



**Citizens Oversight Committee  
Annual Report**

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**PROPOSITION 39: MEASURE A and MEASURE E  
GENERAL OBLIGATION  
BONDS**

**ENTERPRISE ELEMENTARY SCHOOL DISTRICT**

**FISCAL YEAR ENDING JUNE 30, 2021**

## **Citizens Oversight Committee Report**

### **Historical Background on Bond Measures – What the Voters Approved**

In February 2008, voters of the Enterprise Elementary School District (EESD) approved Measure A general obligation bonds for \$34M. The bond measure was designed to:

Improve the quality of the education, renovate existing schools, upgrade heating, ventilation, and cooling systems, update electrical systems, to improve student access to computers and modern technology, replace old portable classrooms with new permanent classrooms, and meet handicap accessibility requirements... with no money for administrators' salaries, and spending annually reviewed by an independent oversight committee (Ballot, 2008)

In November 2018, the voters approved Measure E general obligation bonds for \$26M. Measure E bond funds were designed to:

Finance the costs of improving the quality of education; renovate existing schools; upgrade heating, ventilation and cooling systems; update electrical systems to improve student access to computers and modern technology; replace old portable classrooms with new permanent classrooms; meet handicap accessibility requirements; and pay costs associated with the issuance of the bonds (Ballot, 2018).

Under Proposition 39, the District is required to establish a Citizens Bond Oversight Committee (CBOC). The committee must be composed of citizens who represent parents, parent-teacher organizations, the business community, senior citizens, taxpayer associations, and the community at large. This committee reviews expenditure reports to ensure that: a) bond proceeds expended only for the purpose set forth in the ballot measure, and b) no bond proceeds used for any teacher or administrator salaries or operating expenses.

From the voters' authorization of Measure A and Measure E, the school district has developed a comprehensive plan to address the needs identified in their facility needs assessment. Although there is no way they could do all the projects possible with the funds available, the District, with oversight from the Citizens Oversight Committee, must ensure that the Bond funds are used exclusively for these purposes.

## **District Progress and Oversight Committee Activities**

This report of the Citizens' Oversight Committee (COC) represents bond activity for the 2020/21 fiscal year. The report is designed to correlate with the timeframes of independent performance audits and financial audits for the fiscal year, as required by government code and Proposition 39. The following represents a summary of key District and COC activities related to the fiscal year ending June 30, 2021:

September 28, 2020 Citizens Bond Oversight Committee Meeting

November 1, 2020 Del Monte Connection

January 25, 2021 Citizens Bond Oversight Committee Meeting

May 1, 2021 Mistletoe Athletic Field

June 9, 2021 Parsons Performing Arts Building

## Independent Auditors Audit Report

Horton, McNulty & Saeturn, independent auditors, performed a financial audit of the District's Proposition 39 Measure A and Measure E General Obligation Bonds. This audit included normal audit procedures applied to the internal controls, bid limits, and financial recording of transactions recorded in the EESD's Building Fund (bond fund).

The Financial and Performance Audit concluded with a "clean" opinion. Auditors noted "in all significant respects, the District has properly accounted for the expenditures of the Measure A and Measure E General Obligation Bonds and that such expenditures were made only for the specific projects developed by the District's Board of Trustees and approved by the voters," (2022, HMS, pg. 29).

The audit report also included reports on Internal Control over Financial Reporting and a Report on Compliance. Overall, there was one performance audit finding related to California Education Code Section 15280(b). This finding reported that the Citizen Bond Oversight Committee of the District did not issue an annual report during the 20/21 fiscal year. As a corrective action, the District will implement procedures going forward to ensure the CBOC issues an annual report.

# **Project Status and Expenditures**

**Enterprise Elementary School District  
Proposition 39 and Measure A and Measure E General Obligation Bonds  
PERFORMANCE AUDIT**

**RESULTS OF PROCEDURES**

The District utilized Measure A bond funds for 28 projects. The District incurred total expenditures of \$20,061,792 for the following projects:

