



Wong Elementary School, Courtyard

# Annual Report

March 2008 – March 2009


Citizens' Oversight Committee

Measure T Bond



 **Curtis Middle School,**  
Above Administration building Circle School Site Plans



 **Wong Elementary School,**  
Above Administration Office Circle School Site Plans

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## Acronyms

<b>COC</b>	Citizens' Oversight Committee
<b>FCIP</b>	Facilities Capital Improvement Program
<b>SDC</b>	Special Day Classroom
<b>PTA</b>	Parent Teacher Association
<b>PTO</b>	Parent Teacher Organization



 Curtis Middle School, Courtyard



 Serrano Middle School, SDC



 San Geronio High School, SDC

## I. Bond Overview

On March 2, 2004, the voters of the San Bernardino City Unified School District approved Measure T by a yes vote of 61.4%. Measure T provides for capital facilities bonds in the amount of \$140,000,000.00. The bond language requires the establishment of a Citizens' Oversight Committee (COC).

Measure T Bond projects include: building new neighborhood elementary, middle, and high schools and facilities; repairs, upgrades, expansions and modernizations of existing schools and facilities; and paying off existing capital facility lease obligations to reduce costs and save money. Bond funds will be used in conjunction with available State bond funding to maximize the number of projects that can be accomplished. Projects are prioritized as State and Bond funds become available. Measure T is planned to be sold in four series. The first series was sold in September 2004, and was used primarily to pay off Certificates of Participation used to construct school facilities projects. The second series was sold in May 2006 and the third series was sold in March 2007 to fund new campus, modernizations and Special Day Classroom additions.




 Arrowview Middle School, SDC




 Del Vallejo Middle School, SDC



 San Bernardino High School, SDC



 Palm Avenue Elementary School, SDC

## II. Proposition 39 Requirements

Proposition 39 makes both constitutional and statutory changes to the current laws governing school facilities funding in California. Proposition 39 requirements include the following restrictions:

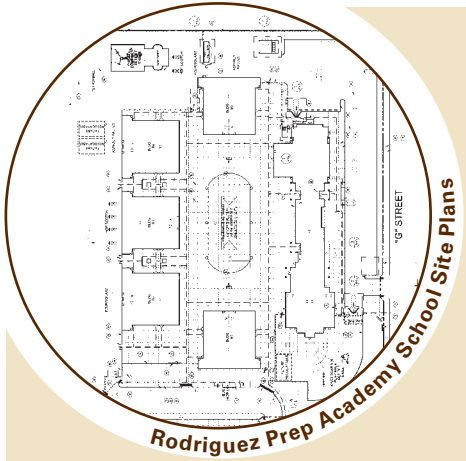
- Property tax must be a maximum of \$60.00 per \$100,000 in assessed valuation
- A list of projects must be provided to the voters in the ballot measure
- A Citizens' Oversight Committee must be established and operational
- An annual report from the COC to the Board
- Annual financial audit
- Annual performance audit
- The membership of the COC must include at least five members of the following categories: parent, parent/member of PTA/PTO, business representative, member of a senior citizen organization, and member of a bona fide taxpayer organization
- A website of the COC must be maintained



 Golden Valley Middle School, SDC



 Del Vallejo Middle School, SDC



Curtis Middle School, New Campus



Rodriguez Prep Academy, New Campus



### III. Citizens' Oversight Committee

The San Bernardino City Unified School District Measure T-2004 Proposition 39 Bonds Citizens' Oversight Committee is legally charged under Education Code Sections 15278, 15280, 15282, and the California Constitution, Article 13A, Section 1, with direct taxpayer review of the Bond measure endorsed by the voters and with informing the public about the expenditures of the Bond proceeds to ensure that the spending decisions made by elected officials conform with that measure. The committee is not granted any powers to determine how bond proceeds are spent.

The Citizens' Oversight Committee is charged with the following purposes under Proposition 39:

1. To verify that projects funded with bond proceeds were permitted under the projects list submitted to voters (or available to voters if not reprinted in the Voter Handbook) at the time of election.
2. To review the annual financial audit and performance audit maintained under Proposition 39.
3. To review the annual list of deferred maintenance projects.
4. To conduct on-site inspections of projects to verify performance of contractors on an as needed basis.
5. To request that the District provide information on cost saving methods of design or construction that relate to any of the proposed projects.
6. To publicize the results of the findings of the Committee in order to inform the public of the status of the bonds and the proposed projects.
7. To evaluate the applicability of "reusable" designs for schools financed with Bond proceeds.


