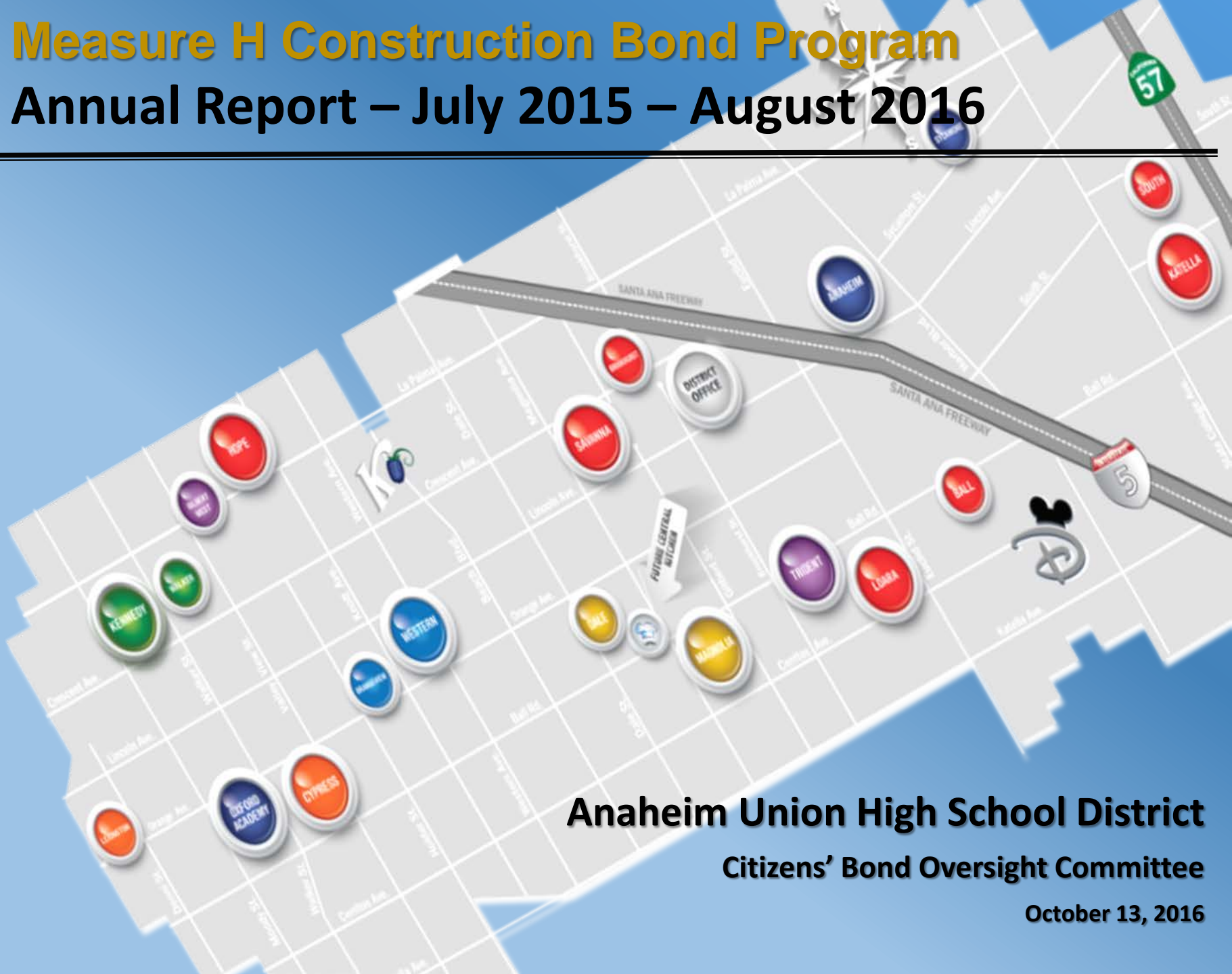


Measure H Construction Bond Program Annual Report – July 2015 – August 2016



**Anaheim Union High School District
Citizens' Bond Oversight Committee**

October 13, 2016



Table of Contents

Executive Summary.....	3
Citizens' Oversight Committee Annual Report.....	4
Citizens' Oversight Committee Membership.....	5-6
Committee Activities.....	7-8
Measure H Expenditure Summary (July 2015 – August 2016).....	9
Conclusion.....	10



Executive Summary

The following is a summary of the Committee's activities from July 2015 through August 2016.

The Committee met seven times throughout the year and made a site visit to the Katella High School. The Committee met on the following dates.

- July 15, 2015
- August 18, 2015
- November 12, 2015
- February 9, 2016
- May 19, 2016
- August 18, 2016

We received an overview of the Board approved July 2014 Facilities Master Plan.

