

LEMON GROVE SCHOOL DISTRICT  
PROPOSITION W AND MEASURE R BOND OVERSIGHT COMMITTEE  
ANNUAL REPORT  
May 14, 2019

On November 4, 2008 voters of the Lemon Grove School District (District) approved ballot Proposition W (Prop W), authorizing the issuance of general obligation bonds in the amount of \$28,000,000; additionally on November 4, 2014, voters approved ballot Measure R reauthorization of remaining balance of \$10,000,000.

Bond Oversight Committee:

In accordance with state law, the Lemon Grove School Board shall establish an Independent Citizens' Oversight Committee (ICOC) pursuant to Education Code section 15278. Prop W and Measure R further specifies that the function of the ICOC is to ensure that bond proceeds are expended only on the school facilities projects listed in the ballot measures. The District's ICOC Bylaws, Section 3, states that the Committee is to inform the public at least three times per year concerning the expenditure of bond proceeds: 3.1 (a) ensure that bond revenues are expended only for the purposes described in Article 13A, Section a(b)(3) of the California Constitution including the construction, reconstruction, rehabilitation, or replacement of school facilities, including the furnishing and equipping of school facilities, or the acquisition or lease of real property for schools; and (b) ensure that, as prohibited by Article 13A, Section a(b)(3)(A) of the California Constitution, no funds are used for any teacher and administrative salaries or other school operating expenses.

Purpose of the Bonds:

The specific purpose of the bonds is set forth in Exhibit A of the ballot measures. Exhibit A lists the District schools and specifies the items to include the following list; they are presented to provide examples and are not intended to limit the generality of the broader description of authorized projects:

Proposition W – Ballot Measure:

- Repair and/or replace old and deteriorating plumbing and sewer systems
- Construct science/technology labs
- Modernize relocatable classrooms
- Install new heating and air conditioning systems in District facilities, including auditoriums and multi-purpose rooms
- Upgrade and expand health and fitness facilities at Lemon Grove and Palm Middle Schools, including new fitness centers and locker rooms
- Make maintenance and infrastructure improvements throughout the District
- Make handicap accessibility (ADA) upgrades and improvements throughout the District, including restrooms, classrooms, and playgrounds
- Convert Lemon Grove Middle School into a magnet school specializing in programs such as science, technology, engineering, and math
- Construct a joint-use library/media center for school and community use

Proposition W – Ballot Measure Continued:

- Reconfigure existing school sites to accommodate new programs
- Install shade structures at the elementary and middle school campuses
- Upgrade playground equipment at elementary schools
- Enhance safety and security at the elementary and middle school campuses
- Acquire the following property which has been leased by the District: (a) improvements made to modernize Vista La Mesa Elementary School from the proceeds of 1996 Certificates of Participation; and (b) solar energy projects which were previously acquired, constructed, and installed at Palm Middle School, Mount Vernon Elementary School, and San Miguel Elementary School

Measure R – Ballot Measure:

- Repair and/or replace leaky roofs
- Repair and/or replace old and deteriorating plumbing and sewer systems
- Modernize and/or add relocatable/permanent classrooms; overcrowding relief
- Install new heating and air conditioning systems in District facilities, including auditoriums and multi-purpose rooms
- Upgrade and expand health and fitness facilities
- Replace failing and cracked asphalt in areas such as, but not limited to parking lots and playground areas
- Make maintenance and infrastructure improvements throughout the District
- Make handicap accessibility (ADA) upgrades and improvements throughout the District, including restrooms, classrooms, and playgrounds
- Reconfigure existing school sites to accommodate new programs (i.e. expand Mount Vernon dual immersion program to middle grades; creation of fine arts academy)
- Install and repair shade structures at the elementary and middle school campuses
- Upgrade playground equipment and/or playground fields
- Enhance safety and security district wide
- Repair and maintain existing solar energy photovoltaic systems at three schools

Additional Technology Equipment and Projects:

Devices and Technology Systems

- Desktop computers, tablets, tablet PCs and peripheral hardware
- Interactive classroom technology tools
- Data backup and disaster recovery technologies
- Classroom and district wide security system hardware

Software

- Educational and academic technologies
- Student assessment tracking solutions
- Telecommunications software and equipment

Infrastructure

- Capital technology projects including but not limited to the wiring of data centers, classrooms, and school facilities

## PROJECTS UPDATE TO APRIL 2019

As the funds from Proposition W and Measure R begin to wind down, fewer projects remain to be oversighted by the ICOC.

