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**PARAMOUNT UNIFIED SCHOOL DISTRICT  
MEASURE I GENERAL OBLIGATION BONDS**

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**FINANCIAL AND PERFORMANCE AUDITS  
JUNE 30, 2025**

**PARAMOUNT UNIFIED SCHOOL DISTRICT  
MEASURE I GENERAL OBLIGATION BONDS  
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JUNE 30, 2025**

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## INDEPENDENT AUDITORS' REPORT

Board of Education and Measure I Citizens' Oversight Committee  
Paramount Unified School District  
Paramount, California

### **Report on the Audit of the Financial Statements**

#### ***Opinion***

We have audited the accompanying financial statements of the Measure I General Obligation Bonds of Paramount Unified School District (the "District") as of and for the year ended June 30, 2025, and the related notes to financial statements, which collectively comprise the Measure I General Obligation Bonds' basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the Measure I General Obligation Bonds of the District as of June 30, 2025, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

#### ***Basis for Opinion***

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the District and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

#### ***Emphasis of Matter***

As discussed in Note 1, the financial statements present only the District's Measure I General Obligation Bonds and do not purport to, and do not, present fairly the financial position of the District as of June 30, 2025, and the changes in financial position for the year then ended, in conformity with accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

## ***Responsibilities of Management for the Financial Statements***

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America, this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

## ***Auditors' Responsibilities for the Audit of the Financial Statements***

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

### **Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued our report dated December 15, 2025 on our consideration of the District's internal control over financial reporting and on our test of its compliance with certain provisions of laws, regulations, contracts and other matters for the Measure I General Obligation Bonds. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance for the Measure I General Obligation Bonds. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over the Measure I General Obligation Bonds financial reporting and compliance.

*CWDL, Certified Public Accountants*

San Diego, California  
December 15, 2025

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## **FINANCIAL SECTION**

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**PARAMOUNT UNIFIED SCHOOL DISTRICT  
MEASURE I GENERAL OBLIGATION BONDS  
BALANCE SHEET  
JUNE 30, 2025**

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**ASSETS**

Cash in county treasury	\$ 19,251,575
Accounts receivable	185,961
<b>Total Assets</b>	<b>\$ 19,437,536</b>

**LIABILITIES AND FUND BALANCE**

**Liabilities**

Accounts payable	\$ 6,792,231
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**Fund Balance**

Restricted	12,645,305
<b>Total Liabilities and Fund Balance</b>	<b>\$ 19,437,536</b>

The accompanying notes are an integral part of these financial statements.

**PARAMOUNT UNIFIED SCHOOL DISTRICT  
 MEASURE I GENERAL OBLIGATION BONDS  
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

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<b>REVENUES</b>	
Interest and investment income	\$ 431,003
<b>Total Revenues</b>	<u>431,003</u>
 <b>EXPENDITURES</b>	
Supplies	1,698,067
Services and other operating expenditures	1,706,999
Capital outlay	12,232,307
<b>Total Expenditures</b>	<u>15,637,373</u>
 <b>Net Change in Fund Balance</b>	 (15,206,370)
<b>Fund Balance - July 1, 2024</b>	<u>27,851,675</u>
<b>Fund Balance - June 30, 2025</b>	<u>\$ 12,645,305</u>

The accompanying notes are an integral part of these financial statements.

**PARAMOUNT UNIFIED SCHOOL DISTRICT  
MEASURE I GENERAL OBLIGATION BONDS  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2025**

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**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**Accounting Policies**

The accompanying financial statements have been prepared in conformity with generally accepted accounting principles as prescribed by the Governmental Accounting Standards Board and *Audits of State and Local Governmental Units* issued by the American Institute of Certified Public Accountants.

**Financial Reporting Entity**

The financial statements include only the Measure I General Obligation Bonds of Paramount Unified School District (the "District") used to account for Measure I projects. This fund was established to account for the expenditures of general obligation bonds issued under the General Obligation Bonds Election of 2016 and is a complete representation of the Building Fund reported in the District's financial statements. These financial statements are not intended to present fairly the financial position and results of operations of the District in compliance with accounting principles generally accepted in the United States of America.

