

LOS ANGELES UNIFIED SCHOOL DISTRICT

SCHOOL CONSTRUCTION BOND CITIZENS' OVERSIGHT COMMITTEE

Rachel Greene, Chair

Tenth District PTSA

Chris Hannan, Vice-Chair

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

Margaret Fuentes, Secretary

LAUSD Student Parent

Araceli Sandoval-Gonzalez, Executive Committee

Early Education Coalition

Tracy Bartley

31st District PTSA

Laura Baz

LAUSD Student Parent

Neelura Bell

CA Charter School Association

Jeffrey Fischbach

CA Tax Reform Assn.

D. Michael Hamner

American Institute of Architects

Hyepin Im

L.A. City Controller's Office

Susan Linschoten

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

Jennifer McDowell

L.A. City Mayor's Office

Scott Pansky

L.A. Area Chamber of Commerce

Dolores Sobalvarro

AARP

Roger Uy

Assoc. General Contractors of CA

Celia Ayala (Alternate)

Early Education Coalition

Chad Boggio (Alternate)

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

Dr. Clarence Monteclaro (Alternate)

Tenth District PTSA

Samantha Rowles (Alternate)

LAUSD Student Parent

Connie Yee (Alternate)

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

Joseph P. Buchman – Legal Counsel

Burke, Williams & Sorensen, LLP

Lori Raineri and Keith Weaver – Oversight Consultants

Government Financial Strategies

Timothy Popejoy

Bond Oversight Administrator

Perla Zitle

Bond Oversight Coordinator

**3rd Quarter Report FY 2021/22
January – March 2022**

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 3rd Quarter of the Fiscal Year 2021/2022, the 1st Quarter of Calendar Year 2022 (January - March).

II. Public Meetings

For the matters contained in this Quarterly Report, the BOC held three public meetings. These meetings were held on January 27, 2022, February 24, 2022, and March 24, 2022.

On September 16, 2021, the Governor of California signed into law Assembly Bill 361, amending the Brown Act. Both of the BOC meetings conducted during this quarterly reporting period were subject to the amended law governing legislative bodies. The amended law requires that the

legislative body make a finding of an imminent risk to the health and safety of attendees, that this finding be made every 30 days. The amended Brown Act also allows the BOC to continue holding public meetings through teleconferencing and requires that members of the public be provided a means to participate in “real time.” These Brown Act amendments are in effect until January 1, 2024. Members of the public were invited to observe the meeting through a live video stream link and invited to register to provide “live” public comment.

The record of BOC member attendance for these meetings can be found in [Exhibit 1](#). Agendas, resolutions, approved minutes, as well as information regarding BOC committee members may be accessed at: <http://www.laschools.org/bond>.

III. Resolutions Adopted

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

January 27, 2022 BOC Meeting

- **2022-01** – Resolution Regarding Findings to Permit Teleconferenced Meetings Pursuant to Assembly Bill 361 And California Government Code Section 54953(e)(3) (January 27, 2022)
- **2022-02** – Recommendations of the BOC 2021 Task Force Regarding Bond Program Performance and Financial Audits (January 27, 2022)
- **2022-03** – Recommendations of the BOC Measure RR Planning Task Force (January 27, 2022)
- **2022-04** – 14 Board Member Priority and Local District Priority Projects and Amend the Facilities Services Division Strategic Execution Plan to Incorporate Therein (January 27, 2022)
- **2022-05** – 22 Projects to Provide Critical Replacements and Upgrades of School Building/Site Systems and Components and Amend the Facilities Services Division Strategic Execution Plan to Incorporate Therein (January 27, 2022)
- **2022-06** – 46 Parent and Family Center Classroom Upgrade and Improvement Projects and Amend the Facilities Services Division Strategic Execution Plan to Incorporate Therein (January 27, 2022)
- **2022-07** – One project to Install a Closed-Circuit Television (CCTV) System at the Richard N. Slawson Southeast Occupational Center and Amend the Facilities Services Division Strategic Execution Plan to Incorporate Therein (January 27, 2022)
- **2022-08** – Two Early Education Center Playground Matting Projects and Amend the Facilities Services Division Strategic Execution Plan to Incorporate Therein (January 27, 2022)

February 24, 2022 BOC Meeting

- **2022-09** – Resolution to Approve Findings to Permit Teleconferenced Meetings Pursuant to Assembly Bill 361 and California Government Code Section 54953(e)(3) (February 24, 2022)
- **2022-10** – 15 Board Member Priority and Local District Priority Projects and Amend the Facilities Services Division Strategic Execution Plan to Incorporate Therein (February 24, 2022)

- **2022-11** – 11 Projects to Provide Critical Replacements and Upgrades of School Building/Site Systems and Components and Amend the Facilities Services Division Strategic Execution Plan to Incorporate Therein (February 24, 2022)
- **2022-12** – Five Proposition 39 Co-Located/Shared Facilities Improvement Initiative Projects and Amend the Facilities Services Division Strategic Execution Plan to Incorporate Therein (February 24, 2022)
- **2022-13** – Pacoima Middle School Urban Greening Project, Amend the Facilities Services Division Strategic Execution Plan to Incorporate Therein, and Authorization to Negotiate and Execute Agreements with the TreePeople, Inc. for the Construction of the Project (February 24, 2022)

