

VALLEY-WIDE RECREATION AND PARK DISTRICT
ANNUAL FINANCIAL REPORT
YEAR ENDED JUNE 30, 2025



CPAs | CONSULTANTS | WEALTH ADVISORS

CLAconnect.com

**VALLEY-WIDE RECREATION AND PARK DISTRICT
TABLE OF CONTENTS
YEAR ENDED JUNE 30, 2025**

INDEPENDENT AUDITORS' REPORT	1
MANAGEMENT'S DISCUSSION AND ANALYSIS	4
BASIC FINANCIAL STATEMENTS	
GOVERNMENT-WIDE FINANCIAL STATEMENTS	
STATEMENT OF NET POSITION	10
STATEMENT OF ACTIVITIES	11
FUND FINANCIAL STATEMENTS	
GOVERNMENTAL FUNDS	
BALANCE SHEET	12
RECONCILIATION OF BALANCE SHEET OF GOVERNMENTAL FUNDS TO STATEMENT OF NET POSITION	14
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES	15
RECONCILIATION OF STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO STATEMENT OF ACTIVITIES	17
FIDUCIARY FUND	
STATEMENT OF FIDUCIARY NET POSITION	18
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION	19
NOTES TO FINANCIAL STATEMENTS	20
REQUIRED SUPPLEMENTARY INFORMATION	
SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY	47

**VALLEY-WIDE RECREATION AND PARK DISTRICT
TABLE OF CONTENTS
YEAR ENDED JUNE 30, 2025**

SCHEDULE OF CONTRIBUTIONS – DEFINED BENEFIT PENSION PLANS	49
SCHEDULE OF CHANGES IN THE NET OPEB LIABILITY AND RELATED RATIOS	51
SCHEDULE OF OPEB CONTRIBUTIONS	53
BUDGETARY COMPARISON SCHEDULES	
GENERAL FUND	54
MENIFEE LANDSCAPE MAINTENANCE DISTRICT SPECIAL REVENUE FUND	55
MENIFEE NORTH LANDSCAPE MAINTENANCE DISTRICT SPECIAL REVENUE FUND	56
FRENCH VALLEY LANDSCAPE MAINTENANCE DISTRICT SPECIAL REVENUE FUND	57
FRENCH VALLEY COMMUNITY FACILITIES DISTRICT SPECIAL REVENUE FUND	58
NOTE TO REQUIRED SUPPLEMENTARY INFORMATION	59
OTHER SUPPLEMENTARY INFORMATION	
COMBINING BALANCE SHEET – NONMAJOR GOVERNMENTAL FUNDS	60
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – NONMAJOR GOVERNMENTAL FUNDS	62



INDEPENDENT AUDITORS' REPORT

Board of Directors
Valley-Wide Recreation and Park District
Hemet, California

Report on the Audit of the Financial Statements

Opinions

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

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the District, as of June 30, 2025, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (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.

Responsibilities of Management for the Financial Statements

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

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

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 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, schedule of proportionate share of the net pension liability and schedule of contributions for defined benefit pension plans, schedule of changes in the net OPEB liability and related ratios, schedule of OPEB contributions and the budgetary comparison schedules, identified as required supplementary information (RSI) in the accompanying 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 RSI 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 combining nonmajor governmental fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with GAAS. In our opinion, the combining nonmajor governmental fund financial statements are 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 August 4, 2026, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.



CliftonLarsonAllen LLP

Irvine, California
August 4, 2026

**VALLEY-WIDE RECREATION AND PARK DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED JUNE 30, 2025**

As management of the Valley-Wide Recreation and Park District (the District), we offer readers of the District's annual financial report this narrative overview and analysis of the financial activities of the District for the fiscal year ended June 30, 2025. This information is presented in conjunction with the audited basic financial statements which follows this section.

Financial Highlights for Fiscal Year 2025

- At June 30, 2025, the District's assets and deferred outflows exceeded liabilities and deferred inflows by \$144.1 million (net position). Of this amount, \$(3,159,813) (unrestricted net position) may not be used to meet ongoing obligations to citizens and creditors, and the District has \$116,589,979 invested in capital assets.
- The District's government-wide net position increased by \$ 486.6 thousand during the fiscal year, primarily due to the increase in the District's collection of assessments from newly formed CFD's.
- At June 30, 2025, the District's 15 governmental funds reported combined fund balances of \$37.4 million, an increase of \$3.9 million from the prior year. Approximately \$9 million of fund balance, or 24%, is in the General fund. A majority of the \$8.3 million is unassigned General fund Balance.
- The District as of June 30, 2025, has no outstanding debt.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the District's basic financial statements. The District's basic financial statements are comprised of three components: government-wide financial statements, fund financial statements and notes to the financial statements. This report also includes additional required supplementary information in addition to the basic financial statements.

Required Financial Statements

Government-wide financial statements are designed to provide readers with a broad overview of District finances, in a manner like a private-sector business.

The statement of net position presents information on all of the District's assets, deferred outflows, liabilities, and deferred inflows, and provides information about the nature and amounts of investments in resources and the obligations to District creditors. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

The statement of activities presents information showing how net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both government-wide financial statements distinguish functions of the District that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a portion of their costs through user fees and charges (business type activities). The governmental activities of the District are recreational and park activities. The business type activities are golf course activities.

**VALLEY-WIDE RECREATION AND PARK DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED JUNE 30, 2025**

Fund Financial Statements are groupings of related accounts that are used to maintain control over resources that have been segregated for specific activities or objectives. The District, like other state and local governments, uses fund accounting to ensure and to demonstrate finance-related legal compliance. The funds of the District are governmental funds and proprietary funds.

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating the District's near-term financing requirements. Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental funds balance sheet and the governmental funds statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate comparison between governmental funds and governmental activities.

Notes to Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to financial statements can be found immediately following the basic financial statements.

Other Information

In addition to the basic financial statements and accompanying notes, this report presents certain required and other supplementary information, which can be found on pages 46 through 63 of this report.

General Fund Budgetary Highlights

At the close of the fiscal year 2024-2025, the General Fund revenues were up 16.5% compared to the final amended budget, which equates to a \$1,354,163 increase. Expenditures at the end of the fiscal year 2024-2025 were up 11.0% which equates to \$950,899 increase compared to the final amended budget.

**VALLEY-WIDE RECREATION AND PARK DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED JUNE 30, 2025**

Government-Wide Financial Analysis

A summary of the District's statement of net position in comparison to the prior year is presented below.

**CONDENSED STATEMENT OF NET POSITION
JUNE 30, 2025 AND 2024**

	Governmental Activities	
	2025	2024
ASSETS		
Current and Other Assets	\$ 40,714,791	\$ 37,134,068
Capital Assets	116,664,770	119,628,872
Total Assets	157,379,561	156,762,940
DEFERRED OUTFLOWS OF RESOURCES		
Pension Related	1,914,666	2,380,366
OPEB Related	1,327,287	2,009,414
Total Deferred Outflows	3,241,953	4,389,780
LIABILITIES		
Current Liabilities	2,311,004	2,811,070
Noncurrent	10,709,630	11,919,713
Total Liabilities	13,020,634	14,730,783
DEFERRED INFLOWS OF RESOURCES		
Pension Related	82,182	213,922
OPEB Related	2,601,664	1,746,986
Future Revenues	847,374	878,016
Total Deferred Inflows	3,531,220	2,838,924
NET POSITION		
Net Investment in Capital Assets	116,589,979	119,180,458
Restricted (Pension)	714,024	519,539
Restricted (Parks and Recreation)	29,925,470	25,514,743
Unrestricted	(3,159,813)	(1,631,727)
Total Net Position	\$ 144,069,660	\$ 143,583,013

The following is a brief explanation for the balance changes on the condensed statement of net position for the year ended June 30, 2025.

- At the end of fiscal year 2025, the District showed a negative balance in its unrestricted net position of \$ (3,159,813) which will need to be offset in future years, this is up \$1,528,086 from the previous year. This negative balance is due the net pension and OPEB liability.
- The decrease in the net investment in capital assets is primarily due depreciation in excess of additions.

**VALLEY-WIDE RECREATION AND PARK DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED JUNE 30, 2025**

A summary of the District's statement of activities in comparison to the prior year is presented below.

**CONDENSED STATEMENT OF ACTIVITIES
JUNE 30, 2025 AND 2024**

	Governmental Activities	
	2025	2024
REVENUES		
Program Revenues:		
Charges for Services	\$ 23,961,504	\$ 21,870,980
Operating Grants and Contributions	925,928	985,883
Capital Contributions and Grants	-	14,964,798
Total Program Revenues	24,887,432	37,821,661
General Revenues:		
Taxes and Special Assessments	2,959,653	2,746,113
Investment Earnings	1,775,951	1,412,249
Miscellaneous	1,768,009	3,765,068
Total General Revenues	6,503,613	7,923,430
Total Revenues	31,391,045	45,745,091
EXPENSES		
Recreation and Park Activities	30,902,946	27,895,381
Interest on Long-Term Debt	1,452	1,907
Total Expenses	30,904,398	27,897,288
CHANGE IN NET POSITION	486,647	17,847,803
Net Position - Beginning of Year	143,583,013	125,735,210
NET POSITION - END OF YEAR	<u>\$ 144,069,660</u>	<u>\$ 143,583,013</u>

The following is a brief explanation for the balance changes of the condensed statement of activities for the year ended June 30, 2025.

- Charges for services showed a modest increase primarily due to an increase in special assessments collected from the Landscape Maintenance Districts (LMD) and Special Taxes collected from the growing Community Facilities Districts (CFD).
- Miscellaneous revenues decreased mainly due to a decrease in collection of in-lieu fees.
- Recreation and park activities expenses increased largely due to the increase in the investments of fixed assets.

**VALLEY-WIDE RECREATION AND PARK DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED JUNE 30, 2025**

Capital Assets

CAPITAL ASSETS AT YEAR-END					
	Balance at July 1, 2024, Net of Accumulated Depreciation	Increases	Transfers/ Decreases	Current Year Depreciation	Balance at June 30, 2025, Net of Accumulated Depreciation
Governmental Activities:					
Land	\$ 30,475,041	\$ -	\$ -	\$ -	\$ 30,475,041
Historical Automobile	22,900	-	-	-	22,900
Construction in Progress	4,613,775	383,461	(3,571,657)	-	1,425,579
Building and Improvements	83,950,770	599,957	3,571,657	(3,910,221)	84,212,163
Equipment	408,491	-	-	(57,521)	350,970
Vehicles	128,744	-	-	(19,372)	109,372
Leased Asset	29,151	79,127	-	(39,533)	68,745
Total Governmental Activities	<u>\$ 119,628,872</u>	<u>\$ 1,062,545</u>	<u>\$ -</u>	<u>\$ (4,026,647)</u>	<u>\$ 116,664,770</u>

As of June 30, 2025, the District's investment in capital assets net of accumulated depreciation was \$116,664,770. The investment in capital assets includes land/park dedications, site improvements, buildings and improvements, vehicles, leased vehicles and equipment. The capital assets are presented in the government – wide statement of net position. The District made improvements to several parks in the 2024-2025 fiscal year utilizing Quimby funds, park development funds, grants, and donations.

Beginning in fiscal year 2025-2026 and beyond, the District will expand its recreational footprint by over 150 acres. Currently, 25 projects are in the pipeline, including 13 parks in early-stage planning and 12 designated sites. These parks include Pleasant Valley, Country View, North Sky, Prairie Crossing, Mtns Edge, LaVentana, The Woods, Settlers Ridge, Canterwood, Eagle Vista, Belle Terre, and Willow Glen. These new parks will feature a wide array of amenities, including restrooms, picnic areas, tot lots, and comprehensive sports facilities such as pickleball, tennis, soccer, basketball, and volleyball.

For more detailed information about the District's capital assets see Note 3

Financial Analysis of the District's Funds

At year-end, the District's governmental funds reported combined fund balance of \$37.4 million, which is an increase of \$ 3.8 million from the \$33.4 million at June 30, 2024.

- The general fund had a positive fund balance change of \$9,870 primarily due the District's ongoing effort to maximize efficient operations and utility cost management to offset the increase in everyday expense.
- The Menifee Landscape Maintenance District had a negative fund balance change of \$503,755 primarily due to stagnant Revenues. No way to increase revenues to sustain the skyrocketing increases in costs. Major plant replacements and irrigation repairs during the year. These costs continue to increase as the LMD gets older.
- The Menifee North Landscape Maintenance District had a positive fund balance change of \$294,237 primarily due to revenues collected being enough to absorb the skyrocketing increase in costs.
- The French Valley Landscape Maintenance District had a negative fund balance change of \$299,181 primarily due to revenues collected were not enough to absorb skyrocketing increase in costs.

**VALLEY-WIDE RECREATION AND PARK DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED JUNE 30, 2025**

- The French Valley CFD had a positive fund balance change of \$831,314 primarily due revenues collected were enough to absorb skyrocketing increase in costs and allow for funds to set aside for future asset/irrigation replacements.
- The capital projects fund had a positive fund balance change of \$ 831,314 due the collection of Quimby Fees over the costs of the improvements made to existing parks.

