

CAJON VALLEY UNION SCHOOL DISTRICT BOND PROGRAM

9TH ANNUAL REPORT OF THE CITIZENS' OVERSIGHT COMMITTEE

DECEMBER 31, 2017

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Meetings are open to the public. Check the website for meeting times, agendas, and minutes.

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Dear Community Members:

The Citizens' Oversight Committee (COC) is pleased to present its 9th Annual Report to the Community. The COC is an independent committee appointed to inform the public concerning the Cajon Valley Union School District's bond programs. This report provides an overview of the current bond programs, project status information, and audit summary.

The District has used capital improvement bonds to build and renovate school facilities, improve learning environments for the students of Cajon Valley, and to decrease ongoing maintenance and energy costs for the benefit of taxpayers.

Short-term (3-year) technology bonds have been used to increase student access to computers and to maintain and upgrade educational technology to prepare Cajon Valley students for successful futures.

The annual financial and performance audit was completed by the independent Certified Public Accounting firm of Wilkinson Hadley King & Co., LLP. As in all past years, the audit results were favorable with no instances of non-compliance.

Please read further for additional information. To stay updated throughout the year, please visit the COC's Bond Program website by going to www.cajonvalley.net and clicking on the "Bond Program" link.

Sincerely,

Deanne Markle

Chair, CVUSD Citizens' Oversight Committee

2017 PROJECT HIGHLIGHTS



Magnolia Elementary School: The Magnolia project includes a new classroom building and renovations throughout the campus. The new building includes: 8 classrooms; 2 staff restrooms; and 2 office/small group instruction spaces. The renovations include: multipurpose building remodeling; kitchen expansion; creation of additional small group instruction spaces and a library/maker space; classroom and playground renovations; and the removal of portable classroom buildings.



RANCHO SAN DIEGO



VISTA GRANDE

Rancho San Diego and Vista Grande Elementary School Remodeling/Campus Security: Rancho San Diego and Vista Grande Elementary Schools were remodeled in order to move the school offices to the front of the campuses for improved security.

Energy Efficiency and Renewable Energy

After first reducing energy through lighting retrofits, heating ventilation and air conditioning (HVAC) replacements, and window replacements using Prop C Bonds and Proposition 39 Energy Efficiency Funding, the District began a District-wide (25-site) solar/photovoltaic installation project funded through energy savings and Clean Renewable Energy Bonds.

Classroom Technology (Prop EE)

Short-term (3-year), Proposition EE bonds were used for student and teacher computers, classroom projectors, and document cameras in support of the District's 1:1 technology initiative.

COMPLETED PROJECTS

Cajon Valley Middle School Rebuilding Project: Construction of the final new building was completed in August 2011. This project, which completes the rebuilding of the entire school campus, consists of 20 classrooms, a library, and serving kitchen.

Clock Systems: New Clock Systems were installed at Anza, Chase, Fuerte, Hall, Johnson, Madison, Magnolia, Meridian, and Naranja Elementary Schools, as well as, Emerald and Greenfield Middle Schools, and EJE Charter Academy.

Electrical Upgrades: Electrical upgrade projects were completed over the Summer 2010 at Chase Elementary, Madison Elementary and Emerald Middle School.

Fencing Projects: Fencing enhancements were completed at all schools to improve security.

Heating Ventilation & Air Conditioning Replacements: The HVAC replacements were completed each summer at the following sites: Anza, Chase, Crest, Madison, Meridian and Naranja in 2010; Emerald, Flying Hills, Fuerte, Johnson, Magnolia, and Rancho San Diego in 2011; EJE/Cuyamaca in 2012; Vista Grande in 2013; Bostonia and Montgomery in 2016; and Hillsdale in 2017.

Lighting Retrofits: Energy efficient lighting was installed at all sites.

Lexington Elementary School — Rebuilding: This new school was constructed adjacent to the original (60-year old) school on the existing 9 acre campus. The original school buildings served as interim housing during construction, and were demolished when the new facility was completed in summer 2015.



Minor Renovations: Minor Renovations were completed at Bostonia, Chase, Flying Hills, Fuerte, Hall, Johnson, Madison, Magnolia, Naranja, and Rios Elementary Schools, as well as Hillsdale Middle School and Sevvick Preschool. The renovations were primarily remodeling/reconfigurations to increase security.

Modernization — Rancho San Diego: The Rancho San Diego Modernization project was completed in September 2012. This project included renovation of the existing campus, as well as replacement of three portable classroom buildings with new steel/wood-framed modular classrooms, including restrooms. Additional remodeling to move the office to the front of the campus, for improved security, was completed in the summer of 2017.

Modernization — Vista Grande: The Vista Grande modernization project, which included renovation of the existing campus, as well as replacement of four portable classroom buildings with new steel/wood-framed modular classrooms, was substantially completed over the summer of 2012. New porticos and accessible parking improvements were completed over winter break of 2012/2013. Additional remodeling to move the office to the front of the campus, for improved security, was completed in the summer of 2017.

Multipurpose Building Expansion — Flying Hills Elementary School: A 1162 sq. ft. addition was added to the multipurpose building, as well as, a 1162 sq. ft. basement below for storage of props and costumes. Construction began in October 2009 and was completed in April 2010.

