



Student Centers

Several campuses in the East Side Union High School District will reap the benefits from the construction of new Student Centers during the 2017-2018 fiscal years. **Mt. Pleasant, Foothill, James Lick, Oak Grove, and Yerba Buena** high schools have all begun construction on new Student Centers designed to introduce an interactive, communal environment that encourages students to engage in campus life during and after school hours.

Building 900, Student Center & Quad Modernization at Mt. Pleasant High School The new modular, contemporary design converts the former Library into a shared space. The new Student Center offers ample room for varied functions such as student assemblies, activities and presentations. It is nestled on all four sides by landscapes and hardscapes with ramps and staircases for easy access. The retractable sides of the building allow the indoors and outdoors to meet. Projected completion: June 2018.

Building F, Hooper Hall & Quad Modernization at Foothill High School The new, modernized hall is multifaceted and offers a place for students and staff to gather for varied activities. Hooper Hall includes a state of the art video wall and sound system, with the technical capabilities to deliver a superb presentation. In addition to serving the needs of the school, this added technology, may serve to facilitate community meetings and gatherings. Project Completed in April 2018.

Building 900 Student Center & Quad Modernization at James Lick High School is the latest school to transform into a New Tech High School. The new student center must be as innovative as the students and teachers it will serve. The center will be a solution for the varied needs of faculty and student body by supporting student activities, presentations and informal gatherings, staged events, dining and meeting rooms. The indoor/outdoor collaboration provides a seamless, unobstructed flow of space. Projected completion: October 2018.

Building A, 2nd Floor Student Center & Quads Modernization at Oak Grove High School The design of the new Student Center aligns with the educational plan and goals of Oak Grove, in support of the schools science programs by incorporating hands-on environmental opportunities into the landscape. Teachers and students will use the courtyard micro-ecosystem as an evolving laboratory for their academic disciplines. Construction begins with a conversion of the second floor of building A, and includes the addition of two external staircases for easier access. Projected completion: September 2018.

Building 100, Student Union & Quad Modernization at Yerba Buena High School An all-inclusive facility that unites the administration and student body together under one roof. The interior design showcases eye catching elements from ceiling to floor, including opulent ceiling fixtures and a high tech video wall. The space includes a modern dining area, which may transform into space to hold student assemblies and fun-pctions; in addition to academic space that supports project-based learning; staff and administrative offices; as well as a micro-fitness center for student use. Project completed: June 2018.

CHAIR QUOTE

The East Side Union High School District bond program continues to succeed through its excellent management, dedicated staff and stellar results. This year the CBOC is proud to present a report that highlights a bond program that is healthy, strategic and innovative. With the district's strong stewardship of bond resources the community should be confident their investment will continue to enhance the learning and enable the achievement of its students well into the future.

- Vince Tran,
Citizens' Bond Oversight Committee Chair

About Measure G, E, I, Technology I and Z

MEASURE G BACKGROUND

In March 2002, the community passed Measure G, a \$298 million dollar bond to repair, build and equip facilities at East Side Union High School District schools, in order to “provide greater security and safety, relieve overcrowding, and improve technology.” Funds from Measure G are used for critical basic improvements at all of the District’s schools including new classrooms, health and safety improvements and upgrades to school facilities, and athletic fields and facilities.

MEASURE E BACKGROUND

In February 2008, the community passed Measure E, a \$349 million School Facilities Improvement Bond. Building upon the success and momentum from Measure G, the District moved quickly to address the most immediate needs at each campus. Funding for Measure E projects can be used to improve computer/science labs, provide greater safety and security, repair, equip, construct, and acquire classrooms and facilities at East Side schools and District adult, alternative, and charter schools, and acquire property for new schools. Due to the decrease in property values, the District previously issued \$270,026,088.23 of Measure E Bonds, which left an unissued value of \$78,970,000. Within recent years, the recovery of the economy, and property values increasing in the District, the remaining authorization was sold in March 2017 through competitive public bidding.

MEASURE I BACKGROUND

In November 2012, the community passed Measure I, a \$120 million bond to continue the improvement of school facilities at East Side schools, including the improvement projects currently underway through Measure G and E. Funds from Measure I will be used to continue to upgrade technology, improve security and safety, and repair, equip and construct classrooms and facilities at District high schools, adult, alternative, and charter schools.

