

Props. S and Z ICOC

February 16, 2017 Exhibit 5.1

Propositions S and Z Monthly Controls Status Report

January 2017



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

All Data as of December 31, 2016

Prepared for:

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

Proposition S

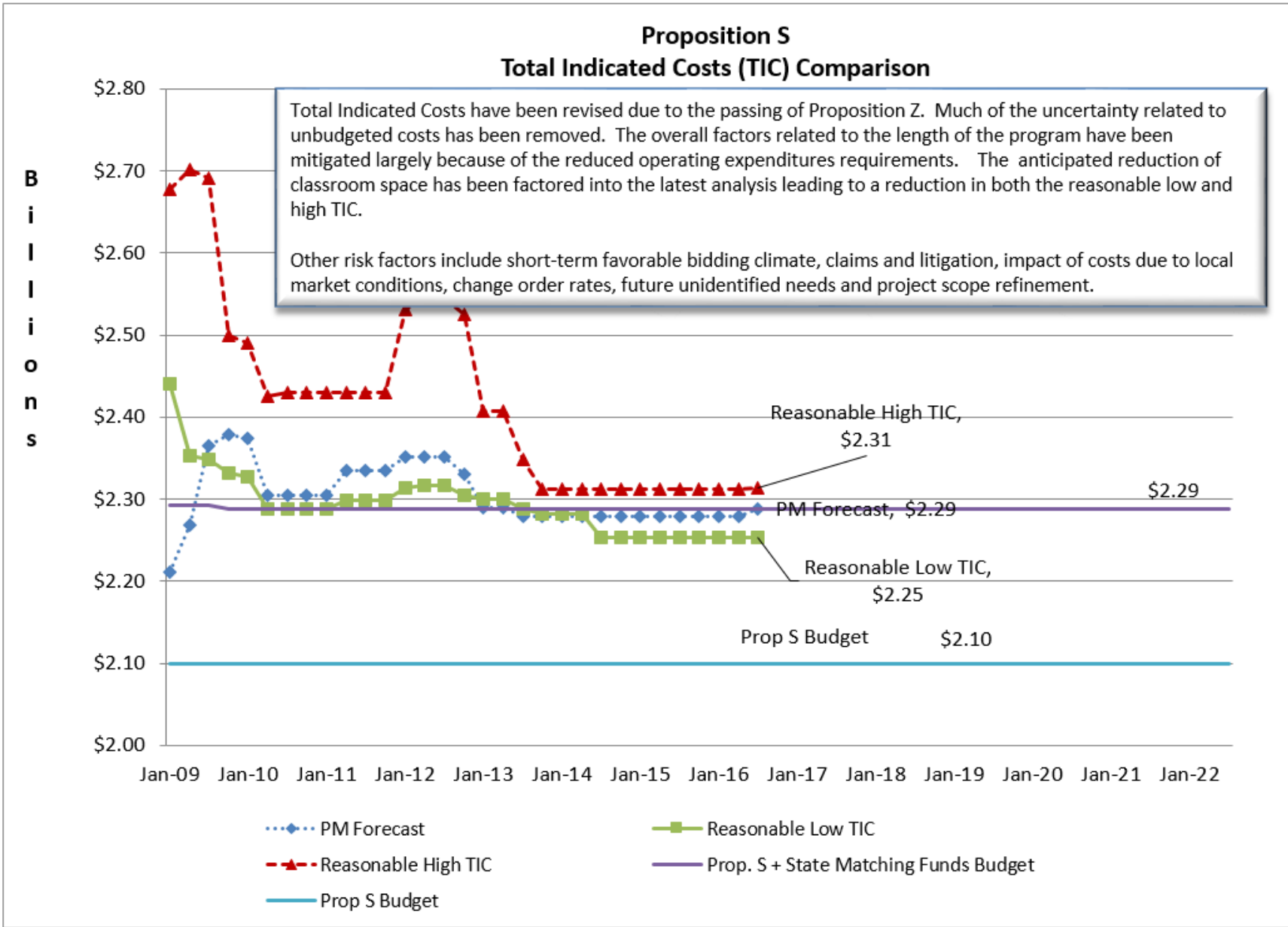
Prop. S Percent Complete	Duration	Expended
23-Year \$2.28B Program (includes Prop. S and State Matching Funds)	31.5%	28.7%
Prop S Bond Sales Received		\$ 765,966,349
State Facility Program (Fund 35) Projected Revenue-to-Date		34,251,860
Current Revenue-to-Date		800,218,209
Projected Revenue thru June 2017		800,218,209
Total Expenditures-to-Date		655,687,151
2016/2017 Planned Expenditures		45,000,000
Projected Fund Balance - June 30, 2017	*	99,531,058
Current Fund Balance	*	144,531,058

