

**Proposition S & Z Monthly Controls Status Report
November 2013**

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

All Data as of October 31, 2013

Prepared for:

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

Proposition S

Proposition S Summary

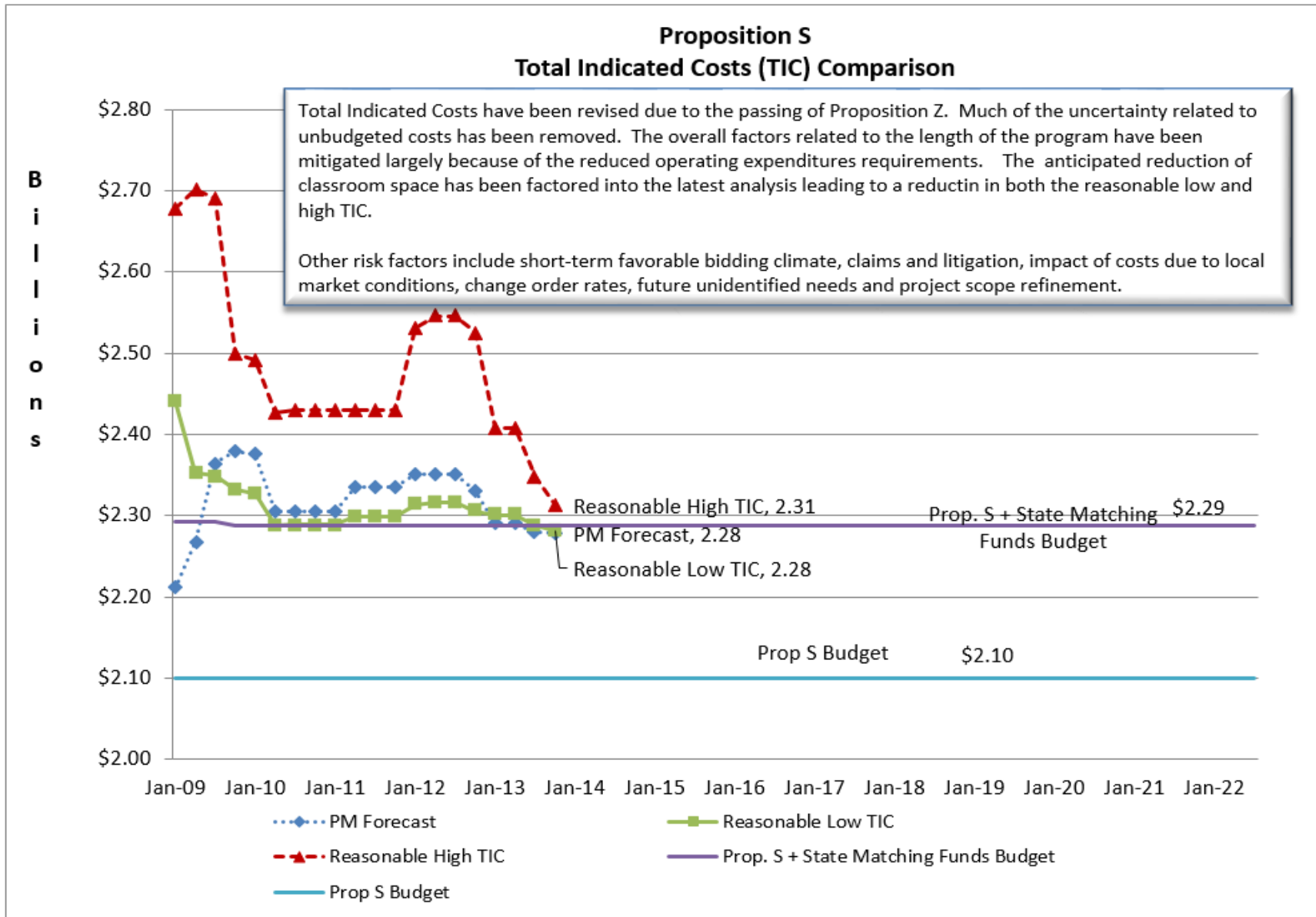
Prop. S Percent Complete	Duration	Expended
<i>15-Year \$2.28B Program</i> (includes Prop. S and State Matching Funds)	30.6%	23.1%
Prop S Bond Sales Received		\$ 518,095,751
State Facility Program (Fund 35) Projected Revenue Thru June 2014		46,398,223
Projected Revenue thru June 2014		564,493,974
Total Expenditures-to-Date		529,213,609
FY 2013-2014 Planned Expenditures		52,729,834
Projected Fund Balance - June 30, 2014		*
Current Fund Balance		* 35,280,365