TECHNOLOGY MEASURE I BACKGROUND

In November 2014, the community passed Technology Measure I, a \$113.2 million technology bond designed to help East Side students keep pace with today’s rapidly changing educational technology by providing a replenished source of funding for new technology every three to four years for the next two decades. The 2014 Measure I is a completely new bond from 2012 Measure I - the 2014 Measure I is related only to Technology. Measure I will provide classrooms with up-to-date computers and educational technology along with increased student access to computers by installing secure district-wide internet access. It will also allow the District to meet the statewide technology requirements for testing and learning, while incorporating the latest 21st century innovations.

MEASURE Z BACKGROUND

In November 2016, voters approved Measure Z, a \$510 million dollar school facilities improvement bond. Measure Z is designed as a general obligation Flex-Bond, meaning that the measure provides funding to continue the improvements and rehabilitation of East Side high schools and alternative, adult and District charter schools. Unlike typical bonds that are often repaid over 30 years, Flex-Bonds are issued as a series of short-term, low interest loans designed to match the District’s construction funding needs. The measure authorizes improvements including, but not limited to, improving and constructing science, technology and engineering classrooms; removing hazardous materials from classrooms and schools; upgrading fire/security systems for increased student safety; improving disabled (ADA) accessibility; replacing portable classrooms; replacing deteriorating roofs and fixing leaky plumbing.

EAST SIDE UNION HIGH SCHOOL DISTRICT FACILITIES	
School	Year Built
James Lick	1950
Andrew P. Hill	1956
W.C. Overfelt	1962
Mt. Pleasant	1965
Piedmont Hills	1965
Oak Grove	1967
Silver Creek	1969
Yerba Buena	1971
Foothill	1972
Santa Teresa	1974
Independence	1976
Adult Ed Independence	1988
Evergreen Valley	2001
Adult Ed Overfelt	2013
Calero	2013

CBOC Roles & Activities

MONITORING BOND FUND EXPENDITURES

As required by Education Code Section 15278, the District appointed a committee of local residents, whose main charge is to inform the public about how the bond dollars are being spent. The committee actively reviews and reports on the expenditure of taxpayer’s money for school construction to ensure that bond funds are spent in accordance with the provisions of the bond. During the 2016/2017 year, the Committee was comprised of 12 appointed members, including a chairperson and a vice chairperson. District and program management staff provide technical and administrative assistance to the committee.

Citizens’ Bond Oversight Committee Members for the Fiscal Year July 1, 2016 - June 30, 2017

Chair	Ms. Mariel Caballero - At Large Member
Vice Chair	Mr. Vince Tran - At Large Member
Member	Mr. Bud LoMonaco - Business Organization Member
Member	Mr. Ramon Martinez - Senior Citizen Organization Member
Member	Ms. Maria Evans - Bona Fide Taxpayer Association Member
Member	Mr. Brad Geldert - Parent of ESUHSD Student Member
Member	Mr. Rajesh Godbole - Parent of ESUHSD Student
Member	Mr. Derek Grasty - At Large Member
Member	Mr. Rao Tallapragada - Parent of ESUHSD Student
Member	Mr. Louis Barocio - At Large Member
Member	Dr. Barry Schimmel - At Large Member
Member	Mr. Vikas Navani - Parent/Active in Parent-Teacher Organization Member

CITIZENS’ BOND OVERSIGHT COMMITTEE ACTIVITIES

The committee convened and participated in a number of key activities central to their main charge, such as preparing the Annual Report, reviewing program expenditures and annual audits, and visiting project sites to observe construction progress. The CBOC met on four occasions during the 2016/2017 fiscal year. Proceedings of these meetings included:

- Appointment and Election of Chair/Vice-Chair
- Review of Financial and Performance Audit
- Review of Committee Bylaws
- Review of Roles and Responsibilities
- Review of Ballot Languages for Bond Measures
- Review of Brown Act Requirements
- Review of Proposition 39
- Review of Solicitation and Appointment Process
- Review of Community Outreach Efforts
- Review of Program Management Fees
- Review of District Organizational Changes
- Review of Bond Issuance Process
- Review of Vendor List
- Review of Overhead
- Review of Project Status Reports
- Review of Program Schedule
- Review of Expenditure Reports
- Site tours of Bond Projects at [Foothill](#), [Independence](#), [Piedmont Hills](#), and [W.C. Overfelt](#)

Building a Better Community

BOND PROJECTS IN CONSTRUCTION

James Lick High School

- Modernization of Building 900 and adjacent quad to create new Student Center and outdoor learning area
- Improvements to storm drain and sanitary sewer systems in select areas on campus



Oak Grove High School

- Conversion of the second floor of building A into a new Student Center, addition of two exterior stairs
- Modernization of Quads to renovate landscape and paved areas and replace underground infrastructure



