

Proposition O



BUILDING A BRIGHTER FUTURE!

.....

CITIZENS' BOND OVERSIGHT COMMITTEE

2008 - 2009 ANNUAL REPORT

.....



Letter from Committee Chair

To: The Board of Trustees and Citizens of the Sweetwater Union High School District

The Citizens' Bond Oversight Committee is pleased to forward its third annual report on the \$644 million general obligation Proposition O bond initiative for the 2008-2009 fiscal year covering the period of July 1, 2008 through June 30, 2009.

Principal duties of the Committee are to ensure that proceeds have been expended for the purposes set forth in the Proposition O ballot language, report the progress annually to the public and provide a compliance statement. Sweetwater's Board of Trustees is responsible for monitoring potential cost overruns, priority of projects commenced and spending levels of individual projects.

The Committee this past year gave special scrutiny to the funds charged to "Programming and Planning" and "Design" as identified in the accompanying Expenditures by Category chart. These expenditures represent a significant proportion of the funds spent this last fiscal year, which is appropriate during the planning and organizational phase of the projects.

This report highlights many of the active projects that will prolong the life of the district's facilities and improve the learning experience of its students. The Committee relied on the annual performance and financial audit of expenditures performed by Nigro, Nigro & White, auditors for the bond funds, which disclosed no instances of non-compliance with the terms of Proposition 39 or Proposition O. The Committee wishes to report that, to the best of its knowledge, the Sweetwater Union High School District is in full compliance with the responsibilities as described in Article XIII A, Section 1(b)(3) of the California State Constitution. A full disclosure of expenditures and the Committee's deliberations can be viewed at www.buildingpropo.com.

In closing, please allow me to express my appreciation to my colleagues on the Committee and staff who have worked so hard this year. It has been my distinct pleasure to serve as chair of the Committee this past year.

Very truly yours,

Rudy G. Gonzalez, Chairperson
Citizens' Bond Oversight Committee

About the District

Founded in 1920, the Sweetwater District has grown to more than 42,000 students in grades 7 through 12 and more than 32,000 adult learners. The district's 32 campuses are located in the cities of Chula Vista, Imperial Beach, National City and San Diego, including the communities of Bonita, Eastlake, Otay Mesa, San Ysidro and South San Diego.

About Proposition O

All schools and students in the Sweetwater Union High School District will benefit from Proposition O.

Proposition O will:

- Upgrade classrooms / restrooms / science labs / technology
- Improve handicap accessibility
- Remove asbestos / lead paint
- Upgrade fire and life safety systems

Proposition O is subject to strict accountability requirements, including independent citizen oversight and annual audits, to guarantee that improvements specified in the District's facilities master plan are completed efficiently and as promised. Proposition O funds can only be spent on our neighborhood secondary and adult schools to benefit local students. Monies may not be spent on administrator salaries or district offices.

Quality school facilities help retain and attract qualified teachers. Good schools maintain local quality of life and strong values.

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- Review of Financial and Performance Audit;
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- Review of Community Outreach Efforts;
- Review of Overhead;
- Review of Design Progress;
- Review of Project Status Reports;
- Review of Program Schedule;
- Review of Financial Reports.

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Bona Fide Taxpayer Association Member

Rudy Gonzalez

Senior Citizen Organization Member

Yolanda Hernandez

At-Large Member

Jane McGill

At-Large Member

Cynthia Melcher

Parent and Active in Parent-Teacher Organization Member

Lourdes Valdez

Business Organization Member

Bernardo Vasquez

Parent of SUHSD Student Member

Board of Trustees

Jim Cartmill, Board Member

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Bertha Lopez, Board Member

Pearl Quiñones, Board Member

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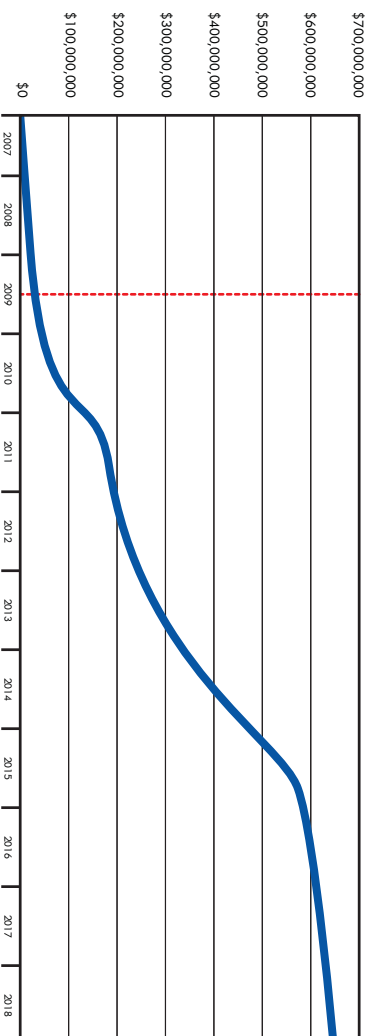
Jesus M. Gandara, Ed.D., Superintendent

For detailed information on the status of Proposition O as well as progress updates for each school, please visit www.buildingpropo.com or call 1-888-680-PROPO.

