



2019 Bond Program

Independent Citizens' Bond Oversight Committee

Annual Report

For the Fiscal Year July 1, 2017 - June 30, 2018

www.thebond.esuhd.org

Produced July 2019



Introduction

The CBOC Annual Report serves to provide the Community with insights into different aspects of the Bond Program, including some of the most frequently asked questions such as:

- * **How the bond funds are being spent?**
- * **How your school is impacted?**
- * **How to get involved?**
- * **Who is responsible for the report?**
- * **Why bond oversight is important?**

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“The committed members of the CBOC continue to monitor the Bond Program with integrity and accuracy, ensuring the District’s vision of building a strong community. As the District continues with the new phase of internal management of these bonds, we look forward to a more efficient use of our tax dollars that will allow the East Side Union High School District to continue to provide safe and inspired learning environments by adhering to a thoughtfully managed, planned, and executed Bond Program. The evidence lies within this Annual Report. As a result, our students and faculty are well equipped to succeed through new and improved facilities and technology”.

Citizens' Bond Oversight Committee

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 dollar 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 Union High School District schools, 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 dollar bond to continue the improvement of school facilities at East Side Union High School District 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 East Side Union High School District schools, adult, alternative, and charter schools.

TECHNOLOGY MEASURE I BACKGROUND

In November 2014, the community passed Technology Measure I, a \$113.2 million dollar 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 and separate from the 2012 Measure I - the 2014 Measure I is related only to Technology. The 2014 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 Union High School District schools, adult, alternative, and 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 (per the ADA – Americans with Disability Act) 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 and technology to ensure that bond funds are spent in accordance with Bond language. During the 2017/2018 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, 2017 - June 30, 2018

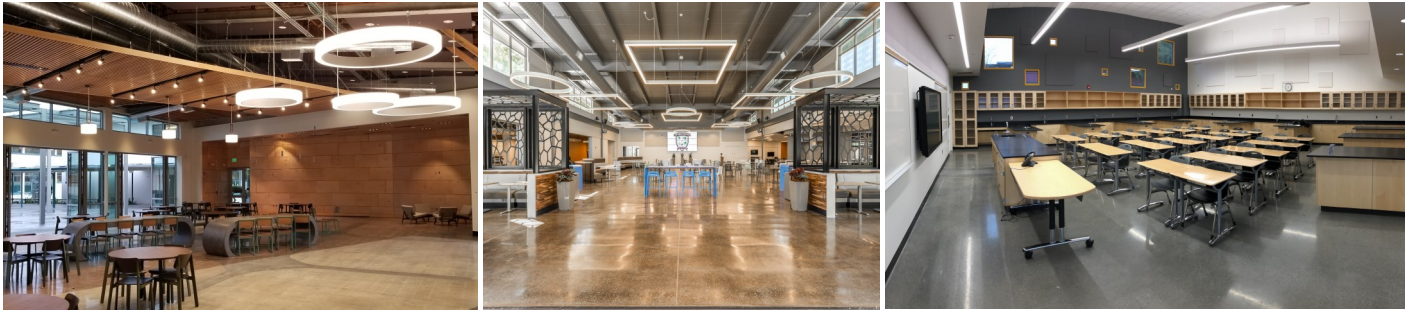
Chair	Mr. Vince Tran - At Large Member
Vice Chair	Ms. Abigail Meadows - At Large Member
Member	Ms. Andrea Cruz - Parent/Active in Booster Club
Member	Dr. Barry Schimmel - At Large Member
Member	Mr. Brad Geldert - At Large Member
Member	Mr. Bud LoMonaco - Business Organization Member
Member	Mr. Louis Barocio - At Large Member
Member	Ms. Maria Evans - Bona Fide Taxpayer Association Member
Member	Ms. Melissa Got-Lopez - Parent of ESUHSD Student
Member	Mr. Rajesh Godbole - Parent of ESUHSD Student
Member	Mr. Ramon Martinez - Senior Citizen Organization 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 2017/2018 fiscal year. Proceedings of these meetings included:

- Appointment and Election of Chair/Vice-Chair
- Review of Financial and Performance Audits
- 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
- Tour Sites of Bond Projects at [Mt. Pleasant](#), [Independence](#), [Yerba Buena](#), and [James Lick](#)

Building a Better Community



TECHNOLOGY HIGHLIGHTS & UPDATES

2017-2018 had been a busy year in the Information Technology (IT) Division. In addition to cleaning and prepping, fixing and replacing equipment last summer, outfitting new teachers with equipment and updating 220 teachers with replacement, new laptops, we have also added 77 carts of Chromebooks to our fleet (focusing this year on an all-digital science curriculum beginning with biology and adding physics). We are in the midst of an entire network upgrade of switches, etc. moving to a very modern Cisco System that will improve reliability, throughput, and our ability to respond to outages more quickly, with more respondents and less hard code configuration.

