

LOS ANGELES UNIFIED SCHOOL DISTRICT

SCHOOL CONSTRUCTION BOND CITIZENS' OVERSIGHT COMMITTEE

Margaret Fuentes, Chair

LAUSD Student Parent

D. Michael Hamner, FAIA, Vice-Chair

American Institute of Architects

Samantha Rowles, Secretary

LAUSD Student Parent

Robert Campbell, Executive Committee

L.A. Co. Auditor-Controller's Office

Scott Pansky, Executive Committee

L.A. Area Chamber of Commerce

Neelura Bell

CA Charter School Association

Jeffrey Fischbach

CA Tax Reform Assn.

Chris Hannan

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

Patrick MacFarlane

Early Education Coalition

Jennifer McDowell

L.A. City Mayor's Office

Brian Mello

Assoc. General Contractors of CA

Dr. Clarence Monteclaro

Tenth District PTSA

William O. Ross IV

31st District PTSA

Dolores Sobalvarro

AARP

Chad Boggio (Alternate)

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

Connie Yee (Alternate)

L.A. Co. Auditor-Controller's Office

Vacant

L.A. City Controller's Office

Joseph P. Buchman – Legal Counsel

Burke, Williams & Sorensen, LLP

Lori Raineri and Keith Weaver – Oversight

Consultants

Government Financial Strategies Joint

Powers Authority

Timothy Popejoy

Bond Oversight Administrator

Perla Zitle

Bond Oversight Coordinator

**4th Quarter Report FY 2022/23
April – June 2023**

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 4th Quarter of the Fiscal Year 2022/2023, the 2nd Quarter of Calendar Year 2023 (April - June).

It should be noted that the BOC did not receive regular and monthly project budget, expenditure and schedule data from the Facilities Services Division during this quarter due to continuing impacts of the September 2022 cyberattack on the District. This greatly impacted the BOC's ability to perform oversight during this period. District staff have systematically been restoring reporting capabilities. At the time of this report, the BOC has received FSD financial and schedule project updates through March 31, 2023. It is anticipated that all reporting will be concurrent and up to date by the next BOC Quarterly Report. The BOC website was restored on January 20, 2023.

II. Public Meetings

For the matters contained in this Quarterly Report, the BOC held three public meetings. These meetings were held on April 27, 2023, May 18, 2023, and June 8, 2023.

The record of BOC member attendance for these meetings can be found in [Exhibit 1](#).

III. Resolutions Adopted

The BOC adopted the following resolutions during the period covered by this Quarterly Report.

April 27, 2023 BOC Meeting

- **2023-09** – A Resolution Establishing the 2023 BOC Charter and MOU Review Task Force (April 27, 2023)
- **2023-10** – Recommending Board Approval to Define and Approve the 2023-2024 Education Code Section 47614 (Proposition 39) Facilities Renovation Effort and Amend the Facilities Services Division Strategic Execution Plan to Incorporate Therein (April 27, 2023)
- **2023-11** – Recommending Board Approval to Define and Approve 15 Board District Priority and Region Priority Projects and Amend the Facilities Services Division Strategic Execution Plan to Incorporate Therein (April 27, 2023)
- **2023-12** – Recommending Board Approval for the Cancellation of Five Projects and Amend the Facilities Services Division Strategic Execution Plan to Incorporate Therein (April 27, 2023)

May 18, 2023 BOC Meeting

- **2023-14** – Recommending Board Approval to Define and Approve 12 Board District Priority and Region Priority Projects and Amend the Facilities Services Division Strategic Execution Plan to Incorporate Therein (May 18, 2023)
- **2023-15** – Recommending Board Approval of the Definition of Four Outdoor Learning Environment Projects and Amend the Facilities Services Division Strategic Execution Plan to Incorporate Therein (May 18, 2023)
- **2023-16** – Recommending Board Approval to Define and Approve Six Accessibility Enhancement Projects, One Barrier Project, and Amend the Facilities Services Division Strategic Execution Plan to Incorporate Therein (May 18, 2023)
- **2023-17** – Recommending Board Approval of the Redefinition of the Fairfax High School Major Modernization Project, the Definition of the James J. McBride Special Education Center – Career and Transition Center West/Grand View Boulevard Elementary School, Campus Improvement Project, and Amend the Facilities Services Division Strategic Execution Plan to Incorporate Therein (May 18, 2023)

June 8, 2023 BOC Meeting

- **2023-18** – Fiscal year 2024 OIG Work Plan/Strategic Execution Plan (June 8, 2023)

Bond Oversight Committee

333 S. Beaudry Avenue, 23rd Floor, Los Angeles, CA 90017

Phone: 213.241.5183 ✦ boc@laschools.org ✦ <https://www.lausd.org/boc>

IV. Resolutions Not Adopted

- **2023-13** – Recommending Board Approval to Define and Approve the Nobel Charter Middle School Fencing and Secure Entry System Project and Amend the Facilities Services Division Strategic Execution Plan to Incorporate Therein (May 18, 2023) – NOT ADOPTED

V. Receipt of Reports and Correspondence

April 27, 2023 BOC Meeting

- Performance Audit of Developer Fees (Information Only)
- Chief Facilities Executive’s Report (Information Only)

May 18, 2023 BOC Meeting

- ITS BOC Quarterly Program Status Report Q1 2023 (January 1-March 31, 2023) (Information Only)
- Chief Facilities Executive’s Report (Information Only)
- Enterprise Help Desk Closeout Presentation (Information Only)

June 8, 2023 BOC Meeting

- Chief Facilities Executive’s Report (Information Only)
- Interim Report of the BOC Charter and MOU Review Task Force.

