

ANNUAL COMPREHENSIVE FINANCIAL REPORT

FISCAL YEAR ENDED JUNE 30, 2026

Jurupa
COMMUNITY SERVICES DISTRICT
70th ANNIVERSARY

www.JCSD.us

11201 Harrel St. Jurupa Valley, CA 91752

Annual Comprehensive Financial Report

Fiscal Year Ending

June 30, 2026

Jurupa Community Services District
11201 Harrel St.
Jurupa Valley, CA 91752

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JURUPA COMMUNITY SERVICES DISTRICT

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INTRODUCTORY SECTION



Board of Directors
Vacant, President
Kenneth J. McLaughlin, Vice President
Lupe R. Nava, Director
Bart Moreno, Director
Betty Folsom, Director

Chris Berch, General Manager

November 23, 2026

To the Board of Directors and Valued Customers of Jurupa Community Services District:

We are honored to present the Jurupa Community Services District's (the District or JCSD) Annual Comprehensive Financial Report for the fiscal year that concluded on June 30, 2026. This report is the result of the dedicated efforts of our Finance Department, which has prepared it in full compliance with the rigorous standards set by the Governmental Accounting Standards Board (GASB) and generally accepted accounting principles (GAAP). These standards ensure that the District's financial reporting is transparent, consistent, and accurate.

As the stewards of the District's financial information, management is fully accountable for the completeness and reliability of the data contained in this report. To support this responsibility, we have established a thorough and carefully designed internal control system. This framework is tailored to provide a balance between strong financial oversight and operational efficiency. While we recognize that the cost of implementing internal controls should not outweigh their benefits, we have strived to offer reasonable assurance—rather than absolute certainty—that the financial statements present no material misstatements.

The District's financial statements have undergone an independent audit by Nigro & Nigro PC, a respected firm of certified public accountants. After a comprehensive review, the auditors have issued an unmodified opinion, confirming that our financial statements for the fiscal year ending June 30, 2026, are presented fairly and in accordance with GAAP. You can find the independent auditor's report at the beginning of the financial section of this document.

We have ensured that this report includes all relevant disclosures necessary to give you a comprehensive understanding of the District's financial condition. In accordance with GAAP, we have also provided a detailed narrative known as the Management's Discussion and Analysis (MD&A), which offers an introduction, overview, and in-depth analysis of the financial statements. This letter of transmittal serves as a complement to the MD&A, and we encourage you to read both documents together for a full picture of the District's financial health. The MD&A follows the independent auditors' report within the financial section.

Profile of the District

The Jurupa Community Services District was incorporated in 1956 to provide sewer services to the Jurupa area of western Riverside County. The District is governed by a five-member, independent, elected Board of Directors. Since 1956, JCSD has increased its service area from 26 square miles to 48 square miles. The District provides water, wastewater, Park and recreation, graffiti abatement, frontage landscape, and street lighting services to approximately 135,000 residents and commercial facilities within its service area. The District's service area encompasses the Cities of Jurupa Valley and Eastvale. The District's approximately 260 employees are responsible for providing excellent customer service driven by its standards to provide safe, reliable, economical, and environmentally friendly services.

Water Services

The District's primary water sources are local groundwater basins. To ensure a reliable water supply for existing and future residents, the District participates in the Chino Basin Desalter Authority (CDA), a joint power authority (JPA) with neighboring agencies. Local groundwater supplies include untreated water pumped from the Chino Basin for potable and non-potable uses and groundwater pumped from the Riverside Basin for non-potable use. JCSD produced approximately 25,543 acre-feet of water in the fiscal year 2025-26

The District provides water services to 34,223 residential, commercial, and irrigation connections from local groundwater sources. Residential customers comprise approximately 94% of the District's customer base and consume approximately 72% of the water produced annually.

JCSD pledges to provide our customers with a reliable, high-quality water source and pursue alternative sources of future water supplies, including regional recycled water projects. The District is committed to remaining a regional leader in promoting water conservation and continuing to invest in our Conservation and Outreach programs to ensure compliance with State mandates. The District encourages customers to use water efficiently to help the District achieve its water supply diversification goals and objectives and to achieve State-mandated water use targets.

Sewer Services

JCSD's sewer system is split between three separate service areas that each discharge to separate systems. The District does not operate any wastewater treatment facilities of its own. Instead, the District has capacity rights in three wastewater treatment facilities.

The City of Riverside

Through its pumping, pipeline, and other conveyance facilities, the District conveys wastewater from the District's Jurupa Valley area to the City of Riverside Regional Water Quality Control Plant. In addition to the District, this treatment plant serves the City of Riverside, Rubidoux Community Services District, and Edgemont Community Services District. The District pays annual treatment charges for its share of operations and maintenance expenses at the Riverside Treatment Plant. The District currently owns 5.0 million gallons per day (MGD) of treatment capacity with the City of Riverside. Of that total capacity, 4.0 MGD of capacity is available before 2030, and the entire 5.0 MGD is available beginning 2030. Currently, the District discharges approximately 3.2 MGD to the Riverside Treatment Plant.

Western Riverside County Regional Wastewater Authority Wastewater Treatment Plant

Collections from the District's Eastvale are pumped via the River Road Lift Station to another regional treatment plant operated by a Joint Powers Authority (JPA) called the Western Riverside County Regional Wastewater Authority (WRCRWA). The District is one of the five-member agencies comprising WRCRWA. WRCWRA's Wastewater Treatment Plant began operations in 1998 and was originally designed to treat 8.0 MGD of wastewater, of which the District owns 3.25 MGD in treatment capacity. The members of the JPA completed an expansion of the WRCRWA Treatment Plant in 2018, increasing its capacity from 8.0 MGD to 14.0 MGD. This expanded JCSD's treatment capacity from 3.25 MGD to 6.0 MGD and increased our JPA participant share to 42.6%. Other wastewater agencies in the area own the remaining capacity rights. JCSD currently discharges approximately 4.9 MGD to the WRCRWA Treatment Plant.

Inland Empire Brine Line

Wastewater from the predominantly industrial customers in Community Facilities District (CFD) No. 1 is discharged into the Inland Empire Brine Line (Brine Line) for treatment at the Orange County Sanitation District (OCSD) Treatment Plant. This plant has different standards regulating salinity because the plant discharges into the Pacific Ocean rather than to the Santa Ana River. Consequently, the District utilizes this facility for high-salinity waste from its industrial customers as well as the Chino Basin Desalters. The District owns 1.155 MGD of OCSD treatment capacity and 3.493 MGD of Inland Empire Brine Line pipeline capacity and currently discharges approximately 0.8 MGD.

Parks and other services

Parks and Recreation

In 1995, the Jurupa Community Services District (JCSD) Parks & Recreation Department was formed and began providing parks and recreation services for the Eastvale area, with our service boundaries being known as the "JCSD Parks Territory" (Territory). The Parks & Recreation Department is one of 223 nationally accredited agencies through the National Recreation and Park Association's (NRPA) Commission of Accreditation for Parks and Recreation Agencies (CAPRA). Eastvale was incorporated into a city in 2010, with JCSD continuing to provide parks and recreation services to over 60,000 residents within the 10 square-mile Parks Territory.

Presently, the JCSD Parks & Recreation Department is responsible for providing recreation programs, community related activities and special events; managing over 240 acres of parkland, which includes 15 parks, first-class athletic fields, two splash pads, trails, a 30,000 square foot community center, and a 5,000 square foot activity center; a 2.61 mile bicycle and equestrian trail, Kids Zone program in facilities at 5 elementary schools; graffiti abatement; and maintaining over 5 million square feet of frontage landscaping.



Eastvale Community Center, Eastvale

Organized youth sports leagues primarily utilize the parks for soccer, softball, baseball, youth football, cheerleading, and adult sports such as cricket, basketball, softball, tennis and pickle ball. Most parks have playground equipment for the kids and picnic shelters for the public on a reservation basis for gatherings such as family, birthdays, and other celebrations.

Graffiti Abatement Program

In **1992/1993** the Board of Directors, recognizing a need to eradicate the growing blight of graffiti within the District's service area, authorized the formation of the Graffiti Abatement Program through the Landscaping and Lighting Maintenance Act of 1972. This assessment district has been very successful in keeping the costs down to the property owners. The District also contracts with neighboring agencies to provide graffiti removal services to those service areas.

Lighting and Landscape Maintenance Districts

The District administers an Illumination District, Lighting Maintenance Districts, and Landscape Maintenance Districts (special assessment districts), placing charges on the property tax bills to cover the energy charges and other operating costs of the streetlights and the operation and maintenance of landscaping within public rights-of-way throughout portions of the District's

service area. A Lighting and Landscaping District may be formed when a new subdivision is built. The developer is usually the only property owner, so the developer determines the enhanced landscaping and improvements provided by the special Lighting and Landscaping District.

Committees and Organizational Structure

To facilitate matters, most business coming before the District's Board is first considered by one of its five standing committees, described below, which then makes recommendations to the entire Board for formal action:

Finance and Administration Committee is responsible for administrative and financial matters, including rates, fees, charges, and other sources of revenue; budget; investments; information technology; insurance; risk management and other matters of general business operations.

Government and Public Affairs Committee is responsible for community and governmental outreach matters; legislation, advocacy, external communications, conservation programs, and other related matters.

Engineering and Operations Committee is responsible for matters of design, construction, replacement maintenance, and operation of the District's facilities, property, and equipment, including administration of the Capital Improvement Plan; administration of the Asset Management Program; right of way acquisition and management; water quality; and other matters relative to operations.

Personnel, Advisory, and Policy Committee is responsible for personnel policies and practices, compensation and benefits, labor relations and collective bargaining, employee relations, staffing, and organizational structure.



Headquarters, Jurupa Valley

Parks & Recreation Committee is responsible for matters relating to the maintenance and preservation of parks and landscaping, public trails and open space maintenance, recreation programs, special events, community services, and graffiti abatement.

The District's organizational structure as of June 30, 2026, can be found on page 18. The General Manager reports directly to the Board of Directors and manages the District's daily operations. The Legal Counsel also reports directly to the Board. The Executive Team consists of the General

Manager and all those reporting directly to the General Manager: the Operations Director, Engineering & Water Resources Director, Finance & Administrative Services Director, Parks & Recreation Director, Board and Executive Services Director, Government & Public Affairs Director and Human Resources Director.

Fiscal Management

The District Board of Directors adopts an operating and capital budget bi-annually before the new fiscal year. The budget authorizes and provides the basis for reporting and control of financial operations and accountability for the District's enterprise functions, including the Water Fund, Wastewater Fund, and the District Government Funds, including the Parks Fund. Graffiti Fund, Lighting & Landscape Fund, and the Capital Funds for Water, Wastewater, and Parks. The budget and reporting treatment applied to each fund is consistent with the accrual basis of accounting and the financial statement basis, except where noted in the Biennial Budget. The District operates within a balanced budget for each fiscal year.

Economic Conditions and Outlook

The District office is located in the city of Jurupa Valley (Jurupa Valley) in a region commonly referred to as the Inland Empire. The District is approximately 45 miles east of downtown Los Angeles. The District primarily serves the two communities, the City of Jurupa Valley and the City of Eastvale, that lie within the District's service territory. The District recognizes the unique needs of both cities and has built good working relationships with each community.

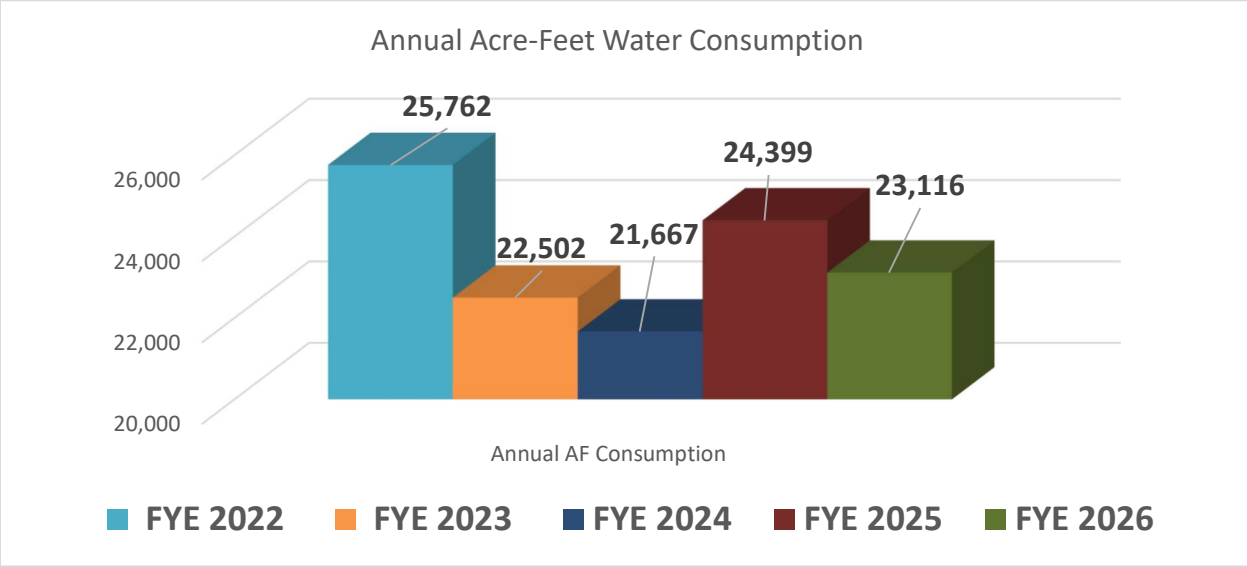
The City of Jurupa Valley is in the eastern part of the District. The City of Jurupa Valley covers 44 square miles and encompasses the communities of Jurupa Hills, Mira Loma, Glen Avon, Pedley, Indian Hills, Belltown, Sunnyslope, Crestmore Heights, and Rubidoux. While much of the District's growth is happening in Jurupa Valley, aging infrastructure is starting to become an area of concern because much of the water and wastewater infrastructure was initially constructed as part of local mutual water companies. The District is currently working on a program to proactively replace aging infrastructure on a large scale within the Jurupa Valley area.

The City of Eastvale makes up the western part of the District. The City of Eastvale covers 13 square miles. It has a population of approximately 70,000, compared to its neighbor, the City of Jurupa Valley, which has around 105,000 residents (not all are within the boundaries of the District). The Eastvale area was mostly farmland and dairies until the late 90s when housing development grew rapidly. Then, in the late 2000s, the region started to experience an economic downturn due to the housing crisis. Growth in the District has since recovered.

During the first seven years of the millennium, the District doubled its water connections, most of which were in the Eastvale area. Since then, the Eastvale area has continued to grow steadily. In recent years, the City of Eastvale has experienced more commercial and retail development as it approaches buildout.

California's water supply continues to be a concern due to climate variability, projected population growth, and increased demand for limited resources. Future droughts remain a concern, and the District is committed to preparing for potential water shortages and dry conditions by promoting conservation and upgrading water delivery systems throughout its service area. The State Water Resources Control Board and the District continuously monitor dry conditions throughout the state and Southern California region. The District is also addressing the challenges imposed by the urban water use objectives established by the Making Conservation a California Way of Life regulatory framework. These regulations require long-term planning to balance supply and demand while ensuring compliance with new efficiency standards.

The District has experienced economic growth over the past several years as development continues. During the past five fiscal years, the District has seen a 2.9% increase in service connections at an annual growth rate of 0.57%. As the District has grown, so has the water demand, although weather patterns and conservation efforts have influenced the ultimate demand. Water demand decreased by 12.7%, 3.7% for the fiscal years ended in 2023, 2024, respectively then increased 12.6% for the fiscal year ended 2025. During the past fiscal year, the District experienced a 5.3% decrease in water consumption, driven in part by conservation efforts as well as wetter-than-average winter conditions. The underlying growth rate, conservation efforts, and weather trends influenced these fluctuations in demand.



Source JCSD

The District's water rate structure comprises of a variable commodity charge and a fixed meter charge. The variable commodity charge is tiered to encourage conservation. A significant portion of the District's water rate is the fixed meter charge, which allows for revenue stability during periods of increased conservation and other unforeseen factors that can impact water usage. The District completed a Water and Wastewater rate study on February 2024. Based on recommendations from that study, a comprehensive five-year Water and Wastewater Rate plan was

adopted in April 2024. A monthly water bill with usage of 20 HCF (average usage) and assuming a ¾" meter is $90.58.

Sewer sales have steadily increased at an average of 2.6% per year over the last five fiscal years. Sewer rates are billed based on a unit of measure called an equivalent dwelling unit (EDU), and an HCF quantity charge (in dollars per hundred cubic feet) is applied up to a maximum usage of eight HCF's. An EDU equals a single-family household's average wastewater flow and strength. A monthly sewer bill with one EDU and 8 HCFs of water used is $49.21.

Developers building residential tracts in the District primarily utilize a Community Facilities District (CFD) funding mechanism. The Mello-Roos Community Facilities Act of 1982 allows any county, city, special district, school district, or joint powers authority to establish a Mello-Roos Community Facilities District (CFD), which provides for public improvements and services financing. The District's Parks operations and maintenance, including landscape maintenance, are funded through special tax assessments levied through CFDs formed throughout the District. In FY 2025-26, 48 CFDs fund the Park's operation and maintenance, including 5 landscape maintenance only. Assessment revenue from these CFDs has averaged a 4.5% annual growth rate for the past five fiscal years. The District's Parks department also offers recreation programs and classes funded through the fees collected by residents participating in those programs and classes. After COVID-19-related closures, lower attendance reduced recreation and class revenue for a couple of years. Recreation revenue recovered in FY 2021-22 close to pre-pandemic levels as operations resumed back to normal. For FY 2025-26, recreation and class revenue increased 4.8%. Overall, recreation and class revenue has averaged a 3.1% annual growth rate for the past three fiscal years. The growth in the operations and maintenance of the parks and the growth in the Park's recreation and class revenue is attributed to the growth in residential development over the past five years in the city of Eastvale.

The District formulated and approved a Parks Master Plan in 1996, documenting the needs of the District's parks capital facilities. These capital facilities were funded with park fees in 48 CFDs formed in the Eastvale area. Since 1996, the Parks Master Plan has been updated and rewritten to address the growing population in Eastvale. The Board recently adopted an updated Parks Master Plan in July 2025. As the City of Eastvale approaches buildout, the formation of CFDs is declining, creating a challenge to fund future Park's capital needs. The District continues to research alternative funding sources to accommodate the future capital needs of the Parks department.

Major Initiatives

During the fiscal year, the Jurupa Community Services District (JCSD or District) continued to advance a variety of critical capital projects designed to maintain infrastructure reliability, enhance water quality, expand recycled water resources, and improve operational facilities. These investments support the District’s mission to provide safe, reliable, and sustainable water and wastewater services to the community.

Recycled Water Project

Since 2009, Jurupa Community Services District (JCSD) has pursued opportunities to expand the use of non-potable and recycled water, diversify its water supply portfolio, and strengthen drought resilience. In 2014, JCSD began collaborating with the Inland Empire Utilities Agency (IEUA) and the Western Riverside County Regional Wastewater Authority (WRCRWA) to develop a regional recycled water program. This partnership supports the replacement of potable water used for irrigation with alternative supplies, preserving drinking water resources for other customer needs.

The current project phase is designed to deliver approximately 1,200 acre-feet of recycled water annually, directly offsetting potable water demand. The project includes a distribution system that will convey recycled water from the WRCRWA treatment plant to parks, schools, and landscaped areas in Eastvale. It will also connect to existing non-potable pipelines serving irrigation customers in Jurupa Valley, integrating the new recycled water supply with the District's existing infrastructure.

Project expenditures exceeded $44 million during the fiscal year ended June 30, 2026, bringing cumulative expenditures to $62.6 million. This substantial investment advances the District's long-term water supply strategy by establishing infrastructure to serve irrigation demand with recycled water. Once operational, the first phase will provide an additional local water source, reduce reliance on potable supplies for landscape irrigation, and strengthen the District's ability to maintain service during periods of drought. Of the $62.6 million in expenditures incurred to date for the Regional Recycled Water Project, $31.3 million was funded through grants, $11.9 million through partnership contributions, and $10.8 million through low-cost financing. The remaining $8.6 million was funded directly by the District. This combination of funding sources has reduced the District's direct financial contribution while supporting a significant investment in water supply diversification and long-term drought resilience.

Property Acquisition – Xylem Property

In 2025, the District purchased the Xylem property at 11161 Harrel Street in Jurupa Valley to support long-term infrastructure and facility planning. The property encompasses approximately 148,540 square feet, or 3.41 acres, and includes a 3,100-square-foot office building and a 15,420-square-foot metal industrial building with enclosed shop space and a canopied warehouse area.

Located near the District's existing headquarters, the property provides an opportunity to accommodate future operational and infrastructure needs. Potential uses include development of a water treatment facility or expansion of the headquarters campus, subject to further evaluation and planning.

The acquisition secures nearby land and existing facilities, giving the District greater flexibility as it evaluates future investments. By planning ahead for potential treatment and facility needs, the District is positioning itself to support reliable water service and efficient operations over the long term.

Water & Wastewater Line Replacement

The District's annual water and sewer repair and replacement (R&R) programs provide dedicated funding to renew aging infrastructure, maintain reliable service, and address system capacity needs. Engineering and Operations staff jointly establish project priorities by evaluating pipeline capacity, age, diameter, material, and condition. For waterlines, staff also review historical leak records and existing field conditions to identify locations where replacement would provide the greatest operational benefit.

The annual R&R project in the 44th Street area of Jurupa Valley combines waterline improvements with targeted sewer repairs and replacements. The water improvements include approximately 8,928 linear feet of pipeline within the District's 870 pressure zone. The work encompasses portions of 44th Street, Tammy Lane, Clearview Place, 45th Street, Tourmaline Court, Galena Street, Agate Street, and the Glen Roy connection. Most replacements will include 8-inch PVC pipe in place of existing 6-inch or 8-inch pipelines. Larger capacity improvements include replacing the existing 10-inch pipeline on Galena Street with 12-inch PVC pipe and the existing 8-inch pipeline on Agate Street with 12-inch PVC pipe. The project also includes replacement of approximately 100 feet of pipe at the Glen Roy connection.

During project development, staff identified sewer pipelines within the same street corridors that also warranted repair or replacement because of their size, age, and condition. Incorporating these improvements into a coordinated construction project allows the District to address both systems while reducing duplicate excavation, pavement restoration, and construction mobilization. This approach is intended to improve cost efficiency and limit repeated disruptions to customers and surrounding neighborhoods. Board approved awarding the construction contract to All Cities Engineering, Inc., the lowest responsive and responsible bidder, for $5,919,335.

The District also completed the Annual Sewer R&R Project at Pyrite Street and the 60 Freeway, replacing aging and undersized infrastructure along Pyrite Street from Jurupa Road to north of Granite Hill Drive. On April 28, 2025, the Board of Directors awarded a $4,616,035 construction contract to Weka, Inc. The project replaced approximately 5,508 linear feet of sewer pipeline with 8-inch, 10-inch, 12-inch, and 15-inch pipe to meet current District standards.

Construction included a specialized tunneling operation near Glen Avon Elementary School beneath an existing 5-foot-by-12-foot storm drain culvert. This work established the required sewer alignment while avoiding impacts to nearby Metropolitan Water District infrastructure. The project also installed 30 sewer access points, consisting of twenty-four 48-inch access points, one 60-inch access point, and five shallow 60-inch access points. Additional work included connections to the existing sewer main, reconnection of customer service laterals, removal or abandonment of superseded pipelines and access points, and associated trenching, paving, and surface restoration.

All contracted work on the Pyrite Street project has been completed in accordance with District standards and project specifications. These improvements renew essential wastewater infrastructure and provide access for ongoing inspection and maintenance. Together, the District's

coordinated R&R efforts support reliable water and wastewater service while addressing infrastructure needs before they result in more extensive repairs or service interruptions.

Capital Improvement Plan

The District's infrastructure needs are extensive and require careful assessment, prioritization, and strategic fiscal planning. The District manages a vast network of pipelines, storage facilities, and treatment plants that work together to deliver reliable water service and wastewater treatment to the community. To maintain the high standard of service that customers depend on, continuous reinvestment is essential in crucial infrastructure such as reservoirs, pump stations, pipelines, and treatment facilities. This ensures the system remains efficient, safe, and compliant with ever-evolving regulations.

The Capital Improvement Plan is developed by thoroughly analyzing potential investments, focusing on the most urgent projects. These are prioritized based on several factors, including regulatory compliance, safety, cost-effectiveness, and how well they enhance customer service. By carefully balancing these factors, the District ensures that it addresses the most critical infrastructure needs while maximizing the impact of available resources.

Over the next five to ten years, the District must make a significant commitment to managing and upgrading its infrastructure. Although about half of the domestic (potable) water system is relatively modern, new and more stringent regulatory requirements demand substantial capital investment in water treatment systems. This investment will help the District maintain compliance, ensure safe water quality, and continue providing dependable service to the community for years.

Financial Policies

The District has formally adopted the following financial policies:

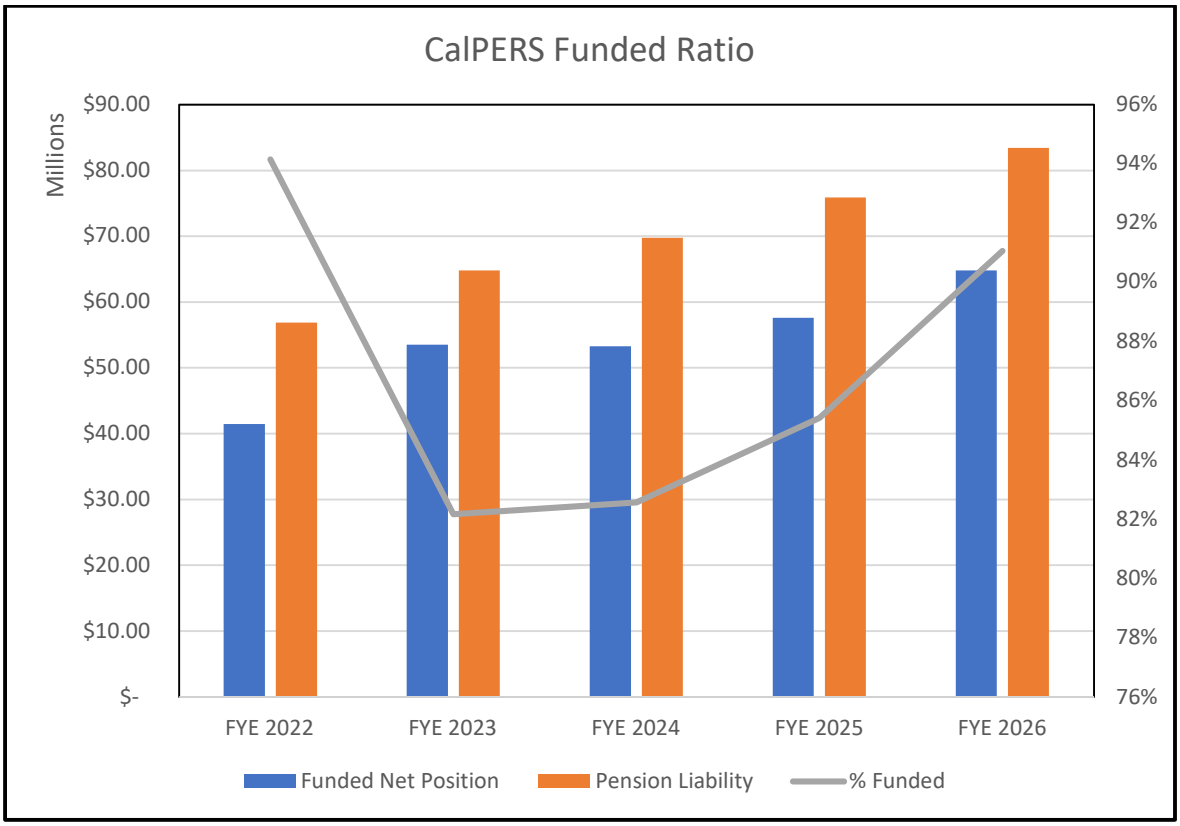
Reserve Policy

The policy states each designated reserve's purpose, source, and targeted funding levels. These reserves were established to meet internal and external legal requirements. These policy guidelines enable restricting funds for future infrastructure needs, replacing aging facilities, bond reserves, and various operating reserves to mitigate unexpected occurrences. These reserves are critical to the District's financial strength and high bond rating.

CalPERS Funding Policy

This policy is intended to guide the development and adoption of a funding plan for Unfunded Accrued Liabilities (UAL) calculated annually by CalPERS. The primary goal of funding defined benefit pension plans is to ensure that sufficient assets will be accumulated to deliver promised benefits when they come due and to protect pension benefits in situations that involve employer insolvency or bankruptcy. Establishing sound funding guidelines promotes pension benefit

security. As of June 30, 2026, the District's Net Pension Liability is $7,452,716 or 91 percent funded.



Other Post-Employment Benefits (OPEB) Funding Policy

To ensure that the District's Other Post-Employment Benefits (OPEB) program is financially sustainable, the program should accumulate adequate resources systematically and disciplined over the active service life of benefiting employees. The District's OPEB Funding Policy documents its method to determine its actuarially determined contributions to fund the long-term cost of benefits to District employees and retirees. The policy also demonstrates prudent financial management practices, promotes long-term and strategic thinking, provides guidance in annual budget decisions, reassures bond rating agencies, and shows employees and the public how OPEB will be funded to ensure adequate funding for negotiated benefits.

Debt and Financial Management Policy

The debt and financial management policy is designed to establish parameters for issuing debt and provide guidance to decision-makers concerning available options to finance infrastructure and other capital projects so that the most prudent, equitable, and cost-effective method of financing can be chosen. The policy also documents the objectives to be achieved by staff both before and after debt issuance. It promotes objectivity in decision-making and facilitates financing by establishing essential policy decisions in advance.

Investment Policy

The investment policy outlines the guidelines and practices to manage the District's available cash and investment portfolio effectively. It applies to all cash and investment assets of the District except those funds maintained in deferred compensation accounts for employees. All District monies, including those not required for immediate expenditure, are to be invested in compliance with governing provisions of law (California Government Code Sections 53600 et seq.). The policy details authorized investments, the percentage of portfolio limitations, and required ratings for each investment type.

Accounting System

The Finance Department is responsible for providing financial services for the District, including financial accounting and reporting, accounts payable and receivable, purchasing, custody, and investment of funds, billing and collection of water and wastewater charges, taxes, and other revenues. The District accounts for its activities as an enterprise fund. It prepares its financial statements on the accrual basis of accounting, under which revenues are recognized when earned and expenses are recorded when liabilities are incurred. The Board of Directors intends to manage the District's operations as a business, thus matching revenues against the costs of providing the services.

Internal Controls

The District operates within a system of internal accounting controls established and continually reviewed by management to provide reasonable assurance that assets are adequately safeguarded and that transactions are recorded per District policies and procedures. When establishing and reviewing controls, management must consider the cost of the control and the value of the benefit derived from its utilization. Management typically maintains or implements only those controls for which its value adequately exceeds its costs.

Acknowledgments

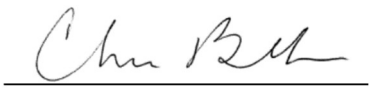
The Government Finance Officers Association (GFOA) has once again awarded the District the prestigious Certificate of Achievement for Excellence in Financial Reporting for its Annual Comprehensive Financial Report for the fiscal year ending June 30, 2025. This marks the eighth consecutive year that the District has earned this recognition. To qualify for the Certificate of Achievement, the District must produce a clearly written and well-organized report, meeting stringent standards for generally accepted accounting principles and all applicable legal requirements.

The preparation of this report was a team effort, and we are grateful for the dedication and professionalism demonstrated by the District staff. Special recognition goes to Vanessa Martinez, Finance Manager/Controller, Moises Leandro, Accounting Manager; Mike Sweetman, Budget

Analyst; Jason Davis, Financial Program Manager, and Julia Fuentes, Senior Accountant whose contributions were instrumental in the report's success.

We also extend our appreciation to the members of the Board of Directors for their ongoing support in shaping and executing the District's fiscal policies, ensuring continued financial stewardship for the benefit of the community.

Respectfully submitted,



Chris Berch, PE
General Manager



Steven Popelar, CPA
Finance & Administrative Services Director

CORE VALUES

At the District, the same dedication and commitment we extend to the community is matched by our appreciation and support to our employees. To STRIVE for excellence, we live by the following core values:

S **Speak Straight & Listen Generously –** Speak honestly in a constructive way that moves the action forward. Listen with care and without judgment … most important, listen to understand and support. Say what you mean, and be willing to ask questions, share ideas, or raise issues that may cause conflict when it's necessary for team success. Address issues directly with those who are involved or affected. Rumors are destructive … seek accurate information and only speak about things you know to be truthful.

T **Trust Our Team –** Strong teams are successful not just because they work together, but because they trust each other. Seek to build trust in all relationships … personally, professionally and within our community. Assume good intentions and always give people the benefit of doubt. Recognize your weaknesses and have the trust to appreciate when your team is better at something than you.

R **Respect –** Focus on being warm, friendly and approachable … ensure civility in all our actions. Be graciously humble … recognize your team's success above your own. Every interaction with our team or a customer is an opportunity to create deeper, more meaningful relationships. Respect our process and take great pride in achieving exceptional outcomes. Own and celebrate the team's success, but also hold yourself accountable and learn from your mistakes.

I **Inspirational –** Be a leader … take every opportunity to teach and help other learn and grow. Lead by example and never leave your team behind. Inspire with passion but keep perspective. When everyone is moving forward together, success takes care of itself.

V **Visionary –** Determined by the thought of what tomorrow can bring …driven by grit to get it done today. Look ahead, anticipate and dream big. Build fruitful relationships within the industry … draw upon the success of others to shape our future. Without vision, there is no action … without direction, there is no purpose. Be relentless about improvement.

E **Empowered –** Don't accept anything at "face value" if it doesn't make sense to you … don't be afraid to ask "Why?" Have the confidence and curiosity to challenge the "way we have always done it". Have a Growth Mindset in everything you do. Ask questions when you don't understand. Healthy, vigorous debate creates better solutions. Find a way to be exceptional.

Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Jurupa Community Services District
California

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2025

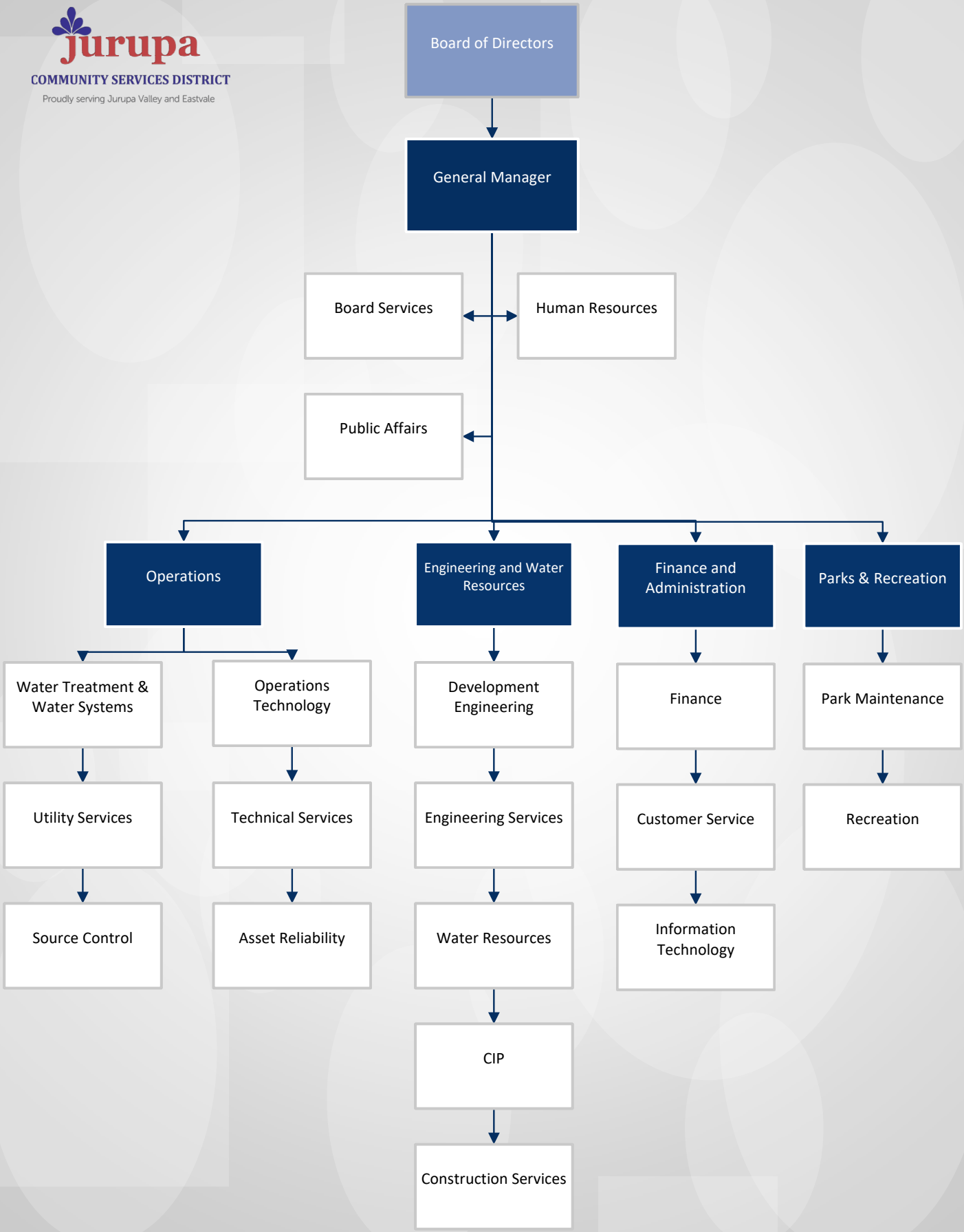


and issued to the public 147 days after the fiscal year end

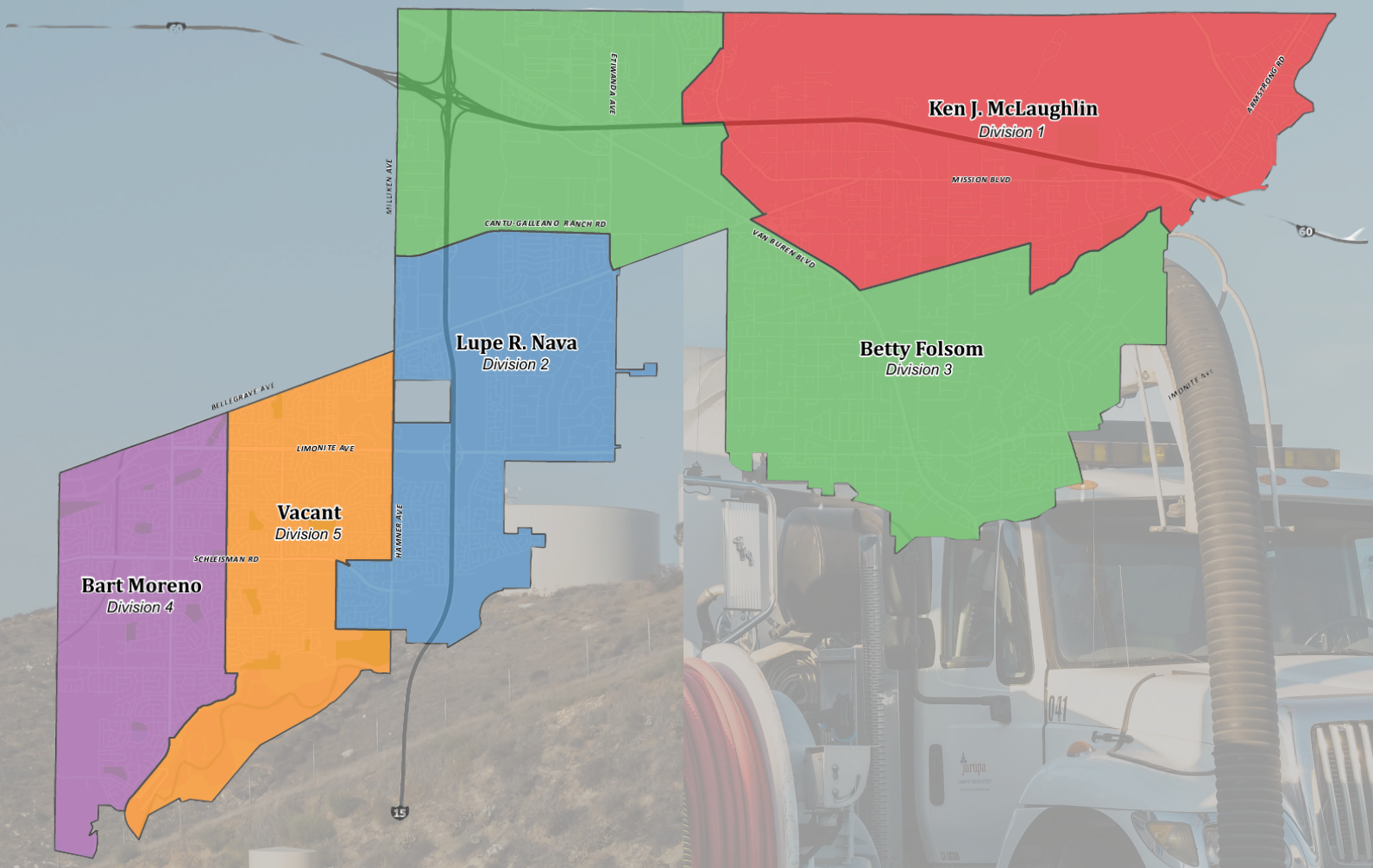
Christopher P. Morrill

Executive Director/CEO

jurupa
COMMUNITY SERVICES DISTRICT
Proudly serving Jurupa Valley and Eastvale



SERVICE AREA



JCSD LEADERSHIP



Division 1
Kenneth J. McLaughlin
Vice President



Division 2
Lupe R.Nava
Director



Division 3
Betty Folsom
Director



Division 4
Bart Moreno
Director



Chris Berch
General Manager



INDEPENDENT AUDITORS' REPORT

NIGRO & NIGRO PC

A Professional Accountancy Corporation

INDEPENDENT AUDITORS' REPORT

Board of Directors
Jurupa Community Services District
Jurupa Valley, California

Opinion

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund and the remaining fund information of the Jurupa Community Services District (District) as of and for the fiscal year ended June 30, 2026, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund and the remaining fund information of the District, as of June 30, 2026, and the respective changes in financial position, and where applicable, its cash flows thereof for the fiscal year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

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.

Change in Accounting Principle

As described in Notes 1 and 6 to the financial statements, as of July 1, 2025, the District adopted new accounting guidance, GASB Statement No. 103, Financial Reporting Model Improvements, and Statement No. 104, Disclosure of Certain Capital Assets. Our opinion is not modified with respect to these matters.

Responsibilities of Management for the Financial Statements

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

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

Jeff Nigro, CPA, CFE | Elizabeth Nigro, CPA | Shannon Bishop, CPA | Peter Glenn, CPA, CFE | Paul J. Kaymark, CPA
Jessica Miller, CPA | Angelika Vartikyan, CPA | Jared Solmonsen, CPA | Oscar Gonzalez, CFE

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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 opinion. 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 information, budgetary comparison schedules for the Eastvale Parks fund, Graffiti Abatement fund, Illumination District No. 2 fund, Landscape and Lighting fund and the required pension and other postemployment benefits 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.

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the District's basic financial statements as a whole. The accompanying supplementary information, as listed in the table of contents, is presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information is fairly stated in all material respects in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the 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 separate report dated November 23, 2026, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is 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 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.



Murrieta, California
November 23, 2026

MANAGEMENT DISCUSSION & ANALYSIS



JURUPA COMMUNITY SERVICES DISTRICT
MANAGEMENT'S DISCUSSION & ANALYSIS
June 30, 2026

As management of Jurupa Community Services District, we offer readers of the District's financial statements this narrative overview and analysis of the financial activities of the District for the fiscal year ended June 30, 2026. The District provides multiple public services within its service area, including water service, wastewater collection, parks and recreation facilities, landscape and lighting district services, and graffiti abatement. This Management's Discussion and Analysis (MD&A) should be read in conjunction with the District's basic financial statements and accompanying notes.

FINANCIAL HIGHLIGHTS

- As of June 30, 2026, the District's total net position (assets plus deferred outflows of resources less liabilities and less deferred inflows of resources) is $745.1 million. This is composed of $525.1 million invested in capital assets, $88.8 million in restricted funds, and unrestricted funds of $131.2 million.
- The District's total net position current-year increase of $69.4 million is comprised of governmental activities which increased by $2.1 million and business-type activities which increased by $67.3 million.
- The total revenues increase of $54.4 million is due to a slight increase of $3.2 million in governmental activities and business-type activities which increased by $51.2 million.
- The total expenditures increase of $7.4 million is comprised of governmental activities which increased by $154 thousand and business-type activities which increased by $7.25 million.
- Total net assets and deferred outflows increased by $104.6 million over prior fiscal year mostly due to the District's capitalization of assets and investment in capital projects during the year.
- Total liabilities and deferred inflows increased by $22.7 million from prior fiscal year mostly due an increase of long-term debt related to financing for capital projects.

OVERVIEW OF THE FINANCIAL STATEMENTS

The District's basic financial statements consist of government-wide financial statements, fund financial statements, and notes to the financial statements.

Government-Wide Financial Statements

The government-wide financial statements provide a broad overview of the District's financial position and activities using the economic resources measurement focus and accrual basis of accounting.

The **Statement of Net Position** presents the District's assets and deferred outflows of resources and liabilities and deferred inflows of resources, with the difference reported as 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 fiscal year. Revenues and expenses are recognized when the underlying event occurs, regardless of the timing of related cash flows.

The District's activities are reported as follows:

Governmental activities — These activities include services that are principally supported by taxes, assessments, grants, and other governmental revenues. The District's governmental activities generally include:

- Parks and recreation facilities and services
- Landscape maintenance districts
- Street lighting and lighting districts
- Graffiti abatement

Business-type activities — These activities are principally supported by fees and charges to customers. The District's business-type activities include:

- Water operations
- Wastewater operations

Fund Financial Statements

The fund financial statements provide more detailed information about the District's individual funds.

Governmental funds account for the District's governmental activities, including Eastvale Parks, Graffiti Abatement Fund, Landscape and Lighting District Funds, and Streetlight Capital Projects Fund. These statements focus primarily on near-term inflows and outflows of spendable resources and the balances available at fiscal year-end.

Enterprise funds account for activities operated in a manner similar to private-sector businesses, where costs are recovered primarily through user charges. The District maintains the Water Enterprise Fund and the Wastewater Enterprise Fund to account for these activities.

Notes to the Financial Statements
The notes provide additional information necessary for a full understanding of the amounts reported in the government-wide and fund financial statements.

FINANCIAL SUMMARY

The following is a summary of the statement of net position for the years ended June 30, 2026 and 2025.

CONDENSED STATEMENT OF NET POSITION
(In thousands of dollars)

	Governmental Activities		Business-type Activities		Total	
	2026	2025	2026	2025	2026	2025
Assets						
Current and other assets	$ 29,109	$ 26,203	$ 256,962	$ 230,520	$ 286,071	$ 256,723
Capital assets	66,742	68,124	544,447	468,741	611,189	536,865
Total Assets	95,851	94,327	801,409	699,261	897,260	793,588
Deferred Outflows of Resources	3,137	2,946	11,411	10,706	14,548	13,652
Total assets and deferred outflows	98,988	97,273	812,820	709,967	911,808	807,240
Liabilities						
Current liabilties	$ 1,715	$ 1,193	$ 50,069	$ 36,067	$ 51,784	$ 37,260
Noncurrent liabilities	6,151	6,864	95,012	86,373	101,163	93,237
Total Liabilities	7,866	8,057	145,081	122,440	152,947	130,497
Deferred Inflows of Resources	4,940	5,127	8,840	8,380	13,780	13,507
Total liabilities and deferred inflows	12,806	13,184	153,921	130,820	166,727	144,004
Net Position						
Net investment in capital assets	64,582	65,927	460,564	395,656	525,146	461,583
Restricted	22,447	19,105	66,302	61,332	88,749	80,437
Unrestricted (Deficit)	(847)	(943)	132,033	122,159	131,186	121,216
Total Net Position	$ 86,182	$ 84,089	$ 658,899	$ 579,147	$ 745,081	$ 663,236

The following is a summary of the statement of activities for the years ended June 30, 2026 and 2025.

CONDENSED STATEMENT OF ACTIVITIES
(In thousands of dollars)

	Governmental Activities		Business-type Activities		Total	
	2026	2025	2026	2025	2026	2025
Revenues						
Program revenues						
Charges for services	$ 3,235	$ 3,353	$ 74,617	$ 70,899	$ 77,852	$ 74,252
Operating grants and contributions	-	-	5,916	3,519	5,916	3,519
Capital grants and contributions	3,846	679	59,154	10,816	63,000	11,495
General revenue:						
Property taxes	12,044	11,635	8,931	8,416	20,975	20,051
Investment earnings	273	520	5,839	9,701	6,112	10,221
Interest income from leases	50	52	50	30	100	82
Interest from interfund loan	-	-	45	49	45	49
Proceeds from sales of capital assets	25	6	57	22	82	28
Other revenue	10	20	-	-	10	20
Total Revenues	19,483	16,265	154,609	103,452	174,092	119,717
Expenses						
Eastvale parks	16,548	16,478	-	-	16,548	16,478
Graffiti abatement	345	341	-	-	345	341
Illumination District No. 2	186	238	-	-	186	238
Landscape and lighting	602	466	-	-	602	466
Streetlighting	45	49	-	-	45	49
Water	-	-	57,243	52,393	57,243	52,393
Wastewater	-	-	31,917	29,554	31,917	29,554
Total Expenses	17,726	17,572	89,160	81,947	106,886	99,519
Excess (deficiency) before transfers and unusual or infrequent items	1,757	(1,307)	65,449	21,505	67,206	20,198
Transfers in (out)	336	504	(336)	(504)	-	-
Unusual or infrequent item						
Settlement revenue	-	-	4,935	-	4,935	-
Settlement expense	-	-	(2,738)	-	(2,738)	-
Total unusual or infrequent item	-	-	2,197	-	2,197	-
Change in net position	2,093	(803)	67,310	21,001	69,403	20,198
Beginning net position restated	84,089	84,892	591,589	558,146	675,678	643,038
Net Position at End of Year	$ 86,182	$ 84,089	$ 658,899	$ 579,147	$ 745,081	$ 663,236

DETAILED ANALYSES

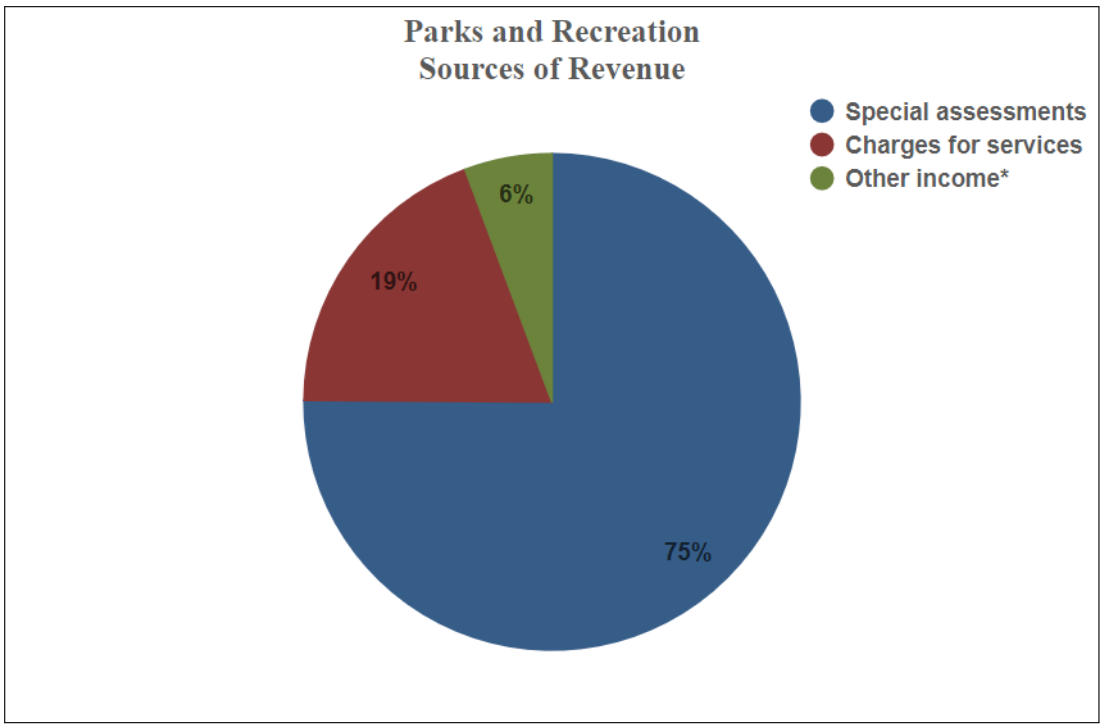
Governmental Activities

Parks and Recreation

The Eastvale Parks Fund supports park maintenance, facility operations, and community recreation programs through special assessments from 48 levied Community Facilities Districts (CFDs). These assessments account for approximately 75% of the fund's revenues and increased by $418,000 over the prior year. Annual assessment adjustments vary by CFD, with some limited to 2% and others allowing increases based on the greater of 2% or the Consumer Price Index.

Additional revenues come from five Kid Zone locations offering before- and after-school child care, facility use, sports programs, and special events, including Picnic in the Park, the largest annual event held in June. Revenues from these services decreased by $72,000 compared with the prior year. Total revenues declined by $300,000, reflecting changes in other revenue sources, including the absence of $214,000 in park improvement grants received in the prior year.

The following chart presents the District's sources of revenue for Parks and Recreation operations.



Expenditures totaled slightly more than $16 million, an increase of approximately $900,000. The increase was primarily attributable to $600,000 in additional park security and facility operations costs and $200,000 in additional community services costs. Expanded community programming included a community campout, youth camps, and other new special events. Expenditures exceeded revenues by $863,000, resulting in a corresponding decrease in fund balance.

Landscape and Lighting Districts

The Landscape and Lighting Fund accounts for special assessment revenues restricted to the maintenance and operation of the District's landscape and lighting maintenance districts. When maintenance costs exceed assessment revenues, transfers of ad valorem property tax revenues provide supplemental funding. The fund supports Landscape Maintenance District (LMD) 91-1, serving areas within Jurupa Valley north of Interstate 60; LMD 98-1, serving multiple areas throughout Jurupa Valley; Lighting Maintenance Districts 2001-1 and 2001-2, serving areas throughout Jurupa Valley; and LMD 2003-1C, serving commercial areas between Hammer Avenue and Wineville Avenue.

Lighting assessments support the maintenance, servicing, acquisition, retrofitting, and replacement of public lighting facilities.

Electricity represents a significant portion of lighting district operating costs. Assessment adjustment provisions vary by district, with some permitting increases tied to maintenance costs and others limiting annual increases to 2%. LMD 91-1 does not permit assessment increases, contributing to a funding shortfall as maintenance costs rise.

During the reporting period, Lighting Maintenance District 2001-1 reported assessment revenues and transfers of approximately $74,400 and expenditures of $71,900, including $30,400 in electricity costs, resulting in a $2,500 increase in fund balance. Lighting Maintenance District 2001-2 reported assessment revenues and transfers of $23,700 and expenditures of $16,500, including $8,700 in installment payments toward the acquisition of streetlights from Southern California Edison, resulting in a $7,200 increase in fund balance.

LMD 98-1 reported assessment revenues and transfers of $102,000 and expenditures of $112,900, including $39,500 in landscape maintenance costs, resulting in a $10,900 decrease in fund balance. LMD 91-1 reported assessment revenues and transfers of $236,900 and expenditures of $393,400, including $145,400 in repair and maintenance costs associated with irrigation and landscape improvements intended to conserve water and reduce future water usage. This expenditure resulted in a $156,500 decrease in fund balance. LMD 2003-1C reported assessment revenues of $32,300 and expenditures of $33,000, including $13,400 in water costs, resulting in a $700 decrease in fund balance.

The combined decrease in fund balance of $158,400 was primarily attributable to expenditures in LMD 91-1, including improvements intended to reduce future water consumption.

Graffiti Abatement

The Graffiti Abatement Fund accounts for revenues and expenditures associated with graffiti abatement activities within the District. Funding consists of a portion of Eastvale parks special assessment revenues restricted for park maintenance, ad valorem property tax allocations supporting Jurupa Valley abatement activities, and revenue from contracted services provided to the City of Jurupa Valley.

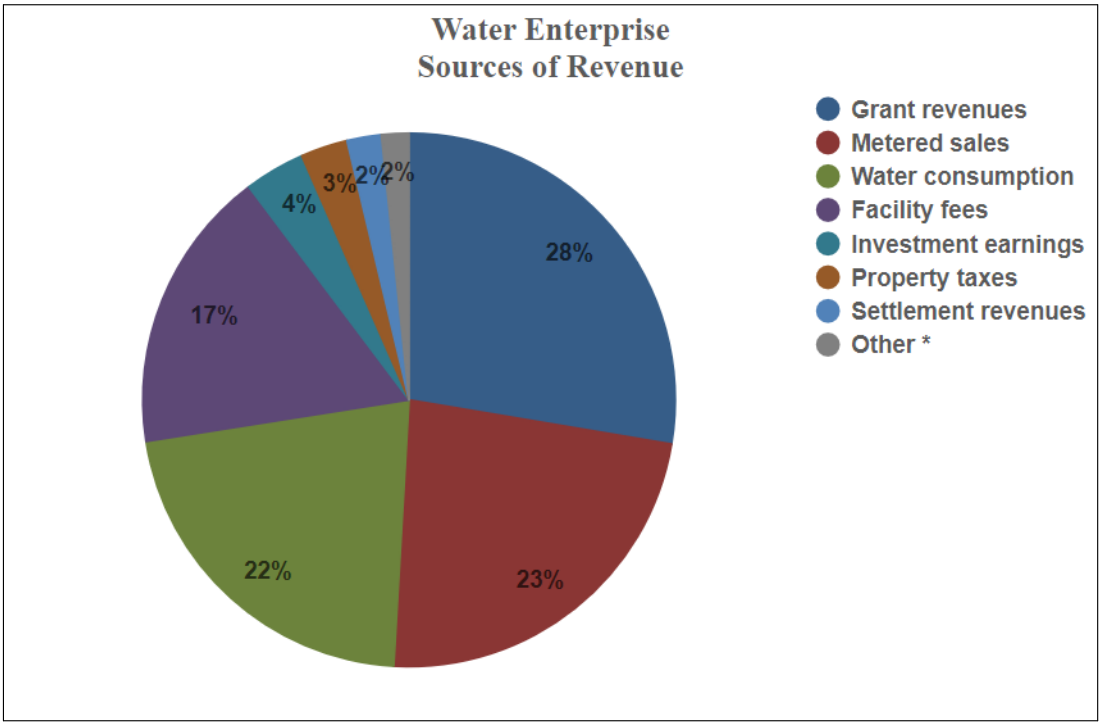
Approximately $100,000 in contracted service revenue and a $242,390 transfer from Eastvale Parks special assessments support the personnel costs of two full-time park maintenance employees and related materials. The special assessment transfer is sufficient to cover expenditures remaining after other revenues are applied, resulting in minimal to no change in fund balance.

Business-Type Activities

Water Enterprise

The Water Fund accounts for the District's water transmission and distribution operations. Financial results for the fiscal year reflected several significant developments, including higher service charge revenues, reduced water demand, changes in operating cost allocations, and increased facility fee and grant revenues supporting capital improvements.

The following chart presents the District's sources of revenue for the Water Fund.



Operating revenues increased by $2.75 million compared with the prior year. Effective January 1, 2026 the District increased both variable water rates and fixed monthly service charges by 5%. Monthly service charge revenues increased by $2.3 million, reflecting the rate adjustment and additional customer accounts associated with new development. Despite the increase in variable rates, water consumption revenues decreased by $160,000 as water sales declined by 1,283 acre-feet. Higher rainfall during the fiscal year and continued conservation efforts contributed to lower demand, offsetting the additional consumption revenues that otherwise would have resulted from the rate increase. Other charges and service revenues remained relatively consistent with the prior year.

Operating expenses decreased by $1.42 million compared with the prior year, primarily reflecting lower water production and purchasing costs. Water supply expenses decreased by $2.8 million as reduced customer demand lowered the volume of water needed to serve the District. The District also obtains water through its water rights exchange agreement with Fontana Water Company. Under this agreement, the District receives one acre-foot of water in exchange for one or two acre-feet of its annual production rights, depending on when the water is received.

Reported distribution expenses decreased by $968,000. A portion of this decrease resulted from the reclassification of costs to the Capital Improvement Program expense category. Accordingly, the decline in distribution expenses reflects both the presentation of costs among expense categories and changes in operating activity. General and administrative expenses increased by $644,000, reflecting salary and benefit increases and revisions to cost allocations based on the benefits received by each fund. These revisions included the allocation of Engineering costs between the Water and Wastewater Funds using a weighted allocation based on the respective capital improvement projects.

Net nonoperating revenues increased by $45.3 million compared with the prior year, driven primarily by higher facility fee and grant revenues. Facility fee revenues increased by $13.5 million, reflecting the timing and pace of development activity. During the fiscal year, Community Facilities Districts Nos. 57 and 59 issued bonds to finance payment of their respective facility fees, contributing to

the increase. Because facility fee collections depend on development activity and financing schedules, these revenues can vary substantially from year to year.

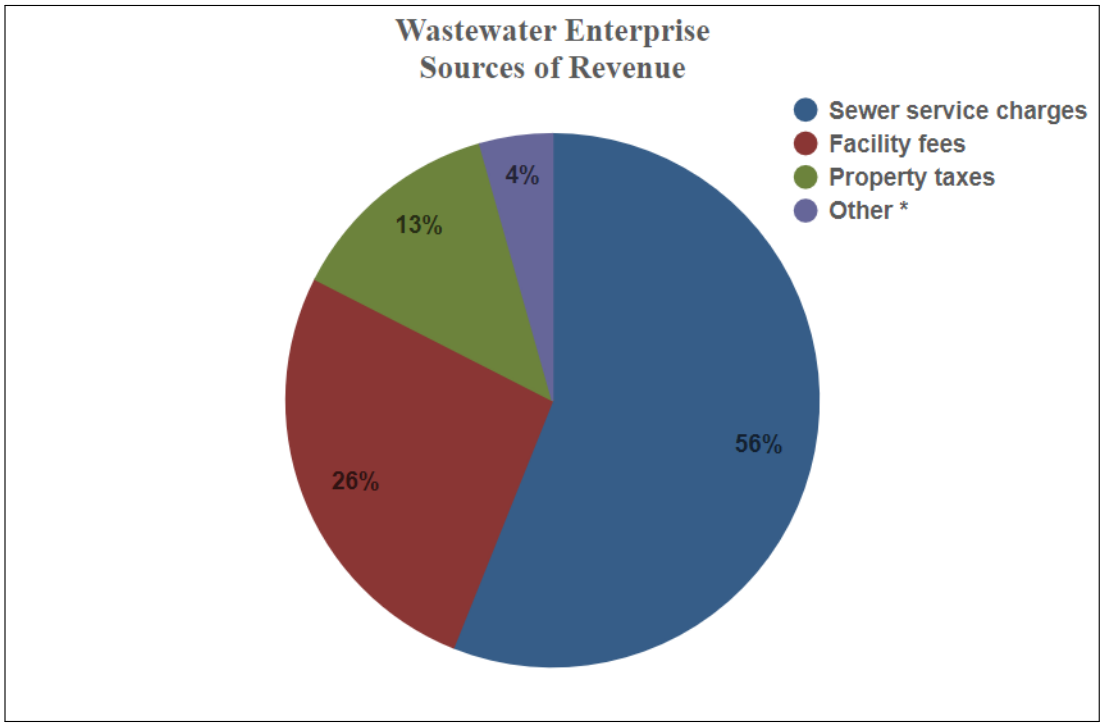
Grant revenues totaled $29 million, an increase of $25.5 million over the prior year. This increase was primarily associated with the Regional Recycled Water Project, which is nearing completion. As eligible project expenditures were incurred, the District recognized reimbursements available under its awarded local and federal grants. These revenues provide substantial funding for the District's investment in recycled water infrastructure.

The District also recorded a restatement to net position of $12.4 million to recognize a PFAS settlement award. In June 2025, the District received notice of settlement funds being awarded as part of the District's participation in 3M Public Water System Settlement, a class-action lawsuit involving claims related to PFAS contamination. This amount represents the initial amount awarded to JCSD during prior fiscal year. This adjustment should be distinguished from current-year operating and nonoperating results when evaluating the fund's financial performance.

Overall, the Water Fund reported an increase in net position of $54.3 million.

Wastewater Enterprise

The Wastewater Fund accounts for the District's wastewater service operations. The following chart presents the District's sources of revenue for the Wastewater Fund.



During the fiscal year, operating revenues increased by $963 thousand, or 3.9%, compared with the prior year. This growth was primarily attributable to the 3% rate adjustment effective January 1 and the addition of customer accounts associated with new development. Together, these factors increased recurring service revenues supporting wastewater operations.

Operating expenses totaled approximately $23 million, an increase of $2.08 million over the prior year. Wastewater treatment costs accounted for more than $800 thousand of this increase, rising approximately 8%. The District does not own or operate its own wastewater treatment and disposal facilities. Instead, it holds capacity rights in facilities associated with the City of Riverside Regional Wastewater Treatment Plant, the Santa Ana Watershed Project Authority, and the Western Riverside County Regional Wastewater Authority. Treatment costs incurred through these arrangements represent a significant component of the District's wastewater service expenses.

General and administrative expenses increased by $626,000 compared with the prior year. The increase primarily reflected cost-of-living adjustments provided under the District's memoranda of understanding and fewer staff vacancies. Higher staffing levels relative to the prior year, together with the negotiated compensation adjustments, increased personnel costs allocated to wastewater operations.

Net nonoperating revenues increased by $10.6 million compared with the prior year, driven primarily by an $8.2 million increase in facility fee revenues. Similar to the development activity described for the Water Fund, the increase reflected the timing and pace of development and the related collection of facility fees. These revenues support wastewater infrastructure capacity needed to serve growth and can fluctuate considerably from year to year. Overall, the Wastewater Fund reported a $13 million increase in net position, reflecting operating results and the substantial contribution of nonoperating revenues.

SIGNIFICANT CAPITAL ASSET AND LONG-TERM FINANCIAL ACTIVITY

Capital Assets

As of June 30, 2026, the District has invested $805.4 million in a broad range of infrastructure. The following table shows the net after accumulated depreciation.

Capital Assets
(In thousands of dollars)

	Governmental Activities		Business-type Activities		Total	
	2026	2025	2026	2025	2026	2025
Land and land rights	$ 27,277	$ 27,277	$ 9,972	$ 6,637	$ 37,249	$ 33,914
Construction in progress	1,856	1,564	97,352	28,338	99,208	29,902
Land improvements	22,435	23,517	603	634	23,038	24,151
Structures and improvements	10,945	11,812	142,862	139,034	153,807	150,846
Streetlights	1,167	1,233	-	-	1,167	1,233
Water transmission & distribution	-	-	113,828	115,033	113,828	115,033
Wastewater collection system	-	-	171,620	171,803	171,620	171,803
Vehicles and equipment	976	582	8,046	6,993	9,022	7,575
Right to use-leased assets	2,078	2,127	23	40	2,101	2,167
Right to use-subscriptions	8	12	141	229	149	241
Total capital assets, net	$ 66,742	$ 68,124	$ 544,447	$ 468,741	$ 611,189	$ 536,865

At the end of fiscal year 2026, the District's investment in capital assets amounted to $611.2 million (net of accumulated depreciation). This investment in capital assets includes, land, buildings, building improvements, furnishings and equipment, collection and distribution systems, tanks, wells, water transmission and distribution systems, and construction-in-progress.

The business-type activities increase in capital assets includes an increase of $75.7 million in utilities structures and improvements, $3.3 million increase in land and land rights (acquisition of Xylem property), and an increase for construction in progress of $69 million. This increase is attributed to $44.4 million invested into the Recycled Water infrastructure project and $15.6 million invested into the Automated Meter Infrastructure improvement project.

The governmental activities decrease in capital assets is due to depreciation of the capital assets. The decrease in capital assets is reflected on the governmental activity balance sheet as a reduction in the net book value of the assets. The decrease in capital assets due to depreciation is a normal and expected process that owns and operates capital assets. Additional information regarding he District's fixed assets can be found in Note 6 of the Notes to the Basic Financial Statements.

Long-term Obligations

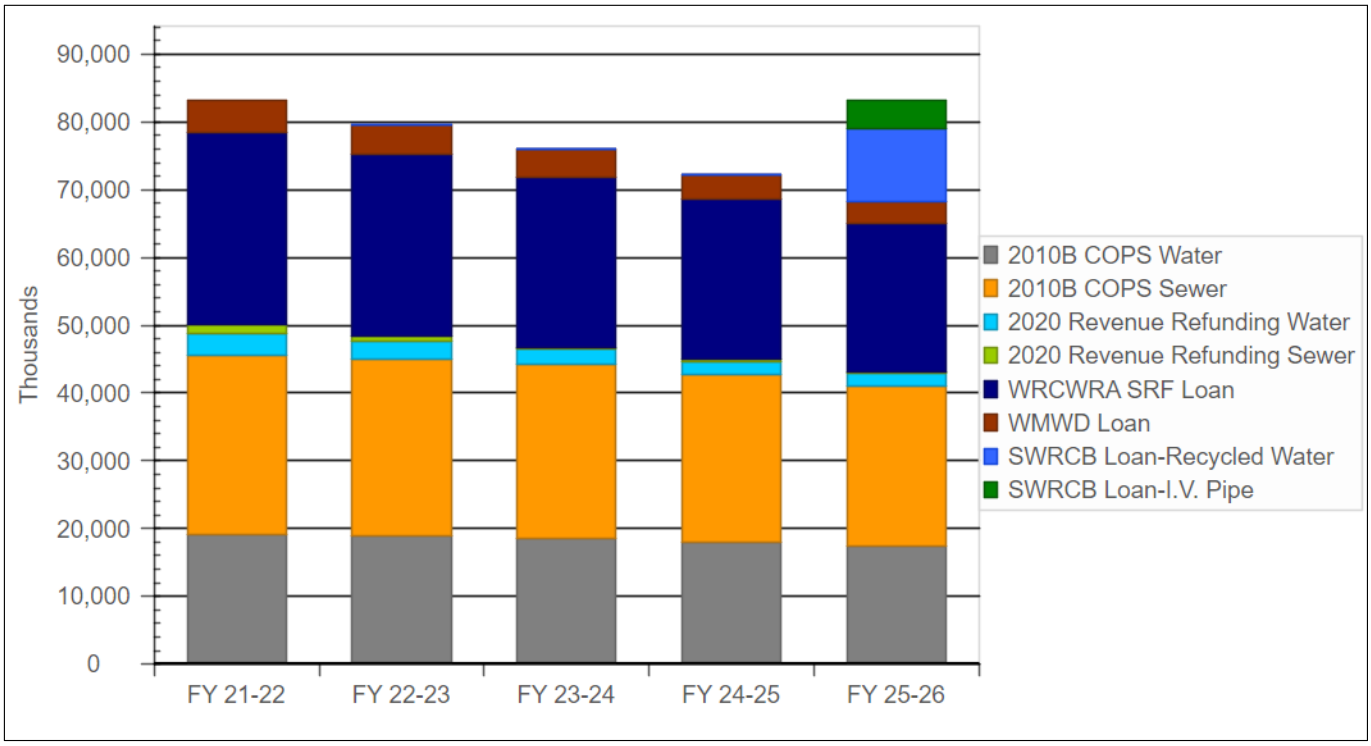
Long-Term Debt
(In thousands of dollars)

	Governmental Activities		Business-type Activities		Total	
	2026	2025	2026	2025	2026	2025
Compensated absences	$ 518	$ 378	$ 3,746	$ 2,739	$ 4,264	$ 3,117
Lease liability	2,153	2,188	25	40	2,178	2,228
Subscription liability	7	10	124	171	131	181
Net OPEB obligation	2,019	2,027	6,893	6,922	8,912	8,949
Long-term debt	-	-	83,367	72,446	83,367	72,446
Net pension liability	1,620	2,393	5,833	8,672	7,453	11,065
Total Long-Term Liabilities	6,317	6,996	99,988	90,990	106,305	97,986
Less current portion	(167)	(133)	(4,976)	(4,617)	(5,143)	(4,750)
Total long-term liabilities, net of current portion	$ 6,150	$ 6,863	$ 95,012	$ 86,373	$ 101,162	$ 93,236

During the year, the District's total long-term debt increased $8.3 million or 8.5%. This is primarily attributed to a $14.8 million increase in State Revolving Fund loans. This increase in these loan balances is a result of project costs related to the District's Recycled Water project and the Intervalley Pipeline project. These costs are expected to be submitted and reimbursed from these loans starting fiscal year 2026/2027. The impact of the SRF loan balances is partially offset by $3.9 million in scheduled timely payments made by the District.

The District's other OPEB plan is 58.8% funded, reflecting the assets accumulated to meet its long-term retiree benefit obligations. Since July 2019, the District has made additional contributions to reduce the plan's unfunded liability and strengthen its funding position. The District initially committed $1 million annually toward this effort and increased its annual contribution to $1.5 million in 2025, representing a 50% increase. This sustained commitment supports the funding of benefits earned by employees, reduces the portion of the obligation that must be financed in future years, and promotes greater stability in the District's long-term financial planning. Additional information on longterm debt and other post employment benefits are presented in Note 9 and Note 10 of the Notes to Basic Financial Statements, respectively.

All scheduled debt payments for fiscal year 2025-26 were paid timely. Below is a graph the shows the trend of the District's bonds and loans balances over the past five fiscal years.



Credit Rating

In 2026, S&P confirmed its long-term AA rating on the Jurupa Community Services District Certificates of Participation 2010 Series B Bonds and 2020 Revenue Refunding bonds. The outlook is stable. The rating reflects their view of the District's very strong enterprise profile and strong financial risk profile.

CURRENTLY KNOWN FACTS, DECISIONS, OR CONDITIONS

The District incorporated four developments expected to affect its future financial position into the upcoming fiscal year's budget:

- New employee association memoranda of understanding (MOUs)
- Electricity rate increases
- Utility Rate Revenue adjustments
- Unfunded Liabilities Funding

The Office, Field, and Mid-Management employee associations approved four-year MOUs effective beginning in FY 2025–26 and continuing through June 30, 2029. The agreements provide annual base pay increases of 4% in each fiscal year through FY 2028–29. The same increases apply to non-represented employees. The approved FY 2025–26 budget includes funding for the first 4% increase.

The District has experienced double-digit increases in electricity costs associated with Southern California Edison rate adjustments over the past several years, placing continued pressure on operating budgets. Electricity is a significant cost of water production and pumping, wastewater conveyance, and facility operations. Further rate adjustments could increase the cost of providing these services, although the impact will vary based on each account’s rate schedule, energy consumption, peak demand, and time of use. These cost pressures are an important consideration in the District’s future operating budgets and long-term financial planning.