Long-Term Debt

As of June 30, 2025, the District had \$10,709,630 in noncurrent liabilities and \$2,311,004 of current portion of long-term debt as reported in the statement of net position. The outstanding debt consists of the District's obligation to its employees for compensated absences, the District's net OPEB obligation (Note 7), and the District's net pension liability (Note 6). For more detailed information about the District's long-term debt see Note 5.

Economic Factors and Next Year's Budget

FISCAL AND OPERATING CHALLENGES

The 2025/2026 fiscal year is expected to continue to prove to be a challenge. The number one threat to the economy currently and in subsequent years is inflation. Management is carefully monitoring the costs to operate facilities as prices continue to increase. In 2026, Riverside County is expected to experience a relatively stable but uneven economic landscape. Population growth is projected to continue, with an average of 0.6% per year, and the county is expected to surpass 2.6 million residents by 2026.

The Inland Empire housing market remains constrained by interest rates, though a projected stabilization of mortgage rates toward the high 5% range later in 2026 is expected to trigger a modest recovery in home sales velocity. Because household wealth in Southern California has expanded, demand for regional housing remains strong, keeping a solid floor under property values despite the broader industrial slowdown.

With respect to inflation, management is carefully monitoring the costs to operate facilities as prices continue to increase. The duration and financial impact of inflation cannot be determined at this time but we will continue to monitor it using cost conscious measures to minimize the effect.

The District continues to operate all of our facilities at full capacity and continues to keep all parks well maintained and safe for the public despite inflation and rising costs.

Additional Financial Information

This financial report is designed to provide the District's customers, investors, and other interested parties with an overview of the District's financial operations and financial condition. Should the reader have questions regarding the information included in this report or wish to request additional financial information, please contact the Valley-Wide Recreation and Park District, General Manager at 901 West Esplanade Avenue, San Jacinto, California 92581, (951) 654-1505, or via email at fun@gorecreation.org.

VALLEY-WIDE RECREATION AND PARK DISTRICT
STATEMENT OF NET POSITION
JUNE 30, 2025

	Governmental Activities
ASSETS	
Current Assets:	
Cash and Investments	\$ 30,037,857
Accounts Receivable	155,715
Taxes Receivable	396,097
Intergovernmental Receivable	279,302
Interest Receivable	111,733
Inventories	2,557
Prepaid Items	30,080
Restricted Assets:	
Cash and Investments	9,647,449
Interest Receivable	54,001
Total Current Assets	<u>40,714,791</u>
Noncurrent Assets:	
Capital Assets:	
Not being Depreciated/Amortized	31,923,520
Capital Assets, Net of Depreciation/Amortization	84,741,250
Total Capital Assets	<u>116,664,770</u>
Total Assets	<u>157,379,561</u>
DEFERRED OUTFLOWS OF RESOURCES	
Deferred Amounts from Pension	1,914,666
Deferred Amounts from OPEB	1,327,287
Total Deferred Outflows of Resources	<u>3,241,953</u>
LIABILITIES	
Accounts Payable and Accrued Liabilities	2,311,004
Noncurrent Liabilities:	
Long-Term Debt, Due Within One Year	40,152
Due in More than One Year:	
Long-Term Debt	281,188
Net Pension Liability	5,570,645
Net OPEB Liability	4,817,645
Total Liabilities	<u>13,020,634</u>
DEFERRED INFLOWS OF RESOURCES	
Deferred Amounts from Pension	82,182
Deferred Amounts from OPEB	2,601,664
Deferred Amounts for Future Revenues	847,374
Total Deferred Inflows of Resources	<u>3,531,220</u>
NET POSITION	
Net Investment in Capital Assets	116,589,979
Restricted for:	
Pension	714,024
Parks and Recreation	29,925,470
Unrestricted	<u>(3,159,813)</u>
Total Net Position	<u>\$ 144,069,660</u>

See accompanying Notes to Basic Financial Statements.

**VALLEY-WIDE RECREATION AND PARK DISTRICT
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2025**

		Program Revenues			Changes in Net Position Primary Government
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities
FUNCTIONS/PROGRAMS	Expenses				
Primary Government:					
Governmental Activities:					
General Government	\$ 5,504,806	\$ 612,409	\$ 925,928	\$ -	\$ (3,966,469)
Parks and Recreation	8,562,295	1,675,911	-	-	(6,886,384)
Public Works - Landscape Maintenance	16,835,845	21,673,184	-	-	4,837,339
Interest on Long-Term Debt	1,452	-	-	-	(1,452)
Total Governmental Activities	<u>\$ 30,904,398</u>	<u>\$ 23,961,504</u>	<u>\$ 925,928</u>	<u>\$ -</u>	(6,016,966)
GENERAL REVENUES					
Taxes					2,959,653
Investment Earnings					1,775,951
In Lieu Fees					1,045,140
Other Revenues					722,869
Total General Revenues					<u>6,503,613</u>
CHANGES IN NET POSITION					486,647
Net Position - Beginning of Year					<u>143,583,013</u>
NET POSITION - END OF YEAR					<u><u>\$ 144,069,660</u></u>

See accompanying Notes to Basic Financial Statements.

**VALLEY-WIDE RECREATION AND PARK DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2025**

		Special Revenue Funds			
		Meniffee Landscape Maintenance District	Meniffee North Landscape Maintenance District	French Valley Landscape Maintenance District	French Valley CFD
	General Fund				
ASSETS					
Cash and Investments	\$ 8,084,773	\$ 156,969	\$ 1,435,344	\$ 4,269,383	\$ 6,357,246
Restricted Cash	714,024	-	-	-	-
Accounts Receivable	93,950	16,801	32,058	9,236	2,235
Taxes Receivable	155,961	34,692	38,661	83,349	41,936
Inventory	2,557	-	-	-	-
Intergovernmental Receivable	149,201	62,169	-	49,431	9,327
Due from Other Funds	1,492,063	-	-	-	-
Interest Receivable	43,975	1,130	1	18,128	28,406
Prepaid Items	19,734	1,800	425	6,336	1,285
Total Assets	\$ 10,756,238	\$ 273,561	\$ 1,506,489	\$ 4,435,863	\$ 6,440,435
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES					
LIABILITIES					
Accounts Payable and Accrued Liabilities	\$ 818,059	\$ 249,707	\$ 240,885	\$ 515,373	\$ 248,939
Due to Other Funds	-	1,376,656	-	-	-
Total Liabilities	818,059	1,626,363	240,885	515,373	248,939
DEFERRED INFLOWS OF RESOURCES					
Unavailable Revenues	71,099	16,149	21,855	54,580	-
Future Revenues	847,374	-	-	-	-
Total Deferred Inflows of Resources	918,473	16,149	21,855	54,580	-
FUND BALANCES					
Nonspendable:					
Prepaid Items	19,734	1,800	425	6,336	1,285
Inventory	2,557	-	-	-	-
Restricted for:					
Pension	714,024	-	-	-	-
Parks and Recreation	-	-	1,243,324	3,859,574	6,190,211
Unassigned	8,283,391	(1,370,751)	-	-	-
Total Fund Balances	9,019,706	(1,368,951)	1,243,749	3,865,910	6,191,496
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 10,756,238	\$ 273,561	\$ 1,506,489	\$ 4,435,863	\$ 6,440,435

See accompanying Notes to Basic Financial Statements.

**VALLEY-WIDE RECREATION AND PARK DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS (CONTINUED)
JUNE 30, 2025**

	Capital Projects Fund	Nonmajor Governmental Funds	Total Governmental Funds
ASSETS			
Cash and Investments	\$ -	\$ 9,734,142	\$ 30,037,857
Restricted Cash	8,933,425	-	9,647,449
Accounts Receivable	-	1,435	155,715
Taxes Receivable	-	41,498	396,097
Inventory	-	-	2,557
Intergovernmental Receivable	-	9,174	279,302
Due from Other Funds	-	-	1,492,063
Interest Receivable	54,001	20,093	165,734
Prepaid Items	-	500	30,080
Total Assets	\$ 8,987,426	\$ 9,806,842	\$ 42,206,854
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES			
LIABILITIES			
Accounts Payable and Accrued Liabilities	\$ 5,469	\$ 232,572	\$ 2,311,004
Due to Other Funds	-	115,407	1,492,063
Total Liabilities	5,469	347,979	3,803,067
DEFERRED INFLOWS OF RESOURCES			
Unavailable Revenues	-	23,233	186,916
Future Revenues	-	-	847,374
Total Deferred Inflows of Resources	-	23,233	1,034,290
FUND BALANCES			
Nonspendable:			
Prepaid Items	-	500	30,080
Inventory	-	-	2,557
Restricted for:			
Pension	-	-	714,024
Parks and Recreation	8,981,957	9,550,736	29,825,802
Unassigned	-	(115,606)	6,797,034
Total Fund Balances	8,981,957	9,435,630	37,369,497
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 8,987,426	\$ 9,806,842	\$ 42,206,854

See accompanying Notes to Basic Financial Statements.

**VALLEY-WIDE RECREATION AND PARK DISTRICT
RECONCILIATION OF BALANCE SHEET OF GOVERNMENTAL
FUNDS TO STATEMENT OF NET POSITION
JUNE 30, 2025**

Fund Balances for Governmental Funds	\$ 37,369,497
--------------------------------------	---------------

Amounts reported for governmental activities in the statement of net position are different because:

Capital assets used in governmental funds are not financial resources and therefore are not reported in governmental funds (net of accumulated depreciation/amortization).	116,664,770
--	-------------

Long-term liabilities applicable to the governmental activities are not due and payable in the current period and accordingly are not reported as fund liabilities. All liabilities, both current and long term, are reported in the statement of net position:

Lease Payable	(69,322)	
Compensated Absences	(252,018)	(321,340)

OPEB related debts applicable to the District's governmental activities are not due and payable in the current period and accordingly are not reported as fund liabilities. Deferred outflows of resources and deferred inflows of resources related to OPEB are only reported in the statement of net position as the changes in these amounts affect only the government-wide statements for governmental activities.

Deferred Outflows of Resources	1,327,287	
Deferred Inflows of Resources	(2,601,664)	
Net OPEB Liability	(4,817,645)	
Total		(6,092,022)

Certain receivables are not available and are not recognized as revenue on the full-accrual basis and therefore are not reported in the fund statements.	186,916
--	---------

Pension related debts applicable to the District's governmental activities are not due and payable in the current period and accordingly are not reported as fund liabilities. Deferred outflows of resources and deferred inflows of resources related to pension are only reported in the statement of net position as the changes in these amounts affect only the government-wide statements for governmental activities:

Deferred Outflows of Resources	1,914,666	
Deferred Inflows of Resources	(82,182)	
Net Pension Liability	(5,570,645)	
Total		(3,738,161)

Net Position of Governmental Activities	\$ 144,069,660
---	----------------

See accompanying Notes to Basic Financial Statements.

**VALLEY-WIDE RECREATION AND PARK DISTRICT
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES – GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2025**

	General Fund	Special Revenue Funds			
		Menifee Landscape Maintenance District	Menifee North Landscape Maintenance District	French Valley Landscape Maintenance District	French Valley CFD
REVENUES					
Taxes	\$ 2,907,075	\$ -	\$ -	\$ -	\$ -
Revenues from Use of Money and Property	650,173	164,557	5,728	344,860	155,772
Intergovernmental Revenues	925,928	-	-	-	-
Charges for Services	2,276,136	2,574,536	3,294,730	6,264,031	3,696,057
In-Lieu Fees	-	-	-	-	-
Other Revenues	2,812,201	-	54,806	-	21,343
Total Revenues	9,571,513	2,739,093	3,355,264	6,608,891	3,873,172
EXPENDITURES					
Current:					
General Government	2,758,597	704,217	678,330	1,305,124	698,292
Parks and Recreation	3,750,062	425,286	322	464,796	5,115
Public Works - Landscape Maintenance	2,988,227	2,104,001	2,382,375	5,131,453	2,340,002
Capital Outlay	89,886	15,188	-	13,016	1,732
Debt Service:					
Principal	32,825	6,007	-	1,553	-
Interest and Fiscal Charges	1,196	171	-	85	-
Total Expenditures	9,620,793	3,254,870	3,061,027	6,916,027	3,045,141
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(49,280)	(515,777)	294,237	(307,136)	828,031
OTHER FINANCING SOURCES					
Lease Issuance	59,150	12,022	-	7,955	-
Total Other Financing Sources	59,150	12,022	-	7,955	-
NET CHANGES IN FUND BALANCES	9,870	(503,755)	294,237	(299,181)	828,031
Fund Balances - Beginning of Year	9,009,836	(865,196)	949,512	4,165,091	5,363,465
FUND BALANCES - END OF YEAR	<u>\$ 9,019,706</u>	<u>\$ (1,368,951)</u>	<u>\$ 1,243,749</u>	<u>\$ 3,865,910</u>	<u>\$ 6,191,496</u>

See accompanying Notes to Basic Financial Statements.

