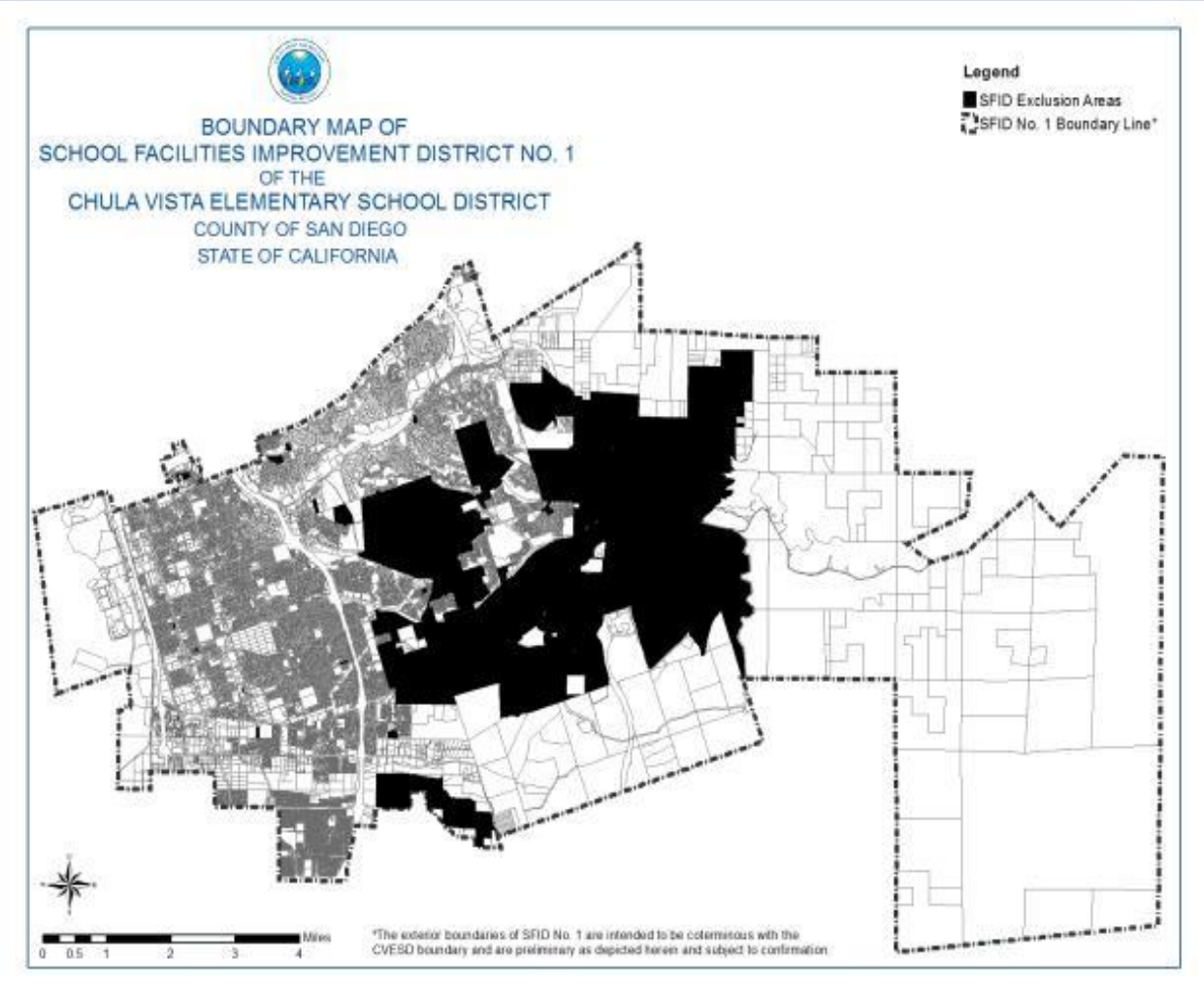
Proposition E Independent Citizens Oversight Committee

Report to the Board of Education

June 18, 2014

School Facilities Improvement District (SFID) No.1 Boundary for CVESD



The SFID boundary encompasses 31 elementary schools on most of the western portion of CVESD and excludes all existing Community Facilities Districts (CFDs)/Mello-Roos parcels.

31 SFID School Sites



Major Categories for Improvements

- **Infrastructure Improvements**
  Electrical, sewer, water and storm drains, fire alarms, electrical closets, and structural.
- **Energy Enhancements/Other Areas**
  HVAC, window replacements, energy efficient site lighting, classroom upgrades, Americans with Disabilities Act (ADA) compliance, and other upgrades.
- **Wireless Technology Upgrades**
  Wireless hardware, network cabling, and equipment. Provides access for new online state testing.



Allen Elementary School

Ballot Proposition

November 6, 2012

"To repair, renovate, construct, and upgrade classrooms and school facilities; increase student access to computers and modern technology; replace temporary classrooms; upgrade heating systems; and make energy cost-saving improvements, shall School Facilities Improvement District No. 1 of the Chula Vista Elementary School District be authorized to issue $90 million of bonds with legal interest rates, annual audits, independent citizens' oversight, and all funds spent locally and no money used for administrative salaries or taken by the State and spent elsewhere?"