FY 2017 Expenditures

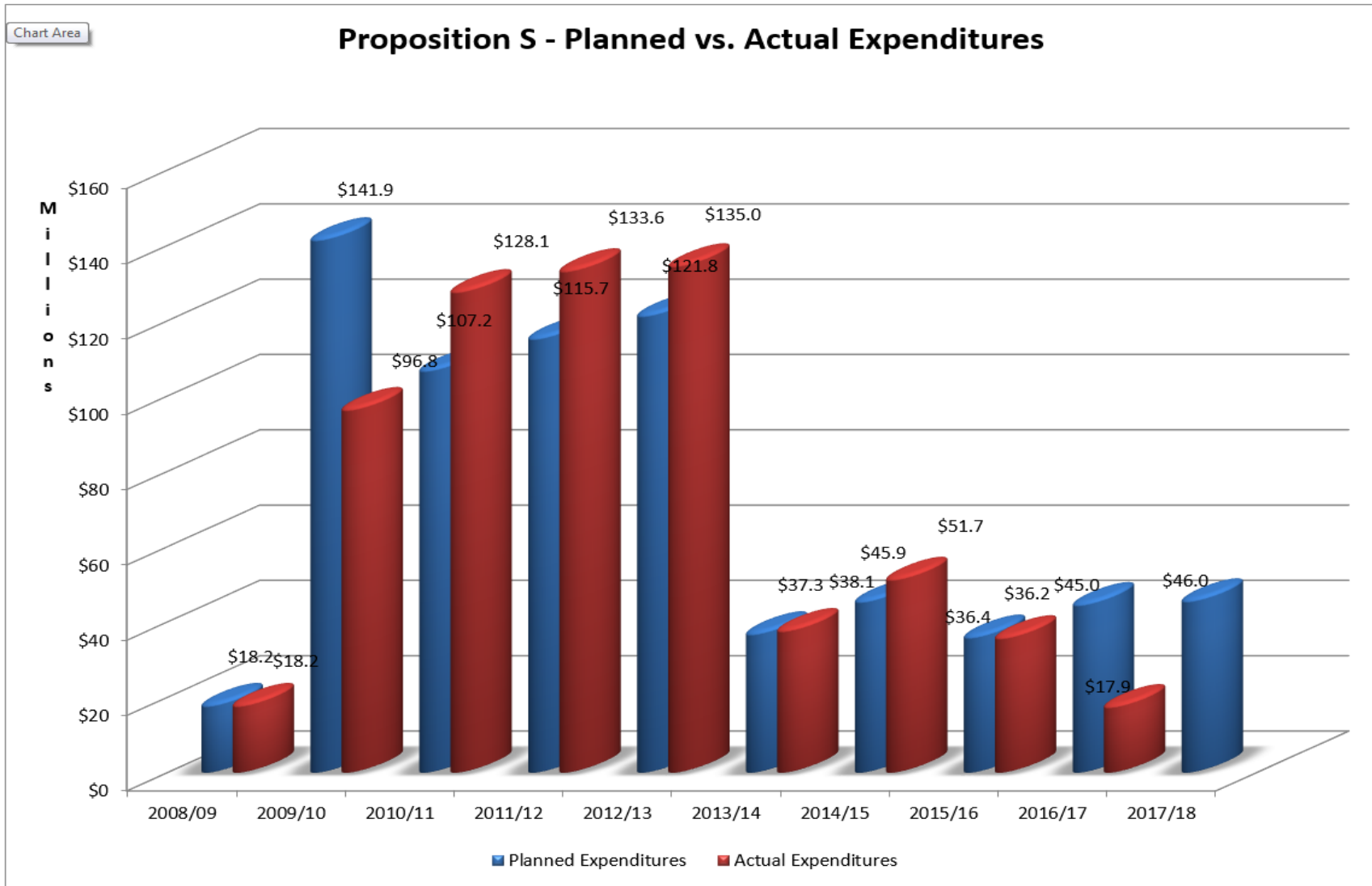
Category	Planned Percentage (Five-Year)	Percent of Expenditures	FY Expended - to date	Current Month Expenditures	Previous Month Expenditures
Planning & Design	14.8%	8.6%	\$ 1,540,327	\$ 501,592	\$ 701,105
Construction & Equipment	80.0%	88.1%	15,783,772	2,116,851	2,327,277
Program Management Office	5.2%	3.3%	586,166	201,758	181,270
Sub-Total	100%	100%	\$ 17,910,264	\$ 2,820,202	\$ 3,209,652
Prop. S Percent of Budget and Amount Committed-to-Date**				85.9%	\$ 687,228,659
Current Remaining Uncommitted Balance***					112,989,550

- * Fund balance is the unspent balance of revenue (received or projected)
- ** 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