New Gymnasium / Multipurpose Building (Greenfield Middle School): This project, which includes: a gymnasium; locker rooms; theater; music/band room; serving kitchen; school offices; and six classrooms, was completed April 2013.

New Gymnasium & Renovation (Montgomery Middle School): The Montgomery Middle School project includes: a new gymnasium/multipurpose building; swimming pool, tennis court, and locker room renovations; painting; reroofing; new classroom skylights; and landscape/ hardscape improvements. The project was completed in the summer/fall 2015.



Parking Lot Upgrades: Parking lot upgrades were completed at Avocado and WD Hall Elementary Schools in 2013.



Playground Upgrades: New playground equipment was installed at Anza, Meridian, Naranja, and W.D. Hall Elementary Schools in summer 2009. Blossom Valley Elementary School playground upgrades were completed in summer 2010.

Additionally, new playground equipment was installed at Lexington and Magnolia elementary schools as part of the new construction projects at those sites.

Security Cameras: Security cameras were installed at Anza, Avocado, Bostonia, Flying Hills, Hall, Johnson, Madison, and Naranja Elementary Schools and Cajon Valley, Emerald, Greenfield, Hillsdale, and Montgomery Middle Schools from 2009 through 2017.

Technology (Infrastructure): Technology infrastructure upgrades have been completed at all schools. The upgrades include: cabling; data storage and management system; IDF (Intermediate Distribution Frame) and MDF (Main Distribution Frame) equipment room modifications; campus-wide wireless access; infrastructure for Internet-accessible projectors; and Voice Over Internet Protocol (VoIP) phone systems.

Technology (Educational Technology): Short-term bonds were used to fund a portion of the cost for educational technology devices for the District-wide 1:1 initiative.

Waterline Project: A new waterline was installed at Meridian Elementary in Spring 2008.

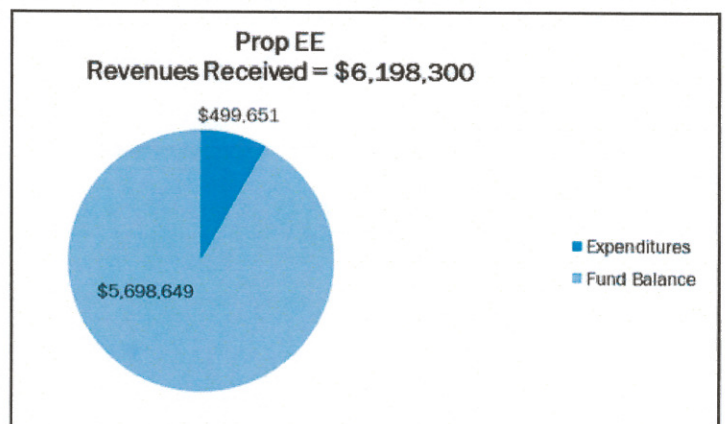
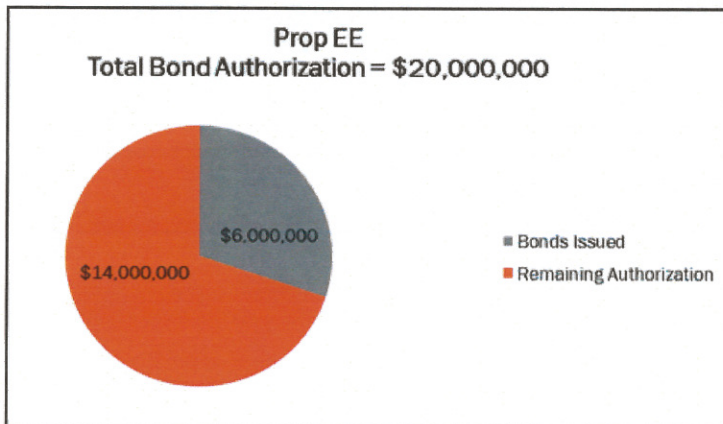
FINANCIAL INFORMATION

FINANCIAL AND PERFORMANCE AUDIT SUMMARY: The bond financial and performance audit for the period ending June 30, 2017 was completed by the independent certified public accounting firm of Wilkinson Hadley King & Co., LLP. The report concluded that the District complied, in all material respects, with all compliance requirements. For a copy of the complete audit report visit www.cajonvalley.net and click on the “Bond Program” link.

