

**SAN DIEGO UNIFIED SCHOOL DISTRICT**  
**PROPOSITIONS S AND Z GENERAL OBLIGATION BONDS**  
**FINANCIAL STATEMENTS**  
June 30, 2018

SAN DIEGO UNIFIED SCHOOL DISTRICT  
San Diego, California

PROPOSITIONS S AND Z GENERAL OBLIGATION BONDS  
FINANCIAL STATEMENTS  
June 30, 2018

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## INDEPENDENT AUDITOR'S REPORT

Audit Committee and Board of Education  
San Diego Unified School District  
San Diego, California

**Report on the Financial Statements**

We have audited the accompanying financial statements of San Diego Unified School District (the "District") Proposition S General Obligation Bonds and Proposition Z General Obligation Bonds activity included in the Building Fund of the District, as of and for the year ended June 30, 2018, and the related notes to the financial statements as listed in the table of contents.

***Management's Responsibility for the Financial Statements***

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

***Auditor's Responsibility***

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

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(Continued)

## **Opinions**

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the San Diego Unified School District Proposition S General Obligation Bonds and Proposition Z General Obligation Bonds activity as of June 30, 2018, and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## **Emphasis of Matter**

As discussed in Note 1, the financial statements present financial activity and balances of the Propositions S and Z General Obligation Bonds activity only, and do not purport to, and do not, present fairly the financial position of the District as of June 30, 2018, the changes in its financial position, or, where applicable, its cash flows for the year then ended, in accordance with accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

## **Other Matters**

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise San Diego Unified School District's Proposition S General Obligation Bonds and Proposition Z General Obligation Bonds activity financial statements. The accompanying Introduction, Background Information and Independent Citizens' Oversight Committee Member Listing and the other supplementary information listed in the table of contents are presented for purposes of additional analysis and are not a required part of the financial statements.

The Introduction and Independent Citizens' Oversight Committee Member Listing and other supplementary information as listed in the table of contents are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Introduction and Independent Citizens' Oversight Committee Member Listing and other supplementary information as listed in the table of contents are fairly stated, in all material respects, in relation to the financial statements as a whole.

The Background Information has not been subjected to the auditing procedures applied in the audit of the financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

## **Other Report Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued our report dated November 27, 2018 on our consideration of the District's internal control over financial reporting and on our test of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters for the Propositions S and Z General Obligation Bonds activity. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance for the Propositions S and Z General Obligation Bonds activity.

*Crowe LLP*

Crowe LLP

Sacramento, California  
November 27, 2018

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PROPOSITIONS S AND Z GENERAL OBLIGATION BONDS  
BACKGROUND INFORMATION  
June 30, 2018

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San Diego Unified School District (“District”) began operations in 1854 under the laws of the State of California. The San Diego Unified School District serves more than 130,000 students in preschool through grade 12, which includes students in Charter Schools. The District’s educational facilities include 108 elementary schools, 9 K-8 schools, 25 middle/junior schools, 23 senior high schools, 12 atypical/alternative schools, 46 State preschools sites, 8 child development centers, 4 special education centers and is the sponsoring agency for 48 charter schools

Upon passage of Proposition 39, an accompanying piece of legislation, AB 1908 (Chapter 44, Statutes of 2000), was also enacted, which amended the Education Code to establish additional procedures which must be followed if a District seeks approval of a bond measure pursuant to the 55% majority authorized in Propositions S and Z including formation, composition and purpose of the Independent Citizens’ Oversight Committee, and authorization of injunctive relief against the improper expenditure of bond revenues.

The passage of Proposition 39 in November 2000 amended the California Constitution to include certain accountability provisions. Specially, the District must conduct an annual independent performance audit to ensure that funds have been expended only on the specific projects listed as well as an annual, independent financial audit of the proceeds from the sale of the bonds until all of the proceed have been expended for facilities projects.

On November 4, 2008, San Diego voters approved by more than the required 55% favorable vote, Proposition S, authorizing the issuance and sale of general obligation bonds, not to exceed \$2.1 billion. The bond is a Proposition 39 bond, which required approval from at least 55 percent of voters to pass. The District issued Series A through K totaling \$862 million. As of June 30, 2018, the principal balance, including outstanding accreted interest and refunding bonds, on the Proposition S Bonds was \$1.095 billion.

On November 6, 2012, San Diego voters approved Proposition Z, a \$2.8 billion bond proposition that the District will use to maintain safe and productive learning environments for students. The bond is a Proposition 39 bond, which required approval from at least 55 percent of voters to pass. The tax rate imposed to meet repayment of the proposed bonds will not exceed \$60 per year per \$100,000 of assessed valuation of taxable property. The District issued Series A through J totaling \$1.875 billion. As of June 30, 2018, the principal balance on the Proposition Z Bonds was \$1.553 billion.

SAN DIEGO UNIFIED SCHOOL DISTRICT  
 PROPOSITIONS S AND Z GENERAL OBLIGATION BONDS  
 INTRODUCTION AND INDEPENDENT CITIZENS' OVERSIGHT  
 COMMITTEE MEMBER LISTING  
 June 30, 2018

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The Independent Citizens' Oversight Committee had the following members as of June 30, 2018, all of whom were appointed by the District's Board of Education with two year terms:

<u>Name</u>	<u>Representation at June 30, 2018</u>	<u>Education Code Section</u>
Ms. Karen Prescott	Construction Industry Organization representative (National Electrical Contractors Association) and member who is active in a business organization representing the business community located within the District.	15282(2)(1)
Mr. Andy Berg	At Large	15282(a)
Ms. Betsy Mueller	At Large	15282(a)
Mr. Matt Kriz	San Diego Building Construction Trades Council representative	15282(a)
Mr. Jonathan Dean	Proposition Z Charter School Facilities Committee	n/a*
Vacant	American Society of Civil Engineers representative	n/a*
Roosevelt Blackmon	SDUSD Cluster Governance Committee representative who is a parent or guardian of a child enrolled in the District	15282(a)(4)
Mr. John Souza	Board Appointee-Active in Senior Citizens' Organization	15282(a)(2)
Mr. Bernadette Butkiewicz	Middleclass Taxpayers Association representative who is active in Bona Fide Taxpayers' Organization	15282(a)(3)
Ms. Mahogany Taylor	San Diego Unified Council of Parent Teacher Association representative who is a parent or guardian who has a child enrolled in the District	15282(a)(4)
Vacant	San Diego Regional Chamber of Commerce representative	n/a*

\* The representation is not required by Education Code.

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SAN DIEGO UNIFIED SCHOOL DISTRICT  
 PROPOSITIONS S AND Z GENERAL OBLIGATION BONDS  
 BALANCE SHEET  
 June 30, 2018

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	<u>Proposition S</u>	<u>Proposition Z</u>	<u>Total</u>
<b>ASSETS</b>			
Cash in County Treasury (Note 2)	\$ 144,678,878	\$ 889,478,454	\$ 1,034,157,332
Receivables (Note 3)	716,616	5,580,999	6,297,615
Due from other funds (Note 5)	<u>15,287</u>	<u>1,000,851</u>	<u>1,016,138</u>
Total assets	<u>\$ 145,410,781</u>	<u>\$ 896,060,304</u>	<u>\$ 1,041,471,085</u>
<b>LIABILITIES AND FUND BALANCE</b>			
Liabilities:			
Accounts payable	\$ 10,105,897	\$ 36,902,965	\$ 47,008,862
Due to other funds (Note 5)	<u>405,868</u>	<u>5,241,421</u>	<u>5,647,289</u>
Total liabilities	<u>10,511,765</u>	<u>42,144,386</u>	<u>52,656,151</u>
Fund balance:			
Restricted – capital projects	<u>134,899,016</u>	<u>853,915,918</u>	<u>988,814,934</u>
Total liabilities and fund balance	<u>\$ 145,410,781</u>	<u>\$ 896,060,304</u>	<u>\$ 1,041,471,085</u>

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See accompanying notes to financial statements.

SAN DIEGO UNIFIED SCHOOL DISTRICT  
 PROPOSITIONS S AND Z GENERAL OBLIGATION BONDS  
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 For the Year Ended June 30, 2018

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	<u>Proposition S</u>	<u>Proposition Z</u>	<u>Total</u>
Revenues:			
Other state revenue	\$ -	\$ 8,851	\$ 8,851
Other local revenue	<u>2,163,419</u>	<u>15,225,070</u>	<u>17,388,489</u>
Total revenue	<u>2,163,419</u>	<u>15,233,921</u>	<u>17,397,340</u>
Expenditures:			
Facilities acquisition and construction (Notes 6, 7, 8 and 9)	<u>78,012,954</u>	<u>267,278,697</u>	<u>345,291,651</u>
Deficiency of revenues under expenditures	<u>(75,849,535)</u>	<u>(252,044,776)</u>	<u>(327,894,311)</u>
Other financing sources:			
Transfers in (Note 5)	-	2,237,882	2,237,882
Proceeds from issuance of obligation bonds	99,861,942	656,257,417	756,119,359
Premium on issuance of general obligation bonds	<u>677,323</u>	<u>66,118,374</u>	<u>66,795,697</u>
Total other financing sources	<u>100,539,265</u>	<u>724,613,673</u>	<u>825,152,938</u>
Net change in fund balance	24,689,730	472,568,897	497,258,627
Fund balance July 1, 2017	<u>110,209,286</u>	<u>381,347,021</u>	<u>491,556,307</u>
Fund balance, June 30, 2018	<u>\$ 134,899,016</u>	<u>\$ 853,915,918</u>	<u>\$ 988,814,934</u>

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See accompanying notes to financial statements.