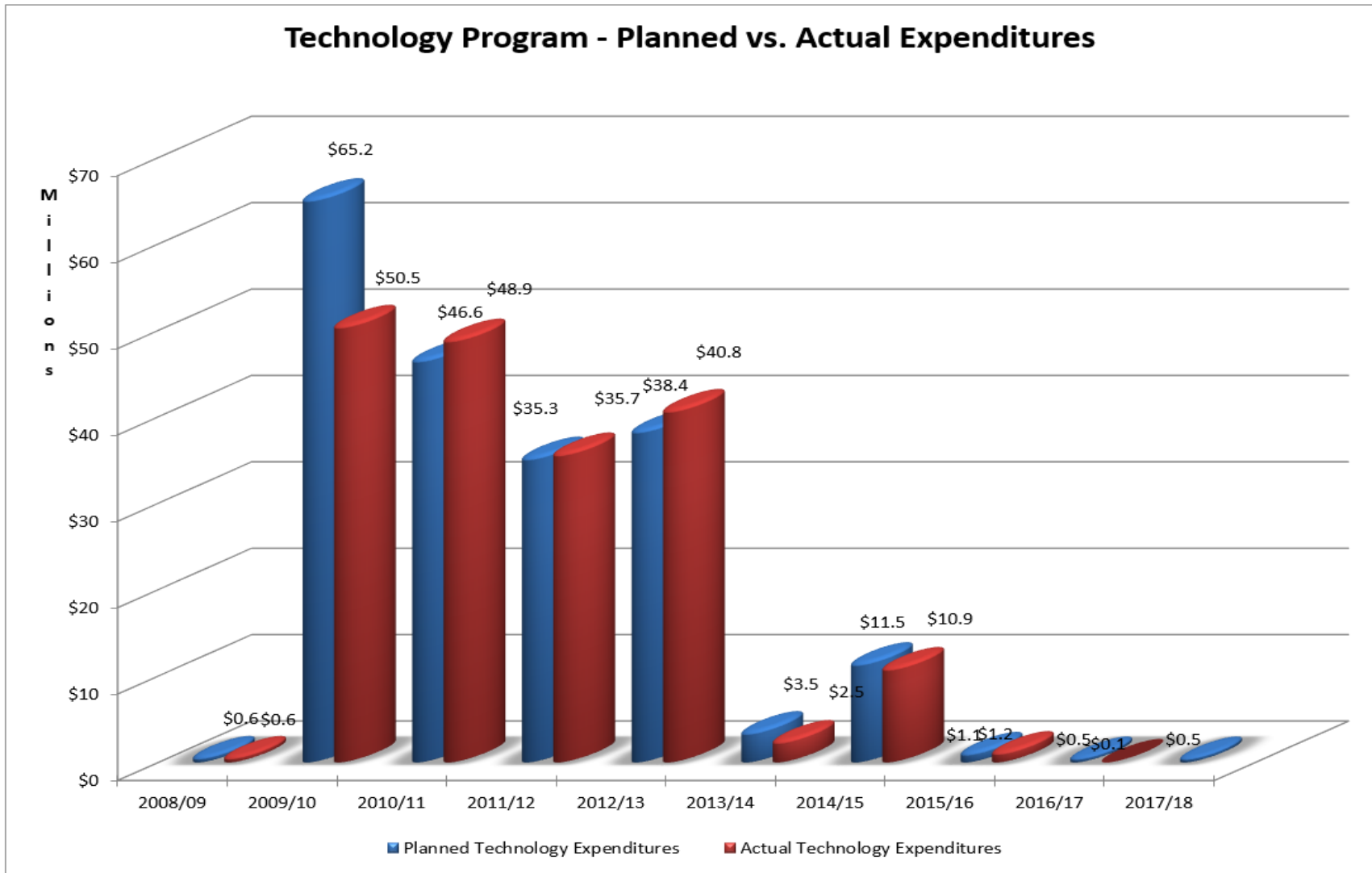


Proposition S



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

Proposition S



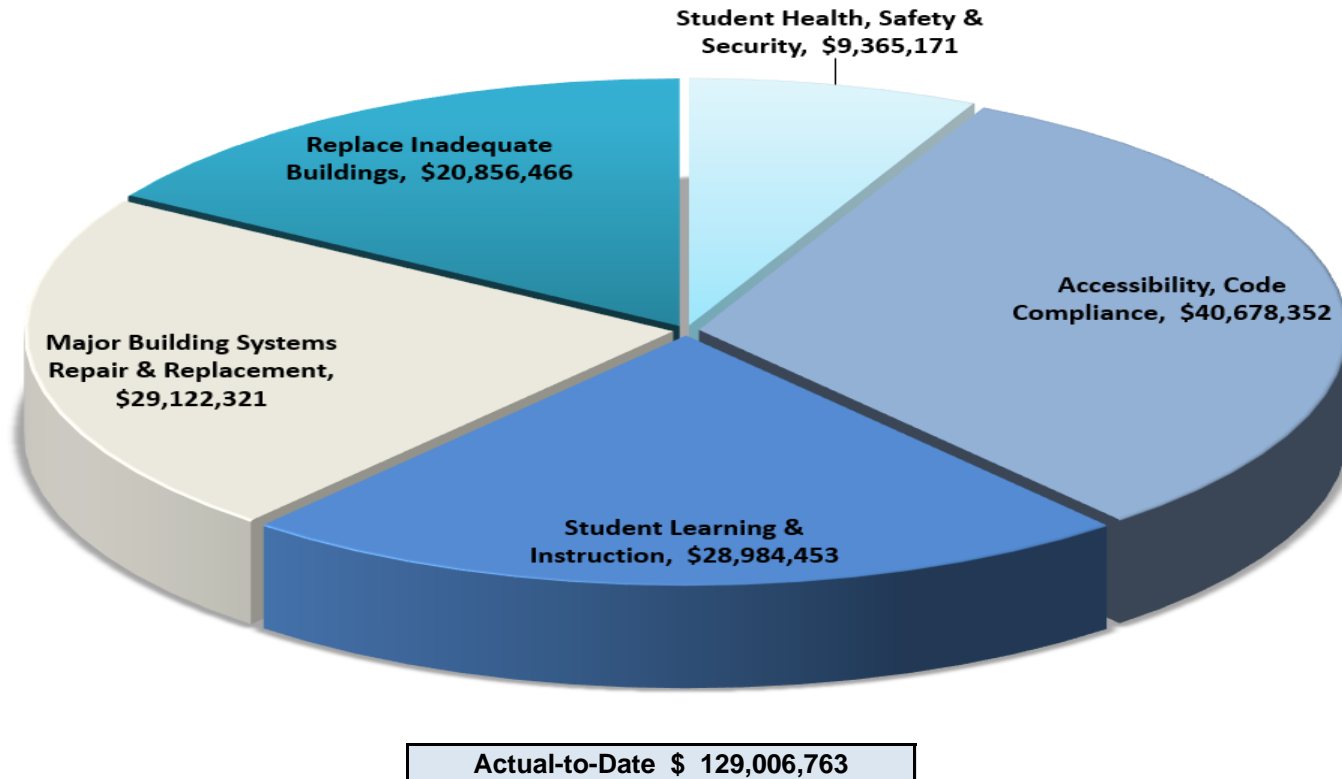
Technology Expenditure Burn Rate

Current Month	Last Month	FY 2017 to date	Total-to-date
0	208	-110,839	191,052,600

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 - Categories of Work that Reduce the FCI Facility Repair Needs



