



**CUPERTINO UNION SCHOOL DISTRICT**  
**Citizens' Measure H Bond Oversight Committee**

**Minutes of the May 28, 2014 Meeting**  
**Approved**

**MEMBERS PRESENT (6):**

Mark Burns (Chair)  
Daniel Nguyen (Vice-Chair)  
Liz Brockman  
Lavanya Noor  
David Fung  
Randall Shingai

**MEMBERS ABSENT (3):**

Orrin Mahoney  
Rajeev Singh  
Benaifer Dastoor

**NON-MEMBERS PRESENT:**

Rick Hausman, CUSD, Chief Business Officer  
Pam Mackey, CUSD, Administrative Secretary to Rick Hausman  
Mary Ann Duggan, CUSD, Director-Facilities Modernization  
Tony Kanastab, Kitchell CEM  
Stan Wong, Swinerton Management Consulting  
Jeff Scogin, Ann Kennedy Group (AKG))

**CALL TO ORDER:**

A tour of the construction site at Cupertino Middle School was given to all members who were interested prior to the meeting which was held in one of the classrooms at the school. Mark Burns called the meeting to order at 7:14 p.m.

**ADOPTION OF AGENDA:** Agenda was approved unanimously.

**APPROVAL OF MINUTES OF February 5, 2014:** Daniel Nguyen made a motion to approve the minutes; Liz Brockman seconded the motion; minutes were approved unanimously.

**PUBLIC COMMENTS:** None

**MEMBER COMMENTS:** Rick Hausman announced he will be retiring as Chief Business Officer of Cupertino Union School District effective July 31, 2014.

**COMMITTEE ORGANIZATION/ELECTIONS:**

Orin Mahoney will be returning for another term. Rajeev Singh will not be returning, and the Board will be asked on June 17 to approve Emily Lee Kelley as a new committee member.

Election for Chairperson: Both Mark Burns and David Fung were nominated. After voting results confirmed a tie, Mark Burns conceded and David Fung was approved as the committee Chairperson for the next term.

Election for Vice Chairperson: Daniel Nguyen was nominated and approved as the committee Vice Chairperson for the next term.

Newly elected Chairperson David Fung directed the meeting from this point on.

**UPDATE -- 2012 MEASURE H BOND PROGRAM (\$220M OVER 6 YEARS)**

**A. PROGRESS REPORT (PowerPoint Handout dated May 28, 2014)**

Mary Ann Duggan reviewed completed projects, projects in progress as well as program developments. Lawson renovation/construction should be completed in time for the start of school in August. The multi-purpose building at CMS is delayed and will open in two phases. Modernization projects at Meyerholz, Regnart, Sedgwick and West Valley are scheduled for Summer 2014. West Valley is having voluntary seismic upgrades which will be 15-month project. Designs are currently underway for Summer 2015 for Miller and Hyde middle schools as well as Muir, McAuliffe and Garden Gate. CUSD holds the highest credit rating with Standard and Poor's as well as Moody's, which means good interest rates for the District. An updated Bond Program Implementation Plan (PIP) and Bond Revision will go to the Board on June 17 for approval. The annual financial and performance audits will be done in August. The District used CCSS funds for recent iPad purchases, as \$3.7M needs to be spent within 2 years. Bond funds will do lab replacement at elementary schools.

**B. FINANCIAL REPORT**

Jeff Scogin of AKG reviewed the Measure H Bond Program Quarterly Report

- Master Project List Report (Pages 1-14) as of 3.25.14. To date, there have been three revisions and the fourth revision will be done 6.17.14.
- Whole Program Summary Report (Page 15) Reporting inception through 3.31.14. The District has spent \$8.5M since our last meeting. Typically, there is a three month lag before we pay an invoice.
- Project Summary Report (Pages 16-28) Reporting inception through 3.31.14. It was noted that the Technology category is a bit misleading. Note: Green represents under budget; Black on target; Red over budget. It was suggested "Actual Cost" be considered as another heading for future reports.
- Measure H Cash Flow (Page 29) Reporting inception through 3.31.14
- Project Sequence (Page 30) Projects from 2013 through 2018

Next bond sale will probably be in 2016. The District has \$70M left, so we could possibly issue \$50M first and then the final \$20M. Rick Hausman states we pace ourselves based on the maximum for elementary school districts which is \$30/\$100K of assessed value.

**NEXT MEETING DATE:** Wednesday, September 3, 2014 at 7:30 p.m. in the District Board Room.

**ADJOURNMENT:** 8:30 p.m.