

CHINO VALLEY



FIRE DISTRICT

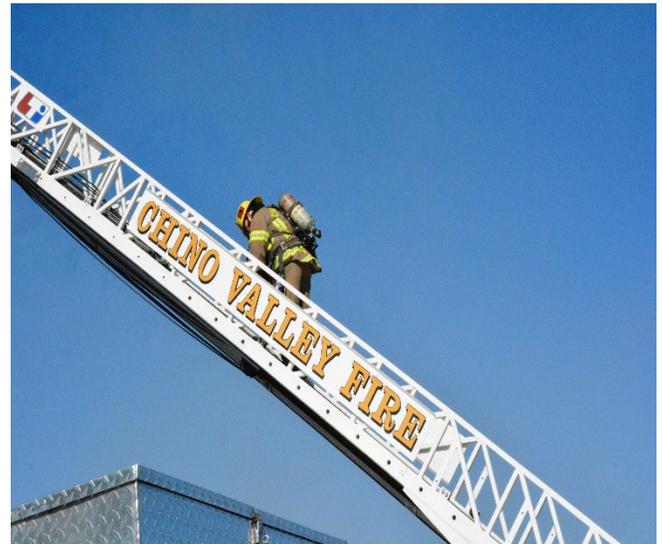
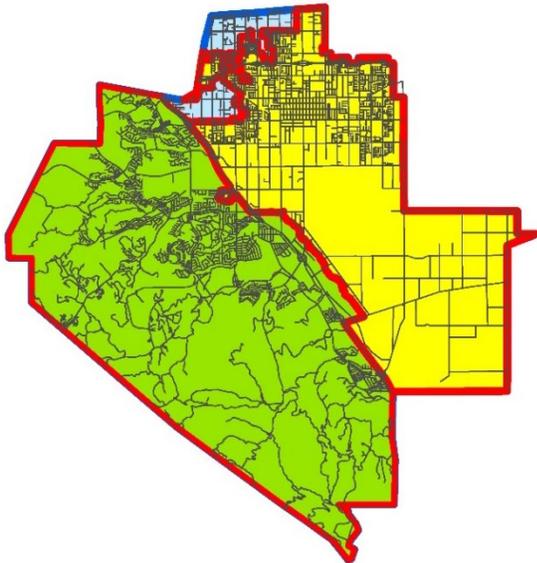
ANNUAL COMPREHENSIVE FINANCIAL REPORT

FISCAL YEAR ENDED JUNE 30, 2025

CHINO HILLS, CALIFORNIA

A Special Districts Leadership Foundation District of Distinction

**CHINO VALLEY FIRE DISTRICT
ANNUAL COMPREHENSIVE FINANCIAL REPORT
FISCAL YEAR ENDED JUNE 30, 2025**



**PREPARED BY THE FINANCE DEPARTMENT
FINANCE DIRECTOR – MARK SHAKER**

14011 City Center Drive, Chino Hills, CA 91709

**CHINO VALLEY FIRE DISTRICT
ANNUAL COMPREHENSIVE FINANCIAL REPORT
FISCAL YEAR ENDED JUNE 30, 2025**

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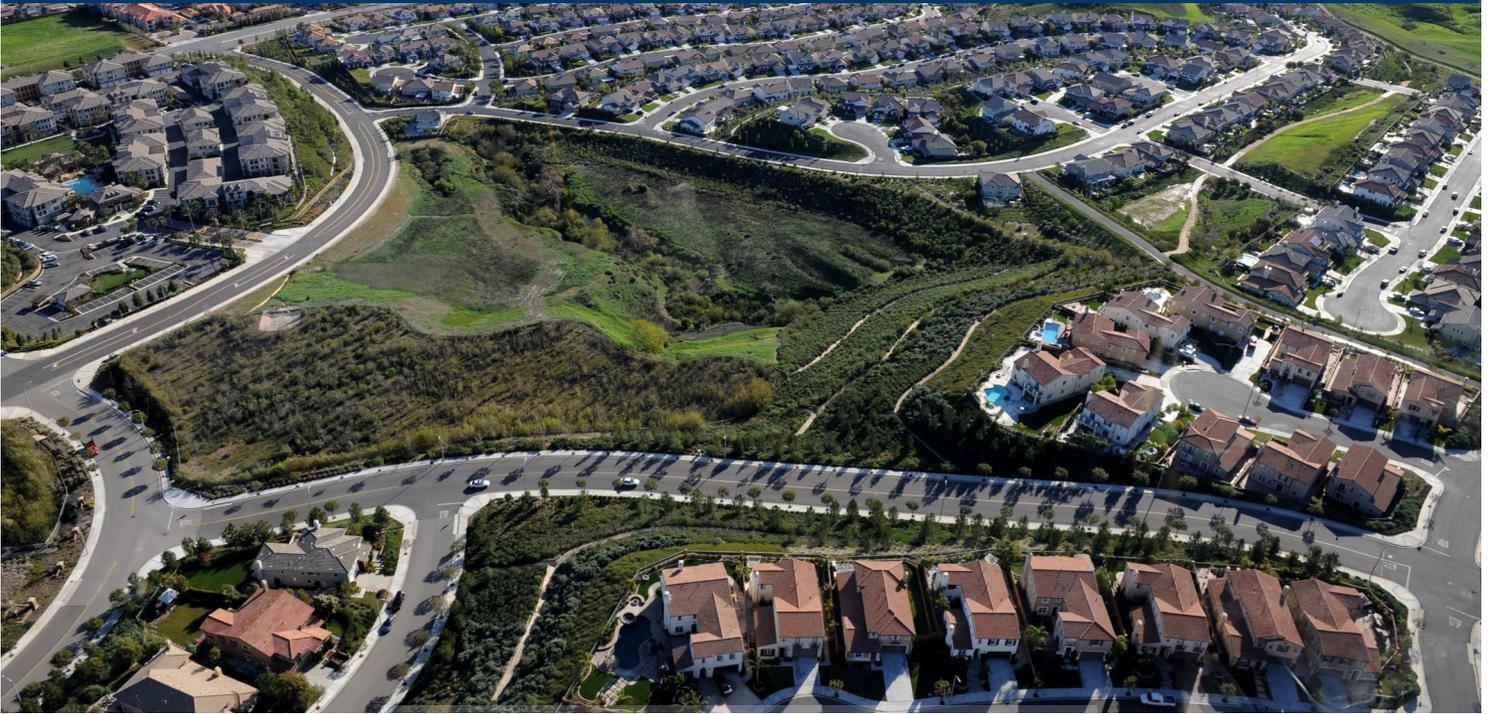
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**CHINO VALLEY FIRE DISTRICT
ANNUAL COMPREHENSIVE FINANCIAL REPORT
FISCAL YEAR ENDED JUNE 30, 2025**

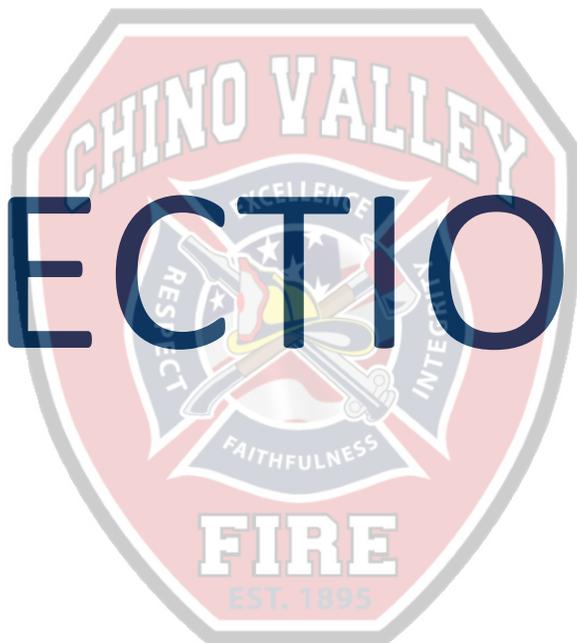
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INTRODUCTORY



SECTION





Chino Valley Fire District

14011 City Center Drive
Chino Hills, CA 91709
(909) 902-5260 Administration
(909) 902-5250 Fax
Chinovalleyfire.org

Board of Directors

*Sarah Ramos-Evinger
President
Mike Kreeger
Vice President
Harvey Luth
Tom Haughey
Andrew Romaine*

*Fire Chief
Dave Williams*

November 25, 2025

Members of The Board of Directors
Chino Valley Fire District

INTRODUCTION

State law requires that every general-purpose government publish within six months of the close of the fiscal year, a complete set of audited financial statements. This Annual Comprehensive Financial Report (“ACFR”) fulfills that requirement for the fiscal year ended June 30, 2025.

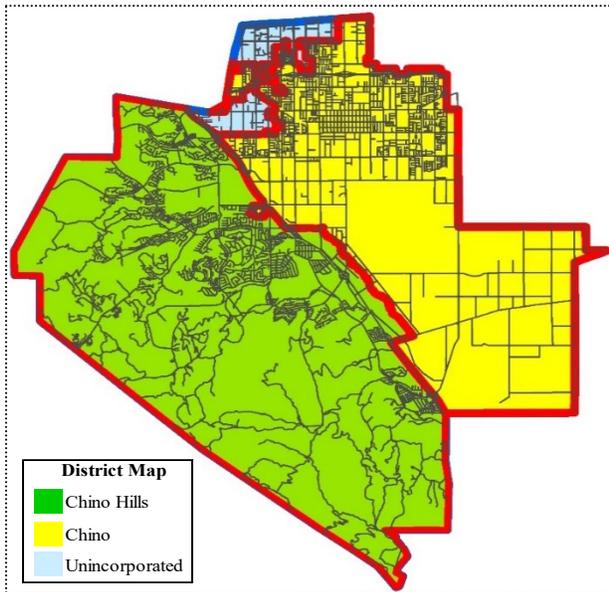
This ACFR was prepared in accordance with guidelines issued by the Governmental Accounting Standards Board. Management assumes full responsibility for the completeness and reliability of the information contained herein, based upon a comprehensive framework of internal control that is established for this purpose. Because the cost of internal control should not exceed the anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

Van Lant & Fankhanel, LLP, has issued an unmodified (“clean”) opinion on the Chino Valley Fire District’s financial statements for the year ended June 30, 2025. The independent auditor’s report is located at the front of the financial section of this report.

Management’s discussion and analysis (“MD&A”) immediately follows the independent auditor’s report and provides a narrative introduction, overview and analysis of the basic financial statements. The MD&A complements this letter of transmittal and should be read in conjunction with it.

PROFILE OF THE DISTRICT

Although fire protection services in the Chino Valley have existed in various forms since the late 1800’s, the Chino Valley Fire District (the “District” or “CVFD”) was formed as a California special district in 1990 through a voter approved initiative, Proposition W, coinciding with the incorporation of the City of Chino Hills. The District provides fire protection and fire prevention services within the Chino Valley, and is governed by a five-member elected Board of Directors.

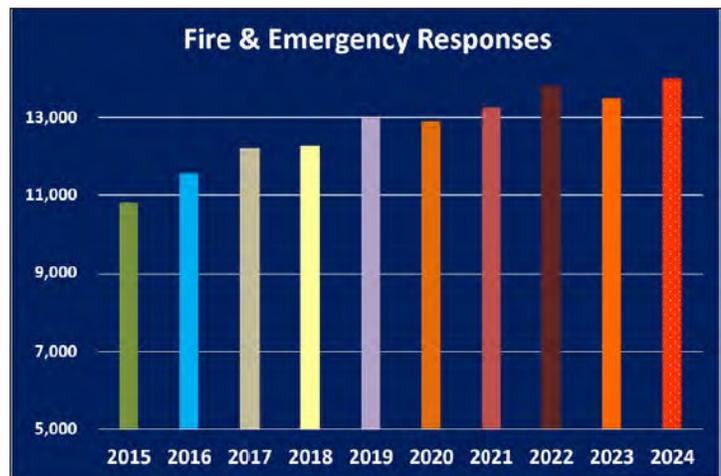


Located in the southwest region of San Bernardino County, the jurisdiction of the District is approximately 80 square miles in size and has an estimated current population of 172,520¹. It is estimated that the District population will be over 200,000 within the next 20 years.

The District is bordered by Los Angeles County to the northwest; Orange County to the southwest; Riverside County to the southeast; the City of Ontario to the northeast and the City of Montclair to the north.

The cities of Chino, Chino Hills, and surrounding unincorporated areas are served by CVFD. District personnel responded to 14,342

emergency incidents in 2024. In the last ten years, call volume has increased about 33% in aggregate. CVFD currently operates seven fire stations and various other special purpose facilities, including a state-of-the-art fire training center and tower. The District’s long-term master plan projects the operational need for two to three additional fire stations at community build-out. See Major Initiatives below for additional information regarding planned future fire stations and the associated projected fiscal impacts.



FISCAL AND BUDGET MANAGEMENT

The District begins its budget development cycle about six months prior to adoption, and adopts the annual budget before its new fiscal year beginning on July 1. As a single purpose fire authority, CVFD reports all financial activities within its General fund, on the modified accrual basis of accounting. The District’s Board of Directors approves total budgeted appropriations and any necessary amendments throughout the year. Formal budgetary integration at the fund level is employed as a management control device to monitor budget-to-actual performance throughout the fiscal year.

The annual budget contemplates revenues and expenditures for one fiscal year. The current impact of long-term items such as pension and other post-employment obligations are incorporated into

¹ Community population statistic does not include the prison populations. Unincorporated – unavailable. Population estimates are based on information provided by the California Department of Finance.

the annual budget, while the future projected fiscal impacts are incorporated into the District’s 10-year long-range financial plan (LRFP), as further described below.

LONG-RANGE FINANCIAL PLANNING

In conjunction with our annual budget development process, the District prepares a LRFP. The District forecasts revenues and expenditures over the 10-year horizon based on a combination of historical averages, current budget and known and anticipated future budgetary impacts. These projections are used for financial, operating and strategic planning purposes.



Over the current 10-year projection period, annual revenues are generally projected to be sufficient to cover expenditures. In certain years, it may be necessary to utilize accumulated fund balance to cover short-term deficits after the opening of new fire stations. The current LRFP assumes Station 68 opening in FY27.

RETIREMENT FUNDING POLICY AND ACCELERATED PENSION FUNDING

The District’s Board of Directors has adopted a policy to commit up to one-third (1/3) of excess revenues on an annual basis to reduce District pension liabilities going forward. Earmarked excess revenues will be contributed to either the District’s Section 115 Retirement Trust, directly to the California Public Employees Retirement System (CalPERS) on behalf of the District’s employees, or in combination



to these two funding vehicles, as determined annually by the Board. Contributions will be made in the following fiscal year after completion of the District’s annual audit.

Over time the District anticipates continuing to fund and grow the balance in the Section 115 Retirement Trust, while identifying strategic opportunities to use accumulated funds and one-time revenues to reduce pension liabilities through additional discretionary payments to CalPERS.

SERVICE EXCELLENCE

GFOA Comprehensive AFR Award – Government Finance Officers Association of the United States and Canada (GFOA) awarded a *Certificate of Achievement for Excellence in Financial Reporting Award* to the District for its ACFR for the fiscal year ended June 30, 2024. The FY23 award was the District’s sixth consecutive year of financial reporting award recognition by GFOA.

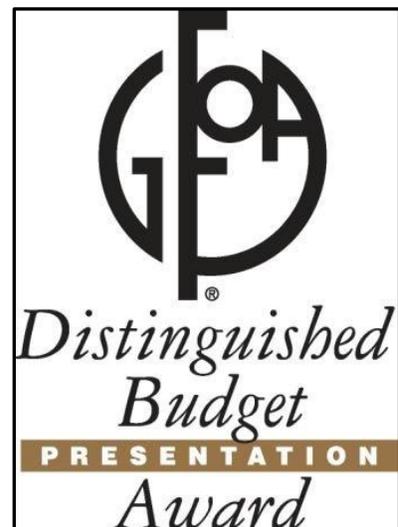


Our ACFR has been judged by an impartial panel to meet the high standards of the program, which includes demonstrating a constructive “spirit of full disclosure” to clearly communicate the District’s financial story and motivate potential users and user groups to read our ACFR.

The Certificate of Achievement is the highest form of recognition in the area of governmental accounting and financial reporting, and its attainment represents a significant accomplishment by a government and its management. The GFOA FY24 ACFR Award is presented in this document. This award is valid for a period of one year only. We believe that our FY25 ACFR continues to conform to program requirements and intend to submit it to GFOA to determine eligibility for another award.

GFOA Budget Award – The District also received a *Distinguished Budget Presentation Award* from GFOA for our FY25 Budget document and the award is presented in this document. The FY25 award was the ninth consecutive year of budget award recognition by GFOA.

We would like to extend our sincere appreciation to the Finance department staff for their efforts in securing this national budget award which affirms the District’s ongoing commitment to transparency. The award also reflects the commitment of the District’s Board of Directors and staff to meeting the highest principles of governmental budgeting.





District of Distinction – We are pleased to report that the District once again earned these prestigious national awards this past year. The District is accredited as a Platinum District of Distinction (DoD) by the Special District Leadership Foundation (SDLF). The SDLF is a 501(c)(3) organization dedicated to providing recognition and certification opportunities to special district officials and employees to enhance service to the public. SDLF is dedicated to excellence in local government.

The Platinum DoD award is SDLF’s highest level of recognition for a special district. This award incorporates completion of all SDLF programs, and demonstrates a comprehensive approach toward excellence in district administration and governance.

MAJOR INITIATIVES

Fire Station 68 Construction Project

Historically, the cities of Chino and Chino Hills have been financially responsible for the construction of District fire stations within each city’s respective boundaries, and the District is responsible for operating the station thereafter.

