

MAGNOLIA SCHOOL DISTRICT
CITIZENS' OVERSIGHT COMMITTEE
FOR BOND MEASURE I
FISCAL YEAR 2015-2016

ANNUAL REPORT

THIS REPORT IS HEREBY ADOPTED BY THE **MAGNOLIA SCHOOL DISTRICT CITIZENS' OVERSIGHT COMMITTEE** PURSUANT TO EDUCATION CODE SECTION 15280(b) AND MADE AVAILABLE TO THE PUBLIC IN CONFORMANCE WITH SUCH SECTION. THIS REPORT COVERS THE PERIOD OF JULY 1, 2015 TO JUNE 30, 2016, AND CERTAIN RELATED MATTERS.

I. CURRENT MEMBERSHIP OF THE MAGNOLIA SCHOOL DISTRICT CITIZENS' OVERSIGHT COMMITTEE:

As of the June 23, 2016 School Board meeting, The Magnolia School District Citizens' Oversight Committee (COC) for Measure I included the following individuals for the 2015-16 School Year:

- ❖ Jasmine LaBurn, Chair (Howard Jarvis Taxpayer Organization)
- ❖ Leonard Lahtinen, Vice Chair (Senior Representative)
- ❖ Phyllis Greenberg (Community Member-at-Large)
- ❖ Jackie Kharazi (Community Member-at-Large)
- ❖ Job Jimenez (Community Member-at-Large) – resigned 10/1/2015
- ❖ Leticia Jimenez (District Parent, Low PTA) – resigned 10/1/2015
- ❖ Mary Heidi Lazarte (District Parent, Salk School Site Council) – resigned 2/24/2016
- ❖ Angelica Herrea (District Parent, Schweitzer School PTA) – effective 2/23/2016
- ❖ Danielle Elms (District Parent, Disney School) – effective 11/30/2015
- ❖ Michael Susan Batuyong (Community Member-at-Large) – effective 2/23/2016

The District continues to seek interested parties to fill one vacant position:

- ❖ Business Representative of the District Community

We continue to actively seek a member active in a business organization representing the business community in the Magnolia School District boundary. In the current absence of such a representative, we feel it's in the best interest of the Magnolia School District to have a full board of 7 members rather than a smaller board missing the Business Representative member, for which we continue to solicit a volunteer.

II. ACTIVITIES OF THE MAGNOLIA SCHOOL DISTRICT CITIZENS' OVERSIGHT COMMITTEE:

The Magnolia School District Citizens' Oversight Committee (COC) met on various dates during the 2015-2016 fiscal year to receive information, discuss information received, provide recommendations to the Magnolia School District, update COC information and for various other purposes. A list of the meetings of the Citizens' Oversight Committee during the 2015-2016 fiscal year is shown below:

<u>Date of Meeting/Activity</u>	<u>Location of Meeting/Activity</u>	<u>Minutes of Meeting/Activity</u>
November 30, 2015: 9:30 AM	Magnolia School District 2705 W. Orange Ave. Anaheim, CA 92804	A copy of the minutes of the COC meeting of November 30, 2015, is on file with the Magnolia School District's Business Office. The minutes are also available on the MSD website as listed below.
February 23, 2016: 9:30 AM	Magnolia School District 2705 W. Orange Ave. Anaheim, CA 92804 Superintendent's Conference Room	This meeting included a tour of Walter and Maxwell Schools to see projects completed and in progress. A copy of the minutes of the COC meeting of February 23, 2016, is on file with the Magnolia School District's Business Office. The minutes are also available on the MSD website as listed below.
May 16, 2016: 10:30 AM	Magnolia School District 2705 W. Orange Ave. Anaheim, CA 92804 Board Room	A draft copy of the minutes of the COC meeting of May 16, 2016 is on file with the Magnolia School District's Business Office. The next meeting of the COC is scheduled for November 29, 2016 at 9:30 a.m. at the District Office.

For more complete descriptions of actions by the Magnolia School District Citizens' Oversight Committee (COC) please see Minutes of the corresponding meeting posted on the MSD website. All approved Minutes, once finalized, are posted on the MSD website:

<http://www.magnoliasd.org> Measure I

III. CITIZENS' OVERSIGHT COMMITTEE (COC) FINDINGS FOR FISCAL YEAR 2015/2016

In order to comply with the requirements of Proposition 39, the COC needs to make certain findings as to activities of the COC and the use and expenditure of Measure I Bond proceeds. The COC hereby finds and determines as follows:

1. COC has met regularly

The meetings of the COC are described above. Minutes of the COC meetings are on file with the School District and are posted on the MSD website at:

<http://www.magnoliasd.org> Measure I

Such meetings have been conducted in accordance with State laws for open meetings.

