

COC Report

Measure R Bond Voter Approval: June 5, 2018
\$10,600,000

Citizens' Oversight Committee Members:

Mark Porter
Chair, Member Active in a
Community Business Organization

Claire Grosjean
Vice Chair, District Parent and At-
large Community Member

Cristina Werdebaugh
Secretary, District Parent

Milton Barber
At-large Community Member

Shannon Hickok
Taxpayers' Association

Wayne Heimsoth
At-large Community Member

Darian Patchin
District Parent

Jennifer Soucy
At-large Community Member

Total Funding 1st Issuance for Phase I:
\$3,600,000

Total Spent to 9/15/19
\$1,065,306

After a thorough review of the information offered to the COC by the district finance office, there is no evidence that any bond funds were used for expenditures not authorized by the voters when they approved Measure R.

Total expenditures through 9/15/19 have been \$1,065,306. Information provided to the COC shows that expenditures and contractual commitments, as of 9/15/19, were made on projects approved by voters under Measure R. Please note that the first audited Annual Report will be provided by the district to the COC in January 2020. Based on the pending auditor's report, we plan to issue a statement confirming or updating the use of funds during the period 1/1/19-6/30/19.

In an effort to provide more transparency, the district has assured the COC that regular Measure R project updates will be provided in the Mountain Network News. In addition, quarterly unaudited and annual audited financials **will be** posted on the district website (www.loma.k12.ca.us).

Please note the table below for a breakdown of costs on Measure R projects from inception to 9/15/19. People interested in additional detail on the expenditures should contact the COC designee at c.vance@loma.k12.ca.us or join us at our next meeting.

Measure R Bonds Financial Report

Resources	Total 9/15/19
Bond Proceeds – Phase 1	3,600,000.00
Cost of Issuance	-135,588.74
Net	3,464,411.26
Interest Earned	27,108.88
Total Resources	3,491,520.14

Facilities Projects	Board Approved Estimates 12/12/18	Total to 9/15/19	Estimated Completion
New buildings: contingency possibly not covered by insurance	\$500,000	69,412.12	Nov-19
Larger art room in new building	\$195,000	195,548.54	Completed
Larger kitchen and walk-in freezer in new building	\$50,000	0.00	Nov-19
Air conditioning in new buildings	\$100,000	26,866.00	Completed
Audio visual equipment electrical setup in new buildings	\$10,000	4,116.69	Completed
Energy Management System for new buildings	\$140,000	0.00	Nov-19
Moxie concrete additive in foundation of new buildings	\$50,000	0.00	Completed
Security system infrastructure in new building	\$15,000	13,798.00	Completed
Site concrete southwest of new kitchen	\$60,000	40,371.00	Completed
Subtotal	\$1,120,000	350,112.35	
Pedestrian bridge certification and entryway improvements	\$300,000	280,260.00	Dec-19
Refurbish or redrill wells for drinking water and fire suppression	\$200,000	0.00	
Firepump replacement	\$200,000	0.00	
East side gym siding - stucco	\$80,000	152,575.75	Oct-19
Upgrade the kiln room on east side of gym	\$60,000	109,958.75	Nov-19
Subtotal	\$840,000	542,794.50	
Loma Elementary school playfields grading, irrigation, gopher control and new synthetic track	\$2,000,000	172,400.00	Aug-20
Total Projects 1st Issuance	\$3,960,000	1,065,306.85	
Balance Net Resources - Expenses		2,426,213.29	

About the Committee

Voters passed Measure R, authorized under Proposition 39. State law requires the District to set up an independent Citizens Oversight Committee, charged with overseeing the expenditure of bond proceeds for approved bond projects.

In accordance with the express intent of the legislature, in Proposition 39, it is our responsibility, as members of the Citizens Oversight Committee, to promptly alert the public to any waste or improper expenditure of school construction bond money.

The Citizen's Oversight Committee is legally charged with:

- informing the public concerning the District's expenditure of bond proceeds under Measure R.
- reviewing expenditure reports produced by the District to ensure that Measure R bond proceeds were expended only for the purposes set forth in Measure R.
- presenting to the Board in public session an annual written report outlining their activities and conclusions regarding the expenditure of bond proceeds of Measure R.

This means that the committee must verify that projects funded with bond proceeds were permitted under the projects list submitted to voters; ensure that no bond proceeds were used for any teacher or administrative salaries or other operating expenses; review the annual financial audit and performance audit mandated under Prop 39 ; inspect facilities and grounds for which bond proceeds have been or will be expended; review copies of deferred maintenance plans developed by the District; review efforts by the District to maximize bond proceeds by implementing various cost-saving measure.

This also means that the Citizens' Oversight Committee does not have any authority for establishment of priorities and order of construction for the bond projects; for selection of architects, engineers, project managers and other professional service firms; for approval of design for any project; for selection of independent audit firms. These powers are reserved for the School Board, the governing board for our District.

More information can be found online at: <http://www.loma.k12.ca.us/>

About the Projects

The Superintendent convened a 15-member Bond Advisory Committee in the Fall of 2018 to advise her on prioritizing Facilities Master Plan projects supported by the bond approved as Measure R. The recommendations were brought before the Loma Prieta Board of Trustees in December 2018. The Phase I projects approved by the Board include:

Allocate \$1,120,000 to cover the cost of potentially *non-insured* facility projects related to the repair of the fire damaged community center, kitchen, classrooms and school facilities.

- New buildings contingency (Insurance coverage limits)
- Larger art room, kitchen, and walk-in freezer
- Air conditioning in new buildings
- Audio-visual equipment electrical set-up
- Energy management system
- Moxie concrete additive in foundation
- Security system infrastructure
- Site concrete southwest of new kitchen

Allocate \$840,000 to cover the cost of time sensitive and/or compliance-related facility projects.

- Pedestrian bridge certification
- Well refurbishment or re-drilling
- Fire pump replacement
- Eastside gym siding
- Upgrade of kiln room on east side of gymnasium

Allocate \$2,000,000 to upgrade the Loma track/field, including a synthetic all-weather surface

In addition, the Board of Trustees identified the following four projects, totaling \$700,000, as high priority projects to be paid from alternative funding sources due to bond spending restrictions:

- Repair of North Campus modular and kindergarten buildings
- Removal and asbestos abatement of North Campus portables
- Replacement of North Campus portables with permanent restrooms
- Repair of Building Blocks building/fire alarms