Year Ended June 30, 2021	Budget *	Prior	Current	Transfers	Expenditures		Status
					Total	Total	
Alta Mesa School warehouse	\$ -	\$ 22,686	\$ -	-	-	\$ 22,686	Completed
Boulder Creek School kitchen	-	45,200	-	-	-	45,200	Completed
Boulder Creek School office expansion	198,790	198,790	-	-	-	198,790	Completed
Boulder Creek School relocatable	-	171,777	-	-	-	171,777	Completed
Boulder Creek School boiler	480,570	480,570	-	-	-	480,570	Completed
Boulder Creek School portable classrooms	-	1,994,516	-	-	-	1,994,516	Completed
Boulder Creek School 6th grade portable	-	398,679	-	-	-	398,679	Completed
Boulder Creek School gymnasium	-	1,898,259	-	-	-	1,898,259	Completed
Boulder Creek School parking lot	-	490,470	-	-	-	490,470	Completed
Boulder Creek School room 26	-	18,691	-	-	-	18,691	Completed
Field improvements	-	1,558,413	-	-	-	1,558,413	Completed
General planning	140,180	140,180	-	-	-	140,180	Completed
Heating, ventilation, and cooling systems	-	300,446	-	-	-	300,446	Completed
Lassen View School new classroom	3,340	3,340	-	-	-	3,340	Completed
Monte Vista relocatable	-	161,325	-	-	-	161,325	Completed
New classroom supplies	-	143,820	-	-	-	143,820	Completed
PACE Academy expansion	653,647	653,647	-	-	-	653,647	Completed
Parsons School restroom renovation	256,417	256,417	-	-	-	256,417	Completed
Parsons School track	-	1,029,145	-	-	-	1,029,145	Completed
Performing arts building	400,000	372,484	-	-	-	372,484	Completed
Performing arts site work	-	1,692,369	-	-	-	1,692,369	Completed
Restrooms	-	222,227	-	-	-	222,227	Completed
Safety - paging	-	414,318	-	-	-	414,318	Completed
Safety/Energy window film	-	164,779	-	-	-	164,779	Completed
Security fencing	1,150,930	1,150,930	-	-	-	1,150,930	Completed
Shasta Meadows School gymnasium	-	1,678,974	-	-	-	1,678,974	Completed
Interactive write boards, phase I	-	827,090	-	-	-	827,090	Completed
Interactive write boards, phase II	-	332,091	-	-	-	332,091	Completed
Technology	1,449,082	3,240,159	-	-	-	3,240,159	Completed
<b>Total</b>	<b>\$ 4,732,956</b>	<b>\$ 20,061,792</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 20,061,792</b>	

\* Budgets for projects completed prior to July 1, 2016, are not included in this schedule.

Each of the projects has been given a specific project identification number within the District's building fund. Budgets for each project are included in the financial reporting system, and actual expenditures are matched against this budget.

**Enterprise Elementary School District  
Proposition 39 and Measure A and Measure E General Obligation Bonds  
PERFORMANCE AUDIT**

The District utilized Measure E bond funds for 21 projects. The District incurred total expenditures of \$7,851,464, for the following projects:

Year Ended June 30, 2021	Budget			Expenditures			Status
	Budget	Prior	Current	Transfers	Total	Total	
District-wide HVAC	\$ 300,000	\$ 154,966	\$ 264,637	\$ -	\$ 419,603	\$ -	In progress
District-wide metal roof repairs	500,000	114,550	49,275	-	163,825	-	Completed
District-wide shade structures	300,000	-	7,019	-	7,019	-	In progress
District warehouse and bus terminal	1,705,000	92,967	827,136	-	920,103	-	In progress
General planning	19,547	19,547	19,535	-	39,082	-	In progress
Alta Mesa School office	500,000	-	46,868	-	46,868	-	In progress
Boulder Creek School boiler	819,430	471,326	348,616	-	819,942	-	Completed
Boulder Creek School gymnasium	4,000,000	4,417	11	-	4,428	-	In progress
Boulder Creek School library enclosure	1,040	1,040	-	-	1,040	-	Cancelled
Lassen View School office	250,000	-	11,610	-	11,610	-	In progress
Lassen View School parking lot	200,000	-	11,298	-	11,298	-	In progress
Mistletoe School athletic field	1,000,000	17,679	793,671	-	811,350	-	In progress
Mistletoe School gym construction	5,000,000	73,953	335,916	-	409,869	-	In progress
Mistletoe School office	250,000	66,144	150,088	-	216,232	-	Completed
Mistletoe School traffic flow	550,000	26,382	541,432	-	567,814	-	In progress
Mistletoe School property purchase	700,000	601,719	-	-	601,719	-	Completed
Monte Vista parking lot	111,817	111,817	-	-	111,817	-	Completed
PACE Academy office construction	91,439	91,439	14,146	-	105,585	-	Completed
Parsons School gym HVAC	123,365	123,365	-	-	123,365	-	Completed
Parsons School performing arts center/gymnasium	2,500,000	413,786	1,726,674	-	2,140,460	-	In progress
Redding Collegiate Academy roof replacement	120,000	7,246	-	-	7,246	-	Completed
Rother School parking lot	278,844	11,331	299,858	-	311,189	-	In progress
<b>Total</b>	<b>\$ 19,320,482</b>	<b>\$ 2,403,674</b>	<b>\$ 5,447,790</b>	<b>\$ -</b>	<b>\$ 7,851,464</b>	<b>\$ -</b>	

Each of the projects has been given a specific project identification number within the District's building fund. Budgets for each project are included in the financial reporting system, and actual expenditures are matched against this budget.

### Certification of Bond Expenditures

The Citizens Oversight Committee, based on the review of the annual financial and performance audit reports and information received at Bond Oversight Committee meeting, certifies that the bond proceeds for the fiscal year ended June 30, 2021 were expended only for the purposes set forth in the ballot measure and that no bond proceeds were expended for any teacher or administrator salaries.

By:   
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Brian Wright, Chairperson

  
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Date