Piedmont Hills High School

- Construction of new classroom buildings D1 and D2
- Improvements to various underground utilities and infrastructure on campus including, but not limited to upgrades to storm sewer and irrigation system

Yerba Buena High School

- Modernization of Building 100 and adjacent quad to create new Student Union and outdoor learning area
- Improvements to irrigation, storm drain and sanitary sewer systems in select areas



BOND PROJECTS IN PLANNING/DESIGN

W.C. Overfelt High School

- Construction of new Music, Art, and Administration Building and modernization of central quad area

Districtwide Projects (multiple campuses)

- Exterior painting of select buildings at Andrew P. Hill, Evergreen Valley, and Yerba Buena. Exterior painting was completed at Independence in the Summer of 2017.
- Scheduled replacement of synthetic turf fields at Andrew P. Hill, James Lick, Oak Grove, Piedmont Hills, Santa Teresa and Yerba Buena. Synthetic Turf was first installed at East Side High Schools athletic fields during the summer of 2011 and 2012. New synthetic turf will be installed on a section of Foothill HS.
- Replace and repair hardscape in select areas at Andrew Hill, Santa Teresa and Yerba Buena to improve access and exterior activity areas, such as play courts.
- Replace and repair walkways in select areas at Andrew Hill, Independence, and Yerba Buena to improve pedestrian circulation.

Building a Better Community

Update on Technology Initiatives Funded by the Bond Measures

2018 has been a year of achievement for the initiatives funded by the Bond Measures. East Side Union High School District’s Information Technology (IT) Division is primarily responsible for the planning and execution of these initiatives. As has been in the case in previous years, IT staff continues to improve service to students and staff by providing technical support, staff training, and efficient distribution of new equipment and software. IT added an additional 165 chromebook (laptop) carts and 220 projection systems for classrooms, and provided updates to software and Operating Systems for all systems district wide. There are now 23,000 devices in service in the district. A refresh of the first chromebooks purchased 4 years ago will be refreshed this summer and IT staff will continue to refresh each year.

The Community Wireless Program, a bond-funded initiative to expand East Side’s wireless network to the neighborhoods surrounding our schools, was completed for the James Lick Neighborhood. **“‘Access East Side’ has already become a normal part of our life, a commodity that ‘just works’,” shared James David Porter, Lick Principal.** The IT Division was also successful in securing a grant from Sprint which provided cellphones and data plans to qualifying East Side students who lacked access at home. Valued at almost \$2 million dollars, this accelerated our goal of providing internet access to all students who needed it and did not have it across our district. The Community Wireless Program will continue with the neighborhoods surrounding Yerba Buena and W.C. Overfelt.

This year, staff completed an automated backup system for all systems, continued use of Microsoft Office, Google Suite Applications, Adobe Suite, Infinite Campus, School Loop, Illuminate and a variety of subject area software programs, and site specific teaching and administrative aids. Additionally, students will continue to have a comprehensive library access solution that provides an array of current periodicals and books vastly expanding our library’s offerings via the internet. Staff has begun the replacement of switches and routers to improve backbone and internet connections from 10gb to 40gb. Management and security features have been enlisted to manage our average of 50,000 unique connections daily. This year has been outstanding and we continue to benefit from a great team, resources and a vision for providing the best opportunities for learning with technology for teachers and students.



Bond Funding for Charter Schools

On June 27, 2013, the Board of Trustees, approved a Measure I Equity Distribution List that allocated Measure I funds to District approved charters to fulfill the Measure E commitments. Bond funds can only be used to improve District buildings and properties and/or to provide appropriate equipment and technology.

Recently completed Charter School projects include the modernizations of Building G, H, K, and L located on the Independence High School campus. Buildings G and H are now occupied by ACE Charter School. Buildings K and L provide space for Downtown College Prep. In August 2017, the refurbishment of the facilities occupied by Luis Valdez Leadership Academy at Yerba Buena’s campus was completed. This project provided new modular classrooms, asphalt paving, infrastructure improvements and new fencing.

