

Eureka City Schools  
Citizens' Oversight Committee  
For Bond Measures S and T

**SEVENTH ANNUAL REPORT TO THE COMMUNITY**

July 1, 2008 – June 30, 2009

This is the seventh annual report to the community by the Citizens' Oversight Committee concerning the status of two school improvement bond measures approved by Eureka voters in March 2002. Bond Measure T authorized \$10.6 million for the elementary schools, and Bond Measure S authorized \$32.5 million for the middle and high schools. Pursuant to state law, the Eureka City Schools' Governing Board appointed a Citizens' Oversight Committee, an independent committee representing various segments of the community, to inform the public regarding bond construction projects and their costs, and to ensure the projects are within the scope of the bond measures.

**Project Report**

In the year ended June 30, 2009, a total of \$1,748,323 was expended for bond measure projects, \$10,575 related to Bond Measure T for elementary schools and \$1,737,748 related to Bond Measure S for middle and high schools, on projects described as follows:

Measure T

Grant Elementary School (\$196)

Final inspection fees following the installation of the new relocatable buildings.

Lafayette Elementary School (\$8,693)

Architect and inspection fees for the replacement of the north wall in the cafeteria. Work will be completed in the fall of 2009.

Winship Elementary School (\$1,686)

Floor mats were purchased for the gym.

Measure S

Eureka High Annex (Marshall) (\$7,300)

Work began in the spring for the construction of an accessible ramp at the main entrance.

Winship Junior High (\$3,506)

Additional fees relating to change orders for the campus modernization.

Zane Junior High (\$7,330)

Additional fees relating to change orders for the campus modernization, fiber installation, and preliminary work for the upgrade to the telephone and internet service.

Central Kitchen (\$14,549)

A new dishwasher was installed at the Central Kitchen.

## Eureka High

- Gymnasium: The roof and floor were replaced. New bleachers, skylights, and heating/ventilation equipment were installed. Floor scrubbers/waxers were purchased. (\$1,010,090)
- Main Building: Preliminary architect fees for the roof replacement. (\$58,836)
- Science Building: Architect fees for resurfacing the roof. (\$54,909)
- Auto Shop: Roof renovation. (\$2,103)
- Woodshop: Eyewash station installed. (\$686)
- Retaining Wall: A retaining wall was constructed to the east of the Industrial Arts Building to stabilize the falling slope. Paving was also completed in this area. (\$170,211)
- Community Media Center: Work began in the spring in collaboration with Access Humboldt to build a community media center in the renovated Industrial Arts Building. (\$408,228)

## Additional Revenue

In addition to providing support for facility modernization efforts, the bond funds also qualified the District for state matching funds. State match fund amounts are determined by a formula that evaluates specific aspects for each eligible site. Qualified site funds are then matched by District bond funds on a 60 percent District to 40 percent state-match ratio. The state-match funds secured by District Bond funds totaled \$4,511,558 for the elementary bond (Measure T) and \$15,336,494 for the middle/high school bond (Measure S) since the inception of the bonds.

The District also continues to earn interest on bond proceeds that have been deposited and invested through the Humboldt County Treasurer's Office. Since the inception of the bonds, interest earned and other local income through Measure T bond proceeds is \$607,929; interest earned through Measure S bond proceeds is \$2,528,300. These funds have been redirected into the various bond projects.

As of June 30, 2009, the remaining balance in Bond Measure T is \$91,772 and the remaining balance in Bond Measure S is \$2,227,971. See Attachment A for a financial history of the bond measures.

## Findings and Conclusion

The Citizens' Oversight Committee believes, based on the opinion expressed by the auditing firm, that expenditures of Measures T and S bond proceeds have been properly made for projects generally described in the bond measures, and that no bond funds have been spent on District operating expenses through June 30, 2009.

The firm of Perry-Smith, LLP Accountants of Sacramento, conducted an independent financial and performance audit. In the opinion of the auditing firm, each of the expenditures tested "represented valid Bond expenditures, were properly charged to the location indicated, were properly coded as to the nature of the expenditure, and were determined to represent construction, 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 were not spent for salaries or other administrative expenses."

Respectfully submitted by the Citizens' Oversight Committee Members:

Sue Alton, Chair (At-large)

Ralph Lindstrom (Business Community)

Lynn McKenna (Taxpayer Organization)

Theresa Nelson (At-large)

Marianne Hutchins (School District/Parent-Teacher Organization)

Heidi McLean (School District/Parent-Teacher Organization)

Nancy Pritchard, Vice Chair (Senior Citizens Organization)

Approved: February 2, 2010

**Financial Report****Attachment A**

The table below shows expenditures by school facility by fiscal year (July 1 through June 30) since the inception of the school improvement bond measures:

	2002-03	2003-04	2004-05	2005-06	2006-07	2007-08	2008-09	Total
<b>Measure T (Fund 22)</b>								
Alice Birney		\$122,806	\$668,355	\$1,485,882	\$149,097	\$1,210		\$2,427,350
Grant		143,067	371,637	909,183	3,029,060	41,228	196	4,494,371
Jefferson		102,937	174,544	5,513				282,994
Lafayette	\$25,951	580,203	260,867	676,566	2,241,826	33,832	8,693	3,827,938
Lincoln	8,067	199,096	187,478	28,774	291			423,706
Washington	6,862	362,065	746,489	2,506,411	6,247			3,628,074
Worthington		4,926	2,568					7,494
Winzler		2,231	201					2,432
Winship Elem							1,686	1,686
Corpyard		32,814	253					33,067
Central Kitchen		2,325						2,325
Powerschool/computers	131,311	-8,159						123,152
Bond Issue Costs	31,868	-4,400	1,830					29,298
Expenditure Credit					-98,401			-98,401
<b>Measure T Total</b>	<b>\$204,059</b>	<b>\$1,539,911</b>	<b>\$2,414,222</b>	<b>\$5,612,329</b>	<b>\$5,328,120</b>	<b>\$76,270</b>	<b>\$10,575</b>	<b>\$15,185,486</b>
<b>Measure S (Fund 23)</b>								
Eureka High Annex (Marshall)		63,043	742,288	3,595,454	235,470	3,113	7,300	4,646,668
Winship	23,697	611,110	3,068,443	4,020,059	105,367	3,979	3,506	7,836,161
Zane	6,265	597,638	3,758,452	4,676,372	240,937	7,678	7,330	9,294,672
Eureka High	95,878	983,087	3,261,187	3,411,850	10,682,384	6,902,100	1,705,063	27,041,549
Jacobs	8,689	142,210	48,774	-20,497				179,176
Corp Yard		95,712	591		2,284			98,587
Central Kitchen		184,825	1,496,664	231,590	17,531		14,549	1,945,159
Bond Issue Costs	10,678	-4,400	5,388		84,961			96,627
Powerschool/computers	231,737	-51,882						179,855
Expenditure Credit					-65,297			-65,297
<b>Measure S Total</b>	<b>\$376,944</b>	<b>\$2,621,343</b>	<b>\$12,381,787</b>	<b>\$15,914,828</b>	<b>\$11,303,637</b>	<b>\$6,916,870</b>	<b>\$1,737,748</b>	<b>\$51,253,157</b>
<b>TOTAL</b>	<b>\$581,003</b>	<b>\$4,161,254</b>	<b>\$14,796,009</b>	<b>\$21,527,157</b>	<b>\$16,631,757</b>	<b>\$6,993,140</b>	<b>\$1,748,323</b>	<b>\$66,438,643</b>