

LOS ANGELES UNIFIED SCHOOL DISTRICT

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Joseph P. Buchman – Legal Counsel

Burke, Williams & Sorensen, LLP

Thomas A. Rubin, CPA

Oversight Committee Consultant

Gary C. Anderson, PhD

Bond Administrator

Daniel Hwang

Administrative Analyst

RESOLUTION 2014-51

BOARD REPORT NO. 221-14/15

**APPROVAL OF THE 2014 FACILITIES SERVICES DIVISION STRATEGIC
EXECUTION PLAN**

WHEREAS, District staff proposes that the Board of Education approve the 2014 Facilities Services Division Strategic Execution Plan (distributed via separate cover) and determine that it satisfies local bond requirements to provide scope, schedule, and budget updates; and

WHEREAS, each year the Facilities Services Division (FSD) Strategic Execution Plan (SEP) is updated to incorporate all project amendments approved by the Board since the last annual update; and

WHEREAS, the 2014 SEP outlines our continued efforts to build new schools, provide existing schools with needed repairs and modernization, and transition into the next phase of the bond program under the School Upgrade Program to modernize, build, and repair school facilities for the District's students and school communities; and

WHEREAS, the annual update includes an overview of the current bond programs managed by the Facilities Services Division, including scopes, schedules, and budgets for those projects; and

WHEREAS, approval of the 2014 SEP and its subsequent publication satisfies the local bond requirements to maintain an SEP and to make the plan available at a public meeting at which taxpayers, parents, students, employees, government agencies, community organizations, and business interests shall be afforded an opportunity to comment; and

WHEREAS, District staff has concluded that the proposed action will help facilitate implementation of the 2014 FSD SEP, and therefore, it will not adversely affect the District's ability to successfully complete the projects contained in the SEP.

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APPROVAL OF THE 2014 FACILITIES SERVICES DIVISION STRATEGIC
EXECUTION PLAN
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NOW, THEREFORE, BE IT RESOLVED THAT

1. The School Construction Bond Citizens' Oversight Committee recommends that the Board of Education approve the 2014 Facilities Services Division Strategic Execution Plan described in the Board Report No. 221-14/15 a copy of which is attached hereto in the form it was presented to the BOC and is incorporated herein by reference.
2. This resolution shall be transmitted to the Los Angeles Unified School District Board of Education and posted on the Bond Oversight Committee's website.
3. That a written response as required by the Charter and Memorandum of Understanding between the Oversight Committee and the Board be provided to the Oversight Committee within 30 days, reporting either on action taken or proposed to be taken in response to this resolution and each recommendation herein.

ADOPTED on November 20, 2014 by the following vote:

AYES: **13**

ABSTENTIONS: **0**

NAYS: **0**

ABSENCES: **0**

Stephen English

Stephen English
Chair

Pamela Schmidt

Pamela Schmidt
Vice-Chair



LOS ANGELES UNIFIED SCHOOL DISTRICT

Board of Education Report

Report Number:	221-14/15
Date:	December 9, 2014
Subject:	Approval of the 2014 Facilities Services Division Strategic Execution Plan
Responsible Staff:	
Name	Mark Hovatter, Chief Facilities Executive
Office/Division	Facilities Services Division
Telephone No.	(213) 241-4811

BOARD REPORT

Action Proposed: Staff proposes that the Board of Education approve the 2014 Facilities Services Division Strategic Execution Plan (distributed via separate cover) and determine that it satisfies local bond requirements to provide scope, schedule, and budget updates.

Background: Each year, the Facilities Services Division (FSD) Strategic Execution Plan (SEP) is updated to incorporate project amendments approved by the Board since the last annual update. The 2014 edition includes information on the projects executed under the New School Construction Program, the Repair & Modernization Program, the Capital Improvement Program, and the next phase of the bond program, the School Upgrade Program.

The 2014 FSD SEP outlines our continued efforts to build new schools and additional capacity at older schools, provide existing schools with needed repairs and modernization, and transition into the next phase of the bond program under the School Upgrade Program to modernize, build, and repair school facilities to improve student health, safety and educational quality. The annual update includes an overview of the current bond programs managed by FSD, and the scopes, schedules, and budgets for active projects. The 2014 update also provides information on the capital needs assessments paving the way for future capital projects, and the development of a prioritization methodology for major renovation, modernization, and reconfiguration projects that will identify school sites with the most critical physical conditions and improve them so they are safe, healthy, and functional places to learn.

