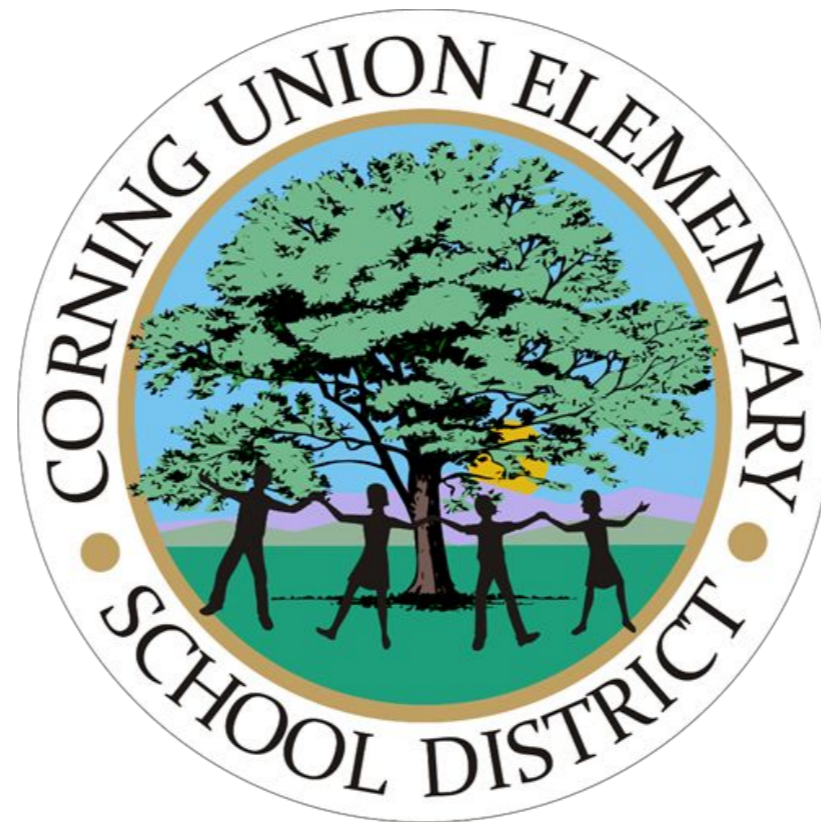


Citizens' Bond Oversight Committee (CBOC)

Fiscal Year 2024-2025 (7/1/24 - 6/30/25)
ANNUAL REPORT TO THE
CUESD Board of Trustees
April 13, 2026



CBOC Membership

CBOC Membership						
CBOC Member	Business Organization	Senior Citizens' Organization	Parent/Guardian	Parent/Guardian Active in School Organization	Community at Large	Bona Fide Taxpayers Organization
Bob Hall		x				
Eduardo Villanueva			x	x		
Bryan Reddish			x			
Sandra Valerio			x		x	
Roxanne Williams					x	
Crystal Weston	x		x			
Tabetha O'Quinn			x			

District Staff

Tiffany Dietz,
Superintendent

Heather Igarta
Chief Business Official

Marcie Anderson,
Executive Asst. to Superintendent

VPCS Staff

Jennifer Gibb, Program Manager

Sharon Kang, Project Coordinator

Jennifer Kerr, Assistant Program Manager

Measure J Important Milestones

- **Important Milestones for FY 2024-25**
 - *Passage of Measure J: November 2024*
 - *Establishment of CBOC: April 2025*
 - *Approval of Current Membership: May 2025*
 - *First Meeting: May 2025*

CBOC CHARTER: Measure J

A. Committee's Purpose

The purpose of the Committee is to inform the public concerning the expenditure and uses of bond revenues. The Committee's legal charge is to actively review and report on the expenditure of taxpayer's money for school construction. The Committee shall convene to provide oversight of the following:

1. That bond revenues from Proposition 39 bonds adopted by a 55 percent vote of the electorate are expended only for the purpose described in Article 13A, section 1, subdivision (b)(3) of the California Constitution, including the construction, reconstruction, rehabilitation or replacement of school facilities, including the furnishing and equipping of school facilities, or the acquisition or lease of real property for school facilities; and
2. That, for Proposition 39 bonds adopted by a 55 percent vote of the electorate, as prohibited by Article 13A, section 1, subdivision (b)(3)(A) of the California Constitution, no funds are used for any teacher and administrative salaries or other school operating expenses normally paid from the general fund; although salaries for personnel assigned to the bond program are allowable as described in applicable case law.

B. Committee's Duties

The Committee may engage in the following activities in furtherance of its purpose:

1. Receiving and reviewing copies of the annual performance audits required by Article 13A, section 1, subdivision (b)(3)(C) of the California Constitution.
2. Receiving and reviewing the annual financial audits required by Article 13A, section 1, subdivision (b)(3)(C) of the California Constitution.
3. Subject to the limitations of Section C(4), inspecting school facilities and grounds to ensure that bond revenues are expended in compliance with the requirements of Article 13A, section 1, subdivision (b)(3) of the California Constitution.
4. Receiving and reviewing copies of any deferred maintenance proposals or plans developed by the District, including any reports required by Education Code section 17584.1.
5. Reviewing efforts by the District to maximize bond revenues by implementing cost-saving measures including, but not limited, to the following:
 - a. mechanisms designed to reduce the costs of professional fees;
 - b. mechanisms designed to reduce the cost of site preparation;
 - c. recommendations regarding the joint use of core facilities;
 - d. mechanisms designed to reduce costs by incorporating efficiencies in school site design; and
 - e. recommendations regarding the use of cost-effective and efficient reusable facility plans.

Statement of Compliance: Measure J

This Annual Report is submitted to the Board of Trustees by the Corning Union Elementary School District, Measure J, Citizens' Bond Oversight Committee.

The Committee advises that, to the best of its knowledge, the Corning Union Elementary School District is in compliance with the requirements of Article XIII A, Section 1(b) (3) of the California Constitution. Furthermore, the Committee has reviewed expenditure reports produced by the District to ensure that (a) bond proceeds have been expended only for the purposes set forth in the ballot measure; (b) and not for any other purposes, including teacher and administrative salaries and other school operating expenses; (C) and reviewed the staffs process for maximizing bond proceeds. Committee review is supported by independent financial and performance audits required by state law. The statement covers activities for the 2024-2025 school year.

Respectfully Submitted:

Bob Hall, Chair

Measure J Citizens' Bond Oversight Committee

Date: April 13, 2026

Layered Oversight of Bond Expenditures

- The CUESD Board has ultimate authority over allocation of Bond resources and project prioritization.
- The following oversight entities review expenditures and report on Bond funds:
 - Independent Auditor - California Education Code Requirement
 - Performance Audit Requirement
 - Financial Audit Requirement
 - Citizens' Bond Oversight Committee
 - Annual Report Requirement

Audit Summary

Auditor summary is accompanied by the Independent Auditors' Report for the Measure J Bond Building Fund of Corning Union Elementary School District, for the fiscal year ending June 30, 2025.