**VALLEY-WIDE RECREATION AND PARK DISTRICT
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES – GOVERNMENTAL FUNDS (CONTINUED)
YEAR ENDED JUNE 30, 2025**

	Capital Projects Fund	Nonmajor Governmental Funds	Total Governmental Funds
REVENUES			
Taxes	\$ -	\$ -	\$ 2,907,075
Revenues from Use of Money and Property	268,457	186,404	1,775,951
Intergovernmental Revenues	-	-	925,928
Charges for Services	-	5,856,014	23,961,504
In-Lieu Fees	1,045,140	-	1,045,140
Other Revenues	502,802	-	3,391,152
Total Revenues	1,816,399	6,042,418	34,006,750
EXPENDITURES			
General Government	-	1,529,274	7,673,834
Parks and Recreation	-	-	4,645,581
Public Works - Landscape Maintenance	-	1,791,282	16,737,340
Capital Outlay	985,085	-	1,104,907
Debt Service:			
Principal	-	-	40,385
Interest and Fiscal Charges	-	-	1,452
Total Expenditures	985,085	3,320,556	30,203,499
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	831,314	2,721,862	3,803,251
OTHER FINANCING SOURCES			
Lease Issuance	-	-	79,127
Total Other Financing Sources	-	-	79,127
NET CHANGES IN FUND BALANCES	831,314	2,721,862	3,882,378
Fund Balances - Beginning of Year	8,150,643	6,713,768	33,487,119
FUND BALANCES - END OF YEAR	<u>\$ 8,981,957</u>	<u>\$ 9,435,630</u>	<u>\$ 37,369,497</u>

See accompanying Notes to Basic Financial Statements.

**VALLEY-WIDE RECREATION AND PARK DISTRICT
RECONCILIATION OF STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES OF GOVERNMENTAL FUNDS TO STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2025**

Net Changes in Fund Balances - Total Governmental Funds \$ 3,882,378

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

Governmental funds report capital assets acquisitions as expenditures.
However, in the statement of activities, the cost of those assets are
allocated over their estimated useful lives and reported as depreciation/
amortization expense.

Capital Assets Acquisition	1,062,545	
Depreciation/Amortization Expense	<u>(4,026,647)</u>	
Total		(2,964,102)

Taxes and special assessment revenues in the statement of activities differ
from the amounts reported in governmental funds due to accrued property
taxes received after the availability period for governmental funds. 52,578

The issuance of long-term liabilities provides current financial resources to
governmental funds, while the repayment of the principal of long-term liabilities
consumes current financial resources of governmental funds. However, these
transactions have no effect on net position:

Lease Issuance	(79,127)	
Principal Payment	40,385	
Net Change in Compensated Absences Payable	<u>(40,224)</u>	
		(78,966)

Pension expense reported in the governmental funds includes the annual required
contributions. In the statement of activities, pension expense includes the change
in the net pension liability and related change in pension amounts for deferred
outflows of resources and deferred inflows of resources. (268,779)

OPEB expense reported in the governmental funds includes the annual required
contributions. In the statement of activities, pension expense includes the change
in the net OPEB liability and related change in pension amounts for deferred
outflows of resources and deferred inflows of resources. (136,462)

Changes in Net Position of Governmental Activities \$ 486,647

See accompanying Notes to Basic Financial Statements.

**VALLEY-WIDE RECREATION AND PARK DISTRICT
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUND
JUNE 30, 2025**

	Other Postemployment Benefit Trust Fund
ASSETS	
Restricted Cash and Investments	<u>\$ 718,362</u>
Total Current Assets	<u><u>\$ 718,362</u></u>
NET POSITION	
Restricted for OPEB	<u>\$ 718,362</u>
Total Net Position	<u><u>\$ 718,362</u></u>

See accompanying Notes to Basic Financial Statements.

**VALLEY-WIDE RECREATION AND PARK DISTRICT
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUND
YEAR ENDED JUNE 30, 2025**

	Other Postemployment Benefit Trust Fund
ADDITIONS	
Contributions Employer	\$ 130,000
Investment Earnings	<u>65,660</u>
Total Additions	195,660
DEDUCTIONS	
Fees	<u>665</u>
Total Additions	<u>665</u>
CHANGE IN NET POSITION	194,995
Net Position - Beginning of Year	<u>523,367</u>
NET POSITION - END OF YEAR	<u><u>\$ 718,362</u></u>

See accompanying Notes to Basic Financial Statements.

VALLEY-WIDE RECREATION AND PARK DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 1 REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

Valley-Wide Recreation and Park District (the District) was incorporated on July 27, 1972, under the statutory authority of the State of California Public Resources Code Section 5780 as a recreation and park district in western Riverside County, California. As required by accounting principles generally accepted in the United States of America, these financial statements present the District and its component units, entities for which the District is considered financially accountable.

A component unit is included in the primary government's financial statements if the District appoints a voting majority of the component unit's governing body and (1) it is able to impose its will on the component unit, or (2) there is a potential for the component unit to provide specific financial benefits to, or impose specific financial burdens on, the District. The component unit discussed below is controlled by common governing boards, which are substantively the same as the District's governing boards. In addition, the component units provide services or other benefits almost entirely to the District, and there is a potential for the component unit to impose financial burden on the District. Therefore, the component unit is presented as blended component unit for financial reporting purposes. The component unit has the same fiscal year-end as the District. The blended component unit discussed below, although a legally separate entity, is in substance part of the government operation and has been combined herein.

The Valley-Wide Recreation Foundation (Foundation) was incorporated on September 29, 1980, as a nonprofit public benefit corporation under the State of California Nonprofit Public Benefit Corporation Law. The Foundation was organized for the purposes of rendering assistance to the District by acquiring, constructing, and financing recreation and park improvements, buildings, and the acquisition of land and related facilities for the use, benefit, and enjoyment of the public. The Foundation had no transactions during the year and has no assets or liabilities as of June 30, 2025.

B. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the District and its component unit. For the most part, the effect of interfund activity has been removed from these statements.

Likewise, the primary government (including its blended component units) is reported separately from discretely presented component units for which the primary government is financially accountable. The District has no discretely presented component units. Certain eliminations have been made as prescribed by Governmental Accounting Standards Board (GASB) Statement No. 34 in regard to interfund activities, payables, and receivables. All internal balances in the statement of net position have been eliminated.

VALLEY-WIDE RECREATION AND PARK DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 1 REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(CONTINUED)

B. Government-Wide and Fund Financial Statements (Continued)

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include (1) charges to customers who purchase, use, or directly benefit from goods, services, or privileges provided by a given function and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not properly included among program revenues are reported instead as general revenues.

The underlying accounting system of the District is organized and operated on the basis of separate funds, each of which is considered to be a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, deferred inflows of resources, fund equity, revenues, and expenditures or expenses, as appropriate. Governmental resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

Separate financial statements for the District's governmental funds and fiduciary fund are presented after the government-wide financial statements. These statements display information about major funds individually and other governmental funds in the aggregate for governmental funds.

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

Measurement focus is a term used to describe "which" transactions are recorded within the various financial statements. Basis of accounting refers to "when" transactions are recorded regardless of the measurement focus applied.

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Under the economic resources measurement focus, all assets, deferred outflows of resources, liabilities, and deferred inflows of resources (whether current or noncurrent) associated with their activity are included on their statement of net position. Operating statements present increases (revenues) and decreases (expenses) in total net position. Under the accrual basis of accounting, revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

VALLEY-WIDE RECREATION AND PARK DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 1 REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(CONTINUED)

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation
(Continued)

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under the current financial resources measurement focus, only current assets, current liabilities, and deferred inflows of resources are generally included on their balance sheets. The reported fund balance is considered to be a measure of “available spendable resources.” Governmental fund operating statements present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in fund balance. Accordingly, they are said to present a summary of sources and uses of “available spendable resources” during a period.

Under the modified accrual basis of accounting, revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service principal and interest expenditures on general long-term debt, including lease liabilities, as well as expenditures related to compensated absences, postemployment benefits and asset retirement obligations are recognized based on specific accounting rules applicable to each, generally when payment is due. Property taxes and interest associated with the current fiscal period are all considered to be susceptible to accrual and so are recognized as revenues of the current fiscal period. General capital asset acquisitions, including entering into contracts giving the District the right to use lease assets, are reported as expenditures in governmental funds. Issuance of long-term debt and financing through leases are reported as other financing sources.

Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the District.

VALLEY-WIDE RECREATION AND PARK DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 1 REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(CONTINUED)

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation
(Continued)

The funds designated as major funds are determined by a mathematical calculation consistent with GASB Statement No. 34. The District reports the following major governmental funds:

The *General Fund* is the primary operating fund. It accounts for and reports all financial resources of the general government, except those not accounted for and reported in another fund.

The *Menifee Landscape Maintenance District (MLMD) Special Revenue Fund* accounts for and reports the proceeds of specific revenue sources that are restricted or committed to expenditure for the administration and maintenance of the improvements within the legal boundaries of MLMD.

The *Menifee North Landscape Maintenance District (MNLMD) Special Revenue Fund* accounts for and reports the proceeds of specific revenue sources that are restricted or committed to expenditure for the administration and maintenance of the improvements within the legal boundaries of MNLMD.

The *French Valley Landscape Maintenance District (FVLMD) Special Revenue Fund* accounts for and reports the proceeds of specific revenue sources that are restricted or committed to expenditure for the administration and maintenance of the improvements within the legal boundaries of FVLMD.

The *French Valley Community Facilities District (FVCFD) Special Revenue Fund* accounts for and reports the proceeds of specific revenue sources that are restricted or committed to expenditure for the administration and maintenance of the improvements within the legal boundaries of FVCFD.

The *Capital Projects Fund* accounts for and reports financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities or other capital assets.

The District's fund structure also includes the following fund types:

Special Revenue Funds that are used to account for the proceeds of specific revenue sources that are legally restricted for specified purposes.

Other Postemployment Benefit Trust Fiduciary Fund that is used to account for resources that are held in an irrevocable trust for the benefit of participants in the District's other postemployment benefit plan.

VALLEY-WIDE RECREATION AND PARK DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 1 REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(CONTINUED)

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation
(Continued)

Amounts reported as program revenues include (1) fees and charges to customers, applicants, and citizens; (2) operating grants and contributions; and (3) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. General revenues include all taxes. Program revenues and expenditures are classified by function. Each function is defined as a major department with a department head and separate budget.

D. Investments

Investments are reported in the accompanying balance sheet at fair value or amortized cost. Changes in fair value that occur during a fiscal year are recognized as revenues from use of money and property. Revenues from use of money and property include interest earnings, any gains or losses realized upon liquidation, maturity, or sale of investments.

The District pools investments of all funds. Each fund's share in this pool is displayed in the accompanying financial statements as investments. Investment income earned by the pooled investments is allocated to the various funds on a quarterly basis based on each fund's average cash and investment balance.

E. Receivables

Management estimates all receivables at June 30, 2025, to be collectable, as any receivables deemed uncollectable have been written off.

F. Restricted Assets

Mandatory segregations of assets are presented as restricted assets. Such segregations are required by resolution and other external parties. Current liabilities payable from these restricted assets are so classified.

G. Capital Assets

The District's capital assets that have an estimated useful life greater than one year are valued at historical cost or estimated historical cost if actual historical cost is not available. Capital assets include land and buildings, vehicles, computers, equipment, and right-to-use assets. Donated capital assets are valued at their acquisition value on the date donated. The cost of normal maintenance and repairs that does not add to the value of the assets or materially extend asset lives is not capitalized. Construction-in-progress costs are capitalized and transferred to their respective fixed asset category upon completion of the project.

**VALLEY-WIDE RECREATION AND PARK DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025**

**NOTE 1 REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(CONTINUED)**

G. Capital Assets (Continued)

The District's policy has set the capitalization threshold for reporting capital assets as follows:

Buildings	\$50,000
Improvements other than Buildings	25,000
Equipment (except Vehicles)	10,000
Vehicles	5,000

Land and construction in progress are not depreciated. Depreciation/amortization is recorded on a straight-line basis over the useful lives of the other capital assets as follows:

Buildings	50 Years
Improvements other than Buildings	25 Years
Equipment and Vehicles	5 to 20 Years

Right-to-use lease assets are initially measured at the present value of payments expected to be made during the lease term, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs. Subsequently, the lease asset is amortized in a systematic and rational manner over the shorter of the lease term or the useful life of the underlying asset.

H. Compensated Absences

The District's personnel policies provide for accumulation of vacation and sick leave (employee benefits). The liability for compensated absences consists of leave that has not been used that is attributable to services already rendered, accumulates and is more likely than not to be used for time off or otherwise paid in cash or settled through noncash means. The liability also includes amounts for leave that has been used for time off but has not yet been paid in cash or settled through noncash means and certain other types of leave.

I. Property Taxes

Under California law, property taxes are assessed and collected by the counties for up to 1% of the assessed value, plus other increases approved by the voters. The property taxes go into a pool and are then allocated to the governmental entities based on complex formulas. Accordingly, the District accrues only those taxes that are received within 60 days after year-end.

