



LA HABRA CITY SCHOOL DISTRICT

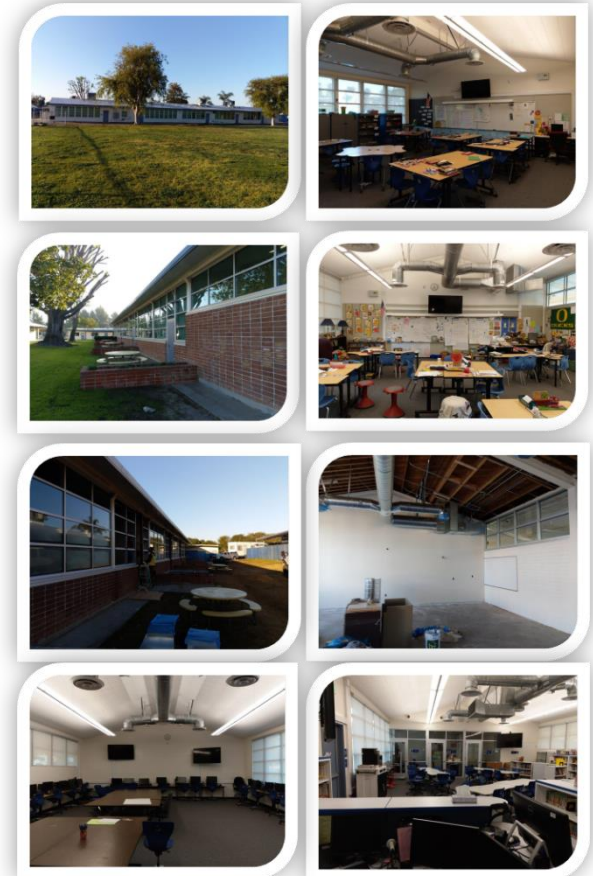
March 19, 2018

Measure “O” Bond Oversight Committee Update

Program Overview

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- Phase I of the program is complete and focused on addressing academy level needs at the grade 6-8 middle schools
- Phase II is underway and focuses on improvements at the grade 3-5 schools, starting with Walnut Elementary School, as well as continued technology efforts
- Improvements underway at Walnut Elementary are a combination of interior classroom and support facilities upgrades and exterior site improvements
- To date, the District has issued approximately \$13.9 million in Measure “O” bonds, leaving approximately \$17 million in remaining authorization



**Walnut Elementary
Improvements**

District Bond Authorizations

La Habra City School District Debt Summary					
Series	Issue Date	Amount Sold	Actual 2015-16 Tax Rate	Actual 2016-17 Tax Rate	Actual 2017-18 Tax Rate
Measure "K" - \$16 Million Authorization					
2000A	September 28, 2000	\$11,046,713	\$14.55	\$16.41	\$16.02
2001A	November 29, 2001	2,267,884	3.41	3.43	3.45
2002A	September 5, 2002	2,684,699	3.34	3.39	3.77
	Total:	\$15,999,295			
Remaining Authorization:		\$0	\$21.30	\$23.23	\$23.24
Measure "O" - \$31 Million Authorization					
2012A	December 27, 2012	\$6,495,425	\$1.74	\$1.57	\$1.55
2015B	March 24, 2015	3,700,000	2.42	2.39	2.44
2017C	March 30, 2017	3,740,000	-	-	3.35
	Total:	\$13,935,425			
Remaining Authorization:		\$17,064,575	\$4.16	\$3.96	\$7.34
TOTAL TAX RATE:			\$25.46	\$27.19	\$30.58

- The Total Tax Rate for all outstanding bonds estimated to voters in 2012 was \$33.00
- The District has the capability to issue additional bonds as the current tax rate is \$30.58

Expenditures Overview

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- As of June 30, 2017, approximately \$11.2 million has been expended for Phase I and Phase II improvements
- Of this amount, approximately \$9.6 million was expended using Measure “O” funds
- Expenditures are presented in two general categories to include interior facilities improvements and exterior campus improvements at the sites
- Deferred maintenance and energy management improvements have been recategorized from Districtwide to Imperial and Washington for reporting purposes to reflect completed improvements during Phase I

Phase I Program Expenditures

(as of June 30, 2017)

