

OFFICIAL MINUTES OF THE
REGULAR MEETING OF THE INDEPENDENT CITIZENS' OVERSIGHT COMMITTEE

INDEPENDENT CITIZENS' OVERSIGHT COMMITTEE REGULAR MEETING — JUNE 24, 2009 – The regular meeting of the Independent Citizens' Oversight Committee of the Lemon Grove School District was held at the Education Center, 8025 Lincoln Street, Lemon Grove, California, on Wednesday, June 24, 2009. Mr. Thomas E. Clabby called the meeting to order at 5:10 p.m.

Committee Members Present:

Thomas E. Clabby (Senior)
Charlette Farmer (Parent, PTA Member & At-Large Community Member)
Mark Allen Gracyk (Business Community & At-Large Community Member)
Dianna Martinez-Lilly (At-Large Community Member)
Robert Mastny (Senior & At-Large Community Member)
Helen Ofield (At-Large Community Member)
Rosemary Putnam (Senior & At-Large Community Member)
Toni Shaw (Parent, PTA Member & At-Large Community Member)

Committee Members Absent:

Ilse Hanning (At-Large Community Member)
Breton Peace (Taxpayers' Organization)

District Staff Members Present:

Dr. Gina Potter, Assistant Superintendent, Business Services
Ken Fine, Facilities, Maintenance, Operations & Transportation (FMOT), Director
Denise Crano, California School Employees Association (CSEA), President
Michelle Flores, Account Clerk

Board Members Present:

Mr. Larry Loschen

Presenters:

Joanne Branch, San Diego County Office of Education (SDCOE), Educational Facility Solutions Group (EFSG)
Sophie Akins, Best, Best & Krieger (BBK)

PLEDGE OF ALLEGIANCE – Mr. Clabby led the Pledge of Allegiance.

AGENDA – It was moved by Ofield, seconded by Mastny, and carried unanimously to approve the agenda as presented.

MINUTES – In the Welcome and Introduction change recognition as Prop W Co-Chairs to Ilse Hanning and Helen Ofield. It was moved by Lilly, seconded by Ofield to approve the minutes of the regular meeting of March 12, 2009.

HEARING OF CITIZENS FOR ITEMS NOT ON THE AGENDA – No one addressed the Committee.

ELECTION OF CHAIR AND VICE CHAIR ICOC POSITIONS – It was moved by Putnam to nominate Helen Ofield as Chair, seconded by Mastny, and carried unanimously. Gracyk nominated Thomas Clabby as Vice Chair and Mr. Clabby declined. Ofield nominated Ilse Hanning as Vice Chair, seconded by Shaw, and carried unanimously.

CITIZENS' OVERSIGHT COMMITTEE BYLAWS AND CODE OF ETHICS – Sophie Akins of Best Best & Krieger (BBK) presented supporting information for ICOC with regard to bylaws. Discussion to align the bylaws with Cal Ed Code 15282 (2008) and the application ICOC members filled out. It was moved by Lilly, seconded by Farmer, and carried unanimously to amend the bylaws.

ACCEPT RESIGNATION OF AN ICOC MEMBER – Moved by Clabby, seconded by Gracyk, and carried unanimously to accept the resignation of Craig Castleberry.

APPENDIX A FULL TEXT BALLOT PROPOSITION – Dr. Potter provided information further discussing accountability, ICOC, performance audits, financial audits and bond project list.

DUTIES AND RESPONSIBILITIES OF THE DISTRICT GOVERNING BOARD MEMBERS, ICOC MEMBERS, AND EXECUTIVE DISTRICT STAFF REGARDING PROPOSITION 39 GENERAL OBLIGATION BOND FUNDS AND PROJECTS – Sophie Akins of BBK outlined information on the roles of ICOC and district staff with regard to Proposition 39 General Obligation Bond funds and projects.

ESTABLISH ICOC POLICIES AND PROCEDURES – Sophie Akins of BBK provided policies and procedures used by Vista Unified School District. Moved by Clabby, seconded by Shaw, and carried unanimously not to take action until the next ICOC meeting.

DEVELOPING THE DISTRICT'S PROPOSITION W PROJECT CONSULTING TEAM THROUGH THE REQUEST FOR QUALIFICATIONS (RFQ) AND REQUEST FOR PROPOSALS (RFP) PROCESS – PowerPoint presentation by Joanne Branch with San Diego County Office of Education (SDCOE), Education Facility Solutions Group (EFSG).

COLBI TECHNOLOGIES' ACCOUNT-ABILITY CONSTRUCTION ACCOUNTING SOFTWARE PROGRAM DEMONSTRATION – Information provided by Joanne Branch with SDCOE, EFSG. Ms. Branch shared that Colbi was built by an educator to effectively manage project expenses. Ken Fine recognized how much Ms. Branch has assisted Lemon Grove School District thus far.

