11/27/2026
56035JAZ2	7-102723A	Main Street Bk		10/27/2023	245,000.00	249,473.70	245,000.00	4.900	4.833	4.900	633	10/27/2027
62400PKR0	7-031524A	Mountain Commerce Bank		03/15/2024	245,000.00	245,276.85	245,000.00	4.750	3.788	3.841	43	03/16/2026
62424PAJ1	7-072224A	MOUNTAIN PACIFIC BANK		07/22/2024	245,000.00	246,967.35	245,000.00	4.100	4.044	4.100	1,264	07/19/2029
62430JAC2	7-022824A	Mountain Valley Credit Union		02/28/2024	249,000.00	252,478.53	249,000.00	4.300	4.244	4.303	1,123	02/28/2029
585899AG2	7-011924A	Members Trust of the SW FCU		01/19/2024	245,000.00	246,347.50	245,000.00	4.000	3.949	4.004	1,083	01/19/2029
59161YAP1	7-021822	Metro Credit Union		02/18/2022	245,000.00	239,776.60	245,000.00	1.700	1.678	1.701	382	02/18/2027
626757AL2	7-060724A	MURPHY-WALL STATE B&TC		06/07/2024	245,000.00	246,006.95	245,000.00	4.950	4.702	4.768	127	06/08/2026
62847HFE4	7-091725B	MutualOne Bank		09/17/2025	245,000.00	244,272.35	245,000.00	3.600	3.551	3.600	593	09/17/2027
62847NEG7	7-013124	MVB BANK INC		01/31/2024	245,000.00	246,193.15	245,000.00	4.250	4.195	4.254	362	01/29/2027
62848NAG0	7-043025	My Community		04/30/2025	245,000.00	245,815.85	245,000.00	3.950	3.803	3.856	820	05/01/2028
63970MAJ4	7-072325	Nabaskaland Bank		07/23/2025	245,000.00	243,968.55	245,000.00	3.800	3.750	3.802	1,633	07/23/2030
656653BN1	7-051525A	NORTH ALABAMA BANK		05/15/2025	245,000.00	245,558.60	245,000.00	3.950	3.896	3.950	470	05/17/2027
63008MCK5	7-013026	Nan Banc		01/30/2026	245,000.00	244,154.75	245,000.00	3.600	2.865	2.904	729	01/31/2028
636248AU0	7-062325	The National Grand Bk of Marbl		06/23/2025	245,000.00	246,095.15	245,000.00	4.000	3.949	4.004	873	06/23/2028
62880LAE8	7-020725A	NBH BANK		02/07/2025	245,000.00	246,100.05	245,000.00	4.200	3.988	4.043	372	02/08/2027
66405SEW6	7-092424	Northeast Bank		09/24/2024	245,000.00	245,365.05	245,000.00	3.850	3.406	3.453	967	09/25/2028
63970BAQ2	7-060923C	Nebraska State Bk		06/09/2023	245,000.00	245,634.55	245,000.00	4.550	4.492	4.554	128	06/09/2026
64017ABA1	7-072623A	NEIGHBORS FCU		07/26/2023	245,000.00	251,945.75	245,000.00	5.000	4.937	5.006	906	07/26/2028
64034KAB7	7-040721	Nelnet Bank		04/07/2021	245,000.00	243,569.20	245,000.00	0.700	0.691	0.700	65	04/07/2026
647608AF5	7-063023E	THE NEW ORLEANS FIREMENS FC		06/30/2023	245,000.00	248,136.00	245,000.00	4.700	4.639	4.704	514	06/30/2027
64016YAD5	7-103024	NEIGHBORHOOD NATL BANK		10/30/2024	245,000.00	245,053.90	245,000.00	3.800	3.748	3.800	271	10/30/2026
654062LP1	7-030824B	Nicolet National Banks		03/08/2024	245,000.00	248,123.75	245,000.00	4.250	4.194	4.253	1,131	03/08/2029
666613MK7	7-102023A	Northpointe Bk		10/20/2023	245,000.00	251,615.00	245,000.00	4.850	4.789	4.855	992	10/20/2028
648015AD7	7-062025A	New Peoples Bank Inc.		06/20/2025	245,000.00	245,749.70	245,000.00	4.000	3.185	3.230	505	06/21/2027
66612AJH2	7-012325	North Field Bank		01/23/2025	245,000.00	247,040.85	245,000.00	4.100	4.046	4.102	1,086	01/22/2029
634116CZ8	7-093021	National Bank of New York City		09/30/2021	245,000.00	240,024.05	245,000.00	0.650	0.641	0.650	241	09/30/2026
633368HB4	7-100824A	NATIONAL BANK OF COMMERCEE		10/08/2024	245,000.00	243,836.25	245,000.00	3.500	3.452	3.500	614	10/08/2027
635573AR9	7-091223A	National Cooperative Bank, N.A		09/12/2023	245,000.00	248,888.15	245,000.00	4.450	4.389	4.450	954	09/12/2028
67054NAW3	7-051322A	NUMERICA CREDIT UNION		05/13/2022	245,000.00	242,934.65	245,000.00	3.100	3.059	3.102	466	05/13/2027
64907LAW3	7-112724A	New Valley Bank & Trust		11/27/2024	245,000.00	246,862.00	245,000.00	4.100	4.046	4.102	1,395	11/27/2029
676071AR4	7-060524	ODIN STATE BANK		06/05/2024	245,000.00	245,908.95	245,000.00	4.900	4.833	4.900	124	06/05/2026
67885MAC4	7-082925	Oklahoma Educators CU		08/29/2025	245,000.00	245,668.85	245,000.00	3.950	3.891	3.945	575	08/30/2027
679585CE7	7-122923	Old Dominion National Bank		12/29/2023	245,000.00	245,465.50	245,000.00	4.250	4.194	4.253	148	06/29/2026

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Negotiable CD's												
68002LCJ5	7-012122A	Old Missouri BK		01/21/2022	245,000.00	241,829.70	245,000.00	1.050	1.035	1.050	170	07/21/2026
68148BAD7	7-011824A	Olympia Savings & Loan		01/18/2024	245,000.00	245,649.25	245,000.00	4.000	3.413	3.461	352	01/19/2027
682325AU9	7-111821	One Community Bank		11/18/2021	245,000.00	241,077.55	245,000.00	0.850	0.838	0.850	198	08/18/2026
68283MAP1	7-073123	ONPATH FCU		07/31/2023	245,000.00	251,129.90	245,000.00	4.850	4.789	4.855	911	07/31/2028
68405VAN9	7-091323	Optum Bank Inc.		09/13/2023	245,000.00	249,495.75	245,000.00	4.550	4.488	4.550	955	09/13/2028
68405NAD9	7-052224	OPTUS BANK		05/22/2024	245,000.00	247,278.50	245,000.00	4.500	4.438	4.500	477	05/24/2027
68584JBN8	7-012826	Oregon Community		01/28/2026	245,000.00	244,304.20	245,000.00	3.700	3.562	3.611	1,093	01/29/2029
67121MAA2	7-112825	ORNL		11/28/2025	245,000.00	244,818.70	245,000.00	3.750	3.560	3.610	666	11/29/2027
68621KCX7	7-082624	Oriental Bank		08/26/2024	245,000.00	245,193.55	245,000.00	4.000	3.945	4.000	206	08/26/2026
67114TAX6	7-062424	OSB COMMUNITY BANK		06/24/2024	245,000.00	246,102.50	245,000.00	4.950	4.882	4.950	143	06/24/2026
69068AAC5	7-103123	Owen County State Bank		10/31/2023	245,000.00	252,639.10	245,000.00	5.000	4.937	5.005	1,003	10/31/2028
69417ADA4	7-081624	Pacific Crest Savings Bk		08/16/2024	245,000.00	245,343.00	245,000.00	3.900	3.849	3.902	1,292	08/16/2029
700168JDO	7-090925A	THE PARK BANK		09/09/2025	245,000.00	244,666.80	245,000.00	3.700	3.649	3.700	585	09/09/2027
70147AFT6	7-012624B	Parkside Finl Bk & Tr Mo		01/26/2024	245,000.00	245,318.50	245,000.00	3.850	3.801	3.854	1,090	01/26/2029
70086VAU5	7-071923A	PARK STATE BK		07/19/2023	245,000.00	252,396.55	245,000.00	4.450	4.394	4.455	899	07/19/2028
70212YBE1	7-022223A	PARTNERS BK OF CA		02/22/2023	245,000.00	245,132.30	245,000.00	3.850	3.797	3.850	751	02/22/2028
70320KBR1	7-013122	Pathfinder Bank		01/31/2022	245,000.00	238,892.15	245,000.00	1.200	1.166	1.182	362	01/29/2027
70337MHH4	7-072423	PATRIOT BK, NA		07/24/2023	245,000.00	246,041.25	245,000.00	4.700	4.636	4.700	173	07/24/2026
710275AC2	7-031723	THE PEOPLES BK CO		03/17/2023	245,000.00	247,528.40	245,000.00	4.700	4.640	4.704	409	03/17/2027
71104AAS2	7-080924	PEOPLES EXCHANGE BANK		08/09/2024	245,000.00	246,330.35	245,000.00	4.150	4.093	4.150	554	08/09/2027
709771AM1	7-022223B	PEOPLE FST BK		02/22/2023	245,000.00	245,215.60	245,000.00	3.850	3.799	3.852	751	02/22/2028
712233AW5	7-012126A	People Savings Bank		01/21/2026	245,000.00	243,275.20	245,000.00	3.450	3.321	3.367	1,086	01/22/2029
712608AA6	7-091523A	Peopletrust Bank		09/15/2023	245,000.00	246,523.90	245,000.00	4.800	4.739	4.804	226	09/15/2026
712515KW4	7-082224A	Peoples State Bnk Wisc		08/22/2024	245,000.00	245,369.95	245,000.00	3.900	3.852	3.906	383	02/19/2027
71050LBY8	7-072324	PEOPLE BANK		07/23/2024	245,000.00	248,768.10	245,000.00	4.450	3.942	3.996	904	07/24/2028
71032MAC8	7-030524A	Peoples Bank of East Tennessee		03/05/2024	245,000.00	247,065.35	245,000.00	4.550	4.488	4.551	397	03/05/2027
722000AB2	7-081723A	PIMA FCU		08/17/2023	245,000.00	249,468.80	245,000.00	5.000	4.935	5.004	562	08/17/2027
72348MBH3	7-102925B	PINACLE BK		10/29/2025	245,000.00	244,020.00	245,000.00	3.550	3.501	3.550	635	10/29/2027
723451CB4	7-102021	Pinnacle Bk		10/20/2021	245,000.00	239,678.60	245,000.00	0.700	0.690	0.700	261	10/20/2026
723602BT4	7-051525	PIONEER BANK		05/15/2025	245,000.00	244,375.25	245,000.00	3.750	3.701	3.753	1,199	05/15/2029
724468AD5	7-051723B	THE PITNEY BOWES BK INC		05/17/2023	245,000.00	248,162.95	245,000.00	4.400	4.340	4.400	836	05/17/2028
72143HAE9	7-061824	PILGRIM BANKK		06/18/2024	245,000.00	246,146.60	245,000.00	5.050	4.981	5.050	137	06/18/2026
72741LAR7	7-071524A	PLANTERS BANK AND TRUST COMPAN		07/15/2024	245,000.00	245,945.70	245,000.00	4.650	3.704	3.756	162	07/13/2026
726547CQ3	7-012425	Plains St Bank		01/24/2025	245,000.00	245,445.90	245,000.00	3.950	3.751	3.803	358	01/25/2027
72345SLO2	7-050925A	PINNACLE BANKK		05/09/2025	245,000.00	245,541.45	245,000.00	3.950	3.896	3.951	460	05/07/2027
70962LAE2	7-090121	Peniagon Federal Credit Union		09/01/2021	245,000.00	240,825.20	245,000.00	0.850	0.839	0.850	212	09/01/2026

