

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

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

**Preliminary FY 2011-12 Year-End
All Data as of July 31, 2012**

Prepared for:

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

Proposition S Summary

Prop. S Percent Complete	Duration	Expended
14-Year \$2.28B Program (includes Prop. S and State Matching Funds)	25.0%	16.6%
Prop S Bond Sales Received		\$ 519,996,405
State Facility Program (Fund 35) Projected Revenue Thru June 2012		44,774,890
Projected Revenue thru June 2013		564,771,295
Total Expenditures-to-Date		379,295,969
FY 2012-2013 Planned Expenditures		147,606,638
Projected Fund Balance - June 30, 2013		* 37,868,688
Current Fund Balance		* 185,475,326

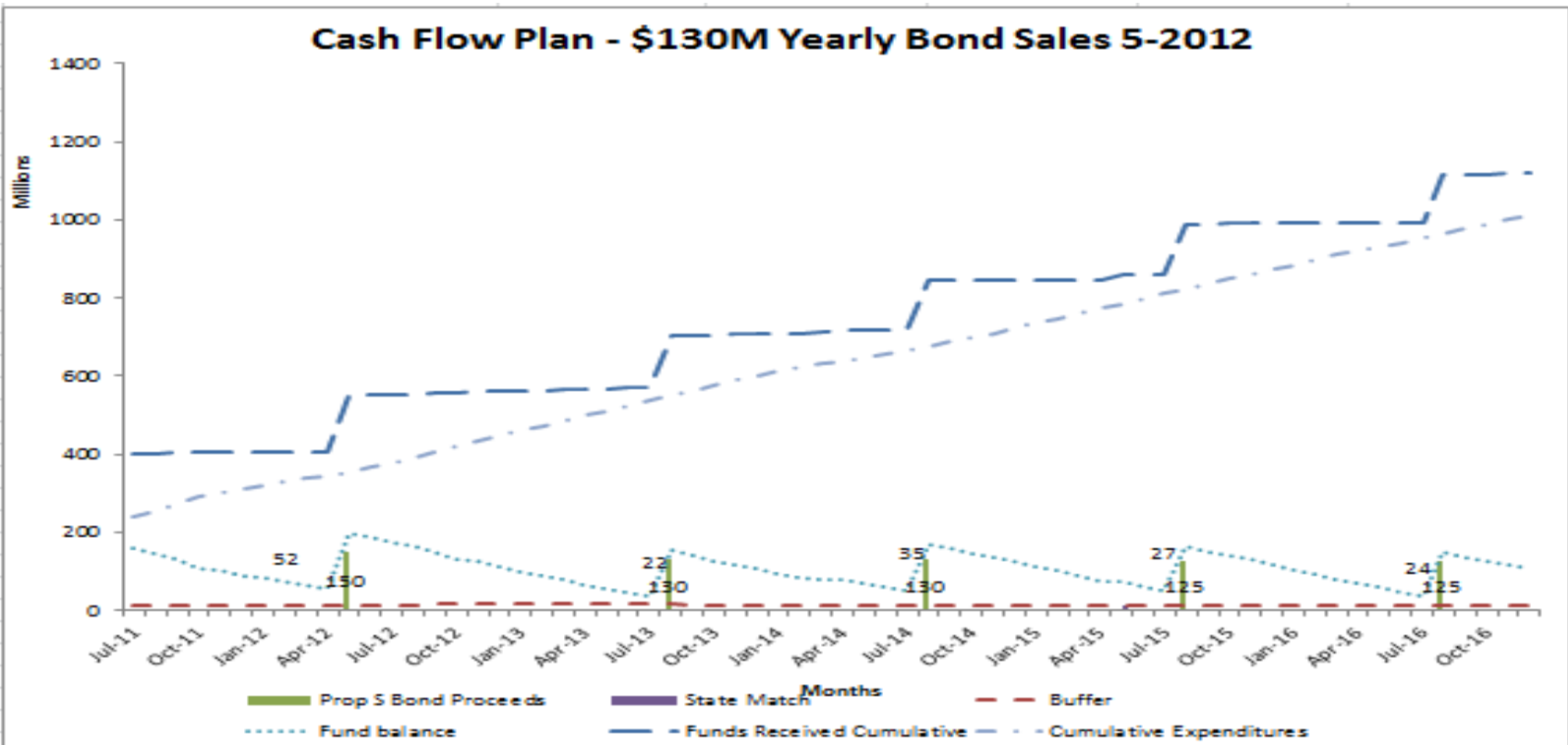
FY 2012 / 2013 Expenditures

Category	Planned Percentage (Five-Year)	Percent of Expenditures	FY Expended - to date	Current Month Expenditures	Previous Month Expenditures
Planning & Design	14.8%	24.8%	\$ 763,007	\$ 763,007	\$ -
Construction & Equipment	80.0%	74.5%	2,286,301	2,286,301	-
Program Management Office	5.2%	0.7%	21,156	21,156	-
Sub-Total	100%	100%	\$ 3,070,464	\$ 3,070,464	\$ -
Prop. S Percent of Budget and Amount Committed-to-Date				17.2%	\$ 392,533,001
Current Remaining Uncommitted Balance				**	172,238,294