Effective January 1, the District implemented a 5% adjustment to both variable water rates and fixed monthly water service charges and a 3% adjustment to wastewater service rates. These adjustments increase recurring revenues available to support service delivery and address operating costs. In the subsequent fiscal year, revenues will reflect a full year of the adjusted rates, compared with a

partial-year effect in the current reporting period. The actual revenue impact will also depend on water consumption and changes in the number of customer accounts. Continued conservation efforts and weather conditions may affect water consumption revenues, while new development may increase both water and wastewater service revenues through additional customer accounts.

The District continues to strengthen the funding of its other postemployment benefits (OPEB) and pension obligations through additional contributions and an accelerated repayment strategy. Since July 2019, the District has made additional annual contributions toward its unfunded OPEB liability. In 2025, the District increased this contribution from $1 million to $1.5 million, representing a 50% increase and an additional annual funding commitment of $500,000. With the OPEB plan currently 58.8% funded, these contributions are intended to improve its funded position and reduce the obligations that must be financed in future years.

The District is also addressing its unfunded pension liability through an accelerated 10-year amortization schedule. This approach commits resources to reducing the outstanding liability over a shorter period, with the objective of limiting long-term financing costs and strengthening the pension plan's funded position. Together, these strategies represent a sustained commitment to meeting retirement benefit obligations and will continue to influence the District's future budgets and cash requirements.

The District's long-term objective is to bring both plans as close to full funding as practicable. As their funded positions improve, the District intends to reassess its annual contribution strategy to support ongoing benefit accruals and address changes in liabilities arising from investment performance, actuarial assumptions, and participant experience. This periodic reassessment will help align funding commitments with updated actuarial valuations and the District's financial capacity.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide our customers and creditors with a general overview of the District finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report or need additional financial information, please contact the District's Finance Department at 11201 Harrel Street, Jurupa Valley, California 91752 or (951) 685-7434.

FINANCIAL SECTION



JURUPA COMMUNITY SERVICES DISTRICT
STATEMENT OF NET POSITION
June 30, 2026

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Current assets			
Cash and cash equivalents	$ 1,537,977	$ 25,733,070	$ 27,271,047
Investments	-	78,365,542	78,365,542
Restricted - cash and cash equivalents	6,158,393	130,066	6,288,459
Restricted - investments	12,423,918	1,433,532	13,857,450
Accrued interest receivable	55,297	1,113,209	1,168,506
Accounts receivable - utilities	-	10,788,429	10,788,429
Accounts receivable - governmental agencies	35,000	1,812,539	1,847,539
Accounts receivable - developers and others	6,495,531	15,100	6,510,631
Lease receivable	171,311	498,293	669,604
Property taxes and assessments receivable	156,629	207,757	364,386
Settlement receivable	-	5,826,917	5,826,917
Grants receivable	-	10,468,695	10,468,695
Loan reimbursements receivable	-	14,836,080	14,836,080
Inventory, prepaid items and other assets	29,493	23,374,700	23,404,193
Total current assets	27,063,549	174,603,929	201,667,478
Non-current assets			
Interfund advances	(1,075,781)	1,075,781	-
Restricted - investments	-	64,791,499	64,791,499
Investments in WRCRWA, net	-	15,250,699	15,250,699
Lease receivable, net	3,121,530	1,239,598	4,361,128
Capital assets- not being depreciated	29,132,937	107,324,052	136,456,989
Capital assets-being depreciated, net	37,609,016	437,122,999	474,732,015
Total non-current assets	68,787,702	626,804,628	695,592,330
Total assets	95,851,251	801,408,557	897,259,808
DEFERRED OUTFLOWS OF RESOURCES			
Deferred outflows from pension	1,344,296	4,770,380	6,114,676
Deferred outflows from OPEB	1,793,127	6,640,734	8,433,861
Total deferred outflows of resources	$ 3,137,423	$ 11,411,114	$ 14,548,537

See accompanying notes to the financial statements.

JURUPA COMMUNITY SERVICES DISTRICT
STATEMENT OF NET POSITION
June 30, 2026

	Governmental Activities	Business-Type Activities	Total
LIABILITIES			
Current liabilities			
Accounts payable and accrued expenses	$ 1,409,659	$ 17,912,802	$ 19,322,461
Customer deposits, retentions and advances	139,239	21,868,362	22,007,601
Accrued interest payable	-	1,197,291	1,197,291
Unearned revenue	-	4,114,632	4,114,632
Compensated absences	129,552	936,592	1,066,144
Lease liability	35,243	6,576	41,819
Subscription liability	2,125	37,965	40,090
Bonds payable	-	1,930,000	1,930,000
Loans payable	-	2,064,937	2,064,937
Total current liabilities	1,715,818	50,069,157	51,784,975
Non-current liabilities			
Compensated absences, net	388,657	2,809,777	3,198,434
Lease liability, net	2,118,220	17,760	2,135,980
Subscription liability, net	4,807	85,889	90,696
Bonds payable, net	-	41,347,308	41,347,308
Loans payable, net	-	38,024,858	38,024,858
Net OPEB liability	2,019,296	6,893,333	8,912,629
Net pension liability	1,620,192	5,832,524	7,452,716
Total non-current liabilities	6,151,172	95,011,449	101,162,621
Total liabilities	7,866,990	145,080,606	152,947,596
DEFERRED INFLOWS OF RESOURCES			
Deferred inflows from pension	251,158	816,304	1,067,462
Deferred inflows from OPEB	1,724,173	6,058,709	7,782,882
Deferred inflows from leases	2,964,556	1,597,294	4,561,850
Deferred amount on refunding	-	367,802	367,802
Total deferred inflows of resources	4,939,887	8,840,109	13,779,996
NET POSITION			
Net investment in capital assets	64,581,558	460,563,956	525,145,514
Restricted for:			
Eastvale parks	21,169,871	-	21,169,871
Graffiti abatement	463,477	-	463,477
Illumination District No.2	149,711	-	149,711
Landscape and lighting	663,818	-	663,818
Capital facility fees	-	61,302,349	61,302,349
Debt service reserves	-	4,999,302	4,999,302
Unrestricted (Deficit)	(846,638)	132,033,349	131,186,711
Total net position	$ 86,181,797	$ 658,898,956	$ 745,080,753

See accompanying notes to the financial statements.

JURUPA COMMUNITY SERVICES DISTRICT
STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2026

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Net (Expenses) Revenues and Changes in Net Position: Governmental Activities	Net (Expenses) Revenues and Changes in Net Position: Business-type Activities	Net (Expenses) Revenues and Changes in Net Position: Total
Governmental activities							
Eastvale parks	$ 16,547,700	$ 3,133,898	$ -	$ 3,846,726	$ (9,567,076)	$ -	$ (9,567,076)
Graffiti abatement	344,863	100,719	-	-	(244,144)	-	(244,144)
Illumination District No. 2	186,196	-	-	-	(186,196)	-	(186,196)
Landscape and lighting	601,878	-	-	-	(601,878)	-	(601,878)
Streetlighting	44,986	-	-	-	(44,986)	-	(44,986)
Total governmental activities	17,725,623	3,234,617	-	3,846,726	(10,644,280)	-	(10,644,280)
Business-type activities							
Water	57,243,924	49,217,109	5,915,953	47,177,857	-	45,066,995	45,066,995
Wastewater	31,916,919	25,400,223	-	11,975,930	-	5,459,234	5,459,234
Total business-type activities	89,160,843	74,617,332	5,915,953	59,153,787	-	50,526,229	50,526,229
Total	$ 106,886,466	$ 77,851,949	$ 5,915,953	$ 63,000,513	$ (10,644,280)	$ 50,526,229	$ 39,881,949
General revenues:							
Property taxes					12,044,141	8,930,798	$ 20,974,939
Investment earnings					272,670	5,838,596	6,111,266
Interest income from leases					50,123	50,340	100,463
Interest from interfund loan					-	44,986	44,986
Sales of capital assets					24,810	57,427	82,237
Other operating revenue					9,512	-	9,512
Transfers					335,797	(335,797)	-
Unusual or infrequent item							
Settlement revenues					-	4,935,457	4,935,457
Settlement expense					-	(2,738,065)	(2,738,065)
Total general revenues, transfers, and unusual or infrequent item					12,737,053	16,783,742	29,520,795
Change in net position					2,092,773	67,309,971	69,402,744
Net position, beginning of year					84,089,024	579,147,192	663,236,216
Restatement (See Note 24)					-	12,441,793	12,441,793
Net position, beginning of year					84,089,024	591,588,985	675,678,009
Net position, end of year					$ 86,181,797	$ 658,898,956	$ 745,080,753

See accompanying notes to the financial statements.

JURUPA COMMUNITY SERVICES DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2026

	Eastvale Parks	Graffiti Abatement	Illumination District #2	Landscape and Lighting	Streetlight Capital Fund	Total Governmental Funds
ASSETS						
Cash and cash equivalents	$ -	$ 447,493	$ 176,942	$ 692,376	$ 221,166	$ 1,537,977
Restricted - cash and cash equivalents	6,158,393	-	-	-	-	6,158,393
Restricted - investments	12,423,918	-	-	-	-	12,423,918
Accrued interest receivable	55,297	-	-	-	-	55,297
Accounts receivable - governmental agencies	-	35,000	-	-	-	35,000
Accounts receivable - developers and others	6,495,531	-	-	-	-	6,495,531
Lease receivable	3,292,841	-	-	-	-	3,292,841
Property taxes and assessments receivable	148,196	-	4,470	3,963	-	156,629
Inventory, prepaid items, and other assets	29,493	-	-	-	-	29,493
Total assets	28,603,669	482,493	181,412	696,339	221,166	30,185,079
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES						
Liabilities						
Accounts payable and accrued expenses	1,304,905	19,016	31,701	32,521	21,516	1,409,659
Customer deposits	139,239	-	-	-	-	139,239
Interfund advances	-	-	-	-	1,075,781	1,075,781
Total liabilities	1,444,144	19,016	31,701	32,521	1,097,297	2,624,679
Deferred Inflows of Resources						
Unavailable revenue	8,787,490	-	-	-	-	8,787,490
Leases	2,964,556	-	-	-	-	2,964,556
Total deferred inflows of resources	11,752,046	-	-	-	-	11,752,046
Fund Balances						
Nonspendable	29,493	-	-	-	-	29,493
Restricted for:						
Eastvale parks	15,377,986	-	-	-	-	15,377,986
Graffiti abatement	-	463,477	-	-	-	463,477
Illumination District No. 2	-	-	149,711	-	-	149,711
Landscape and lighting	-	-	-	663,818	-	663,818
Unassigned	-	-	-	-	(876,131)	(876,131)
Total fund balances	15,407,479	463,477	149,711	663,818	(876,131)	15,808,354
Total liabilities, deferred inflows of resources, and fund balances	$28,603,669	$ 482,493	$ 181,412	$ 696,339	$ 221,166	$ 30,185,079

See accompanying notes to the financial statements.

JURUPA COMMUNITY SERVICES DISTRICT
RECONCILIATION OF THE BALANCE SHEET - GOVERNMENTAL FUNDS TO THE STATEMENT OF NET POSITION
June 30, 2026

Fund Balances of Governmental Funds		$ 15,808,354
Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets used in governmental activities are not financial resources and, therefore are not reported as assets in governmental funds. These assets consist of:		
Capital assets-not being depreciated	29,132,937	
Capital assets-being depreciated, net	37,609,016	
Capital assets, net		66,741,953
Long-term liabilities are not due and payable in the current period and, therefore, are not reported as liabilities in governmental funds. Long-term liabilities at year-end consist of:		
Lease liability	(2,153,463)	
Subscription liability	(6,932)	
Net pension liability	(1,620,192)	
Compensated absences	(518,209)	
Net OPEB liability	(2,019,296)	
		(6,318,092)
In governmental funds, deferred outflows and inflows of resources are not reported because they are applicable to future periods. Deferred outflows and inflows of resources at year end consist of:		
Deferred outflows of resources related to pension	1,344,296	
Deferred outflows of resources related to OPEB	1,793,127	
Deferred inflows of resources related to pension	(251,158)	
Deferred inflows of resources related to OPEB	(1,724,173)	
		1,162,092
Certain revenues are not available to pay for current period expenditures and are therefore reported as unavailable revenue in governmental funds		8,787,490
Net Position of Governmental Activities		$ 86,181,797

See accompanying notes to the financial statements.

JURUPA COMMUNITY SERVICES DISTRICT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
For the Year Ended June 30, 2026

	Eastvale Parks	Graffiti Abatement	Illumination District #2	Landscape and Lighting	Streetlight Capital Fund	Total Governmental Funds
REVENUES						
Special assessments	$11,413,771	$ -	$ 213,303	$ 417,067	$ -	$ 12,044,141
Charges for services	3,133,898	100,719	-	-	-	3,234,617
Investment earnings	272,670	-	-	-	-	272,670
Facility fees	292,775	-	-	-	-	292,775
Interest income from leases	50,123	-	-	-	-	50,123
Other operating revenue	7,757	1,755	-	-	-	9,512
Total revenues	15,170,994	102,474	213,303	417,067	-	15,903,838
EXPENDITURES						
Current:						
Park security and facility operations	2,006,305	-	-	-	-	2,006,305
Park and facility maintenance	8,817,906	-	-	-	-	8,817,906
Park recreation programs	942,772	-	-	-	-	942,772
Community services	2,318,870	-	-	-	-	2,318,870
Graffiti abatement	-	344,863	-	-	-	344,863
Illumination District No. 2	-	-	186,196	-	-	186,196
Landscape and lighting	-	-	-	601,878	-	601,878
Capital outlay	1,862,074	-	-	-	-	1,862,074
Debt service:						
Principal	37,202	-	-	-	-	37,202
Interest and fiscal charges	48,811	-	-	-	44,986	93,797
Total expenditures	16,033,940	344,863	186,196	601,878	44,986	17,211,863
REVENUES OVER (UNDER) EXPENDITURES	(862,946)	(242,389)	27,107	(184,811)	(44,986)	(1,308,025)
OTHER FINANCING SOURCES (USES)						
Proceeds from sales of capital assets	24,810	-	-	-	-	24,810
Transfers in/(out)	(38,793)	242,390	(36,954)	26,424	142,730	335,797
Total other financing sources (uses)	(13,983)	242,390	(36,954)	26,424	142,730	360,607
Changes in Fund Balances	(876,929)	1	(9,847)	(158,387)	97,744	(947,418)
Fund balance, Beginning of Year	16,284,408	463,476	159,558	822,205	(973,875)	16,755,772
Fund Balance, End of Year	$15,407,479	$ 463,477	$ 149,711	$ 663,818	$ (876,131)	$ 15,808,354

See accompanying notes to the financial statements.

JURUPA COMMUNITY SERVICES DISTRICT
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2026

Net Change in Fund Balances - Total Governmental Funds		$ (947,418)
Amounts reported for governmental activities in the statement of activities are different because:		
Governmental funds report capital outlay as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense as follows:		
Capital outlay	1,219,972	
Depreciation expense	(2,549,476)	
Amortization expense	(52,655)	
		(1,382,159)
Certain revenues will be available after year end, but are not available to pay current period expenditures and are therefore reported as unavailable revenue in governmental funds. This amount represents the change in unavailable revenue.		
Unavailable revenue		3,553,951
Some expenses reported in the statement of activities do not require the use of current financial resources and therefore, are not reported as expenditures in governmental funds as follows:		
Compensated absences	(110,894)	
Subscription debt payments	2,623	
Lease liabilities	34,579	
OPEB expense	439,001	
Pension expense	503,090	
		868,399
Change in Net Position of Governmental Activities		$ 2,092,773

See accompanying notes to the financial statements.

JURUPA COMMUNITY SERVICES DISTRICT
STATEMENT OF FUND NET POSITION - ENTERPRISE FUNDS
June 30, 2026

	Water	Wastewater Fund	Total
ASSETS			
Current assets			
Cash and cash equivalents	$ 622,732	$ 25,110,338	$ 25,733,070
Investments	51,934,340	26,431,202	78,365,542
Restricted - cash and cash equivalents	60,317	69,749	130,066
Restricted - investments	523,289	910,243	1,433,532
Accrued interest receivable	726,244	386,965	1,113,209
Accounts receivable - utilities, net	7,179,846	3,608,583	10,788,429
Accounts receivable - governmental agencies	1,812,539	-	1,812,539
Accounts receivable - developers and others	12,877	2,223	15,100
Lease receivable	498,293	-	498,293
Property taxes and assessments receivable	-	207,757	207,757
Settlement receivable	5,826,917	-	5,826,917
Grants receivable	10,468,695	-	10,468,695
Loan reimbursements receivable	14,836,080	-	14,836,080
Inventory, prepaid items, and other assets	23,165,681	209,019	23,374,700
Total current assets	117,667,850	56,936,079	174,603,929
Non-current assets			
Interfund advances	1,075,781	-	1,075,781
Restricted - investments	28,848,281	35,943,218	64,791,499
Investments in WRCRWA, net	-	15,250,699	15,250,699
Lease receivable, net	1,239,598	-	1,239,598
Capital assets - not being depreciated	105,370,965	1,953,087	107,324,052
Capital assets - being depreciated, net	241,771,345	195,351,654	437,122,999
Total non-current assets	378,305,970	248,498,658	626,804,628
Total assets	495,973,820	305,434,737	801,408,557
DEFERRED OUTFLOWS OF RESOURCES			
Deferred outflows from pension	3,551,825	1,218,555	4,770,380
Deferred outflows from OPEB	4,951,177	1,689,557	6,640,734
Total deferred outflows of resources	$ 8,503,002	$ 2,908,112	$ 11,411,114

See accompanying notes to the financial statements.

JURUPA COMMUNITY SERVICES DISTRICT
STATEMENT OF FUND NET POSITION - ENTERPRISE FUNDS
June 30, 2026

	Water	Wastewater Fund	Total
LIABILITIES			
Current liabilities			
Accounts payable and accrued expenses	$ 14,852,079	$ 3,060,723	$ 17,912,802
Customer deposits, retentions and advances	21,843,388	24,974	21,868,362
Accrued interest payable	439,216	758,075	1,197,291
Unearned revenue	4,114,632	-	4,114,632
Compensated absences	725,742	210,850	936,592
Lease liability	6,576	-	6,576
Subscription liability	24,655	13,310	37,965
Bonds payable	830,000	1,100,000	1,930,000
Loans payable	-	2,064,937	2,064,937
Total current liabilities	42,836,288	7,232,869	50,069,157
Non-current liabilities			
Compensated absences, net	2,177,226	632,551	2,809,777
Lease liability, net	17,760	-	17,760
Subscription liability, net	55,778	30,111	85,889
Bonds payable, net	18,737,489	22,609,819	41,347,308
Loans payable, net	14,878,339	23,146,519	38,024,858
Net OPEB liability	4,846,258	2,047,075	6,893,333
Net pension liability	4,373,835	1,458,689	5,832,524
Total non-current liabilities	45,086,685	49,924,764	95,011,449
Total liabilities	87,922,973	57,157,633	145,080,606
DEFERRED INFLOWS OF RESOURCES			
Deferred inflows from pension	579,659	236,645	816,304
Deferred inflow from OPEB	4,461,643	1,597,066	6,058,709
Deferred inflow of resources-leases	1,597,294	-	1,597,294
Deferred amount on refunding	171,348	196,454	367,802
Total deferred inflows of resources	6,809,944	2,030,165	8,840,109
NET POSITION			
Net investment in capital assets	312,420,365	148,143,591	460,563,956
Restricted for:			
Capital facility fees	27,306,772	33,995,577	61,302,349
Debt service reserves	2,097,769	2,901,533	4,999,302
Unrestricted	67,918,999	64,114,350	132,033,349
Total net position	$ 409,743,905	$ 249,155,051	$ 658,898,956

See accompanying notes to the financial statements.

JURUPA COMMUNITY SERVICES DISTRICT
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION -ENTERPRISE FUNDS
For the Year Ended June 30, 2026

	Water	Wastewater Fund	Total Enterprise Funds
OPERATING REVENUES			
Water consumption sales	$ 22,709,715	$ -	$ 22,709,715
Monthly meter service charge	24,467,027	-	24,467,027
Sewer service charge	-	25,395,876	25,395,876
Lease revenue	431,788	-	431,788
Other water charges	1,268,894	-	1,268,894
Other operating income	339,685	4,347	344,032
Total operating revenues	49,217,109	25,400,223	74,617,332
OPERATING EXPENSES			
Water system	21,008,992	-	21,008,992
Distribution	2,821,098	-	2,821,098
Technical Services	1,212,179	-	1,212,179
Source control	-	14,377,025	14,377,025
Customer service	1,726,188	1,358,692	3,084,880
General administrative	14,165,551	6,771,794	20,937,345
CIP program	1,281,015	131,596	1,412,611
Operating and maintenance expense	2,227,967	358,692	2,586,659
Depreciation and amortization	11,866,722	7,258,374	19,125,096
Total operating expenses	56,309,712	30,256,173	86,565,885
Operating income (loss)	(7,092,603)	(4,855,950)	(11,948,553)
NONCAPITAL SUBSIDIES			
Transfers in/(out)	-	(335,797)	(335,797)
Property taxes	3,000,000	5,930,798	8,930,798
Non-capital subsidies	3,000,000	5,595,001	8,595,001
Operating income (loss) and non-capital subsidies	(4,092,603)	739,051	(3,353,552)
OTHER NONOPERATING REVENUES AND EXPENSES			
Facility fees	18,102,654	11,975,930	30,078,584
Grant revenues	29,075,203	-	29,075,203
Capital cost reimbursement, net	5,915,953	-	5,915,953
Investment earnings	3,865,568	1,973,028	5,838,596
Interest income from leases	50,340	-	50,340
Interest income from interfund loan	44,986	-	44,986
Sales of capital assets	43,527	13,900	57,427
Interest and fiscal charges	(934,213)	(1,660,745)	(2,594,958)
Total other nonoperating revenues and expenses	56,164,018	12,302,113	68,466,131
Income (loss) before unusual or infrequent items	52,071,415	13,041,164	65,112,579
UNUSUAL OR INFREQUENT ITEMS			
Settlement revenue	4,935,457	-	4,935,457
Settlement expense	(2,738,065)	-	(2,738,065)
Total unusual or infrequent items	2,197,392	-	2,197,392
Change in net position	$ 54,268,807	$ 13,041,164	$ 67,309,971
Net position, beginning of year	343,033,305	236,113,887	579,147,192
Restatement (Note 24)	12,441,793	-	12,441,793
Net position, end of year	$ 409,743,905	$ 249,155,051	$ 658,898,956

See accompanying notes to the financial statements.

JURUPA COMMUNITY SERVICES DISTRICT
STATEMENT OF CASH FLOWS - ENTERPRISE FUNDS
For the Year Ended June 30, 2026

	Water	Wastewater Fund	Total
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash received from customers for water sales and services	$ 50,020,833	$ 25,259,709	$ 75,280,542
Cash paid to employees salaries and wages	(7,839,904)	(1,694,826)	(9,534,730)
Cash paid to vendors and suppliers	(33,482,253)	(20,828,006)	(54,310,259)
Cash (paid)/received for other services	2,763,730	-	2,763,730
Net cash provided (used in) operating activities	11,462,406	2,736,877	14,199,283
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Proceeds from property taxes	3,000,000	5,931,216	8,931,216
Proceeds from legal settlements	11,550,333	-	11,550,333
Cash paid for settlement expenses	(2,738,065)	-	(2,738,065)
Transfers out	-	(335,797)	(335,797)
Net cash provided (used) by noncapital financing activities	11,812,268	5,595,419	17,407,687
CASH FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Acquisition and construction of capital assets	(81,911,655)	(5,581,012)	(87,492,667)
Advance payments from Community Facility Districts	18,102,654	11,975,930	30,078,584
Proceeds from grants	22,534,158	-	22,534,158
Proceeds from interfund receivable	142,730	-	142,730
Capital contributions paid to WRCRWA	-	(1,785,435)	(1,785,435)
Proceeds from sale of capital assets	43,527	13,900	57,427
Principal payments on long-term debt	(841,435)	(3,090,766)	(3,932,201)
Interest payments on long-term debt	(946,921)	(1,688,873)	(2,635,794)
Interest from leases	50,340	-	50,340
Net cash provided (used in) capital and related financing activities	(42,826,602)	(156,256)	(42,982,858)
CASH FLOWS FROM INVESTING ACTIVITIES			
Investment earnings	3,902,088	1,992,951	5,895,039
Net sales (purchases) of investments	15,766,138	(6,149,738)	9,616,400
Net cash provided by (used in) investing activities	19,668,226	(4,156,787)	15,511,439
Net cash flows provided (used in) investing activities	116,298	4,019,253	4,135,551
Cash and Cash Equivalents, Beginning of Year	566,751	21,160,834	21,727,585
Cash and Cash Equivalents, End of Year	$ 683,049	$ 25,180,087	25,863,136
RECONCILIATION OF CASH AND CASH EQUIVALENTS TO STATEMENT OF FINANCIAL POSITION:			
Cash and cash equivalents	$ 622,732	$ 25,110,338	$ 25,733,070
Restricted assets - cash and cash equivalents	60,317	69,749	130,066
Total Cash and Cash Equivalents	$ 683,049	$ 25,180,087	$ 25,863,136

See accompanying notes to the financial statements.

JURUPA COMMUNITY SERVICES DISTRICT
STATEMENT OF CASH FLOWS - ENTERPRISE FUNDS
For the Year Ended June 30, 2026

	Water	Wastewater Fund	Total
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES:			
Operating income (loss)	$ (7,092,603)	$ (4,855,950)	$ (11,948,553)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:			
Depreciation	11,866,722	7,258,374	19,125,096
Change in assets and liabilities:			
(Increase) decrease in assets:			
Accounts receivable - utilities, net	(551,944)	(47,027)	(598,971)
Accounts receivable - government agencies	(1,315,692)	-	(1,315,692)
Prepaid items and other assets	(2,277,682)	9,570	(2,268,112)
Lease receivable	(443,791)	-	(443,791)
(Increase) decrease in liabilities:			
Accounts payable and accrued expenses	7,167,821	1,017,160	8,184,981
Accrued wages and related payable	83,802	50,337	134,139
Customer deposits, deferred revenue, and advances	1,355,668	(93,487)	1,262,181
Compensated absences	769,291	237,616	1,006,907
Unearned revenue	4,114,632	-	4,114,632
Net OPEB liability	(1,222,000)	(391,295)	(1,613,295)
Net pension liability	(1,400,399)	(448,421)	(1,848,820)
Deferred inflow of resources-leases	408,581	-	408,581
Total Adjustments	18,555,009	7,592,827	26,147,836
Net Cash Provided (Used) by Operating Activities	$ 11,462,406	$ 2,736,877	$ 14,199,283
NON-CASH CAPITAL, FINANCING, AND INVESTING ACTIVITIES			
Net increase (decrease) in fair value of investments	(1,196,882)	624,611	(572,271)
Increase in SRF Loan payable due to accrued eligible reimbursements	14,836,080	-	14,836,080
Amortization of bond premiums, discounts, and loss on debt refundings	74,406	30,949	105,355
Gain on value of water-storage-inventory	2,261,903	-	2,261,903
Total non-cash capital, financing, and investing	$ 15,975,507	$ 655,560	$ 16,631,067

See accompanying notes to the financial statements.

JURUPA COMMUNITY SERVICES DISTRICT
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
June 30, 2026

	Custodial Funds
ASSETS	
Cash and cash equivalents	$ 227,015
Restricted - cash and cash equivalents	6,491,267
Investments	47,187,927
Due from other governments	16,011,733
Property taxes and assessments receivable	369,612
Total Assets	70,287,554
LIABILITIES	
Accounts payable and accrued expenses	8,019
Customer deposits, retentions and advances	480,000
Due to other governments	53,679,194
Total Liabilities	54,167,213
NET POSITION	
Restricted for CFDs	16,120,341
Total Net Position	$ 16,120,341

See accompanying notes to the financial statements.

JURUPA COMMUNITY SERVICES DISTRICT
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
For the Year Ended June 30, 2026

	Custodial Funds
ADDITIONS	
Collections for special tax districts - debt service	$ 25,481,375
Investment earnings	843,032
Reimbursed costs	71,740
Total additions	26,396,147
DEDUCTIONS	
Transfers to fiduciary trust accounts for debt service	34,070,804
General administrative	682,256
Change in payable to other governments	(8,218,308)
Total deductions	26,534,752
Change in net position	(138,605)
Net position, beginning of year	16,258,946
Net position, end of year	$ 16,120,341

See accompanying notes to the financial statements.

NOTES TO THE FINANCIAL STATEMENTS



NOTE 1: ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization and Operations of the Reporting Entity

The Jurupa Community Services District ("District") is a special governmental district formed to provide water distribution and wastewater collection and distribution for consumers within its service area. In addition, the District provides street lighting, landscape and park maintenance services. The District is governed by a five-member Board of Directors whose members serve four-year terms and are elected by division within the District's service area. The Directors entrust the responsibility for the efficient execution of District policies to their designated representative, the General Manager.

The District is the primary governmental unit based on the foundation of a separately elected governing board that is elected by the citizens in a general popular election. Component units are legally separate organizations for which the elected officials of the primary government are financially accountable and there is a financial benefit or burden relationship between the District and component unit. Additionally, blending would be appropriate if the component unit provides services entirely, or almost entirely, to the District or for the benefit of the District. Lastly, if the component units' total debt outstanding is expected to be repaid with District resources, blending is also appropriate for the component unit. The District has the following blended component unit.

The Jurupa Public Facilities Corporation ("Corporation") was formed in 1990 to assist the District in the acquisition of additional wastewater disposal and treatment capacity. Under an installment purchase agreement, the District purchased the capacity from the Corporation and is required to make payments to the Corporation, which is sufficient to meet debt service requirements on Certificates of Participation issued by the Corporation. Based on this special financing relationship, the accounts and transactions of the Corporation have been included in these financial statements using the blended method.

The *basic financial statements* of the District are comprised of the following:

- Government-wide financial statements
- Fund financial statements
- Notes to the basic financial statements

Government-wide Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government and its component units. All fiduciary activities are reported only in the fund financial statements. Governmental activities, which normally are supported by taxes, intergovernmental revenues, and other nonexchange transactions, are reported separately from business-type activities, which rely to a significant extent on fees and charges to external customers for support. The District's assets, deferred outflows of resources, liabilities and deferred inflows of resources, including capital assets, are included in the accompanying Statement of Net Position. The Statement of Activities presents changes in net position. Under the accrual basis of accounting, 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. Program revenues include revenues from customers or applicants who purchase, use or directly benefit from goods, services, or privileges provided by the District. Contributed capital and capital grants are included as capital contributions. Property taxes, investment earnings, interest income from leases, interest from the interfund loan, proceeds from sale of capital assets, and transfers are reported instead as general revenues. Unusual or infrequent items are presented after general revenues and included in the total for general revenues, transfers, and unusual or infrequent items.

Fund Financial Statements

These statements include a Balance Sheet and a Statement of Revenues, Expenditures and Changes in Fund Balances for all major governmental funds. Accompanying these statements is a schedule to reconcile and explain the differences in fund balances as presented in these statements to the net position presented in the Government-wide Financial Statements.

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 liabilities are included on the Balance Sheet. The Statement of Revenues, Expenditures and changes in Fund Balances present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Under the modified accrual basis of accounting, revenues are recognized in the accounting period in which they become measurable and available to finance expenditures of the current period. Accordingly, revenues are

recorded when received in cash, except that revenues, subject to accrual (generally 60 days after the year-end) are recognized when due. The primary sources susceptible to accrual for the District are property tax, interest earnings, investment revenue and operating and capital grant revenues. Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. However, exceptions to this rule include principal and interest on debt, which are recognized when due.

Basis of Accounting and Measurement Focus

The accrual basis of accounting is followed by the proprietary enterprise funds. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when incurred, such as, unbilled but utilized utility services are recorded at year end.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Revenues are recognized in the accounting period in which they are earned and expenses are recognized in the period incurred, regardless of when the related cash flows take place. Operating revenues and expenses, such as water consumption sales, wastewater service charges, water system and distribution operations, source control, and operating and maintenance expenses, result from exchange transactions associated with the principal activity of the District. Exchange transactions are those in which each party receives and gives up essentially equal values. Administration, capital program operations, and depreciation and amortization expenses are also considered operating expenses.

Noncapital subsidies include resources received from or provided to other entities or funds without an exchange of approximately equal value that are not restricted to capital purposes, subject to the exclusions established by GASB Statement No. 103. Noncapital subsidies are presented separately after nonoperating revenues and expenses in the statements of revenues, expenses, and changes in fund net position.

Other revenues and expenses not included in the above categories, such as interest income and interest expense, are reported as nonoperating revenues and expenses. Items that are abnormal and unrelated to the District's typical activities and not reasonably expected to recur in the foreseeable future, must be presented as an unusual or infrequent item.

The accounts of the District are organized on the basis of funds, each of which is considered a separate accounting entity with a self-balancing set of accounts established for the purpose of carrying out specific activities or attaining certain objectives in accordance with specific regulations, restrictions or limitations.

The fund financial statements provide information about the government’s funds, including its fiduciary funds and blended component units. Separate statements for each fund category, governmental, proprietary, and fiduciary, are presented even though the latter are excluded from the government-wide financial statements. The emphasis of fund financial statements is on major governmental and enterprise funds. A fund is considered major if it is the primary operation fund of the District or meets the following criteria:

a) Total assets, liabilities, revenues, or expenditures/expenses of that individual governmental or proprietary fund are at least 10 percent of the corresponding total for all funds of that category or type; and

b) Total assets, liabilities, revenues, or expenditures/expenses of the individual governmental fund or proprietary fund are at least 5 percent of the corresponding total for all governmental and proprietary funds combined.

c) The entity has determined that a fund is important to the financial statement user.

The funds of the District entity are described herein.

Governmental Funds

The District reports the following special revenue funds:

Eastvale Parks – This fund is used to account for the Eastvale parks special assessment revenue and facility fees restricted for Eastvale park maintenance.

Graffiti Abatement – This fund is used to account for graffiti abatement activities within the District and the allocation of property taxes to fund those activities.

Illumination District No. 2 – This fund is used to account for the revenues received from property taxes and special assessments restricted for Illumination District No. 2.

Landscape and Lighting – This fund is used to account for the revenues received from special assessment revenue restricted for the

Landscape and Lighting Districts 91-1, 98-1, 98-2, 2001-1, 2001-2, 2001-3 and 2003-1.

The District reports the following Capital Project fund:

Streetlight Fund – This fund is used to account for receipts and disbursements associated with the purchase of streetlight infrastructure, which are administered by the District.

Enterprise Funds

Water – This fund accounts for the water transmission and distribution operations of the District.

Wastewater – This fund accounts for the wastewater service operations of the District.

Fiduciary Fund

Community Facilities Districts Custodial Fund – This fund is used to account for receipts and disbursements associated with community facilities districts, which are administered by, but are not the liability of the District.

Financial Statement Elements

Cash and Cash Equivalents

Substantially all of the District's cash is invested in interest bearing accounts. The District considers all highly liquid investments with a maturity of three months or less to be cash equivalents.

Investments

Investments are recorded at fair value. The District has adopted an investment policy directing the District's Director of Finance and Administration to deposit funds and to purchase investments.

Changes in fair value that occur during a fiscal year are recognized as investment income reported for that fiscal year. Investment income includes interest earnings, changes in fair value, and any gains or losses realized upon the liquidation or sale of investments.

Accounts Receivable

The District extends credit to customers in the normal course of operations. Management believes all of these amounts are collectible; therefore, no provisions for uncollectible accounts were recorded.

Leases Receivable

The District's leases receivable are measured at the present value of lease payments expected to be received during the lease terms. Deferred inflow of resources are recorded for the leases. The deferred inflow of resources is recorded at the inception of the lease in an amount equal to the initial recording of the lease receivable.

Settlement Receivable

Settlement receivable represents amounts due to the District pursuant to settlement agreements or resolved legal claims for which the District has an enforceable right to payment as of the reporting date but for which payment has not yet been received.

Grants Receivable

Grants receivable represents amounts due from federal, state, and other governmental agencies for grant-funded expenditures incurred or other applicable grant eligibility requirements met as of the reporting date. Grant revenues are recognized when all applicable eligibility requirements have been met.

Loan Reimbursement Receivable

Loan reimbursement receivable represents amounts due to the District for costs initially funded by the District that are reimbursable pursuant to loan agreements or other financing arrangements.

Deferred Outflows of Resources

Deferred outflows of resources represent a consumption of net assets that applies to a future period(s) and thus, will not be recognized

as an outflow of resources (expense/expenditure) until then. At June 30, 2026, the District has two items reported as deferred outflow of resources.

Deferred Amount Pension Obligation: The deferred outflows of resources related to the net pension obligation resulted from District contributions to employee pension plans subsequent to the measurement date of the actuarial valuations for the pension plans, the difference between actual and expected experience and projected and actual earnings on investments. In addition, deferred outflows of resources also relate to the change in actuary assumptions, change in the District's proportionate share, and proportionate share of contributions. The deferred outflows related to the net pension obligation will be deferred and amortized as detailed in Note 15 to the financial statements.

Deferred Amount OPEB Obligation: The deferred outflows of resources related to OPEB benefits results from District contributions to employee plans subsequent to the measurement date of the actuarial valuations for the plans, (the effect of changes in proportion of cost-sharing programs,) and the difference between expected and actual experience. The deferred outflows – OPEB will be deferred and amortized as detailed in Note 10 to the financial statements.

Property Taxes and Assessments

The Riverside County Assessor's Office assesses all real and personal property within the County each year. The Riverside County Tax Collector's Office bills and collects the District's share of property taxes and/or tax assessments. The Riverside County Treasurer's Office remits current and delinquent property tax collections to the District throughout the year. Property tax in California is levied in accordance with Article 13A of the State Constitution at 1 percent of countywide assessed valuations.