SAN DIEGO UNIFIED SCHOOL DISTRICT  
PROPOSITIONS S AND Z GENERAL OBLIGATION BONDS  
NOTES TO FINANCIAL STATEMENTS  
For the Year Ended June 30, 2018

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**NOTE 1 – SIGNIFICANT ACCOUNTING POLICIES**

Reporting Entity: San Diego Unified School District (“District”) began operations in 1854 under the laws of the State of California. The San Diego Unified School District serves more than 130,000 students in preschool through grade 12, which includes students in Charter Schools. The District’s educational facilities include 108 elementary schools, 9 K-8 schools, 25 middle/junior schools, 23 senior high schools, 12 atypical/alternative schools, 46 State preschools sites, 8 child development centers, 4 special education centers and is the sponsoring agency for 48 charter schools

On November 4, 2008 San Diego voters authorized \$2.1 billion in general obligation bonds (Proposition S) to improve every neighborhood school by repairing outdated student restrooms, deteriorated plumbing and roofs, upgrading career/vocational classrooms and labs, providing up-to-date classroom technology, improving school safety/security, replacing dilapidated portable classrooms, upgrading fire alarms, and removing hazardous substances. On November 6, 2012 San Diego voters approved Proposition Z, a \$2.8 billion bond proposition that the District will use to maintain safe and productive learning environments for students.

An oversight committee to the District’s Governing Board and Superintendent, called the Independent Citizens Oversight Committee (ICOC), was established pursuant to the requirements of state law and the provisions of the Propositions S and Z bonds. The ICOC is required by state law to actively review and report on the proper expenditure of taxpayers’ money for school construction. The ICOC provides oversight and advises the public whether the District is spending Propositions S and Z Bond funds for school capital improvements within the scope of projects outlined in the Propositions S and Z Bond project list. In fulfilling its duties, the ICOC reviews, among other things, the District’s annual performance and financial audits of Propositions S and Z activity.

The statements presented are for the individual Propositions S and Z General Obligation Bonds of the District, consisting of the net construction proceeds of Election of 2008, Series A, B, C, D-1, D-2, E, F, G, H, I, J, K-1, K-2 R-2 Refunding, SR-1 Refunding and Election 2012, Series C, E, F, G, H-1, H-2, I, and J general obligation bonds as issued by the District, through the County of San Diego, and are not intended to be a complete presentation of the District’s financial position or results of operations. There are no related parties or component units included in this financial statement presentation.

Accounting Policies: The accounting policies of San Diego Unified School District (the "District") conform to accounting principles generally accepted in the United States of America as applicable to governments and to general practices within California school districts. The District accounts for its financial transactions in accordance with policies and procedures of the Department of Education’s *California School Accounting Manual*. The activities of the Propositions S and Z General Obligation Bonds are recorded along with other activities in the District’s Building Fund. The accounting policies of the District conform to accounting principles generally accepted in the United States of America as prescribed by the Governmental Accounting Standards Board (GASB).

Financial Reporting Entity: The financial statements include the activity and balances of the Propositions S and Z General Obligation Bonds, only. The activities of the Propositions S and Z General Obligation Bonds are recorded along with other activities in the District’s Building Fund. These financial statements are not intended to present the financial position and results of operations of San Diego Unified School District as a whole.

Basis of Accounting: Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of measurement made, regardless of the measurement focus applied.

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(Continued)

SAN DIEGO UNIFIED SCHOOL DISTRICT  
PROPOSITIONS S AND Z GENERAL OBLIGATION BONDS  
NOTES TO FINANCIAL STATEMENTS  
For the Year Ended June 30, 2018

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**NOTE 1 –SIGNIFICANT ACCOUNTING POLICIES** (Continued)

The basic financial statements are presented on the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual; i.e., both measurable and available. "Available" means collectible within the current period or within 60 days after year end. Expenditures are generally recognized under the modified accrual basis of accounting when the related liability is incurred. The exception to this general rule is that principal and interest on general obligation long-term liabilities, if any, is recognized when due.

Encumbrances: Encumbrance accounting is used in all budgeted funds to reserve portions of applicable appropriations for which commitments have been made. Encumbrances are recorded for purchase orders, contracts, and other commitments when they are written. Encumbrances are liquidated when the commitments are paid. All encumbrances are liquidated as of June 30.

Use of Estimates: The presentation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

Budgets and Budgetary Accounting: Annual budgets are adopted on a basis consistent with generally accepted accounting principles for all government funds. By state law, the District's governing board must adopt a budget no later than July 1. A public hearing must be conducted to receive comments prior to adoption. The District's governing board satisfied these requirements.

These budgets are revised by the District's governing board during the year to give consideration to unanticipated income and expenditures. Formal budgetary integration was employed as a management control device during the year for all budgeted funds. The District employs budget control by minor object and by individual appropriation accounts. Expenditures cannot legally exceed appropriations by major object account.

Fund Balance Classifications: Governmental Accounting Standards Board Codification Sections 1300 and 1800, Fund Balance Reporting and Governmental Fund Type Definitions (GASB Cod. Sec. 1300 and 1800) implements a five-tier fund balance classification hierarchy that depicts the extent to which a government is bound by spending constraints imposed on the use of its resources. The five classifications, discussed in more detail below, are nonspendable, restricted, committed, assigned and unassigned.

**A - Nonspendable Fund Balance:**

The nonspendable fund balance classification reflects amounts that are not in spendable form, such as prepaid expenditures.

**B - Restricted Fund Balance:**

The restricted fund balance classification reflects amounts subject to externally imposed and legally enforceable constraints. Such constraints may be imposed by creditors, grantors, contributors, or laws or regulations of other governments, or may be imposed by law through constitutional provisions or enabling legislation.

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(Continued)

SAN DIEGO UNIFIED SCHOOL DISTRICT  
 PROPOSITIONS S AND Z GENERAL OBLIGATION BONDS  
 NOTES TO FINANCIAL STATEMENTS  
 For the Year Ended June 30, 2018

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**NOTE 1 –SIGNIFICANT ACCOUNTING POLICIES (Continued)**

C - Committed Fund Balance:

The committed fund balance classification reflects amounts subject to internal constraints self-imposed by formal action of the Board of Education. The constraints giving rise to committed fund balance must be imposed no later than the end of the reporting period. The actual amounts may be determined subsequent to that date but prior to the issuance of the financial statements. Formal action by the Board of Education is required to remove any commitment from any fund balance. At June 30, 2018, the District had no committed fund balances.

D - Assigned Fund Balance:

The assigned fund balance classification reflects amounts that the District's Board of Education has approved to be used for specific purposes, based on the District's intent related to those specific purposes. The Board of Education can designate personnel within the District to assign fund balances. However, as of June 30, 2018, no such designation has occurred.

E - Unassigned Fund Balance:

The unassigned fund balance classification reflects the residual balance that has not been assigned to other funds and that is not restricted, committed, or assigned to specific purposes.

**NOTE 2 – CASH AND INVESTMENTS**

Summary of Cash and Investments: Cash and investments as of June 30, 2018 are classified in the accompanying financial statements as cash in county treasury as follows:

	<u>Proposition S</u>	<u>Proposition Z</u>	<u>Total</u>
Cash in County Treasury	<u>\$ 144,678,878</u>	<u>\$ 889,478,454</u>	<u>\$ 1,034,157,332</u>

Pooled Funds: In accordance with Education Code Section 41001, the District maintains substantially all of its cash in the interest bearing San Diego County Treasurer's Pooled Investment Fund. The District is considered to be an involuntary participant in an external investment pool. The fair value of the District's investment in the pool is reported in the financial statements at amounts based upon the District's pro-rata share of the fair value by the County Treasurer for the entire portfolio (in relation to the amortized cost of that portfolio). The balance available for withdrawal is based on the accounting records maintained by the County Treasurer, which is recorded on the amortized cost basis.

Credit Risk: The District does not have a formal investment policy that limits its investment choices other than the limitations of state law.

Interest Rate Risk: The District does not have a formal investment policy that limits the cash and investment maturities as a means of managing its exposure to fair value arising from increasing interest rates. At June 30, 2018, the District had no significant interest rate risk related to investments held.

Concentration of Credit Risk: The District does not place limits on the amount they may invest in any one issuer. At June 30, 2018, the District had no concentration of credit risk.

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(Continued)

SAN DIEGO UNIFIED SCHOOL DISTRICT  
 PROPOSITIONS S AND Z GENERAL OBLIGATION BONDS  
 NOTES TO FINANCIAL STATEMENTS  
 For the Year Ended June 30, 2018

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**NOTE 3 – RECEIVABLES**

Receivables amounting to \$6,297,615 as of June 30, 2018 consists of interest earned on the District's investment in the County Treasury and joint use agreements with the City of San Diego.

**NOTE 4 – CONSTRUCTION COMMITMENTS**

As of June 30, 2018, the District has \$729,949,067 million in outstanding commitments on construction contracts.

**NOTE 5 – INTERFUND ACTIVITIES**

Interfund activity is reported as loans, services provided reimbursements, or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as reimbursement. All other interfund transactions are treated as transfers.

Interfund Receivables/Payables: Propositions S and Z interfund receivable and payable balances at June 30, 2018 were as follow:

	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
Proposition S:		
General Fund	\$ -	\$ 298,828
Warehouse Revolving Fund	-	158
Proposition Z	15,287	106,882
Total Proposition S	15,287	405,868
Proposition Z:		
General Fund	893,969	5,226,134
Proposition S	106,882	15,287
Total Proposition Z	1,000,851	5,241,421
Total Propositions S and Z	\$ 1,016,138	\$ 5,647,289

Transfers: Transfers consists of operating transfers from funds receiving revenue to funds through which the resources are to be expended.