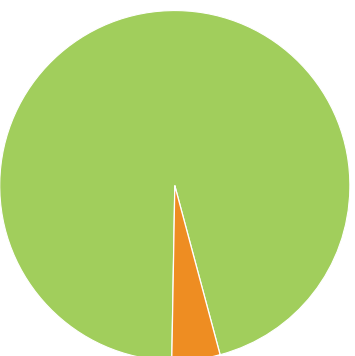
Sweetwater Union High School District
Proposition O Bond Program
1130 Fifth Avenue
Chula Vista, CA 91911

Bond Expenditures as of June 30, 2009

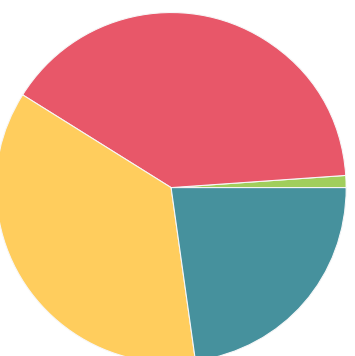
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Total Bond Expenditures June 30, 2009



Expenditures by Category June 30, 2009*



Total Bond Allocation	\$644,000,000
Revenue	\$5,339,284
Total Bond Funds	\$649,339,284
Total Bond Expenditures	\$31,938,997
Bond Funds Remaining	\$617,400,287*

* Does not include Premium on Sale of Bonds and Other Financing Sources.

Planning & Programming	24%
Design	36%
Construction	40%
Equipment	1%

* Expenditures by Category - June 30, 2009 does not include Issuance Costs.

PROPOSITION O BOND BUILDING FUND OF SWEETWATER UNION HIGH SCHOOL DISTRICT Balance Sheet June 30, 2009 Independent audit performed by Nigro, Nigro & White.

ASSETS	
Cash in county treasury	\$ 135,762,470
Accounts receivable - interest	554,668
Due from other funds	29,650,000
Total Assets	<u>\$ 165,967,138</u>
LIABILITIES AND FUND BALANCE	
Liabilities	
Accounts payable	\$ 1,960,909
Due to other funds	89,336
Total Liabilities	<u>2,050,245</u>
Fund Balance	
Reserved for capital projects	163,916,893
Total Liabilities and Fund Balance	<u>\$ 165,967,138</u>

PROPOSITION O BOND BUILDING FUND OF SWEETWATER UNION HIGH SCHOOL DISTRICT Statement of Revenues, Expenditures and Changes in Fund Balance For the Fiscal Year Ended June 30, 2009

REVENUES	
Earnings on investments	\$ 3,844,388
Total Revenues	<u>3,844,388</u>
EXPENDITURES	
Plant services	371,034
Facility acquisition and construction	20,644,689
Total Expenditures	<u>21,015,723</u>
Deficiencies of Revenues Under Expenditures	
	<u>(17,171,335)</u>
OTHER FINANCING SOURCES (USES)	
Transfers in	6,965,055
Transfers out	(48,623)
Total Other Financing Sources (Uses)	<u>6,916,432</u>
Net Change in Fund Balance	<u>(10,254,903)</u>
Fund Balance, July 1, 2008	<u>174,171,796</u>
Fund Balance, June 30, 2009	<u>\$ 163,916,893</u>

With Ground Broken, Sweetwater Union High School District is Building a Brighter Future

The Sweetwater Union High School District officially broke ground on Proposition O on March 27, 2009. The largest 100 percent LEED certified building program in the State of California, Phase I of Proposition O will immediately address needs at nine of the oldest facilities in the district. Each of the nine new facilities have been designed to meet be gold certified in leadership for energy and environmental design (LEED) green building rating system. Building green has a positive impact on the learning environment of our classrooms. Studies prove that student achievement is greater, attendance is higher, and teach and staff retention is improved when the learning environment is naturally lit, comfortable and well maintained.

The following is list of active Proposition O projects as of June 30, 2009.

For additional information on current and future Proposition O projects, please visit www.buildingpropo.com

Chula Vista High School

Chula Vista High School will be receiving a new multi-purpose building which will house the school's theater. This 25,729 square foot structure will accomodate the creative arts for Chula Vista students. A new 5,735 square foot library will also be built. The new library will expand the world of knowledge for students, giving them an environment to learn and excel. Additionally, the school's gymnasium will be modernized, making it 14,154 square feet. Lastly, the boys and girls locker rooms will be updated and modernized. The boys locker room will total 10,966 square feet and the girls locker room will total 8,946 square feet.