Lien Date	January 1
Levy Date	July 1
Due Dates	November 1 and February 1
Delinquent Dates	December 11 and April 11

VALLEY-WIDE RECREATION AND PARK DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 1 REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(CONTINUED)

J. Deferred Outflows/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 future periods, and it will not be recognized as an outflow of resources (expense) until that time. The District has the following items that qualify for reporting in this category:

- Deferred outflows related to pensions and other postemployment benefits (OPEB) for employer contributions made after the measurement date of the net pension liability and net OPEB liability.
- Deferred outflows related to pensions and OPEB for differences between expected and actual experiences. These amounts are amortized over a closed period equal to the average of the expected remaining service lives of all employee that are provided with pensions and OPEB through the plans.
- Deferred outflows related to pensions for changes in proportion and differences between employer contributions and proportionate share of contributions. This amount is amortized over a closed period equal to the average of the expected remaining services lives of all employees that are provided with pensions through the plans.
- Deferred outflows related to pensions and OPEB for changes in assumptions. These amounts are amortized over a closed period equal to the average of the expected remaining services lives of all employees that are provided with pension and OPEB through the plans.
- Deferred outflows from pensions resulting from the difference in projected and actual earnings on investments of the pension plan fiduciary net position. This amount is amortized over five years.

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 future periods, and it will not be recognized as an inflow of resources (revenue) until that time. The District has the following that qualify for reporting in this category:

- Deferred inflows from unavailable revenues, which arise only under a modified accrual basis of accounting, are reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from two sources, which are taxes and grants. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

VALLEY-WIDE RECREATION AND PARK DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 1 REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(CONTINUED)

J. Deferred Outflows/Inflows of Resources (Continued)

- Deferred inflows resulting from sale of future rent revenues. the District entered into agreements under which the District sold its rights to rental payments under certain lease agreements for certain real property. The deferred inflow of resources is recognized as revenue over the life of the agreements.
- Deferred inflows related to pension and OPEB for differences between expected and actual experiences. This amount is amortized over a closed period equal to the average of the expected remaining service lives of all employees that are provided with pension and OPEB through the plan.
- Deferred inflows from OPEB resulting from changes in assumptions. This amount is amortized over a closed period equal to the average of the expected remaining services lives of all employees that are provided with OPEB through the plan.
- Deferred inflows related to pensions for changes in proportion and differences between employer contributions and proportionate share of contributions. This amount is amortized over a closed period equal to the average of the expected remaining services lives of all employees that are provided with pensions through the plans.

K. Net Position Classification

Net position of the District is classified into three components - net investment in capital assets, restricted, and unrestricted. These classifications are defined as follows:

Net Investment in Capital Assets – This component of net position consists of capital assets, including restricted capital assets, net of accumulated depreciation/amortization and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets

Restricted – This component of net position consists of constraints placed on net position use through external constraints imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments or constraints imposed by law through constitutional provisions or enabling legislation.

Unrestricted – This component of net position consists of net position that does not meet the definition of “restricted” or “net investment in capital assets.”

When both restricted and unrestricted resources are available for use, it is the District’s policy to use restricted resources first, then unrestricted resources as they are needed

VALLEY-WIDE RECREATION AND PARK DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 1 REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(CONTINUED)

L. Fund Balances

The fund balances reported on the fund statements consist of the following categories:

Nonspendable – This classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally contractually required to be maintained intact.

Restricted – This classification includes amounts that can be spent only for specific purposes stipulated by constitutional, external resource providers, or through enabling legislation. The District receives funding from Quimby Fees, which is accounted for in the capital projects fund. Quimby Fee expenditures are restricted in use by the Quimby Act of 1975. Revenues guaranteed through the Quimby Act cannot be used for the operation and maintenance of park facilities.

Committed – This classification includes amounts that can be used only for the specific purposes determined by a formal action of the District's Board of Directors.

Assigned – This classification includes amounts to be used by the government, authorized by the Board of Directors for specific purposes, but they do not meet the criteria to be classified as restricted or committed. In governmental funds, other than the general fund, assigned fund balance represents the remaining amount that is not restricted or committed.

Unassigned – This classification includes the residual balance for the government's general fund and includes all spendable amounts not contained in other classifications. In other funds, the unassigned classification is used only to report a deficit balance resulting from overspending for specific purposes for which amounts had been restricted, committed, or assigned.

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

M. Pensions

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

**VALLEY-WIDE RECREATION AND PARK DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025**

**NOTE 1 REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(CONTINUED)**

N. Use of Estimates

The preparation of financial statements in accordance with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets, deferred inflows and outflows of resources and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses/expenditures during the reporting period. Actual results could differ from those estimates.

NOTE 2 CASH AND INVESTMENTS

Cash and investments at June 30, 2025, are reported in the accompanying basic financial statements as follows:

	Governmental Activities	Other Postemployment Benefit Trust Fund	Total
Statement of Net Position:			
Cash and Investments	\$ 30,037,857	\$ -	\$ 30,037,857
Restricted:			
Cash and Investments	9,647,449	718,362	10,365,811
Total Cash and Investments	<u>\$ 39,685,306</u>	<u>\$ 718,362</u>	<u>\$ 40,403,668</u>

Cash and investments at June 30, 2025, consisted of the following:

Petty Cash	\$ 2,463
Deposits with Financial Institutions	14,911,754
Investments	25,489,451
Total Cash and Investments	<u>\$ 40,403,668</u>

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

The table below identifies the investment types that are authorized for the District by the California Government Code (or the District's investment policy, where more restrictive). The table also identifies certain provisions of the California Government Code (or the District's investment policy, where more restrictive) that address interest rate risk, credit risk, and concentration of credit risk. This table does not address investments of the employer contributions to the pension and OPEB trusts that are governed by the trust agreements, rather than the general provisions of the California Government Code or the District's investment policy

VALLEY-WIDE RECREATION AND PARK DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 2 CASH AND INVESTMENTS (CONTINUED)

A. Investments Authorized by the California Government Code and the District's Investment Policy (Continued)

Authorized Investment Type	Maximum Maturity	Maximum Amount or Percentage Allowed	Maximum Investment in One Issuer
U.S. Treasury Bills, Bonds, and Notes	5 Years	None	None
U.S. Government-Sponsored Entities	5 Years	None	None
Banker's Acceptance Notes	180 Days	40%	None
State of California Notes or Bonds	5 Years	None	None
Repurchase Agreements	1 Year	None	None
Riverside County Investment Pool	N/A	None	None
Medium-Term Corporate Notes	5 Years	30%	30%
Commercial Paper	270 Days	25%	20%
Local Agency Investment Fund	N/A	None	None
Money Market Mutual Funds	N/A	20%	20%

N/A = Not Applicable

B. Disclosures Relating to Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates that will adversely affect the fair value of an investment. Generally, the longer the maturity an investment has, the greater the sensitivity of its fair value to changes in market interest rates. One of the ways that the District manages its exposure to interest rate risk is by purchasing a combination of shorter term and longer term investments and by timing cash flows from maturities so that a portion of the portfolio is maturing or coming close to maturity evenly over time as necessary to provide the cash flow and liquidity needed for operations.

Information about the sensitivity of the fair values of the District's investments to market interest rate fluctuations is provided by the following table that shows the distribution of the District's investments by maturity:

Investment Type	12 Months or Less
Local Agency Investment Fund	\$ 11,625,204
Riverside County Investment Pool	320,605
Certificate of Deposit	12,119,262
OPEB Trust:	
Mutual Funds	136,438
Exchange-Traded Funds	578,001
Pension Trust:	
Mutual Funds	135,505
Exchange Traded Funds	574,436
Total	<u>\$ 25,489,451</u>

VALLEY-WIDE RECREATION AND PARK DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 2 CASH AND INVESTMENTS (CONTINUED)

C. Disclosures Relating to Credit Risk

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. At June 30, 2025, the District's investment in the Riverside County Investment Pool is rated AA+ by Fitch Ratings and the investment in the Local Agency Investment Fund (LAIF), OPEB Trust and Pension Trusts are not rated.

D. Concentration of Credit Risk

The investment policy of the District contains no limitations on the amount that can be invested in any one issuer beyond that stipulated by the California Government Code. As of and during the year ended June 30, 2025, the District had no investments in any one issuer that represented 5% or more of total District investments.

E. Custodial Credit Risk

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty (e.g., broker-dealer) to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party. The California Government Code and the District's investment policy do not contain legal or policy requirements that would limit the exposure to custodial credit risk for deposits or investments, other than the following provision for deposits: The California Government Code requires that a financial institution secure deposits made by state or local governmental units by pledging securities in an undivided collateral pool held by a depository regulated under state law (unless so waived by the governmental unit). The market value of the pledged securities in the collateral pool must equal at least 110% of the total amount deposited by the public agencies. California law also allows financial institutions to secure District deposits by pledging first trust deed mortgage notes having a value of 150% of the secured public deposits. As of June 30, 2025, all the District's deposits with financial institutions were covered by federal depository insurance limits or were held in collateralized accounts.

**VALLEY-WIDE RECREATION AND PARK DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 2 CASH AND INVESTMENTS (CONTINUED)

F. Investments in State Investment Pool

The District is a voluntary participant in the LAIF that is regulated by California Government Code Section 16429 under the oversight of the Treasurer of the state of California. LAIF is overseen by the Local Agency Investment Advisory Board, which consists of five members, in accordance with state statute. The State Treasurer's Office audits the fund annually. The fair value of the District's investment in this pool is reported in the accompanying financial statements at amounts based upon the District's pro rata share of the fair value provided by LAIF for the entire LAIF portfolio (in relation to the amortized cost of that portfolio). The balance available for withdrawal is based on the accounting records maintained by LAIF, which are recorded on an amortized cost basis.

G. Investments in County Investment Pool

The District is a voluntary participant in the County of Riverside Treasurer's Pooled Investment Fund (TPIF) that is regulated by California Government Code Section 16429 under the oversight of the Treasurer of County of Riverside. The fair value of the District's investment in this pool is reported in the accompanying financial statements at amounts based upon the District's pro rata share of the fair value provided by TPIF for the entire TPIF portfolio (in relation to the amortized cost of that portfolio). The balance available for withdrawal is based on the accounting records maintained by TPIF, which are recorded on an amortized cost basis.

H. Fair Value Measurements

The District categorizes its fair value measurements within the fair value hierarchy established by accounting principles generally accepted in the United States of America. The hierarchy is based on the relative inputs used to measure the fair value of the investments. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). The District's investments in mutual funds and exchange traded funds are categorized a Level 1 investments while investments in the Riverside County Investment Pool and LAIF are not subject to the fair value hierarchy.

NOTE 3 RESTRICTED ASSETS

The components of restricted assets at June 30, 2025, are as follows:

Cash and Investments:

Section 115 Pension Trust Fund	\$ 714,024
Quimby Fees	8,933,425
Total	<u>\$ 9,647,449</u>

Interest Receivable:

Quimby Fees	<u>\$ 54,001</u>
-------------	------------------

VALLEY-WIDE RECREATION AND PARK DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 4 CAPITAL ASSETS

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

	Balance at July 1, 2024	Additions	Deletions	Transfers*	Balance at June 30, 2025
Capital Assets, Not Being Depreciated:					
Land	\$ 30,475,041	\$ -	\$ -	\$ -	\$ 30,475,041
Historical Automobile	22,900	-	-	-	22,900
Construction in Progress	4,613,775	383,461	-	(3,571,657)	1,425,579
Total Capital Assets, Not Being Depreciated	35,111,716	383,461	-	(3,571,657)	31,923,520
Capital Assets, Being Depreciated/Amortized:					
Building and Improvements	126,584,048	599,957	-	3,571,657	130,755,662
Equipment	745,630	-	-	-	745,630
Vehicles	400,511	-	-	-	400,511
Leased Assets:					
Equipment	9,073	79,127	-	-	88,200
Vehicle	116,377	-	(116,377)	-	-
Total Capital Assets, Being Depreciated/Amortized	127,855,639	679,084	(116,377)	3,571,657	131,990,003
Less: Accumulated Depreciation for:					
Building and Improvements	(42,633,278)	(3,910,221)	-	-	(46,543,499)
Equipment	(337,139)	(57,521)	-	-	(394,660)
Vehicles	(271,767)	(19,372)	-	-	(291,139)
Less: Accumulated Amortization for:					
Leased Assets:					
Equipment	(1,815)	(17,640)	-	-	(19,455)
Vehicle	(94,484)	(21,893)	116,377	-	-
Total Accumulated Depreciation/Amortization	(43,338,483)	(4,026,647)	116,377	-	(47,248,753)
Total Capital Assets, Being Depreciated/Amortized, Net	84,517,156	(3,347,563)	-	3,571,657	84,741,250
Total Governmental Activities Capital Assets, Net	\$ 119,628,872	\$ (2,964,102)	\$ -	\$ -	\$ 116,664,770

Depreciation/amortization expense was charged in the following functions in the statement of activities for the year ended June 30, 2025, as follows:

General Government	\$ 53,790
Parks And Recreation	3,916,714
Public Works - Landscape Maintenance	56,143
Total Depreciation/Amortization	<u>\$ 4,026,647</u>

VALLEY-WIDE RECREATION AND PARK DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 5 LONG-TERM LIABILITIES

A summary of changes in the long-term liabilities of the District for the year ended June 30, 2025, is as follows:

	Balance at July 1, 2024	Additions	Deletions	Balance at June 30, 2025	Due Within One Year
Lease Payable	\$ 30,580	\$ 79,127	\$ (40,385)	\$ 69,322	\$ 17,447
Compensated Absences ^{(1) (2)}	211,794	40,224	-	252,018	22,705
Total Long-Term Debt	<u>\$ 242,374</u>	<u>\$ 119,351</u>	<u>\$ (40,385)</u>	<u>\$ 321,340</u>	<u>\$ 40,152</u>

(1) The beginning balance was restated due to the implementation of GASB Statement No. 101, See Note XX.