FY 2013 / 2014 Expenditures

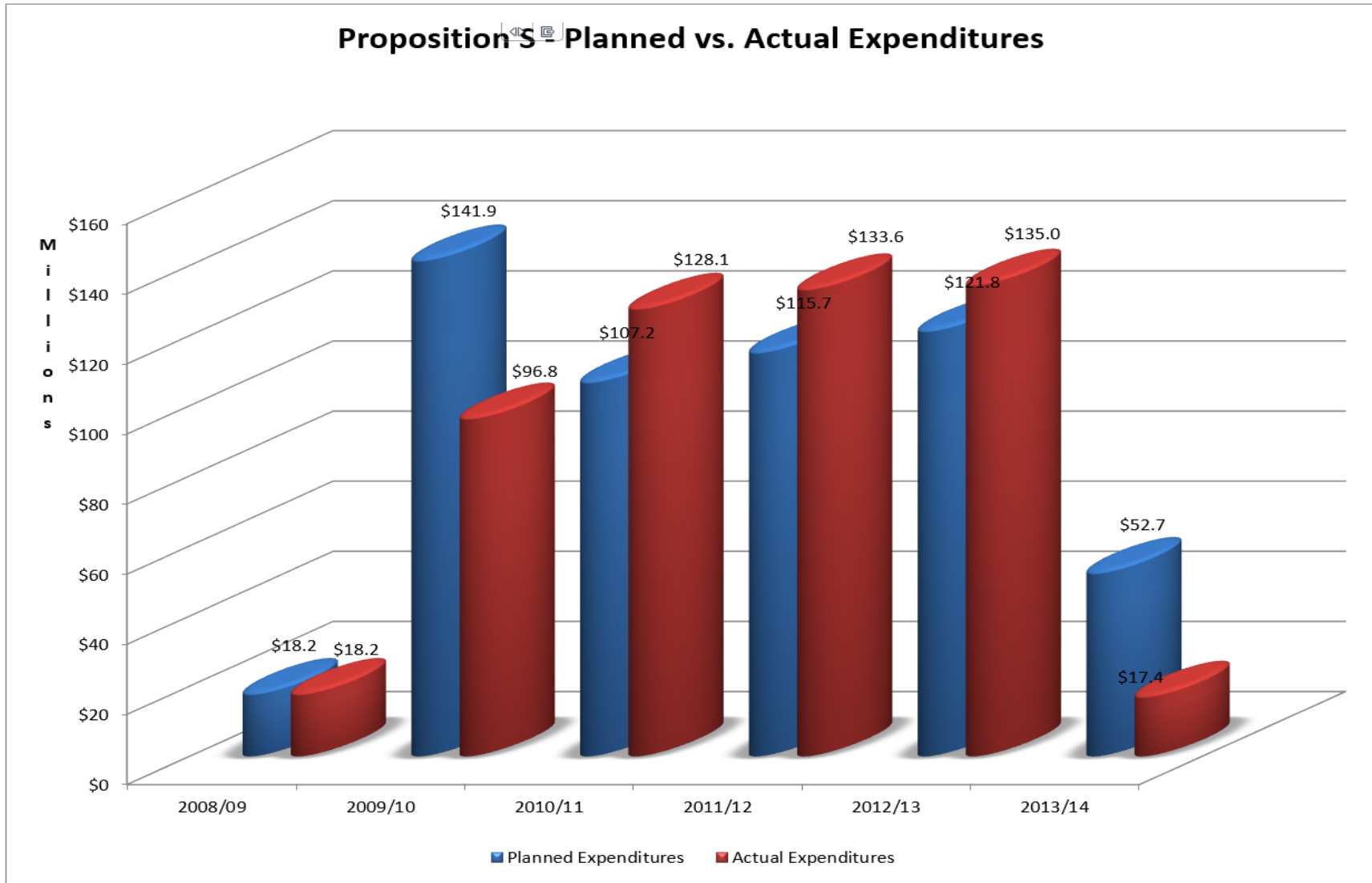
Category	Planned Percentage (Five-Year)	Percent of Ex- penditures	FY Expended - to date	Current Month Expenditures	Previous Month Expenditures
Planning & Design	14.8%	10.6%	\$ 1,857,220	\$ 705,877	\$ 590,963
Construction & Equipment	80.0%	84.5%	14,748,490	3,882,913	7,025,569
Program Management Office	5.2%	4.8%	843,760	600,551	172,881
Sub-Total	100%	100%	\$ 17,449,470	\$ 5,189,341	\$ 7,789,413
Prop. S Percent of Budget and Amount Committed-to-Date**				24.5%	\$ 560,354,895
Current Remaining Uncommitted Balance***					4,139,079

