
MEASURE O CITIZENS' OVERSIGHT COMMITTEE 2017-2018 ANNUAL REPORT PRESENTATION

**Board of Education Meeting
December 17, 2019**



MEASURE O CITIZENS' OVERSIGHT COMMITTEE

*Committee Members

George Frahm, Chairperson
Keith Nelson, Vice Chair
Janice Bielman, Member
Tina Grande-Field, Member
Tom Evans, Member
Bob Garcia, Member
Jason Hunter, Member
Terry Walling, Member
Jose Alcala, Member
Dale Kinnear, Member

James Rush, Member (*term ended*)
Kathy Wright, Member (*term ended*)
Adriana Curiel, Member (*term ended*)
Richard E. Davis, Member (*term ended*)

RUSD Support Staff

David C. Hansen, District Superintendent
Mays Kakish, Chief Business Officer and Governmental Relations
Sergio San Martin, Assistant Superintendent Operations
Ana Gonzalez, Director, Planning and Development
Trisha Degrood, Administrative Secretary

**Appointed by the Board of Education Pursuant to Proposition 39 Regulations*

COMMITTEE ACTIVITIES

The Committee conducted quarterly business meetings, which included review of facilities projects and project expenditures.

- Met 8 times since June 2017
- Reviewed Project status updates and schedules
- Reviewed project financial reports
- Reviewed independent financial audit & performance reports

FUND SUMMARY

	October 2019 Report Funds Appropriated
First Issuance of Measure O Funds	\$99,150,000.00
Interest Generated as of April 2018	\$3,534,084.00
Total Measure O Funds	\$102,684,084.00

Measure O Commitments & Expenditures	Commitments	Expenditures
	\$69,881,550.58	\$ 21,278,151.60

SUMMARY

- Projects in Group B and C are in the construction document phase and will be ready to bid next year. Our review of published data continues to provide a comprehensive description of project scopes and expenditures.
- As required by Prop. 39, the Committee also received and reviewed copies of the District's annual independent performance audit and annual independent financial audit prior to March 31 as indicated in the CBOC bylaws.
- The Committee finds that, on a 4-3 vote that the expenditures or monies on the expanded projects list were appropriate based upon all the information presented in its review of Measure O expenditures, that such funds are committed to eligible Measure O projects and were not allocated or expended for any teacher or administrative salaries or other school operating expenses. The Committee has determined that these funds are being judiciously used and recommends that RUSD continue with fund accountability procedures.
- Committee on a 4-3 vote decided not to adopt the bylaws as recommended by the Ad Hoc bylaws committee.

CITIZENS BOND OVERSIGHT COMMITTEE



Measure O 2019 Annual Report

Fiscal Year Reporting
July 1, 2017 - June 30, 2018



CBOC Board Members

Current Members

George Frahm, Chair

Keith Nelson, Vice Chair

Janice Bielman, Member

Tina Grande-Field, Member

Tom Evans, Member

Bob Garcia, Member

Jason Hunter, Member

Terry Walling, Member

Jose Alcala, Member

Dale Kinnear, Member

Past Members

James Rush, Member

Kathy Wright, Member

Adriana Curiel, Member

Richard E. Davis, Member

Table of Contents

Executive Summary.....	1
2016 Ballot Measure O.....	1
Purpose of Committee.....	1
Committee Membership.....	2
Committee Activities.....	2-3
Committee Findings.....	3
Citizen’s Bond Oversight Committee Statement.....	4
Measure O Projects Commitments & Expenditures.....	5-6
Performance and Financial Audit Reports.....	7

Executive Summary

The Riverside Unified School District (RUSD) was successful passing Measure O General Obligation Bond on November 8, 2016. With a 70% approval rate, the voters approved to issue up to \$392,000,000 as the principal amount for the District's school facilities bond (Measure O). Measure O will generate the dollars over the next 10 to 15 years to improve existing school facilities and build new capital facilities in Riverside Unified School District.

The Long Range Facility Master Plan completed in 2016 serves as the guide to plan projects based on condition, educational program, capacity needs, and available state funding. The Board of Education held three workshops to discuss the needs of district facilities and identify priorities. The workshops primarily focused on educating the Board and public on the prioritization process, providing data on the facilities, determining focus goals, and identifying priority projects.

2016 Ballot Measure O

The following is the ballot measure summary presented to the voters by the Riverside Unified School District.

"To repair and upgrade Riverside schools, including deteriorating roofs, plumbing and electrical systems, improve student safety, security, and seismic safety, upgrade classrooms, science labs, career-training facilities, computer systems and instructional technology to support student achievement in math, science, engineering and skilled trades, and construct, acquire, repair classrooms, sites, facilities and equipment, shall Riverside Unified School District issue \$392 million in bonds at legal rates, with citizen oversight, no money for administrator salaries, all money staying local?"

