



Citizens' Oversight Committee
Annual Report
Measure T Bond March 2009–March 2010





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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 campuses, modernizations and Special Day Classroom additions.

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



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	8/12	Member
Sheri Hundley	Parent/PTA Member	9/08	8/12	Chair
David Justice	Business Community	5/08	5/12	Vice Chair
Ralph Knox	Senior Citizen	9/08	8/12	Member
Troy Allen Nelson	At-large	9/08	8/12	Member
Maria Dolores Ochoa	At-large	9/08	8/12	Member
Martin Romeo	Business Community	9/08	8/12	Member
Marion Vassilakos	Taxpayer Organization	3/07	3/11	Member
<i>vacant</i>	At-large	—	—	Member

Past Members	Representing	Membership Term		Position
		Began	Ended	
Tierney Harris	At-large	8/07	10/10	Past Member
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



Summary of COC Activities

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

June 3, 2009

- 2009 COC Bus Tour review
- FCIP May Monthly Briefing review
- Review “Draft” of Citizens’ Oversight Committee’s Newsletter
- Citizens’ Oversight Committee FY 2008–2009 Annual Report
- Certificate of Participation—Bridge Funding
- Qualified School Construction Bonds
- Report on Bond Projects’ Labor Force Diversity
- Modernization Project/Library Concept at San Bernardino High School

September 16, 2009

- Election of Officers
 - * Sherri Hundley to remain Chair
 - * David Justice to remain Vice Chair
- Review “Final Draft” of Citizens’ Oversight Committee’s Newsletter
- FCIP August Monthly Briefing / Cost Status Summary
- Certificate of Participation—Bridge Funding
- Superintendent’s Naming Committee
- Funding Status for New Schools
- Presentation / Update on Lytle Creek K–8 Project

January 6, 2010

- Citizens’ Oversight Committee Newsletter mailer follow-up
- FCIP December Monthly Briefing
- Superintendent’s Naming Committee
- Announcement regarding Keith Kajiya

March 10, 2010

- Proposition 39 Audit Reports
- Indian Springs High School Groundbreaking
- PLA’s
- Facilities Management FY 2009–2010 Mid-Year Report
- Update on State Funding Status
- High Performance Designation



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.

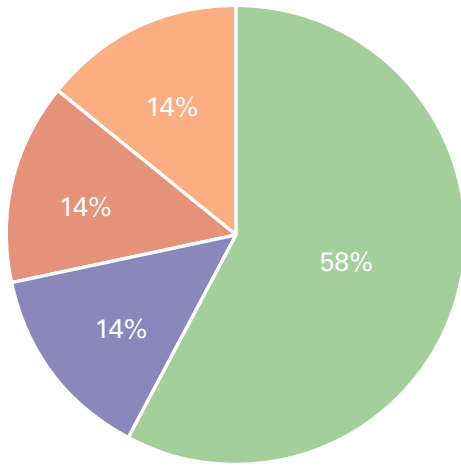
2008–2009 Audit Reports

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, 2009, 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, 2009, 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 (2007–2008) 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, 2009.

Bond Spending by Project and Issue

The table to the right indicates a breakdown of \$108.9 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.



■ New Campus	\$ 63,447,750	58%
■ SDCs	\$ 14,875,238	14%
■ Modernizations	\$ 15,088,115	14%
■ Other	\$ 15,524,164	14%
Total	\$108,935,267	100%

Pacific High School: SDC Addition



New Construction Projects

ID	Project Name	Total
C03	Anton ES	\$5,969,753
C68	Arroyo Valley HS-Addition	\$1,500
C01	Bing Wong ES #48	\$16,656,139
C79	Captain Leland F. Norton ES #52	\$319,307
C66	Cesar Chavez MS	\$2,838,569
C10	Col. Joseph Rodriguez Prep ES #47	\$11,478,362
C67	Curtis MS (7-9) & SDC	\$14,498,354
C76	Dr. Mildred D. Henry ES	\$251,391
C80	George Brown Jr. ES #53	\$221,338
C78	Graciano Gomez ES #51	\$210,680
C81	H. Frank Dominguez ES #54	\$90,330
C05	Highland Cypress ES #50	\$11,250
C82	Indian Springs HS #8	\$2,106,839
C02	Jones ES #46	\$8,195,677
C98	Lankershim ES	\$22,150
C94	Lincoln ES	\$23,550
C65	Lincoln II North ES #44	\$27,900
C83	Little Mountain ES #E55	\$6,800
C99	Lytle Creek ES	\$116,242
C09	Middle College HS	\$151,673
C95	Muscoy ES	\$27,620
C69	Muscoy MS #10	\$30,062
C84	Pakuma K-8 #E56	\$7,204
C96	Vermont ES	\$41,478
C97	Wilson ES	\$143,583
New Construction Projects Subtotal		\$63,447,750