Spending Plan	FY 2010 / 11 Actuals	FY 2011 /12 Plan	FY 2011 /12 Actuals	FY 2012 / 13 Plan
Total Expenditures	\$128,108,998	\$ 121,703,548	\$ 133,089,118	\$ 147,606,638
Management Expenditures	23,688,932	20,209,174	19,889,379	22,301,905
Management Costs % of Total Expenditures	18.5%	16.6%	14.9%	15.1%
Federal E-Rate Share	\$ 11,190,697	\$ 8,500,000	\$ 11,359,038	\$ 10,000,000
Total Expenditures with E-Rate	139,299,695	130,203,548	144,448,156	157,606,638
Management Costs % of Total Expenditures	17.0%	15.5%	13.8%	14.2%

- * Fund balance is the unspent balance of revenue received
- ** Committed amount is the amount committed by salary, check authorization, contract or purchase order.
- *** Uncommitted balance is the amount that has not been committed by salary, check authorization, contract or purchase order.
- Management Costs include all labor, services, equipment and supplies that are not direct charges to projects.

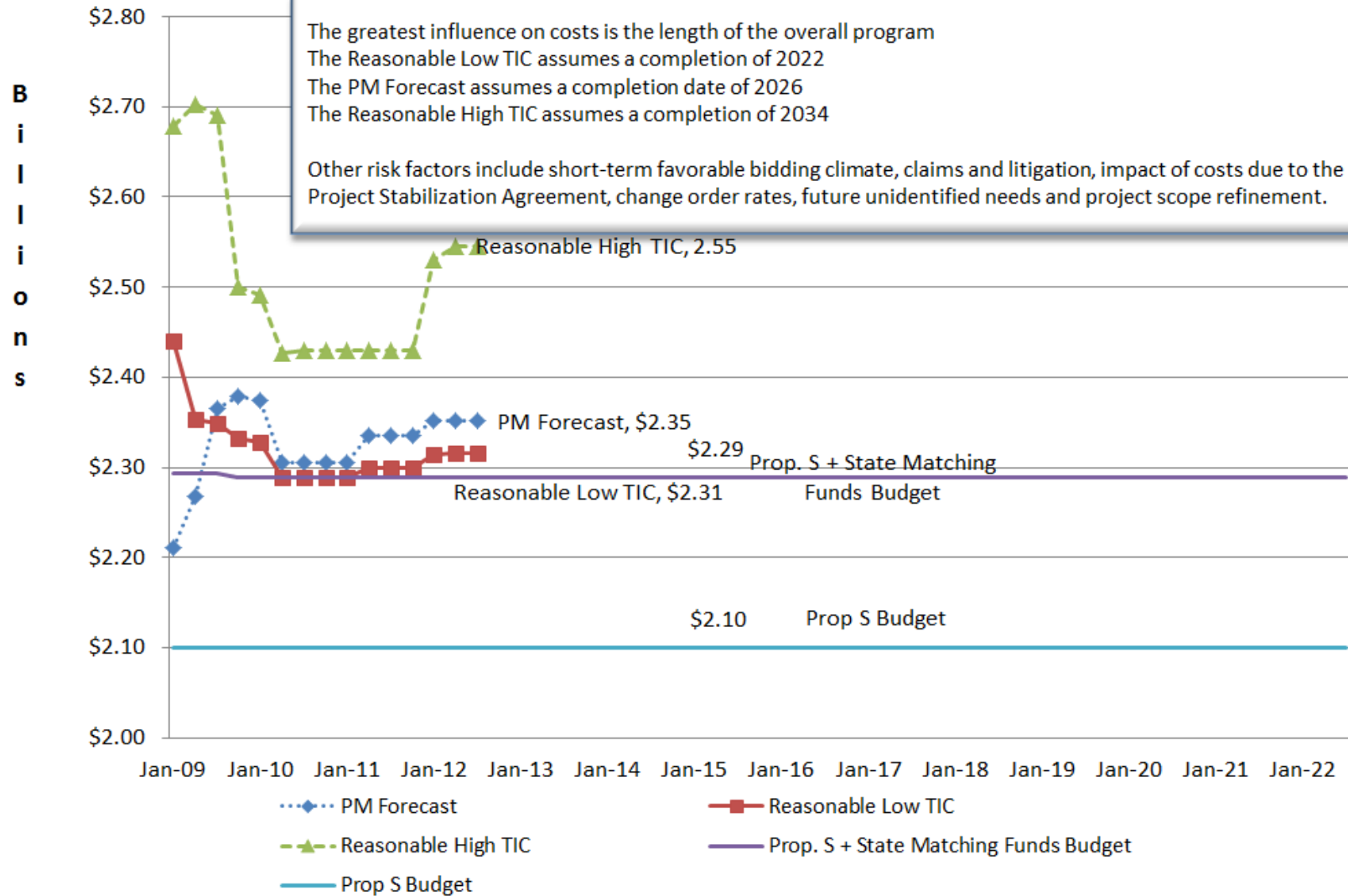
Cash Flow Plan - \$130M Yearly Bond Sales 5-2012