To view the full ballot proposition:

<http://www.riversideunified.org/common/pages/DisplayFile.aspx?itemId=9819061>

Purpose of the Committee

Pursuant to Section 15278 of the Education Code, the District is obligated to establish an independent Citizens' Bond Oversight Committee (CBOC) in order to satisfy the accountability requirement of Prop. 39. The Board of Education approved the appointment of the CBOC at its March 20, 2017 Board meeting.

The purpose of the Citizens' Bond Oversight Committee (CBOC) shall be to inform the public concerning the expenditure of the bond proceeds. The CBOC will review bond program expenditures and outside audits to make sure the will of the voters is strictly followed in accordance with the wording of the original ballot measure.

To carry out its stated purpose, the Committee shall perform the duties set forth in the CBOC bylaws as listed below:

3.1 Inform the Public. The Committee shall inform the public concerning the District's expenditure of bond proceeds. In fulfilling this duty, all official communications to either the Board or the public shall come from the Chair acting on behalf of the Committee. The Chair shall only release information that reflects the majority view of the Committee.

3.2 Review Expenditures. The Committee shall review expenditure reports produced by the District to ensure that (a) bond proceeds were expended only for the purposes set forth in Measure O; and (b) no bond proceeds were used for teacher or administrative salaries or other operating expenses in compliance with Attorney General Opinion 04-110, issued on November 9, 2004.

3.3 Annual Report. The Committee shall present to the Board, in public session, an annual written report for Measure O, which shall include the following:

(a) A statement indicating whether the District is in compliance with the requirements of Article XIII A, Section 1(b)(3) of the California Constitution; and

(b) A summary of the Committee's proceedings and activities for the preceding year.

Committee Membership

The Committee is composed entirely of District residents, including those with experience in business, government, finance and education, as well as parents of Riverside Unified School District children, and members of a taxpayer association, senior citizens, business and parent-teacher organizations.

One committee member was an employee of RUSD and voluntarily resigned from the committee.

Committee Activities

In accordance with the provisions of the Ralph M. Brown Public Act, the committee conducts meetings for the public's attendance and participation. Meeting agendas and notices are sent to committee members and posted 72 hours in advance of the meeting. Notices are posted at the Riverside Unified School District office, Business office, Facilities Planning and Development office and on the district website. Meeting notices, agenda, minutes and all other documents received by the committee are a matter of public record and are available on the Riverside Unified School District website:

[http://www.riversideunified.org/our district/r u s d facilities bond/measure o home](http://www.riversideunified.org/our%20district/r%20u%20s%20d%20facilities%20bond/measure%20o%20home)

The Committee conducts quarterly business meetings, which included review of facilities projects and project expenditures. The Citizens' Bond Oversight Committee held meetings on the following dates:

- June 7, 2017 at 4:30pm at the District Office
- October 4, 2017 at 4:30pm at the District Office
- February 7, 2018 at 4:30pm at the District Office
- April 10, 2018 at 4:30pm at the District Office
- July 31, 2018 at 4:30pm at the District Office
- October 9, 2018 at 4:30pm at the District Office
- February 12, 2019 at 4:30pm at the District Office
- May 29, 2019 at 4:30pm at the District Office

Name	Group Representation	Term
Bob Garcia	Senior Citizen Organization	2 year term
Keith Nelson	Community Member /Parent	2 year term
Terry Walling	Community Member	2 year term
Tina Grande-Field	Community Member	2 year term
Tom Evans	Community Member	2 year term
Dale Kinnear	Community Member	2 year term
Janice Bielman	Business Representative	2 year term
Jason Hunter	Taxpayer Organization	2 year term
Jose Alcala	Community Member	2 year term
George Frahm	Community Member	2 year term
Adriana Curiel	Parent Active in PTA	2 year term
Kathy Wright	Community Member	2 year term
James Rush	Community Member	2 year term
Richard Davis	Community Member	2 year term

Independent performance and financial audits were reviewed by the committee.

The Committee has also been invited to some Town Hall meetings, Board Study Session meetings and regular Board meetings when Measure O Bond projects have been discussed.

Committee Findings

Projects in Group B and C are the construction, document phase and will be ready to bid next year. Our review of published data continues to provide a comprehensive description of project scopes and expenditures.

As required by Prop. 39, the Committee also received and reviewed copies of the District's annual independent performance audit and annual independent financial audit prior to March 31 as indicated in the CBOC bylaws.

The Committee finds that, on a 4-3 vote that the expenditures or monies on the new schools in the expanded projects list were appropriate. Based upon all the information presented in its review of Measure O expenditures, funds are committed to eligible Measure O projects and were not allocated or expended for any teacher or administrative salaries or other school operating expenses. The Committee has determined that these funds are being judiciously used and recommends that RUSD continue with fund accountability

Committee on a 4-3 vote decided not to adopt the bylaws as recommended by the Ad Hoc bylaws committee.

The Committee has also received correspondence and public comments related to concerns with Measure O funding allocation. Additionally, committee and community members have also found some discrepancies in the scope of responsibilities of the committee. The committee is reviewing findings and recommendations and will be discussed at the next quarterly meeting.