SDC Projects

ID	Project Name	Total
C45	Arrowview MS	\$961,047
C37	Barton ES	\$1,260,861
C51	Bradley ES	\$44,900
C49	Cajon HS	\$1,136,615
C52	Cypress ES	\$5,313
C46	Del Vallejo MS	\$1,382,076
C60	Golden Valley MS	\$1,113,478
C39	Highland Pacific ES	\$2,389
C53	Hillside ES	\$1,688
C40	Hunt ES	\$1,982
C47	Martin Luther King MS	\$1,325,661
C42	N. Vermont ES	\$2,297
C63	Pacific HS	\$1,099,264
C56	Palm Avenue	\$1,043,508
C57	Rio Vista ES	\$7,105
C44	Roosevelt ES	\$1,580
C50	San Bernardino HS	\$1,218,594
C64	San Gorgonio HS	\$1,357,202
C48	Serrano MS	\$1,475,359
C62	Shandin Hills MS	\$1,434,319
SDC Projects Subtotal		\$14,875,238

Modernization Projects

ID	Project Name	Total
M03	Anderson Special Ed ES	\$120,299
M04	Arrowhead ES	\$16,736
M05	Arrowview MS	\$1,238,555
M06	Barton ES	\$44,777
M07	Belvedere ES	\$459,639
M49	Bradley ES	\$97,845
M08	Burbank ES	\$61,702
M09	Cajon HS	\$2,085,102
M11	Carmack ES	\$57,340
M12	Cole ES	\$92,263
M13	Curtis MS	\$175,217
M14	Cypress ES	\$271,554
M50	Del Rosa ES	\$131,158
M02	Del Vallejo MS	\$2,412,661
M15	Emmertton ES	\$66,694
M16	Fairfax ES	\$12,867
M17	Golden Valley MS	\$341,143
M18	Highland Pacific ES	\$113,386
M19	Hillside ES	\$87,606
M20	Hunt ES	\$35,370
M21	Inghram ES	\$8,872
M22	Kendall ES	\$18,511
M23	Kimbank ES	\$434,469
M24	Lankershim ES	\$61,871
M25	Lincoln ES	\$520
M26	Lytle Creek ES	\$6,432
M48	Marshall ES	\$114,133
M01	Martin Luther King MS	\$2,061,816
M27	Monterey ES	\$74,690
M29	Mt. Vernon ES	\$12,879
M28	Muscoy ES	\$242,413
M30	Newmark ES	\$49,237
M31	Northpark ES	\$70,762
M32	Oehl ES	\$101,147
M47	Pacific HS	\$57,460
M36	Rio Vista ES	\$11,513
M37	Roosevelt ES	\$11,133
M51	San Andreas HS	\$331
M38	San Bernardino HS	\$388,010
M39	San Gorgonio HS	\$2,310,996
M40	Serrano MS	\$483,131
M41	Shandin Hills MS	\$218,414
M42	Thompson ES	\$313,946
M43	Urbita ES	\$4,763
M46	Warm Springs ES	\$24,394
M45	Wilson ES	\$84,359
Modernization Projects Subtotal		\$15,088,115

Other Projects

ID	Project Name	Total
P18	Arrowview MS	\$50
P16	Arrowview MS - 21st Century Classroom	\$7,739
C21	Barton ES	\$501,576
C35	Barton ES Portables	\$193,023
C13	Belvedere ES	\$495,628
P21	Cajon HS	\$6
C34	Cajon HS Portables	\$96,529
C75	Cesar Chavez MS	\$1,629,173
P14	Col. Joseph Rodriguez Prep ES MS	\$3,486
P19	Curtis MS	\$6
C20	Davidson ES	\$473,920
C14	Del Rosa ES	\$489,348
C33	Del Vallejo MS Portables	\$265,331
C08	Golden Valley MS - Admin/ Lib Replacement	\$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	\$9,194
P09	Palm Ave ES	\$63,982
C23	Parkside ES	\$475,752
	Program Contracts	\$4,218,864
C11	Rio Vista ES	\$473,609
P10	San Andreas HS	\$14,748
P17	San Bernardino High School - Library	\$14,300
P22	San Bernardino HS	\$29
P16	San Bernardino HS - 21st Century Classroom	\$7,599
P20	Serrano MS	\$50
P12	Shandin Hills MS	\$60,502
C19	Urbita ES	\$478,201
C36	Urbita ES Portables	\$260,102
C15	Vermont ES	\$493,497
Other Projects Subtotal		\$15,524,164
Grand Totals		\$108,935,267

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.

Serrano Middle School: Modernization



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.

