

**Proposition S Monthly Controls Status Report  
May 2012**

**San Diego Unified School District  
Facilities Planning and Construction Division**

**All Data as of April 30, 2012**

Prepared for:

Independent Citizen's Oversight Committee  
Facilities Planning and Construction Directors  
SDUSD Chief Financial Officer

**Proposition S Summary**

<b>Prop. S Percent Complete</b>	<b>Duration</b>	<b>Expended</b>
<b>14-Year \$2.28B Program (includes Prop. S and State Matching Funds)</b>	23.1%	15.6%
<b>Prop S Bond Sales Received</b>		\$ 369,997,581
<b>State Facility Program (Fund 35) Projected Revenue Thru June 2012</b>		31,109,887
<b>Projected Revenue thru June 2012</b>		550,209,792
<b>Total Expenditures-to-Date</b>		356,401,897
<b>FY 2011-2012 Planned Expenditures</b>		117,860,278
<b>Projected Fund Balance - June 30, 2012</b>		* 182,113,126
<b>Current Fund Balance</b>		* 44,705,571

**FY 2011 / 2012 Expenditures**

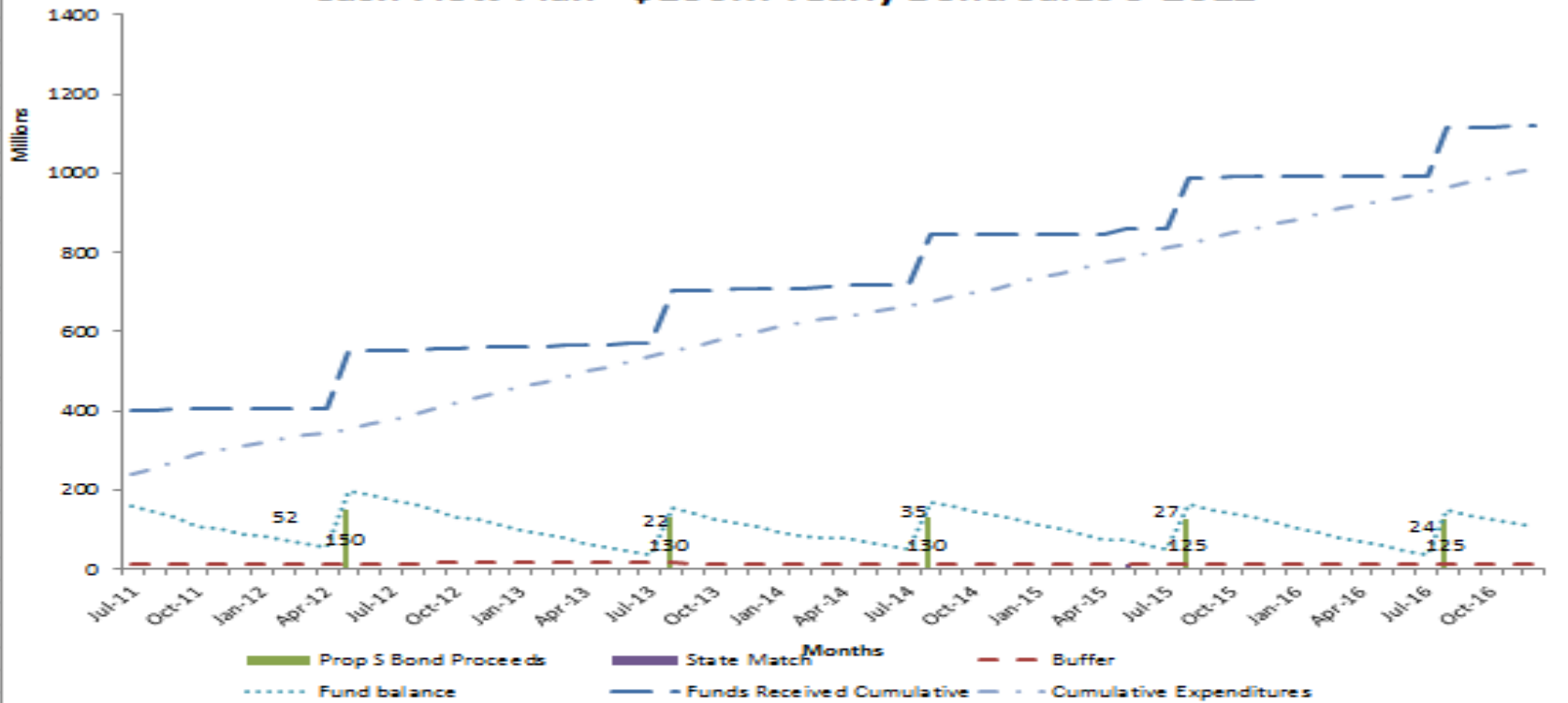
<b>Category</b>	<b>Planned Percentage (Five-Year)</b>	<b>Percent of Expenditures</b>	<b>FY Expended - to date</b>	<b>Current Month Expenditures</b>	<b>Previous Month Expenditures</b>
<b>Planning &amp; Design</b>	14.8%	15.9%	\$ 16,857,138	\$ 1,941,806	\$ 2,191,942
<b>Construction</b>	80.0%	78.8%	83,662,379	9,812,350	5,707,882
<b>Program Management Office</b>	5.2%	5.3%	5,645,993	632,706	582,490
<b>Sub-Total</b>	100%	100%	\$ 106,165,510	\$ 12,386,862	\$ 8,482,313