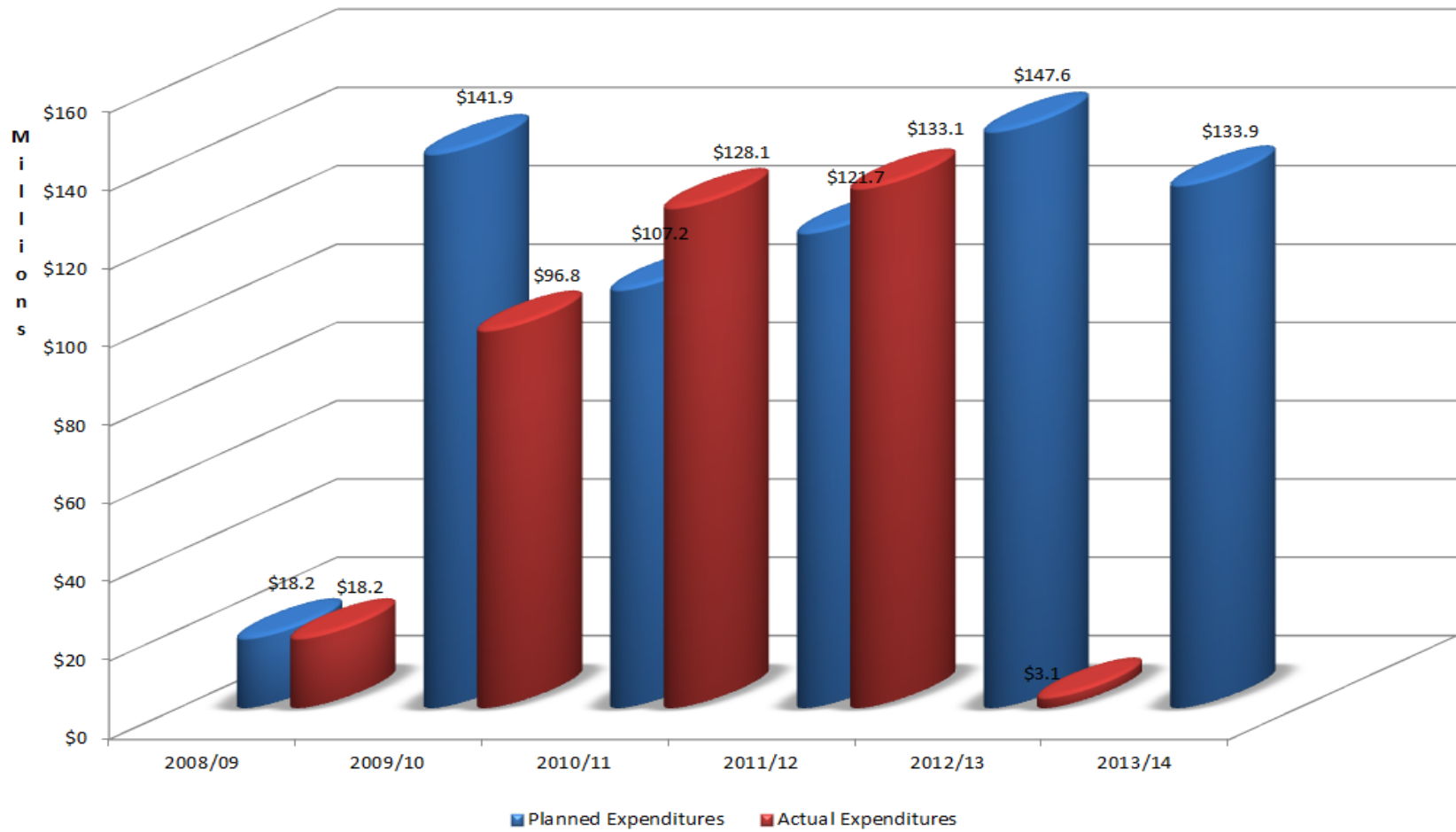
Projected Data Fiscal Year	Jul 2011 - Jun 2012	Jul 2012 - Jun 2013	Jun 2013 - Jul 2014	Jun 2014 - Jul 2015	Jun 2015 - Jul 2016
Yearly Expenditures	133,089,118	147,606,638	133,886,388	130,034,642	134,591,504
Cumulative Expenditures	386,395,969	534,002,607	667,888,995	797,923,637	932,515,141
Prop. S Bond Sale Proceeds	149,998,824	-	130,000,000	125,000,000	125,000,000
Prop. S Bond Sale Proceeds Cumulative	519,996,405	519,996,405	649,996,405	774,996,405	899,996,405
State Matching Funds	2,993,400	7,662,651	8,559,789	13,870,892	4,170,508
State Matching Funds Cumulative	34,103,287	41,765,938	50,325,727	64,196,619	68,367,127
Projected Funds Received	554,099,692	561,762,343	700,322,132	839,193,024	968,363,532
Projected Fund Balance	167,703,723	27,759,736	32,433,137	41,269,387	35,848,391
Buffer for Year	13,308,912	14,760,664	13,388,639	13,003,464	13,459,150
Operating Budget	19,889,379	22,301,905	19,009,174	17,104,993	16,688,128
Operating Budget %	14.9%	15.1%	14.2%	13.2%	12.4%