**Basis of Accounting**

The Measure I General Obligation Bonds is maintained on the modified accrual basis of accounting. As such, revenues are recognized when they become susceptible to accrual, which is to say, when they become both measurable and available to finance expenditures of the current period. Expenditures are recognized in the accounting period in which the liability is incurred (when goods are received or services rendered).

Cash in the county treasury is recorded at cost, which approximates fair value.

**Fund Structure**

The statement of revenues, expenditures, and changes in fund balance is a statement of financial activities of the Measure I General Obligation Bonds related to the current reporting period. Fund expenditures frequently include amounts for land, buildings, equipment, retirement of indebtedness, transfers to other funds, etc. Consequently, these statements do not purport to present the result of operations or the net income or loss for the period as would a statement of income for a profit-type organization.

**Fund Balance Classification**

The governmental fund financial statements present fund balance classifications that comprise a hierarchy based on the extent to which the District is bound to honor constraints on the specific purposes for which amounts can be spent. Amounts for which constraints have been placed on the use of the resources either (a) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments, or (b) imposed by law through constitutional provisions or enabling legislation are considered restricted. The fund balance of the Measure I General Obligation Bonds is therefore classified as restricted.

**PARAMOUNT UNIFIED SCHOOL DISTRICT  
MEASURE I GENERAL OBLIGATION BONDS  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2025**

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**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued**

**Capital Assets and Long-Term Debt**

The accounting and reporting treatment applied to the capital assets and long-term liabilities associated with the Measure I General Obligation Bonds are determined by its measurement focus. The Measure I General Obligation Bonds is accounted for on a spending or “financial flow” measurement focus. This means that only current assets and current liabilities are generally included on the balance sheet. The reported fund balance is considered a measure of “available spendable resources”. Thus, the capital assets and long-term liabilities associated with the Measure I General Obligation Bonds are accounted for in the basic financial statements of the District.

**Use of Estimates**

The preparation of the financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

**NOTE 2 - CASH IN COUNTY TREASURY**

In accordance with *Education Code* Section 41001, the District maintains substantially all of its cash in the Los Angeles County Treasury as part of the common investment pool. The District is considered an involuntary participant in the investment pool. These pooled funds are recorded at amortized cost which approximates fair value. Fair value of the pooled investments at June 30, 2025 is measured at 99.90% of amortized cost. The District’s deposits in the fund are considered to be highly liquid.

The county is authorized to deposit cash and invest excess funds by *California Government Code* Sections 53534, 53601, 53635, and 53648. The county is restricted to invest in time deposits, U.S. government securities, state registered warrants, notes or bonds, State Treasurer’s investment pool, bankers’ acceptances, commercial paper, negotiable certificates of deposit, and repurchase or reverse repurchase agreements. The funds maintained by the county are either secured by federal depository insurance or are collateralized. Any investment losses are proportionately shared by all funds in the pool. Any investment losses are proportionately shared by all funds in the pool.

The county investment pool is not registered as an investment company with the Securities and Exchange Commission (SEC) nor is it an SEC Rule 2a7-like pool. California Government Code statues and the County Board of Supervisors set forth the various investment policies that the County Treasurer follow. The method used to determine the value of the participant’s equity withdrawn is based on the book value, which is amortized cost, of the participant’s percentage participation on the date of such withdrawals.

The pool sponsor’s annual financial report may be obtained from the Los Angeles County Public Affairs Office, Kenneth Hahn Hall of Administration, 500 W. Temple St, Room 358, Los Angeles, CA 90012.

**PARAMOUNT UNIFIED SCHOOL DISTRICT  
MEASURE I GENERAL OBLIGATION BONDS  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2025**

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**NOTE 3 - PURCHASE COMMITMENTS**

As of June 30, 2025, the District was committed under various capital expenditure purchase agreements for bond projects totaling approximately \$14.3 million for Measure I.

**NOTE 4 – BONDED DEBT**

**Measure I**

In November 2016, \$106 million in general obligation bonds were authorized by an election (Measure I) held within the District. The bonds were authorized to finance specific construction, repair and improvement projects approved by the voters of the District. General Obligation Bonds, Election 2016, Series 2017A was issued on June 13, 2017 for \$25,670,000 with a premium of \$2,606,912 to be amortized at \$89,894 per year which began in 2018-19. General Obligation Bonds, Series 2019B was issued on March 27, 2019 for \$30,496,089 with a premium of \$1,565,641 to be amortized at \$52,188 per year beginning in 2019-20. General Obligation Bonds, Series 2020C was issued on November 18, 2020 for \$49,833,911.