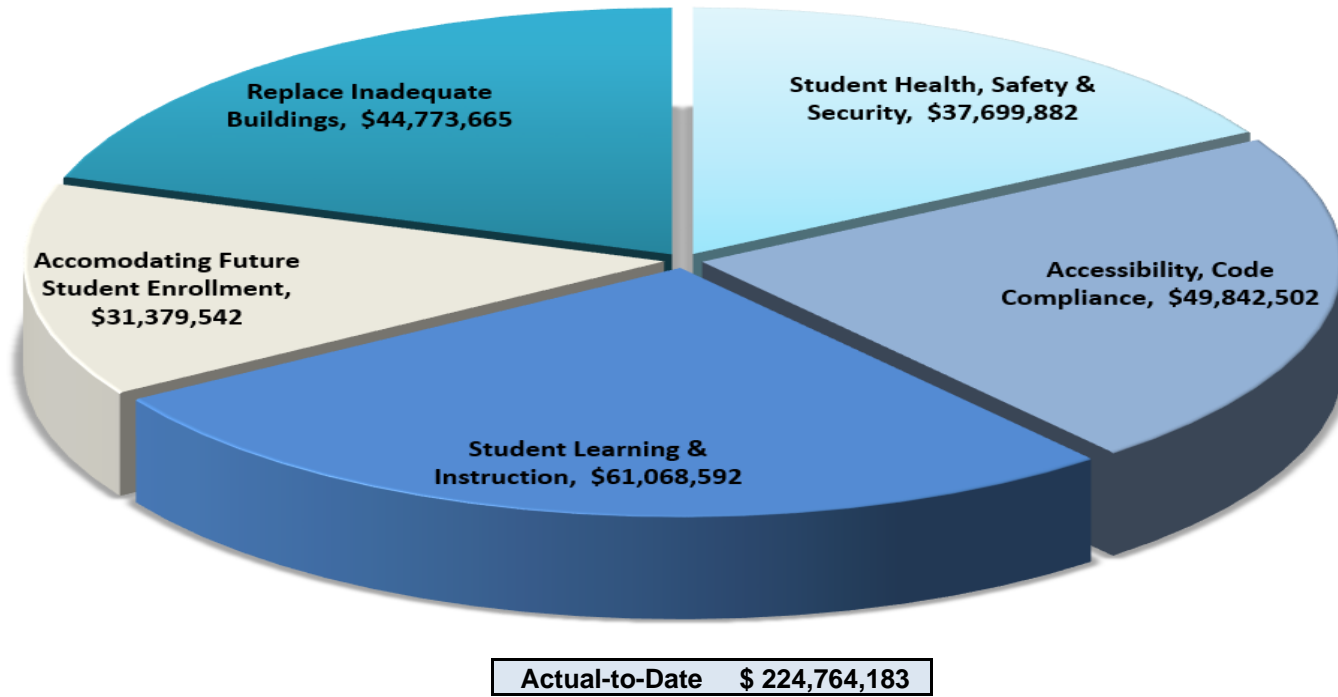
Planned Total = \$1,004,000,000

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.

- ◆ MRR Type work reduces the Total Cost of Facility Repairs Needs, in the Facilities Condition Index (FCI):
$$\text{FCI} = \text{Total Cost of Facility Repair Needs} / \text{Current Replacement Value}$$

Proposition S

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



Capital improvement work is done in many categories in Prop. S projects. Capital improvement work includes new facilities as well as upgrades to existing buildings and systems. For example, under the category Replacing Inadequate Buildings, new classroom buildings replaced old portables.

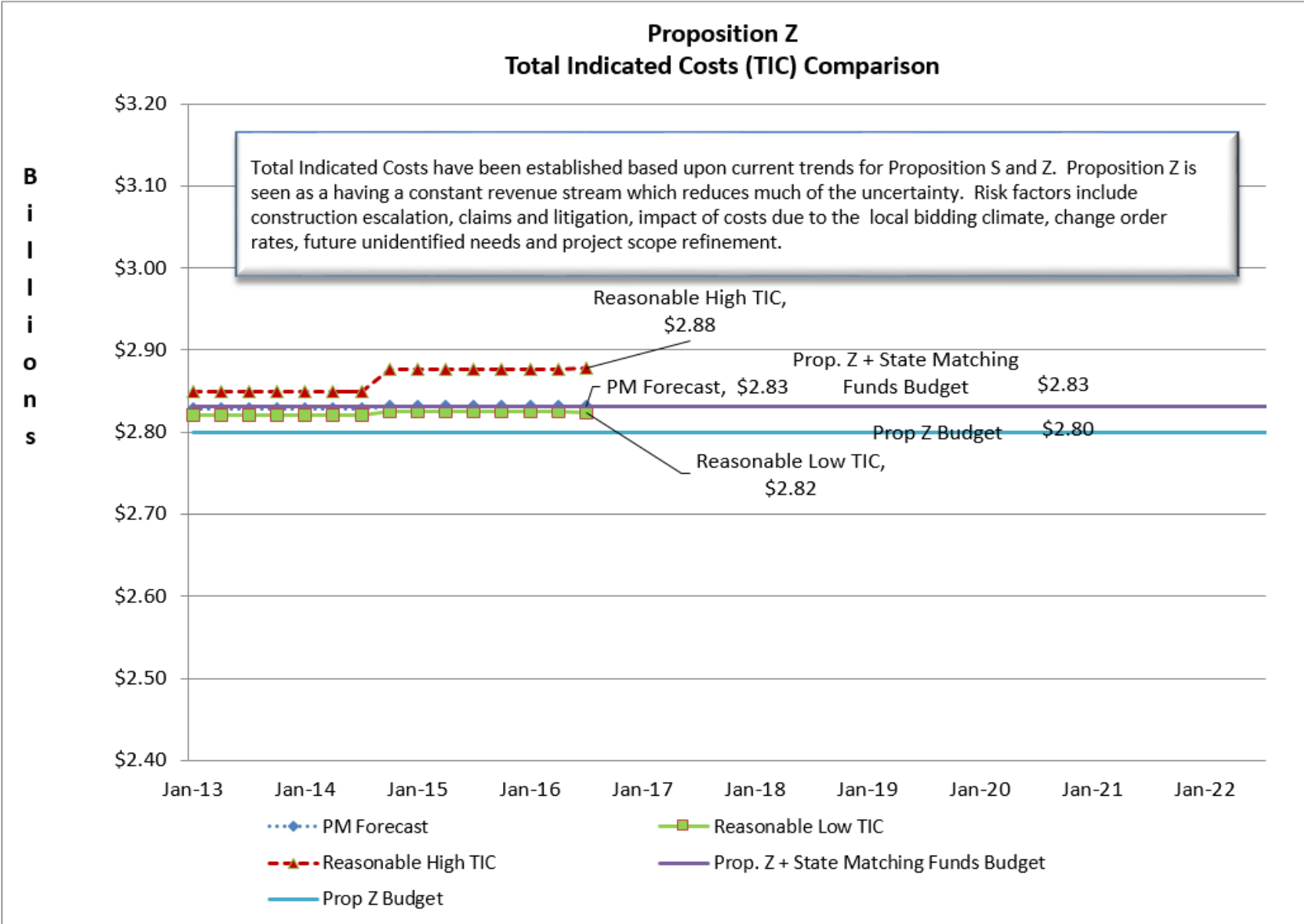
- ◆ Capital improvements contribute to the increase in the plant value of the Facilities Condition Index (FCI):
$$FCI = \text{Total Cost of Facility Repair Needs} / \text{Current Replacement Value}$$