(2) The change in the compensated absence liability is presented as a net change.

Lease Payable

The District leases office equipment and vehicles for various terms under long-term, noncancelable lease agreements. The leases expire at various dates through 2028. Total future minimum lease payments under lease agreements are as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2026	\$ 17,447	\$ 840	\$ 18,287
2027	17,704	583	18,287
2028	17,965	322	18,287
2029	16,206	89	16,295
Totals	<u>\$ 69,322</u>	<u>\$ 1,834</u>	<u>\$ 71,156</u>

NOTE 6 INSURANCE JOINT POWERS AGENCY

The District is a member of the California Association for Park and Recreation Indemnity (CAPRI), a joint powers agency composed of California Special Districts. Each member District pays for its proportionate share of its individually contracted insurance coverage.

The District is insured against claims and judgments for public liability and workers' compensation with insurance coverage as follows:

	Insurance Per Occurrence	Excess Coverage Per Occurrence Over Insurance Retention
General Liability (Including Automobile)	\$ 1,000,000	\$ 24,000,000
Public Officials and Employee	1,000,000	25,000,000
Workers' Compensation	350,000	State Statutory Limits

VALLEY-WIDE RECREATION AND PARK DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 6 INSURANCE JOINT POWERS AGENCY (CONTINUED)

Under the terms of the District's agreement, CAPRI acts as servicing agent in administering the workers' compensation claims program. Settled claims have not exceeded any of the District's coverage amounts in any of the last three fiscal years, and there were no reductions in the District's insurance coverage during the year ended June 30, 2025. The District's insurance coverage with CAPRI also includes general liability (casualty), automotive, property, and excess umbrella liability. There is no deductible on the general and automobile liability insurance or workers' compensation. There is a \$5,000 deductible for employment liability claims.

The District has an all-risk property loss coverage including boiler and machinery coverage, which has a limit of \$1,000,000,000 per occurrence shared by the membership with an excess limit of \$100,000,000 (limited to insurable value). There is a \$2,000 deductible per occurrence payable by the District.

In addition, the District has flood insurance coverage with an annual aggregate limit of \$10,000,000 and \$5,000,000, respectively. The deductible for all loss or damage arising from the risk of flood is \$50,000. The deductible for all loss or damage arising from the risk of an earthquake is \$50,000 per occurrence or 5% of the value of the building, contents, and/or structure damaged, whichever is greater.

NOTE 7 PENSION PLANS

A. General Information about the Pension Plans

Plan Description

All qualified permanent and probationary employees are eligible to participate in the District's 2.5% at 55 (Tier 1 Miscellaneous Plan), the 2.0% at 60 (Tier 2 Miscellaneous Plan), and 2.0% at 62 (California Public Employees' Pension Reform Act (PEPRA) Miscellaneous Plan) employee pension plans, which are cost-sharing multiple employer defined benefit pension plans administered by CalPERS. Benefit provisions under the plans are established by state statute and District resolution. CalPERS issues publicly available reports that include a full description of the pension plans regarding benefit provisions, assumptions, and membership information that can be found on the CalPERS website.

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 credited service, equal to one year of full-time employment. Members with five years of total service are eligible to retire at age 50 to 62 with statutorily reduced benefits. All members are eligible for nonindustrial disability benefits after five years of service. The death benefit is one of the following: the Basic Death Benefit, the 1957 Survivor Benefit, or the Optional Settlement 2W Death Benefit. Cost of living adjustments for each plan are applied as specified by the Public Employees' Retirement Law.

**VALLEY-WIDE RECREATION AND PARK DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 7 PENSION PLANS (CONTINUED)

A. General Information about the Pension Plans (Continued)

Benefits Provided (Continued)

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

	Miscellaneous		
	Tier 1 Plan	Tier 2 Plan	PEPRA Plan
Benefit Formula	2.5% @ 55	2.0% @ 60	2.0% @ 62
Benefit Vesting Schedule	Five Years of Service	Five Years of Service	Five Years of Service
Benefit Payments	Monthly for Life	Monthly for Life	Monthly for Life
Retirement Age	50 to 55	50 to 63	52 to 67
Monthly Benefits, as a Percentage of Eligible Compensation	2.000% to 2.500%	1.092% to 2.418%	1.000% to 2.500%
Required Employee Contribution Rates	7.96%	6.93%	7.75%
Required Employer Contribution Rates			
Normal Cost Rate	14.13%	10.15%	7.87%
Payment of Unfunded Liability	\$ 451,549	\$ 5,531	\$ 3,119

Contributions

Section 20814(c) of the California Public Employees' Retirement Law requires that the employer contribution rates for all public employers are determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate. Total plan contributions are determined through CalPERS's annual actuarial valuation process. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The District is required to contribute the difference between the actuarially determined rate and the contribution rate of employees. District contribution rates may change if plan contracts are amended. Payments made by the employer to satisfy contribution requirements that are identified by pension plan terms as plan member contributions requirements are classified as plan member contributions. For the fiscal year ended June 30, 2025, the District contributed \$842,224.

VALLEY-WIDE RECREATION AND PARK DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 7 PENSION PLANS (CONTINUED)

B. 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 net pension liability of all plans as follows:

	Proportionate Share Net Pension Liability
Miscellaneous Plans	<u>\$ 5,570,645</u>

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

The District's proportionate share of the net pension liability for all Plans as of the measurement dates ended June 30, 2024 and 2023, was as follows:

	Miscellaneous
Proportion - June 30, 2023	0.11271%
Proportion - June 30, 2024	0.11518%
Change - Increase	<u>0.00247%</u>

For the year ended June 30, 2025, the District recognized pension expense of \$1,111,003. At June 30, 2025, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Pension Contributions Subsequent to Measurement Date	\$ 842,224	\$ -
Differences between Actual and Expected Experience	481,633	(18,793)
Change in Assumptions	143,177	-
Change in Employer's Proportion and Differences between the Employer's Contributions and the Employer's Proportionate Share of Contributions	126,937	(63,389)
Net Differences between Projected and Actual Earnings on Plan Investments	320,695	-
Total	<u>\$ 1,914,666</u>	<u>\$ (82,182)</u>

VALLEY-WIDE RECREATION AND PARK DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 7 PENSION PLANS (CONTINUED)

B. Pension Liabilities, Pension Expenses, and Deferred Outflows/Inflows of Resources Related to Pensions (Continued)

An amount of \$842,224 reported as deferred outflows of resources related to contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending June 30, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as pension expense as follows:

<u>Year Ending June 30,</u>	<u>Amount</u>
2026	\$ 319,150
2027	759,006
2028	22,004
2029	(109,900)
Total	<u>\$ 990,260</u>

Actuarial Assumptions

The total pension liability for the June 30, 2024, measurement period was determined by an actuarial valuation as of June 30, 2023, with updated procedures used to roll forward the total pension liability to June 30, 2024. The total pension liability was based on the following assumptions:

	<u>Miscellaneous</u>
Valuation Date	June 30, 2023
Measurement Date	June 30, 2024
Actuarial Cost Method	Entry-Age Normal Cost
Actuarial Assumptions:	
Discount Rate	6.90%
Inflation	2.30%
Salary Increases	(a)
Mortality Rate Table	(b)
Postretirement Benefit Increase	(c)

(a) Varies by entry age and service.

(b) The mortality table used was developed based on CalPERS-specific data. The probabilities of mortality are based on the 2021 CalPERS Experience Study for the period from 2001 to 2019. Pre-retirement and Post-retirement mortality rates include generational mortality improvement using 80% of Scale MP-2020 published by the Society of Actuaries. For more details on this table, please refer to the CalPERS Experience Study and Review of Actuarial Assumptions report from November 2021 that can be found on the CalPERS website.

(c) The lesser of contract COLA or 2.30% until Purchasing Power Protection Allowance Floor on purchasing power applies, 2.30% thereafter.

VALLEY-WIDE RECREATION AND PARK DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 7 PENSION PLANS (CONTINUED)

B. Pension Liabilities, Pension Expenses, and Deferred Outflows/Inflows of Resources Related to Pensions (Continued)

Long-Term Expected Rate of Return

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

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

The expected real rates of return by asset class are as follows:

Asset Class (a)	Assumed Asset Allocation	Real Return (a) (b)
Global Equity - Cap-weighted	30.00 %	4.45%
Global Equity - Non-Cap-weighted	12.00 %	3.84%
Private Equity	13.00 %	7.28%
Treasury	5.00 %	0.27%
Mortgage-Backed Securities	5.00 %	0.50%
Investment Grade Corporates	10.00 %	1.56%
High Yield	5.00 %	2.27%
Emerging Market Debt	5.00 %	2.48%
Private Debt	5.00 %	3.57%
Real Assets	15.00 %	3.21%
Leverage	(5.00)%	-0.59%
Total	100.00%	

(a) An expected inflation of 2.30% used for this period

(b) Figures are based on the 2021 Asset Liability Management study.

VALLEY-WIDE RECREATION AND PARK DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 7 PENSION PLANS (CONTINUED)

B. Pension Liabilities, Pension Expenses, and Deferred Outflows/Inflows of Resources Related to Pensions (Continued)

Discount Rate

The discount rate used to measure the total pension liability was 6.9%. 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 Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

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

	Miscellaneous Plan
1% Decrease	5.90 %
Net Pension Liability	\$8,401,568
Current Discount Rate	6.90 %
Net Pension Liability	\$5,570,645
1% Increase	7.90 %
Net Pension Liability	\$3,240,379

Pension Plan Fiduciary Net Position

Detailed information about each pension plan's fiduciary net position is available in the separately issued CalPERS financial reports.

C. Payable to the Pension Plans

At June 30, 2025, the District had no outstanding amounts of contributions to the pension plans required for the year ended June 30, 2025.

**VALLEY-WIDE RECREATION AND PARK DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 8 NET OTHER POSTEMPLOYMENT BENEFITS (OPEB) LIABILITY

A. Plan Description

The District sponsors single employer healthcare coverage under the California Public Employees Medical and Hospital Care Act (PEMHCA), commonly referred to as PERS Health. PEMHCA provides health insurance through a variety of Health Maintenance Organization (HMO) and Preferred Provider Organization (PPO) options.

Those who retire directly from the District with at least 50 years in age and five years of CalPERS service if hired before January 1, 2013, and 52 years in age and five years of CalPERS service if hired on or after January 1, 2013, are eligible.

For administrative personnel, the District contributes the full premium for the retired participant and all eligible dependents. The contribution continues for the lifetime of the retiree and, if applicable, the eligible surviving spouse.

For miscellaneous/clerical, the District contributes to the employee-only premium for the retired participant. The contribution continues for the lifetime of the retiree.

In addition, the District pays the PEMHCA administrative fee. The District does not contribute dental, vision, and life benefits for retirees.

Employees Covered

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

Inactive Employees or Beneficiaries	
Currently Receiving Benefits	11
Active Employees	<u>27</u>
Total	<u><u>38</u></u>

Contributions

Contribution requirements are established by District policy and may be amended by the Board of Directors. For the fiscal year ended June 30, 2025 the District made contributions of \$124,118 in the form of premium payments, \$130,000 to the OPEB Trust and \$56,076 in implicit subsidy benefit payments for a total contribution of \$310,194.

B. Net OPEB Liability

The District's net OPEB liability of \$4,817,645 was measured as of June 30, 2024, and was determined by an actuarial valuation as of June 30, 2024.