The auditor firm tested internal controls over financial reporting and compliance with laws, regulations, provisions of contracts or agreements and have determined that no significant deficiencies or findings were noted.

The auditors tested **\$156,299** of non-personnel expenditures of total 2024-25 **Measure J** Bond Fund expenditures for accuracy. They concluded that the sampled expenditures were in compliance with the terms of **Measure J** ballot languages, the District approved facilities plan, and applicable state laws and regulations.

Based on the review of information, they noted that no salaries or benefits were charged to the bond.

In sum:

- There were no financial statement findings for the year ended June 30, 2025.
- There were no findings or recommendations related to local school construction bonds for the year ended June 30, 2025.

CBOC Meetings and Major Items

Date	Major Items Reviewed
May 6, 2025	<ul style="list-style-type: none">● Committee Purpose & Brown Act Review● Member term durations

FY 24-25 Annual Expenditure Report

Detail for Dates 07/01/2024 through 06/30/2025								Fiscal Year 2024/25	
Ref#	Pay To Name	Check #	Journal #	Description	Trans Date	Revised Budget	Encumbered	Expenditure	Account Balance
Fund 21 - BUILDING									
21-0000-0-0000-9100-5400-000-000-000 UNRESTRICT,INSURANCE									
			BR25-00027	BOND INSURANCE	06/30/25	13,349.00			13,349.00
			BR25-00029	RES 24/25-18	06/30/25	8,850.00-			4,499.00
			CT25-00451	INSURANCE	06/30/25			13,348.84	8,849.84-
			CT25-00496	COR CT25-00451	06/30/25			13,348.84-	4,499.00
			Account Total		06/30/25	4,499.00	.00	.00	
21-0000-0-0000-9100-5800-000-000-000 UNRESTRICT,CONSULTING SER									
			BR25-00027	UNDERWRITER	06/30/25	62,688.00			62,688.00
			BR25-00027	COST OF ISSUANCE	06/30/25	175,000.00			237,688.00
			CT25-00451	UNDERWRITER	06/30/25			62,687.50	175,000.50
			CT25-00451	COST OF ISSUANCE	06/30/25			175,000.00	.50
			CT25-00457	ISOM BAL	06/30/25			1,594.85-	1,595.35
			CT25-00457	BNY FEES	06/30/25			500.00-	2,095.35
			CT25-00457	CONTINGENCY	06/30/25			18,364.54-	20,459.89
			CT25-00496	COR CT25-00451	06/30/25			62,687.50-	83,147.39
			Account Total		06/30/25	237,688.00	.00	154,540.61	
21-0000-0-0000-8500-6210-234-000-971 UNRESTRICT,ARCHITECT									
	Semingson Architects, Ir 40289198		AP25-00153	May25 RTE classrooms	06/30/25			1,750.00	1,750.00-
	Semingson Architects, Ir 40289806		AP25-00319	June2025 RTE Classrooms	06/30/25			2,625.00	4,375.00-
			BR25-00027	RTE CLASSROOMS	06/30/25	1,750.00			2,625.00-
			Account Total		06/30/25	1,750.00	.00	4,375.00	
21-0000-0-0000-8500-6210-235-000-972 UNRESTRICT,ARCHITECT									
	Semingson Architects, Ir 40289198		AP25-00156	May25 CDS	06/30/25			4,568.00	4,568.00-
	Semingson Architects, Ir 40289806		AP25-00322	June2025 CDS	06/30/25			6,225.00	10,793.00-
			BR25-00027	CDS	06/30/25	4,568.00			6,225.00-
			BR25-00029	RES 24/25-18	06/30/25	8,850.00			2,625.00
			Account Total		06/30/25	13,418.00	.00	10,793.00	
			Total for Object 6210			15,168.00	.00	15,168.00	.00
			Total for Org 904 and Fund BUILDING			257,355.00	.00	169,708.61	87,646.39

Additional Information

Attachments

- [May 6, 2025 Meeting Minutes](#)
- [2024-2025 Audit Reports](#)
- [Full Bond Language for Measure J](#)
- [FY 2024-2025 Annual Expenditure Report](#)



MEETING MINUTES

CUESD MEASURE J CITIZENS BOND OVERSIGHT COMMITTEE

Tiffany Dietz, Superintendent
Andrew Fisher, Assistant Superintendent
Heather Igarta, Chief Business Official

AGENDA

ALL BOARD MEETINGS ARE DIGITALLY RECORDED

Meeting facilities are accessible to persons with disabilities. By request, alternative agenda document formats are available to persons with disabilities. To arrange an alternative agenda document format or to arrange aid or services to modify or accommodate persons with a disability to participate in a public meeting, please provide a written request to the Superintendent at Corning Union Elementary School District Office at least three working days prior to any public meeting. Documents relating to agenda items are available at the CUESD District Office, 1005 Hoag Street, Corning, California 96021.

Attendance

Voting Members

Bobl Hall
Rubi Ordaz - **Absent**
Bryan Reddish
Sandra Valerio
Windy Van Dam
Eduardo Villanueva
Roxanne Williams

Non-Voting Members

Marcie Anderson, District Secretary
Tiffany Dietz, Superintendent
Heather Igarta, Chief Business Officer

I. CALL TO ORDER - Bond Counsel, Meredith Johnson

Meredith Johnson, Bond counsel, called the meeting to order at 5:30 p.m. All Board members were in attendance with the exception of member Ordaz.

A. Windy Van Dam

B. Eduardo Villanueva

C. Roxanne Williams

D. Bryan Reddish

E. Rubi Ordaz

F. Bob Hall

G. Sandra Valerio

II. WELCOME/INTRODUCTIONS

Meredith Johnson led the welcome and introductions.

III. PUBLIC COMMENT

No public comments were received.

A. At this time, the Committee welcomes public comments. Unless the item has been placed on the published agenda in accordance with the Brown Act, there shall be no action taken. The Committee members may: (1) acknowledge receipt of the information; or (2) refer the matter to staff with no direction as to action or priority. Speakers are limited to three (3) minutes.

IV. COMMITTEE PURPOSE - Bond Counsel, Meredith Johnson

Meredith Johnson provided a training session on general obligation bonds, explaining their role in raising funds for school districts and the process of requesting voter approval. She reviewed the California Constitution's authorization of such bonds, limitations on their amount, and the accountability provisions under Proposition 39.

The discussion covered the role of the citizens oversight committee, emphasizing that its function is to audit—by comparing expenditures to the voter-approved project list—rather than to advise. The committee is required to prepare one annual report summarizing activities and confirming compliance, ensuring transparency for the public.