The District and the City of Chino Hills have entered into property transfer and development impact fee payment agreement associated with construction of Fire Station 68 in the city of Chino Hills. The City has provide an unimproved four-acre parcel of land and \$8 million in funding to the District to construct the station near Soquel Canyon Parkway and Pipeline Avenue in Chino Hills. The District is in CEQA process of the project and the station is anticipated to be completed in Winter 2026.



Pension Obligations

The District is committed to aggressively managing pension obligations so as to not shift the burden of these liabilities to the next generation of taxpayers and staff, and maintains the aforementioned Section 115 Retirement Trust in part for budget stabilization purposes, potentially drawing from the trust to fund pension obligations during years of significant budgetary constraint or fiscal emergency.

ACKNOWLEDGEMENTS

Preparation of this ACFR was made possible through the combined efforts of the District’s Finance Department staff, along with the cooperation of the District’s auditors, Van Lant & Fankhanel

LLP. A special thank you to the Board of Directors for their direction, support and leadership, and to the cities of Chino and Chino Hills, and the County of San Bernardino for their continuing support of and public safety partnership with the District.

Sincerely,



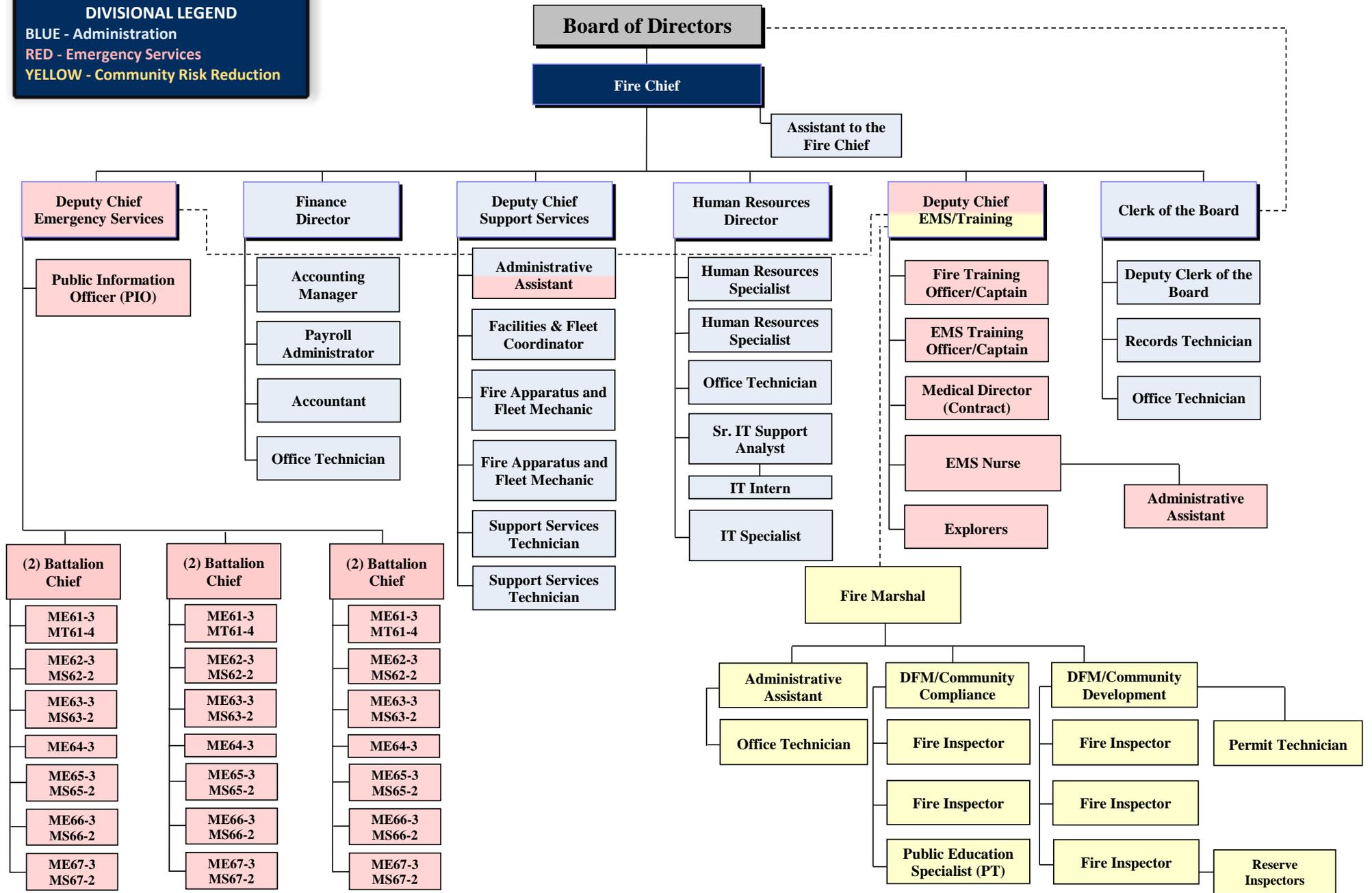
Dave Williams
Fire Chief



Mark Shaker
Finance Director

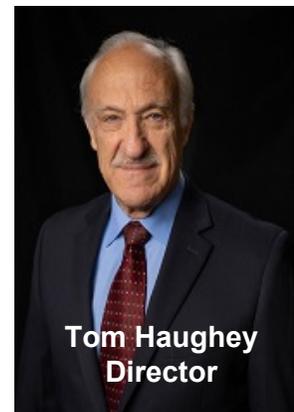
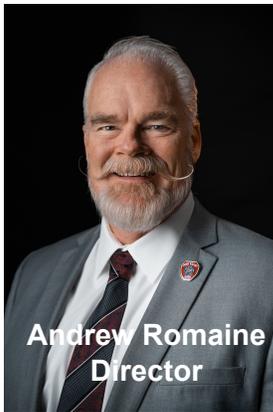
Chino Valley Fire District

DIVISIONAL LEGEND
 BLUE - Administration
 RED - Emergency Services
 YELLOW - Community Risk Reduction



CHINO VALLEY FIRE DISTRICT

Board of Directors & District Management



Contact: clerk@chofire.org



Senior Management Staff

Jeremy Ault	Deputy Chief
Nathan Cooke	Deputy Chief
Carlos Skibar	Deputy Chief
Mark Shaker	Finance Director
Angela Robles	Clerk of the Board
Anthony Arroyo	Human Resources Director

CHINO VALLEY FIRE DISTRICT

Mission, Vision & Values Policy Statement

MISSION

The mission of the Chino Valley Fire District is to provide exceptional service and safeguard the community.

VISION

As an organization, we...

...seek excellence in everything we do; with innovative practices, training, and equipment.

...remain transparent; open, honest, and accountable to each other and those we serve.

...appreciate our members; we attract, retain, and develop future leaders.

...value the public trust above all else; we are good stewards of our financial resources.

...endeavor to learn and grow; continuously seeking improvement and embracing change.

VALUES

- **FAITHFULNESS**

We are fully committed, invested and engaged in the communities we serve.

- **INTEGRITY**

We lead by example, according to the highest ethical and professional standards.

- **RESPECT**

We treat each other, and those we serve with compassion, dignity, and value.

- **EXCELLENCE**

We are relentless in our pursuit of the highest possible standard of quality.



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Chino Valley Fire District
California**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2024

Christopher P. Morill

Executive Director/CEO

CHINO VALLEY FIRE DISTRICT

GFOA Budget Award

Government Finance Officers Association of the United States and Canada (GFOA) presented a *Distinguished Budget Presentation Award* to the District for its Annual Budget for the fiscal year beginning July 1, 2024. In order to receive this award, a governmental unit must publish a budget document that meets program criteria as a policy document, as a financial plan, as an operations guide, and as a communications device.

This award is valid for a period of one year only. We believe our current budget continues to conform to program requirements, and we are submitting it to GFOA to determine its eligibility for another award.



GOVERNMENT FINANCE OFFICERS ASSOCIATION

*Distinguished
Budget Presentation
Award*

PRESENTED TO

**Chino Valley Fire District
California**

For the Fiscal Year Beginning

July 01, 2024

Christopher P. Morill

Executive Director

FINANCIAL



SECTION



INDEPENDENT AUDITOR'S REPORT

Board of Directors
Chino Valley Fire District
Chino Hills, California

Opinions

We have audited the accompanying financial statements of the governmental activities and the General Fund of the Chino Valley Fire District (District), as of and for the year ended June 30, 2025, and the related notes to the financial statements which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the governmental activities and the General Fund of the Chino Valley Fire District, as of June 30, 2025, and the changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America, as well as accounting systems prescribed by the State Controller's Office and State regulations governing special districts.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than 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 generally accepted auditing standards and *Government Auditing Standards*, we:

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary schedule and pension and OPEB schedules, as listed in the table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements.

We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

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

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued a report dated November 25, 2025, 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 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 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.

Van Lant & Fankhaed, LLP

November 25, 2025

**CHINO VALLEY FIRE DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2025**

This portion of the District's ACFR presents Management's discussion and analysis of the Chino Valley Fire District's (hereinafter "District") financial activities for the fiscal year ended June 30, 2025 as well as the budgets for FY24 and FY25. We encourage readers to consider this information in conjunction with the other portions of the District's ACFR, including the financial statements which immediately follow.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the District's financial statements which follow, consisting of: 1) government-wide financial statements, 2) General Fund financial statements, 3) notes to the financial statements, and 4) required supplementary information.

The notes provide additional information that is essential to a full understanding of the data provided in the financial statements. Readers of the District's financial statements should consider the accompanying notes as an integral part of the financial statements.

Government-wide financial statements. The *government-wide financial statements* are designed to provide the reader with a broad overview of the District's finances, in a manner similar to private-sector businesses.

The *Statement of Net Position* presents information on all of the District's assets and deferred outflows of resources, and liabilities and deferred inflows of resources, with the difference between assets/deferred outflows and liabilities/deferred inflows representing *net position*. 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 the District's 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 periods (e.g. compensated absence expense and certain pension-related liabilities).

Fund financial statements. The fund financial statements provide more detailed information about the District's specific sources of funding and spending for particular purposes. Like other governmental agencies, the District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The District has the following kind of funds: *Governmental funds* - 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 at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

As the fire protection and emergency medical services provider, the District maintains one governmental fund: the *General Fund*. A Balance Sheet and a Statement of Revenues, Expenditures and Changes in Fund Balance are presented for the General Fund.

Because the focus of the General Fund is narrower than that of the government-wide financial statements, it is useful to compare the information presented for the General Fund 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 District's near-term financing decisions. Both the General Fund Balance Sheet and Statement of Revenues, Expenditures, and Changes in Fund Balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

**CHINO VALLEY FIRE DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2025**

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Statement of Net Position (condensed)

	Governmental Activities June 30, 2025	Governmental Activities June 30, 2024
Current assets	\$80,569,147	\$68,270,476
Net investment in joint venture	174,584	160,247
Capital assets		
Non-depreciable capital assets	5,725,118	5,661,805
Depreciable capital assets (net)	12,668,126	12,443,335
Total Assets	\$99,136,975	\$86,535,863
Deferred amounts related to OPEB	\$1,936,975	\$2,505,507
Deferred amounts related to pensions	18,459,457	29,343,002
Deferred outflows of resources	\$20,396,432	\$31,848,509
Current liabilities	\$3,641,876	\$3,326,633
Net OPEB liability	4,905,370	5,587,677
Net pension liability	65,287,398	66,313,320
Other noncurrent liabilities	10,457,955	9,733,432
Total Liabilities	\$84,292,599	\$84,961,062
Deferred amounts related to OPEB	\$515,364	\$660,958
Deferred amounts related to pensions	2,351,130	4,697,307
Deferred inflows of resources	\$2,866,494	\$5,358,265
Net investment in capital assets	\$18,393,244	\$18,104,792
Restricted	26,764,600	21,505,162
Unrestricted	(12,783,530)	(11,544,909)
Total Net Position (Deficit)	\$32,374,314	\$28,065,045

Total assets and deferred outflows of resources exceeded total liabilities and deferred inflows of resources by about \$32.4 million at June 30, 2025.

Total assets and deferred outflows of resources exceeded total liabilities and deferred inflows of resources by about \$28.1 million at June 30, 2024.

The District's net Other Postemployment Benefits (OPEB) liability amounted to about \$4.9 million and \$5.6 million at June 30, 2025 and 2024, respectively, while the District's net pension liability at June 30, 2025, amounted to about \$65.3 million, compared to about \$66.3 million at June 30, 2024.

Included in current assets, at June 30, 2025, the District held restricted cash and investments in a Section 115 Trust amounting to approximately \$13.5 million, compared to about \$12.09 million at June 30, 2024. Although assets held in the Section 115 Trust are not considered to have the present service capacity as pension plan assets, these assets will be considered pension plan assets at the time they are transferred out of the Trust and into the pension plan.

See Note 8 for additional information regarding the District's cost sharing employer pension plan and Note 9 regarding OPEB liabilities. Note 10 contains additional information regarding the District's Section 115 Trust.

**CHINO VALLEY FIRE DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2025**

Statement of Activities (condensed)

	Governmental Activities FYE June 30, 2025	Governmental Activities FYE June 30, 2024
Program revenues:		
Charges for services	\$15,433,605	\$14,246,991
Operating grants and contributions	-	-
Capital grants and contributions	6,891,855	8,191,960
General revenues:		
Property taxes	45,479,760	45,542,928
Investment income	3,682,172	2,934,624
Miscellaneous income	154,772	424,644
Total Revenues	\$71,642,164	\$71,341,147
Expenses:		
Public Safety – Fire Protection	\$67,332,895	\$60,373,973
Total Expenses	\$67,332,895	\$60,373,973
Change in Net Position	\$4,309,269	\$10,967,174
Net Position Restated (Deficit), July 1	\$28,065,045	\$17,097,871
Net Position (Deficit), June 30	\$32,374,314	\$28,065,045

The increase in net position from June 30, 2024 to 2025 was approximately \$4.3 million, due primarily to property tax growth and one-time revenues received from the City of Chino Hills in 2025.

Capital Assets and Noncurrent Liabilities

Capital assets. Non-depreciable capital assets amounted to about \$5.7 million, at June 30, 2025 and \$5.7 million in 2024. Depreciable capital assets, net of depreciation, totaled about \$12.7 million at June 30, 2025, compared to about \$12.4 million at June 30, 2024. Land, construction in progress, buildings, improvements other than buildings and equipment, comprise the District's capital assets. Capital asset acquisitions totaled about \$1.7M, while capital asset retirements were \$0 and depreciation amounted to roughly \$1.4 million for the fiscal year ending June 30, 2025. The net decrease in depreciable capital assets amounted to about \$288 thousand. See Note 3 for additional information regarding capital assets and depreciation.

**CHINO VALLEY FIRE DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2025**

Capital Assets

	Governmental Activities June 30, 2025	Governmental Activities June 30, 2024
Non-Depreciable		
Land	\$4,719,913	\$4,719,913
Construction in progress	1,005,205	941,892
Total non-depreciable capital assets	\$5,725,118	\$5,661,805
Depreciable		
Buildings	\$10,738,439	\$10,738,439
Improvements other than buildings	836,554	781,319
Equipment	18,874,352	17,266,300
Total depreciable capital assets	\$30,449,345	\$28,786,058
Less: accumulated depreciation	(17,781,219)	(16,342,723)
Total depreciable assets, net of accumulated depreciation	\$12,668,126	\$12,443,335
Total capital assets, net of accumulated depreciation	\$18,393,244	\$18,105,140

Noncurrent liabilities. At June 30, 2025 and 2024, non-current liabilities amounted to approximately \$10.5 million and \$9.7 million, respectively. Compensated absences increased by about \$893 thousand while workers' compensation claims balances decreased by about \$169 thousand as well. The associated amounts due within the next year amounted to roughly \$2.6 million at June 30, 2025, compared to about \$2.1 million at June 30, 2024. See Note 5 for additional information regarding long-term liabilities.

	Governmental Activities June 30, 2025	Governmental Activities June 30, 2024
Compensated absences	\$8,866,685	\$7,973,207
Workers' Compensation claims	1,591,270	1,760,225
Total noncurrent liabilities	\$10,457,955	\$9,733,432
Less: amounts due within the next year	(\$2,623,277)	(\$2,096,236)
Total liabilities due in more than one year	\$7,834,678	\$7,637,196

GENERAL FUND FINANCIAL ANALYSIS

The District maintains one governmental fund, the General Fund. Through the General Fund, the District provides fire protection, emergency medical services, and fire prevention and education within its jurisdictional boundaries.