LEMON GROVE SCHOOL DISTRICT RESOLUTION 08-09-17 REQUESTING THE BOARD OF SUPERVISORS OF SAN DIEGO COUNTY TO ISSUE AND SELL GENERAL OBLIGATION BONDS, 2008 ELECTION, SERIES A, IN THE AGGREGATE PRINCIPAL AMOUNT OF NOT TO EXCEED \$8,000,000, IN THE NAME AND ON BEHALF OF THE DISTRICT – Dr. Potter discussed the resolution approved by Lemon Grove School District's Board.

ACQUIRE THE FOLLOWING PROPERTY WHICH HAS BEEN LEASED BY THE DISTRICT, AND THEREBY PROVIDE FUNDS TO REFUND THE OUTSTANDING RELATED OBLIGATIONS OF THE DISTRICT: (A) IMPROVEMENTS MADE TO MODERNIZE AND EXPAND THE VISTA LA MESA ELEMENTARY SCHOOL FROM THE PROCEEDS OF 1996 CERTIFICATES OF PARTICIPATION PREVIOUSLY ISSUED BY THE DISTRICT; AND (B) SOLAR ENERGY PROJECTS WHICH WERE PREVIOUSLY ACQUIRED, CONSTRUCTED AND INSTALLED AT THE PALM MIDDLE SCHOOL, MOUNT VERNON ELEMENTARY SCHOOL AND SAN MIGUEL ELEMENTARY SCHOOL FROM THE PROCEEDS OF A SUBLEASE/OPTION AGREEMENT BETWEEN THE DISTRICT AND THE PUBLIC PROPERTY FINANCING CORPORATION OF AMERICA – With the approximately \$4.2 million balance, the Certificates of Participation was paid in full as of July, 2009 and the balance of the Solar Lease will be paid in December, 2009 leaving a remaining balance of \$778,187. Dr. Potter thanked Sophie Akins of BBK for assisting in restructuring the utility rates with SDG&E to assist customers who are utilizing alternative energy sources such as Photovoltaic.

CLOSING INFORMATION ON \$5,000,000 GENERAL OBLIGATION BONDS, 2008 ELECTION, SERIES A – Dr. Potter provided the closing instructions prepared by Dale Scott & Company (Financial Advisor).

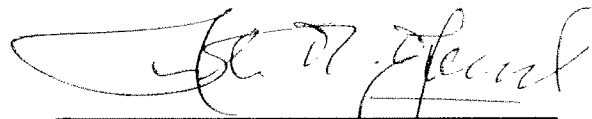
LEMON GROVE SCHOOL DISTRICT RESOLUTION 08-09-25, STATING THAT REQUIREMENTS FOR THE USE OF QUALIFIED ZONE ACADEMY BONDS (QZAB) HAVE BEEN MET – Dr. Potter spoke about the resolution approved by Lemon Grove School District's Board.


LEMON GROVE SCHOOL DISTRICT RESOLUTION 08-09-24, AUTHORIZING EXECUTION AND DELIVERY OF JOINT EXERCISE OF POWERS AGREEMENT WITH SOUTH BAY UNION SCHOOL DISTRICT ESTABLISHING THE CALIFORNIA QUALIFIED SCHOOL BOND JOINT POWERS AUTHORITY – Dr. Potter gave information on the resolution approved by Lemon Grove School District's Board.

LEMON GROVE SCHOOL DISTRICT RESOLUTION 08-09-26, HIRING MCLINEY AND COMPANY TO ASSIST WITH THEIR QUALIFIED ZONE ACADEMY BOND (QZAB) PROJECT AND AGREEING TO THE TERMS AND CONDITIONS AS SET FORTH IN THE ATTACHED AGREEMENT – Dr. Potter shared with the ICOC that in the event the QZAB program is not successful, there will be no charge for anything. Resolution approved by Lemon Grove School District's Board provided.

ESTABLISH MEETING SCHEDULE – It was moved by Putnam, seconded by Lilly, and carried unanimously to have a tentative meeting Tuesday, July 21, 2009 at 5 p.m. to publish a quarterly report. Sophie Akins of BBK to confirm if this meeting will be required. It was moved by Putnam, seconded by Lilly, and carried unanimously to meet Tuesday, September 15, 2009 at 5 p.m., Tuesday, December 1, 2009 at 5 p.m., and Tuesday, March 16, 2010 at 5 p.m.

ADJOURNMENT – Meeting was adjourned at 8:19 p.m.



Chair


Account Clerk