March 24, 2022 BOC Meeting

- **2022-14** – Resolution to Approve Findings to Permit Teleconferenced Meetings Pursuant to Assembly Bill 361 and California Government Code Section 54953(e)(3) (March 24, 2022)
- **2022-15** – 15 Board Member Priority and Local District Priority Projects and Amend the Facilities Services Division Strategic Execution Plan to Incorporate Therein (March 24, 2022)
- **2022-16** – 16 Projects to Provide Critical Replacements and Upgrades of School Building/Site Systems and Components and Amend the Facilities Services Division Strategic Execution Plan to Incorporate Therein (March 24, 2022)
- **2022-17** – Two Charter School Facilities Upgrade Projects and Amend the Facilities Services Division Strategic Execution Plan to Incorporate Therein (March 24, 2022)
- **2022-18** – One Early Education Center Re-Opening Project and Four Early Education Center Outdoor Classroom and Campus Upgrade Projects and Amend the Facilities Services Division Strategic Execution Plan to Incorporate Therein (March 24, 2022)
- **2022-19** – One Project to Provide Americans with Disabilities Act (ADA) Accessibility Upgrades at Evans Community Adult School and Amend the Facilities Services Division Strategic Execution Plan to Incorporate Therein (March 24, 2022)

IV. Resolutions Not Adopted

- None

V. Receipt of Reports and Correspondence

January 27, 2022 BOC Meeting

- Closeout Presentation on the Core Network Upgrade Project (Information Only)
- Consolidated Monthly Program Status Report (data through 12/15/2021)
- Chief Facilities Executive’s Report (Information Only)

February 24, 2022 BOC Meeting

- Consolidated Monthly Program Status Report (data through 01/15/2022)
- District Response to the Recommendations of the BOC Task Force Resolution Regarding Bond Program Performance and Financial Audits
- ITD BOC Quarterly Program Status Report Q4 2021 (October 1 – December 31, 2021)
- Chief Facilities Executive’s Report
- Office of the Inspector General Presentation
- Demographics and Enrollment Presentation

March 24, 2022 BOC Meeting

- Consolidated Monthly Program Status Report (data through 02/15/2022)
- District Response to BOC Follow-Up Questions to the Recommendations of the BOC Task Force Resolution Regarding Bond Program Performance and Financial Audits (Dated March 17, 2022)
- FY21 - Bond Performance & Financial Audit Reports
- Chief Facilities Executive’s Report

VI. BOC Member Activities

- On March 25, 2022, Laura Baz, LAUSD Student Parent representative, attended the Haddon Avenue Early Education Center Nature Explore Outdoor Classroom Ribbon-Cutting Ceremony and the Vaughn Street Early Education Center Nature Explore Outdoor Classroom Ribbon-Cutting Ceremony.
- On March 25, 2022, Araceli Sandoval-Gonzalez, Early Education Coalition, attended the Haddon Avenue Early Education Center Nature Explore Outdoor Classroom Ribbon-Cutting Ceremony.

VII. Board of Education Presentations

- None

VIII. Task Force/Subcommittee Activities

- Measure RR Planning Task Force
- 2021 Task Force Regarding Bond Program Performance and Financial Audits

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 \$13.7 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: January 2022 - \$77.7M, February 2022 - \$72.9M. March 2022 was not available at time of publication of this report.
- As of March 15, 2022, the cumulative change order rate for all project types was 11.89%.

See section “III. Resolutions Adopted” in this report for a summary of SUP proposed projects considered by the BOC this quarter. All BOC meeting materials and proposed project reports are available at www.laschools.org/bond.

¹ As of 1/31/22. 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 Division (ITD), Transportation Services Division (TSD), Chief Financial Officer (CFO) and Office of the Inspector General (OIG).

X. Committee Member—Appointments/Resignations/Elections

- None

XI. BOC Budget

The BOC’s Annual Budget for the July 1, 2021-June 30, 2022, Fiscal Year is \$612,155.00. The 3rd Quarter Report was finalized resulting in Total Year-to-Date expenditures of \$354,913.60 or 58% of the budget.

	FY 21/22 Budget	Expenditures		YTD% of Budget Expended
		3rd Quarter (FY)	YTD	
Professional Service Contracts	\$220,296	\$30,226.50*	\$70,760.25	32%
Office	\$391,859	\$89,303.35	\$284,153.35	73%
Totals	\$612,155	\$119,529.85	\$354,913.60	58%

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

XII. BOC Member Requests

- None

Third Quarter Report (January 1 through March 31) for fiscal year 2021/2022 approved and submitted by staff on April 28, 2022.

/Timothy Popejoy/

Timothy Popejoy

Administrator

Bond Oversight Committee

EXHIBIT 1

Bond Oversight Committee Meeting Attendance for 3rd Quarter of FY 2021-22 Ending March 2022

<u>Name</u>	January 27, 2022 Regular Meeting	February 24, 2022 Regular Meeting	March 24, 2022 Regular Meeting
Ayala, Celia** (Early Education Coalition)			
Bartley, Tracy (31st District PTSA)	●	●	●
Baz, Laura* (LAUSD Student Parent)	●	●	●
Bell, Neelura (CA Charter School Association)	●	●	●
Boggio, Chad (L.A. Co. Federation of Labor AFL-CIO)		●	
Fischbach, Jeffrey (CA Tax Reform Association)	●	○	●
Fuentes, Margaret (LAUSD Student Parent)	●	●	●
Good, Greg (L.A. City Mayor's Office)	○	-	-
Greene, Rachel* (Tenth District PTSA)	●	●	●
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)	●	○	○
Linschoten, Susan* (L.A. County Auditor/Controller's Office)	●	●	●
Monteclaro, Clarence** (Tenth District PTSA)			
Pope McDowell, Jennifer (L.A. City Mayor's Office)	--	--	●
Rowles, Samantha** (LAUSD Student Parent)			
Sandoval-Gonzalez, Araceli* (Early Education Coalition)	●	●	●
Sobalvarro, Dolores (AARP)	●	●	●
Trotter, Jr., Alvin (L.A. Area Chamber of Commerce)	●	●	-
Uy, Roger (Assoc. General Contractors of CA)	●	○	●
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)