Most recently, all the schools were equipped with new clocks and PA systems. The system is both utilitarian as well as adding to the security of the campuses. The system allows for two way communication as well as sending digital messages that appear on the PA system, allowing messages to be sent that a potential campus intruder would not be privy to. Additionally, start of districtwide total upgrade with Meraki network cost approximately \$1 million of the Ed-Tech funds.

Since the last annual report, the solar upgrade has been completed and the District is beginning to see some cost savings.

It is anticipated the next large project the ICOC will be monitoring is the ADA compliance efforts at Monterey Heights Elementary and San Altos Elementary.

### Conclusion:

Based on the ICOC's review of the annual fiscal and performance audit March 20, 2019, prepared by Christy White and Associates, the ICOC finds that the District is in compliance with the legal requirements under Education Code 15278 and Article 13A, Section 1(b)(3) of the California Constitution, namely, that the District has only expended Prop W and Measure R funds in accordance with Article 13A, Section 1(b)(3) and not for any other purpose, including teacher and administrator salaries (unrelated to Prop W and Measure R) and other school operating expenses. Furthermore, no exceptions were noted on Prop W and Measure R bond proceeds.

For this and other information, please visit our website at [www.lemongroveschooldistrict](http://www.lemongroveschooldistrict)



# Consolidated Budget Status Report

Budgets versus Commitments and Expenditures for multiple Projects

**Budget vs. Commitments and Expenditures**

Project Name	Budget		Commitments		Expenditures	
	Total Budget	Total Commitments	% Budget Committed	Remaining Against Budget	Total Expenditures	% Budget Spent
000 (1W) Districtwide - Plumbing Infrastructure	8,747	8,747	100.0%	0	8,747	100.0%
501 (1R) Districtwide - Roofing	500,000	500,000	100.0%	0	500,000	100.0%
502 (2R) VLMA - Plumbing Infrastructure	750,000	750,000	100.0%	0	750,000	100.0%
506 (6R) Districtwide - Asphalt/Safety	250,000	250,000	100.0%	0	250,000	100.0%
507 (7R) Districtwide - Safety & Security/ADA	250,000	-	0.0%	250,000	-	0.0%
511 (11R) Districtwide - Playground Equipment	50,000	48,869	97.7%	1,131	48,869	97.7%
513 (6W/13R) Districtwide - Existing Solar Energy Photovoltaic Systems	1,725,000	1,725,000	100.0%	0	1,725,000	100.0%
514 (11R) LGAE - Turf Field Renovation	350,000	350,000	100.0%	0	350,000	100.0%
601 (1-ET) Districtwide - Devices & Technology Systems	1,263,737	1,191,256	94.3%	72,481	1,191,151	94.3%
602 (2-ET) Districtwide - Software	50,000	42,282	84.6%	7,718	42,282	84.6%
603 (3-ET) Districtwide - Fiber/Cabling, Networking	250,000	236,468	94.6%	13,533	225,718	90.3%
605 (1-ET) Districtwide - Phone System Replacement	400,000	400,000	100.0%	0	400,000	100.0%
901 (5W) Palm MS - Locker Rooms	40,311	40,311	100.0%	0	40,311	100.0%
901/903 (10W) VLMA - Locker Rooms/Front Office	63,383	63,383	100.0%	0	63,383	100.0%
904 (12W) Districtwide - Playground Equipment	791,718	791,136	99.9%	582	788,548	99.6%
905 (8-9W/9R) Lemon Grove Academy - STEM Conversion/Joint-Use Library	11,312,374	11,202,645	99.0%	109,730	11,202,645	99.0%