Building a Better Community

COMPLETED PROJECTS FUNDED BY BOND MEASURES

Andrew P. Hill

- Field Upgrades
- Gym Bleachers Replacement
- Kitchen Equipment Upgrades
- Track Resurfacing
- New Classroom Building 100
- Title IX Modernization of Locker Rooms, New Dugout and Fencing for Softball Field
- New Weight Room Equipment and Upgrades
- New Foul Ball Net for Baseball Field
- Improvements to Irrigation, Storm Drain and Sanitary Sewer Systems
- Energy Efficient Exterior and Interior Lighting Retrofits
- Replacement of Aged Roofs and Mechanical, Electrical and Controls Equipment
- [Modernization of Central Courtyard](#)

Calero

- Modernization of Entire School
- Solar Photovoltaic Facilities in Parking Lot

Districtwide (all campuses)

- New Cameras and supporting Infrastructure for New Districtwide Security Camera System
- New Technology Equipment: Chromebooks, Projection Devices, Software and Services
- Wireless Network System Upgrades and Expansion
- [Modernization of Fire Alarm System and Components](#)

Evergreen Valley

- Baseball and Softball Dugout Improvements
- New Physical Ed Teaching Stations
- New Kiln Room
- Widening of Walkways & Landscaping
- Tennis and Basketball Courts Resurfacing
- Installation of New Locks on Doors
- Life Skills Lab Room Improvements
- Refurbishment of Portable Classrooms P1 - P12
- Restroom Renovations in Buildings A, B, P, & E
- Replacement of Aged Roofs
- Replacement of Energy Management System Digital Controls and Cabling, Fire Smoke Dampers Campuswide, and HVAC Units in Gymnasiums
- Energy Efficient Exterior and Interior Lighting Retrofits
- Refurbishment of Science Classrooms and Prep Rooms (safety equipment/furniture upgrades)

Foothill

- Modernization of Buildings B, C & E
- Construction of Student Study Area in Library
- Energy Efficient Exterior and Interior Lighting Retrofits

Foothill (continued)

- Replacement of Aged Roofs
- [Modernization of Building F Hooper Hall and Quad](#)
- [Infrastructure upgrades](#)

Independence

- Field Upgrades
- Kitchen Equipment Upgrades
- Turf Field Installation and Track Resurfacing
- Swimming Pool Modernization
- Modernization of Buildings N1 & N2
- Title IX Field Improvements and Locker Rooms Mod
- Gym Sound System Replacement
- Performing Arts Center Building F Modernization
- Visual Arts Building B Modernization
- Exterior Lighting upgrades, Asphalt Improvements, Storm Drain Upgrades, and Exterior Painting
- Energy Efficient Exterior Lighting Retrofits
- [Modernization of Buildings G, H, and L](#)
- [Modernization of Pegasus High School](#)

James Lick

- Modernization of Building 1300 Studio
- Modernization of Restrooms in Building 200/300/900
- New Child Development Center
- New Fire Service Center
- Modernization of Student Services Building
- Interior Flooring, Asphalt, Kitchen Equipment Upgrades
- Track Resurfacing and Practice Field Improvements
- New Stadium Lighting
- New Classroom Building 500
- Title IX New Softball Field and Scoreboard
- Gym, Bleachers and Locker Rooms Modernization
- Buildings 200, 300 Integration of Classrooms
- Upgrades to Street Lighting on White Road
- Swimming Pool Modernization
- Replacement of Aged Roofs

Mt. Pleasant

- Stadium Fence Painting, Exterior Painting
- Practice Field Renovation
- Turf Field Installation and Track Resurfacing
- Title IX Field Improvements and New Dugout
- Modernization of 200, 300, 600, 700 and 800 Classroom Buildings
- New Weight Room Equipment
- New Classroom / Multipurpose Building
- Title IX Mod of Gym, Bleachers, and Locker Rooms
- Alternative Education Mini Campus Improvements
- Energy Efficient Exterior Lighting Retrofits
- Swimming Pool Modernization
- Replacement of Aged Roofs
- [New Student Center and Quad Modernization](#)

Building a Better Community

COMPLETED PROJECTS FUNDED BY BOND MEASURES

Oak Grove

- Asphalt Repair, Exterior Painting, Kitchen Equipment Upgrades
- Gym Floor Replacement
- Track Resurfacing
- Theater Building I Modernization
- Classroom Building U Modernization
- Modernization of Building D
- Title IX Modernization of Locker Rooms and New Bleachers, New Dugouts and Scoreboard
- Alternative Education Mini Campus Improvements
- Energy Efficient Exterior Lighting Retrofits
- New Security Fencing
- [H1/H2 Restrooms Modernization](#)

Overfelt Adult Center

- Construction of new Adult Center
- [Solar Photovoltaic facilities in Parking Lot](#)

Piedmont Hills

- Asphalt Repair, Exterior Painting, Additional Lighting, Kitchen Equipment Upgrades
- Track Resurfacing, Title IX Field Improvements
- Gym Bleachers and Gym Floor Replacement
- New Small Gymnasium
- Swimming Pool Modernization
- Replacement of Aged Roofs and Mechanical, Electrical and Controls Equipment