Interfund transfers for the 2017-2018 fiscal year were as follows:

Transfer from the County School Facilities Fund to the Building Fund for 15/16 Hamilton Elementary School matching.	<u>\$ 2,237,882</u>
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(Continued)

SAN DIEGO UNIFIED SCHOOL DISTRICT  
 PROPOSITIONS S AND Z GENERAL OBLIGATION BONDS  
 NOTES TO FINANCIAL STATEMENTS  
 For the Year Ended June 30, 2018

**NOTE 6 – PROPOSITIONS S AND Z EXPENDITURES BY MAJOR OBJECT**

The following table presents the expenditure amounts by major object for the fiscal year ended June 30, 2018:

<u>Proposition S</u> <u>Expenditures by Object</u>	<u>Amount</u>	<u>Percent</u>
Classified salaries	\$ 1,345,278	1.72%
Employee benefits	580,147	0.74%
Books and supplies	796,402	1.02%
Services and other operating expenditures	2,023,788	2.60%
Other outgo	304,397	0.39%
Capital outlay	<u>72,962,942</u>	<u>93.53%</u>
Total	<u>\$ 78,012,954</u>	<u>100%</u>

<u>Proposition Z</u> <u>Expenditures by Object</u>	<u>Amount</u>	<u>Percent</u>
Classified salaries	\$ 8,563,407	3.20%
Employee benefits	3,788,873	1.42%
Books and supplies	18,514,663	6.93%
Services and other operating expenditures	15,157,319	5.67%
Other outgo	1,487,204	0.56%
Capital outlay	<u>219,767,231</u>	<u>82.22%</u>
Total	<u>\$ 267,278,697</u>	<u>100%</u>

**NOTE 7 – EXCESS OF EXPENDITURES OVER APPROPRIATIONS**

The District's Proposition S Bond Building Fund had no expenditures over appropriations for the fiscal year ended June 30, 2018. The District's Proposition Z Bond Building Fund had no expenditures over appropriations for the fiscal year ended June 30, 2018.

**NOTE 8 – PROPOSITIONS S AND Z EXPENDITURES BY SITE LOCATION**

The following table presents the expenditure amounts by project for Proposition S for the fiscal year ended June 30, 2018.

<u>Proposition S School Site</u>	<u>Amount</u>	<u>Percent</u>	<u>Type</u>
Crawford	\$ 8,146,221	10.44%	High School
Adams	5,625,822	7.21%	Elementary School
Henry	4,475,803	5.74%	High School
Mira Mesa	3,963,535	5.08%	High School
Gompers West	3,792,474	4.86%	Atypical
O'Farrell Community	3,552,669	4.55%	Atypical

(Continued)

SAN DIEGO UNIFIED SCHOOL DISTRICT  
PROPOSITIONS S AND Z GENERAL OBLIGATION BONDS  
NOTES TO FINANCIAL STATEMENTS  
For the Year Ended June 30, 2018

**NOTE 8 – PROPOSITIONS S AND Z EXPENDITURES BY SITE LOCATION (Continued)**

<u>Proposition S School Site</u>	<u>Amount</u>	<u>Percent</u>	<u>Type</u>
Morse	3,243,038	4.16%	High School
University City	3,024,074	3.88%	High School
Clark	2,878,082	3.69%	Middle School
Scripps Ranch	2,710,940	3.47%	High School
MacDowell	2,557,573	3.28%	Middle School
Euclid	1,969,805	2.52%	Elementary School
Foster	1,232,432	1.58%	Elementary School
Lewis	1,220,255	1.56%	Middle School
Carver	1,192,381	1.53%	Elementary School
Webster	1,068,771	1.37%	Elementary School
Lindbergh/Schweitzer	1,031,159	1.32%	Elementary School
Fulton	935,118	1.20%	Elementary School
Boone	901,703	1.16%	Elementary School
San Diego SCPA	891,643	1.15%	Atypical
Hearst	885,687	1.14%	Elementary School
Zamarano	883,859	1.13%	Elementary School
Oak Park	841,408	1.08%	Elementary School
Bethune	794,728	1.02%	Elementary School
Encanto	774,032	1.00%	Elementary School
Franklin	745,376	0.96%	Elementary School
Riley/New Dawn	731,500	0.95%	Atypical
Rolando Park	604,134	0.77%	Elementary School
Wilson	594,241	0.76%	Middle School
Gompers East	579,889	0.74%	Atypical
Twain Main Jr/Sr High	578,305	0.74%	Atypical
Freese	562,821	0.72%	Elementary School
Johnson	547,976	0.70%	Elementary School
Pacific View Leadership	533,445	0.68%	Elementary School
Marvin	483,032	0.62%	Elementary School
Serra	414,557	0.53%	High School
Marshall	408,695	0.52%	Middle School
Marston	400,209	0.51%	Middle School
Clay	400,177	0.51%	Elementary School
Kumeyaay	361,414	0.46%	Elementary School
San Diego	359,349	0.46%	High School
Curie	355,659	0.46%	Elementary School
Horton	353,127	0.45%	Elementary School
Grant	277,062	0.36%	Elementary School
Balboa	238,134	0.31%	Elementary School
Paradise Hills	216,235	0.28%	Elementary School
Hardy	210,171	0.27%	Elementary School
Point Loma	188,750	0.24%	High School
Silver Gate	174,090	0.22%	Elementary School
Gage	145,593	0.19%	Elementary School
Nye	130,705	0.17%	Elementary School
Pershing	122,428	0.16%	Middle School
Muir @ Andersen	119,029	0.15%	Elementary School

(Continued)

SAN DIEGO UNIFIED SCHOOL DISTRICT  
PROPOSITIONS S AND Z GENERAL OBLIGATION BONDS  
NOTES TO FINANCIAL STATEMENTS  
For the Year Ended June 30, 2018

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**NOTE 8 – PROPOSITIONS S AND Z EXPENDITURES BY SITE LOCATION (Continued)**

<u>Proposition S School Site</u>	<u>Amount</u>	<u>Percent</u>	<u>Type</u>
De Portola	118,418	0.15%	Middle School
Mission Bay	109,934	0.14%	High School
Sherman	107,054	0.14%	Elementary School
Valencia Park	101,776	0.13%	Elementary School
La Jolla HS	98,641	0.13%	High School
Harriet Tubman Village	91,572	0.12%	Atypical
Taft	79,385	0.10%	Middle School
Central	69,871	0.09%	Elementary School
Jackson	69,420	0.09%	Atypical
Pacific Beach MS	55,987	0.07%	Middle School
Sandburg	46,529	0.06%	Elementary School
Audubon	37,440	0.05%	Elementary School
Emerson	28,036	0.04%	Elementary School
Dana	27,050	0.03%	Middle School
Logan	25,424	0.03%	Elementary School
Clairemont	25,309	0.03%	High School
Field	24,871	0.03%	Elementary School
Dingeman	24,147	0.03%	Elementary School
Bell	22,004	0.03%	Middle School
Hoover	20,353	0.03%	High School
Knox	20,130	0.03%	Middle School
Carson	17,430	0.02%	Elementary School
Correia	15,982	0.02%	Middle School
Dailard	14,980	0.02%	Elementary School
Linda Vista	14,628	0.02%	Elementary School
Perkins	13,684	0.02%	Elementary School
Language Acad	13,447	0.02%	Atypical
Holmes	12,200	0.02%	Elementary School
Garfield	11,425	0.01%	Elementary School
Benchley/Weinberger	11,113	0.01%	Elementary School
Birney	11,073	0.01%	Elementary School
Sessions	10,165	0.01%	Elementary School
Whitman	10,000	0.01%	Elementary School
Bayview Terrace	9,775	0.01%	Elementary School
Crown Point	9,533	0.01%	Elementary School
Jefferson	9,010	0.01%	Elementary School
Rosa Parks	8,353	0.01%	Elementary School
Miller	8,211	0.01%	Elementary School
Mann	7,582	0.01%	Middle School
Spreckels	5,449	0.01%	Elementary School
Angier	5,000	0.01%	Elementary School
Longfellow	3,211	0.00%	Elementary School
Kearny	1,642	0.00%	High School
Dewey	1,282	0.00%	Elementary School
Fay	664	0.00%	Elementary School
Hamilton	470	0.00%	Elementary School
Baker	150	0.00%	Elementary School

(Continued)

SAN DIEGO UNIFIED SCHOOL DISTRICT  
 PROPOSITIONS S AND Z GENERAL OBLIGATION BONDS  
 NOTES TO FINANCIAL STATEMENTS  
 For the Year Ended June 30, 2018

**NOTE 8 – PROPOSITIONS S AND Z EXPENDITURES BY SITE LOCATION (Continued)**

<u>Proposition S School Site</u>	<u>Amount</u>	<u>Percent</u>	<u>Type</u>
Pacific Beach	50	0.00%	Elementary School
Perry	<u>(380,004)</u>	<u>-0.49%</u>	Elementary School
Total school site expenditures	<u>\$ 70,479,171</u>	<u>90.34%</u>	
<u>Proposition S Program Expenditures</u>		<u>Amount</u>	<u>Percent</u>
Facilities planning and construction		\$ 4,083,285	5.24%
Facilities construction		2,899,509	3.72%
Debt services		540,380	0.69%
Communications		<u>10,609</u>	<u>0.01%</u>
Total program expenditures		<u>7,533,783</u>	<u>9.66%</u>
Total expenditures		<u>\$ 78,012,954</u>	<u>100.00%</u>

The following table presents the expenditure amounts by project for Proposition Z for the fiscal year ended June 30, 2018.