907 (6W) GA - Fire Hydrant	42,397	42,397	100.0%	0	42,397	100.0%
908 (13W) Districtwide - Safety/Security Communications	471,073	471,073	100.0%	0	376,033	79.8%
908 (13W) GA - Safety/Security Fence	13,000	13,000	100.0%	0	13,000	100.0%
908 (13W) MV - Safety/Security Fence	14,979	14,979	100.0%	0	14,979	100.0%
908 (13W) SA - Safety/Security Playground	21,433	21,433	100.0%	0	21,433	100.0%
908 (13W) VLMA - Safety/Security Fence	4,074	4,074	100.0%	0	4,074	100.0%
909 (W/R) Districtwide - Long Range Facility Master Plan	51,000	42,520	83.4%	8,481	42,520	83.4%
910 (10W) Districtwide - Promethean Boards	69,000	55,355	80.2%	13,644	55,355	80.2%
911 (7W) Districtwide - ADA Upgrades	540,450	487,052	90.1%	53,399	487,052	90.1%
912 (13W) Districtwide - Safety/Security Phone System Upgrade	83,885	82,158	97.9%	1,727	82,158	97.9%
913 (10W) VLMA - Athletic Field	319,540	319,540	100.0%	0	319,539	100.0%
914 (10W) Districtwide - Reconfiguration	7,534	7,534	100.0%	0	7,534	100.0%
915 (6W) VLMA - Playground Paving	6,915	6,915	100.0%	0	6,915	100.0%
917 (10W) LGMS - Network Electronics	47,890	38,819	81.1%	9,071	38,648	80.7%
918 (10W) LGMS - Dental Clinic	35,000	34,410	98.3%	590	34,410	98.3%
919 (10W) Central Kitchen - Central Kitchen	1,183,000	1,160,863	98.1%	22,137	1,160,863	98.1%
920 (10W) LGAM - DG Track	546,471	546,471	100.0%	0	546,471	100.0%
921 (6W) Districtwide - DSA Closeout	25,000	4,078	16.3%	20,922	4,078	16.3%
922 (13W) Districtwide - Safety & Security (Gates,Fences,School Offices)	472,141	471,542	99.9%	599	477,235	101.1%
923 (10W) Districtwide - Wireless Infrastructure	1,439,000	1,435,113	99.7%	3,887	1,435,113	99.7%
924 (1W) VLMA - Domestic Water System	389,000	380,374	97.8%	8,626	380,374	97.8%
925 (6W) MH - Window Systems	80,000	80,000	100.0%	0	80,000	100.0%
926 (10W) MV - Dual Immersion MS Expansion	129,388	129,388	100.0%	0	129,387	100.0%
927 (11W) Districtwide - Shade Structures	20,000	20,000	100.0%	0	19,996	100.0%
928 (4W) Districtwide - HVAC Systems	23,495	23,495	100.0%	0	23,495	100.0%
Measure R - Bond Management R	4,536,572	3,750	0.1%	4,532,822	750	0.0%
Measure R - Bond Management R EdTech	1,500	750	50.0%	750	750	50.0%
Prop W - Bond Issuance Expenses	739,624	739,624	100.0%	0	739,624	100.0%
Prop W - Bond Management W	691,865	675,280	97.6%	16,585	642,799	92.9%
Prop W COPs/Solar (14W) - Debt Repayment	4,263,259	4,263,259	100.0%	0	4,263,259	100.0%
<b>Totals</b>	<b>34,323,755</b>	<b>29,175,336</b>	<b>85.0%</b>	<b>5,148,419</b>	<b>29,036,895</b>	<b>84.6%</b>

**EXPENDITURE WORKSHEET**  
 Detailed Listing of Project Expenditures (SAB 184a)

School District: <b>Lemon Grove School District</b>		County: <b>San Diego</b>		Project Number:				Report Period: 03/01/18 - 08/31/18			
				Project Name: <b>601 DW Devices &amp; Tech Systems - 601 DW Devices &amp; Technology Systems</b>							
<b>Project Warrant Report (SAB 184a)</b>											
Date	Payee	Warrant Number	Fund Code	Object Code	Site (A)	Planning (B)	Construction (C)	Testing (D)	Inspection (E)	Furn' & Equip' (F)	Description / Purpose
08/28/18	DEVELOPMENT GROUP, INC	14426060	21-33	6400-000						970,351.18	MERAKI NETWORK EQUIP - SERIES D FUNDED
08/22/18	DEVELOPMENT GROUP, INC	14443210	21-33	6400-000						220,800.00	MERAKI NETWORK EQUIP SERIES B - LICENSE
Totals					-	-	-	-	-	1,191,151.18	Total Project Costs: <b>1,191,151.18</b>