Community Wireless has been operational since fall 2017. This spring, the City of San Jose turned up the community side, and we have demonstrated that the student side of the network in that community uses more than 2 Terabytes of data per month. Further, the usage shows that the students are using it as designed, during the periods expected, and getting the access we planned for. We are cautiously optimistic that the City will continue the project and expand to the other sites in our plan.

We have also deployed approximately 800 projection systems into classrooms, modernized multiple meeting areas, making them more useful for meeting spaces and gathering areas for training and sharing.

We have implemented three systems for students and families to access student information, plan their school careers both during high school and post high school, gain access to student metrics that indicate progress and provide parental access to these tools via single sign-on.

ARMS for Parents is an expansion of our successful ARMS (Access Request Management System) software that provides secure single sign-on for staff and students. Our adoption of ARMS has grown past 90% usage by staff and students and is now being expanded to include parents. This system will provide a family log-in to the applications that help parents and students stay informed as to their progress and school plans through applications including Naviance, Illuminate, Infinite Campus, School Loop, District & Site Calendar, and broadcast messages. The full program will be in place in May 2018, testing was completed in March and April 2017. We are automating and digitizing report card delivery and we will be able to make accessing information for parents dramatically easier and more efficient.

Backup Systems —Our backup systems for core and backend systems have been stable and in place for nearly 2 years. This year we have added an automated backup system for staff users on Apple products. We have created the largest single instance of “Time Machine” that Apple is aware of. It provides our staff with the ability to backup and recover in a very simple manner and it provides staff with the ability to migrate user machines very easily in the event of loss, damage or an upgrade. This reduces wait time for users and makes workers much more efficient as well as protecting data. We now have the single largest instance of Time Machine on the planet! Kudos to our team for building and creating such a useful and reliable resource.

We are in the process of improving our Human Resources and Fiscal Management systems. We will begin the project in early December 2018, after nearly two years of preparation and evaluation, to ensure we have the right system and the resources to be successful. This will provide improvements in processes, transparency, the ability to model budgets, provide self-service for employees, and hundreds of new features we have needed for years and will now be getting.

Building a Better Community

TECHNOLOGY HIGHLIGHTS & UPDATES (continued)

Security Camera fine tuning –We are improving camera angles, virtualizing systems to improve reliability, upgrading software, and improving access to video for forensic purposes. This work is recursive and ongoing and we are always improving, but our system has truly aided us in all facets of its purpose, and we are realizing the benefits of a modern system.

Bells & Paging Systems and Secure Access Doors –We are working to improve our Bells & Paging systems, tying them into our security strategy and alert system, modernizing the system to provide needed flexibility for modern classrooms and situations. The system combines traditional ‘hard wire’ resiliency with ip based flexibility that will give our sites the tools to better manage their sites throughout the day and in the event of special circumstances. We are also piloting the use of card keys (using our already fantastic copy card system) to access and record the use of restricted areas. In the coming years, we will tie the cameras, card access, and intrusion system together to provide a clear picture of ingress and egress into our buildings and specific areas.

Copying/Printing –We are in the second year of using Ray Morgan Company for our copying, scanning, printing needs and can report huge improvements over our previous solution. We have also continued and expanded our document warehouse solution and have scanned 85% of the documents at the District Office, which has helped us recoup three storage containers and several thousand square feet of warehouse space, along with ensuring the long term accessibility of the data.

We have also upgraded our fiber connection to AT&T and a new dark fiber project with the Santa Clara County Office of Education to provide redundancy and finally have the fiber entering our site in a best practice model. Our staff has closed more than 12,000 help requests this year. We are finding that the level of request is more complex, more education-centric and less ‘I can’t print or my network connection isn’t working’, which exemplifies that with increased access, advanced tools, and implementation, users are growing, improving, and engaging with modern tools to change and improve instruction.



