

## **Citizens' Bond Oversight Committee**

### **Measure J**

### **2022-23 Annual Report**

### **January 2024**

#### **I. Introduction**

This is the 2022-2023 Annual Report of the Citizens' Bond Oversight Committee (CBOC) for Measure J of the Natomas Unified School District. This report is prepared, in conformance with California law, to summarize the work of the Bond Oversight Committee and review the past year of activity in the District's Bond Construction Program.

#### **II. History and Overview of the Citizens' Bond Oversight Committee(s)**

On November 4, 2014, the Natomas Unified School District ("District") submitted for voter approval Measure J, a bond measure to authorize the sale of \$129 million in bonds to improve school facilities (expanding academic choice and program options, improving safety, enhancing learning opportunities to support college and career readiness, and build new campuses to meet enrollment growth). This measure was submitted to voters under the terms and conditions of Proposition 39 (Article XIII of the California State Constitution), which requires a 55 percent affirmative vote for passage. Measure J passed with 72.12 percent. Board Resolution No. 15-02 was approved by the Board of Trustees on January 14, 2015 formally accepting the Canvass and Statement of Results and Certificate of Election for Measure J.

Because Measure J passed pursuant to Proposition 39, the District was required to establish a citizens' bond oversight committee and to conduct two independent audits. The first audit is a financial audit that is included in the District's annual financial audit. The second audit is an independent performance audit, which evaluates the effectiveness, economy and efficiencies of the bond facilities program.

#### **III. Committee Membership**

California Education Code, Sections 15278-15282 established the duties of a school district and its duly formed citizens' bond oversight committee with respect to Proposition 39 bond measures. This code requires that the governing board establish and appoint members to an independent citizens' bond oversight committee within 60 days of the date that election results are certified.

The Committee must consist of at least seven members to serve for a term of two years without compensation and for no more than three consecutive terms (*amended Education Code Section 15282*). The Committee must include:



- a. One member who is active in a business organization representing the business community located within the school district.
- b. One member who is active in a senior citizens’ organization.
- c. One member who is a parent or guardian of a child enrolled in the school district.
- d. One member is both a parent or guardian of a child enrolled in the school district and active in a parent- teacher organization
- e. One member who is active in a bona fide taxpayers’ organization.

A nine-member Citizen’s Bond Oversight Committee (CBOC) was appointed by the board on March 11, 2015, to provide oversight of all bonds passed under Proposition 19, as required by law.

As of June 30, 2023, nine members served on the committee as shown in the table below:

	Committee Members	Business Community	Senior Citizen	Taxpayers' Organization	Parent of NUSD Student	Parent and PTO Member	Community Member At-Large	Also Measure L Member	Appointment by Board of Trustees
1	Sumiti Mehta				X	X	X	J&L	12/13/17
2	Kathleen Fullerton				X		X	J&L	12/13/17
3	Erin Naudin				X			J&L	3/28/18
4	David DeLuz						X	J	3/28/18
5	Mariana Sabeniano						X	J&L	5/9/18
6	Olamide Ojo-Fati				X			J	4/6/22
7	Marjannie Akintunde				X	X		J&L	4/6/22
8	Laura Zuniga				X			J&L	4/6/22
9	Selah Schoech	X			X		X	J&L	4/6/22



Terms - Expiration Dates				
Committee Member	FIRST	SECOND	THIRD	FOURTH
Sumiti Mehta	April 2019	April 2021	April 2023	April 2025
Kathleen Fullerton	April 2019	April 2021	April 2023	April 2025
Erin Naudin	April 2020	April 2022	April 2024	
David DeLuz	April 2020	April 2022	April 2024	
Mariana Sabeniano*	April 2020	April 2022	April 2024	
Olamide Ojo-Fati	April 2022	April 2024	April 2026	
Marjannie Akintunde	April 2022	April 2024	April 2026	
Laura Zuniga	April 2022	April 2024	April 2026	
Selah Schoech	April 2022	April 2024	April 2026	

\*Maria Sabeniano requested to step down as of Jan. 1, 2024.

All Committee members are appointed by the Board of Trustees and serve without compensation representing the following groups described in Section 15278 of the Education Code:  
 In consultation with legal counsel, the members serving a fourth term may stay on until new members are added.

- |  |   |
|--|---|
| Business Community Representative      | S. Schoech  |
| Senior Citizens' Representative        | Vacant, actively seeking  |
| Bona-fide Taxpayers Representative     | Vacant, actively seeking  |
| Parent or Guardian of Enrolled Student | S. Metha; K. Fullerton; E. Naudin;<br>Olamide Ojo-Fati; M. Akintunde; L.Zuniga          |
| Parent or Guardian also Active PTO     | S. Schoech  |
| Community Member At-Large              | S. Metha; M. Akintunde<br>S. Metha; K. Fullerton; D. DeLuz;<br>M. Sabeniano; S. Schoech |

Natomas Unified School district staff and CBOC members continue their efforts to recruit members to fill vacancies for a Bona-fide Taxpayer’s representative.

**IV. CBOC Actions**

CBOC members actively investigate and prepare a post-construction review report on Measure J projects. Reports are prepared that include a summary of the project, a site inspection, and an inspection of District project records. These reports are presented to the District’s Board of Trustees following review by the CBOC.