Meredith reviewed recent district bond measures, including Measure B (2002) and Measure J (November 2024). She explained conflict of interest rules, noting that district employees, vendors, or contractors cannot serve on the committee. Members are community volunteers and are not required to file Form 700 financial disclosures.

The district will support the committee by providing meeting spaces, posting information on the website, and conducting audits.

V. DISCUSSION AND POSSIBLE ACTIONS ON MEASURE J CITIZENS' BOND OVERSIGHT COMMITTEE ELECTION OF OFFICERS - Bond Counsel, Meredith Johnson

The committee discussed how long the committee needs to be in place (as long as bond proceeds are being spent).

The committee discussed the length of terms: Ed code states a minimum of two years with no maximum.

A. Chair

Appoint [name of committee member] as the Chair of the Measure J Citizens' Bond Oversight Committee.

Motion made by: Eduardo Villanueva

Motion seconded by: Bryan Reddish

Voting results: Unanimously approved

Bobl Hall: Yes

Bryan Reddish: Yes

Sandra Valerio: Yes

Windy Van Dam: Yes

Eduardo Villanueva: Yes

Roxanne Williams: Yes

Eduardo Villanueva nominated Bob Hall as Chair. Bryan Reddish seconded the motion. Motion passed.

B. Vice Chair

Appoint [name of committee chair] as Vice Chair of Measure J Citizens' Bond Oversight Committee.

Motion made by: Eduardo Villanueva

Motion seconded by: Sandra Valerio

Voting results: Unanimously approved

Bobl Hall: Yes

Bryan Reddish: Yes

Sandra Valerio: Yes

Windy Van Dam: Yes

Eduardo Villanueva: Yes

Roxanne Williams: Yes

Eduardo Villanueva "Eddy" nominated himself as Vice Chair. Sandra Valerio made a second to the motion. The motion passed.

VI. DISCUSSION AND POSSIBLE ACTION RELATIVE TO PROPOSED MEASURE J CITIZENS' BOND OVERSIGHT COMMITTEE MEETING SCHEDULE FOR 2025 - Bond Counsel, Meredith Johnson

Discussion on the frequency of meetings, with a consensus on semi-annual meetings in April and October.

The first meeting is tentatively scheduled for October 6, at 5:30 p.m. with a preliminary agenda to be sent out for feedback.

The committee discusses the importance of having a clear agenda and the process for adding items to the agenda.

The Brown Act is explained, emphasizing the importance of public notice and the requirement for a quorum of four members for meetings to proceed.

A. Set dates, time, and format for Committee meetings for 2025

Approve the meeting schedule and meeting format for 2025 to be [meeting dates, times, and format].

Voting results: Unanimously Approved

The meeting schedule was set for two meetings per year: one in October and one in April. The next meeting is set for October 6, 2025, at 5:30 p.m.. Meetings will be held in person, with the CBO joining via Zoom.

VII. INFORMATION - Bond Counsel, Meredith Johnson

A. Series A Bond Sale

Meredith apprised the committee of a recent bond sale. Heather Igarta, CBO provided an overview of upcoming projects, including West Street Phase III, Rancho Tehama, and Community Day School. She shared the types of projects and the funding used, aligning them with the project list approved by the Board and voters. She also discussed preliminary expenditures, "soft costs," with the Committee.

VIII. ADJOURNMENT

The meeting was adjourned at 6: 25 p.m.

**CORNING UNION ELEMENTARY SCHOOL DISTRICT
MEASURE J BOND BUILDING FUND**

AUDIT REPORT

**FOR THE YEAR ENDED
JUNE 30, 2025**

**CORNING UNION ELEMENTARY SCHOOL DISTRICT
MEASURE J BOND BUILDING FUND
TABLE OF CONTENTS
JUNE 30, 2025**

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**CORNING UNION ELEMENTARY SCHOOL DISTRICT
MEASURE J BOND BUILDING FUND
INTRODUCTION
JUNE 30, 2025**

The Corning Union Elementary School District was established on 1888 and is comprised of an area of approximately 170 square miles located in Tehama County. There were no changes in the boundaries of the District during the current year. The District operates four elementary schools, one intermediate school, and one community day school.

In an election held on November 5, 2024, the voters authorized the District to issue and sell not more than \$13,700,000 principal amount of general obligation bonds. These bonds were issued to finance the construction, improvement, equipping and furnishing of various capital facilities of the District.

Series A was issued on April 9, 2025 for \$4,250,000 with interest rates ranging from 5.00% to 5.50%. The original issuance consisted entirely of current interest bonds. The bonds have a final maturity date of August 1, 2054. At June 30, 2025 the principal amount outstanding was \$4,250,000.

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTSIndependent Auditors' Report

Measure J Citizens' Oversight Committee and
Governing Board
Corning Union Elementary School District
Corning, California

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

We have audited the accompanying financial statements of the Measure J Bond Building Fund of Corning Union Elementary School District (the "District"), as of and for the year ended June 30, 2025, and the related notes to the 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 J Bond Building Fund of Corning Union Elementary School District, as of June 30, 2025, and the respective changes in financial position thereof 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 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 Measure J Bond Building Fund and do not purport to, and do not present fairly the financial position of the Corning Union Elementary School District, as of June 30, 2025, and 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.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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.

Auditor's 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 auditor's 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 generally accepted auditing standards 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 judgement made by a reasonable user of the financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgement 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.

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 March 24, 2026 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters specific to the Measure J Bond Building Fund. The purpose of that report is solely 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. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance specific to the Measure J Bond Building Fund.

Report of Other Legal and Regulatory Requirements

In accordance with the requirements of Proposition 39, as incorporated in California Constitution Article 13A, we have issued our performance audit dated March 24, 2026 on our consideration of the District's compliance with the requirements of Proposition 39 as it directly relates to the Measure J Bond Building Fund. That report is an integral part of our audit of the Measure J Bond Building Fund of Corning Union Elementary School District, as of and for the year ended June 30, 2025, and should be considered in assessing the results of our financial audit.

Christy White, Inc.

San Diego, California
March 24, 2026

FINANCIAL SECTION

**CORNING UNION ELEMENTARY SCHOOL DISTRICT
MEASURE J BOND BUILDING FUND
BALANCE SHEET
JUNE 30, 2025**

ASSETS

Cash and investments	\$	4,142,851
Accounts receivable		<u>20,459</u>
Total Assets	\$	<u>4,163,310</u>

LIABILITIES

Accrued liabilities	\$	<u>15,168</u>
Total Liabilities		<u>15,168</u>

FUND BALANCES

Restricted for Measure J projects		<u>4,148,142</u>
Total Fund Balances		<u>4,148,142</u>
Total Liabilities and Fund Balances	\$	<u>4,163,310</u>

The accompanying notes to financial statements are an integral part of this statement.