**CHINO VALLEY FIRE DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2025**

Balance Sheet (condensed)

	General Fund June 30, 2025	General Fund June 30, 2024
Cash and investments	\$51,498,355	\$52,749,459
Restricted cash and investments	26,764,600	12,096,797
Prepaid items	36,910	258,280
Other assets	2,269,282	3,165,940
Total Assets	\$80,569,147	\$68,270,476
Accounts payable and accrued liabilities	\$1,662,737	\$1,431,136
Accrued payroll	1,979,139	1,895,497
Other liabilities	-	-
Total Liabilities	\$3,641,876	\$3,326,633
Deferred inflows of resources	\$369,739	\$1,308,946
Unavailable Revenues – Accounts Receivable	\$369,739	\$1,308,946
Nonspendable	\$54,936	\$258,280
Restricted	26,764,600	21,505,162
Committed	19,834,191	17,546,439
Assigned	2,944,470	3,711,211
Unassigned	26,959,335	20,613,805
Fund Balance	\$76,557,532	\$63,634,897
Total Liabilities and Fund Balance	\$80,569,147	\$68,270,476

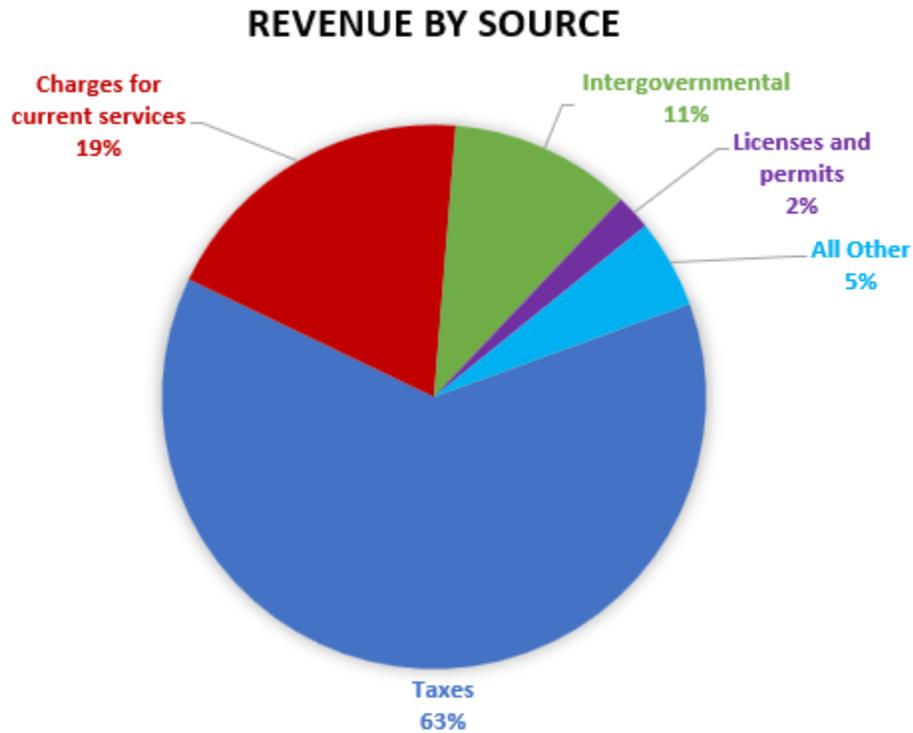
Statement of Revenues, Expenditures, and Changes in Fund Balance (condensed)

	General Fund FYE June 30, 2025	General Fund FYE June 30, 2024
Taxes	\$45,479,760	\$44,264,856
Charges for current services	13,901,618	12,868,158
Intergovernmental	7,831,062	8,710,400
Licenses and permits	1,531,987	1,378,833
All Other	140,435	3,348,023
Total Revenues	\$72,567,034	\$70,570,270
Salaries and benefits	\$50,392,848	\$45,875,084
Services and supplies	7,524,951	7,203,554
Capital Outlay	1,726,600	483,893
Total Expenditures	\$59,644,399	\$53,562,531
Net Change in Fund Balance	\$12,922,635	\$17,007,739
Fund Balance, July 1	\$63,634,897	\$46,627,158
Prior Period Adjustment	-	-
Fund Balance, June 30	\$76,557,532	\$63,634,897

**CHINO VALLEY FIRE DISTRICT
MANAGEMENT’S DISCUSSION AND ANALYSIS
JUNE 30, 2025**

Total General Fund revenues for FY25 amounted to approximately \$72.57 million, compared to about \$70.57 million in the prior year, a year-over-year increase of around \$2 million, or 2.8% due primarily to significant annual property tax revenue increase in the current year as well as one-time revenues in 2025. Tax revenues, which are exclusively comprised of property taxes, increased by about \$1.2 million, or 2.7% over the prior year. This was due primarily to significant continuing development activity within the District, combined with incremental annual increases in assessed values of existing properties as well as assessed value increases associated with property sales. Additionally, property tax revenues in 2024 included property tax recover revenues received for taxes that were owed to the District and are not ongoing revenues

Charges for current services is comprised of property-tax related revenues associated with the Chino agreement. Charges for current services in FY25 increased by about \$1 million, or 8% over the prior year, due primarily to increases in property values which has a direct impact to the Chino equity agreement. Intergovernmental revenues increased by about \$879 thousand due to increases in mutual aid response. The balance in other revenues represents returns on the District’s investments in the current year.



Total General Fund expenditures in FY25 amounted to about \$56.6 million compared to about \$53.6 million in the prior year, an increase of about \$3 million. Highlights of the year-over-year changes are as follows:

- Salaries and benefits expenditures were roughly \$4.5 million higher in FY25 than in the prior year. Most significantly, there is a direct relationship between the mutual aid responses and the associated labor costs to staff these incidents. The majority of the increases in salary and benefit costs in FY25 is attributable to the substantial increase in mutual aid incidents in FY25 compared to FY 24 which are unpredictable.
- Capital outlay amounted to about over \$1.7 million in FY25, compared to \$484 thousand in FY24. This is due to construction ramp up for Station 68 as well as the purchase of 2 Paramedic Squads in 2025.

**CHINO VALLEY FIRE DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2025**

Classifications of General Fund Balance

	Classifications of Fund Balance June 30, 2025	Classification of Fund Balance June 30, 2024
Nonspendable:		
Deposits and Prepaid Items	\$54,936	\$258,280
Restricted:		
Section 115 Trust	\$13,507,440	\$12,096,797
Fire Station	13,257,160	9,408,365
Committed:		
Workers compensation reserve	\$1,591,270	\$1,760,225
Equipment replacement	3,873,603	1,748,618
Facilities acquisition and maintenance	1,168,056	1,168,056
Compensated absences	2,811,751	2,729,855
Emergency contingency	10,389,511	10,139,685
Total Committed Fund Balance	\$19,834,191	\$17,546,439
Assigned Fund Balance	\$2,944,470	\$3,711,211
Unassigned Fund Balance	\$29,084,320	\$20,613,805
Total General Fund Balance	\$78,682,517	\$63,634,897

As of June 30, 2025, the District's General Fund reported an ending fund balance of approximately \$78.7 million, compared to about \$63.6 million at June 30, 2024, an increase of about \$15 million over the prior year. The increases in fiscal year 2025 are primarily due to increases in property tax revenues due to strong growth in the District area, as well as \$4 million received from the City of Chino Hills for the Station 68 Project. As specified in the District's Fund Balance Reporting Policy, in addition to the various commitments and assignments of fund balance referenced herein, the District's Board of Directors has also specified that the minimum unassigned fund balance shall be equal to three months of General Fund expenditures or, if not sufficient to meet the three-month minimum, the remaining balance of funds not otherwise classified. At June 30, 2025, the amount in unassigned fund balance represented just over two months of General Fund expenditures, based on the FY25 adopted budget. The Board further committed an additional \$1.1 million to the Facilities and acquisition and maintenance fund as a contingency for the fire station 68 project.

The committed portion of fund balance for equipment replacement in FY25 is \$3.9 million. The balance has increased primarily due to upcoming capital outlay requirements.

The assigned portion of fund balance at June 30, 2025, amounted to about \$2.9 million, representing budget transfers and funds earmarked per policy for reduction of pension liabilities.

**CHINO VALLEY FIRE DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2025**

General Fund Budgetary and Actual Variations

**Original to Amended (Final) Budget Comparison (condensed)
Year Ended June 30, 2025**

	General Fund Original Budget FYE June 30, 2025	General Fund Amended (Final) Budget FYE June 30, 2025	Variance Between Original and Amended Positive (Negative)
Taxes	\$43,352,458	\$43,561,209	\$208,751
Licenses and Permits	1,587,900	1,400,000	(187,900)
Charges for current services	13,384,656	13,902,942	518,286
Intergovernmental	530,000	3,222,822	2,692,822
Investment Income	750,000	346,322	(403,678)
Other Revenue	378,013	133,900	(244,113)
Total Revenue	\$59,983,027	\$63,567,195	\$3,584,168
Salaries and benefits	\$47,233,810	\$50,472,483	\$3,238,673
Services and supplies	8,605,709	8,744,204	138,495
Capital outlay	4,998,592	6,115,789	1,117,197
Total Operating & Capital Expenditures	\$60,838,111	\$65,332,476	\$4,494,365
Net Change in Fund Balance	(\$855,084)	(\$1,765,281)	(\$910,197)
Fund Balance, July 1	\$63,634,897	\$63,634,897	-
Fund Balance, June 30	\$62,779,813	\$61,869,616	(\$910,197)

Original to Amended (Final) Budget. For the year ended June 30, 2025, budgetary revenue amendments added about \$3.6 million, while additional budgetary appropriations aggregated to about \$1.1 million, for a net projected unfavorable change in Fund balance of about \$910 thousand.

Budgetary revenue amendments were as follows:

- Approximately \$209 thousand increase in tax revenues due to favorable trends in property tax growth
- About \$2.7 million increase in intergovernmental due increases in anticipated mutual aid recoveries, which are highly unpredictable from year-to-year, and therefore difficult to accurately budget.

Significant budgetary expenditure amendments were as follows:

- Nearly \$2.8 million in salary and benefit appropriations were added, primarily due to labor cost overages associated with additional mutual aid activity.
- About \$384 thousand in salaries and benefits were added due to contractual increases.

**CHINO VALLEY FIRE DISTRICT
MANAGEMENT’S DISCUSSION AND ANALYSIS
JUNE 30, 2025**

Budget to Current Year Actuals Summary Comparison (condensed)

	General Fund Amended Budget FYE June 30, 2025	General Fund Actuals FYE June 30, 2025	Variance Between Budget and Actuals Positive (Negative)
Taxes	\$43,561,209	\$45,479,760	\$1,918,551
Licenses and Permits	1,400,000	1,531,987	131,987
Charges for current services	13,902,942	13,901,618	(1,324)
Intergovernmental	3,222,822	7,831,062	4,608,240
Investment Income	1,346,322	3,682,172	2,335,850
Other Revenue	133,900	140,435	6,535
Total Revenue	\$63,567,195	\$72,567,034	\$8,999,839
Salaries and benefits	\$50,472,483	\$50,392,848	\$79,635
Services and supplies	8,744,204	7,524,951	1,219,253
Capital outlay	6,115,789	1,726,600	4,389,189
Total Operating & Capital Expenditures	\$65,332,476	\$59,644,399	\$5,688,077
Net Change in Fund Balance	(\$1,765,281)	\$12,922,635	\$14,687,916
Fund Balance, July 1	\$63,634,897	\$63,634,897	-
Fund Balance, June 30	\$61,869,616	\$76,557,532	-

Amended (Final) Budget to Actuals. The net change in fund balance varied favorably from amended budget by about \$14.7 million for the year ended June 30, 2025. Revenues varied favorably from budget by roughly \$9 million in aggregate, while expenditures netted to a favorable variance by \$5.7 million.

A summary of major variances between amended budget and actual revenues for the year ended June 30, 2025, is as follows:

- Intergovernmental varied favorably from budget by about \$4.6 million due primarily to the receipt of additional mutual aid recoveries which were budgeted conservatively as well as a one-time revenues received from the City of Chino Hills for Station 68
- Taxes varied favorably from budget by about \$1.9 million due to continued growth in property values and new development in the region.

Significant expenditures variances between actual results and amended budget are summarized as follows:

Services and supplies (\$1.2 million favorable budget variance):

- Services and supplies which include contract and consulting services, varied favorably from amended budget by about \$1.2 million, due to projects that were delayed or not complete by the end of the fiscal year
- Capital outlay varied favorably by \$4.4 million due to delays in the delivery of a Pierce TDA and Fire Engine.
- See Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual, in Required Supplementary Information for additional details.

**CHINO VALLEY FIRE DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2025**

Next Year's Budget to Current Year Actuals Summary Comparison (condensed)

	General Fund Original Budget FYE June 30, 2026	General Fund Actuals FYE June 30, 2025	Variance Between FY26 Budget and FY25 Actuals Positive (Negative)
Taxes	\$46,183,617	\$45,479,760	\$703,857
Licenses and Permits	1,490,098	1,531,987	(41,889)
Charges for current services	14,044,353	13,901,618	142,735
Intergovernmental	530,000	7,831,062	(7,301,062)
Investment Income	1,000,000	3,682,172	(2,682,172)
Other Revenue	149,000	140,435	8,565
Total Revenue	\$63,397,068	\$72,567,034	(\$9,169,966)
Salaries and benefits	\$52,502,270	\$50,392,848	(\$2,109,422)
Services and supplies	8,992,168	7,524,951	(1,467,217)
Capital outlay	842,630	1,726,600	883,970
Total Operating & Capital Expenditures	\$62,337,068	\$59,644,399	(\$2,692,669)
Net Change in Fund Balance	\$1,060,000	\$12,922,635	-
Fund Balance, July 1	\$76,557,532	\$63,634,897	-
Fund Balance, June 30	\$77,617,532	\$76,557,532	-

Economic Factors and Next Year's Budgets and Rates

- The FY26 Original budget projects revenues of nearly \$63.4 million against expenditures of about \$62.3 million, for a \$1 million net increase in General Fund balance.
- Local property values are anticipated to remain relatively stable within the District's service area. Additionally, new construction continues to be budgeted conservatively. Property tax revenues are conservatively budgeted to increase about 4% over FY25.
- Charges for current services are budgeted to increase by about \$142 thousand over FY25 actuals. This represents the Chino Equity agreement which increases as property tax increases.
- Intergovernmental revenue decreases of \$7.3 million includes mutual aid revenues and grants. Mutual aid recoveries are projected to decrease in FY26 due to the assumption of a significantly lower number of out-of-area incidents in the next year. One-time grants in 2025 are not expected in 2026.
- Investment income are budgeted conservatively at \$1 million. Since Trust assets are restricted in nature, the District does not provide for restricted revenues in the operating budget.
- Salaries and benefits expenditures are budgeted assuming vacancies are filled, projected to increase by about \$2.1 million over FY25, or 5%. This is due primarily to the contractual increases in salaries based on MOU as well as increases in unfunded pension liabilities due to CalPERS investment earnings and actuarial assumptions.
- Services and supplies are projected to increase over FY25 levels by \$1.4 million, or 20% primarily in anticipation of executing contracts and engaging with consultants. Other costs are projected to increase due to rising fuel costs and higher than expected inflationary pressures. Actuals have historically trended lower than budget in the area of services and supplies.

**CHINO VALLEY FIRE DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2025**

- Capital outlay in FY26 is projected to decrease about \$880 thousand over FY25 levels based on the District's capital replacement plan.
- Total budgeted expenditures for FY26 have been thoroughly vetted through a budget development cycle spanning six months.
- The District also projects and forecasts long-range revenues and expenditures over a 10-year horizon. These projections are used for budgeting, operating and strategic planning purposes. Revenues are generally projected to be sufficient to meet forecast expenses over the next 10 years.
- These and other factors were considered in the preparation of the District's Original budget for FY26.

Requests for Information

This financial report is designed to provide a general overview of the financial position of the Chino Valley Fire District for all those with an interest in the government's finance, and should be reviewed in conjunction with the District's financial statements. Questions concerning any of the information provided herein or requests for additional financial information should be addressed to the Chino Valley Fire District, Attn.: Finance Director, 14011 City Center Drive, Chino Hills, California 91709, or via email at: financedirector@chofire.org. Other relevant information may also be accessed on the District's website at www.chinovalleyfire.org.

**Chino Valley Fire District
Statement of Net Position
June 30, 2025**

	Governmental Activities
ASSETS	
Cash and Investments	\$ 51,498,355
Restricted Cash and Investments	26,764,600
Accounts Receivable	2,251,256
Note Receivable	18,026
Prepaid items	36,910
Net Investment in Joint Venture	174,584
Capital Assets, Not Being Depreciated	5,725,118
Capital Assets, Depreciated, Net	12,668,126
Total Assets	99,136,975
DEFERRED OUTFLOWS OF RESOURCES	
Pension Related Amounts	18,459,457
OPEB Related Amounts	1,936,975
Total Deferred Outflows of Resources	20,396,432
LIABILITIES	
Accounts Payable and Accrued Liabilities	1,662,737
Accrued Payroll	1,979,139
Noncurrent Liabilities:	
Due within one year	2,623,277
Due in more than one year	78,027,446
Total Liabilities	84,292,599
DEFERRED INFLOWS OF RESOURCES	
Pension Related Amounts	2,351,130
OPEB Related Amounts	515,364
Total Deferred Inflows of Resources	2,866,494
NET POSITION	
Investment in Capital Assets	18,393,244
Restricted;	
Section 115 Trust	13,507,440
New Fire Station	13,257,160
Unrestricted	(12,783,530)
Total Net Position	\$ 32,374,314

The accompanying notes are an integral part of this statement.

**Chino Valley Fire District
Statement of Activities
Year Ended June 30, 2025**

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>			<u>Governmental Activities Net (Expenses) Revenues</u>
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	<u>Governmental Activities</u>
Governmental Activities:					
Public Safety	\$ 67,332,895	\$ 15,433,605	\$ -	\$ 6,891,855	\$ (45,007,435)
Total Governmental Activities	<u>\$ 67,332,895</u>	<u>\$ 15,433,605</u>	<u>\$ -</u>	<u>\$ 6,891,855</u>	<u>(45,007,435)</u>
		General Revenues:			
					45,479,760
					3,682,172
					<u>154,772</u>
		Total General Revenues			<u>49,316,704</u>
		Change in Net Position			4,309,269
		Net Position - Beginning of Year			<u>28,065,045</u>
		Net Position - End of Year			<u>\$ 32,374,314</u>

The accompanying notes are an integral part of this statement.

