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**COPPER MOUNTAIN COMMUNITY COLLEGE DISTRICT**

**AUDIT REPORT**

JUNE 30, 2025

**COPPER MOUNTAIN COMMUNITY COLLEGE DISTRICT**  
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**JUNE 30, 2025**

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## INDEPENDENT AUDITORS' REPORT

The Board of Trustees  
Copper Mountain Community College District  
Joshua Tree, California

### **Report on the Audit of the Financial Statements**

#### ***Opinions***

We have audited the accompanying financial statements of the business-type activities and the fiduciary activities of Copper Mountain Community College District (the "District") as of and for the year ended June 30, 2025, and the related notes to financial statements, which collectively comprise the District's basic financial statements as listed in the Table of Contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the financial position of the business-type activities and the fiduciary activities 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.

#### ***Basis for Opinions***

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

#### ***Change in Accounting Principle***

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

#### ***Responsibilities of Management for the Financial Statements***

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America, this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatements, whether due to fraud or error.

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

### ***Auditors' Responsibilities for the Audit of the Financial Statements***

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

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

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

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

### ***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis and the Required Supplementary Information section, as listed in the Table of Contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with GAAS, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### **Supplementary Information**

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

### **Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued our report dated February 3, 2026, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.



San Diego, California  
February 3, 2026

**COPPER MOUNTAIN COMMUNITY COLLEGE DISTRICT  
MANAGEMENT’S DISCUSSION AND ANALYSIS  
JUNE 30, 2025**

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This section of Copper Mountain Community College District’s (the “District”) annual financial report presents management’s discussion and analysis of the District’s financial performance during the fiscal year ended June 30, 2025. The discussion has been prepared by management and should be read in conjunction with the financial statements and notes thereto which follow this section.

The District was formally established in 1999 and serves the County of San Bernardino. Students in our college may complete the freshman and sophomore years of a baccalaureate degree and transfer to upper division study at a university or complete a certificated vocational program and move directly into the workforce.

The following management’s discussion and analysis provide an overview of the financial position and activities of the District’s Financial Report for the fiscal year ended June 30, 2025. The previous year’s financial information is provided for comparison. The annual report consists of three basic financial statements that provide information on the District as a whole: the Statement of Net Position, the Statement of Revenues, Expenses, and Changes in Net Position, and the Statement of Cash Flows.

**ATTENDANCE HIGHLIGHTS**

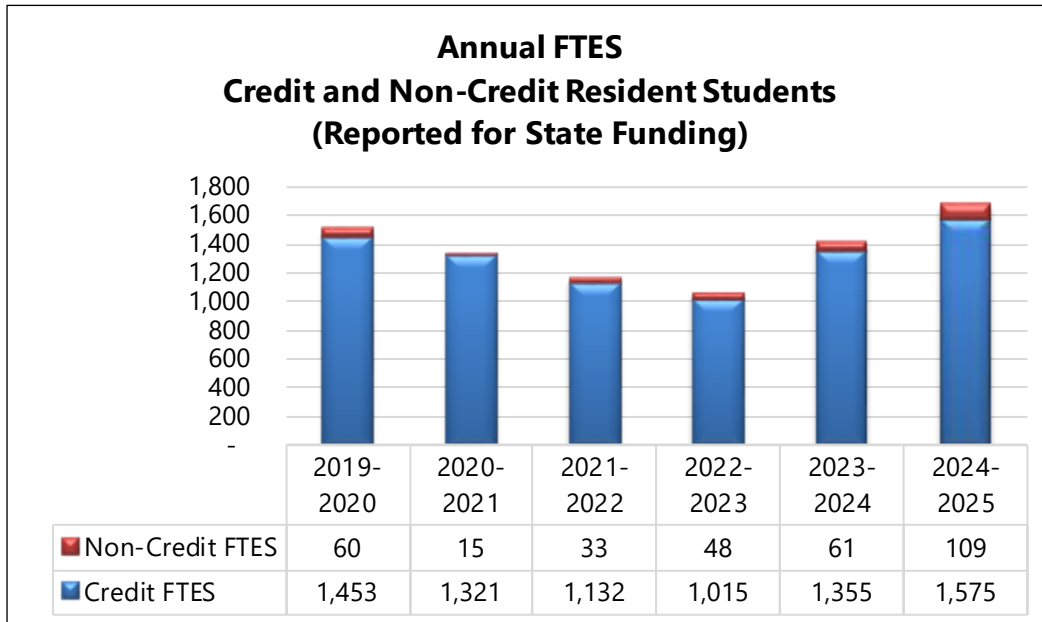
During the fiscal year 2024-25, the District experienced an increase in enrollment of 18.93%. It is imperative that the District meet its growth targets because future funding is determined by the District’s ability to grow to its target levels. The District’s primary funding is based upon an apportionment allocation made by the State of California Community Colleges Chancellor’s Office. The primary basis for the Chancellor’s apportionment calculation is the District’s reporting of Full-Time Equivalent Students (FTES). Below is the District’ five-year trend for FTES:

Trend of full-time equivalent students as reported on the annual report:

<b>Fiscal Year</b>	<b>Credit FTES</b>	<b>Non-Credit FTES</b>
2019-2020	1,453	60
2020-2021	1,321	15
2021-2022	1,132	33
2022-2023	1,015	48
2023-2024	1,355	61
2024-2025	1,575	109

**COPPER MOUNTAIN COMMUNITY COLLEGE DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
JUNE 30, 2025**

**ATTENDANCE HIGHLIGHTS, continued**



During the fiscal year 2024-25, total full-time equivalents students (FTES) increased approximately 16.24% for credit courses and increased 78.69% for non-credit courses.

**FINANCIAL ANALYSIS OF THE DISTRICT AS A WHOLE**

**NET POSITION**

The Statement of Net Position presents the assets, deferred outflows of resources, liabilities, deferred inflows of resources and net position of the District as of the end of the fiscal year and is prepared using the accrual basis of accounting, which is similar to the accounting basis used by most private sector organizations.

The difference between total assets and total liabilities is one indicator of the current financial condition of the District; the change in net position is an indicator of whether the overall financial condition has improved or worsened during the year. Assets and liabilities are generally measured using current values. One notable exception is capital assets, which are stated at historical cost less accumulated depreciation.

The Net Position is divided into three major categories. The first category, net investment in capital assets, provides the equity amount in property, plant and equipment owned by the District. The second category is expendable restricted net position, which is available for expenditure by the District but must be spent for purposes as determined by external entities, legislation and/or donors that have placed time or purpose restrictions on the use of the assets. The final category is unrestricted and is available to the District for any lawful purpose of the District.

**COPPER MOUNTAIN COMMUNITY COLLEGE DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
JUNE 30, 2025**

**FINANCIAL ANALYSIS OF THE DISTRICT AS A WHOLE, continued**

**NET POSITION, continued**

	<b>2025</b>	<b>2024</b>	<b>Change</b>
<b>ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</b>			
Current assets	\$ 27,978,319	\$ 26,408,367	\$ 1,569,952
Non-current assets	33,052,072	33,992,250	(940,178)
Deferred outflows of resources	7,108,144	5,578,067	1,530,077
<b>Total Assets and Deferred Outflows of Resources</b>	<b>68,138,535</b>	<b>65,978,684</b>	<b>2,159,851</b>
<b>LIABILITIES AND DEFERRED INFLOWS OF RESOURCES</b>			
Current liabilities	11,941,167	11,837,457	103,710
Non-current liabilities	27,698,498	27,398,199	300,299
Deferred inflows of resources	3,391,511	3,808,205	(416,694)
<b>Total Liabilities and Deferred Inflows of Resources</b>	<b>43,031,176</b>	<b>43,043,861</b>	<b>(12,685)</b>
<b>NET POSITION</b>			
Net investment in capital assets	18,974,607	20,244,871	(1,270,264)
Restricted	2,753,347	2,575,297	178,050
Unrestricted	3,379,405	114,655	3,264,750
<b>Total Net Position</b>	<b>\$ 25,107,359</b>	<b>\$ 22,934,823</b>	<b>\$ 2,172,536</b>

- 95.49 percent of the cash balance and investments is cash deposited in the San Bernardino County Treasury Pool. All funds are invested in accordance with Board Policy, which emphasizes prudence, safety, liquidity, and the return on investment. The Statement of Cash Flows contained within these financial statements provides greater detail regarding the sources and uses of cash.
- The majority of the accounts receivable balance, in the amount of \$1,159,499, is from State and Local sources for grant/entitlement programs and interest.
- Capital assets had a net balance of \$31,428,647. Depreciation expense of \$2,137,003 was recognized during the fiscal year 2024-25.
- Accounts payable and accrued expenses of \$1,525,092 are amounts due as of the fiscal year-end for goods and services received as of June 30, 2025.
- The District currently has \$29,829,518 in outstanding debt. Of this amount, \$2,131,020 is due in the coming year. Additional information regarding long term debt is included in the Debt Administration section of this discussion and analysis.
- The District's current net investment in capital assets, is \$18,974,607.

**CHANGES IN NET POSITION**

The change in total net position presented on the Statement of Net Position is based on the activity presented in the Statement of Revenues, Expenses, and Changes in Net Position. The purpose of this statement is to present the operating and non-operating revenues earned (whether received or not) by the District, the operating and non-operating expenses incurred (whether paid or not) by the District, and any other revenues, expenses, gains and/or losses earned or incurred by the District.

**COPPER MOUNTAIN COMMUNITY COLLEGE DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
JUNE 30, 2025**

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**FINANCIAL ANALYSIS OF THE DISTRICT AS A WHOLE, continued**

**CHANGES IN NET POSITION, continued**

Operating activities are those in which a direct payment or exchange is made for the receipt of specified goods or services. As an example, tuition fees paid by the student are considered an exchange for instructional services. This activity is considered an operating activity. The receipt of State apportionments and property taxes do not include this exchange relationship between payment and receipt of goods or services. These revenues and related expenses are classified as non-operating activities.

Condensed Statement of Revenues, Expenses, and Changes in Net Position for the years ended June 30, 2025 and 2024:

	<b>2025</b>	<b>2024</b>	<b>Change</b>
<b>REVENUES</b>			
Tuition and fees, net	\$ 327,224	\$ 184,602	\$ 142,622
Grants and contracts, non-capital	13,907,999	13,614,124	293,875
Local property taxes	4,230,385	4,261,426	(31,041)
State apportionments, taxes and other revenues	21,449,504	19,755,828	1,693,676
Investment income - non-capital	1,025,312	1,097,394	(72,082)
<b>Total Revenues</b>	<b>40,940,424</b>	<b>38,913,374</b>	<b>2,027,050</b>
<b>EXPENSES</b>			
Other operating expenses	31,252,073	26,543,139	4,708,934
Student aid	6,598,534	5,167,948	1,430,586
Interest expense on capital asset-related debt	462,254	1,474,206	(1,011,952)
Transfer to OPEB trust	-	1,701,923	(1,701,923)
<b>Total Expenses</b>	<b>38,312,861</b>	<b>34,887,216</b>	<b>3,425,645</b>
<b>Change in Net Position</b>	<b>2,627,563</b>	<b>4,026,158</b>	<b>(1,398,595)</b>
<b>Net Position - Beginning</b>	<b>22,934,823</b>	<b>18,911,166</b>	<b>4,023,657</b>
<b>Prior Period Adjustment (Note 14)</b>	<b>(455,027)</b>	<b>(2,501)</b>	<b>(452,526)</b>
<b>Net Position - Ending</b>	<b>\$ 25,107,359</b>	<b>\$ 22,934,823</b>	<b>\$ 2,172,536</b>

The schedule above has been prepared from the Statement of Revenues, Expenses, and Changes in Net Position. State general apportionment, while budgeted for operations, is considered non-operating revenues, according to the Governmental Accounting Standards Board's (GASB) prescribed reporting format. Grants and contracts revenue includes student financial aid, as well as specific Federal and State grants received for programs serving the students of the District.

Total operating revenues reflects an increase in net tuition and fees of \$142,622 and an increase in grants and contracts, non-capital revenue of \$293,875 from the previous year. Grants and contracts increase and decrease when grant periods end or when new grants are obtained by the District.

Generally, operating revenues are earned for providing goods and services to the various customers and constituencies of the District. Operating expenses are those expenses incurred to acquire or produce the goods and services provided in return for operating revenues and to fulfill the mission of the District.

**COPPER MOUNTAIN COMMUNITY COLLEGE DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
JUNE 30, 2025**

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**FINANCIAL ANALYSIS OF THE DISTRICT AS A WHOLE, continued**

**CHANGE IN NET POSITION, continued**

Non-operating revenues are those received or pledged for which goods and services are not provided; for example, state apportionments are non-operating because they are provided by the legislature to the District without the legislature directly receiving commensurate goods and services for those revenues.

- Tuition and fees are generated by the resident, non-resident and foreign fees paid by students attending the District, including fees such as parking fees, community services classes and other related fees.
- Non-capital grants and contracts are primarily those received from Federal and State sources and used in instructional programs.
- State apportionment is generated based on the workload measures reported to the State by the District.
- Local property taxes are received through the Auditor-Controller's Office for San Bernardino County. The amount received for property taxes is deducted from the total State general apportionment amount calculated by the State for the District.

Total operating expenses increased by \$6,139,520. The increase is comprised of: 1) salaries and employee benefits increased by \$4,662,020, 2) student aid increased by \$1,430,586, and 3) depreciation and amortization increased by \$578,978. The increase was partially offset by the decrease in supplies, materials, and other operating expense and services of \$532,064.

Operating expenses are 58.98% related to personnel costs. The balance of operating expenses is for supplies, materials, other operating expenses and services, student aid, and depreciation.

**STATEMENT OF CASH FLOWS**

The Statement of Cash Flows provides information about cash receipts and cash payments during the fiscal year. The statement also helps users assess the District's ability to generate positive cash flows, meet obligations as they come due, and the need for external financing.

The Statement of Cash Flows is divided into five parts. The first part reflects operating cash flows and shows the net cash used in the operating activities of the District. The second part details cash received/paid for non-operating, non-investing, and non-capital financing purposes. The third part shows cash flows from capital and related financing activities. This part deals with the cash provided/used for the acquisition and construction of capital and related items. The fourth part provides information from investing activities and the amount of interest received/paid. The last section reconciles the net cash used in operating activities to the operating loss reflected on the Statement of Revenues, Expenses, and Changes in Net Position.

