

LOS ANGELES UNIFIED SCHOOL DISTRICT

SCHOOL CONSTRUCTION BOND CITIZENS' OVERSIGHT COMMITTEE

Quynh Nguyen, Chair
LAUSD Student Parent

Barry Waite, Vice Chair
CA Tax Reform Assn.

Susan Linschoten, Secretary
L.A. Co. Auditor-Controller's Office

Stuart Magruder, Executive Committee
American Institute of Architects

Rachel Greene, Executive Committee
Tenth District PTSA

Bevin Ashenmiller
LAUSD Student Parent

Araceli Sandoval-Gonzalez
Early Ed. Coalition

Greg Good
L.A. City Mayor's Office

Michael Keeley
CA Charter School Association

Karen Krygier
L.A. City Controller's Office

Kate Mergen
Assoc. General Contractors of CA

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

Scott Pansky
L.A. Area Chamber of Commerce

Dolores Sobalvarro
AARP

Kathryn Steinberg
31st District PTSA

Celia Ayala (Alternate)
Early Ed. Coalition

Arlene Barrera (Alternate)
L.A. Co. Auditor-Controller's Office

Joseph P. Buchman – Legal Counsel
Burke, Williams & Sorensen, LLP

Thomas A. Rubin, CPA
Oversight Committee Consultant

Timothy Popejoy
Bond Oversight Administrator

Daniel Hwang
Asst. Administrative Analyst

1st Quarter Report FY 2017/18
July - September 2017

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 2017/2018, the 3rd Quarter of Calendar Year 2017 (July – September).

II. Public Meetings

For the matters contained in this Quarterly Report, the BOC held three public meetings. These meeting were held on August 10, 2017, August 31, 2017 and September 28, 2017. The record of the BOC members' 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.

Bond Oversight Committee

333 S. Beaudry Avenue, 23rd Floor, Los Angeles, CA 90017 ♦ Phone: 213. 241.5183 ♦ Fax: 213.241.8354 ♦ www.laschools.org/bond

**LOS ANGELES UNIFIED SCHOOL DISTRICT
SCHOOL CONSTRUCTION BOND CITIZENS' OVERSIGHT COMMITTEE
1st Quarter Report FY 2017/18
July - September 2017**

August 10, 2017 BOC Meeting

- **2017-30** – Amendment to the Transportation Services Division Strategic Execution Plan to Approve Capital Improvements on Electric School Buses (August 10, 2017)
- **2017-31** – Amendment to the Facilities Services Division Strategic Execution Plan to Define and Approve 85 Parent and Family Center Classroom Upgrade and Improvement Projects (August 10, 2017)
- **2017-32** – Amendment to the Facilities Services Division Strategic Execution Plan to Define and Approve Five Sustainable Environment Enhancement Developments for Schools (SEEDS) Projects (August 10, 2017)
- **2017-33** – Amendment to the Facilities Services Division Strategic Execution Plan to Define and Approve 16 Board Member Priority and Local District Priority Projects (August 10, 2017)

August 31, 2017 BOC Meeting

- **2017-34** – Amendment to the Facilities Services Division Strategic Execution Plan to Define and Approve Three Projects that Address Critical School Repair Needs (August 31, 2017)
- **2017-35** – Amendment to the Facilities Services Division Strategic Execution Plan to Define and Approve Two Board Member Priority Projects (August 31, 2017)

September 28, 2017 BOC Meeting

- **2017-36** – Facilities Bond Program Strategy to Address Unfunded and Pressing School Facilities Needs Related to Safety, Compliance and Instructional Requirements Through 2018 (September 28, 2017)
- **2017-37** – Amendment to the Facilities Services Division Strategic Execution Plan to Define and Approve the Science Academy STEM Magnet Upgrade Project at East Valley High School (September 28, 2017)
- **2017-38** – Amendment to the Facilities Services Division Strategic Execution Plan to Define and Approve Six Board Member Priority and Local District Priority Projects (September 28, 2017)
- **2017-39** – Amendment to the Facilities Services Division Strategic Execution Plan to Define and Approve Two Sustainable Environment Enhancement Developments for Schools (SEEDS) Projects (September 28, 2017)

IV. Resolutions Not Adopted

- None

V. Receipt of Reports and Correspondence

**LOS ANGELES UNIFIED SCHOOL DISTRICT
SCHOOL CONSTRUCTION BOND CITIZENS' OVERSIGHT COMMITTEE
1st Quarter Report FY 2017/18
July - September 2017**