Property taxes and assessments receivable at year-end are related to property taxes and special assessments collected by the Riverside County, which have not been credited to the District's cash balance as of June 30. The property tax calendar is as follows:

Lien date	January 1
Levy date	July 1
Due dates	November 1 and February 1
Delinquent dates	December 10 and April 10

Prepaid Items

Certain payments for items reflect costs or deposits applicable to future accounting periods and are recorded as prepaid items in the basic financial statements.

The District accounts for prepaid items in its governmental funds using the consumption method. Under this method, prepaid items are initially reported as assets and deferred until the prepaid items are actually consumed or used.

Water - In - Storage Inventory

The District is utilizing two water storage programs implemented by the Chino Basin Watermaster to pre-purchase water at discounted rates. Water is valued at cost on a first-in-first-out basis. The amount recorded as water in storage is based on an estimate of the number of acre feet available to the District since the Chino Basin Watermaster does not perform a final reconciliation of the water-in-storage programs until after the fiscal year end.

Restricted Assets

The District holds certain assets, which have been restricted by bond covenants or are to be used for specified purposes such as servicing debt or construction of capital assets.

Capital Assets

Capital assets acquired and/or constructed are capitalized at historical cost. District policy has set the capitalization threshold for reporting capital assets at $10,000. Donated assets are recorded at acquisition values at the date of donation. Upon retirement or other disposition of capital assets, the cost and related accumulated depreciation is removed from the respective balances and any undepreciated amounts are recorded to depreciation expense. Depreciation is recorded on a straight-line basis over the estimated useful lives of the assets as follows:

Governmental Activities

- Land improvements – 30 years
- Lease assets - shorter of lease term or useful life of underlying asset

- Structures and equipment – 3 to 30 years
- Streetlight infrastructure – 25 years
- Subscription assets - subscription term

Business-Type Activities

- Land improvements – 30 years
- Lease assets - shorter of lease term or useful life of underlying asset
- Structures and improvements – 5 to 30 years
- Subscription assets - subscription term
- Water transmission and distribution systems – 45 to 75 years
- Wastewater collection systems – 45 to 75 years
- Vehicles and equipment – 5 to 30 years

Compensated Absences

In accordance with GASB Statement No. 101, Compensated Absences, leave is recognized when it is attributable to services already rendered, the leave accumulates, and the leave is more likely than not to be used for time off or otherwise paid in cash or settled through noncash means. The liability has been calculated using the vesting method, in which leave amounts for both employees who currently are eligible to receive termination payments and other employees who are expected to become eligible in the future to receive such payments upon termination are included. Management evaluates sick leave for other District employees to determine the amount that is more likely than not to be used for time off or otherwise paid in cash or settled through noncash means. This analysis includes assessing relevant factors such as historical information about the use, payment or forfeiture of compensated absences, and the District's policies related to compensated absences. The measurement of compensated absences includes salary-related payment such as the employer portion of medicare taxes and social security taxes.

Lease Liability

The District's lease liabilities are measured as the present value of the financial obligation for the payments required by a lease agreement. The calculation utilizes an incremental borrowing rate for present value calculations. This rate is derived using applicable market rates plus a credit spread based on market data points as of the most recent quarter end compared to commencement dates of the leases.

Subscription Liability

The District's subscription liabilities are measured as the present value of subscription payments expected to be made during the subscription term, beginning when the initial implementation stage is completed for the subscriptions. The calculation utilizes an incremental borrowing rate for present value calculations. This rate is derived using applicable market rates plus a credit spread based on market data points as of the most recent quarter end compared to commencement dates of the subscriptions.

Net Post-Employment Benefits Other Than Pensions Obligation (OPEB)

For purposes of measuring the District's OPEB liability related to the California Employer's Retirement Benefits Trust (CERBT), deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the CERBT and additions to deductions from the CERBT fiduciary net position have been determined on the same basis as they are reported by the CERBT. For this purpose, the CERBT recognizes benefit payments when due and payable in accordance with the benefit terms. Investments are reported at fair value, except for money market investments and participating interest earning investment contracts that have a maturity at the time of purchase of one year or less, which are reported at cost.

Net Pension Liability

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

Deferred Inflows of Resources

Deferred inflows of resources represent an acquisition of net assets by the District that applies to future periods. At June 30, 2026 the District has four items reported as deferred inflow of resources.

Deferred Amount Pension Obligation: The deferred inflows of resources related to the net pension obligation, results from the difference between the estimated and actual return on pension plan investments, change in actuary assumptions, and the change in the District's proportionate share of pension contributions. These amounts are deferred and amortized as detailed in Note: 15.

Deferred Amount OPEB Obligation: The deferred inflows of resources related to OPEB benefits results from (the difference between the estimated and actual return on OPEB plan investments,) (the effect of changes in proportion of cost-sharing programs). These amounts are deferred and amortized as described in Note: 10 to the financial statements

Deferred Amount on Refunding: A deferred amount on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. The District reports the deferred gain on refunding in the Water Fund and Wastewater Fund as deferred inflows of resources.

Deferred Amount from Leases: A deferred amount from a lease represents the initial measurement of a lease receivable. The value of the receivable is deferred and recognized as revenue over the remaining term of the lease. This amount may be adjusted from remeasurement of the lease receivable, resulting from factors such as: change in lease term, change in interest rate, or a contingency is resolved.

Net Position/Fund Balances

Net Position

The government-wide financial statements utilize a net position presentation. Net position categories are as follows:

- **Net Investment in Capital Assets**: This component of net position consists of capital assets, net of accumulated depreciation and reduced by any outstanding debt against the acquisition, construction or improvement of those assets.
- **Restricted Net Position:** This component of net position consists of externally constrained resources imposed by creditors, grantors, contributors, or laws or regulations of other governments or constraints imposed by law through constitutional provisions or enabling legislation.
- **Unrestricted Net Position:** This component of net position consists of net position that does not meet the definition of restricted or net investment in capital assets.

It is government's policy to consider restricted – net position to have been depleted before unrestricted net position is applied.

*Fund Balanc*e

The following definitions and classifications describe the relative strength of the spending constraints placed on the purposes for which resources can be used:

- **Nonspendable:** Resources that are 1) not in spendable form, such as inventories, prepaids, long-term receivables, or non-financial assets held for resale, or 2) required to be maintained intact such as an endowment.
- **Restricted:** Resources that are subject to externally enforceable legal restrictions; these restrictions would be either 1) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments or 2) imposed by law through constitutional provisions or enabling legislation.
- **Committed:** Resources that are constrained to specific purposes by a formal action of the Board of Directors such as an ordinance or resolution. The constraints remain binding unless removed in the same formal manner by the Board of Directors. Board action to commit fund balance must occur within the fiscal reporting period while the amount committed may be determined subsequently.
- **Assigned:** Resources that are constrained by the District's intent to be used for specific purposes, but that are neither restricted nor committed.
- **Unassigned:** The unassigned classification is to be used when there are negative residual resources in excess of what can be properly classified as nonspendable, restricted, committed or assigned.

When expenditures are incurred for purposes for which both restricted and unrestricted (committed, assigned or unassigned) fund balances are available, the District's policy is to first apply unrestricted fund balance. Within the unrestricted classification, the

District's policy is to first apply unassigned, then assigned and then committed.

Utility Sales

Utility sales are billed on a monthly basis. Estimated unbilled revenue through June 30 has been accrued at year-end for the enterprise funds.

Capital Contributions

Capital contributions represent cash and capital asset additions contributed to the District by property owners, granting agencies or real estate developers desiring services that require capital connection expenditures or capacity commitment.

Use of Estimates

The preparation of the basic financial statements in conformity with accounting principles generally accepted in the United States requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported changes in net position during the reporting period. Actual results could differ from those estimates.

Interfund Advances

The District has the following types of interfund transactions:

Loans represent amounts provided with a requirement for repayment. Interfund loans are normally reported as interfund advances in noncurrent assets for both the lender funds and the borrower funds. As of June 30, 2026 the interfund balance is $1,075,781.

Transfers represent flows of assets, such as cash or goods, without equivalent flows of assets in return, and without a requirement for repayment. In governmental funds, transfers are reported as nonoperating expenditures. In proprietary funds, transfers are reported in nonoperating revenues and expenses

New GASB Pronouncements Effective during Fiscal Year

During the fiscal year ended June 30, 2026, the District has implemented new GASB pronouncement as follows:

GASB Statement No.103 - Financial Reporting Model Improvements

During the fiscal year ended June 30, 2026, the District implemented Governmental Accounting Standards Board (GASB) Statement No. 103, Financial Reporting Model Improvements. The objective of this Statement is to improve key components of the financial reporting model to enhance the effectiveness of financial statements in providing information that is essential for decision making and assessing a government's accountability.

The Statement includes changes to the requirements for management's discussion and analysis, the presentation of unusual or infrequent items, the presentation of proprietary fund statements of revenues, expenses, and changes in fund net position, major component unit information, and budgetary comparison information. The Statement also establishes definitions of operating and nonoperating revenues and expenses for proprietary funds and requires the presentation of a subtotal for operating income (loss) and noncapital subsidies.

The implementation of this Statement resulted in changes to the presentation and classification of certain amounts in the District's financial statements but did not result in a restatement of beginning net position or fund balance.

GASB Statement No.104 - Disclosure of Capital Assets

During the fiscal year ended June 30, 2026, the District implemented Governmental Accounting Standards Board (GASB) Statement No. 104, Disclosure of Certain Capital Assets. The objective of this Statement is to improve financial reporting by providing users of financial statements with additional information regarding certain types of capital assets.

The Statement establishes requirements for the separate disclosure of certain intangible capital assets, including lease assets, intangible right-to-use assets associated with public-private and public-public partnerships, subscription-based information technology arrangement assets, and other intangible assets by major class. Additionally, the Statement establishes disclosure requirements for capital assets held for sale, including their historical cost, accumulated depreciation or amortization, and related debt obligations, if applicable.

The implementation resulted in changes to the presentation and disclosure of certain capital assets but did not affect the measurement of capital assets or the District's previously reported net position.

NOTE 2: CASH AND INVESTMENTS

Cash and investments are reported in the accompanying financial statements as follows:

	Governmental Type Funds	Business Type Funds	Fiduciary Funds	Total
Cash and cash equivalents	$ 1,537,977	$ 25,733,070	$ 227,015	$ 27,498,062
Cash and investments	-	78,365,542	47,187,927	125,553,469
Restricted - cash and cash equivalents	6,158,393	130,066	6,491,267	12,779,726
Restricted - investments - current	12,423,918	1,433,532	-	13,857,450
Restricted - investments - noncurrent	-	64,791,499	-	64,791,499
Total	$ 20,120,288	$ 170,453,709	$ 53,906,209	$ 244,480,206

Cash and investments as of June 30, 2026 consist of the following:

Cash on hand	$ 7,744
Deposits held with financial institutions	6,564,526
Investments	237,907,936
Total	$ 244,480,206

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

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

Authorized Maximum Investment Type	Maximum Maturity	Maximum Percentage of Portfolio	Maximum Investment in One Issuer
U.S. Treasury Bills and Notes	5 years	80%	None
U.S. Agency Obligations	5 years	80%	None
Supranational Securities	5 years	30%	None
Municipal Obligations	5 years	80%	5%
California Local Agency Investment Fund (LAIF)	N/A	60%	None
Riverside County Investment Pool	N/A	40%	None
Money Market Mutual Fund	N/A	20%	10%
California Asset Management Program	N/A	50%	None
Repurchase Agreement	7 days	5%	5%
Bankers' Acceptances	180 days	40%	5%
Commercial Paper	270 days	25%	5%
Negotiable CDs	5 years	30%	5%
Corporate and Depository Institution Debt Securities	5 years	30%	5%
Asset Backed Securities	5 years	20%	5%

Investment Valuation

Investments are measured at fair value on a recurring basis. Recurring fair value measurements are those that GASB require or permit in the statement of net position at the end of each reporting period. Fair value measurements are categorized based on the valuation inputs used to measure an asset's fair value: 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. Investments' fair value measurements at June 30, 2026 are presented herein.

Investments by Fair Value Level	Fair Value	Level 1 Inputs	Level 2 Inputs	Level 3 Inputs
Overnight Repurchase Agreements Sweep Account	$ 12,830,058	$ -	$ 12,830,058	$ -
US Treasuries	60,404,613	60,404,613	-	-
Mortgage-Backed Security	8,286,392	-	8,286,392	-
US Agency Securities				
Corporate Notes	34,919,799	-	34,919,799	-
Structured Notes	2,505,435	-	2,505,435	-
Asset-Backed Security	25,216,324	-	25,216,324	-
Certificates of Deposit	976,838	-	976,838	-
Municipal Bond	1,278,293	-	1,278,293	-
Held by Bond trustee:				
Money Market Deposit Account	28,995,070	28,995,070	-	-
US Agency Securities:				
FHLB	8,526,239	-	8,526,239	-
FNMA	3,028,956	-	3,028,956	-
FFCB	18,181,675	-	18,181,675	-
Total Investments by Fair Value Level	$ 205,149,692	$ 89,399,683	$ 115,750,009	-
Investments Measured at Net Asset Value (NAV)				
California Asset Management Program (CAMP)	14,248,588			
Local Agency Investment Fund (LAIF)	8,937,944			
Riverside County Investment Pool	9,571,712			
Total Investments Measured at NAV	32,758,244			
Total Investments Measured at Fair Value	$ 237,907,936			

Level 2 Inputs - Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly and fair value is determined through the use of models or other valuation methodologies including:

- Quoted prices for similar assets or liabilities in active markets;
- Quoted prices for identical or similar assets or liabilities in markets that are inactive;
- Inputs other than quoted prices that are observable for the asset or liability;
- Inputs that are derived principally from or corroborated by observable market data by correlation or other means

The fair value of the District's investments is categorized within Level 2 of the fair value hierarchy using the institutional bond quotes with evaluations based on various market and industry inputs

Level 3 Inputs - Inputs to the valuation methodology are unobservable and significant to the fair value measurement. These unobservable inputs reflect the District's own assumptions about the inputs market participants would use in pricing the asset or liability (including assumptions about risk). These unobservable inputs are developed based on the best information available in the circumstances and may include the District's own data.

Investments Authorized by Debt Agreements

Investment of debt proceeds held by bond trustees are governed by provisions of the debt agreements, rather than the general provisions of the California Government Code or the District's investment policy. The debt agreement for the District's certificates-of-participation authorizes the bond trustee to invest reserve funds in investment contracts with a maturity up to the maturity date of

the outstanding debt.

Investment in State Investment Pool

The District is a voluntary participant in the Local Agency Investment Fund (LAIF) that is regulated by the California Government Code under the oversight of the Treasurer of the State of California. The fair value of the District's investment in this pool is reported in the accompanying financial statements at amounts based upon the District's pro-rata share of the fair value provided by LAIF for the entire LAIF portfolio (in relation to the amortized cost of that portfolio). The balance available for withdrawal is based on the accounting records maintained by LAIF, which are recorded on an amortized cost basis. LAIF is not subject to categorization to indicate the level of custodial credit risk assumed by the District at yearend. LAIF is not registered with the Securities and Exchange Commission.

Investment in Riverside County Pooled Investment Fund

The Riverside County Pooled Investment Fund (RCPIF) is a pooled investment fund program governed by the County of Riverside Board of Supervisors, and administered by the County of Riverside Treasurer and Tax Collector. The fair value of the District's investment in this pool is reported in the accompanying financial statements at amounts based upon the District's pro-rata share of the fair value provided by RCPIF for the entire RCPIF portfolio. Investments in RCPIF are highly liquid as deposits and withdrawals can be made at any time without penalty. RCPIF does not impose a maximum investment limit. RCPIF is not registered with the Securities and Exchange Commission.

Information related to the RCPIF may be obtained from the County of Riverside Administrative Office – 4080 Lemon Street, 4th Floor – Capital Markets – Riverside, California 92506 or www.countytreasurer.org/treasurers-pooled-investment-fund.

Investment in California Asset Management Program

The California Asset Management Program (CAMP) is a public joint powers authority which provides California Public Agencies with investment management services for surplus funds and comprehensive investment management, accounting and arbitrage rebate calculation services for proceeds of tax-exempt financings. The CAMP currently offers the Cash Reserve Portfolio, a short-term investment portfolio, as a means for Public Agencies to invest these funds. Public Agencies that invest in the Pool ("Participants") purchase shares of beneficial interest. Participants may also establish individual, professionally managed investment accounts ("Individual Portfolios") by separate agreement with the Investment Advisor. The District participates in the Cash Reserve Portfolio and has also established a professionally managed investment portfolio through CAMP. CAMP is not registered with the Securities and Exchange Commission.

Investments in the pools and individual portfolios are made only in investments in which Public Agencies generally are permitted by California statue. The CAMP may reject any investment and may limit the size of a participant's account. The pool seeks to maintain, but does not guarantee, a constant net asset value of $1.00 per share. A participant may withdraw funds from its Pool accounts at any time by check or wire transfers. Fair value of the pool is determined by the fair value per share of the pool's underlying portfolio.

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 counter-party (e.g. broker-dealer) to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party. The California Government Code and the District's investment policy do not contain legal or policy requirements that would limit the exposure to custodial credit risk for deposits or investments, other than the following provision for deposits: The California Government Code requires that a financial institution secure deposits made by state or local governmental units by pledging securities in an undivided collateral pool held by a depository regulated under state law (unless so waived by the governmental unit). The fair value of the pledged securities in the collateral pool must equal at least 110 percent of the total amount deposited by the public agencies. California law also allows financial institutions to secure the District deposits by pledging first trust deed mortgage notes having a value of 150 percent of the secured public deposits. Of the District's deposits with financial institutions, $7,302,783 was in excess of federal depository insurance limits and subject to custodial credit risk as described above.

With respect to investments, custodial credit risk generally applies only to direct investments in marketable securities. Custodial credit risk does not apply to a local government's indirect investment in securities through the use of mutual funds or government

investment pools (such as LAIF). Pursuant to the Master Repurchase Agreement, the amounts in the Overnight Repurchase Agreement Sweep Account are collateralized at 102 percent with the collateral held by the financial institutions custodian but not in the District's name.

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.

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:

		Remaining Maturity		
Type	**Totals**	**12 Months or Less**	**13 to 24 Months**	**25 to 60 Months**
Overnight Repurchase Agreements Sweep Account	$ 12,830,058	$ 12,830,058	$ -	$ -
California Asset Management Program (CAMP)	14,248,588	14,248,588	-	-
Local Agency Investment Fund (LAIF)	8,937,944	8,937,944	-	-
Riverside County Investment Pool	9,571,712	9,571,712	-	-
US Treasuries	60,404,613	-	22,032,831	38,371,782
Mortgage-Backed Security	8,286,392	668,928	6,639,107	978,357
Corporate Notes	34,919,799	275,974	11,764,585	22,879,240
Structured Notes	2,505,435	-	655,451	1,849,984
Asset-Backed Security	25,216,324	184,609	1,096,302	23,935,413
Certificates of Deposit	976,838	976,838	-	-
Municipal Bond	1,278,293	-	1,278,293	-
Held by Bond trustee:				
Money Market Deposit Account	28,995,070	28,995,070	-	-
US Agency Securities:				
FHLB	8,526,239	869,499	7,107,979	548,761
FNMA	3,028,956	1,189,384	1,839,572	-
FFCB	18,181,675	5,034,705	2,683,548	10,463,422
Total	$ 237,907,936	$ 83,783,309	$ 55,097,668	$ 99,026,959

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, the District's investment policy, or debt agreements, and the actual Moody's rating as of year-end for each investment type.

Concentration of Credit Risk

The investment policy of the District contains no limitations on the amount that can be invested in any one issuer beyond that stipulated by the California Government Code. Less than 18 percent of the District's investments are in total Corporate Notes and Certificates of Deposit. Corporate Notes and Certificates of Deposit comprise 14.68 percent and 0.41 percent respectively, of the District's investment portfolio. Of the District's deposits with financial institutions, $7,302,783 was in excess of federal depository insurance limits and subject to custodial credit risk as described above.

				Rating as of Year End			
Type	**Minimum Rating**	**Totals**	**Exempt from Disclosure**	**AAA**	**AA**	**A**	**Not Rated**
Overnight Repurchase Agreements Sweet Account	N/A	$ 12,830,058	$ -	$ -	$ -	$ -	$ 12,830,058
California Asset Management Program (CAMP)	N/A	14,248,588	-	-	-	-	14,248,588
Local Agency Investment Fund (LAIF)	N/A	8,937,944	-	-	-	-	8,937,944
Riverside County Investment Pool	N/A	9,571,712	-	-	-	-	9,571,712
US Treasury Notes	N/A	60,404,613	60,404,613	-	-	-	-
Mortgage-Backed Security	AA	8,286,392	-	-	8,286,392	-	-
US Agency Securities**:**							
Corporate Notes	A	34,919,799	-	-	8,503,830	26,415,969	-
Structured Notes	A	2,505,435	-	-	2,505,435	-	-
Asset-Backed Security	AA	25,216,324	-	25,216,324	-	-	-
Certificate of Deposit	A	976,838	-	-	-	976,838	-
Municipal Bond	A	1,278,293	-	-	1,278,293	-	-
Held by Bond trustee:							
Money Market Deposit Account	N/A	28,995,070	28,995,070	-	-	-	-
US Agency Securities:							
FHLB	N/A	8,526,239	-	8,526,239	-	-	-
FNMA	N/A	3,028,956	-	3,028,956	-	-	-
FFCB	N/A	18,181,675	-	18,181,675	-	-	-
Total		$ 237,907,936	$ 89,399,683	$ 54,953,194	$ 20,573,950	$ 27,392,807	$ 45,588,302

NOTE 3: ACCOUNTS RECEIVABLE – UTILITIES

The accounts receivable – utilities, net balance consists of the following balances as of June 30, 2026:

Account Description	Water	Wastewater Fund	Total
Accounts receivable - utilities	$ 7,179,846	$ 3,608,583	$ 10,788,429

NOTE 4: INVENTORY, PREPAID ITEMS AND OTHER ASSETS

The inventory, prepaid items, and other assets consists of the following balances as of June 30, 2026:

Account Description	Eastvale Parks	Graffiti Abatement	Water	Wastewater Fund	Total
Water-in-storage inventory	$ -	$ -	$ 22,761,761	$ -	$ 22,761,761
Prepaid expenses and other assets	29,493	-	403,920	209,019	642,432
Total inventory, prepaid items and other assets	$ 29,493	$ -	$ 23,165,681	$ 209,019	$ 23,404,193

NOTE 5: INVESTMENT IN WRCRWA, NET

The District's investment in the WRCRWA changed in fiscal year 2026 as follows:

Account Description	Balance at July 1, 2025	Additions	Deletions	Balance at June 30, 2026
Wastewater:				
Investment in WRCRWA	$ 17,432,150	$ 1,785,435	$ -	$ 19,217,585
Accumulated Amortization	(3,597,314)	(369,572)	-	(3,966,886)
Investment in WRCRWA, net	$ 13,834,836	$ 1,415,863	$ -	$ 15,250,699

NOTE 6: CAPITAL ASSETS

Governmental Activities

The District's changes in capital assets for the fiscal year 2026 are as follows:

	Balance at July 1, 2025	Additions	Deletions	Balance at June 30, 2026
Capital assets, not being depreciated:				
Land	$ 27,277,371	$ -	$ -	$ 27,277,371
Construction in progress	1,564,377	295,226	(4,037)	1,855,566
Total capital assets, not being depreciated	28,841,748	295,226	(4,037)	29,132,937
Capital assets, being depreciated:				
Land improvements	44,251,080	-	-	44,251,080
Structures and improvements	35,311,378	344,449	-	35,655,827
Vehicles and equipment	1,865,213	584,334	(196,880)	2,252,667
Streetlights	1,631,283	-	-	1,631,283
Lease assets:				
Land	2,297,168	-	-	2,297,168
Buildings	26,319	-	-	26,319
Subscription assets	16,501	-	(1,630)	14,871
Total capital assets being depreciated	85,398,942	928,783	(198,510)	86,129,215
Less accumulated depreciation:				
Land improvements	(20,734,705)	(1,081,082)	-	(21,815,787)
Structures and equipment	(23,499,934)	(1,211,351)	-	(24,711,285)
Vehicles and Equipment	(1,283,028)	(191,268)	196,880	(1,277,416)
Streetlights	(398,013)	(65,775)	-	(463,788)
Lease assets:				
Land	(178,880)	(48,987)	-	(227,867)
Buildings	(17,071)	-	-	(17,071)
Subscription assets	(4,947)	(3,668)	1,630	(6,985)
Total accumulated depreciation	(46,116,578)	(2,602,131)	198,510	(48,520,199)
Total capital assets being depreciated, net	39,282,364	(1,673,348)	-	37,609,016
Total capital assets-governmental type, net	$ 68,124,112	$ (1,378,122)	$ (4,037)	$ 66,741,953

Business-type Activities

The District's changes in capital assets for the fiscal year 2026 are as follows:

	Balance at July 1, 2025	Additions	Deletions	Balance at June 30, 2026
Capital assets, not being depreciated:				
Water:				
Land	$ 6,368,509	$ 3,335,458	$ -	$ 9,703,967
Construction in progress	27,186,181	85,595,626	(17,114,809)	95,666,998
Wastewater:				
Land	267,840	-	-	267,840
Construction in progress	1,151,993	7,499,331	(6,966,077)	1,685,247
Total capital assets not being depreciated	$ 34,974,523	$ 96,430,415	$ (24,080,886)	$ 107,324,052
Capital assets, being depreciated:				
Water:				
Land improvements	2,253,630	-	-	2,253,630
Structures and improvements	154,793,752	11,203,924	-	165,997,676
Water transmission and distribution	188,494,179	3,017,290	-	191,511,469
Vehicles and equipment	18,000,526	1,786,648	(436,115)	19,351,059
Lease assets:				
Equipment	82,933	-	(49,963)	32,970
Subscription assets	297,902	-	(125,343)	172,559
Wastewater:				
Land improvements	124,329	-	-	124,329
Structures and improvements	54,907,381	-	-	54,907,381
Wastewater collection system	232,837,709	5,208,671	-	238,046,380
Vehicles and equipment	4,160,529	895,936	(86,559)	4,969,906
Subscription assets	218,552	-	(125,400)	93,152
Total capital assets being depreciated	656,171,422	22,112,469	(823,380)	677,460,511
Less accumulated depreciation:				
Water:				
Land improvements	(1,656,349)	(30,967)	-	(1,687,316)
Structures and improvements	(39,208,870)	(6,116,586)	-	(45,325,456)
Water transmission and distribution	(73,461,230)	(4,222,526)	-	(77,683,756)
Vehicles and equipment	(11,771,901)	(1,425,102)	436,115	(12,760,888)
Lease assets:				
Equipment	(42,656)	(16,869)	49,963	(9,562)
Subscription assets	(151,711)	(54,672)	125,343	(81,040)
Wastewater:				
Land improvements	(88,085)	-	-	(88,085)
Structures and improvements	(31,458,186)	(1,258,668)	-	(32,716,854)
Wastewater collection system	(61,035,036)	(5,391,639)	-	(66,426,675)
Vehicles and equipment	(3,396,447)	(204,242)	86,559	(3,514,130)
Subscription assets	(134,895)	(34,255)	125,400	(43,750)
Total accumulated depreciation	(222,405,366)	(18,755,526)	823,380	(240,337,512)
Total depreciable assets, net	$ 433,766,056	$ 3,356,943	$ -	$ 437,122,999
Total capital assets-business type, net	$ 468,740,579	$ 99,787,358	$ (24,080,886)	$ 544,447,051

NOTE 7: CUSTOMER DEPOSITS, RETENTIONS, AND ADVANCES

The District receives customer deposits and advances, and recognizes retentions payable as part of its enterprise operations. These funds are held to ensure payment for future services or to guarantee the fulfillment of contractual obligations. These deposits, advances, and retentions are classified as liabilities in the statement of net position until the conditions for their return or payment are met.

The following is the detail of the District's customer deposits, retentions payable, and advances at June 30, 2026:

		Business-type Activities		
Account Description	Governmental Activities	Water	Wastewater	Total
Customer deposits	$ 139,239	$ 118,661	$ 9,333	$ 267,233
Retentions payable	-	1,202,805	15,641	1,218,446
Construction advances and deposits	-	4,510,189	-	4,510,189
Advances payable to Community Facilities District	-	16,011,733	-	16,011,733
Total Customer Deposits, Retentions and Advances	$ 139,239	$ 21,843,388	$ 24,974	$ 22,007,601

NOTE 8: COMPENSATED ABSENCES

Changes in compensated absences for the year ended June 30, 2026 were as follows:

	Governmental Activities	Business-type Activities	Total
Compensated absences, beginning	$ 378,369	$ 2,739,463	$ 3,117,832
Current year employee earnings	359,086	2,446,811	2,805,897
Employee compensated absences taken	(219,246)	(1,439,905)	(1,659,151)
Compensated absences, ending	518,209	3,746,369	4,264,578
Less: current portion payable	129,552	936,592	1,066,144
Long-term portion payable	$ 388,657	$ 2,809,777	$ 3,198,434

As of June 30, 2026, the total liability for compensated absences was $4,264,578, of which $1,066,144 is expected to be paid within one year and is reported as a current liability.

The District provides compensated absences to its employees in accordance with its personnel policies. Compensated absences consist of vacation leave, sick leave, and compensatory leave. The accounting and reporting for these benefits are in accordance with Governmental Accounting Standards Board (GASB) Statement No. 101, Compensated Absences, which became effective for reporting periods beginning after December 15, 2023.

Types of Compensated Absences

The District provides the following types of compensated absences:

Vacation Leave: Employees earn vacation leave based on years of service. Unused vacation leave is carried over to subsequent years, subject to a maximum accrual limit. Upon separation of service, employees are entitled to receive payment for unused vacation leave.

Sick Leave: Employees earn sick leave based on a predetermined rate. Unused sick leave is carried over to subsequent years, subject to a maximum accrual limit. Upon separation of service, employees are entitled to receive payment for unused sick leave at a prorated amount based on years of service with the District.

Compensatory Leave: The District also provides compensatory time off, which may be accrued and used in accordance with established policies.

Measurement of Liability

Liabilities for compensated absences are measured using the following criteria:

- Vacation leave: Recognized in full based on the unused balance at fiscal year-end.
- Sick leave: Recognized based on the unused balance and prorated for years of service.
- Compensatory Leave: Recognized in full based on the unused balance at fiscal year-end.

The compensated absences liability is reported in the government-wide financial statements and in the proprietary fund financial statements. For the governmental activities, the liability will be paid in future years by the Eastvale Parks Fund and for business-type activities by the Proprietary Funds.

NOTE 9: LONG-TERM DEBT

Changes in long-term debt were as follows:

	Balance at July 1, 2025	Additions	Deletions	Balance at June 30, 2026	Amount Due Within One Year
Business-type activities					
Bonds Payable:					
2010 COPs - Series B - Water Fund	$ 18,045,000	$ -	$ (575,000)	$ 17,470,000	$ 600,000
2010 COPs - Series B - Wastewater Fund	24,635,000	-	(1,030,000)	23,605,000	1,070,000
2020 Series Revenue Refunding Bonds - Water Fund	2,030,000	-	(220,000)	1,810,000	230,000
2020 Series Revenue Refunding Bonds - Wastewater Fund	260,000	-	(30,000)	230,000	30,000
Plus: Premiums on debt issuance	441,842	-	(61,653)	380,189	-
Less: discounts on debt issuance	(233,824)	-	15,943	(217,881)	-
Total Bonds Payable	45,178,018	-	(1,900,710)	43,277,308	1,930,000
Direct Borrowing:					
Loans Payable:					
State Water Resources Control Board Loan - Recycled Water	42,259	10,700,475	-	10,742,734	-
State Water Resources Control Board Loan - Intervalley Pipeline	-	4,135,605	-	4,135,605	-
Western Municipal Water District Loan	3,639,572	-	(397,767)	3,241,805	417,656
WRCRWA SRF Loan	23,586,218	-	(1,616,567)	21,969,651	1,647,281
Total Direct Borrowing	27,268,049	14,836,080	(2,014,334)	40,089,795	2,064,937
Total Business-type activities	$ 72,446,067	$ 14,836,080	$ (3,915,044)	$ 83,367,103	$ 3,994,937

Build America Bonds - 2010 Series B - Certificates of Participation

The District is treating the 2010 Series B – Certificates of Participation as Build America Bonds under Section 54AA of the Internal Revenue Code and the Series B – Certificates of Participation will be "qualified bonds" under Section 54AA(g)(2) of the Internal Revenue Code which makes the District eligible for a cash subsidy payment from the United States Treasury equal to 35 percent of the interest payable on the Series B – Certificates of Participation. Such cash subsidy payments received by the District are referred to as U. S. Treasury Credits and are reflected in the above noted annual debt service schedule. U. S. Treasury Credits is defined to mean, with respect to the Series B – Certificates of Participation, the amounts which are payable by the Federal government under Section 6431 of the Internal Revenue Code, which the District has elected to receive under Section 54AA(g)(1) of the Internal Revenue Code. U.S. Treasury Credits are expected to be received contemporaneously with each interest payment date, upon timely receipt by the Internal Revenue Service of IRS Form 8038-CP, which is due at least 45 days (but not more than 90 days) before each interest

payment due.

2010 Series B – Certificates of Participation – Water Fund

On February 25, 2010, the District issued $19,940,000 in Series B – Certificates of Participation. The proceeds of the sale of the Series B – Certificates of Participation will be used to partially finance the Chino Desalter Authority expansion project Phase No. 3 and to increase water supply and construct transmission facilities to convey water to appropriate pressure zones within the District's service area.

The certificates are scheduled to mature in 2041. Principal and interest are payable annually on September 1 at rates of 5.197 percent to 6.597 percent. Future annual debt service requirements on the certificates are as follows:

Year Ending June 30,	Principal	Interest	Total
2027	$ 600,000	$ 1,225,763	$ 1,825,763
2028	625,000	1,185,656	1,810,656
2029	715,000	1,139,508	1,854,508
2030	745,000	1,087,371	1,832,371
2031	775,000	1,033,092	1,808,092
2032-2036	5,790,000	4,120,765	9,910,765
2037-2041	8,220,000	2,175,400	10,395,400
Total	$ 17,470,000	$ 11,967,555	$ 29,437,555

The District has pledged future water fund revenues, net of specified operating expenses, to repay the water system certificates of participation. Net revenues are defined in the bond documents as operating income, less specified operating expenses, plus specified non-operating income. Net revenues are anticipated to equal at least 110 percent of annual principal and interest payments. The total principal and interest remaining to be paid on the bonds is $29,437,555. Principal and interest paid for the current year and net revenues were $1,838,501 and $18,960,628, respectively.

Limited Recourse on Default - If the District defaults on its obligation to make Installment Payments, the Trustee, as assignee of the Corporation, has the right to accelerate the total unpaid principal amounts of the Installment Payments. However, in the event of a default and such acceleration there can be no assurance that the District will have sufficient Net Revenues to pay the accelerated Installment Payments.

2010 Series B – Certificates of Participation – Wastewater Fund

On February 25, 2010, the District issued $27,495,000 in Series B – Certificates of Participation. The proceeds of the sale of the Series B – Certificates of Participation will be used to partially finance the Jurupa Trunk Line Improvements, Pyrite Creek Project, Pedley Trunk Line System Improvements, Sky Country Trunk Line Sewer Project, Regional Wastewater Pump Station Expansion and New Force Main to the Riverside Plant, and Florine Lift Station Replacement as well as other wastewater system improvements.

The 2010 Series B – Certificates of Participation were issued with an original issue discount of $478,271 which will be amortized over the life of the issuance. The certificates are scheduled to mature in 2041. Principal and interest are payable annually on September 1st at rates of 5.197 percent to 6.697. Future annual debt service requirements on the certificates are as follows:

Year Ending June 30,	Principal	Interest	Total
2027	$ 1,070,000	$ 1,604,130	$ 2,674,130
2028	1,125,000	1,532,263	2,657,263
2029	1,170,000	1,455,977	2,625,977
2030	1,225,000	1,373,925	2,598,925
2031	1,280,000	1,286,250	2,566,250
2032-2036	7,740,000	4,926,950	12,666,950
2037-2041	9,995,000	1,813,175	11,808,175
Total	$ 23,605,000	$ 13,992,670	$ 37,597,670

The District has pledged future fund revenues, net of specified operating expenses, to repay the sewer system certificates of participation. Net revenues are defined in the bond documents as operating income, less specified operating expenses, plus specified non-operating income. Net revenues are anticipated to equal at least 110 percent of annual principal and interest payments.

The total principal and interest remaining to be paid on the bonds is $37,597,670. Principal and interest paid for the current year and net revenues were $2,701,576 and $26,454,896, respectively

Limited Recourse on Default - If the District defaults on its obligation to make Installment Payments, the Trustee, as assignee of the Corporation, has the right to accelerate the total unpaid principal amounts of the Installment Payments. However, in the event of a default and such acceleration there can be no assurance that the District will have sufficient Net Revenues to pay the accelerated Installment Payments.

2020 Series - Revenue Refunding Bonds Payable - Water Fund

On June 24, 2020 the District issued $3,490,000 in Revenue Refunding Serial Bonds. The proceeds of the refunding bonds were used to refund the District's 2010 Series A - Certificates of Participation which were scheduled to mature in 2033. The economic gain resulting from the advance refunding is ($874,234) (based on the NPV from delivery date). The difference in cash flow requirements to service old debt ($6,226,850) and the cash flows to service the new debt ($4,359,781) is $1,867,069.

The 2020 Series Revenue Refunding Bonds were issued with an original issue premium of $567,209 which will be amortized over the life of the issuance. The bonds are scheduled to mature in 2032. Debt service payments are payable semi-annually on March 1st and September 1st at rates ranging from 4.43 percent to 5.61 percent.

The total principal and interest remaining to be paid on the bonds is $2,075,800. Principal and interest paid during the year were $220,000 and $76,800, respectively.