Phoenix

- New Science Classroom and Restroom Building
- Creation of New Student Courtyard

Santa Teresa

- Interior Flooring, Additional Campus Lighting, Asphalt Repair, Exterior Painting
- Gym Bleachers and Gym Floor Replacement
- Kitchen Equipment Upgrades
- Title IX Modernization of Locker Rooms
- Modernization of Classroom Building 200, Counseling Space in Building 100
- Modernization of Restrooms in 4 Buildings
- Construction of new Multipurpose Building
- New Stadium Lighting and Electrical Switchgear
- Replacement of Aged Roofs and HVAC Unit
- New Stadium Concession Building
- Multipurpose Building Flooring/Acoustics Upgrades
- Sound System Upgrade in Theater
- Swimming Pool Modernization
- Replacement of Aged Roofs

Santa Teresa (continued)

- Landscape, Hardscape, Infrastructure Upgrades
- [Entryway Improvements and Safety Measures Upgrade at Student Parking Lot](#)

Silver Creek

- New Stadium Lighting
- Interior Flooring , Additional Campus Lighting, Asphalt Repair, Kitchen Equipment Upgrades
- Field Upgrades, Title IX New Dugouts, Locker Room Mod
- Gym Bleachers Replacement
- Turf Field Installation and Track Resurfacing
- Construction of new Multipurpose Building
- Modernization of Student/Staff Restrooms
- Paving, Fencing & Site Improvement
- New Stadium Concession Building
- Swimming Pool Modernization
- Landscape and Hardscape Upgrades in Quad
- Irrigation, Storm Drain and Sanitary Sewer Systems Improvements
- [Modernization of Building N Physical Fitness Center](#)

W.C. Overfelt

- Asphalt Repair, Exterior Painting, Kitchen Upgrades
- Turf Field Installation and Track Resurfacing
- Modernization of Buildings D; Buildings C & E
- Title IX Modernization of Locker Rooms
- New Shade Canopy for Child Care Center Play Yard
- Stadium Drinking Fountain Replacement
- Mini-campus Improvements for Charter School
- Renovation of Baseball Complex East
- Modernization of Building L
- Energy Efficient Exterior Lighting Retrofits
- Swimming Pool Modernization
- Replacement of Aged Roofs
- Improvements to exterior lighting, sanitary sewer system and irrigation system in select areas on campus

Yerba Buena

- Asphalt Repair, Additional Campus Lighting, Kitchen Equipment Upgrades
- Children's Center Exterior Painting
- Gym Floor Replacement, Track Resurfacing
- [Building 100, Student Union & Quad Modernization](#)
- Title IX Modernization of Locker Rooms and Gym
- Paving, Fencing & Site Improvement
- Energy Efficient Exterior Lighting Retrofits
- Swimming Pool Modernization
- Replacement of Aged Roofs
- [New Concession/Restroom Building at Athletic Fields](#)

Signifies projects that have been completed since last Annual Report was published in August 2017

Saving Taxpayer Dollars

How to Get Involved with Bond Process

The East Side Union High School District Citizen's Bond Oversight Committee (CBOC) at times receives inquiries from the community about how decisions are made to allocate bond funds to district projects. Community members are often interested in better understanding the decision-making process and may want to learn how they may be able to participate in the process itself.

The initial allocation of bond funds is distributed to district campuses based on several criteria including the age of the school and its facilities along with the school's student demographics. This formula was developed by the district and approved by the Board of Trustees to ensure equal and fair access to bond funds based on the individual needs of each campus. The formula is regularly reviewed with the passage of each new bond measure and is updated according to the changing demographics of the district and its schools.

Most importantly decisions on what projects are selected at each campus begin with the school site councils. Parents and community members are encouraged to actively engage in the conversation as the strategic plans are developed on how best to prioritize modernization initiatives at each school. School site councils are the critical first-step in the process to project selection and the district continues to seek stakeholder input in order to best understand the evolving needs and preferences of a campus and its surrounding community. Joining your school site council is the best way to influence how the community's bond measure dollars are spent by the district.

Innovation In Bond Planning

The District's financial advisor working in co-operation with the District, created a flexible form of issuing bonds to reduce overall borrowing costs called G.O. Flex-Bonds. These are short-term bonds which are usually paid within four years. They also carry interest rates that are lower than normal long-term bonds. The District has utilized the G.O. Flex-Bonds for technology equipment that has a limited useful life under the Measure I Technology Bond.

