

BERKELEY UNIFIED SCHOOL DISTRICT

**MEASURE H OF 2020
PERFORMANCE AUDIT**

June 30, 2021

BERKELEY UNIFIED SCHOOL DISTRICT

MEASURE H OF 2020
PERFORMANCE AUDIT
June 30, 2021

CONTENTS

INDEPENDENT AUDITOR'S REPORT 1

BACKGROUND:

 SUMMARY 2

PERFORMANCE AUDIT:

 OBJECTIVES 3

 SCOPE 3

 METHODOLOGY 3

 CONCLUSIONS 3

INDEPENDENT AUDITOR'S REPORT

Board of Trustees
Berkeley Unified School District
Berkeley, California

We have conducted a performance audit of the Berkeley Unified School District Measure H of 2020 for the year ended June 30, 2021.

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 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 on page 3 of this report which included determining that the District expended Measure H of 2020 funds for the year ended June 30, 2021 only for the purposes approved by the voters, in accordance with the requirements of the published election materials specifying the intended use of Measure H of 2020 proceeds. Management is responsible for Berkeley Unified School 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 Berkeley Unified School District to determine the audit procedures that are appropriate for the purpose of providing a conclusion on the District's compliance with the requirements of the published election materials specifying the intended use of Measure H of 2020 proceeds, but not for the purpose of expressing an opinion on the effectiveness of internal control. Accordingly, we do not express any assurance on the internal control.

The results of our procedures indicated that, in all significant respects, Berkeley Unified School District expended Measure H of 2020 proceeds for the year ended June 30, 2021 only for the purposes approved by the voters, in accordance with the requirements of the published election materials specifying the intended use of Measure H of 2020 proceeds.



Crowe LLP

Sacramento, California
May 20, 2022

BERKELEY UNIFIED SCHOOL DISTRICT
MEASURE H OF 2020
BACKGROUND INFORMATION

SUMMARY

1. Measure H of 2020 was authorized by an election of the registered voters of Berkeley Unified School District and extends Measure H of 2014 for another 10 years. Measure H of 2020 continues the special tax approved for Measure H of 2014 at 9.1 cents per square foot on improvements, and \$20 per parcel on unimproved parcels. Cost-of-living adjustments to the rates above will be included, commencing with the 2020-21 tax year.
2. Total proceeds from parcel taxes for Measure H of 2020 were \$7,478,774 for the year ended June 30, 2021
3. For the fiscal year ending June 30, 2021, the District recorded expenditures and transfers out from Measure H of 2020 parcel tax revenues of \$7,396,701.

BERKELEY UNIFIED SCHOOL DISTRICT
MEASURE H OF 2020
OBJECTIVES, SCOPE, METHODOLOGY AND CONCLUSIONS

OBJECTIVES

The objective of our performance audit was to determine that the District expended Measure H of 2020 funds for the year ended June 30, 2021 only for the purposes approved by the voters, in accordance with the requirements of the published election materials specifying the intended use of Measure H of 2020 proceeds.

SCOPE

The District provided to us a list of all Measure H of 2020 expenditures for the year ended June 30, 2021 (the "List"), which included total of \$7,065,360 in expenditures, and \$331,341 in indirect cost transfers out for the year ended June 30, 2021.

METHODOLOGY

1. Verified that the expenditures of the List were accounted for separately in the accounting records of the District.
2. Verified that the net revenues received from the parcel taxes were deposited in total into the District's Measure H of 2020 Fund.
3. Tested a sample of 25 individual non-payroll expenditures, totaling \$724,283 of the List and a sample of 25 individual payroll expenditures, totaling \$179,418. Testing was performed to ensure that such expenditures were spent in accordance with the scope of the published election materials specifying the intended use of proceeds for Measure H of 2020.

CONCLUSIONS

The results of our procedures indicated that, in all significant respects, Berkeley Unified School District expended Measure H of 2020 funds for the year ended June 30, 2021 only for the purposes approved by the voters, in accordance with the requirements of the published election materials specifying the intended use of Measure H of 2020 proceeds.