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Negotiable CD's												
732329BA4	7-091422	Ponce Bank/Bronx NY		09/14/2022	245,000.00	243,507.95	245,000.00	3.400	3.355	3.402	590	09/14/2027
73317AEQ1	7-111225B	POPULAR BANKK		11/12/2025	245,000.00	243,944.05	245,000.00	3.550	3.501	3.550	649	11/12/2027
73319FDY2	7-061725A	Poppy Bk		06/17/2025	245,000.00	245,916.30	245,000.00	4.000	3.945	4.000	1,597	06/17/2030
74339JCX1	7-061124A	PROGROWTH BANK		06/11/2024	245,000.00	249,289.95	245,000.00	4.800	4.737	4.803	653	11/16/2027
73565MAF2	7-063023	PORTAGE BNK		06/30/2023	245,000.00	245,771.75	245,000.00	4.550	4.492	4.554	149	06/30/2026
73763NAA1	7-051223	Pollatch No 1		05/12/2023	245,000.00	245,561.05	245,000.00	4.650	4.591	4.655	100	05/12/2026
710253BB0	7-051625	Peop Bank		05/16/2025	245,000.00	245,761.95	245,000.00	3.800	3.748	3.800	835	05/16/2028
73966LAF9	7-072123C	PRAIRIE SUN BK		07/21/2023	245,000.00	247,195.20	245,000.00	4.700	4.645	4.709	354	01/21/2027
70214UCE6	7-101725	PARTNERS BK OF NEW ENGLAND		10/17/2025	245,000.00	243,081.65	245,000.00	3.500	3.455	3.503	989	10/17/2028
74048CBD3	7-040924	PREMIER COMMUNITY BANK		04/09/2024	245,000.00	245,901.60	245,000.00	4.650	4.585	4.649	158	07/09/2026
74043RAA2	7-091523B	Preferred Credit Union		09/15/2023	245,000.00	249,672.15	245,000.00	5.000	4.935	5.003	591	09/15/2027
74160NKX7	7-031924	Prime Alliance Bk		03/19/2024	245,000.00	245,271.95	245,000.00	4.700	4.636	4.701	46	03/19/2026
74167LAV9	7-062624	PRIME SECURITY BANKK		06/26/2024	245,000.00	246,119.65	245,000.00	4.950	4.882	4.950	145	06/26/2026
70153RNU8	7-082825	Parkway Bank & Trust Co		08/28/2025	245,000.00	245,918.75	245,000.00	4.000	3.945	4.000	575	08/30/2027
74163LBM2	7-102425	PRMEBANK		10/24/2025	245,000.00	243,797.05	245,000.00	3.500	3.323	3.369	631	10/25/2027
747133CP9	7-060625	PYRAMAX BANK FSB		06/06/2025	245,000.00	246,029.00	245,000.00	4.000	3.945	4.000	856	06/06/2028
743738DA1	7-022024	Providence BK		02/20/2024	245,000.00	245,056.35	245,000.00	4.400	4.345	4.406	19	02/20/2026
74348HAP3	7-033125	Promiseone Bk		03/31/2025	245,000.00	245,482.65	245,000.00	3.900	3.850	3.904	789	03/31/2028
74316VFD2	7-072722	PROFINIUM FINANCIAL INC		07/27/2022	245,000.00	243,985.70	245,000.00	2.950	2.912	2.952	176	07/27/2026
730716AF4	7-041223	Point West Credit Union		04/12/2023	245,000.00	245,573.30	245,000.00	5.000	4.275	4.334	71	04/13/2026
74731SCF4	7-021324	Quad City Bank & Trust Company		02/13/2024	245,000.00	245,997.15	245,000.00	3.950	3.900	3.954	1,108	02/13/2029
74909LAB6	7-092322B	QUORUM FEDERAL CREDIT UNION		09/23/2022	245,000.00	245,093.10	245,000.00	3.850	3.801	3.853	234	09/23/2026
760296FW8	7-103023A	Republic Bank & Trust KY		10/30/2023	245,000.00	247,364.25	245,000.00	5.150	5.079	5.150	268	10/27/2026
756558AC6	7-101323B	Red Crown FCU		10/13/2023	245,000.00	253,141.35	245,000.00	5.100	5.036	5.106	985	10/13/2028
75902GBH7	7-093022B	REG MISSOURI BK		09/30/2022	245,000.00	245,019.60	245,000.00	3.850	3.796	3.849	57	03/30/2026
75942DAZ7	7-071025	RELIABANK DAKOTAA		07/10/2025	245,000.00	245,588.00	245,000.00	3.950	3.896	3.950	526	07/12/2027
72347BAN6	7-060325	REGIONS BANK		06/03/2025	245,000.00	245,678.65	245,000.00	4.000	3.945	4.000	487	06/03/2027
749622AS5	7-092321	RIA Federal Credit Union		09/23/2021	245,000.00	240,090.20	245,000.00	0.650	0.641	0.650	234	09/23/2026
765667AEO	7-053024C	THE RIDDELL NATIONAL BANK		05/30/2024	245,000.00	247,981.65	245,000.00	4.700	4.636	4.701	485	06/01/2027
76857RCS1	7-111825A	RIVERBANK		11/18/2025	245,000.00	243,767.65	245,000.00	3.550	3.504	3.553	747	02/18/2028
76883EAP6	7-112625A	RIVERS EDGE BANK		11/26/2025	245,000.00	243,030.20	245,000.00	3.500	3.369	3.416	1,030	11/27/2028
76881MAB1	7-101323	Riverland Federal Credit Union		10/13/2023	245,000.00	249,875.50	245,000.00	5.000	4.935	5.004	619	10/13/2027
77357DAB4	7-113023D	Rockland		11/30/2023	245,000.00	252,886.55	245,000.00	5.000	4.936	5.005	1,033	11/30/2028
76870LAD2	7-061223	Riverfront Federal Credit Unio		06/12/2023	245,000.00	245,962.85	245,000.00	4.900	4.838	4.905	131	06/12/2026
795451EA7	7-082625	Sallie M Bank		08/26/2025	245,000.00	245,235.20	245,000.00	3.850	3.278	3.324	925	08/14/2028
80004JAE6	7-102524	SANDIA AREA FCU		10/25/2024	245,000.00	245,441.00	245,000.00	3.900	3.847	3.900	631	10/25/2027

