

LUCIA MAR UNIFIED SCHOOL DISTRICT
Community Bond Oversight Committee (CBOC)
Measure I 2016 G.O. Bond

Minutes of the CBOC Meeting
Held Monday, March 19, 2018, at the
LMUSD Louise Elliston Conference Room, 602 Orchard Street, Arroyo Grande, CA 93420

The Committee attended the Nipomo High School Career Technical Education (CTE) Ag Island Ribbon Cutting and Tour Program at 4 p.m.

Prior to the Call to Order, Dr. Daley asked members for their input from the Ribbon Cutting Ceremony for the CTE Ag Island Project. Steve Hollister shared that he liked the building. Keith Storton said he liked the flexibility of the space, and he asked if there would be more space dedicated to this project in the future. Patrice Eley commented that she liked the quality of the buildings and that they don't look like modular buildings. Maria Gardner noted the community pride in the event.

I. Call to Order: The meeting was called to order at 5:15 p.m. by Chairperson Steve Cool.

Roll Call: Committee members present: Steve Cool, Louis Cappelli, Patrice Eley, Maria Gardner, Jason Groshart, Steve Hollister, Jason Kaufman, Andrea Montes, and Keith Storton

Committee members absent: Karen Bright, Brent Jenkins, Carol Lyons, and Barry VanderKelen

District Staff present: Raynee J. Daley, Ed.D, Andy Stenson, Cindy Naber, and Rhonda Seybert

II. Adoption of Agenda: A motion was passed to adopt the March 19, 2018 agenda as presented. Hollister/Eley 9-0.

III. Approval of March 27, 2017 Meeting Minutes: The August 10, 2017 Meeting Minutes were approved as presented. Storton/Kaufman 9-0.

IV. Update on Series A Project Status and 2018 Summer Work: Andy Stenson gave an update on the Series A projects. He stated to the committee that there are approximately thirty-three steps in the approval process from the beginning of a project to completion.

Although Proposition 51 (Prop 51), the California Public School Facility Bonds Initiative, passed on November 8, 2016, Governor Brown has sat on the sale of these Bonds and the money is not flowing to Districts as quickly as anticipated. Fortunately for Lucia Mar, we were able to move forward with the scheduled bond projects using our Series A funding. Mr. Stenson noted that while he is uncertain of the timing of the funding at this point in time, we will be receiving the Prop 51 dollars. Conversely, the Career Technical Education funding, also a part of the Prop 51 Initiative, is flowing. Lucia Mar is scheduled to receive approximately one-half (\$1.6 million) of a \$3.2 million project.

LUCIA MAR UNIFIED SCHOOL DISTRICT
Community Bond Oversight Committee (CBOC)
Measure I 2016 G.O. Bond

Andy spoke to the issue of Series A projects that will still be in the process of being completed as we begin projects on the Series B list. Dr. Raynee J. Daley added that in her past bond experience, projects from each Series issuance bleed into each other and that plans are fluid. Jason Kaufman added that President Trump's recent tariffs on Steel and Aluminum will be reflected in price escalation on the various components of any bond project.

Andy related good news regarding higher than predicted property assessed valuation in our District. Models of funding our bond were built with conservative estimates of a 3.5% escalation factor of property taxes per year, and last year the increase was at almost 7%. This increase will allow us to issue Series B sooner than originally planned, while still keeping the tax rate at the promised \$41 per \$100,000 assessed. Andy anticipates that Series B will be issued at \$50,000,000.

V. Series B Project List: Mr. Stenson presented the anticipated projects for Series B that were approved by the LMUSD Board of Education on February 6, 2018. He pointed out that the personnel costs included on the list are only for positions that would not exist if we had not passed Measure I. These include three bond project managers, a bond fiscal analyst, and partial funding of a buyer to assist with bond projects.

Audience member Piper Adelman asked how the District is communicating our bond projects to the community. Dr. Daley noted that she intends to go back to the community service groups and present an update on the progress of our bond projects. Steve Cool suggested doing a news release with updates on bond projects. Maria Gardner asked about a second gym for Nipomo High School. Andy Stenson indicated that it is not slated for Series B, but is a project that may be included in Series C or D. Andrea Montes asked if the black top at Ocean View Elementary School would be turned into parking. Mr. Stenson indicated that plans for this have not been finalized, but options are still being explored.

VI. Next Meeting: The next scheduled committee meeting date is Thursday, September 25, 2018. An optional tour, beginning at 3:30 p.m., will be arranged. Committee members will be emailed details in advance of the September meeting.

VII. Public Comment on Items not on the Agenda: None.

VIII. Adjournment: The meeting was adjourned at 5:57 p.m.