

## 22-23 Measure R Bonds Summary

### Citizens' Oversight Committee Members:

Mark Porter  
Chair, Member Active in a Community Business Organization

Wayne Heimsoth  
Vice Chair and At-large Community Member

Claire Grosjean  
Member of Tax-payer Association

Cristina Werdebaugh  
District Parent

Jennifer Soucy  
At-large Community Member

Tiffany Gallup  
Member Active in a Community Business Organization

Lila Jones  
District Parent, Member of Parent Teacher Organization

Tammy Estes  
Member of Senior Citizen's Organization

Tim Laughland  
District Parent

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

**Total Funding 1st Issuance for Phase 1**

**\$3,600,000**

**Total Funding 2nd Issuance for Phase 2**

**\$3,920,000**

**Total Spent to 6/30/22**

**\$3,609,560**

The Citizens' Oversight Committee for the Measure R General Obligation Bond held their annual meeting on January 30, 2023. After a thorough review of the information offered to the COC by the district finance office, there is no evidence that any funds were used for expenditures not authorized by the voters when they approved Measure R.

The 2020-21 Audit Report prepared by Christy White Associates was provided by the district to the COC in January 2023. Based on the auditor's report, we confirm the appropriate use of funds during the period 7/1/20-6/30/21.

Total expenditures and contractual obligations through 6/30/22 are \$3,835,511. Information provided to the COC shows that expenditures to date were made on projects approved by voters under Measure R.

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

Please note the table below for a breakdown of costs on Measure R projects from inception to 6/30/22. People interested in additional detail on the expenditures should contact the COC designee at [s.fitzpatrick@loma.k12.ca.us](mailto:s.fitzpatrick@loma.k12.ca.us) or join us at our next meeting.

Measure R Bonds Financial Report	1st Issuance	2nd Issuance	Total thru 6/30/22
Bond Proceeds	\$ 3,600,000	\$ 3,920,000	\$ 7,520,000
Cost of Issuance	\$ (128,402)	\$ (40,119)	\$ (168,521)
Net	\$ 3,471,598	\$ 3,879,881	\$ 7,351,479
Interest Earned	\$ 83,691	\$ 39,355	\$ 123,046
<b>Total Resources</b>	<b>\$ 3,555,289</b>	<b>\$ 3,919,236</b>	<b>\$ 7,474,525</b>

Facilities Projects	Board Approved Estimates	1st Issuance Totals to 6/30/22	2nd Issuance Totals to 6/30/22	Estimated Completion
Fire Rebuild	\$ 1,120,000	\$ 607,886		Complete
Track & Field	\$ 2,000,000	\$ 2,329,845		Complete
Pedestrian Bridge	\$ 300,000	\$ 338,560		Complete
Gym Siding	\$ 80,000	\$ 164,784		Complete
Kiln Room Gym	\$ 60,000	\$ 114,088		Complete
Water System-Firepump Replacement*	\$ 340,000			TBD
Fire Alarm Systems-Repair/Replace	\$ 40,000		\$ 25,950	Complete
Kindergarten Playground	\$ 240,000		\$ 186,433	Complete
Parking Lot Pavement North Campus	\$ 375,000		\$ 18,956	Sep-2024
Parking Lot Paving/Lighting South Campus	\$ 537,080		\$ 18,956	Sep-2024
Redwood Amphitheater Upgrade	\$ 49,438		\$ -	Sep-2023
Shade Structures Loma/CT	\$ 350,000		\$ -	Aug-2023
Modernization LP-HVAC Air Conditioning**	\$ 2,100,000		\$ 30,053	Aug-2023
Modernization LP-Windows	\$ 280,000			Sep-2024
Modernization LP-Flooring	\$ 561,800			Sep-2024
Modernization CT-Windows	\$ 200,000			Sep-2024
<b>Total Expenditures through 6/30/22</b>		<b>\$ 3,555,163</b>	<b>\$ 280,348</b>	<b>\$ 3,835,511</b>