**Chino Valley Fire District
Balance Sheet
Governmental Funds
June 30, 2025**

	General Fund
ASSETS	
Cash and Investments	\$ 51,498,355
Restricted Cash and Investments	26,764,600
Accounts Receivable	2,251,256
Note Receivable	18,026
Prepaid items	36,910
 Total Assets	 \$ 80,569,147
LIABILITIES	
Accounts Payable and Accrued Liabilities	\$ 1,662,737
Accrued Payroll	1,979,139
 Total Liabilities	 3,641,876
DEFERRED INFLOWS OF RESOURCES	
Unavailable Revenues - Accounts Receivable	369,739
 Total Deferred Inflows of Resources	 369,739
FUND BALANCES	
Nonspendable	54,936
Restricted	26,764,600
Committed	19,834,191
Assigned	2,944,470
Unassigned	26,959,335
 Total Fund Balances	 76,557,532
 Total Liabilities, Deferred Inflows of Resources and Fund Balances	 \$ 80,569,147

The accompanying notes are an integral part of this statement.

Chino Valley Fire District
Reconciliation of the Governmental Fund Balance Sheet to the
Government-Wide Statement of Net Position
June 30, 2025

Fund balances - total governmental funds \$ 76,557,532

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

Capital assets used in governmental activities are not financial resources. Therefore, they are not reported in the fund financial statements.

Capital Assets	36,174,463
Less: Accumulated Depreciation	(17,781,219)

Other long-term assets are not available to pay for current period expenditures and therefore, are not reported as available revenues in the funds. 369,739

Net investment in joint venture is not a current financial resource and is not included in the governmental funds. 174,584

Long-term liabilities are not due and payable in the current period and therefore, are not reported in the governmental funds.

Compensated Absences	(8,866,685)
Net OPEB Liability	(4,905,370)
Net Pension Liability	(65,287,398)
Claims Liabilities	(1,591,270)

Amounts for deferred inflows and deferred outflows related to the District's Net Pension Liability and Net OPEB Liability are not reported in the funds.

Deferred Outflows Related to Pensions	18,459,457
Deferred Inflows Related to Pensions	(2,351,130)
Deferred Outflows Related to OPEB	1,936,975
Deferred Inflows Related to OPEB	(515,364)

Net Position of Governmental Activities \$ 32,374,314

Chino Valley Fire District
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
Year Ended June 30, 2025

	General Fund
REVENUES	
Taxes	\$ 45,479,760
Licenses and Permits	1,531,987
Intergovernmental	7,831,062
Charges for Services	13,901,618
Investment Income	3,682,172
Other	140,435
Total Revenues	72,567,034
EXPENDITURES	
Current:	
Salaries and Benefits	50,392,848
Services and Supplies	7,524,951
Capital Outlay	1,726,600
Total Expenditures	59,644,399
Net Change in Fund Balances	12,922,635
Fund Balances, Beginning of Year	63,634,897
Fund Balances, End of Year	\$ 76,557,532

The accompanying notes are an integral part of this statement.

Chino Valley Fire District
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund
Balance of Governmental Funds to the Statement of Activities
Year Ended June 30, 2025

Net change in fund balances - governmental funds \$ 12,922,635

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

Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of these assets is allocated over their estimated useful lives and reported as depreciation expense.

Capital Expenditures	1,726,600
Depreciation Expense	(1,438,496)

The District's investment in the joint venture is not recorded in the governmental funds because there is no flow of current financial resources. The increase or decrease is recognized in the Statement of Activities as an economic resource along with the related asset in the Statement of Net Position. 14,337

Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds. (939,207)

The amounts below included in the Statement of Activities do not provide (require) the use of current financial resources and, therefore, are not reported as revenues or expenditures in governmental funds (net change):

Net Pension Liability	1,025,922
Net OPEB Liability	682,307
Claims Liabilities	168,955
Compensated Absences	(893,478)

Amounts for deferred inflows and deferred outflows related to the District's Net Pension Liability and Net OPEB Liability are not reported in the funds. This is the net change in deferred inflows and outflows related to net pension liability and net OPEB liability.

Deferred Outflows Related to Pensions	(10,883,545)
Deferred Inflows Related to Pensions	2,346,177
Deferred Outflows Related to OPEB	(568,532)
Deferred Inflows Related to OPEB	145,594

Change in net position of governmental activities \$ 4,309,269

Chino Valley Fire District
Notes to Financial Statements
Year Ended June 30, 2025

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the Chino Valley Fire District (District) conform to accounting principles generally accepted in the United States of America as applicable to governments. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for governmental accounting and financial reporting principles. The following is a summary of the significant policies.

A) Description of Reporting Entity

The District was formed in 1932 by the County of San Bernardino to provide fire protection services to the unincorporated areas of the Chino Valley area. The District was consolidated with the Chino Valley Fire Department in 1972 and became self-governing in November 1990. The District is now governed by a five-member Board of Directors elected by the citizens of the District. No other governmental units are a part of the reporting entity.

The District serves the City of Chino, the City of Chino Hills and unincorporated areas of San Bernardino County within its boundaries.

The financial statements include all organizations, activities, and functions that comprise the District. Component units are legally separate entities for which the District (the primary entity) is financially accountable. Financial accountability is defined as the ability to appoint a voting majority of the organization's governing body and either (1) the District's ability to impose its will over the organization or (2) the potential that the organization will provide a financial benefit to, or impose a financial burden on, the District. Using these criteria, the District has no component units.

B) Description of Funds

The accounts of the District are organized in one fund, which is considered a separate accounting entity. The operations of the fund are accounted for with a set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures. The following types of funds are used:

Governmental Fund Types

General Fund - Because the District provides only fire protection services all resources are accounted for in this fund.

C) Basis of Accounting/ Measurement Focus

Government -Wide Financial Statements

The Government-wide financial statements (i.e, the Statement of Net Position and Statement of Activities) report information on all nonfiduciary activities of the primary government.

These statements are presented on an "economic resources" measurement focus and the accrual basis of accounting. Accordingly, the District's assets, deferred outflows, liabilities and deferred inflows, including capital assets and long-term debt, are included in the accompanying Statement of Net Position. The Statement of Activities presents changes in net position. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. The types of transactions reported as program revenues for the District are reported in three categories: 1) charges for services, 2) operating grants and contributions, and 3) capital grants and contributions.

Chino Valley Fire District
Notes to Financial Statements
Year Ended June 30, 2025

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Charges for services include revenues from customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function. Operating grants and contributions include revenues restricted to meeting the requirements of a particular operating function and may include state shared revenues and grants. Capital grants and contributions include revenues restricted to meeting the requirements of a particular capital function and may include grants or other contributions. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Governmental Fund Financial Statements

Governmental fund financial statements include a Balance Sheet and Statement of Revenues, Expenditures, and Changes in Fund Balance for the General Fund. An accompanying schedule is presented to reconcile and explain the differences in fund balance as presented in these statements to the net position presented in the Government-Wide Financial Statements.

All governmental funds are accounted for on a spending or "current financial resources" measurement focus and the modified accrual basis of accounting. Accordingly, only current assets and current liabilities are included on the Balance Sheet. The Statement of Revenues, Expenditures and Changes in Fund Balance presents increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in fund balance. Revenues are recognized in the accounting period in which they become susceptible to accrual, that is, when they become both measurable and available to finance expenditures of the current period. "Measurable" means that the amount of the transaction can be determined, and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period.

Accrued revenues include property taxes received within 60 days after year-end and earnings on investments. Grant funds earned but not received are recorded as a receivable at year-end, and amounts not received within the 60-day availability period are reported as unavailable revenues. Expenditures are recorded when the fund liability is incurred, if measurable, except for unmatured interest on general long-term debt, which is recognized when due.

D) Claims and Judgements

In accordance with Governmental Accounting Standards Board (GASB) Statement No. 62, the District records a liability for claims, judgments, and litigation when it is probable that a liability has been incurred at year-end and the probable amount of loss (net of any insurance coverage) can be reasonably estimated.

E) Capital Assets

Capital assets, which include land, buildings, improvements, and equipment, are reported in the Governmental Activities column of the Government-Wide Financial Statements. Capital assets are defined by the District as all land, buildings, vehicles, equipment, and improvements, with an initial individual cost of more than \$5,000 and an estimated useful life of more than one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets received prior to the implementation of GASB 72 were recorded at fair value on the date of donation. Donated capital assets received subsequent to the implementation of GASB 72 are recorded at acquisition value as of the date received.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Depreciation is recorded in the Government-Wide Financial Statements on a straight-line basis over the useful life of the assets as follows:

**Chino Valley Fire District
Notes to Financial Statements
Year Ended June 30, 2025**

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Buildings	30 Years
Improvements other than buildings	30 Years
Machinery and Equipment	5-15 Years

F) Investments

Investments are included within the financial statement classifications of "Cash and investments" and "Restricted cash and investments" and are stated at fair value, the price the District would receive to sell an asset or pay to transfer a liability.

G) Use of Estimates

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

H) Restricted Assets

Restricted assets represent cash and cash equivalents whose use is limited by legal requirements. The District has created a Section 115 Trust (Trust). All assets in the Trust are irrevocably dedicated to funding obligations of the District's pension beneficiaries, other post-employment beneficiaries or costs of administering the Trust. The funds are not considered plan assets of either the pension plan or OPEB plan and are therefore considered restricted assets of the District. In addition, the District has cash that is restricted for the building of new fire stations.

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

I) Compensated Absences

The District's policy permits employees to accumulate earned but unused annual leave and sick leave benefits, which are eligible for payment upon separation from service. The liability for such leave is reported as incurred in the government-wide financial statements. A liability for those amounts is recorded in the governmental fund only if the liability has matured as a result of employee resignations or retirements. The liability for compensated absences includes salary-related benefits, where applicable.

J) Property Taxes

Property taxes attach as an enforceable lien on property as of January 1. Taxes are levied on July 1 and are payable in two installments on December 10 and April 10. The County of San Bernardino bills and collects the property taxes and distributes them to the District in installments during the year. District property tax revenues are recognized when levied to the extent that they result in current receivables.

K) Fund Balance – Governmental Funds

Fund balances of the governmental funds are classified as follows:

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

**Chino Valley Fire District
Notes to Financial Statements
Year Ended June 30, 2025**

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

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

Committed - amounts that can be used only for specific purposes determined through ordinances or resolutions, that are equally binding, approved by the governing board, which is the highest level of decision-making authority for the District. Commitments may be established, modified, or rescinded only through ordinances or resolutions approved by the governing board.

Assigned - amounts that do not meet the criteria to be classified as restricted or committed but that are intended to be used for specific purposes. The Board of Directors can make assignments of fund balance.

Unassigned - all other spendable amounts.

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 balance are available, the District considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless the governing board has provided otherwise in its commitment or assignment actions.

L) Net Position

GASB Statement No. 63 requires that the difference between assets added to the deferred outflows of resources and liabilities added to the deferred inflows of resources be reported as net position. Net position is classified as either net investment in capital assets, restricted, or unrestricted.

Net investment in capital assets consists of capital assets, net of accumulated depreciation, and reduced by the outstanding principal of related debt. Restricted net position is the portion of net position that has external constraints placed on it by creditors, grantors, contributors, laws, or regulations of other governments, or through constitutional provisions or enabling legislation. Unrestricted net position consists of net position that does not meet the definition of net investment in capital assets or restricted net position.

M) Deferred Outflows/Inflows of Resources

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

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 represents an acquisition of net assets that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that time.

N) Pensions

For purposes of measuring the net pension liability, deferred outflows of resources, deferred inflows of resources, and pension expense related to pensions, information about the fiduciary net position of the California Public Employees Retirement System (CalPERS) and additions to/deductions from CalPERS fiduciary net position have been determined on the same basis as they are reported by CalPERS. For this purpose, employer and employee contributions are recognized in the period the related salaries are earned and become measurable pursuant to formal commitments, statutory or contractual requirements, benefit

**Chino Valley Fire District
Notes to Financial Statements
Year Ended June 30, 2025**

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms, and investments are reported at fair value.

O) Other Postemployment Benefits (OPEB)

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

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

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

P) Implementation of Governmental Accounting Standards Board (GASB) Pronouncements

The Governmental Accounting Standards Board has issued the following Statements, which may affect the District's financial reporting requirements in the future:

Statement No. 103, "Financial Reporting Model Improvements." The requirements of this Statement will take effect for financial statements starting with the fiscal year that ends June 30, 2026.

Statement No. 104, "Disclosure of Certain Capital Assets." The requirements of this Statement will take effect for financial statements starting with the fiscal year that ends June 30, 2026.

2) CASH AND INVESTMENTS

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

Statement of Net Position:	
Cash and Investments	\$ 51,498,355
Restricted Cash and Investments	26,764,600
Total Cash and Investments	\$ 78,262,955
Petty Cash	\$ 1,500
Deposits with Financial Institutions	9,046,544
Investments	69,214,911
Total Cash and Investments	\$ 78,262,955

Investments Authorized by 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 and the District's policy, where more restrictive. The table also identifies certain provisions of the California Government Code that address interest rate risk and concentration of credit risk.

**Chino Valley Fire District
Notes to Financial Statements
Year Ended June 30, 2025**

2) CASH AND INVESTMENTS - Continued

Authorized Investment Type	Maximum Maturity	Maximum Allowable Percentage	Maximum Investment In One Issuer
Local Agency Investment Fund (LAIF)	N/A	None	N/A
U.S. Treasury Obligations	5 years	None	N/A
U.S. Agency Securities	5 years	None	None
Money Market Mutual Funds	N/A	15%	10%
State of California Treasury Obligations	2 years	25%	None
Bankers Acceptances	180 Days	30%	None
Commercial Paper	270 days	25%	10%
Negotiable Certificates of Deposits	2 years	30%	None
Repurchase Agreements	90 days	25%	None
Time Deposits	2 years	25%	None
Beneficial Interest Shares	N/A	15%	None
CalTrust	N/A	None	None
Medium Term Corporate Notes	5 years	30%	15%

Investments Authorized by the District's Section 115 Trust

Investments of the Trust are governed by the provisions of the Chino Valley Fire District Section 115 Trust Agreement, rather than the general provisions of the California Government Code or the District's investment policy. The table below identifies investments authorized by the Investment Policy of the Trust:

Authorized Investment Type	Maximum Allowable Percentage	Maximum Investment In One Issuer
Domestic Equities	5%	40%
International Equities	5%	40%
Fixed Income	None	5%
Private Equity	20%	None
Real Estate	20%	None
Inflation Hedge	20%	None
Portfolio Risk Hedging	None	None
Money Market Mutual Funds	15%	None

Disclosures Relating to Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. 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:

**Chino Valley Fire District
Notes to Financial Statements
Year Ended June 30, 2025**

2) CASH AND INVESTMENTS - Continued

Investment Type	Total	Remaining Maturity (in Months)		
		12 Months or Less	13 to 36 Months	36 to 60 Months
LAIF	\$ 48,623,654	\$ 48,623,654	\$ -	\$ -
Certificates of Deposit	3,966,923	990,882	2,228,594	747,447
Federal Agency Securities	499,635	-	-	499,635
U.S. Treasury Notes and Bills	253,380	-	-	253,380
Overnight Repurchase Agreements	1,101,916	1,101,916	-	-
CalTrust	1,261,963	1,261,963	-	-
Section 115 Trust - Mutual Funds	13,507,440	13,507,440	-	-
Total	\$ 69,214,911	\$ 65,485,855	\$ 2,228,594	\$ 1,500,462

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. Presented below is the minimum rating required by (where applicable) the California Government Code or the District's investment policy, and the actual rating as of year-end for each investment type.

Investment Type	Total Investment	Minimum Rating	AAA		AA+ to AA-		Not Rated
LAIF	\$ 48,623,654	N/A	\$ -	\$ -	\$ -	\$ 48,623,654	
Certificates of Deposit	3,966,923	N/A	-	-	-	3,966,923	
Federal Agency Securities	499,635	N/A	-	499,635	-	-	
U.S. Treasury Notes and Bills	253,380	N/A	-	253,380	-	-	
Overnight Repurchase Agreements	1,101,916	N/A	-	-	-	1,101,916	
CalTrust	1,261,963	N/A	-	-	-	1,261,963	
Section 115 Trust - Mutual Funds	13,507,440	N/A	-	13,507,440	-	-	
Total	\$ 69,214,911		\$ -	\$ 14,260,455		\$ 54,954,456	

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 government 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, no deposits with financial institutions in excess of federal depository insurance limits were held in uncollateralized accounts.

**Chino Valley Fire District
Notes to Financial Statements
Year Ended June 30, 2025**

2) CASH AND INVESTMENTS - Continued

Fair Value Hierarchy

The District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. The District has the following recurring fair value measurements as of June 30, 2025:

Investment Type	Total	Level		
		1	2	3
Certificates of Deposit	\$ 3,966,923	\$ -	\$ 3,966,923	\$ -
Federal Agency Securities	499,635	-	499,635	-
U.S. Treasury Notes and Bills	253,380	-	253,380	-
Overnight Repurchase Agreements	1,101,916	-	1,101,916	-
Section 115 Trust - Mutual Funds	13,507,440	13,507,440	-	-
Total	\$ 19,329,294	\$ 13,507,440	\$ 5,821,854	\$ -

The District's investments in LAIF and CalTrust are not subject to the fair value hierarchy.

Investment Pools

The California Local Agency Investment Fund (LAIF) is a special fund of the California State Treasury through which local governments may pool investments. The District may invest up to \$75,000,000 in the fund. Investments in LAIF are highly liquid, as deposits can be converted to cash within 24 hours without loss of interest. All investments with the LAIF are secured by the full faith and credit of the state of California.