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Project	Budget	2012 - 2013	2013 - 2014	2014-2015	2015-2016	2016-2017	Total
Imperial Middle School							
Classroom Improvements/Science Labs/Academy Center	\$1,980,864	\$56,945	\$192,073	\$1,041,408	\$425,216	\$25,734	\$1,741,377
Campus Entry/Safety & Courtyards	\$507,806	\$25,030	\$470,275	\$4,647	\$5,173	\$0	\$505,126
Deferred Maintenance & Energy Management	\$47,149	\$19,350	\$27,799	\$0	\$0	\$0	\$47,149
Total	\$2,535,819	\$101,326	\$690,148	\$1,046,055	\$430,389	\$25,734	\$2,293,652
Washington Middle School							
Classroom Improvements/Academy Center	\$2,278,764	\$41,346	\$240,338	\$1,189,862	\$483,393	\$16,485	\$1,971,424
Campus Entry/Drop-off/Site Outdoor Lighting/Kitchen Lighting	\$235,245	\$13,809	\$158,937	\$0	\$2,434	\$0	\$175,179
Deferred Maintenance & Energy Management	\$47,149	\$19,350	\$27,799	\$0	\$0	\$0	\$47,149
Total	\$2,561,159	\$74,504	\$427,074	\$1,189,862	\$485,827	\$16,485	\$2,193,752
Districtwide							
Technology							
<i>Equipment</i>	\$938,705	\$842,952	\$52,749	\$39,653	\$0	\$0	\$935,354
<i>Wiring</i>	\$77,226	\$0	\$77,226	(\$45,200)	\$0	\$0	\$32,026
<i>Lease payments</i>	\$646,398	\$0	\$328,645	\$317,754	\$0	\$0	\$646,398
Roofing	\$845,089	\$509,039	\$336,050	\$0	\$0	\$0	\$845,089
Total	\$2,507,419	\$1,351,991	\$794,670	\$312,207	\$0	\$0	\$2,458,868
Program Reserve							
Program Reserve	\$382,085						
*GRAND TOTAL	\$7,986,482	\$1,527,821	\$1,911,892	\$2,548,125	\$916,216	\$42,219	\$6,946,273

***Notes:**

1 The budget will be updated on an ongoing basis

2 Total program expenditures include a combination of funding sources:

	2012-13	2013-14	2014-15	2015-16	2016-17	Total
Measure "O"	\$1,123,315	\$1,911,892	\$1,621,719	\$681,561	\$46,880	\$5,385,367
Measure "K"	\$404,507	\$0	\$576,805	\$234,655	\$0	\$1,215,967
Special Reserve Fund 40	\$0	\$0	\$349,600	\$0	(\$4,662)	\$344,938
Total	\$1,527,821	\$1,911,892	\$2,548,125	\$916,216	\$42,219	\$6,946,273

3 Non-program expenditures include a total of \$2,083,492 as follows:

- a. \$578,308 of other non-program related expenses (e.g., cost of issuance, county election costs, and other non-program expenses)
- b. \$1,505,184 income and expenditure posting for technology

Phase II Program Expenditures (as of June 30, 2017)

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Project	Budget	2014-2015	2015-2016	2016-2017	Total
Walnut Elementary School					
Classroom Improvements/21st Century FF&E	\$5,776,182	\$15,656	\$624,326	\$3,180,862	\$3,820,844
Site Improvements and Upgrades/Remediate Lunch Area	\$405,637	\$14,236	\$391,401	\$0	\$405,637
Walnut Elementary School Total	\$6,181,818	\$29,892	\$1,015,727	\$3,180,862	\$4,226,480
Program Reserve					
Program Reserve	\$618,182				
*GRAND TOTAL	\$6,800,000	\$29,892	\$1,015,727	\$3,180,862	\$4,226,480