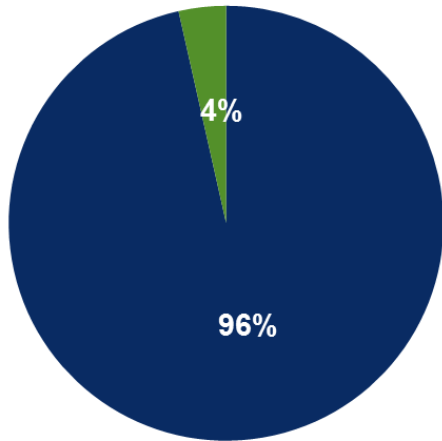
Hybrid G.O. Flex-Bonds is a combination of using short-term and long-term bonds to meet the District needs. The District is utilizing the Hybrid G.O. Flex-Bonds for Measure Z. Instead of using only long term bonds with the conventional finance structure of repayment over 30 years at a high interest rate, the District has selected to go with the Hybrid G.O. Flex-Bonds that will result in a possible savings of up to \$419,551,878.

(Information for this article was requested by the CBOC and was contributed by ESUHSD staff in the Capital Accounting Dept.)

Bond Expenditures

To review the full audit reports and current information on Measure G, E, I, and Technology I expenditures, please visit facilities.esuhd.org/citizens-bond-oversight-committee/financial-performance-audits/. Financial reports received and reviewed by the CBOC are posted online. For additional information, please visit www.esuhd.org/Community/Facilities or call the East Side Union High School District at (408) 347-5100. For more information about each measure, see page 2 of this report.

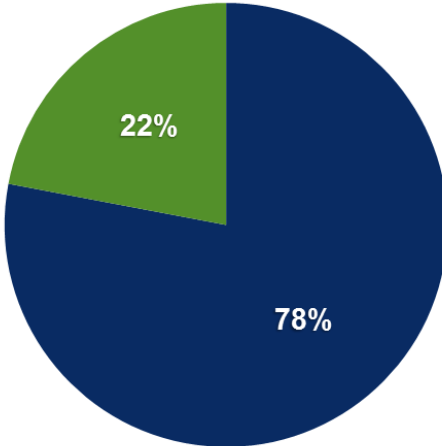
MEASURE G BOND EXPENDITURES AS OF JUNE 30, 2017



Measure G Bond Authorization	\$298,000,000
Interest Earned and Other Revenue	\$21,484,248
Total Bond Funds	\$319,484,248

Bond Expenditures as of June 30, 2017	\$308,243,444
Total Funds for Projects after Expenditures (Total Bond Funds - Bond Expenditures)	\$11,240,804

MEASURE E BOND EXPENDITURES AS OF JUNE 30, 2017

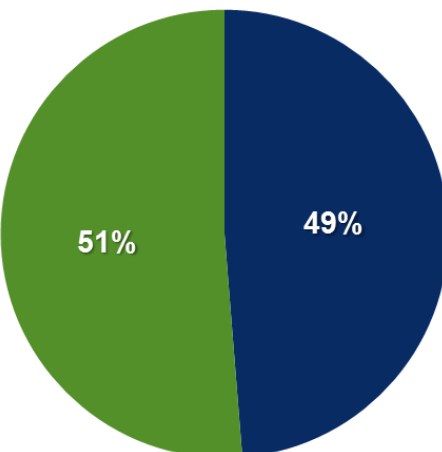


Measure E Bond Authorization*	\$349,000,000
Interest Earned and Other Revenue**	\$9,609,756
Total Bond Funds	\$358,609,756

Bond Expenditures as of June 30, 2017	\$279,603,227
Total Funds for Projects after Expenditures (Total Bond Funds- Bond Expenditures)	\$79,006,529

*Figure includes proceeds from March 2017 sale of remaining Measure E Bonds
 **Figures includes 2011 Qualified School Construction Bond Allocation

MEASURE I BOND EXPENDITURES AS OF JUNE 30, 2017

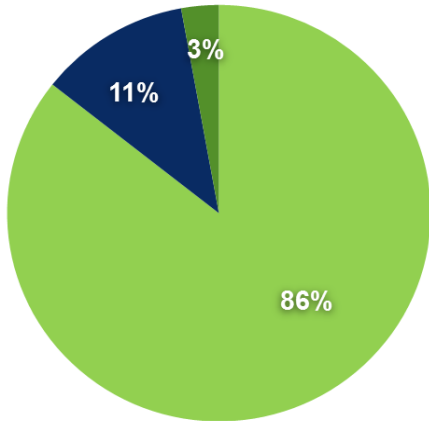


Measure I Bond Authorization	\$120,000,000
Interest Earned and Other Revenue	\$1,704,337
Total Funds Available for Project Spending (Amount of Bond Sold+ Interest Earned)	\$121,704,337