**CORNING UNION ELEMENTARY SCHOOL DISTRICT
MEASURE J BOND BUILDING FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
FOR THE YEAR ENDED JUNE 30, 2025**

REVENUES	
Interest income	\$ 47,064
Net increase (decrease) in the fair value of investments	20,787
Total Revenues	<u>67,851</u>
EXPENDITURES	
Current	
Facilities acquisition and construction	15,168
Bond issuance cost	154,541
Total Expenditures	<u>169,709</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(101,858)</u>
Other Financing Sources (Uses)	
Proceeds from sale of bonds	4,250,000
Net Financing Sources (Uses)	<u>4,250,000</u>
NET CHANGE IN FUND BALANCE	4,148,142
Fund Balance - Beginning	<u>-</u>
Fund Balance - Ending	<u>\$ 4,148,142</u>

The accompanying notes to financial statements are an integral part of this statement.

**CORNING UNION ELEMENTARY SCHOOL DISTRICT
MEASURE J BOND BUILDING FUND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Financial Reporting Entity

The Corning Union Elementary School District (the “District”) accounts for its financial transactions in accordance with the policies and procedures of the Department of Education's *California School Accounting Manual*. The accounting policies of the District conform to generally accepted accounting principles as prescribed by the Governmental Accounting Standards Board (GASB) and the American Institute of Certified Public Accountants (AICPA).

An oversight committee to the District's Governing Board and Superintendent, called the Citizens' Oversight Committee (COC), was established pursuant to the requirements of state law and the provisions of the Measure J bond. The COC is required by state law to actively review and report on the proper expenditure of taxpayers' money for school construction. The COC provides oversight and advises the public whether the District is spending the Measure J bond funds for school capital improvements within the scope of projects outlined in the Measure J bond project list. In fulfilling its duties, the COC reviews, among other things, the District's annual performance and financial audits of Measure J activity.

The statements presented are for the individual Measure J Bond Building Fund of the District, consisting of the net construction proceeds of Election 2024 Series A, as issued by the District, through the County of Tehama, and are not intended to be a complete presentation of the District's financial position or results of operations. There are no related parties or component units included in this financial statement presentation.

B. Basis of Accounting

Basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of measurement made, regardless of the measurement focus applied.

The financial statements are presented on the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual; i.e., both measurable and available. “Available” means the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. Expenditures are generally recognized under the modified accrual basis of accounting when the related liability is incurred.

C. Cash and Cash Equivalents

The District's cash and cash equivalents consist of cash on hand, demand deposits and short-term investments with original maturities of three months or less from the date of acquisition. Cash equivalents also include cash with county treasury balances for purposes of the statement of cash flows.

D. Interfund Balances

Receivables and payables resulting from short-term interfund loans are classified as "Due from other funds/Due to other funds."

E. Accrued Liabilities

In general, payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources are reported as obligations of the fund.

**CORNING UNION ELEMENTARY SCHOOL DISTRICT
 MEASURE J BOND BUILDING FUND
 NOTES TO FINANCIAL STATEMENTS, continued
 JUNE 30, 2025**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

F. Fund Balance

Under GASB Statement No. 54, fund balance is divided into five classifications based primarily on the extent to which the District is bound to observe constraints imposed upon the use of the resources in the governmental funds. The fund balance in Measure J is considered restricted.

The restricted fund balance classification reflects amounts subject to externally imposed and legally enforceable constraints. Such constraints may be imposed by creditors, grantors, contributors, or laws or regulations of other governments, or may be imposed by law through constitutional provisions or enabling legislation.

G. Interfund Activity

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented in the financial statements.

H. 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.

I. Budgetary Data

The budgetary process is prescribed by provisions of the California Education Code and requires the governing board to hold a public hearing and adopt an operating budget no later than July 1 of each year. The District governing board satisfied these requirements. The adopted budget is subject to amendment throughout the year to give consideration to unanticipated revenue and expenditures primarily resulting from events unknown at the time of budget adoption with the legal restriction that expenditures cannot exceed appropriations by major object account.

NOTE 2 – CASH AND INVESTMENTS

Cash and investments as of June 30, 2025 consisted of the following:

Investment in county treasury	\$	4,122,064
Fair value adjustment		20,787
Total	\$	4,142,851

A. Policies and Practices

The District is authorized under California Government Code to make direct investments in local agency bonds, notes, or warrants within the state; U.S. Treasury instruments; registered state warrants or treasury notes; securities of the U.S. Government, or its agencies; bankers acceptances; commercial paper; certificates of deposit placed with commercial banks and/or savings and loan companies; repurchase or reverse repurchase agreements; medium term corporate notes; shares of beneficial interest issued by diversified management companies, certificates of participation, obligations with first priority security; collateralized mortgage obligations; and the County Investment Pool.

**CORNING UNION ELEMENTARY SCHOOL DISTRICT
MEASURE J BOND BUILDING FUND
NOTES TO FINANCIAL STATEMENTS, continued
JUNE 30, 2025**

NOTE 2 – CASH AND INVESTMENTS (continued)

A. Policies and Practices (continued)

Investment in County Treasury – The District maintains substantially all of its cash in the County Treasury in accordance with *Education Code Section 41001*. The Tehama County Treasurer’s pooled investments are managed by the County Treasurer who reports on a monthly basis to the board of supervisors. In addition, the function of the County Treasury Oversight Committee is to review and monitor the County’s investment policy. The committee membership includes the Treasurer and Tax Collector, the Auditor-Controller, Chief Administrative Officer, Superintendent of Schools Representative, and a public member. The fair value of the District’s investment in the pool is based upon the District’s pro-rata share of the fair value provided by the County Treasurer for the entire portfolio (in relation to the amortized cost of that portfolio). The balance available for withdrawal is based on the accounting records maintained by the County Treasurer, which is recorded on the

B. General Authorizations

Except for investments by trustees of debt proceeds, the authority to invest District funds deposited with the county treasury is delegated to the County Treasurer and Tax Collector. Additional information about the investment policy of the County Treasurer and Tax Collector may be obtained from its website. The table below identifies the investment types permitted by California Government Code.

<u>Authorized Investment Type</u>	<u>Maximum Remaining Maturity</u>	<u>Maximum Percentage of Portfolio</u>	<u>Maximum Investment in One Issuer</u>
Local Agency Bonds, Notes, Warrants	5 years	None	None
Registered State Bonds, Notes, Warrants	5 years	None	None
U.S. Treasury Obligations	5 years	None	None
U.S. Agency Securities	5 years	None	None
Banker’s Acceptance	180 days	40%	30%
Commercial Paper	270 days	25%	10%
Negotiable Certificates of Deposit	5 years	30%	None
Repurchase Agreements	1 year	None	None
Reverse Repurchase Agreements	92 days	20% of base	None
Medium-Term Corporate Notes	5 years	30%	None
Mutual Funds	N/A	20%	10%
Money Market Mutual Funds	N/A	20%	10%
Mortgage Pass-Through Securities	5 years	20%	None
County Pooled Investment Funds	N/A	None	None
Local Agency Investment Fund (LAIF)	N/A	None	None
Joint Powers Authority Pools	N/A	None	None

C. Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. The District manages its exposure to interest rate risk by investing in the County Treasury. The District maintains a pooled investment with the County Treasury with a fair value of approximately \$4,142,851. The average weighted maturity for this pool is 836 days.