Fund balance on chart reflects month prior to sale and not FY- End

Proposition S Total Indicated Costs (TIC) Comparison

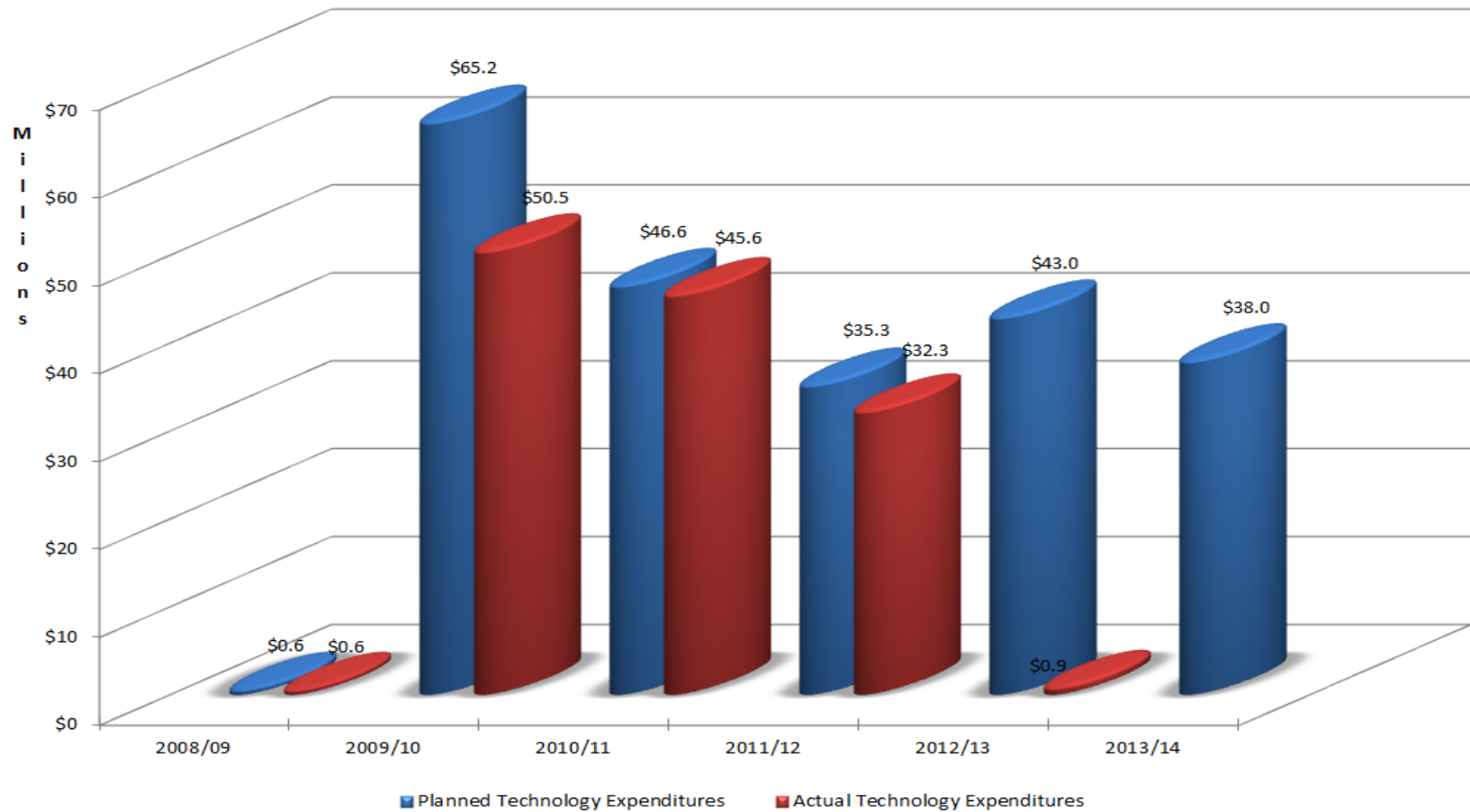


Proposition S - Planned vs. Actual Expenditures



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

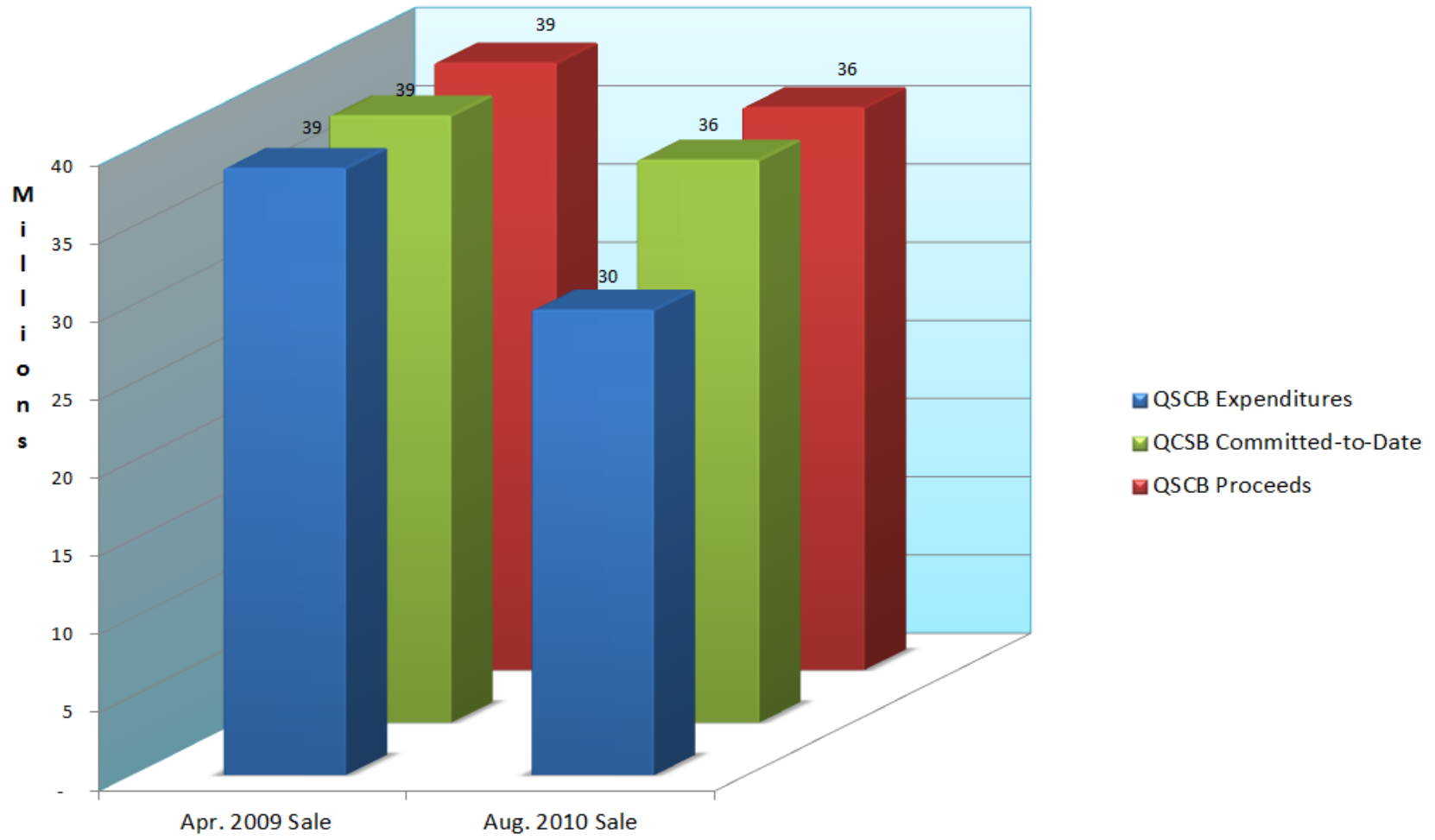


Technology Expenditure Burn Rate

Current Month	Last Month	FY 2012 to date	Total-to-date
874,502	9,072,711	874,502	125,334,299