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**EXPENDITURE WORKSHEET**  
 Detailed Listing of Project Expenditures (SAB 184a)

School District: <b>Lemon Grove School District</b>		County: <b>San Diego</b>		Project Number: <b>908 Communications - Safety/Security Communications</b>				Report Period: <b>03/01/18 - 08/31/2018</b>				
<b>Project Warrant Report (SAB 184a)</b>												
Date	Payee	Warrant Number	Fund Code	Object Code	Site (A)	Planning (B)	Construction (C)	Testing (D)	Inspection (E)	Furn' & Equip' (F)	Description / Purpose	
06/28/18	DEVELOPMENT GROUP, INC	14426060	21-39	6400-000						328,405.79	INTEGRATED CLOCKS/PA SYSTEMS	
					Totals	-	-	-	-	-	328,405.79	Total Project Costs: <b>328,405.79</b>

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**EXPENDITURE WORKSHEET**  
 Detailed Listing of Project Expenditures (SAB 184a)

School District: <b>Lemon Grove School District</b>		County: <b>San Diego</b>		Project Number: Project Name: <b>Bond Man R - Bond Management R</b>				Report Period: 03/01/18 - 08/31/18			
<b>Project Warrant Report (SAB 184a)</b>											
Date	Payee	Warrant Number	Fund Code	Object Code	Site (A)	Planning (B)	Construction (C)	Testing (D)	Inspection (E)	Furn' & Equip' (F)	Description / Purpose
08/21/18	Dale Scott & Company	14442003	21-33	6200-050		750.00					Financial Advisor SB1029 Annual Debt Transparency Report (Series C)
				Totals	-	750.00	-	-	-	-	Total Project Costs: 750.00

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**EXPENDITURE WORKSHEET**  
 Detailed Listing of Project Expenditures (SAB 184a)

School District: <b>Lemon Grove School District</b>		County: <b>San Diego</b>		Project Number: <b>Bond Man R ET - Bond Management R EdTech</b>				Report Period: 03/01/18 - 08/31/18			
<b>Project Warrant Report (SAB 184a)</b>											
Date	Payee	Warrant Number	Fund Code	Object Code	Site (A)	Planning (B)	Construction (C)	Testing (D)	Inspection (E)	Furn' & Equip' (F)	Description / Purpose
08/21/18	Dale Scott & Company	14442003	21-33	6200-050		750.00					Financial Advisor SB1029 Annual Debt Transparency Report (Series D)
					Totals	-	750.00	-	-	-	Total Project Costs: 750.00

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**EXPENDITURE WORKSHEET**  
Detailed Listing of Project Expenditures (SAB 184a)

School District: <b>Lemon Grove School District</b>	County: <b>San Diego</b>	Project Number: Project Name: <b>Bond Man W - Bond Management W</b>	Report Period: <b>03/01/18 - 08/31/18</b>
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**Project Warrant Report (SAB 184a)**

Date	Payee	Warrant Number	Fund Code	Object Code	Site (A)	Planning (B)	Construction (C)	Testing (D)	Inspection (E)	Furn' & Equip' (F)	Description / Purpose
03/29/18	Wilkinson Hadley King & Co. LLP	14-385431	21-39	6200-050		3,200.00					Prop W Bond Audit 2016-17 Audit
03/31/18	Lemon Grove School District	Mar 2018 W	21-39	6200-050		2,183.06					March 2018 Account/Bond Clerks
04/30/18	Lemon Grove School District	Apr 2018 W	21-39	6200-050		2,182.89					April 2018 Account/Bond Clerks
05/31/18	Lemon Grove School District	May 2018 W	21-39	6200-050		2,186.12					May 2018 Account/Bond Clerks
08/08/18	Dale Scott & Company	14438525	21-39	6200-050		5,420.00					Financial Advisor Continuing Disclosure Report
08/08/18	Best, Best & Krieger LLP	14438524	21-39	6200-050		734.40					Legal Services
<b>Totals</b>					-	15,906.47	-	-	-	-	<b>Total Project Costs:</b>
											<b>15,906.47</b>

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**EXPENDITURE WORKSHEET**

Detailed Listing of Project Expenditures (SAB 184a)