**CORNING UNION ELEMENTARY SCHOOL DISTRICT
 MEASURE J BOND BUILDING FUND
 NOTES TO FINANCIAL STATEMENTS, continued
 JUNE 30, 2025**

NOTE 2 – CASH AND INVESTMENTS (continued)

D. Credit Risk

Credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. The investments in the County Treasury are not required to be rated. As of June 30, 2025, the pooled investments in the County Treasury were rated not rated.

E. Fair Value

The District categorizes the fair value measurements of its investments based on the hierarchy established by generally accepted accounting principles. The fair value hierarchy is based on the valuation inputs used to measure an asset's fair value. The following provides a summary of the hierarchy used to measure fair value:

Level 1 - Quoted prices (unadjusted) in active markets for identical assets.

Level 2 - Observable inputs other than Level 1 prices such as quoted prices for similar assets in active markets, quoted prices for identical or similar assets in markets that are not active, or other inputs that are observable, either directly or indirectly.

Level 3 - Unobservable inputs should be developed using the best information available under the circumstances, which might include the District's own data. The District should adjust that data if reasonable available information indicates that other market participants would use different data or certain circumstances specific to the District are not available to other market participants.

Uncategorized - Investments in the Tehama County Treasury Investment Pool are not measured using the input levels above because the District's transactions are based on a stable net asset value per share. All contributions and redemptions are transacted at \$1.00 net asset value per share.

The District's fair value measurements at June 30, 2025 were as follows:

Investment in county treasury	<u>\$ 4,142,851</u>
Total	<u>\$ 4,142,851</u>

**CORNING UNION ELEMENTARY SCHOOL DISTRICT
MEASURE J BOND BUILDING FUND
NOTES TO FINANCIAL STATEMENTS, continued
JUNE 30, 2025**

NOTE 3 – ACCOUNTS RECEIVABLE

Accounts receivable at June 30, 2025 consisted of \$20,459 in interest earned on investments held within the county.

NOTE 4 – ACCRUED LIABILITIES

Accrued liabilities at June 30, 2025 consisted of \$15,168 in construction related liabilities.

NOTE 5 – COMMITMENTS AND CONTINGENCIES

A. Litigation

The District is involved in various litigation arising from the normal course of business. In the opinion of management and legal counsel, the disposition of all litigation pending is not expected to have a material adverse effect on the overall financial position of the District at June 30, 2025.

B. Construction Commitments

As of June 30, 2025, the District had no material commitments with respect to unfinished capital projects.

OTHER INDEPENDENT AUDITORS' REPORTS

**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**Independent Auditors' Report

Measure J Citizens' Oversight Committee and
Governing Board
Corning Union Elementary School District
Corning, California

We have audited, in accordance with the auditing standards generally accepted in the United States of America 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 J Bond Building Fund of Corning Union Elementary School District (the "District"), as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the Corning Union Elementary School District's basic financial statements of the Measure J Bond Building Fund, and have issued our report thereon dated March 24, 2026.

Emphasis of Matter

As discussed in Note 1, the financial statements of the Measure J Bond Building Fund of Corning Union Elementary School District are intended to present the financial position and the changes in financial position attributable to the transactions of that Fund. They do not purport to, and do not, present fairly the financial position of the District as of June 30, 2025, and 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 of the Measure J Bond Building Fund of Corning Union Elementary School District, we considered Corning Union Elementary School District's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements of the Measure J Bond Building Fund, but not for the purpose of expressing an opinion on the effectiveness of Corning Union Elementary School District's internal control. Accordingly, we do not express an opinion on the effectiveness of Corning Union Elementary School District's internal control.

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 entity's 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. 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 financial statements of the Measure J Bond Building Fund are free from 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 financial statements. 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 entity'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 entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Christy White, Inc.

San Diego, California
March 24, 2026

REPORT ON PERFORMANCEIndependent Auditors' Report

Measure J Citizens' Oversight Committee and
Governing Board
Corning Union Elementary School District
Corning, California

We were engaged to conduct a performance audit of the Measure J Bond Building Fund of Corning Union Elementary School District (the "District") for the year ended June 30, 2025.

We conducted this performance audit in accordance with the standards applicable to performance audits contained in *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 conclusion 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 within the report which includes determining the District's compliance with the performance requirements as referred to in Proposition 39 and outlined in Article XIII A, Section 1(b)(3)(C) of the California Constitution and Appendix A contained in the *2024-2025 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's compliance with those requirements.

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 Article XIII A, Section 1(b)(3)(C) of the California Constitution, but not for the purpose of expressing an opinion of the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

The results of our tests indicated that the District, in all significant respects, expended Measure J Bond Building Fund only for the specific projects approved by the voters, in accordance with Proposition 39 and outlined in Article XIII A, Section 1(b)(3)(C) of the California Constitution. The procedures performed and the related results are further described in the accompanying audit procedures and results section.

This report is intended solely for the information and use of the District, and is not intended to be and should not be used by anyone other than this specified party.

Christy White, Inc.

San Diego, California
March 24, 2026

AUDIT PROCEDURES AND RESULTS SECTION

**CORNING UNION ELEMENTARY SCHOOL DISTRICT
MEASURE J BOND BUILDING FUND
AUDIT PROCEDURES AND RESULTS
FOR THE YEAR ENDED JUNE 30, 2025**

SECTION I – FINANCIAL AUDIT PROCEDURES AND RESULTS

Financial Statements

As mentioned in the Report on Financial Statements, we have issued an unmodified opinion over the financial statements of the Measure J Bond Building Fund as of and for the year ended June 30, 2025.

Internal Control Evaluation

We tested internal controls over financial reporting and compliance with laws, regulations, or provisions of contracts or agreements and have determined through our inquiry of management and our evaluation of District processes that no significant deficiencies were noted.

SECTION II – PERFORMANCE AUDIT PROCEDURES AND RESULTS

Facility Project Expenditures

We selected a representative sample of expenditures charged to the Measure J Bond Building Fund and reviewed supporting documentation to ensure funds were properly expended on specific projects listed in the text of the Measure J ballot.

We tested \$156,299 of non-personnel expenditures or 92% of current year Measure J Bond Building Fund expenditures for validity, allowability, and accuracy and concluded that the sampled expenditures were in compliance with the terms of Measure J ballot language, the District approved facilities plan, and applicable state laws and regulations.

Personnel Expenditures

Based on review of expenditure information, we noted that there were no salaries or benefits charged to the Measure J Bond Building Fund during the fiscal year ended June 30, 2025. Audit procedures over personnel expenditures were not applicable.