<u>Proposition Z School Site</u>	<u>Amount</u>	<u>Percent</u>	<u>Type</u>
Mann	\$ 15,712,362	5.88%	Middle School
Henry	14,245,872	5.33%	High School
Scripps Ranch	14,188,585	5.31%	Elementary School
Morse	9,382,587	3.51%	High School
Longfellow	8,614,620	3.22%	Atypical
Adams	7,701,844	2.88%	Elementary School
Mira Mesa	7,443,513	2.78%	High School
Innovation Middle @ MacDowell	7,299,257	2.73%	Middle School
Serra	5,427,686	2.03%	High School
Crawford	5,067,380	1.90%	High School
CPMA @ Kroc	4,852,479	1.82%	Middle School
Hoover	4,375,068	1.64%	High School
University City	4,098,725	1.53%	High School
Wilson	3,210,240	1.20%	Middle School
Kearny	3,122,963	1.17%	High School
La Jolla HS	3,054,499	1.14%	High School
Ross	2,472,548	0.93%	Elementary School
Clairemont	2,417,909	0.90%	High School
Miller	2,318,457	0.87%	Elementary School
Bell	2,294,870	0.86%	Middle School
Emerson	2,228,371	0.83%	Elementary School
Edison	2,219,031	0.83%	Elementary School
Muir @ Andersen	2,191,917	0.82%	Elementary School
Ocean Discovery	2,183,248	0.82%	Atypical
Madison	2,139,223	0.80%	High School

(Continued)



SAN DIEGO UNIFIED SCHOOL DISTRICT  
PROPOSITIONS S AND Z GENERAL OBLIGATION BONDS  
NOTES TO FINANCIAL STATEMENTS  
For the Year Ended June 30, 2018

**NOTE 8 – PROPOSITIONS S AND Z EXPENDITURES BY SITE LOCATION (Continued)**

<u>Proposition Z School Site</u>	<u>Amount</u>	<u>Percent</u>	<u>Type</u>
Birney	2,055,149	0.77%	Elementary School
Jones	2,040,923	0.76%	Elementary School
Wegeforth	1,999,863	0.75%	Elementary School
Juarez	1,956,026	0.73%	Elementary School
Memorial	1,846,102	0.69%	Middle School
Balboa	1,809,665	0.68%	Elementary School
Logan	1,798,944	0.67%	Atypical
Hancock	1,759,531	0.66%	Elementary School
Taft	1,735,859	0.65%	Middle School
Cubberly	1,693,520	0.63%	Elementary School
Clark	1,651,944	0.62%	Middle School
Horton	1,626,955	0.61%	Elementary School
Zamarano	1,582,221	0.59%	Elementary School
O'Farrell Community	1,523,794	0.57%	Atypical
Point Loma	1,517,857	0.57%	High School
Holmes	1,422,685	0.53%	Elementary School
Lindbergh/Schweitzer	1,382,582	0.52%	Elementary School
Roosevelt	1,339,232	0.50%	Middle School
Wangenheim	1,313,883	0.49%	Middle School
Angier	1,251,826	0.47%	Elementary School
Tierransanta	1,251,007	0.47%	Elementary School
Riley/New Dawn	1,244,344	0.47%	Atypical
Pacific Beach MS	1,232,052	0.46%	Middle School
E.B. Scripps	1,181,004	0.44%	Elementary School
Correia	1,137,232	0.43%	Middle School
Whitman	1,076,212	0.40%	Elementary School
San Diego	1,034,234	0.39%	High School
Crown Point	985,224	0.37%	Elementary School
Penn	960,445	0.36%	Middle School
Grant	960,384	0.36%	Elementary School
Mission Bay	946,690	0.35%	High School
Nye	945,360	0.35%	Elementary School
Fletcher	926,155	0.35%	Elementary School
Central	895,927	0.34%	Elementary School
Chollas	890,973	0.33%	Elementary School
Encanto	863,859	0.32%	Elementary School
Knox	815,368	0.31%	Middle School
Toler	749,473	0.28%	Elementary School
La Jolla	735,523	0.28%	Elementary School
Hamilton	722,483	0.27%	Elementary School
Jonas Salk Elementary	148,563	0.06%	Elementary School
King	685,605	0.26%	Atypical
Carson	668,489	0.25%	Elementary School
Audubon	663,826	0.25%	Elementary School
Chesterton	657,091	0.25%	Elementary School
McKinley	652,198	0.24%	Elementary School

(Continued)

SAN DIEGO UNIFIED SCHOOL DISTRICT  
 PROPOSITIONS S AND Z GENERAL OBLIGATION BONDS  
 NOTES TO FINANCIAL STATEMENTS  
 For the Year Ended June 30, 2018

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**NOTE 8 – PROPOSITIONS S AND Z EXPENDITURES BY SITE LOCATION (Continued)**

<u>Proposition Z School Site</u>	<u>Amount</u>	<u>Percent</u>	<u>Type</u>
Field	637,139	0.24%	Elementary School
Boone	635,129	0.24%	Elementary School
Lincoln	619,609	0.23%	High School
Baker	617,210	0.23%	Elementary School
Joyner	591,428	0.22%	Elementary School
Linda Vista	591,316	0.22%	Elementary School
Paradise Hills	587,108	0.22%	Elementary School
Montgomery	559,064	0.21%	Middle School
Dewey	554,368	0.21%	Elementary School
Whittier	539,614	0.20%	Elementary School
Torrey Pines	525,054	0.20%	Elementary School
Lafayette	516,548	0.19%	Elementary School
Ericson	515,016	0.19%	Elementary School
Spreckels	511,369	0.19%	Elementary School
Fay	509,000	0.19%	Elementary School
Twain Main Jr/Sr High	503,344	0.19%	Atypical
Bethune	501,059	0.19%	Elementary School
Benchley/Weinberger	489,800	0.18%	Elementary School
Johnson	485,999	0.18%	Elementary School
Gage	480,984	0.18%	Elementary School
Chavez	477,416	0.18%	Elementary School
Hawthorne	477,236	0.18%	Elementary School
Rodriguez	473,755	0.18%	Elementary School
Golden Hill	468,223	0.18%	Atypical
Hage	467,806	0.18%	Elementary School
Marshall	459,266	0.17%	Elementary School
Carver	454,976	0.17%	Elementary School
Muirlands	442,328	0.17%	Middle School
Bayview Terrace	390,763	0.15%	Elementary School
Linda Vista Annex	383,310	0.14%	Atypical
Lewis	370,106	0.14%	Middle School
Rosa Parks	350,217	0.13%	Elementary School
Bird Rock	345,382	0.13%	Elementary School
Foster	334,708	0.13%	Elementary School
Jerabek	334,319	0.13%	Elementary School
Gompers West	325,411	0.12%	Atypical
Perkins	321,745	0.12%	Atypical
Sessions	321,628	0.12%	Elementary School
Sequoia	279,824	0.10%	Elementary School
Hickman	270,046	0.10%	Elementary School
Standley	268,581	0.10%	Middle School
Marston	265,823	0.10%	Middle School
Pacific Beach	258,177	0.10%	Elementary School
Kimbrough	253,660	0.09%	Elementary School
Webster	244,020	0.09%	Elementary School
Perry	240,823	0.09%	Elementary School
Miramar Ranch	237,360	0.09%	Elementary School

(Continued)

SAN DIEGO UNIFIED SCHOOL DISTRICT  
PROPOSITIONS S AND Z GENERAL OBLIGATION BONDS  
NOTES TO FINANCIAL STATEMENTS  
For the Year Ended June 30, 2018

**NOTE 8 – PROPOSITIONS S AND Z EXPENDITURES BY SITE LOCATION (Continued)**

<u>Proposition Z School Site</u>	<u>Amount</u>	<u>Percent</u>	<u>Type</u>
De Portola	234,157	0.09%	Middle School
Porter	233,914	0.09%	Elementary School
Bay Park	229,291	0.09%	Elementary School
Ocean Beach	224,561	0.08%	Elementary School
Curie	223,976	0.08%	Elementary School
Challenger	221,922	0.08%	Middle School
Marvin	218,477	0.08%	Elementary School
Garfield HS	218,358	0.08%	High School
Walker	213,078	0.08%	Elementary School
Doyle	204,777	0.08%	Elementary School
Garfield	202,516	0.08%	Elementary School
Rowan	202,141	0.08%	Elementary School
Freese	195,316	0.07%	Elementary School
Dana	193,608	0.07%	Middle School
Language Acad	192,957	0.07%	Atypical
Fulton	192,769	0.07%	Atypical
Euclid	186,198	0.07%	Elementary School
Burbank	184,284	0.07%	Elementary School
Sherman	183,284	0.07%	Elementary School
Sandburg	178,708	0.07%	Elementary School
Dingeman	172,287	0.06%	Elementary School
Sunset View	167,825	0.06%	Elementary School
Education Center	162,723	0.06%	Other District Sites
Farb	161,286	0.06%	Middle School
SCPA	151,206	0.06%	Atypical
Audeo New Property	149,015	0.06%	Atypical
Dailard	146,672	0.05%	Elementary School
Silver Gate	143,614	0.05%	Elementary School
Alcott	137,907	0.05%	Elementary School
Cherokee Point	136,915	0.05%	Elementary School
Oak Park	132,058	0.05%	Elementary School
Florence	119,057	0.04%	Elementary School
Ibarra	117,214	0.04%	Elementary School
Valencia Park	115,449	0.04%	Elementary School
Green	113,692	0.04%	Elementary School
Loma Portal	111,277	0.04%	Elementary School
Health Sciences High	109,624	0.04%	Atypical
Hearst	109,031	0.04%	Elementary School
Mason	108,013	0.04%	Elementary School
Urban Discovery Academy	107,112	0.04%	Atypical
Kumeyaay	104,980	0.04%	Elementary School
Clay	100,762	0.04%	Elementary School
Wiggins	97,903	0.04%	Atypical
Hardy	95,016	0.04%	Elementary School
Cabrillo	94,916	0.04%	Elementary School
Normal Heights	91,955	0.03%	Elementary School
Vista Grande	90,036	0.03%	Elementary School

(Continued)

SAN DIEGO UNIFIED SCHOOL DISTRICT  
 PROPOSITIONS S AND Z GENERAL OBLIGATION BONDS  
 NOTES TO FINANCIAL STATEMENTS  
 For the Year Ended June 30, 2018