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Negotiable CD's												
802867AB7	7-121725	SANTEE COOPER CREDIT UNION		12/17/2025	245,000.00	244,336.05	245,000.00	3.650	3.600	3.650	684	12/17/2027
804767AB7	7-050323	Savannah Bank NA/NY		05/03/2023	245,000.00	246,563.10	245,000.00	4.100	4.049	4.105	822	05/03/2028
804375DV2	7-073021A	Sauk Valley Bank & Trust		07/30/2021	245,000.00	241,207.40	245,000.00	0.650	0.641	0.650	179	07/30/2026
805508CE6	7-052924	SAWYER SAVING BANK		05/29/2024	245,000.00	247,800.35	245,000.00	4.650	4.583	4.646	481	05/28/2027
856285K91	7-032322	State Bk of India- NY		03/23/2022	245,000.00	240,202.90	245,000.00	2.000	1.973	2.000	415	03/23/2027
84229QAA9	7-021424A	Southern Bank of Tennessee		02/14/2024	245,000.00	246,244.60	245,000.00	4.250	4.195	4.253	380	02/16/2027
84614AAN9	7-022025	Space Coast CU		02/20/2025	245,000.00	246,261.75	245,000.00	4.250	4.190	4.249	386	02/22/2027
78413RAD9	7-100423A	SCE Federal Credit Union		10/04/2023	245,000.00	247,484.30	245,000.00	5.300	5.106	5.177	246	10/05/2026
80832MAA5	7-072723A	SCHUYLER SAVINGS BK		07/27/2023	245,000.00	248,148.25	245,000.00	4.350	4.290	4.350	907	07/27/2028
81258MAB6	7-012326B	Seattle Metro Credit Union		01/23/2026	245,000.00	241,854.20	245,000.00	3.550	3.501	3.550	1,452	01/23/2030
81407SBJ5	7-112823A	Security Bk		11/28/2023	245,000.00	247,822.40	245,000.00	4.850	4.790	4.857	390	02/26/2027
814010DT8	7-072525A	Security Bank and Trust		07/25/2025	245,000.00	244,473.25	245,000.00	3.850	3.797	3.850	1,635	07/25/2030
81501JAE2	7-053123	SECURITY ST BK OF WARROAD		05/31/2023	245,000.00	251,889.40	245,000.00	4.300	4.246	4.305	850	05/31/2028
81423LDB5	7-050423	Security Federal Bank		05/04/2023	245,000.00	245,387.10	245,000.00	4.450	4.394	4.455	92	05/04/2026
81424TBC7	7-073124A	SECURITY FINANCIAL BANK		07/31/2024	245,000.00	245,663.95	245,000.00	4.350	4.290	4.350	180	07/31/2026
81425PBL4	7-102523	Security First Bk		10/25/2023	245,000.00	247,192.75	245,000.00	5.000	4.275	4.335	267	10/26/2026
814898BS0	7-101124	SECURITY STATE BANKK		10/11/2024	245,000.00	244,855.45	245,000.00	3.700	3.649	3.700	254	10/13/2026
81632NBB0	7-052623B	SELF-HELP		05/26/2023	244,000.00	245,573.80	244,000.00	4.100	4.049	4.105	845	05/26/2028
818921AA6	7-031324	THE SEYMOUR BANK		03/13/2024	245,000.00	247,021.25	245,000.00	4.100	4.044	4.100	1,131	03/08/2029
82669LLC5	7-012225	Signature Bk of Arkansas		01/22/2025	245,000.00	245,558.60	245,000.00	4.000	3.945	4.000	355	01/22/2027
82671DAA5	7-102722	SIGNATURE FCU		10/27/2022	245,000.00	246,460.20	245,000.00	4.600	4.540	4.603	268	10/27/2026
83086XAG5	7-101725B	SKYLA FEDERAL CU (PARSONS FCU)		10/17/2025	245,000.00	244,732.95	245,000.00	3.750	3.704	3.756	746	02/17/2028
835104CY4	7-041725	Somerset Trst Company		04/17/2025	245,000.00	243,750.50	245,000.00	3.650	3.650	3.701	1,142	03/19/2029
817178AF3	7-082823B	Seneca Savings		08/28/2023	245,000.00	248,878.35	245,000.00	4.400	4.345	4.405	939	08/28/2028
87165FH98	7-032522A	Synchrony Bk		03/25/2022	245,000.00	240,587.55	245,000.00	2.150	2.121	2.150	417	03/25/2027
83418NAG6	7-062323C	SOLARITY		06/23/2023	245,000.00	246,190.70	245,000.00	5.050	4.986	5.055	142	06/23/2026
83088XAC2	7-110421	SkyOne Federal Credit Union		11/04/2021	245,000.00	239,948.10	245,000.00	1.000	0.986	1.000	276	11/04/2026
83542MAH5	7-032724	Sonata Bank		03/27/2024	245,000.00	245,320.95	245,000.00	4.700	4.636	4.701	54	03/27/2026
84223QAV9	7-100423	Southern Bancorp Bank		10/04/2023	245,000.00	249,645.20	245,000.00	4.550	4.493	4.555	976	10/04/2028
84287PHU9	7-052623	SOUTHERN FIRST BK		05/26/2023	245,000.00	246,666.00	245,000.00	4.600	4.452	4.514	299	11/27/2026
848608EW1	7-102023	Spiritbank		10/20/2023	245,000.00	253,947.40	245,000.00	4.800	4.739	4.805	992	10/20/2028
849430BX0	7-083123	SPRING BNK		08/31/2023	245,000.00	251,656.65	245,000.00	4.250	4.196	4.254	942	08/31/2028
851363AB7	7-082124C	Springfield State Bank		08/21/2024	245,000.00	245,252.35	245,000.00	4.050	3.995	4.050	201	08/21/2026
78474UAA4	7-112223A	SP Trainmen FCU		11/22/2023	245,000.00	247,396.10	245,000.00	5.150	5.081	5.152	263	10/22/2026
85214EAA0	7-031524C	SPUR SECURITY BANK		03/15/2024	245,000.00	247,731.75	245,000.00	4.200	4.142	4.200	1,135	03/12/2029
856487BS1	7-073125	State Bk of Reeseville		07/31/2025	245,000.00	245,443.45	245,000.00	3.900	3.992	4.047	544	07/30/2027

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Negotiable CD's												
85508VAG4	7-091323A	Star Bank		09/13/2023	245,000.00	247,508.80	245,000.00	4.450	4.389	4.450	589	09/13/2027
856049AK7	7-061825A	State Bank of Bellingham		06/18/2025	245,000.00	246,114.75	245,000.00	4.000	3.799	3.851	503	06/19/2027
856412BB6	7-051724	State Bank of Newburg		05/17/2024	245,000.00	249,674.60	245,000.00	4.450	4.392	4.453	1,201	05/17/2029
855877BB1	7-112625	STATE BK & TRUST/WINFLD		11/26/2025	245,000.00	242,099.20	245,000.00	3.550	3.501	3.550	1,394	11/26/2029
85678LAA3	7-052224A	STATE EMPLOYEES		05/22/2024	245,000.00	248,226.65	245,000.00	4.800	4.735	4.801	477	05/24/2027
857894P78	7-071224A	STEARNS BANK		07/12/2024	245,000.00	245,999.60	245,000.00	4.700	3.748	3.800	162	07/13/2026
84133PFD5	7-061721	SouthEast Bank		06/17/2021	245,000.00	242,045.30	245,000.00	0.600	0.592	0.600	136	06/17/2026
84229LBM3	7-030823	Southern Bk		03/08/2023	245,000.00	247,018.80	245,000.00	4.200	4.147	4.205	766	03/08/2028
843879EC7	7-050923	Southern States Bk		05/09/2023	245,000.00	245,455.70	245,000.00	4.500	4.443	4.505	99	05/11/2026
84464PCA3	7-032825A	Southpoint Bnk		03/28/2025	245,000.00	245,735.00	245,000.00	4.050	3.846	3.900	421	03/29/2027
85231WAW1	7-063023C	ST LOUIS BK		06/30/2023	245,000.00	253,197.70	245,000.00	4.450	4.394	4.455	880	06/30/2028
85855TCE1	7-022124B	Stellar Bank		02/21/2024	245,000.00	245,129.85	245,000.00	4.600	4.542	4.605	22	02/23/2026
791125AE7	7-022324A	Saint Lawrence Federal CU		02/23/2024	245,000.00	246,188.25	245,000.00	4.050	3.997	4.052	752	02/23/2028
843355BS6	7-111423	Southern Michigan Bk & Trust		11/14/2023	245,000.00	246,697.85	245,000.00	5.100	5.031	5.101	194	08/14/2026
861821BC9	7-073123B	STONEHAMBANK		07/31/2023	245,000.00	246,180.90	245,000.00	4.750	4.689	4.755	180	07/31/2026
864088GH6	7-032624B	Sturgis Bank & Trust Co		03/26/2024	245,000.00	246,474.90	245,000.00	4.300	4.242	4.301	418	03/26/2027
86368LAY4	7-112125	STRYV BANK		11/21/2025	245,000.00	240,146.55	245,000.00	3.450	3.404	3.452	1,754	11/21/2030
85279AAC6	7-061623	ST VINCENTS MC FCU		06/16/2023	245,000.00	247,704.80	245,000.00	4.600	4.540	4.604	500	06/16/2027
86513LAA0	7-092921	Sullivan Bank		09/29/2021	245,000.00	240,616.95	245,000.00	0.750	0.740	0.750	240	09/29/2026
86616RAH8	7-082823	Summit National Bk		08/28/2023	245,000.00	248,878.35	245,000.00	4.450	4.394	4.455	939	08/28/2028
86804DDG0	7-093024	Sunwest Bank		09/30/2024	245,000.00	242,378.50	245,000.00	3.550	3.503	3.552	1,335	09/28/2029
87227MAF2	7-013125A	TC Federal Bank		01/31/2025	245,000.00	245,955.50	245,000.00	4.100	3.892	3.946	362	01/29/2027
88054RBZ2	7-020924	Tennessee State Bank		02/09/2024	245,000.00	245,859.95	245,000.00	4.150	4.093	4.150	373	02/09/2027
88172TCE1	7-081624A	TEXANA Bank National Associati		08/16/2024	245,000.00	245,494.90	245,000.00	4.150	3.941	3.996	197	08/17/2026
30916PAA2	7-101723	The Farmers Bank of Appomattox		10/17/2023	245,000.00	252,185.85	245,000.00	4.850	4.789	4.855	989	10/17/2028
33648PCV3	7-061725	The 1st State Bank		06/17/2025	245,000.00	245,735.00	245,000.00	3.950	3.896	3.950	501	06/17/2027
063046AQ9	7-052821	THE BANK OF KREMLIN		05/28/2021	245,000.00	242,429.95	245,000.00	0.600	0.592	0.600	116	05/28/2026
32109RAC7	7-091124A	The First NB of Williamson		09/11/2024	245,000.00	245,159.25	245,000.00	3.900	3.846	3.900	222	09/11/2026
856188CB1	7-063023D	THE STATE BK		06/30/2023	245,000.00	245,923.65	245,000.00	4.700	4.640	4.705	149	06/30/2026
856786AS7	7-042823A	THE STATE EXCHANGE BK		04/28/2023	245,000.00	246,445.50	245,000.00	4.250	4.195	4.253	451	04/28/2027
88423MAA3	7-073123A	THIRD COAST BK SSB		07/31/2023	245,000.00	246,149.05	245,000.00	4.750	4.689	4.755	180	07/31/2026
88553LAJ8	7-033123A	THREAD BK ROGERSVILLE		03/31/2023	245,000.00	245,379.75	245,000.00	4.800	4.739	4.805	58	03/31/2026
88709RBG3	7-061224	TIMBERLAND BANK		06/12/2024	245,000.00	246,006.95	245,000.00	4.950	4.882	4.950	131	06/12/2026
872308HF1	7-052325	TCM Bank National Assoc		05/23/2025	245,000.00	245,715.40	245,000.00	4.000	3.945	4.000	474	05/21/2027
61429DAD8	7-110623A	The Monticello Banking Company		11/06/2023	245,000.00	247,577.40	245,000.00	5.200	5.129	5.200	278	11/06/2026
633398AB8	7-091323B	The National Bank of Coxsackie		09/13/2023	245,000.00	248,505.95	245,000.00	4.700	4.639	4.703	589	09/13/2027