Contract Bidding Procedures

We reviewed a listing of contracts awarded during the fiscal year ended June 30, 2025 and selected a sample to ensure that contracts for public projects followed appropriate bidding procedures per applicable Public Contract Code. Additionally, we reviewed overall expenditures by vendor in order to determine if multiple projects under the applicable bidding threshold were identified to suggest any possible bid-splitting.

We noted that the only contract on the bid listing involved lease-leaseback agreement and was not subject to formal bidding procedures. We tested the lease-leaseback agreements to assess whether a competitive selection process was followed and found that the District appeared to exercise due diligence in the selection of the construction manager for the West Street Phase III Project.

Based on our review of overall expenditures and projects by vendor, no instances or possible indications of bid-splitting were identified. The District appears to be properly reviewing projects and applying appropriate procedures over contract and bidding procedures.

Contract Change Order Procedures

Based on our review of contract change orders, we noted that there were no change orders related to the Measure J Bond Building Fund during the fiscal year ended June 30, 2025. Audit procedures over contract change orders were not applicable.

The previous Report on Performance is an integral part of the above performance audit results.

FINDINGS AND RECOMMENDATIONS SECTION

**CORNING UNION ELEMENTARY SCHOOL DISTRICT
MEASURE J BOND BUILDING FUND
SCHEDULE OF FINDINGS AND RECOMMENDATIONS
FOR THE YEAR ENDED JUNE 30, 2025**

PART I – FINANCIAL STATEMENT FINDINGS

There were no financial statement findings for the year ended June 30, 2025.

PART II – PERFORMANCE AUDIT FINDINGS

There were no findings or recommendations related to Measure J Bond Building Fund for the year ended June 30, 2025.

PART III – PRIOR AUDIT FINDINGS

There were no findings and recommendations for the year ended June 30, 2024 as the year ended June 30, 2025 was the first year of operation for the Measure J bond program.

**FULL TEXT OF THE
CORNING UNION ELEMENTARY SCHOOL DISTRICT
BOND MEASURE J**

**CORNING UNION ELEMENTARY SCHOOL DISTRICT BOND ELECTION
FOR NOVEMBER 5, 2024**

By approval of this measure by at least fifty-five percent (55%) of the registered voters voting thereon, the Corning Union Elementary School District shall be authorized to issue and sell bonds of up to \$13.7 million in aggregate principal amount to provide financing for the specific school facilities projects listed below in the Bond Project List, subject to all of the accountability safeguards specified herein.

Approval of this measure will renew the originally approved tax rate of \$29.99 levied to repay bonds issued pursuant to the 2002 bond measure election approved by voters within Corning Union Elementary School District. This measure will not increase, but rather extend, the original tax rate that is set to expire in 2027.

ACCOUNTABILITY MEASURES

The provisions in this section are included in this proposition in order that the voters and taxpayers of the District may be assured that their money will be spent to address specific facilities needs of the District, all in compliance with the requirements of Article XIII A, section 1(b)(3) of the State Constitution, and the Strict Accountability in Local School Construction Bonds Act of 2000 (codified at Section 15264 *et seq.* of the California Education Code).

Evaluation of Needs. The Board has evaluated the facilities needs of the District and has identified projects to finance from a local bond measure at this time. The Board hereby certifies that it has evaluated safety, class size and information technology needs in developing the Bond Project List.

Independent Citizens' Oversight Committee. The Board shall establish or empower an existing independent Citizens' Oversight Committee in accordance with Education Code sections 15278-15282 and applicable Board policy, to ensure bond proceeds are expended only for the school facilities projects listed in the Bond Project List. An existing Citizens' Oversight Committee may be empowered by the Board to oversee the expenditure of bond proceeds from this measure. The committee shall be so empowered, or a new committee established, within sixty (60) days of the date when the Board enters the results of the election in its official minutes.

Annual Performance Audit. The Board shall conduct or cause to be conducted an annual, independent performance audit to ensure that the bond proceeds have been expended only on the school facilities projects described in the Bond Project List.

Annual Financial Audit. The Board shall conduct or cause to be conducted an annual, independent financial audit of the bond proceeds until all of those proceeds have been spent for the school facilities projects described in the Bond Project List.

Annual Report to Board. Upon approval of this measure and the sale of any bonds approved, the Board shall take actions necessary to establish an account in which proceeds of the sale of bonds will be deposited. As long as any proceeds of the bonds remain unexpended, the Superintendent shall cause a report to be filed with the Board no later than January 1 of each year, commencing on the first January 1 after bonds have been issued and proceeds spent, stating (1) the amount of bond proceeds received and expended



in the past fiscal year, and (2) the status of any project funded or to be funded from bond proceeds. The report may be incorporated into the annual budget, annual financial report, or other appropriate routine report to the Board.

BOND PROJECT LIST

Bond proceeds will be expended to modernize, replace, renovate, expand, construct, acquire, equip, furnish and otherwise improve the classrooms and school facilities of the District.

Unless otherwise noted, the projects in the Bond Project List are authorized to be completed at each or any of the District's sites, as shall be approved by the Board of Trustees including the following sites:

Olive View Elementary - First Built 1954
Rancho Tehama Elementary - First Built 1994
West Street Elementary - First Built 1920

Woodson Elementary - First Built 2004
Maywood Davinci Middle - First Built 1972
Community Day School - First Built 1999

- Repair and replace leaky roofs
- Upgrade inadequate electrical systems
- Make health, safety and security improvements, including installing security fencing
- All Federal and State-mandated Americans with Disabilities Act (ADA) accessibility upgrades including site access, parking, staff and student restrooms, relocation of some existing electrical devices, drinking fountains, playground equipment, etc.
- Construct/modernize classrooms, restrooms and school facilities
- Replace temporary portables with permanent classrooms
- Modernize, renovate, repair, expand and/or upgrade the interior and/or exterior of existing classrooms, restrooms, and school facilities, including painting, tiles and flooring
- Upgrade deteriorating plumbing and sewer systems
- Upgrade inadequate electrical systems
- Replace outdated heating, ventilation and air-conditioning systems
- Upgrade playgrounds and play fields for school and community use
- Install energy efficient systems including "green" building projects and sustainable building practices to promote energy-efficiency (e.g., windows, solar, lighting, electrical systems panel, etc.).
- Upgrade school site parking, roadways, utilities and grounds
- Abate and remove hazardous materials identified prior or during construction
- Repair, replace and/or upgrade paved surfaces, turf, and other grounds to eliminate safety hazards
- Install shade structures and improve outdoor learning areas
- Necessary site acquisition and preparation/restoration in connection with new construction, renovation or remodeling, or installation or removal of relocatable classrooms, including ingress and egress,