Bond Expenditures as of June 30, 2017	\$59,308,485
Total Funds for Projects after Expenditures (Total Funds Available - Bond Expenditures)	\$62,395,852

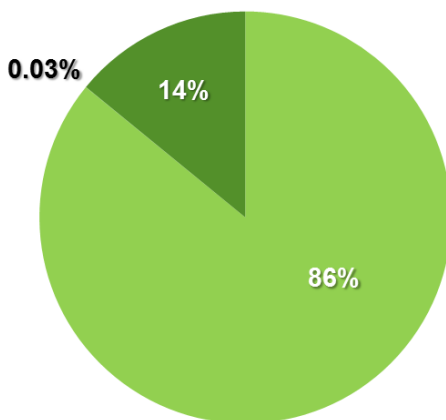
Bond Expenditures

TECHNOLOGY I BOND EXPENDITURES AS OF JUNE 30, 2017



Technology I Bond Authorization	\$113,200,000
Amount of Bond Sold for Project Spending	\$16,200,000
Interest Earned and Other Revenue	\$111,938
Total Funds Available for Project Spending (Amount of Bond Sold + Interest Earned)	\$16,311,938
Remaining Amount of Bond to be Sold by Board of Trustees for Future Project Spending	\$97,000,000
Bond Expenditures as of June 30, 2017	\$13,069,952
Total Funds for Projects after Expenditures (Total Funds Available - Bond Expenditures)	\$3,241,986

MEASURE Z EXPENDITURES AS OF JUNE 30, 2017



Measure Z Bond Authorization	\$510,000,000
Amount of Bond Sold for Project Spending	\$72,000,000
Interest Earned and Other Revenue	\$20,094
Total Funds Available for Project Spending (Amount of Bond Sold + Interest Earned)	\$72,020,094
Remaining Amount of Bond to be Sold by Board of Trustees for Future Project Spending	\$438,000,000
Bond Expenditures as of June 30, 2017	\$164,361
Total Funds for Projects after Expenditures (Total Funds Available - Bond Expenditures)	\$71,855,733

ANNUAL EXPENDITURE REVIEW

Of all of the activities undertaken by the CBOC, its primary duty is to review and ensure that the Measure G, E, I, Tech I, and Z funds are spent in accordance with the Bond language. The preceding charts reflect a summary of Measure G, E, I, Tech I and Z project expenditures for the fiscal year ending June 30, 2017.

FISCAL AND PERFORMANCE AUDIT

As required by Measure G, E, I, Tech I, and Z, every year a fiscal and performance audit of each bond measure is conducted. Vavrinek, Trine, Day & Co., LLP conducted the 2016/2017 audit and concluded that ESUHSD complied in all material respects with the requirements to expend bond proceeds only on the school facilities projects specified in the Measure G, E, I, Tech I and Z legislation.

STATEMENT OF COMPLIANCE

This 2018 CBOC Annual Report for the Fiscal Year ending June 30, 2017, is submitted to the Board of Trustees by the Committee in accordance with Education Code section 15278 (b). The Committee advises that, to the best of its knowledge based on available information provided by the District, ESUHSD is in full compliance with the requirements of Article XIII A, Section 1 (b) (3) of the California Constitution.

AUDIT RESULTS

The auditor issued an unqualified opinion that no deficiencies or unallowable expenses were discovered that should not be charged to the Bond Program. The audit was received and accepted by the Board of Trustees in January 2018, and presented to the CBOC at the April 2018 CBOC meeting.

Determining Your Investment in Education

Below is a sample of an annual tax bill, the tax rate for the ESUHSD bond is located under taxing agency - High School Bonds (marked 1 on the sample). The percentage rate is .130400. To determine the amount of your investment in East Side schools, multiply the tax rate for that service by the assessed "value" for your property (marked 2 on sample) minus any exemptions (marked 3 on sample).

On the sample provided, the Total Assessed Value is \$689,672, which would be reduced by the Homeowner's Exemption of \$7000 to \$682,672. Find the **High School Bonds** percentage rate in the Details of Taxes table. The rates listed are percentages so you will need to divide the number by 100, 0.103400 divided by 100 is 0.001034. \$682,672 is multiplied by 0.001034, resulting in an annual investment total of \$705.88.

If you would like more detailed information, you can request a secured tax bill detail from the Tax Collector's Office.

