

Santa Clara Unified School District
Measure H Bond – Citizens Oversight Committee Minutes
Monday, November 14, 2011 – 5:30 PM
Meeting No. 04

Committee Members:

Pat Flot	Present	Kevin Moore	Present
Jeff Hopkins	Present	Christeanna Wong	Present
Tim Towers	Present	Jim Van Pernis	Present

District Administration:

Larry Adams	Present
Jim Luyau	Present

Others

Valerie Russell	Present
Joyce Peters	Present

1. **Welcome and Introductions:** Jim Van Pernis, Chair, called the meeting to Order at 5:35 p.m.
2. **Approval of Minutes** - Meeting No.3, July 25, 2011: Make the following corrections: Item 1., change Roger Bowers to Roger Barnes; Item 4. A. 1, change amount to \$81,100,000. Pat Flot moved to approve, Kevin Moore seconded. Motion Approved.
3. **Presentation of Financial and Performance Audits for Fiscal Year 2010-2011:** Ms. Joyce Peters, with Vavrinek, Trine, Day & Co., LLP, the District's auditor, presented the finding of the financial and performance audits for the previous fiscal year. All expenditures audited were consistent with the voter-approved Bond Project List. No teacher or administrator salaries were paid out of Bond proceeds. No audit exceptions were reported.
4. **Measure H Projects Status Update:**
 - A. Agnews Property Acquisition: Roger Barnes stated that the property transaction could close as early as March. Several major issues remain:
 - 1) EIR: The Draft Environmental Impact Report, required to purchase and develop the property is complete. The comment period ends on November 28, 2011.
 - 2) Historical Buildings: The Preservation Action Council has not yet responded to the development plan.
 - 3) Cisco Systems: Cisco has declined to pursue purchase of the 21 acre portion of the Agnews site. This complicates resolving the issue of the requirement to use waste steam from the adjacent Calpine cogeneration facility. Also utility access and easement issues must be resolved.
 - 4) Hazardous Materials: Numerous tests and inspections have identified a wide range of substances at the site including naturally occurring asbestos in the soil. This process comes under the regulations of the Department of Toxic Substances Control (DTSC). It is anticipated that all of the identified substances can be adequately remediated and paid for as an offset to the property purchase price – with the exception of the naturally occurring asbestos in the soil. At issue is the extent and cost of remediating efforts that will be required by the DTSC to make the site compliant for school use, the long term impact on the District to operate and maintain the site as constructed and the State's responsibility for costs to bring the site to a condition suitable for school use.
 - 5) CDE Site Approval: Prior to taking title to the site the California Department of Education (CDE) must review and certify that the site is suitable for school construction.

- B. **Solar Energy Program:** A Request for Proposals has been issued for a design-build system on a select group of campuses. Six proposals were received. Analysis of the proposals is underway. Possible sites are: District Office, Buchser Middle School, Don Callejon School, Peterson Middle School, Santa Clara High School, Wilcox High School and Wilson Education Options. A presentation and recommendation will be made to the Board of Trustees in December. It is anticipated that a contract will be awarded in January.
 - C. Montague Elementary School site improvements were completed this summer in anticipation of increased enrollment from the boundary adjustment for Don Callejon K8 School.
 - D. **Mariposa:** Construction is underway to modernize the campus and move the Millikin Basics Elementary school from its current location to the Mariposa campus. Plans are being developed to replace the administration building which is smaller than the existing building on the Millikin campus. This will eliminate the need to use permanent classrooms for administration functions.
 - E. **Video Surveillance/Security Program:** A revised RFP has been issued. It is anticipated that a recommendation can be made to the Board in January.
5. **Measure H Reports:** Larry Adams presented the following reports:
- A. "Measure H Program Master Plan Revenue Report" dated June 30, 2011:
 - 1) The total Measure H Bond Revenue as of September 30, 2011 is \$82,138,125.
 - 2) All of the Bond authorization was sold in June. Funds were deposited on July 1, 2011. The Bond sale was extremely successful with interest rates of approximately 4.1%.
 - B. "Measure H Program Master Plan Cost Report" dated June 30, 2011.
 - 1) Total of expenditures as of September 30, 2011 is \$1,264,533.
6. **Items from the Committee:**
- A. Jeff Hopkins is moving out of the District. This will be his last meeting.
 - B. Jim Van Pernis will present the annual report to the Board of Trustees.
7. **Next Meeting:**
- A. The Bond Project Office will schedule the next meeting.
 - B. Tim Towers motioned to adjourn; Pat Flot moved to second, motion carried. The meeting adjourned at 7:45 pm.
 - C. There were favorable comments regarding conducting the Measure H and Measure J Committee meetings concurrently.

Attachments:

Measure H Program Master Plan Revenue Report dated June 30, 2011

Measure H Program Master Plan Cost Report dated June 30, 2011

Measure H Program Master Plan Revenue Report
Presentation to the Measure H Citizens' Oversight Committee
June 30, 2011

Source of Funds	Budget	Received to 06/30/2010	Budget Balance	Fund Location 212
Measure H Bond Authorization				
First Issue 2011	81,000,000	-	81,000,000	-
Interest Proceeds from Measure H				
Fiscal Year 10-11	0			-
Fiscal Year 11-12	0			-
Fiscal Year 12-13	0			-
Subtotal Interest	-	-	-	
Grand Total *	81,000,000	-	81,000,000	-

Measure H Program Master Plan Cost Report
 Presentation to the Measure H Citizens' Oversight Committee
 June 30,2011

Bond Projects List Category	Program Budget	Expenditures		Balance	Notes
			FY 2010-2011		
"Upgrade and Install school fire safety and security systems."	\$ 3,000,000		2,773	\$ 2,997,227	
"Renovate and reopen closed school sites."	\$ 11,000,000		507,402	\$ 10,492,598	
"Improve or install systems to reduce energy costs"	\$ 15,000,000		-	\$ 15,000,000	
"Acquire Site for Future Schools"	\$ 45,000,000		195,110	\$ 44,804,890	
"Expand over-crowded schools by renovating and repairing outdated classrooms and adding classrooms as needed."	\$ 4,000,000		13,500	\$ 3,986,500	
Program Costs	\$ 3,100,000	\$	154,482	\$ 2,945,518	
Grand Total	\$ 81,100,000	\$	873,266	\$ 80,226,734	1, 2

- Notes:**
1. Based on Preliminary Master Plan approved by the Board of Trustees January 27, 2011
 2. Expenditures prior to year-end close.

Measure H Bond Expenditures

Costs by Location and Cost Center As of June 30, 2011

		to 6/30/2010	Fiscal Year 10-11	Total
000 All Locations				
964211	IP-Based Video Surveillance System	-	2,773.00	2,773.00
964241	Mariposa Site Modernization	-	507,401.57	507,401.57
964251	Solar Power Generation	-	-	-
968540	Agnews Site Acquisition	-	195,109.68	195,109.68
964251	Solar Power Generation	-	-	-
964261	Old Millikin Site Renovation	-	-	-
964265	Montague Traffic Improvements	-	13,500.00	13,500.00
075 Bond Program Staffing				
		-	-	-
096 Program Cost				
951000	Program Costs	-	-	-
964201	Bond Issue Costs	-	154,482.00	154,482.00
	Total	-	873,266.25	873,266.25

Prior to End of Year Close

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