052EM502



removing, replacing, or installing irrigation, utility lines (such as gas lines, water lines, electrical lines, sewer lines, and communication lines), trees and landscaping, relocating fire access roads, and acquiring any necessary easements, licenses, or rights of way to the property

The listed projects will be completed as needed. Each project is assumed to include its share of furniture, equipment, architectural, engineering, and similar planning costs, program/project management, staff training expenses and a customary contingency for unforeseen design and construction costs. In addition to the listed projects stated above, the list also includes the acquisition of a variety of instructional, maintenance and operational equipment, including the reduction or retirement of outstanding lease obligations and interim funding incurred to advance fund projects from the list; installation of signage and fencing; payment of the costs of preparation of all facility planning, facility studies, assessment reviews, facility master plan preparation and updates, environmental studies (including environmental investigation, remediation and monitoring), design and construction documentation, and temporary housing of dislocated District activities caused by construction projects. In addition to the projects listed above, the repair and renovation of each of the existing school facilities may include, but not be limited to, some or all of the following: renovation of student and staff restrooms; repair and replacement of heating and ventilation systems; upgrade of facilities for energy efficiencies; repair and replacement of worn-out and leaky roofs, windows, walls, doors and drinking fountains; installation wiring and electrical systems to safely accommodate computers, technology and other electrical devices and needs; upgrades or construction of support facilities, including administrative, physical education/athletic facilities and performing arts buildings and maintenance yards; repair and replacement of fire alarms, emergency communications and security systems; resurfacing or replacing of hard courts, turf and irrigation systems and campus landscaping and play fields; expand parking; install interior and exterior painting and floor covering; demolition; and construction of various forms of storage and support spaces, upgrade classrooms, bleachers, kitchens, repair, upgrade and install interior and exterior lighting systems; replace outdated security fences and security systems. The upgrading of technology infrastructure includes, but is not limited to, computers, LCD projectors, portable interface devices, servers, switches, routers, modules, sound projection systems, laser printers, digital white boards, document projectors, upgrade voice-over-IP, call manager and network security/firewall, wireless technology systems and other miscellaneous equipment and software. The allocation of bond proceeds will be affected by the District's receipt of State matching funds and the final costs of each project. In the absence of State matching funds, which the District will aggressively pursue to reduce the District's share of the costs of the projects, the District will not be able to complete some of the projects listed above. The budget for each project is an estimate and may be affected by factors beyond the District's control. Some projects throughout the District, such as gyms, fields and performing arts facilities, may be undertaken as joint use projects in cooperation with other local public or non-profit agencies. The final cost of each project will be determined as plans and construction documents are finalized, construction bids are received, construction contracts are awarded and projects are completed. Based on the final costs of each project, certain of the projects described above may be delayed or may not be completed. Demolition of existing facilities and reconstruction of facilities scheduled for repair and upgrade may occur, if the Board determines that such an approach would be more cost-effective in creating more enhanced and operationally efficient campuses. Necessary site preparation/restoration may occur in connection with new construction, renovation or remodeling, or installation or removal of relocatable classrooms, including ingress and egress, removing, replacing, or installing irrigation, utility lines, trees and landscaping, relocating fire access roads, and acquiring any necessary easements, licenses, or rights of way to the property. Proceeds of the bonds may be used to pay or reimburse the District for the cost of District staff when performing work on or necessary and incidental to bond projects. Bond proceeds shall only be expended for the specific purposes identified herein. The District shall create an account into which proceeds of the bonds shall be deposited and comply with the reporting requirements of Government Code § 53410.

052EM503



**IMPARTIAL ANALYSIS BY COUNTY COUNSEL
CORNING UNION ELEMENTARY SCHOOL DISTRICT
BOND MEASURE J**

This Measure J, known as the Corning Union Elementary School District Bond Election for November 5, 2024, would renew the tax rate of \$29.99 approved by voters in the 2002 election and extend the original tax rate that is set to expire in 2027. The proposal includes the issue and sale of bonds of up to \$13,700,000, issued by the Board of Trustees (the “Board”) of the Corning Union Elementary School District (the “District”), located in the County of Tehama. The bonds shall be issued and sold with the purpose of raising money to address specific facility needs, in compliance with Article XIII A, section 1(b)(3) of the State Constitution and California Education Code Section 15264 *et. seq.* The schools contained within the District include Olive View Elementary, Rancho Tehama Elementary, West Street Elementary, Woodson Elementary, Maywood Davinci Middle, and Community Day School.

The bonds will fund specific projects listed in the “Bond Project List,” including repairing roofs, heating ventilation and air-conditioning systems, electrical systems, sewer systems, replacing temporary portables with permanent classrooms, improving safety and security, installing energy efficient systems, and make Federal and State-mandated Americans with Disabilities Act accessibility updates.

Furthermore, the District will seek to levy, upon a 55% vote, an *ad valorem* tax upon those who reside within the District to repay those bonds. The *ad valorem* tax would levy approximately \$28.84 per \$100,000 of assessed valuation of property within the District, raising approximately \$809,000 annually.

In accordance with and pursuant to California Education Code Section 15278 *et seq.*, the Board shall establish an independent citizens’ oversight committee within 60 days of the date that the Board enters the election results on its minutes. The committee’s members will be selected in accordance with Section 15282 of the California Education Code. The committee will ensure that bond proceeds are expended only for projects listed in the “Bond Project List.”

A “yes” vote will approve the issuance and sale of bonds to be repaid by an *ad valorem* tax.

A “no” vote will not approve the issuance and sale of bonds to be repaid by an *ad valorem* tax.

This Impartial Analysis is hereby submitted to the Elections Officials in conformance with Section 9280 of the Elections Code of the State of California.

Dated: August 5, 2024

s/ Margaret Long
Margaret Long
Tehama County Counsel

The above statement is an impartial analysis of Measure J. If you desire a copy of the full text of the measure, please call the Tehama County Clerk at (530) 527-8190 and a copy will be mailed to you at no cost. You may also view the full text of Measure J at www.tehama.gov.



**TAX RATE STATEMENT
CORNING UNION ELEMENTARY SCHOOL DISTRICT
BOND MEASURE J**

TAX RATE STATEMENT

An election will be held in the Corning Union Elementary School District (the "District") on November 5, 2024, to authorize the sale of up to \$13.7 million in bonds of the District to finance school facilities as described in the measure. If such bonds are authorized and sold, principal and interest on the bonds will be payable only from the proceeds of ad valorem tax levies made upon the taxable property in the District. The following information is provided in compliance with Sections 9400-9404 of the Elections Code of the State of California. Such information is based upon the best estimates and projections presently available from official sources, upon experience within the District, and other demonstrable factors.

Approval of this measure will renew the originally approved tax rate of \$29.99 levied to repay bonds issued pursuant to the 2002 bond measure election approved by voters within Corning Union Elementary School District. This measure will not increase, but rather extend, the original tax rate that is set to expire in 2027.

