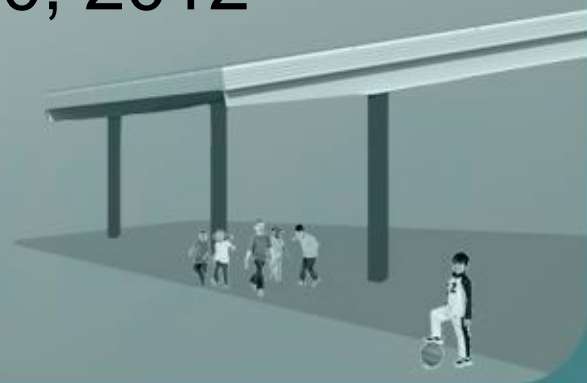



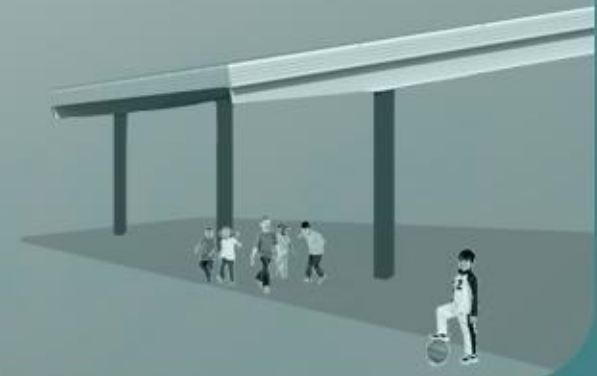


2010 Measure C
Citizens' Bond Oversight Committee
Annual Report
to the Board of Education
July 1, 2011 through June 30, 2012





Education Code Section 15280(b) requires that the Citizens' Bond Oversight Committee must issue an annual report of the result of its activities.



2010 Citizens' Bond Oversight Committee

- CBOC membership approved by the Board of Education on August 10, 2010
- All seven (7) mandated chairs filled
- Senior Citizen position was empty for a portion of the year but has been filled through recruitment and subsequent Board action
- CBOC has met three times within this year. Fourth meeting was scheduled but delayed due to some scheduling issues. All meetings posted per Ralph M. Brown Act.



2010 Citizens' Bond Oversight Committee

- Review quarterly reports as presented by project management group
- Review audit as presented by Christie White
 - Clean opinion on financial and no deficiencies in its performance audit
- Various members have visited sites during construction of solar and upon completion



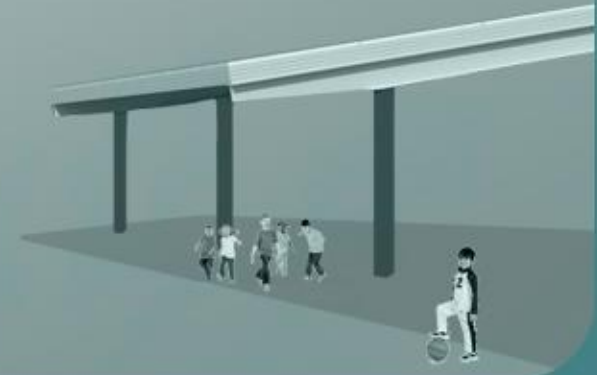
2010 Citizens' Bond Oversight Committee

- Review of cost savings realized by solar
- Other cost savings:
 - HVAC unit purchases
 - Lease/leaseback
- Visit to Sun Power by several members of committee
- Irrigation Program was de-scoped.



2010 Citizens' Bond Oversight Committee

- April 23, 2012 Board meeting
 - Authorized acceleration of bond issuance and expenditures in order to take advantage of lower rates.
 - \$40 million added to High School Enhancement Program





Bond Sales

- August 2010:

