JAMES M. HARRELL
Superintendent

Gateway Unified School District
Providing Excellence in Learning: Every Student, Every Day
4411 Mountain Lakes Blvd. ▪ Redding, CA 96003 ▪ (530) 245-7900 ▪ (530) 245-7920
www.gateway-schools.org

GATEWAY UNIFIED SCHOOL DISTRICT
MEASURE G BOND OVERSIGHT COMMITTEE
MEETING AGENDA
CENTRAL VALLEY HIGH SCHOOL - LIBRARY
4066 La Mesa Avenue
Shasta Lake, CA 96019

In compliance with the Americans with Disabilities Act, the Gateway Unified School District will make available to the public who has a disability, any needed modification or accommodation in order for that person to participate in the public meeting. Contact the District Office at (530) 245-7908 at least one (1) week prior to the scheduled meeting.

September 23, 2015 **5:30 P.M.**
Central Valley High School (CVHS) **Library**

***Public Comments**: Persons who wish to address the Committee for items listed on the agenda, must complete the Speaker Card provided and hand it to the Committee secretary preferably prior to when the items are called on the agenda.*

5:30 P.M. 1. CALL TO ORDER:

2. FLAG SALUTE:

3. ROLL CALL:

Richard Artusy	______	Kim Weatherbee	______
Michael Daniels	______	Tammi Whetstine	______
Steve Hagenbaugh	______	Jim Harrell, Superintendent	______
Leroy Perkins	______		

4. APPROVAL OF AGENDA (Action):

Moved Seconded Ayes Noes Absent Abstained

5. PUBLIC COMMENTS ON ITEMS NOT ON THE AGENDA:
Under this item, the public is invited to address the Committee regarding items that are not on tonight's agenda. Speakers are limited to three minutes each. The Committee is not allowed under the law to take action on matters that are not on the agenda. The public will have an opportunity to comment on all agenda items as they are presented this evening.

6. **SPECIAL BUSINESS (Information and/or Discussion):**

➢ *There were no special business items to present at the time of posting the agenda.*

7. **NEW BUSINESS (Discussion and/or Action):**

7A. Approval of the October 14, 2014 Bond Committee Meeting Minutes *(D) (A)*

<u>Moved</u> <u>Seconded</u> <u>Ayes</u> <u>Noes</u> <u>Absent</u> <u>Abstained</u>

7B. Approval of the Bond Fund Budget Report through September 2, 2015 *(D) (A)*

<u>Moved</u> <u>Seconded</u> <u>Ayes</u> <u>Noes</u> <u>Absent</u> <u>Abstained</u>

7C. Presentation of the District's 2013-14 Proposition 39 and Measure G General Obligation Bond Performance Audit Report *(I) (D)*

7D. Presentation of the District's 2014-15 Proposition 39 and Measure G General Obligation Bond Performance Audit Report *(I) (D)*

7E. Review and approval of the Annual Citizen Oversight Committee Report for Fiscal year ending <u>June 30, 2015</u> as required by Proposition 39 regarding the expenditures under Measure G General Obligation Bond of 2008. This report will be submitted to the Gateway Board of Trustees at the October 14, 2015 Regular Board Meeting. *(D) (A)*

<u>Moved</u> <u>Seconded</u> <u>Ayes</u> <u>Noes</u> <u>Absent</u> <u>Abstained</u>

7F. Discussion regarding 2014 General Obligation Refunding Bonds *(I) (D)*

7G. Soliciting members from the public who reside in the Gateway Unified School District boundaries to serve on the committee as: *(D)*

- A bona-fide tax payer representative
- A business member representative (business must be located in the District's boundaries)

7H. Set next meeting date: (*Proposed date of January 27, 2016*) *(D)*

7I. Tour of Al Rose Gymnasium *(I)*

8. **COMMITTEE COMMENTS:**

9. ADJOURNMENT:

Moved	Seconded	Ayes	Noes	Absent	Abstained

AGENDA ITEM: 7A

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MEASURE G BOND OVERSIGHT COMMITTEE MEETING MINUTES
October 14, 2014

5:30 P.M. Committee Meeting — **Central Valley High School: Library**

1. **The Bond Oversight Committee Meeting was called to order at 5:35 p.m.** by Tammi Whetstine. — **CALL TO ORDER**

2. **Flag Salute** was led by Tammi Whetstine. — **PLEDGE**

3. **Roll Call:** — **MEMBERS PRESENT**
A quorum was established with the following Bond Committee Members present: Richard Artusy, Michael Daniels, Steve Hagenbaugh, Leroy Perkins, Kim Weatherbee, Tammi Whetstine and Jim Harrell, Superintendent

MEMBERS ABSENT
Absent: There were no members absent.

4. **Approval of Agenda:** — **APPROVAL OF AGENDA**
The agenda was approved as presented.

WEATHERBEE/HAGENBAUGH
Moved and seconded to approve the agenda as presented.

Motion carried unanimously: 6 AYES - 0 NOES; 0 ABSENT

5. **Public Forum:** — **PUBLIC FORUM**

There was no public comment.

6. Special Business:

SPECIAL BUSINESS

- *There were no special business items to present at the time of posting the agenda.*

NO ITEMS PRESENTED

7. New Business:

NEW BUSINESS

7A. Approval of the August 12, 2014 Bond Committee Meeting Minutes

08-12-14 BOND MINUTES

PERKINS/WHETSTINE
Moved and seconded to approve the August 12, 2014 Bond Committee Meeting Minutes as presented.

Motion carried unanimously: 6 AYES - 0 NOES; 0 ABSENT

7B. Approval of the Bond Fund Budget Report through October 8, 2014

BOND FUND REPORT & UPDATE THROUGH OCTOBER 2014

Director Dunham reviewed the Bond Fund Budget Report with the Committee explaining the expenses to date and the current bond fund balances. Committee members asked for clarification on the Telecom, Scripps Media and Hardware Express expenditures. Superintendent Harrell shared the status of the tennis court and gym projects. The tennis courts should be finished in the next couple of weeks. There was a "Big Reveal" of the gym project for CVHS students and staff on October 10th. Students are now using the gym; however, there are still a few items left to be installed. The goal is to be done by October 31st.

- Other Projects & Closeouts (DSA) Balance: $ 15,451.05
- CVHS Tennis Courts Balance: $ 60,125.24
- CVHS Large Gym Balance: $ 55,836.12
- District Wide Bell/Paging System Balance: $ 39,816.81

ARTUSY/HAGENBAUGH
Moved and seconded to approve the Bond Fund Budget Report through October 8, 2014 as presented.

Motion carried unanimously: 6 AYES - 0 NOES; 0 ABSENT

7C. Soliciting members from the public who reside in the Gateway Unified School District boundaries to serve on the committee as:

SOLICITING OF BONA-FIDE TAX PAYER & BUSINESS MEMBER REPS.

- A bona-fide tax payer representative
- A business member representative (business must be located in the District's boundaries)

Superintendent Harrell explained that the District is actively seeking to fill the bona-fide tax payer and business member representative positions.

NEW BUSINESS (Cont.)

7. New Business (Continued):

7D. Set next meeting date

NEXT MEETING DATE

The next meeting will be held at Central Valley High School in the Library on November 18, 2014 at 5:30 p.m.

7E. Tour of Al Rose Gymnasium

TOUR OF GYM

The Committee took a tour of the gymnasium after the meeting was adjourned.