Actuarial Assumptions and Other Inputs

The June 30, 2024 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

VALLEY-WIDE RECREATION AND PARK DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 8 OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

B. Net OPEB Liability (Continued)

Actuarial Assumptions and Other Inputs (Continued)

Valuation Date	June 30, 2024
Measurement Date	June 30, 2024
Actuarial Cost Method	Entry Age, Level Percent of Pay
Actuarial Assumptions:	
Discount Rate	5.25%
Projected Salary Increase	2.80%
Inflation Rate	2.30%
Healthcare Cost Trend Rates	(a)
Mortality	(b)

(a) 5.50% for 2024 through 2034; 4.5% for 2035 through 2074; 4.00% for 2075 and later years

(b) Based on CalPERS Public Agency Mortality , with fully generational mortality improvement using 80% of MP-2020 (2021 CalPERS Experience Study)

Long-Term Expected Rate of Return

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

Asset Class (a)	Assumed Asset Allocation	Real Return
Global ex-U.S. Equity	40.00 %	5.90%
U.S. Fixed	60.00 %	0.90%

Discount Rate

The discount rate used to measure the total OPEB liability was 5.25%. The projection of cash flows used to determine the discount rate assumed that the District's contributions would be made at rates equal to the actuarially determined contribution rates. Based on those assumptions, the Plan's fiduciary net position was projected to be available to make all projected OPEB payments for current active and inactive employees, and beneficiaries. Therefore, the long-term expected rate of return on the Plan's investments was applied to all periods of projected benefit payments to determine the total OPEB liability.

Change in Assumption

Discount rate was changed from 3.86% to 5.25%.

VALLEY-WIDE RECREATION AND PARK DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 8 OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

B. Net OPEB Liability (Continued)

Change in Net OPEB Liability

The change in net OPEB liability is as follows:

	Total OPEB Liability	Plan Fiduciary Net Position	Net OPEB Liability
Balance at June 30, 2023 (Measurement Date)	\$ 6,217,988	\$ -	\$ 6,217,988
Changes in the Year:			
Service Cost	398,270	-	398,270
Interest on the Total OPEB Liability	251,991	-	251,991
Changes of Assumptions	(1,138,509)	-	(1,138,509)
Differences between Expected and Actual Experience	(211,057)	-	(211,057)
Contribution - Employer	-	677,671	(677,671)
Net investment income	-	23,481	(23,481)
Benefit Payments	(177,671)	(177,671)	-
Administrative Expenses	-	(114)	114
Net Changes	<u>(876,976)</u>	<u>523,367</u>	<u>(1,400,343)</u>
Balance at June 30, 2024 (Measurement Date)	<u>\$ 5,341,012</u>	<u>\$ 523,367</u>	<u>\$ 4,817,645</u>

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

The following presents the net OPEB liability of the District, calculated using the discount rate for the plan, as well as what the District's net OPEB liability would be if it were calculated using a discount rate that is one percentage point lower (3.25%) or one percentage point higher (4.25%) than the current rate:

	1% Decrease (4.25%)	Discount Rate (5.25%)	1% Increase (3.25%)
Net OPEB Liability	<u>\$ 55,602,788</u>	<u>\$ 4,817,645</u>	<u>\$ 4,174,628</u>

Sensitivity of the net OPEB Liability to Changes in the Discount Rate (Continued)

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

	1% Decrease (4.50% Current, 3.00% Ultimate, 3.00% Medicare)	Current Healthcare Cost Trend Rates (5.50% Current, 4.00% Ultimate, 4.00% Medicare)	1% Increase (6.50% Current, 5.00% Ultimate, 5.00% Medicare)
Net OPEB Liability	<u>\$ 4,091,020</u>	<u>\$ 4,817,645</u>	<u>\$ 5,734,320</u>

**VALLEY-WIDE RECREATION AND PARK DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 8 OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

B. Total OPEB Liability (Continued)

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

For the year ended June 30, 2025, the District recognized OPEB expense of \$447,851. At June 30, 2025, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
OPEB Contributions Subsequent to Measurement Date	\$ 310,194	\$ -
Change in Assumptions	764,621	2,187,236
Differences between Expected and Actual Experience	252,472	403,606
Net differences between Projected and Actual Earnings	-	10,822
Total	<u>\$ 1,327,287</u>	<u>\$ 2,601,664</u>

An amount of \$310,194 reported as deferred outflows of resources resulting from the District's contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability in the fiscal year ending June 30, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized as OPEB expense as follows:

<u>Year Ending June 30,</u>	<u>Amount</u>
2026	\$ (246,911)
2027	(246,911)
2028	(246,911)
2029	(246,909)
2030	(291,539)
Thereafter	(305,390)

C. GASB 74

For the measurement date June 30, 2025, as prescribed by GASB 74, the Total OPEB liability is \$5,696,318, the OPEB plan fiduciary net position is \$718,362 and the Net OPEB liability is \$4,977,956.

VALLEY-WIDE RECREATION AND PARK DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 9 COMMITMENTS AND CONTINGENT LIABILITIES

A. Grant Audit Contingencies

Under the terms of federal and state grants, periodic audits are required and certain costs may be questioned as not being appropriate expenditures under the terms of the grants. Such audits could lead to reimbursement to the grantor agencies. District management believes disallowances, if any, will be immaterial.

B. Litigation

At June 30, 2025, the District is a defendant in certain legal actions in the normal course of operations. Management is not aware of any liability resulting from these actions that will result in a material adverse effect on the District's financial position

NOTE 10 INTERFUND TRANSACTIONS

Individual interfund receivables and payables at June 30, 2025, were as follows:

<u>Receivable Fund</u>	<u>Amount</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	<u>\$ 1,492,063</u>	Menifee Landscape	
		Maintenance District	\$ 1,376,656
		Other Governmental Funds	115,407
			<u>\$ 1,492,063</u>

The above interfund transactions were for short-term borrowings to fund operations.

NOTE 11 INDIVIDUAL FUND DISCLOSURES

The following funds contained deficit fund balances as of June 30, 2025:

	<u>Deficit Amount</u>
Menifee Landscape Maintenance District	
Special Revenue Fund	\$ 1,368,951
Other Governmental Special Revenue Funds:	
Wheatfield Landscape Maintenance District	115,604

The fund balance deficits will be eliminated by future excess revenues over expenditures.

**VALLEY-WIDE RECREATION AND PARK DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 12 COMMUNITY CENTER

On May 17, 2011, the District entered into a lease agreement with the County of Riverside (County). The agreement states that the County will convey its ownership interest in a 12-acre community and childcare center (Center) located at 25625 Briggs Road, Menifee, California, on real property currently owned by the County to the District after a 49-year lease period. The agreement calls for an annual payment of \$1 per year of the lease. The District has the option to purchase the Center for \$1 at the end of the lease. The District agrees to operate and maintain the Center's community center, childcare facility, and park area. Operation and maintenance will be at the sole cost and expense of the District. In the event that the Center is abandoned or no longer used in accordance with the agreement, the Center will revert to the County unless alternate use is approved by the County.

NOTE 13 ELLER PARK

On April 6, 2010, the Park District entered into an agreement with the County for the maintenance and operation of Eller Park located at 25926 Antelope Road in Menifee. All operations at the park will be managed by the District and any and all fees collected for the services and programs shall be retained by the District. This five-acre park has a wide variety of amenities, including a lighted ball field, outdoor basketball courts, running/jogging track, playground equipment, and restroom facilities. Eller Park will service the residents in the Romoland, Homeland, and Menifee area. In the event that the park is abandoned or no longer used in accordance with the agreement, the park will revert to the County unless alternate use is approved by the County. The agreement states that if and when a notice of completion is approved by the County's Board of Supervisors for a Caltrans connection, the County will convey its ownership interest in the property to the District. This property has not been conveyed to the District as of June 30, 2025.

**VALLEY-WIDE RECREATION AND PARK DISTRICT
SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
LAST TEN FISCAL YEARS**

	Fiscal Year Ended				
	June 30, 2025	June 30, 2024	June 30, 2023	June 30, 2022	June 30, 2021
Measurement Date	June 30, 2024	June 30, 2023	June 30, 2022	June 30, 2021	June 30, 2020
Plan's Proportion of the Net Pension Liability	0.11518%	0.11271%	0.11070%	0.14650%	0.10670%
Plan's Proportionate Share of the Net Pension Liability	\$ 5,570,645	\$ 5,635,826	\$ 5,197,018	\$ 2,781,776	\$ 4,499,490
Plan's Covered Payroll	\$ 3,186,929	\$ 2,467,826	\$ 2,372,993	\$ 2,027,805	\$ 2,464,404
Plan's Proportionate Share of the Net Pension Liability as a Percentage of Its Covered Payroll	174.80%	228.37%	219.01%	137.18%	182.58%
Plan's Proportionate Share of the Fiduciary Net Position as a Percentage of the Plan's Total Pension Liability	71.18%	71.18%	70.85%	83.72%	72.13%

NOTES TO SCHEDULE

Benefit Changes:

There were no changes in benefits.

Changes in Assumptions:

From fiscal year June 30, 2015, to June 30, 2016:

GASB 68, paragraph 68 states that the long-term expected rate of return should be determined net of pension plan investment expense but without reduction for pension plan administrative expense. The discount rate of 7.50% used for the June 30, 2014, measurement date was net of administrative expenses. The discount rate of 7.65% used for the June 30, 2015, measurement date is without reduction of pension plan administrative expense.

From fiscal year June 30, 2016, to June 30, 2017:

There were no changes in assumptions.

From fiscal year June 30, 2017, to June 30, 2018:

The discount rate was reduced from 7.65% to 7.15%.

From fiscal year June 30, 2018, to June 30, 2019:

There were no changes in assumptions.

From fiscal year June 30, 2019, to June 30, 2020:

There were no changes in assumptions.

From fiscal year June 30, 2020, to June 30, 2021:

There were no changes in assumptions.

From fiscal year June 30, 2021, to June 30, 2022:

There were no changes in assumptions.

From fiscal year June 30, 2022, to June 30, 2023:

The discount rate and long-term rate of return decreased from 7.15% to 6.90% and the inflation rate decreased from 2.5% to 2.3%

From fiscal year June 30, 2023, to June 30, 2024:

There were no changes in assumptions.

From fiscal year June 30, 2024, to June 30, 2025:

There were no changes in assumptions.

See accompanying Note to Required Supplementary Information.

VALLEY-WIDE RECREATION AND PARK DISTRICT
SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY (CONTINUED)
LAST TEN FISCAL YEARS

	Fiscal Year Ended				
	<u>June 30, 2020</u>	<u>June 30, 2019</u>	<u>June 30, 2018</u>	<u>June 30, 2017</u>	<u>June 30, 2016</u>
Measurement Date	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015
Plan's Proportion of the Net Pension Liability	0.10476%	0.10293%	0.10033%	0.09958%	0.10310%
Plan's Proportionate Share of the Net Pension Liability	\$ 4,197,145	\$ 3,879,198	\$ 3,955,018	\$ 3,459,147	\$ 2,828,422
Plan's Covered Payroll	\$ 2,367,573	\$ 2,172,665	\$ 2,132,386	\$ 2,202,481	\$ 2,080,642
Plan's Proportionate Share of the Net Pension Liability as a Percentage of Its Covered Payroll	177.28%	178.55%	185.47%	157.06%	135.94%
Plan's Proportionate Share of the Fiduciary Net Position as a Percentage of the Plan's Total Pension Liability	75.26%	75.26%	73.31%	74.06%	75.27%

See accompanying Note to Required Supplementary Information.

**VALLEY-WIDE RECREATION AND PARK DISTRICT
SCHEDULE OF CONTRIBUTIONS – DEFINED BENEFIT PENSION PLANS
LAST TEN FISCAL YEARS**

	Fiscal Year Ended				
	<u>June 30, 2025</u>	<u>June 30, 2024</u>	<u>June 30, 2023</u>	<u>June 30, 2022</u>	<u>June 30, 2021</u>
Contractually Required Contribution (Actuarially Determined)	\$ 842,224	\$ 722,880	\$ 666,763	\$ 626,539	\$ 553,819
Contributions In Relation to the Actuarially Determined Contributions	<u>842,224</u>	<u>722,880</u>	<u>666,763</u>	<u>626,539</u>	<u>553,819</u>
Contribution Deficiency	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered Payroll	\$ 3,563,133	\$ 3,186,929	\$ 2,467,826	\$ 2,372,993	\$ 2,027,805
Contributions as a Percentage of Covered Payroll	23.64%	22.68%	27.02%	26.40%	27.31%

NOTES TO SCHEDULE

Valuation Date	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018
----------------	---------------	---------------	---------------	---------------	---------------

Methods and Assumptions
Used to Determine
Contribution Rates:

Actuarial Cost Method	Entry Age	Entry Age	Entry Age	Entry Age	Entry Age
Amortization Method	(a)	(a)	(a)	(a)	(a)
Asset Valuation Method	Fair Value	Fair Value	Fair Value	Fair Value	Fair Value

Inflation	2.30%	2.30%	2.30%	2.50%	2.75%
Salary Increases	(b)	(b)	(b)	(b)	(b)
Investment Rate of Return	6.9% (c)	6.9% (c)	6.9% (c)	7.00% (c)	7.00% (c)
Retirement Age	(d)	(d)	(d)	(d)	(d)
Mortality	(e)	(e)	(e)	(e)	(e)

- (a) Level Percentage of Payroll, Closed
- (b) Depending on Age, Service, and Type of Employment
- (c) Net of Pension Plan Investment Expense, including Inflation
- (d) 50 for All Plans with the Exception of 52 for Miscellaneous PEPRA 2% @ 62
- (e) Mortality assumptions are based on mortality rates resulting from the most recent CalPERS Experience Study adopted by the CalPERS Board.