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

Proposition S

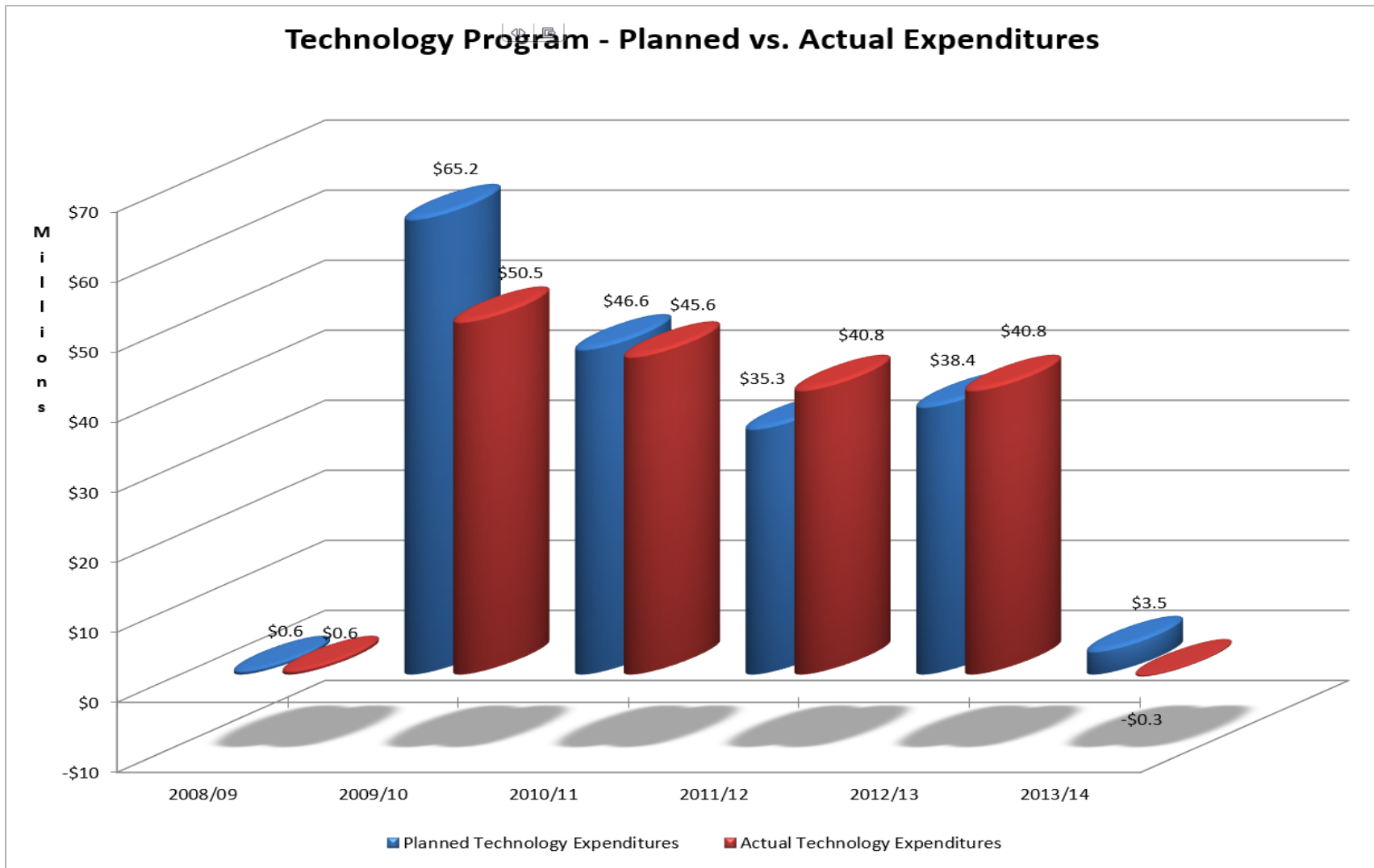


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Planned Expenditures shown above are adjusted based upon anticipated bid climate, change order rate and project execution plan.

Proposition S



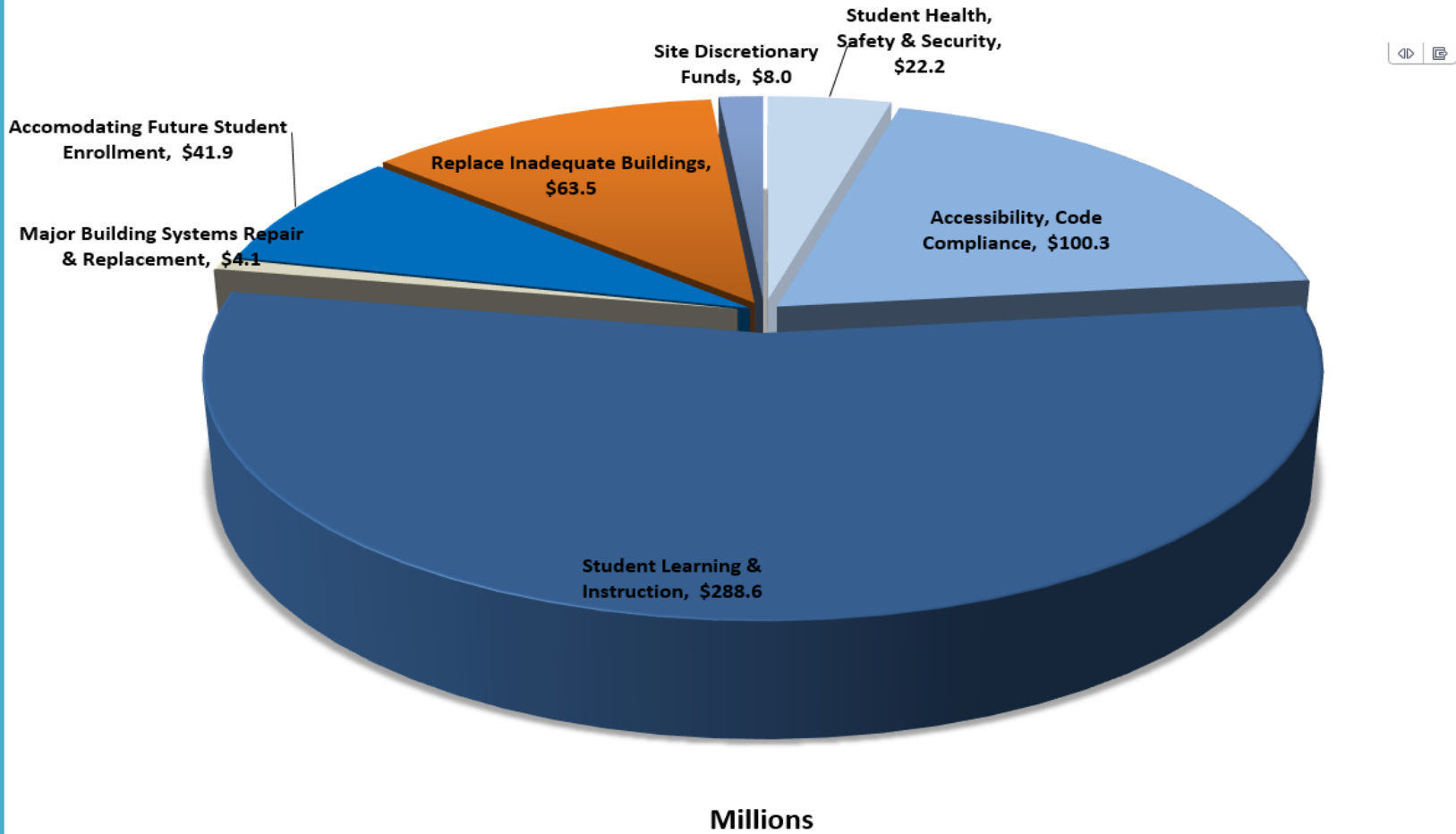
Technology Expenditure Burn Rate

Current Month	Last Month	FY 2014 to date	Total-to-date
633,364	564,856	(264,050)	176,323,422