The State Treasurer's Local Agency Investment Fund is a governmental investment pool managed and directed by the California State Treasurer and is not registered with the Securities and Exchange Commission. An oversight committee, comprised of California State officials and various participants, provide oversight to the management of the fund. The daily operations and responsibilities of LAIF fall under the auspices of the State Treasurer's Office. It is the District's understanding that the values of shares in the LAIF pool reflect "fair value." The District is a voluntary participant in the investment pool.

In addition, the District is a voluntary participant in CalTrust, an investment pool administered by the California State Association of Counties (CSAC) Finance Corporation. CalTrust was established under the provisions of the California Joint Exercise of Powers Act in accordance with California Government Code. 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 fair value per share provided by CalTrust applied to the number of shares held by the District. The balance available for withdrawal is based on the accounting records maintained for CalTrust by U.S. Bank, N.A.

3) CAPITAL ASSETS AND DEPRECIATION

The District has reported all capital assets in the Government-Wide Statement of Net position. The following table presents the capital assets activity for the year ended June 30, 2025:

**Chino Valley Fire District
Notes to Financial Statements
Year Ended June 30, 2025**

3) CAPITAL ASSETS AND DEPRECIATION - Continued

	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets, not depreciated:				
Land	\$ 4,719,913	\$ -	\$ -	\$ 4,719,913
Construction in Progress	941,892	63,313	-	1,005,205
Total Capital Assets Not Depreciated	<u>5,661,805</u>	<u>63,313</u>	<u>-</u>	<u>5,725,118</u>
Depreciable capital assets:				
Buildings	10,738,439	-	-	10,738,439
Improvements other than Buildings	781,319	55,235	-	836,554
Equipment	17,266,300	1,608,052	-	18,874,352
Total Cost of Depreciable Capital Assets	<u>28,786,058</u>	<u>1,663,287</u>	<u>-</u>	<u>30,449,345</u>
Less accumulated depreciation for				
Buildings	(4,145,405)	(353,359)	-	(4,498,764)
Improvements other than Buildings	(426,404)	(24,735)	-	(451,139)
Equipment	(11,770,914)	(1,060,402)	-	(12,831,316)
Total Accumulated Depreciation	<u>(16,342,723)</u>	<u>(1,438,496)</u>	<u>-</u>	<u>(17,781,219)</u>
Depreciable capital assets, net	<u>12,443,335</u>	<u>224,791</u>	<u>-</u>	<u>12,668,126</u>
Total Capital assets, net	<u>\$ 18,105,140</u>	<u>\$ 288,104</u>	<u>\$ -</u>	<u>\$ 18,393,244</u>

Depreciation expense in the amount of \$1,438,496 was charged to the public safety function in the Statement of Activities for the year ended June 30, 2025.

4) RISK MANAGEMENT

The District is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets, errors and omissions, injuries to employees and natural disasters, and has the following coverages.

Special District Risk Management Authority (SDRMA)

The District is a member of the Special District Risk Management Authority (SDRMA), an intergovernmental risk sharing joint powers authority, created pursuant to California Government Sections 6500 et seq and established in 1986. The Authority provides property, liability and worker's compensation coverage protection and risk management services statewide exclusively for California special districts, joint power authorities and other public agencies. The District has various policies of coverage with SDRMA.

Workers' Compensation Coverage and Employer's Liability

The District is self-insured up to the first \$250,000 per claim and is protected up to \$5 million per occurrence for Workers' Compensation and \$5 million per occurrence for Employer Liability, after the initial self-retention.

Annual contributed premiums are to be paid annually based on estimated wages and subject to adjustment at the end of each year.

Claims expenses and liabilities are reported when it is probable that a loss has occurred and the amount of that loss can be reasonably estimated. The following schedule represents claims liabilities for the past two fiscal years.

Claims expenses and liabilities are reported when it is probable that a loss has occurred and the amount of that loss can be reasonably estimated. As of June 30, 2025, the total liability of \$1,591,270 consists of open claims of \$1,404,475 and estimated incurred but not reported IBNR claims of \$186,795. This liability is the District's best estimated based on available information provided by third-party claims administrator and analysis of prior claims history. Changes in the reported liability at June 30, 2025, resulted from the following:

**Chino Valley Fire District
Notes to Financial Statements
Year Ended June 30, 2025**

4) RISK MANAGEMENT - Continued

Fiscal Year	Beginning of Year Liability	Current Year Claims	Claims Payments	End of Year Liability
2023-24	\$ 1,748,434	\$ 1,308,879	\$ (1,297,088)	\$ 1,760,225
2024-25	1,760,225	849,450	(1,018,405)	1,591,270

General Liability

The District is protected for General Liability, Public Officials' and Employees' Errors and Omission and Employment Practices Liability up to \$5 million per occurrence with a combined single limit of \$5 million and deductibles of \$500 per occurrence. The District does not have a self-insured retention level for its general and vehicle liability coverage; accordingly, no liability has been recorded. The Auto Liability policy has a single limit of \$5 million; with a deductible of \$1,000.

Property Loss

The District is covered per occurrence up to and a combined total of \$1 Billion, subject to a \$1,000 deductible per occurrence.

Settlements have not exceeded coverages in each of the past three years.

5) LONG-TERM LIABILITIES

Change in long-term debt balances are as follows:

	Beginning Balance	Additions	Deletions	Ending Balance	Due in one year
Net Pension Liability	\$ 66,313,320	\$ -	\$ 1,025,922	\$ 65,287,398	\$ -
Net OPEB Liability	5,587,677	-	682,307	4,905,370	-
Claims Liabilities	1,760,225	849,450	1,018,405	1,591,270	850,000
Compensated Absences	7,973,207	893,478	-	8,866,685	1,773,277
Total Governmental Activities	<u>\$ 81,634,429</u>	<u>\$ 1,742,928</u>	<u>\$ 2,726,634</u>	<u>\$ 80,650,723</u>	<u>\$ 2,623,277</u>

6) CLASSIFICATION OF NET POSITION & FUND BALANCE

In the government-wide financial statements net position is classified as follows:

Net Investment in Capital Assets

This component of net position consists of capital assets, including restricted capital assets, net of accumulated depreciation 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. If there are significant unspent related debt proceeds at year-end, the portion of the debt attributable to the unspent proceeds is not included in the calculation of invested in capital assets, net of related debt. Rather, that portion of the debt is included in the same net position component as the unspent proceeds.

**Chino Valley Fire District
Notes to Financial Statements
Year Ended June 30, 2025**

6) CLASSIFICATION OF NET POSITION & FUND BALANCE – Continued

Restricted Net Position

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 Net Position

This category represents the net position of the District that are not externally restricted for any project or other purpose.

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

Nonspendable:	
Prepaid Items	\$ 36,910
Note Receivable	18,026
Restricted:	
Section 115 Trust	13,507,440
Fire Station	13,257,160
Committed:	
Workers' Compensation	1,591,270
Equipment Replacement	3,873,603
Facilities Acquisition and Maintenance	1,168,056
Compensated Absences	2,811,751
Emergency Contingency	10,389,511
Assigned:	
Budgeted Appropriations	2,944,470
Unassigned	<u>26,959,335</u>
Total Fund Balance (Deficit)	<u><u>\$ 76,557,532</u></u>

The District Board approved resolution 2017-14 committing resources to the following:

Commitment	Description
Workers' Compensation	Established at a level equal to the estimated value of claims
Equipment Replacement	Provides for vehicle, apparatus, and major equipment replacement
Facilities Acquisition and Maintenance	Provides for facility acquisition and maintenance
Compensated Absences	Established at a level of 33% of employee accrued leave balances
Emergency Contingency	Established at an amount of 2 months of the District's approved expenditure budget to be used for in the event of a declaration of a local, state, or federal state of emergency

In addition, the Board approved a minimum fund balance policy whereby the District desires a general contingency reserve equal to three months approved budgeted expenditures. In the event that minimum fund balance is not sufficient to meet the three-month requirement, all remaining funds not otherwise classified shall be maintained for general contingency purposes. At June 30, 2025, the amount of \$21,790,831 was maintained pursuant to the policy and classified as part of unassigned fund balance.

Chino Valley Fire District
Notes to Financial Statements
Year Ended June 30, 2025

7) AGREEMENTS

Revised Fire Protection Services Agreement with the City of Chino - Effective May 1, 1996, the District and the City of Chino (the City) entered into a revised fire protection services agreement (Agreement). The District and the City agreed to replace the funding method set forth in the adopted Local Agency Formation Commission (LAFCO) conditions when the District became self-governing in 1990. The method change provided additional funding to the District, which is more consistent with the level of funding received from areas outside the City limits. The City agreed to pay the District an amount equal to the dispatch service cost incurred by the District.

First Amendment - Elimination of Dispatch Service Payments - On June 2, 2009, the City and the District agreed through a First Amendment to the Agreement, to eliminate the requirement of the City to pay or reimburse the District for dispatch services beginning with the first full month following the City's issuance of a certificate of occupancy for the first of two new fire stations to be constructed by the City for District use. Dispatch reimbursement terminated in August 2011.

Second Amendment - Revised Payments - Effective February 1, 2012, California State Assembly Bill AB x1 26 dissolved redevelopment agencies in California and provided for the creation of successor agencies for winding down the affairs of former redevelopment agencies. Pass-through tax increment payment obligations previously made by the City's Redevelopment Agency (RDA) to the District, are now being paid by the Successor Agency for the former Chino RDA, into a property tax trust fund administered by the County of San Bernardino. The District now receives these pass-through payments from the County property tax trust fund.

As a result of the dissolution of the City's RDA, on October 8, 2014, the City and the District agreed to a Second Amendment to the Agreement which resulted in changes in the calculation of the City's Annual Payment Obligation (APO) to the District. Under the terms of the Second Amendment, the City receives credits against its APO to the District equal to any residual payments of former RDA tax increment or other former RDA monies distributed to the District from the County property tax trust fund.

Prior to the Second Amendment and dissolution of the City's RDA, the APO reflected a 20% set-aside in the calculation associated with RDA low and moderate income housing obligations. Commencing July 1, 2017, the District received 100% of the tax revenue that would have otherwise been deducted as the 20% set-aside in the APO calculation. For the five-year transitional period between fiscal year 2012-13 and 2016-17, the APO calculation was modified under the Second Amendment to reflect the District and the City sharing equally in the 20% set-aside of former RDA funds.

8) RETIREMENT PLAN

General Information about the Defined Benefit Pension Plan

Plan Description – All qualified permanent and probationary employees are eligible to participate in the Public Agency Cost-Sharing Multiple-Employer Defined Benefit Pension Plan (Plan) administered by the California Public Employees' Retirement System (CalPERS.) The Plan consists of individual rate plans (benefit tiers) within a safety risk pool (police and fire) and a miscellaneous risk pool. Plan assets may be used to pay benefits for any employer rate plan of the safety and miscellaneous pools. Accordingly, rate plans within the safety or miscellaneous pools are not separate plans under GASB Statement No. 68. Individual employers may sponsor more than one rate plan in the miscellaneous or safety risk pools. The District sponsors six rate plans (three miscellaneous and three safety). Benefit provisions under the Plan are established by State statute and District resolution. CalPERS issues publicly available reports that include a full description of the pension plan regarding benefit provisions, assumptions and membership information that can be found on the CalPERS website.

**Chino Valley Fire District
Notes to Financial Statements
Year Ended June 30, 2025**

8) RETIREMENT PLAN – Continued

Benefits Provided – The Plan is a cost-sharing multiple-employer defined benefit pension plan administered by the California Public Employees’ Retirement System (CalPERS). A full description of the pension plan benefit provisions, assumptions for funding purposes but not accounting purposes, and membership information is listed in the June 30, 2023 Annual Actuarial Valuation Report. Details of the benefits provided can be obtained in Appendix B of the June 30, 2023 actuarial valuation report. This report is a publicly available valuation report that can be obtained at CalPERS’ website under Forms and Publications.

	Miscellaneous	
	Classic	PEPRA
	Prior to January 1, 2013	On or after January 1, 2013
Hire date	January 1, 2013	January 1, 2013
Benefit formula	2.5% @ 55	2% @ 62
Benefit vesting schedule	5 years service	5 years service
Benefit payments	monthly for life	monthly for life
Retirement age	55	62
Monthly benefits, as a % of eligible compensation	2.5%	2%
Required employee contribution rates	8%	8.25%
Required employer contribution rates	14.99% + \$342,984	8.18% + \$4,851

	Safety	
	Classic	PEPRA
	Prior to January 1, 2013	On or after January 1, 2013
Hire date	January 1, 2013	January 1, 2013
Benefit formula	3% @ 55	2.7% @ 57
Benefit vesting schedule	5 years service	5 years service
Benefit payments	monthly for life	monthly for life
Retirement age	55	57
Monthly benefits, as a % of eligible compensation	3%	2.7%
Required employee contribution rates	9%	14.50%
Required employer contribution rates	26.29% + \$5,500,207	14.72% + \$46,408

Contributions – Section 20814(c) of the California Public Employees’ Retirement Law requires that the employer contribution rates for all public employers be determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate. Funding contributions for the Plans are determined annually on an actuarial basis as of June 30 by CalPERS. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The District is required to contribute the difference between the actuarially determined rate and the contribution rate of employees. The District pays the required employee contribution on behalf of the employees.

**Chino Valley Fire District
Notes to Financial Statements
Year Ended June 30, 2025**

8) RETIREMENT PLAN – Continued

Beginning in fiscal year 2016, CalPERS collects employer contributions for the Plan as a percentage of payroll for the normal cost portion as noted in the rates above and as a dollar amount for contributions toward the unfunded liability. The dollar amounts are billed on a monthly basis. The District's required contribution for the unfunded liability was \$5,894,450 in fiscal year 2025.

The District's contributions to the plan for the year ended June 30, 2025 was \$6,299,700.

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

As of June 30, 2025, the District reported a liability of \$65,287,398 for its proportionate share of the net pension liability. The District's net pension liability for the Plan is measured as the proportionate share of the net pension liability. The net pension liability of the Plans is measured as of June 30, 2024, and the total pension liability for the 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 proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. The District's proportionate share of the net pension liability as of June 30, 2024 and 2025 was as follows:

Proportion - June 30, 2024	0.53155%
Proportion - June 30, 2025	0.53834%
Change - Increase (Decrease)	0.00679%

For the year ended June 30, 2025, the District recognized pension expense of \$13,811,146. At June 30, 2025, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Pension contributions subsequent to measurement date	\$ 6,299,700	\$ -
Differences between actual and expected experience	5,346,630	175,999
Changes in assumptions	1,612,628	-
Change in employer's proportion	2,009,400	-
Differences between the employer's contributions and the employer's proportionate share of contributions	-	2,175,131
Net differences between projected and actual earnings on plan investments	3,191,099	-
Total	\$ 18,459,457	\$ 2,351,130

\$6,299,700 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, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as pension expense as follows:

**Chino Valley Fire District
Notes to Financial Statements
Year Ended June 30, 2025**

8) RETIREMENT PLAN – Continued

Year Ending June 30,	\$	
2026	3,919,712	
2027	7,129,013	
2028	(148,131)	
2029	(1,091,967)	
2030	-	
Thereafter	-	

Actuarial Assumptions – The total pension liabilities in the June 30, 2023 actuarial valuations were determined using the following actuarial assumptions:

	All Plans
Valuation date	June 30, 2023
Measurement date	June 30, 2024
Actuarial cost method	entry-age normal
Actuarial assumptions:	
Discount rate	6.90%
Inflation	2.30%
Projected salary increase	(1)
Investment rate of return	6.90%
Mortality	(2)

(1) Depending on age, service and type of employment

(2) Derived using CalPERS' Membership Data for all Funds.

The mortality table used was developed based on CalPERS-specific data. The probabilities of mortality are based on the 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.

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 best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class.

In determining the long-term expected rate of return, CalPERS took into account both short-term and long-term market return expectations as well as the expected pension fund cash flows. Using historical returns of all the funds' asset classes, expected compound returns were calculated over the short-term (first 10 years) and the long-term (11-60 years) using a building-block approach. Using the expected nominal returns for both short-term and long-term, the present value of benefits was calculated for each fund. The expected rate of return was set by calculating the 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:

**Chino Valley Fire District
Notes to Financial Statements
Year Ended June 30, 2025**

8) RETIREMENT PLAN – Continued

Asset Class	New Strategic Allocation	Real Return (1,2)
Global Equity - Cap Weighted	30%	4.54%
Global Equity - Non-Cap Weighted	12%	3.84%
Private Equity	13%	7.28%
Treasury	5%	0.27%
Mortgage-backed Securities	5%	0.50%
Investment Grade Corporates	10%	1.56%
High Yield	5%	2.27%
Emerging Market Debt	5%	2.48%
Private Debt	5%	3.57%
Real Assets	15%	3.21%
Leverage	-5%	-0.59%

(1) An expected inflation of 2.3% used for this period.

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

Discount Rate – The discount rate used to measure the total pension liability for PERF C was 6.90%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be made at statutorily required rates, actuarially determined. Based on those assumptions, the 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 the Plan, calculated using the discount rate for the Plan, as well as what the District’s proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

1% Decrease	5.90%
Net Pension Liability	\$ 103,326,510
Current Discount Rate	6.90%
Net Pension Liability	\$ 65,287,398
1% Increase	7.90%
Net Pension Liability	\$ 34,163,222

Pension Plan Fiduciary Net Position – Detailed information about the pension plan’s fiduciary net position is available in the separately issued CalPERS financial reports.