**COPPER MOUNTAIN COMMUNITY COLLEGE DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
JUNE 30, 2025**

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**FINANCIAL ANALYSIS OF THE DISTRICT AS A WHOLE, continued**

**STATEMENT OF CASH FLOWS, continued**

A summary of the Statement of Cash Flows for the years ended June 30, 2025 and 2024 is shown below.

	<u>2025</u>	<u>2024</u>	<u>Change</u>
Net cash provided by/(used in):			
Operating activities	\$ (22,879,790)	\$ (20,960,112)	\$ (1,919,678)
Non-capital financing activities	25,679,889	22,315,331	3,364,558
Capital financing activities	(2,027,584)	(2,403,797)	376,213
Investing activities	1,025,312	1,097,394	(72,082)
Net increase/(decrease) in cash and cash equivalents	<u>\$ 1,797,827</u>	<u>\$ 48,816</u>	<u>\$ 1,749,011</u>

The primary operating activities contributing to cash flow are student tuition and fees and Federal, State, and Local grants and contracts, while the primary operating activity using cash flow throughout the year is the payment of salaries and benefits.

The primary cash receipts from operating activities are from student enrollment fees and tuition, Federal, State and Local grants and contracts. The primary cash outlays are payments of wages, benefits, vendors, and students related to the instruction program.

Even though State apportionments and property taxes are the primary source of non-capital related revenue (and cash flow), GASB accounting standards require that these sources of revenue be shown as non-operating revenue, since they come from general resources of the State and not from the primary users of the District's programs and services (students). The District depends upon this funding as the primary source of funds to continue the current level of operations.

The net cash used by the District for operating activities was \$(22,879,790); cash flow from non-capital financing activities equaled \$25,679,889; and net cash used in capital financing, consisting primarily of the purchase of capital assets (buildings, building improvements, and equipment) and interest paid on capital debt totaled \$(2,027,584). Cash provided by investment activities equaled \$1,025,312.

**THE DISTRICT'S FIDUCIARY RESPONSIBILITY**

The District is the trustee, or fiduciary, for certain amounts held on behalf of students, clubs and donors for student loans and scholarships. The District's fiduciary activities are reported in separate Statements of Fiduciary Net Position and Changes in Fiduciary Net Position. These activities are excluded from the District's other financial statements because these assets cannot be used to finance operations. The District is responsible for ensuring that the assets reported in these funds are used for their intended purposes.

**COPPER MOUNTAIN COMMUNITY COLLEGE DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
JUNE 30, 2025**

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**CAPITAL ASSETS AND RIGHT-TO-USE ASSETS**

At June 30, 2025, the District had total capital assets of \$55.81 million consisting of land, land improvements, buildings and building improvements, construction in progress, and furniture and equipment. The right-to-use assets consist of the leased buildings, vehicles, equipment and software. The related accumulated depreciation and amortization were \$24.38 million and \$0.54 million, respectively.

Capital additions consist primarily of replacement, renovation and new construction of facilities, as well as significant investments in equipment, including information technology. Current year additions were funded with a combination of special categorical, unrestricted general fund dollars, and capital outlay appropriations. A comparison of capital assets, net of depreciation, is summarized below:

	<b>2025</b>	<b>2024</b>	<b>Change</b>
Capital assets not being depreciated	\$ 356,134	\$ 356,134	\$ -
Capital assets being depreciated	55,456,145	55,271,109	185,036
Accumulated depreciation	(24,383,632)	(22,246,629)	(2,137,003)
Right-to-use assets	1,491,122	-	1,491,122
Accumulated Amortization	(535,026)	-	(535,026)
<b>Capital Assets and Right-to-Use Assets, Net</b>	<b>\$ 32,384,743</b>	<b>\$ 33,380,614</b>	<b>\$ (995,871)</b>

**LONG-TERM LIABILITIES**

At June 30, 2025, the District had \$12.08 million in bonded debt related to the following bond issues: 2004 Series C Bonds and 2012 Refunding Bonds. The bonds were issued in prior years to fund various projects related to the construction, purchase and renovation of instructional and student facilities. The District also had approximately \$0.50 million in lease liabilities and \$0.8 million in compensated absences from accrued vacation pay. Finally, the District has approximately \$16.02 million in net pension liability. See the notes to financial statements for additional information.

	<b>2025</b>	<b>2024</b>	<b>Change</b>
General obligation bonds	\$ 12,077,187	\$ 13,135,743	\$ (1,058,556)
Net pension liability	16,019,788	15,259,296	760,492
Lease liabilities	510,636	-	510,636
Software liability	470,305	-	470,305
Compensated absences	751,602	197,555	554,047
<b>Total Long-Term Liabilities</b>	<b>\$ 29,829,518</b>	<b>\$ 28,592,594</b>	<b>\$ 1,236,924</b>

**COPPER MOUNTAIN COMMUNITY COLLEGE DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
JUNE 30, 2025**

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**ECONOMIC FACTORS BEARING ON THE DISTRICT'S FUTURE**

The District, like all California Community Colleges, operates within a dynamic and often unpredictable economic environment shaped by state budget decisions, demographic shifts, and evolving student needs. Strategic financial planning, innovative resource management, and strong community partnerships remain essential to sustaining the District's mission of providing accessible, high-quality education.

The broader fiscal outlook for California indicates constrained growth in General Fund revenues for 2024–25, with only modest improvement projected for 2025–26. However, the Legislative Analyst's Office (LAO) anticipates a return to more typical growth patterns by 2026–27 and 2027–28. The LAO's forecast includes a Proposition 98 minimum funding guarantee of \$110.5 billion for 2024–25, an increase from the prior year, though still limited by overall state budget pressures.

Property tax revenues—an important funding source for community colleges—are expected to reflect the delayed impact of the 2020–2022 housing market surge. Growth is projected at 6.5% in 2024–25 and 4.8% in 2025–26, before tapering to 3.2% in 2026–27 and 4.0% in 2027–28, consistent with the housing market's cooling trend since spring 2022.

The Hold Harmless provision, originally enacted in the 2021 Budget Act and extended through 2024–25, continues to influence funding stability. Under the revised terms, districts will maintain their 2024–25 funding levels as a new baseline, but will not receive COLA adjustments during this period. This creates potential challenges in addressing rising operational costs without corresponding revenue increases.

In light of these economic conditions, the District remains committed to proactive fiscal stewardship. The District will continue to monitor state and local economic indicators, advocate for equitable funding, and align its budget strategies with long-term institutional goals to ensure continued service to the Morongo Basin and surrounding communities.

**CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT**

This financial report is designed to provide our citizens, taxpayers, and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have any questions about this report or need additional financial information, contact the District's Office of Fiscal Services, Copper Mountain College, P.O. Box 1398, Joshua Tree, California 92252.

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## **FINANCIAL SECTION**

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**COPPER MOUNTAIN COMMUNITY COLLEGE DISTRICT**  
**STATEMENT OF NET POSITION**  
**JUNE 30, 2025**

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<b>ASSETS</b>	
Current Assets:	
Cash and cash equivalents	\$ 26,650,114
Accounts receivable	1,250,701
Prepaid expenditures and other assets	77,504
Total Current Assets	<u>27,978,319</u>
Non-current Assets:	
Net OPEB asset	667,329
Capital assets, net	31,428,647
Right-to-use assets, net	956,096
Total Non-current Assets	<u>33,052,072</u>
<b>TOTAL ASSETS</b>	<u>61,030,391</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>	
Deferred loss on debt refunding	133,783
Deferred outflows related to OPEB	58,191
Deferred outflows related to pensions	6,916,170
<b>TOTAL DEFERRED OUTFLOWS OF RESOURCES</b>	<u>7,108,144</u>
<b>TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</b>	<u>\$ 68,138,535</u>
<b>LIABILITIES</b>	
Current Liabilities:	
Accounts payable and accrued expenses	\$ 1,525,092
Unearned revenue	8,285,055
Long-term debt, current portion	2,131,020
Total Current Liabilities	<u>11,941,167</u>
Non-current Liabilities:	
Compensated absences	751,602
Net pension liability	16,019,788
Long-term debt, non-current portion	10,927,108
Total Non-current Liabilities	<u>27,698,498</u>
<b>TOTAL LIABILITIES</b>	<u>39,639,665</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>	
Deferred inflows related to OPEB	955,708
Deferred inflows related to pensions	2,435,803
<b>TOTAL DEFERRED INFLOWS OF RESOURCES</b>	<u>3,391,511</u>
<b>NET POSITION</b>	
Net investment in capital assets	18,974,607
Restricted	
Debt service	1,675,384
Capital projects	1,077,963
Unrestricted	3,379,405
<b>TOTAL NET POSITION</b>	<u>25,107,359</u>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION</b>	<u>\$ 68,138,535</u>

**COPPER MOUNTAIN COMMUNITY COLLEGE DISTRICT  
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION  
FOR THE YEAR ENDED JUNE 30, 2025**

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<b>OPERATING REVENUES</b>	
Tuition and fees	\$ 1,628,626
Less: scholarship discounts and allowances	(1,301,402)
Tuition and fees, net	<u>327,224</u>
Grants and contracts, non-capital:	
Federal	5,537,493
State	7,775,953
Local	<u>594,553</u>
<b>TOTAL OPERATING REVENUES</b>	<u>14,235,223</u>
<b>OPERATING EXPENSES</b>	
Salaries	15,441,389
Employee benefits	6,881,317
Supplies, materials, other operating expenses and services	6,257,338
Student aid	6,598,534
Depreciation and amortization	<u>2,672,029</u>
<b>TOTAL OPERATING EXPENSES</b>	<u>37,850,607</u>
<b>OPERATING LOSS</b>	<u>(23,615,384)</u>
<b>NON-OPERATING REVENUES/(EXPENSES)</b>	
State apportionments, non-capital	18,082,082
Local property taxes	4,230,385
State taxes and other revenues	3,367,422
Investment income - non-capital	1,025,312
Interest expense on capital asset-related debt	<u>(462,254)</u>
<b>TOTAL NON-OPERATING REVENUES/(EXPENSES)</b>	<u>26,242,947</u>
<b>CHANGE IN NET POSITION</b>	2,627,563
<b>NET POSITION, BEGINNING OF YEAR</b>	22,934,823
<b>PRIOR YEAR ADJUSTMENT (NOTE 14)</b>	<u>(455,027)</u>
<b>NET POSITION, END OF YEAR</b>	<u>\$ 25,107,359</u>

**COPPER MOUNTAIN COMMUNITY COLLEGE DISTRICT  
STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED JUNE 30, 2025**

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<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>	
Tuition and fees	\$ 327,224
Grants and contracts	13,633,621
Payments to or on behalf of employees	(23,532,544)
Payments to vendors for supplies and services	(6,709,557)
Payments to students	<u>(6,598,534)</u>
Net Cash Provided by/(Used in) Operating Activities	<u>(22,879,790)</u>
<b>CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES</b>	
State apportionments	18,082,082
Local property taxes	4,230,385
State taxes and other revenues	<u>3,367,422</u>
Net Cash Provided by/(Used in) Non-capital Financing Activities	<u>25,679,889</u>
<b>CASH FLOWS FROM CAPITAL FINANCING ACTIVITIES</b>	
Acquisition and construction of capital assets	(1,676,158)
Principal paid on capital debt	(179,059)
Interest paid on capital debt	<u>(172,367)</u>
Net Cash Provided by/(Used in) Capital Financing Activities	<u>(2,027,584)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>	
Investment income/(expense)	<u>1,025,312</u>
Net Cash Provided by/(Used in) Investing Activities	<u>1,025,312</u>
<b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<u>1,797,827</u>
<b>CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR</b>	<u>24,852,287</u>
<b>CASH AND CASH EQUIVALENTS, END OF YEAR</b>	<u>\$ 26,650,114</u>

**COPPER MOUNTAIN COMMUNITY COLLEGE DISTRICT  
STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED JUNE 30, 2025**

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**RECONCILIATION OF OPERATING LOSS TO NET CASH  
PROVIDED BY/(USED IN) OPERATING ACTIVITIES**

Operating loss	\$ (23,615,384)
Adjustments to Reconcile Operating Loss to Net Cash	
Provided by/(Used in) Operating Activities:	
Depreciation and amortization	2,672,029
Changes in Assets, Liabilities and Deferred Inflows/Outflows of Resources:	
Accounts receivable	200,053
Prepaid expenditures and other assets	27,822
Deferred outflows related to OPEB and pensions	(1,596,963)
Accounts payable and accrued expenses	(480,041)
Unearned revenue	(474,431)
Net pension liability	760,492
Net OPEB asset	(55,693)
Deferred inflows related to OPEB and pensions	(416,694)
Total Adjustments	<u>735,594</u>
<b>Net Cash Flows From Operating Activities</b>	<u>\$ (22,879,790)</u>

**COPPER MOUNTAIN COMMUNITY COLLEGE DISTRICT  
 FIDUCIARY FUNDS  
 STATEMENT OF NET POSITION  
 JUNE 30, 2025**

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	Scholarship and Loan Fund	OPEB Trust
<b>ASSETS</b>		
Cash and cash equivalents	\$ 38,660	\$ 1,865,403
<b>Total Assets</b>	<u>38,660</u>	<u>1,865,403</u>
<b>NET POSITION</b>		
Restricted	38,660	1,865,403
<b>Total Net Position</b>	<u>\$ 38,660</u>	<u>\$ 1,865,403</u>

**COPPER MOUNTAIN COMMUNITY COLLEGE DISTRICT  
 FIDUCIARY FUNDS  
 STATEMENT OF CHANGES IN NET POSITION  
 FOR THE YEAR ENDED JUNE 30, 2025**

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	Scholarship and Loan Fund	OPEB Trust
<b>OPERATING REVENUES</b>		
Local revenue	\$ 59,174	\$ 168,806
<b>Total Operating Revenues</b>	<u>59,174</u>	<u>168,806</u>
<b>OPERATING EXPENSES</b>		
Other operating expenses and services and other outgo	51,760	5,326
<b>Total Operating Expenses</b>	<u>51,760</u>	<u>5,326</u>
<b>Net Change in Net Position</b>	7,414	163,480
<b>Net Position, Beginning of Year</b>	<u>31,246</u>	<u>1,701,923</u>
<b>Net Position, End of Year</b>	<u>\$ 38,660</u>	<u>\$ 1,865,403</u>

**COPPER MOUNTAIN COMMUNITY COLLEGE DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

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**NOTE 1 – ORGANIZATION**

Copper Mountain Community College District (the "District") is a political subdivision of the State of California and provides educational services to the local residents in the County of San Bernardino, State of California. The District consists of one community college located in Joshua Tree, California.

**NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**Financial Reporting Entity**

While the District is a political subdivision of the State, it is not a component unit of the State in accordance with the provisions of Governmental Accounting Standards Board ("GASB") Codification Section (Cod. Sec.) 2100.101. The District is classified as a state instrumentality under *Internal Revenue Code* Section 115.

The decision to include potential component units in the reporting entity was made by applying the criteria set forth in generally accepted accounting principles (GAAP) and GASB Cod. Sec. 2100.101 as amended by GASB Cod. Sec. 2100.138. The three criteria for requiring a legally separate, tax-exempt organization to be presented as a component unit are the "direct benefit" criterion, the "entitlement/ability to access" criterion, and the "significance" criterion. As defined by accounting principles generally accepted in the United States of America and established by the Governmental Accounting Standards Board, the financial reporting entity consists of the primary government, the District.

**Basis of Presentation and Accounting**

For financial reporting purposes, the District is considered a special-purpose government engaged only in business-type activities as defined by GASB. Under this model, the District's financial statements provide a comprehensive entity-wide perspective of the District's financial position and activities. Accordingly, the District's financial statements have been presented using the economic resources measurement focus and the accrual basis of accounting. Under the accrual basis, revenues are recognized when earned and expenses are recorded when the obligation has been incurred. All significant intra-agency transactions have been eliminated.

Fiduciary funds for which the District acts only as an agent or trust are not included in the business-type activities of the District. These funds are reported in the Statement of Fiduciary Net Position and Statement of Changes in Fiduciary Net Position at the fund financial statement level.

**Cash and Cash Equivalents**

The District's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition. Cash equivalents also include funds invested in San Bernardino County Treasury. Fair values of cash in county treasury are determined by the program sponsor. Changes in fair value are reported as revenue/expense in the Statement of Revenues, Expenses, and Changes in Net Position. The fair value of such investments at June 30, 2025, approximated their carrying value.

**COPPER MOUNTAIN COMMUNITY COLLEGE DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

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**NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued**

**Accounts Receivable**

Accounts receivable consists primarily of amounts due from the Federal, State and/or local governments, or private sources, in connection with reimbursement of allowable expenditures made pursuant to the District's grants and contracts. Accounts receivable are recorded net of estimated uncollectible amounts. The District recognized for budgetary and financial reporting purposes any amount of State appropriations deferred from the current fiscal year and appropriated from the subsequent fiscal year for payment of current year costs as a receivable in the current year.

**Prepaid Expenditures and Other Assets**

Prepaid expenses represent payments made to vendors and others for services that will benefit periods beyond June 30. Other assets pertain to other category of assets that are expected to be converted to cash, sold, or consumed within the operating period.

**Right-to-Use Assets and Amortization**

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

**Capital Assets and Depreciation**

Capital assets are recorded at cost at the date of acquisition. Donated capital assets are recorded at their estimated fair value at the date of donation. For equipment, the District's capitalization policy includes all items with a unit cost of \$5,000 or more and an estimated useful life of greater than one year. Buildings, as well as renovations to buildings, infrastructures, and land improvements, that significantly increase the value or extend the useful life of the structure are capitalized.

Depreciation of capital assets is computed and recorded by the straight-line method. Estimated useful life of the various classes of depreciable capital assets are as follows: buildings, 50 years; improvements, 10 years; equipment and vehicles, 8 years; and technology equipment, 3 years. Land and construction in progress are considered non-depreciable capital assets; therefore, no depreciation is computed.

**Deferred Outflows and Inflows of Resources**

In addition to assets, the Statement of Net Position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element – deferred outflows of resources – represents a consumption of net position that applies to a future period and so will not be recognized as an outflow of resources (expense/expenditures) until then. The District has three items that qualify for reporting in this category.

- *Deferred Loss on Debt Refunding:* A deferred loss on debt refunding results from the difference in carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded date or refunding debt.

**COPPER MOUNTAIN COMMUNITY COLLEGE DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

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**NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued**

**Deferred Outflows and Inflows of Resources, continued**

- *Deferred Outflows related to Pensions and OPEB:* Deferred outflows of resources represent a consumption of net position by the District that is applicable to a future reporting period. The deferred outflows of resources related to pensions and OPEB resulted from District contributions to employee plans subsequent to the measurement date of the actuarial valuations for the plans. Deferred outflows are also recorded for the effects of actuarially-determined changes to the pension plan. These amounts are deferred and/or amortized as detailed in Notes 8 and 9 to financial statements.

In addition to liabilities, the Statement of Net Position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element – deferred inflows of resources – represents an acquisition of net position that applies to a future period and will not be recognized as an inflow of resources (revenue) until that time. The District has two items that qualifies for reporting in this category.

- *Deferred Inflows related to Pensions and OPEB:* The deferred inflows or resources related to pensions and OPEB resulted from the effects of actuarially-determined changes to the pension and OPEB plans. These amounts are deferred and amortized as detailed in Notes 8 and 9 to the financial statements.

**Accounts Payable and Accrued Expenses**

Accounts payable and accrued expense represent amounts due to vendors, suppliers or service providers for goods and services received. In general, accounts payable and accrued expenses are amounts owed that have not yet been paid for as of June 30. Accounts payable and accrued expenses are recorded in the Statement of Net Position under current liabilities.

**Compensated Absences**

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

GASB Statement No. 101 requires that liabilities for compensated absences be recognized for [1] leave that has not been used and [2] leave that has been used but not yet paid in cash or settled through noncash means. A liability should be recognized for leave that has not been used if [a] the leave is attributable to services already rendered, [b] the leave accumulates, and [c] the leave is more likely than not to be used for time off or otherwise paid in cash or settled through noncash means.

Flow Assumption: When determining the amounts due within one year for sick leave, accumulated sick leave as of June 30, 2025 is assumed to be used before future sick leave accruals (i.e. First In, First Out). The amount due within one year for vacation leave is based on the expected accumulated vacation leave to be cashed out upon the end of employment in the following year.

**COPPER MOUNTAIN COMMUNITY COLLEGE DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

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**NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued**

**Compensated Absences, continued**

Sick leave is accumulated without limit for each employee based upon negotiated contracts. Leave with pay is provided when employees are absent for health reasons; however, the employees do not gain a vested right to accumulated sick leave. Employees are never paid for any sick leave balance at termination of employment or any other time. Therefore, the value of accumulated sick leave is not recognized as a liability in the District's financial statements. However, retirement credit for unused sick leave is applicable to all classified school members who retire after January 1, 1999. At retirement, each member will receive 0.004 year of service credit for each day of unused sick leave. Retirement credit for unused sick leave is applicable to all employees and is determined by dividing the number of unused sick days by the number of base service days required to complete the last school year, if employed full time.

**Unearned Revenue**

Tuition and fees received prior to June 30 for classes and programs offered in the subsequent fiscal year are reported as unearned revenue. Cash received for Federal and State special projects and programs is recognized as revenue to the extent that qualified expenditures have been incurred. Unearned revenue is recorded to the extent that cash received on specific projects and programs exceeds qualified expenditures.

**Long-term Debt**

Long-term debt consists of general obligation bonds, including accreted interest and bond premiums. The portion of the long-term debt that is due within a year is reported as current liabilities, while portion of long-term debt that is scheduled to mature or is payable beyond one year is reported as non-current liabilities in the Statement of Net Position.

**Pensions**

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions and pension expense, information about the fiduciary net position of the Public Employees Retirement Plan (PERS) and the State Teachers Retirement Plan (STRS) and additions to/deductions from PERS and STRS' fiduciary net position have been determined on the same basis as they are reported by PERS and STRS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with benefit terms. Investments are reported at fair value.

**Other Postemployment Benefits (OPEB)**

For purposes of measuring the net OPEB liability/(asset), deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense/(benefit), information about the fiduciary net position of the District's (OPEB Plan) and additions to/deductions from OPEB Plan's fiduciary net position have been determined on the same basis. For this purpose, benefit payments are recognized when currently due and payable in accordance with the benefit terms. Investments are reported at fair value.

**COPPER MOUNTAIN COMMUNITY COLLEGE DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

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**NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued**

**Net Position**

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

***Net investment in capital assets*** – This represents the District’s total investment in capital assets, net of associated outstanding debt obligations related to those capital assets. To the extent debt has been incurred but not yet expended for capital assets, such amounts are not included as a component of invested in capital assets, net of related debt.

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

***Unrestricted*** – Net position that is not subject to externally imposed constraints. Unrestricted net position may be designated for specific purposes by action of the Board of Trustees or may otherwise be limited by contractual agreements with outside parties.

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

**State Apportionments**

Certain current year apportionments from the State are based on various financial and statistical information of the previous year. Any prior year corrections due to a recalculation will be recorded in the year computed by the State.

**Property Taxes**

Secured property taxes attach as an enforceable lien on property as of January 1. Taxes are payable in two installments on November 1 and February 1. Unsecured property taxes are payable in one installment on or before August 31. The County of San Bernardino bills and collects the taxes on behalf of the District. Local property tax revenues are recorded when the County notifies the District of the availability of the revenues. A receivable has been accrued to reflect the amount of property taxes receivable at June 30, 2024.

**Scholarships, Discounts and Allowances**

Student tuition and fee revenues and certain other revenues are reported, net of allowances and fee waivers approved by the Board of Governors through BOGG fee waivers in the statement of revenues, expenses and changes in net position. Scholarship discounts and allowances are the difference between the stated charge for goods, and the goods and services provided by the District and the amount that is paid by students and/or third parties making payments on the students’ behalf. To the extent that fee waivers have been used to satisfy tuition and fee charges, the District has recorded a scholarship discount and allowance.

**COPPER MOUNTAIN COMMUNITY COLLEGE DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

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**NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued**

**Federal Financial Assistance Program**

The District participates in federally funded Pell Grants, SEOG grants, and Federal Work-Study programs, as well as other programs funded by the Federal government. Financial aid to students is reported as other revenue. The amount reported as other revenue represents the portion of aid that was provided to the student in the form of cash. These programs are audited in accordance with Title 2 *U.S. Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards*.

**On-Behalf Payments**

GASB Codification Section N50 requires that direct on-behalf payments for benefits and salaries made by one entity to a third party recipient for the employees of another, legally separate entity be recognized as revenue and expenditures by the employer government. The State of California makes direct on-behalf payments for retirement benefits to the State Teachers Retirement System on behalf of all Community Colleges in California.

**Classification of Revenues and Expenses**

The District has classified its revenues and expenses as either operating or non-operating. Certain significant revenue streams relied upon for operations are recorded as non-operating revenues as defined by GASB Cod. Sec. C05.101, including state appropriations, local property taxes, and investment income. Nearly all of the District's expenses are from exchange transactions.

Revenues and expenses are classified according to the following criteria:

***Operating revenues and expenses*** – Operating revenues and expenses include activities that have the characteristics of exchange transactions, such as: (1) student tuition and fees, net of fee waivers and allowances, (2) sales and services of auxiliary enterprises, and (3) most Federal, State and local grants and contracts and Federal appropriations. All expenses are considered operating expenses except for interest expense on capital asset related debt.

***Non-operating revenues and expenses*** – Non-operating revenues include activities that have the characteristics of non-exchange transactions, such as Pell grants, gifts and contributions, and other revenue sources described in GASB Cod. Sec. C05.101, such as State appropriations and investment income. Interest expense on capital asset related debt is the only non-operating expense.

**Estimates**

The preparation of the financial statements in conformity with generally accepted accounting principles 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.

**Interfund Activity**

Interfund transfers and interfund receivables and payables are eliminated within the primary government funds during the consolidation process in the government-wide financial statements.

**COPPER MOUNTAIN COMMUNITY COLLEGE DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

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**NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued**

**Adoption of New Accounting Standards**

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

**GASB Statement No. 101** – In June 2022, GASB issued Statement No. 101, *Compensated Absences*. The objective of this statement is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. That objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures. The financial impact of this statement is reflected in Notes 7 and 14.

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

**Upcoming GASB Pronouncements**

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

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

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

**COPPER MOUNTAIN COMMUNITY COLLEGE DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

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**NOTE 3 – CASH AND CASH EQUIVALENTS**

**Summary of Cash and Cash Equivalents**

As provided for by the *Education Code* Section 41001, a significant portion of the District’s cash balances of most funds are deposited with the San Bernardino County Treasurer for the purpose of increasing interest earnings through County investment activities. The *California Government Code* requires California banks and savings and loan associations to secure the District’s deposits by pledging government securities as collateral. The market value of pledged securities must equal 110 percent of an agency’s deposits. California law also allows financial institutions to secure an agency’s deposits by pledging first trust deed mortgage notes having a value of 150 percent of an agency’s total deposits and collateral is considered to be held in the name of the District. Substantially all cash held by financial institutions is entirely insured or collateralized.

Cash and cash equivalents, as of June 30, 2025, consist of the following:

	Primary Government	Fiduciary Funds
Cash in County Treasury	\$ 25,448,737	\$ -
Cash on hand and in banks	1,111,377	38,660
Cash in revolving	90,000	-
Cash with fiscal agent	-	1,865,403
Total cash and cash equivalents	\$ 26,650,114	\$ 1,904,063

**Policies and Practices**

Under provision of the District’s investment policy, and in accordance with Section 53601 and 53602 of the *California Government Code*, the District may invest in the following types of investments: The District is authorized under *California Government Code* to make direct investments in local agency bonds, notes or warrants with the State; U.S. Treasury instruments; registered State warrants or treasury notes; securities of the U.S. Government, or its agencies; bankers acceptances; commercial paper; certificates of deposit placed with commercial banks and/or savings and loan companies; repurchase or reverse repurchase agreements; medium-term corporate notes; shares of beneficial interest issued by diversified management companies, certificates of participation, obligations with first priority security; and collateralized obligations.