- **Required: 55.00% voter approval.**
  Received: 68.82% voter approval.
- **25-year amortization.**
- **No Capital Appreciation Bonds (CABs).**
- **Approximately $29 per $100,000 of assessed valuation per year.**

Bond Sales: Series A

Summary of Series A Building Fund

Building Fund ($31,000,000 Par Amount Less $225,000 Costs of Issuance*)	**$ 30,775,000**
Less: Estimated Budget for First Six SFID No. 1 Sites	(27,046,343)
Less: Estimated Wi-Fi Installation Budget for 31 SFID No. 1 Sites	(1,738,800)
Equals: Remaining Series A Building Fund	$ 1,989,857

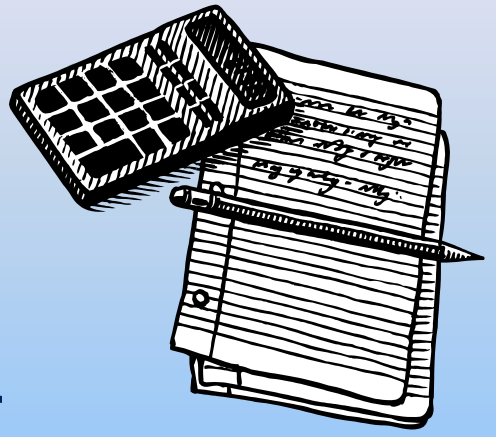
*** Financial Advisor, Bond Counsel, District Counsel, Standard & Poor's Credit Rating, Paying Agent, Publication and Printing Costs, Etc.**

Contract Awards for the Summer 2014 Modernization/Renovation of Castle Park, Lilian J. Rice, and Rosebank Elementary Schools

Bid Package No.	Description of Work	Contractor Name	Amount
1	Storm Water Pollution Prevention Plan	Bid Package No. 1 bid rejected.	
2	Demolition and Hazmat	The HVAC Exchange	$ 925,634
3	Asphalt and Paving	J&S Asphalt, Paving, Sealing, and Striping Co.	204,824
4	Concrete	Western Rim Constructors, Inc.	1,414,000
5	Rough Carpentry	Cuyamaca Construction, Inc.	815,000
6	Roofing and Sheet Metal	A Good Roofer, Inc.	149,140
7	Glass and Glazing	Queen City Glass Co.	848,214
8 and 9	Finishes and Specialties	Brady SoCal, Inc.	3,883,291
10	Mechanical, (Heating, Ventilation, and Air-Conditioning)	Paradigm Mechanical Corp.	1,497,500
11	Plumbing	Strelic Plumbing, Inc., dba Advanced Plumbing Co.	1,810,700
12	Electrical	Baker Electric, Inc.	2,367,600
TOTAL AWARD			$ 13,915,903

Awards approved by Board of Education on March 12, 2014. Costs for electrical and lighting will be paid from Proposition E and Proposition 39 funds.

Duties of the ICOC



- Inform the public about bond revenue expenditures.
- Review and report taxpayer funds used for school construction in accordance with Proposition 39.
- Ensure no funds are used for teacher or administrative salaries.
- Receive and review copies of the annual independent performance and financial audits.
- Inspect school facilities and grounds to ensure that revenues are spent in compliance with Proposition 39.
- Receive and review copies of deferred maintenance plans to be financed with bond proceeds.
- Review District efforts to maximize bond revenues by implementing cost-saving measures.

ICOC Visits to First Three Modernization Sites



On February 20, 2014, the ICOC held a Special Meeting to tour Castle Park, Rice, and Rosebank Elementary Schools before these sites are modernized in Summer 2014.

- **ICOC Members were accompanied by District staff and representatives from Ruhnau Ruhnau Clarke (District Architect) and Balfour Beatty Construction (District Construction Manager).**
- **ICOC Members toured the three schools and discussed major areas of work planned for a typical classroom, the multipurpose room, office configuration, and exterior changes.**

Proposition E
Building Fund Audit

- Performed by Wilkinson Hadley King & Co. LLP, an independent (third party) auditor.
- First year report for the period ending June 30, 2013.
- Included a financial statements section (assets, liabilities, expenses) and a performance section to make sure funds were used only for items stated in the bond measure.
- Audit report reviewed and approved by ICOC on March 19, 2014.



Audit findings resulted in an "unmodified audit," which is the highest opinion that can be given.

Modernization Construction Period
June 10 – August 25, 2014
Castle Park Elementary School

Modernization has begun!











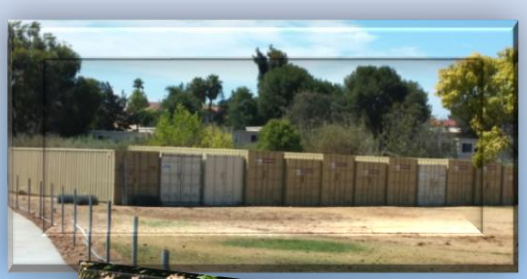






Modernization Construction Period
June 10 – August 25, 2014
Lilian J. Rice Elementary School

Modernization has begun!















Modernization Construction Period
June 10 – August 25, 2014
Rosebank Elementary School

Modernization has begun!



















PROPOSITION E
INDEPENDENT CITIZENS OVERSIGHT COMMITTEE MEMBERS

Dr. Diane Gerken, Chair
Business Community Representative

- ***Ami Abbott, Vice Chair***
  PTA/School Site Council Representative
- ***Marina Diaz***
  Parent Representative
- ***Sean R. Dunbar***
  Taxpayers Association Representative
- ***Mary I. Helvie***
  Senior Citizens Organization Representative
- ***Karyn Koenig***
  At-Large Representative
- ***Debbie Sanders***
  At-Large Representative

Thank you!

Questions and Comments