<b>Prop. S Percent of Budget and Amount Obligated-to-Date</b>	<b>**</b>	<b>16.8%</b>	<b>\$ 385,232,735</b>
<b>Current Remaining Unobligated Balance</b>	<b>***</b>		<b>15,874,732</b>

Proposition S status: Adjusted projected Prop. S bond sales to \$149.1M. Bond Sales planned for May 2012;

- \* Fund balance is the unspent balance of revenue received
- \*\* Obligated amount is the amount committed by salary, check authorization, contract or purchase order.
- \*\*\* Unobligated balance is the amount that has not been committed by salary, check authorization, contract or purchase order.

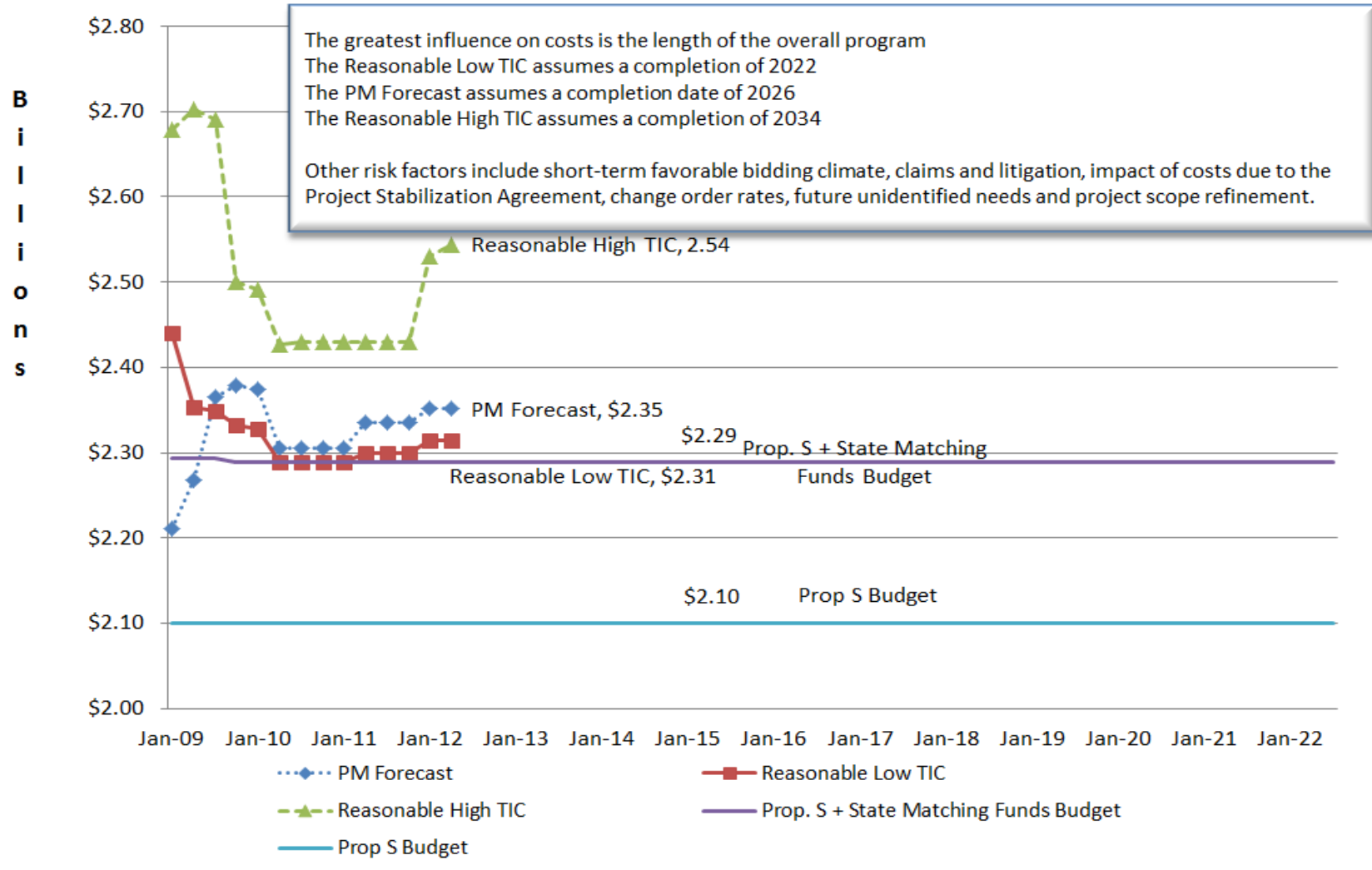
### Cash Flow Plan - \$130M Yearly Bond Sales 5-2012