Payable to the Pension Plan – At June 30, 2025, the District reported a payable of \$0 for the outstanding amount of contributions to the pension plan required for the year ended June 30, 2025.

**Chino Valley Fire District
Notes to Financial Statements
Year Ended June 30, 2025**

9) OTHER POST EMPLOYMENT BENEFITS

General Information About the OPEB Plan

The District participates in the California Employers’ Retiree Benefit Fund (CERBT), an agent multiple-employer defined benefit healthcare plan administered by the California Public Employees’ Retirement System (CalPERS). A summary of the OPEB amounts for the District’s plan is shown below:

Net OPEB Liability	\$	4,905,370
Deferred Outflows Related to OPEB		1,936,975
Deferred Inflows Related to OPEB		515,364
OPEB Expense		754,992

Plan Description – The District has established a Retiree Healthcare Plan (HC Plan) and participates in an agent multiple-employer defined benefit retiree healthcare plan administered by the CalPERS, which acts as a common investment and administrative agent for its participating member employers. Benefit provisions under the HC Plan are established through agreements and memorandums of understanding (MOU) between the District, its management and confidential employees and collective bargaining groups representing other full-time District employees. CalPERS issues a publicly available financial report that can be found on the CalPERS website.

Benefits Provided – Plan members include current retirees of the District Eligible plan members are District employees who have retired from active employment with the District on or after the November 1990 date of formation and are receiving a retirement allowance from CalPERS. Employees covered under the Safety MOU, hired on or after January 1, 2007, as well as management employees, must complete five years of service in order to qualify for the benefit allowance. In addition, a Post Employment Health Plan (PEHP) was established with Nationwide Retirement Solutions (Nationwide) on April 26, 2012. Eligible employees retiring on or after the date the Nationwide plan was established receive the benefit allowance under the terms of the Nationwide plan.

The benefit allowance provides a fixed amount lifetime allowance to eligible plan members and their surviving spouses, if applicable. Employees hired on or after April 26, 2012, are not eligible for the PEHP benefit.

For eligible plan members, the District provides a monthly benefit allowance of \$500 per month for management and safety members. For confidential and miscellaneous members, the monthly allowance is based on the years of District service as follows:

<u>Between 5 and 10 Years</u>	<u>More than 10 Years</u>
\$250 per month	\$500 per month

Eligible PEHP plan members retiring on or after the establishment of the Nationwide plan will receive the applicable monthly postemployment benefit, offset by the employer minimum health plan contribution, if applicable.

Upon retirement, employees hired after the effective date of the PEHP will only be eligible to have the employer minimum health plan contribution paid on their behalf.

Employees Covered by the Benefit Terms - At June 30, 2023, the most recent valuation date, the following current and former employees were covered by the benefit terms of the plan:

**Chino Valley Fire District
Notes to Financial Statements
Year Ended June 30, 2025**

9) OTHER POST EMPLOYMENT BENEFITS – Continued

Retirees or beneficiaries		
currently receiving benefits		96
Active employees		148
Total		244

Contributions – The District participates in the CalPERS health plan. Under government code section 22892(c), the District is required to pay a minimum contribution toward the monthly insurance plan premium for any eligible retired member enrolled in the CalPERS health plan. As of June 30, 2025, the minimum employer contribution amount is \$158 per month. In addition, for employees who retired prior to October 1, 2006 and are enrolled in the CalPERS health plan, the District contributes an additional \$17.86 per month toward the insurance plan premium. The annual contribution total is based on the actuarially determined contribution. Employees are not required to contribute to the plan. Total contributions recognized by the Plan from the employer for the year ended June 30, 2025 were \$1,014,361.

Net OPEB Liability - The District's net OPEB liability of \$4,905,370 was measured as of June 30, 2024, and was determined by an actuarial valuation as of June 30, 2023.

Actuarial Assumptions and Other Inputs - The total OPEB liability in the June 30, 2023 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Valuation Date	June 30, 2023
Actuarial Cost Method	Entry Age Normal Cost
Mortality	(1)
Investment Rate of Return	6.25%
Health Care Trend Rate	Non-Medicare-7.9% for 2026, decreasing to an ultimate rate of 3.45% in 2076 and later years; Medicare (Kaiser) – 5.65% for 2024, decreasing to an ultimate 3.45% in 2076 and later years; Medicare (Non-Kaiser) – 6.90% for 2026, decreasing to an ultimate rate of 3.45% in 2076
Inflation Rate	2.50%
Salary Changes	3.00%
Discount Rate	6.25%

(1) – Derived using CalPERS Membership Data for all funds.

Mortality rates were based on the CalPERS 2000-2019 Experience Study, which assumed future mortality improvements using Society of Actuaries (SOA) Scale BB. The Experience Study report can be obtained on the CalPERS website under Forms and Publications.

Discount Rate – The discount rate used to measure the total OPEB liability was 6.25 percent for the HC Plan. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current contribution rate and that the District's contributions will be made at rates equal to the difference between actuarially determined contributions rates and the employee rate. Based on those assumptions, the HC Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on

**Chino Valley Fire District
Notes to Financial Statements
Year Ended June 30, 2025**

9) OTHER POST EMPLOYMENT BENEFITS – Continued

pension plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability.

The long-term expected rate of return on the HC 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 asset allocation and most recent best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Long-Term Rate of Return
Global Equity	49%	4.56%
Fixed Income	23%	1.56%
TIPS	5%	-0.08%
Commodities	3%	1.22%
REIT's	20%	4.06%
Total	100%	

Changes in the Net OPEB Liability

	Increase (Decrease)		
	Total OPEB Liability	Plan Fiduciary Net Position	Net OPEB Liability/(Asset)
Balance at June 30, 2024 (June 30, 2023 measurement)	\$ 14,145,841	\$ 8,558,164	\$ 5,587,677
Changes in the year:			
Service cost	369,779	-	369,779
Interest on the total OPEB liability	884,422	-	884,422
Actual vs. expected experience	-	-	-
Changes in assumptions	-	-	-
Contributions from the employer	-	1,004,179	(1,004,179)
Contributions from employees	-	-	-
Net investment income	-	938,298	(938,298)
Benefit payments, including refunds	(729,721)	(729,721)	-
Administrative expense	-	(5,969)	5,969
Net changes	524,480	1,206,787	(682,307)
Balance at June 30, 2025 (June 30, 2024 measurement)	\$ 14,670,321	\$ 9,764,951	\$ 4,905,370

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

**Chino Valley Fire District
Notes to Financial Statements
Year Ended June 30, 2025**

9) OTHER POST EMPLOYMENT BENEFITS – Continued

	1% Decrease (5.25%)	Discount Rate (6.25%)	1% Increase (7.25%)
Net OPEB liability (asset)	\$ 6,547,285	\$ 4,905,370	\$ 3,516,512

Sensitivity of the Net OPEB Liability to changes in the Healthcare Cost Trend Rates - The following presents the net OPEB liability of the District, as well as what the District's Net OPEB would be if it were calculated using a healthcare cost trend rate that is 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rate:

	1% Decrease	Healthcare Cost Trend Rate	1% Increase
Net OPEB liability (asset)	\$ 4,255,088	\$ 4,905,370	\$ 5,853,150

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

For the year ended June 30, 2025, the District recognized OPEB expense of \$754,992. 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
Differences between actual and expected experience	\$ 682,114	\$ 330,838
Changes in assumption	163,693	184,526
Net differences between projected and actual earnings on plan investments	76,807	-
Contributions subsequent to the measurement date	1,014,361	-
Total	\$ 1,936,975	\$ 515,364

Amounts reported as deferred outflows and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year Ending June 30,	
2026	\$ (7,575)
2027	254,511
2028	(42,907)
2029	17,626
2030	89,287
Thereafter	96,308

**Chino Valley Fire District
Notes to Financial Statements
Year Ended June 30, 2025**

10) SECTION 115 TRUST

In fiscal year 2016-17, the District Board approved the creation of a Section 115 Trust Agreement with Principal Custody Solutions, Trustee, and PFM Asset Management LLC, Trust Administrator. The Section 115 Trust was established as a means to set aside monies to fund the District's pension and OPEB obligations. Contributions to the Section 115 Trust are irrevocable, the assets are dedicated to providing benefits to plan members, and the assets are protected from creditors of the District. The purpose of the creation of the Section 115 Trust was to address the District's pension obligations by accumulating assets to reduce the net pension liability. However, in accordance with generally accepted accounting principles, the assets in the Section 115 Trust are not considered to have present service capacity as plan assets and are therefore considered restricted assets of the District rather than pension plan assets.

Accordingly, the Section 115 Trust's assets are recorded as restricted for pension benefits in the District's General fund rather than assets of the pension plan during the measurement of the net pension liability. The assets held in trust will be considered pension plan assets at the time they are transferred out of the Trust into the pension plan.

The District initially deposited \$5 million into the Trust. During fiscal year 2024-2025, the Trust gained \$1,419,644 in interest income due to fair market adjustments and incurred \$9,000 in bank fees. The Trust account balance at June 30, 2025 amounted to \$13,507,440.

The District currently funds its OPEB obligations through the CalPERS CERBT program, and although the Section 115 Trust is able to accept OPEB funds, the District has no immediate plans to fund OPEB obligations through the Section 115 Trust.

11) JOINT VENTURE

West End Fire Emergency Response Commission

The District is a member of the West End Fire and Emergency Response Commission (FERC), which was created under a joint powers agreement. It was formed to operate a hazardous materials response team serving the Cities of Montclair, Ontario, Upland, Rancho Cucamonga, and the Chino Valley Fire District. The FERC governing board is comprised of one representative from each member agency. Members of FERC share equally (20 percent each) in the Commission's assets, to be distributed upon termination of the joint venture agreement. The members have no share of the Commission's debts, liabilities, and obligations.

The District's share of equity in FERC has been accounted for as a joint venture. Accordingly, 20 percent of FERC's equity has been included as an investment in joint venture amounting to \$174,584.

Summarized audited financial information for FERC at June 30, 2024, the most recent information available, is presented below:

West End Fire and Emergency Response Commission Net Position

Total Assets	\$	898,491
Total Liabilities		(25,572)
Net Position	\$	872,919

**Chino Valley Fire District
Notes to Financial Statements
Year Ended June 30, 2025**

11) JOINT VENTURE - Continued

West End Fire and Emergency Response Commission Changes in Net Position

Operating Revenues	\$ 133,804
Operating Expenses	<u>(62,119)</u>
Operating Revenue/Loss	71,685
Other Revenues/Expenses	<u>-</u>
Change in Net Position	71,685
Beginning Net Position	<u>801,234</u>
Ending Net Position	<u><u>\$ 872,919</u></u>

12) SUBSEQUENT EVENTS

In August 2025, subsequent to the end of the fiscal year, the District paid \$1,939,873 and took delivery of a fire truck ordered in July 2022.

REQUIRED SUPPLEMENTARY INFORMATION

Chino Valley Fire District
Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual - General Fund
Year Ended June 30, 2025

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
REVENUES				
Taxes	\$ 43,352,458	\$ 43,561,209	\$ 45,479,760	\$ 1,918,551
Licenses and Permits	1,587,900	1,400,000	1,531,987	131,987
Intergovernmental	530,000	3,222,822	7,831,062	4,608,240
Charges for Services	13,384,656	13,902,942	13,901,618	(1,324)
Investment Income	750,000	1,346,322	3,682,172	2,335,850
Other	378,013	133,900	140,435	6,535
	<u>59,983,027</u>	<u>63,567,195</u>	<u>72,567,034</u>	<u>8,999,839</u>
Total Revenues				
EXPENDITURES				
Current:				
Salaries and Benefits	47,233,810	50,472,483	50,392,848	79,635
Services and Supplies	8,605,709	8,744,204	7,524,951	1,219,253
Capital Outlay	4,998,592	6,115,789	1,726,600	4,389,189
	<u>60,838,111</u>	<u>65,332,476</u>	<u>59,644,399</u>	<u>5,688,077</u>
Total Expenditures				
Net Change in Fund Balances	(855,084)	(1,765,281)	12,922,635	14,687,916
Fund Balance, Beginning of Year	<u>63,634,897</u>	<u>63,634,897</u>	<u>63,634,897</u>	
Fund Balance, End of Year	<u><u>\$ 62,779,813</u></u>	<u><u>\$ 61,869,616</u></u>	<u><u>\$ 76,557,532</u></u>	

Chino Valley Fire District
Required Supplementary Information
For the Year Ended June 30, 2025

**Schedule of Changes in the District's
Net OPEB Liability and Related Ratios**
Last 10 Fiscal Years*

	Measurement Period		
	2024	2023	2022
Total OPEB Liability			
Service cost	\$ 369,779	\$ 327,584	\$ 326,016
Interest on total OPEB liability	884,422	813,422	785,109
Changes in assumptions	-	(244,050)	-
Differences between expected and actual earnings on investments	-	902,150	-
Benefit payments, including refunds	(729,721)	(680,841)	(638,560)
Net change in total OPEB liability	524,480	1,118,265	472,565
Total OPEB liability - beginning	14,145,841	13,027,576	12,555,011
Total OPEB liability - ending (a)	<u>\$ 14,670,321</u>	<u>\$ 14,145,841</u>	<u>\$ 13,027,576</u>
Plan Fiduciary Net Position			
Contributions - employer	\$ 1,004,179	\$ 1,000,523	\$ 981,539
Net investment income	938,298	500,227	(1,143,995)
Benefit payments	(729,721)	(680,841)	(638,560)
Administrative Expense	(5,969)	(4,697)	(4,008)
Net change in plan fiduciary net position	1,206,787	815,212	(805,024)
Plan fiduciary net position - beginning	8,558,164	7,742,952	8,547,976
Plan fiduciary net position - ending (b)	<u>\$ 9,764,951</u>	<u>\$ 8,558,164</u>	<u>\$ 7,742,952</u>
Net OPEB liability - ending (a) - (b)	<u>\$ 4,905,370</u>	<u>\$ 5,587,677</u>	<u>\$ 5,284,624</u>
Plan fiduciary net position as a percentage of the total OPEB liability	66.56%	60.50%	59.44%
Covered - employee payroll	\$ 28,565,892	\$ 28,120,728	\$ 28,919,425
Net OPEB liability as a percentage of covered-employee payroll	17.17%	19.87%	18.27%

Notes to the Schedule of the District's Proportionate Share of the Net OPEB Liability

Benefit Changes: None

Changes in Assumptions: For the measurement period ended June 30, 2021, the discount rate changed from 6.75% to 6.25%.

*Fiscal year 2018 was the first year of implementation, therefore, not all 10 years of information is available.

Measurement Period				
	2021	2020	2019	2018
\$	333,615	\$ 329,362	\$ 356,699	\$ 352,179
	804,105	770,782	788,462	749,335
	286,328	-	40,057	-
	(132,737)	-	(861,861)	-
	(630,696)	(590,762)	(525,149)	(527,565)
	660,615	509,382	(201,792)	573,949
	11,894,396	11,385,014	11,586,806	11,012,857
\$	<u>12,555,011</u>	<u>\$ 11,894,396</u>	<u>\$ 11,385,014</u>	<u>\$ 11,586,806</u>
\$	1,145,329	\$ 1,101,779	\$ 1,014,848	\$ 1,015,783
	1,736,354	192,760	298,759	321,795
	(630,696)	(590,762)	(525,149)	(527,565)
	(4,141)	(4,646)	(2,512)	(9,313)
	2,246,846	699,131	785,946	800,700
	6,301,130	5,601,999	4,816,053	4,015,353
\$	<u>8,547,976</u>	<u>\$ 6,301,130</u>	<u>\$ 5,601,999</u>	<u>\$ 4,816,053</u>
\$	<u>4,007,035</u>	<u>\$ 5,593,266</u>	<u>\$ 5,783,015</u>	<u>\$ 6,770,753</u>
	68.08%	52.98%	49.21%	41.56%
\$	27,035,729	\$ 23,591,066	\$ 22,578,230	\$ 22,006,164
	14.82%	23.71%	25.61%	30.77%

Chino Valley Fire District
Required Supplementary Information
For the Year Ended June 30, 2025

Schedule of Plan Contributions
for the District's OPEB Plan
Last 10 Years*

Fiscal Year	Actuarially Determined Contributions	Contributions in Relation to the Actuarially Determined Contributions	Contribution Deficiency/ (Excess)	Covered Employee Payroll	Contributions as a % of Covered Employee Payroll
2025	\$ 802,000	\$ (1,014,361)	\$ (212,361)	\$ 31,991,042	3.17%
2024	797,000	(1,004,179)	(207,179)	28,565,892	3.52%
2023	822,000	(1,000,523)	(178,523)	28,170,728	3.55%
2022	822,000	(981,539)	(159,539)	28,919,425	3.39%
2021	970,000	(1,145,329)	(175,329)	27,035,729	4.24%
2020	948,000	(1,101,779)	(153,779)	23,591,066	4.67%
2019	887,000	(1,014,848)	(127,848)	22,578,230	4.49%
2018	868,000	(1,015,783)	(147,783)	22,006,164	4.62%

*10 years of information are not yet available.