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

Proposition S

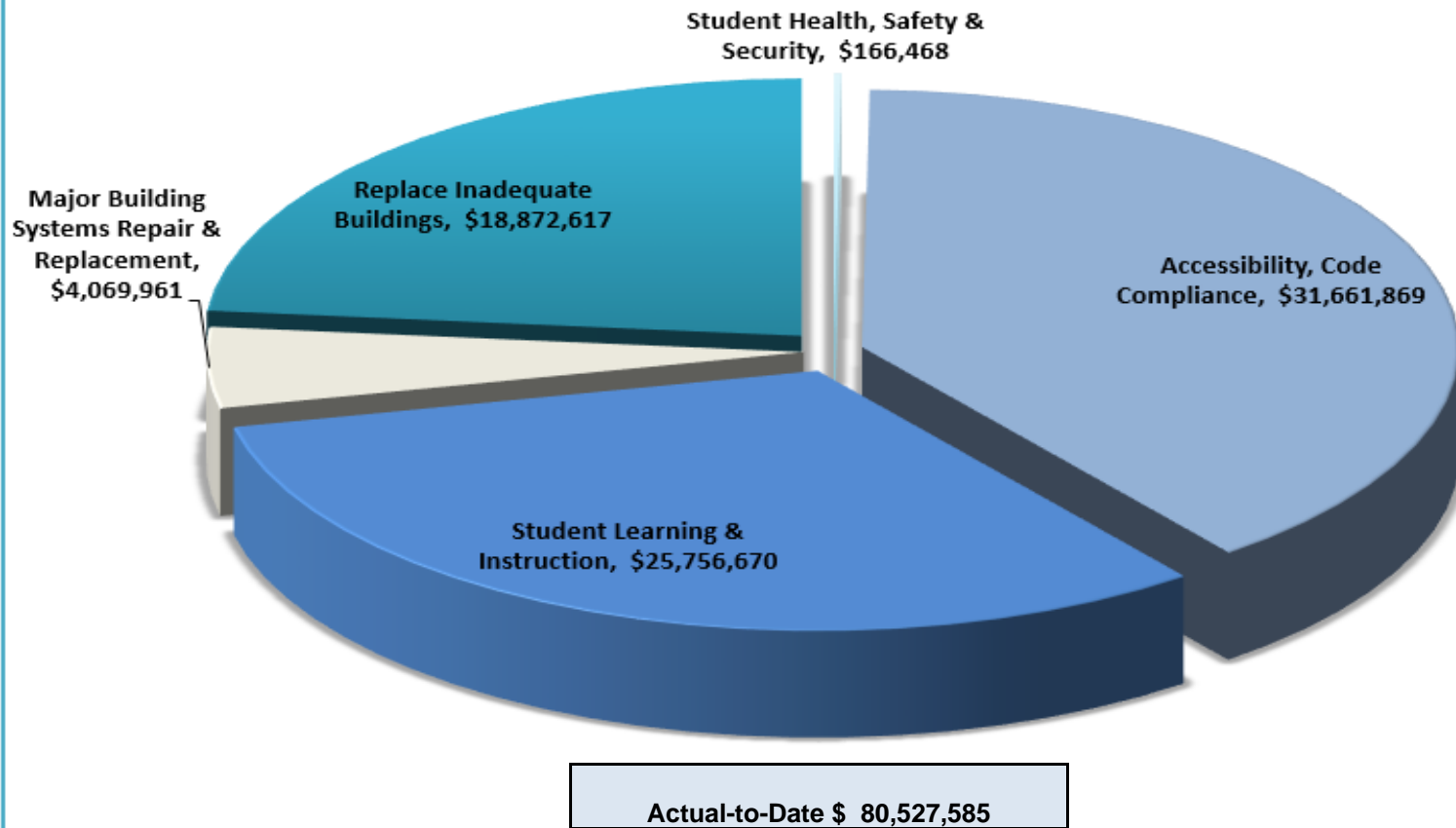
Actuals-to-Date Expenditures by Category



Actual-to-Date \$ 528,505,499

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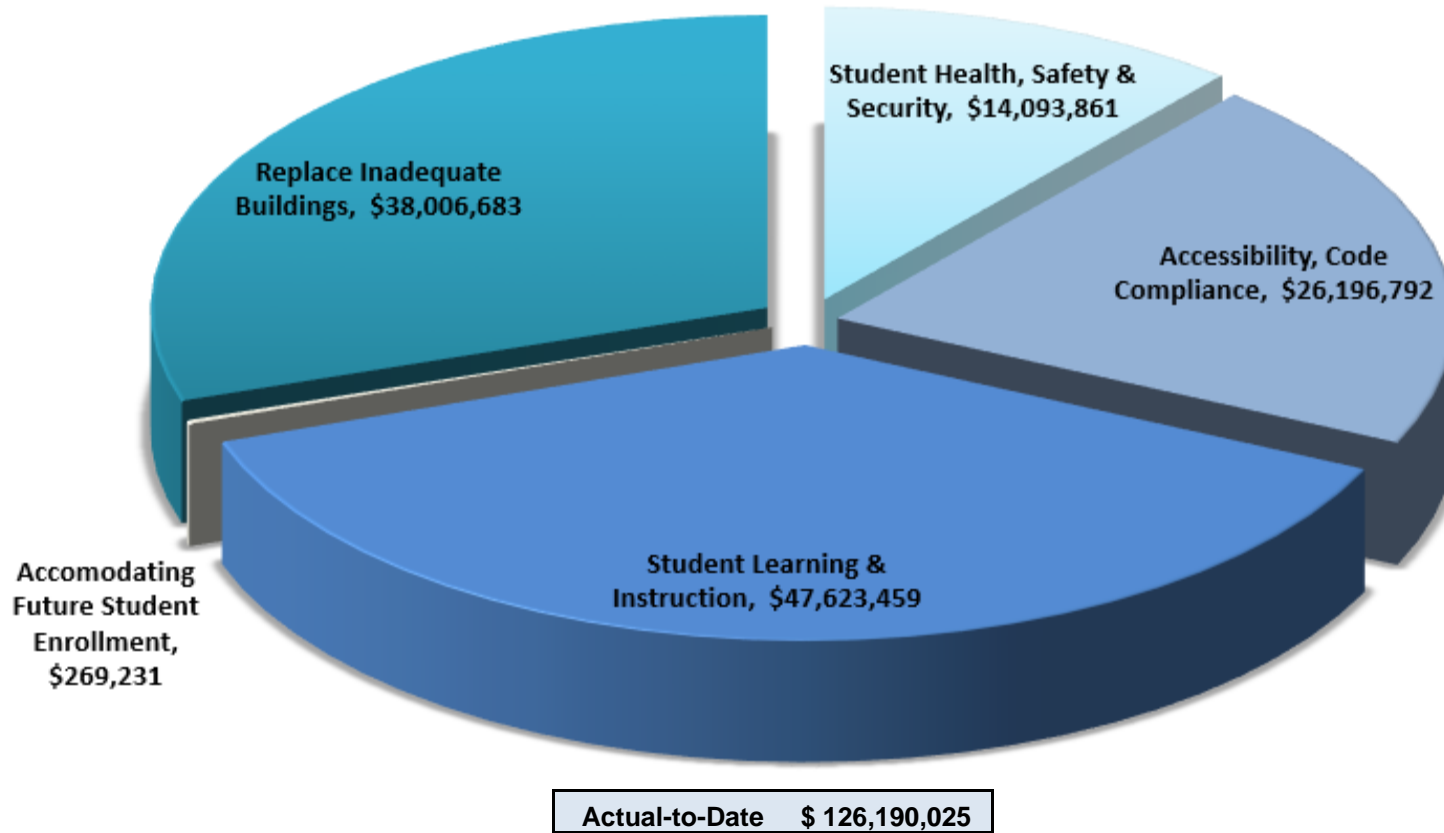
Actuals-to-Date - Categories of Work that Reduce the FCI Facility Repair Needs



