

LOS ANGELES UNIFIED SCHOOL DISTRICT

SCHOOL CONSTRUCTION BOND CITIZENS' OVERSIGHT COMMITTEE

Rachel Greene, Chair

Tenth District PTSA

Dr. Bevin Ashenmiller, Vice-Chair

LAUSD Student Parent

Chris Hannan, Secretary

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

Margaret Fuentes, Executive Committee

LAUSD Student Parent

Araceli Sandoval-Gonzalez, Executive Committee

Early Education Coalition

Tracy Bartley

31st District PTSA

Neelura Bell

CA Charter School Association

Jeffrey Fischbach

CA Tax Reform Assn.

Melanie Freeland

American Institute of Architects

Greg Good

L.A. City Mayor's Office

Karen Krygier

L.A. City Controller's Office

Dolores Sobalvarro

AARP

Alvin Trotter, Jr.

L.A. Area Chamber of Commerce

Roger Uy

Assoc. General Contractors of CA

Guy Zelenski

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

Celia Ayala (Alternate)

Early Education Coalition

Dr. Clarence Monteclaro (Alternate)

Tenth District PTSA

Connie Yee (Alternate)

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

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

**4th Quarter Report FY 2019/20
April – June 2020**

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 4th Quarter of the Fiscal Year 2019/2020, the 2nd Quarter of Calendar Year 2020 (April - June).

II. Public Meetings

For the matters contained in this Quarterly Report, the BOC held three public meetings. These meetings were conducted via Zoom teleconference on April 2, 2020, April 24, 2020, and May 21, 2020. Requirements that the teleconference locations be noticed, accessible to the public, and posted with the agenda were suspended pursuant to the California Governor's Executive Order N-29-20 (3-17-2020) related to the COVID-19 pandemic. Members of the public were invited to observe the meeting through the live video stream link. Public comment regarding any agenda items was received via a Google form linked to the meeting agendas. 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.

April 2, 2020 BOC Meeting

- **2020-09** – Amendment to The Information Technology Division Strategic Execution Plan to Approve the Distance Learning Project (April 2, 2020)

April 24, 2020 BOC Meeting

- **2020-10** – Amendment to the Facilities Services Division Strategic Execution Plan to Define and Approve Two Projects that Address Critical School Repair Needs (April 24, 2020)
- **2020-11** – Amendment to the Facilities Services Division Strategic Execution Plan to Define and Approve 22 Local District Priority and Board Member Priority Projects (April 24, 2020)
- **2020-12** – Amendment to the Facilities Services Division Strategic Execution Plan to Define and Approve the 2020-2021 Education Code Section 47614 (Proposition 39) Facilities Renovation Effort (April 24, 2020)
- **2020-13** – Path Forward for the Ocean Charter School Panama Street K-8 School Project (April 24, 2020)

May 21, 2020 BOC Meeting

- **2020-14** – FY 2021 OIG Work Plan/Strategic Execution Plant (May 21, 2020)
- **2020-16** – Amendment to the Facilities Services Division Strategic Execution Plan to Define and Approve Eight Local District Priority and Board Member Priority Projects (May 21, 2020)

IV. Resolutions Not Adopted

- None

V. Resolutions Postponed Indefinitely

- **2020-15** – Amendment to the Information Technology Division Strategic Execution Plan to Approve the Wireless Network Equipment Upgrade Project (160 Schools) (May 21, 2020)

VI. Receipt of Reports and Correspondence

April 2, 2020 BOC Meeting

- Consolidated Monthly Program Status Report (data through 02/15/20)

April 24, 2020 BOC Meeting

- Consolidated Monthly Program Status Report (data through 03/15/20)

May 21, 2020 BOC Meeting

- Consolidated Monthly Program Status Report (data through 04/15/20)
- ITD BOC Quarterly Status Report: Q1 2020

May 27, 2020 Correspondence to District

- Letter from BOC Chair Rachel Greene to Board President Vladovic and Superintendent Beutner regarding Amendment to the Information Technology Division Strategic Execution Plan to Approve the Wireless Network Equipment Upgrade Project (160 Schools) (considered at the May 21, 2020 BOC regular meeting)

June 29, 2020 Correspondence to District

- Letter from BOC Chair Rachel Greene to Superintendent Beutner regarding future of the District's bond program

VII. BOC Member Activities

- None

VIII. Board of Education Presentations

- None

IX. Task Force/Subcommittee Activities

- BOC IT Org Task Force

X. 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.

FSD Quarterly Program Highlights:

- Total quarterly FSD bond fund expenditures: \$205.5M (by month: Apr. - \$64.7M, May - \$67.9M, Jun. - \$72.9M).
- As of June 15, 2020, the cumulative change order rate for all project types was 8.80%

See section “III. 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.

XI. Committee Member—Appointments/Resignations/Elections

- Elias Garcia (Assoc. General Contractors of CA) appointed BOC member on May 19, 2020.

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).

- Neelura Bell (California Charter Schools Association) appointed BOC member on June 9, 2020.
- Clarence Monteclaro (Tenth District PTSA) appointed alternate BOC member on June 23, 2020.
- Elias Garcia (Assoc. General Contractors of CA) resigned on June 30, 2020.

XII. BOC Budget and Administrative Activities

The BOC’s Annual Budget for the July 1, 2019-June 30, 2020 Fiscal Year is \$607,239.00. Actual expenditures from April through June 2020 were \$165,293.01 or 27.2% of the budget.

	FY 19/20 Budget	Expenditures		YTD% of Budget Expended
		4th Quarter (FY)	YTD	
Professional Service Contracts	\$225,875	\$85,269.20	\$208,454.30	92.3%
Office	\$381,364	\$80,023.81	\$298,213.56	75.8%
Totals	\$607,239	\$165,293.01	\$506,667.86	83.4%

On June 17, 2020 the District, in coordination with and at the direction of the BOC Administrator and the Chief Financial Officer, issued an informal request for proposals for Independent Legal Services for the BOC. The professional services contract for independent legal services with Burke Williams & Sorensen, LLP would expire on June 30, 2020.

XIII. BOC Member Requests

- None

Fourth Quarter Report (April 1 through June 30) for fiscal year 2019/2020 approved and submitted by staff on September 24, 2020.

/Timothy Popejoy/

Timothy Popejoy
 Administrator
 Bond Oversight Committee

EXHIBIT 1

Bond Oversight Committee Meeting Attendance for 4th Quarter of FY 2019-20 Ending June 2020

<u>Name</u>	April 2, 2020 Regular Meeting	April 24, 2020 Regular Meeting	May 21, 2020 Regular Meeting
Ashenmiller, Bevin (LAUSD Student Parent)	●	●	●
Ayala, Celia** (Early Education Coalition)			
Yee, Connie** (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 (LAUSD Student Parent)	●	●	●
Garcia, Elias			●
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)	●	●	●
Sandoval-Gonzalez, Araceli* (Early Education Coalition)	●	●	●
Sobalvarro, Dolores (AARP)	●	●	●
Trotter, Jr., Alvin (L.A. Area Chamber of Commerce)	●	●	●
Zambrano, Jose** (Tenth District PTSA)			
Zelenski, Guy* (L.A. County Auditor/Controller's Office)	●	●	●

● = Present ○ = Absent

-- = Non-Committee Member at time of Meeting

*Primary Member

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