Future annual debt service requirements on the bonds are as follows:

Year ending June 30,	Principal	Interest	Total
2027	$ 230,000	$ 67,800	$ 297,800
2028	235,000	58,500	293,500
2029	245,000	48,900	293,900
2030	255,000	38,900	293,900
2031	270,000	28,400	298,400
2032-2033	575,000	23,300	598,300
Total	$ 1,810,000	$ 265,800	$ 2,075,800

2020 Series - Revenue Refunding Bonds Payable - Wastewater Fund

On June 24, 2020 the District issued $1,915,000 in Revenue Refunding Serial Bonds. The proceeds of the refunding bonds were used to refund the District's 2010 Series A - Certificates of Participation which were scheduled to mature in 2033. The economic gain resulting from the advance refunding is ($232,809) (based on the NPV from delivery date). The difference in cash flow requirements to service old debt ($3,145,425) and the cash flows to service the new debt ($2,156,056) is $989,369.

The 2020 Series Revenue Refunding Bonds were issued with a original issue premium of $182,898 which will be amortized over the life of the issuance. The bonds are scheduled to mature in 2032. Debt service payments are payable semi-annually on March 1st and September 1st at rates of 4.46 percent to 5.68 percent.

The total principal and interest remaining to be paid on the bonds is $263,400. Principal and interest paid during the year were $30,000 and $9,800, respectively.

Future annual debt service requirements on the bonds are as follows:

Year ending June 30,	Principal	Interest	Total
2027	$ 30,000	$ 8,600	$ 38,600
2028	30,000	7,400	37,400
2029	30,000	6,200	36,200
2030	35,000	4,900	39,900
2031	35,000	3,500	38,500
2032-2033	70,000	2,800	72,800
Total	$ 230,000	$ 33,400	$ 263,400

State Water Resources Control Board Loan - Recycled Water

In May 2022, the District entered into a loan contract with the California State Water Resources Control Board (SWRCB Loan) to finance the construction of a booster station at the Western Riverside County Regional Wastewater Authority (WRCRWA) treatment plant, construction of 16,900 linear feet of 24-inch diameter transmission pipeline, and construction of approximately 37,985 linear feet distribution pipeline system with diameters ranging from 8-inch to 18-inch.

The total SWRCB loan amount is $24,800,000, with a principal forgiveness component of $5,000,000. The term of the loan will be 30 years the first principal and interest payment will be due one year after completion of construction of the project, currently estimated to be during fiscal year 2026-2027. The loan will have an annual interest rate of 0.80%. Annual principal and interest payments will be due on July 31 of each year. The final payment is scheduled to be due July 31, 2054.

As of June 30, 2026, the total loan proceeds received by the District is $42,259. However, the District has incurred $10,700,475 in eligible costs that is expected to be reimbursed through the loan. This is included in the Loan Reimbursements Receivable balance. These proceeds are expected to be received during fiscal year 2026-2027.

State Water Resources Control Board Loan - Intervalley Pipeline

In May 2024, the District entered into a loan contract with the California State Water Resources Control Board (SWRCB Loan) to finance the construction of approximately 38,820 feet of 42-inch and 36-inch diameter pipeline. The pipeline will interconnect to Cucamonga Valley Water District and provide access to alternative drinking water sources to allow the District meet evolving demand fluctuations.

The total SWRCB loan amount is $66,180,000, with a principal forgiveness component of $5,000,000. The term of the loan will be 30 years. The first principal and interest payment will be due one year after completion of construction of the project. The loan will have an annual interest rate of 2.10%. Annual principal and interest payments will be due on October 1 of each year. The final payment is scheduled to be due October 1, 2056.

As of June 30, 2026, the District has not received any proceeds from this loan. However, the District has incurred $4,135,605 in eligible costs that are expected to be reimbursed through the loan within the next twelve months.

Western Municipal Water District of Riverside County Loan

On May 6, 2004, the District entered into an installment sale agreement with the Western Municipal Water District of Riverside County (WMWD loan) for the acquisition of 3.0 million gallons per day of capacity rights for wastewater treatment and disposal in the WRCRWA (see Note 20) treatment facility for $9,486,754. The term of the WMWD loan is 28.5 years. Interest on the WMWD loan amount is payable monthly at a variable rate plus fees for liquidity facility and remarketing that equaled a rate of 3.305 percent as of June 30, 2018. The variable interest rate is determined by comparing the three-month average daily interest rates as provided by Paine Webber and J. P. Morgan. Principal payments are due annually on January 1, commencing January 1, 2005 in amounts ranging from $198,884 to $517,099. The final principal payment is due January 1, 2033.

The District has pledged net water and sewer revenues as well as tax revenues towards the payment of the debt service on the WMWD loan. The District has the option to prepay the WMWD loan in whole or in part at any time upon 60 days written notice. Estimated annual debt service requirements are as follows:

Year Ending June 30,	Principal	Interest	Total
2027	$ 417,656	$ 99,090	$ 516,746
2028	437,544	84,903	522,447
2029	437,544	70,442	507,986
2030	457,433	55,598	513,031
2031	477,321	40,096	517,417
2032-2034	1,014,308	31,058	1,045,366
Total	$ 3,241,806	$ 381,187	$ 3,622,993

Western Riverside County Regional Wastewater Authority State Revolving Fund Loan

On March 8, 2012 the District entered into an agreement with WRCRWA for the plant expansion. Amendments 1 through 6 specify the changes to the original agreement including an increase in plant capacity. The final project capacity expands the plant by 6.0 MGD for a total capacity of 14.0 MGD. Increasing the flow to WRCRWA and allocating an additional 2.75 MGD of treatment capacity.

On September 23, 2013, the District entered into an agreement to document the final percent allocation of their share at 42.856% for the expansion project. The District is considered an “Expander” member and shares financial liability including but not limited to, all costs expenses, debt repayment obligations and any and all other claims, demands, lawsuits, liabilities, and /or damages arising from or pertaining to the SRF loan.

The loan amount as of June 30, 2019 is $74,110,619 with interest at 1.9% and 20 year repayment term starting with the first annual debt service payment paid on December 31, 2018. The District’s share of the debt as of June 30, 2019 is $34,105,707.

The loan with the State Water Resources Control Board contain covenants and restrictions that include, but are not limited to, assurances relating to adherence to the Clean Water Act, Equal Opportunity and Civil rights laws, and certain other assurances. As of June 30, 2026, the future annual maturities of the District’s obligation are estimated as follows:

Year Ending June 30,	Principal	Interest	Total
2027	$ 1,647,281	$ 417,423	$ 2,064,704
2028	1,678,579	386,125	2,064,704
2029	1,710,472	354,232	2,064,704
2030	1,742,971	321,733	2,064,704
2031	1,776,087	288,617	2,064,704
2032-2036	9,399,629	923,891	10,323,520
2037-2039	4,014,632	114,776	4,129,408
Total	$ 21,969,651	$ 2,806,797	$ 24,776,448

NOTE 10: OTHER POST-EMPLOYMENT HEALTHCARE BENEFITS

The District provides post-retirement health care benefits through an agent multiple-employer Other Post Employment Benefit (OPEB) plan. The plan is called the California Employer's Retiree Benefit Trust Program (CERBT) and is administered by the California Public Employees' Retirement System (CalPERS).

The District contributes a fixed amount for health care benefits up to 100 percent of the premium for the retiree and their dependents. As of June 30, 2026, the District’s total liability for post-employment healthcare benefits consisted of the following:

OPEB Plan	Net OPEB Liability	Deferred Outflows of Resources	Deferred Inflows of Resources	OPEB Expense
Retiree Benefits Plan	$ 8,912,629	$ 8,433,861	$ 7,782,882	$ 592,186

The details of the plan are as follows:

Plan Description and Eligibility

The following requirements must be satisfied in order to be eligible for lifetime post-employment medical benefits:

1. For employees hired prior to 2008, attainment of age 55 and 5 years for full-time service and for employees hired after 2008, attainment of age 55 and 20 years for full-time service.
2. Retirement from CALPERS and from the District (the District must be the last employer prior to retirement).
3. Lifetime post-employment medical benefits are no longer offered to employees hired after June 1, 2014.

Membership in the health benefit plan consisted of the following at July 1, 2025, the date of the latest actuarial valuation:

Participant Type	Number of Participants
Inactive participants currently receiving benefits	52
Active plan members	203
Total	255

Funding Policy

The District's funding policy is to contribute the Actuarially Determined Contribution (ADC) to their account within the CERBT. For fiscal year ended June 30, 2025, the District paid $1,065,957 to the plan including the implicit rate subsidy. The District contributed $2,611,317 for retiree health benefits to the Trust during the fiscal year ended June 30, 2026.

The primary funds used to liquidate the District's OPEB liability and fund post-retirement health care benefits are the water fund, wastewater fund, and parks fund. Additional funding is transferred from the Graffiti fund.

Net OPEB Liability

The table herein shows the components of the net OPEB liability of the District:

	Balance June 30, 2026
Total OPEB Liability	$ 21,636,127
Plan Fiduciary Net Position	(12,723,498)
District's Net OPEB Liability (Asset)	$ 8,912,629
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability (Asset)	59%

Investments

As described above, at June 30, 2026, all Plan investments are held in the CERBT through CalPERS.

Actuarial Methods and Assumptions

The District's net OPEB liability was measured as of June 30, 2026, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of June 30, 2025. Liabilities in this report were calculated as of the valuation

date.

The total OPEB liability was determined using the actuarial assumptions shown below and applied to all periods included in the measurement unless otherwise specified.

Actuarial Methods and Assumptions	
Valuation Date	July 1, 2025
Measurement Date	June 30, 2025
Inflation	3.0% per annum
Salary Increases	3.0% plus merit scale
Discount	6.40%
Health Care Trend Rate	8.50% decreasing to 4.50%

Mortality rates were based upon the rates under the CalPERS pension plan updated to reflect the most recent experience study.

The long-term expected rate of return on 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. Best estimates of arithmetic real rates of return for each major asset class included in the OPEB plan's target asset allocation at June 30, 2026 are shown herein:

Asset Class	Percentage of Portfolio	Assumed Gross Return
Global Equity	49%	N/A
Global Debt Securities	23%	N/A
Inflation Assets	5%	N/A
Commodities	3%	N/A
REITs	20%	N/A

The discount rate used to measure the total OPEB liability was 6.40 percent.

Changes in the Net OPEB Liability

	Increase(Decrease)		
	Total OPEB Liability (a)	**Plan Fiduciary Net Position (b)**	**Net OPEB Liability (Asset) (a) - (b)**
Balance at June 30, 2025	$ 18,819,666	$ 9,870,921	$ 8,948,745
Changes for the Year:			
Service cost	551,707	-	551,707
Interest	1,206,186	-	1,206,186
Employer contributions	-	2,565,957	(2,565,957)
Net investment income	-	1,356,094	(1,356,094)
Differences between expected & actual	1,286,707	-	1,286,707
Changes in assumptions	837,818	-	837,818
Benefit payments	(1,065,957)	(1,065,957)	-
Administrative expenses	-	(3,517)	3,517
Net Changes	2,816,461	2,852,577	(36,116)
Balances at June 30, 2026	$ 21,636,127	$ 12,723,498	$ 8,912,629

The following presents the District's net OPEB liability calculated using the discount rate of 6.4 percent, as well as what the net OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (5.4 percent) or 1-percentage-point higher (7.4 percent) than the current rate:

Discount Rate	Net OPEB Liability (Asset)
1% decrease (5.4%)	$ 11,695,714
Current discount rate (6.4%)	8,912,629
1% increase (7.4%)	6,598,444

The following presents the District's net OPEB liability calculated using the current healthcare cost trend rate of 8.50 percent decreasing to 4.50 percent, as well as what the net OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current rate:

Healthcare Trend Rate	Net OPEB Liability (Asset)
1% decrease (7.50% decreasing to 3.50%)	$ 6,319,106
Current healthcare trend rate (8.5% decreasing to 4.50%)	8,912,629
1% increase (9.5% decreasing to 5.50%)	12,097,866

Other Post-Employment Benefits Expense and Deferred Outflows/Inflows of Resources

For the year ended June 30, 2026, the District recognized OPEB expense of $592,186 and recorded deferred outflows of resources of $2,611,317 for contributions made after the measurement date of the net OPEB liability, but before the end of the current fiscal year. The deferred outflows will be recognized as a reduction of net OPEB liability in the subsequent fiscal year.

At June 30, 2026, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
OPEB contributions subsequent to measurement date	$ 2,611,317	$ -
Differences between expected and actual experience	2,316,717	(3,033,365)
Changes in assumptions	3,505,827	(4,210,079)
Net difference between projected and actual earnings on OPEB plan investments	-	(539,438)
	$ 8,433,861	$ (7,782,882)

The District recorded $7,782,882 of deferred inflows of resources resulting from the differences between projected and actual earnings on OPEB plan investments for the period ending. The deferred inflows of resources will be amortized and recognized in OPEB expense in the future fiscal years as noted below.

The $2,611,317 reported as deferred outflows of resources related to contributions subsequent to the June 30, 2026 measurement date will be recognized as a reduction of the net OPEB liability during the fiscal year ending June 30, 2027. Other amounts reported as

deferred outflows of resources related to OPEB will be recognized as expense as follows:

Year Ending June 30	Deferred Outflows/(Inflows) of Resources
2027	$ (284,876)
2028	(957,219)
2029	(944,806)
2030	(855,624)
2031	231,309
Thereafter	850,878
Total	$ (1,960,338)

NOTE 11: NET INVESTMENT IN CAPITAL ASSETS

The calculation of the net investment in capital assets is as follows:

The balance consists of the following:	Governmental Activities	Business-type Activities	Total
Capital assets - not being depreciated	$ 29,132,937	$ 107,324,052	$ 136,456,989
Capital assets - being depreciated, net	37,609,016	437,122,999	474,732,015
Less:			
Long-term debt - current portion	(37,368)	(4,039,478)	(4,076,846)
Long-term debt - long term portion	(2,123,027)	(79,475,815)	(81,598,842)
Deferred amounts from refunding, net	-	(367,802)	(367,802)
	$ 64,581,558	$ 460,563,956	$ 525,145,514

NOTE 12: RESTRICTED NET POSITION

The District's net position is restricted as follows:

The Balance Consists of the Following:	Governmental Activities	Business-type Activities	Total
Eastvale parks	$ 21,169,871	$ -	$ 21,169,871
Graffiti abatement	463,477	-	463,477
Illumination District No.2	149,711	-	149,711
Landscape and lighting	663,818	-	663,818
Water fund - debt service reserves	-	2,097,769	2,097,769
Wastewater fund - debt service reserves	-	2,901,533	2,901,533
Water fund - capital facility fees	-	27,306,772	27,306,772
Wastewater fund - capital facility fees	-	33,995,577	33,995,577
	$ 22,446,877	$ 66,301,651	$ 88,748,528

NOTE 13: UNRESTRICTED NET POSITION

The Balance Consists of the Following:	Governmental Activities	Business-type Activities	Total
Prepaid expenses and other prepaid assets	$ 29,493	$ 23,374,700	$ 23,404,193
Water operations and capital replacement	-	44,753,317	44,753,317
Wastewater operations and capital replacements	-	63,905,332	63,905,332
Streetlight capital outlay	(876,131)	-	(876,131)
	$ (846,638)	$ 132,033,349	$ 131,186,711

NOTE 14: DEFERRED COMPENSATION SAVINGS PLAN

The District participates in deferred compensation savings plans established pursuant to Sections 457(b) and 401(a) of the Internal Revenue Code. The plans are administered by Empower.

The District offers eligible employees a deferred compensation plan established pursuant to Internal Revenue Code Section 457(b). The plan permits employees to voluntarily defer a portion of their compensation, subject to applicable Internal Revenue Code limitations. Amounts deferred under the plan, together with related investment earnings, are held in trust for the exclusive benefit of plan participants and their beneficiaries.

The District also participates in a defined contribution plan established pursuant to Internal Revenue Code Section 401(a), through which the District provides employer contributions to eligible employees participating in the 457(b) plan. Employees who elect to contribute at least $25 per pay period to the 457(b) plan are eligible to receive a District contribution of $25 per pay period to their respective 401(a) accounts.

All District contributions to the 401(a) plan are immediately 100% vested.

For the fiscal year ended June 30, 2026, the District contributed $193,982 to the 401(a) plan.

NOTE 15: PENSION PLAN – CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT

The District participates in a cost sharing multiple-employer defined benefit plan through the California Public Employees' Retirement System (CalPERS) which covers substantially all regular full-time employees of the District. CalPERS acts as a common investment and administrative agent for participating public entities with the state of California and reports information to the District in accordance with reporting standards established by the Governmental Accounting Standards Board (GASB).

The District implemented GASB Statements No. 68 and No. 71, and reported its proportionate share of the net pension liability, pension expense and deferred inflow of resources for the above plan and a deferred outflow of resources as follows:

Pension Plan	Proportionate Share of Net Pension Liability	Deferred Outflow of Resources	Deferred Inflow of Resources	Proportionate Share of Pension Expense
CalPERS	$ 7,452,716	$ 6,114,676	$ 1,067,462	$ 1,854,039

Plan Description

Qualified employees are eligible to participate in the Public Agency Cost-Sharing Multiple- Employer Plan under the California Public Employees' Retirement System (CalPERS), a cost- sharing multiple-employer public employee retirement system defined benefit pension plan administered by CalPERS. The Public Agency Cost-Sharing Multiple-Employer Plan in comprised of a Miscellaneous Risk Pool and a Safety Risk Pool. Individual employers may sponsor more than one Miscellaneous or Safety plan. The

District sponsors two Miscellaneous Risk Pool plans; however, the information presented below represents the sum of the allocated pension amounts for each of the District's respective plans (the Plan). The Plan provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Benefit provisions are established by State statutes, as legislatively amended, within the Public Employees' Retirement Law.

The Plan provides service retirement and disability benefits, annual cost of living adjustments and death benefits to plan members, who must be public employees and beneficiaries. Benefits are based on years of service credit, a benefit factor and the member's final compensation. Members hired by the district, with five years of total service are eligible to retire at age 50 with statutorily reduced benefits. Members hired on or after January 1, 2013, with five years of total service are eligible to retire at age 52 with statutorily reduced benefits. All members are eligible for employment-related disability benefits regardless of length of service and non-duty disability benefits after 5 years of service. Disability benefits are determined in the same manner as retirement benefits but are payable immediately without an actuarial reduction. The Post- Retirement Death Benefit is a one-time payment made to a retiree's designated survivor or estate upon the retiree's death. The Basic Death Benefit is paid to any member's beneficiary if the member dies while actively employed. An employee's eligible survivor may receive the 1957 Survivor Benefit if the member dies while actively employed, is at least age 50 (or 52 for members hired on or after January 1, 2013), and has at least 5 years of credited service. The cost of living adjustments for each plan are applied as specified by the Public Employees' Retirement Law.

The Plan provisions and benefits in effect at June 30, 2026, are summarized as follows:

	Miscellaneous Risk Pool	
	Current Plan	**PEPRA Misc. Plan**
Hire Date	On or Before 31-Dec-12	On or After 1-Jan-13
Benefit formula	2.7% at 55	2% at 62
Benefit vesting schedule	5 years of service	5 years of service
Benefit payments	Monthly for life	Monthly for life
Retirement age	55	62
Required employee contribution rate	8.000%	7.750%
Required employer contribution rate	15.300%	7.930%

Contributions

Section 20814(c) of the California Public Employees' Retirement Law requires that the employer contribution rates for all public employers are determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate. Total plan contributions are determined annually through the CalPERS annual actuarial valuation process. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The District is required to contribute the difference between the actuarially determined rate and the contribution rate of employees. The contribution rates are expressed as percentage of annual payroll. The contribution rates for each plan for the year ended June 30, 2026 are presented above and the total District contributions were $4,205,950.

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

As of June 30, 2026, the District reported net pension liabilities for its proportionate share of the Miscellaneous Risk Pool net pension liability totaling $7,452,716. The net pension liability was measured as of June 30, 2025. 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. At June 30, 2026, the District's proportion was 0.072853%.

For the year ended June 30, 2026, the District recognized pension expense of $1,854,039. At June 30, 2026, 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 contribution subsequent to measurement date	$ 4,205,950	$ -
Adjustment due to differences between expected and actual experience	893,014	-
Net differences between projected and actual earnings on plan investments	-	1,008,433
Effect of changes in assumption about future economic and demographic factors	63,280	59,029
Differences between contributions and proportionate share of contributions	952,432	-
	$ 6,114,676	$ 1,067,462

The deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2027. The deferred inflows of resources and remaining deferred outflows of resources will be amortized over a closed period of between 3.7 and 5 years and will be recognized in pension expense as follows:

Year Ending June 30,	Amortization
2027	$ 1,405,042
2028	122,217
2029	(301,034)
2030	(384,961)
Total	$ 841,264

The District reported $4,205,950 as deferred outflows of resources related to employer contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2027

Actuarial Methods and Assumptions

Total pension liability for the Plan was determined by applying updated procedures and assumptions to the plan. The financial reporting actuarial valuation as of June 30, 2026 used the following methods and assumptions, applied to all prior periods included in the measurement:

Valuation date	June 30, 2024
Measurement date	June 30, 2025
Experience study	July 1, 1997 through June 30, 2011
Employer funding policy	$1,500,000 annually
Actuarial cost method	Entry age normal
Discount rate	6.90%
Investment rate of return	6.90%
Consumer price inflation	2.30%
Wage growth	Varies by entry age and service

Mortality assumptions are based on mortality rates resulting from the most recent CalPERS experience study adopted by the CalPERS Board. For purposes of the post-retirement mortality rates, those revised rates include 20 years of mortality improvement using Scale BB published by the Society of Actuaries. 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 of the funds' asset classes, expected compound (geometric) 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 rounded down to the

nearest one quarter of one percent. The target allocation and best estimates of long-term expected real rate of return by asset class are summarized in the following table:

The target allocation and best estimates of long-term expected real rate of return by asset class are summarized in the following table:

Asset Class	New Strategic Allocation	Real Return Years 1-10
Public Equity	37.00%	4.56%
Private Equity	17.00%	5.56%
Fixed Income	28.00%	2.53%
Real Assets	15.00%	3.03%
Private Debt	8.00%	4.93%
Strategic Leverage	-5.00%	1.40%

Discount Rate

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

CalPERS continues the Asset Liability Management (ALM) process to expand its review of assets and liabilities to ensure financial risks to the System are better understood, communicated, and mitigated. To establish appropriate levels of risk, ALM is focused on investment and actuarial policies. These policies include key decision factors that drive optimum asset allocations, while stabilizing employer rates, and volatility of those rates year to year. Additionally, in order to better manage risks arising from terminating agencies, CalPERS has enhanced its oversight of contracting public agencies' financial health through its development of a standardized review criteria. These improvements include streamlining the collection and termination process to reduce the timeframe, accelerating notifications to the Board and members, and adopting a risk oversight process to improve early detection of financial hardship issues.

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

Discount Rate	Net Pension Liability
1% decreases (5.90%)	$ 18,708,554
Current discount rate (6.90%)	7,452,716
1% increase (7.90%)	(1,810,724)

Plan Fiduciary Net Position

Detailed information about CalPERS Miscellaneous Risk Plan fiduciary net position is available in a separate annual comprehensive financial report. Copies of the CalPERS annual financial report may be obtained from the CalPERS Executive Office, 400 P Street, Sacramento, CA 95814.

NOTE 16: LEASES

Leases with District as Lessee

As of June 30, 2026, Jurupa Community Services District, CA had 5 active leases. These leases are for land, modular buildings, and office equipment. The leases have payments that range from $1,736 to $65,168 and interest rates that range from 0.7030% to 2.8850%. The total combined value of the lease liability is $2,177,799, the total combined value of the current portion of lease liability is $41,819. The combined value of the right to use asset is $2,356,457 with accumulated depreciation of $254,500.

Governmental Activities

The following is a schedule of activity related to governmental lease assets of the District for the fiscal year ended June 30, 2026:

	Balance at July 1, 2025	Additions	Deletions	Balance at June 30, 2026
Lease assets:				
Buildings	$ 26,319	$ -	$ -	$ 26,319
Land	2,297,168	-	-	2,297,168
Total lease assets	2,323,487	-	-	2,323,487
Less accumulated depreciation on lease assets:				
Buildings	(17,072)	(4,268)	-	(21,340)
Land	(178,879)	(44,719)	-	(223,598)
Total lease accumulated depreciation	(195,951)	(48,987)	-	(244,938)
Total Governmental lease assets, net	$ 2,127,536	$ (48,987)	$ -	$ 2,078,549

The related liability for the governmental lease assets listed above is presented below:

	Balance at July 1, 2025	Additions	Deletions	Balance at June 30, 2026	Due within one year
Lease Liability					
Buildings	$ 9,200	$ -	$ (4,538)	$ 4,662	$ 4,662
Land	2,178,842	-	(30,041)	2,148,801	30,581
Total Governmental lease liability:	$ 2,188,042	$ -	$ (34,579)	$ 2,153,463	$ 35,243

The contracts for the lease assets presented above are set to expire at various dates over the next 20-50 years. Debt service expense and interest expense will be recognized for payments made toward the lease liability for each respective lease asset based on the rent payment language found in each individual contract. Future annual debt service for the lease liability is as follows:

Year ending June 30,	Principal	Interest	Total
2027	$ 35,243	$ 36,390	$ 71,633
2028	31,132	35,842	66,974
2029	31,692	35,318	67,010
2030	32,262	34,785	67,047
2031	32,843	34,242	67,085
2032-2036	162,899	162,943	325,842
2037-2041	177,385	148,157	325,542
2042-2046	193,158	132,684	325,842
2047-2051	210,334	115,508	325,842
2052-2056	229,038	96,804	325,842
2057-2061	249,405	76,437	325,842
2062-2066	271,583	54,259	325,842
2067-2071	295,733	30,109	325,842
2072-2075	200,756	5,611	206,367
	$ 2,153,463	$ 999,089	$ 3,152,552

Business-type Activities

The following is a schedule of activity related to business-type lease assets of the District for the fiscal year ended June 30, 2026:

	Balance at July 1, 2025	Additions	Deletions	Balance at June 30, 2026
Lease Assets				
Office equipment	$ 82,933	$ -	$ (49,963)	$ 32,970
Total lease assets	82,933	-	(49,963)	32,970
Less accumulated depreciation on lease assets:				
Office equipment	(42,656)	(16,869)	49,963	(9,562)
Total lease accumulated depreciation	(42,656)	(16,869)	49,963	(9,562)
Total Business-type lease assets, net	$ 40,277	$ (16,869)	$ -	$ 23,408

The related liability for the business-type lease assets listed above is presented below:

	Balance at July 1, 2025	Additions	Deletions	Balance at June 30, 2026	Due within one year
Lease Liability					
Office equipment	$ 40,333	$ -	$ (15,997)	$ 24,336	$ 6,576
Total Lease Liability	$ 40,333	$ -	$ (15,997)	$ 24,336	$ 6,576

The contracts for the leases presented above are set to expire over the next four fiscal years. Debt service and interest expense will be recognized for payments made toward the lease liability for each lease asset based on the payment language found in each individual contract. Future annual debt service for the lease liability is as follows:

Year ending June 30,	Principal	Interest	Total
2027	$ 6,576	$ 623	$ 7,199
2028	6,296	445	6,741
2029	6,480	261	6,741
2030	4,984	72	5,056
Total:	$ 24,336	$ 1,401	$ 25,737

Leases with District as Lessor

Under GASB 87, the lessor of a lease agreement is required to recognize a lease receivable based on the initial measurement of the lease. The measurement is calculated as the present value of expected payments to be received during the lease term. Expected payments may include fixed or variable payments, residual payments, or incentives, and are discounted using the appropriate interest rates.

As of June 30, 2026, Jurupa Community Services District, CA had 7 active leases. The leases have receipts that range from $4,012 to $360,535 and interest rates that range from 1.2170% to 3.9100%. The total combined value of the lease receivable balances under governmental-type and business-type activities is $5,030,732.

Lessors are required to recognize a deferred inflow of resources upon the initial measurement of a lease receivable. These will be recognized as revenue by the District over the remaining term of the leases. As of June 30, 2026, the combined value of the deferred inflow of resources is $4,561,850.

Governmental-type Activities

Below is a summary of the District's lease receivable balance for Governmental activities:

Lease Receivable:	Balance at July 1, 2025	Additions	Deletions	Balance at June 30, 2026
Cell tower sites	$ 3,458,722	$ -	$ (165,881)	$ 3,292,841
Total Governmental lease receivable	$ 3,458,722	$ -	$ (165,881)	$ 3,292,841

Remaining amounts to be recognized for these leases are as follows:

Year ending June 30,	Lease Receivable	Deferred Inflows
2027	$ 171,311	$ 216,535
2028	177,736	216,535
2029	192,962	216,535
2030	204,056	216,535
2031	210,422	216,535
2032-2036	942,387	880,842
2037-2041	854,626	658,509
2042-2046	396,318	260,428
2047-2051	143,023	82,102
	$ 3,292,841	$ 2,964,556

Business-type Activities

Below is a summary of the District's lease receivable balance for Business-type activities:

Lease Receivable:	Balance at July 1, 2025	Additions	Deletions	Balance at June 30, 2026
Cell tower sites	$ 1,294,100	$ 835,569	$ (391,778)	$ 1,737,891
Total Business-type lease receivable	$ 1,294,100	$ 835,569	$ (391,778)	$ 1,737,891

Remaining amounts to be recognized for these leases are as follows:

Year ending June 30,	Lease Receivable	Deferred Inflows
2027	$ 498,293	$ 510,300
2028	88,537	105,992
2029	54,102	69,237
2030	57,910	69,237
2031	61,899	69,237
2032-2036	376,181	346,186
2037-2041	325,568	249,795
2042-2046	69,336	59,064
2047-2051	63,735	45,479
2052-2056	82,404	45,479
2057-2061	59,926	27,288
	$ 1,737,891	$ 1,597,294

NOTE 17: SUBSCRIPTIONS

As of June 30, 2026, Jurupa Community Services District, CA had 5 active subscriptions. The subscriptions have payments that range from $0 to $108,757 and interest rates that range from 1.7103% to 3.7420%. The total combined value of the subscription liability is $130,786, and the total combined value of the short-term subscription liability is $40,090. The combined value of the right to use asset is $280,582 with accumulated amortization of $(131,775) is included within the Subscription Class activities table found below.

Governmental Activities

The following is a schedule of activity related to governmental subscription right to use assets of the District for the fiscal year ended June 30, 2026:

	Balance at July 1, 2025	Additions	Deletions	Balance at June 30, 2026
Subscription Assets				
Right to use subscription asset	$ 16,501	$ -	$ (1,630)	$ 14,871
Total subscription assets	16,501	-	(1,630)	14,871
Subscription Accumulated Amortization				
Right to use subscription assets	(4,947)	(3,668)	1,630	(6,985)
Total subscription accumulated amortization	(4,947)	(3,668)	1,630	(6,985)
Total Governmental subscription assets, net	$ 11,554	$ (3,668)	$ -	$ 7,886

The related liability for the Governmental activities subscription assets above is as follows:

	Balance at July 1, 2025	Additions	Deletions	Balance at June 30, 2026	Due within one year
Subscription Liability					
Right to use subscriptions	$ 9,555	$ -	$ (2,623)	$ 6,932	$ 2,125
Total governmental subscription liability	$ 9,555	$ -	$ (2,623)	$ 6,932	$ 2,125

The contracts for the subscription assets presented above are set to expire at various dates over the next 3 years. Debt service expense and interest expense will be recognized for payments made toward the subscription liability for each respective subscription asset based on the subscription payment language found in each individual contract. Future annual debt service for the subscription liability is as follows

Year ending June 30,	Principal	Interest	Total
2027	$ 2,125	$ 213	$ 2,338
2028	2,307	147	2,454
2029	2,500	77	2,577
Total	$ 6,932	$ 437	$ 7,369

Business-Type Activities

The following is a schedule of activity related to business-type subscription assets of the District for the fiscal year ended June 30, 2026:

	Balance at July 1, 2025	Additions	Deletions	Balance at June 30, 2026
Subscription assets				
Right to use subscription assets	$ 516,454	$ -	$ (250,743)	$ 265,711
Total subscription assets	516,454	-	(250,743)	265,711

	Balance at July 1, 2025	Additions	Deletions	Balance at June 30, 2026
Subscription accumulated amortization				
Right to use subscription assets	(286,606)	(88,927)	250,743	(124,790)
Total subscription accumulated amortization	(286,606)	(88,927)	250,743	(124,790)
Total Business-type Subscription assets, net	$ 229,848	$ (88,927)	$ -	$ 140,921

The related liability for the Business-type subscription assets above is as follows:

	Balance at July 1, 2025	Additions	Deletions	Balance at June 30, 2026	Due within one year
Subscription Liability					
Subscription liabilities	$ 170,723	$ -	$ (46,869)	$ 123,854	$ 37,965
Total Software Subscription Liability	170,723	-	(46,869)	123,854	37,965
Total Subscription Liability	$ 170,723	$ -	$ (46,869)	$ 123,854	$ 37,965

The contracts for the subscription assets presented above are set to expire at various dates over the next 3 years. Debt service expense and interest expense will be recognized for payments made toward the subscription liability for each respective subscription asset based on the subscription payment language found in each individual contract. Future annual debt service for the subscription liability is as follows:

Year ending June 30,	Principal	Interest	Total
2027	$ 37,965	$ 3,799	$ 41,764
2028	41,216	2,634	43,850
2029	44,673	1,370	46,043
Total	$ 123,854	$ 7,803	$ 131,657

NOTE 18: SETTLEMENT RECEIVABLE

The District is a participant in nationwide litigation involving manufacturers of per- and polyfluoroalkyl substances (PFAS), commonly referred to as "forever chemicals," which have been detected in public drinking water supplies. The litigation involves claims against various manufacturers for damages and impacts associated with PFAS contamination affecting public water systems, including potential impacts to water supply operations, treatment requirements, and water quality management.

As part of the litigation, the District participated in settlement agreements with multiple defendants, including 3M Company, DuPont, Tyco Fire Products LP, and BASF Corporation. These settlements were established to provide financial compensation to eligible public water systems for damages and impacts associated with PFAS contamination.

Settlement awards were determined through claims administration and allocation procedures established under the respective settlement agreements. The allocation methodologies considered various factors, including water system characteristics, water production volumes, and levels of PFAS contamination. Accordingly, the settlement proceeds represent compensation for damages and are not based solely on reimbursement of specific expenditures previously incurred by the District.

During the fiscal year ended June 30, 2026, the District recognized settlement proceeds attributable to its Water Fund from multiple defendants participating in the nationwide PFAS litigation. The settlement proceeds recognized during the fiscal year are summarized as follows:

	Balance as of June 30, 2025, as restated	Additions	Deletions	Balance as of June 30, 2026
3M Company	$ 12,441,793	$ 1,368,597	$ 8,161,817	$ 5,648,573
DuPont	-	1,506,112	1,430,805	75,307
Tyco Fire Products, LP	-	1,470,551	1,397,024	73,527
BASF Corporation	-	590,197	560,687	29,510
Total	$ 12,441,793	$ 4,935,457	$ 11,550,333	$ 5,826,917

NOTE 19: RISK MANAGEMENT

The District is exposed to various risks of loss related to torts, theft of, damage and destruction of assets, errors and omissions, injuries to employees and natural disasters. In an effort to manage its risk exposure, the District purchases commercial package insurance policies. The District has not incurred any losses exceeding the coverage limits in the last three fiscal years.

NOTE 20: JOINT VENTURE

Western Riverside County Regional Wastewater Authority

The Western Riverside County Regional Wastewater Authority (WRCRWA) was formed under a joint exercise of powers agreement for the purpose of constructing, maintaining, and operating a regional wastewater treatment plant. WRCRWA is comprised of five member agencies: Jurupa Community Services District, Santa Ana Watershed Project Authority, Western Municipal Water District, Home Gardens Sanitary District, and the City of Norco. The governing body of the Authority is a Board of Directors, which consists of ten individuals, two appointed by each member.

The construction of the wastewater treatment plant was substantially completed at June 30, 1999. Each member's share in the construction costs, as well as administrative costs, of WRCRWA is based on their capacity rights in different components of the plant. The District is billed for flows through the plant attributable to its jurisdiction as well as general and administrative costs. Payment of these bills is included in the costs of the District's sewer services activity. Members are deemed to have an ownership interest in the Authority and new members may only be admitted upon unanimous consent of the existing members. Upon withdrawal from the Authority, any member is entitled to receive its proportionate share of the Authority assets or the equivalent value thereof and is responsible for discharge of its proportionate share of the Authority's liabilities. The investment in the Authority for the year June 30, 2026 is reported in the accompanying financial statements at $15,250,699.

On May 31, 2023 the District entered into a Joint Exercise of Powers Agreement with City of Corona, City of Norco, Home Gardens Sanitary District and Western Riverside County Regional Wastewater Authority for the design, construction, operations and capacity ownership of Recycled Water Facilities. This agreement was formed for the collection, treatment and disposal of treated wastewater and production of recycled water from a 14 million gallons per day capacity tertiary wastewater treatment facility located at 14634 River Road, Corona, California.

Financial data for WRCRWA is available at the District office. Audited financial information for WRCRWA can be obtained at Western Riverside County Regional Wastewater Authority, 14205 Meridian Parkway, Riverside, California 92518-3045.

Western Municipal Water District

In January 2002, the District entered into a Joint Exercise of Powers Agreement (Agreement) with the Western Municipal Water District of Riverside County (WMWD) for the formation of the Western Municipal Water District Facilities Authority (WMWDFA) pursuant to the Marks-Roos Local Bond Pooling Act of 1985, Article Y (Commencing with Section 6584) of Chapter 5, Division 7, Title 1 of the Government Code of the State of California. The purpose of this Agreement is to provide for the financing of public capital improvements for, and working capital requirements of the District and WMWD through the construction and/or the purchase by the WMWDFA of obligations of the District or WMWD pursuant to bond purchase agreements and/or the lending of funds by the WMWDFA to the District and/or WMWD. WMWD shall administer this agreement. Financial information of WMWDFA can be obtained from WMWD, 14205 Meridian Parkway, Riverside, California 92518-3045.

