



Fruitvale School District
Citizens' Bond Oversight Committee
7311 Rosedale Highway
Bakersfield, CA 93308
(661) 589-3830

REPORT TO THE COMMUNITY AND THE BOARD OF TRUSTEES



7311 Rosedale Highway
Bakersfield, CA 93308

Citizens' Bond Oversight Committee

Measure 'C'

Year Ending June 30, 2014

A report to the Fruitvale School District Board of Trustees and the General Public

March 10, 2015

PURPOSE OF THE COMMITTEE

The purpose of the District's Measure C Citizens' Bond Oversight Committee (the Committee) is to monitor and report on the expenditures of Measure C bond proceeds.

The Board of Trustees authorized the formation of the Committee pursuant to Education Code Section 15278 et eq. This legislation also defines the membership categories.

About the Citizens Bond Oversight Committee (CBOC)

The Committee meets as needed. Meetings are open to the public. Information regarding the Committee and reports can be found at:

[http://www.fruitvale.k12.ca.us/pages/Fruitvale/OUR DISTRICT/Citizens Bond Oversight Commit](http://www.fruitvale.k12.ca.us/pages/Fruitvale/OUR_DISTRICT/Citizens_Bond_Oversight_Commit)

SUMMARY

Based upon our review of the District's financial records, the annual independent financial audit prepared by Linger, Peterson, Shrum & Co., and the auditor's performance report on the use of the Measure C Bond proceeds, the Citizen's Bond Oversight Committee believes that bond revenues were expended in compliance with the requirements of Article XIIA, Section 1(b)(3) of the California Constitution and consistent with the District's approved projects per Measure C local bond ballot language, that directs the use of the bond funds, and that no funds were used for any teacher or administrative salaries or other school operating expenses, for the fiscal year ending June 30, 2014.

Kevin Burton, CBOC Chairman

Date

Motion:

Ayes:

Second:

Noes:

Abstentions:

Absent:

INTRODUCTION

Measure C is a \$29,800,000 General Obligation Bond for the Fruitvale School District approved by the District voters on June 6, 2006. The election was conducted under Proposition 39, which requires the establishment of a Citizens Bond Oversight Committee. The Committee members are appointed by the Board of Trustees; and, as required by law, represent various constituents of the community. The purpose of the Committee shall be to inform the public concerning the expenditure of bond money for school construction, as approved by the voters, and assures no funds are used for any other purpose, including teacher and administrator salaries and other school operating expenses.

MEMBERS

Kevin Burton, *CBOC Chair*
Janelle Capra, *CBOC Member*
Gail Lack, *CBOC Member*
Rick Legan, *CBOC Member*
Brian Riel, *CBOC Member*
David Wolf, *CBOC Member*

DESCRIPTION OF 2013-14 BOND EXPENDITURES

The following is a description of projects that the Fruitvale School District has used bond funds to pay for, per the Ballot Language of Measure C (see Attachment A):

COLUMBIA ELEMENTARY SCHOOL:

- Replaced torn and damaged carpets in classrooms - \$8,648.59
 - Heating and Cooling upgrades in the Pod Buildings and Computer Lab - \$184,160.50
- Site Total - \$192,809.09**

DISCOVERY ELEMENTARY SCHOOL:

- Asphalt and paving project - \$10,995
 - Painting of Discovery's soffit's and trim - \$45,408.83
 - VOIP Project Infrastructure - \$1,307
 - Heating and Cooling upgrades in the Pod Buildings and Computer Lab - \$221,522.58
- Site Total - \$279,233.41**

ENDEAVOUR ELEMENTARY SCHOOL:

- Replaced aged/deteriorated fire alarm system - \$20,156.75
 - Heating and Cooling upgrades in the Pod Buildings and Computer Lab - \$192,810.70
- Site Total - \$212,967.45**

QUAILWOOD ELEMENTARY SCHOOL:

- Roof Repair and Replacement - \$37,570.76
- Site Total - \$37,570.76**

FRUITVALE JUNIOR HIGH SCHOOL:

- Installed "stop" curbs in front parking lot to help with traffic flow and safety - \$2,953.25
 - Fruitvale Junior High Roof Repair and Replacement - \$90,166.17
- Site Total - \$93,119.42**

DISTRICT-WIDE

- Purchased equipment and supplies to increase access to technology across the District. Devices and storage carts as well as projects improving infrastructure were also included. Wireless access across the District has been expanded. - \$101,762.75
- Site Total - \$101,762.75**

FINANCIAL SUMMARY OF THE BUILDING FUND (FUND 21)

As of June 30, 2014

Beginning Balance	\$3,853,753.98
Income Earned	\$14,457.24
Total Expenses	\$917,462.88
Ending Balance	\$2,950,748.34

FINANCIAL AUDIT FINDINGS

The required annual independent financial audit was performed and the auditor's opinion states, "Based upon our procedures performed, we found that for the items tested, the Fruitvale School District has properly accounted for the expenditures of the funds held in the Bond Building Fund and that such expenditures were made for authorized bond projects." Furthermore, it was noted that "funds held in the Bond Building Fund, and expended by the District, were not expended for salaries of school administrators or other operating expenses."

The full and complete report for both the FINANCIAL AUDIT and the PERFORMANCE AUDIT are available upon request at the Fruitvale School District Educational Services Center, and on the District website at:

http://www.fruitvale.k12.ca.us/pages/Fruitvale/Departments/Business_Services/General_Info

According to the independent audit report, the District has complied with all State laws and regulations pertaining to the issuance of Proposition 39 bonds. No audit findings were cited.