8. Committee Comments:

COMMITTEE COMMENTS

Superintendent Harrell shared that there may be future projects that involve security measures and keyless entry systems at the school sites. The District currently is piloting keyless entry and camera systems at Mountain Lakes High School and some offices located at the District Office. Another future project will be updating the radios that are used at all of the sites. Superintendent Harrell explained that our facilities are in far greater shape than most of the schools that he has visited while traveling with our athletic teams or visiting with principals and/or superintendents outside of our district.

Committee member Perkins reported that he had spoken with the principal at Shasta Lake School (SLS) about their future school site needs and was told that SLS is in need of shade structures for the students at recess time.

9. Adjournment:

ADJOURN

WHETSTINE/WEATHERBEE
Moved and seconded to adjourn.

Motion carried unanimously: 6 AYES - 0 NOES; 0 ABSENT

The meeting was adjourned at 6:10 p.m.

Submitted by:	Approved by:
James M. Harrell, Superintendent	Tammi Whetstine, Committee Chair

AGENDA ITEM: 7B

BUILDING FUND 21

Total Bond Passed November 2008	**$**	**19,000,000.00**
General Obligation Bond Sale July, 2009	**$**	**6,320,717.55**
General Obligation Bond Sale Dec, 2013	**$**	**6,300,280.55**
General Obligation Bond Sale Dec, 2014	**$**	**6,003,726.00**
Balance Unissued Bonds	**$**	**375,275.90**
Details Bond Sale July, 2009	**$**	**6,320,717.55**
Escrow Deposit	**$**	**1,019,774.04**
Bond Funds Received	**$**	**5,300,943.51**
Details Bond Sale Dec, 2013	**$**	**6,300,280.55**
Bond Issuance Costs	**$**	**274,279.31**
Escrow Deposit	**$**	**5,256,268.78**
Bond Funds Received	**$**	**769,732.46**
Details Bond Sale Dec, 2014	**$**	**6,003,726.00**
Bond Issuance Costs	**$**	**234,423.84**
Escrow Deposit	**$**	**5,769,302.16**
Bond Funds Received	**$**	**-**

BOND FUND REVENUE			
Bond Funds Received	*(1st Issuance)*	$	5,300,943.51
Bond Funds Received	*(2nd Issuance)*	$	769,732.46
Interest Income		$	106,833.98
BSA Construction Bid Deposits*		$	2,100.00
Copier Fees/Refunds		$	3,958.63
Audit/FMV Adj		$	(43.00)
Bank of New York	*Refund Cost Issuance*	$	10,372.52
TOTAL REVENUE RECEIVED:		**$**	**6,193,898.10**

BOND EXPENDITURES			
BSA Mulit-Purpose Final Costs		$	2,730,156.07
Cafeteria Fund Contribution		$	(70,000.00)
CVHS Cafeteria Encumbrance		$	2,316,879.14
BSA Parking Lot Final Costs		$	223,377.07
Project Closeouts	*Budget Amount*	$	114,465.00
CVHS Large Gym	*Actual Costs*	$	449,747.40
CVHS Tennis Courts	*Actual Costs*	$	85,000.00
DW Bell/Paging System	*Actual Costs*	$	206,735.05
TOTAL BUDGETED EXPENDITURES:		**$**	**6,056,359.73**
	BOND BALANCE:	**$**	**137,538.37**

PROJECT SUMMARIES

Other Projects & Closeouts	**BUDGET**	**EXPENDITURES**
Construction/Repairs	$ 100,000.00	$ 73,018.17
Project Fees/Other Costs	$ 11,265.00	$ 13,876.80
Architect Fees	$ 1,700.00	$ 2,768.90
Inspector of Record	$ 1,500.00	$ 1,040.00
Estimated Project Costs:	**$ 114,465.00**	**$ 90,703.87**
Balance		**$ 23,761.13**

CVHS Large Gym	**BUDGET**	**EXPENDITURES**
Construction	$ 427,000.00	$ 424,980.69
Project Fees/Other Costs	$ 1,500.00	$ 1,369.60
Architect Fees	$ 25,000.00	$ 23,397.11
Inspector of Record	$ -	$ -
Estimated Project Costs:	**$ 449,747.40**	**$ 449,747.40**
Balance		**$ -**

CVHS Tennis Courts	**BUDGET**	**EXPENDITURES**
Construction	$ 85,000.00	$ 85,000.00
Project Fees/Other Costs	$ -	$ -
Architect Fees	$ -	$ -
Inspector of Record	$ -	$ -
Estimated Project Costs:	**$ 85,000.00**	**$ 85,000.00**
Balance		**$ -**

DW Bell/Paging System	**BUDGET**	**EXPENDITURES**
Construction	$ 206,735.05	$ 206,735.05
Project Fees/Other Costs	$ -	$ -
Architect Fees	$ -	$ -
Inspector of Record	$ -	$ -
Estimated Project Costs:	**$ 206,735.05**	**$ 206,735.05**
Balance		**$ -**

Other Projects & Closeouts

VENDOR	Change Order Value	Change Order Expense to Date	Invoice Number/Description	DATE		AMOUNT
CONSTRUCTION						
CALIFORNIA SAFETY			259412	1/30/2014	$	595.00
HARDWARE EXPRESS			221815/221645/221641/221640	5/2/2014	$	62.00
PAINT MARTS, INC			50196285	5/2/2014	$	72.01
AXNER EXCAVATING			L859767/L859816	5/2/2014	$	77.40
LIDDELL CONSTRUCTION			SI 347771	5/2/2014	$	2,446.38
J.D. CONCRETE			BSA HYATT	4/22/2014	$	9,500.00
LASSEN ELECTRICAL			5362	4/22/2014	$	28,427.00
HARDWARE EXPRESS			222623-1	6/5/2014	$	26.38
LASSEN ELECTRICAL			5462	7/30/2014	$	1,695.00
PORTABLE FACILITIES			1519	3/25/2015	$	2,300.00
EAGLE PAVING				6/24/2015	$	20,348.00
EAGLE PAVING				6/30/2015	$	7,469.00
			Total Construction		$	73,018.17
ARCHITECT FEES						
TLCD			6072	3/13/2014	$	326.01
TLCD			6116	3/13/2014	$	377.89
TLCD			6185	3/13/2014	$	235.33
TLCD			6236	3/13/2014	$	235.33
SEMINGSON ARCHITECTURE			142041	4/15/2014	$	500.00
TLCD			6875	4/15/2015	$	1,027.95
TLCD			7000	6/17/2015	$	41.53
TLCD				6/30/2015	$	24.86
			Total Architect		$	2,768.90
INSPECTOR OF RECORD						
GORDON LEMKE			21574	04/08/14	$	1,040.00
			Total Inspector of Record		$	1,040.00

Other Projects & Closeouts

VENDOR	Change Order Value	Change Order Expense to Date	Invoice Number/Description	DATE		AMOUNT
PROJECT FEES/OTHER COSTS						
DSA			DSA02-102430	1/30/2014	$	500.00
DSA			DSA02-105809	2/25/2014	$	500.00
DSA			DSA02-48877	2/25/2014	$	500.00
DSA			DSA02-102430	3/11/2014	$	250.00
DSA			02-109165	3/27/2014	$	8,014.06
SCRIPPS MEDIA			1424393	4/3/2014	$	85.60
DSA			DSA02-6796	6/30/2014	$	1,733.56
DSA			DSA02-111018	1/21/2015	$	500.00
DSA			DSA02-53427	3/18/2015	$	500.00
DSA			DSA02-60725	3/18/2015	$	500.00
DSA			DSA02-111018	4/13/2015	$	293.58
DSA			DSA02-54565	5/24/2015	$	500.00
			Total Project Fee/Other Costs		$	13,876.80
			TOTAL EXPENSES 9/2/15		$	90,703.87