Chino Basin Desalter Authority

On September 25, 2001, the Chino Basin Desalter Authority (the Authority) was created under a joint exercise of powers agreement between Jurupa Community Services District, the Santa Ana River Water Company, the cities of Chino, Chino Hills, Ontario, Norco and the Inland Empire Utilities Agency, as an ex-officio member with the power among others, to design, finance, lease, purchase, acquire, construct, operate, maintain, sell, hypothecate or otherwise dispose of the Project for the purposes of the production, treatment and distribution of water to the Project Participants. This agreement was formed to successfully manage the groundwater resources in the Chino Basin.

The governing Board of Director consists of one representative appointed from each participating agency and has the power and responsibility to adopt budgets, operating plans and finance activities to further the purpose of the Authority. Financial statements of the Authority can be obtained from the CDA Treasurer's office located at 3550 E. Philadelphia St. Ste.170, Ontario, California 91761.

Cucamonga Valley Water District

On December 31, 2022, the District entered into a Memorandum of Understanding Agreement (MOU) with Cucamonga Valley Water District to work collaboratively to design and construct interagency connection facilities allowing the flow of potable water supplies to help meet supply reliability goals, projected water supply demands and water quality objectives within respective service areas. The Parties agree outcomes of the cooperative effort will include increased and diversified water supply, enhanced water quality, increased regional imported water baseline and identification of potential capital funding opportunities.

NOTE 21: COMMUNITY FACILITIES DISTRICTS

Jurupa Community Services District is the lead agency for fifty-five community facilities districts that were formed to finance the construction and installation of certain public improvements that will service or provide benefit to properties located within the respective community facilities districts.

The bonds issued by the community facilities districts are payable solely from the revenues of annual special taxes levied against land within the districts and do not constitute an indebtedness of the Jurupa Community Services District. Jurupa Community Services District is not liable for the bonds, but acts as an agent for the bondholders in collecting the assessments from property owners, forwarding the collection to bond trustees, and initiating foreclosure proceedings, if necessary. Since the District is acting in a fiduciary capacity, the assets and liabilities of the community facilities districts have been excluded from the District’s government-wide statement of net position.

As of June 30, 2026, forty-six of the Community Facilities Districts have issued debt with an original aggregate principal amount payable of $287,940,540. The amount outstanding as of June 30, 2026 is $262,715,239.

Acting in a fiduciary capacity, the District collects assessments which are then forwarded to the trustee for future debt service payments. Until the funds are forwarded to the trustee, the District records a liability. The advance payable to the community facilities districts held as of June 30, 2026 was $16,011,733 in the Water Fund and $0 in the Wastewater Fund.

NOTE 22: NON-DISTRICT OBLIGATIONS

The Community Facilities Districts (CFD) have issued bond debt to provide funds for the design, construction, and maintenance of water and wastewater infrastructure owned by District. This debt is authorized by the Mello Roos Community Facilities Act of 1982 and is payable from special assessments imposed on real property according to the formation of a CFD including such property and such special assessment is a lien upon that real property. Jurupa Community Services District is not responsible for repayment of these bonds and only acts as an agent for the bondholders in collecting and forwarding special assessments. However, should a property owner fail to pay the special assessments, JCSD may foreclose upon the real property to collect the special assessments. The outstanding amount of the bonds payable is not reported in the District's financial statements. The CFD bond debt for the fiscal year ended June 30, 2026 is presented below:

Bonds Payable:	Bonds Issued	Outstanding	Yield	Issued	Final Maturity
CFD #2	$ 7,585,000	$ 6,950,000	3.362%	Jun-2024	Sep-2032
CFD #3	3,360,000	2,795,000	1.645%	Jun-2020	Sep-2033
CFD #3	715,000	715,000	3.533%	Jun-2025	Sep-2033
CFD #4	7,025,000	6,040,000	3.142%	Jul-2023	Sep-2034
CFD #5	1,075,000	870,000	1.645%	Jun-2020	Sep-2032
CFD #5	225,000	225,000	3.533%	Jun-2025	Sep-2032
CFD #6	1,210,000	980,000	1.645%	Jun-2020	Sep-2033
CFD #6	225,000	225,000	3.533%	Jun-2025	Sep-2033
CFD #7	4,340,000	4,070,000	3.362%	Jun-2024	Sep-2035
CFD #10	2,430,000	2,025,000	1.645%	Jun-2020	Sep-2033
CFD #10	530,000	530,000	3.533%	Jun-2025	Sep-2033
CFD #11	4,995,000	4,690,000	3.362%	Jun-2024	Sep-2035
CFD #12	5,980,000	5,615,000	3.362%	Jun-2024	Sep-2035
CFD #14 IA1	5,730,000	5,095,000	1.645%	Jun-2020	Sep-2037
CFD #14 IA1	1,125,000	1,125,000	3.533%	Jun-2025	Sep-2037
CFD #14 IA2	1,730,000	1,600,000	2.382%	Dec-2019	Sep-2041
CFD #15	5,835,000	5,480,000	3.142%	Jul-2023	Sep-2042
CFD #16	3,430,000	3,185,000	3.362%	Jun-2024	Sep-2034
CFD #17	8,030,000	7,600,000	3.362%	Jun-2024	Sep-2034
CFD #18	7,190,000	7,190,000	3.533%	Jun-2025	Sep-2036
CFD #19	10,605,000	10,605,000	3.533%	Jun-2025	Sep-2036
CFD #21	4,445,000	4,210,000	3.362%	Jun-2024	Sep-2036
CFD #22	2,195,000	2,195,000	3.533%	Jun-2025	Sep-2043
CFD #23	3,955,000	3,205,000	2.382%	Dec-2019	Sep-2042
CFD #24	4,340,000	3,900,000	1.645%	Jun-2020	Sep-2040
CFD #24	2,680,000	2,680,000	3.533%	Jun-2025	Sep-2040
CFD #25	7,495,000	7,210,000	3.362%	Jun-2024	Sep-2042
CFD #26	4,810,000	3,630,000	3.799%	May-2015	Sep-2044
CFD #27	6,620,000	5,455,000	2.382%	Dec-2019	Sep-2043
CFD #28	5,155,000	4,250,000	2.382%	Dec-2019	Sep-2043
CFD #29	4,435,000	4,030,000	1.645%	Jun-2020	Sep-2040
CFD #29	3,515,000	3,515,000	3.533%	Jun-2025	Sep-2040
CFD #30	3,565,000	3,400,000	3.362%	Jun-2024	Sep-2036
CFD #31	9,490,000	8,205,000	4.001%	Jun-2022	Sep-2042
CFD #32	1,665,000	1,575,000	3.362%	Jun-2024	Sep-2036
CFD #33 IA1	5,665,000	5,535,000	3.362%	Jun-2024	Sep-2043
CFD #33 IA2	5,165,000	5,050,000	3.362%	Jun-2024	Sep-2043
CFD #34	4,725,000	4,380,000	3.142%	Jul-2023	Sep-2040
CFD #35	3,110,000	2,530,000	2.382%	Dec-2019	Sep-2042
CFD #36	5,185,000	4,315,000	4.024%	May-2017	Sep-2047
CFD #37 IA1	3,865,000	3,005,000	3.096%	Aug-2016	Sep-2046
CFD #37 IA2	3,980,000	3,090,000	3.096%	Aug-2016	Sep-2046
CFD #38 IA1	3,245,000	3,010,000	3.362%	Jun-2024	Sep-2042

Bonds Payable:	Bonds Issued	Outstanding	Yield	Issued	Final Maturity
CFD #38 IA2	4,005,000	3,900,000	3.142%	Jul-2023	Sep-2040
CFD #39	7,290,000	7,290,000	3.533%	Jun-2025	Sep-2042
CFD #42	2,115,000	1,595,000	3.843%	Dec-2014	Sep-2044
CFD #43	7,465,000	5,845,000	2.944%	Jun-2016	Sep-2045
CFD #45	4,380,000	3,940,000	3.211%	May-2020	Sep-2049
CFD #46	6,340,000	5,530,000	3.978%	Dec-2018	Sep-2048
CFD #47	8,315,000	6,935,000	4.324%	Mar-2017	Sep-2047
CFD #48	4,635,000	3,970,000	3.707%	Apr-2018	Sep-2048
CFD #51	2,065,540	1,590,239	4.070%	Oct-2017	Sep-2042
CFD #52	11,215,000	10,080,000	3.180%	Feb-2021	Sep-2050
CFD #53	4,165,000	3,775,000	3.338%	Sep-2020	Sep-2050
CFD #54	7,485,000	6,930,000	3.027%	Aug-2021	Sep-2051
CFD #55	3,780,000	3,400,000	3.354%	Oct-2020	Sep-2050
CFD #56	3,875,000	3,815,000	4.771%	May-2024	Sep-2054
CFD #57	9,600,000	9,600,000	4.500%	Nov-2025	Sep-2055
CFD #59 IA A	18,535,000	18,535,000	4.652%	Dec-2025	Sep-2055
Total	$ 287,940,540	$ 262,715,239			

NOTE 23: COMMITMENTS AND CONTINGENCIES

Construction Commitments

The District has a variety of agreements with private parties relating to the installation, improvement or modification of water facilities, distribution systems, and wastewater systems within its service area. The financing of such construction contracts is being provided primarily from the District's working capital and facility fees. The District has committed to approximately $22,959,675 of open construction contracts as of June 30, 2026.

Excluded Leases - Short-term Leases and De Minimis Leases

The District does not recognize a lease receivable and a deferred inflow of resources for short-term leases. Short-term leases are certain leases that have a maximum possible term under the lease contract of 12 months (or less), including any options to extend, regardless of their probability of being exercised.

Also, the de minimis lessor or lessee leases are certain leases that regardless of their lease contract period are de minimis with regard to their aggregate total dollar amount to the financial statements as a whole.

Litigation

There are other lawsuits and claims pending against the District which arise during the normal course of business. To the extent the outcome of such litigation would result in a probable loss to the District, any such loss would be accrued in the accompanying financial statements.

Grant Awards

Grant funds received by the District are subject to audit by the grantor agencies. Such an audit could lead to requests for reimbursements to the grantor agencies for expenditures disallowed under terms of the grant. Management of the District believes that such disallowances, if any, would not be significant.

NOTE 24: RESTATEMENT

During the fiscal year ended June 30, 2026, the District identified and corrected errors related to previously reported financial information. These errors resulted in a restatement of the beginning net position for the government-wide financial statements and certain fund financial statements. The nature and impact of these errors are described below:

Restatement of Beginning Net Position
During the fiscal year ended June 30, 2026, the District identified an error in the recognition of settlement proceeds associated with its participation in the 3M Public Water System Settlement, a nationwide class-action settlement involving claims by public water systems related to per- and polyfluoroalkyl substances (PFAS) contamination.

The District's Water Fund was allocated approximately $12,441,793 in settlement proceeds under the 3M Phase One Action Fund. The settlement was established to provide compensation to participating public water systems for damages and impacts associated with PFAS contamination affecting their water supplies and operations. Settlement allocations were determined through a claims administration process that considered factors including adjusted water system flow rates and PFAS contamination levels, rather than reimbursement of specific expenditures incurred by individual water systems.

During the fiscal year ended June 30, 2025, the District received notification of its settlement allocation and entitlement to an initial distribution. Although the settlement proceeds were not received until subsequent to June 30, 2025, the District determined that the applicable recognition criteria had been satisfied during the prior fiscal year. However, the related settlement receivable and revenue were not recognized in the District's previously issued financial statements.

In accordance with GASB Statement No. 100, Accounting Changes and Error Corrections, the correction of this error has been reported retroactively by restating beginning net position for the fiscal year ended June 30, 2026.

The effect of the restatement on the District's beginning net position was as follows:

Government-Wide Activities	Governmental Type Funds	Business Type Funds	Total
Net Position - July 1, 2025, as previously reported	$ 84,089,024	$ 579,147,192	$ 663,236,216
Recognition of settlement revenue	-	12,441,793	12,441,793
Net Position - July 1, 2025, as restated	$ 84,089,024	$ 591,588,985	$ 675,678,009

NOTE 25: SUBSEQUENT EVENTS

The District has evaluated subsequent events through November 24, 2026, the date which the financial statements were available to be issued.



REQUIRED SUPPLEMENTARY INFORMATION

JURUPA COMMUNITY SERVICES DISTRICT
SCHEDULE OF POST-EMPLOYMENT HEALTHCARE BENEFITS CONTRIBUTIONS
June 30, 2026

OPEB Contributions	2026	2025	2024	2023
Actuarially Determined Contribution (ADC)	$ 1,652,083	$ 1,695,795	$ 1,714,906	$ 1,639,270
Contributions in relation to the ADC	2,611,317	2,565,957	1,975,496	1,874,314
Contribution deficiency (excess)	$ (959,234)	$ (870,162)	$ (260,590)	$ (235,044)
Covered-employee Payroll	$ 23,761,804	$ 20,081,357	$ 15,616,714	$ 15,198,748
Contributions as a percentage of covered-employee payroll	10.99 %	12.78 %	12.65 %	12.33 %

OPEB Contributions	2022	2021	2020	2019
Actuarially Determined Contribution (ADC)	$ 1,691,781	$ 3,273,280	$ 1,562,769	$ 1,548,164
Contributions in relation to the ADC	1,858,135	1,812,253	1,745,984	438,541
Contribution deficiency (excess)	$ (166,354)	$ 1,461,027	$ (183,215)	$ 1,109,623
Covered-employee Payroll	$ 13,130,700	$ 12,779,270	$ 10,156,745	$ 9,884,910
Contributions as a percentage of covered-employee payroll	14.15 %	14.18 %	17.19 %	4.44 %

OPEB Contributions	2018
Actuarially Determined Contribution (ADC)	$ 1,121,220
Contributions in relation to the ADC	447,986
Contribution deficiency (excess)	$ 673,234
Covered-employee Payroll	$ 9,597,000
Contributions as a percentage of covered-employee payroll	4.67 %

Note: Accounting standards require presentation of 10 years of information. However, the information in this schedule is not required to be presented retroactively. Years will be added to this schedule as future data becomes available.

See the accompanying notes to the required supplementary information

JURUPA COMMUNITY SERVICES DISTRICT
SCHEDULE OF CHANGES IN THE NET
OTHER POST-EMPLOYMENT BENEFIT LIABILITY
June 30, 2026

Total OPEB Liability	2026	2025	2024	2023	2022
Service cost	$ 551,707	$ 572,187	$ 551,979	$ 469,584	$ 433,577
Interest	1,206,186	1,099,024	1,117,443	1,155,485	1,080,360
Differences between expected and actual	1,286,707	835,062	(2,603,050)	(945,485)	220,550
Benefit payments	(1,065,957)	(975,496)	(874,314)	(858,135)	(812,253)
Change in assumptions	837,818	(936,633)	1,530,607	1,736,559	623,226
Net change in total OPEB liability	2,816,461	594,144	(277,335)	1,558,008	1,545,460
Total OPEB liability - beginning	18,819,666	18,225,522	18,502,857	16,944,849	15,399,389
Total OPEB Liability - Ending (a)	$ 21,636,127	$ 18,819,666	$ 18,225,522	$ 18,502,857	$ 16,944,849

Plan Fiduciary Net Position	2026	2025	2024	2023	2022
Contributions - employer	$ 2,565,957	$ 1,975,496	$ 1,874,314	$ 1,858,135	$ 1,812,253
Net investment income	1,356,094	950,720	478,393	(1,001,392)	1,348,884
Benefit payments	(1,065,957)	(975,496)	(874,314)	(858,135)	(812,253)
Administrative expense	(3,517)	(2,876)	(2,154)	(1,871)	(1,895)
Net change in plan fiduciary net position	2,852,577	1,947,844	1,476,239	(3,263)	2,346,989
Plan fiduciary net position - beginning	9,870,921	7,923,077	6,446,838	6,450,101	4,103,112
Plan Fiduciary Net Position - Ending (b)	12,723,498	9,870,921	7,923,077	6,446,838	6,450,101
Net OPEB Liability (Asset)-Ending (a)-(b)	$ 8,912,629	$ 8,948,745	$ 10,302,445	$ 12,056,019	$ 10,494,748
Plan fiduciary net position as a percentage of the total OPEB liability	58.81 %	52.45 %	43.47 %	34.84 %	38.07 %
Covered-employee Payroll	20,081,357	15,616,714	15,198,748	13,130,700	12,779,270
Net OPEB liability as a percentage of covered-employee payroll	44.38 %	57.30 %	67.78 %	91.82 %	82.12 %

Note: Accounting standards require presentation of 10 years of information. However, the information in this schedule is not required to be presented retroactively. Years will be added to this schedule as future data becomes available.

See the accompanying notes to the required supplementary information

JURUPA COMMUNITY SERVICES DISTRICT
SCHEDULE OF CHANGES IN THE NET
OTHER POST-EMPLOYMENT BENEFIT LIABILITY
June 30, 2026

Total OPEB Liability	2021	2020	2019
Service cost	$ 920,292	$ 874,115	$ 1,003,674
Interest	925,871	873,228	781,819
Differences between expected and actual	(941,145)	2,648,617	-
Benefit payments	(745,984)	(587,879)	(438,541)
Change in assumptions	(8,573,886)	372,735	(2,348,814)
Net change in total OPEB liability	(8,414,852)	4,180,816	(1,001,862)
Total OPEB liability - beginning	23,814,241	19,633,426	20,635,288
Total OPEB Liability - Ending (a)	$ 15,399,389	$ 23,814,242	$ 19,633,426

Plan Fiduciary Net Position	2021	2020	2019
Contributions - employer	$ 1,745,984	$ 587,879	$ 438,541
Net investment income	134,855	172,644	206,576
Benefit payments	(745,984)	(587,879)	(438,541)
Administrative expense	(1,913)	(599)	(4,817)
Net change in plan fiduciary net position	1,132,942	172,045	201,759
Plan fiduciary net position - beginning	2,970,170	2,798,125	2,596,366
Plan Fiduciary Net Position - Ending (b)	4,103,112	2,970,170	2,798,125
Net OPEB Liability (Asset)-Ending (a)-(b)	$ 11,296,277	$ 20,844,072	$ 16,835,301
Plan fiduciary net position as a percentage of the total OPEB liability	26.64 %	12.47 %	14.25 %
Covered-employee Payroll	10,156,745	9,884,910	9,597,000
Net OPEB liability as a percentage of covered-employee payroll	111.22 %	210.87 %	175.42 %

See the accompanying notes to the required supplementary information

JURUPA COMMUNITY SERVICES DISTRICT
SCHEDULE OF DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY - CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM
For the Fiscal Year Ended June 30, 2026

Fiscal year ended June 30,	District's portion of the net pension liability (assets)	District's proportionate share of the net pension liability (assets)	District's covered payroll	District's proportionate share of the net pension liability (asset) as a percentage of its covered payroll	Plan fiduciary net position as a percentage of the total pension liability
2026	0.072853 %	$ 7,452,714	$ 17,133,487	43.50%	91.06%
2025	0.091242 %	11,065,273	15,533,140	71.24%	85.41%
2024	0.097474 %	12,160,252	14,021,179	86.73%	82.17%
2023	0.100050 %	11,556,264	12,992,721	88.94%	82.17%
2022	0.061386 %	3,319,954	11,752,326	28.25%	94.16%
2021	0.095260 %	10,364,516	11,547,358	89.76%	79.13%
2020	0.090350 %	9,835,613	11,134,047	88.34%	79.13%
2019	0.093230 %	8,984,061	10,256,142	87.60%	77.68%
2018	0.094560 %	9,380,248	9,532,546	98.40%	75.34%
2017	0.093080 %	$ 8,054,303	$ 9,643,164	83.52%	78.90%

Note: Accounting standards require presentation of 10 years of information. However, the information in this schedule is not required to be presented retroactively. Years will be added to this schedule as data becomes available.

See the accompanying notes to the required supplementary information

JURUPA COMMUNITY SERVICES DISTRICT
SCHEDULE OF DISTRICT'S CONTRIBUTIONS -
CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM
For the Fiscal Year Ended June 30, 2026

Fiscal year ended June 30,	Contractually required contribution	Contributions in relation to the contractually required contribution	Contribution deficiency (excess)	Covered payroll	Contributions as a percentage of covered payroll
2026	$ 3,551,002	$ 4,205,950	$ (654,948)	$ 20,893,706	20.13%
2025	2,885,863	3,470,504	(584,641)	17,133,487	20.26%
2024	2,531,234	3,322,221	(790,987)	15,533,140	21.39%
2023	2,359,749	3,060,620	(700,871)	14,021,179	21.83%
2022	2,455,876	2,994,814	(538,938)	12,992,721	23.05%
2021	2,252,421	2,692,917	(440,496)	11,752,326	22.91%
2020	2,502,447	2,871,681	(369,234)	11,547,358	24.87%
2019	2,416,111	2,416,111	-	11,134,047	21.70%
2018	2,214,160	2,214,160	-	10,256,142	21.59%
2017	2,037,220	2,037,220	-	9,532,546	21.37%
2016	2,090,055	2,090,055	-	9,643,164	21.67%

Note: Accounting standards require presentation of 10 years of information. However, the information in this schedule is not required to be presented retroactively. Years will be added to this schedule as data becomes available.

See the accompanying notes to the required supplementary information

JURUPA COMMUNITY SERVICES DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
EASTVALE PARKS GOVERNMENTAL FUND - BUDGET TO ACTUAL
For the Fiscal Year Ended June 30, 2026

	Budget Amounts				
	Original	Final	Original-to-Final Variance	Actual	Final-to-Actual Variance
REVENUES					
Special assessments	$ 11,451,061	$ 11,451,061	$ -	$ 11,413,771	$ (37,290)
Charges for services	3,618,540	3,618,540	-	3,133,898	(484,642)
Investment earnings	100,000	100,000	-	272,670	172,670
Facility fees	-	-	-	292,775	292,775
Lease revenue	180,964	180,964	-	50,123	(130,841)
Other revenue	-	-	-	7,757	7,757
Total revenues	15,350,565	15,350,565	-	15,170,994	(179,571)
EXPENDITURES					
Current:					
Park security and facility operations	1,856,472	1,856,472	-	2,006,305	(149,833)
Park and facility maintenance	9,039,697	9,031,424	(8,273)	8,817,906	213,518
Park recreation programs	888,583	888,583	-	942,772	(54,189)
Community services	2,734,324	2,734,324	-	2,318,870	415,454
Capital outlay	1,378,000	1,378,000	-	1,862,074	(484,074)
Debt service:					
Principal	-	-	-	37,202	(37,202)
Interest and fiscal charges	5,700	5,700	-	48,811	(43,111)
Total expenditures	15,902,776	15,894,503	(8,273)	16,033,940	(139,437)
OTHER FINANCING SOURCES (USES)					
Proceeds from sales of capital assets	-	-	-	24,810	24,810
Transfers in/(out)	(296,000)	(296,000)	-	(38,793)	257,207
Total other financing sources (uses)	(296,000)	(296,000)	-	(13,983)	282,017
Net change in budgetary fund balances	(848,211)	(839,938)	8,273	(876,929)	(36,991)
Fund balance, beginning of year	16,284,408	16,284,408	-	16,284,408	-
Fund Balance, End of Year	$ 15,436,197	$ 15,444,470	$ 8,273	$ 15,407,479	$ (36,991)

JURUPA COMMUNITY SERVICES DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GRAFFITI ABATEMENT GOVERNMENTAL FUND - BUDGET TO ACTUAL
For the Fiscal Year Ended June 30, 2026

	Budget Amounts				
	Original	Final	Original-to-Final Variance	Actual	Final-to-Actual Variance
REVENUES					
Charges for services	$ 100,000	$ 100,000	$ -	$ 100,719	$ 719
Other non-operating revenues (expenses), net	-	-	-	1,755	1,755
Total revenues	100,000	100,000	-	102,474	2,474
EXPENDITURES					
Graffiti abatement	369,342	369,342	-	344,863	24,479
Total expenditures	369,342	369,342	-	344,863	24,479
OTHER FINANCING SOURCES (USES)					
Transfers in/(out)	269,342	269,342	-	242,390	(26,952)
Total other financing sources (uses)	269,342	269,342	-	242,390	(26,952)
Net change in budgetary fund balances	-	-	-	1	1
Fund balances, beginning of year	463,476	463,476	-	463,476	-
Fund balances, end of year	$ 463,476	$ 463,476	$ -	$ 463,477	$ 1

JURUPA COMMUNITY SERVICES DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
ILLUMINATION DISTRICT #2 GOVERNMENTAL FUND - BUDGET TO ACTUAL
For the Fiscal Year Ended June 30, 2026

	Budget Amounts				
	Original	Final	Original-to-Final Variance	Actual	Final-to-Actual Variance
REVENUES					
Special assessments	$ 213,458	$ 213,458	$ -	$ 213,303	$ (155)
Total revenues	213,458	213,458	-	213,303	(155)
EXPENDITURES					
Illumination District No. 2	175,309	175,309	-	186,196	(10,887)
Total expenditures	175,309	175,309	-	186,196	(10,887)
OTHER FINANCING SOURCES (USES)					
Transfers in/(out)	(38,558)	(38,558)	-	(36,954)	1,604
Total other financing sources (uses)	(38,558)	(38,558)	-	(36,954)	1,604
Net change in budgetary fund balances	(409)	(409)	-	(9,847)	(9,438)
Fund balances, beginning of year	159,558	159,558	-	159,558	-
Fund balances, end of year	$ 159,149	$ 159,149	$ -	$ 149,711	$ (9,438)

JURUPA COMMUNITY SERVICES DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
LANDSCAPE AND LIGHTING GOVERNMENTAL FUND - BUDGET TO ACTUAL
For the Fiscal Year Ended June 30, 2026

	Budget Amounts				
	Original	Final	Original-to-Final Variance	Actual	Final-to-Actual Variance
REVENUES					
Special assessments	$ 429,325	$ 429,325	$ -	$ 417,067	$ (12,258)
Total revenues	429,325	429,325	-	417,067	(12,258)
EXPENDITURES					
Landscape and lighting	456,914	456,914	-	601,878	(144,964)
Total expenditures	456,914	456,914	-	601,878	(144,964)
OTHER FINANCING SOURCES (USES)					
Transfers in/(out)	52,200	52,200	-	26,424	(25,776)
Total other financing sources (uses)	52,200	52,200	-	26,424	(25,776)
Net change in budgetary fund balances	24,611	24,611	-	(158,387)	(182,998)
Fund balances, beginning of year	822,205	822,205	-	822,205	-
Fund balances, end of year	$ 846,816	$ 846,816	$ -	$ 663,818	$ (182,998)

JURUPA COMMUNITY SERVICES DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
STREETLIGHT CAPITAL FUND GOVERNMENTAL FUND - BUDGET TO ACTUAL
For the Fiscal Year Ended June 30, 2026

	Budget Amounts				
	Original	Final	Original-to-Final Variance	Actual	Final-to-Actual Variance
EXPENDITURES					
Streetlights	$ -	$ -	$ -	$ 44,986	$ (44,986)
Total expenditures	-	-	-	44,986	(44,986)
OTHER FINANCING SOURCES (USES)					
Transfers in/(out)	-	-	-	142,730	142,730
Total other financing sources (uses)	-	-	-	142,730	142,730
Net change in budgetary fund balances	-	-	-	97,744	97,744
Fund balances, beginning of year	(973,875)	(973,875)	-	(973,875)	-
Fund balances, end of year	$ (973,875)	$ (973,875)	$ -	$ (876,131)	$ 97,744

JURUPA COMMUNITY SERVICES DISTRICT
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
For the Fiscal Year Ended June 30, 2026

PURPOSE OF SCHEDULES

Schedule of Post-Employment Healthcare Benefits Contributions

The schedule presents information on the District's required contribution, the amounts actually contributed and any excess or deficiency related to the required contribution. In the future, as data becomes available, 10 years of information will be presented.

Schedule of Changes in Net OPEB Liability

The schedule is intended to show the funded status of the District's actuarially determined liability for post-employment benefits other than pensions. In the future, as data becomes available, 10 years of information will be presented.

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

The schedule presents information on the District's proportionate share of the net pension liability, the plans' fiduciary net position and, when applicable, the State's proportionate share of the net pension liability associated with the District. In the future, as data becomes available, 10 years of information will be presented.

Schedule of District's Contributions

The schedule presents information on the District's required contribution, the amounts actually contributed and any excess or deficiency related to the required contribution. In the future, as data becomes available, 10 years of information will be presented.

Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget to Actual

These schedules present the original budget, final budget, original-to-final variance, actual amounts, and final-to-actual variance amounts for revenues and expenditures for governmental funds. The funds included are Eastvale Parks, Illumination District #2, Landscape and Lighting, and Graffiti Abatement. Revenues over budget are represented by a positive number and expenditures over budget are represented by a negative number.

- In Eastvale Parks:
  - Charges for services were $485 thousand below budget because Kids Zones enrollment averaged approximately 51% of capacity, compared with full capacity assumed in the budget. This was partially offset by investment earnings coming higher by $173 thousand, facility fees of $293 thousand, and lease and other revenues being overbudget by $58 thousand.
  - Expenditures for the Parks operations were over budget by $139 thousand in total. This includes favorable variances in park and facility maintenance and community services of $214 thousand and $415 thousand, respectively. This is due to lower than expected electricity cost incurred and lower general repairs needed at our parks facilities. The expenditures also included unfavorable variances in security and facility operations, recreation, and capital outlay or $150 thousand, $54 thousand, and $484 thousand, respectively. These variance were primarily due to increased demand and costs of security services for events during the year and investment in capital assets throughout the year.
- In Graffiti abatement, expenditures show a favorable variance of $24,479 for the year. This is due to lower than expected repairs and maintenance required during the year.
- In Illumination District #2, labor and electricity expenses came in slightly higher than anticipated for the year exceeding budget by about $11 thousand. This was offset by a favorable variance of $1,604 in transfers out.
- In Landscape and Lighting, expenditures exceeded the current year budget by $144,964 due to progress made on the District's Frontage Turf Water Conservation Plan. This project inlcudes enhancements to frontages within the District's landscape and lighting Districts.



SUPPLEMENTARY INFORMATION

JURUPA COMMUNITY SERVICES DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN NET POSITION
WATER ENTERPRISE FUND - BUDGET TO ACTUAL
For the Fiscal Year Ended June 30, 2026

	Budget Amounts			
	Original	Final	Actual	Variance with Final Budget
OPERATING REVENUES				
Water consumption sales	$ 25,178,836	$ 25,178,836	$ 22,709,715	$ (2,469,121)
Monthly meter service charge	24,024,486	24,024,486	24,467,027	442,541
Lease revenue	70,000	70,000	431,788	361,788
Other water charges	1,250,000	1,250,000	1,268,894	18,894
Other operating income	50,000	50,000	339,685	289,685
Total operating revenues	50,573,322	50,573,322	49,217,109	(1,356,213)
OPERATING EXPENSES				
Water system	24,513,008	24,513,008	21,008,992	3,504,016
Distribution	2,829,302	2,969,302	2,821,098	148,204
Technical Services	1,098,971	1,098,971	1,212,179	(113,208)
Customer service	1,972,294	1,972,294	1,726,188	246,106
General administrative	15,980,688	15,825,772	14,165,551	1,660,221
CIP program	2,095,526	2,095,526	1,281,015	814,511
Operating and maintenance expense	8,884,000	8,884,000	2,227,967	6,656,033
Depreciation	-	-	11,866,722	11,866,722
Total operating expenses	57,373,789	57,358,873	56,309,712	1,049,161
Operating income (loss)	(6,800,467)	(6,785,551)	(7,092,603)	(307,052)
NONCAPITAL SUBSIDIES				
Property taxes	3,000,000	3,000,000	3,000,000	-
Total noncapital subsidies	3,000,000	3,000,000	3,000,000	-
Operating income (loss) and non-capital subsidies	(3,800,467)	(3,785,551)	(4,092,603)	(307,052)
OTHER NONOPERATING REVENUES AND EXPENSES				
Facility fees	24,457,671	24,457,671	18,102,654	(6,355,017)
Grant revenues	36,000,000	36,000,000	29,075,203	(6,924,797)
Capital cost reimbursement, net	-	-	5,915,953	5,915,953
Investment earnings	3,000,000	3,000,000	3,865,568	865,568
Interest income from leases	-	-	50,340	50,340
Interest income from interfund loan	44,000	44,000	44,986	986
Sales of capital assets	-	-	43,527	43,527
Interest expense	(1,648,442)	(1,648,442)	(857,417)	791,025
Long-term debt principal	(795,000)	(795,000)	-	795,000
Loan Proceeds	8,075,000	8,075,000	-	(8,075,000)
Investment and Arbitrage Expense	(75,000)	(75,000)	(76,796)	(1,796)
Total operating income (loss) and non-capital subsidies	69,058,229	69,058,229	56,164,018	(12,894,211)
Income (loss) before unusual or infrequent items	65,257,762	65,272,678	52,071,415	(13,201,263)
UNUSUAL OR INFREQUENT ITEMS				
Settlement revenue	-	-	4,935,457	4,935,457
Settlement expense	-	-	(2,738,065)	(2,738,065)
Total unusual or infrequent items	-	-	2,197,392	2,197,392
Change in net position	65,257,762	65,272,678	54,268,807	(11,003,871)
Net Position, Beginning of Year	343,033,305	343,033,305	343,033,305	-
Restatement	-	-	12,441,793	12,441,793
Net Position, End of Year	$ 408,291,067	$ 408,305,983	$ 409,743,905	$ 1,437,922

JURUPA COMMUNITY SERVICES DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN NET POSITION
WASTEWATER ENTERPRISE FUND - BUDGET TO ACTUAL
For the Fiscal Year Ended June 30, 2026

	Budget Amounts			
	Original	Final	Actual	Variance with Final Budget
OPERATING REVENUES				
Sewer service charge	$ 25,612,422	$ 25,612,422	$ 25,395,876	$ (216,546)
Other operating income	-	-	4,347	4,347
Total operating revenues	25,612,422	25,612,422	25,400,223	(212,199)
OPERATING EXPENSES				
Source control	15,718,864	15,718,864	14,377,025	1,341,839
Customer service	1,541,948	1,541,948	1,358,692	183,256
General administrative	7,871,226	7,759,986	6,771,794	988,192
CIP program	1,317,005	1,317,005	131,596	1,185,409
Operating and maintenance expense	5,289,100	5,289,100	358,692	4,930,408
Depreciation	-	-	7,258,374	(7,258,374)
Total operating expenses	31,738,143	31,626,903	30,256,173	1,370,730
Operating Income (Loss)	(6,125,721)	(6,014,481)	(4,855,950)	1,158,531
NONCAPITAL SUBSIDIES				
Transfers in/(out)	(381,542)	(381,542)	(335,797)	45,745
Property taxes	5,140,000	5,140,000	5,930,798	790,798
Total noncapital subsidies	4,758,458	4,758,458	5,595,001	836,543
Operating income (loss) and non-capital subsidies	(1,367,263)	(1,256,023)	739,051	1,995,074
OTHER NON-OPERATING REVENUES AND EXPENSES				
Facility fees	23,630,609	23,630,609	11,975,930	(11,654,679)
Investment earnings	1,900,000	1,900,000	1,973,028	73,028
Sales of capital assets	-	-	13,900	13,900
Interest expense	(2,731,780)	(2,731,780)	(1,620,376)	1,111,404
Long-term debt principal	(1,009,631)	(1,009,631)	-	1,009,631
Investment and Arbitrage Expense	(41,000)	(41,000)	(40,369)	631
Total other non-operating revenues and expenses, Net	21,748,198	21,748,198	12,302,113	(9,446,085)
Change in net position	20,380,935	20,492,175	13,041,164	(7,451,011)
Net Position, Beginning of Year	236,113,887	236,113,887	236,113,887	-
Net Position, End of Year	$ 256,494,822	$ 256,606,062	$ 249,155,051	$ (7,451,011)

JURUPA COMMUNITY SERVICES DISTRICT
SCHEDULE OF RESERVE FOR ENTERPRISE FUNDS CAPITAL FACILITY FEES
June 30, 2026

	Water Capital Fund	Wastewater Capital Fund	Total
RESERVE FOR CAPITAL FACILITY FEES:			
Balance - Beginning of Year	$ 26,972,961	$ 29,341,364	$ 56,314,325
CAPITAL CONTRIBUTIONS:			
Facility fees	18,102,654	11,975,930	30,078,584
Capital cost reimbursements	11,832,129	-	11,832,129
Grant revenue	42,885,002	-	42,885,002
Total Contributions	72,819,785	11,975,930	84,795,715
EXPENSES			
Construction Cost	72,485,974	7,321,717	79,807,691
Total Expenses	72,485,974	7,321,717	79,807,691
Balance - End of Year	$ 27,306,772	$ 33,995,577	$ 61,302,349

JURUPA COMMUNITY SERVICES DISTRICT
SCHEDULE OF RATE COVENANT COMPLIANCE CALCULATION
June 30, 2026

	Water	Wastewater Fund	Total
REVENUES			
Water Revenues	$ 48,445,636	$ -	$ 48,445,636
Sewer Revenues	-	25,395,876	25,395,876
Investment earnings	3,865,568	1,973,028	5,838,596
Property taxes	3,000,000	5,930,798	8,930,798
Other Revenues	704,529	-	704,529
Total Revenues	$ 56,015,733	$ 33,299,702	$ 89,315,435
EXPENSES			
Water System	$ 21,008,992	$ -	$ 21,008,992
Utility Services	2,821,098	-	2,821,098
Technical Services	1,212,179	-	1,212,179
Source Control	-	14,377,025	14,377,025
Customer Service	1,726,188	1,358,692	3,084,880
General Administrative	14,165,551	6,771,794	20,937,345
Operations and Maintenance	2,227,967	358,692	2,586,659
Other expenses	-	29,859	29,859
CIP Program	4,615,015	2,196,300	6,811,315
Total Expenses	$ 47,776,990	$ 25,092,362	$ 72,869,352
NET REVENUES (A)	$ 8,238,743	$ 8,207,340	$ 16,446,083
DEBT SERVICE			
Principal	$ 795,000	$ 3,074,333	$ 3,869,333
Interest	923,283	1,708,785	2,632,068
Total Debt Service (B)	$ 1,718,283	$ 4,783,118	$ 6,501,401
NET REVENUES AFTER DEBT SERVICE	$ 6,520,460	$ 3,424,222	$ 9,944,682
DEBT SERVICE COVERAGE RATIO (A/B)	**4.79**	**1.72**	**2.53**