School District: <b>Lemon Grove School District</b>	County: <b>San Diego</b>	Project Number: <b>Prop W - Bond Management W (Prop W Bond Man W)</b>	Report Period: 9/1/2018 - 2/28/19
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**Project Warrant Report (SAB 184a)**

Date	Payee	Warrant Number	Fund Code	Object Code	Site (A)	Planning (B)	Construction (C)	Testing (D)	Inspection (E)	Fum' & Equip' (F)	Description / Purpose
09/01/18	Lemon Grove School District	Accrual June 2018	21-39	6200-050		1,734.60					June 2018 Account/Clerks
09/01/18	Lemon Grove School District	July 2018 W	21-39	6200-050		863.90					July 2018 Account/Clerks
09/01/18	Lemon Grove School District	Aug 2018 W	21-39	6200-050		868.03					August 2018 Account/Clerks
09/30/18	Lemon Grove School District	Sept 2018 W	21-39	6200-050		2,403.80					September 2018 Account/Clerks
10/31/18	Lemon Grove School District	Oct 2018 W	21-39	6200-050		2,415.19					October 2018 Account/Clerks
11/30/18	Lemon Grove School District	Nov 2018 W	21-39	6200-050		4,384.02					November 2018 Account/Clerks
12/31/18	Lemon Grove School District	Dec 2018 W	21-39	6200-050		4,833.54					December 2018 Account/Clerks
01/31/19	Lemon Grove School District	Jan 2019 W	21-39	6200-050		4,839.62					January 2019 Account/Clerks
02/28/19	Lemon Grove School District	Feb 2019 W	21-39	6200-050		4,926.31					February 2019 Account/Clerks
Totals					-	27,269.01	-	-	-	-	Total Project Costs: 27,269.01

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**EXPENDITURE WORKSHEET**

Detailed Listing of Project Expenditures (SAB 184a)

School District: <b>Lemon Grove School District</b>	County: <b>San Diego</b>	Project Numbr: <b>Project Name: 908 (13W) Districtwide Safety/Security Communications</b>	Report Period: 9/1/2018 - 2/28/2019
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**Project Warrant Report (SAB 184a)**

Date	Payee	Warrant Number	Fund Code	Object Code	Site (A)	Planning (B)	Construction (C)	Testing (D)	Inspection (E)	Fum' & Equip' (F)	Description / Purpose
2.22.18	DEVELOPMENT GROUP, INC.	14512391	21-39	6400-000						40,635.67	Integrated Clocks/PA Systems
Totals					-	-	-	-	-	40,635.67	Total Project Costs: 40,635.67

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**EXPENDITURE WORKSHEET**

Detailed Listing of Project Expenditures (SAB 184a)

School District: Lemon Grove School District	County: San Diego	Project Number: Project Name: 922 (13W) Districtwide - Safety & Security (Gates,Fences,School Offices)	Report Period: 9/1/2018 - 2/28/2019
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**Project Warrant Report (SAB 184a)**

Date	Payee	Warrant Number	Fund Code	Object Code	Site (A)	Planning (B)	Construction (C)	Testing (D)	Inspection (E)	Fum' & Equip' (F)	Description / Purpose	
01/17/19	JOHNSON CONTROLS	14498660	21-39	6200-076			7,047.99				VLMa New CPU & Power Converter Board	
					Totals	-	-	7,047.99	-	-	-	Total Project Costs: 7,047.99

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**EXPENDITURE WORKSHEET**

Detailed Listing of Project Expenditures (SAB 184a)

School District: <b>Lemon Grove School District</b>			County: <b>San Diego</b>		Project Number: <b>928 (4W) Districtwide - HVAC Systems</b>				Report Period: 9/1/2018 - 2/28/2019		
<b>Project Warrant Report (SAB 184a)</b>											
Date	Payee	Warrant Number	Fund Code	Object Code	Site (A)	Planning (B)	Construction (C)	Testing (D)	Inspection (E)	Furn' & Equip' (F)	Description / Purpose
12/07/18	A.O. Reed & Co.	14485207	21-39	6400-000						23,495.00	HVAC replacement LG Library, LGAE Cafeteria, LG Tech Ctr.
<b>Totals</b>					-	-	-	-	-	23,495.00	Total Project Costs: 23,495.00

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