**Payments**

Interest due is payable semi-annually on February 1 and August 1 of each year. The principal with respect to the bonds is payable upon maturity or upon redemption in whole or in part. The bonds are issuable as fully registered bonds in denomination of \$5,000 or any integral multiple thereof.

Capital appreciation bonds were issued as part of Measure I Series B with maturities dates listed below. Prior to the applicable maturity dates, each capital appreciation bond will accrete interest on the principal component, with all interest accreting through the applicable maturity date and payable upon maturity or prior payment of the principal component.

The outstanding general obligation bonded debt of the District at June 30, 2025 is:

Description	Date of Bond	Final Maturity Date	Interest Rate	Original Issue	Balance July 1, 2024	Adjustments	Adjusted Balance July 1, 2024	Additions	Deductions	Balance June 30, 2025
Series 2017A	7/12/2017	8/1/2046	3.00-5.00%	\$ 25,670,000	\$ 18,220,000	\$ -	\$ 18,220,000	\$ -	\$ 205,000	\$ 18,015,000
Series 2019B	4/18/2019	8/1/2048	3.00-5.00%	30,496,089	26,566,089	-	26,566,089	-	75,000	26,491,089
Series 2019B CA				-	1,542,682	147,561	1,690,243	362,787	-	2,053,030
Series 2020C	12/9/2020	8/1/2050	0.507-4.00%	49,830,000	45,510,000	-	45,510,000	-	340,000	45,170,000
				<b>\$ 105,996,089</b>	<b>\$ 91,838,771</b>	<b>\$ 147,561</b>	<b>\$ 91,986,332</b>	<b>\$ 362,787</b>	<b>\$ 620,000</b>	<b>\$ 91,729,119</b>

**PARAMOUNT UNIFIED SCHOOL DISTRICT  
MEASURE I GENERAL OBLIGATION BONDS  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2025**

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**NOTE 4 - BONDED DEBT, continued**

The annual debt service requirements to maturity as of June 30, 2025 are as follows:

Year Ending	Principal	Interest	Accreted Interest	Total
June 30,				
2026	\$ 755,000	\$ 3,070,981	\$ -	\$ 3,825,981
2027	915,000	3,037,231	-	3,952,231
2028	1,100,000	2,996,331	-	4,096,331
2029	1,300,000	2,942,681	-	4,242,681
2030	1,510,000	3,149,731	1,443,450	6,103,181
2031-2035	10,117,516	13,346,669	1,037,484	24,501,669
2036-2040	14,217,478	11,751,750	3,827,522	29,796,750
2041-2045	23,586,095	9,275,175	3,293,905	36,155,175
2046-2050	31,425,000	3,773,388	-	35,198,388
2051	4,750,000	142,500	-	4,892,500
Accretion	2,053,030	-	-	2,053,030
<b>Total</b>	<b>\$ 91,729,119</b>	<b>\$ 53,486,437</b>	<b>\$ 9,602,361</b>	<b>\$ 154,817,917</b>

**NOTE 5 – SUBSEQUENT EVENTS**

The District has evaluated subsequent events through December 15, 2025, the date on which the financial statements were available to be issued. The District concluded that no subsequent events have occurred that would require recognition or disclosure in the financial statements.

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## **OTHER REPORTS**

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**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

Board of Education and Measure I Citizens' Oversight Committee  
Paramount Unified School District  
Paramount, California

We have audited, in accordance with the auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the Measure I General Obligation Bonds of the Paramount Unified School District (the "District") as of and for the year ended June 30, 2025 and the related notes to financial statements, and have issued our report thereon dated December 15, 2025.

***Emphasis of Matter***

As discussed in Note 1, the financial statements present only Measure I General Obligation Bonds, and do not purport to, and do not, present fairly the financial position of the District as of June 30, 2025, the changes in its financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

***Report on Internal Control Over Financial Reporting***

In planning and performing our audit of the financial statements, we considered the District's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over the Measure I General Obligation Bonds financial reporting. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over financial reporting for the Measure I General Obligation Bonds.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the District's Measure I General Obligation Bonds financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses or significant deficiencies. However, material weaknesses or significant deficiencies may exist that were not identified.