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Negotiable CD's												
662228CW3	7-063023F	THE NORTH SALEM ST BK		06/30/2023	245,000.00	245,872.20	245,000.00	4.650	4.591	4.654	149	06/30/2026
89818JAB9	7-022324	TruNorthern FCU		02/23/2024	245,000.00	246,430.80	245,000.00	4.100	4.046	4.102	752	02/23/2028
89269MAR1	7-050824A	TRADITIONS BANKK		05/08/2024	245,000.00	245,710.50	245,000.00	4.950	4.882	4.950	96	05/08/2026
89846HDB6	7-071924	TRUXTON TRUST COMPANY		07/19/2024	245,000.00	247,339.75	245,000.00	4.450	4.389	4.450	533	07/19/2027
89579NCM3	7-091223	Triad Bk		09/12/2023	245,000.00	249,238.50	245,000.00	4.500	4.443	4.505	954	09/12/2028
89677DJA5	7-030323	Tristate Capital Bk		03/03/2023	245,000.00	246,915.90	245,000.00	4.200	4.142	4.200	761	03/03/2028
89545TAP6	7-020525	TRI-COUNTY BANK & TRUST COMPAN		02/05/2025	245,000.00	245,945.70	245,000.00	4.150	4.092	4.149	369	02/05/2027
89388CJG4	7-091324A	Transportation Alliance Bank		09/13/2024	245,000.00	245,264.60	245,000.00	3.950	3.751	3.803	225	09/14/2026
89835WAB9	7-072525	Trustbank		07/25/2025	245,000.00	245,553.70	245,000.00	3.900	3.850	3.904	905	07/25/2028
89841MBR7	7-092024A	Trustone Financial		09/20/2024	245,000.00	245,421.40	245,000.00	4.050	3.994	4.050	229	09/18/2026
89788RAB7	7-113023C	Trugrocer Federal Credit Union		11/30/2023	245,000.00	252,886.55	245,000.00	5.000	4.936	5.005	1,033	11/30/2028
89789AAG2	7-031023A	TRULIANT		03/10/2023	245,000.00	248,488.80	245,000.00	4.700	4.643	4.708	586	09/10/2027
89839KAA3	7-112123	Trustar Bank		11/21/2023	245,000.00	248,682.35	245,000.00	4.650	4.507	4.569	659	11/22/2027
89786MAF1	7-020422A	True Sky CU		02/04/2022	245,000.00	239,761.90	245,000.00	1.400	1.381	1.400	368	02/04/2027
89287TAN3	7-012626	Trailwest Bank		01/26/2026	245,000.00	244,086.15	245,000.00	3.600	3.550	3.600	724	01/26/2028
85642NAA2	7-111723	The State Bank of Toledo		11/17/2023	245,000.00	247,687.65	245,000.00	4.900	4.837	4.904	289	11/17/2026
89854LAD5	7-072623	TTCU FCU		07/26/2023	245,000.00	251,945.75	245,000.00	5.000	4.937	5.006	906	07/26/2028
898812AB8	7-080823	Tucson Federal Credit Union		08/08/2023	245,000.00	251,739.95	245,000.00	4.950	4.888	4.956	919	08/08/2028
891743AD8	7-102023B	Tower Community Bank		10/20/2023	245,000.00	251,298.95	245,000.00	4.800	4.739	4.805	992	10/20/2028
88224MAA4	7-030123	Texas Champion Bank		03/01/2023	245,000.00	246,915.90	245,000.00	4.200	4.146	4.203	752	02/23/2028
88241TOG8	7-012523	Texas Exchange Bank		01/25/2023	245,000.00	245,203.35	245,000.00	3.850	3.799	3.852	353	01/20/2027
88248TAC5	7-020124	Texas Heritage National Bank		02/01/2024	245,000.00	245,009.80	245,000.00	4.350	3.467	3.515	1	02/02/2026
882212AA1	7-012722B	Texas Bk		01/27/2022	245,000.00	239,183.70	245,000.00	1.300	1.282	1.300	360	01/27/2027
88283MCB8	7-080923	Texas Trust Credit Union		08/09/2023	245,000.00	249,417.35	245,000.00	5.000	4.935	5.004	554	08/09/2027
89235MSR3	7-080725	TOYOTA FINANCIAL SAVING BANK		08/07/2025	245,000.00	245,075.95	245,000.00	4.000	3.945	4.000	551	08/06/2027
87752LAG5	7-110723	Taylorsville Savings Bk		11/07/2023	245,000.00	245,896.70	245,000.00	5.250	5.024	5.094	92	05/04/2026
90355GDT0	7-060123	UBS BK USA		06/01/2023	245,000.00	252,134.40	245,000.00	4.450	4.394	4.455	851	06/01/2028
90984FBQ9	7-083123F	United Community BK of West KY		08/31/2023	245,000.00	247,143.75	245,000.00	4.600	4.545	4.608	389	02/25/2027
91334ABH5	7-052025	United Heritage Credit Union		05/20/2025	245,000.00	245,889.35	245,000.00	4.050	3.995	4.050	473	05/20/2027
903572FT7	7-032223	UINTA BK		03/22/2023	245,000.00	247,996.35	245,000.00	4.400	4.345	4.405	780	03/22/2028
90372WAD2	7-092723A	Ukrainian Federal Credit Union		09/27/2023	245,000.00	247,528.40	245,000.00	5.350	5.154	5.226	239	09/28/2026
90385LDN6	7-022723	ULTIMA BK MINNESOTA		02/27/2023	245,000.00	245,975.10	245,000.00	4.000	3.890	3.944	757	02/28/2028
90407LAM5	7-112224	UMASSFIVE College		11/22/2024	245,000.00	245,757.05	245,000.00	4.150	3.941	3.995	295	11/23/2026
90520VAX1	7-031921	UnionBank		03/19/2021	245,000.00	243,912.20	245,000.00	0.600	0.592	0.600	46	03/19/2026
910286GH0	7-062323B	UNITED FIDELITY BK FSB		06/23/2023	245,000.00	245,806.05	245,000.00	4.650	4.591	4.655	142	06/23/2026
914098DJ4	7-113022	UNIVERSITY BNK		11/30/2022	245,000.00	246,768.90	245,000.00	4.200	4.144	4.202	667	11/30/2027

