

**San Luis Obispo Unified School District
Minutes of the Measure D Measure D Citizens Bond Oversight Committee - Monday, December 5, 2016**

**San Luis Coastal Unified School District Office - Room B3
1500 Lizzie Street, San Luis Obispo, CA 93422**

1. OPEN SESSION - The meeting was called to order at 10:04 a.m.

1.01 Roll Call and Establishment of Quorum

Members Present: Royaa Silver, Chris Delaney, Jeannie Potter, Jim Stanfill, Ken San Filippo
Members Absent: Christopher Lopez, Jolie Dittmore (Christopher Lopez arrived at 10:48 a.m.)

1.02 Public Comment

No public comment at this time.

2. Action

2.01 Approve Minutes

Ryan Pinkerton reviewed the minutes. One typo was fixed.

By motion of Christ Delaney, seconded by Jeannie Potter, the minutes of the September 26, 2016 meeting were adopted as amended. (4-2-1, Christopher Lopez and Jolie Dittmore absent, Jim Stanfill abstain)

3. Discussion

3.01 Annual Performance and Financial Audit Measure D Funds

Mr. Pinkerton reviewed the audit summary. He noted there were not a lot of expenditures during the 2015-16 year whereas 2016-17 will have major projects beginning to show. He went through each project and described what each expenditure covered. He reminded the committee what projects were currently in process and would be ending or starting this year, showing up on next year's audit.

Discussion held as to whether there was a conflict with the district's auditor doing the bond audits.

Chris Delaney asked about the model classroom timeline. Anthony Palazzo replied that it's been boiled it down to the simplest classroom to give the teacher the most flexibility. Mr. Pinkerton added roofs, painting, asphalt, and playgrounds are on a schedule with each site rated as to when they need repairs/replacing and in addition to bond monies, we've been using developer fees, Prop 39, and general funds.

Mr. Palazzo reviewed the detailed budget and showed how the soft costs and hard costs add up. Mr. Pinkerton reminded the committee 30% of the construction costs are soft costs. Discussion held regarding outside and inside construction management and soft costs. Mr. Pinkerton reviewed the district-wide expenses which are considered soft costs parceled out to each project.

3.02 CBOC Report to the Board of Education

Mr. Pinkerton reviewed the letter from the committee to the board. He asked Mr. San Filippo if he would be present to present the letter to the board in January.

By motion of Jim Stanfill, seconded by Jeannie Potter, the Annual Board Report to be presented to the Board of Education regarding Measure D funds was approved. (5-2, Christopher Lopez and Jolie Dittmore absent)

3.03 2016-2017 Measure D Projects Update

Christopher Lopez arrived at 10:48 a.m.

Mr. Pinkerton reviewed the current projects, their costs and current estimates. He continued with information regarding the projects needed at each site and what funds are being utilized to accomplish them while ensuring we are able to get the most out of our bond funds. He emphasized looking at every project to determine that they stay within the budget. Mr. San Filippo asked about the building going on in the state and how that impacts the cost of building locally. Mr. Palazzo said he's seeing that 2018-19 is going to be a crushing period in construction and might coincide with the next recession which may or may not keep the prices in check, but the architect would be done by that time. Mr. Palazzo and Ron Holcombe further explained the design-build methodology as it pertains to sub contractor costs.

Mr. Pinkerton let the committee know we've been updating the website with before and after shots of the projects. He

noted there will be a lot of construction hitting the ground this summer.

Mr. Stanfill asked about Cuesta's bond and if it's going to compete against us. Mr. Palazzo said potentially, but there are quite a few districts with bonds. Mr. Stanfill added that he loves the website, but he has seniors in Los Osos who never look at it and suggested involving the newspapers. Mr. Pinkerton reviewed what outreach there is including press releases for the openings, but the press does not always show up. The Morro Bay High School autoshop is going to include a car show when it opens which might bring in more media.

Discussion held regarding the \$15M CTE funds and how the funding will be used. Mr. Pinkerton noted the District has completed the pathways for funding and is prepared.

Discussion held regarding Bishop's Peak gym and the length of time projects will take to get through the State Architects.

4. Adjournment

4.01 Next Meeting Date

Meeting adjourned at 11:15 to reconvene on March 20, 2017 at 10:00 at 1500 Lizzie Street, Room B3, San Luis Obispo, CA.