

LOS ANGELES UNIFIED SCHOOL DISTRICT

SCHOOL CONSTRUCTION BOND CITIZENS' OVERSIGHT COMMITTEE

Rachel Greene, Chair

Tenth District PTSA

Bevin Ashenmiller, Vice-Chair

LAUSD Student Parent

Karen Krygier, Secretary

L.A. City Controller's Office

Araceli Sandoval-Gonzalez, Executive Committee

Early Education Coalition

Amber Aviles

Assoc. General Contractors of CA

Tracy Bartley

31st District PTSA

Jeffrey Fischbach

CA Tax Reform Assn.

Melanie Freeland

American Institute of Architects

Margaret Fuentes

LAUSD Student Parent

Greg Good

L.A. City Mayor's Office

Chris Hannan

L.A. Co. Federation of Labor AFL-CIO

Michael Keeley

CA Charter School Association

Scott Pansky

L.A. Area Chamber of Commerce

Dolores Sobalvarro

AARP

Guy Zelenski

L.A. Co. Auditor-Controller's Office

Celia Ayala (Alternate)

Early Education Coalition

Connie Yee (Alternate)

L.A. Co. Auditor-Controller's Office

Jose Zambrano (Alternate)

Tenth District PTSA

Joseph P. Buchman – Legal Counsel

Burke, Williams & Sorensen, LLP

Lori Raineri and Keith Weaver – Oversight Consultants

Government Financial Strategies

Timothy Popejoy

Bond Oversight Administrator

Perla Zitle

BOC Staff

1st Quarter Report FY 2019/20
July – September 2019

I. Overview

The mission of the School Construction Bond Citizens' Oversight Committee (BOC) is to oversee the expenditure of money for the construction, repair and modernization of schools by the LAUSD and to communicate its findings to the Board and the public so that school bond funds are invested as the voters intended and that projects are completed wisely and efficiently.

The shared vision between the BOC and the LAUSD is to build and maintain schools that promote the full development of the child, are educationally and environmentally sound, enhance their neighborhoods through design and programming as centers of community, and reflect the wise and efficient use of limited land and public resources.

The BOC presents this Quarterly Report in the discharge of its duties. This Report covers activities of the BOC during the 1st Quarter of the Fiscal Year 2019/2020, the 3rd Quarter of Calendar Year 2019 (July - September).

II. Public Meetings

For the matters contained in this Quarterly Report, the BOC held two public meetings. These meetings were held on August 22, 2019 and September 19, 2019. The record of BOC member attendance for these meetings can be found in [Exhibit 1](#). Agendas, resolutions, approved minutes, as well as information regarding BOC committee members may be accessed at: <http://www.laschools.org/bond>.

III. Resolutions Adopted

The BOC adopted the following resolutions during the period covered by this Quarterly Report.

August 22, 2019 BOC Meeting

- **2019-24** – Amendment to the Facilities Services Division Strategic Execution Plan to Define and Approve 16 Local District Priority and Board Member Priority Projects (August 22, 2019)
- **2019-25** – Amendment to the Facilities Services Division Strategic Execution Plan to Define and Approve Four Accessibility Enhancement Projects (August 22, 2019)

September 19, 2019 BOC Meeting

- **2019-26** – Amendment to the Information Technology Division Strategic Execution Plan to Revise Approach and Reallocate Funding to the Core Network Upgrades Program (September 19, 2019)
- **2019-27** – Amendment to the Facilities Services Division Strategic Execution Plan to Define and Approve 18 Local District Priority and Board Member Priority Projects (September 19, 2019)
- **2019-28** – Amendment to the Facilities Services Division Strategic Execution Plan to Define and Approve Two Projects that Address Critical School Repair Needs (September 19, 2019)
- **2019-29** – Amendment to the Facilities Services Division Strategic Execution Plan to Define and Approve Three Sustainable Environment Enhancement Developments for Schools (SEEDS) Projects (September 19, 2019)

IV. Resolutions Not Adopted

- NA

V. Receipt of Reports and Correspondence

August 22, 2019 BOC Meeting

- Facilities Managed Bond Program Update (08/22/19)
- Office of the Inspector General FY 2019 Annual Report to the Board of Education
- Consolidated Monthly Program Status Report (data through 6/15/19)
- Consolidated Monthly Program Status Report (data through 7/15/19)

September 19, 2019 BOC Meeting

- Information Technology Division Quarterly Program Status Report: Q2 2019

- Consolidated Monthly Program Status Report (data through 8/15/19)

VI. BOC Member Activities

- BOC Resolution 2018-38 – BOC IT Org Task Force (#4) Progress Report

VII. Board of Education Presentations

- None

VIII. Task Force/Subcommittee Activities

- BOC IT Org Task Force

IX. LAUSD Bond Program Status: School Upgrade Program (SUP)

The District bond program is composed of multiple “managed programs” funded by District Bond Measures BB (1997), K (2002), R (2004), Y (2005) and Q (2008), state bond funds and developer fees.