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Negotiable CD's												
90458JCG9	7-020624A	Unibank		02/06/2024	245,000.00	244,906.90	245,000.00	4.450	4.389	4.450	5	02/06/2026
914359AQ7	7-092425C	University of Illinois Communi		09/24/2025	245,000.00	244,456.10	245,000.00	3.650	3.600	3.650	600	09/24/2027
91134CCZ2	7-041124	UNITED PRAIRIE BK		04/11/2024	245,000.00	245,732.55	245,000.00	4.650	4.587	4.651	130	06/11/2026
909557JL5	7-101521	United Bankers Bk		10/15/2021	245,000.00	239,722.70	245,000.00	0.700	0.691	0.700	256	10/15/2026
90983WCF6	7-111225	UNITED COMMUNITY BANKK		11/12/2025	245,000.00	243,755.40	245,000.00	3.500	3.452	3.500	649	11/12/2027
913109AM6	7-082123	UNITED TR BK		08/21/2023	245,000.00	246,288.70	245,000.00	4.750	4.689	4.755	201	08/21/2026
91139LAB2	7-031122	United Roosevelt Savings Bank		03/11/2022	245,000.00	240,024.05	245,000.00	1.900	1.875	1.901	403	03/11/2027
91330FAP1	7-101123	Unify Bk		10/11/2023	245,000.00	247,050.65	245,000.00	5.000	4.816	4.883	253	10/12/2026
90352RDM4	7-013125	USAAlliance Credit Union		01/31/2025	245,000.00	247,423.05	245,000.00	4.150	4.095	4.152	1,095	01/31/2029
90343DCQ9	7-021325	U.S. CENTURY BANK		02/13/2025	245,000.00	246,220.10	245,000.00	4.250	4.192	4.250	376	02/12/2027
90353EAU7	7-102821	USF Federal Credit Union		10/28/2021	245,000.00	239,842.75	245,000.00	0.900	0.888	0.900	269	10/28/2026
90954AAT1	7-110623	UnitedBank		11/06/2023	245,000.00	245,852.60	245,000.00	5.200	5.129	5.200	94	05/06/2026
913065AB4	7-101623A	United Teletch FCU		10/16/2023	245,000.00	252,536.20	245,000.00	5.000	4.937	5.006	988	10/16/2028
91739JAA3	7-071423A	Utah First Federal CU		07/14/2023	245,000.00	253,812.65	245,000.00	4.750	4.690	4.756	894	07/14/2028
909242BK4	7-032824	United Republic Bank		03/28/2024	245,000.00	245,296.45	245,000.00	4.750	4.686	4.751	57	03/30/2026
92023LBM4	7-031822	Valliance Bk		03/18/2022	245,000.00	239,122.45	245,000.00	1.600	1.579	1.601	410	03/18/2027
919853KM2	7-022124A	Valley Natl Bk Wayne		02/21/2024	245,000.00	246,766.45	245,000.00	4.450	4.079	4.135	386	02/22/2027
92023CAE3	7-032023	VALLESTAR CU		03/20/2023	245,000.00	249,748.10	245,000.00	4.750	4.691	4.756	778	03/20/2028
92213MAA9	7-091324	Vantage West		09/13/2024	245,000.00	245,490.00	245,000.00	4.100	3.893	3.947	225	09/14/2026
921303AG8	7-031824A	Van Wert Federal Sav Bk		03/18/2024	245,000.00	247,263.80	245,000.00	4.600	4.538	4.601	410	03/18/2027
92559TAT5	7-102725	VIBRANT CU		10/27/2025	245,000.00	244,409.55	245,000.00	3.650	3.600	3.650	633	10/27/2027
91823MBE4	7-101422A	VCC Bk		10/14/2022	245,000.00	245,788.90	245,000.00	4.250	4.195	4.253	255	10/14/2026
92535LCT9	7-062725	Verus Bank of Comm		06/27/2025	245,000.00	245,766.85	245,000.00	4.000	3.945	4.000	509	06/25/2027
92348DAH2	7-082225A	Veridian Credit Union		08/22/2025	245,000.00	245,926.10	245,000.00	4.000	3.951	4.006	751	02/22/2028
92512KAF0	7-051225	VERSABANK USA NA		05/12/2025	245,000.00	245,529.20	245,000.00	3.900	3.847	3.900	465	05/12/2027
92838DAA4	7-031623	VISIONS FEDERAL CU		03/16/2023	245,000.00	247,793.00	245,000.00	4.800	4.738	4.804	408	03/16/2027
92891KAA2	7-093021A	Vocality Community Credit Unio		09/30/2021	245,000.00	240,614.50	245,000.00	0.800	0.789	0.800	241	09/30/2026
93883MAQ1	7-030824A	Washington Financial Bank		03/08/2024	245,000.00	246,815.45	245,000.00	4.450	4.390	4.451	400	03/08/2027
931254AF3	7-021025	WALDO STATE BANK		02/10/2025	245,000.00	246,511.65	245,000.00	4.200	4.135	4.193	555	08/10/2027
93632MAA0	7-092425A	Warsaw FS & LA		09/24/2025	245,000.00	241,332.35	245,000.00	3.550	3.503	3.552	1,696	09/24/2030
939694AC9	7-071423C	Washington Savng Bk		07/14/2023	245,000.00	253,467.20	245,000.00	4.450	4.389	4.450	894	07/14/2028
93974LAH3	7-100924	WASHINGTON STATE BANK		10/09/2024	245,000.00	244,769.70	245,000.00	3.650	3.600	3.650	250	10/09/2026
96208XAD7	7-062724	WEXFORD COMMUNITY		06/27/2024	245,000.00	248,297.70	245,000.00	4.750	4.571	4.634	512	06/28/2027
94789PCH5	7-083024	Webster Five Cents Saving Bank		08/30/2024	245,000.00	245,455.70	245,000.00	3.900	3.847	3.900	575	08/30/2027
949764PR9	7-061124	WELLS FARGO BANK NAA		06/11/2024	245,000.00	248,655.40	245,000.00	4.900	4.833	4.900	495	06/11/2027
958887AM3	7-012624C	Western Nebraska Bank		01/26/2024	245,000.00	245,686.00	245,000.00	4.050	3.998	4.054	359	01/26/2027

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Negotiable CD's												
973073AD1	7-050924	WINCHESTER SAVINGS BANK		05/09/2024	245,000.00	246,313.20	245,000.00	4.800	4.584	4.647	190	08/10/2026
975875BS3	7-102325	WINTER HILL BK FSB		10/23/2025	245,000.00	244,007.75	245,000.00	3.550	3.501	3.550	628	10/22/2027
954444BX2	7-012423	WEST MICHIGAN COMMUNITY BANK		01/24/2023	245,000.00	244,977.95	245,000.00	3.800	3.750	3.802	722	01/24/2028
97412MAK5	7-101024	WINGS FINANCIAL		10/10/2024	245,000.00	245,147.00	245,000.00	3.850	3.797	3.850	254	10/13/2026
97968LAB5	7-062824A	WOODLANDS NATIONAL BANK		06/28/2024	245,000.00	247,868.95	245,000.00	4.650	4.586	4.650	512	06/28/2027
979424AC2	7-011123A	Woodford State Bank		01/11/2023	245,000.00	244,985.30	245,000.00	3.800	3.750	3.802	709	01/11/2028
98138MDC1	7-081825	Workers Federal Credit Union		08/18/2025	245,000.00	245,357.70	245,000.00	3.900	3.849	3.903	1,296	08/20/2029
95580RAF5	7-041224	WEST SHORE BANK		04/12/2024	245,000.00	246,465.10	245,000.00	4.550	4.358	4.418	254	10/13/2026
95536KAR9	7-071224B	WEST POINT BANK		07/12/2024	245,000.00	247,462.25	245,000.00	4.500	4.438	4.500	526	07/12/2027
95110MAD0	7-022824	West Alabama Bank & Trust		02/28/2024	245,000.00	245,142.10	245,000.00	4.550	4.493	4.556	26	02/27/2026
956310CE4	7-070324	WEST TOWN BANK & TRUST		07/03/2024	245,000.00	246,200.50	245,000.00	4.950	4.883	4.951	155	07/06/2026
944300AJ1	7-100825	WAYNEE BANK		10/08/2025	245,000.00	243,765.20	245,000.00	3.600	3.551	3.600	982	10/10/2028
944298BH0	7-090525	WAYNE BANK AND TRUST CO		09/05/2025	245,000.00	244,951.00	245,000.00	3.750	3.699	3.750	583	09/07/2027
94432PAE5	7-011823A	WAYNE COUNTY BANK TN		01/18/2023	245,000.00	245,445.90	245,000.00	3.900	3.848	3.902	716	01/18/2028
Subtotal and Average			177,411,516.13		175,902,000.00	176,420,677.07	175,902,000.00		3.871	3.925	530	
Mid Term Note												
48130KMK0	9-121125	JPMorgan Chase & Co		12/11/2025	10,000,000.00	9,971,000.00	10,000,000.00	4.100	4.044	4.100	1,774	12/11/2030
Subtotal and Average			10,000,000.00		10,000,000.00	9,971,000.00	10,000,000.00		4.044	4.100	1,774	
Federal Agency Issues - Coupon												
3133EN5N6	10-010623	Federal Farm Credit Bank		01/06/2023	10,000,000.00	10,082,900.00	9,995,000.00	4.000	3.956	4.011	704	01/06/2028
3133ENKV1	10-011322	Federal Farm Credit Bank		01/13/2022	10,000,000.00	9,811,100.00	10,000,000.00	1.500	1.479	1.500	346	01/13/2027
3133ET7A9	10-011326	Federal Farm Credit Bank		01/13/2026	20,000,000.00	19,847,400.00	20,000,000.00	3.625	3.575	3.625	1,807	01/13/2031
3133ENNB2	10-020322	Federal Farm Credit Bank		02/03/2022	10,000,000.00	9,816,800.00	10,000,000.00	1.625	1.603	1.625	367	02/03/2027
3133ENPB0	10-021622	Federal Farm Credit Bank		02/16/2022	5,000,000.00	4,930,700.00	5,000,000.00	2.180	2.150	2.180	380	02/16/2027
3133ENNY2	10-021722	Federal Farm Credit Bank		02/17/2022	10,000,000.00	9,991,600.00	10,000,000.00	1.750	1.726	1.750	16	02/17/2026
3133EP3Z6	10-022824	Federal Farm Credit Bank		02/28/2024	15,000,000.00	15,208,050.00	15,000,000.00	4.375	4.315	4.375	757	02/28/2028
3133EP4K8	10-030524	Federal Farm Credit Bank		03/05/2024	5,000,000.00	5,005,050.00	5,000,000.00	4.625	4.562	4.625	32	03/05/2026
3133EPCR4	10-030923	Federal Farm Credit Bank		03/09/2023	10,000,000.00	10,011,000.00	10,000,000.00	4.750	4.685	4.750	36	03/09/2026
3133EMUK6	10-032521	Federal Farm Credit Bank		03/25/2021	7,000,000.00	6,972,980.00	7,000,000.00	1.050	1.036	1.050	52	03/25/2026
3133EPEE1	10-032923	Federal Farm Credit Bank		03/29/2023	10,000,000.00	10,052,200.00	10,000,000.00	4.000	3.945	4.000	421	03/29/2027
3133EP7A7	10-040224	Federal Farm Credit Bank		04/02/2024	13,000,000.00	13,186,160.00	13,000,000.00	4.250	4.192	4.250	974	10/02/2028
3133ENTS9	10-040522	Federal Farm Credit Bank		04/05/2022	5,000,000.00	4,946,250.00	5,004,500.00	2.600	2.545	2.581	428	04/05/2027
3133ERCU3	10-042924A	Federal Farm Credit Bank		04/29/2024	10,000,000.00	10,113,800.00	10,000,000.00	4.750	4.687	4.752	362	01/29/2027