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

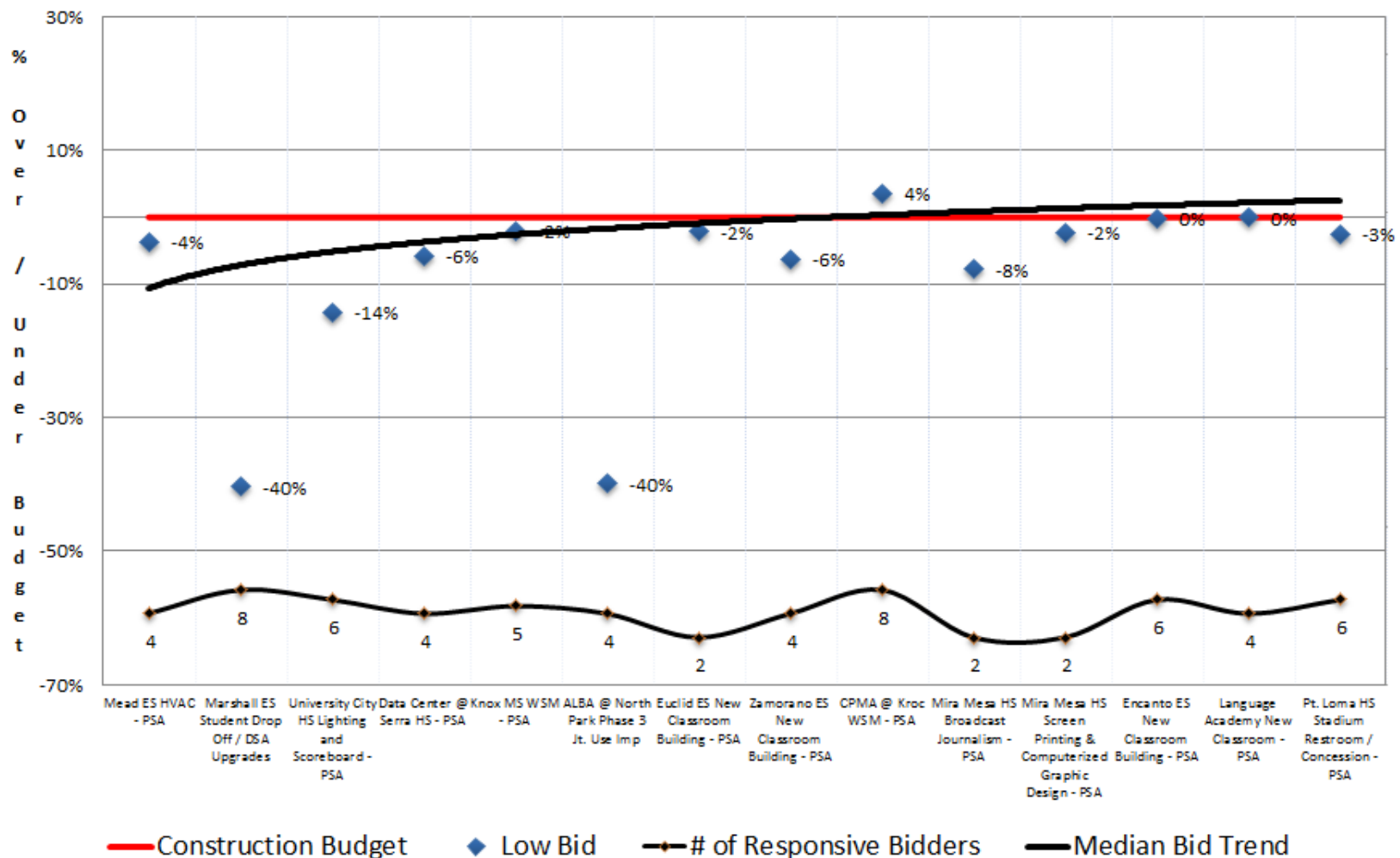
Construction Cost Index (CCI)	Annual inflation measured by the CCI inched upward to 2.7% from 2.6% during the previous month.	20-CITY:	Jul-12	% change	% change
		1913 = 100	Index Value	Month	Year
		Construction Cost	9323.6	0.4	2.7
		Common Labor	19761.7	0.4	2.6
		WAGE \$/HR.	37.6	0.4	2.6
Builder Cost Index (BCI)	The BCI rose by 0.3% this month, with both the materials and labor components increasing.	20-CITY:	Jul-12	% change	% change
		1913 = 100	Index Value	Month	Year
		Building Cost	5183.9	0.3	2.2
		Skilled Labor	8879.2	0.3	1.8
		WAGE \$/HR.	49.3	0.3	1.8
Material Cost Index (MCI)	Declining cement and steel prices partially offset a 1.8% increase in lumber prices.	20-CITY:	Jul-12	% change	% change
		1913 = 100	Index Value	Month	Year
		Materials	2926.0	0.2	2.9
		CEMENT \$/TON	107.4	-0.1	3.3
		STEEL \$/CWT	50.2	-0.3	4.2
		LUMBER \$/MBF	402.1	1.8	-2.7