### ***Report on Compliance and Other Matters***

As part of obtaining reasonable assurance about whether the District's financial statements of the Measure I General Obligation Bonds are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

### ***Purpose of This Report***

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*CWDL, Certified Public Accountants*

San Diego, California  
December 15, 2025

**PARAMOUNT UNIFIED SCHOOL DISTRICT  
MEASURE I GENERAL OBLIGATION BONDS  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

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This section identifies the deficiencies, significant deficiencies, material weaknesses, and instances of noncompliance related to the financial statements that are required to be reported in accordance with *Government Auditing Standards*.

***There were no financial statement findings or questioned costs identified during 2024-25.***

**PARAMOUNT UNIFIED SCHOOL DISTRICT  
MEASURE I GENERAL OBLIGATION BONDS  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

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*There were no financial statements audit findings reported during 2023-24.*

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## **PERFORMANCE AUDIT**

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## INDEPENDENT AUDITORS' REPORT ON PROPOSITION 39 COMPLIANCE

Board of Education and Measure I and Citizens' Oversight Committee  
Paramount Unified School District  
Paramount, California

We have conducted a performance audit of the Paramount Unified School District's (the "District") Measure I General Obligation Bonds for the year ended June 30, 2025.

We conducted our performance audit in accordance with *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain sufficient, appropriate evidence to provide a reasonable basis for our conclusions based on our audit objectives. We believe that the evidence obtained provides a reasonable basis for our conclusions based on our audit objectives.

Our audit was limited to the objectives listed on page 15 of this report which includes determining the District's compliance with the performance requirements for the Proposition 39 Measure I General Obligation Bonds under the applicable provisions of Section 1(b)(3)(C) of Article XIII A of the California Constitution. Management is responsible for the District's compliance with those requirements.

Solely to assist us in planning and performing our performance audit, we obtained an understanding of the internal controls of the District to determine if internal controls were adequate to help ensure the District's compliance with the requirements of Proposition 39, as specified by Section 1(b)(3)(C) of Article XIII A of the California Constitution. Accordingly, we do not express any assurance on the internal controls.

The results of our tests indicated that, in all significant respects, the District expended Measure I General Obligation Bonds for the fiscal year ended June 30, 2025 only for the specific projects developed by the District's Board of Education, 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.

*CWDL, Certified Public Accountants*

San Diego, California  
December 15, 2025

**PARAMOUNT UNIFIED SCHOOL DISTRICT  
MEASURE I GENERAL OBLIGATION BONDS  
PERFORMANCE AUDIT  
JUNE 30, 2025**

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**BACKGROUND INFORMATION**

In November 2000, the voters of the state of California approved Proposition 39 authorizing the issuance of general obligation bonds by California public school districts and community colleges under certain circumstances and subject to certain conditions.

In November 2016, \$106 million in general obligation bonds were authorized by an election (Measure I) held within the District. The bonds were authorized to finance specific construction, repair and improvement projects approved by the voters of the District. General Obligation Bonds, Election 2016, Series 2017A was issued July 12, 2017 for \$25,670,000 with a premium of \$2,606,912. On April 18, 2019 General Obligation Bonds, Series 2019B for \$30,496,089 was issued with a premium of \$1,565,641. General Obligation Bonds, Series 2020C was issued on November 18, 2020 for \$49,833,911.

Pursuant to the requirements of Proposition 39, and related state legislation, the Board of Education of the District established a Citizens' Oversight Committee and appointed its members. The principal purpose of the Citizens' Oversight Committee, as set out in state law, is to inform the public as to the expenditures of the proceeds of the bonds issued pursuant to the Measure I bond authorization. The Citizens' Oversight Committee is required to issue at least one report annually as to its activities and findings.

Section 1(b)(3)(C) of Article XIII A of the California Constitution requires the District to conduct an annual independent performance audit to ensure that the proceeds of the bonds deposited into the Measure I General Obligation Bonds have been expended only for the authorized bond projects.