2. COC has received reports, updates, and information on the expenditures of the Measure I Series A Bond funds, and reviewed project expenditures made on projects authorized under Measure I.

3. The COC visited a school/project site.

On February 23, 2016, members of the COC visited Mattie Lou Maxwell School to view work in progress on the school office project. The committee also visited Esther L. Walter School to view completion of site work on the School Office remodel.

Measure I Series A Bond funds have been expended on the identified projects authorized by Voter approved Measure I Ballot Language (Education Code Section 15278(b)(1)).

Based on the documentation and information provided to the COC, as referenced herein, the COC has found, pursuant to Education Code Section 15278(b)(1) that the expenditures of Measure I Series A Bond funds by the School District have been made on costs, expenses, construction, acquisition, and installation costs of projects authorized by Measure I.

4. No Measure I monies have been spent on non-construction related certificated teacher/administrator salaries or other school operating expenses (Education Code Section 15278(b)(2)).

Based on the documentation and information provided to the COC, as referenced herein, the COC has found, pursuant to Education Code Section 15278(b)(2) that the School District has not expended Measure I Series A Bond funds on teacher/administrator salaries or other school operating expenses.

5. The 2014-2015 Audit Report was reviewed, received and accepted by the COC.

The required annual performance and financial audit for Fiscal Year 2014-2015 was performed by the accounting firm of Christy White, A Professional Accountancy Corporation. The audit report was subsequently reviewed, received and accepted by action of the COC, on 2/23/2016.

A copy of the audit report can be found on the MSD website at <http://www.magnoliasd.org> Measure I. The COC notes that the audit did not report any irregularities or failures to comply with statutory and Constitutional requirements (i.e. the audits are 100% in compliance).

6. The COC has received all necessary and requested technical and administrative assistance from the School District (Education Code Section 15280).

Under the requirements of Education Code Section 15280, the School District is required to provide the COC with all necessary technical and administrative assistance without expending Measure I Series A Bond funds. The School District has made presentations to the COC, provided documents and information as set forth herein, and has provided necessary and requested architectural, construction management, legal and planning support and assistance to the COC. Based on the foregoing, and the documentation and information provided to the COC, as referenced herein, the COC has found that the School District has provided all necessary and requested technical and administrative assistance without expending Measure I Series A Bond funds.

7. The MSD website is operating and includes all required documentation and information (Education Code Section 15280(b)).

The District's internet website is operated and maintained by the School District Board on behalf of the COC and is currently located at:

<http://www.magnoliasd.org/> Measure I

Information relating to the COC, its activities and documents can be viewed at the MSD website. This includes minutes of the COC meetings, the 2014-2015 audit report, and will include this Annual Report following its adoption.

8. Based on the foregoing, the Magnolia School District is in compliance with the requirements of Article XIII A 1(b)(3) of the California Constitution.

IV. CONTACT INFORMATION:

Comments, questions and suggestions can be forwarded to the COC through the School District at the following address:

Magnolia School District
Attn: Annette M. Cleveland, Assistant Superintendent, Business & Administrative Services
2705 W. Orange Ave.
Anaheim, CA 92804

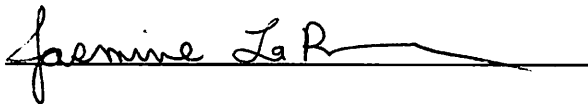
Telephone: (714) 761-5533 ext. 1002

Fax: (714) 826-8563

Or on the MSD website by email acleveland@magnoliasd.org

Dates, times and location(s) of future COC meetings can be found on the MSD website. Members of the public are invited to attend such meetings.

ADOPTED, SIGNED, AND APPROVED BY THE MAGNOLIA SCHOOL DISTRICT CITIZENS' OVERSIGHT COMMITTEE ON May 16, 2016.

A handwritten signature in black ink that reads "Jasmine LaBurn". The signature is written in a cursive style and is positioned above a solid horizontal line.

Jasmine LaBurn, Committee Chair