Major Repair and Replacement (MRR) type work is repairs to existing facilities. MRR work is done in several categories with the MRR category being the largest. For example, under Accessibility and Code Compliance restrooms, kitchens, stadiums and hard-scape are repaired and replaced.

Proposition S

Actuals-to-Date - Facilities Capital Improvement Work by Category



Proposition Z

Proposition Z Summary

2.8B Prop. Z Planned Revenue - 15-Years	Duration	Expended
Prop. Z Percent Complete	2.8%	0.9%
Prop Z Bond Sales Received		\$ 530,000,000
State Facility Program (Fund 35) Projected Revenue Thru June 2014		-
Projected Revenue thru June 2014		530,000,000
Total Expenditures-to-Date		26,199,104
FY 2013-2014 Planned Expenditures		162,515,272
Projected Fund Balance - June 30, 2014	*	362,469,309
Current Fund Balance	*	503,800,896

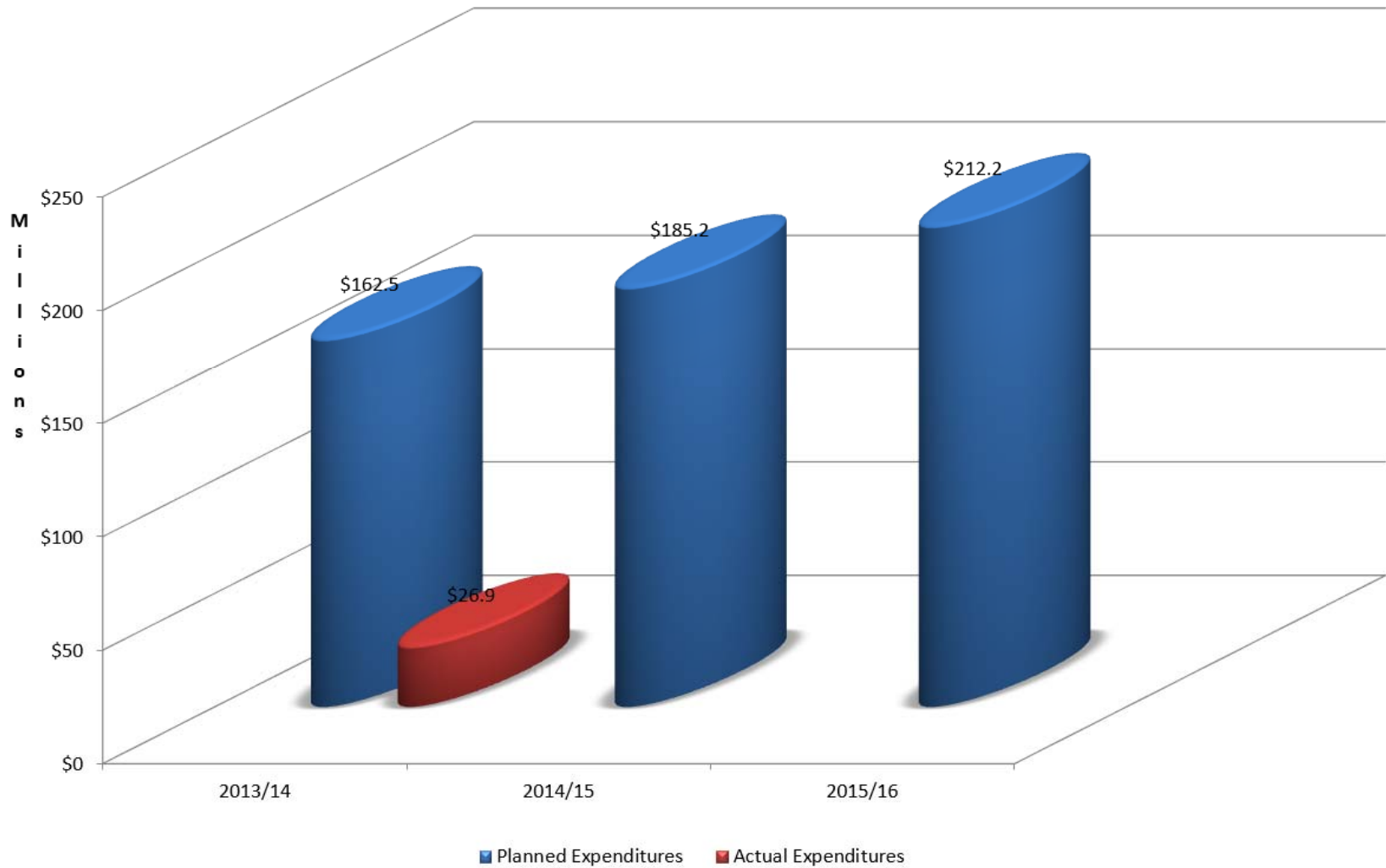
FY 2012 / 2014 Expenditures

Category	Planned Percentage	Percent of Expenditures	FY Expended - to date	Current Month Expenditures	Previous Month Expenditures
Planning & Design	14.8%	14.2%	\$ 3,717,486	\$ 1,939,915	\$ 698,802
Construction & Equipment	80.0%	70.7%	\$ 21,243,256	5,926,306	6,811,874
Program Management Office	5.2%	4.7%	\$ 1,238,362	131,500	318,812
Sub-Total	100%	100%	\$ 26,199,104	\$ 9,964,142	\$ 8,329,488
Prop. Z Percent of Budget and Amount Committed-to-Date**				31.2%	\$ 165,621,842
Current Remaining Uncommitted Balance***					364,378,158