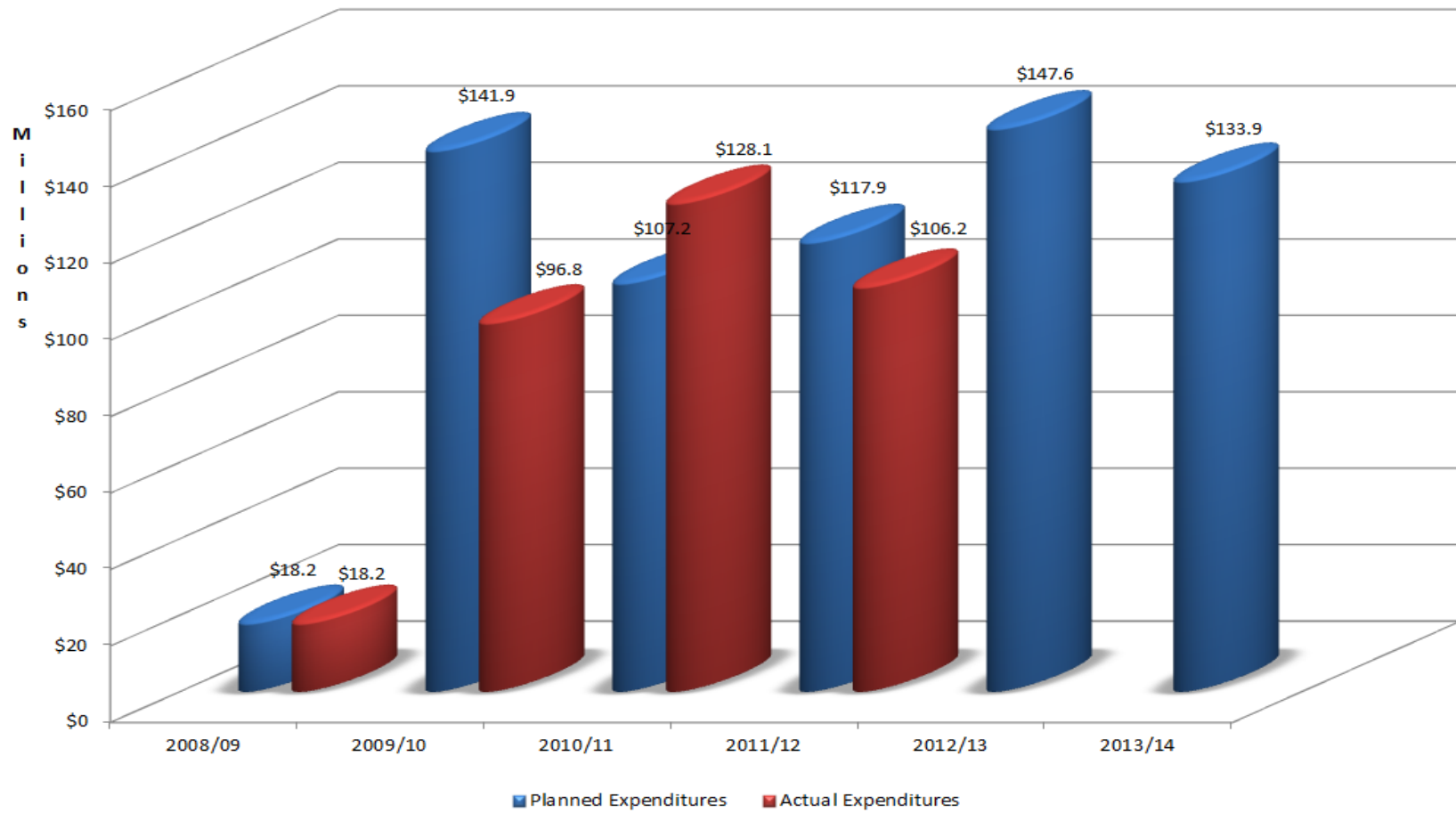
Projected Data Fiscal Year	Jul 2011 - Jun 2012	Jul 2012 - Jun 2013	Jun 2013 - Jul 2014	Jun 2014 - Jul 2015	Jun 2015 - Jul 2016
Yearly Expenditures	126,239,365	147,606,638	133,886,388	130,034,642	134,591,504
Cumulative Expenditures	369,375,753	516,982,391	650,868,779	780,903,421	915,494,925
Prop. S Bond Sale Proceeds	149,102,324	130,000,000	130,000,000	125,000,000	125,000,000
Prop. S Bond Sale Proceeds Cumulative	518,478,077	648,478,077	778,478,077	903,478,077	1,028,478,077
State Matching Funds	2,993,400	10,693,936	8,559,789	13,870,892	4,170,508
State Matching Funds Cumulative	19,736,403	30,430,339	38,990,128	52,861,020	57,031,528
Projected Funds Received	550,209,792	678,908,416	817,468,205	956,339,097	1,085,509,605
Projected Fund Balance	180,834,039	31,926,025	36,599,426	50,435,676	45,014,680
Buffer for Year	12,623,937	14,760,664	13,388,639	13,003,464	13,459,150
Operating Budget	18,965,766	20,209,174	19,009,174	17,104,993	16,688,128
Operating Budget %	15.0%	13.7%	14.2%	13.2%	12.4%