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CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	YTM 360	YTM 365	Days to Maturity	Maturity Date
Federal Agency Issues - Coupon												
3133ETFA0	10-050125	Federal Farm Credit Bank		05/01/2025	10,000,000.00	10,056,200.00	10,095,000.00	4.000	3.738	3.790	1,550	05/01/2030
3133ERDS7	10-050624	Federal Farm Credit Bank		05/06/2024	15,000,000.00	15,222,450.00	15,000,000.00	4.750	4.685	4.750	459	05/06/2027
3133EMZS4	10-051821	Federal Farm Credit Bank		05/18/2021	10,000,000.00	9,917,000.00	10,000,000.00	0.900	0.888	0.900	106	05/18/2026
3133ETHN0	10-052225	Federal Farm Credit Bank		05/22/2025	20,000,000.00	20,060,400.00	19,985,800.00	3.875	3.847	3.900	841	05/22/2028
3133ETJV0	10-053025	Federal Farm Credit Bank		05/30/2025	20,000,000.00	20,155,800.00	20,000,000.00	4.000	3.946	4.001	1,398	11/30/2029
3133EMB92	10-060121	Federal Farm Credit Bank		06/01/2021	5,000,000.00	4,952,300.00	5,000,000.00	0.870	0.858	0.870	120	06/01/2026
3133ERGL9	10-060724	Federal Farm Credit Bank		06/07/2024	15,000,000.00	15,307,650.00	15,000,000.00	4.500	4.438	4.500	857	06/07/2028
3133ETKQ9	10-061025	Federal Farm Credit Bank		06/10/2025	20,000,000.00	20,197,400.00	20,000,000.00	4.000	3.945	4.000	1,590	06/10/2030
3133ETMD6	10-062325	Federal Farm Credit Bank		06/23/2025	5,000,000.00	5,064,000.00	5,000,000.00	4.000	3.946	4.001	1,360	10/23/2029
3133ETME4	10-062325A	Federal Farm Credit Bank		06/23/2025	15,000,000.00	15,148,200.00	15,000,000.00	4.000	3.946	4.001	1,452	01/23/2030
3133ERHT1	10-062424	Federal Farm Credit Bank		06/24/2024	10,000,000.00	10,023,100.00	10,000,000.00	4.750	4.688	4.753	82	04/24/2026
3133ENZK9	10-062822	Federal Farm Credit Bank		06/28/2022	10,000,000.00	9,964,400.00	10,000,000.00	3.240	3.196	3.240	512	06/28/2027
3133ETPF8	10-070825	Federal Farm Credit Bank		07/08/2025	5,000,000.00	5,008,250.00	4,984,200.00	3.750	3.768	3.820	1,618	07/08/2030
3133ERKX8	10-071224	Federal Farm Credit Bank		07/12/2024	13,000,000.00	13,239,460.00	13,000,000.00	4.250	4.192	4.250	1,257	07/12/2029
3133EPQD0	10-071723	Federal Farm Credit Bank		07/17/2023	15,000,000.00	15,201,750.00	14,992,500.00	4.250	4.203	4.261	897	07/17/2028
3133ENB33	10-071922	Federal Farm Credit Bank		07/19/2022	10,000,000.00	9,927,300.00	10,000,000.00	3.050	3.008	3.050	533	07/19/2027
3133EMV66	10-072721	Federal Farm Credit Bank		07/27/2021	6,000,000.00	5,914,200.00	6,000,000.00	0.680	0.671	0.680	176	07/27/2026
3133ETRX7	10-080125	Federal Farm Credit Bank		08/01/2025	5,000,000.00	5,035,600.00	5,000,000.00	3.875	3.822	3.875	912	08/01/2028
3133ERNP2	10-080624	Federal Farm Credit Bank		08/06/2024	15,000,000.00	15,095,400.00	15,000,000.00	4.000	3.945	4.000	551	08/06/2027
3133ENH45	10-082422	Federal Farm Credit Bank		08/24/2022	8,000,000.00	7,979,120.00	8,000,000.00	3.125	3.082	3.125	204	08/24/2026
3133ENJ35	10-082522	Federal Farm Credit Bank		08/25/2022	5,000,000.00	4,998,700.00	5,000,000.00	3.320	3.275	3.320	24	02/25/2026
3133ENJ50	10-082622	Federal Farm Credit Bank		08/26/2022	5,000,000.00	4,966,000.00	5,000,000.00	3.125	3.082	3.125	571	08/26/2027
3133EPUN3	10-082823	Federal Farm Credit Bank		08/28/2023	15,000,000.00	15,302,400.00	15,000,000.00	4.500	4.438	4.500	939	08/28/2028
3133ETVW4	10-090525	Federal Farm Credit Bank		09/05/2025	10,000,000.00	10,012,300.00	10,000,000.00	3.625	3.575	3.625	947	09/05/2028
3133EM4X7	10-091021	Federal Farm Credit Bank		09/10/2021	10,000,000.00	9,829,500.00	10,000,000.00	0.800	0.789	0.800	221	09/10/2026
3133ENL99	10-091922	Federal Farm Credit Bank		09/19/2022	10,000,000.00	9,971,600.00	9,884,400.00	3.375	3.581	3.630	591	09/15/2027
3133ETYU5	10-092325	Federal Farm Credit Bank		09/23/2025	15,000,000.00	14,799,600.00	14,985,000.00	3.500	3.474	3.522	1,695	09/23/2030
3133EPYM1	10-101323	Federal Farm Credit Bank		10/13/2023	8,000,000.00	8,153,680.00	8,000,000.00	4.750	4.685	4.750	619	10/13/2027
3133ENS50	10-101422	Federal Farm Credit Bank		10/14/2022	10,000,000.00	10,088,100.00	10,000,000.00	4.125	4.068	4.125	620	10/14/2027
3133ENBP4	10-102021	Federal Farm Credit Bank		10/20/2021	5,000,000.00	4,906,350.00	5,000,000.00	1.110	1.095	1.110	261	10/20/2026
3133ENCJ7	10-102721	Federal Farm Credit Bank		10/27/2021	5,000,000.00	4,910,150.00	5,000,000.00	1.160	1.144	1.160	268	10/27/2026
3133EPA47	10-110123	Federal Farm Credit Bank		11/01/2023	15,000,000.00	15,537,150.00	15,000,000.00	4.875	4.808	4.875	1,004	11/01/2028
3133EPC60	10-111523	Federal Farm Credit Bank		11/15/2023	15,000,000.00	15,273,450.00	15,000,000.00	4.625	4.562	4.625	652	11/15/2027
3133ENEF3	10-111621	Federal Farm Credit Bank		11/16/2021	5,000,000.00	4,905,200.00	5,000,000.00	1.270	1.253	1.270	288	11/16/2026
3133ENEM8	10-112421A	Federal Farm Credit Bank		11/24/2021	5,000,000.00	4,913,450.00	5,000,000.00	1.430	1.410	1.429	295	11/23/2026
3133ETZ83	10-120125	Federal Farm Credit Bank		12/01/2025	10,000,000.00	10,006,400.00	10,000,000.00	3.625	3.575	3.625	303	12/01/2026