**NOTE 8 – PROPOSITIONS S AND Z EXPENDITURES BY SITE LOCATION (Continued)**

<u>Proposition Z School Site</u>	<u>Amount</u>	<u>Percent</u>	<u>Type</u>
Pacific View Leadership	88,597	0.03%	Elementary School
Marshall MS	86,262	0.03%	Middle School
Franklin	84,248	0.03%	Elementary School
Rolando Park	83,151	0.03%	Elementary School
Washington	62,924	0.02%	Elementary School
Jefferson	59,135	0.02%	Elementary School
Jackson	54,916	0.02%	Atypical
Millennial Tech @ Gompers East	52,263	0.02%	Middle School
Cadman	52,181	0.02%	Elementary School
Distribution Svcs Section	44,741	0.02%	Other District Sites
Downtown Library School	44,707	0.02%	Atypical
Brooklyn	40,706	0.02%	Atypical
America's Finest @ Old Mead	37,718	0.01%	Atypical
Brooklyn CDC	28,364	0.01%	Atypical
Pershing	26,505	0.01%	Middle School
King-Chavez Preparatory	23,733	0.01%	Atypical
Harriet Tubman Village	18,164	0.01%	Atypical
Fremont	17,777	0.01%	Atypical
North Park	17,094	0.01%	Atypical
Spring Canyon Site	11,045	0.00%	Atypical
America's Finest	8,968	0.00%	Atypical
Marcy Ave Complex	8,653	0.00%	Atypical
Preuss School UCSD	8,480	0.00%	Atypical
Bandini	6,776	0.00%	Elementary School
Museum School	2,765	0.00%	Atypical
Keiller	1,568	0.00%	Atypical
Old Town Academy K-8 Charter	970	0.00%	Atypical
San Diego Metro Career & Tech	696	0.00%	High School
Health Sciences Middle School	116	0.00%	Atypical
King-Chavez Arts Academy	1	0.00%	Atypical
Entrepreneurship/Technology	(88)	0.00%	Atypical
High Tech High	(1,386)	0.00%	Atypical
	<u>                    </u>	<u>                    </u>	
Total school site expenditures	<u>\$ 223,542,190</u>	<u>83.64%</u>	

(Continued)

SAN DIEGO UNIFIED SCHOOL DISTRICT  
 PROPOSITIONS S AND Z GENERAL OBLIGATION BONDS  
 NOTES TO FINANCIAL STATEMENTS  
 For the Year Ended June 30, 2018

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**NOTE 8 – PROPOSITIONS S AND Z EXPENDITURES BY SITE LOCATION (Continued)**

<u>Proposition Z Program Expenditures</u>	<u>Amount</u>	<u>Percent</u>
Facilities Construction	\$ 23,573,902	8.83%
Facilities Planning & Const.	14,475,903	5.42%
Debt Services	2,374,263	0.89%
Strategic Sourcing Department	946,379	0.35%
Info & Technology Support Services	835,071	0.31%
Legal Services	407,589	0.15%
PPO Support Services	338,021	0.13%
Instructional Facilities Plan	224,180	0.08%
Fin Plan Monitor & Account	221,763	0.08%
Communications	106,086	0.04%
Educational Technology	99,516	0.04%
Accounts Payable	93,234	0.03%
Maintenance Unit	19,885	0.01%
Financial Planning and Development	11,884	0.00%
Budget Development Office Only	<u>8,831</u>	<u>0.00%</u>
 Total program expenditures	 <u>43,736,507</u>	 <u>16.36%</u>
 Total expenditures	 <u>\$ 267,278,697</u>	 <u>100.00%</u>

**NOTE 9 – PROPOSITIONS S AND Z EXPENDITURES BY CATEGORY**

<u>Proposition S Expenditures by Category</u>	<u>Amount</u>	<u>Percent</u>
High School	\$ 26,782,146	34.33%
Elementary School	24,868,085	31.88%
Atypical	10,300,919	13.20%
Middle School	8,528,021	10.93%
Program Expenditures	<u>7,533,783</u>	<u>9.66%</u>
 Total Expenditures	 <u>\$ 78,012,954</u>	 <u>100.00%</u>

<u>Proposition Z Expenditures by Category</u>	<u>Amount</u>	<u>Percent</u>
Elementary School	\$ 90,561,182	33.89%
High School	65,112,869	24.36%
Middle Schools	48,283,230	18.06%
Program Expenditures	43,736,507	16.36%
Atypical	19,377,445	7.25%
Other District Sites	<u>207,464</u>	<u>0.08%</u>
 Total Expenditures	 <u>\$ 267,278,697</u>	 <u>100.00%</u>

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**SUPPLEMENTARY INFORMATION**

SAN DIEGO UNIFIED SCHOOL DISTRICT  
PROPOSITIONS S AND Z GENERAL OBLIGATION BONDS  
BUDGETARY COMPARISON SCHEDULE - PROPOSITION S  
June 30, 2018

	Budget		Actual	Variance Favorable (Unfavorable)
	Original	Final		
Revenues:				
Other local sources	\$ 752,738	\$ 2,163,421	\$ 2,163,419	\$ (2)
Expenditures:				
Current:				
Classified salaries	1,685,855	1,740,912	1,345,278	395,634
Employee benefits	772,802	779,766	580,147	199,619
Books and supplies	562,199	1,414,623	796,403	618,220
Services and other operating expenditures	1,447,522	3,310,057	2,023,787	1,286,270
Other outgo	-	304,397	304,397	-
Capital outlay	<u>8,581,420</u>	<u>126,626,827</u>	<u>72,962,942</u>	<u>53,663,885</u>
Total expenditures	<u>13,049,798</u>	<u>134,176,582</u>	<u>78,012,954</u>	<u>56,163,628</u>
Deficiency of revenues under expenditures	<u>(12,297,060)</u>	<u>(132,013,161)</u>	<u>(75,849,535)</u>	<u>56,163,626</u>
Other financing sources:				
Proceeds from issuance of general obligation bonds	100,000,000	99,861,942	99,861,942	-
Premium from issuance of general obligation bonds	<u>-</u>	<u>677,323</u>	<u>677,323</u>	<u>-</u>
Total other financing sources	<u>100,000,000</u>	<u>100,539,265</u>	<u>100,539,265</u>	<u>-</u>
Net change in fund balance	87,702,940	(31,473,896)	24,689,730	56,163,626
Fund balances, July 1, 2017	<u>110,209,286</u>	<u>110,209,286</u>	<u>110,209,286</u>	<u>-</u>
Fund balances, June 30, 2018	<u>\$ 197,912,226</u>	<u>\$ 78,735,390</u>	<u>\$ 134,899,016</u>	<u>\$ 56,163,626</u>

SAN DIEGO UNIFIED SCHOOL DISTRICT  
PROPOSITIONS S AND Z GENERAL OBLIGATION BONDS  
BUDGETARY COMPARISON SCHEDULE - PROPOSITION Z  
June 30, 2018

	Budget		Actual	Variance
	Original	Final		Favorable (Unfavorable)
<b>Revenues:</b>				
Other state revenue	\$ -	\$ -	\$ 8,851	\$ 8,851
Other local	<u>2,971,437</u>	<u>15,225,077</u>	<u>15,225,070</u>	<u>(7)</u>
Total revenue	<u>2,971,437</u>	<u>15,225,077</u>	<u>15,233,921</u>	<u>8,844</u>
<b>Expenditures:</b>				
Current				
Classified salaries	10,457,855	10,995,857	8,563,407	2,432,450
Employee benefits	4,840,786	4,924,854	3,788,873	1,135,981
Books and supplies	-	21,743,676	18,514,663	3,229,013
Services and other operating expenditures	10,000,000	17,722,185	15,157,319	2,564,866
Other outgo	-	1,487,205	1,487,204	1
Capital outlay	<u>34,325,680</u>	<u>476,316,349</u>	<u>219,767,231</u>	<u>256,549,118</u>
Total expenditures	<u>59,624,321</u>	<u>533,190,126</u>	<u>267,278,697</u>	<u>265,911,429</u>
Deficiency of revenues under expenditures	<u>(56,652,884)</u>	<u>(517,965,049)</u>	<u>(252,044,776)</u>	<u>265,920,273</u>
<b>Other financing sources:</b>				
Transfers in	-	2,237,882	2,237,882	-
Proceeds from issuance of general obligation bonds	585,000,000	656,257,419	656,257,417	(2)
Premium from issuance of general obligation bonds	<u>-</u>	<u>66,118,374</u>	<u>66,118,374</u>	<u>-</u>
Total other financing sources	<u>585,000,000</u>	<u>724,613,675</u>	<u>724,613,673</u>	<u>(2)</u>
Net change in fund balance	528,347,116	206,648,626	472,568,897	265,920,271
Fund balances, July 1, 2017	<u>381,347,021</u>	<u>381,347,021</u>	<u>381,347,021</u>	<u>-</u>
Fund balances, June 30, 2018	<u>\$ 909,694,137</u>	<u>\$ 587,995,647</u>	<u>\$ 853,915,918</u>	<u>\$ 265,920,271</u>



SAN DIEGO UNIFIED SCHOOL DISTRICT  
 PROPOSITIONS S AND Z GENERAL OBLIGATION BONDS  
 SCHEDULE OF PROPOSITION S AND PROPOSITION Z GENERAL OBLIGATION BONDS  
 June 30, 2018

**PROPOSITIONS S AND Z GENERAL OBLIGATION BONDS**

As of June 30, 2018, the principal balance outstanding on the District's Propositions S and Z General Obligation Bonds, including accreted interest to date is:

The issued series consist of the various debt instruments as detailed below:

