



LOS ANGELES UNIFIED SCHOOL DISTRICT

Board of Education Report

Report Number:	324-11/12
Date:	June 28, 2012
Subject:	Approval of the 2012 Facilities Services Division Strategic Execution Plan
Responsible Staff:	
Name	Kelly J. Schmader, 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 2012 Facilities Services Division Strategic Execution Plan project (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 all project amendments approved by the Board since the last annual update. The 2012 SEP follows the consolidated format first adopted by the Board in 2011, rather than the individual SEP updates that had traditionally been published for New Construction, Existing Facilities, and Planning & Development. This year's edition includes information on the projects executed under the New School Construction Program, the Repair & Modernization Program, and the Capital Improvement Program Reserve (CIPR).

The 2012 SEP outlines our continued efforts to deliver new school, repair and modernization, joint use, and charter facilities projects for the District's students and school communities. 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. This year's SEP includes nearly 500 completed and active New Construction projects that will provide more than 150,000 new K-12 classroom seats when completed. The 2012 SEP also includes approximately 1,000 active Repair & Modernization projects at existing schools. These projects are part of the larger Repair & Modernization Program which includes more than 21,000 completed projects not detailed in the SEP. Detailed information for more than 400 active and completed CIPR projects including facelift, parent & family center upgrades and



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improvements, photovoltaic installations, and sustainability initiatives. A summary of all Board-approved bond projects managed by FSD can be found in the Deliverables Summary section.

Copies of the 2012 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 2012 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 2012 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.

Policy Implications: The requested action does not require any change to current District policies. The 2012 SEP is consistent with the policies and priorities adopted by the Board to date.

Budget Impact: The anticipated cost of the entire current Bond Program, including direct costs, indirect costs, other direct programs, and program reserve is \$19.5 Billion. Direct costs include land purchases, relocations, environmental cleanup, construction, project management, and other project costs. Indirect costs include program management, facilities leases, 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. Measure Q funds and \$675 Million of Measures R and Y bond funds are not included in this plan.

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



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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 June 20, 2012. The BOC adopted the attached resolution by a vote of 13 ayes and 0 nays.

Staff has concluded that this proposed action will help facilitate implementation of the 2012 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,

APPROVED BY:

DR. JOHN E. DEASY
Superintendent

MICHELLE KING
Senior Deputy Superintendent
School Operations

REVIEWED BY:

APPROVED &
PRESENTED BY:

DAVID HOLMQUIST
General Counsel

Approved as to form

KELLY J. SCHMADER
Chief Facilities Executive
Facilities Services Division

TONY ATIENZA
Director of Budget Services and Financial
Planning (Interim)

Approved as to budget impact statement

LOS ANGELES UNIFIED SCHOOL DISTRICT

SCHOOL CONSTRUCTION BOND CITIZENS' OVERSIGHT COMMITTEE

Stephen English, Chair
L.A. City Controller's Office

Pamela Schmidt, Secretary
Early Education Coalition

Maria Cabildo, Executive Committee
LAUSD Student Parent

Ilene Ashcraft, Executive Committee
Tenth District PTSA

Barry Waite
CA Tax Reform Assn.

Bill Brewington
Thirty-First District PTSA

Eva Hain
AARP

James E. Herr
L.A. Chamber of Commerce

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

Joan Sullivan
L.A. Mayor's Office

John Hakel
Assoc. General Contractors of CA

Paul Escala
CA Charter School Association

Quynh Nguyen
LAUSD Student Parent

Robbie Hunter
L.A. County AFL-CIO

Stuart Magruder
American Institute of Architects

Elizabeth Lugo
LAUSD Student Parent (Alternate)

Becki Nadybal
L.A. Mayor's Office (Alternate)

Judi E. Thomas
L.A. Co. Auditor-Controller's
Office (Alternate)

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 2012-20
BOARD REPORT NO. 324-11/12

APPROVAL OF THE 2012 FACILITIES SERVICES DIVISION
STRATEGIC EXECUTION PLAN (SEP)

WHEREAS, the current bond program is a multi-year capital improvement program that was developed in an effort to address the deteriorated and overcrowded conditions of District schools; and

WHEREAS, the program seeks to fulfill the District's commitment to relieve overcrowding and provide students with the opportunity to attend a neighborhood school operating on a traditional two-semester calendar, thus eliminating involuntary busing and the use of multi-track calendars; and

WHEREAS, the program includes a significant amount of funds that have been allocated for improvements to existing schools that enhance the learning environments for thousands of students; and

WHEREAS, the SEP is updated annually to incorporate all project amendments approved by the Board since the last update; and

WHEREAS, this year's edition of the SEP outlines the District's continued efforts to deliver New School, Repair and Modernization, and Capital Improvement Program projects for the students and communities of LAUSD and includes an overview of the scope, schedule, and budget for projects within the bond program managed by the Facilities Services Division; and

WHEREAS, the anticipated cost of the entire program, including direct costs, indirect costs, other direct programs, and program reserve is \$19.5 billion; and

RESOLUTION 2012-20
APPROVAL OF THE 2012 FACILITIES SERVICES DIVISION
STRATEGIC EXECUTION PLAN (SEP)
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WHEREAS, the primary funding sources for the current bond program are local bonds and matching funds from state bonds; Measure Q funds and \$675 million of Measure R and Y bond funds that cannot be immediately issued due to the District's debt capacity limit are not included in the plan;

NOW, THEREFORE, BE IT RESOLVED THAT

1. The School Construction Bond Citizens' Oversight Committee finds that the 2012 Facilities Services Division Strategic Execution Plan satisfies the local bond requirements to provide a cost, schedule, and scope update for each active project and recommends that the Board of Education approve the 2012 Facilities Services Division Strategic Execution Plan. The approved Facilities Strategic Execution Plan shall be available on the District's website and linked to the Bond Oversight Committee's webpage, <http://www.laschools.org/bond>.
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. The District is directed to track the above recommendation and to report on the adoption, rejection, or pending status of the recommendation as provided in section 6.2 of the Charter and Memorandum of Understanding between the Oversight Committee the District.

ADOPTED on June 20, 2012 by the following vote:

AYES: **13**

ABSTAIN: **0**

NAYS: **0**

ABSENT: **2**

Stephen English
Stephen English
Chair

Pamela Schmidt
Pamela Schmidt
Secretary