SCHEDULE OF COMMUNITY FACILITIES DISTRICTS
CASH AND INVESTMENT BALANCES
June 30, 2026

CFD No.	Location	Balance
CFD#2	Eastvale Area	$ 998,291
CFD#3	Eastvale Area	489,089
CFD#4	Eastvale Area	740,971
CFD#5	Eastvale Area	184,757
CFD#6	Eastvale Area	184,282
CFD#7	Eastvale Area	466,956
CFD#10	Eastvale Area	351,523
CFD#11	Eastvale Area	536,997
CFD#12	Eastvale Area	635,821
CFD#14	Eastvale Area	832,865
CFD#15	Eastvale Area	383,940
CFD#16	Eastvale Area	401,674
CFD#17	Eastvale Area	787,187
CFD#18	Eastvale Area	661,484
CFD#19	Eastvale Area	967,856
CFD#21	Eastvale Area	443,823
CFD#22	Eastvale Area	131,866
CFD#23	Eastvale Area	311,844
CFD#24	Eastvale Area	475,243
CFD#25	Eastvale Area	590,620
CFD#26	Eastvale Area	617,879
CFD#27	Eastvale Area	502,922
CFD#28	Eastvale Area	350,722
CFD#29	Eastvale Area	535,622
CFD#30	Eastvale Area	327,912
CFD#31	Eastvale Area	1,387,968
CFD#32	Eastvale Area	175,159
CFD#33	Eastvale Area	683,547
CFD#34	Eastvale Area	340,879
CFD#35	Eastvale Area	209,635
CFD#36	Eastvale Area	686,197
CFD#37	Eastvale Area	869,959
CFD#38	Eastvale Area	526,824
CFD#39	Eastvale Area	434,062
CFD#42	Eastvale Area	359,033
CFD#43	Eastvale Area	954,427
CFD#45	Jurupa Valley	689,856
CFD#46	Jurupa Valley	917,735
CFD#47	Eastvale Area	1,096,555
CFD#48	Eastvale Area	585,369
CFD#51	Jurupa Valley	237,563
CFD#52	Eastvale Area	1,253,724
CFD#53	Jurupa Valley	476,997
CFD#54	Eastvale Area	2,888,800
CFD#55	Eastvale Area	1,177,163
CFD#56	Jurupa Valley	547,080
CFD#57	Jurupa Valley	1,131,890
CFD#59	Eastvale Area	5,834,489
JPFA Refunding 2019	Eastvale Area	1,867,277
JPFA Refunding 2020	Eastvale Area	3,236,460
JPFA Refunding 2023	Eastvale Area	2,248,026
JPFA Refunding 2024	Eastvale Area	6,322,115
JPFA Refunding 2025	Eastvale Area	3,628,259
		$ 53,679,194

JURUPA COMMUNITY SERVICES DISTRICT
SCHEDULE OF CHANGES OF CAPITAL ASSETS FOR
ENTERPRISE FUNDS - WATER
June 30, 2026

	Balance at July 1, 2025	Additions	Transfers/ Deletions	Balance at June 30, 2026
NON- DEPRECIABLE ASSETS:				
Land	$ 6,368,509	$ 3,335,458	$ -	$ 9,703,967
Construction in progress	27,186,181	85,595,626	(17,114,809)	95,666,998
Total Non- Depreciable Assets	33,554,690	88,931,084	(17,114,809)	105,370,965
DEPRECIABLE ASSETS:				
Land improvements	2,253,630	-	-	2,253,630
Structures and improvements	154,793,752	11,203,924	-	165,997,676
Water transmission and distribution	188,494,179	3,017,290	-	191,511,469
Vehicles and equipment	18,000,526	1,786,648	(436,115)	19,351,059
Lease assets:				
Equipment	82,933	-	(49,963)	32,970
Subscription assets	297,902	-	(125,343)	172,559
Total Depreciable Assets	363,922,922	16,007,862	(611,421)	379,319,363
ACCUMULATED DEPRECIATION:				
Land improvements	(1,656,349)	(30,967)	-	(1,687,316)
Structures and improvements	(39,208,870)	(6,116,586)	-	(45,325,456)
Water transmission and distribution	(73,461,230)	(4,222,526)	-	(77,683,756)
Vehicles and equipment	(11,771,901)	(1,425,102)	436,115	(12,760,888)
Lease assets:				
Equipment	(42,656)	(16,869)	49,963	(9,562)
Subscription assets	(151,711)	(54,672)	125,343	(81,040)
Total Accumulated Depreciation	(126,292,717)	(11,866,722)	611,421	(137,548,018)
Total Depreciable Assets, Net	237,630,205	4,141,140	-	241,771,345
Total Water Capital Assets, net	$ 271,184,895	$ 93,072,224	$ (17,114,809)	$ 347,142,310

JURUPA COMMUNITY SERVICES DISTRICT
SCHEDULE OF CHANGES OF CAPITAL ASSETS FOR
ENTERPRISE FUNDS - WASTEWATER
June 30, 2026

	Balance at July 1, 2025	Additions	Transfers/ Deletions	Balance at June 30, 2026
NON- DEPRECIABLE ASSETS:				
Land	$ 267,840	$ -	$ -	$ 267,840
Construction in progress	1,151,993	7,499,331	(6,966,077)	1,685,247
Total Non- Depreciable Assets	1,419,833	7,499,331	(6,966,077)	1,953,087
DEPRECIABLE ASSETS:				
Land improvements	124,329	-	-	124,329
Structures and improvements	54,907,381	-	-	54,907,381
Wastewater collection system	232,837,709	5,208,671	-	238,046,380
Vehicles and equipment	4,160,529	895,936	(86,559)	4,969,906
Subscription assets	218,552	-	(125,400)	93,152
Total Depreciable Assets	292,248,500	6,104,607	(211,959)	298,141,148
ACCUMULATED DEPRECIATION:				
Land improvements	(88,085)	-	-	(88,085)
Structures and improvements	(31,458,186)	(1,258,668)	-	(32,716,854)
Water collection system	(61,035,036)	(5,391,639)	-	(66,426,675)
Vehicles and equipment	(3,396,447)	(204,242)	86,559	(3,514,130)
Subscription assets	(134,895)	(34,255)	125,400	(43,750)
Total Accumulated Depreciation	(96,112,649)	(6,888,804)	211,959	(102,789,494)
Total Depreciable Assets, Net	196,135,851	(784,197)	-	195,351,654
Total Wastewater Capital Assets, Net	$ 197,555,684	$ 6,715,134	$ (6,966,077)	$ 197,304,741



OTHER INDEPENDENT AUDITORS' REPORT

NIGRO & NIGRO PC

A Professional Accountancy Corporation

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

Board of Directors
Jurupa Community Services District
Jurupa Valley, California

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities each major fund, and the aggregate remaining fund information of the Jurupa Community Services District (District) as of and for the year ended June 30, 2026, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated November 23, 2026.

Report on Internal Control Over Financial Reporting
In planning and performing our audit of the financial statements, we considered the District's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that have not been identified.

Jeff Nigro, CPA, CFE | Elizabeth Nigro, CPA | Shannon Bishop, CPA | Peter Glenn, CPA, CFE | Paul J. Kaymark, CPA
Jessica Miller, CPA | Angelika Vartikyan, CPA | Jared Solmonsen, CPA | Oscar Gonzalez, CFE

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Report on Compliance and Other Matters
As part of obtaining reasonable assurance about whether the District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

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

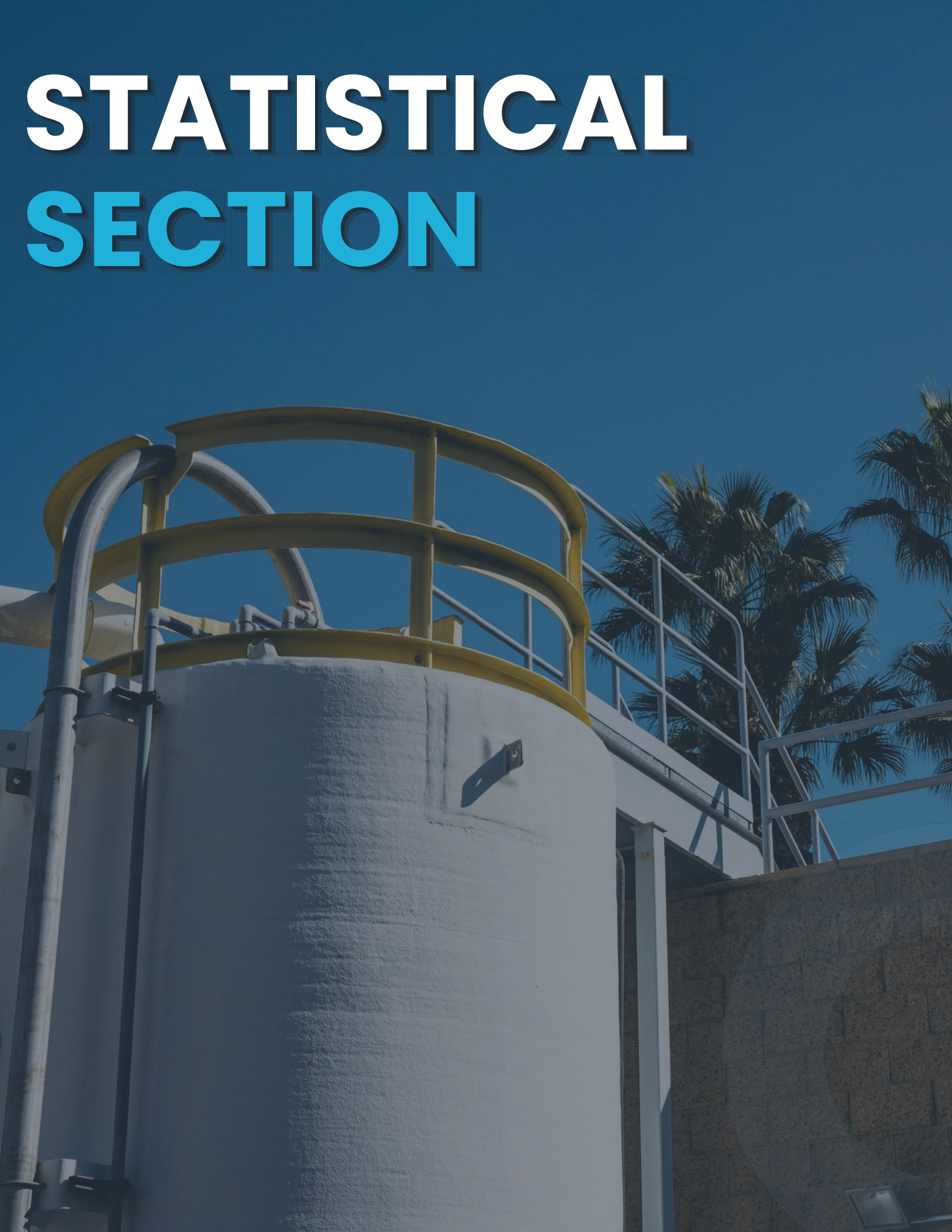


Murrieta, California
November 23, 2026

JURUPA COMMUNITY SERVICES DISTRICT
SCHEDULE OF FINDINGS AND RESPONSES

There were no findings related to the basic financial statements for the year ended June 30, 2025.

STATISTICAL SECTION



JURUPA COMMUNITY SERVICES DISTRICT
STATISTICAL SECTION CONTENTS
For the Year Ended June 30, 2026

This part of the District's annual comprehensive financial report 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.

- Financial Trends – These schedules contain information to help the reader understand how the District's financial performance and well-being have changed over time.
    - Net position by component
    - Changes in Net Position – Enterprise Operations
    - Fund Balances - Governmental Funds
    - Changes in Fund Balances - Governmental Funds
    - Changes in Net Position - All Funds
- Revenue Capacity – These schedules contain information to help the reader assess the District's most significant own-source revenue, water sales.
    - Monthly usage water rates
    - Monthly water and sewer service charges
    - Ten largest customers
    - Annual water revenues
    - Direct and overlapping tax rates
- Debt Capacity – These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.
    - Debt coverage ratio
    - Outstanding Debt by type
    - Total debt to total assets ratio
    - Direct and overlapping debt
- Demographic and Economic information – These schedules offer demographic indicators to help the reader understand the environment within which the District's financial activities take place.
    - Demographic statistics
    - Economic statistics
    - Principal employers
- Operating Information – These schedules contains service and infrastructure data to help the reader understand how the information in the District's financial report relates to the service provided by the District.
    - Number of authorized employees
    - Water production sources
    - Water production monthly

JURUPA COMMUNITY SERVICES DISTRICT
NET POSITION BY COMPONENT
Last Ten Fiscal Year

	Fiscal Year				
	2017	2018	2019	2020	2021
GOVERNMENTAL ACTIVITIES					
Net Investments in Capital Assets	$ 70,260,874	$ 69,070,483	$ 69,918,619	$ 70,860,555	$ 71,943,499
Restricted	26,499,388	22,020,339	21,027,047	18,739,164	16,730,132
Unrestricted	-	-	(1,205,418)	(1,608,663)	(1,328,675)
Total Governmental Activities Net Position	$ 96,760,262	$ 91,090,822	$ 89,740,248	$ 87,991,056	$ 87,344,956

	Fiscal Year				
	2022	2023	2024	2025	2026
GOVERNMENTAL ACTIVITIES					
Net Investments in Capital Assets	$ 69,877,890	$ 68,501,385	$ 67,657,289	$ 65,926,517	$ 64,581,558
Restricted	19,059,258	17,785,620	18,302,616	19,136,382	22,446,877
Unrestricted	(1,245,123)	(1,158,229)	(1,067,859)	(973,875)	(846,638)
Total Governmental Activities Net Position	$ 87,692,025	$ 85,128,776	$ 84,892,046	$ 84,089,024	$ 86,181,797

	Fiscal Year				
	2017	2018	2019	2020	2021
BUSINESS-TYPE ACTIVITIES					
Net Investments in Capital Assets	$ 293,498,091	$ 289,104,450	$ 288,025,417	$ 301,777,705	$ 325,589,669
Restricted	66,245,588	73,838,906	86,110,012	93,888,735	93,156,446
Unrestricted	72,543,803	78,997,592	94,823,054	111,477,309	114,067,148
Total Business-type Activities Net Position	$ 432,287,482	$ 441,940,948	$ 468,958,483	$ 507,143,749	$ 532,813,263
Total Primary Government Net Position	$ 529,047,744	$ 533,031,770	$ 558,698,731	$ 595,134,805	$ 620,158,219

	Fiscal Year				
	2022	2023	2024	2025	2026
BUSINESS-TYPE ACTIVITIES					
Net Investments in Capital Assets	$ 334,027,496	$ 356,034,743	$ 368,355,369	$ 395,656,010	$ 460,563,956
Restricted	90,915,923	84,205,535	71,281,985	61,332,395	66,301,651
Unrestricted	117,947,997	102,041,806	118,508,540	122,158,787	132,033,349
Total Business-type Activities Net Position	$ 542,891,416	$ 542,282,084	$ 558,145,894	$ 579,147,192	$ 658,898,956
Total Primary Government Net Position	$ 630,583,441	$ 627,410,860	$ 643,037,940	$ 663,236,216	$ 745,080,753

JURUPA COMMUNITY SERVICES DISTRICT
CHANGES IN NET POSITION - ENTERPRISE OPERATIONS
Last Ten Fiscal Years

	2017	2018	2019	2020	2021
OPERATING REVENUES:					
Water revenues	$ 32,906,378	$ 37,386,704	$ 39,130,391	$ 40,285,444	$ 42,664,405
Sewer Revenues	17,779,196	19,402,012	20,092,289	20,643,836	21,499,516
Total Operating Revenues	50,685,574	56,788,716	59,222,680	60,929,280	64,163,921
OPERATING EXPENSES					
Source of supply	8,927,660	11,752,361	13,442,759	15,677,595	17,355,190
Pumping	317,521	376,135	364,691	405,296	397,918
Water treatment	1,557,694	1,745,925	699,656	841,458	1,930,750
Transmission and distribution	2,223,930	2,923,168	3,922,784	3,075,564	3,212,322
Sewage collection	2,136,235	3,361,591	2,738,005	2,996,073	2,596,538
Sewage treatment	9,380,600	8,407,348	8,698,544	7,027,284	9,337,330
Water system	-	-	-	-	-
Distribution	-	-	-	-	-
Technical Services	-	-	-	-	-
Wastewater system	-	-	-	-	-
Source control	-	-	-	-	-
Customer service	2,269,934	1,830,620	1,786,368	2,093,798	2,058,679
General administrative	8,784,816	9,682,399	7,971,699	12,293,812	10,758,168
CIP program	7,185	1,120,270	1,258,245	134,797	120,527
Operating and maintenance expense	965,884	3,311,453	3,560,168	1,616,230	1,733,701
Depreciation	(10,915,415)	(11,246,037)	(13,030,537)	(12,768,754)	(14,815,503)
Total Operating Expenses	47,486,874	55,757,307	57,473,456	58,930,661	64,316,626
Operating Income (loss)	3,198,700	1,031,409	1,749,224	1,998,619	(152,705)
NON-CAPITAL SUBSIDIES					
Transfers in/(out)	(134,513)	(151,056)	(157,601)	(144,848)	(189,950)
Property taxes	3,021,312	3,368,006	3,695,769	4,305,123	5,686,692
Total Non-Capital Subsidies	2,886,799	3,216,950	3,538,168	4,160,275	5,496,742
Operating income (loss) and non-capital subsidies	6,085,499	4,248,359	5,287,392	6,158,894	5,344,037
NON OPERATING REVENUES (EXPENSES)					
Facility fees	17,199,658	9,348,086	14,587,938	13,932,733	15,931,529
Grant revenues	-	-	-	-	-
Contributions in aid of construction	2,200,335	5,923,763	3,466,739	15,336,737	6,686,606
Capital cost reimbursement, net	-	-	-	-	-
Investment earnings (losses)	729,706	1,087,043	5,747,274	6,488,763	844,954
Interest income from leases	-	-	-	-	-
Interest income from interfund loan	-	-	18,751	32,173	62,740
Proceeds from sales of capital assets	26,867	17,935	6,710	43,771	-
Interest and fiscal charges	(1,250,140)	(2,114,851)	(2,097,269)	(3,807,805)	(3,200,352)
Total Non Operating Revenues (Expenses)	18,906,426	14,261,976	21,730,143	32,026,372	20,325,477
UNUSUAL OR INFREQUENT ITEMS					
Settlement revenues, net	-	-	-	-	-
Total Unusual or Infrequent Items	-	-	-	-	-
Change in Net Position	$ 24,991,925	$ 18,510,335	$ 27,017,535	$ 38,185,266	$ 25,669,514

Source: Jurupa Community Services District

JURUPA COMMUNITY SERVICES DISTRICT
CHANGES IN NET POSITION - ENTERPRISE OPERATIONS
Last Ten Fiscal Years

	2022	2023	2024	2025	2026
OPERATING REVENUES:					
Water revenues	$ 41,421,226	$ 40,764,548	$ 42,746,888	$ 46,466,528	$ 49,217,109
Sewer Revenues	22,468,265	23,102,831	23,224,639	24,432,818	25,400,223
Total Operating Revenues	63,889,491	63,867,379	65,971,527	70,899,346	74,617,332
OPERATING EXPENSES					
Source of supply	-	-	-	-	-
Pumping	-	-	-	-	-
Water treatment	-	-	-	-	-
Transmission and distribution	-	-	-	-	-
Sewage collection	-	-	-	-	-
Sewage treatment	-	-	-	-	-
Water system	16,458,706	20,025,920	18,733,152	21,091,829	21,008,992
Distribution	2,048,289	1,897,996	2,501,242	3,789,526	2,821,098
Technical Services	919,398	852,515	759,258	817,212	1,212,179
Wastewater system	2,039,601	1,908,178	2,073,665	2,066,918	-
Source control	10,211,782	10,109,651	11,069,894	10,851,016	14,377,025
Customer service	2,341,508	2,505,546	2,921,410	3,258,526	3,084,880
General administrative	10,832,491	17,285,678	17,714,016	22,258,871	20,937,345
CIP program	-	735,191	2,269	111,482	1,412,611
Operating and maintenance expense	4,026,041	2,758,392	3,101,787	(2,627,992)	2,586,659
Depreciation	(13,836,268)	(14,840,571)	(15,332,920)	(17,593,524)	(19,125,096)
Total Operating Expenses	62,714,084	72,919,638	74,209,613	79,210,912	86,565,885
Operating Income (loss)	1,175,407	(9,052,259)	(8,238,086)	(8,311,566)	(11,948,553)
NON-CAPITAL SUBSIDIES					
Transfers in/(out)	(185,086)	(154,229)	(598,980)	(503,978)	(335,797)
Property taxes	5,802,115	6,720,674	8,107,338	8,416,461	8,930,798
Total Non-Capital Subsidies	5,617,029	6,566,445	7,508,358	7,912,483	8,595,001
Operating income (loss) and non-capital subsidies	6,792,436	(2,485,814)	(729,728)	(399,083)	(3,353,552)
NON OPERATING REVENUES (EXPENSES)					
Facility fees	10,747,630	1,546,129	6,918,773	8,384,087	30,078,584
Grant revenues	-	-	3,701,284	3,518,854	29,075,203
Contributions in aid of construction	-	-	-	-	-
Capital cost reimbursement, net	-	-	-	2,431,550	5,915,953
Investment earnings (losses)	(4,576,339)	3,107,822	9,316,851	9,701,491	5,838,596
Interest income from leases	20,959	23,480	30,745	29,554	50,340
Interest income from interfund loan	59,462	56,053	52,508	48,821	44,986
Proceeds from sales of capital assets	80,000	9,500	-	22,203	57,427
Interest and fiscal charges	(3,045,995)	(2,936,698)	(2,830,914)	(2,736,180)	(2,594,958)
Total Non Operating Revenues (Expenses)	3,285,717	1,806,286	17,189,247	21,400,380	68,466,131
UNUSUAL OR INFREQUENT ITEMS					
Settlement revenues, net	-	-	-	-	2,197,392
Total Unusual or Infrequent Items	-	-	-	-	2,197,392
Change in Net Position	$ 10,078,153	$ (679,528)	$ 16,459,519	$ 21,001,297	$ 67,309,971

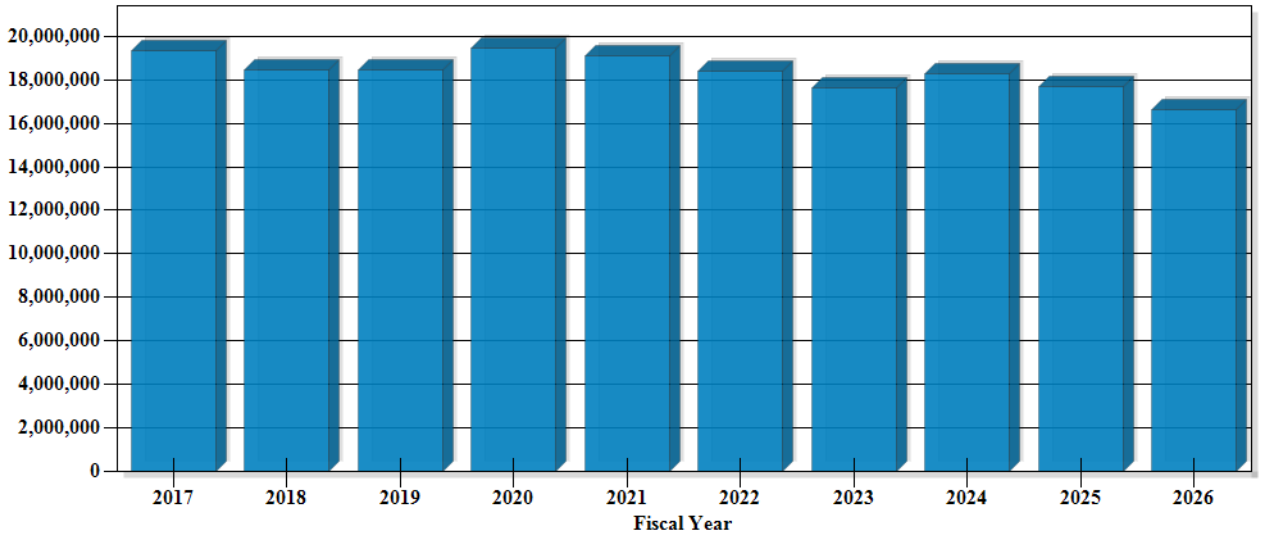
Source: Jurupa Community Services District

JURUPA COMMUNITY SERVICES DISTRICT
FUND BALANCES - GOVERNMENTAL FUNDS
Last Ten Fiscal Years

	Fiscal Year				
	2017	2018	2019	2020	2021
FUND BALANCES					
Eastvale parks	$ 16,520,923	$ 15,610,967	$ 15,340,356	$ 16,461,695	$ 16,299,590
Graffiti abatement	461,309	461,103	462,148	462,282	462,168
Illumination District No.2	305,202	284,179	308,161	346,002	413,389
Landscape and lighting	2,058,953	2,115,175	2,351,327	2,224,655	1,946,022
Total fund balances	$ 19,346,387	$ 18,471,424	$ 18,461,992	$ 19,494,634	$ 19,121,169
ALL OTHER GOVERNMENTAL FUNDS					
Unassigned, reported in:					
Streetlight Capital fund	-	-	(1,205,418)	(1,608,663)	(1,328,675)
Nonspendable	6,077	24,943	26,590	11,361	14,997
Total all other governmental funds	6,077	24,943	(1,178,828)	(1,597,302)	(1,313,678)
Total governmental funds	$ 19,352,464	$ 18,496,367	$ 17,283,164	$ 17,897,332	$ 17,807,491

	Fiscal Year				
	2022	2023	2024	2025	2026
FUND BALANCES					
Eastvale parks	$ 15,832,703	$ 16,660,957	$ 16,955,349	$ 16,253,507	$ 15,377,986
Graffiti abatement	463,527	463,527	460,847	463,476	463,477
Illumination District No.2	384,509	325,815	247,979	159,559	149,711
Landscape and lighting	1,718,019	156,399	629,282	822,204	663,818
Total fund balances	$ 18,398,758	$ 17,606,698	$ 18,293,457	$ 17,698,746	$ 16,654,992
ALL OTHER GOVERNMENTAL FUNDS					
Unassigned, reported in:					
Streetlight Capital fund	(1,245,123)	(1,158,229)	(1,067,859)	(973,875)	(876,131)
Nonspendable	16,304	-	56,842	30,899	29,493
Total all other governmental funds	(1,228,819)	(1,158,229)	(1,011,017)	(942,976)	(846,638)
Total governmental funds	$ 17,169,939	$ 16,448,469	$ 17,282,440	$ 16,755,770	$ 15,808,354

Fund Balances 10-Year Trend



JURUPA COMMUNITY SERVICES DISTRICT
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
Last Ten Fiscal Years

	Fiscal Year				
	2017	2018	2019	2020	2021
REVENUES					
Special assessments	8,871,387	9,542,254	10,009,927	10,457,652	10,618,952
Charges for services	2,322,781	2,522,409	2,624,881	4,689,103	982,988
Investment earnings	152,365	246,408	730,973	733,459	230,149
Facility fees	-	-	-	-	-
Interest income from leases	-	-	-	-	-
Grants and contributions	239,734	-	-	-	-
Other operating revenue	-	-	-	-	-
Total Revenues	11,586,267	12,311,071	13,365,781	15,880,214	11,832,089
EXPENDITURES					
Current:					
Park security and facility operations	-	-	1,628,645	1,737,432	1,048,074
Park and facility maintenance	-	-	3,431,409	3,013,188	7,505,999
Park recreation programs	-	-	1,598,755	1,225,219	621,323
Community services	-	-	342,487	330,951	875,850
General landscaping maintenance	-	-	2,597,707	2,332,831	-
Reservations	-	-	92,332	111,311	-
Internal programs	-	-	196,362	194,303	-
Administration	-	-	350,275	1,345,047	-
Eastvale parks	9,329,213	10,513,562	-	-	-
Graffiti abatement	193,612	199,332	219,629	216,759	249,987
Illumination District No. 2	254,931	305,172	260,284	254,043	228,159
Landscape and lighting	896,897	1,119,984	1,006,600	1,356,044	1,375,277
Capital outlay	338,236	1,195,353	3,024,400	3,242,861	96,933
Debt service:					
Principal	-	-	-	-	-
Interest and fiscal charges	-	-	-	50,924	110,278
Total Expenditures	11,012,889	13,333,403	14,748,885	15,410,913	12,111,880
OTHER FINANCING SOURCES (USES)					
Proceeds from sales of capital assets	2,985	15,180	12,300	19	-
Transfers in/(out)	134,513	151,056	157,601	144,848	189,950
Total Other Financing Sources (Uses)	137,498	166,236	169,901	144,867	189,950
Change in Fund Balances	710,876	(856,096)	(1,213,203)	614,168	(89,841)
Fund Balance at Beginning of Year	18,641,587	19,352,463	18,496,367	17,283,164	17,897,332
Fund Balance at End of Year	19,352,463	18,496,367	17,283,164	17,897,332	17,807,491
Debt service as a percentage of noncapital expenditures	-%	-%	-%	0.419%	1.249%

Source: Jurupa Community Services District

JURUPA COMMUNITY SERVICES DISTRICT
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
Last Ten Fiscal Years

	Fiscal Year				
	2022	2023	2024	2025	2026
REVENUES					
Special assessments	10,618,017	10,920,021	11,326,081	11,635,090	12,044,141
Charges for services	2,719,147	2,855,160	3,228,031	3,305,563	3,234,617
Investment earnings	74,300	114,915	492,879	519,947	272,670
Facility fees	-	74,140	934,760	-	292,775
Interest income from leases	104,140	140,669	53,827	51,864	50,123
Grants and contributions	-	-	5,999	679,044	-
Other operating revenue	171,648	238,965	271,974	14,017	9,512
Total Revenues	13,687,252	14,343,870	16,313,551	16,205,525	15,903,838
EXPENDITURES					
Current:					
Park security and facility operations	1,018,538	1,177,315	1,398,607	1,423,974	2,006,305
Park and facility maintenance	8,039,729	8,209,306	8,060,721	8,641,891	8,817,906
Park recreation programs	1,126,202	1,156,150	1,053,089	1,102,565	942,772
Community services	1,349,835	1,444,179	1,954,105	2,118,298	2,318,870
General landscaping maintenance	-	-	-	-	-
Reservations	-	-	-	-	-
Internal programs	-	-	-	-	-
Administration	-	-	-	-	-
Eastvale parks	-	-	-	-	-
Graffiti abatement	289,435	234,819	267,966	341,074	344,863
Illumination District No. 2	290,137	322,611	326,838	237,697	186,196
Landscape and lighting	1,027,772	1,966,602	377,697	466,126	601,878
Capital outlay	846,597	654,707	2,073,164	1,738,134	1,862,074
Debt service:					
Principal	12,702	43,711	69,788	37,450	37,202
Interest and fiscal charges	514,053	179,979	146,774	96,371	93,797
Total Expenditures	14,515,000	15,389,379	15,728,749	16,203,580	17,211,863
OTHER FINANCING SOURCES (USES)					
Proceeds from sales of capital assets	5,110	8,187	-	6,100	24,810
Transfers in/(out)	185,086	154,229	598,980	503,978	335,797
Total Other Financing Sources (Uses)	190,196	162,416	598,980	510,078	360,607
Change in Fund Balances	(637,552)	(883,093)	1,183,782	512,023	(947,418)
Fund Balance at Beginning of Year	17,807,491	17,169,939	15,059,967	16,243,749	16,755,772
Fund Balance at End of Year	17,169,939	16,286,846	16,243,749	16,755,772	15,808,354
Debt service as a percentage of noncapital expenditures	3.678%	1.440%	1.253%	0.868%	0.819%

Source: Jurupa Community Services District

JURUPA COMMUNITY SERVICES DISTRICT
CHANGES IN NET POSITION - ALL FUNDS
Last Ten Fiscal Years

	2017	2018	2019	2020	2021
EXPENSES					
Government Activities:					
Eastvale Parks	$ 11,878,981	$ 14,096,497	$ 13,123,612	$ 12,735,153	$ 10,907,866
Graffiti Abatement	193,613	199,332	219,630	216,759	249,987
Illumination district no. 2	254,932	305,172	260,284	254,044	228,159
Landscape and lighting	896,896	1,119,984	1,006,599	1,356,044	1,375,277
Streetlight capital fund	-	-	18,751	50,924	62,740
Total Government Activities Expenses	13,224,422	15,720,985	14,628,876	14,612,924	12,824,029
Business-Type Activities:					
Water	28,102,564	34,113,028	36,497,405	40,595,716	41,132,888
Wastewater	20,634,450	23,759,130	23,073,320	22,142,750	26,384,090
Total Business-type Activities Expenses	48,737,014	57,872,158	59,570,725	62,738,466	67,516,978
Total Primary Government Expenses	61,961,436	73,593,143	74,199,601	77,351,390	80,341,007
PROGRAM REVENUES					
Governmental Activities					
Charges for services:					
Eastvale parks	10,232,124	10,571,416	11,057,017	10,476,712	10,006,750
Graffiti abatement	101,842	100,843	101,044	100,134	100,085
Illumination district no. 2	212,871	209,149	209,266	209,118	212,546
Landscape & lighting	621,213	1,176,207	1,242,752	1,229,372	1,096,644
Streetlight capital fund	-	-	-	73,544	342,728
Capital contributions and grants	3,651,956	-	-	-	-
Total Governmental Activities Program Revenues	14,820,006	12,057,615	12,610,079	12,088,880	11,758,753
Business-type Activities					
Charges for services:					
Water	32,906,378	37,386,704	39,130,391	40,285,444	42,664,405
Wastewater	17,779,196	19,402,012	20,092,289	20,643,836	21,499,516
Capital Contributions and grants	19,399,993	15,271,849	18,054,677	29,269,470	22,618,135
Operating Contributions and grants	-	-	-	-	-
Total Business-type Activities Program Revenues	70,085,567	72,060,565	77,277,357	90,198,750	86,782,056
Total Primary Government Program Revenues	84,905,573	84,118,180	89,887,436	102,287,630	98,540,809
Net (expense)/revenue					
Governmental Activities	1,595,584	(3,663,370)	(2,018,797)	(2,524,044)	(1,065,276)
Business-type Activities	21,348,553	14,188,407	17,706,632	27,460,284	19,265,078
Total Primary Government Net Revenues	22,944,137	10,525,037	15,687,835	24,936,240	18,199,802

JURUPA COMMUNITY SERVICES DISTRICT
CHANGES IN NET POSITION - ALL FUNDS
Last Ten Fiscal Years

	2022	2023	2024	2025	2026
EXPENSES					
Government Activities:					
Eastvale Parks	$ 13,830,998	$ 15,233,750	$ 15,193,832	$ 16,478,689	$ 16,547,700
Graffiti Abatement	289,435	234,819	267,966	341,074	344,863
Illumination district no. 2	290,138	322,611	326,838	237,697	186,196
Landscape and lighting	1,027,772	1,966,602	377,697	466,126	601,878
Streetlight capital fund	59,462	56,053	52,508	48,821	44,986
Total Government Activities Expenses	15,497,805	17,813,835	16,218,841	17,572,407	17,725,623
Business-Type Activities:					
Water	39,042,037	48,490,127	48,475,044	52,392,531	57,243,924
Wastewater	26,718,042	27,366,209	28,565,483	29,554,587	31,916,919
Total Business-type Activities Expenses	65,760,079	75,856,336	77,040,527	81,947,118	89,160,843
Total Primary Government Expenses	81,257,884	93,670,171	93,259,368	99,519,525	106,886,466
PROGRAM REVENUES					
Governmental Activities					
Charges for services:					
Eastvale parks	12,086,764	12,922,633	13,754,397	3,253,245	3,133,898
Graffiti abatement	101,360	100,702	100,748	100,000	100,719
Illumination district no. 2	206,257	203,917	204,002	-	-
Landscape & lighting	799,769	404,982	405,914	-	-
Streetlight capital fund	143,014	142,947	142,878	-	-
Capital contributions and grants	1,967,427	4,661	5,999	679,044	3,846,726
Total Governmental Activities Program Revenues	15,304,591	13,779,842	14,613,938	4,032,289	7,081,343
Business-type Activities					
Charges for services:					
Water	41,421,226	40,764,548	42,746,888	46,466,528	49,217,109
Wastewater	22,468,265	23,102,831	23,224,639	24,432,844	25,400,223
Capital Contributions and grants	10,747,630	1,546,129	6,918,773	10,815,637	59,153,787
Operating Contributions and grants	-	-	3,701,284	3,518,854	5,915,953
Total Business-type Activities Program Revenues	74,637,121	65,413,508	76,591,584	85,233,863	139,687,072
Total Primary Government Program Revenues	89,941,712	79,193,350	91,205,522	89,266,152	146,768,415
Net (expense)/revenue					
Governmental Activities	(193,214)	(4,033,993)	(1,604,903)	(13,540,118)	(10,644,280)
Business-type Activities	8,877,042	(10,442,828)	(448,943)	3,286,745	50,526,229
Total Primary Government Net Revenues	8,683,828	(14,476,821)	(2,053,846)	(10,253,373)	39,881,949

