CONTRA COSTA
COMMUNITY COLLEGE DISTRICT
RETIREMENT FUTURIS
PUBLIC ENTITY INVESTMENT TRUST

FINANCIAL STATEMENTS
June 30, 2018 and 2017

CONTRA COSTA COMMUNITY COLLEGE DISTRICT
RETIREMENT FUTURIS PUBLIC ENTITY INVESTMENT TRUST

FINANCIAL STATEMENTS
June 30, 2018 and 2017

CONTENTS

INDEPENDENT AUDITOR'S REPORT

The Board of Trustees
Contra Costa Community College District
Retirement Futuris Public Entity Investment Trust
Martinez, California

Report on the Financial Statements

We have audited the accompanying financial statements of Contra Costa Community College District Retirement Futuris Public Entity Investment Trust (the "Trust"), a fiduciary fund of Contra Costa Community College District (the "District") as of and for the years ended June 30, 2018 and 2017, and the related notes to the financial statements, which collectively comprise the Trust's financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits 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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

(Continued)

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Contra Costa Community College District Retirement Futuris Public Entity Investment Trust, a fiduciary fund of Contra Costa Community College District, as of June 30 2018 and 2017 and the change in its financial position for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note 1, the financial statements present only the District's Trust, and do not purport to, and do not, present fairly the financial position of the Contra Costa Community College District, as of June 30, 2018 and 2017, the change in its financial position, or where applicable, its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Required Supplementary Information, such as the Schedule of Changes in Net OPEB Liability and Related Ratios, and Schedule of Money-Weighted Rate of Return of OPEB Plan Investments on pages 9 - 11, be presented to supplement the financial statements. Such information, although not a part of the financial statements, is required by Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing 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 financial statements, and other knowledge we obtained during our audit of the financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 19, 2018 on our consideration of the District's internal control over financial reporting and on our test of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters for the Trust. 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 for the Trust. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Contra Costa Community College District's internal control over financial reporting and compliance for the Trust.

Crowe LLP

Crowe LLP

Sacramento, California
December 19, 2018

CONTRA COSTA COMMUNITY COLLEGE DISTRICT
RETIREMENT FUTURIS PUBLIC ENTITY INVESTMENT TRUST
STATEMENTS OF TRUST NET POSITION
As of June 30, 2018 and 2017

	2018	2017
ASSETS		
Cash	$ 3,773	$ 3,098
Investments:		
Mutual funds – fixed income	42,058,005	36,808,258
Mutual funds – equity	59,617,614	50,516,953
Mutual funds – real estate	6,086,683	8,512,260
Receivables	57	253
Total assets	107,766,132	95,840,822
LIABILITIES		
Total liabilities	-	-
NET POSITION		
Net position restricted for other postemployment benefits	$ 107,766,132	$ 95,840,822

The accompanying notes are an integral part of these financial statements.

CONTRA COSTA COMMUNITY COLLEGE DISTRICT
RETIREMENT FUTURIS PUBLIC ENTITY INVESTMENT TRUST
STATEMENTS OF CHANGE IN TRUST NET POSITION
For the Year Ended June 30, 2018 and 2017

`

	2018	2017
Additions		
Net investment income:		
Dividends and other income	$ 3,947,053	$ 2,836,311
Realized and unrealized losses, net	3,114,640	7,607,497
Investment fees	(355,956)	(302,333)
Total net investment income	6,705,737	10,141,475
Employer contributions	16,362,461	16,414,515
Total additions	23,068,198	26,555,990
Deductions		
Employer retiree benefits	11,142,888	10,714,315
Change in net position	11,925,310	15,841,675
Net position restricted for other postemployment benefits:		
Net position, beginning of the year	95,840,822	79,999,147
Net position, end of the year	$ 107,766,132	$ 95,840,822

The accompanying notes are an integral part of these financial statements.