Proposition Z

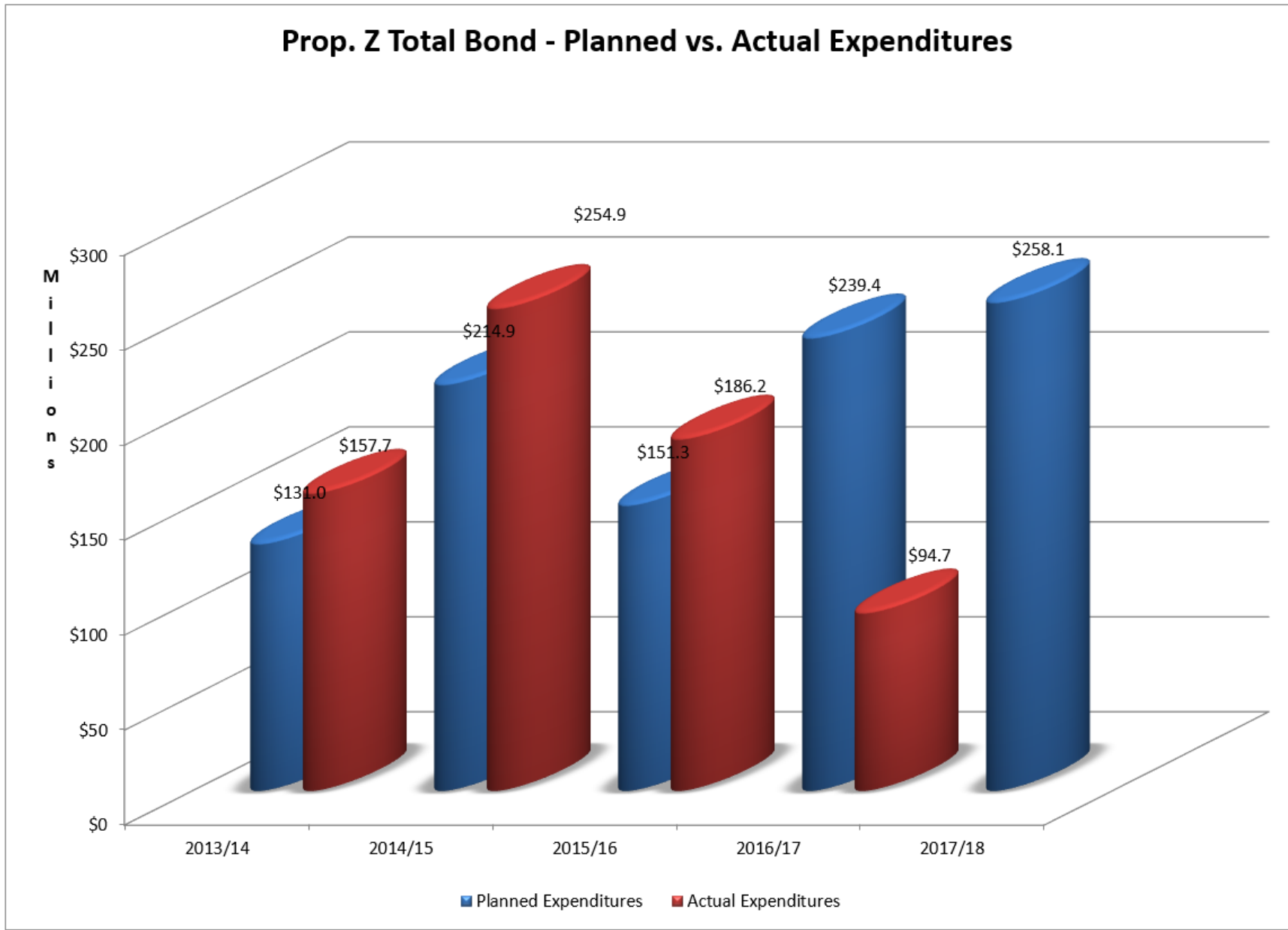
2.8B Prop. Z Planned Revenue - 15-Years				Duration	Expended
Prop. Z Percent Complete				23.1%	24.8%
State Facility Program (Fund 35) Received-to-date					29,420,197
State Facility Program (Fund 35) Projected Revenue Thru June 2017					539,214
Revenue Received-to-Date					1,187,989,762
Projected Revenue thru June 2017					1,187,989,762
Total Expenditures-to-Date					694,202,262
FY 2017 Planned Expenditures					239,412,300
Projected Fund Balance - June 30, 2017				*	254,375,199
Current Fund Balance				*	493,787,499
FY 2017 Expenditures					
Category	Planned Percentage	Percent of Expenditures	FY Expended - to date	Current Month Expenditures	Previous Month Expenditures
Planning & Design	14.8%	8.7%	\$ 8,191,904	\$ 7,273,307	\$ 2,776,624
Construction & Equipment	80.0%	85.2%	\$ 80,686,913	20,005,155	19,805,777
Program Management Office	5.2%	6.1%	\$ 5,803,135	2,468,715	1,177,622
Sub-Total	100%	100%	\$ 94,681,953	\$ 29,747,177	\$ 23,760,023
Prop. Z Percent of Revenue Received and Amount Committed-to-Date**				70.3%	\$ 834,345,121
Current Remaining Uncommitted Balance***					353,105,427