**Cash in County Treasury**

In accordance with the *Budget and Accounting Manual*, the District maintains a significant portion of its cash in the San Bernardino County Treasury as part of the common investment pool. These pooled funds are carried at cost which approximates fair value. The fair market value of the District’s deposits in this pool, as of June 30, 2025, as provided by the pool sponsor, was \$25,448,737 with a weighted average maturity of 729 days. Interest earned is deposited quarterly into participating funds. Any investment losses are proportionately shared by all funds in the pool.

**COPPER MOUNTAIN COMMUNITY COLLEGE DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

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**NOTE 3 – CASH AND CASH EQUIVALENTS, continued**

**General Authorizations**

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

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

**Interest Rate Risk**

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. The District does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

**Credit Risk**

Credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. *Government Code* Sections 16430 and 53601 allow governmental entities to invest surplus moneys in certain eligible securities. The District has no investment policy that would further limit its investment choices.

**Custodial Credit Risk**

Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. The District does not have a policy for custodial credit risk, but all public funds are invested in bonds or governmental backed (collateralized) securities at 110% on the amount of deposit.

**COPPER MOUNTAIN COMMUNITY COLLEGE DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE 3 – CASH AND CASH EQUIVALENTS, continued**

**Concentration of Credit Risk**

Concentration of credit risk is the risk of a 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*. District investments that are greater than 5 percent of total investments are in either an external investment pool or mutual funds and are therefore exempt.

**NOTE 4 – ACCOUNTS RECEIVABLE**

Accounts receivable, at June 30, 2025, consist of the following and are considered collectible in full:

Federal	\$	91,202
State		326,720
Local		832,779
Total	\$	<u>1,250,701</u>

**NOTE 5 – CAPITAL ASSETS AND RIGHT-TO-USE ASSETS**

The following provides a summary of changes in capital and right-to-use assets for the year ended June 30, 2025:

	Balance July 1, 2024	Additions	Deductions	Balance June 30, 2025
Capital Assets Not Being Depreciated				
Land	\$ 264,667	\$ -	\$ -	\$ 264,667
Construction in progress	91,467	-	-	91,467
Total Capital Assets Not Being Depreciated	<u>356,134</u>	<u>-</u>	<u>-</u>	<u>356,134</u>
Capital Assets Being Depreciated				
Land improvements	16,262,016	-	-	16,262,016
Buildings and improvements	31,822,663	97,390	-	31,920,053
Furniture and equipment	7,186,430	87,646	-	7,274,076
Total Capital Assets Being Depreciated	<u>55,271,109</u>	<u>185,036</u>	<u>-</u>	<u>55,456,145</u>
Total Capital Assets	<u>55,627,243</u>	<u>185,036</u>	<u>-</u>	<u>55,812,279</u>
Less: Accumulated Depreciation				
Land improvements	6,829,715	789,048	-	7,618,763
Buildings and improvements	11,306,501	734,502	-	12,041,003
Furniture and equipment	4,110,413	613,453	-	4,723,866
Total Accumulated Depreciation	<u>22,246,629</u>	<u>2,137,003</u>	<u>-</u>	<u>24,383,632</u>
Capital Assets, Net	<u>33,380,614</u>	<u>(1,951,967)</u>	<u>-</u>	<u>31,428,647</u>
Right-to-Use Assets				
Leased assets - building	-	244,699	-	244,699
Leased assets - vehicles	-	216,138	-	216,138
Leased assets - equipment	-	350,723	-	350,723
Subscription-based IT arrangements	-	679,562	-	679,562
Total Right-to-Use Assets	<u>-</u>	<u>1,491,122</u>	<u>-</u>	<u>1,491,122</u>
Less: Accumulated Amortization				
Leased assets - building	-	163,132	-	163,132
Leased assets - vehicles	-	47,219	-	47,219
Leased assets - equipment	-	98,154	-	98,154
Subscription-based IT arrangements	-	226,521	-	226,521
Total Accumulated Amortization	<u>-</u>	<u>535,026</u>	<u>-</u>	<u>535,026</u>
Right-to-Use Assets, Net	<u>-</u>	<u>956,096</u>	<u>-</u>	<u>956,096</u>
Capital and Right-to-Use Assets, Net	<u>\$ 33,380,614</u>	<u>\$ (995,871)</u>	<u>\$ -</u>	<u>\$ 32,384,743</u>

**COPPER MOUNTAIN COMMUNITY COLLEGE DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE 6 – LONG-TERM OBLIGATIONS**

Long-term obligations for the fiscal year ended June 30, 2025, are summarized as follows:

	Balance July 1, 2024	Adjustments (Note 14)	Adjusted Balance July 1, 2024	Additions	Deductions	Balance June 30, 2025	Due within One Year
General Obligation Bonds							
Series C	\$ 3,428,077	\$ -	\$ 3,428,077	\$ -	\$ 136,877	\$ 3,291,200	\$ 133,608
Refunding	7,810,000	-	7,810,000	-	875,000	6,935,000	940,000
Accreted interest	1,642,222	-	1,642,222	135,840	148,123	1,629,939	161,392
Premiums	255,444	-	255,444	-	34,396	221,048	34,395
Lease liabilities	-	-	-	692,884	182,248	510,636	204,667
Software liability	-	-	-	679,562	209,257	470,305	225,547
Compensated absences	197,555	455,027	652,582	99,020	-	751,602	431,411
Net pension liability	15,259,296	-	15,259,296	760,492	-	16,019,788	-
Total Long-Term Obligations	\$ 28,592,594	\$ 455,027	\$ 29,047,621	\$ 2,367,798	\$ 1,585,901	\$ 29,829,518	\$ 2,131,020

**General Obligation Bonds**

The outstanding general obligation bonds of the District, at June 30, 2025, are as follows:

Series	Final Maturity Date	Original Issue	Balance July 1, 2024	Issued	Redeemed	Balance June 30, 2025	Due within One Year
Series C	8/1/2033	\$ 4,999,587	\$ 3,428,077	\$ -	\$ 136,877	\$ 3,291,200	\$ 133,608
Refunding	8/1/2031	\$ 13,510,000	7,810,000	-	875,000	6,935,000	940,000
Total			\$ 11,238,077	\$ -	\$ 1,011,877	\$ 10,226,200	\$ 1,073,608

***2004 Series C Bonds***

In April 2008, the District issued General Obligation Bonds, Series 2004 C, in the amount of \$4,999,587 which were sold at a premium. The proceeds from the sale of the bonds were generally used to finance the construction, acquisition, furnishing and equipping of District facilities. Bond issuance costs of \$183,457 were incurred in connection with the issuance of the Series 2004 Series C general obligation bonds.

The bond proceeds may not be used for District employees' salaries or other administration costs. In November 2004, the Attorney General of California issued an opinion stating that districts may use Proposition 39 bond proceeds to pay the salaries of district employees to the extent they perform administrative oversight work on construction projects authorized by a voter approved bond measure.

***2012 Refunding Bonds***

In December 2012, the District issued \$13,510,000 in general obligation bonds to partially refund \$12,955,000 of outstanding 2004 Series A and B general obligation bonds originally issued in the aggregate principal of \$15,000,000. The bonds bear interest from 2.00% to 5.00% and are due in annual installments ranging from \$265,000 to 1,355,000 through August, 2031. The new issue will reduce debt service payments for the District by \$1,429,692, with an economic gain of \$1,085,484.

**COPPER MOUNTAIN COMMUNITY COLLEGE DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

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**NOTE 6 – LONG-TERM OBLIGATIONS, continued**

***Debt Service Requirements to Maturity***

The annual requirements to amortize the general obligation bonds are as follows:

Year Ending June 30,	Principal	Interest	Accreted Interest	Total
2026	\$ 1,073,608	\$ 277,638	\$ 161,392	\$ 1,512,638
2027	1,139,595	248,388	175,383	1,563,366
2028	1,213,792	216,888	181,533	1,612,213
2029	1,281,858	183,138	193,142	1,658,138
2030	1,346,896	147,288	203,104	1,697,288
2031-2034	4,170,451	277,606	1,364,549	5,812,606
Accretion	1,629,939	-	(1,629,939)	-
<b>Total</b>	<b>\$ 11,856,139</b>	<b>\$ 1,350,946</b>	<b>\$ 649,164</b>	<b>\$ 13,856,249</b>

**Leases**

The District has entered into agreements to lease certain assets. The lease agreements qualify as other than short-term leases under GASB Statement Nos. 87 and 96, therefore, have been recorded at the present value of the future minimum lease payments as of the date of their inception. The general terms are as follows:

Lease Type	No. of Lease	Lease Term	Interest Rate	Average Annual Lease Payments
Building	1	7/1/2023 - 10/29/2026	2.63%	\$ 84,730
Vehicle	2	10/1/2023 - 12/1/2028	2.635 - 3.16%	\$ 38,940
Equipment	15	7/1/2023 - 4/16/2030	0.20% - 3.16%	\$ 71,314
Software	1	7/1/2024 - 6/30/2027	3.14%	\$ 233,898

Future minimum lease payments on noncancellable leases at June 30, 2025 are as follows:

Year Ending June 30,	Principal	Interest	Total
2026	\$ 204,667	\$ 10,161	\$214,828
2027	117,507	6,084	123,591
2028	102,042	3,303	105,345
2029	69,884	1,064	70,948
2030	16,536	92	16,628
<b>Total</b>	<b>\$ 510,636</b>	<b>\$ 20,704</b>	<b>\$531,340</b>

Future minimum payments for software liability at June 30, 2025 are as follows:

Year Ending June 30,	Principal	Interest	Total
2026	\$ 225,547	\$ 8,166	\$233,713
2027	244,758	640	245,398
<b>Total</b>	<b>\$ 470,305</b>	<b>\$ 8,806</b>	<b>\$479,111</b>

**COPPER MOUNTAIN COMMUNITY COLLEGE DISTRICT  
 NOTES TO FINANCIAL STATEMENTS  
 JUNE 30, 2025**

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**NOTE 6 – LONG-TERM OBLIGATIONS, continued**

**Compensated Absences**

The liability for compensated absences consists of unused vacation and sick leave that is expected to be used in future periods or paid upon termination, in accordance with employee collective bargaining agreements and District policy.

At June 30, 2025, the liability recorded for compensated absences was \$751,602.

**Net Pension Liability**

The District’s beginning net pension liability was \$15,259,296 and increased by \$760,492 during the year ended June 30, 2025. The ending net pension liability at June 30, 2025 was \$16,019,788. See Note 9 for additional information regarding the net pension liability.

**NOTE 7 – OTHER POSTEMPLOYMENT BENEFIT (OPEB)**

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

OPEB Plan	Net OPEB Liability/(Asset)	Deferred Outflows of Resources	Deferred Inflows of Resources	OPEB Expense/(Benefit)
District	\$ (667,329)	\$ 58,191	\$ 955,708	\$ (68,742)

**Plan Description**

The District offers post-employment medical insurance to its eligible retirees. Integrated medical/prescription drug coverage is provided through CalPERS under the Public Employees Medical and Hospital Care Act (PEMHCA). Eligible retirees can choose from the PERSCare and PERSChoice PPOs.

The District’s governing board administers the Postemployment Benefits Plan (the Plan). The Plan is a single-employer defined benefit plan that is used to provide postemployment benefits other than pensions (OPEB) for eligible retirees and their spouses.

The District pays the full cost for the employee and/or dependent coverage under the above plans for eligible retirees.

**COPPER MOUNTAIN COMMUNITY COLLEGE DISTRICT  
 NOTES TO FINANCIAL STATEMENTS  
 JUNE 30, 2025**

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**NOTE 7 – OTHER POSTEMPLOYMENT BENEFIT (OPEB), continued**

**Benefits Provided**

	Certificated Management	Certificated	Classified	Classified Management
Benefit Types Provided	Medican, Dental and Vision	Medican, Dental and Vision	Medican, Dental and Vision	Medican, Dental and Vision
Duration of Benefits	Earlier of Medicare and age 65	Earlier of Medicare and age 65	Earlier of Medicare and age 65	Earlier of Medicare and age 65
Required Service	10 years	10 years	10 years	10 years
Minimum Age	61	61	61	61
Dependent Coverage	Yes	Yes	Yes	Yes
District Contribution %	Same as active	Same as active	Same as active	Same as active
District Cap	Same as active	Same as active	Same as active	Same as active

The District offers the same medical plans to its retirees as to its active employees, with the general exception that once a retiree become eligible for Medicare (that is, reaches age 65), he or she must join a Medicare Supplement PPO, with Medicare becoming the primary payor. The District does not contribute to dental and vision insurance for retirees.

Employees become eligible to receive District-paid healthcare benefits upon attainment of age 50 and 5 years of covered PERS service or upon disability before age 50. Benefits are paid for the lifetime of the retiree. Employees are eligible for full retirement benefits at age 55. Employees hired on or after January 1, 2013, and who are not defined as “classic employees” by CalPERS, are eligible for full retirement benefits at age 62.

**Employees Covered by Benefit Terms**

As of the June 30, 2024 actuarial valuation, the following current and former employees were covered by the benefit terms under the OPEB plan:

	Number of Participants
Inactive Employees Receiving Benefits	4
Active Employees	90
Total	94

**COPPER MOUNTAIN COMMUNITY COLLEGE DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

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**NOTE 7 – OTHER POSTEMPLOYMENT BENEFIT (OPEB), continued**

**Actuarial Assumptions**

The District’s total OPEB liability was measured as of June 30, 2025 and the total OPEB liability used to calculate the net OPEB liability/(asset) was determined by an actuarial valuation as of that date, based on the following actuarial methods and assumptions:

Valuation date	June 30, 2024
Measurement date	June 30, 2025
Fiscal year	July 1st to June 30th
Actuarial cost methods	Entry age normal cost method
Inflation rate	2.50%
Investment rate of return / discount rate	5.45%
Healthcare cost trend rate	4.00%
Payroll increase	2.75%
Mortality	For certificated employees the 2020 CalSTRS mortality tables were used. For classified employees the 2021 CalPERS active mortality for miscellaneous and school employees were used.