CVHS Large Gym

VENDOR	Change Orders	Invoice Number/Description	DATE		AMOUNT
CONSTRUCTION					
GILES LOCK		756692	06/12/14	$	27.85
CALIFORNIA SAFETY		270850	06/12/14	$	403.75
GIFFORD CONSTRUCTION		14-008-1	06/30/14	$	171,678.60
GIFFORD CONSTRUCTION		14-008-2	08/05/14	$	64,800.00
WORLD TELECOM		12889	08/05/14	$	26,188.94
GIFFORD CONSTRUCTION		14-008-3	09/08/14	$	49,138.20
WORLD TELECOM		13067	09/15/14	$	1,787.37
PAINT MART		50203451	09/25/14	$	98.64
EVERGREEN JANITORIAL		17088	09/25/14	$	14.07
LIDDELL CONSTRUCTION SUPPLY		350052	09/25/14	$	451.50
SIGN A RAMA		24436	10/06/14	$	6,478.25
MEEKS LUMBER		698355	10/08/14	$	272.75
CASCADE ATHLETIC		239322	10/13/14	$	85.87
DECKER EQUIPMENT		87841A	10/15/14	$	173.08
INDUSTRIAL METALS		0171154-IN	10/15/14	$	15.64
CALIFORNIA SAFETY		282676	10/15/14	$	166.25
CRESCO EQUIPMENT		3708269-0001	10/15/14	$	329.50
SIGN SOLUTIONS, INC.		16096	10/15/14	$	2,830.83
HARDWARE EXPRESS		224660-1,224741-1,224738-1	10/20/14	$	35.75
HILLYARD		601340864,601340859	10/22/14	$	902.42
DOLLAR STORE		258841	10/27/14	$	6.45
SHERWIN WILLIAMS		8056	10/27/14	$	28.17
WORLD TELECOM		13185	10/27/14	$	7,365.24
GIFFORD CONSTRUCTION		14-008-4	11/03/14	$	16,343.14
HILLYARD		601349453	11/05/14	$	689.23
CASCADE ATHLETIC		239632	11/12/14	$	1,569.00
FIRST SERVICE		1410145	11/12/14	$	3,769.68
INDUSTRIAL METALS		0171940,0172195-IN	11/17/14	$	4.74
CALIFORNIA SAFETY		275682,284960	11/19/14	$	501.35
HARDWARE EXPRESS		224986-1	11/19/14	$	8.05
CASCADE ATHLETIC		239631	11/19/14	$	1,505.69
WARNER CONSTRUCTION		01451	12/01/14	$	1,661.00
AMERICAN TIME AND SIGNAL		732304	12/03/14	$	259.89
HARBOR FREIGHT		03154420	12/03/14	$	38.64
CASCADE ATHLETIC		240110	12/17/17	$	2,237.50
FASTENAL COMPANY		CARE10282	01/07/15	$	46.04
GIFFORD CONSTRUCTION		14-008-5	01/07/15	$	25,567.56
HILLYARD		601422630	01/07/15	$	775.02
LOWES		23252	01/14/15	$	6.19
SHERWIN WILLIAMS		5557-7	01/14/15	$	7.89
CALIFORNIA SAFETY		289857	01/21/15	$	285.00
GIFFORD CONSTRUCTION		14-008-6	02/23/15	$	36,391.95
HARDWARE EXPRESS		229459-1/229520-1	09/01/15	$	34.01
		Total Construction		$	424,980.69

CVHS Large Gym

VENDOR	Change Orders	Invoice Number/Description	DATE		AMOUNT
ARCHITECT FEES					
SEMINGSON ARCHITECTURE		142011 & 14201R1	05/13/14	$	2,845.00
SEMINGSON ARCHITECTURE		142012	06/10/14	$	3,600.00
SEMINGSON ARCHITECTURE		14201R2	06/30/14	$	2,431.59
SEMINGSON ARCHITECTURE		1420103	06/30/14	$	4,799.00
SEMINGSON ARCHITECTURE		1420104	8/13/2014	$	6,453.00
SEMINGSON ARCHITECTURE		14201R3	8/25/2014	$	765.52
SEMINGSON ARCHITECTURE		1420105	9/22/2014	$	833.00
SEMINGSON ARCHITECTURE		1420106	10/27/2014	$	343.00
SEMINGSON ARCHITECTURE		1420107	12/1/2014	$	735.00
SEMINGSON ARCHITECTURE		1420108	1/21/2015	$	592.00
		Total Architect		$	23,397.11
INSPECTOR OF RECORD					
		Total Inspector of Record		$	-
PROJECT FEES/OTHER COSTS					
SCRIPPS MEDIA		1424394	4/3/2014	$	89.80
INTERWEST INSURANCE		466120	6/10/2014	$	768.00
INTERWEST INSURANCE		468385	8/19/2014	$	255.90
INTERWEST INSURANCE		469578	9/29/2014	$	255.90
		Total Project Fee/Other Costs		$	1,369.60
		TOTAL EXPENSES 9/2/15		$	449,747.40

CVHS Tennis Courts

VENDOR	Change Orders	Invoice Number/Description	DATE	AMOUNT
CONSTRUCTION				
LYONS TREE SERVICE		3048	07/28/14	$ 4,000.00
GIFFORD CONSTRUCTION		14-008-3	09/08/14	$ 20,874.76
GIFFORD CONSTRUCTION		14-008-4	11/03/14	$ 60,125.24
		Total Construction		$ 85,000.00
ARCHITECT FEES				
		Total Architect		$ -
INSPECTOR OF RECORD				
		Total Inspector of Record		$ -
PROJECT FEES/OTHER COSTS				
		Total Project Fee/Other Costs		$ -
		TOTAL EXPENSES 9/2/15		$ 85,000.00

DW Bell/Paging System

VENDOR	Change Orders	Invoice Number/Description	DATE		AMOUNT
CONSTRUCTION					
WORLD TELECOM		13118-13122	09/25/14	$	**165,183.19**
WORLD TELECOM		13324-13329	12/03/14	$	**29,073.10**
MASERGY CLOUD COMMUNICATIONS		78931	02/18/15	$	**2,254.69**
WORLD TELECOM		Final Retention	02/23/15	$	**10,224.07**
		Total Construction		$	**206,735.05**
ARCHITECT FEES					
		Total Architect		$	-
INSPECTOR OF RECORD					
		Total Inspector of Record		$	-
PROJECT FEES/OTHER COSTS					
		Total Project Fee/Other Costs		$	-
		TOTAL EXPENSES 9/2/15		$	**206,735.05**

AGENDA ITEM: 7C

MATSON
& ISOM

GATEWAY UNIFIED SCHOOL DISTRICT
PROPOSITION 39 AND MEASURE G
GENERAL OBLIGATION BONDS

Redding, California

PERFORMANCE AUDIT

June 30, 2014

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June 30, 2014

MATSON
& ISOM

INDEPENDENT AUDITORS' REPORT

To the Board of Trustees
Gateway Unified School District
Redding, California

Report on Compliance

We have audited the Gateway Unified School District's (the District) compliance with the performance requirements for the Proposition 39 and Measure G General Obligation Bonds (the Bonds) for the year ended June 30, 2014.