Bond Funding for Charter Schools

On June 27, 2013, the Board of Trustees, approved a 2012 Measure I Equity Distribution List that allocated the 2012 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

BOND PROJECTS IN PLANNING/DESIGN

W.C. Overfelt High School

- Construction of the new Music, Art, and Administration Building and Modernization of Central Quad Area



Field Concession and Restroom Building (Andrew Hill, Independence, Piedmont Hills, and W.C. Overfelt High Schools)

- The field concession buildings will serve as a resource for all athletic fields. The structure will contain food concessions, restrooms, as well as the infrastructure required for the operations. The buildings may also be used to support campus and community events such as graduation ceremonies.

Student Union (Andrew Hill, Evergreen, and Independence High Schools)

- The overall design of the Student Unions will provide a contemporary and functional space for the new student union experience where services, learning, and socializing occur.
 - Andrew Hills Student Union Building with Performing Arts Classroom
 - Evergreen Valley Cougar Hall, Library, and Valley Modernization
 - Independence Building A1 - Student Union

Evergreen Valley High School

- Building A and B Folding Wall Removal
- Building G Locker Upgrades
- Classroom Alteration-Modernization of Building A: The area of approximately 3,500 square feet will be vacated by the preschool/childcare program and then re-purposed for two additional classrooms and support spaces to serve the growth of the high school science program

Building a Better Community

BOND PROJECTS IN PLANNING/DESIGN

Independence High School

- Building E, Music—Modernization
- Restroom Buildings A and D Modernization

Mt. Pleasant High School

- Supplemental Campus Improvements including adding a new entry gate at Rocky Mountain Drive, upgrading the drinking fountains, and improving the custodial areas

Santa Teresa High School

- Soccer Field Conversion to Synthetic Turf
- New Classroom Building—Science classrooms and Makers Space to absorb existing portables from campus

Silver Creek High School

- Buildings J and T Modernization
- New Classroom Building K—The new two-story building will have approximately 12 classrooms to absorb existing portables from the campus

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
- **Gymnasium Windows Replacement**

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

Districtwide (all campuses) (continued)

- Modernization of Fire Alarm System and Components
- **Infrastructure - Exterior Painting**
- **Replace and repair hardscape in select areas at Andrew Hill, Santa Teresa, and Yerba Buena to improve access and exterior activity areas**

Evergreen Valley

- Baseball and Softball Dugout Improvements
- New Physical Ed Teaching Stations
- New Kiln Room
- Widening of Walkways and 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, and E
- Replacement of Aged Roofs
- Replacement of Energy Management System Digital Controls and Cabling, Fire Smoke Dampers Campus Wide, and HVAC Units in Gymnasiums
- Energy Efficient Exterior and Interior Lighting Retrofits
- Refurbishment of Science Classrooms and Prep Rooms

Foothill

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

■ Signifies projects that have been completed since last Annual Report was published in August 2018

Building a Better Community

COMPLETED PROJECTS FUNDED BY BOND MEASURES

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 and 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 Buildings 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
- **Building 900 Student Center and Quad Modernization**

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

Mt. Pleasant (continued)

- Alternative Education Mini Campus Improvements
- Energy Efficient Exterior Lighting Retrofits
- Swimming Pool Modernization
- Replacement of Aged Roofs
- New Student Center and Quad Modernization

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
- **New Student Center and Quad Renovation**

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
- **New Classroom Buildings D1 and D2**

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

Building a Better Community

COMPLETED PROJECTS FUNDED BY BOND MEASURES

Santa Teresa (continued)

- Replacement of Aged Roofs and HVAC Unit
- New Stadium Concession Building
- Multipurpose Building Flooring/Acoustics Upgrades
- Sound System Upgrade in Theater
- Phoenix High School New Science Classroom and Restroom Building
- Creation of New Student Courtyard at Phoenix High School
- Swimming Pool Modernization
- Replacement of Aged Roofs
- 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 Modernization
- Gym Bleachers Replacement
- Turf Field Installation and Track Resurfacing
- New Multipurpose Building
- Modernization of Student/Staff Restrooms
- Paving, Fencing and 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 and E
- Title IX Modernization of Locker Rooms
- New Shade Canopy for Child Care Center Play Yard
- Stadium Drinking Fountain Replacement
- 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
- Title IX Modernization of Locker Rooms and Gym
- Paving, Fencing and Site Improvement
- Energy Efficient Exterior Lighting Retrofits
- Swimming Pool Modernization
- Replacement of Aged Roofs
- **New Student Union and Quad Modernization**

Your Community At Work

Why Get Involved?