Cash Flow Plan based upon May Bond Sales. Will finalize for upcoming fiscal year planning.

### Proposition S Total Indicated Costs (TIC) Comparison

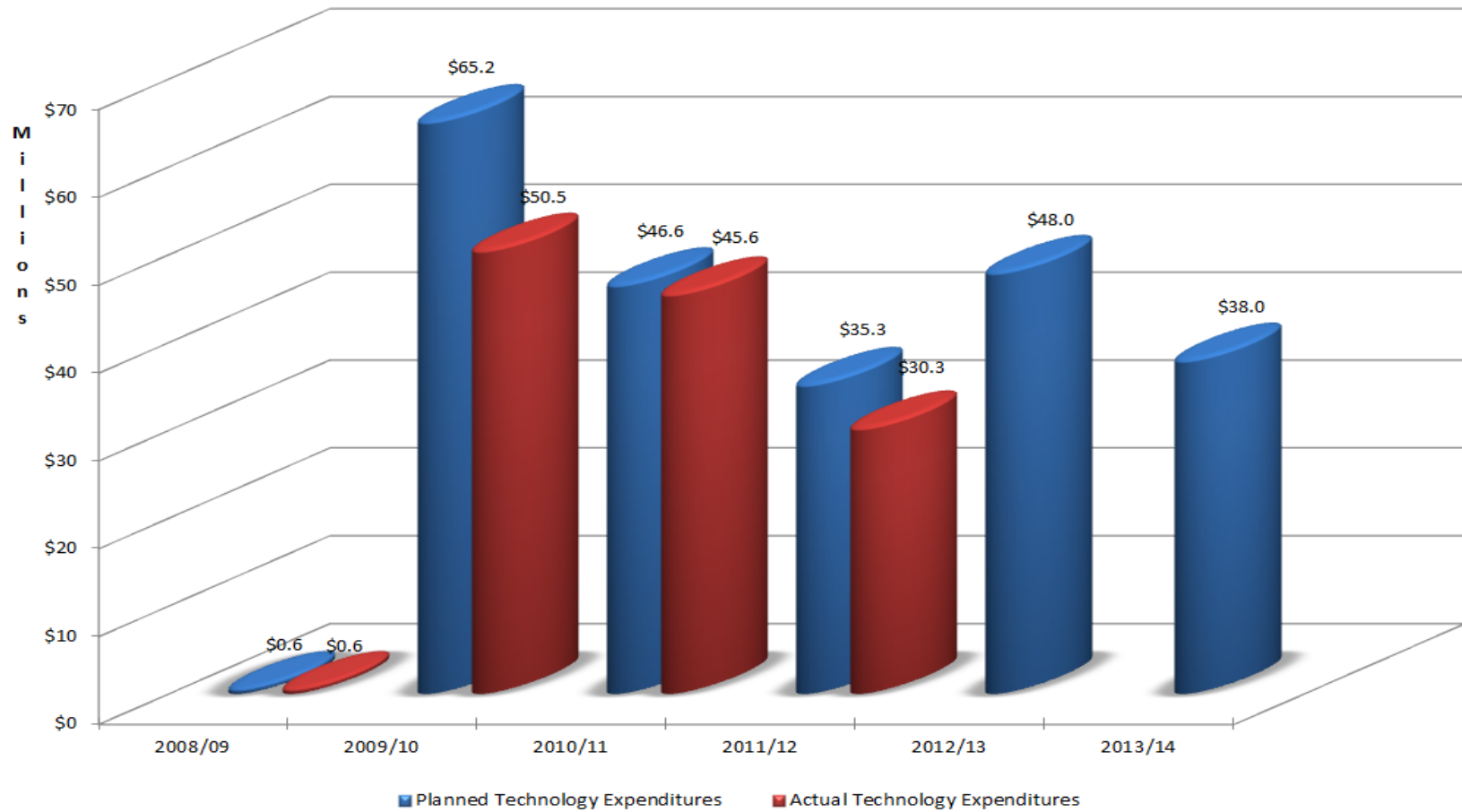


### Proposition S - Planned vs. Actual Expenditures



Planned Expenditures shown above are adjusted based upon anticipated bid climate, change order rate and project execution plan. Planned expenditures are adjusted yearly and do not necessarily mirror the cash-flow plan shown on page 3.