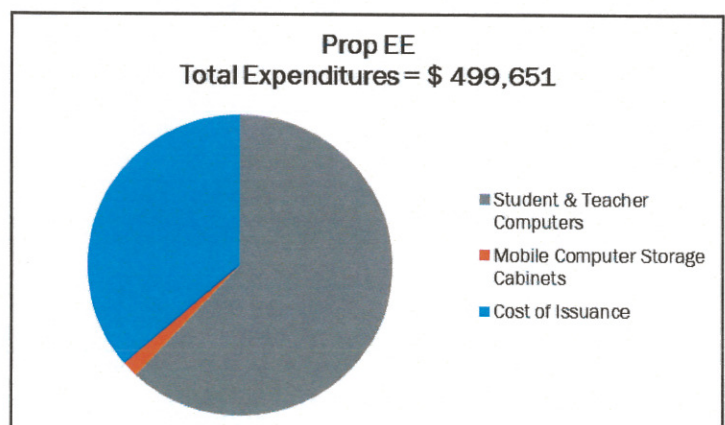
EDUCATIONAL TECHNOLOGY BONDS — PROPOSITION EE

(Short-term Bonds Structured with a 3-year payback for Educational Technology)

Budget Overview 7/1/2016 - 6/30/2017 – PROPOSITION EE					
	Bond Authorization	Revenues	Expenditures	Fund Balance	
Total Bonds Authorized	\$ 20,000,000				
Prop EE Bonds Issued to Date	\$ (6,000,000)	\$ 6,000,000			
Interest Earned		\$ 16,650			
Cost of Issuance		\$ 181,650	\$ 181,650		
Bond Program Expenditures			\$ 318,001		
Totals as of 6/30/17:	\$ 14,000,000	\$ 6,198,300	\$ 499,651	\$ 5,698,649	



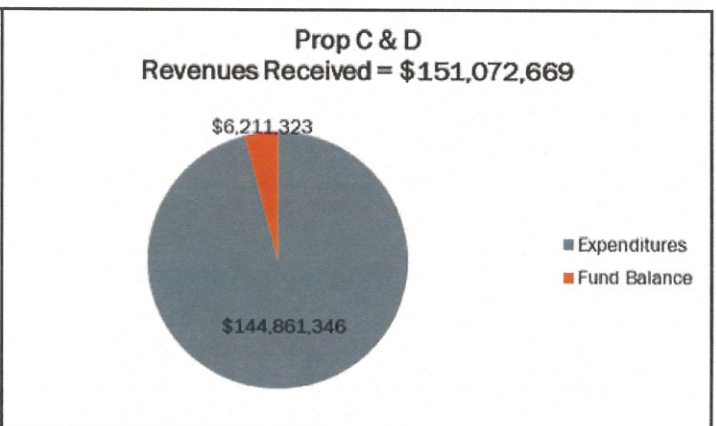
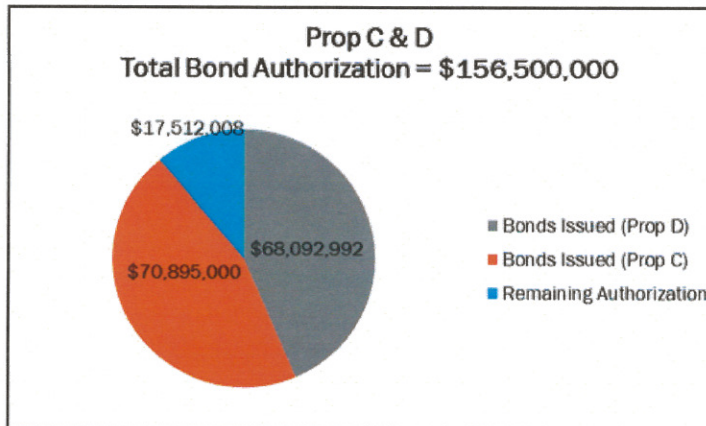
Expenditure Detail	
Student & Teacher Computers	309,383
Mobile Computer Storage Cabinets	8,618
Cost of Issuance	181,650
Total Expenditures	499,651



FINANCIAL INFORMATION (continued)

CAPITAL IMPROVEMENT/SCHOOL CONSTRUCTION BONDS — PROPOSITIONS D & C

Budget Overview 7/1/2008 - 6/30/2017 PROPOSITIONS D & C				
	Bond Authorization	Revenues	Expenditures	Fund Balance
Total Bonds Authorized	\$ 156,500,000			
Bond D Issued to Date	\$ (68,092,992)	\$ 68,092,992		
Bond C Issued to Date	\$ (70,895,000)	\$ 70,895,000		
QSCB Funding		\$ 4,551,940		
Interest Earned		\$ 1,871,297		
E-Rate		\$ 727,656		
Developer Fee Contribution		\$ 777,265		
County Grant		\$ 228,057		
Deferred Maintenance		\$ 200,000		
Prop 39-Energy Efficiency		\$ 3,728,462		
Bond Program Expenditures			\$ 144,861,346	
Totals as of 6/30/17:	\$ 17,512,008	\$ 151,072,669	\$ 144,861,346	\$ 6,211,323



Expenditure Detail	
Main Construction	\$ 93,975,872
Other Construction Costs	\$ 21,508,256
Architect Fees	\$ 8,389,067
Equipment	\$ 9,256,132
Construction Tests	\$ 1,344,395
Program Management	\$ 2,830,273
Planning Cost	\$ 1,772,727
Inspections	\$ 1,172,097
DSA Fees	\$ 671,263
Site Improvements	\$ 1,908,649
Preliminary Tests	\$ 222,900
Technology Devices (3-yr Bonds)	\$ 1,800,000
Library Books for Major Expansion	\$ 9,717
Total Expenditures	\$ 144,861,347