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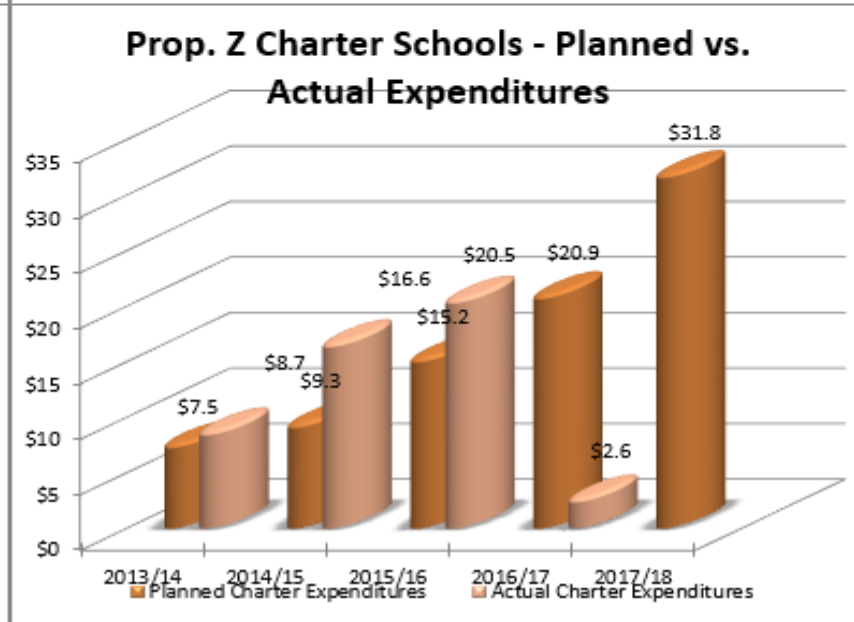
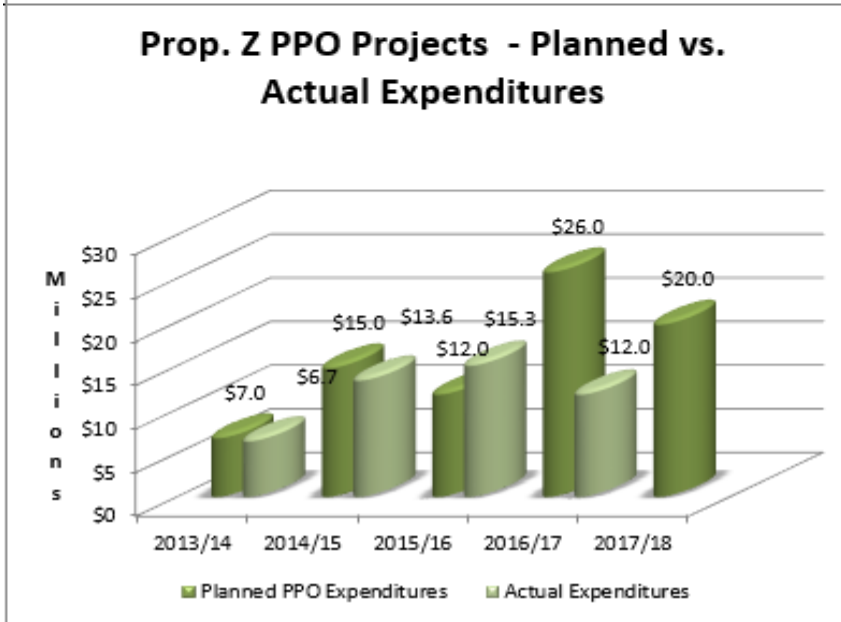
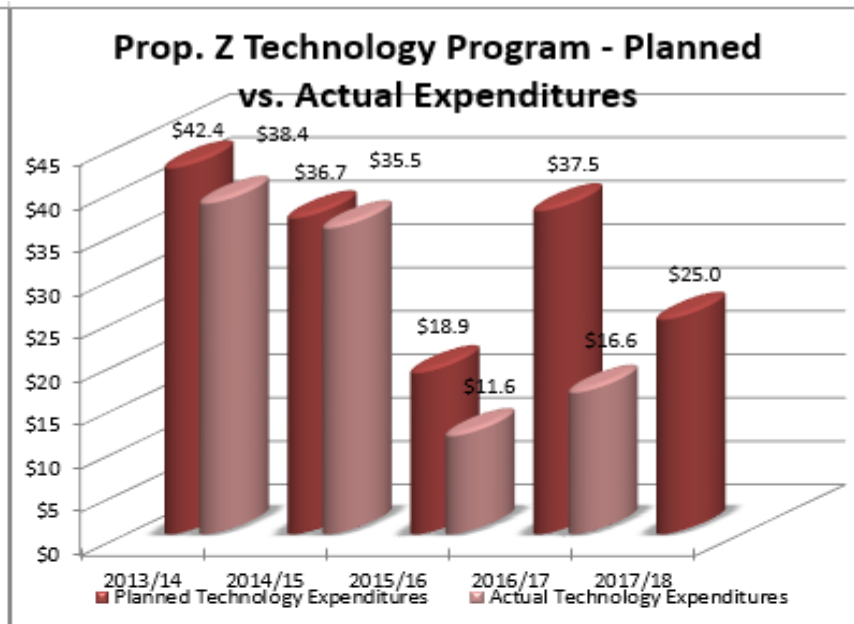
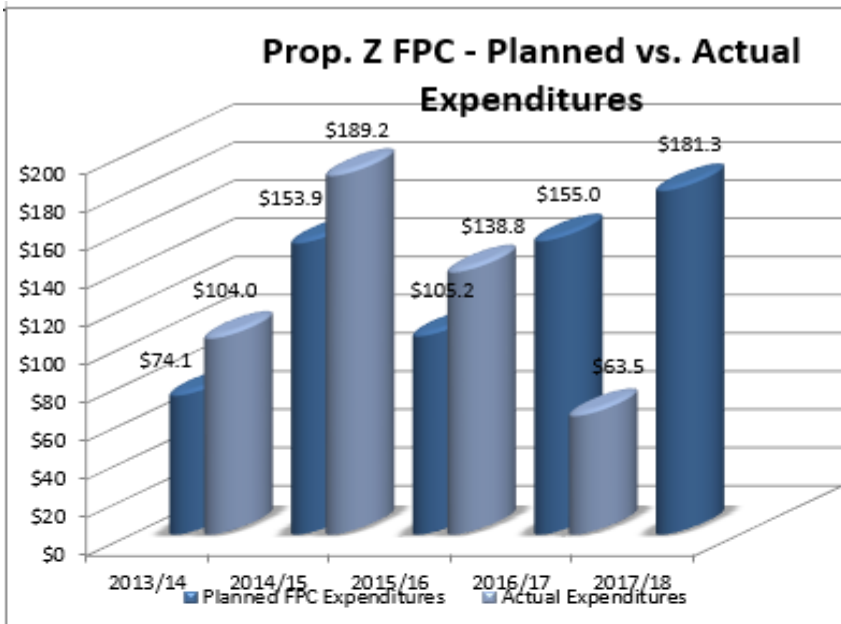
Proposition Z