### Technology Program - Planned vs. Actual Expenditures

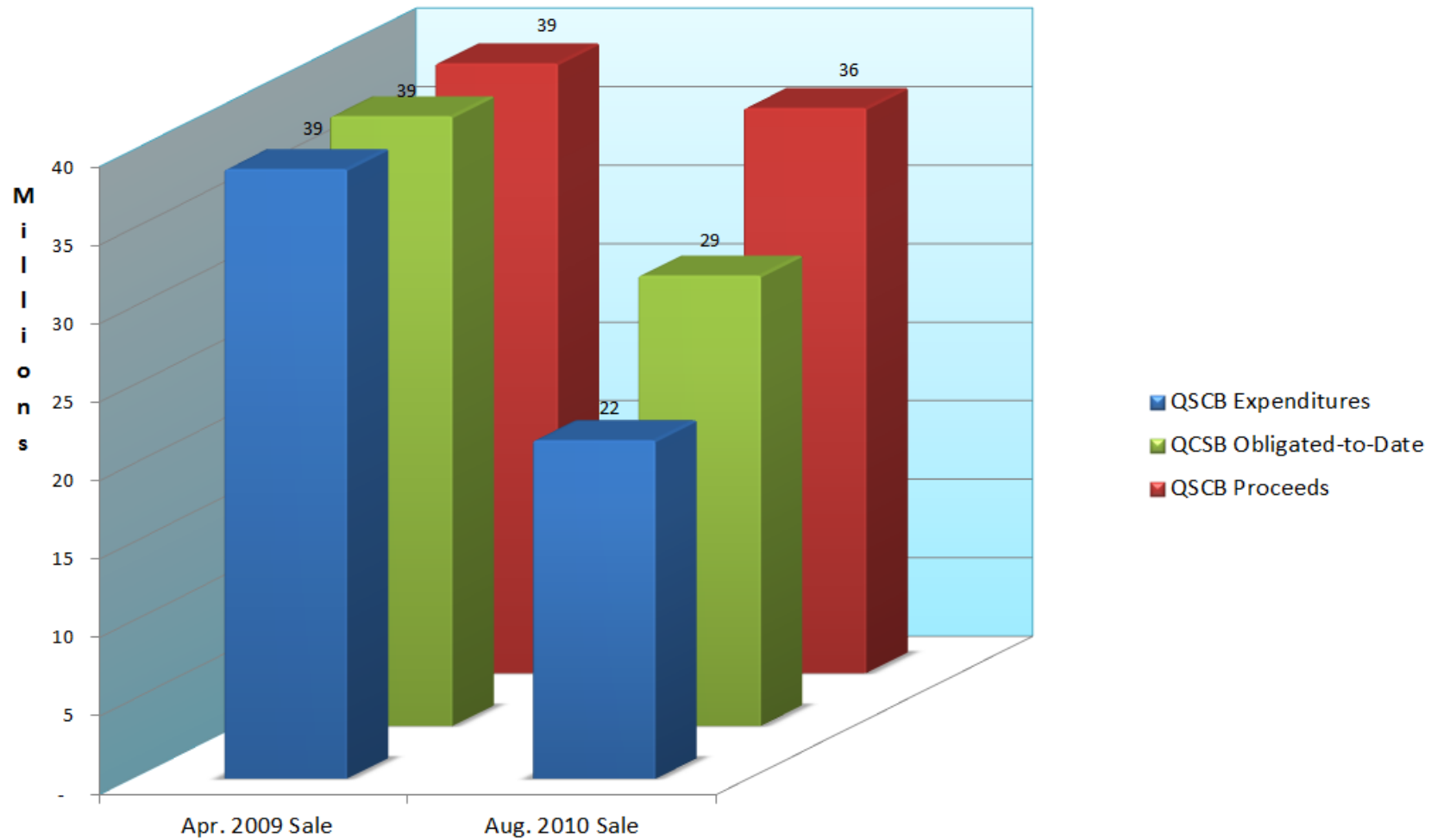


#### Technology Expenditure Burn Rate

Current Month	Last Month	FY 2012 to date	Total-to-date
8,072,076	1,543,292	30,308,700	30,360,946

Note: E-Rate discounts are paid by the Federal Government directly to the vendor as a discount to the i-21 project and are not included in Prop. S expenditures.