As of this year's SEP, approximately 600 new construction projects providing nearly 169,000 new seats have been delivered. The completion



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of these new construction projects has resulted in only one school remaining on a multi-track calendar -- a 99 percent decrease -- and the elimination of the Concept 6 calendar, in compliance with the Williams settlement agreement. Moreover, there has been a 98 percent decrease in involuntary busing over the last ten years with only 2 schools in the current school year.

In addition, a total of more than 19,400 school modernization projects have been completed to provide upgraded facilities which help provide an improved learning environment for students. Since the last update of the SEP, approximately 400 school modernization projects including upgrades to adult education and early education centers, campus improvements and modernization projects at existing K-12 schools, upgrades to parent & family centers, photovoltaic installations, sustainability projects, and facelift projects have been completed. More than 180 projects addressing critical repairs, technology network upgrades, and specialized instructional projects under the newest phase of the bond program, the School Upgrade Program, were also completed in the last year. A summary of all Board-approved bond projects managed by FSD can be found in the Deliverables Summary section of the 2014 SEP.

Copies of the 2014 FSD SEP are available at the offices of the Facilities Services Division, 333 S. Beaudry Ave., 23rd Floor, Los Angeles, California 90017. A copy will also be published online, after the Board takes action, on the Facilities Services Division website:
<http://www.laschools.org/new-site/sep/>

Expected Outcomes: Approval of the 2014 FSD SEP and its subsequent publication satisfies the local bond requirements to maintain a SEP and to make the plan available at a public meeting at which taxpayers, parents, students, employees, government agencies, community organizations, and business interests shall be afforded an opportunity to comment.

Board Options and Consequences: All projects included in the 2014 FSD SEP have been previously approved by the Board. Formal changes to the SEP are made by the Board via SEP amendments approved in accordance with the Memorandum of Understanding between the Board and the School Construction Bond Citizens' Oversight Committee (BOC) as well as local bond requirements as adopted by voters.



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Policy Implications: The requested action does not require any change to current District policies. The 2014 FSD SEP is consistent with the policies and priorities adopted by the Board to date.

Budget Impact: It is currently anticipated that \$25.3 billion in funding sources will be available to execute the entire FSD bond program, which includes direct costs, indirect costs, and program reserve. Direct costs include land purchases, relocations, environmental cleanup, design, construction, project management, and other project costs. Indirect costs include program management, Owners Controlled Insurance Program (OCIP), non-FSD support, and other indirect costs.

The primary funding sources for the current bond program are local bonds and matching funds from State construction and modernization bonds.

The funding needed to repair and modernize all aging and deteriorating schools far exceeds available funding. Only projects that can be funded and executed within current funding sources are proposed to the Board and included in the FSD SEP.

Issues and Analysis: The current bond program is a multi-year capital improvement program. This program was developed in an effort to address the deteriorated and overcrowded conditions of District schools. The program delivers on the District's commitment to relieve overcrowding and provide students with the opportunity to attend a neighborhood school that operates on a traditional two-semester calendar, thus eliminating involuntary busing and the use of multi-track calendars. In addition, significant funds have been allocated for improvements to existing school facilities to enhance the learning environments for the majority of the District's students.

Bond Oversight Committee Recommendation: This item was considered by the School Construction Bond Citizens' Oversight Committee (BOC) at its meeting of November 20, 2014. Staff has concluded that this proposed action will help facilitate implementation of the 2014 FSD SEP, and therefore, it will not adversely affect the District's ability to successfully complete the projects contained in the SEP.

Attachments: N/A

- ☐ **Informative**
- ☐ **Desegregation Impact Statement**



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Respectfully submitted,

RAMON C. CORTINES
Superintendent

APPROVED BY:

MICHELLE KING
Chief Deputy Superintendent

REVIEWED BY:

**APPROVED &
PRESENTED BY:**

DAVID HOLMQUIST
General Counsel

☐ Approved as to form

MARK HOVATTER
Chief Facilities Executive
Facilities Services Division

TONY ATIENZA
Director of Budget Services and Financial
Planning

☐ Approved as to budget impact statement