Election of 2008 - Proposition S

	<u>Date of Issue</u>	<u>Interest Rate %</u>	<u>Maturity Date</u>	<u>Amount of Original Issue</u>	<u>Outstanding July 1, 2017</u>	<u>Current Year Additions</u>	<u>Redeemed Year</u>	<u>Outstanding June 30, 2018</u>
Series A	5/7/2009	2.52-6.19	2033	\$ 131,157,581	\$ 52,106,351	\$ -	\$ 848,543	\$ 51,257,808
A- Accreted interest		-	-	-	30,270,205	5,088,017	336,457	35,021,764
Series B QSCB	4/21/2009	7.87	2023	38,840,000	38,840,000	-	-	38,840,000
Series C	8/18/2010	6.10-6.625	2051	163,869,783	112,548,275	-	-	112,548,275
C- Accreted interest		-	-	-	57,983,846	11,517,285	-	69,501,131
Series D QSCB	8/5/2010	5.26	2028	36,130,000	36,130,000	-	-	36,130,000
Series E	5/24/2012	4.89-5.48	2052	149,998,825	149,998,825	-	-	149,998,825
E- Accreted interest		-	-	-	41,178,019	10,347,108	-	51,525,127
Series F	4/16/2014	1.00-5.00	2017	15,095,000	-	-	-	-
Series G	4/16/2014	5.18-5.58	2039	50,000,726	50,000,726	-	-	50,000,726
G-Accreted interest		-	-	-	7,824,702	3,188,541	-	11,013,243
Series H	6/18/2015	0.50-5.00	2025	31,770,000	30,860,000	-	1,240,000	29,620,000
Series I	12/2/2015	3.85-5.00	2040	99,999,241	88,951,348	-	4,553,737	84,397,611
I – Accreted interest	12/2/2015	-	-	-	3,720,587	3,629,677	311,263	7,039,001
Series J	5/5/2016	0.52-5.00	2028	45,000,000	39,395,000	-	-	39,395,000
Series K-1	12/12/2017	3.00-5.00	2020	23,460,000	-	23,460,000	-	23,460,000
Series K-2	12/12/2017	3.28-3.97	2043	76,538,000	-	76,538,885	-	76,538,885
K – Accreted interest	12/12/2017	-	-	-	-	150,232	-	150,232
Subtotal of original issue before refunding				<u>861,860,041</u>	<u>739,807,884</u>	<u>133,919,745</u>	<u>7,290,000</u>	<u>866,437,629</u>

(Continued)

SAN DIEGO UNIFIED SCHOOL DISTRICT  
 PROPOSITIONS S AND Z GENERAL OBLIGATION BONDS  
 SCHEDULE OF PROPOSITION S AND PROPOSITION Z GENERAL OBLIGATION BONDS  
 June 30, 2018

**PROPOSITIONS S AND Z GENERAL OBLIGATION BONDS (Continued)**

	<u>Date of Issue</u>	<u>Interest Rate %</u>	<u>Maturity Date</u>	<u>Amount of Original Issue</u>	<u>Outstanding July 1, 2017</u>	<u>Current Year Additions</u>	<u>Redeemed Year</u>	<u>Outstanding June 30, 2018</u>
R-2 Refunding (various)	3/1/2012	6.625	2042	\$ 56,869,830	\$ 56,869,830	\$ -	\$ -	\$ 56,869,830
R-2 Refunding- accreted interest		-	-	-	20,861,015	5,235,397	-	26,096,412
2008, SR-1 Refunding	4/5/2016	3.00-5.00	2034	<u>145,915,000</u>	<u>145,915,000</u>	<u>-</u>	<u>-</u>	<u>145,915,000</u>
Subtotal of refunding				<u>202,784,830</u>	<u>223,645,845</u>	<u>5,235,397</u>	<u>-</u>	<u>228,881,242</u>
Total Proposition S				<u>\$1,064,644,871</u>	<u>\$ 963,453,729</u>	<u>\$ 139,155,142</u>	<u>\$ 7,290,000</u>	<u>\$1,095,318,871</u>

Election of 2012 - Proposition Z

	<u>Date of Issue</u>	<u>Interest Rate %</u>	<u>Maturity Date</u>	<u>Amount of Original Issue</u>	<u>Outstanding July 1, 2017</u>	<u>Current Year Additions</u>	<u>Redeemed Year</u>	<u>Outstanding June 30, 2018</u>
Series A	4/30/2013	0.342	2014	\$ 52,500,000	\$ -	\$ -	\$ -	\$ -
Series A-1	4/30/2013	0.426	2014	3,000,000	-	-	-	-
Series B	4/30/2013	1.215	2015	60,500,000	-	-	-	-
Series C	4/30/2013	4.00-5.00	2043	414,000,000	407,000,000	-	905,000	406,095,000
Series D	10/14/2015	0.45	2017	75,400,000	-	-	-	-
Series E	10/14/2015	3.00-4.00	2018	78,955,000	78,955,000	-	78,955,000	-
Series F	1/5/2016	4.29-5.00	2046	370,645,000	370,645,000	-	-	370,645,000
Series G	1/5/2016	3.58-5.00	2046	100,000,000	100,000,000	-	-	100,000,000
Series H-1	11/1/2017	1.25	2021	43,735,000	-	43,735,000	43,735,000	-
Series H-2	11/1/2017	4.00-5.00	2021	176,265,000	-	176,265,000	-	176,265,000
Series I	11/1/2017	3.00-5.00	2047	441,000,000	-	441,000,000	-	441,000,000
Series J	11/1/2017	3.00-5.00	2041	<u>59,000,000</u>	<u>-</u>	<u>59,000,000</u>	<u>-</u>	<u>59,000,000</u>
Total Proposition Z				<u>\$1,875,000,000</u>	<u>\$ 956,600,000</u>	<u>\$ 720,000,000</u>	<u>\$ 123,595,000</u>	<u>\$1,553,005,000</u>

(Continued)

SAN DIEGO UNIFIED SCHOOL DISTRICT  
 PROPOSITIONS S AND Z GENERAL OBLIGATION BONDS  
 SCHEDULE OF PROPOSITION S AND PROPOSITION Z GENERAL OBLIGATION BONDS  
 June 30, 2018

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Election of 2008, Series A

Capital appreciation bonds were issued as part of Series A issuance. Prior to their applicable maturity dates, each capital appreciation bond will accrete interest on the principal component, with all interest accruing through the applicable maturity date and payable only upon maturity or prior payment of the principal component. Future accreted interest accruals of \$72,575,427 have not been reflected in the long-term debt balance in the schedule above.

The annual requirements to amortize Series A, Proposition S general obligation bonds payable outstanding as of June 30, 2018, are as follows:

<u>Year Ended June 30,</u>	<u>Principal</u>	<u>Accreted Interest</u>	<u>Total Debt Service</u>
2019	\$ 794,801	\$ 395,199	\$ 1,190,000
2020	4,952,880	3,047,120	8,000,000
2021	-	-	-
2022	-	-	-
2023	-	-	-
2024-2028	22,853,991	36,971,009	59,825,000
2029-2033	<u>22,656,136</u>	<u>67,183,864</u>	<u>89,840,000</u>
Total	<u>\$ 51,257,808</u>	<u>\$ 107,597,192</u>	<u>\$ 158,855,000</u>

Election of 2008, Series B

*Qualified School Construction Bonds*

The QSCBs are tax credit bonds within the meaning of Section 54F of the Internal Revenue Code (the Code), and accordingly the QSCBs do not bear interest to be paid by the District. The owners of the QSCBs will be allowed a credit under the Code against their Federal income tax liability. Proceeds from the sale of QSCBs are restricted to the uses prescribed for bonds designated as QSCBs under Section 54F of the Code.

The District issued \$38,840,000 of Qualified School Construction Bonds (QSCBs) on April 21, 2009, pursuant to an authorization granted by voters of the District on November 4, 2008. The QSCBs were issued simultaneously with the District's 2010 General Obligation Bonds in order to fund projects authorized under Proposition S. The QSCBs are payable from ad valorem taxes upon all property subject to taxation by the District.

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(Continued)

SAN DIEGO UNIFIED SCHOOL DISTRICT  
 PROPOSITIONS S AND Z GENERAL OBLIGATION BONDS  
 SCHEDULE OF PROPOSITION S AND PROPOSITION Z GENERAL OBLIGATION BONDS  
 June 30, 2018

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Election of 2008, Series B (Continued)

The annual requirements to amortize Series B, Proposition S general obligation bonds payable outstanding as of June 30, 2018, are as follows:

Year Ended <u>June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Debt Service</u>
2019	\$ -	\$ -	\$ -
2020	-	-	-
2021	-	-	-
2022	-	-	-
2023	<u>38,840,000</u>	<u>-</u>	<u>-</u>
Total	<u>\$ 38,840,000</u>	<u>\$ -</u>	<u>\$ 38,840,000</u>

Election of 2008, Series C

Capital appreciation bonds were issued as part of Series C issuance. Prior to their applicable maturity dates, each capital appreciation bond will accrete interest on the principal component, with all interest accreting through the applicable maturity date and payable only upon maturity or prior payment of the principal component. Future accreted interest accruals of \$534,800,594 have not been reflected in the long-term debt balance in the schedule above.

The annual requirements to amortize Series C, Proposition S general obligation bonds payable outstanding as of June 30, 2018, are as follows:

Year Ended <u>June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Accreted Interest</u>	<u>Total Debt Service</u>
2019	\$ -	\$ -	\$ -	\$ -
2020	-	-	-	-
2021	-	-	-	-
2022	-	-	-	-
2023	-	-	-	-
2024-2028	-	-	-	-
2029-2033	15,463,959	14,318,281	38,266,041	68,048,281
2034-2038	24,443,911	28,636,563	97,261,089	150,341,563
2039-2043	29,777,963	28,636,563	175,127,037	233,541,563
2044-2048	28,631,118	27,494,081	255,918,882	312,044,081
2049-2051	<u>14,231,324</u>	<u>1,953,712</u>	<u>37,728,676</u>	<u>53,913,712</u>
Total	<u>\$ 112,547,275</u>	<u>\$ 101,039,200</u>	<u>\$ 604,301,725</u>	<u>\$ 817,889,200</u>

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(Continued)

SAN DIEGO UNIFIED SCHOOL DISTRICT  
 PROPOSITIONS S AND Z GENERAL OBLIGATION BONDS  
 SCHEDULE OF PROPOSITION S AND PROPOSITION Z GENERAL OBLIGATION BONDS  
 June 30, 2018

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Election of 2008, Series D

*Qualified School Construction Bonds*

The QSCBs are tax credit bonds within the meaning of Section 54F of the Internal Revenue Code (the Code), and accordingly the QSCBs do not bear interest to be paid by the District. The owners of the QSCBs will be allowed a credit under the Code against their Federal income tax liability. Proceeds from the sale of QSCBs are restricted to the uses prescribed for bonds designated as QSCBs under Section 54F of the Code.