### Qualified School Construction Bonds (Zero Interest)



Engineering News Record’s (ENR) most recent Construction Cost Index, Building Cost Index, Materials Cost Index, which are updated monthly. Tables include monthly and annual percent changes. The indices base of 100 started in 1913 and are based upon costs at 20 cities throughout the United States. More information is available at ENR.Com. ENR’s most recent data is shown here.

### Trends

Construction Cost Index (CCI)	The annual escalation rate of the CCI decreased from 2.9% to 2.8%.	<b>20-CITY: 1913 = 100</b>	<b>May-12</b>	<b>% change</b>	<b>% change</b>
		<b>Construction Cost</b>	<b>Index Value</b>	<b>Month</b>	<b>Year</b>
		<b>Common Labor</b>	9289.7	0.2	2.8
		<b>WAGE \$/HR.</b>	19686.5	0.0	2.7
Builder Cost Index (BCI)	Building cost inflation, tracked by the BCI, fell to 2.6% this month from 2.7% last month.	<b>20-CITY: 1913 = 100</b>	<b>May-12</b>	<b>% change</b>	<b>% change</b>
		<b>Building Cost</b>	<b>Index Value</b>	<b>Month</b>	<b>Year</b>
		<b>Skilled Labor</b>	5166.6	0.3	2.6
		<b>WAGE \$/HR.</b>	8847.8	0.0	2.3
Material Cost Index (MCI)	The Material Cost Index held steady at 3.3% from last month over the last year.	<b>20-CITY: 1913 = 100</b>	<b>May-12</b>	<b>% change</b>	<b>% change</b>
		<b>Materials</b>	<b>Index Value</b>	<b>Month</b>	<b>Year</b>
		<b>CEMENT \$/TON</b>	2917.4	0.9	3.3
		<b>STEEL \$/CWT</b>	107.5	0.2	4.2
		<b>LUMBER \$/MBF</b>	50.4	1.2	6.1
			393.0	0.4	-4.5

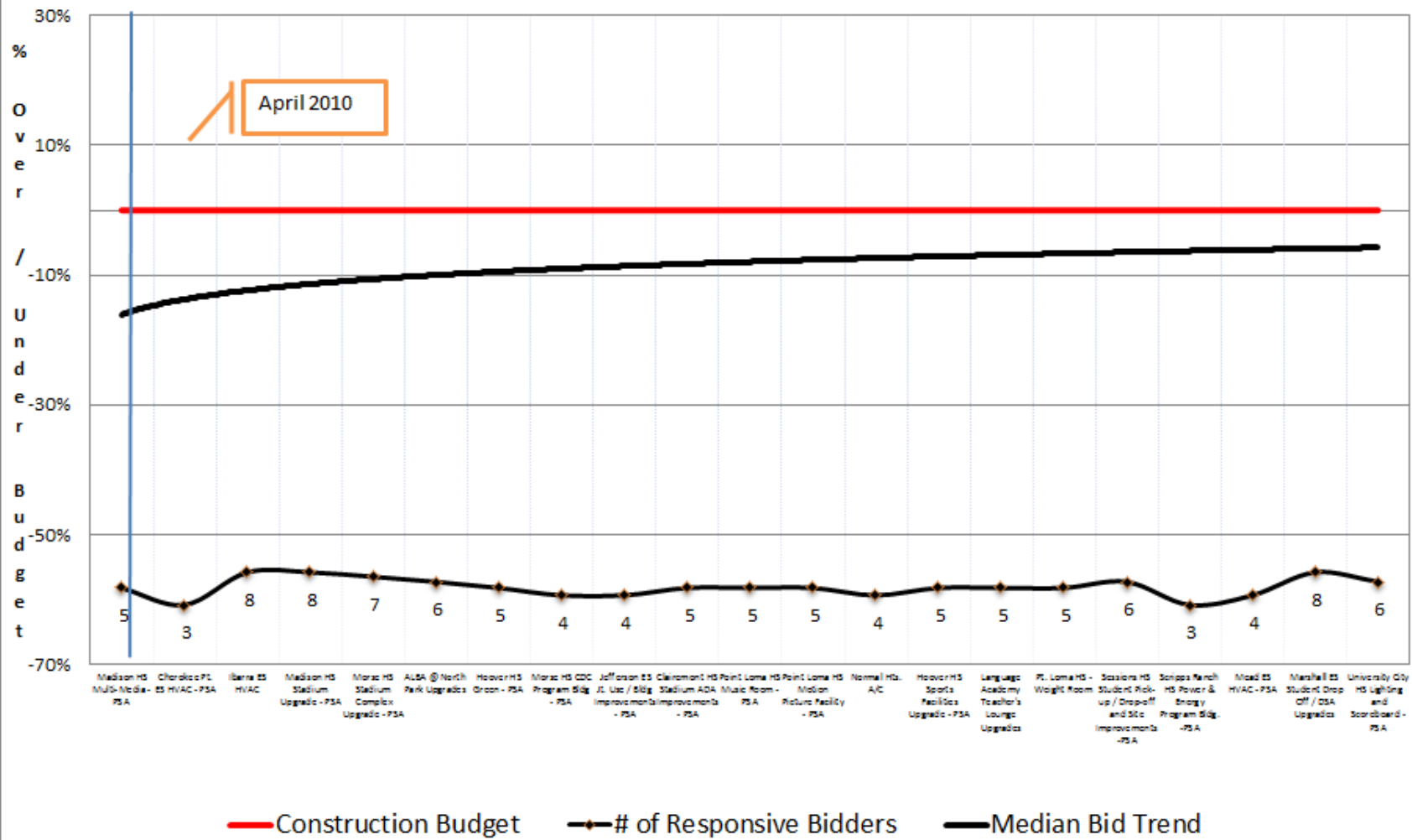
- The Common Labor Index is the labor component of ENR’s Construction Cost Index and tracks the union wage, plus fringe benefits, for laborers.
- The Skilled Labor Index is the labor component of ENR’s Building Cost Index and tracks union wages, plus fringe benefits, for carpenters.