Series A: \$50,456,475

Series B: \$59,540,000

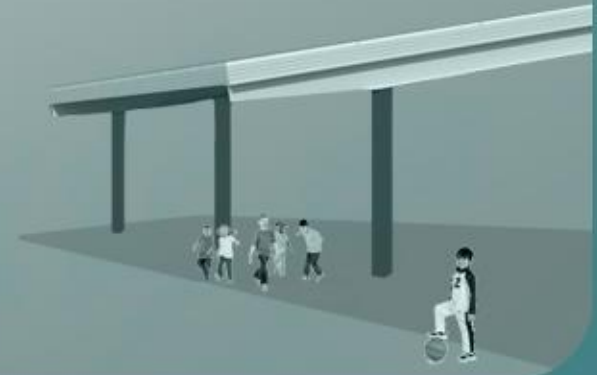
- April 2011

Series C: \$3,517,200.40

Series D: \$7,252,552.71

- June 2012

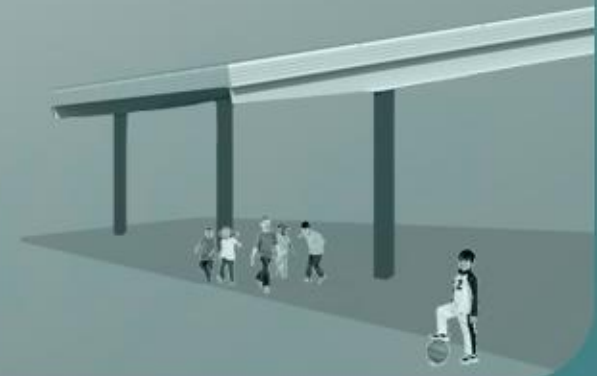
Series E: \$149,995,000





Bond Sales

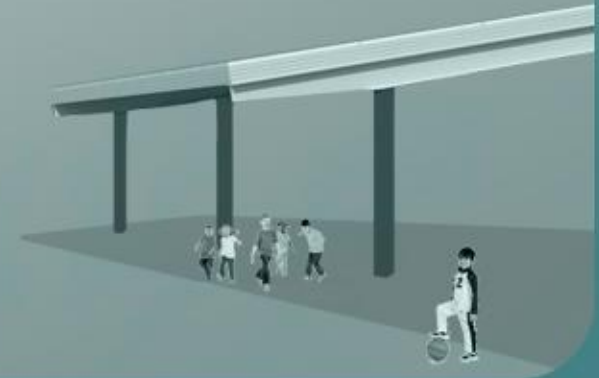
- Concerns were raised regarding the use of Capital Appreciation Bonds and those bonds issued at a premium.
- Of the total \$270 million in Bonds issued, \$4 million were CABs and \$47 million were convertible CABS, \$110 million were issued at a premium





Expenditures

- Program has encumbered \$107.1 million in contracts and administration costs as well as \$9.93 million in change orders.
- As of May 31, 2012, \$89.48 million has been expended on construction and design services
- Projects tracking on budget





Solar

- All Increment 1, 2 and seven increment 3 schools (39 sites) have been completed and are generating power producing 10.2 megawatts.
- The remainder of the sites are in construction are to be completed by fall 2012.
- Expected electric generation of 45 Kw/day or 18.1 Mw/year
- Savings on track to reach \$3 million a year.





HVAC

- Phase 1 sites are under construction and are expected to be complete by the end of the summer of 2012 (LVAC, Mt. Diablo ES, Valley View MS, Sequoia ES, Ayers ES, Foothill MS, Sun Terrace ES)
- Phase 2 and four Phase 3 sites are currently in design.





Technology

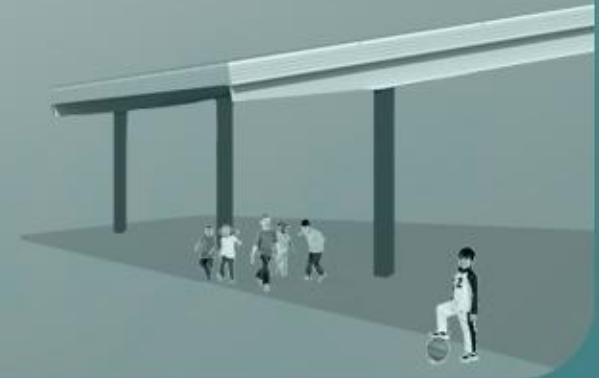
- Phase 1 (Middle and High Schools) were awarded June 4, 2012. Construction will begin when school was out and expected to be completed by fall.
- Phase 2 projects are in design and contract is to be awarded May 2013.
- ATT Optiman, fiber optic cabling, installation at most sites is in implementation stage.





Modernization

- Parts of modernization were accelerated by the Board action in April 2012.
 - Middle School science buildings
 - Portable school replacement
- Programming/design for remaining modernization program to begin late in 2013





Irrigation Program

- The Irrigation Program has been de-scoped from program.