**OBJECTIVES**

Our audit was limited to the objectives listed below which includes determining the compliance with the performance requirements as referred to in Proposition 39 and outlined in Section 1(b)(3)(C) of Article XIII A of the California Constitution and Appendix A contained in the *2024-25 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting* issued by the California Education Audit Appeals Panel. Management is responsible for the District compliance with those requirements.

1. Determine the expenditures charged to the District Measure I General Obligation Bonds.
2. Determine whether expenditures charged to the Measure I General Obligation Bonds have been made in accordance with the bond project list approved by the voters through the approval of Measure I in November 2016.
3. Provide the District Board and the Measure I Citizens' Oversight Committee with a performance audit as required under the provisions of the California Constitution.

**PARAMOUNT UNIFIED SCHOOL DISTRICT  
MEASURE I GENERAL OBLIGATION BONDS  
PERFORMANCE AUDIT  
JUNE 30, 2025**

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**SCOPE OF THE AUDIT**

The scope of our performance audit covered the period of July 1, 2024 to June 30, 2025. The population of expenditures tested included all object and project codes associated with the bond projects. The propriety of expenditures for capital projects and maintenance projects funded through other State or local funding sources, other than proceeds of the bonds, were not included within the scope of the audit. Expenditures incurred subsequent to June 30, 2025, were not reviewed or included within the scope of our audit or in this report.

In planning and performing our performance audit, we obtained an understanding of the District's internal control in order to determine if the internal controls were adequate to help ensure the District's compliance with the requirements of Proposition 39 and outlined in Section 1(b)(3)(C) of Article XIII A of the California Constitution but not for the purpose of expressing an opinion of the effectiveness of the District internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control. We did not audit the District's financial statements. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

**METHODOLOGY**

We obtained the general ledger and the project expenditure reports prepared by the District for the fiscal year ended June 30, 2025, for Measure I General Obligation Bonds. Within the fiscal year audited, we obtained the actual invoices, purchase orders, and other supporting documentation for a sample of expenditures to ensure compliance with the requirements of Section 1(b)(3)(C) of Article XIII A of the California Constitution and Measure I as to the approved bond projects list. We performed the following procedures:

1. We identified expenditures and projects charged to the general obligation bond proceeds by obtaining the general ledger and project listing.
2. We selected a sample of expenditures using the following criteria:
  - a) We considered all expenditures recorded in all object codes.
  - b) We considered all expenditures recorded in all projects that were funded from July 1, 2024 through June 30, 2025 from Measure I bond proceeds.
  - c) We selected all expenditures that were individually significant expenditures. Individually significant expenditures were identified based on our assessment of materiality.
  - d) For all items below the individually significant threshold identified in item 2c, judgmentally selected expenditures based on risk assessment and consideration of coverage of all object codes, including transfers out, and projects for period starting July 1, 2024 and ending June 30, 2025. The results can be projected to the intended population.
3. Our sample included transactions totaling \$7,890,399. This represents 50.46% of the total expenditures of \$15,637,373.

**PARAMOUNT UNIFIED SCHOOL DISTRICT  
MEASURE I GENERAL OBLIGATION BONDS  
PERFORMANCE AUDIT  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS  
JUNE 30, 2025**

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**METHODOLOGY, continued**

4. We reviewed the actual invoices and other supporting documentation to determine that:
  - a) Expenditures were supported by invoices with evidence of proper approval and documentation of receipting goods or services.
  - b) Expenditures were supported by proper bid documentation, as applicable.
  - c) Expenditures were expended in accordance with voter-approved bond project list.
  - d) Bond proceeds were not used for salaries of school administrators or other operating expenses of the District.
  
5. We determined that the District has met the compliance requirement of Measure I if the following conditions were met:
  - a) Supporting documents for expenditures were aligned with the voter-approved bond project list.
  - b) Supporting documents for expenditures were not used for salaries of school administrators or other operating expenses of the District.

The results of our tests indicated that the District expended Measure I General Obligation Bond funds only for the specific projects approved by the voters, in accordance with Proposition 39 and outlined in Section 1(b)(3)(C) of Article XIII A of the California Constitution.

**CONCLUSION**

The results of our tests indicated that, in all significant respects, the Paramount Unified School District has properly accounted for the expenditures held in the Measure I General Obligation Bonds and that such expenditures were made for authorized bond projects.