**Discount Rate**

The discount rate used to measure the total OPEB liability was 5.45% which was based on assumed long-term return on employer assets using the “Building Block Method”. The assessment of long-term returns for employer assets is based on long-term historical returns for surplus funds invested pursuant to *California Government Code* Section 53601 et seq.

**Changes in the Net OPEB Liability/(Asset)**

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

	Increase/(Decrease)		
	Total OPEB Liability	Total Fiduciary Net Position	Net OPEB Liability/(Asset)
	(a)	(b)	(a) - (b)
Balance July 1, 2024 (Measurement Date)	\$ 1,090,287	\$ 1,701,923	\$ (611,636)
Changes for the year:			
Service cost	110,487	-	110,487
Interest	60,704	-	60,704
Employee contributions	-	63,404	(63,404)
Expected investment income	-	92,610	(92,610)
Investment gains/losses	-	76,196	(76,196)
Administrative expense	-	(5,326)	5,326
Expected benefit payments	(63,404)	(63,404)	-
Net change	107,787	163,480	(55,693)
Balance June 30, 2025 (Measurement Date)	\$ 1,198,074	\$ 1,865,403	\$ (667,329)

**COPPER MOUNTAIN COMMUNITY COLLEGE DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE 7 – OTHER POSTEMPLOYMENT BENEFIT (OPEB), continued**

**Sensitivity of the Net OPEB Liability/(Asset) to Changes in the Discount Rate**

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

	Discount Rate 1% Lower (4.45%)	Current Discount Rate (5.45%)	Discount Rate 1% Higher (6.45%)
Net OPEB liability/(asset)	\$ (571,298)	\$ (667,329)	\$ (755,911)

**Sensitivity of the Net OPEB Liability/(Asset) to Changes in the Healthcare Cost Trend Rate**

The following presents the net OPEB liability/(asset), as well as what the net OPEB liability/(asset) would be if it was calculated using a healthcare cost trend rate that is 1 percentage point lower or 1 percentage point higher than the current healthcare cost trend rate:

	Trend Rate 1% Lower (3.00%)	Current Healthcare Cost Trend Rate (4.00%)	Trend Rate 1% Higher (5.00%)
Net OPEB liability/(asset)	\$ (811,421)	\$ (667,329)	\$ (497,290)

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

For the year ended June 30, 2025, the District recognized OPEB expense/(benefit) of \$(68,742). At June 30, 2025, the District's deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources are:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between projected and actual earnings on plan investments	\$ -	\$ 60,956
Differences between expected and actual experience	27,080	611,529
Change in assumptions	31,111	283,223
Total	<u>\$ 58,191</u>	<u>\$ 955,708</u>

Amounts reported as deferred outflows and deferred inflows of resources will be recognized in OPEB expense/(benefit) as follows:

Year Ending June 30,	Deferred Outflows (Inflows) of Resources
2026	\$ (89,245)
2027	(89,245)
2028	(89,245)
2029	(89,983)
2030	(77,705)
Thereafter	(462,094)
Total	<u>\$ (897,517)</u>

**COPPER MOUNTAIN COMMUNITY COLLEGE DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

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**NOTE 8 – EMPLOYEE RETIREMENT SYSTEMS**

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

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

Pension Plan	Collective Net Pension Liability	Collective Deferred Outflows of Resources	Collective Deferred Inflows of Resources	Collective Pension Expense
CalSTRS	\$ 7,352,329	\$ 3,982,220	\$ 1,785,820	\$ 668,614
CalPERS	8,667,459	2,933,950	649,983	1,357,146
Total	\$ 16,019,788	\$ 6,916,170	\$ 2,435,803	\$ 2,025,760

**California State Teachers’ Retirement System (CalSTRS)**

**Plan Description**

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

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

**Benefits Provided**

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

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

**COPPER MOUNTAIN COMMUNITY COLLEGE DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2025**

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**NOTE 8 – EMPLOYEE RETIREMENT SYSTEMS, continued**

**California State Teachers’ Retirement System (CalSTRS), continued**

**Benefits Provided, continued**

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

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

	<u>STRP Defined Benefit Plan</u>	
	On or before	On or after
Hire date	December 31, 2012	January 1, 2013
Benefit formula	2% at 60	2% at 62
Benefit vesting schedule	5 years of service	5 years of service
Benefit payments	Monthly for life	Monthly for life
Retirement age	60	62
Monthly benefits as a percentage of eligible compensation	2.00% - 2.40%	2.00% - 2.40%
Required employee contribution rate	10.25%	10.21%
Required employer contribution rate	19.10%	19.10%
Required state contribution rate	10.83%	10.83%

**Contributions**

The parameters for employer and state contribution rates for the DB Program are set by the California Legislature and the Governor and detailed in the Teachers’ Retirement Law. Current contribution rates were established by California Assembly Bill 1469 (CalSTRS Funding Plan), which was passed into law in June 2014 and established a schedule of contribution rate increases shared among members, employers and the state to bring CalSTRS toward full funding by 2046. The contribution rates for each plan for the year ended June 30, 2025, are presented above, and the District’s total contributions were \$1,770,210.

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

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

District's proportionate share of the net pension liability	\$ 7,352,329
State's proportionate share of the net pension liability associated with the District	<u>3,373,326</u>
Total	<u>\$ 10,725,655</u>

The net pension liability was measured as of June 30, 2024. The District’s proportion of the net pension liability was based on a projection of the District’s long-term share of contributions to the pension plan relative to the projected contributions of all participating school districts and the State, actuarially determined. The District’s proportionate share for the measurement period June 30, 2024 and June 30, 2023, respectively was 0.011 percent and 0.009 percent, resulting in an increase of 0.002 percent in the proportionate share.

**COPPER MOUNTAIN COMMUNITY COLLEGE DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

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**NOTE 8 – EMPLOYEE RETIREMENT SYSTEMS, continued**

**California State Teachers’ Retirement System (CalSTRS), continued**

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

For the year ended June 30, 2025, the District recognized pension expense of \$668,614. In addition, the District recognized pension expense and revenue of \$307,682 for support provided by the State. At June 30, 2025, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between projected and actual earnings on plan investments	\$ -	\$ 30,038
Differences between expected and actual experience	831,734	321,717
Changes in assumptions	32,184	502,092
Net changes in proportionate share of net pension liability	1,348,092	931,973
District contributions subsequent to the measurement date	1,770,210	-
Total	<u>\$ 3,982,220</u>	<u>\$ 1,785,820</u>

The deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the subsequent fiscal year. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30,	Deferred Outflows/(Inflows) of Resources
2026	\$ (591,663)
2027	523,885
2028	154,860
2029	302,030
2030	73,141
Thereafter	(36,063)
Total	<u>\$ 426,190</u>

**COPPER MOUNTAIN COMMUNITY COLLEGE DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2025**

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**NOTE 8 – EMPLOYEE RETIREMENT SYSTEMS, continued**

**California State Teachers’ Retirement System (CalSTRS), continued**

**Actuarial Methods and Assumptions**

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

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

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

The long-term investment rate of return assumption was determined using a building-block method in which best-estimate ranges of expected future real rates of return are developed for each major asset class/strategy. Expected real rates of return are net of our 2.75% inflation assumption and are derived from best-estimate ranges of 20- to 30-year geometrically linked expected returns. These best-estimate ranges were developed using capital market assumptions from CalSTRS investment staff and investment consultants as inputs to the process.

**COPPER MOUNTAIN COMMUNITY COLLEGE DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2025**

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**NOTE 8 – EMPLOYEE RETIREMENT SYSTEMS, continued**

**California State Teachers’ Retirement System (CalSTRS), continued**

**Actuarial Methods and Assumptions, continued**

The actuarial investment rate of return assumption was adopted by the board in January 2024 in conjunction with the most recent experience study. For each current and future valuation, CalSTRS’ independent consulting actuary (Milliman) reviews the return assumption for reasonableness based on the most current capital market assumptions. The assumed asset allocation and best estimates of the expected rates of return for each major asset class/strategy as of June 30, 2024, are summarized in the following table:

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

\*20- to 30-year geometric average.

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

**Discount Rate**

The discount rate used to measure the total pension liability was 7.10%, which was unchanged from the prior fiscal year. The projection of cash flows used to determine the discount rate assumed that contributions from plan members and employers are made at statutory contribution rates in accordance with the rate increases as disclosed in the plan description and contribution information.

Projected inflows from investment earnings were calculated using the long-term assumed investment rate of return of 7.10% and assume that contributions, benefit payments and administrative expenses occur midyear. Based on those assumptions, the STRP’s fiduciary net position was projected to be available to make all projected future benefit payments to current plan members. Therefore, the long-term assumed investment rate of return was applied to all periods of projected benefit payments to determine the total pension liability.

**COPPER MOUNTAIN COMMUNITY COLLEGE DISTRICT  
 NOTES TO FINANCIAL STATEMENTS  
 JUNE 30, 2025**

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**NOTE 8 – EMPLOYEE RETIREMENT SYSTEMS, continued**

**California State Teachers’ Retirement System (CalSTRS), continued**

**Sensitivity of the Net Pension Liability to Changes in the Discount Rate**

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

	1% Decrease (6.10%)	Current Discount Rate (7.10%)	1% Increase (8.10%)
Plan’s net pension liability	\$ 13,077,388	\$ 7,352,329	\$ 2,571,668

**California Public Employees Retirement System (CalPERS)**

**Plan Description**

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

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

**Benefits Provided**

CalPERS provides service retirement and disability benefits, annual cost of living adjustments and death benefits to plan members, who must be public employees and beneficiaries. Benefits are based on years of service credit, a benefit factor and the member’s final compensation. Members hired on or before December 31, 2012, with five years of total service are eligible to retire at age 55 with statutorily reduced benefits. Members hired on or after January 1, 2013, with five years of total service are eligible to retire at age 62 with statutorily reduced benefits. All members are eligible for non-duty disability benefits after five years of service. The Basic Death Benefit is paid to any member’s beneficiary if the member dies while actively employed. An employee’s eligible survivor may receive the 1957 Survivor Benefit if the member dies while actively employed, is at least age 50 (or 52 for members hired on or after January 1, 2013), and has at least five years of credited service. The cost of living adjustments for each plan are applied as specified by the Public Employees’ Retirement Law.

**COPPER MOUNTAIN COMMUNITY COLLEGE DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

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**NOTE 8 – EMPLOYEE RETIREMENT SYSTEMS, continued**

**California Public Employees Retirement System (CalPERS), continued**

**Benefits Provided, continued**

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

	<u>School Employer Pool (CalPERS)</u>	
	On or before	On or after
Hire date	December 31, 2012	January 1, 2013
Benefit formula	2% at 55	2% at 62
Benefit vesting schedule	5 years of service	5 years of service
Benefit payments	Monthly for life	Monthly for life
Retirement age	55	62
Monthly benefits as a percentage of eligible compensation	1.10% - 2.50%	1.00% - 2.50%
Required employee contribution rate	7.00%	7.00%
Required employer contribution rate	27.05%	27.05%

**Contributions**

Section 20814(c) of the California Public Employees’ Retirement Law requires that the employer contribution rates for all public employers be determined on an annual basis by the CalPERS actuary and shall be effective on the July 1 following notice of a change in the rate. Contribution rates for the employer rate plans are determined through the CalPERS’ annual actuarial valuation process. Each employer rate plan’s actuarially determined rate is based on the estimated amount necessary to pay the employer rate plan’s allocated share of the cost of benefits earned by employees during the year, and any unfunded accrued liability. The Copper Mountain Community College District is required to contribute the difference between the actuarially determined rate and the contribution rate of employees. The contributions rates are expressed as percentage of annual payroll. The contribution rates for each plan for the year ended June 30, 2025 are as presented above and the total District contributions were \$1,495,666.

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

As of June 30, 2025, the District reported net pension liabilities for its proportionate share of the CalPERS net pension liability totaling \$8,667,459. The net pension liability was measured as of June 30, 2024. The District’s proportion of the net pension liability was based on a projection of the District’s long-term share of contributions to the pension plan relative to the projected contributions of all participating school districts, actuarially determined. The District’s proportionate share for the measurement period June 30, 2024 and June 30, 2023, respectively was 0.024 percent and 0.023 percent, resulting in a net increase in the proportionate share of 0.001 percent.

**COPPER MOUNTAIN COMMUNITY COLLEGE DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

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**NOTE 8 – EMPLOYEE RETIREMENT SYSTEMS, continued**

**California Public Employees Retirement System (CalPERS), continued**

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

For the year ended June 30, 2025, the District recognized pension expense of \$1,357,146. At June 30, 2025, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between projected and actual earnings on plan investments	\$ 336,681	\$ -
Differences between expected and actual experience	726,639	62,033
Changes in assumptions	191,580	-
Net changes in proportionate share of net pension liability	183,384	587,950
District contributions subsequent to the measurement date	1,495,666	-
Total	<u>\$ 2,933,950</u>	<u>\$ 649,983</u>

The deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the subsequent fiscal year. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30,	Deferred Outflows/(Inflows) of Resources
2026	\$ 239,703
2027	613,827
2028	(4,544)
2029	(60,685)
Total	<u>\$ 788,301</u>

**COPPER MOUNTAIN COMMUNITY COLLEGE DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

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**NOTE 8 – EMPLOYEE RETIREMENT SYSTEMS, continued**

**California Public Employees Retirement System (CalPERS), continued**

**Actuarial Methods and Assumptions**

Total pension liability for the SEP was determined by applying update procedures to the financial reporting actuarial valuation as of June 30, 2022, and rolling forward the total pension liability to June 30, 2023. The financial reporting actuarial valuation as of June 30, 2022, used the following methods and assumptions, applied to all prior periods included in the measurement:

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

The mortality table was developed based on CalPERS-specific data. The rates incorporate Generational Mortality to capture ongoing mortality improvement using 80% of Scale MP 2020 published by the Society of Actuaries. In determining the long-term expected rate of return, CalPERS took into account long-term market return expectations as well as the expected pension fund cash flows. Projected returns for all asset classes are estimated and, combined with risk estimates, are used to project compound (geometric) returns over the long term. The discount rate used to discount liabilities was informed by the long-term projected portfolio return. The target asset allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

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

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

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

**COPPER MOUNTAIN COMMUNITY COLLEGE DISTRICT  
 NOTES TO FINANCIAL STATEMENTS  
 JUNE 30, 2025**

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**NOTE 8 – EMPLOYEE RETIREMENT SYSTEMS, continued**

**California Public Employees Retirement System (CalPERS), continued**

**Discount Rate**

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

**Sensitivity of the Net Pension Liability to Changes in the Discount Rate**

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

	1% Decrease (5.90%)	Current Discount Rate (6.90%)	1% Increase (7.90%)
Plan’s net pension liability	\$ 12,875,582	\$ 8,667,459	\$ 5,191,214

**On-Behalf Payments**

The District was the recipient of on-behalf payments made by the State of California to CalSTRS for community college education. These payments consist of state general fund contributions of approximately \$681,135 to CalSTRS.