#### Overall Impacts

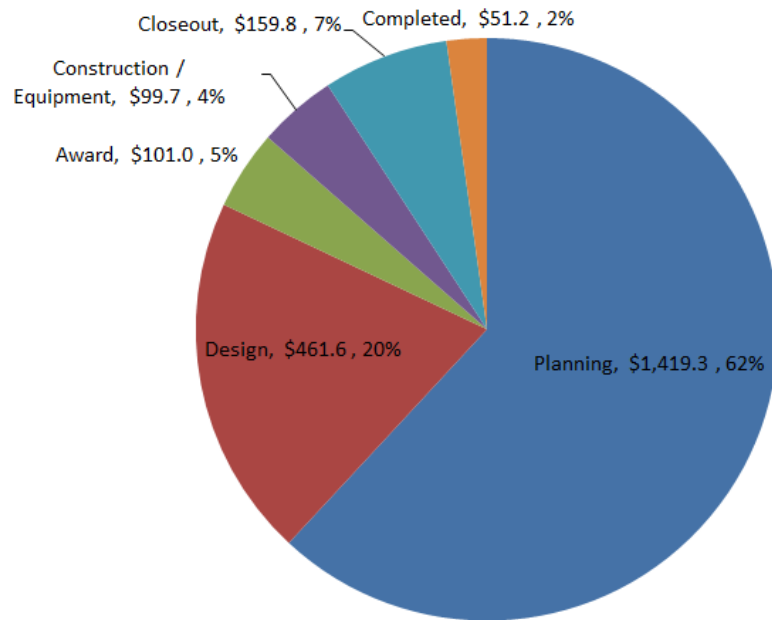
- The CCI, BCI and MCI all increased slightly over the last month. The MCI increase over the last year is 3.3% with steel prices increasing 6.1% and lumber prices decreasing by 4.5% over the year.
- SDUSD FPC is currently applying a 1.8% escalation factor for our internal construction estimates. The Office of Public School Construction is applying 4.28% per the Marshall and Swift CCI. San Diego material costs are seen as lagging the national trend and prevailing labor rates have not been adjusted.
- Over the last year SDUSD construction projects were awarded at 6.4% less than the budget — now less than the expected 10% - 30% range. One year ago projects were awarding at 23% less than the budget. One year ago the median of bids to budget was - 18% of budget and is now -6%.
- Program change order rate is currently 3.4 % with allowances and 5.8% excluding allowances.



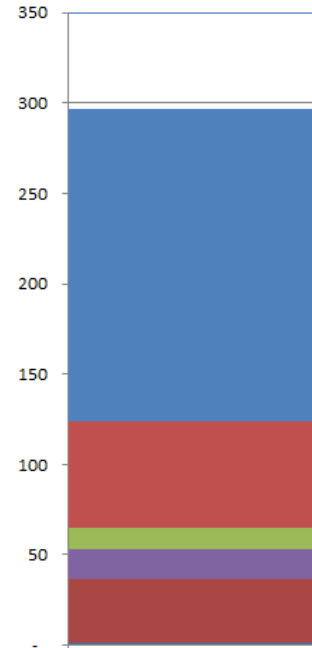
This chart measures general contractor construction bids as a percentage of the construction budget. Since November 2009, the median of bids has increased by 16% indicating that construction costs are on the rise.