JURUPA COMMUNITY SERVICES DISTRICT
CHANGES IN NET POSITION - ALL FUNDS
Last Ten Fiscal Years

	2017	2018	2019	2020	2021
General Revenues and Other Changes in Net Position					
Governmental Activities:					
Property Taxes	163,613	173,284	194,634	199,525	232,788
Investment earnings	152,365	246,408	473,590	575,327	186,388
Interest income from leases	-	-	-	-	-
Proceeds from sales of capital assets	-	-	-	-	-
Other Income	-	-	-	-	-
Transfers in/out	-	-	-	-	-
Total Governmental Activities:	315,978	419,692	668,224	774,852	419,176
Business-type Activities:					
Property Taxes	3,021,312	3,368,006	3,695,769	4,305,123	5,686,692
Investment earnings	729,706	1,087,043	5,747,274	6,488,763	844,954
Interest income from leases	-	-	-	-	-
Interest income from interfund loan	-	-	18,751	32,173	62,740
Proceeds from sales of capital assets	26,867	17,936	6,710	43,771	-
Transfers in/out	(134,513)	(151,056)	(157,601)	(144,848)	(189,950)
Total Business-type Activities:	3,643,372	4,321,929	9,310,903	10,724,982	6,404,436
Total Primary Government	3,959,350	4,741,621	9,979,127	11,499,834	6,823,612
Unusual or infrequent items					
Governmental Activities	-	-	-	-	-
Business-type Activities	-	-	-	-	-
Total Primary Government:	-	-	-	-	-
Changes in Net Position					
Governmental Activities	1,911,562	(3,243,678)	(1,350,573)	(1,749,192)	(646,100)
Business-type Activities	24,991,925	18,510,336	27,017,535	38,185,266	25,669,514
Total Primary Government	**$ 26,903,487**	**$ 15,266,658**	**$ 25,666,962**	**$ 36,436,074**	**$ 25,023,414**

Source: Jurupa Community Services District

JURUPA COMMUNITY SERVICES DISTRICT
CHANGES IN NET POSITION - ALL FUNDS
Last Ten Fiscal Years

	2022	2023	2024	2025	2026
General Revenues and Other Changes in Net Position					
Governmental Activities:					
Property Taxes	361,844	194,117	651,003	11,635,090	12,044,141
Investment earnings	178,439	157,128	492,879	519,947	272,670
Interest income from leases	-	42,212	53,827	51,864	50,123
Proceeds from sales of capital assets	-	-	-	6,100	24,810
Other Income	-	55,979	218,146	20,117	9,512
Transfers in/out	-	-	-	503,978	335,797
Total Governmental Activities:	540,283	449,436	1,415,855	12,737,096	12,737,053
Business-type Activities:					
Property Taxes	5,802,115	6,720,674	8,107,338	8,416,461	8,930,798
Investment earnings	(4,576,339)	3,107,822	9,316,851	9,701,491	5,838,596
Interest income from leases	20,959	23,480	30,745	29,554	50,340
Interest income from interfund loan	59,462	56,053	52,508	48,821	44,986
Proceeds from sales of capital assets	80,000	9,500	-	22,203	57,427
Transfers in/out	(185,086)	(154,229)	(598,980)	(503,978)	(335,797)
Total Business-type Activities:	1,201,111	9,763,300	16,908,462	17,714,552	14,586,350
Total Primary Government	1,741,394	10,212,736	18,324,317	30,451,648	27,323,403
Unusual or infrequent items					
Governmental Activities	-	-	-	-	-
Business-type Activities	-	-	-	-	2,197,392
Total Primary Government:	-	-	-	-	2,197,392
Changes in Net Position					
Governmental Activities	347,069	(3,584,557)	(189,048)	(803,022)	2,092,773
Business-type Activities	10,078,153	(679,528)	16,459,519	21,001,297	65,112,579
Total Primary Government	**$ 10,425,222**	**$ (4,264,085)**	**$ 16,270,471**	**$ 20,198,275**	**$ 67,205,352**

Source: Jurupa Community Services District

JURUPA COMMUNITY SERVICES DISTRICT
MONTHLY USAGE WATER RATE
Last Ten Calendar Years

Single-Family Residential Potable Water	2017	2018	2019	2020	2021	2022	2023	2024	2025	2026
Tier 1	$1.46	$1.49	$1.52	$1.06	$1.10	$1.14	$1.18	$1.22	$1.15	$1.21
Tier 2	1.85	1.89	1.93	2.67	3.03	2.85	3.03	3.03	2.44	2.56
Tier 3	2.13	2.18	2.22	3.14	3.56	3.34	3.56	3.56	3.64	3.82
Tier 4	2.38	2.43	2.48	3.34	3.79	3.56	3.79	3.79	4.00	4.20

Multi-Family Institutional Commercial & Industrial Potable Water	2017	2018	2019	2020	2021	2022	2023	2024	2025	2026
Tier 1	$-	$-	$-	$1.95	$2.01	$2.08	$2.15	$2.22	$2.12	$2.23

Irrigation (Potable)	2017	2018	2019	2020	2021	2022	2023	2024	2025	2026
Tier 1	$2.08	$2.16	$2.23	$2.05	$2.12	$2.19	$2.26	$2.33	$2.46	$2.58

Irrigation (Non-Potable)	2017	2018	2019	2020	2021	2022	2023	2024	2025	2026
All	$0.98	$1.02	$1.06	$1.32	$1.36	$1.41	$1.46	$1.51	$1.50	$1.58

Hydrant Meters	2017	2018	2019	2020	2021	2022	2023	2024	2025	2026
Tier 1	$2.67	$2.70	$2.73	$3.34	$3.45	$3.56	$3.67	$3.79	$4.00	$4.20
Tier 2	3.06	3.10	3.14	-	-	-	-	-	-	-
Tier 3	3.34	3.39	3.43	-	-	-	-	-	-	-
Tier 4	3.59	3.64	3.69	-	-	-	-	-	-	-

Source: Jurupa Community Services District

JURUPA COMMUNITY SERVICES DISTRICT
MONTHLY WATER AND SEWER SERVICE CHARGES
Last Ten Fiscal Years

Fixed Monthly Base Potable Water Rate by Meter Size

Meter Size	2017	2018	2019	2020	2021	2022	2023	2024	2025	2026
5/8 Inch	$28.68	$30.54	$32.51	$38.19	$39.34	$40.53	$41.75	$43.01	$48.05	$50.45
3/4 Inch	34.24	36.46	38.82	38.19	39.34	40.53	41.75	43.01	48.05	50.45
1 Inch	57.16	60.86	64.79	58.89	60.66	62.48	64.36	66.30	73.72	77.41
1-1/2 Inch	116.47	124.03	132.03	110.66	113.98	117.40	120.93	124.56	137.87	144.76
2 Inch	182.86	194.72	207.28	172.77	177.96	183.30	188.80	194.47	214.86	225.60
3 Inch	547.57	583.08	620.69	369.47	380.56	391.98	403.74	415.86	458.66	481.59
4 Inch	1,075.00	1,144.72	1,218.56	659.35	679.14	699.52	720.51	742.13	817.94	858.84
6 Inch	1,751.54	1,865.13	1,985.44	1,352.98	1,393.57	1,435.38	1,478.45	1,522.81	1,677.52	1,761.40
8 Inch	1,963.32	2,090.65	2,225.51	2,905.88	2,993.06	3,082.86	3,175.35	3,270.62	3,602.24	3,782.35
10 Inch	2,497.86	2,659.86	2,831.43	4,355.25	4,485.91	4,620.49	4,759.11	4,901.89	5,398.77	5,668.71

Fixed Monthly Sewer Rate

	2017	2018	2019	2020	2021	2022	2023	2024	2025	2026
Monthly	$24.89	$25.39	$25.90	$22.80	$23.72	$24.67	$25.66	$26.69	$26.18	$26.97

Source: Jurupa Community Services District

JURUPA COMMUNITY SERVICES DISTRICT
TEN LARGEST CUSTOMERS
Fiscal Years Ended June 30, 2026 and 2017

	Fiscal Year Ended June 30, 2026			
Customer Name	HCF of Water	% of Total HCF	Revenue	% of Total Revenue
1. MC Management	133,874	1.33%	$ 413,688	0.86 %
2. Metal Container Corporation	88,610	0.88%	258,362	0.53 %
3. Koss Oak Quarry LLC	127,270	1.26%	215,487	0.44 %
4. ZL Vernola LLC	24,851	0.25%	185,886	0.38 %
5. Del Real Foods	53,257	0.53%	117,042	0.24 %
6. Serafina HOA	51,324	0.51%	113,955	0.24 %
7. Lewis Homecoming	48,661	0.48%	101,277	0.21 %
8. Lewis Retail Center	26,313	0.26%	101,181	0.21 %
9. City of Jurupa Valley	27,365	0.27%	100,825	0.21 %
10. Bravo Estates	25,048	0.25%	73,467	0.15 %
	606,573	6.02%	$ 1,681,170	3.47 %

	Fiscal Year Ended June 30, 2017			
Customer Name	HCF of Water	% of Total HCF	Revenue	% of Total Revenue
1. Del Real Foods	81,222	0.90%	$ 744,819	2.38 %
2. Metal Container Corporation	107,837	1.20%	715,716	2.29 %
3. Lewis Homecoming	83,123	0.92%	580,977	1.86 %
4. MC Management	121,165	1.34%	305,847	0.98 %
5. Serafina HOA	42,053	0.47%	262,539	0.84 %
6. Koss Oak Quarry LLC	205,316	2.28%	220,295	0.70 %
7. Bravo Estates	31,835	0.35%	202,134	0.65 %
8. Lewis Retail Center	29,495	0.33%	200,389	0.64 %
9. Millard Refrigerated Services	32,213	0.36%	198,437	0.63 %
10. CNUSD Roosevelt HS	25,686	0.28%	99,760	0.32 %
	759,945	8.43%	$ 3,530,913	11.29 %

Source: Jurupa Community Services District

*Ranking based on revenue

JURUPA COMMUNITY SERVICES DISTRICT
ANNUAL WATER REVENUES
Last Ten Fiscal Years

Revenue Source	2017	2018	2019	2020	2021
Residential water sales	$ 11,496,192	$ 12,413,740	$ 11,907,449	$ 13,294,074	$ 16,948,460
Commercial water sales	2,585,272	2,871,798	2,768,607	3,185,586	3,077,009
Irrigation water sales	2,434,129	2,851,897	2,659,145	2,577,812	2,747,769
Wholesale & other water sales	282,963	871,800	257,856	250,189	237,781
Agricultural (non-potable)	161,344	340,656	314,163	358,155	422,386
Monthly meter service charge	14,806,557	16,771,715	18,346,768	19,350,067	18,849,110
Other charge & services	1,046,193	1,149,806	1,352,093	772,668	164,857
Investment earnings	551,861	791,375	4,232,167	4,820,322	2,294,978
Property taxes	-	-	-	-	-
Lease revenue	-	-	-	-	-
Other operating income	93,728	115,291	1,524,310	496,893	217,033
	$ 33,458,239	$ 38,178,078	$ 43,362,558	$ 45,105,766	$ 44,959,383

Revenue Source	2022	2023	2024	2025	2026
Residential water sales	$ 15,723,998	$ 13,875,908	$ 14,039,551	$ 16,083,023	$ 15,973,094
Commercial water sales	3,116,926	2,917,559	3,101,148	3,425,581	3,125,621
Irrigation water sales	2,647,037	2,236,743	2,186,352	2,859,676	2,850,545
Wholesale & other water sales	140,373	181,272	152,430	118,649	373,581
Agricultural (non-potable)	440,154	436,138	360,596	385,740	386,875
Monthly meter service charge	18,739,471	19,441,589	20,613,540	22,185,984	24,467,027
Other charge & services	449,330	1,155,469	1,448,034	1,260,316	1,268,893
Investment earnings	(2,925,381)	2,082,736	6,114,120	6,305,917	3,865,568
Property taxes	-	-	-	3,000,000	3,000,000
Lease revenue	-	-	-	-	431,788
Other operating income	127,354	462,107	765,789	78,322	339,685
	$ 38,459,262	$ 42,789,521	$ 48,781,560	$ 55,703,208	$ 56,082,677

Source: Jurupa Community Services District

JURUPA COMMUNITY SERVICES DISTRICT
DIRECT AND OVERLAPPING PROPERTY TAX RATES
Last Ten Fiscal Years

Fiscal Year	General	Corona-Norco Unified School District General Obligation	Jurupa Unified School District General Obligation	Riverside Community College General Obligation	Metropolitan Water District General Obligation
2026	1.00000	0.09000	0.08000	0.02767	0.00700
2025	1.00000	0.09000	0.06000	0.01230	0.00700
2024	1.00000	0.09766	0.07801	0.01470	0.00350
2023	1.00000	0.09925	0.08610	0.01470	0.00350
2022	1.00000	0.09914	0.10074	0.01470	0.00350
2021	1.00000	0.09818	0.10220	0.01470	0.00350
2020	1.00000	0.09387	0.10192	0.01476	0.00350
2019	1.00000	0.09034	0.08717	0.01478	0.00350
2018	1.00000	0.08313	0.09633	0.01616	0.00350
2017	1.00000	0.09416	0.10279	0.01649	0.00350

Source: WEBB Municipal Finance, LLC

JURUPA COMMUNITY SERVICES DISTRICT
DEBT COVERAGE RATIO
Last Ten Fiscal Years

	2017	2018	2019	2020	2021
REVENUES					
Water revenues	$ 32,812,650	$ 37,271,413	$ 37,606,081	$ 39,788,551	$ 42,447,372
Sewer revenues	17,779,196	19,402,012	20,092,289	20,643,836	21,499,516
Investment earnings	1,309,827	1,835,447	3,302,790	4,883,124	3,518,751
Property taxes	3,021,312	3,368,006	3,695,769	4,305,123	5,686,692
Grant revenues	-	-	-	-	-
Settlement revenues	-	-	-	-	-
Other Revenue	-	-	3,620,009	1,832,370	-
Total Revenues	54,922,985	61,876,878	68,316,938	71,453,004	73,152,331
EXPENSES					
Source of supply	12,417,801	13,830,391	12,335,800	16,551,480	17,355,190
Pumping	317,521	376,135	364,691	405,295	397,918
Water treatment	1,557,694	1,745,925	699,656	841,458	1,930,750
Transmission and distribution	2,223,930	2,923,168	3,922,784	3,075,564	3,212,322
Sewage collection	2,136,235	3,361,591	2,738,005	2,996,073	2,596,538
Sewage treatment	9,380,600	8,407,348	8,698,544	7,027,284	9,337,330
Water system	-	-	-	-	-
Distribution	-	-	-	-	-
Technical services	-	-	-	-	-
Wastewater system	-	-	-	-	-
Source control	-	-	-	-	-
Customer service	2,269,934	1,830,620	1,786,368	2,093,798	2,058,679
General administrative	9,663,031	12,776,651	11,336,667	13,715,886	12,205,593
Operations and maintenance	7,185	1,120,268	1,258,245	134,797	120,527
Other expenses, net	703,199	1,583,643	-	-	2,870,250
CIP Program	-	-	-	-	-
Total Expenses	40,677,130	47,955,740	43,140,760	46,841,635	52,085,097
Net Revenues	14,245,855	13,921,138	25,176,178	24,611,369	21,067,234
DEBT SERVICE					
Principal	1,885,895	1,871,871	1,797,272	3,331,838	2,429,474
Interest	1,228,649	2,093,405	2,097,873	3,800,704	3,200,353
Total Debt Service	3,114,544	3,965,276	3,895,145	7,132,542	5,629,827
Net Revenues after Debt Service	$ 11,131,311	$ 9,955,862	$ 21,281,033	$ 17,478,827	$ 15,437,407
Debt Service Coverage Ratio	4.57	3.51	6.46	3.45	3.74

Source: Jurupa Community Services District

JURUPA COMMUNITY SERVICES DISTRICT
DEBT COVERAGE RATIO
Last Ten Fiscal Years

	2022	2023	2024	2025	2026
REVENUES					
Water revenues	$ 41,257,288	$ 40,244,679	$ 41,911,862	$ 46,318,969	$ 49,217,109
Sewer revenues	22,468,265	23,102,831	23,224,639	24,432,818	25,400,223
Investment earnings	1,631,820	3,163,875	9,369,358	9,701,491	5,838,596
Property taxes	5,802,115	6,720,674	8,107,338	8,416,461	8,930,798
Grant revenues	-	-	3,701,284	3,518,854	29,075,203
Settlement revenues	-	-	-	-	2,197,392
Other Revenue	-	57,762	1,205,910	3,221,623	152,753
Total Revenues	71,159,488	73,289,821	87,520,391	95,610,216	120,812,074
EXPENSES					
Source of supply	-	-	-	-	-
Pumping	-	-	-	-	-
Water treatment	-	-	-	-	-
Transmission and distribution	-	-	-	-	-
Sewage collection	-	-	-	-	-
Sewage treatment	-	-	-	-	-
Water system	18,217,237	21,534,342	21,675,451	23,903,090	21,008,992
Distribution	3,247,281	3,695,223	2,501,242	3,789,526	2,821,098
Technical services	919,398	852,515	759,258	817,212	1,212,179
Wastewater system	2,039,601	1,994,957	2,073,665	2,066,918	-
Source control	10,211,782	10,109,651	11,069,894	10,851,016	14,377,025
Customer service	2,341,508	2,505,546	3,310,151	2,982,727	3,084,880
General administrative	10,345,867	16,896,668	16,494,547	19,648,517	20,937,345
Operations and maintenance	2,854,654	475,520	4,300,378	916,163	2,586,659
Other expenses, net	6,323,682	53,898	-	-	-
CIP Program	-	735,191	2,269	111,482	1,412,611
Total Expenses	56,501,010	58,853,511	62,186,855	65,086,651	67,440,789
Net Revenues	14,658,478	14,436,310	25,333,536	30,523,565	53,371,285
DEBT SERVICE					
Principal	3,372,430	3,530,805	3,690,434	3,734,303	3,869,333
Interest	3,045,993	2,930,952	2,849,205	2,620,115	2,594,958
Total Debt Service	6,418,423	6,461,757	6,539,639	6,354,418	6,464,291
Net Revenues after Debt Service	$ 8,240,055	$ 7,974,553	$ 18,793,897	$ 24,169,147	$ 46,906,994
Debt Service Coverage Ratio	2.28	2.23	3.87	4.80	8.26

Source: Jurupa Community Services District

JURUPA COMMUNITY SERVICES DISTRICT
OUTSTANDING DEBT BY TYPE
Last Ten Fiscal Years
(Dollars in Thousands, Except Per Capita)

Fiscal Year	Leases	Subscriptions	**Total Governmental Activities**	Bonds	Loans	Leases	Subscriptions	**Total Business-type Activities**	**Total Primary Government**	Population	Per Capita
2026	$ 2,154	$ 7	**$ 2,161**	$ 43,277	$ 40,090	$ 24	$ 124	**$ 83,515**	**$ 85,676**	175,924	$ 487
2025	2,188	10	**2,198**	45,178	27,268	40	171	**72,657**	**74,855**	175,727	426
2024	2,222	52	**2,274**	46,994	29,232	25	767	**77,018**	**79,292**	174,810	454
2023	2,255	27	**2,282**	48,749	31,167	40	738	**80,694**	**82,976**	174,497	476
2022	2,574	-	**2,574**	50,440	33,011	21	-	**83,472**	**86,046**	175,313	491
2021	-	-	**-**	52,021	34,848	-	-	**86,869**	**86,869**	175,723	494
2020	-	-	**-**	52,687	36,658	-	-	**89,345**	**89,345**	171,726	520
2019	-	-	**-**	57,177	38,413	-	-	**95,590**	**95,590**	172,396	554
2018	-	-	**-**	58,709	39,103	-	-	**97,812**	**97,812**	170,909	572
2017	-	-	**-**	60,175	6,579	-	-	**66,754**	**66,754**	165,928	402

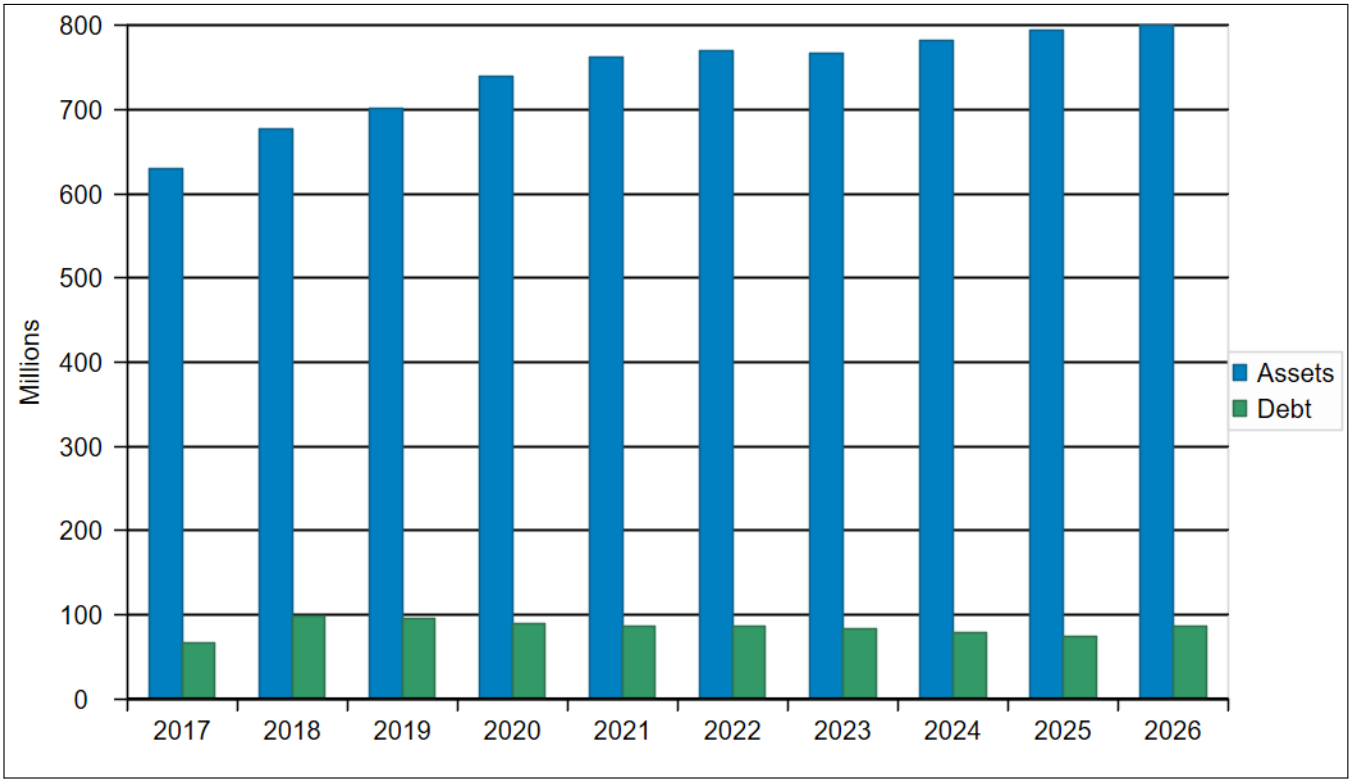
* City of Eastvale incorporated on October 1, 2010, City of Jurupa Valley incorporated on July 1, 2011

Source: Jurupa Community Services District

JURUPA COMMUNITY SERVICES DISTRICT
TOTAL DEBT TO ASSETS RATIO
For the Years Ended June 30, 2026
Last Ten Fiscal Years

	2017	2018	2019	2020	2021
Assets ($)	630,211,886	677,410,313	701,849,150	739,644,826	763,313,352
Debt ($)	66,753,688	97,811,583	95,589,893	89,344,098	86,868,913
Ratio (%)	10.59	14.44	13.62	12.08	11.38

	2022	2023	2024	2025	2026
Assets ($)	770,286,934	767,438,135	781,951,225	793,588,478	897,259,808
Debt ($)	86,045,911	82,976,477	79,292,632	74,854,721	85,675,688
Ratio (%)	11.17	10.81	10.14	9.43	9.55



Source: Jurupa Community Services District

JURUPA COMMUNITY SERVICES DISTRICT
DIRECT AND OVERLAPPING DEBT
June 30, 2026

I. Assessed Value

2025-2026 Assessor's Net Assessed Valuation of the Jurupa Community Services District, dated August 20, 2025		$ 26,574,236,990 (1)

II. Land Secured Bond Indebtedness

Outstanding Direct and Overlapping Bonded Debt	% Applicable	Debt as of June 30, 2026
JURUPA COMMUNITY SERVICES DISTRICT (JCSD) COMMUNITY FACILITIES DISTRICTS	100.00 %	$ 262,715,239 (2)
JURUPA UNIFIED SCHOOL DISTRICT COMMUNITY FACILITIES DISTRICTS WITHIN JCSD BOUNDARY	33.37% - 100% (3)	$ 97,560,580 (4)
CORONA-NORCO UNIFIED SCHOOL DISTRICT COMMUNITY FACILITIES DISTRICTS WITHIN JCSD BOUNDARY	100.00 %	$ 67,933,527 (5)
CALIFORNIA MUNICIPAL FINANCE AUTHORITY (CMFA) COMMUNITY FACILITIES DISTRICTS	100.00 %	$ 3,765,000 (6)
TOTAL OUTSTANDING DIRECT AND OVERLAPPING BONDED DEBT		$ 431,974,346

III. General Obligation Bond Indebtedness

Outstanding Direct and Overlapping Bonded Debt	% Applicable	Debt as of June 30, 2026
CORONA-NORCO UNIFIED SCHOOL DISTRICT	23.568 %	$ 123,300,094 (7)
JURUPA UNIFIED SCHOOL DISTRICT	73.909 %	$ 143,628,219 (8)
METROPOLITAN WATER DISTRICT	0.625 %	$ 100,329 (9)
RIVERSIDE COMMUNITY COLLEGE	15.437 %	$ 72,626,454 (10)
TOTAL OVERLAPPING GENERAL FUND DEBT		$ 339,655,096

IV. Long Term Debt

Long Term Debt	% Applicable	Debt as of June 30, 2026
JCSD 2020 SEWER REVENUE REFUNDING BONDS	100.00 %	$ 230,000 (11)
JCSD 2010B SEWER CERTIFICATES OF PARTICIPATION	100.00 %	$ 23,605,000 (12)
JCSD 2020 WATER REVENUE REFUNDING BONDS	100.00 %	$ 1,810,000 (13)
JCSD 2010B WATER CERTIFICATES OF PARTICIPATION	100.00 %	$ 17,470,000 (14)
WESTERN RIVERSIDE COUNTY REGIONAL WASTEWATER AUTHORITY STATE REVOLVING FUND LOAN	100.00 %	$ 21,969,651 (15)
WESTERN MUNICIPAL WATER DISTRICT LOAN	100.00 %	$ 3,241,805 (16)
LEASES	100.00 %	2,177,799 (17)
SUBSCRIPTIONS	100.00 %	130,786 (18)
TOTAL LONG TERM DEBT		$ 70,635,041

TOTAL OF ALL OUTSTANDING DIRECT AND OVERLAPPING BONDED DEBT (19)	$ 842,264,483

V. Ratios to 2025-2026 Assessed Valuation and Percent Applicable

	% Applicable	V-to-L Ratio
Land Secured Bond Indebtedness	97.06	61.52:1
General Obligation Bond Indebtedness	28.21	78.24:1
Long Term Debt	100.00	376.22:1
Total Debt	48.98	31.55:1

See Direct and Overlapping Debt Endnotes for a complete list of references cited in this table.

JURUPA COMMUNITY SERVICES DISTRICT
DIRECT AND OVERLAPPING DEBT
June 30, 2026

ENDNOTES

Sources

[1]2025-2026 Assessor's Net Total Assessed Valuation	Riverside County Auditor-Controller for FY 2025-2026
[2]Jurupa Community Services District Community Facilities Districts	Webb Municipal Finance, LLC. and Jurupa Community Services District
[3]JUSD CFD No. 14 was issued in April 2022, but only 33.37% of the issued debt is within the Jurupa Community Services District Boundary.	Key Analytics and California Municipal Statistics, Inc.
[4]Jurupa Unified School District Community Facilities Districts within JCSD boundary	Key Analytics
[5]Corona-Norco Unified School District Community Facilities Districts within JCSD boundary	Key Analytics
[6]California Municipal Finance Authority Community Facilities District No. 2021-18 and Community Facilities District No. 2022-13	California Municipal Statistics, Inc.
[7]Corona-Norco Unified School District General Obligation Bonds	California Municipal Statistics, Inc.
[8]Jurupa Unified School District General Obligation Bonds	Jurupa Unified School District and California Municipal Statistics, Inc.
[9]Metropolitan Water District General Obligation Funds	Webb Municipal Finance, LLC and Metropolitan Water District
[10]Riverside Community College General Obligation Bonds	California Municipal Statistics, Inc.
[11]JCSD 2020A Sewer Revenue Refunding Bonds	Fieldman, Rolapp & Associates, Inc.
[12] JCSD 2010B Sewer Certificates of Participation	Fieldman, Rolapp & Associates, Inc.
[13]JCSD 2020A Water Revenue Refunding Bonds	Fieldman, Rolapp & Associates, Inc.
[14]JCSD 2010B Water Certificates of Participation	Fieldman, Rolapp & Associates, Inc.
[15] Western Riverside County Regional Wastewater Authority	Jurupa Community Services District
[16]Western Municipal Water District Loan	Jurupa Community Services District
[17]Liability under GASB Statement No. 87 Leases	Jurupa Community Services District
[18]Liability under GASB Statement No. 96 Subscription-Based Information Technology Arrangements	Jurupa Community Services District
[19]As of the date above, WEBB Municipal Finance, LLC is not aware of any additional bonded debt for parcels in the District for the referenced Fiscal Year 2025-2026	

Source: WEBB Municipal Finance, LLC

JURUPA COMMUNITY SERVICES DISTRICT
DEMOGRAPHIC STATISTICS
Last Ten Calendar Years

Calendar Year	Riverside County Population	Growth (%)	City of Eastvale Population	Growth (%)	City of Jurupa Valley Population	Growth (%)
2026	2,506,824	0.4 %	70,575	1.1 %	105,349	(0.5)%
2025	2,495,640	2.2 %	69,799	1.3 %	105,928	1.2 %
2024	2,442,378	0.6 %	68,884	(0.3)%	104,721	0.1 %
2023	2,428,580	- %	69,123	(1.0)%	104,599	(0.5)%
2022	2,427,832	0.4 %	69,797	(0.9)%	105,117	0.0 %
2021	2,419,165	0.3 %	70,401	1.4 %	105,120	0.5 %
2020	2,412,908	0.8 %	69,455	1.7 %	104,640	0.7 %
2019	2,394,094	0.8 %	68,300	0.7 %	103,874	1.1 %
2018	2,375,547	0.9 %	67,793	1.6 %	102,742	1.9 %
2017	2,355,286	- %	66,738	- %	100,783	- %

Notes:

(1) City of Eastvale incorporated on October 1, 2010

(2) City of Jurupa Valley incorporated on July 1, 2011

Source: California Department of Finance

JURUPA COMMUNITY SERVICES DISTRICT
ECONOMIC STATISTICS
Last Ten Fiscal Years

Year	Population[1]- Eastvale* & Jurupa Valley**	Personal Income in Thousands	Per Capital Personal Income[2]	Median Age[3]	Unemployment Rate[4]
2026	175,924	5,527,708	$31,421	36	5.4%
2025	175,727	5,245,916	$29,853	35	5.9%
2024	173,605	5,946,499	$34,253	35	5.0%
2023	173,722	5,434,974	$31,285	33	4.0%
2022	174,914	5,078,420	$29,034	33	8.0%
2021	175,521	4,787,618	$27,277	33	14.3%
2020	174,095	4,658,368	$26,758	36	4.3%
2019	172,174	4,158,536	$24,153	32	4.7%
2018	170,535	4,122,667	$24,175	32	5.5%
2017	167,521	3,907,639	$23,326	31	6.7%

Notes:

* City of Eastvale incorporated on October 1, 2010

** City of Jurupa Valley incorporated on July 1, 2011

Sources:

(1) Population - California Department of Finance

(2) Per Capita Personal Income - US Census Bureau

(3) Median Age - US Census Bureau

(4) Unemployment Rate - US Bureau of Labor Statistics

JURUPA COMMUNITY SERVICES DISTRICT
PRINCIPAL EMPLOYERS
Current Year and Nine Years Ago

	2017		2026	
Employer	Number of Employees	Percentage of Total Employment	Number of Employees	Percentage of Total Employment
County of Riverside	22,538	2.29%	26,972	2.43%
Amazon	7,500	0.76%	15,000	1.35%
University of California, Riverside	8,686	0.88%	9,680	0.87%
March Air Reserve Base	8,500	0.86%	8,021	0.72%
State of California			7,786	0.70%
Kaiser Permanente Riverside Medical Center	5,739	0.58%		
Riverside Unified School District	4,236	0.43%		
Pechanga Resort & Casino	4,000	0.41%		
Riverside University Health Systems - Medical Center	3,876	0.39%		
Walmart			5,712	0.51%
Temecula Valley Unified School District			5,143	0.46%
Moreno Valley Unified School District			5,071	0.46%
WINCO Holdings Inc.			4,791	0.43%
Corona-Norco Unified School District	5,399	0.55%	4,521	0.41%
Eisenhower Medical Center	3,665	0.37%		
Total	74,139	7.52%	92,697	8.34%

Sources: County of Riverside, Riverside County Office of Economic Development

JURUPA COMMUNITY SERVICES DISTRICT
NUMBER OF AUTHORIZED EMPLOYEES
Full-Time and Part-Time Employees as of June 30,

	2017	2018	2019	2020	2021	2022	2023	2024	2025	2026
Administration	5.0	4.0	4.0	4.0	4.0	6.0	6.0	5.0	5.0	6.0
Asset Reliability	-	-	-	-	-	14.5	14.5	14.0	14.0	10.0
Community Affairs	-	-	-	-	-	5.0	5.0	5.0	5.0	5.5
Customer Service	14.0	13.0	13.0	13.0	13.0	12.0	12.0	12.0	12.0	12.0
Engineering	11.0	12.0	12.0	12.0	12.0	17.0	17.0	34.5	34.5	31.0
Finance	11.0	11.0	11.0	13.0	13.0	13.0	13.0	14.0	14.0	13.5
Human Resources	3.0	4.0	4.0	4.0	4.0	5.0	5.0	6.0	6.0	6.5
IT	8.0	9.0	9.0	9.0	9.0	9.0	9.0	11.0	11.0	8.0
Operations Technology	-	-	-	-	-	-	-	-	-	7.0
Parks	30.0	30.0	33.0	34.0	34.0	29.0	29.0	31.5	31.5	31.0
Sewer	18.0	18.0	18.0	18.0	18.0	-	-	-	-	-
Source Control	-	-	-	-	-	10.0	10.0	11.0	11.0	12.0
Utility Services	-	-	-	-	-	25.0	25.0	25.5	24.5	26.0
Water	49.5	49.5	51.5	51.5	51.5	-	-	-	-	-
Water Systems	-	-	-	-	-	19.0	19.0	22.5	22.5	25.5
Total Employees	149.5	150.5	155.5	158.5	158.5	164.5	164.5	192.0	191.0	194.0

Source: Jurupa Community Services District Budgets

JURUPA COMMUNITY SERVICES DISTRICT
WATER PRODUCTION SOURCES (AF)
Last Ten Fiscal Years

Fiscal Year	Chino Basin (Potable)	Chino Basin (Non-Potable)	Temescal Basin (Non-Potable)	Riverside Basin (Non-Potable)	Chino Desalter Authority	Purchased	Total Production
2025-26	10,519	151	0	147	11,646	3,080	25,543
2024-25	11,001	85	0	354	12,046	3,107	26,593
2023-24	7,661	196	0	365	12,857	2,856	23,935
2022-23	7,387	163	0	410	11,841	3,068	22,869
2021-22	12,022	229	0	579	11,877	1,874	26,581
2020-21	10,969	291	0	527	11,822	4,835	28,444
2019-20	12,526	266	0	498	10,207	3,480	26,977
2018-19	13,661	266	0	484	9,352	917	24,680
2017-18	14,942	281	271	514	8,668	2,965	27,641
2016-17	10,670	238	140	474	8,223	4,693	24,438

Source: Jurupa Community Services District

JURUPA COMMUNITY SERVICES DISTRICT
WATER PRODUCTION MONTHLY (AF)
Last Ten Fiscal Years

Month	2016-17	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26
July	2,669	3,039	3,144	2,954	3,199	3,064	2,798	2,779	2,855	2,877
August	2,841	3,034	3,080	3,035	3,298	2,816	2,864	2,579	2,969	2,929
September	2,488	2,692	2,715	2,797	2,954	2,633	2,526	2,296	2,666	2,519
October	2,125	2,682	2,215	2,621	2,661	2,216	2,160	2,198	2,507	2,106
November	1,549	2,138	2,016	2,154	2,004	2,044	1,628	1,962	2,086	1,481
December	1,304	2,156	1,357	1,352	1,921	1,413	1,454	1,677	1,925	1,500
January	948	1,789	1,270	1,533	1,657	1,524	1,121	1,360	1,784	1,511
February	907	1,602	904	1,834	1,468	1,743	1,304	1,044	1,363	1,410
March	2,378	1,365	1,267	1,453	1,696	2,018	1,128	1,255	1,521	2,124
April	2,136	2,121	2,098	1,603	2,271	2,150	1,740	1,575	2,020	2,116
May	2,427	2,352	1,998	2,737	2,525	2,418	1,913	2,116	2,332	2,454
June	2,666	2,671	2,616	2,904	2,790	2,542	2,233	3,094	2,565	2,516

Source: Jurupa Community Services District



www.JCSD.us

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