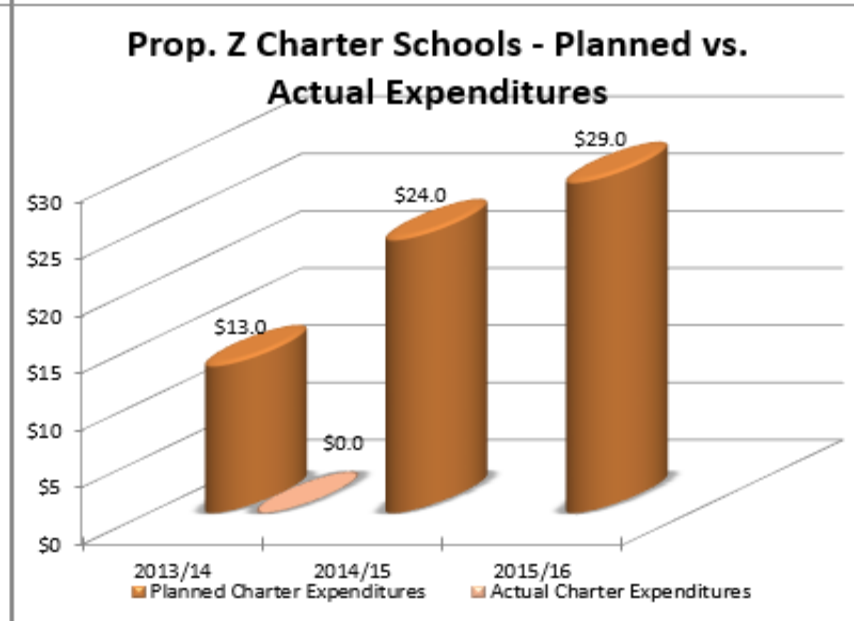
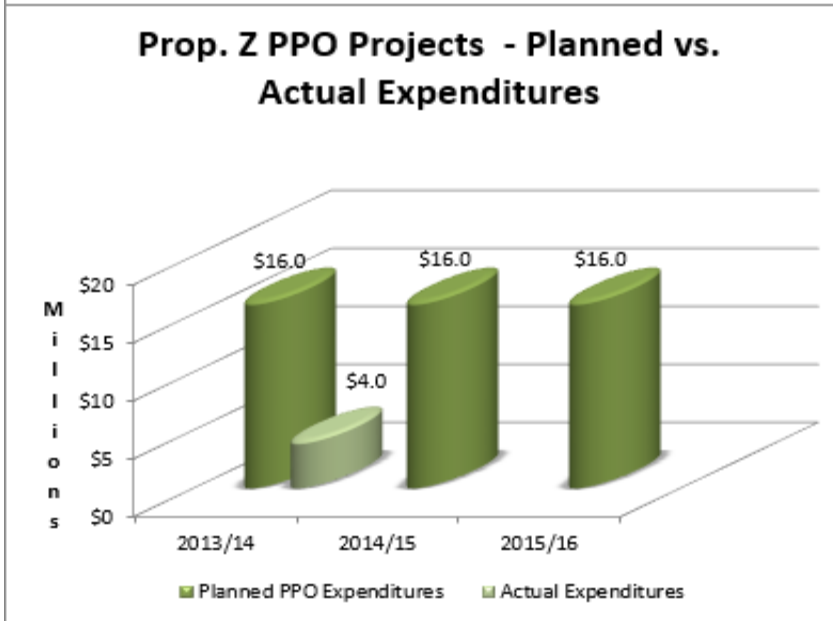
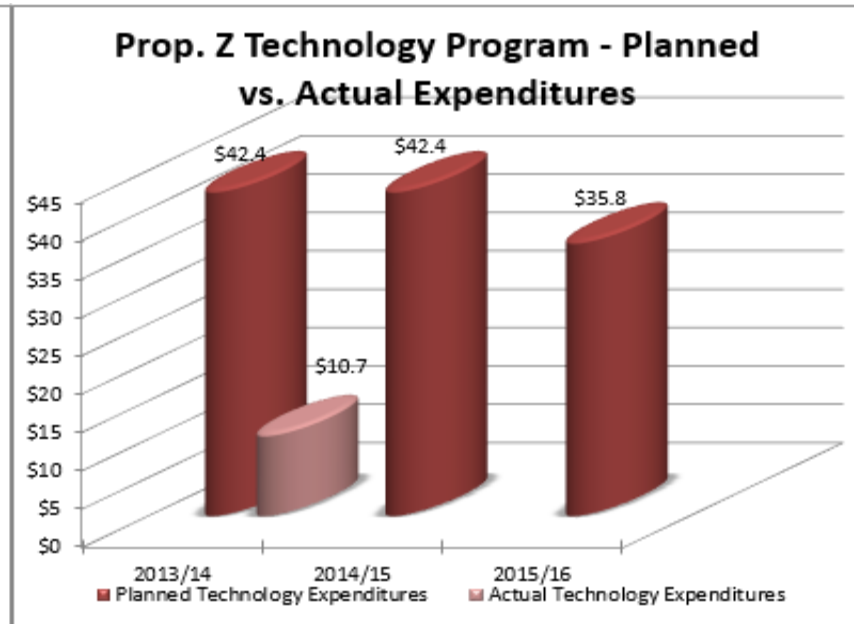
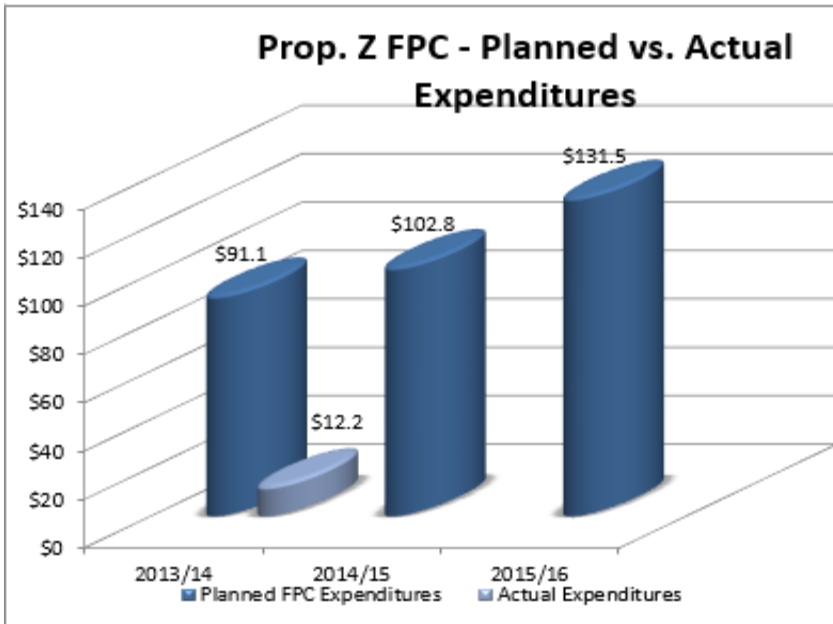
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Proposition Z