Based upon the foregoing and projections of the District's assessed valuation, the following information is provided:

1. The best estimate of the average annual tax rate which would be required to be levied to fund this bond issue over the entire duration of the bond debt service, based on a projection of assessed valuations available at the time of filing of this statement, is \$28.84 per \$100,000 of assessed valuation. The final fiscal year in which the tax is anticipated to be collected is 2059-60.
2. The best estimate of the highest tax rate which would be required to be levied to fund this bond issue, based on a projection of assessed valuations available at the time of filing of this statement, is \$29.99 per \$100,000 of assessed valuation. It is estimated that such rate would be levied from fiscal years 2025-26 through 2056-57.
3. The best estimate of the total debt service, including the principal and interest, that would be required to be repaid if all the bonds are issued and sold is approximately \$27.6 million.

Voters should note the estimated tax rate is based on the assessed value (not market value) of taxable property on the County's official tax rolls. In addition, taxpayers eligible for a property tax exemption, such as the homeowner's exemption, will be taxed at a lower effective tax rate than described above. Property owners should consult their own property tax bills and tax advisors to determine their property's assessed value and any applicable tax exemptions.

The attention of all voters is directed to the fact that the foregoing information is based upon projections and estimates only, which amounts are not maximum amounts and are not binding upon the District. The actual debt service, tax rates and the years in which they will apply may vary from those used to provide the estimates set forth above, due to factors such as variations in the timing of bond sales, the par amount of bonds sold and market interest rates available at the time of each sale, actual assessed valuations over the term of the bonds, and other factors. The date and amount of bonds sold at any given time will be determined by the District based on the need for project funds and other considerations. The actual interest rates at which the bonds will be sold will depend on conditions in the bond market at the time of sale. Actual future assessed valuations will depend upon the amount and value of taxable property within the District as determined by the County Assessor in the annual assessment and the equalization process.

s/ Tiffany Dietz
Tiffany Dietz, Superintendent
Corning Union Elementary School District

052EM505



ARGUMENT IN FAVOR OF MEASURE J

Our elementary schools are some of the most important assets in our community and should be our number one priority. From higher achieving students to greater neighborhood safety and improved property values, quality schools make a difference. Although teachers and staff do a great job educating our children, many classrooms and buildings in the Corning Union Elementary School District need to be upgraded to provide students with the school facilities they need to succeed.

This is why we need your **YES vote on Measure J!** While our schools have been well maintained over the years, old classrooms and facilities must be improved. The average age of our schools in the District is over 50 years old. Measure J would renew the voter-approved tax rate from 2002 and improve the quality of education provided to local students by upgrading, renovating, and modernizing aging and outdated facilities.

Measure J, if passed, will provide funding to improve our neighborhood schools including:

- Making health, safety and security improvements
- Constructing and modernizing classrooms, restrooms, and school facilities
- Making handicapped accessibility improvements
- Upgrading inadequate electrical systems

Measure J makes financial sense and protects taxpayers.

- Measure J renews, but not increases, the same tax rate approved by voters over 20 years ago in 2002.
- By law, spending must be reviewed and annually audited by an independent citizens' oversight committee.
- All bond funds must be spent locally and **cannot be taken by the State.**
- Funds are required to be spent only on schools, not for administrator or teacher salaries.

Measure J upgrades and renovates outdated classrooms and school facilities, improves the education of local children, and maintains the quality of our community. That's something we can all support. Please join us and **VOTE YES ON MEASURE J!**

s/ Stephen Kelish
s/ Helen M. Pitkin
s/ Robert Hall
s/ Crystal Linnet-Weston
s/ Brenda L. Nelson



Detail for Dates 07/01/2024 through 06/30/2025 **Fiscal Year 2024/25**

Ref#	Pay To Name	Check #	Journal #	Description	Trans Date	Revised Budget	Encumbered	Expenditure	Account Balance
Fund 21 - BUILDING									
21-0000-0-0000-9100-5400-000-000-000 UNRESTRICT,INSURANCE									
			BR25-00027	BOND INSURANCE	06/30/25	13,349.00			13,349.00
			BR25-00029	RES 24/25-18	06/30/25	8,850.00-			4,499.00
			CT25-00451	INSURANCE	06/30/25			13,348.84	8,849.84-
			CT25-00496	COR CT25-00451	06/30/25			13,348.84-	4,499.00
				Account Total	06/30/25	4,499.00	.00	.00	
21-0000-0-0000-9100-5800-000-000-000 UNRESTRICT,CONSULTING SER									
			BR25-00027	UNDERWRITER	06/30/25	62,688.00			62,688.00
			BR25-00027	COST OF ISSUANCE	06/30/25	175,000.00			237,688.00
			CT25-00451	UNDERWRITER	06/30/25			62,687.50	175,000.50
			CT25-00451	COST OF ISSUANCE	06/30/25			175,000.00	.50
			CT25-00457	ISOM BAL	06/30/25			1,594.85-	1,595.35
			CT25-00457	BNY FEES	06/30/25			500.00-	2,095.35
			CT25-00457	CONTINGENCY	06/30/25			18,364.54-	20,459.89
			CT25-00496	COR CT25-00451	06/30/25			62,687.50-	83,147.39
				Account Total	06/30/25	237,688.00	.00	154,540.61	
21-0000-0-0000-8500-6210-234-000-971 UNRESTRICT,ARCHITECT									
	Semingson Architects, Ir 40289198		AP25-00153	May25 RTE classrooms	06/30/25			1,750.00	1,750.00-
	Semingson Architects, Ir 40289806		AP25-00319	June2025 RTE Classrooms	06/30/25			2,625.00	4,375.00-
			BR25-00027	RTE CLASSROOMS	06/30/25	1,750.00			2,625.00-
				Account Total	06/30/25	1,750.00	.00	4,375.00	
21-0000-0-0000-8500-6210-235-000-972 UNRESTRICT,ARCHITECT									
	Semingson Architects, Ir 40289198		AP25-00156	May25 CDS	06/30/25			4,568.00	4,568.00-
	Semingson Architects, Ir 40289806		AP25-00322	June2025 CDS	06/30/25			6,225.00	10,793.00-
			BR25-00027	CDS	06/30/25	4,568.00			6,225.00-
			BR25-00029	RES 24/25-18	06/30/25	8,850.00			2,625.00
				Account Total	06/30/25	13,418.00	.00	10,793.00	
				Total for Object 6210		15,168.00	.00	15,168.00	.00
				Total for Org 904 and Fund BUILDING		257,355.00	.00	169,708.61	87,646.39

Selection Filtered by User Permissions, (Org = 904, Online/Offline = N, Fiscal Year = 2025, Unposted JEs? = N, Ref#? = Y, Assets and Liabilities? = N, Restricted? = Y, FD = 21, OBJT = 1-7, Object Digits = 4, Page Break Lvl =)