The Bylaws were approved by Resolution 15-02, approved by the Board of Trustees on January 14, 2015. Resolution 15-02 also approved establishing the independent citizens’ bond oversight committee.



**V. Performance and Audit Reports**

The Annual Performance Audit was conducted by Eide Bailly LLP. Their report dated November 29, 2023 states that the results of their procedures indicated that, in all significant respects, Natomas Unified School District expended Measure J General Obligation Bond funds for the year ended June 30, 2023 only for the specific projects developed by the District's Board of Trustees and approved by the voters, in accordance with the requirements of Proposition 39, as specified by Section 1(b)(3)(C) of Article XIII A of the California Constitution. The requirement of the annual independent financial audit required in the California Constitution, Article 13A, Section 1(D) is included in the District's annual financial audit.

In accordance with the California State Constitution, the District will continue to have a performance audit completed annually until all Measure J funds have been expended. This report is designed to meet the requirements of Article XIII of the California State Constitution; to inform the community of the appropriate use of funds generated through the sale of bonds authorized by Measure J; and to help the District improve its overall bond program.

The annual independent audit report was conducted by Crowe LLP CPA's. Their report dated December 7, 2023 states that the results of their procedures indicated that, in all significant respects, Natomas Unified School District expended Measure J General Obligation Bond funds for the year ending June 30, 2023 only for the specific projects developed by the District's Board of Trustees and approved by the voters, in accordance with the requirements of Proposition 39, as specified by Section 1(b)(3)(C) of Article XIII A of the California Constitution. The requirement of the annual independent financial audit required in the California Constitution, Article 13A, Section 1(D) is included in the District's annual financial audit.

**VI. Communications with the Public**

A CBOC website, as required by law, exists, and the information that is posted includes committee member contact information, project photos & updates, CBOC meeting agendas and minutes, committee by-laws, and the date, time and location of the next meeting. Copies of the Bond Performance Audit from previous periods are also included, as well as an invitation and application for community members interested in becoming a member of the CBOC.

**VII. Expenditures and Meetings**

During the year ended June 30, 2023, the District made expenditures as shown on the attached end-of-the-year Measure J Financial Report.



NATOMAS UNIFIED SCHOOL DISTRICT  
 Citizen's Bond Oversight Committee 2014 Measure "J" Financial Report

Measure J Funding Date as of 06/30/2023  
 Funding Resource 9359

<b>Starting Balance</b>	
Issue#1	\$69,327,000.00
Issue#2	\$38,880,000.00
Issue #3	\$20,410,000.00
Interest Earned	\$1,171,943.88
<b>Total Project Funding</b>	<b>\$129,788,943.88</b>

<b>4/14/2021 Board Approved</b>	<b>\$129,589,802.87</b>
<b>Total Unallocated Measure J Balance</b>	<b>\$199,141.01</b>

**Measure J: Open Projects**

Project Number	Description	Reallocation April 14, 2023	2022-23 Spending	Total Previous Years Spending	Total Project Expenditures	Encumbered	Total Committed Funds	Project Balance
aaa	Bond Expense	\$600,075.00	\$17,460.33	\$92,038.35	\$109,498.68	\$0.00	\$109,498.68	\$490,576.32
bbb	Project Management J Projects Internal/external	\$1,706,574.00	\$55,411.74	\$887,054.39	\$942,466.13	\$0.00	\$942,466.13	\$764,107.87
233	Reporting for Capital Projects	\$120,000.00		\$119,925.00	\$119,925.00	\$0.00	\$119,925.00	\$75.00
	Safety and Security	\$4,578,969.30	\$1,957,271.92	\$1,898,174.34	\$3,855,446.26	\$0.00	\$3,855,446.26	\$723,523.04
266	Cafeteria Tables		\$0.00					
207	Security Cameras		\$1,885,607.99					
279	Inderkum Fencing		\$2,486.25					
270	Voip Phones		\$0.00					
278	Security Upgrades		\$69,177.68					
281	LGA Athletic Fields	\$2,410,000.00	\$92,756.25	\$0.00	\$92,756.25	\$0.00	\$92,756.25	\$2,317,243.75
267	ISH Softball Complex	\$3,000,000.00	\$157,945.57	\$2,820,391.80	\$2,978,337.37	\$0.00	\$2,978,337.37	\$21,662.63
248	IHS PS CTE	\$11,500,000.00	\$1,342,547.95	\$10,055,612.27	\$11,398,160.22	\$0.00	\$11,398,160.22	\$101,839.78
	<b>Total Open Projects</b>	<b>\$23,915,618.30</b>	<b>\$3,623,393.76</b>	<b>\$15,873,196.15</b>	<b>\$19,496,589.91</b>	<b>\$0.00</b>	<b>\$19,496,589.91</b>	<b>\$4,419,028.39</b>

The NUSD’s Citizen’s Bond Oversight Committee met on the following dates:

- August 22, 2022
- October 24, 2022
- January 23, 2023
- April 24, 2023

**VIII. Conclusions**

The Citizens’ bond Oversight Committee, based on its review of the annual independent performance audit report and information received at its meetings, finds:

*The Natomas Unified School District is in compliance with the requirements of Article XIII, Section I (b)(3) of the California Constitution.*