After an application process, Citizens' Oversight Committee members are appointed by the Board. Since inception of the Citizens' Oversight Committee in September 2004, the following community members have served:

CURRENT MEMBERS	REPRESENTING	MEMBERSHIP TERM		CURRENT POSITION
		BEGINS	ENDS	
Cynthia Barrow	Parent	9/08	8/10	Member
Tierney Harris	At-large	8/07	8/11	Member
Sheri Hundley	Parent/PTA Member	9/08	8/10	Chair
David Justice	Business Community	5/08	5/10	Vice Chair
Ralph Knox	Senior Citizen	9/08	8/10	Member
Troy Allen Nelson	At-large	9/08	8/10	Member
Maria Dolores Ochoa	At-large	9/08	8/10	Member
Martin Romeo	Business Community	9/08	8/10	Member
Marion Vassilakos	Taxpayer Organization	3/07	3/11	Member
<b>PAST MEMBERS</b>				
Teresa Alba	Parent	9/04	8/08	Past Member
Robbi Brunk	At-large	9/08	8/08	Past Chair, Vice Chair
Soledad Castillo	Parent/PTA Member	9/04	8/08	Past Member
Carl Clemons	At-large	9/04	8/08	Past Vice Chair
Ron Coats	Business Community	9//04	8/08	Past Member
J. Pat Ferraris	Business Community	9/05	3/08	Past Vice Chair
Margaret Hill	Senior Citizen	9/04	8/08	Past Chair
Gloria Mazzola	At-large	9/04	8/06	Past Chair
Ben Parra	Business Community	9/04	8/05	Past Member
Lou Pellini	Taxpayer Organization	9/04	8/05	Past Member




**Citizens' Oversight Committee:** (clockwise from top left) David Justice, Ralph Knox, Martin Romeo, Troy Nelson, Maria Dolores Ochoa, Cynthia Barrow, Sheri Hundley, Marion Vassilakos. Not shown: Tierney Harris.



 Arrowview Middle School  
Modernization Project




 Cajon High School  
Modernization Project



 Oehl Elementary School  
Modernization Project



 Serrano Middle School  
Modernization Project

## IV. Summary of COC Activities

### March 19, 2008

- Prop. 39 Performance & Financial Audit Reports for FY 2006–2007
- Facilities Management FY 2007–2008 Mid-year Report
- Status of Financial Hardship Application
- Potential November 2008 Bond Measure
- Citizens' Oversight Committee Member Recruitment

### June 18, 2008

- New Member, David Justice
- FY 2007–2008 COC Annual Report Presented for Review
- Status of Financial Hardship Application
- Potential November 2008 Bond Measure
- Citizens' Oversight Committee Member Recruitment
- Facilities Capital Improvement Program May Monthly Briefing Presented
- Tour of New Curtis Middle School
- Recognition of Six (6) Original Members Leaving the COC due to Expiring Terms

### September 10, 2008

- New Members Introduced
  - Cynthia Barrow
  - Sheri Hundley
  - Ralph Knox
  - Troy Nelson
  - Maria Dolores Ochoa
  - Martin Romeo
- COC Officers Elected for FY08–09
  - Sheri Hundley, Chair
  - David Justice, Vice Chair
- Measure T Bond Status Presentation
- Facilities Capital Improvement Program Annual Report
- Potential Bond Measure Update

### December 3, 2008

- Bond Status Summary
- 21<sup>st</sup> Century Classroom Project
- Facilities Capital Improvement Program Community



#### Meetings Presentation

- Citizens' Oversight Committee Newsletter
- November Monthly FCIP Briefing
- Funding Sources for Staffing of New Schools
- Proposition 39 Audit Schedule for FY 2007–2008
  - i. January–Auditors to complete work
  - ii. February–District receives Audit Reports
  - iii. March–Presentation to Citizens' Oversight Committee
- Member Term Renewals

#### March 11, 2009

- Prop. 39 Performance & Financial Audit Reports for FY 2007–2008
- Facilities Management FY 2008–2009 Mid-year Report
- Review “Draft” of Citizens' Oversight Committee's Newsletter
- Business Outreach Program Status
- Members' Term Renewal - Approved at January 13, 2009 School Board Meeting:
  - Marion Vassilakos–March 7, 2009–March 6, 2011
  - Tierney Harris–August 21, 2009–August 20, 2011





 **Del Vallejo Middle School,  
Restroom Upgrades**



 **San Andreas High School,  
Kitchen Upgrade**



 **Shandin Hills Middle School,  
ADA-compliant Door and Entryway**

## V. Summary of Bond Expenditures and Findings as Detailed in Audit Reports

### 2004 General Obligation Bond, Series A

On September 16, 2004, the San Bernardino City Unified School District issued the 2004 General Obligation Bonds, Series A, in the amount of \$44,999,497. The bonds will mature August 1, 2029, and yield interest rates of 2.0 to 5.0 percent. The bonds were issued to fund the construction, renovation, and repair of certain District facilities and the prepayment of the District's School Facility Bridge Funding Program.