Proposition Z



Proposition Z



Proposition Z

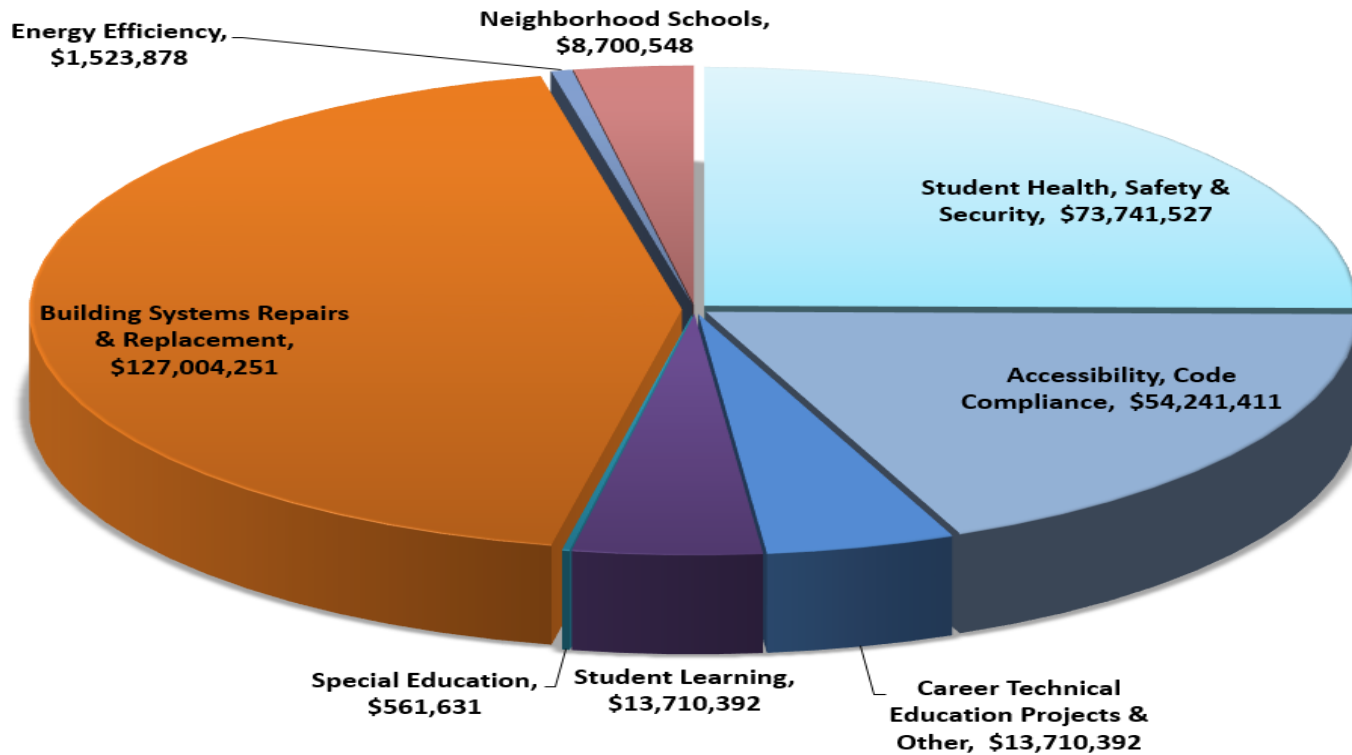


Green Bond Expenditures Include projects for:

- ◆ Renewable Energy
- ◆ Water Conservation and Water Quality
- ◆ Energy Efficiency
- ◆ Green Modernization
- ◆ Sustainable Waste Management