NOTE 1 – ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The following information of the Contra Costa Community College District Retirement Futuris Public Entity Investment Trust (the "Trust"), a fiduciary fund of the Contra Costa Community College District (the "District"), provides only general information of the Trust's provisions. Readers should refer to the Trust agreement for a more complete description. These financial statements include only the resources of the Trust and are not intended to present fairly the financial position and results of operations of the District in compliance with accounting principles generally accepted in the United States of America.

Organization: The other postemployment benefit plan (the “Plan”) is a contributory single-employer defined benefit healthcare plan trust administered by the Contra Costa Community College District through a third party. The Plan provides medical insurance benefits to eligible retirees and their dependents. The Trust is a governmental plan that is not subject to the provisions of the Employee Retirement Income Security Act of 1974 (ERISA).

Basis of Accounting: The accompanying financial statements are presented on the accrual basis of accounting. Contributions are recognized as revenue in the period in which contributions are due, pursuant to formal commitments as well as statutory or contractual commitments. Benefits and refunds of contributions are recognized when due and payable under the provisions of the Trust.

The financial statements of the Trust have been prepared in accordance with accounting principles generally accepted (GAAP) in the United States of America. In the U.S. the Governmental Accounting Standards Board (GASB) is the established and recognized standard-setting body for governmental accounting and financial reporting. The financial statements have been prepared consistent with GASB Codification Po50, *Postemployment Benefit Plans Other than Pension Plans.*

Funded Status and Funding Progress: Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, investment returns, mortality and the healthcare cost trend. Amounts determined regarding the funded status of the Trust and the annual required contributions of the District are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future.

Plan Description: The District provides medical insurance benefits to eligible retirees and their dependents. Eligible requirements and benefits may vary according to hire date. The District provides the OPEB benefits through a single employer defined benefit OPEB plan that is administered by Benefit Trust Company. OPEB provisions are established and amended per contractual agreement with employee groups.

(Continued)

NOTE 1 – ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The following summarizes the benefits provided under the current ***retiree benefit plan***:

	Faculty	Classified	Management
Applies to	Hired<7/1/84	Hired<7/1/84	Hired<7/1/84
Benefit types provided	Medical, dental and Part B	Medical, dental and Part B	Medical, dental and Part B
Duration of Benefits	Lifetime	Lifetime	Lifetime
Required Service	10 years	10 years	10 years
Minimum Age	55	50	50/55
Dependent Coverage	Yes	Yes	Yes
College Contribution	100%	100%	100%
College Cap	Active	Active	Active

	Faculty	Classified	Management
Applies to	Hired 7/1/84 to 6/30/05	Hired 7/1/84 to 6/30/05	Hired 7/1/84 to 6/30/05
Benefit types provided	Medical, dental and Part B	Medical, dental and Part B	Medical, dental and Part B
Duration of Benefits	Lifetime	Lifetime	Lifetime
Required Service	10 years	10 years	10 years
Minimum Age	55	50	50/55
Dependent Coverage	Yes	Yes	Yes
College Contribution	Age+Service: 80+ 100% for employee 50% for dependent Age+Service: 70-79 50% for employee 25% for dependent	Age+Service: 80+ 100% for employee 50% for dependent Age+Service: 70-79 50% for employee 25% for dependent	Age+Service: 80+ 100% for employee 50% for dependent Age+Service: 70-79 50% for employee 25% for dependent
College Cap	Active	Active	Active

	Faculty	Classified	Management
Applies to	Hired>6/30/05	Hired>6/30/05	Hired>6/30/05
Benefit types provided	Medical, dental and Part B	Medical, dental and Part B	Medical, dental and Part B
Duration of Benefits	Lifetime	Lifetime	Lifetime
Required Service	10 years	10 years	10 years
Minimum Age	55	50	50/55
Dependent Coverage	Yes	Yes	Yes
College Contribution	Age+Service: 80+ <65: 100% for employee 50% for dependent Age 65+: 50% Employee only Age+Service: 70-79 <65: 50% for employee 25% for dependent Age 65+: 25% Employee only	Age+Service: 80+ < 65: 100% for employee 50% for dependent Age 65+: 50% Employee only Age+Service: 70-79 <65: 50% for employee 25% for dependent Age 65+: 25% Employee only	Age+Service: 80+ < 65: 100% for employee 50% for dependent Age 65+: 50% Employee only Age+Service: 70-79 <65: 50% for employee 25% for dependent Age 65+: 25% Employee only
College Cap	Active	Active	Active