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.

How Are School Sites Prioritized?

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.

How Are Projects At the School Site Selected?

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.

How Can I Get Involved With the Citizens' Bond Oversight Committee?

The Committee meets four times a year (January, April, July, and October) at one of the District's high schools. Members serve two-year terms and are allowed to serve 3 consecutive terms.

Members have the opportunity to tour recently completed projects and project sites in construction.

No employee or official of the District can be appointed to the Citizens' Bond Oversight Committee. Also, vendors, contractors, or consultants of the District are not allowed to serve as members of the Committee.

Interested in becoming a member or attending a meeting? Contact Nhu Nguyen via email at: nguyennq@esuhsd.org, or via phone at: (408) 347-5109.

Where Can I Find More Information?

For more information, please contact the ESUHSD Capital Planning & Development Department at (408) 347-5109, or visit the website at: <http://thebond.esuhsd.org/>. You may also attend one of the CBOC regularly scheduled meetings (information on the website) and speak to a current member.

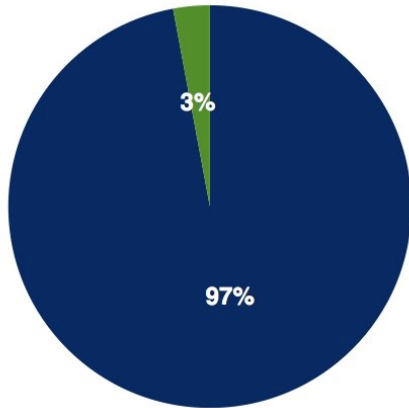
Committee Members As Of June 2019

Chair	Ms. Abigail Meadows - At Large Member
Vice Chair	Mr. Bud LoMonaco - Business Organization Member
Member	Ms. Andrea Cruz - Parent/Active in Booster Club
Member	Dr. Barry Schimmel - At Large Member
Member	Ms. Melissa Got-Lopez - Parent of ESUHSD Student
Member	Mr. Rajesh Godbole - Parent of ESUHSD Student
Member	Mr. Ramon Martinez - Senior Citizen Organization Member
Member	Mr. Raymond Mueller - At Large Member
Member	Mr. Vikas Navani - Parent/Active in Parent-Teacher Organization Member

Bond Expenditures

To review the full audit reports and current information on Measure G, E, I, Technology I, and Z expenditures, please visit <http://thebond.esuhd.org/bond-measures/financial-performance-audits/>. Financial reports received and reviewed by the CBOC are posted online. For additional information, please visit www.thebond.esuhd.org or call the East Side Union High School District at (408) 347-5111. For more information about each measure, see page 2 of this report.

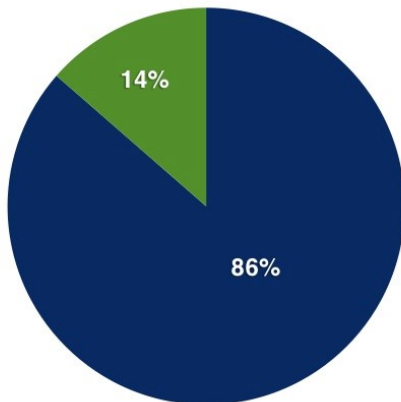
MEASURE G BOND EXPENDITURES AS OF JUNE 30, 2018



Measure G Bond Authorization	\$298,000,000
Interest Earned and Other Revenue	\$21,639,410
Total Bond Funds	\$319,639,410

Bond Expenditures as of June 30, 2018	\$310,281,977
Total Funds for Projects after Expenditures (Total Bond Funds - Bond Expenditures)	\$9,357,433