---

# MEASURE R BOND CITIZENS' OVERSIGHT COMMITTEE

FEBRUARY 2023

## MEASURE R BOND CITIZENS' OVERSIGHT COMMITTEE

- Mark Porter, Chair - Member active in a community business organization
- Wayne Heimsoth, Vice Chair - At-large community member
- Claire Grosjean – Member of tax-payer association
- Cristina Werdebaugh - Parent of a child in district
- Jennifer Soucy - At-large community member
- Tiffaney Gallup – Member active in a community business organization
- Lila Jones - Parent of child in district and member of a parent teacher organization
- Tammy Estes – Member of senior citizens organization
- Tim Laughland - At-large community member
  
- Kevin Grier, Superintendent – Ex Officio
- Sandy Fitzpatrick, CBO – Ex Officio

## ABOUT THE COMMITTEE

- **The Citizens Oversight Committee is responsible 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:
  - 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.
  - informing the public concerning the District's expenditure of bond proceeds under 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.

# SUMMARY OF COMMITTEE PROCEEDINGS AND ACTIVITIES SINCE THE LAST ANNUAL REPORT

- The Committee met on January 30<sup>th</sup>, 2023
- Sandy Fitzpatrick (CBO) and Paul Harvel (Facilities Director) presented the following to the COC:
  - Summary of the audited annual report for fiscal year 2020-21
  - Summary reports for all the past Phase 1 and Phase 2 bond expenditures
  - Summary of all future projects planned for Phase 2 in 2022-23
  - Summary of budget variances for the various projects

## MEASURE R FINANCIAL HIGHLIGHTS

- Measure R Bond Voter Approval: June 5th, 2018 for \$10,600,000
- Total Funding to date:
  - 1st Issuance for Phase I:
    - \$3,600,000 Bond Issued January 2019
    - \$3,464,411 net (after Cost of Issuance)
  - 2nd Issuance for Phase II:
    - \$3,920,000 Bond Issued September 2021
    - \$3,880,005 net (after Cost of Issuance)

## FINANCIAL DETAILS OF PHASE 1 AND PHASE 2

<b>Measure R Bonds Financial Summary</b>		<b>PHASE 1</b>			<b>PHASE 2</b>			
<i>Voters Approved 10.6 Million</i>								
	<b>Approved</b>	<b>18-19</b>	<b>19-20</b>	<b>20-21</b>	<b>21-22</b>	<b>22-23</b>	<b>23-24</b>	<b>Remaining Balance</b>
Bond Proceeds	10,600,000	3,600,000			3,920,000			3,080,000
Prior Phase Carryover					124			
Cost of Issuance		-135,589	7,187		-40,119			
Net		3,464,411	7,187	0	3,880,005	0		
Gains/Losses on Investment					-95,372	95,372		
Interest Earned		27,109	50,386	6,196	25,307	14,048		
Expenditures		-384,146	-1,309,153	-1,861,865	-54,396	-225,952		
<b>Remaining Balance Phase Balance</b>		<b>3,107,374</b>	<b>1,855,794</b>	<b>125</b>	<b>3,755,669</b>	<b>3,639,137</b>	<b>3,639,137</b>	<b>3,639,137</b>

Note: today's presentation is focused on Phase 2, but Phase 1 expenditures are summarized in the Appendix