Citizens' Bond Oversight Committee Statement

The Riverside Unified School District Citizens' Bond Oversight Committee submits this Annual Report to the Board of Education in conformance with the standards of the Strict Accountability in Local School Construction Bond Act also known as Proposition 39.

Respectfully Submitted,

George Frahm, Chairperson
Citizens' Bond Oversight Committee
Riverside Unified School District

MEASURE O PROJECT COMMITMENTS AND EXPENDITURES

No.	District Project Name	Measure O Project Commitments	Measure O Project Expenditures	Remaining Commitment Balances	Current Project Phase
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GROUP A PROJECTS (Planning & Construction Costs)					
1	Harrison Elementary School	\$8,100,258.72	(\$295,462.11)	\$7,804,796.61	Construction
2	Highgrove Elementary School	16,549,644.97	(1,166,675.47)	15,382,969.50	Construction
3	Jefferson Elementary School	10,641,413.96	(926,937.22)	9,714,476.74	Construction
4	Madison Elementary School	3,856,963.57	(1,160,623.70)	2,696,339.87	Construction
5	Sierra Middle School	<u>8,040,700.03</u>	<u>(782,236.95)</u>	<u>7,258,463.08</u>	Construction
GROUP A PROJECT TOTALS:		\$47,188,981.25	(\$4,331,935.45)	\$42,857,045.80	

GROUP B PROJECTS (Planning)					
6	Alcott Elementary School	\$1,056,207.29	(\$626,036.15)	\$430,171.14	Planning
7	Jackson Elementary School	1,196,325.91	(952,565.63)	243,760.28	Planning
8	Monroe Elementary School	1,088,231.00	(841,472.53)	246,758.47	Planning
9	Sunshine Early Childhood Center	332,606.32	(291,035.93)	41,570.39	Planning
10	Poly High School	<u>2,009,554.09</u>	<u>(1,059,456.60)</u>	<u>950,097.49</u>	Planning
GROUP B PROJECT TOTALS:		\$5,682,924.61	(\$3,770,566.84)	\$1,912,357.77	

GROUP C PROJECTS (Planning)					
11	Adams Elementary School	\$834,107.40	(\$502,006.47)	\$332,100.93	Planning
12	Fremont Elementary School	428,148.00	(216,617.96)	211,530.04	Planning
13	Longfellow Elementary School	1,228,670.59	(692,269.78)	536,400.81	Planning
14	Magnolia Elementary School	745,913.76	(658,536.60)	87,377.16	Planning
15	University Middle School	485,947.45	(389,918.88)	96,028.57	Planning
16	Arlington High School	<u>1,544,747.10</u>	<u>(367,792.26)</u>	<u>1,176,954.84</u>	Planning
GROUP C PROJECT TOTALS:		\$5,267,534.30	(\$2,827,141.95)	\$2,440,392.35	

MEASURE O PROJECT COMMITMENTS AND EXPENDITURES

No.	District Project Name	Measure O Project Commitments	Measure O Project Expenditures	Remaining Commitment Balances	Current Project Phase
Groups D, E, F, & H and Expanded Projects					
17	Elem. #35 (Spring Mtn Ranch)	\$150,628.90	(\$94,078.10)	\$56,550.80	Planning
18	Franklin Elementary School	47,103.04	(47,103.04)	0.00	Planning
19	Mt. View Elementary School	13,302.50	(13,302.50)	0.00	Planning
20	Pachappa Elementary School	11,450.00	(11,450.00)	0.00	Planning
21	Taft Elementary School	31,893.06	(31,893.06)	0.00	Planning
22	Washington Elementary School	23,939.85	(23,939.85)	0.00	Planning
23	Woodcrest Elementary School	20,170.63	(20,170.63)	0.00	Planning
24	Earhart Middle School	12,350.00	(12,350.00)	0.00	Planning
25	King High School Parking Lot	720,090.46	(358,062.89)	362,027.57	Planning
26	Ramona High School	21,250.00	(21,250.00)	0.00	Planning
27	New STEM High School @ UCR	1,382,220.08	(799,132.26)	583,087.82	Planning
28	Casa Blanca Neighborhood School	8,147,805.60	(8,050,578.01)	97,227.59	Planning
29	Eastside Neighborhood School	266,150.00	(115,303.71)	150,846.29	Planning
30	STEM Academy	9,952.47	(9,952.47)	0.00	Planning
31	Facilities Projects	883,803.83	(739,940.84)	143,862.99	Planning
GROUPS D, E, F, & H AND EXPANDED PROJECT TOTALS:		\$11,742,110.42	(\$10,348,507.36)	\$1,393,603.06	
MEASURE O COMMITMENTS & EXPENDITURES:		<u>\$69,881,550.58</u>	<u>(\$21,278,151.60)</u>	<u>\$48,603,398.98</u>	

PERFORMANCE & FINANCIAL AUDIT REPORTS

Financial and Performance Audit Report:

<http://www.riversideunified.org/common/pages/DisplayFile.aspx?itemId=12525324>