Chino Valley Fire District
Required Supplementary Information
For the Year Ended June 30, 2025

Schedule of the District's Proportionate Share of the Net Pension Liability
Last 10 Years

Measurement Date	Proportion of the Net Pension Liability	Proportionate Share of Net Pension Liability	Covered Payroll	Proportionate Share of the Net Pension Liability as a % of Payroll	Plan Fiduciary Net Position as a % of the Total Pension Liability
2024	0.53834%	\$ 65,287,398	\$ 20,041,911	325.75%	76.57%
2023	0.53155%	66,313,320	19,614,539	338.08%	74.81%
2022	0.51841%	59,880,172	19,393,853	308.76%	75.71%
2021	0.46857%	25,341,789	19,270,369	131.51%	88.30%
2020	0.46547%	50,644,738	17,958,480	282.01%	77.71%
2019	0.44008%	45,094,793	17,679,086	255.07%	74.80%
2018	0.42797%	41,239,907	14,722,066	280.12%	75.26%
2017	0.41738%	41,392,401	14,371,096	288.03%	73.31%
2016	0.40916%	35,405,262	13,427,191	263.68%	74.06%
2015	0.37860%	25,984,527	13,359,721	194.50%	78.40%

Notes to the Schedule of the District's Proportionate Share of the Net Pension Liability

Benefit Changes: None

Changes in Assumptions: In 2017, the accounting discount rate changed from 7.65% to 7.15%. In 2022, the accounting discount rate changed from 7.15% to 6.90%.

Chino Valley Fire District
Required Supplementary Information
For the Year Ended June 30, 2025

Schedule of Plan Contributions
Last 10 Years

Fiscal Year	Contractually Required Contributions	Contributions in Relation to the Actuarially Determined Contributions	Contribution Deficiency/ (Excess)	Covered Payroll	Contributions as a % of Covered Payroll
2025	\$ 6,299,700	\$ (6,299,700)	\$ -	\$ 21,476,196	29.33%
2024	7,065,681	(7,065,681)	-	20,041,911	35.25%
2023	6,763,412	(6,763,412)	-	19,614,539	34.48%
2022	6,803,186	(6,803,186)	-	19,393,853	35.08%
2021	5,693,195	(5,693,195)	-	19,270,369	29.54%
2020	4,397,399	(4,397,399)	-	17,958,480	24.49%
2019	3,994,527	(3,994,527)	-	17,679,086	22.59%
2018	2,470,341	(2,470,341)	-	14,722,066	16.78%
2017	2,761,672	(2,761,672)	-	14,371,096	19.22%
2016	2,792,891	(2,792,891)	-	13,427,191	20.80%

Notes to the Schedule of Plan Contributions

Valuation Date: 6/30/14, 6/30/15, 6/30/16, 6/30/17, 6/30/18, 6/30/19, 6/30/20, 6/30/21, 6/30/22, 6/30/23

Chino Valley Fire District
Notes to Required Supplementary Information
For the Year Ended June 30, 2025

The District follows these procedures in establishing the budgetary data reflected in the financial statements:

- 1) The annual budget is adopted by the Board of Directors after the holding of a hearing and provides for the general operation of the District. The operating budget 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" (as defined by GASB Code Sec. 2400.109) covers District expenditures in the General Fund. Budget figures used in the accompanying financial statements are the final adjusted amounts.
- 3) The annual budget for the General Fund is adopted on a basis consistent with generally accepted accounting principles (GAAP). Accordingly, actual revenues and expenditures have been adjusted for comparison with related budgeted amounts in the financial statements.

STATISTICAL



SECTION



STATISTICAL SECTION OVERVIEW

This part of the District's ACFR presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the District's overall financial health.

Contents	Page
Financial Trends	71-78
<i>These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.</i>	
Revenue Capacity	78-87
<i>These schedules contain information to help the reader assess the District's most significant local revenue source, the property tax.</i>	
Demographic and Economic Information	88-90
<i>These schedules offer demographic and economic indicators to assist the reader in understanding the environment within which the government's financial activities take place.</i>	
Operating Information	91-96
<i>These schedules contain service and infrastructure data to help the reader understand how the information in the District's financial report relates to the services the District provides and the activities it performs.</i>	

CHINO VALLEY FIRE DISTRICT
Net Position by Component
Last Ten Fiscal Years
(Accrual Basis)
Fiscal Year Ended June 30,

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>
Governmental activities				
Net investment in capital assets	\$ 18,393,244	\$ 18,104,972	\$ 19,119,490	\$ 19,261,696
Unrestricted	(12,783,530)	(5,294,909)	(16,760,562)	(6,114,249)
Total Net Position/(Deficit)	<u>\$ 5,609,714</u>	<u>\$ 12,810,063</u>	<u>\$ 2,358,928</u>	<u>\$ 13,147,447</u>

¹ Prior period adjustment of (\$7,156,361) associated with recognition of net OPEB liability under GASB Stmt No. 75

² Prior period adjustment of (\$30,519,843) associated with recognition of net pension liability under GASB Stmt No. 68

Source: Chino Valley Fire Finance Department

CHINO VALLEY FIRE DISTRICT
Net Position by Component
Last Ten Fiscal Years
(Accrual Basis)
Fiscal Year Ended June 30,

<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
\$ 15,794,021	\$ 13,373,858	\$ 13,728,788	\$ 12,286,159	\$ 13,018,578 ¹	\$ 11,873,455
(26,141,639)	(24,652,843)	(22,024,285)	(22,989,631)	(21,324,621) ²	(11,566,271)
<u>\$ (10,347,618)</u>	<u>\$ (11,278,985)</u>	<u>\$ (8,295,497)</u>	<u>\$ (10,703,472)</u>	<u>\$ (8,306,043)</u>	<u>\$ 307,184</u>

CHINO VALLEY FIRE DISTRICT
Changes in Net Position
Last Ten Fiscal Years
(Accrual Basis)
Fiscal Year Ended June 30,

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>
Expenses				
Governmental Activities:				
Public safety - fire protection	\$ 67,332,895	\$ 60,373,973	\$ 55,054,514	\$ 41,581,143
Interest	-	-	-	-
Total Government Activities	<u>67,332,895</u>	<u>60,373,973</u>	<u>55,054,514</u>	<u>41,581,143</u>
Program Revenues				
Governmental Activities:				
Charges for Services	15,433,605	14,246,991	13,648,007	18,111,524
Operating Grants and Contributions		-	-	3,518,883
Capital Grants and Contributions	6,891,855	8,191,960	2,315,558	7,960,544
Total Governmental Activities	<u>22,325,460</u>	<u>22,438,951</u>	<u>15,963,565</u>	<u>29,590,951</u>
Net (Expenses) Revenues	(45,007,435)	(37,935,022)	(39,090,949)	(11,990,192)
General Revenues				
Governmental Activities:				
Property Taxes	45,479,760	45,542,928	39,738,876	37,073,112
Investment Income	3,682,172	2,934,624	1,112,126	(1,587,855)
Miscellaneous Income	154,772	424,644	390,995	-
Total General Revenues and Special Items	<u>49,316,704</u>	<u>48,902,196</u>	<u>41,241,997</u>	<u>35,485,257</u>
Change in Net Position	<u>\$ 4,309,269</u>	<u>\$ 10,967,174</u>	<u>\$ 2,151,048</u>	<u>\$ 23,495,065</u>

Source: Chino Valley Fire Finance Department

CHINO VALLEY FIRE DISTRICT
Changes in Net Position
Last Ten Fiscal Years
(Accrual Basis)
Fiscal Year Ended June 30,

<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
\$ 51,802,613	\$ 48,782,779	\$ 41,867,224	\$ 43,572,163	\$ 38,373,649	\$ 31,178,009
-	-	-	-	-	-
<u>51,802,613</u>	<u>48,782,779</u>	<u>41,867,224</u>	<u>43,572,163</u>	<u>38,373,649</u>	<u>31,178,009</u>
16,065,406	11,968,554	12,181,087	11,818,763	9,880,690	9,708,815
131,222	193,790	391,409	262,573	170,371	187,907
-	-	-	-	-	-
<u>16,196,628</u>	<u>12,162,344</u>	<u>12,572,496</u>	<u>12,081,336</u>	<u>10,051,061</u>	<u>9,896,722</u>
(35,605,985)	(36,620,435)	(29,294,728)	(31,490,827)	(28,322,588)	(21,281,287)
35,001,556	32,907,802	30,904,229	28,514,249	26,657,137	24,767,156
1,535,796	729,145	798,474	579,149	208,585	200,276
-	-	-	-	-	-
<u>36,537,352</u>	<u>33,636,947</u>	<u>31,702,703</u>	<u>29,093,398</u>	<u>26,865,722</u>	<u>24,967,432</u>
<u>\$ 931,367</u>	<u>\$ (2,983,488)</u>	<u>\$ 2,407,975</u>	<u>\$ (2,397,429)</u>	<u>\$ (1,456,866)</u>	<u>\$ 3,686,145</u>

CHINO VALLEY FIRE DISTRICT
Fund Balances of Governmental Funds
Last Ten Fiscal Years
(Modified Accrual Basis)
As of June 30,

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>
General Fund				
Nonspendable	\$ 54,936	\$ 258,280	\$ 268,755	\$ 35,671
Restricted	26,764,600	21,505,162	12,939,567	7,817,084
Committed	19,834,191	17,546,439	18,904,791	17,799,489
Assigned	2,944,470	3,711,211	1,447,119	5,407,426
Unassigned	26,959,335	20,613,805	13,066,926	10,117,997
Total General Fund	<u>\$ 76,557,532</u>	<u>\$ 63,634,897</u>	<u>\$ 46,627,158</u>	<u>\$ 41,177,667</u>

¹ District invested \$5 million in a 115 Retirement Trust in FY17. Monies accumulated in this irrevocable trust are restricted to fund pension and other post employment benefits.

Source: Chino Valley Fire Finance Department

CHINO VALLEY FIRE DISTRICT
Fund Balances of Governmental Funds
Last Ten Fiscal Years
(Modified Accrual Basis)
As of June 30,

<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
\$ 70,134	\$ 2,798,454	\$ 57,435	\$ 69,622	\$ 129,796	\$ 1,246,854
8,127,679	6,514,158	6,159,623	5,406,956	5,072,747 ¹	-
15,074,091	13,178,184	13,529,583	11,863,690	10,800,481	9,817,484
740,036	2,857,364	907,500	1,020,921	-	1,438,380
7,960,000	3,297,650	5,645,910	7,983,722	7,730,326	11,288,384
<u>\$ 31,971,940</u>	<u>\$ 28,645,810</u>	<u>\$ 26,300,051</u>	<u>\$ 26,344,911</u>	<u>\$ 23,733,350</u>	<u>\$ 23,791,102</u>

CHINO VALLEY FIRE DISTRICT
Changes in Fund Balances of Governmental Funds
Last Ten Fiscal Years
(Modified Accrual Basis)
Fiscal Year Ended June 30,

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>
Revenues				
Taxes	\$ 45,479,760	\$ 44,264,856	\$ 39,738,876	\$ 37,073,112
Licenses and permits	1,531,987	1,378,833	1,572,046	1,714,517
Intergovernmental	7,831,062	8,710,400	1,766,246	7,411,510
Charges for current services	13,901,618	12,868,158	12,075,961	16,397,007
Use of money and property	3,682,172	2,934,624	1,112,126	(1,587,855)
Other	140,435	413,399	382,255	107,373
Total Revenues	<u>72,567,034</u>	<u>70,570,270</u>	<u>56,647,510</u>	<u>61,115,664</u>
Expenditures				
Current:				
Salaries and benefits	50,392,848	45,875,084	43,944,528	44,558,819
Services and supplies	7,524,951	7,203,554	6,381,592	6,257,259
Capital outlay	1,726,600	483,893	1,484,793	1,093,859
Debt Service:				
Principal		-	-	-
Interest		-	-	-
Total Expenditures	<u>59,644,399</u>	<u>53,562,531</u>	<u>51,810,913</u>	<u>51,909,937</u>
Other Financing Sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Prior Period Adjustment	<u>-</u>	<u>-</u>	<u>612,894.00</u>	<u>-</u>
Net Change in Fund Balance	<u>\$ 12,922,635</u>	<u>\$ 17,007,739</u>	<u>\$ 5,449,491</u>	<u>\$ 9,205,727</u>

Source: Chino Valley Fire Finance Department

CHINO VALLEY FIRE DISTRICT
Changes in Fund Balances of Governmental Funds
Last Ten Fiscal Years
(Modified Accrual Basis)
Fiscal Year Ended June 30,

<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
\$ 35,001,556	\$ 32,907,802	\$ 30,904,229	\$ 28,514,249	\$ 26,657,137	\$ 24,767,156
1,356,952	1,354,350	1,280,526	1,481,562	760,409	700,811
-	-	30,215	31,898	30,397	35,423
14,708,454	10,614,204	10,900,561	10,337,201	9,120,281	9,008,004
1,535,796	714,476	854,647	572,109	203,867	195,501
131,222	193,790	361,194	230,675	139,974	152,484
<u>52,733,980</u>	<u>45,784,622</u>	<u>44,331,372</u>	<u>41,167,694</u>	<u>36,912,065</u>	<u>34,859,379</u>
40,180,445	36,806,449	35,600,506	32,863,912	30,149,943	26,765,584
5,408,428	5,592,184	5,947,226	5,013,037	4,552,628	4,504,550
3,818,977	1,040,230	2,828,500	679,184	2,267,246	2,802,430
-	-	-	-	-	-
-	-	-	-	-	-
<u>49,407,850</u>	<u>43,438,863</u>	<u>44,376,232</u>	<u>38,556,133</u>	<u>36,969,817</u>	<u>34,072,564</u>
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 3,326,130</u>	<u>\$ 2,345,759</u>	<u>\$ (44,860)</u>	<u>\$ 2,611,561</u>	<u>\$ (57,752)</u>	<u>\$ 786,815</u>

CHINO VALLEY FIRE DISTRICT
Estimated Actual Value of Taxable Property
Last Ten Fiscal Years

Fiscal Year Ended June 30,	Secured	Unsecured	Nonunitary
2025	36,119,117,026	1,522,559,962	1,210,532
2024	34,186,941,433	1,388,560,493	1,210,532
2023	31,556,292,762	1,141,947,013	1,113,040
2022	29,625,840,912	1,041,487,811	1,113,040
2021	28,289,230,138	1,032,424,863	1,113,040
2020	26,849,912,707	1,003,873,389	1,113,040
2019	25,323,627,013	915,136,844	454,331
2018	23,476,040,134	858,556,171	456,218
2017	21,880,783,822	788,902,117	456,298
2016	20,730,162,389	873,281,186	456,510

¹ Exempt values are not included in totals.

² In 1978 the voters of the State of California passed Proposition 13, which limited taxes to a total maximum of 1%, based upon the assessed value of property being taxed. Each year, the assessed value of property may be increased by an "inflation factor," limited to 2%. With few exceptions, property is only reassessed as a result of new construction activity or at the time it is sold to a new owner. At that point, the property is reassessed based upon the added value of the construction or at the purchase price (market value) or economic value of the property sold. The assessed valuation data shown above represents the only data currently available with respect to the actual market value of taxable property and is subject to the limitations described above.

³ The District's total direct rate is the weighted average of all individual direct rates applied to the District and excludes revenues derived from aircraft.

Source: HdL Companies, San Bernardino County Assessor

CHINO VALLEY FIRE DISTRICT
Estimated Actual Value of Taxable Property
Last Ten Fiscal Years

Taxable Assessed Value ^{1,2}	Total Direct Tax Rate ³
37,642,887,520	0.1060
35,576,712,458	0.1065
32,699,352,815	0.1086
30,668,441,763	0.1077
29,322,768,041	0.1070
27,854,899,136	0.1085
26,239,218,188	0.1068
24,335,052,523	0.1073
22,670,142,237	0.1078
21,603,900,085	0.1079

CHINO VALLEY FIRE DISTRICT
Property Tax Levies and Tax Collections
Last Ten Fiscal Years
Fiscal Year Ended June 30,

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of Levy	
		Amount	Percent of Levy
2025	39,909,681	40,925,592	102.5%
2024	37,880,225	37,824,446	99.9%
2023	35,498,199	35,329,563	99.5%
2022	33,032,953	32,951,979	99.8%
2021	31,368,050	31,324,169	99.9%
2020	29,884,674	29,700,359	99.4%
2019	28,028,268	27,922,146	99.6%
2018	26,118,608	25,810,952	98.8%
2017	24,430,730	24,343,181	99.6%
2016	23,239,766	22,922,296	98.6%

¹ Exempt values are not included in totals.

² In 1978 the voters of the State of California passed Proposition 13, which limited taxes to a total maximum of 1%, based upon the assessed value of property being taxed. Each year, the assessed value of property may be increased by an "inflation factor," limited to 2%. With few exceptions, property is only reassessed as a result of new construction activity or at the time it is sold to a new owner. At that point, the property is reassessed based upon the added value of the construction or at the purchase price (market value) or economic value of the property sold. The assessed valuation data shown above represents the only data currently available with respect to the actual market value of taxable property and is subject to the limitations described above.

³ The District's total direct rate is the weighted average of all individual direct rates applied to the District and excludes revenues derived from aircraft.