**Social Security**

As established by Federal law, all public sector employees who are not members of their employer’s existing retirement systems (CalSTRS or CalPERS) must be covered by social security or an alternative plan. The District has elected to use Social Security as its alternative plan.

**Pension Plan Fiduciary Net Position**

Detailed information about the pension plans’ fiduciary net position is available in the separately issued CalPERS CAFR at <https://www.calpers.ca.gov> and CalSTRS CAFR at <http://www.calstrs.com/comprehensive-annualfinancialreport>.

**COPPER MOUNTAIN COMMUNITY COLLEGE DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE 9 – FUNCTIONAL EXPENSES**

	Salaries and Employee Benefits	Supplies, Materials and Other Operating Expenses and Services	Student Aid	Depreciation and Amortization	Total
Instructional Activities	\$ 9,216,708	\$ 778,884	\$ -	\$ -	9,995,592
Instructional Admin & Governance	1,138,426	43,381	-	-	1,181,807
Instructional Support Services	1,143,060	112,229	-	-	1,255,289
Admissions and Records	1,055,230	117,149	-	-	1,172,379
Students Counseling and Guidance	1,216,961	173,623	-	-	1,390,584
Student Services	2,546,235	488,065	-	-	3,034,300
Operation and Maintenance of Plant	585,705	905,107	-	-	1,490,812
Planning, Policy Making and Coordination	547,020	127,673	-	-	674,693
Institutional Support Services	1,672,874	1,655,392	-	-	3,328,266
Community Service	917,522	23,505	-	-	941,027
Ancillary Services and Auxiliary Operations	431,232	138,265	-	-	569,497
Auxiliary Operations	-	5,358	-	-	5,358
Physical Property and Related Acquisitions	1,851,733	267,145	-	-	2,118,878
Transfers, Student Aid and Other Outgo	-	1,421,562	6,598,534	-	8,020,096
Depreciation and Amortization	-	-	-	2,672,029	2,672,029
Total	\$ 22,322,706	\$ 6,257,338	\$ 6,598,534	\$ 2,672,029	\$ 37,850,607

**NOTE 10 – COMMITMENTS AND CONTINGENCIES**

**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 expenditures disallowances under terms of the grants, it is believed that any required reimbursement will not be material.

**Litigation**

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

**Construction Commitments**

As of June 30, 2025, the District had no construction commitments with respect to unfinished capital projects.

**NOTE 11 – RISK MANAGEMENT**

The District is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The District's risk management activities are recorded in the General Fund. The District participates in various public entity risk pools (JPAs) for its health and welfare benefits, workers' compensations benefits, and property/liability insurance. Refer to Note 13 for additional information regarding the JPAs.

**COPPER MOUNTAIN COMMUNITY COLLEGE DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

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**NOTE 12 – PARTICIPATION IN PUBLIC ENTITY RISK POOLS AND JOINT POWERS AUTHORITIES**

The District is a member of the Southern California Schools Employee Benefit Association (SCEBA) for health benefit coverage; the Southern California Schools Risk Management (SCSRM) for general liability, workers compensation and property insurance; and the Schools' Excess Liability Fund (SELF) for excess liability. The District pays an annual premium to each entity for its health, workers' compensation, and property liability coverage. The relationships between the District and the pools are such that they are not component units of the District for financial reporting purposes.

These entities have budgeting and financial reporting requirements independent of member units and their financial statements are not presented in these financial statements; however, fund transactions between the entities and the District are included in these statements. The District's share of year-end assets, liabilities or fund equity has not been calculated. Audited financial statements are available from the respective entities.

**NOTE 13 – PRIOR PERIOD ADJUSTMENT**

During fiscal year 2024–25, the District implemented GASB Statement No. 101, *Compensated Absences*. This Statement establishes a new accounting model for compensated absences, requiring governments to recognize a liability when (1) the leave is attributable to services already rendered and (2) it is more likely than not that the leave will be used for time off or otherwise paid/settled.

Implementation of GASB 101 required the District to remove previously recognized liabilities calculated under the vesting method (GASB 16) and replace them with liabilities determined under the new standard. As a result, the District's beginning net position as of July 1, 2024, was restated by the amount of \$(455,027).

**NOTE 14 – SUBSEQUENT EVENTS**

The District has evaluated subsequent events from June 30, 2025 through February 3, 2026, the date the financial statements were issued. The District concluded that no subsequent events have occurred that would require recognition or disclosure in the financial statements.

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**REQUIRED SUPPLEMENTARY INFORMATION**

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**COPPER MOUNTAIN COMMUNITY COLLEGE DISTRICT**  
**SCHEDULE OF CHANGES IN THE NET OPEB LIABILITY/(ASSET) AND RELATED RATIOS**  
**FOR THE YEAR ENDED JUNE 30, 2025**

	2025	2024	2023	2022
Total OPEB liability				
Service cost	\$ 110,487	\$ 154,531	\$ 152,693	\$ 175,915
Interest	60,704	64,215	57,258	35,157
Changes of assumptions	-	(181,527)	(15,680)	(176,412)
Differences between expected and actual experience	-	(609,104)	-	26,491
Benefit payments	(63,404)	(39,751)	(66,918)	(52,509)
Net change in total OPEB liability	107,787	(611,636)	127,353	8,642
Total OPEB liability, beginning of year	1,090,287	1,701,923	1,574,570	1,565,928
Total OPEB liability, end of year (a)	\$ 1,198,074	\$ 1,090,287	\$ 1,701,923	\$ 1,574,570
Plan fiduciary net position				
Employer contributions	\$ 63,404	\$ 1,741,674	\$ 66,918	\$ 67,737
Expected investment income	92,610	-	-	-
Investment gains/(losses)	76,196	-	-	-
Administrative expense	(5,326)	-	-	-
Expected benefit payments	(63,404)	(39,751)	(66,918)	(67,737)
Change in plan fiduciary net position	163,480	1,701,923	-	-
Fiduciary trust net position, beginning of year	1,701,923	-	-	-
Fiduciary trust net position, end of year (b)	\$ 1,865,403	\$ 1,701,923	\$ -	\$ -
Net OPEB liability/(asset), ending (a) - (b)	\$ (667,329)	\$ (611,636)	\$ 1,701,923	\$ 1,574,570
Covered payroll	\$ 9,013,001	\$ 8,666,347	\$ 7,307,713	\$ 10,057,358
Plan fiduciary net position as a percentage of the total OPEB liability	156%	156%	0%	0%
Net OPEB liability/(asset) as a percentage of covered payroll	-7%	-7%	23%	16%

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

**COPPER MOUNTAIN COMMUNITY COLLEGE DISTRICT  
SCHEDULE OF CHANGES IN THE NET OPEB LIABILITY/(ASSET) AND RELATED RATIOS  
FOR THE YEAR ENDED JUNE 30, 2025**

	2021	2020	2019	2018
Total OPEB liability				
Service cost	\$ 170,283	\$ 161,074	\$ 150,374	\$ 146,349
Interest	32,833	52,756	46,818	45,639
Changes of assumptions	5,050	28,498	39,958	-
Differences between expected and actual experience	-	(169,805)	-	-
Benefit payments	(98,992)	(85,113)	(60,543)	(58,214)
Net change in total OPEB liability	109,174	(12,590)	176,607	133,774
Total OPEB liability, beginning of year	1,456,754	1,469,344	1,292,737	1,158,963
Total OPEB liability, end of year (a)	\$ 1,565,928	\$ 1,456,754	\$ 1,469,344	\$ 1,292,737
Plan fiduciary net position				
Employer contributions	\$ 98,992	\$ 85,113	\$ 60,543	\$ 58,214
Expected investment income	-	-	-	-
Investment gains/(losses)	-	-	-	-
Administrative expense	-	-	-	-
Expected benefit payments	(98,992)	(85,113)	(60,543)	(58,214)
Change in plan fiduciary net position	-	-	-	-
Fiduciary trust net position, beginning of year	-	-	-	-
Fiduciary trust net position, end of year (b)	\$ -	\$ -	\$ -	\$ -
Net OPEB liability/(asset), ending (a) - (b)	\$ 1,565,928	\$ 1,456,754	\$ 1,469,344	\$ 1,292,737
Covered payroll	\$ 8,770,986	\$ 8,770,986	\$ 9,733,310	\$ 8,600,726
Plan fiduciary net position as a percentage of the total OPEB liability	0%	0%	0%	0%
Net OPEB liability/(asset) as a percentage of covered payroll	18%	17%	15%	15%

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

**COPPER MOUNTAIN COMMUNITY COLLEGE DISTRICT**  
**SCHEDULE OF CONTRUBITIONS – OPEB**  
**FOR THE YEAR ENDED JUNE 30, 2025**

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	2025	2024	2023	2022
Actuarially determined contribution	\$ 63,404	\$ 39,751	\$ 66,918	\$ 67,737
Contributions in relations to the actuarially determined contribution	63,404	1,741,674	66,918	67,737
Contribution deficiency/(excess)	\$ -	\$ (1,701,923)	\$ -	\$ -
Covered-employee payroll	\$ 9,013,001	\$ 8,666,347	\$ 7,307,713	\$ 10,057,358
Contribution as a percentage of covered-employee payroll	0.70%	20.10%	0.92%	0.67%

	2021	2020	2019	2018
Actuarially determined contribution	\$ 98,992	\$ 85,113	\$ 60,543	\$ 58,214
Contributions in relations to the actuarially determined contribution	98,992	85,113	60,543	58,214
Contribution deficiency/(excess)	\$ -	\$ -	\$ -	\$ -
Covered-employee payroll	\$ 8,770,986	\$ 8,770,986	\$ 9,733,310	\$ 8,600,726
Contribution as a percentage of covered-employee payroll	1.13%	0.97%	0.62%	0.68%

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

**COPPER MOUNTAIN COMMUNITY COLLEGE DISTRICT  
SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY  
FOR THE YEAR ENDED JUNE 30, 2025**

	Reporting Fiscal Year (Measurement Date)				
	2025 (2024)	2024 (2023)	2023 (2022)	2022 (2021)	2021 (2020)
CalSTRS					
District's proportion of the net pension liability	0.011%	0.009%	0.010%	0.011%	0.010%
District's proportionate share of the net pension liability	\$ 7,352,329	\$ 6,761,287	\$ 6,838,221	\$ 5,225,632	\$ 9,602,750
State's proportionate share of the net pension liability associated with the District	3,373,326	3,239,581	3,424,601	2,629,391	5,765,393
Total	\$ 10,725,655	\$ 10,000,868	\$ 10,262,822	\$ 7,855,023	\$ 15,368,143
District's covered-employee payroll	\$ 9,268,115	\$ 8,053,079	\$ 5,751,618	\$ 6,091,980	\$ 5,765,393
District's proportionate share of the net pension liability as percentage of covered-employee payroll	79%	84%	119%	86%	167%
Plan fiduciary net position as a percentage of the total pension liability	84%	81%	81%	87%	72%
	Reporting Fiscal Year (Measurement Date)				
	2025 (2024)	2024 (2023)	2023 (2022)	2022 (2021)	2021 (2020)
CalPERS					
District's proportion of the net pension liability	0.024%	0.023%	0.026%	0.028%	0.027%
District's proportionate share of the net pension liability	\$ 8,667,459	\$ 8,498,009	\$ 8,903,207	\$ 5,597,694	\$ 8,323,355
District's covered-employee payroll	\$ 5,529,264	\$ 4,772,597	\$ 4,094,836	\$ 3,965,378	\$ 3,948,208
District's proportionate share of the net pension liability as percentage of covered-employee payroll	157%	178%	217%	141%	211%
Plan fiduciary net position as a percentage of the total pension liability	72%	70%	70%	81%	70%

**COPPER MOUNTAIN COMMUNITY COLLEGE DISTRICT  
SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY  
FOR THE YEAR ENDED JUNE 30, 2025**

	Reporting Fiscal Year (Measurement Date)				
	2020 (2019)	2019 (2018)	2018 (2017)	2017 (2016)	2016 (2015)
CalSTRS					
District's proportion of the net pension liability	0.011%	0.010%	0.010%	0.011%	0.011%
District's proportionate share of the net pension liability	\$ 9,641,964	\$ 9,635,389	\$ 9,503,868	\$ 8,499,415	\$ 7,300,743
State's proportionate share of the net pension liability associated with the District	6,119,673	6,088,949	5,364,503	5,478,879	5,221,007
Total	\$ 15,761,637	\$ 15,724,338	\$ 14,868,371	\$ 13,978,294	\$ 12,521,750
District's covered-employee payroll	\$ 6,119,673	\$ 6,088,949	\$ 5,364,503	\$ 5,478,879	\$ 5,221,007
District's proportionate share of the net pension liability as percentage of covered-employee payroll	158%	158%	177%	155%	140%
Plan fiduciary net position as a percentage of the total pension liability	73%	71%	69%	70%	74%