On February 9, 2016, we received and reviewed the Financial and Performance Audit for the year ending June 30, 2015 that was prepared by Vavrinek, Trine, Day & Co. LLP.

We received and reviewed the Anaheim Union High School District (Orange County, California) General Obligation Bonds, Election of 2014, Series 2015 expenditure reports and received regular design, and construction project updates for the current Measure H projects.



Annual Report

Based on our review of the Financial and Performance Audit Report dated June 30, 2015, project updates, expenditure reports and site visit, we are confident the AUHSD is expending the bond proceeds only for the purposes as set forth in the Measure H Bond Program and not for other purposes. We are satisfied with efforts being made to complete all projects as planned and in a cost-effective manner, and will continue to diligently monitor those efforts.

The Anaheim Union High School District Board of Education established the Citizens' Oversight Committee (COC) by Resolution No. 2014/15-B-02. The Committee is established under the guidelines of Measure H Bond election. Measure H was approved by the voters on November 4, 2014 and authorized the issuance of \$249,000,000 in general obligation bonds for capital improvement projects throughout the District.

Purpose

The purpose of the COC is to inform the public at least annually in public session concerning the expenditure of bond proceeds as approved by the voters on November 4, 2014. Bond proceeds may be expended only on capital improvement projects as defined by Exhibit B of Resolution No. 2014/15-B-02.



Annual Report

Membership

Name	Representative Group	Appointment Date	Term Completion
Carolyn Cavecche (Chairperson)	Member Active in a Bonafide Taxpayer Organization	March 10, 2015	March 10, 2017
Steve Hwangbo	Parent	March 10, 2015	March 10, 2017
Larry Larsen	Member Active in a Senior Citizens' Organization	May 29, 2014	May 29, 2016
Robert Nelson	Parent and PTA Member	March 10, 2015	March 10, 2017
Patricia Rich	Member At-Large	May 29, 2014	May 29, 2016
Rick Tkach	Parent	March 10, 2015	March 10, 2017
Alan Walker	Member Active in a Business Organization	May 29, 2014	May 29, 2016



Annual Report

Removed Members

Name	Representative Group	Appointment Date	Removed by BOT
Jesse Cervantes	Member At-Large	March 10, 2015	Sept. 8, 2016
Claudia Perez	Member At-Large	April 30, 2015	Sept. 8, 2016
Yesenia Rojas	Member At-Large	March 10, 2015	Sept. 8, 2016



Annual Report

Committee Activities

The COC actively reviews Measure H expenditures, annual financial and performance audits, financial statements, and staff reports regarding Bond sales, use of the proceeds, and progress of various capital projects that are funded by Measure H proceeds.

The specific activities of the COC includes the following.

1. Review and approval of the Committee Bylaws
2. Review of current projects in the Facilities Master Plan, including updates
3. Visits to construction sites
4. Regular meetings as a committee
5. Presentation of the completed performance and financial audits
6. Review of Bond issuance details
7. Review of efforts of the District to maximize Bond revenues by accessing state matching funds and implementing cost-savings measures
8. Adherence to the Brown Act requirements of publicized and open meetings



Annual Report

Committee Activities

9. Review of various reports and information including:
 - Performance Audits
 - Financial Audits
 - Quarterly expenditure reports
 - Construction project updates
 - Planning status of future construction projects utilizing Measure H Bond funds
 - Various staff reports



Annual Report

June 2015 – August 2016 Measure H Expenditure Summary

Bond Series 2015 Proceeds	\$63,748,948.89
Expenditures as of August 31, 2016	<u>\$28,486,661.08</u>
Balance Bond Series 2015	\$35,262,287.81

The following is the detail summary of the Measure H Expenditures as of August, 2016

A. Design, Inspection, and Testing	\$1,399,612.74
A1. Construction	\$3,421,916.01
B. 21st Century Furniture	\$3,269,293.33
C. 2012 Certificate of Participation Payoff	\$19,883,505.98
D. Bond Administration Costs and Interest Expense	\$512,333.02
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TOTAL EXPENSES:	\$28,486,661.08



Annual Report

Conclusion

Based on the listed activities, the COC advises the public that the Anaheim Union High School District is in compliance with Education Code Sections 15100 *et seq.*, 15264 *et seq.*, Government Code Section 53506, and Article XIII A, Section 1(b)(3) of the California Constitution. Bond proceeds have been expended on projects set forth in the ballot measure. No bond proceeds have been used for teachers or administrative salaries or other school operating expenditures. Audits have been performed as prescribed by law.

Attachments

Meeting minutes, program reports, bylaws, audits, and additional Information can be found on the District's website: www.auhsdblueprint.us (Citizens' Oversight Committee tab).