### 2004 General Obligation Bonds, Series B

On May 3, 2006, the District issued \$67,999,967 of 2004 General Obligation Bonds, Series B. This was the second series of the authorized bonds to be issued under the measure as approved by voters. The bonds mature on August 1, 2030, with interest yields of 4.5 to 5.0 percent. Proceeds from the sale of the bonds are used to finance the construction, renovation and repair of certain school facilities.

### 2004 General Obligation Bonds, Series C

On March 1, 2007, the District issued \$9,997,217 of 2004 General Obligation Bonds as Series C. This was the third series of the authorized bonds to be issued under the measure as approved by voters. The bonds mature on August 1, 2031, with interest yields of 3.4 to 4.7 percent. Proceeds from the sale of the bonds are used to finance the construction, renovation and repair of school facilities.

## 2007–2008 Audit Reports

In accordance with Proposition 39, a performance audit and financial audit was performed by the independent auditor firm of Vicenti, Lloyd and Stutzman, LLP. The performance audit confirmed that the San Bernardino City Unified School District has properly accounted for the expenditures of the funds held in the Bond Building Fund and that such expenditures were made on authorized bond projects. Further it was noted that the funds held in the Bond Building Fund and expended by the district were not expended for salaries of school administrators or other operating expenditures.

The financial audit confirmed that the financial statements for fiscal year ending June 30, 2008, presented fairly in all material respects, the financial position and results of operations for the San Bernardino City Unified School District as of June 30, 2008, in conformity with accounting principles generally accepted in the United States of America. The financial audit also acknowledged that the District implemented recommendations from the previous fiscal year report (2006–2007) regarding audit adjustments. There were no findings nor questioned costs related to the financial audit of the Measure T Building Funds for the year ended June 30, 2008.