The District issued \$36,130,000 of Qualified School Construction Bonds (QSCBs) on August 5, 2010, pursuant to an authorization granted by voters of the District on November 4, 2008. The QSCBs were issued simultaneously with the District's 2010 General Obligation Bonds in order to fund projects authorized under Proposition S. The QSCBs are payable from ad valorem taxes upon all property subject to taxation by the District.

The annual requirements to amortize Series D, Proposition S general obligation bonds payable outstanding as of June 30, 2018, are as follows:

<u>Year Ended</u> <u>June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Debt</u> <u>Service</u>
2019	\$ -	\$ 136,832	\$ 136,832
2020	-	136,832	136,832
2021	-	136,832	136,832
2022	-	136,832	136,832
2023	-	136,832	136,832
2024-2028	<u>36,130,000</u>	<u>68,416</u>	<u>36,198,416</u>
Total	<u>\$ 36,130,000</u>	<u>\$ 752,576</u>	<u>\$ 36,882,576</u>

Election of 2008, Series E

Capital appreciation bonds were issued as part of Series E issuance. Prior to their applicable maturity dates, each capital appreciation bond will accrete interest on the principal component, with all interest accruing through the applicable maturity date and payable only upon maturity or prior payment of the principal component. Future accreted interest accruals of \$400,702,738 have not been reflected in the long-term debt balance in the schedule above.

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(Continued)

SAN DIEGO UNIFIED SCHOOL DISTRICT  
 PROPOSITIONS S AND Z GENERAL OBLIGATION BONDS  
 SCHEDULE OF PROPOSITION S AND PROPOSITION Z GENERAL OBLIGATION BONDS  
 June 30, 2018

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Election of 2008, Series E (Continued)

The annual requirements to amortize Series E, Proposition S general obligation bonds payable outstanding as of June 30, 2018, are as follows:

Year Ended <u>June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Accreted Interest</u>	<u>Total Debt Service</u>
2019	\$ -	\$ -	\$ -	\$ -
2020	-	-	-	-
2021	-	-	-	-
2022	-	-	-	-
2023	-	-	-	-
2024-2028	-	-	-	-
2029-2033	7,798,224	7,031,994	15,141,776	29,971,994
2034-2038	20,595,186	69,920,675	42,164,814	132,680,675
2039-2043	22,388,193	57,854,731	41,066,807	121,309,731
2044-2048	63,631,678	26,978,200	121,188,322	211,798,200
2049-2052	<u>35,585,544</u>	<u>-</u>	<u>232,666,146</u>	<u>268,251,690</u>
Total	<u>\$ 149,998,825</u>	<u>\$ 161,785,600</u>	<u>\$ 452,227,865</u>	<u>\$ 764,012,290</u>

Election of 2008, Series G

Capital appreciation bonds were issued as part of Series G issuance. Prior to their applicable maturity dates, each capital appreciation bond will accrete interest on the principal component, with all interest accruing through the applicable maturity date and payable only upon maturity or prior payment of the principal component. Future accreted interest accruals of \$96,421,031 have not been reflected in the long-term debt balance in the schedule above.

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(Continued)

SAN DIEGO UNIFIED SCHOOL DISTRICT  
 PROPOSITIONS S AND Z GENERAL OBLIGATION BONDS  
 SCHEDULE OF PROPOSITION S AND PROPOSITION Z GENERAL OBLIGATION BONDS  
 June 30, 2018

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Election of 2008, Series G (Continued)

The annual requirements to amortize Series G, Proposition S general obligation bonds payable outstanding as of June 30, 2018, are as follows:

Year Ended <u>June 30,</u>	<u>Principal</u>	<u>Accreted Interest</u>	<u>Total Debt Service</u>
2019	\$ -	\$ -	\$ -
2020	-	-	-
2021	-	-	-
2022	-	-	-
2023	-	-	-
2024-2028	-	-	-
2029-2033	7,978,939	12,136,061	20,115,000
2034-2038	34,978,045	75,646,955	110,625,000
2039	<u>7,043,742</u>	<u>19,651,258</u>	<u>26,695,000</u>
Total	<u>\$ 50,000,726</u>	<u>\$ 107,434,274</u>	<u>\$ 157,435,000</u>

Election of 2008, Series H

The annual payments required to amortize Series H, Proposition S general obligation bonds outstanding as of June 30, 2018, are as follows:

Year Ended <u>June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Debt Service</u>
2019	\$ 1,240,000	\$ 1,293,750	\$ 2,533,750
2020	-	1,275,150	1,275,150
2021	-	1,275,150	1,275,150
2022	-	1,275,150	1,275,150
2023	13,330,000	979,850	14,309,850
2024-2025	<u>15,050,000</u>	<u>360,075</u>	<u>15,410,075</u>
Total	<u>\$ 29,620,000</u>	<u>\$ 6,459,125</u>	<u>\$ 36,079,125</u>

Election of 2008, Series I

Capital appreciation bonds were issued as part of Series I issuance. Prior to their applicable maturity dates, each capital appreciation bond will accrete interest on the principal component, with all interest accruing through the applicable maturity date and payable only upon maturity or prior payment of the principal component. Future accreted interest accruals of \$101,168,388 have not been reflected in the long-term debt balance in the schedule above.

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(Continued)

SAN DIEGO UNIFIED SCHOOL DISTRICT  
 PROPOSITIONS S AND Z GENERAL OBLIGATION BONDS  
 SCHEDULE OF PROPOSITION S AND PROPOSITION Z GENERAL OBLIGATION BONDS  
 June 30, 2018

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Election of 2008, Series I (Continued)

The annual payments required to amortize the Election of 2008, Series I, General Obligation Bonds outstanding as of June 30, 2018, are as follows:

<u>Year Ended June 30,</u>	<u>Principal</u>	<u>Accreted Interest</u>	<u>Total Debt Service</u>
2019	\$ -	\$ -	\$ -
2020	-	-	-
2021	-	-	-
2022	-	-	-
2023	-	-	-
2024-2028	-	-	-
2029-2033	4,313,831	3,776,169	8,090,000
2034-2038	58,790,893	70,104,107	128,895,000
2039-2040	<u>21,292,887</u>	<u>34,327,113</u>	<u>55,620,000</u>
Total	<u>\$ 84,397,611</u>	<u>\$ 108,207,389</u>	<u>\$ 192,605,000</u>

Election of 2008, Series J

The annual payments required to amortize Series J, Proposition S general obligation bonds outstanding as of June 30, 2018, are as follows:

<u>Year Ended June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Debt Service</u>
2019	\$ -	\$ 1,791,400	\$ 1,791,400
2020	775,000	1,775,900	2,550,900
2021	1,530,000	1,722,150	3,252,150
2022	1,605,000	1,643,775	3,248,775
2023	4,925,000	1,505,150	6,430,150
2024-2028	<u>30,560,000</u>	<u>2,783,525</u>	<u>33,343,525</u>
Total	<u>\$ 39,395,000</u>	<u>\$ 11,221,900</u>	<u>\$ 50,616,900</u>

Election of 2008, Series K-1

The annual payments required to amortize Series K-1, Proposition S general obligation bonds outstanding as of June 30, 2018, are as follows:

<u>Year Ended June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Debt Service</u>
2019	\$ 13,445,000	\$ 750,141	\$ 14,195,141
2020	<u>10,015,000</u>	<u>250,375</u>	<u>10,265,375</u>
Total	<u>\$ 23,460,000</u>	<u>\$ 1,000,516</u>	<u>\$ 24,460,516</u>

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(Continued)



SAN DIEGO UNIFIED SCHOOL DISTRICT  
 PROPOSITIONS S AND Z GENERAL OBLIGATION BONDS  
 SCHEDULE OF PROPOSITION S AND PROPOSITION Z GENERAL OBLIGATION BONDS  
 June 30, 2018

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Election of 2008, Series K-2

Capital appreciation bonds were issued as part of Series K-2 issuance. Prior to their applicable maturity dates, each capital appreciation bond will accrete interest on the principal component, with all interest accruing through the applicable maturity date and payable only upon maturity or prior payment of the principal component. Future accreted interest accruals of \$74,515,883 have not been reflected in the long-term debt balance in the schedule above.

The annual payments required to amortize the Election of 2008, Series K-2, General Obligation Bonds outstanding as of June 30, 2018, are as follows:

Year Ended June 30,	<u>Principal</u>	<u>Accreted Interest</u>	<u>Total Debt Service</u>
2019	\$ -	\$ -	\$ -
2020	-	-	-
2021	-	-	-
2022	-	-	-
2023	-	-	-
2024-2028	-	-	-
2029-2033	23,065,349	13,609,651	36,675,000
2034-2038	30,739,998	28,770,002	59,510,000
2039-2043	<u>22,733,538</u>	<u>32,286,462</u>	<u>55,020,000</u>
Total	<u>\$ 76,538,885</u>	<u>\$ 74,666,115</u>	<u>\$ 151,205,000</u>

2008 R-2 Refunding

The District issued the 2008 Refunding, Series R-2 bonds to refund certain portions of 2008, Series C general obligation bonds totaling \$51,321,508. Capital appreciation bonds were issued as part of R-2 Refunding issuance. Prior to their applicable maturity dates, each capital appreciation bond will accrete interest on the principal component, with all interest accruing through the applicable maturity date and payable only upon maturity or prior payment of the principal component. Future accreted interest accruals of \$104,413,758 have not been reflected in the long-term debt balance in the schedule above.