Source: HdL Companies, San Bernardino County Assessor

CHINO VALLEY FIRE DISTRICT
Property Tax Levies and Tax Collections
Last Ten Fiscal Years
Fiscal Year Ended June 30,

Collections in Subsequent Years ^{1,2}	Supplemental Taxes Collected ³	Total Collections to Date	
		Amount ^{1,2}	Percent of Levy Collected
	779,879	41,705,471	104.5%
1,094,802	932,500	39,851,748	105.2%
1,464,757	1,151,186	37,945,506	106.9%
1,063,017	854,257	34,869,253	105.6%
966,240	598,330	32,888,739	104.8%
964,168	461,434	31,125,961	104.2%
785,199	630,061	29,337,406	104.7%
789,939	528,430	27,129,321	103.9%
914,072	406,206	25,663,459	105.0%
830,489	275,418	24,028,203	103.4%

CHINO VALLEY FIRE DISTRICT
Direct and Overlapping Property Tax Rates
Last Ten Fiscal Years
Fiscal Year Ended June 30,

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>
Basic Levy ¹	1.00000	1.00000	1.00000	1.00000
Overlapping Rates: ²				
School Tax Rate				
Chaffey Community College Bond	0.01000	0.01000	0.01370	0.01770
Chaffey High School Bond	0.03180	0.03160	0.02940	0.03710
Chino Unified School Bond	0.08420	0.07850	0.09000	0.08620
Mt. View Elementary	0.04710	0.00900	0.01340	0.06150
Metropolitan Water Agency	0.00700	0.00350	0.00350	0.00350
Total Direct and Overlapping Tax Rates	<u>1.18010</u>	<u>1.13260</u>	<u>1.15000</u>	<u>1.20600</u>
District's Share of 1% Levy ³	0.06487	0.06487	0.06487	0.06487
District's Total Direct Rate ⁴	0.10602	0.10647	0.10856	0.10771

¹ In 1978, California voters passed Proposition 13 which set the property tax rate at a 1.00% fixed amount. This 1.00% is shared by all taxing agencies for which the subject property resides within.

² In addition to the 1.00% fixed amount, property owners are charged taxes as a percentage of assessed property values for the payment of any voter approved bonds.

³ The District's share of the 1% levy is based on the District's share of the general fund tax rate area with the largest net taxable value within the jurisdiction.

⁴ The District's total direct rate is the weighted average of all individual direct rates applied to the District excludes revenues derived from aircraft.

Source: HdL Companies, San Bernardino County Assessor

CHINO VALLEY FIRE DISTRICT
Direct and Overlapping Property Tax Rates
Last Ten Fiscal Years
Fiscal Year Ended June 30,

<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
1.00000	1.00000	1.00000	1.00000	1.00000	1.00000
0.01110	0.02410	0.01530	0.00880	0.01130	0.01130
0.03520	0.03750	0.04020	0.02790	0.04090	0.04090
0.08970	0.07900	0.08490	0.09340	0.03310	0.03310
0.01830	0.00350	0.02060	0.02630	0.03140	0.03140
0.00350	0.01800	0.00350	0.00350	0.00350	0.00350
1.15780	1.16210	1.16450	1.15990	1.12020	1.12020
0.06487	0.06487	0.06487	0.06487	0.06487	0.06487
0.10698	0.10847	0.10682	0.10733	0.10777	0.10791

CHINO VALLEY FIRE DISTRICT
Direct and Overlapping Property Tax Rates - Tax Rate Area 001001¹
Last Ten Fiscal Years
Fiscal Year Ended June 30,

	<u>2025</u>	<u>2024</u>	<u>2023</u>
District Basic Rate ²	<u>0.06487</u>	<u>0.06487</u>	<u>0.06487</u>
Overlapping Rates: ³			
School Tax Rate			
Chaffey Community College Bond	0.01000	0.01000	0.01370
Chaffey High School Bond	0.03180	0.03160	0.02940
Chino Unified School Bond	0.08420	0.07850	0.09000
Mt. View Elementary	0.04710	0.00900	0.01340
Metropolitan Water Agency	<u>0.00700</u>	<u>0.00350</u>	<u>0.00350</u>
	<u>0.18010</u>	<u>0.13260</u>	<u>0.15000</u>
County Rates:			
Chino Unified School District	0.31030	0.31030	0.31030
Education Revenue Augmentation Fund	0.22440	0.22440	0.22440
County General Fund	0.14820	0.14820	0.14820
Chino General Fund	0.10800	0.10800	0.10800
Chaffey Community College	0.04290	0.04290	0.04290
Inland Empire Utilities Agency - Imp C	0.02920	0.02920	0.02920
Flood Control Zone 1	0.02610	0.02610	0.02610
Inland Empire Utilities Agency - Original	0.01683	0.01683	0.01683
County Free Library	0.01435	0.01435	0.01435
Superintendent of Schools - Countywide	0.00508	0.00508	0.00508
Chino Basin Water Conservation District	0.00334	0.00334	0.00334
Superintendent of Schools - Physically Handicapped	0.00200	0.00200	0.00200
Flood Control Admin. 1 & 2	0.00185	0.00185	0.00185
Superintendent of Schools - Mentally Handicapped	0.00161	0.00161	0.00161
Inland Empire Joint Resources Cons. District	0.00057	0.00057	0.00057
Superintendent of Schools - Development Center	<u>0.00052</u>	<u>0.00052</u>	<u>0.00052</u>
	<u>0.93525</u>	<u>0.93525</u>	<u>0.93525</u>
Total Direct and Overlapping Tax Rates	<u>1.18022</u>	<u>1.13272</u>	<u>1.15012</u>

¹ In 1978, California voters passed Proposition 13 which set the property tax rate at a 1.00% fixed amount. This 1.00% is shared by all taxing agencies for which the subject property resides within.

² The District's share of the 1% levy is based on the District's share of the general fund tax rate area with the largest net taxable value within the jurisdiction.

³ In addition to the 1.00% fixed amount, property owners are charged taxes as a percentage of assessed property values for the payment of any voter approved bonds.

Source: HdL Companies, San Bernardino County Assessor

CHINO VALLEY FIRE DISTRICT

Direct and Overlapping Property Tax Rates - Tax Rate Area 001001¹

Last Ten Fiscal Years

Fiscal Year Ended June 30,

<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
<u>0.06487</u>						
0.01770	0.01110	0.02410	0.01530	0.00880	0.01130	0.01130
0.03710	0.03520	0.03750	0.04020	0.02790	0.04090	0.04090
0.08620	0.08970	0.07900	0.08490	0.09340	0.03310	0.03310
0.06150	0.01830	0.00350	0.02060	0.02630	0.03140	0.03140
<u>0.00350</u>	<u>0.00350</u>	<u>0.01800</u>	<u>0.00350</u>	<u>0.00350</u>	<u>0.00350</u>	<u>0.00350</u>
<u>0.20600</u>	<u>0.15780</u>	<u>0.16210</u>	<u>0.16450</u>	<u>0.15990</u>	<u>0.12020</u>	<u>0.12020</u>
0.31030	0.31030	0.31030	0.31030	0.31030	0.31030	0.31030
0.22440	0.22440	0.22440	0.22440	0.22440	0.22440	0.22440
0.14820	0.14820	0.14820	0.14820	0.14820	0.14820	0.14820
0.10800	0.10800	0.10800	0.10800	0.10800	0.10800	0.10800
0.04290	0.04290	0.04290	0.04290	0.04290	0.04290	0.04290
0.02920	0.02920	0.02920	0.02920	0.02920	0.02920	0.02920
0.02610	0.02610	0.02610	0.02610	0.02610	0.02610	0.02610
0.01683	0.01683	0.01683	0.01683	0.01683	0.01683	0.01683
0.01435	0.01435	0.01435	0.01435	0.01435	0.01435	0.01435
0.00508	0.00508	0.00508	0.00508	0.00508	0.00508	0.00508
0.00334	0.00334	0.00334	0.00334	0.00334	0.00334	0.00334
0.00200	0.00200	0.00200	0.00200	0.00200	0.00200	0.00200
0.00185	0.00185	0.00185	0.00185	0.00185	0.00185	0.00185
0.00161	0.00161	0.00161	0.00161	0.00161	0.00161	0.00161
0.00057	0.00057	0.00057	0.00057	0.00057	0.00057	0.00057
<u>0.00052</u>						
<u>0.93525</u>						
<u>1.20612</u>	<u>1.15792</u>	<u>1.16222</u>	<u>1.16462</u>	<u>1.16002</u>	<u>1.12032</u>	<u>1.12032</u>

CHINO VALLEY FIRE DISTRICT
Principal Property Taxpayers
Current Year and Nine Years Ago

Taxpayer	2025		2016	
	Taxable Assessed Values	Percent of Total District Taxable Assessed Values	Taxable Assessed Values	Percent of Total District Taxable Assessed Values
Watson Land Company	769,769,973	2.04%	\$ 228,545,795	1.06%
Westcore Bravo	462,000,000	1.22%		
Walmart/Sam's	424,992,193	1.12%		
Majestic Realty Company	410,507,544	1.09%	353,669,859	1.64%
Homecoming at the Preserve LLC	363,198,667	0.96%		
Scannel Properties #404 LLC	191,956,024	0.51%		
IN-N-OUT Burgers	187,532,103	0.50%		
John Hancock Life Insurance Company	185,148,033	0.49%	131,239,000	0.61%
Chino Dunhill LLC	156,407,999	0.41%	101,495,880	0.47%
MLM Chino Property LLC	151,398,721	0.40%		
Spectrum South			118,162,061	0.55%
VESTAR - CHINO LLC			114,589,575	0.53%
Chino Center			111,965,213	0.52%
NF Chino Hills Associates LP			82,250,000	0.38%
FHF I The Heights LLC			81,598,400	0.38%
PK I Chino Town Square LP			80,465,148	0.37%
	<u>\$ 3,302,911,257</u>	<u>8.74%</u>	<u>\$ 1,403,980,931</u>	<u>6.51%</u>

Note: Zero value means the taxpayer was not in the top property owners based on net values in that particular year.

Source: HdL Companies, San Bernardino County Assessor

CHINO VALLEY FIRE DISTRICT
Demographic and Economic Statistics
Last Ten Calendar Years

Calendar Year	Population¹	Per Capita Personal Income²	Personal Income²	Unemployment Rate²
2025	172,520	39,815	3,404,863,573	4.9%
2024	168,999	38,876	3,247,925,282	4.0%
2023	170,195	30,276	2,358,445,738	3.9%
2022	169,962	32,042	2,687,273,757	3.0%
2021	176,868	31,947	2,646,252,898	6.2%
2020	177,564	30,194	2,485,046,138	9.8%
2019	180,363	29,678	2,567,318,394	3.3%
2018	175,991	28,081	2,376,042,507	3.5%
2017	174,786	28,789	2,408,844,354	4.1%
2016	170,845	29,056	2,376,750,794	4.7%

¹ Population includes City of Chino and Chino Hills

² Cities of Chino and Chino Hills combined; Unincorporated Area statistics not available.

Note: Data for Unincorporated area for 2025 is not available.

Source: CA Department of Finance
San Bernardino County Economic Development Agency
U.S Census Bureau
Bureau of Labor Statistics

CHINO VALLEY FIRE DISTRICT
Principal Employers
Current Year and Nine Years Ago

Employer	2025³		Rank
	Number of Employees¹	Percent of Total Employment²	
Chino Valley Unified School District	986	2.51%	1
Kaiser Permanente Laboratory	436	1.11%	2
Costco	325	0.83%	3
City of Chino Hills	276	0.70%	4
Boys Republic	246	0.63%	5
Lowe's (Peyton + CH Parkway)	229	0.58%	6
Albertson's (Grand + Los Serranos)	177	0.45%	7
Chino Valley Fire District	153	0.39%	8
The Yard House	150	0.38%	9
BJ's Brewery	136	0.35%	10
Harkins Theatres			
Lucille's Smokehouse BBQ			
	3,114	7.93%	

¹ Calculated by Chino Valley Fire District Finance Department based on percentages of the total employment provided by the cities of Chino and

² Total employment of Chino and Chino Hills provided by California Labor Market

³ City of Chino not available at the time of draft

Source: Cities of Chino and Chino Hills

CHINO VALLEY FIRE DISTRICT
Principal Employers
Current Year and Nine Years Ago

2016		
Number of Employees	Percent of Total Employment	Rank
1,560	3.94%	1
299	0.76%	2
288	0.73%	3
221	0.56%	4
200	0.51%	5
178	0.45%	6
134	0.34%	8
146	0.37%	7
129	0.00%	9
111	2.80%	10
3,266	8.25%	

CHINO VALLEY FIRE DISTRICT
Full-Time Equivalent District Employees
Last Ten Fiscal Years
Fiscal Year Ended June 30,

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>
Administration	24.0	24.5	24.5	21.5
Community Risk Reduction				
Support Personnel	5.1	4.6	4.6	5.6
Inspection Personnel	10.0	11	11.0	11.0
Emergency Services				
Support Personnel	1.5	3.5	3.5	3.5
Fire Personnel	113.0	111	111	104.0
Total	<u>153.6</u>	<u>154.6</u>	<u>154.6</u>	<u>145.6</u>

¹ Certain positions reclassified between departments

Source: Chino Valley Fire Human Resources Department

CHINO VALLEY FIRE DISTRICT
Full-Time Equivalent District Employees
Last Ten Fiscal Years
Fiscal Year Ended June 30,

<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u> ¹	<u>2017</u>	<u>2016</u>
21.5	21.5	21.5	19.5	14.0	14.0
5.6	5.6	5.6	5.6	4.6	4.6
11.0	11.0	11.0	11.0	11.0	11.0
3.2	3.2	3.2	3.2	3.7	3.7
104.0	104.0	104.0	104.0	107.0	107.0
<u>145.3</u>	<u>145.3</u>	<u>145.3</u>	<u>143.3</u>	<u>140.3</u>	<u>140.3</u>

CHINO VALLEY FIRE DISTRICT
Capital Assets by Function
Last Ten Fiscal Years
Fiscal Year Ended June 30,

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>
Facilities				
Fire Stations	7	7	7	7
Administration	1	1	1	1
Other District Facilities	2	2	2	2
Total Facilities	<u>10</u>	<u>10</u>	<u>10</u>	<u>10</u>
Fire Apparatus				
Engines	13	13	13	14
Trucks	3	2	2	2
Paramedic Squads	7	6	6	6
Other (Ambulances Included)	14	12	13	13
Total Fire Appartus	<u>37</u>	<u>33</u>	<u>34</u>	<u>35</u>
Other Fleet & Support Services	<u>34</u>	<u>33</u>	<u>34</u>	<u>34</u>
Total Vehicles	<u>71</u>	<u>66</u>	<u>68</u>	<u>69</u>

Source: Chino Valley Fire Support Services Department

CHINO VALLEY FIRE DISTRICT
Capital Assets by Function
Last Ten Fiscal Years
Fiscal Year Ended June 30,

<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
7	7	7	7	7	7
1	1	1	1	1	1
3	3	3	3	3	3
<u>11</u>	<u>11</u>	<u>11</u>	<u>11</u>	<u>11</u>	<u>11</u>
15	15	14	13	13	13
2	2	2	3	3	2
6	6	6	6	6	5
12	8	8	8	8	6
<u>35</u>	<u>31</u>	<u>30</u>	<u>30</u>	<u>30</u>	<u>26</u>
<u>35</u>	<u>34</u>	<u>34</u>	<u>36</u>	<u>33</u>	<u>29</u>
<u>70</u>	<u>65</u>	<u>64</u>	<u>66</u>	<u>63</u>	<u>55</u>

CHINO VALLEY FIRE DISTRICT
Emergency Response Calls for Service
Last Ten Calendar Years

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>
NUMBER OF TOTAL CALLS				
Incident Type				
Fire	339	297	323	304
Rupture/Explosion	8	6	6	4
Emergency Medical Service/Rescue	10,391	9,761	9905	9,435
Hazardous Condition	156	150	177	212
Service Call	626	663	679	713
Good Intent	1,711	1,742	1775	1,840
False Call	765	711	744	651
Mutual Aid	-	-		-
SevereWeather	1	2	59	10
Other	345	167	143	98
	<u>14,342</u>	<u>13,499</u>	<u>13,811</u>	<u>13,267</u>

PERCENTAGE OF TOTAL CALLS

Incident Type				
Fire	2%	2%	2%	2%
Rupture/Explosion	*	*	*	*
Emergency Medical Service/Rescue	72%	72%	72%	71%
Hazardous Condition	1%	0%	1%	2%
Service Call	4%	5%	5%	5%
Good Intent	12%	13%	13%	14%
False Call	5%	5%	5%	5%
Mutual Aid	*	*	*	*
SevereWeather	*	*	*	*
Other	2%	1%	1%	1%
	<u>100%</u>	<u>100%</u>	<u>100%</u>	<u>100%</u>

¹ In early 2018, the District transitioned to a new dispatch provider, resulting in some variance in classification of incident types versus in 2017.

² In 2017, the District switched to a new emergency response tracking system, resulting in a significant number of calls being classified in "Other."

*Less than 1%

Note: Calls compiled on a calendar year basis.

Source: Chino Valley Fire Emergency Services Division

CHINO VALLEY FIRE DISTRICT
Emergency Response Calls for Service
Last Ten Calendar Years

<u>2020</u>	<u>2019</u>	<u>2018</u> ¹	<u>2017</u> ²	<u>2016</u>	<u>2015</u>
325	308	298	265	310	275
8	2	8	-	8	11
8,981	9,326	9,002	8,774	8,528	8,022
263	203	192	-	171	159
696	752	696	-	699	603
1,819	1,581	1,354	-	1,232	1,126
631	780	617	47	623	615
-	-	-	82	-	-
1	4	1	-	1	3
142	37	99	3,049	2	11
<u>12,866</u>	<u>12,993</u>	<u>12,267</u>	<u>12,217</u>	<u>11,574</u>	<u>10,825</u>
3%	2%	2%	2%	3%	3%
*	*	*	*	*	*
70%	72%	73%	72%	74%	74%
2%	2%	2%	*	1%	1%
5%	6%	6%	*	6%	6%
14%	12%	11%	*	11%	10%
5%	6%	5%	*	5%	6%
*	*	*	1%	*	*
-	-	-	*	*	*
1%	*	1%	25%	*	*
<u>100%</u>	<u>100%</u>	<u>100%</u>	<u>100%</u>	<u>100%</u>	<u>100%</u>



For additional information, please visit our website at www.cvifd.org.

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