(Continued)

NOTE 1 – ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Plan membership: At June 30, 2018 and 2017, Plan membership in the retiree benefit plan consisted of the following:

	2018	2017
Inactive employees/dependents receiving benefits	721	721
Inactive employees/dependents entitled to but not yet receiving benefits	-	-
Active employees	1,087	1,087
	1,808	1,808

During the year ended June 30, 2007 the District signed an irrevocable trust (the Trust) agreement. The District appointed a Board of Authority with authority to make decisions on behalf of the District with respect to the *Futuris Public Entity Investment Trust Program*. Benefit Trust Company was appointed as the custodian and trustee to administer the *Futuris Public Entity Investment Trust*.

The Board of Authority is comprised of the following seven positions: Executive Vice Chancellor, Administrative Services ,Associate Vice Chancellor/Chief Financial Officer, College President, Director of Business Services, United Faculty Representative, Local 1 Representative and Management Council Representative. Board members are appointed by resolution of the governing body of the District.

Plan Termination: In the event of Plan termination, the net position of the Trust would be allocated as prescribed in the Trust documents, generally to pay in the order indicated below:

- District's remaining retiree medical benefit liabilities.
- Reasonable expenses of administering the Trust.

Any assets remaining in the Trust after paying off the above liabilities shall revert back to the District.

Contributions: The contribution requirements of plan members and the District are established and may be amended by the District and the District's bargaining units. The required contribution is based on projected pay-as-you-go financing requirements with an additional amount to prefund benefits as determined annually.

Investment Options: Benefit Trust Company ("BTC"), the Asset Custodian, maintains the Trust's investments in various mutual funds. Funds allocated to the Asset Custodian are invested according to the investment policy statement developed and approved by the Board of Authority.

Investment Valuation: Investments are reported at fair value based upon market prices, when available, or estimates of fair value, and unrealized and realized gains and losses are included in the Statement of Change in Trust Net Position.

(Continued)

NOTE 1 – ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Net OPEB Liability of the Trust: The components of the net OPEB liability of the Trust at June 30, 2018 and 2017, were as follows:

	2018	2017
Total OPEB Liability	$ 226,448,216	$ 219,300,631
Fiduciary Net Position	107,766,132	95,840,822
Net OPEB Liability	$ 118,682,084	$ 123,459,809
Fiduciary net position as a percentage of the total OPEB liability	47.59%	43.70%

Actuarial Assumptions: Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future. Actuarially determined amounts are subject to continual revision as actual results are compared to past expectations and new estimations are made about the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. The actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculation

Valuation date	June 30, 2017
Measurement date	June 30, 2018 and 2017
Census date	The census was provided by the District as of February 2017.
Actuarial cost method	Entry age actuarial cost method
Inflation rate	2.75%
Investment rate of return / Discount rate	6.50%
Health care cost trend rate	4.00%
Payroll increase	2.75%
Participation rates	100% for certificated and classified employees.
Mortality	For certificated employees the 2009 CalSTRS mortality tables were used. For classified employees the 2014 CalPERS active mortality for miscellaneous employees were used.
Spouse relevance	To the extent not provided and when needed to calculate benefit liabilities, 80% of retirees assumed to be married at retirement. Af retirement, the percentage married is adjusted to reflect mortality.
Spouse ages	To the extent spouse dates of birth are not provided and when needed to calculate benefit liabilities, female spouse assumed to be three years younger than male.
Turnover	For certificated employees the 2009 CalSTRS termination rates were used. For classified employees the 2009 CalPERS termination rates for school employees were used.
Service requirement	For certificated employees 100% at 20 years of service. For classified employees 100% at 20 years of service.
Retirement rates	For certificated employees the 2009 CalSTRS retirement rates were used. For classified employees the 2009 CalPERS retirement rates for school employees were used.