# PHASE 2 PROJECT LIST AND EXPENDITURES

Estimated Completion	Status	Facilities Projects 1st Issuance	Estimated Budget	21-22	22-23	Total Expenses	Over / (Under) Budget	Over / (Under) Budget
		Water System-Firepump Replacement*	340,000			0	-340,000	-100.00%
December 2021	Complete	Fire Alarm Systems-Repair/Replace	40,000	25,950		25,950	-14,050	-35.13%
September 2022	Complete	Kindergarten Playground	240,000	5,334	181,100	186,433	-53,567	-22.32%
September 2024		Parking Lot Pavement North Campus	375,000	11,556	7,400	18,956	-356,044	-94.95%
September 2024		Parking Lot Paving/Lighting South Campus	537,080	11,556	7,400	18,956	-518,124	-96.47%
September 2023		Redwood Amphitheater Upgrade	49,438			0	-49,438	-100.00%
August 2023		Shade Structures Loma/CT	350,000			0	-350,000	-100.00%
August 2023		Modernization Loma-HVAC	2,100,000		30,053	30,053	-2,069,948	-98.57%
September 2024	May Defer	Modernization Loma-Windows	280,000			0	-280,000	-100.00%
September 2024	May Defer	Modernization Loma-Flooring	561,800			0	-561,800	-100.00%
September 2024	May Defer	Modernization CT-Windows	200,000			0	-200,000	-100.00%
		<b>Total Projects Planned 2nd Issuance</b>	<b>5,073,318</b>	<b>54,396</b>	<b>225,952</b>	<b>280,348</b>		
		<b>Net Resources - Expenses</b>	<b>-1,263,378</b>	<b>3,755,544</b>	<b>3,639,013</b>			
		<b>Estimated Budget Overage (Phase 2)</b>	<b>1,263,378</b>				<b>Total Bond:</b>	<b>10,600,000</b>
		<b>Possible Items to Defer to Phase 3</b>	<b>1,041,800</b>				Phase 1	-3,555,164
		<b>Adj Estimated Budget Overage (Phase 2)</b>	<b>221,578</b>				<b>Balance</b>	<b>7,044,836</b>
							Phase 2	-3,919,360
							<b>Balance for P3</b>	<b>3,125,476</b>



## NOTABLE VARIANCES TO BUDGET ESTIMATES

- Several Phase 2 projects are expected to come in under budget:
  - Fire Alarm
  - Playground
  - Shade Structures
- The major cost overrun is the updated estimate for Modernization of the LP-HVAC
  - Originally budgeted for ~ \$1 Million
  - Latest estimate: \$2.1 Million
  - Due to the age of the current heating system (25 years), all existing equipment will need to be replaced
  - New building codes have also added significant costs
- Several projects will be delayed until Phase 3:
  - Modernization of Loma Prieta Windows
  - Modernization of Loma Prieta Flooring
  - Modernization of CT English Windows

## CONCLUDING REMARKS

- There is no evidence that any bond funds were used for expenses not authorized by the voters when they approved Measure R.
- Information provided to the COC shows that expenditures to date were made on projects approved by voters under Measure R.
- The District is in compliance with the requirements of Article XIII A, Section 1(b)(3) of the California Constitution.
- The District has assured the COC that regular Measure R updates will continue to be provided in the Mountain Network News.
- Quarterly unaudited and annual audited financials are and will continue to be posted on the district website ([www.loma.k12.ca.us](http://www.loma.k12.ca.us))
- The Annual Report for fiscal year 2021-22 is being prepared by independent auditors and will be reviewed by the COC when available.



# APPENDIX



## PHASE I EXPENDITURE DETAILS

Facilities Projects	Board Approved Estimates 12/12/18	Total Spent 6/30/21	Estimated Completion
New Buildings: not covered by insurance, including: Larger kitchen and walk-in freezer; energy management, upgraded concrete	\$740,000	\$327,186	Completed
Larger art room in new building	\$195,000	\$195,549	Completed
Air conditioning in new buildings	\$100,000	\$26,866	Completed
Audio visual equipment electrical setup in new buildings	\$10,000	\$4,117	Completed
Security system infrastructure in new building	\$15,000	\$13,798	Completed
Site concrete southwest of new kitchen	\$60,000	\$40,371	Completed
<b>Subtotal new building</b>	<b>\$1,120,000</b>	<b>\$607,886</b>	
Pedestrian bridge certification and entryway improvements	\$300,000	\$338,560	Completed
Refurbish or redrill wells for drinking water and fire suppression	\$200,000	0	State Water Board is paying for this
Firepump replacement	\$200,000	0	Deferred to Phase II
East side gym siding – stucco	\$80,000	\$164,784	Completed
Upgrade the kiln room on east side of gym	\$60,000	\$114,088	Completed
Loma Elementary school playfields grading, irrigation, gopher control, new synthetic track and outside accessible restroom	\$2,000,000	\$2,329,845	Completed
<b>Total Projects 1<sup>st</sup> Issuance Resources</b>	<b>\$3,960,000</b>	<b>\$3,555,164</b>	
<b>Balance Net Resources – Expenses</b>		<b>\$124</b>	