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(Continued)

SAN DIEGO UNIFIED SCHOOL DISTRICT  
 PROPOSITIONS S AND Z GENERAL OBLIGATION BONDS  
 SCHEDULE OF PROPOSITION S AND PROPOSITION Z GENERAL OBLIGATION BONDS  
 June 30, 2018

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2008 R-2 Refunding (Continued)

The annual payments required to amortize the Series R-2, Proposition S general obligation bonds outstanding as of June 30, 2018, are as follows:

Year Ended <u>June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Accreted Interest</u>	<u>Total Debt Service</u>
2019	\$ -	\$ -	\$ -	\$ -
2020	-	-	-	-
2021	-	-	-	-
2022	-	-	-	-
2023	-	-	-	-
2024-2028	-	-	-	-
2029-2033	-	31,034,813	-	31,034,813
2034-2038	-	62,069,625	-	62,069,625
2039-2042	<u>56,869,830</u>	<u>36,831,025</u>	<u>130,510,170</u>	<u>224,211,025</u>
Total	<u>\$ 56,869,830</u>	<u>\$ 129,935,463</u>	<u>\$ 130,510,170</u>	<u>\$ 317,315,463</u>

2008 SR-1 Refunding

The annual payments required to amortize the Election of 2008, Series SR-1 general obligation bonds outstanding as of June 30, 2018, are as follows:

Year Ended <u>June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Debt Service</u>
2019	\$ -	\$ 5,692,600	\$ 5,692,600
2020	-	5,692,600	5,692,600
2021	-	5,692,600	5,692,600
2022	-	5,692,600	5,692,600
2023	-	5,692,600	5,692,600
2024-2028	-	28,463,000	28,463,000
2029-2033	94,755,000	24,001,150	118,756,150
2034	<u>51,160,000</u>	<u>917,400</u>	<u>52,077,400</u>
Total	<u>\$ 145,915,000</u>	<u>\$ 81,844,550</u>	<u>\$ 227,759,550</u>

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(Continued)

SAN DIEGO UNIFIED SCHOOL DISTRICT  
 PROPOSITIONS S AND Z GENERAL OBLIGATION BONDS  
 SCHEDULE OF PROPOSITION S AND PROPOSITION Z GENERAL OBLIGATION BONDS  
 June 30, 2018

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Election of 2012, Series C

The annual payments required to amortize the Series C, Proposition Z general obligation bonds outstanding as of June 30, 2018, are as follows:

Year Ended <u>June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Debt Service</u>
2019	\$ -	\$ 8,587,900	\$ 8,587,900
2020	-	8,587,900	8,587,900
2021	1,415,000	17,161,650	18,576,650
2022	1,945,000	17,128,050	19,073,050
2023	2,500,000	17,058,600	19,558,600
2024-2028	22,915,000	82,850,525	105,765,525
2029-2033	47,280,000	74,794,150	122,074,150
2034-2038	93,695,000	58,822,325	152,517,325
2039-2043	<u>236,345,000</u>	<u>26,972,700</u>	<u>263,317,700</u>
Total	<u>\$ 406,095,000</u>	<u>\$ 311,963,800</u>	<u>\$ 718,058,800</u>

Election of 2012, Series F

The annual payments required to amortize the Series F, Proposition Z general obligation bonds outstanding as of June 30, 2018, are as follows:

Year Ended <u>June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Debt Service</u>
2019	\$ -	\$ 16,621,100	\$ 16,621,100
2020	-	14,108,081	14,108,081
2021	-	16,621,100	16,621,100
2022	-	16,621,100	16,621,100
2023	-	16,621,100	16,621,100
2024-2028	2,990,000	82,981,000	85,971,000
2029-2033	28,475,000	79,498,850	107,973,850
2034-2038	68,330,000	69,183,800	137,513,800
2039-2043	125,675,000	46,865,900	172,540,900
2044-2046	<u>145,175,000</u>	<u>9,720,500</u>	<u>154,895,500</u>
Total	<u>\$ 370,645,000</u>	<u>\$ 368,842,531</u>	<u>\$ 739,487,531</u>

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(Continued)

SAN DIEGO UNIFIED SCHOOL DISTRICT  
 PROPOSITIONS S AND Z GENERAL OBLIGATION BONDS  
 SCHEDULE OF PROPOSITION S AND PROPOSITION Z GENERAL OBLIGATION BONDS  
 June 30, 2018

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Election of 2012, Series G

The annual payments required to amortize the Series G, Proposition Z general obligation bonds outstanding as of June 30, 2018, are as follows:

Year Ended June 30,	<u>Principal</u>	<u>Interest</u>	<u>Total Debt Service</u>
2019	\$ -	\$ 2,088,491	\$ 2,088,491
2020	-	2,088,491	2,088,491
2021	-	4,176,981	4,176,981
2022	-	4,176,981	4,176,981
2023	-	4,176,981	4,176,981
2024-2028	1,390,000	20,834,906	22,224,906
2029-2033	9,040,000	20,013,106	29,053,106
2034-2038	19,520,000	17,407,716	36,927,716
2039-2043	33,120,000	11,218,350	44,338,350
2044-2046	<u>36,930,000</u>	<u>2,305,200</u>	<u>39,235,200</u>
Total	<u>\$ 100,000,000</u>	<u>\$ 88,487,203</u>	<u>\$ 188,487,203</u>

Election of 2012, Series H-2

The annual payments required to amortize the Series H-2, Proposition Z general obligation bonds outstanding as of June 30, 2018, are as follows:

Year Ended June 30,	<u>Principal</u>	<u>Interest</u>	<u>Total Debt Service</u>
2019	\$ 32,530,000	\$ 7,837,350	\$ 40,367,350
2020	87,895,000	4,989,375	92,884,375
2021	<u>55,840,000</u>	<u>1,396,000</u>	<u>57,236,000</u>
Total	<u>\$ 176,265,000</u>	<u>\$ 14,222,725</u>	<u>\$ 190,487,725</u>

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(Continued)

SAN DIEGO UNIFIED SCHOOL DISTRICT  
 PROPOSITIONS S AND Z GENERAL OBLIGATION BONDS  
 SCHEDULE OF PROPOSITION S AND PROPOSITION Z GENERAL OBLIGATION BONDS  
 June 30, 2018

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Election of 2012, Series I

The annual payments required to amortize the Series I, Proposition Z general obligation bonds outstanding as of June 30, 2018, are as follows:

Year Ended <u>June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Debt Service</u>
2019	\$ -	\$ 18,744,450	\$ 18,744,450
2020	-	18,744,450	18,744,450
2021	-	18,744,450	18,744,450
2022	-	18,744,450	18,744,450
2023	-	18,744,450	18,744,450
2024-2028	-	93,722,250	93,722,250
2029-2033	22,440,000	92,627,250	115,067,250
2034-2038	85,830,000	79,795,275	165,625,275
2039-2043	85,935,000	62,656,750	148,591,750
2044-2047	<u>246,795,000</u>	<u>29,772,650</u>	<u>276,567,650</u>
Total	<u>\$ 441,000,000</u>	<u>\$ 452,296,425</u>	<u>\$ 893,296,425</u>

Election of 2012, Series J

The annual payments required to amortize the Series J, Proposition Z general obligation bonds outstanding as of June 30, 2018, are as follows:

Year Ended <u>June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Debt Service</u>
2019	\$ -	\$ 2,304,200	\$ 2,304,200
2020	-	2,304,200	2,304,200
2021	-	2,304,200	2,304,200
2022	-	2,304,200	2,304,200
2023	-	2,304,200	2,304,200
2024-2028	11,015,000	10,998,200	22,013,200
2029-2033	20,985,000	5,931,125	26,916,125
2034-2038	-	4,218,750	4,218,750
2039-2041	<u>27,000,000</u>	<u>1,265,625</u>	<u>28,265,625</u>
Total	<u>\$ 59,000,000</u>	<u>\$ 33,934,700</u>	<u>\$ 92,934,700</u>

INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER  
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED  
ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN  
ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

Audit Committee and Board of Education  
San Diego Unified School District  
San Diego, California

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States the financial statements of San Diego Unified School District (the "District") Proposition S General Obligation Bonds and Proposition Z General Obligation Bonds (the "Bonds") activity included in the Building Fund of the District, as of and for the year ended June 30, 2018, and related notes to the financial statements and have issued our report thereon dated November 27, 2018.

### **Internal Control over Financial Reporting**

In planning and performing our audit of the financial statements, we considered San Diego Unified School District's internal control over Proposition S General Obligation Bonds and Proposition Z General Obligation Bonds activity financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of San Diego Unified School District's internal control.

*A deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. *A material weakness* is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. *A significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control over that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

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(Continued)

## Compliance and Other Matters

As part of obtaining reasonable assurance about whether the San Diego Unified School District Proposition S General Obligation Bonds and Proposition Z General Obligation Bonds activity included in the Building Fund of the District's financial statements is free of material misstatement, we performed tests of the District's compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

## Purpose of this Report

This purpose of this report is intended solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Governmental Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*Crowe LLP*

Crowe LLP

Sacramento, California  
November 27, 2018

SAN DIEGO UNIFIED SCHOOL DISTRICT  
PROPOSITIONS S AND Z GENERAL OBLIGATION BONDS  
SCHEDULE OF AUDIT FINDINGS AND QUESTIONED COSTS  
June 30, 2018

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No matters were reported.



SAN DIEGO UNIFIED SCHOOL DISTRICT  
PROPOSITIONS S AND Z GENERAL OBLIGATION BONDS  
SCHEDULE OF PRIOR YEAR AUDIT FINDINGS AND QUESTIONED COSTS  
June 30, 2018

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No matters were reported.