- 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.

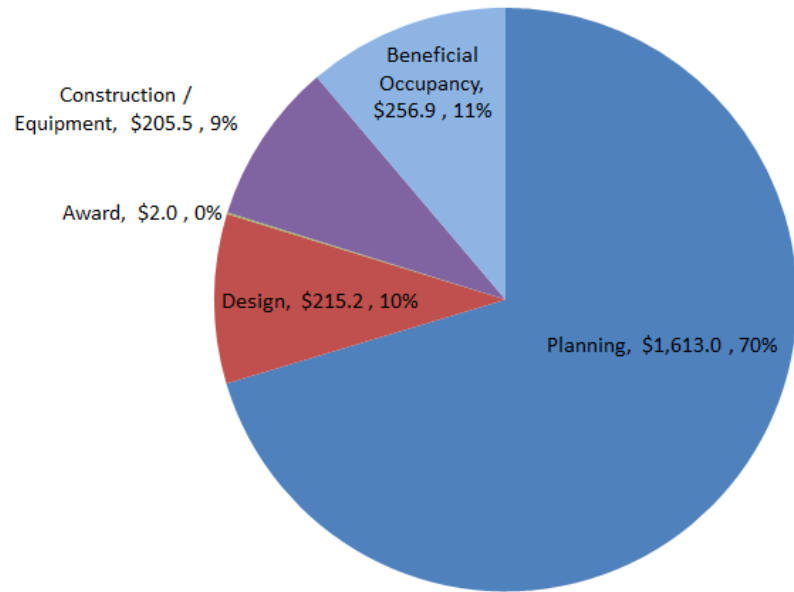
Overall Impacts

- The CCI , BCI and MCI all increased slightly over the last month. The MCI increase over the last year is 2.9% with steel prices increasing 4.2% and lumber prices decreasing by 2.7% over the year.
- SDUSD FPC is currently applying a 2.7% yearly escalation factor for our internal construction estimates. The Office of Public School Construction is applying 4.28% per the Marshall and Swift CCI.
- Over the last year SDUSD construction projects were awarded at 2% less than the budget, down from the average of 20% during the initial project awards from 2009-2011. The median of bids to budget is now at a 0% variance.
- Program change order (CO) rate has declined from 3.6 % to 2.4% due to the recently awarded projects. For projects that have at least 25% work in progress (WIP) the CO rate is 4.3%.

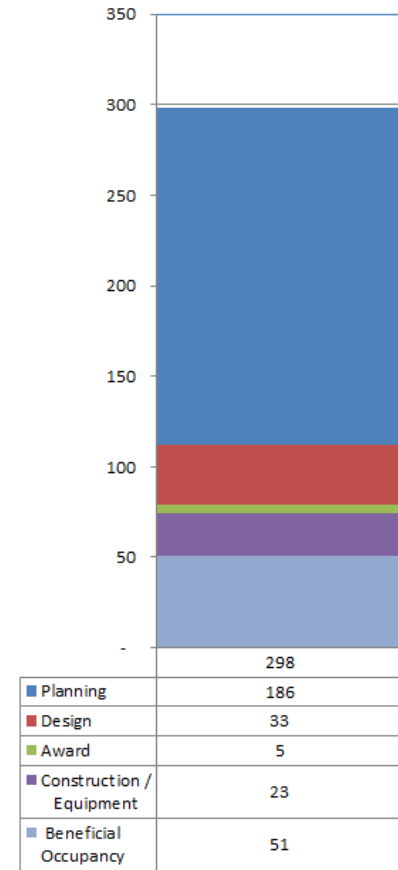
This chart measures general contractor construction bids as a percentage of the construction budget for projects awarded since July 2011. The award amount during this period is 2% under budget. Since the inception of Prop. S, the overall award amount is 14% under budget.