	Reporting Fiscal Year (Measurement Date)				
	2020 (2019)	2019 (2018)	2018 (2017)	2017 (2016)	2016 (2015)
CalPERS					
District's proportion of the net pension liability	0.027%	0.026%	0.027%	0.028%	0.029%
District's proportionate share of the net pension liability	\$ 7,688,545	\$ 6,956,415	\$ 6,359,671	\$ 5,454,796	\$ 4,263,294
District's covered-employee payroll	\$ 3,651,887	\$ 3,644,361	\$ 3,236,223	\$ 3,396,184	\$ 3,344,585
District's proportionate share of the net pension liability as percentage of covered-employee payroll	211%	191%	197%	161%	127%
Plan fiduciary net position as a percentage of the total pension liability	70%	71%	72%	74%	79%

**COPPER MOUNTAIN COMMUNITY COLLEGE DISTRICT  
SCHEDULE OF CONTRIBUTIONS – PENSIONS  
FOR THE YEAR ENDED JUNE 30, 2025**

CalSTRS	Reporting Fiscal Year				
	2025	2024	2023	2022	2021
Statutorily required contribution	\$ 1,770,210	\$ 1,538,138	\$ 1,098,559	\$ 1,030,763	\$ 931,111
District's contributions in relation to the statutorily required contribution	1,770,210	1,538,138	1,098,559	1,030,763	931,111
District's contribution deficiency/(excess)	\$ -	\$ -	\$ -	\$ -	\$ -
District's covered-employee payroll	\$ 9,268,115	\$ 8,053,079	\$ 5,751,618	\$ 6,091,980	\$ 5,765,393
District's contributions as a percentage of covered-employee payroll	19.10%	19.10%	19.10%	16.92%	16.15%

CalPERS	Reporting Fiscal Year				
	2025	2024	2023	2022	2021
Statutorily required contribution	\$ 1,495,666	\$ 1,273,329	\$ 1,038,860	\$ 908,468	\$ 817,279
District's contributions in relation to the statutorily required contribution	1,495,666	1,273,329	1,038,860	908,468	817,279
District's contribution deficiency/(excess)	\$ -	\$ -	\$ -	\$ -	\$ -
District's covered-employee payroll	\$ 5,529,264	\$ 4,772,597	\$ 4,094,836	\$ 3,965,378	\$ 3,948,208
District's contributions as a percentage of covered-employee payroll	27.05%	26.68%	25.37%	22.91%	20.70%

CalSTRS	Reporting Fiscal Year				
	2020	2019	2018	2017	2016
Statutorily required contribution	\$ 841,985	\$ 990,869	\$ 823,614	\$ 689,243	\$ 560,214
District's contributions in relation to the statutorily required contribution	841,985	990,869	823,614	689,243	560,214
District's contribution deficiency/(excess)	\$ -	\$ -	\$ -	\$ -	\$ -
District's covered-employee payroll	\$ 6,119,673	\$ 6,088,949	\$ 5,364,503	\$ 5,478,879	\$ 5,221,007
District's contributions as a percentage of covered-employee payroll	13.76%	16.27%	15.35%	12.58%	10.73%

CalPERS	Reporting Fiscal Year				
	2020	2019	2018	2017	2016
Statutorily required contribution	\$ 688,551	\$ 658,248	\$ 534,590	\$ 471,662	\$ 396,233
District's contributions in relation to the statutorily required contribution	688,551	658,248	534,590	471,662	396,233
District's contribution deficiency/(excess)	\$ -	\$ -	\$ -	\$ -	\$ -
District's covered-employee payroll	\$ 3,651,887	\$ 3,644,361	\$ 3,236,223	\$ 3,396,184	\$ 3,344,585
District's contributions as a percentage of covered-employee payroll	18.85%	18.06%	16.52%	13.89%	11.85%

**COPPER MOUNTAIN COMMUNITY COLLEGE DISTRICT  
NOTE TO REQUIRED SUPPLEMENTARY INFORMATION  
FOR THE YEAR ENDED JUNE 30, 2025**

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**NOTE 1 – PURPOSE OF SCHEDULES**

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

The Schedule of Changes in Net OPEB liability/(asset) is presented to illustrate the elements of the District's Net OPEB liability. There is a requirement to show information for 10 years. However, until a full 10-year trend is compiled, governments should present information for those years for which information is available.

**Changes of Benefit Terms**

There were no changes in benefit terms since the previous valuation.

**Changes of Assumptions**

There were no changes in the actuarial assumptions since the previous valuation.

**Schedule of Contributions – OPEB**

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

**Schedule of Proportionate Share of the Net Pension Liability**

This schedule presents 10 years of information on the District's proportionate share of the net pension liability (NPL), the plans' fiduciary net position and, when applicable, the State's proportionate share of the NPL associated with the District.

**Changes of Benefit Terms**

The required employer contributions rate changed from 26.68% to 27.05% since the previous valuation for CalPERS. There were no changes in benefit terms since the previous valuation for CalSTRS.

**Changes of Assumptions**

Additional factors were considered in the actuarial valuation for CalSTRS namely, the payroll growth, and long-term expected rate of return based on 20 to 30 years geometric average. There were no changes in assumptions since the previous valuation for CalPERS.

**Schedule of Contributions – Pensions**

This schedule presents 10 years of information on the District's required contribution, the amounts actually contributed, and any excess or deficiency related to the required contribution.

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## **SUPPLEMENTARY INFORMATION**

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**COPPER MOUNTAIN COMMUNITY COLLEGE DISTRICT  
DISTRICT ORGANIZATION  
JUNE 30, 2025**

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Copper Mountain Community College District (the "District") is a public community college operated under the *Education Code* of the State of California. The College began classes in 1983 as an extension of Desert Community College District. In 1999, the College became a separate District.

The District is a part of a State-wide system of community colleges jointly supported by the State and Local districts and functioning under the advisory supervision of the State Board of Governors. The Board of Trustees is the governing body of the District, acting through the Superintendent/ President of the District.

**GOVERNING BOARD**

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<b>MEMBER</b>	<b>OFFICE</b>	<b>TERM EXPIRES</b>
Mary Lombardo	President	December 2028
Richard Rogers	Vice-President	December 2028
Graydon Uyeda	Clerk	December 2026
Tyler Fowlkes	Trustee	December 2028
Anna Stump	Trustee	December 2026
Mariam Hussain	Student Trustee	2024-2025

**DISTRICT ADMINISTRATION**

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Daren Otten, Ed.D.  
*Superintendent/President*

Alma Correa, Ph.D.  
*Dean of Planning, Research and Institutional Effectiveness*

Meredith Plummer  
*Chief Business Officer*

Melynie Schiel  
*Vice President of Academic Affairs/CIO/ALO*

Jane Kwon  
*Vice President of Student Services/CSSO*

Jenn Baker  
*Chief Human Resources Officer*

**AUXILIARY ORGANIZATIONS IN GOOD STANDING**

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<b>AUXILIARY NAME</b>	<b>DIRECTOR'S NAME/TITLE</b>	<b>ESTABLISHMENT AND MASTER AGREEMENT DATE</b>
Copper Mountain College Foundation	Sandy Smith <i>Executive Director</i>	Organized as an auxiliary organization in 1982 and has a signed master agreement dated May 14, 2015

**COPPER MOUNTAIN COMMUNITY COLLEGE DISTRICT  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2025**

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Assistance Listing Number	Pass-Through Entity Identifying Number	Total Program Expenditures
<b>U.S. Department of Education</b>			
<i>Direct Programs</i>			
Student Financial Assistance Cluster			
Federal Pell Grant Program	84.063	*	\$ 4,713,959
Federal Pell Administrative	84.063	*	5,845
Federal Direct Student Loans	84.268	*	280,023
Federal Supplemental Education Opportunity Grants (FSEOG)	84.007	*	141,418
Federal Work-Study Program	84.033	*	150,148
Total Student Financial Assistance Cluster			<u>5,291,393</u>
Adult Education	84.002	*	
Supplemental Education Opportunity Grants	84.007	*	
Childcare Access Means Parents in School	84.335A	*	
Emergency Assistance to Institutions of Higher Education Program	84.938T	*	
Higher Education Emergency Relief Fund (HEERF) Institutional Aid	84.425F	*	5,249
<i>Passed through California Community Colleges Chancellor's Office:</i>			
Career and Technical Education – Basic Grants to States (Perkins V)	84.048A	23-C01-970	21,209
<b>Total U.S. Department of Education</b>			<u>5,317,851</u>
<b>U.S. Department of Veterans Affairs</b>			
Veterans Annual Reporting Fee	64.117	*	1,600
<b>Total U.S. Department of Veterans Affairs</b>			<u>1,600</u>
<b>U.S. Department of Labor</b>			
Workforce Innovation and Opportunity Act (WIOA) Dislocated Worker Formula Grants	17.278	70210	179,995
<b>Total U.S. Department of Labor</b>			<u>179,995</u>
<b>U.S. Department of Health and Human Services</b>			
<i>Passed Through California Community Colleges Chancellor's Office</i>			
Temporary Assistance for Needy Families (TANF)	93.558	*	36,176
<b>Total U.S. Department of Health and Human Services</b>			<u>36,176</u>
<b>Total Federal Programs</b>			<u>\$ 5,535,622</u>

\*Pass-through entity identifying number is either not available or not applicable.

**COPPER MOUNTAIN COMMUNITY COLLEGE DISTRICT  
SCHEDULE OF EXPENDITURES OF STATE AWARDS  
FOR THE YEAR ENDED JUNE 30, 2025**

Program Title	Program Revenues				Total Program Expenditures
	Cash Received	Accounts Receivable	Unearned Revenue	Total Revenue	
Restricted Lottery	\$ 532,236	\$ -	\$ 460,103	\$ 72,133	\$ 72,133
CalWORKs	243,365	-	18,088	225,277	225,277
Zero Textbook Cost Program	542,881	-	527,748	15,133	15,133
Common Course Numbering	913,043	-	911,532	1,511	1,511
Student Transfer & Articulation	565,217	-	395,946	169,271	169,271
Veterans Resource Center	86,301	-	42,146	44,155	44,155
IEPI Grant	135,820	-	-	135,820	135,820
SFAA One-Time	72,711	-	11,452	61,259	61,259
Financial Aid Technology	64,484	-	-	64,484	64,484
SFAA	121,700	-	-	121,700	121,700
Undocumented Resource Liaisons	115,364	-	54,090	61,274	61,274
California College Promise Program	83,526	-	130	83,396	83,396
Student Success & Completion Grant	1,014,018	-	243,788	770,230	770,230
SB85 Immediate Action (Aid)	9,976	-	9,976	-	-
LGBTQ+ Support Program	73,318	-	57,626	15,692	15,692
Mental Health Support Program	256,197	-	98,360	157,837	157,837
Retention & Enrollment Outreach	162,138	-	-	162,138	162,138
Basic Needs Center	453,550	-	251,332	202,218	202,218
Student Food & Housing (Basic Needs One-Time)	411,305	-	210,827	200,478	200,478
NextUP	350,139	-	175,648	174,491	174,491
MESA Program	1,195,532	-	864,466	331,066	331,066
RERP Grant	47,754	-	41,213	6,541	6,541
Equitable Placement & Completion Grant	217,993	-	198,212	19,781	19,781
Student Equity & Achievement Program	1,227,600	-	222,207	1,005,393	1,005,393
EOPS	553,263	-	-	553,263	553,263
CARE	301,129	-	15,339	285,790	285,790
DSPS	512,769	-	4,519	508,250	508,250
Strong Workforce Local 1-4	10,496	-	10,496	-	-
Strong Workforce Local 2022-23	36,456	-	-	36,456	36,456
Strong Workforce Regional R7 Add'l	12,870	138,646	-	151,516	151,516
Strong Workforce Local 2023-24	212,167	-	31,468	180,699	180,699
Strong Workforce Regional R8	109,446	188,075	-	297,521	297,521
Strong Workforce Local 2024-25	166,618	-	137,652	28,966	28,966
Strong Workforce K12 Pathway Event Project	25,000	-	-	25,000	25,000
CAEP	1,201,826	-	196,916	1,004,910	1,004,910
Culturally Competent Faculty ProDev	41,292	-	41,292	-	-
Classified Staff ProDev	3,158	-	3,158	-	-
Campus Safety	5,954	-	460	5,494	5,494
EEO	304,680	-	194,835	109,845	109,845
EEO Best Practices	208,333	-	208,333	-	-
Technology Data Security	841,353	-	691,159	150,194	150,194
Rural Technology Program	19,536	-	-	19,536	19,536
H RTP Health Grant	175,526	-	-	175,526	175,526
H RTP 1 Grant	60,213	-	-	60,213	60,213
Nursing Enrollment 2023-24	6,002	-	-	6,002	6,002
Nursing Enrollment 2024-25	89,043	-	-	89,043	89,043
Physical Plant & Instructional Support Grant	2,009,339	-	1,950,955	58,384	58,384
Student Housing Feasibility Study Grant	3,336	-	3,336	-	-
ECE Grant	447	-	247	200	200
COVID-19 Recovery Block Grant	100,542	-	-	100,542	100,542
<b>Total</b>	<b>\$ 15,906,962</b>	<b>\$ 326,721</b>	<b>\$ 8,285,055</b>	<b>\$ 7,948,628</b>	<b>\$ 7,948,628</b>

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

<b>CATEGORIES</b>	Reported Data	Audit Adjustments	Audited Data
<b>A. Summer Intersession (Summer 2024 only)</b>			
1. Noncredit	23.79	-	23.79
2. Credit	117.25	-	117.25
<b>B. Summer Intersession (Summer 2025 - Prior to July 1, 2025)</b>			
1. Noncredit	0.56	-	0.56
2. Credit	153.58	-	153.58
<b>C. Primary Terms (Exclusive of Summer Intersession)</b>			
1. Census Procedure Courses			
(a) Weekly Census Contact Hours	872.74	-	872.74
(b) Daily Census Contact Hours	5.28	-	5.28
2. Actual Hours of Attendance Procedure Courses			
(a) Noncredit	10.77	-	10.77
(b) Credit	78.51	-	78.51
3. Independent Study/Work Experience			
(a) Weekly Census Contact Hours	285.15	-	285.15
(b) Daily Census Contact Hours	62.89	-	62.89
(c) Noncredit Independent Study/Distance Education Courses	73.85	-	73.85
<b>D. Total FTES</b>	<b>1,684.37</b>	<b>-</b>	<b>1,684.37</b>
<b>Supplemental Information (subset of above information)</b>			
<b>E. In-service Training Courses</b>	-	-	-
<b>F. Basic Skills Courses and Immigrant Education</b>			
1. Credit	12.90	-	12.90
2. Noncredit	111.55	-	111.55
Total Basic Skills FTES	124.45	-	124.45