Tax Collector's Office
 Santa Clara County
 70 West Hedding St., East Wing, 6th Floor
 San Jose, CA 95110-1767

ASSESSED VALUES	
LAND	482,772
IMPROVEMENTS	206,900
TOTAL LAND AND IMPROVEMENTS	689,672
PERSONAL PROPERTY	0
2 TOTAL ASSESSED VALUE	689,672
3 LESS HOMEOWNER EXEMPTION	7,000
LESS OTHER EXEMPTION	
NET ASSESSED VALUE	682,672

CALCULATION OF TAXES
TAX YEAR: 2017-18
 For July 01, 2017 through June 30, 2018

DETAIL OF TAXES			
TAXING AGENCY	VALUE	RATES (%)	
LAND, IMPROVEMENTS, PERSONAL PROPERTY			
1% MAXIMUM LEVY	682,672	1.000000	
CO BOND 2008 HOSP FAC	682,672	0.008200	
CO RETIREMENT LEVY	682,672	0.038800	
CO HOUSING BOND 2016	682,672	0.012660	
COMM COLLEGE BONDS	682,672	0.040000	
ELEM OR UNIF SCH BONDS	682,672	0.051000	
1 HIGH SCHOOL BONDS	682,672	0.103400	
SAN JOSE CITY G O BONDS	682,672	0.018600	
TOTAL ASSESSED VALUE TAXES		1.272660	



Frequently Asked Questions

What is a general obligation bond?

General obligation bonds fund projects such as the renovation of existing classrooms and school facilities, as well as construction of new schools and classrooms. Similar to a home loan, general obligation bonds are typically repaid over 30 years. The loan repayment comes from a tax on all taxable property – residential, commercial, agricultural and industrial – located in the District.

What is the Citizens' Bond Oversight Committee and why does it matter to me?

As required by Education Code Section 15278, the District appoints a committee of local residents, whose main charge is to inform the public about how the bond dollars are being spent. The committee, known as the Citizens' Bond Oversight Committee, actively reviews and reports on the expenditure of taxpayer's money for school construction to ensure that bond funds are spent in accordance with the provisions of the bond. The committee is comprised of volunteers who represent specific constituencies, such as senior citizens, parents, businesses, or the community-at-large. This additional oversight is important because you pay for these bonds as part of your property taxes.

How can I be sure that general bond obligation funds will be spent on improving our schools?

Each year, a fiscal and performance audit of bond expenditures is conducted. The audits verify that East Side complied in all material respects with bond measure requirements to expend proceeds only on the school facilities projects specified in the bond measure legislation. The CBOC is responsible for reviewing the audit reports and is required to present this information to the public each year.

Can bond funds be used for teacher or administrative salaries?

No. Only personnel working directly for the bond program are charged to the bond. To manage and coordinate a construction project to completion, personnel needs to monitor contracts and project funding, oversee construction progress, and perform overall project management and accounting. Bond funds cannot be used to pay teacher or site administrator salaries, pensions or benefits. The annual fiscal and performance audit of the bond measures reviews all personnel charged to the bond and verifies that they are charged properly and meet state requirements.

Does the Citizens' Bond Oversight Committee oversee the actual construction?

No. A team of consultants and professional management companies are contracted to provide these services.

How are construction management, architects/engineers, contractors and professional consultants for bond projects selected?

District administration defines specific requirements, and then solicits proposals from qualified companies willing to work on a project. Contract award recommendations are brought to the Board of Trustees for final approval. The Board makes every effort to ensure all bond-related opportunities are open, fair and competitive.

Can construction management, architects/engineers, contractors, or professional consultants make campaign contributions to ESUHSD Trustees?

Individuals or organizations may make contributions to public candidates within the guidelines set by the California Fair Political Practices Commission (FPPC). The FPPC actively monitors contribution amounts and reporting requirements of candidates. Information can be found at www.fppc.ca.gov.

Why do the costs of the projects often fluctuate from the original estimated costs?

Construction costs change depending on the cost of materials and the current economy. When the prices of raw materials such as steel or copper wiring rise, it can dramatically increase the cost of the project. Also if there are a lot of construction projects underway in the area, it can result in strained labor resources and bids tend to come in higher.

When does the CBOC meet and can members of the public attend?

All CBOC meetings are open to the public. The meeting schedule, agendas, meeting minutes, and reports are posted online at facilities.esuhd.org/citizens-bond-oversight-committee/ Hard copy notices are posted at school sites and the District Office.

How can I get additional information?

Visit esuhd.org/Community/Facilities/Bond-Measures/ to stay updated on the latest happenings in the Bond Program. Project pages with progress photos, scope, and status updates can be found on the "School Modernization Projects" pages for each school.