 Palm Ave Elementary School, Lunch Shelter

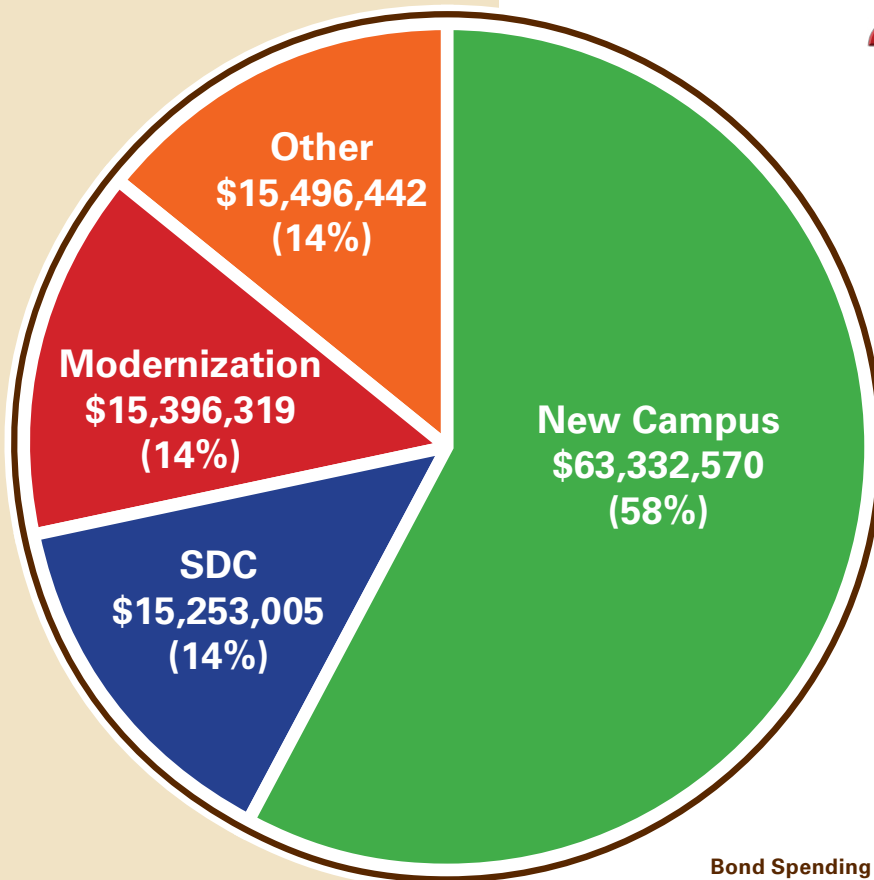


## VI. Bond Spending by Project and Issue

The table to the right indicates a breakdown of \$109.5 million in bond expenditures for each project. The projects are organized by type (New Campuses, Special Day Classroom Additions, Modernizations and Other) and are listed alphabetically by school name. Bond funds were used for expenditures against 101 projects. In many cases, these bond expenditures have been leveraged against matching funds from the State and local Developer Fees.



 Cajon High School, Modernization



Bond Spending by Type

ID	PROJECT NAME	TOTAL
<b>New Construction Projects</b>		
C78	ALESSANDRO II ES #51	\$204,509
C03	ANTON ES #45	\$5,969,753
C81	BURBANK II ES #54	\$152,192
C66	CHAVEZ MS	\$2,838,569
C82	CURTIS HS #8	\$2,312,812
C67	CURTIS MS & SDC	\$13,352,239
C05	HIGHLAND/CYPRESS ES #50	\$11,250
C02	JONES ES #46	\$8,186,266
C65	LINCOLN II No. ES #44	\$27,900
C79	LINCOLN II So. ES #52	\$577,595
C09	MIDDLE COLLEGE HS	\$142,473
C69	MUSCOY MS	\$30,062
C10	RODRIGUEZ PREP ACADEMY ES #47	\$12,402,632
C76	ROOSEVELT II ES #49	\$333,095
C80	WILSON II ES #53	\$358,478
C01	WONG ES #48	\$16,432,744
<b>New Construction Projects Subtotals</b>		<b>\$63,332,570</b>
<b>SDC Projects</b>		
C45	ARROWVIEW MS	\$964,362
C37	BARTON ES	\$1,182,869
C51	BRADLEY ES	\$40,814
C49	CAJON HS	\$1,264,857
C52	CYPRESS ES	\$54,879
C46	DEL VALLEJO MS	\$1,356,556
C60	GOLDEN VALLEY MS	\$1,120,296
C39	HIGHLAND PACIFIC ES	\$13,101
C53	HILLSIDE ES	\$40,258
C40	HUNT ES	\$41,377
C47	KING MS	\$1,414,856
C42	N. VERDEMONT ES	\$26,938
C63	PACIFIC HS	\$1,098,264
C56	PALM AVENUE ES	\$1,005,310
C57	RIO VISTA ES	\$22,119
C44	ROOSEVELT ES	\$31,458
C50	SAN BERNARDINO HS	\$1,217,594
C64	SAN GORGONIO HS	\$1,356,202
C48	SERRANO MS	\$1,579,212
C62	SHANDIN HILLS MS	\$1,421,685
<b>SDC Projects Subtotals</b>		<b>\$15,253,005</b>
<b>Modernization Projects</b>		
M04	ARROWHEAD ES	\$81
M05	ARROWVIEW MS	\$1,528,107
M06	BARTON ES	\$49,561
M07	BELVEDERE ES	\$454,140
M49	BRADLEY ES	\$93,051
M08	BURBANK ES	\$58,209
M09	CAJON HS	\$2,118,685
M11	CARMACK ES	\$22,934
M12	COLE ES	\$96,377
M13	CURTIS MS	\$97,059
M14	CYPRESS ES	\$271,554
M50	DEL ROSA ES	\$67,255
M02	DEL VALLEJO MS	\$2,412,661
M15	EMMERTON ES	\$66,694
M16	FAIRFAX ES	\$64,231
M17	GOLDEN VALLEY MS	\$341,143
M18	HIGHLAND PACIFIC ES	\$113,169
M19	HILLSIDE ES	\$8,527
M20	HUNT ES	\$27,924
M22	KENDALL ES	\$5,788
M23	KIMBARK ES	\$434,469
M01	KING MS	\$2,703,321
M24	LANKERSHIM ES	\$61,871
M25	LINCOLN ES	\$100,659
M48	MARSHALL ES	\$84,863
M27	MONTEREY ES	\$9,314
M28	MUSCOY ES	\$242,413
M29	MT. VERNON ES	\$7,249
M30	NEWMARK ES	\$49,237