Management's Responsibility

Management is responsible for the District's compliance with those requirements.

Auditors' Responsibility

Our responsibility is to express an opinion on the District's compliance based on our audit.

We conducted this performance audit in accordance with auditing standards generally accepted in the United States of America and 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 reasonable assurance about whether noncompliance with the performance requirements for Proposition 39 and the Bonds that could have a material effect on compliance occurred. An audit includes examining, on a test basis, evidence supporting the District's compliance with those requirements and performing such other procedures as we consider necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our performance audit does not provide a legal determination on the District's compliance with the specific requirements.

Opinion

In our opinion, the District complied, in all material respects, with the performance requirements referred to above that are applicable to the District for the year ended June 30, 2014.

Matson and Isom

December 1, 2014
Redding, California

OBJECTIVES

The objectives of our performance audit were to document the expenditures charged to the voter-approved Proposition 39 and Measure G General Obligation Bonds (the Bonds); determine whether expenditures for the fiscal year ended June 30, 2014, charged to the building fund, have been made in accordance with project budgets and guidelines; note any incongruities or system weaknesses; and provide recommendations for improvements.

SCOPE OF THE AUDIT

The scope of our performance audit covered the fiscal year ended June 30, 2014. The expenditures included all object and project codes associated with the Bonds' projects. The propriety of expenditures for capital projects and maintenance projects funded through other state or local funding sources were not included within the scope of our audit. Expenditures incurred subsequent to June 30, 2014, were not reviewed or included within the scope of our audit.

BACKGROUND INFORMATION

On November 4, 2008, $19,000,000 in general obligation bonds were authorized by an election held within the District. A citizens' oversight committee was appointed on January 21, 2009, to comply with the California Constitution and the California Education Code. The purpose of the committee is to inform the public, at least annually, regarding the appropriate use of the Bonds proceeds. On July 8, 2009, bonds in the amount of $6,320,718 were issued at a premium of $413,446. The total proceeds from the bond issuance were received by the District and are to be used to modernize, replace, renovate, construct, acquire, equip, furnish, and otherwise improve the District's facilities. The District paid issuance costs totaling $403,074 from the proceeds. California Constitution, Article 13A, Section 1(b)(3), requires an annual performance audit be conducted to ensure that funds have been expended only on the specific projects publicized by the District.

On December 4, 2013, the District issued general obligation bonds in the amount of $6,300,281 at a discount of $14,400. The District paid $198,213 of issuance costs from the proceeds. Bond proceeds of $5,317,935 were used to redeem the 2006 certificates of participation. The remaining proceeds of $769,733 will be used for construction projects.

PROCEDURES PERFORMED

We obtained the building fund general ledger and the project expenditure summary reports and detail prepared by the District for the fiscal year ended June 30, 2014. Within the year audited, we obtained the actual invoices and other supporting documentation for a sample of expenditures to ensure compliance with Proposition 39 and Measure G General Obligation Bonds funding. We performed the following procedures:

- We reviewed the District's bond project publicized list of intended projects.

- We selected a sample of expenditures in the fiscal year ended June 30, 2014, and reviewed supporting documentation to ensure that funds were properly expended on the specific projects as outlined in the publicized list and that they met the requirements for bidding, if applicable.

- We compared total project expenditures to budgets to determine if there were any expenditures in excess of appropriation.

- We verified that funds were expended only for the purposes for which the bonds were issued, as specified in the official statement of bond indenture submitted by the District to the County Auditor.

- We verified that funding was not used for salaries of school administrators or other operating expenses of the District.

- We reviewed the Measure G Bond Oversight Committee minutes for approval of appropriate expenditures.

RESULTS OF THE PROCEDURES

The District utilized Bond funds for six projects, and has committed to two additional projects for which expenditures have not yet been incurred through June 30, 2014. The District incurred total expenditures of $12,452,107 through June 30, 2014, for the following projects:

	Budget	Prior Expenditures	June 30, 2014 Expenditures	Total Expenditures	Status
Central Valley High School, multi-purpose building	$ 2,320,525	$ 2,316,879	$ -	$ 2,316,879	Completed
Buckeye School of the Arts, multi-purpose building	2,750,800	2,730,156	-	2,730,156	Completed
Buckeye School of the Arts, parking lot change order	380,000	223,377	-	223,377	Completed
2006 certificates of participation redemption	6,338,260	1,020,325	5,317,935	6,338,260	Completed
Bond issuance costs	601,287	403,074	198,213	601,287	Completed
Project close-outs	72,650	-	55,504	55,504	In progress
Central Valley High School, gymnasium remodel	400,000	-	186,644	186,644	In progress
Central Valley High School, tennis courts	85,000	-	-	-	Not started
District-wide bell and paging system	205,000	-	-	-	Not started
Total	$ 13,153,522	$ 6,693,811	$ 5,758,296	$ 12,452,107	

Each of the projects has been given a specific project identification number within the District's building fund. Budgets for each project are included in the financial reporting system, and actual expenditures are matched against this budget.

CONCLUSION

Based upon the procedures performed, we found that for the items tested, the District has properly accounted for the expenditures of the Proposition 39 and Measure G General Obligation Bonds. Further, it was noted that the funds were not used for salaries of school administrators or other operating expenditures. Our audit does not provide a legal determination on the District's compliance with the specific requirements.

MANAGEMENT COMMENTS AND RECOMMENDATIONS

None.

AGENDA ITEM: 7D

Gateway Unified School District Proposition 39 and Measure G General Obligation Bonds

Redding, California

PERFORMANCE AUDIT

June 30, 2015

K·COE ISOM

Gateway Unified School District Proposition 39
and Measure G General Obligation Bonds
TABLE OF CONTENTS
June 30, 2015

K·COE ISOM

INDEPENDENT AUDITORS' REPORT

To the Board of Trustees
Gateway Unified School District
Redding, California

Report on Compliance

We have audited the Gateway Unified School District's (the District) compliance with the performance requirements for the Proposition 39 and Measure G General Obligation Bonds (the Bonds) for the year ended June 30, 2015.

Management's Responsibility

Management is responsible for the District's compliance with those requirements.

Auditors' Responsibility

Our responsibility is to express an opinion on the District's compliance based on our audit.

We conducted this performance audit in accordance with auditing standards generally accepted in the United States of America and 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 reasonable assurance about whether noncompliance with the performance requirements for Proposition 39 and the Bonds that could have a material effect on compliance occurred. An audit includes examining, on a test basis, evidence supporting the District's compliance with those requirements and performing such other procedures as we consider necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our performance audit does not provide a legal determination on the District's compliance with the specific requirements.

Opinion

In our opinion, the District complied, in all material respects, with the performance requirements referred to above that are applicable to the District for the year ended June 30, 2015.

September 14, 2015
Chico, California

OBJECTIVES

The objectives of our performance audit were to document the expenditures charged to the voter-approved Proposition 39 and Measure G General Obligation Bonds (the Bonds); determine whether expenditures for the fiscal year ended June 30, 2015, charged to the building fund, have been made in accordance with project budgets and guidelines; note any incongruities or system weaknesses; and provide recommendations for improvements.