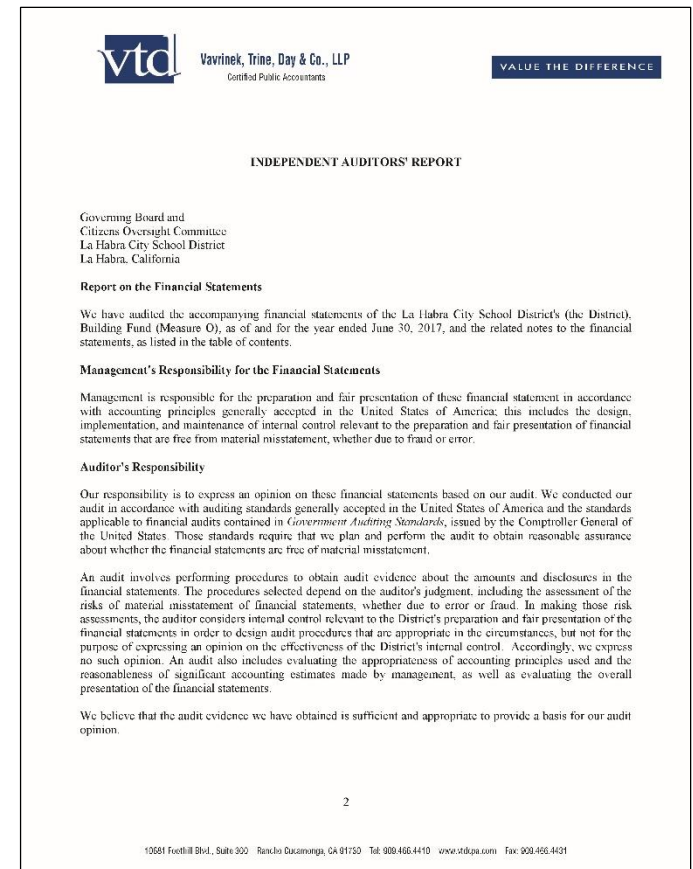
***Notes:**

- 1 The budget will be updated on an ongoing basis
- 2 The above report excludes a total of \$565,324 of other non-program related expenses (e.g., cost of issuance, and other non-program districtwide expenses)

FY16-17 Financial & Performance Audit

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- Measure “O” funds are audited annually by an independent accounting firm
- A Financial and Performance Audit was prepared by the independent accounting firm, Vavrinek, Trine, Day & Co., LLP
- Key findings of the firm’s audit reports include:
 - ✓ The report disclosed no instances of noncompliance or other matters that are required to be reported regarding the Measure “O” Building Bond Fund
 - ✓ The results of the firm’s tests indicate that, in all significant respects, the District has properly accounted for the expenditures held in the Measure “O” Building Fund and that such expenditures were made for authorized bond projects



Annual Report to the Community

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- A draft Annual Report to the community has been prepared for the Committee's review and approval that includes:
 - A summary of the Measure "O" bond and its issuance status, and reference to Committee website
 - A program status report and review of accomplishments
 - A summary of the conclusions provided in the Financial and Performance audits
 - A report on expenditures through Fiscal Year 2016-17
- Upon the Committee's approval, the Annual Report should be presented to the District's Board in April 2018 by a representative of the Committee and made available to the public

La Habra City School District March 2018

Measure "O"

Citizens' Oversight Committee

Annual Report to the Community



Walnut Elementary School Typical Classroom (Left) and Media Center (Right)

The Measure "O" Citizens' Oversight Committee (Committee) is pleased to report the status of the La Habra City School District's (District) facilities program. Measure "O" is a \$31 million General Obligation Bond approved by voters in November 2012. To date, the District has issued approximately \$13.9 million in Measure "O" bonds, leaving approximately \$17 million in remaining authorization.

The District's adopted facilities program provides specific parameters for the implementation of projects that are phased over time. Phase I of the plan is complete and focused on addressing academy level needs at the 6-8 middle schools. Key accomplishments included the modernization of academy and science classrooms at Washington and Imperial Middle Schools, distribution of over 2,000 iPads to students and teachers, electronic marquees and courtyard safety improvements at Washington and Imperial Middle Schools, and roofing repairs/replacements at five school sites. Phase II is underway and focuses on improvements at the grade 3-5 schools, starting with Walnut Elementary School, as well as continued technology efforts.

All projects are consistent with the project list provided to voters by the District's Board of Education. The Committee continues to meet to review progress and expenditures to ensure all funds have been spent as promised to voters.

This report shares program progress and financial information. We thank the La Habra community for their support and hope that the community will find this report informative.


Sincerely,
Measure "O" Citizens' Oversight Committee

Measure "O" Citizens' Oversight Committee

- Peter Cruz
- Taxpayer's Association Member
- Linda Gonzales
- Parent Representative Member
- Anita Lomeli
- Parent Representative Member
- Jay Seidel
- PTA, PTSA, School Site Council Parent Representative Member
- Vincent Sinohui
- Business Organization Member
- Vacant
- Community-at-Large Member
- Vacant
- Senior Citizens' Organization Member
- Application for vacant positions currently available at:
www.lahabrameasureo.org

La Habra City School District

- Dr. Joanne Culverhouse
- Superintendent
- Board of Education
- Ida MacMurray, President
- Cynthia Aguirre, Clerk/Vice President
- Sandi Baltes, Member
- Ofelia Hanson, Member
- John A. Dobson, Member



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The Look Ahead.....What's Next?

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- Committee to present Annual Report to the Board in April 2018
- Work to continue at Walnut Elementary School
- The Committee will meet again in October 2018 to review progress and financial activity for Fiscal Year 2017-18