

**ANNUAL REPORT OF THE CITIZENS' OVERSIGHT COMMITTEE OF
CARUTHERS UNIFIED SCHOOL DISTRICT
FOR FISCAL YEAR 2013-14**

RELATING TO MEASURE C

Introduction. The Citizens' Oversight Committee of Caruthers Unified School District (the "COC") was formed pursuant to Measure C for the purpose of actively reviewing and reporting on the expenditure of Measure C bond proceeds. The COC is required to advise the public, through at least one report per year which shall be made available on the District's web site, as to whether the District is in compliance with Article XIII A of the California Constitution, Measure C, and the provisions of Education Code Section 15278 and following.

Public Meetings. The COC has met on the following dates and locations:

| Meeting Date and Time | Meeting Location |
|---------------------------------|-------------------------|
| February 21, 2014 – 12:00 PM | DO Conference Room |

Each meeting has been in compliance with the Ralph M. Brown Act (Brown Act), in that the meetings were formally scheduled with agendas duly posted and noticed and open to the public. Minutes were taken and when approved at the subsequent meeting were posted on the District's web page via the link to information relating to Measure C.

District Support. The District has, without spending bond funds, provided the COC with the administrative support it needs to meet and to perform its review and reporting duties.

Activities

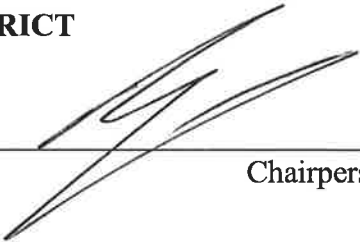
Review of Expenditures. The COC was provided with expenditure reports prepared by the District at each of its meetings. At each meeting, the COC reviewed the text of Measure C and the expenditure reports. Members of the COC had the opportunity to ask District personnel questions regarding the projects and expenditures.

Review of District Bond Audits. In addition, the District provided the COC with a copy of the annual bond financial audit and performance audit, which is also available to the public on the District's web site. These audits were provided no later than March 31, with respect to the audit for the prior fiscal year. No irregularities or concerns were identified in the audits prepared by the auditor.

Conclusion. Based on the foregoing review of expenditures and other activities, the COC concludes that bond proceeds spent to date have only been spent for the construction, reconstruction, rehabilitation, or replacement of school facilities, including furnishing and equipping of school facilities, or acquisition or lease of real property for school facilities, as identified in the project list presented to District voters, and as a result the District has complied with California Constitution Article XIII A Section (1)(b)(3), the text of Measure and Education Code 15278 and following. Furthermore, no proceeds were spent on teacher salaries, administrative salaries or on operational expenses.

Approved by the Citizens' Oversight Committee on February 21, 2014.

**CITIZENS' OVERSIGHT COMMITTEE OF
THE CARUTHERS UNIFIED SCHOOL
DISTRICT**

BY:  _____
Chairperson

By: _____
Secretary

[The conclusions identified in this Annual Report are to be presented to the District Board at an open meeting. The Report is also be posted on the District's web site.]