MEASURE E BOND EXPENDITURES AS OF JUNE 30, 2018

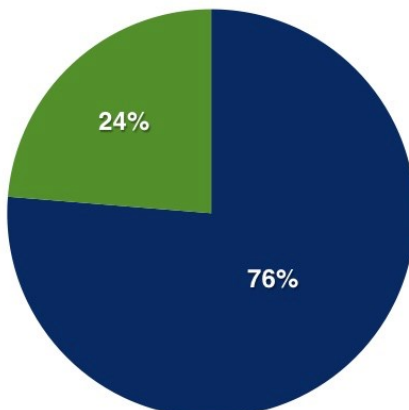


Measure E Bond Authorization*	\$349,000,000
Interest Earned and Other Revenue**	\$10,623,583
Total Bond Funds	\$359,623,583

Bond Expenditures as of June 30, 2018	\$310,775,366
Total Funds for Projects after Expenditures (Total Bond Funds- Bond Expenditures)	\$48,848,217

*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, 2018

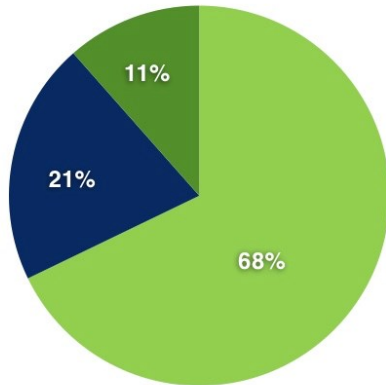


Measure I Bond Authorization	\$120,000,000
Interest Earned and Other Revenue	\$2,458,857
Total Funds Available for Project Spending (Amount of Bond Sold+ Interest Earned)	\$122,458,857

Bond Expenditures as of June 30, 2018	\$93,427,265
Total Funds for Projects after Expenditures (Total Funds Available - Bond Expenditures)	\$29,031,592

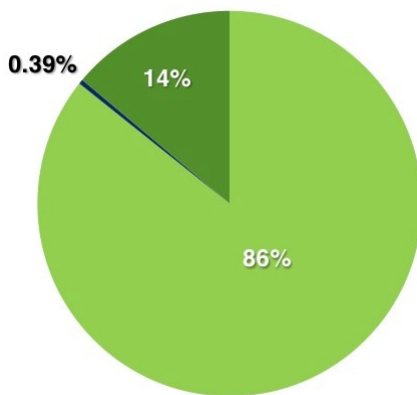
Bond Expenditures

TECHNOLOGY I BOND EXPENDITURES AS OF JUNE 30, 2018



Technology I Bond Authorization	\$113,200,000
Amount of Bond Sold for Project Spending	\$36,200,000
Interest Earned and Other Revenue	\$308,248
Total Funds Available for Project Spending (Amount of Bond Sold + Interest Earned)	\$36,508,248
Remaining Amount of Bond to be Sold by Board of Trustees for Future Project Spending	\$77,000,000
Bond Expenditures as of June 30, 2018	\$23,446,927
Total Funds for Projects after Expenditures (Total Funds Available - Bond Expenditures)	\$13,061,321

MEASURE Z EXPENDITURES AS OF JUNE 30, 2018



Measure Z Bond Authorization	\$510,000,000
Amount of Bond Sold for Project Spending	\$72,000,000
Interest Earned and Other Revenue	\$1,045,678
Total Funds Available for Project Spending (Amount of Bond Sold + Interest Earned)	\$73,045,678
Remaining Amount of Bond to be Sold by Board of Trustees for Future Project Spending	\$438,000,000
Bond Expenditures as of June 30, 2018	\$1,977,666
Total Funds for Projects after Expenditures (Total Funds Available - Bond Expenditures)	\$71,068,013

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, 2018.

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 2017/2018** 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 2019 CBOC Annual Report for the fiscal year ending June 30, 2018, 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 17, 2019, and presented to the CBOC at the April 10, 2019 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 **.103400**. 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 \$7,000 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: 2017-2018
 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? How can I be sure that general bond obligation funds will be spent on improving our schools?

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 Bond language. 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. The public may also attend the CBOC meetings or join the committee to partake in the reviewing process.

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 <http://thebond.esuhd.org/bond-measures/citizens-bond-oversight-committee/meeting-information/>. Hard copy notices are posted at school sites and the District Office.

How can I get additional information?

Visit <http://thebond.esuhd.org/> 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.