(Continued)

NOTE 1 – ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Plan Investments: At June 30, 2018 and June 30, 2017, the plan discount rate of 6.5% was determined using the following asset allocation and assumed rate of return:

Asset Class	Percentage of Portfolio	Rate Return*
US Domestic Stock	50%	7.795%
Long-Term Corporate Bonds	50%	5.295%

*Geometric average

Rolling periods of time for all asset classes in combination were used to appropriately reflect correlation between asset classes. This means that the average returns for any asset class do not necessarily reflect the averages over time individually, but reflect the return for the asset class for the portfolio average. Additionally, the historic 20 year real rates of return for each asset class along with the assumed long-term inflation assumption was used to set the discount rate. The investment return was offset by assumed investment expenses of 25 basis points. It was further assumed that contributions to the plan would be sufficient to fully fund the obligation within a period of 30 years

Money-weighted rate of return on OPEB retiree benefit plan investments was 6.5% and 6.5% for the year ending June 30, 2018 and 2017, respectively.

Sensitivity of the net pension liability to assumptions: The following presents the net OPEB liability calculated using the discount rates of the retiree benefit plan. The schedule also shows what the net OPEB liability would be if it were calculated using a discount rate that is 1 percent lower and 1 percent higher:

	2018		
	Discount Rate 1% Lower (5.5%)	Valuation Discount Rate (6.5%)	Discount Rate 1% Higher (7.5%)
Net OPEB Liability	$ 147,304,839	$ 118,682,084	$ 95,161,881

	2017		
	Discount Rate 1% Lower (5.5%)	Valuation Discount Rate (6.5%)	Discount Rate 1% Higher (7.5%)
Net OPEB Liability	$ 151,575,547	$ 123,459,809	$ 100,393,365

(Continued)

NOTE 1 – ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The following table presents the net OPEB liability calculated using the heath care cost trend rate of 4.0 percent. The schedule also shows what the net OPEB liability would be if it were calculated using a health care cost trend rate that is 1 percent lower (3.0 percent) and 1 percent higher (5.0 percent):

	2018		
	Health Care Trend Rate 1% Lower (3.0%)	Health Care Trend Rate (4.0%)	Health Care Trend Rate 1% Higher (5.0%)
Net OPEB Liability	$ 92,526,239	$ 118,682,084	$ 150,110,128

	2017		
	Health Care Trend Rate 1% Lower (3.0%)	Health Care Trend Rate (4.0%)	Health Care Trend Rate 1% Higher (5.0%)
Net OPEB Liability	$ 100,393,365	$ 123,459,809	$ 151,575,547

NOTE 2 – INVESTMENTS

The fair values of the Trust's individual investments at June 30, 2018 and 2017, are as follows:

	2018	2017
Mutual funds – fixed income	$ 42,058,005	$ 36,808,258
Mutual funds – equity	59,617,614	50,516,953
Mutual funds – real estate	6,086,683	8,512,260
Total investments	$ 107,762,302	$ 95,837,471

During the fiscal year ended June 30, 2018 and 2017, the Trust's investments (including gains and losses on investments bought and sold as well as held during the year) appreciated as follows:

	2018	2017
Dividend and other	$ 3,947,053	$ 2,836,311
Realized gains, net	770,643	1,305,798
Unrealized gains, net	2,343,997	6,301,699
Investment fees	(355,956)	(302,333)
Total investment income	$ 6,705,737	$ 10,141,475

(Continued)

NOTE 2 – INVESTMENTS (Continued)

Custodial Credit Risk: The California Government Code requires California banks and savings and loan associations to secure the Trust's deposits by pledging government securities as collateral. The market value of pledged securities must equal 110 percent of an agency's deposits. California law also allows financial institutions to secure an agency's deposits by pledging first trust deed mortgage notes having a value of 150 percent of an agency's total deposits and collateral is considered to be held in the name of the Trust.