See accompanying Note to Required Supplementary Information.

VALLEY-WIDE RECREATION AND PARK DISTRICT
SCHEDULE OF CONTRIBUTIONS – DEFINED BENEFIT PENSION PLANS (CONTINUED)
LAST TEN FISCAL YEARS

	Fiscal Year Ended				
	<u>June 30, 2020</u>	<u>June 30, 2019</u>	<u>June 30, 2018</u>	<u>June 30, 2017</u>	<u>June 30, 2016</u>
Contractually Required Contribution (Actuarially Determined)	\$ 533,936	\$ 467,745	\$ 395,647	\$ 379,956	\$ 329,674
Contributions In Relation to the Actuarially Determined Contributions	<u>533,936</u>	<u>467,745</u>	<u>395,647</u>	<u>379,956</u>	<u>329,674</u>
Contribution Deficiency	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered Payroll	\$ 2,464,404	\$ 2,367,573	\$ 2,172,665	\$ 2,132,386	\$ 2,202,481
Contributions as a Percentage of Covered Payroll	21.67%	19.76%	18.21%	17.82%	14.97%

NOTES TO SCHEDULE

Valuation Date	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014	June 30, 2013
Methods and Assumptions Used to Determine Contribution Rates:					
Actuarial Cost Method	Entry Age	Entry Age	Entry Age	Entry Age	Entry Age
Amortization Method	(a)	(a)	(a)	(a)	(a)
Asset Valuation Method	Fair Value	Fair Value	Fair Value	Fair Value	Fair Value
Inflation	2.625%	2.75%	2.75%	2.75%	2.75%
Salary Increases	(b)	(b)	(b)	(b)	(b)
Investment Rate of Return	7.25% (c)	7.375% (c)	7.50% (c)	7.50% (c)	7.50% (c)
Retirement Age	(d)	(d)	(d)	(d)	(d)
Mortality	(e)	(e)	(e)	(e)	(e)

See accompanying Note to Required Supplementary Information.

**VALLEY-WIDE RECREATION AND PARK DISTRICT
SCHEDULE OF CHANGES IN THE NET OPEB LIABILITY
AND RELATED RATIOS
LAST TEN FISCAL YEARS***

	Fiscal Year Ended			
	<u>June 30, 2025</u>	<u>June 30, 2024</u>	<u>June 30, 2023</u>	<u>June 30, 2022</u>
Measurement Date	June 30, 2024	June 30, 2023	June 30, 2022	June 30, 2021
Total OPEB Liability:				
Service Cost	\$ 398,270	\$ 400,454	\$ 502,821	\$ 324,581
Interest on Total OPEB Liability	251,991	215,627	138,937	139,630
Difference between Expected and Actual Experience	(211,057)	341,058	-	(411,900)
Changes of Assumptions	(1,138,509)	(99,043)	(1,774,375)	1,429,509
Benefit Payments	<u>(177,671)</u>	<u>(164,938)</u>	<u>(151,301)</u>	<u>(94,774)</u>
Net Change in Total OPEB Liability	(876,976)	693,158	(1,283,918)	1,387,046
Total OPEB Liability - Beginning	<u>6,217,988</u>	<u>5,524,830</u>	<u>6,808,748</u>	<u>5,421,702</u>
Total OPEB Liability - Ending (a)	<u>5,341,012</u>	<u>6,217,988</u>	<u>5,524,830</u>	<u>6,808,748</u>
Plan Fiduciary Net Position:				
Contributions - Employer	677,671	-	-	-
Net Investment Income	23,481	-	-	-
Benefit Payments	(177,671)	-	-	-
Administrative Expense	<u>(114)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Plan Fiduciary Net Position	523,367	-	-	-
Plan Fiduciary Net Position - Beginning	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Plan Fiduciary Net Position - Ending (b)	<u>\$ 523,367</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net OPEB Liability - Ending (a) - (b)	<u>\$ 4,817,645</u>	<u>\$ 6,217,988</u>	<u>\$ 5,524,830</u>	<u>\$ 6,808,748</u>
Covered - Employee Payroll	\$ 2,273,628	\$ 1,983,534	\$ 1,922,375	\$ 1,695,512
Total OPEB Liability as a Percentage of Covered - Employee Payroll	234.91%	313.48%	287.40%	401.57%

NOTES TO SCHEDULE

Benefit Changes:

There were no changes in benefits.

Changes In Assumptions:

From fiscal year June 30, 2019, to June 30, 2020:

The discount rate was decreased from 3.62% to 3.13%.

From fiscal year June 30, 2020, to June 30, 2021:

The discount rate was decreased from 3.13% to 2.45%

From fiscal year June 30, 2021, to June 30, 2022:

The discount rate was decreased from 2.45% to 1.92%

From fiscal year June 30, 2022, to June 30, 2023:

The discount rate was increased from 1.92% to 3.69%

From fiscal year June 30, 2023, to June 30, 2024:

The discount rate was increased from 3.69% to 3.86%

From fiscal year June 30, 2024, to June 30, 2025:

The discount rate was increased from 3.86% to 5.25%

*Fiscal year 2018 was the first year of implementation.

See accompanying Note to Required Supplementary Information.

**VALLEY-WIDE RECREATION AND PARK DISTRICT
SCHEDULE OF CHANGES IN THE NET OPEB LIABILITY
AND RELATED RATIOS (CONTINUED)
LAST TEN FISCAL YEARS***

	Fiscal Year Ended			
	<u>June 30, 2021</u>	<u>June 30, 2020</u>	<u>June 30, 2019</u>	<u>June 30, 2018</u>
Measurement Date	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017
Total OPEB Liability:				
Service Cost	\$ 211,182	\$ 203,389	\$ 145,126	\$ 140,899
Interest on Total OPEB Liability	149,989	176,027	150,917	144,732
Difference between Expected and Actual Experience	-	(261,133)	-	-
Changes of Assumptions	526,664	(110,052)	(375,973)	-
Benefit Payments	<u>(93,121)</u>	<u>(80,217)</u>	<u>(84,808)</u>	<u>(91,204)</u>
Net Change in Total OPEB Liability	794,714	(71,986)	(164,738)	194,427
Total OPEB Liability - Beginning	<u>4,626,988</u>	<u>4,698,974</u>	<u>4,863,712</u>	<u>4,669,285</u>
Total OPEB Liability - Ending (A)-(B)	<u>5,421,702</u>	<u>4,626,988</u>	<u>4,698,974</u>	<u>4,863,712</u>
Plan Fiduciary Net Position:				
Contributions - Employer	-	-	-	-
Net Investment Income	-	-	-	-
Benefit Payments	-	-	-	-
Administrative Expense	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Plan Fiduciary Net Position	-	-	-	-
Plan Fiduciary Net Position - Beginning	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Plan Fiduciary Net Position - Ending (b)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net OPEB Liability - Ending (a) - (b)	<u>\$ 5,421,702</u>	<u>\$ 4,626,988</u>	<u>\$ 4,698,974</u>	<u>\$ 4,863,712</u>
Covered - Employee Payroll	\$ 1,662,541	\$ 1,547,380	\$ 1,551,559	\$ 2,132,386
Total OPEB Liability as a Percentage of Covered - Employee Payroll	326.11%	299.02%	302.85%	228.09%

See accompanying Note to Required Supplementary Information.

**VALLEY-WIDE RECREATION AND PARK DISTRICT
SCHEDULE OF OPEB CONTRIBUTIONS
LAST TEN FISCAL YEARS***

	Fiscal Year Ended	
	June 30, 2025	June 30, 2024
Contractually Required Contribution (Actuarially Determined)	\$ 498,757	\$ 667,209
Contributions In Relation to the Actuarially Determined Contributions	310,194	677,671
Contribution Deficiency	<u>\$ 188,563</u>	<u>\$ (10,462)</u>
Covered Payroll	\$ 2,273,628	\$ 2,273,628
Contributions as a Percentage of Covered Payroll	13.64%	29.81%

NOTES TO SCHEDULE

Valuation Date June 30, 2024 July 1, 2023

Methods and Assumptions
Used to Determine
Contribution Rates:

Actuarial Cost Method	Entry Age	Entry Age
Asset Valuation Method	Fair Value	Fair Value
Discount Rate	5.25%	3.86%
Salary Increases	2.80%	2.80%
Investment Rate of Return	5.25%	N/A (a)
Retirement Age	(b)	(b)
Mortality	(c)	(c)

- (a) The District established the trust in FY 2024, there were no assets at time of valuation
(b) 20 percent for age 52; 40 percent for age 53; 60 percent for age 54; 70 percent for age 55; 80 percent for age 56; 90 percent for age 57; and 100 percent for age 58
(c) Mortality assumptions are based on mortality rates resulting from the most Experience Study adopted by the CalPERS Board.

*Fiscal year 2024 was the first year of the Trust

**VALLEY-WIDE RECREATION AND PARK DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
YEAR ENDED JUNE 30, 2025**

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES				
Taxes	\$ 2,146,000	\$ 2,146,000	\$ 2,907,075	\$ 761,075
Revenues from Use of Money and Property	240,000	240,000	650,173	410,173
Intergovernmental Revenues	975,000	975,000	925,928	(49,072)
Charges for Services	2,335,500	2,335,500	2,276,136	(59,364)
Other Revenues	<u>2,520,850</u>	<u>2,520,850</u>	<u>2,812,201</u>	<u>291,351</u>
Total Revenues	8,217,350	8,217,350	9,571,513	1,354,163
EXPENDITURES				
Current:				
General Government	2,528,249	2,528,249	2,758,597	(230,348)
Parks and Recreation	3,545,871	3,545,871	3,750,062	(204,191)
Public Works - Landscape Maintenance	2,595,784	2,595,784	2,988,227	(392,443)
Capital Outlay	-	-	89,886	(89,886)
Debt Service				
Principal	-	-	32,825	(32,825)
Interest	-	-	1,196	(1,196)
Total Expenditures	<u>8,669,904</u>	<u>8,669,904</u>	<u>9,620,793</u>	<u>(950,889)</u>
EXCESS (DEFICIT) OF REVENUES OVER (UNDER) EXPENSES	(452,554)	(452,554)	(49,280)	403,274
OTHER FINANCING SOURCES				
Lease Issuance	<u>-</u>	<u>-</u>	<u>59,150</u>	<u>59,150</u>
NET CHANGE IN FUND BALANCE	(452,554)	(452,554)	9,870	462,424
Fund Balance - Beginning of Year	<u>9,009,836</u>	<u>9,009,836</u>	<u>9,009,836</u>	<u>-</u>
FUND BALANCE - END OF YEAR	<u>\$ 8,557,282</u>	<u>\$ 8,557,282</u>	<u>\$ 9,019,706</u>	<u>\$ 462,424</u>

See accompanying Note to Required Supplementary Information.

**VALLEY-WIDE RECREATION AND PARK DISTRICT
BUDGETARY COMPARISON SCHEDULE
MENIFEE LANDSCAPE MAINTENANCE DISTRICT SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2025**

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES				
Revenues from Use of Money and Property	\$ 84,000	\$ 84,000	\$ 164,557	\$ 80,557
Charges for Services	2,810,000	2,810,000	2,574,536	(235,464)
Other Revenues	56,000	56,000	-	(56,000)
Total Revenues	<u>2,950,000</u>	<u>2,950,000</u>	<u>2,739,093</u>	<u>(210,907)</u>
EXPENDITURES				
Current:				
General Government	705,401	705,401	704,217	1,184
Parks and Recreation	547,555	547,555	425,286	122,269
Public Works - Landscape Landscape Maintenance	1,984,113	1,984,113	2,104,001	(119,888)
Capital Outlay	-	-	15,188	(15,188)
Debt Service:				
Principal	-	-	6,007	(6,007)
Interest	-	-	171	(171)
Total Expenditures	<u>3,237,069</u>	<u>3,237,069</u>	<u>3,254,870</u>	<u>(17,801)</u>
DEFICIT OF REVENUES UNDER EXPENSES	(287,069)	(287,069)	(515,777)	(228,708)
OTHER FINANCING SOURCES				
Lease Issuance	-	-	12,022	12,022
NET CHANGE IN FUND BALANCE	(287,069)	(287,069)	(503,755)	(216,686)
Fund Balance - Beginning of Year	<u>(865,196)</u>	<u>(865,196)</u>	<u>(865,196)</u>	<u>-</u>
FUND BALANCE - END OF YEAR	<u><u>\$ (1,152,265)</u></u>	<u><u>\$ (1,152,265)</u></u>	<u><u>\$ (1,368,951)</u></u>	<u><u>\$ (216,686)</u></u>

See accompanying Note to Required Supplementary Information.