August 10, 2017 BOC Meeting

- Consolidated Monthly Program Status Report (data through 6/15/17)
- Information Technology Division (ITD) Quarterly Program Status Report (April – June 2017)
- Office of the Inspector General (OIG) Annual Report FY 2017

August 31, 2017 BOC Meeting

- Consolidated Monthly Program Status Report (data through 7/15/17)

September 28, 2017 BOC Meeting

- Consolidated Monthly Program Status Report (data through 8/15/17)

VI. BOC Member Activities

- None

VII. Board of Education Presentations

- None

VIII. Task Force/Subcommittee Activities

- None

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

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

**LOS ANGELES UNIFIED SCHOOL DISTRICT
SCHOOL CONSTRUCTION BOND CITIZENS' OVERSIGHT COMMITTEE
1st Quarter Report FY 2017/18
July - September 2017**

(\$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: \$148.8M (by month: Jul. - \$46.3M, Aug. - \$50M, Sep. - \$52.5M).
- Number of FSD projects achieving Substantial Completion reported this quarter: 97
- Number of FSD projects achieving Notice to Proceed Construction reported this quarter: 96
- As of September 15, 2017, the cumulative change order rate for all project types was 7.95%

The Information Technology Division (ITD) Quarterly Program Status Report for this period is included in the November 2, 2017 BOC agenda and meeting materials.

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

- California Charter Schools Association (CCSA) representative, Michael Keeley was appointed to the BOC on August 22, 2017.
- L.A. City Controller's Office representative, Karen Krygier was appointed to the BOC on August 22, 2017.
- American Association of Retired Persons (AARP) representative, Dolores Sobalvarro was appointed to the BOC on September 12, 2017.
- L.A. County Auditor-Controller's Office representative, Susan Linschoten and alternate representative, Arlene Barrera were reappointed to the BOC on September 12, 2017.

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) and Office of the Inspector General (OIG).

**LOS ANGELES UNIFIED SCHOOL DISTRICT
SCHOOL CONSTRUCTION BOND CITIZENS' OVERSIGHT COMMITTEE
1st Quarter Report FY 2017/18
July - September 2017**

- 31st District PTSA representative, Kathryn Steinberg was reappointed to the BOC on September 12, 2017.

XI. BOC Budget

The BOC's Annual Budget for the July 1, 2017 – June 30, 2018 Fiscal Year is \$575,069.00. Actual expenditures from July through September 2017 were \$115,404.27 or 20% of the budget.

	Expenditures		YTD % of Budget	Budget
	1st Quarter (FY)	YTD		
Professional Service Contracts	\$42,580.93	\$42,580.93	17%	\$255,431.00
Office	\$72,823.34	\$72,823.34	23%	\$319,638
Totals	\$115,404.27	\$115,404.27	20%	\$575,069.00

XII. BOC Member Requests

- None

1st Quarter Report (July 1 through September 30) for fiscal year 2017/2018 approved and submitted by staff on March 1, 2018.

s/
 Timothy Popejoy
 Administrator
 Bond Oversight Committee

EXHIBIT 1

Bond Oversight Committee Meeting Attendance for 1st Quarter of FY 2017-18 Ending September 2017

Name	Aug 10, 2017 Regular Meeting	Aug 31, 2017 Regular Meeting	Sep 28, 2017 Regular Meeting
Ashenmiller, Bevin (LAUSD Student Parent)	●	●	●
Ayala, Celia** (Early Education Coalition)			
Barrera, Arlene** (L.A. County Auditor/ Controller's Office)			
Good, Greg (L.A. City Mayor's Office)	●	●	●
Greene, Rachel (Tenth District PTSA)	●	○	●
Keeley, Michael (CCSA)	--	●	●
Krygier, Karen (L.A. City Controller's Office)	--	●	●
Linschoten, Susan* (L.A. County Auditor/Controller's Office)	○	●	●
Mergen, Kate (Associated General Contractors of CA)	○	●	●
Magruder, Stuart (American Institute of Architects)	●	●	●
Miller, Ron (L.A./Orange Co. Building & Construction Trades Council)	●	●	○
Nguyen, Quynh (LAUSD Student Parent)	●	●	●
Pansky, Scott (Chamber of Commerce)	○	●	●
Sandoval-Gonzalez, Araceli* (Early Education Coalition)	●	○	●
Sobalvarro, Dolores (AARP)	--	--	●
Steinberg, Kathryn (31st District PTSA)	●	●	●
Waite, Barry (CA Tax Reform Assn)	●	●	●

● = Present ○ = Absent

Blank Cell = Alternate Member Not Present, or Alternate Member Filled In for Active Member

-- = Non-Committee Member at time of Meeting

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