

NATIONAL SCHOOL DISTRICT

CITIZENS' BOND OVERSIGHT COMMITTEE / MEASURE N

FISCAL YEAR ENDING JUNE 30, 2017



Members

- Anne Campbell, At-Large
- Sheryll Celladora, Parent Teacher Organization
- David Garcia Ozua, At-Large
- Lori Anne Peoples, Senior Citizens' Organization
- Vacant, Parent/Guardian
- Vacant, Taxpayers Organization
- Vacant, Business Organization

Meetings

Meetings are open to the public, and are scheduled as follows:

- Thursday, January 25, 2018, 2:00PM
- Thursday, March 22, 2018, 2:00PM
- Thursday, June 21, 2018, 2:00PM

Meetings are scheduled for the District Board Room, located at 1500 "N" Avenue, National City, CA 91950. For further information, please see the Districts website, or contact by phone at 619-336-7710.

Overview

The Citizens' Bond Oversight Committee is pleased to present the annual report on the progress of the National School District Measure N Bond Program.

The Committee is responsible for overseeing the bond program to ensure that funds are spent on voter approved projects and to report annually to the National School District community.

Overview (continued)

This report provides an overview of the construction program, project status, and a summary of required financial and performance audits.

These audits (FY2014-15 and FY2015-16) were performed by a Certified Public Accounting Firm. These audits were performed, and indicated no instances of non-compliance with the terms of Proposition 39 or the terms of the voter approved bond measure.

Measure N

In November 2014, National School District voters passed Measure N authorizing issuance of \$26.1 million in bonds.

In November 2016, National School District voters passed Measure HH for \$30.0 million in bonds. These funds have not been accessed, and are not part of this report.

Completed Projects

- Electrical Upgrades / Heating Ventilation and & Air Conditioning (HVAC) Upgrades / Fire Alarm System Upgrades completed at the following Campuses:
 - Central School (Summer 2015)
 - El Toyon School (Summer 2015)
 - Ira Harbison School (Summer 2015)
 - Kimball School (Summer 2016)
 - Las Palmas School (Summer 2016)
 - Lincoln Acres School (Summer 2015)
 - Olivewood School (Summer 2016)
 - John Otis School (Summer 2016)

Completed Projects (Continued)

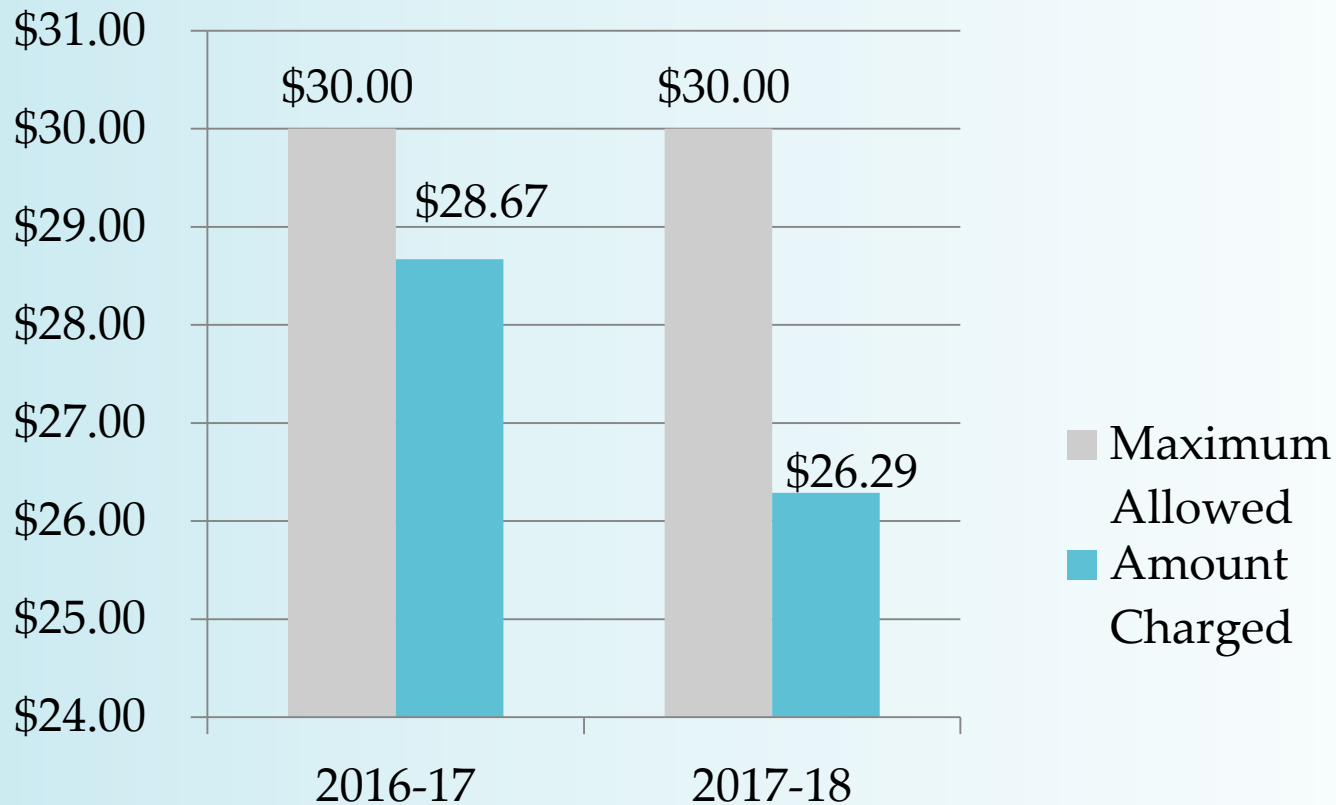
- Internet Network Backbone Upgrade (2015) – All 10 School Sites
- Preschool Center ADA Compliant Ramp (2017) – Lincoln Acres Preschool Center