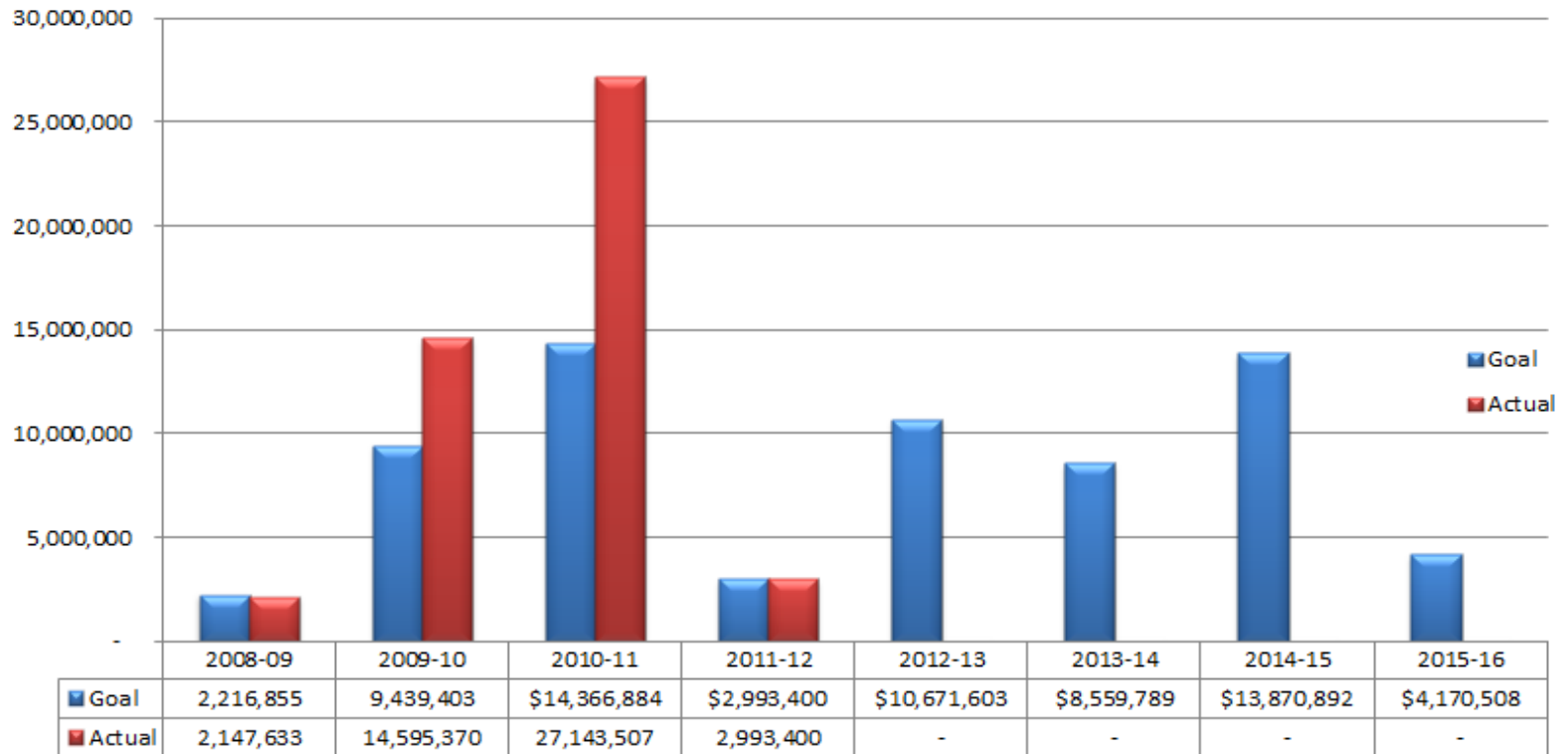
Total Program Value \$2.29B - Phase Value of Projects



of Projects and Project Phase



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.

The Office of Public Schools Construction has increased grant amounts by 4.28% reflecting increases in construction costs in California.

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



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