Prop. Z Total Bond - Planned vs. Actual Expenditures



Proposition Z



Proposition S and Z

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

Trends

Construction Cost Index (CCI)	The CCI's annual escalation rate jumped a full percentage point, to 3.3%, this month.	20-CITY:	Oct-13	% change	% change
		1913 = 100	Index Value	Month	Year
		Construction Cost	9688.9	1.4	3.3
		Common Labor	20622.3	1.8	3.5
		WAGE \$/HR.	39.22	1.8	3.5
Builder Cost Index (BCI)	A 0.7% increase in the BCI's labor component pushed the indexes' annual inflation rate to 2.0% from 1.7%.	20-CITY:	Oct-13	% change	% change
		1913 = 100	Index Value	Month	Year
		Building Cost	5308.4	0.4	2.0
		Skilled Labor	9128.6	0.7	1.7
		WAGE \$/HR.	50.66	0.7	1.7
Material Cost Index (MCI)	A 0.6% increase in lumber prices was offset by falling steel and cement prices.	20-CITY:	Oct-13	% change	% change
		1913 = 100	Index Value	Month	Year
		Materials	2974.2	-0.1	2.5
		CEMENT \$/TON	110.9	-0.2	2.0
		STEEL \$/CWT	50.0	-0.4	1.4
		LUMBER \$/MBF	430.32	0.6	5.7

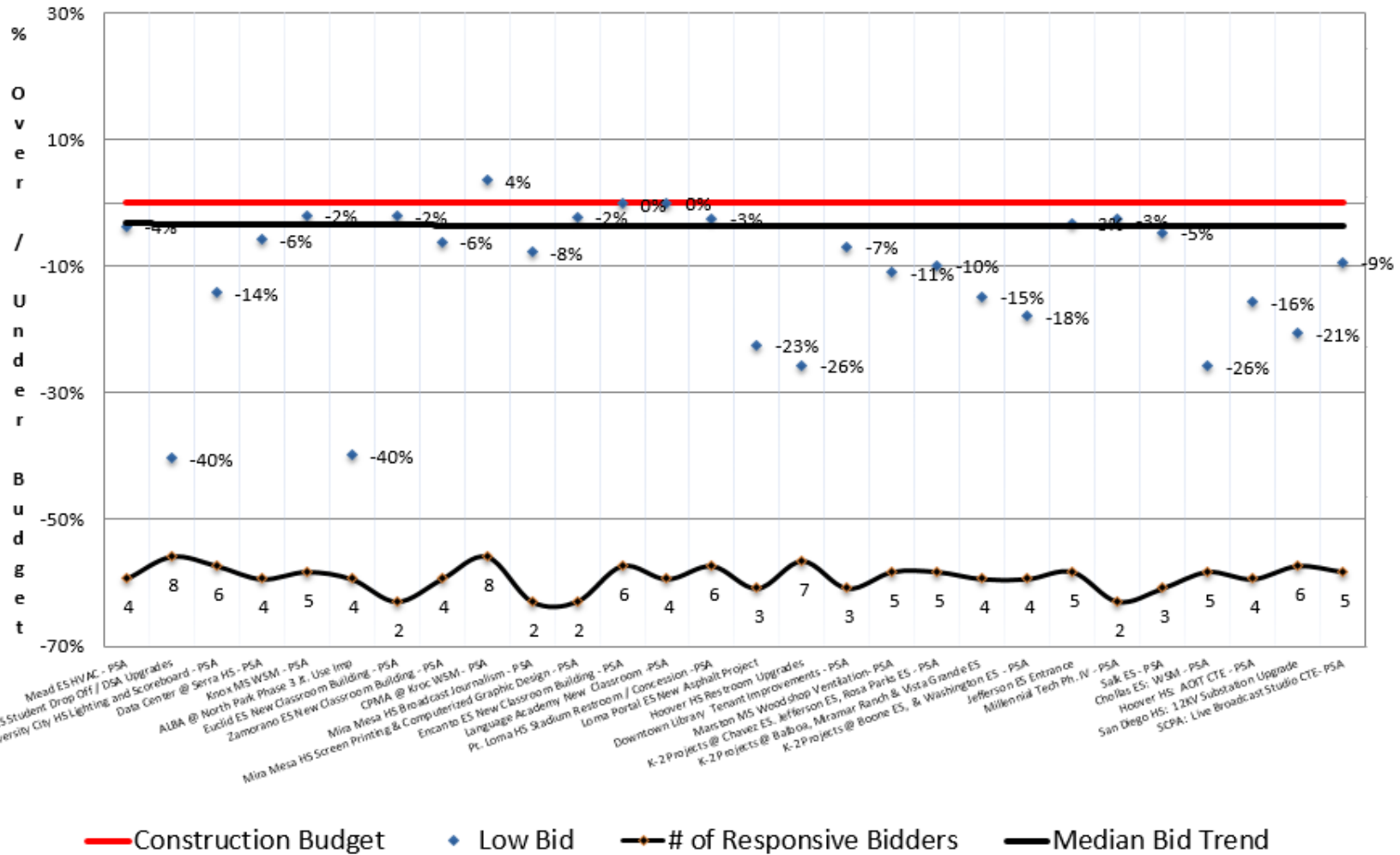
- The Common Labor Index is the labor component of ENR’s Construction Cost Index and tracks the union wage, plus fringe benefits, for laborers.
- The Skilled Labor Index is the labor component of ENR’s Building Cost Index and tracks union wages, plus fringe benefits, for carpenters.