Ongoing Projects

The following projects are expected to be completed in the Summer 2018:

- Olivewood School – Parking Lot and Student Drop Off/Pick Up Reconfigure
- Palmer Way School Parking Lot and Student Drop Off/Pick Up Reconfigure, including Preschool

Measure N Tax on Property Taxes Per \$100,000 of Assessed Value



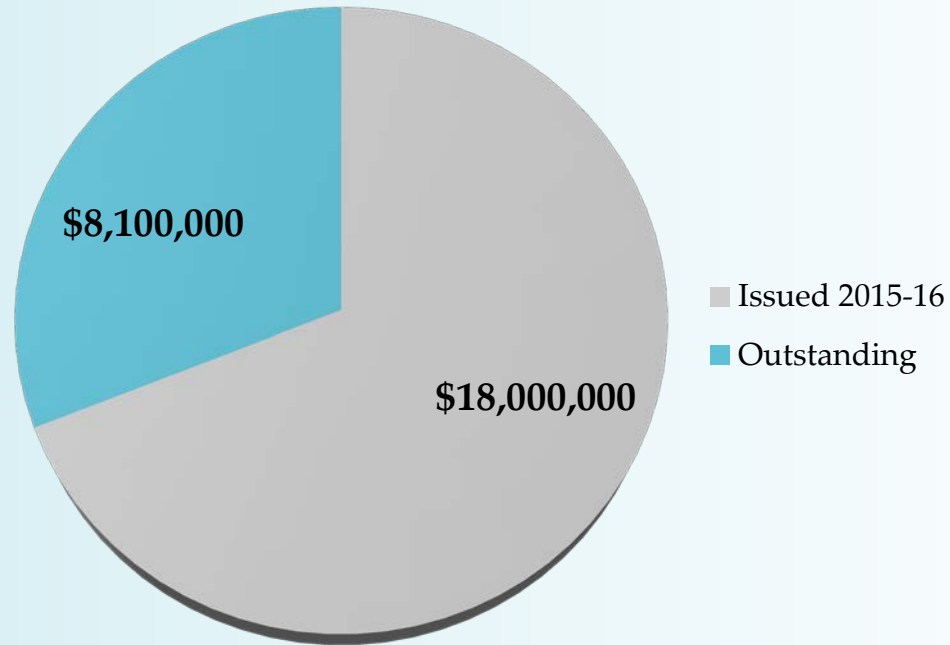
Financial and Performance Audit Summary (2015-16)

- The Audit Reports concluded that the District complied in all material respects with the compliance requirements for the Measure N Bond and Building Fund.

Financial & Performance Audit Summary (2015-16)

Measure N Issuances

Total Authorization \$26,100,000



Note: The remaining \$8,100,000 authorized and outstanding in 2015-16 was issued in August 2016

Financial and Performance Audit Summary (2015-16)

Fund Summary

	Bond Authorization	Revenues	Expenditures	Fund Balance
Total Bonds Authorized	26,100,000			
Bonds Issued to Date	(18,000,000)	18,000,000		
Other Sources		500,388		
Issue Costs			500,388	
Interest Earned		61,192		
Project Costs			14,230,358	
Total as of 6/30/2016	8,100,000	18,561,580	14,730,746	3,830,834

Financial and Performance Audit Summary (2015-16)

Expenditure Detail

Summer 2015 HVAC / Electrical Upgrade	10,229,350
Series A Issuance and Finance Costs	500,388
Summer 2016 HVAC / Electrical Upgrade	2,851,965
Network Backbone Cabling Costs	1,149,044
Total Measure N Funds	14,730,746