Chula Vista Middle School

Both a classroom facility and a cafeteria will be produced as part of the Chula Vista Middle School's renovation. The one-story classroom building will be 10,842 square feet. Additionally, a brand new 3,500 square foot, one-story cafeteria building will be constructed.



Hilltop High School

A brand new two-story, 16,147 square foot classroom facility will be produced at Hilltop High school. This much needed project will facilitate a greater learning experience for all Hilltop students and faculty. Additionally, a new 5,896 square foot shop/industrial technology facility will be created in order to keep students up with evolving technologies, better preparing them for opportunities in the workforce. The last project that will take place on Hilltop's campus is the replacement of four major classroom buildings with new buildings. This 8,690 square foot project will equip students, faculty, and staff with a modernized, eco-friendly space.



Mar Vista High School

Students at Mar Vista High School will have the opportunity to utilize a 4,452 square foot building that will function as a food sales area, provide a meeting place for the Associated Student Body, and contain a storage space as well. Furthermore, the student services building will be upgraded into a 9,836 square foot space allowing faculty and staff a better opportunity to service the students' needs in a much improved environment. Lastly, Mar Vista's annex classroom building will be modernized to total 2,200 square feet.



Montgomery High School

A new two-story classroom and library complex will be constructed. The building will be 19,226 square feet and allow the interaction of students and teachers to flow freely as they come together in this state-of-the-art facility. An additional building on campus will undergo modernization, making it 9,890 square feet. Montgomery High School's old library will be updated as well, making it 4,964 square feet. Finally, the Montgomery High School athletic department will be greatly improved with the implementation of a synthetic track and field. This field will be useful not only for student athletes, but for the community and fans as well.



National City Middle School

A new two-story building will provide National City Middle School students with new classrooms, as well as a brand new cafeteria. This 17,734 square foot building will host new and improved learning facilities as well as an essential area for students, faculty, and staff to eat.



Southwest High School

Construction at Southwest High School will feature a new 29,231 square foot classroom building. This two-story facility will expand Southwest's campus and allow more space for students to interact and thrive in their learning environment.



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Sweetwater High School

A much needed three-story building will be constructed at Sweetwater High School. This 86,360 square foot building will facilitate a number of needs for Sweetwater students. First and foremost, the new building will be home to new classrooms. A contemporary library will be constructed for students to learn and explore. Lastly, this learning complex will house Sweetwater's theater, where faculty, staff and students may utilize and enjoy the space for a multitude of purposes.



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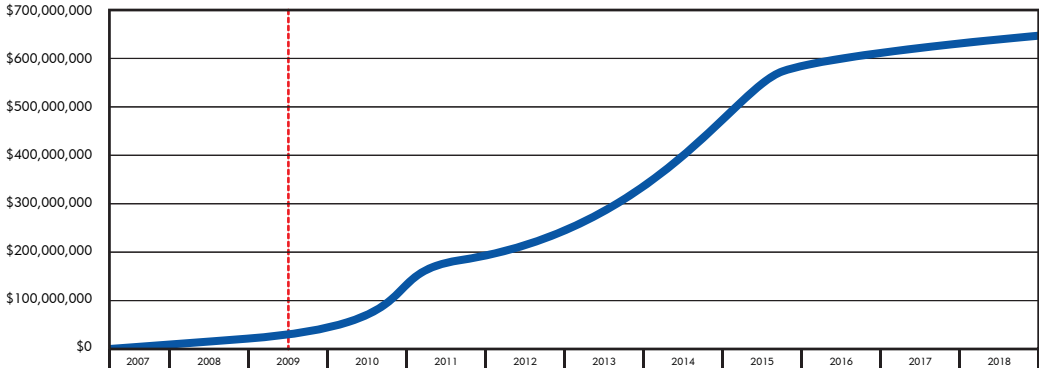
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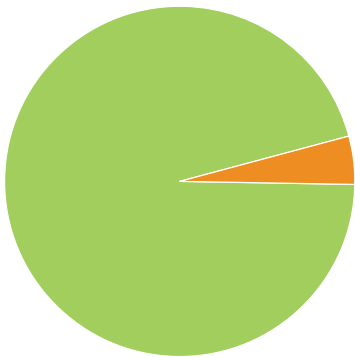
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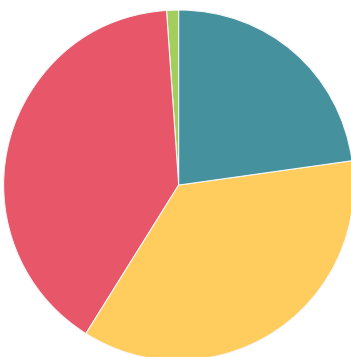
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The Sweetwater Union High School District is committed to reducing environmental impacts through the increased use of post-consumer recycled materials.

This report was printed on FSC certified and 100% post-consumer waste paper.