Overall Impacts

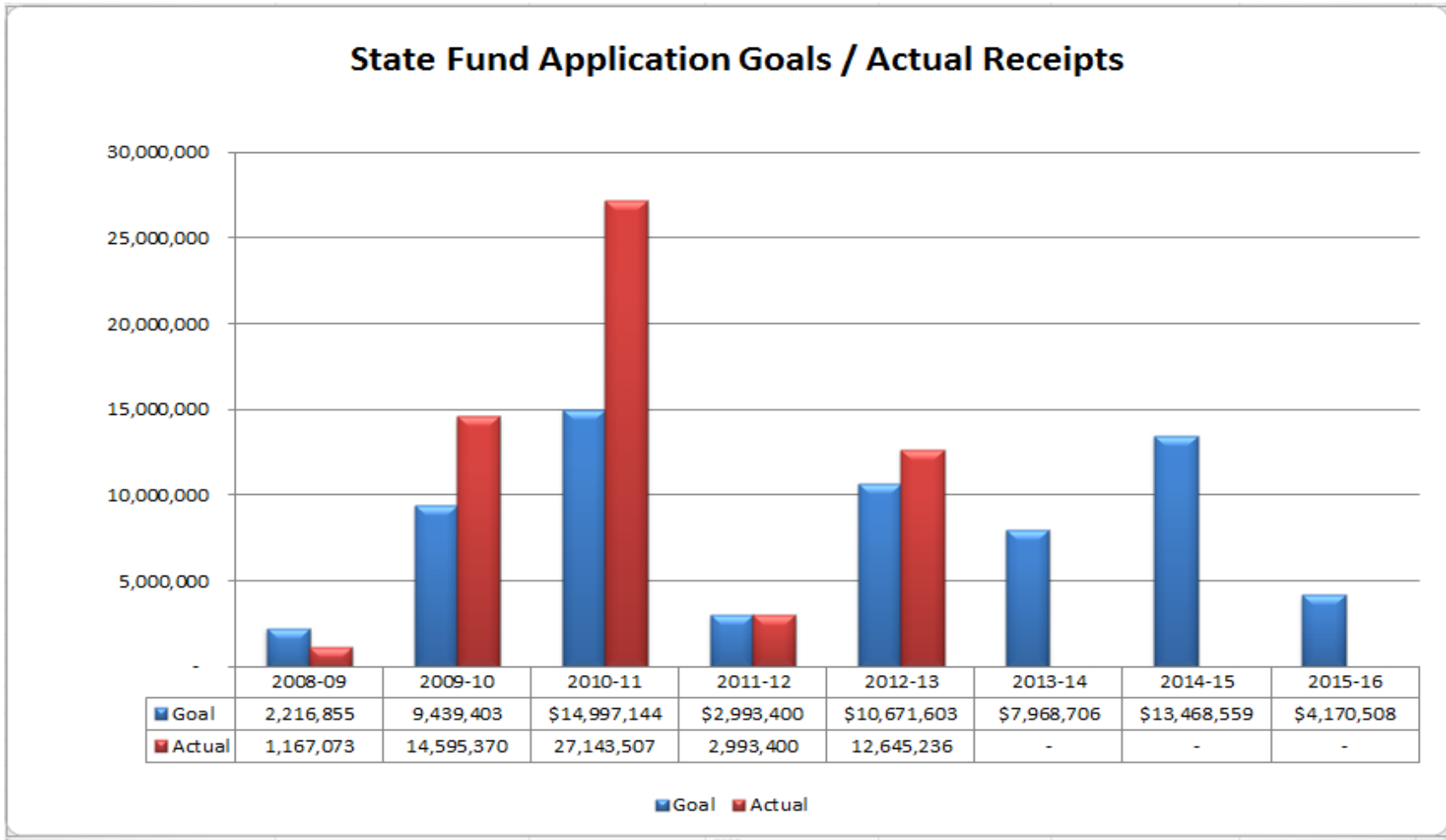
- The CCI and BCI increased over the last month, while the BCI decreased despite lumber prices being up 5.7% over the last year while steel and labor costs decreased.
- SDUSD FPC is currently applying a 2.7% yearly escalation factor for our internal construction estimates. The Office of Public School Construction is applying 4.28% per the Marshall and Swift CCI.
- Over the last 18 months SDUSD construction projects were awarded at 3.6% less than the budget, down from the average of 20% during the initial project awards from 2009-2011. The median of bids to budget is now at a 1% variance.
- Program change order (CO) rate is 3.4%.

Proposition S and Z

This chart measures general contractor construction bids as a percentage of the construction budget for projects awarded since July 2011. The award amount during this period is 1.7% under budget. Since the inception of Prop. S, the overall award amount is 9.7% under budget.



Proposition S and Z



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