SCOPE OF THE AUDIT

The scope of our performance audit covered the fiscal year ended June 30, 2015. The expenditures included all object and project codes associated with the Bonds' projects. The propriety of expenditures for capital projects and maintenance projects funded through other state or local funding sources were not included within the scope of our audit. Expenditures incurred subsequent to June 30, 2015, were not reviewed or included within the scope of our audit.

BACKGROUND INFORMATION

On November 4, 2008, $19,000,000 in general obligation bonds were authorized by an election held within the District. A citizens' oversight committee was appointed on January 21, 2009, to comply with the California Constitution and the California Education Code. The purpose of the committee is to inform the public, at least annually, regarding the appropriate use of the Bonds' proceeds. On July 8, 2009, bonds in the amount of $6,320,718 were issued at a premium of $413,446. The total proceeds from the bond issuance were received by the District and are to be used to modernize, replace, renovate, construct, acquire, equip, furnish, and otherwise improve the District's facilities. The District paid issuance costs totaling $403,074 from the proceeds. California Constitution, Article 13A, Section 1(b)(3), requires an annual performance audit be conducted to ensure that funds have been expended only on the specific projects publicized by the District.

On December 4, 2013, the District issued general obligation bonds in the amount of $6,300,281 at a discount of $14,400. The District paid $198,213 of issuance costs from the proceeds. Bond proceeds of $5,317,935 were used to redeem the 2006 certificates of participation. The remaining proceeds of $769,733 were used for construction projects.

PROCEDURES PERFORMED

We obtained the building fund general ledger and the project expenditure summary reports and detail prepared by the District for the fiscal year ended June 30, 2015. Within the year audited, we obtained the actual invoices and other supporting documentation for a sample of expenditures to ensure compliance with Proposition 39 and Measure G General Obligation Bonds funding. We performed the following procedures:

- We reviewed the District's bond project publicized list of intended projects.
- We selected a sample of expenditures in the fiscal year ended June 30, 2015, and reviewed supporting documentation to ensure that funds were properly expended on the specific projects as outlined in the publicized list and that they met the requirements for bidding, if applicable.
- We compared total project expenditures to budgets to determine if there were any expenditures in excess of appropriation.
- We verified that funds were expended only for the purposes for which the bonds were issued, as specified in the official statement of bond indenture submitted by the District to the County Auditor.
- We verified that funding was not used for salaries of school administrators or other operating expenses of the District.
- We reviewed the Measure G Bond Oversight Committee minutes for approval of appropriate expenditures.

RESULTS OF THE PROCEDURES

The District utilized Bond funds for eight projects and incurred total expenditures of $13,042,112 through June 30, 2015, for the following projects:

	Budget	Prior Expenditures	June 30, 2015 Expenditures	Total Expenditures	Status
Central Valley High School, multi-purpose building	$ 2,320,525	$ 2,316,879	$ -	$ 2,316,879	Completed
Buckeye School of the Arts, multi-purpose building	2,750,800	2,730,156	-	2,730,156	Completed
Buckeye School of the Arts, parking lot change order	380,000	223,377	-	223,377	Completed
2006 certificates of participation redemption	6,338,260	6,338,260	-	6,338,260	Completed
Bond issuance costs	601,287	601,287	-	601,287	Completed
Other projects and close-outs	100,000	55,504	35,200	90,704	In progress
Central Valley High School, gymnasium remodel	453,500	186,644	263,070	449,714	In progress
Central Valley High School, tennis courts	85,000	-	85,000	85,000	Completed
District-wide bell and paging system	206,735	-	206,735	206,735	Completed
Totals	$ 13,236,107	$ 12,452,107	$ 590,005	$ 13,042,112	

Each of the projects has been given a specific project identification number within the District's building fund. Budgets for each project are included in the financial reporting system, and actual expenditures are matched against this budget.

CONCLUSION

Based upon the procedures performed, we found that for the items tested, the District has properly accounted for the expenditures of the Proposition 39 and Measure G General Obligation Bonds. Further, it was noted that the funds were not used for salaries of school administrators or other operating expenditures. Our audit does not provide a legal determination on the District's compliance with the specific requirements.

MANAGEMENT COMMENTS AND RECOMMENDATIONS

None.

AGENDA ITEM: 7E

CITIZENS OVERSIGHT COMMITTEE REPORT

MEASURE G GENERAL OBLIGATION BOND OF 2008

For the Gateway Unified School District

FISCAL YEAR ENDING JUNE 30, 2015

Citizens Oversight Committee Report

Background on Measure G - What the Voters Approved

In November 2008, the Gateway Unified School District (GUSD) voters passed a $19 million general obligation bond (Measure G) with 57.7% of voters approving the measure.

The purpose of the bond proceeds was to "improve the quality of education, renovate and construct classrooms and school facilities including libraries and cafeterias; upgrade outdated heating, ventilation and air condition systems; make health and safety improvements; improve student access to computers and modern technology; and improve handicapped accessibility.

Because Measure G was approved through an election process under Proposition 39, the District is obligated to establish a Citizens' Oversight Committee (COC). The committee must be comprised of voters who represent parents, parent-teacher organizations, the business community, senior citizens, taxpayers associations, and the community at large. This committee reviews expenditure reports to ensure that: a) bond proceeds are expended only for the purpose set forth in the ballot measure, and b) no bond proceeds are used for any teacher, administrator salaries or any other operating expenses.

Attached to this report (Exhibit A) is the full text of Measure G which was approved by the voters on November 4, 2008. From the voters' authorization of Measure G, the school district has developed a comprehensive plan to address the need identified in their facility needs assessment. Although there is no way they could do all the projects possible with the funds available, the District, with oversight from the Citizens' Oversight Committee, must ensure that the Bond funds are only for these purposes.

District Progress and Oversight Committee Activities

The report of the Citizens' Oversight Committee (COC) represents the Measure G bond activity for the 2014/15 fiscal year. The report is designed to correlate with the timelines of the voters' approved Measure G, granting GUSD 19 million of bond expenditure authority. A summary of key District and COC activities related to the fiscal year ending June 30, 2015 is as follows.

Measure G Values

Voter approval bond amount	$19,000,000.00
General Obligation Bond Sale July 2009	$ 6,320,717.55
General Obligation Bond Sale December 2013	$ 6,300,280.55
Unissued Bonds	$ 6,379,001.90

Debt Service Schedule

Term	2010 through 2039
Total Debt Service	$71,426,500

Citizen's (Bond) Oversight Committee Meeting Schedule and Summary

Meeting Date	Summary
July 20, 2010	Reviewed and approved expenditures and reviewed progress to date on Buckeye School of the Arts project.
August 17, 2010	Reviewed and approve expenditures and change orders for Buckeye School of the Arts project. Reviewed progress of project and budget overview.
September 21, 2010	Reviewed expenditures and change orders for Buckeye School of the Arts project. There wasn't a quorum so no voting took place. Budget Overview and Update, and Project Progress reports were shared.
October 19, 2010	Reviewed and approved expenditures and change orders for Buckeye School of the Arts project. All agenda items from September 21st meeting were included on this agenda. Gordon Lemke, Buckeye School of the Arts Project Inspector, explained the change order process to the Committee. Budget Overview and Update, and Project Progress reports were shared.
November 16, 2010	Reviewed and approved expenditures and change orders for Buckeye School of the Arts project. The approval process was reviewed by Supt. Robert Hubbell. Ann Albertson resigned from the Committee so there are now two vacant seats on the Committee. Election of Bond Committee Chair and Vice-Chair took place: Tami Whetstine, Chair and Michael Daniels, Vice-Chair. Budget Overview and Update, and Project Progress reports for both Buckeye School of the Arts and Central Valley High School were shared.
February 2, 2011	Reviewed and approved expenditures and change orders for Buckeye School of the Arts project. 2009/10 General Obligation Bonds Performance Audit by Matson and Isom, CPA was discussed and approved by Committee. Construction progress on Buckeye School of the Arts and