**VALLEY-WIDE RECREATION AND PARK DISTRICT
BUDGETARY COMPARISON SCHEDULE
MENIFEE NORTH LANDSCAPE MAINTENANCE DISTRICT SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2025**

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES				
Revenues from Use of Money and Property	\$ 15,000	\$ 15,000	\$ 5,728	\$ (9,272)
Charges for Services	2,962,000	2,962,000	3,294,730	332,730
Other Revenues	3,000	3,000	54,806	51,806
Total Revenues	<u>2,980,000</u>	<u>2,980,000</u>	<u>3,355,264</u>	<u>375,264</u>
EXPENDITURES				
Current:				
General Government	655,147	655,147	678,330	(23,183)
Parks and Recreation	-	-	322	(322)
Public Works - Landscape Maintenance	<u>2,565,500</u>	<u>2,565,500</u>	<u>2,382,375</u>	<u>183,125</u>
Total Expenditures	<u>3,220,647</u>	<u>3,220,647</u>	<u>3,061,027</u>	<u>159,620</u>
EXCESS (DEFICIT) OF REVENUES OVER (UNDER) EXPENSES	(240,647)	(240,647)	294,237	534,884
Fund Balance - Beginning of Year	<u>949,512</u>	<u>949,512</u>	<u>949,512</u>	<u>-</u>
FUND BALANCE - END OF YEAR	<u>\$ 708,865</u>	<u>\$ 708,865</u>	<u>\$ 1,243,749</u>	<u>\$ 534,884</u>

See accompanying Note to Required Supplementary Information.

**VALLEY-WIDE RECREATION AND PARK DISTRICT
BUDGETARY COMPARISON SCHEDULE
FRENCH VALLEY LANDSCAPE MAINTENANCE DISTRICT SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2025**

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES				
Revenues from Use of Money and Property	\$ 147,000	\$ 147,000	\$ 344,860	\$ 197,860
Charges for Services	5,964,000	5,964,000	6,264,031	300,031
Other Revenues	314,000	314,000	-	(314,000)
Total Revenues	6,425,000	6,425,000	6,608,891	183,891
EXPENDITURES				
Current:				
General Government	1,312,497	1,312,497	1,305,124	7,373
Parks and Recreation	354,953	354,953	464,796	(109,843)
Public Works - Landscape Maintenance	4,900,000	4,900,000	5,131,453	(231,453)
Capital Outlay	-	-	13,016	(13,016)
Debt Service:				
Principal	-	-	1,553	(1,553)
Interest	-	-	85	(85)
Total Expenditures	6,567,450	6,567,450	6,916,027	(348,577)
DEFICIT OF REVENUES UNDER EXPENSES	(142,450)	(142,450)	(307,136)	(164,686)
OTHER FINANCING SOURCES				
Lease Issuance	-	-	7,955	7,955
NET CHANGE IN FUND BALANCE	(142,450)	(142,450)	(299,181)	(156,731)
Fund Balance - Beginning of Year	4,165,091	4,165,091	4,165,091	-
FUND BALANCE - END OF YEAR	<u>\$ 4,022,641</u>	<u>\$ 4,022,641</u>	<u>\$ 3,865,910</u>	<u>\$ (156,731)</u>

See accompanying Note to Required Supplementary Information.

**VALLEY-WIDE RECREATION AND PARK DISTRICT
BUDGETARY COMPARISON SCHEDULE
FRENCH VALLEY COMMUNITY FACILITIES DISTRICT SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2025**

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES				
Revenues from Use of Money and Property	\$ 2,000	\$ 2,000	\$ 155,772	\$ 153,772
Charges for Services	1,628,000	1,628,000	3,696,057	2,068,057
Other Revenues	-	-	21,343	21,343
Total Revenues	<u>1,630,000</u>	<u>1,630,000</u>	<u>3,873,172</u>	<u>2,243,172</u>
EXPENDITURES				
Current:				
General Government	616,000	616,000	698,292	(82,292)
Public Works - Landscape Maintenance	2,056,000	2,056,000	2,340,002	(284,002)
Capital Outlay	-	-	1,732	(1,732)
Total Expenditures	<u>2,672,000</u>	<u>2,672,000</u>	<u>3,045,141</u>	<u>(373,141)</u>
EXCESS (DEFICIT) OF REVENUES OVER (UNDER) EXPENSES	(1,042,000)	(1,042,000)	828,031	1,870,031
Fund Balance - Beginning of Year	<u>5,363,465</u>	<u>5,363,465</u>	<u>5,363,465</u>	<u>-</u>
FUND BALANCE - END OF YEAR	<u>\$ 4,321,465</u>	<u>\$ 4,321,465</u>	<u>\$ 6,191,496</u>	<u>\$ 1,870,031</u>

See accompanying Note to Required Supplementary Information.

VALLEY-WIDE RECREATION AND PARK DISTRICT
NOTE TO REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2025

BUDGETS AND BUDGETARY ACCOUNTING

The District follows these procedures in establishing the budgetary data reflected in the budgetary comparison schedule:

1. The annual budget adopted by the Board of Directors provides for the general operation of the District. It includes proposed expenditures and the means of financing them.
2. The Board of Directors approves total budgeted appropriations and any amendments to appropriations throughout the year. This “appropriated budget” covers substantially all District expenditures, with the exception of debt service on bond issues and capital improvement projects, which expenditures constitute legally authorized “nonappropriated budget.” There were no significant nonbudgeted financial activities. Actual expenditures may exceed budgeted appropriations at the fund level. However, the District’s general manager is authorized to transfer budgeted amounts between individual departments. Budget figures used in the financial statements are the final adjusted amounts, including any amendments to the budget during the year.
3. Formal budgetary integration is employed as a management control device. Appropriations that are encumbered at year-end lapse and then are added to the following year’s budgeted appropriations.
4. Budget information is adopted for general, special revenue, and capital project funds and presented only for the general fund and major special revenue funds as required supplemental information. The presentation represents original appropriations adjusted for supplemental appropriations, if any, made during the year. Budgets for the general and special revenue funds are adopted on a basis substantially consistent with accounting principles generally accepted in the United States of America.

INDIVIDUAL FUND DISCLOSURES

The following Funds had expenditures that exceeded final budget for the year June 30, 2025:

<u>Fund</u>	<u>Budget</u>	<u>Expenditures</u>	<u>Excess</u>
General Fund	\$ 8,669,904	\$ 9,620,793	\$ 950,889
Special Revenue Funds:			
Menifee Landscape Maintenance District	3,237,069	3,254,870	17,801
French Valley Landscape Maintenance District	6,567,450	6,916,027	348,577
French Valley Community Facilities District	2,672,000	3,045,141	373,141

**VALLEY-WIDE RECREATION AND PARK DISTRICT
COMBINING BALANCE SHEET – NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2025**

	Special Revenue Funds				
	Menifee LMD 88-1 CFD	Menifee South Landscape Maintenance District	Winchester CFD	Wheatfield Landscape Maintenance District	Rivercrest Landscape Maintenance District
ASSETS					
Cash and Investments	\$ 445,303	\$ 2,262,477	\$ 3,366,157	\$ -	\$ 130,441
Accounts Receivable	-	40	-	-	-
Taxes Receivable	438	16,054	7,992	-	777
Intergovernmental Receivable	62	1,105	-	-	-
Interest Receivable	-	13,434	5,572	-	-
Prepaid Items	25	175	136	2	8
Total Assets	<u>\$ 445,828</u>	<u>\$ 2,293,285</u>	<u>\$ 3,379,857</u>	<u>\$ 2</u>	<u>\$ 131,226</u>
LIABILITIES AND FUND BALANCE					
LIABILITIES					
Accounts Payable	\$ 7,097	\$ 75,805	\$ 97,625	\$ 199	\$ 5,914
Due to Other Funds	-	-	-	115,407	-
Total Liabilities	<u>7,097</u>	<u>75,805</u>	<u>97,625</u>	<u>115,606</u>	<u>5,914</u>
DEFERRED INFLOWS OF RESOURCES					
Unavailable revenues	-	9,666	-	-	310
FUND BALANCE					
Nonspendable	25	175	136	2	8
Restricted for:					
Parks and Recreation	438,706	2,207,639	3,282,096	-	124,994
Unassigned	-	-	-	(115,606)	-
Total Fund Balance	<u>438,731</u>	<u>2,207,814</u>	<u>3,282,232</u>	<u>(115,604)</u>	<u>125,002</u>
Total Liabilities and Fund Balance	<u>\$ 445,828</u>	<u>\$ 2,293,285</u>	<u>\$ 3,379,857</u>	<u>\$ 2</u>	<u>\$ 131,226</u>

VALLEY-WIDE RECREATION AND PARK DISTRICT
COMBINING BALANCE SHEET – NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)
JUNE 30, 2025

	Special Revenue Funds				
	Winchester/Hunter Landscape Maintenance District	Menifee South CFD	Menifee North CFD	Water Quality Management Plan CFD	Total Nonmajor Governmental Funds
ASSETS					
Cash and Investments	\$ 1,139,298	\$ 873,632	\$ 622,009	\$ 894,825	\$ 9,734,142
Accounts Receivable	-	1,395	-	-	1,435
Taxes Receivable	3,257	6,135	2,476	4,369	41,498
Intergovernmental Receivable	-	6,699	1,308	-	9,174
Interest Receivable	1,087	-	-	-	20,093
Prepaid Items	63	57	34	-	500
Total Assets	<u>\$ 1,143,705</u>	<u>\$ 887,918</u>	<u>\$ 625,827</u>	<u>\$ 899,194</u>	<u>\$ 9,806,842</u>
LIABILITIES AND FUND BALANCE					
LIABILITIES					
Accounts Payable	\$ 10,612	\$ 9,211	\$ 23,336	\$ 2,773	\$ 232,572
Due to Other Funds	-	-	-	-	115,407
Total Liabilities	<u>10,612</u>	<u>9,211</u>	<u>23,336</u>	<u>2,773</u>	<u>347,979</u>
DEFERRED INFLOWS OF RESOURCES					
Unavailable revenues	<u>3,257</u>	<u>10,000</u>	<u>-</u>	<u>-</u>	<u>23,233</u>
FUND BALANCE					
Nonspendable	63	57	34	-	500
Restricted for:					
Parks and Recreation	1,129,773	868,650	602,457	896,421	9,550,736
Unassigned	-	-	-	-	(115,606)
Total Fund Balance	<u>1,129,836</u>	<u>868,707</u>	<u>602,491</u>	<u>896,421</u>	<u>9,435,630</u>
Total Liabilities and Fund Balance	<u>\$ 1,143,705</u>	<u>\$ 887,918</u>	<u>\$ 625,827</u>	<u>\$ 899,194</u>	<u>\$ 9,806,842</u>

**VALLEY-WIDE RECREATION AND PARK DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES – NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2025**

	Special Revenue Funds				
	Menifee LMD 88-1 CFD	Menifee South Landscape Maintenance District	Winchester CFD	Wheatfield Landscape Maintenance District	Rivercrest Landscape Maintenance District
REVENUES					
Revenues from Use of Money and Property	\$ 3,436	\$ 68,358	\$ 46,218	\$ -	\$ -
Charges for Services	131,186	1,319,501	2,130,603	-	45,704
Total Revenues	134,622	1,387,859	2,176,821	-	45,704
EXPENDITURES					
Current:					
General Government	24,831	384,372	676,829	1,248	13,251
Public Works - Landscape Maintenance	77,547	1,132,087	185,488	5	40,501
Total Expenditures	102,378	1,516,459	862,317	1,253	53,752
NET CHANGES IN FUND BALANCES	32,244	(128,600)	1,314,504	(1,253)	(8,048)
Fund Balances - Beginning of Year	406,487	2,336,414	1,967,728	(114,351)	133,050
FUND BALANCES - END OF YEAR	<u>\$ 438,731</u>	<u>\$ 2,207,814</u>	<u>\$ 3,282,232</u>	<u>\$ (115,604)</u>	<u>\$ 125,002</u>

**VALLEY-WIDE RECREATION AND PARK DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES – NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)
JUNE 30, 2025**

	Special Revenue Funds				Total Nonmajor Governmental Funds
	Winchester/ Hunter Landscape Maintenance District	Menifee South CFD	Menifee North CFD	Water Quality Management Plan CFD	
REVENUES					
Revenues from Use of Money and Property	\$ 12,830	\$ 50,780	\$ 2,610	\$ 2,172	\$ 186,404
Charges for Services	461,005	606,719	614,791	546,505	5,856,014
Total Revenues	473,835	657,499	617,401	548,677	6,042,418
EXPENDITURES					
Current:					
General Government	105,243	89,355	157,156	76,989	1,529,274
Public Works - Landscape Maintenance	73,019	177,736	104,899	-	1,791,282
Total Expenditures	178,262	267,091	262,055	76,989	3,320,556
NET CHANGES IN FUND BALANCES	295,573	390,408	355,346	471,688	2,721,862
Fund Balances - Beginning of Year	834,263	478,299	247,145	424,733	6,713,768
FUND BALANCES - END OF YEAR	<u>\$ 1,129,836</u>	<u>\$ 868,707</u>	<u>\$ 602,491</u>	<u>\$ 896,421</u>	<u>\$ 9,435,630</u>