ID	PROJECT NAME	TOTAL
M31	NORTH PARK ES	\$77,135
M32	OEHL ES	\$146,935
M47	PACIFIC HS	\$57,460
M35	RILEY ES	\$145,472
M36	RIO VISTA ES	\$7,237
M37	ROOSEVELT ES	\$7,325
M10	SALINAS ES formally California	\$125,837
M38	SAN BERNARDINO HS	\$387,010
M39	SAN GORGONIO HS	\$1,267,134
M40	SERRANO MS	\$661,659
M41	SHANDIN HILLS MS	\$223,397
M42	THOMPSON ES	\$266,916
M44	VERMONT ES	\$349,291
M46	WARM SPRINGS ES	\$63,954
M45	WILSON ES	\$19,013
<b>Modernization Projects Subtotals</b>		<b>\$15,396,319</b>
<b>Other Projects</b>		
C68	ARROYO VALLEY HS	\$1,500
C21	BARTON ES	\$501,576
C35	BARTON ES	\$193,023
C13	BELVEDERE ES	\$495,628
C34	CAJON HS	\$96,529
C75	CHAVEZ JOINT USE GYM	\$1,629,173
	CONTRACTS OTHER	\$504,686
C20	DAVIDSON ES	\$473,920
C14	DEL ROSA ES	\$489,348
C33	DEL VALLEJO MS	\$265,331
C08	GOLDEN VALLEY MS	\$1,300,000
	GROWTH PROJECTS	\$68,270
C22	HIGHLAND PACIFIC ES	\$471,702
C17	INGHRAM ES	\$494,634
C25	KENDALL ES	\$503,103
C12	LANKERSHIM ES	\$479,818
C18	LYTLE CREEK ES	\$496,894
C16	MUSCOY ES	\$496,330
C24	NEWMARK ES	\$487,169
P11	PACIFIC HS	\$9,165
P09	PALM AVENUE ES	\$63,982
C23	PARKSIDE ES	\$475,752
	PROGRAM CONTRACTS	\$3,718,256
C11	RIO VISTA ES	\$473,609
P10	SAN ANDREAS HS	\$14,742
P12	SHANDIN HILLS MS	\$60,502
C19	URBITA ES	\$478,201
C36	URBITA ES	\$260,102
C15	VERMONT ES	\$493,497
<b>Other Projects Subtotals</b>		<b>\$15,496,442</b>
<b>Grand Totals</b>		<b>\$109,478,336</b>



Del Rosa Elementary School, Other Project



## VII. California Constitution Statutory Requirements

On May 4, 2004, (Item 10.42) the Board of Education approved “Resolution of the Board of Education of the San Bernardino City Unified School District Establishing a Citizens’ Bond Oversight Committee and Approving Form of Bylaws Thereof.”

Section 3, Item 3.3 of the Citizens’ Oversight Committee Bylaws:

“3.3 Annual Report. The Committee shall present to the Board, in public session, an annual written report which shall include the following:

- a. A statement indicating whether the District is in compliance with the requirements of Article XXIIA, Section 1(b)(3) of the California Constitution; and
- b. A summary of the Committee’s proceedings and activities for the preceding year.”

The text in the Article XIII A of the California Constitution states:

- a. A requirement that the proceeds from the sale of the bonds be used only for the purposes specified in Article XIII A, Section 1 (b)(3), and not for any other purpose, including teacher and administrator salaries and other school operating expenses.
- b. A list of the specific school facilities projects to be funded and certification that the school district board, community college board, or county office of education has evaluated safety, class size reduction, and information technology needs in developing that list.
- c. A requirement that the school district board, community college board, or county office of education conduct an annual, independent performance audit to ensure that the funds been expended only on the specific projects listed.”



## VIII. COC Statement of District Compliance

The Citizens' Oversight Committee, based on the review of the annual financial and performance audit report and information received at the COC meetings, finds:

- The San Bernardino City Unified School District is in compliance with the requirements of Article XIII A, Section 1(b) (3) of the California Constitution

The Citizens' Oversight Committee members and officers wish to thank the San Bernardino City Unified School District Board, Superintendent and staff for their support and appreciate the opportunity to serve the taxpayers of the District and inform the public concerning the San Bernardino City Unified School District Measure T Bond.

*Original signature on file.*

Sheri Hundley, Citizens' Oversight Committee Chair

*Original signature on file.*

David Justice, Citizens' Oversight Committee Vice Chair



# Bond Funded Project Sites

