

ANNUAL REPORT
July 1, 2024 Through June 30, 2025
MEASURE L CITIZENS' OVERSIGHT COMMITTEE

This annual report is submitted in accordance with section 7(b) of the Bylaws for the Lodi Unified School District Measure L Citizen's Oversight Committee. In accordance with the Bylaws, this report is being presented to the Lodi Unified School District (LUSD) Board of Education within the required 60 days after the completion of the annual audit outlined in the bylaws. The report was reviewed and approved by the Committee during a special meeting scheduled on January 26, 2026.

Overview

Proposition 39 amended California's Constitution, including Articles XIII A, to allow school districts the option to pursue school bonds with a lower voter threshold of 55%, but put in place restrictions, oversight, audits and disclosures on how the bond funds are expended. This proposition, along with accompanying legislation, Assembly Bill (AB) 1908, requires a Citizens' Oversight Committee review and report on the expenditure of taxpayer's money.

In 2006 Lodi Unified School District voters approved Measure L, authorizing the District to issue \$114 million in general obligation funds. In accordance with Proposition 39 and AB 1908, an oversight committee was formed to oversee Measure L activities. The Bylaws of Measure L and Education Code 15278-15282 require the Committee to consist of seven members. During the period of this report the Committee included the following members: Kimanh Nguyen Chau (Business Org.), Teresita Walker (At-Large) Aaron Ferguson (Taxpayer). Four vacant positions remain: Senior Citizen Org., Parent/PTA, and 2 At-Large. To address this, the Committee recommended, and the Board approved a revision to the Committee bylaws in February 2025, redefining a quorum as a majority of active members. This change restored the Committee's ability to effectively carry out its responsibilities. On January 12, 2026, with a quorum of active members present, the Committee convened to review the 2024-2025 Performance Audit reports, discuss ongoing projects, and schedule a Board meeting to present its overview report.

Additionally, regular Committee meeting participants include: Amberly Kidder, Edith Holbert, Desiree Wise, and Joe Patty. These individuals are staff members of Lodi Unified School District and have provided, at Committee meetings, financial reports, progress reports, and additional LUSD information.

Summary of Measure L Committee's Activities

All activities of the Committee are governed by the Bylaws. The activities performed by Committee members this year include the following:

- Approved meeting schedule.
- Review Committee Bylaws.
- Received and reviewed Audited Financial Statements for fiscal years July 2024 through June 30, 2025
- Reviewed the Performance Audit for the Fiscal Year ending July 2024 through June 2025

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- Reviewed new and ongoing Measure L projects to ensure they are within the scope of the school facilities projects detailed in the Measure L text
- Monitored the progress of ongoing Measure L projects
- Reviewed quarterly financial reports

Measure L Tax Rate Estimate

In accordance with California Constitution Article XIII A, Section 1 (b) (3), the estimated tax to be levied cannot exceed \$60 per \$100,000 assessed of the property value. The Committee is required to advise the public, under Bylaws Section 7 (b) (2), whether the estimated tax to be levied exceeds \$60 per \$100,000 assessed value.

The Average Annual Tax per \$100,000 of Assessed Property Value for the year ending in 2024-2025 was \$41.20.

LUSD 2023 Financial Statements with Independent Auditor's Report

The Measure L Committee received and reviewed the 2024-2025 Financial Audit Report prepared by Gilbert Associates, Inc. The committee has reviewed in this Financial Audit Report all the financial expenditures made by the district relating to Measure L for the period of July 2024 until June 2025. These expenditures are available on the LUSD website. The finding are as follows:

- Procedures performed verified expenditures agreed to the supporting documentation including requisitions, invoices, purchase orders and construction contracts.
- Procedures performed verified expenditures were compliant with the regulations of Article XIII A, Section 1 (b) (3) of the California Constitution and construction projects outlined by Measure L.
- Procedures performed verified expenditures were not used for teacher and administrative salaries or other school operating expenses as required by section 7 (b) (3) of the Bylaws.
- Recommendation to recruit and retain members to establish a quorum to assist in preparation of annual reports within 60 days of the District's annual audit of the financial records.

Conclusion:

The Measure L Citizen's Committee members have concluded that LUSD is compliant with the requirements set for the by the Measure L Bond election and its bylaws.