Portfolio PTS

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IMPERIAL COUNTY TREASURER
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CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	YTM 360	YTM 365	Days to Maturity	Maturity Date
Federal Agency Issues - Coupon												
3133ENHA1	10-121421	Federal Farm Credit Bank		12/14/2021	10,000,000.00	9,820,700.00	10,000,000.00	1.500	1.479	1.500	316	12/14/2026
3130AQWW9	10-022522	Federal Home Loan Bank		02/25/2022	7,000,000.00	6,888,630.00	7,000,000.00	2.050	2.022	2.050	389	02/25/2027
3130AVRT1	10-042023	Federal Home Loan Bank		04/20/2023	5,000,000.00	5,016,150.00	5,000,000.00	3.800	3.749	3.801	523	07/09/2027
3130AVRU8	10-042023A	Federal Home Loan Bank		04/20/2023	5,000,000.00	5,014,950.00	5,000,000.00	3.800	3.749	3.801	488	06/04/2027
3130ARPR6	10-042922	Federal Home Loan Bank		04/29/2022	10,000,000.00	9,949,000.00	10,000,000.00	3.100	3.058	3.100	452	04/29/2027
3130B62U9	10-042925	Federal Home Loan Bank		04/29/2025	15,000,000.00	14,991,450.00	15,000,000.00	4.120	4.064	4.120	1,366	10/29/2029
3130B1AJ6	10-050124	Federal Home Loan Bank		05/01/2024	10,000,000.00	10,025,600.00	10,000,000.00	5.000	4.932	5.000	89	05/01/2026
3130AMM22	10-061021	Federal Home Loan Bank		06/10/2021	5,000,000.00	4,955,100.00	5,000,000.00	1.000	0.986	1.000	129	06/10/2026
3130ANDW7	10-072921	Federal Home Loan Bank		07/29/2021	10,000,000.00	9,863,000.00	10,000,000.00	0.840	0.828	0.840	178	07/29/2026
3130ANQ78	10-082721	Federal Home Loan Bank		08/27/2021	4,500,000.00	4,429,575.00	4,500,000.00	0.900	0.888	0.900	207	08/27/2026
3130AWTR1	10-091423	Federal Home Loan Bank		09/14/2023	10,000,000.00	10,189,300.00	9,975,000.00	4.375	4.369	4.429	950	09/08/2028
3130AP2P9	10-093021	Federal Home Loan Bank		09/30/2021	8,000,000.00	7,857,200.00	8,000,000.00	0.920	0.907	0.920	241	09/30/2026
3130APB46	10-101321	Federal Home Loan Bank		10/13/2021	5,000,000.00	4,907,150.00	4,995,000.00	0.950	0.957	0.971	254	10/13/2026
3130B8KQ4	10-111325	Federal Home Loan Bank		11/13/2025	10,000,000.00	9,970,700.00	10,000,000.00	3.720	3.669	3.720	1,746	11/13/2030
3130APR49	10-112421	Federal Home Loan Bank		11/24/2021	10,000,000.00	9,822,400.00	10,000,000.00	1.400	1.381	1.400	296	11/24/2026
Subtotal and Average			645,686,722.58		644,500,000.00	645,720,905.00	644,396,400.00		3.348	3.395	732	
Money Market												
1-082523M	1-082523M	Bank of the West BMO			50,000,000.00	50,000,000.00	50,000,000.00	2.903	2.863	2.903	1	
1-080123	1-080123	Sun Community Fed Credit Union			4,049,582.01	4,049,582.01	4,049,582.01	3.750	3.699	3.750	1	
Subtotal and Average			54,049,582.01		54,049,582.01	54,049,582.01	54,049,582.01		2.926	2.966	1	
US Bank Sweep												
18-100820	18-100820	U.S. BANK SWEEP		10/08/2020	313,783,493.49	313,783,493.49	313,783,493.49	3.674	3.624	3.674	1	
Subtotal and Average			324,687,393.85		313,783,493.49	313,783,493.49	313,783,493.49		3.624	3.674	1	
Total and Average			1,467,024,298.89		1,398,460,075.50	1,400,170,657.57	1,398,356,475.50		3.554	3.603	417	

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Portfolio Details - Cash
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CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	YTM 360	YTM 365	Days to Maturity
Treasurer's Cash											
SYS17-	17-	Treasurers Cash			61,119,122.10	61,119,122.10	61,119,122.10	0.970	0.957	0.970	1
SYS17-ZBA01VEND	17-ZBA01VEND	Treasurers Cash		07/01/2025	50,000.00	50,000.00	50,000.00		0.000	0.000	1
SYS17-ZBA06VEND	17-ZBA06VEND	Treasurers Cash		07/01/2025	50,000.00	50,000.00	50,000.00		0.000	0.000	1
Average Balance			0.00								1
Total Cash and Investments			1,467,024,298.89		1,459,679,197.60	1,461,389,779.67	1,459,575,597.60		3.554	3.603	417

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Activity By Type
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CUSIP	Investment #	Issuer	Beginning Balance	Stated Rate	Transaction Date	Purchases or Deposits	Redemptions or Withdrawals	Ending Balance
LAIF / CAMP / ZBA (Monthly Summary)								
		Subtotal	194,000,000.00					194,000,000.00
Certificates of Deposit - Bank								
4-010526	4-010526	BMO Harris Bk		3.176	01/05/2026	5,000,000.00	0.00	
4-120325	4-120325	BMO Harris Bk		3.346	01/03/2026	0.00	5,000,000.00	
4-012225	4-012225	Royal Business Bank		4.010	01/22/2026	0.00	245,000.00	
		Subtotal	6,470,000.00			5,000,000.00	5,245,000.00	6,225,000.00
Negotiable CD's								
01882MAE2	7-013023	ALLIANT CREDIT UNION		5.000	01/30/2026	0.00	245,000.00	
01664MAC0	7-011823B	ALL IN		4.600	01/20/2026	0.00	245,000.00	
052392BB2	7-013122A	Austin Telco FCU		1.200	01/30/2026	0.00	245,000.00	
04911LAR4	7-013024A	ATLANTIC UNION BANK		4.400	01/30/2026	0.00	245,000.00	
052392FE2	7-013026B	Austin Telco		3.750	01/30/2026	245,000.00	0.00	
06644RAP4	7-011526	Bank Gloucester		3.550	01/15/2026	245,000.00	0.00	
061284AD7	7-012126	Bank of Clarkson		3.600	01/21/2026	245,000.00	0.00	
08016PFH7	7-012226	Belmont Bnk & Trust Company		3.550	01/22/2026	245,000.00	0.00	
137141B G1	7-012126C	The Canandaigua NB and TC		3.550	01/21/2026	245,000.00	0.00	
14008LAC0	7-011923A	CAPITAL EDUCATORS CREDIT UNION		4.550	01/20/2026	0.00	245,000.00	
12481GAV9	7-012122	CBC Federal Credit Union		1.100	01/21/2026	0.00	245,000.00	
178180HD0	7-012326A	City National Bk		3.650	01/23/2026	245,000.00	0.00	
15258RAV9	7-012721	Central Bank/Storm Lake		0.450	01/27/2026	0.00	245,000.00	
20368TEN6	7-012126B	Community First Bk of Indiana		3.500	01/21/2026	245,000.00	0.00	
20786ADE2	7-012221	Connectone Bank		0.450	01/22/2026	0.00	245,000.00	
234553EE1	7-013124B	Dallas Capital Bank NA		4.350	01/30/2026	0.00	245,000.00	
237412CA7	7-013026A	The Darl Bank		3.650	01/30/2026	245,000.00	0.00	
300185LK9	7-012523B	Evergreen Bnk Group		4.000	01/26/2026	0.00	245,000.00	
32069MAC6	7-012326	First Liberty Bank		3.500	01/23/2026	245,000.00	0.00	
33587UAD7	7-012324	First Option Bank		4.350	01/23/2026	0.00	245,000.00	
369674CN4	7-012624	General Electric Credit Union		4.500	01/26/2026	0.00	245,000.00	
42721JAQ1	7-012224	Heritage Bank NA		4.350	01/22/2026	0.00	245,000.00	
538037AT9	7-013026C	Live Oak Banking Co		3.700	01/30/2026	245,000.00	0.00	
538036MM3	7-011521	LIVEOAK BANKING COMPANY		0.450	01/15/2026	0.00	245,000.00	
58958PLW2	7-072023	MERIDIAN B		4.800	01/20/2026	0.00	245,000.00	
63008MCK5	7-013026	Nan Banc		3.600	01/30/2026	245,000.00	0.00	

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CUSIP	Investment #	Issuer	Beginning Balance	Stated Rate	Transaction Date	Purchases or Deposits	Redemptions or Withdrawals	Ending Balance
Negotiable CD's								
68584JBN8	7-012826	Oregon Community		3.700	01/28/2026	245,000.00	0.00	
707312AW4	7-102723	Penn Community Bk		5.250	01/27/2026	0.00	245,000.00	
712233AW5	7-012126A	People Savings Bank		3.450	01/21/2026	245,000.00	0.00	
72014LAE6	7-012822A	Piedmont Federal Sav Bk		1.150	01/28/2026	0.00	245,000.00	
81258MAB6	7-012326B	Seattle Metro Credit Union		3.550	01/23/2026	245,000.00	0.00	
313812EA3	7-013123C	THE FEDERAL SAVINGS BANK		4.000	01/30/2026	0.00	245,000.00	
88413QDG0	7-012722	Third FS&LA of Cleveland		1.200	01/27/2026	0.00	245,000.00	
87270LD3	7-012121	TIAA FSB		0.400	01/21/2026	0.00	245,000.00	
89287TAN3	7-012626	Trillwest Bank		3.600	01/26/2026	245,000.00	0.00	
89214PEF2	7-011824	Townebank/Portsmouth VA		4.250	01/20/2026	0.00	245,000.00	
882214AB5	7-012821	Texas Bank		0.450	01/28/2026	0.00	245,000.00	
91944RAY4	7-012023B	VALLEY CENTRAL BK		4.150	01/20/2026	0.00	245,000.00	
	Subtotal		177,862,000.00			3,675,000.00	5,635,000.00	175,902,000.00
Mid Term Note								
	Subtotal		10,000,000.00					10,000,000.00
Federal Agency Issues - Coupon								
3133ET7A9	10-011326	Federal Farm Credit Bank		3.625	01/13/2026	20,000,000.00	0.00	
3133ERCT6	10-042924	Federal Farm Credit Bank		5.000	01/29/2026	0.00	10,000,000.00	
	Subtotal		748,866,400.00			20,000,000.00	10,000,000.00	758,866,400.00
Treasurer's Cash (Monthly Summary)								
SYS17-	17-	Treasurers Cash		0.970		240,734,916.67	233,154,930.16	
	Subtotal		53,639,135.59			240,734,916.67	233,154,930.16	61,219,122.10
Money Market (Monthly Summary)								
	Subtotal		54,049,582.01					54,049,582.01
US Bank Sweep								
18-100820	18-100820	U.S. BANK SWEEP		3.674		35,547,613.97	65,952,026.33	
	Subtotal		344,187,905.85			35,547,613.97	65,952,026.33	313,783,493.49
	Total		1,589,075,023.45			304,957,530.64	319,986,956.49	1,574,045,597.60