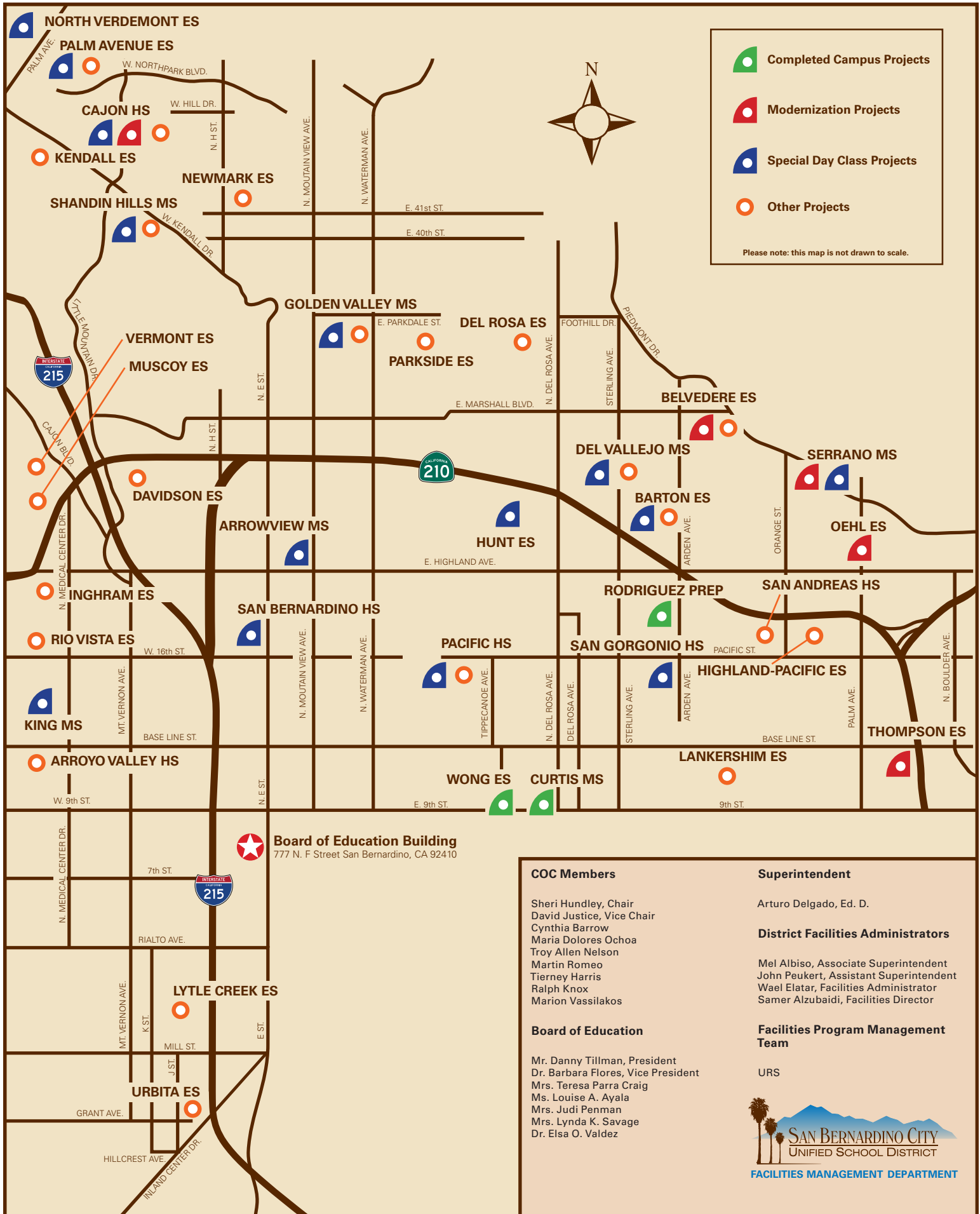
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Sheri Hundley, Citizens' Oversight Committee Chair

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David Justice, Citizens' Oversight Committee Vice Chair

Bond Funded Project Sites



 **Board of Education Building**
777 N. F Street San Bernardino, CA 92410

<p>COC Members</p> <p>Sheri Hundley, Chair David Justice, Vice Chair Cynthia Barrow Maria Dolores Ochoa Troy Allen Nelson Martin Romeo Tierney Harris Ralph Knox Marion Vassilakos</p>	<p>Superintendent</p> <p>Arturo Delgado, Ed. D.</p>
<p>Board of Education</p> <p>Mr. Danny Tillman, President Dr. Barbara Flores, Vice President Mrs. Teresa Parra Craig Ms. Louise A. Ayala Mrs. Judi Penman Mrs. Lynda K. Savage Dr. Elsa O. Valdez</p>	<p>District Facilities Administrators</p> <p>Mel Albiso, Associate Superintendent John Peukert, Assistant Superintendent Wael Elatar, Facilities Administrator Samer Alzubaidi, Facilities Director</p>
	<p>Facilities Program Management Team</p> <p>URS</p>
	 <p>FACILITIES MANAGEMENT DEPARTMENT</p>