VI. BOC Member Activities

- None

VII. Board of Education Presentations

- None

VIII. Task Force/Subcommittee Activities

- At its April 27, 2023 meeting, the BOC adopted a “Resolution Establishing the 2023 BOC Charter and MOU Review Task Force.” The Task Force is chaired by member Michael Hamner, and also includes Margaret Fuentes, Samantha Rowles and Dr. Clarence Monteclaro. The Task Force presented an Interim Report at its June 8, 2023 meeting.

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), Q (2008), RR (2020) and state bond funds and developer fees.

On November 3, 2020, voters approved Measure RR allocating an additional \$7 billion for the LAUSD bond program. On August 24, 2021, the Board of Education approved the implementation of Measure RR funding and priorities into its operational framework.

The current managed program is the Updated School Upgrade Program (SUP) adopted by the Board of Education on August 24, 2021. The Updated SUP is composed of 16 program categories, known as “spending targets,” with a total budget of approximately \$14.3 billion.¹ The Updated SUP is primarily funded by District Bond Q and RR. The majority of SUP projects, approximately \$12 billion, or 88% of the total SUP budget, is managed by the Facilities Services Division (FSD).²

Specific bond program projects are included in the SUP where funds are available within spending targets and after they are approved by the Board of Education. 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 Expenditures and Change Order Rate:

- Total quarterly FSD bond fund expenditures by month: Expenditure data was not available at time of publication of this report.
- As of April 15, 2023, the cumulative change order rate for all project types was 14.46%.

See section “III. Resolutions Adopted” in this report for a summary of SUP proposed projects considered by the BOC this quarter.

X. Committee Member—Appointments/Resignations/Elections

Mr. Robert Campbell, LA Co. Auditor-Controller’s Office, appointed BOC member on April 18, 2023.

¹ As of 05/31/23. The total LAUSD bond program includes approved projects which are managed within the Updated 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 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 Services (ITS), Transportation Services Division (TSD), Chief Business Officer (CBO) and Office of the Inspector General (OIG).

Ms. Peggy Robertson, Association General Contractors of California, resigned on April 27, 2023.

Ms. Araceli Sandoval-Gonzalez, Early Education Coalition, termed out on June 15, 2023.

Ms. Celia Ayala (Alternate), Early Education Coalition, termed out on June 15, 2023.

Mr. Patrick MacFarlane, Early Education Coalition, appointed on June 16, 2023.

Ms. Hyepin Im, Los Angeles City Controller's Office, resigned on June 30, 2023.

XI. BOC Budget

The BOC's Annual Budget for the July 1, 2022-June 30, 2023 Fiscal Year is \$665,205.00. The 4th Quarter Report was finalized resulting in Total Year-to-Date expenditures of \$562,837.59 or 85% of the budget.

	FY 22/23 Budget	Expenditures		YTD% of Budget Expended
		4th Quarter (FY)	YTD (FY)	
Professional Service Contracts	\$246,296	\$89,787.50	\$164,375.00*	67%
Office	\$418,909	\$98,287.20	\$398,462.59	95%
Totals	\$665,205	\$188,074.70	\$562,837.59	85%

*Year-to-date (YTD) expenditures for Professional Services Contracts are reported as actual payments and may reflect a lag in time between invoicing for services rendered and actual payment.

XII. BOC Member Requests

- None

Fourth Quarter Report (April 1 through June 30) for fiscal year 2022/2023 approved and submitted by staff on August 10, 2023.

/Timothy Popejoy/

Timothy Popejoy

Administrator

Bond Oversight Committee

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EXHIBIT 1

Bond Oversight Committee Meeting Attendance for 4th Quarter of FY 2022-23 Ending June 2023

<u>Name</u>	April 27, 2023 Regular Meeting	May 18, 2023 Regular Meeting	June 8, 2023 Regular Meeting
Ayala, Celia** (Early Education Coalition)			
Bell, Neelura (CA Charter School Association)	●	●	●
Boggio, Chad** (L.A. Co. Federation of Labor AFL-CIO)	●		●
Campbell, Robert (L.A. County Auditor/Controller's Office)	●	●	●
Fischbach, Jeffrey (CA Tax Reform Association)	●	○	●
Fuentes, Margaret (LAUSD Student Parent)	●	●	●
Hamner, D. Michael (American Institute of Architects)	●	●	●
Hannan, Chris* (L.A. Co. Federation of Labor AFL-CIO)	○	●	○
Im, Hyepin (L.A. City Controller's Office)	○	○	○
McDowell, Jennifer (L.A. City Mayor's Office)	●	○	●
Mello, Brian (Assoc. General Contractors of CA)	●	○	○
Monteclaro, Clarence (Tenth District PTSA)	○	●	○
Pansky, Scott (L.A. Area Chamber of Commerce)	●	●	●
Ross, William O. IV (31st District PTSA)	●	●	●
Rowles, Samantha (LAUSD Student Parent)	○	●	●
Sandoval-Gonzalez, Araceli* (Early Education Coalition)	●	○	●
Sobalvarro, Dolores (AARP)	●	●	●
Yee, Connie** (L.A. County Auditor/ Controller's Office)			

● = Present ○ = Absent

-- = Non-Committee Member at time of Meeting

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