The current managed program is the School Upgrade Program (SUP) adopted by the Board of Education in January 2014. The SUP is composed of 18 program categories, known as “spending targets,” with a total budget of approximately \$7.8 billion.¹ The SUP is primarily funded by District Bond Measure Q (\$7 billion). The majority of SUP projects, approximately \$7.24 billion, or 93% of the total SUP budget, is managed by the Facilities Services Division (FSD).²

Bond program projects are added to the SUP where funds are available within spending targets. Projects (scope, schedule and budget) are proposed as Strategic Execution Plan (SEP) amendments. Proposed projects are first considered by the BOC for recommendation, and then presented to the Board of Education for approval.

¹ The total LAUSD bond program includes approved projects which are managed within the SUP and “legacy” programs. Legacy programs include the Capital Improvement Program (CIPR), the New Construction Program, the Modernization Program and the BB Program. The majority of projects included in legacy programs have achieved substantial completion, been closed out, reassigned to other managed programs, or remain active only for the purpose of resolving outstanding claims or other administrative or legal issues.

² Bond program projects are managed in the LAUSD organization according to project type and staff expertise in the following divisions: Facilities Services Division (FSD), Information Technology Division (ITD), Transportation Services Division (TSD), Chief Financial Officer (CFO) and Office of the Inspector General (OIG).

FSD Quarterly Program Highlights:

- Total quarterly FSD bond fund expenditures: \$170.8M (by month: Jul. - \$76.5M, Aug. - \$94.3M).
- As of August 15, 2019, the cumulative change order rate for all project types was 8.89%

See section “II. Resolutions Adopted” in this report for a summary of SUP proposed projects considered by the BOC this quarter. All BOC meeting materials and proposed project reports are available at www.laschools.org/bond.

X. Committee Member—Appointments/Resignations/Elections

- Karen Krygier (L.A. City Controller’s Office) reappointed BOC member on August 23, 2019.
- Michael Keeley (CA Charter Schools Association) reappointed BOC member on August 23, 2019.
- Susan Linschoten (L.A. County Auditor/Controller’s Office) termed out on September 12, 2019.
- Guy Zelenski (L.A. County Auditor/Controller’s Office) appointed BOC member on September 13, 2019.
- Connie Yee (L.A. County Auditor/Controller’s Office) appointed alternate BOC member on September 13, 2019.
- Dolores Sobalvarro (AARP) reappointed on September 13, 2019.

XI. BOC Budget

The BOC’s Annual Budget for the July 1, 2019-June 30, 2020 Fiscal Year is \$607,239.00. Actual expenditures from July through September 2019 were \$89,321.00 or 14.7% of the budget.

	FY 19/20 Budget	Expenditures		YTD% of Budget Expended
		1st Quarter (FY)	YTD	
Professional Service Contracts	\$255,431	(\$2,832)	(\$2,832)	-1.1%
Office	\$351,808	\$92,153.00	\$92,153.00	26.2%
Totals	\$607,239	\$89,321.00	\$89,321.00	14.7%

XII. BOC Member Requests

- None

1st Quarter Report (July 1 through September 30) for fiscal year 2019/2020 approved and submitted by staff on November 21, 2019.

/Timothy Popejoy/

Timothy Popejoy
Administrator
Bond Oversight Committee

EXHIBIT 1

Bond Oversight Committee Meeting Attendance for 1st Quarter of FY 2019-20 Ending Sep 2019

<u>Name</u>	No July Meeting	August 22, 2019 Regular Meeting	September 19, 2019 Regular Meeting
Ashenmiller, Bevin (LAUSD Student Parent)		●	●
Ayala, Celia** (Early Education Coalition)			
Barrera, Arlene** (L.A. County Auditor/ Controller's Office)			
Bartley, Tracy (31 st District PTSA)		--	●
Fischbach, Jeffrey (CA Tax Reform Association)		○	●
Freeland, Melanie (American Institute of Architects)		--	●
Fuentes, Margaret		--	●
Good, Greg (L.A. City Mayor's Office)		●	●
Greene, Rachel* (Tenth District PTSA)		●	●
Keeley, Michael (CCSA)		●	●
Krygier, Karen (L.A. City Controller's Office)		●	●
Hannan, Chris (L.A. Co. Federation of Labor AFL-CIO)		●	○
Linschoten, Susan* (L.A. County Auditor/Controller's Office)		●	--
Mergen, Kate (Associated General Contractors of CA)		○	○
Pansky, Scott (Chamber of Commerce)		●	●
Sandoval-Gonzalez, Araceli* (Early Education Coalition)		●	●
Sobalvarro, Dolores (AARP)		●	●
Teiger, Douglas (American Institute of Architects)		○	--
Zambrano, Jose** (Tenth District PTSA)			
Zelenski, Guy		--	●

● = Present ○ = Absent

-- = Non-Committee Member at time of Meeting

*Primary Member **Alternate Member (Attendance box left blank if not needed to serve as alternate)