



1305 E. Vine Street
Lodi, CA 95240-3418

MEETING MINUTES
MEASURE U CITIZENS' BOND OVERSIGHT COMMITTEE

DATE: December 13, 2017
TIME: 5:00 p.m.
PLACE: James Arieda Educational Center
1305 E Vine Street
Lodi, CA 95240

I. CALL TO ORDER – Jeff Seybold

Jeff Seybold called to order at 5:05pm

II. ROLL CALL – Alex Aliferis

*Present: David Mierkey, Terrie Hedden, Jeff Seybold, Michael Mark, Alex Aliferis, Jerry Glenn
Not Present: Crystal Kirst*

III. MINUTES OF THE SEPTEMBER 13, 2017 – Alex Aliferis

The minutes from the September 13, 2017 meeting were prepared by the Staff Secretary for approval by the Committee.

Minutes of June 2017 and September 2017

June 2017 approved.

Michael Marks motioned to approve.

Second by David Mierkey

September 2017 correction noted by Jeff Seybold

Jeff Seybold: Item 4 correction: "We did exceed bid and under budget"

September 2017 minutes must be corrected, and then approved.

Michael Marks motioned to approve Sept 2017 minutes with the correction.

David Mierkey seconded the motion.

Jeff Seybold: We can't have discussions one at a time. We can't determine. Brown Act must be abided. We must be transparent.

Leonard Kahn: We leave board packets. We leave information in the open.

Jeff Seybold: It really needs to be up front. I want to make sure district includes everyone.

Leonard Kahn: He discussed quorum which excludes discussion on student, personnel, or real estate, etc.

Jeff Seybold: E-mail is a tremendous lifting.

Michael Mark: He urges separate agenda item on the Brown Act.

Jeff Seybold: Conversation on the agenda is not with the Brown Act.

Michael Mark: I don't know the e-mail

Jeff Seybold: We need to put items on the agenda.

IV. RECEIPT OF REVIEW OF ANNUAL AUDITS – Leonard Kahn

Staff and/or representatives of Gilbert Accountancy will present the audits required by Section 7 of the Bylaws and Education Code Section 15728.

Leonard Kahn said Angel is the new Budget Director

Peggy Vande Vooren of Gilbert Associates, Inc. presented Financial Audit of the Measure U Performance Audit

Peggy Vande Vooren: She said how Lodi Unified is a very clean, well-performed district.

Everyone is helpful in the district. Measure U is a small piece of the district.

She presented the report on the audit finding.

Michael Marks: There is no recommendation or findings.

Peggy Vande Vooren: District is active if there are changes.

Michael Marks: Is this a 3 year contract?

Peggy Vande Vooren: We have been working in the district since 2000.

Leonard Kahn: Auditors are professional service. We are comfortable.

David Mierkey: We do change auditor personnel.

Peggy Vande Vooren: Educational code requires rotation.

Leonard Kahn: The board has an audit.

Peggy: Bonds issues in May are presented in the Performance Audit.

Terrie Hedden: Asked question how much money is left.

Leonard Kahn: \$200 million left. \$80 million of bonds issues to 2019.

Warren Sun: 2019-2020 is the second issue of bonds.

Leonard Kahn: Whatever we sell is \$60 or below per \$100,000 assessed value to property owners.

Terrie Hedden: \$78 million spend in the 2 years?

Leonard Kahn: We have to spend in the next 2 years.

Leonard Kahn: Jan 30th Board meeting will be on priority projects. There will be estimated costs. The real driver is how much it will cost.

Leonard Kahn: It is the board's consideration. The sites want this. The Board.

Jeff Seybold: It must be in the project list.

Michael Marks: I was waiting for the architect

Leonard Kahn: Jan 30 is the study session.

Leonard Kahn: It will be Level one and Level two and Level three.

V. PROJECT PROGRESS REPORT- Warren Sun

Staff will present a summary of progress to-date on the bond projects.

Warren Sun: Measure U scope projects will be presented on Jan 30, 2018 at the Lodi Unified School District Board meeting. It will put a dollar amount and timeline project.

Tokay: 25% done, bleachers are in the process.

McNair: It is a place order.

Warren Sun: Bleachers are being approved by the State Architects.

Leonard Kahn: We build evacuation centers.

Warren Sun: McNair, with the developers we have a pump with underground pond.

Warren Sun: All development must have storm water measure.

Leonard Kahn: We eliminated a \$27,000 a month contract, \$183/hour

Warren Sun: It will be in-house.

Leonard Kahn: All construction projects like construction manager

Lodi High and Tokay High upcoming projects

Michael Marks: Is the goal for in-house?

Leonard Kahn: No Education Code. They will not be our employees. It gives us flexible.

Jeff Seybold :Buffer between you and the project.

Leonard Kahn: We need experienced people. Change orders. Advise us. Interview a management.

Terrie Hedden: What are the costs?

VI. PROJECT PROCUREMENT RECAP – Warren Sun

Staff will present a brief summary report on the procurement process of the bond projects

No change since September 2017.

VII. REPORT ON EXPENDITURE OF BOND FUNDS – Angel Murnan

Staff will present the report for the quarter ending September 30, 2017.

Angel Murnan: First time look. Total value at \$7 million dollars.

Westwood-\$800,000

These are budget not actual expenses.

David Mierkey- Why the huge discrepancy in Bear Creek? We are \$1 million in the plus.

Warren Sun: Engineering was estimated. Bidding was \$400,000 in total bidding. We have project specs to meet out specs.

*First Quarter: August-July –Dec \$6.955 million.
Sept 30th –Warren spent \$800,000 on projects.
Terrie-Question on D3, \$907, 668.93
Angel Murnan: It appears as a deficit. It will balance it out in the second quarter.*

VIII. QUESTION AND ANSWERS – Jeff Seybold

This item is to provide members of the Committee an opportunity to ask questions regarding Measure U which may not be specific to agenda items, and to receive the responses to previous questions which may have required additional research.

David Mierkey: Under the Brown Act, you can talk to others.

Jeff Seybold: Yes.

Jeff Seybold: Can't talk on the agenda according to the Brown Act.

Terrie Hedden: Meetings are public but no one is coming out.

Warren Sun: Planning stages of the projects

Warren Sun: You monitor the board so projects are not on the list.

Michael Marks: Do you have a timeline, if the board approves the slate of projects/

Warren Sun: Most of the projects will be approved. Start early. We must watch cash flow.

Michael Marks: 2018 is on track.

Vickie Blum: 2018, you will see more.

Jeff Seybold: Annual report is done on Feb 6, 2017. Jan 25 to Warren Sun to meet.

Any volunteers to create report? Collect what we did and put into the report.

Michael Marks: Subcommittee of 3 or 4 people? We must post something like a special meeting?

Jeff Seybold: We are pulling facts to put it to the public.

Michael Marks: It is a public entity?

Jeff Seybold: Terrie, David, Michael, Jeff to meet 10 days after Jan 1, 2018.

David Mierkey: I can stop in

Jan 17th –Entire community meeting.

IX. COMMENTS FROM THE PUBLIC – Jeff Seybold

A fifteen – minute period has been set aside for members of the public to address the Committee. Speakers are asked to state their name and address for the record.

No comments or guests

X. NEXT MEETING – March 7, 2017, 5:00 pm., Standing Agenda Items

- New Items
- 2018 Meeting Schedule:

New 2018 Meeting Schedule is: Jan 17 at 5pm, March 14, 5pm, June 13, 5pm, Sept 12, 5pm

XII. ADJORN

Adjourned at 6:29pm