	Central Valley High School was shared, as well as budget reports. Central Valley High School project is expected to start before summer begins.
April 13, 2011	Reviewed and approved expenditures and change orders for Buckeye School of the Arts and Central Valley High School projects. The Committee took a tour of the new Multi-purpose room and the renovated kitchen at Buckeye School of the Arts.
June 23, 2011	Reviewed and approved expenditures and change orders for Buckeye School of the Arts and Central Valley High School projects. Budget Overview and Update, and Project Progress reports for both Buckeye School of the Arts and Central Valley High School were shared. Next Meeting will be held August 10, 2011.
February 21, 2012	Reviewed and approved expenditures and change orders for Buckeye School of the Arts and Central Valley High School projects. Budget Overview and Update, and Project Progress reports for both Buckeye School of the Arts and Central Valley High School were shared. The Measure G General Obligation Bond Compliance and Performance Audit for 2010/11 was reviewed by the Committee. There are still two vacant spots on the Committee. The next meeting will be held April 17, 2012.
April 17, 2012	Reviewed and approved expenditures and change orders for the Central Valley High School project. Budget Overview and Update, and Project Progress reports were shared. There are still two vacant spots on the Committee. The next meeting will be held June 13, 2012.
June 13, 2012	Reviewed and approved expenditures and change orders for the Central Valley High School project and Buckeye School of the Arts. Budget Overview and Update, and Project Progress reports were shared. The Annual Citizen Oversight Committee Report for Fiscal Year ending June 30, 2011 was reviewed and approved. The Committee took a tour of the newly remodeled Talon Hall. The next meeting will be held on August 16, 2012.
August 16, 2012	Reviewed and approved expenditures and change orders for the Central Valley High School project and Buckeye School of the Arts. Budget Overview and Update, and Project Progress reports were shared. There was a discussion about the Bond Committee Term Limits. The next meeting was scheduled for October 18, 2012.
October 18, 2012	Reviewed and approved expenditures and change orders for the Central Valley High School project. Budget Overview and Update, and Project Progress reports were shared. The next meeting was scheduled for January 10, 2013, which was later rescheduled to February 28, 2013.

February 28, 2013	There was a lack of quorum at this meeting so it was cancelled. The next meeting was later scheduled for June 25, 2013.
June 25, 2013	Reviewed and approved final change orders and expenditures for the CVHS project. Budget Overview and Update were presented and final reports on this project were shared. The Annual Citizen Oversight Committee Reports for Fiscal Year ending June 30, 2012 and Fiscal Year ending June 30, 2013 were presented for review and approval. As there are no other projects pending at this time, this will be the last meeting for this committee.
2013-14	The Committee did not meet during the 2013/14 fiscal year. Close-out projects continued to be worked on and expensed, and were monitored by the District Board Members in Board meetings. The CVHS Gym remodel began in May, 2014.
August 12, 2014	The Measure G General Obligation Bond Compliance and Performance Audit for 2012/13 was reviewed by the Committee. The contracts for the CVHS gym remodel project were presented to the Committee. A presentation was made on the District Wide Intercom, Paging and Bell System project. Budget Overview and Update Report was presented and discussed. Selection of Committee Chairperson and Vice-Chairperson took place. Next meeting was tentatively set for October 14, 2014.
October 14, 2014	Budget Overview and Update Reports were presented and discussed. Next meeting was tentatively set for November 18, 2014.
May 15, 2015	Superintendent Harrell sent letter to Committee members, to provide update on bond project status.

Independent Auditors Audit Report

The Measure G General Obligation Bond Compliance and Performance Audit for 2014/15 will be presented to the Gateway Unified School District Board for review and approval during the 2015/16 year.

Project Status and Expenditures

Project Description	Status	Expenditures Through June 30, 2015
Tennis Courts Project Central Valley High School	Completed	$ 85,000.00

Paging and Bell System Project District Wide	Completed	$ 206,735.05
Misc. Close-Out Projects	84%	$ 62,862.01
Gym Project Central Valley High School	99%	$ 449,713.39

Measure G Bond Citizens Oversight Committee

Richard Artusy	Seniors Organization	Lakehead, CA
Michael Daniels	Resident & Retired Business	Redding, CA
Kim Weatherbee	Parent Club President	Shasta Lake, CA
Tammi Whetstine	Parent	Shasta Lake, CA
Steve Hagenbaugh	Parent	Shasta Lake, CA
Leroy Perkins	Retired Resident	Redding, CA
James M. Harrell	District Superintendent	Redding, CA

The Citizen's Oversight Committee, based on the review of the annual financial and performance audit reports and information received at the Bond Oversight committee meetings, certifies that the bond proceeds for the fiscal year ended June 30, 2015 were expended only for the purposes set forth in the ballot measure and that no bond proceeds were expended for any teacher or administrator salaries or other operating expenditures.

Respectfully submitted:

Tammi Whetstine, Chairperson
Gateway Unified School District
Citizen's Oversight Committee

Date

BUILDING FUND 21

Total Bond Passed November 2008	**$**	**19,000,000.00**
General Obligation Bond Sale July, 2009	**$**	**6,320,717.55**
General Obligation Bond Sale Dec, 2013	**$**	**6,300,280.55**
Balance Unissued Bonds	**$**	**6,379,001.90**
Details Bond Sale July, 2009	**$**	**6,320,717.55**
Escrow Deposit	**$**	**1,019,774.04**
Bond Funds Received	**$**	**5,300,943.51**
Details Bond Sale Dec, 2013	**$**	**6,300,280.55**
Bond Issuance Costs	**$**	**274,279.31**
Escrow Deposit	**$**	**5,256,268.78**
Bond Funds Received	**$**	**769,732.46**

BOND FUND REVENUE			
Bond Funds Received	*(1st Issuance)*	$	5,300,943.51
Bond Funds Received	*(2nd Issuance)*	$	769,732.46
Interest Income		$	106,530.44
BSA Construction Bid Deposits*		$	2,100.00
Copier Fees/Refunds		$	227.42
Audit/FMV Adj		$	(1,948.00)
Bank of New York	*Refund Cost Issuance*	$	10,372.52
TOTAL REVENUE RECEIVED:		**$**	**6,187,958.35**

BOND EXPENDITURES			
BSA Mulit-Purpose Final Costs		$	2,730,156.07
Cafeteria Fund Contribution		$	(70,000.00)
CVHS Cafeteria Encumbrance		$	2,316,879.14
BSA Parking Lot Final Costs		$	223,377.07
Project Closeouts	*Budget Amount*	$	75,000.00
CVHS Large Gym	*Budget Amount*	$	453,500.00
CVHS Tennis Courts	*Budget Amount*	$	85,000.00
DW Bell/Paging System	*Budget Amount*	$	206,735.05
TOTAL BUDGETED EXPENDITURES:		**$**	**6,020,647.33**
	BOND BALANCE:	**$**	**167,311.02**

