

ANNUAL REPORT to the Board of Education of North Monterey County Unified School District



10/4/2018

**Fourth Annual Report: July 1, 2017
through June 30, 2018**

Measure H

Citizens' Bond Oversight Committee

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FOURTH ANNUAL REPORT: JULY 1, 2017 THROUGH JUNE 30, 2018

INTRODUCTION

The North Monterey County Unified School District (district) Board of Education (BOE) authorized placement of a general obligation bond on the November 2013 ballot. Bond Measure H was placed on the ballot to serve as a funding mechanism to improve school facilities for North Monterey County Unified School District. Measure H was presented to the voters utilizing the state's Proposition 39 program which requires a measure be passed with 55 percent voter approval. On November 5, 2013 Measure H was passed.

CITIZENS' OVERSIGHT COMMITTEE

Proposition 39 requires the sponsoring school district of an approved measure to establish a Bond Oversight Committee (BOC) to review expenditures, inform the public regarding expenditures, and annually report out to the Board of Education confirming that bond funds were expended in accordance with Proposition 39 requirements. This fourth annual report includes expenditures for fiscal year ending June 30, 2018.

COMMITTEE MEMBERS:

Lorena Miranda – Chair, Business Organization and Parent
Manuel Osorio – Vice Chair and Bona Fide Taxpayer Assoc.
Cosme Padilla – Senior Citizen's Organization
Larry Calhoun – Business Community
Margaret Stone – Community At-Large
Deborah Trice – Parent Teacher Group and Parent
Jose Anaya - Business Community and Parent

COMMITTEE REVIEW

The Measure H Bond Oversight Committee met on the following dates during the past year: October 11, 2017; February 21, 2018; May 23, 2018. The following items were reviewed:

- The BOC reviewed and approved the 3rd Annual Report for presentation to the Board of Education during its regular meeting on October 19, 2017.
- Reviewed expenditure reports at each meeting.
- Reviewed and approved meeting minutes.
- Established annual calendar of meetings for fiscal year 2018.

- Reviewed and accepted the independent audit report of Vavrinek, Trine, Day & Co., LLP, dated December 11, 2017, for the period ending June 30, 2017 which concluded, “The results of our test indicated that, in all significant respects, the NMCUSD has properly accounted for the expenditures in the Building Fund (Measure H) and that such expenditures were made for authorized Bond projects. Further, it was noted that funds held in the Building Fund (Measure H), and expended by the District, were not used for administrative salaries other than bond project administration.”
- Received updates from the Superintendent regarding facility needs related to increased enrollment and enrollment projections.
- Reviewed programs, budgets, and timelines for the following projects at North Monterey County High School:
 - Boiler replacement and heating (complete)
 - Athletic track and field improvements (complete)
 - Exterior access control (in progress)
- Reviewed programs, budgets, and timelines for the following projects now complete at North Monterey County Middle School:
 - Two modular classroom addition (DSA Certified)
- Reviewed programs, budgets, and timelines for the following projects in planning at Central Bay High School:
 - Central Bay/IS Classroom & ADA Improvements (In Planning)

CONCLUSION

The Measure H Bond Oversight Committee advises that after review of expenditures, and to the best of its knowledge, the North Monterey County Unified School District is in compliance with the requirements of Article XIII A, Section 1(b)(3) of the California Constitution. In particular, bond revenue has been expended only for the purposes so described in Measure H. As prohibited by Article XIII A, Section 1(b)(3)(a) of the California Constitution, no funds were used for any teacher or administrative salaries or other operating expenses.

Respectfully,

Lorena Miranda
Committee Chair,
NMCUSD Measure H Bond Oversight Committee