Proposition Z

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



Actual-to-Date	279,483,638
Total Planned =	\$1,112,526,758

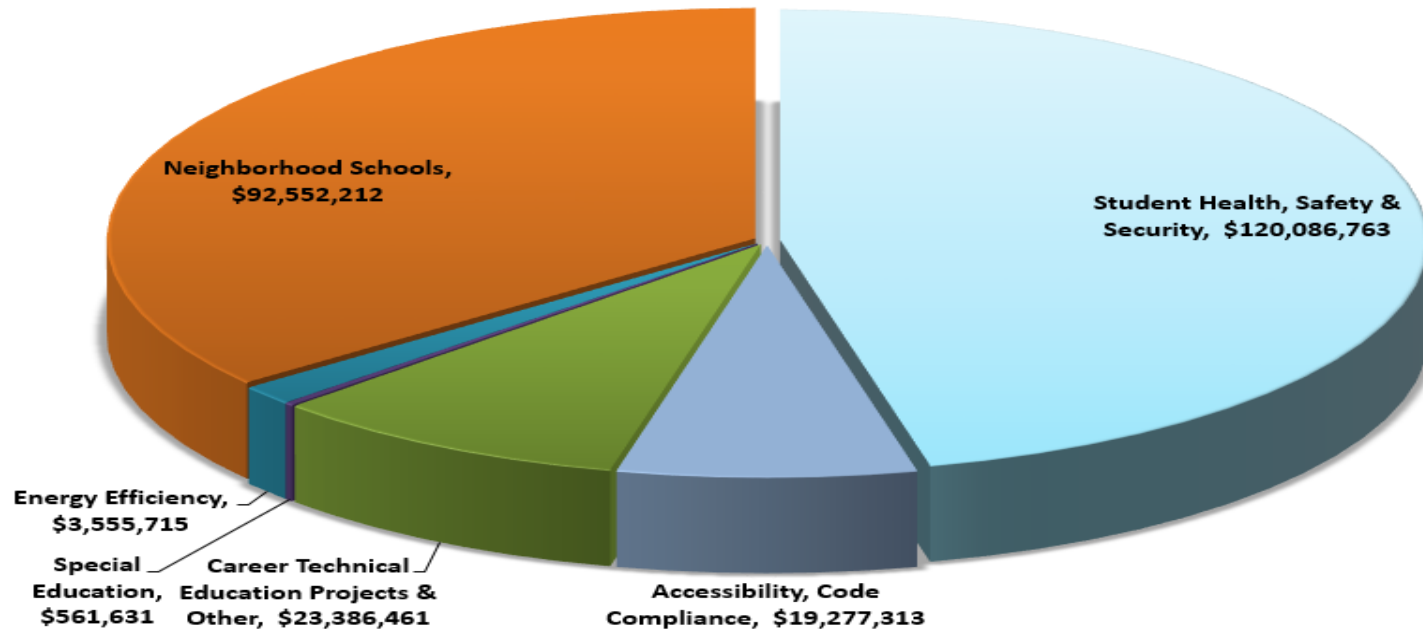
Major Repair and Replacement (MRR) type work is repairs to existing facilities. MRR type work is done in several categories with the BSRR category being the largest. For example, under Accessibility and Code Compliance restrooms, kitchens, stadiums and hardscape are repaired and replaced.

- ◆ MRR Type work reduces the Total Cost of Facility Repairs Needs, in the Facilities Condition Index (FCI):

$$FCI = \text{Total Cost of Facility Repair Needs} / \text{Current Replacement Value}$$

Proposition Z

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



Actual-to-Date \$259,420,094

Total Planned = \$ 1,294,849,894

Capital improvement work is done in many categories in Prop. Z projects. Capital improvement work includes new facilities as well as upgrades to existing buildings and systems. For example, under the category Replacing Inadequate Buildings, new classroom buildings replaced old portables.

- ◆ Capital improvements contribute to the increase in the plant value of the Facilities Condition Index (FCI):

$$FCI = \text{Total Cost of Facility Repair Needs} / \text{Current Replacement Value}$$

Propositions 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) +3.9%	The Construction Cost Index's annual escalation rate remained at 3.9% this month, as the labor cost component held steady.	1913 = 100	INDEX VALUE	MONTH	YEAR
		CONSTRUCTION	10531.68	0.0%	3.9%
		COMMON LABOR	22394.25	0.0%	3.7%
		WAGE \$/HR.	42.96	0.0%	4.2%
Builder Cost Index (BCI) +2.9%	The Building Cost Index's annual escalation rate was 2.9% in December, as the labor component showed no gain.	1913 = 100	INDEX VALUE	MONTH	YEAR
		BUILDING	5722.81	0.0%	2.9%
		SKILLED LABOR	10011.37	0.0%	3.2%
		WAGE \$/HR.	55.37	0.0%	2.9%
The MCI showed no change this month, while lumber prices are up 10.3% for the year.	The MCI showed no change this month, while lumber prices are up 10.3% for the year.	1913 = 100	INDEX VALUE	MONTH	YEAR
		MATERIALS	3153.32	0.0%	3.9%
		CEMENT \$/TON	109.05	0.0%	-4.8%
		STEEL \$/CWT	49.89	0.0%	0.8%
		LUMBER \$/MBF	522.60	0.0%	10.3%

- 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

- SDUSD FPC is currently applying a 4.0% yearly escalation factor for our internal construction estimates. The Office of Public School Construction is applying 4.27% per RS Means Index.
- Since June 2013 SDUSD construction projects were awarded at 4.5% 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 .5% variance.
- Program change order (CO) rate is 2.8%.

Propositions S and Z

This chart measures general contractor construction bids as a percentage of the construction budget for projects awarded since October 2015. The award amount during this period is 6.9% under budget. Since the inception of Prop. S, the overall award amount is 7.4% under budget.