Credit Risk: The Trust's investment policy requires all fixed income investments to be of investment grade quality or higher at purchase; that is, at the time of purchases, rated no lower than "BBB" by Standard and Poor's. The Trust Board, at their discretion, may impose a higher standard on an individual investment manager basis as circumstances or investment objectives dictate. At June 30, 2018 and 2017, the Trust investments consisted of open-end mutual funds, therefore there are no credit ratings to disclose.

The OPEB Trust investments consisted of open and closed-end mutual funds, therefore, there are no significant interest rate risk related to the investments held, as there are no maturities related to the mutual funds held.

Fair Value of Financial Instruments: The following methods and assumptions were used by the Trust to estimate the fair value of its financial instruments at June 30, 2018 and 2017.

Fair Value Hierarchy: Fair value is the exchange price that would be received for an asset or paid to transfer a liability (exit price) in the principal or most advantageous market for the asset or liability in an orderly transaction between market participants on the measurement date. There are three levels of inputs that may be used to measure fair values:

Level 1: Quoted prices (unadjusted) for identical assets or liabilities in active markets that the entity has the ability to access as of the measurement date.

Level 2: Significant other observable inputs other than Level 1 prices such as quoted prices for similar assets or liabilities; quoted prices in markets that are not active; or other inputs that are observable or can be corroborated by observable market data.

Level 3: Significant unobservable inputs that reflect a company's own assumptions about the assumptions that market participants would use in pricing an asset or liability.

Assets Recorded at Fair Value: The following table presents information about the District's assets measured at fair value on a recurring basis as of June 30, 2018 and 2017:

	2018			
	Total	Level 1	Level 2	Level 3
Investments:				
Mutual funds - fixed income	$ 42,058,005	$ 42,058,005	$ -	$ -
Mutual funds - equity	59,617,614	59,617,614	-	-
Mutual funds – real estate	6,096,683	6,096,683	-	-
Total	$ 107,762,302	$ 107,762,302	$ -	$ -

NOTE 2 – INVESTMENTS (Continued)

	2017			
	Total	Level 1	Level 2	Level 3
Investments:				
Mutual funds - fixed income	$ 36,808,258	$ 30,808,258	$ -	$ -
Mutual funds - equity	50,516,953	50,516,953	-	-
Mutual funds – real estate	8,512,260	8,512,260	-	-
Total	$ 95,837,471	$ 95,837,471	$ -	$ -

Mutual funds were valued at closing prices from securities exchanges and are classified as Level 1 investments.

During the year ended June 30, 2018 and 2017, there were no significant transfers in or out of Level 1.

There were no assets or liabilities measured at fair value on a non-recurring basis at June 30, 2018 and 2017.

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 what is stipulated by the California Government code. The District investments (other than U.S. Treasuries, mutual funds and external investment pools, which are exempt from this disclosure) in any one issuer that represents five percent or more of the total investments were as follows:

Investment Type	Issuer	Reported Amount	Percentage of Investment
Mutual Funds	Blackrock Total Return	$ 6,435,324	5.97%
Mutual Funds	Guggenheim Investments Marco Opportunities Inst.	$ 6,536,419	6.07%
Mutual Funds	Guggenheim Investments Investment Grade Bond Fund	$ 6,562,783	6.09%
Mutual Funds	Prudential Funds Total Return Bond CL Q	$ 6,435,207	5.97%
Mutual Funds	Western Asset Core Bond	$ 6,382,761	5.92%
Mutual Funds	Alger Funds Spectra Z	$ 5,733,494	5.32%
Mutual Funds	Oakmark Select Fund Institutional	$ 5,961,397	5.53%