**COPPER MOUNTAIN COMMUNITY COLLEGE DISTRICT  
RECONCILIATION OF EDUCATION CODE SECTION 84362 (50 PERCENT LAW) CALCULATION  
FOR THE YEAR ENDED JUNE 30, 2025**

	Object/ TOP Codes	Activity (ESCA) ECS 84362 A Instructional Salary Cost AC 0100-5900 & AC 6100			Activity (ECSB) ECS 84362 B Total CEE AC 0100-6799		
		Reported Data	Audit Adjustments	Revised Data	Reported Data	Audit Adjustments	Revised Data
<u>Academic Salaries</u>							
Instructional Salaries							
Contract or Regular	1100	\$ 3,596,729	\$ -	\$ 3,596,729	\$ 3,565,869	\$ -	\$ 3,565,869
Other	1300	2,639,237	-	2,639,237	2,639,237	-	2,639,237
Total Instructional Salaries		6,235,966	-	6,235,966	6,205,106	-	6,205,106
Non-Instructional Salaries							
Contract or Regular	1200	-	-	-	1,348,049	-	1,348,049
Other	1400	-	-	-	254,033	-	254,033
Total Non-Instructional Salaries		-	-	-	1,602,082	-	1,602,082
Total Academic Salaries		6,235,966	-	6,235,966	7,807,188	-	7,807,188
<u>Classified Salaries</u>							
Non-Instructional Salaries							
Regular Status	2100	-	-	-	2,389,098	-	2,389,098
Other	2300	-	-	-	252,022	-	252,022
Total Non-Instructional Salaries		-	-	-	2,641,120	-	2,641,120
Instructional Aides							
Regular Status	2200	85,205	-	85,205	85,205	-	85,205
Other	2400	14,672	-	14,672	14,672	-	14,672
Total Instructional Aides		99,877	-	99,877	99,877	-	99,877
Total Classified Salaries		99,877	-	99,877	2,740,997	-	2,740,997
Employee Benefits	3000	2,304,163	-	2,304,163	4,424,355	-	4,424,355
Supplies and Materials	4000	-	-	-	166,320	-	166,320
Other Operating Expenses	5000	42,151	-	42,151	2,306,295	-	2,306,295
Equipment Replacement	6420	-	-	-	-	-	-
Total Expenditures Prior to Exclusions		8,682,157	-	8,682,157	17,445,155	-	17,445,155
<u>Exclusions</u>							
Activities to Exclude							
Inst. Staff-Retirees' Benefits and Incentives	5900	-	-	-	-	-	-
Std. Health Svcs. Above Amount Collected	6441	-	-	-	-	-	-
Student Transportation	6491	-	-	-	-	-	-
Non-inst.Staff-Retirees' Benefits and Incentives	6740	-	-	-	-	-	-
Object to Exclude							
Rents and Leases	5060	-	-	-	136,772	-	136,772
Lottery Expenditures		-	-	-	-	-	-
Academic Salaries	1000	-	-	-	-	-	-
Classified Salaries	2000	-	-	-	-	-	-
Employee Benefits	3000	-	-	-	-	-	-
Supplies and Materials	4000	-	-	-	-	-	-
Software	4100	-	-	-	-	-	-
Books, Magazines & Periodicals	4200	-	-	-	-	-	-
Instructional Supplies & Materials	4300	-	-	-	-	-	-
Non-inst. Supplies & Materials	4400	-	-	-	-	-	-
Total Supplies and Materials		-	-	-	-	-	-
Other Operating Expenses and Services	5000	-	-	-	277,619	-	277,619
Capital Outlay	6000	-	-	-	-	-	-
Library Books	6300	-	-	-	-	-	-
Equipment	6400	-	-	-	-	-	-
Equipment - Additional	6410	-	-	-	-	-	-
Equipment - Replacement	6420	-	-	-	-	-	-
Total Equipment		-	-	-	-	-	-
Total Capital Outlay		-	-	-	-	-	-
Other Outgo	7000	-	-	-	-	-	-
Total Exclusions		\$ -	\$ -	\$ -	\$ 414,391	\$ -	\$ 414,391
Total for ECS 84362, 50% Law		\$ 8,682,157	\$ -	\$ 8,682,157	\$ 17,030,764	\$ -	\$ 17,030,764
Percent of CEE (Instructional Salary Cost/Total CEE)		50.98%	0.00%	50.98%	100.00%	0.00%	100.00%
50% of Current Expense of Education		\$ -	\$ -	\$ -	\$ 8,515,382	\$ -	\$ 8,515,382

See accompanying note to supplementary information.

**COPPER MOUNTAIN COMMUNITY COLLEGE DISTRICT  
 EDUCATION PROTECTION ACCOUNT (EPA) EXPENDITURE REPORT  
 FOR THE YEAR ENDED JUNE 30, 2025**

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EPA Revenue	\$ 2,148,781
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Activity Classification	Activity Code	Salaries and Benefits	Operating Expenses	Capital Outlay	Total
		(Obj 1000-3000)	(Obj 4000-5000)	(Obj 6000)	
Instructional Activities	0100-5900	\$ 2,148,781	\$ -	\$ -	\$ 2,148,781
Total		\$ 2,148,781	\$ -	\$ -	\$ 2,148,781

**COPPER MOUNTAIN COMMUNITY COLLEGE DISTRICT  
RECONCILIATION OF GOVERNMENTAL FUNDS TO STATEMENT OF NET POSITION  
FOR THE YEAR ENDED JUNE 30, 2025**

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**Total Governmental Funds - District Funds Included in the Reporting Entity:**

General Fund	\$	14,414,824	
Debt Service Funds		1,675,384	
Capital Outlay Project Funds		1,077,963	
Student Financial Aid Fund		1,071,982	
Other Funds		49,576	\$ 18,289,729
		<u>49,576</u>	

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

Capital assets not being depreciated	\$	356,134	
Capital assets being depreciated		55,456,145	
Right-to-use assets		1,491,122	
Accumulated depreciation		(24,383,632)	
Accumulated amortization		(535,026)	32,384,743
		<u>(535,026)</u>	

Net OPEB Asset 667,329

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

Deferred loss on debt refunding	\$	133,783	
Deferred outflows related to OPEB		58,191	
Deferred outflows related to pensions		6,916,170	7,108,144
		<u>6,916,170</u>	

In governmental funds, unmatured interest on long-term obligations is recognized in the period when it is due. On the government-wide financial statements, unmatured interest on long-term obligations is recognized when it is incurred. (121,557)

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

General obligation bonds	\$	10,226,200	
Accreted interest		1,629,939	
Premiums		221,048	
Lease liabilities		510,636	
Software liability		470,305	
Net pension liability		16,019,788	
Compensated absences		751,602	(29,829,518)
		<u>751,602</u>	

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

Deferred inflows related to OPEB	\$	(955,708)	
Deferred inflows related to pensions		(2,435,803)	(3,391,511)
		<u>(2,435,803)</u>	

**Net Position Reported Within the Statement of Net Position** \$ 25,107,359

**COPPER MOUNTAIN COMMUNITY COLLEGE DISTRICT**  
**NOTE TO SUPPLEMENTARY INFORMATION**  
**JUNE 30, 2025**

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**NOTE 1 – PURPOSE OF SCHEDULES**

**District Organization**

This schedule provides information about the District's organization, members of the governing board, and administration members.

**Schedule of Expenditures of Federal Awards**

*Basis of Presentation* – The accompanying Schedule of Expenditures of Federal Awards (the schedule) includes the Federal award activity of the District under programs of the federal government for the year ended June 30, 2025. The information is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the schedule presents only a selected portion of the operations of the District, it is not intended to and does not present the financial position, changes in net position/fund balance of the District.

*Summary of Significant Accounting Policies* – Expenditures reported in the schedule are reported on the modified accrual basis of accounting, except for subrecipient expenditures, which are recorded on the cash basis. When applicable, such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

*Indirect Cost Rate* – The District has not elected to use the ten percent de minimis cost rate.

*Subrecipients* – The District does not provide Federal awards to subrecipients during the year ended June 30, 2025.

**Schedule of Expenditures of State Awards**

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

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

FTES is a measurement of the number of pupils attending classes of the District. The purpose of attendance accounting from a fiscal standpoint is to provide the basis on which apportionments of State funds, including restricted categorical funding, are made to community college districts. This schedule provides information regarding the annual attendance measurements of students throughout the District.

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

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

**Education Protection Account (EPA) Expenditure Report**

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

**COPPER MOUNTAIN COMMUNITY COLLEGE DISTRICT  
NOTE TO SUPPLEMENTARY INFORMATION  
JUNE 30, 2025**

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**NOTE 1 – PURPOSE OF SCHEDULES, continued**

**Reconciliation of Governmental Funds to Statement of Net Position**

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

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**OTHER INDEPENDENT AUDITORS' REPORTS**

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

The Board of Trustees  
Copper Mountain Community College District  
Joshua Tree, California

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 business-type activities and the fiduciary activities of Copper Mountain Community College District (the "District") as of and for the year ended June 30, 2025, and the related notes to financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated February 3, 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) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

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

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses or significant deficiencies. However, material weaknesses or significant deficiencies may exist that 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 determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

**Purpose of This Report**

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



San Diego, California  
February 3, 2026



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

The Board of Trustees  
Copper Mountain Community College District  
Joshua Tree, California

**Report on Compliance for Each Major Federal Program**

***Opinion on Each Major Federal Program***

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

In our opinion, the District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major Federal programs for the year ended June 30, 2025.

***Basis for Opinion on Each Major Federal Program***

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

We are required to be independent of 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.

### ***Auditors' Responsibilities for the Audit of Compliance***

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the District's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the District's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with 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 combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a Federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a Federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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

**Purpose of This Report**

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

*CWDL, Certified Public Accountants*

San Diego, California  
February 3, 2026



## INDEPENDENT AUDITORS' REPORT ON STATE COMPLIANCE AND ON INTERNAL CONTROL OVER COMPLIANCE FOR STATE PROGRAMS

The Board of Trustees  
Copper Mountain Community College District  
Joshua Tree, California

### Report on State Compliance

#### **Opinion**

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

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

#### **Basis for Opinion**

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the compliance requirements described in the 2024-25 California Community Colleges Chancellor's Office *Contracted District Audit Manual*. Our responsibilities under those standards and the compliance requirements are further described in the Auditors' Responsibilities for the Audit of Compliance section of our report.

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

#### **Responsibilities of Management for Compliance**

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to the District's compliance with the requirements described in the 2024-25 California Community Colleges Chancellor's Office *Contracted District Audit Manual*.

### ***Auditors' Responsibilities for the Audit of Compliance***

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

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

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

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

## Procedures Performed

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

- Section 411 – SCFF Data Management Control Environment
- Section 412 – SCFF Supplemental Allocation Metrics
- Section 413 – SCFF Success Allocation Metrics
- Section 421 – Salaries of Classroom Instructors (50 Percent Law)
- Section 423 – Apportionment for Activities Funded From Other Sources
- Section 424 – Student Centered Funding Formula Base Allocation: FTES
- Section 425 – Residency Determination for Credit Courses
- Section 426 – Students Actively Enrolled
- Section 427 – Dual Enrollment (CCAP)
- Section 430 – Scheduled Maintenance Program
- Section 431 – Gann Limit Calculation
- Section 444 – Apprenticeship Related and Supplemental Instruction (RSI) Funds
- Section 475 – Disabled Student Programs and Services (DSPS)
- Section 490 – Propositions 1D and 51 State Bond Funded Projects
- Section 491 – Education Protection Account Funds
- Section 492 – Student Representation Fee
- Section 494 – State Fiscal Recovery Fund
- Section 498 – COVID-19 Response Block Grant Expenditures

## Report on Internal Control over Compliance

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

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

### **Purpose of this Report**

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

*CWDL, Certified Public Accountants*

San Diego, California

February 3, 2026

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## **SCHEDULE OF FINDINGS AND QUESTIONED COSTS**

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**COPPER MOUNTAIN COMMUNITY COLLEGE DISTRICT  
SUMMARY OF AUDITORS' RESULTS  
FOR THE YEAR ENDED JUNE 30, 2025**

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**FINANCIAL STATEMENTS**

Type of auditors' report issued:	<u>Unmodified</u>
Is a going concern emphasis-of-matter paragraph included in the auditors' report?	<u>No</u>
Internal control over financial reporting:	
Material weaknesses identified?	<u>No</u>
Significant deficiencies identified not considered to be material weaknesses?	<u>None Reported</u>
Non-compliance material to financial statements noted?	<u>No</u>

**FEDERAL AWARDS**

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

<u>Assistance Listing Numbers</u>	<u>Name of Federal Program of Cluster</u>
<u>84.063, 84.268, 84.007, 84.033</u>	<u>Student Financial Assistance Cluster</u>

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

**STATE AWARDS**

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

**COPPER MOUNTAIN COMMUNITY COLLEGE DISTRICT  
FINANCIAL STATEMENT FINDINGS  
FOR THE YEAR ENDED JUNE 30, 2025**

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

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

**COPPER MOUNTAIN COMMUNITY COLLEGE DISTRICT  
FEDERAL AWARD FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED JUNE 30, 2025**

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

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

**COPPER MOUNTAIN COMMUNITY COLLEGE DISTRICT  
STATE AWARD FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED JUNE 30, 2025**

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

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

**COPPER MOUNTAIN COMMUNITY COLLEGE DISTRICT  
SCHEDULE OF PRIOR AUDIT FINDINGS  
FOR THE YEAR ENDED JUNE 30, 2025**

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This section identifies the audit findings and questioned related to the basic financial statements, Federal awards or State awards for prior year.

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