PROJECT SUMMARIES

Other Projects & Closeouts	**BUDGET**	**EXPENDITURES**
Construction/Repairs	$ 58,185.00	$ 45,201.17
Project Fees/Other Costs	$ 11,265.00	$ 13,876.80
Architect Fees	$ 1,700.00	$ 2,744.04
Inspector of Record	$ 1,500.00	$ 1,040.00
Estimated Project Costs:	**$ 75,000.00**	**$ 62,862.01**
Balance		**$ 12,137.99**

CVHS Large Gym	**BUDGET**	**EXPENDITURES**
Construction	$ 427,000.00	$ 424,946.68
Project Fees/Other Costs	$ 1,500.00	$ 1,369.60
Architect Fees	$ 25,000.00	$ 23,397.11
Inspector of Record	$ -	$ -
Estimated Project Costs:	**$ 453,500.00**	**$ 449,713.39**
Balance		**$ 3,786.61**

CVHS Tennis Courts	**BUDGET**	**EXPENDITURES**
Construction	$ 85,000.00	$ 85,000.00
Project Fees/Other Costs	$ -	$ -
Architect Fees	$ -	$ -
Inspector of Record	$ -	$ -
Estimated Project Costs:	**$ 85,000.00**	**$ 85,000.00**
Balance		**$ -**

DW Bell/Paging System	**BUDGET**	**EXPENDITURES**
Construction	$ 206,735.05	$ 206,735.05
Project Fees/Other Costs	$ -	$ -
Architect Fees	$ -	$ -
Inspector of Record	$ -	$ -
Estimated Project Costs:	**$ 206,735.05**	**$ 206,735.05**
Balance		**$ -**

Other Projects & Closeouts

VENDOR	Change Order Value	Change Order Expense to Date	Invoice Number/Description	DATE		AMOUNT
CONSTRUCTION						
CALIFORNIA SAFETY			259412	1/30/2014	$	595.00
HARDWARE EXPRESS			221815/221645/221641/221640	5/2/2014	$	62.00
PAINT MARTS, INC			50196285	5/2/2014	$	72.01
AXNER EXCAVATING			L859767/L859816	5/2/2014	$	77.40
LIDDELL CONSTRUCTION			SI 347771	5/2/2014	$	2,446.38
J.D. CONCRETE			BSA HYATT	4/22/2014	$	9,500.00
LASSEN ELECTRICAL			5362	4/22/2014	$	28,427.00
HARDWARE EXPRESS			222623-1	6/5/2014	$	26.38
LASSEN ELECTRICAL			5462	7/30/2014	$	1,695.00
PORTABLE FACILITIES			1519	3/25/2015	$	2,300.00
			Total Construction		$	45,201.17
ARCHITECT FEES						
TLCD			6072	3/13/2014	$	326.01
TLCD			6116	3/13/2014	$	377.89
TLCD			6185	3/13/2014	$	235.33
TLCD			6236	3/13/2014	$	235.33
SEMINGSON ARCHITECTURE			142041	4/15/2014	$	500.00
TLCD			6875	4/15/2015	$	1,027.95
TLCD			7000	6/17/2015	$	41.53
			Total Architect		$	2,744.04
INSPECTOR OF RECORD						
GORDON LEMKE			21574	04/08/14	$	1,040.00
			Total Inspector of Record		$	1,040.00
PROJECT FEES/OTHER COSTS						
DSA			DSA02-102430	1/30/2014	$	500.00
DSA			DSA02-105809	2/25/2014	$	500.00
DSA			DSA02-48877	2/25/2014	$	500.00
DSA			DSA02-102430	3/11/2014	$	250.00
DSA			02-109165	3/27/2014	$	8,014.06
SCRIPPS MEDIA			1424393	4/3/2014	$	85.60
DSA			DSA02-6796	6/30/2014	$	1,733.56
DSA			DSA02-111018	1/21/2015	$	500.00
DSA			DSA02-53427	3/18/2015	$	500.00
DSA			DSA02-60725	3/18/2015	$	500.00
DSA			DSA02-111018	4/13/2015	$	293.58
DSA			DSA02-54565	5/24/2015	$	500.00
			Total Project Fee/Other Costs		$	13,876.80
			TOTAL EXPENSES 6/18/15		$	62,862.01

CVHS Large Gym

VENDOR	Change Orders	Invoice Number/Description	DATE		AMOUNT
CONSTRUCTION					
GILES LOCK		756692	06/12/14	$	27.85
CALIFORNIA SAFETY		270850	06/12/14	$	403.75
GIFFORD CONSTRUCTION		14-008-1	06/30/14	$	171,678.60
GIFFORD CONSTRUCTION		14-008-2	08/05/14	$	64,800.00
WORLD TELECOM		12889	08/05/14	$	26,188.94
GIFFORD CONSTRUCTION		14-008-3	09/08/14	$	49,138.20
WORLD TELECOM		13067	09/15/14	$	1,787.37
PAINT MART		50203451	09/25/14	$	98.64
EVERGREEN JANITORIAL		17088	09/25/14	$	14.07
LIDDELL CONSTRUCTION SUPPLY		350052	09/25/14	$	451.50
SIGN A RAMA		24436	10/06/14	$	6,478.25
MEEKS LUMBER		698355	10/08/14	$	272.75
CASCADE ATHLETIC		239322	10/13/14	$	85.87
DECKER EQUIPMENT		87841A	10/15/14	$	173.08
INDUSTRIAL METALS		0171154-IN	10/15/14	$	15.64
CALIFORNIA SAFETY		282676	10/15/14	$	166.25
CRESCO EQUIPMENT		3708269-0001	10/15/14	$	329.50
SIGN SOLUTIONS, INC.		16096	10/15/14	$	2,830.83
HARDWARE EXPRESS		224660-1,224741-1,224738-1	10/20/14	$	35.75
HILLYARD		601340864,601340859	10/22/14	$	902.42
DOLLAR STORE		258841	10/27/14	$	6.45
SHERWIN WILLIAMS		8056	10/27/14	$	28.17
WORLD TELECOM		13185	10/27/14	$	7,365.24
GIFFORD CONSTRUCTION		14-008-4	11/03/14	$	16,343.14
HILLYARD		601349453	11/05/14	$	689.23
CASCADE ATHLETIC		239632	11/12/14	$	1,569.00
FIRST SERVICE		1410145	11/12/14	$	3,769.68
INDUSTRIAL METALS		0171940,0172195-IN	11/17/14	$	4.74
CALIFORNIA SAFETY		275682,284960	11/19/14	$	501.35
HARDWARE EXPRESS		224986-1	11/19/14	$	8.05
CASCADE ATHLETIC		239631	11/19/14	$	1,505.69
WARNER CONSTRUCTION		01451	12/01/14	$	1,661.00
AMERICAN TIME AND SIGNAL		732304	12/03/14	$	259.89
HARBOR FREIGHT		03154420	12/03/14	$	38.64
CASCADE ATHLETIC		240110	12/17/17	$	2,237.50
FASTENAL COMPANY		CARE10282	01/07/15	$	46.04
GIFFORD CONSTRUCTION		14-008-5	01/07/15	$	25,567.56
HILLYARD		601422630	01/07/15	$	775.02
LOWES		23252	01/14/15	$	6.19
SHERWIN WILLIAMS		5557-7	01/14/15	$	7.89
CALIFORNIA SAFETY		289857	01/21/15	$	285.00
GIFFORD CONSTRUCTION		14-008-6	02/23/15	$	36,391.95
		Total Construction		$	424,946.68