IMPERIAL COUNTY TREASURER
Portfolio Management
Activity Summary
January 2025 through January 2026

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Month End	Year	Number of Securities	Total Invested	Yield to Maturity		Managed Pool Rate	Number of Investments Purchased	Number of Investments Redeemed	Average Term	Average Days to Maturity
				360 Equivalent	365 Equivalent					
January	2025	867	1,341,222,669.08	3.864	3.918	5.121	23	14	906	422
February	2025	861	1,308,688,345.82	3.868	3.921	5.121	8	17	915	416
March	2025	855	1,339,555,478.64	3.926	3.981	5.068	11	18	880	392
April	2025	838	1,395,806,362.77	3.966	4.021	5.068	7	6	861	376
May	2025	850	1,395,137,105.40	3.946	4.001	5.068	18	16	900	413
June	2025	856	1,396,554,718.04	3.966	4.021	5.037	22	36	926	447
July	2025	835	1,311,572,917.77	3.898	3.952	5.037	17	12	977	462
August	2025	840	1,284,656,906.23	3.918	3.972	5.037	17	18	980	459
September	2025	845	1,322,711,902.50	3.708	3.759	4.352	23	33	946	459
October	2025	831	1,322,262,042.80	3.635	3.685	4.291	19	25	926	434
November	2025	823	1,339,258,626.77	3.623	3.674	4.192	17	21	905	427
December	2025	812	1,420,965,887.86	3.564	3.613	4.045	10	4	869	401
January	2026	825	1,398,356,475.50	3.554	3.603	4.045	17	26	902	417
Average		841	1,352,057,649.17	3.803%	3.856%	4.729	16	19	915	425

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Portfolio Management
Distribution of Investments By Type
January 2025 through January 2026

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Security Type	January 2025	February 2025	March 2025	April 2025	May 2025	June 2025	July 2025	August 2025	September 2025	October 2025	November 2025	December 2025	January 2026	Average by Period
LAIF / CAMP / ZBA	14.5	14.8	14.5	13.9	13.9	13.9	14.8	15.1	14.7	14.7	14.5	13.7	13.9	14.4%
Repurchase Agreements														
Certificates of Deposit - S & L														
Certificates of Deposit - Bank	0.8	0.8	0.7	0.7	0.6	0.6	0.6	0.6	0.5	0.5	0.5	0.5	0.5	0.6%
Treasury Securities - Coupon														
Mortgage Backed Securities														
Negotiable CD's	13.6	13.9	13.5	12.9	13.0	12.7	13.6	13.9	13.4	13.4	13.2	12.5	12.6	13.3%
Treasury Securities - Discount														
Mid Term Note												0.7	0.7	0.1%
Federal Agency Issues - Coupon	47.8	47.8	45.9	45.2	47.1	48.9	50.5	50.6	49.1	48.0	46.6	44.7	46.1	47.6%
Commercial Paper - Interest Bearing														
Commercial Paper - Discount														
Miscellaneous Securities - Coupon														
Miscellaneous Securities - Discount														
Bankers Acceptances														
Federal Agency Issues - Discount														
Treasurer's Cash														
Money Market	4.0	4.1	4.0	3.9	3.9	3.9	4.1	4.2	4.1	4.1	4.0	3.8	3.9	4.0%
US Bank Sweep	19.4	18.6	21.4	23.6	21.5	20.1	16.3	15.6	18.2	19.4	21.2	24.2	22.4	20.1%

IMPERIAL COUNTY TREASURER
Portfolio Management
Interest Earnings Summary
January 31, 2026

Page 1

	January 31Month Ending	Fiscal Year To Date
CD/Coupon/Discount Investments:		
Interest Collected	2,852,808.45	17,299,832.07
Plus Accrued Interest at End of Period	5,984,465.44	5,989,848.74
Less Accrued Interest at Beginning of Period	(6,353,189.45)	(6,267,240.70)
Less Accrued Interest at Purchase During Period	(0.00)	(0.00)
Interest Earned during Period	2,484,084.44	17,022,440.11
Adjusted by Capital Gains or Losses	0.00	0.00
Earnings during Periods	2,484,084.44	17,022,440.11
Pass Through Securities:		
Interest Collected	0.00	0.00
Plus Accrued Interest at End of Period	0.00	0.00
Less Accrued Interest at Beginning of Period	(0.00)	(0.00)
Less Accrued Interest at Purchase During Period	(0.00)	(0.00)
Interest Earned during Period	0.00	0.00
Adjusted by Premiums and Discounts	0.00	0.00
Adjusted by Capital Gains or Losses	0.00	0.00
Earnings during Periods	0.00	0.00
Cash/Checking Accounts:		
Interest Collected	2,168,474.48	11,816,426.82
Plus Accrued Interest at End of Period	6,528,094.14	6,528,094.14
Less Accrued Interest at Beginning of Period	(6,832,673.31)	(6,013,665.49)
Interest Earned during Period	1,863,895.31	12,330,855.47
Total Interest Earned during Period	4,347,979.75	29,353,295.58
Total Capital Gains or Losses	0.00	0.00
Total Earnings during Period	4,347,979.75	29,353,295.58

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APPENDIX H
SPECIMEN MUNICIPAL BOND INSURANCE POLICY

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MUNICIPAL BOND INSURANCE POLICY

ISSUER:

Policy No.: -N

BONDS: \$ in aggregate principal amount of

Effective Date:

Premium: \$

ASSURED GUARANTY INC. ("AG"), for consideration received, hereby UNCONDITIONALLY AND IRREVOCABLY agrees to pay to the trustee (the "Trustee") or paying agent (the "Paying Agent") (as set forth in the documentation providing for the issuance of and securing the Bonds) for the Bonds, for the benefit of the Owners or, at the election of AG, 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 Business Day next following the Business Day on which AG shall have received Notice of Nonpayment, AG will disburse to or for the benefit of each Owner of a Bond the face amount of principal of and interest on the Bond that is then Due for Payment but is then unpaid by reason of Nonpayment by the Issuer, but only upon receipt by AG, in a form reasonably satisfactory to it, of (a) evidence of the Owner's right to receive payment of the 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 AG. 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 AG is incomplete, it shall be deemed not to have been received by AG for purposes of the preceding sentence and AG shall promptly so advise the Trustee, Paying Agent or Owner, as appropriate, who may submit an amended Notice of Nonpayment. Upon disbursement in respect of a Bond, AG shall become the owner of the Bond, any appurtenant coupon to the Bond or right to receipt of payment of principal of or interest on the Bond and shall be fully subrogated to the rights of the Owner, including the Owner's right to receive payments under the Bond, to the extent of any payment by AG hereunder. Payment by AG to the Trustee or Paying Agent for the benefit of the Owners shall, to the extent thereof, discharge the obligation of AG under this Policy.

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 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 AG 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 of principal or interest that is Due for Payment made to an Owner by or on behalf of the Issuer which has been recovered from such Owner pursuant to the United States Bankruptcy Code by a trustee in bankruptcy in accordance with a final, nonappealable order of a court having competent jurisdiction. "Notice" means telephonic or telecopied notice, subsequently confirmed in a signed writing, or written notice by registered or certified mail, from an Owner, the Trustee or the Paying Agent to AG which notice shall specify (a) the person or entity making the claim, (b) the Policy Number, (c) the claimed amount and (d) the date such claimed amount 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 or any person or entity whose direct or indirect obligation constitutes the underlying security for the Bonds.

AG may appoint a fiscal agent (the "Insurer's Fiscal Agent") for purposes of this Policy by giving written notice to the Trustee and the Paying Agent 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 and the Paying Agent, (a) copies of all notices required to be delivered to AG pursuant to this Policy shall be simultaneously delivered to the Insurer's Fiscal Agent and to AG and shall not be deemed received until received by both and (b) all payments required to be made by AG under this Policy may be made directly by AG or by the Insurer's Fiscal Agent on behalf of AG. The Insurer's Fiscal Agent is the agent of AG only and the Insurer's Fiscal Agent shall in no event be liable to any Owner for any act of the Insurer's Fiscal Agent or any failure of AG to deposit or cause to be deposited sufficient funds to make payments due under this Policy.

To the fullest extent permitted by applicable law, AG 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 AG to avoid payment of its obligations under this Policy in accordance with the express provisions of this Policy.

This Policy sets forth in full the undertaking of AG, 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, (a) 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 and (b) this Policy may not be canceled or revoked. THIS POLICY IS NOT COVERED BY THE PROPERTY/CASUALTY INSURANCE SECURITY FUND SPECIFIED IN ARTICLE 76 OF THE NEW YORK INSURANCE LAW.

In witness whereof, ASSURED GUARANTY INC. has caused this Policy to be executed on its behalf by its Authorized Officer.

ASSURED GUARANTY INC.

By _____
Authorized Officer

1633 Broadway, New York, N.Y. 10019

(212) 974-0100

Form 500 (8/24)