,

REQUIRED SUPPLEMENTARY INFORMATION

I. SCHEDULE OF CHANGES IN NET OPEB LIABILITY AND RELATED RATIOS

For the Year Ended June 30

Last 10 Fiscal Years

	2017	2018
Total OPEB liability		
Service Cost	$ 4,145,633	$ 4,259,638
Interest	13,581,519	14,030,835
Benefit payments	(10,714,315)	(11,142,888)
Net change in total OPEB liability	7,012,837	7,147,585
Total OPEB liability, beginning of year	212,287,794	219,300,631
Total OPEB liability, end of year (a)	$ 219,300,631	226,448,216
Plan fiduciary net position		
Employer contributions	16,414,515	16,362,461
Actual Investment Income	10,443,808	7,061,693
Administrative expense	(302,333)	(355,956)
Benefits payment	(10,714,315)	(11,142,888)
Change in plan fiduciary net position	15,841,675	11,925,310
Fiduciary trust net position, beginning of year	79,999,147	95,840,822
Fiduciary trust net position, end of year (b)	$ 95,840,822	$ 107,766,132
Net OPEB liability, ending (a) - (b)	$ 123,459,809	$ 118,682,084
Covered payroll	$ 89,504,733	$ 88,414,095
Plan fiduciary net position as a percentage of the total OPEB liability	43.70%	47.59%
Net OPEB liability as a percentage of covered payroll	138%	134%

This is a 10 year schedule, however the information in this schedule is not required to be presented retrospectively.

II. SCHEDULE OF CHANGES IN NET OPEB LIABILITY AND RELATED RATIOS (Continued)

Valuation date	June 30, 2017
Measurement date	June 30, 2018
Census data	The census was provided by the District as of February 2017.
Actuarial cost method	Entry age actuarial cost method
Inflation rate	2.75%
Investment rate of return / discount rate	6.5%
Health care cost trend rate	4.00%
Payroll increase	2.75%
Participation rates	100% for certificated and classified employees.
Mortality	For certificated employees the 2009 CalSTRS mortality tables were used. For classified employees the 2014 CalPERS active mortality for miscellaneous employees were used.
Spouse relevance	To the extent not provided and when needed to calculate benefit liabilities, 80% of retirees assumed to be married at retirement. After retirement, the percentage married is adjusted to reflect mortality.
Spouse ages	To the extent spouse dates of birth are not provided and when needed to calculate benefit liabilities, female spouse assumed to be three years younger than male.
Turnover	For certificated employees the 2009 CalSTRS termination rates were used. For classified employees the 2009 CalPERS termination rates for school employees were used.
Service requirement	For certificated employees 100% at 20 years of service For classified employees 100% at 20 years of service
Retirement rates	For certificated employees the 2009 CalSTRS retirement rates were used. For classified employees the 2009 CalPERS retirement rates for school employees were used.

III. SCHEDULE OF MONEY-WEIGHTED RATE OF RETURN OF OPEB PLAN INVESTMENTS

Money-weighted rate of return on OPEB retiree benefit plan investments, June 30, 2018	6.5%
Money-weighted rate of return on OPEB retiree benefit plan investments, June 30, 2017	6.5%

This is a 10 year schedule, however the information in this schedule is not required to be presented retrospectively.

Crowe LLP
Independent Member Crowe Global

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

The Board of Trustees
Contra Costa Community College District
Retirement Futuris Public Entity Investment Trust
Martinez, California

We have audited, 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, the accompanying financial statements of Contra Costa Community College Retirement Futuris Public Entity Investment Trust (the "Trust"), a fiduciary fund of Contra Costa Community College District as of and for the year ended June 30, 2018, and the related notes to the financial statements, and have issued our report thereon dated December 19, 2018.

Internal Control Over Financial Reporting

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

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 combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

(Continued)

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's Trust financial statements are free of material misstatement, we performed tests of the Trust's 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 over financial reporting and compliance, and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance for the Trust. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance for the Trust. Accordingly, this communication is not suitable for any other purpose.

Crowe LLP

Crowe LLP

Sacramento, California
December 19, 2018