CVHS Large Gym

VENDOR	Change Orders	Invoice Number/Description	DATE	AMOUNT
ARCHITECT FEES				
SEMINGSON ARCHITECTURE		142011 & 14201R1	05/13/14	$ 2,845.00
SEMINGSON ARCHITECTURE		142012	06/10/14	$ 3,600.00
SEMINGSON ARCHITECTURE		14201R2	06/30/14	$ 2,431.59
SEMINGSON ARCHITECTURE		1420103	06/30/14	$ 4,799.00
SEMINGSON ARCHITECTURE		1420104	8/13/2014	$ 6,453.00
SEMINGSON ARCHITECTURE		14201R3	8/25/2014	$ 765.52
SEMINGSON ARCHITECTURE		1420105	9/22/2014	$ 833.00
SEMINGSON ARCHITECTURE		1420106	10/27/2014	$ 343.00
SEMINGSON ARCHITECTURE		1420107	12/1/2014	$ 735.00
SEMINGSON ARCHITECTURE		1420108	1/21/2015	$ 592.00
		Total Architect		$ 23,397.11
INSPECTOR OF RECORD				
		Total Inspector of Record		$ -
PROJECT FEES/OTHER COSTS				
SCRIPPS MEDIA		1424394	4/3/2014	$ 89.80
INTERWEST INSURANCE		466120	6/10/2014	$ 768.00
INTERWEST INSURANCE		468385	8/19/2014	$ 255.90
INTERWEST INSURANCE		469578	9/29/2014	$ 255.90
		Total Project Fee/Other Costs		$ 1,369.60
		TOTAL EXPENSES 6/18/15		$ 449,713.39

CVHS Tennis Courts

VENDOR	Change Orders	Invoice Number/Description	DATE	AMOUNT
CONSTRUCTION				
LYONS TREE SERVICE		3048	07/28/14	$ 4,000.00
GIFFORD CONSTRUCTION		14-008-3	09/08/14	$ 20,874.76
GIFFORD CONSTRUCTION		14-008-4	11/03/14	$ 60,125.24
		Total Construction		**$ 85,000.00**
ARCHITECT FEES				
		Total Architect		**$ -**
INSPECTOR OF RECORD				
		Total Inspector of Record		**$ -**
PROJECT FEES/OTHER COSTS				
		Total Project Fee/Other Costs		**$ -**
		TOTAL EXPENSES 6/18/15		**$ 85,000.00**

DW Bell/Paging System

VENDOR	Change Orders	Invoice Number/Description	DATE	AMOUNT
CONSTRUCTION				
WORLD TELECOM		13118-13122	09/25/14	$ 165,183.19
WORLD TELECOM		13324-13329	12/03/14	$ 29,073.10
MASERGY CLOUD COMMUNICATIONS		78931	02/18/15	$ 2,254.69
WORLD TELECOM		Final Retention	02/23/15	$ 10,224.07
		Total Construction		$ 206,735.05
ARCHITECT FEES				
		Total Architect		$ -
INSPECTOR OF RECORD				
		Total Inspector of Record		$ -
PROJECT FEES/OTHER COSTS				
		Total Project Fee/Other Costs		$ -
		TOTAL EXPENSES 6/18/15		$ 206,735.05

Gateway USD

Existing GO Debt

	2002 Authorization				2008 Authorization		
	Series A	Series B	2011 Refunding	2014 Refunding Bonds	Series 2009	Series 2013	Total Debt Service
2016			755,850.00	514,250.00	439,712.50	280,000.00	1,989,812.50
2017			780,250.00	528,050.00	504,712.50	245,000.00	2,058,012.50
2018			812,850.00	549,850.00	524,712.50	245,000.00	2,132,412.50
2019			838,250.00	570,250.00	549,712.50	250,000.00	2,208,212.50
2020			871,650.00	589,250.00	578,512.50	245,000.00	2,284,412.50
2021			899,900.00	607,500.00	608,512.50	250,000.00	2,365,912.50
2022			929,712.50	628,750.00	633,512.50	260,000.00	2,451,975.00
2023			960,662.50	652,950.00	663,512.50	265,000.00	2,542,125.00
2024			998,400.00	675,350.00	698,512.50	280,000.00	2,652,262.50
2025	$1,075,000.00			699,850.00	730,950.00	240,000.00	2,745,800.00
2026	1,585,000.00			283,250.00	770,237.50	240,000.00	2,878,487.50
2027	10,000.00	1,960,000.00			805,850.00	255,000.00	3,030,850.00
2028		2,040,000.00			785,975.00	325,000.00	3,150,975.00
2029		2,115,000.00			880,000.00	275,000.00	3,270,000.00
2030		2,185,000.00			930,000.00	290,000.00	3,405,000.00
2031		2,265,000.00			970,000.00	300,000.00	3,535,000.00
2032		2,315,000.00			1,045,000.00	300,000.00	3,660,000.00
2033		2,315,000.00			-	1,490,000.00	3,805,000.00
2034		2,315,000.00			1,030,000.00	615,000.00	3,960,000.00
2035		2,315,000.00				1,790,000.00	4,105,000.00
2036		2,315,000.00				2,010,000.00	4,325,000.00
2037		2,315,000.00				1,955,000.00	4,270,000.00
2038						2,915,000.00	2,915,000.00
2039						1,685,250.00	1,685,250.00
	$ 2,670,000.00	$ 24,455,000.00	$ 7,847,525.00	$ 6,299,300.00	$ 13,149,425.00	$ 17,005,250.00	$ 71,426,500.00

STIFEL

BOND SUMMARY STATISTICS

Gateway Unified School District
2014 General Obligation Refunding Bonds

Final Numbers

Dated Date	12/18/2014
Delivery Date	12/18/2014
First Coupon	02/01/2015
Last Maturity	08/01/2026
Arbitrage Yield	2.182022%
True Interest Cost (TIC)	2.443022%
Net Interest Cost (NIC)	2.596771%
All-In TIC	2.883573%
Average Coupon	4.191005%
Average Life (years)	6.592
Duration of Issue (years)	5.840
Par Amount	5,360,000.00
Bond Proceeds	6,003,726.00
Total Interest	1,480,900.97
Net Interest	917,574.97
Total Debt Service	6,840,900.97
Maximum Annual Debt Service	699,850.00
Average Annual Debt Service	588,745.96

Bond Component	Par Value	Price	Average Coupon	Average Life	Average Maturity Date	PV of 1 bp change
Bond Component	5,360,000.00	112.010	4.191%	6.592	07/21/2021	3,388.55
	5,360,000.00			6.592		3,388.55

	TIC	All-In TIC	Arbitrage Yield
Par Value	5,360,000.00	5,360,000.00	5,360,000.00
+ Accrued Interest			
+ Premium (Discount)	643,726.00	643,726.00	643,726.00
- Underwriter's Discount	-80,400.00	-80,400.00	
- Cost of Issuance Expense		-147,730.21	
- Other Amounts	-6,293.63	-6,293.63	-6,293.63
Target Value	5,917,032.37	5,769,302.16	5,997,432.37
Target Date	12/18/2014	12/18/2014	12/18/2014
Yield	2.443022%	2.883573%	2.182022%