**Total Program Value \$2.29B - Phase Value of Projects**

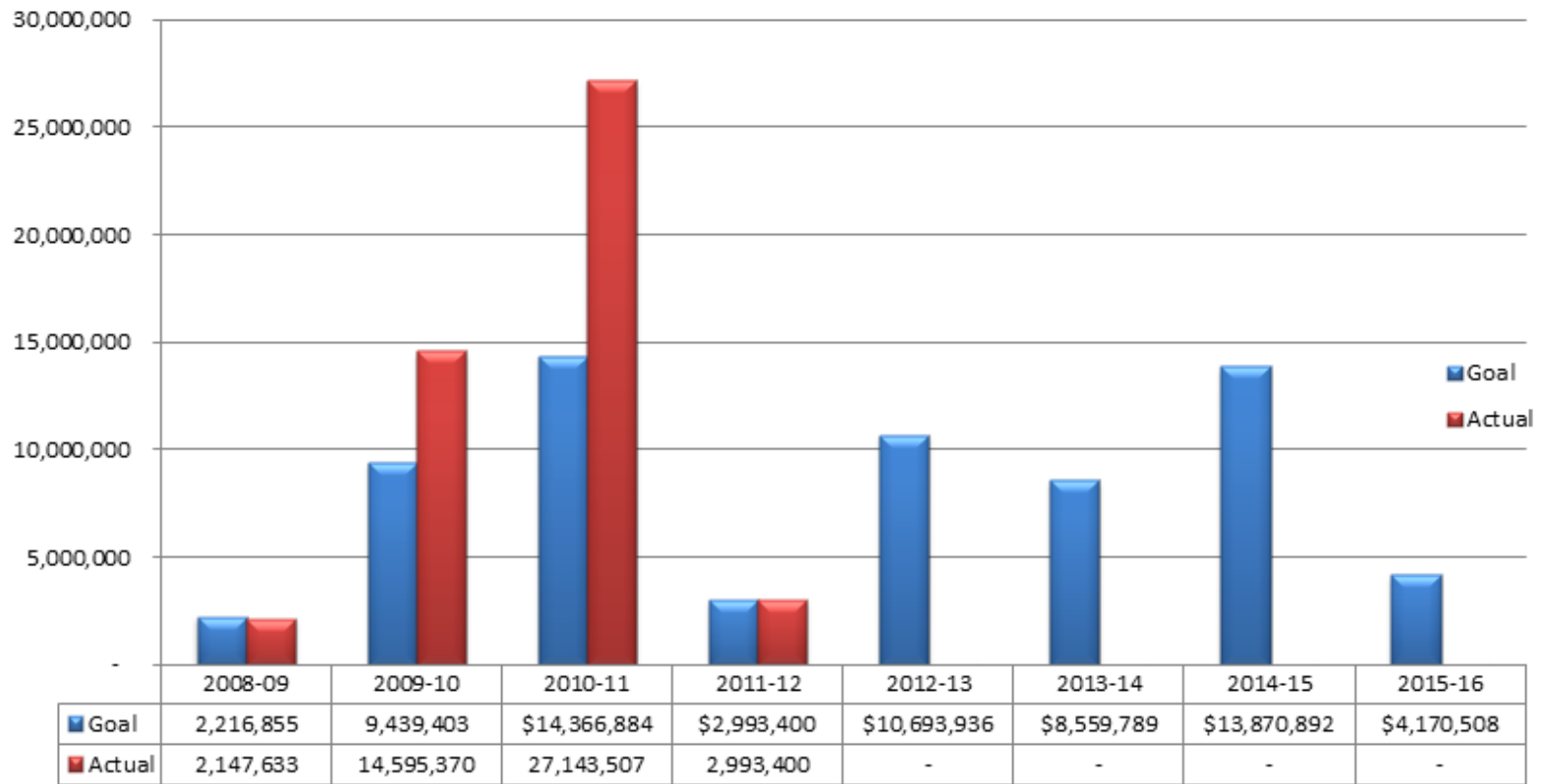


**# of Projects and Project Phase**



■ Planning	173
■ Design	59
■ Award	12
■ Construction / Equipment	16
■ Closeout	36
■ Completed	1

## State Fund Application Goals / Actual Receipts



Due to the possibility that costs will not meet the estimated costs, some money may need to be returned to the state. The yearly goal for 2010-11 was reduced accordingly. Yearly goals have been revised due to the increased risk for bond sales due to the uncertain financial health of the state.

**Kearny H.S. Construction Tech Academy  
First Prop. S Project**



**Crown Point Jr. Music Academy  
Last Scheduled Prop. S Project**

