

TOPIC: **RESOLUTION NO. 12-06-07 DECLARING SUPPORT FOR PROPOSITION 1D IN THE NOVEMBER 7, 2006 STATEWIDE ELECTION**

DESCRIPTION: The District started modernization at some of its schools using proceeds from the sale of real property and the sale of Certificates of Participation (COPs), using the revenue generated from redevelopment agencies to pay back the COPs.

The state School Facility Program (SFP) provides modernization funds for schools based on a fixed grant amount per student attending the school. The grant amount varies based on the grade level of the student (elementary, middle or high) and any special needs students (severe or non-severe). Buildings must be 25 years old to be eligible for modernization, portables must be 20 years old. Sites that do not house students, i.e., a district office or maintenance yard, are not eligible for modernization funding. The SFP program is advertised as a 60/40 program, where 60% of the modernization funding is provided by the state and the local contribution is 40%. In reality, the state portion is limited to not more than the grant amount per student times the number of students, *regardless of the condition or age of the school*. Districts are required to contribute 40% to the state 60% to obtain the state modernization dollars. Any additional funds needed to truly modernize the site and provide equity between sites are solely the responsibility of the school district.

The District has received conditional state approval for one project since the Proposition 55 modernization funds were exhausted with applications filed in November 2005. Funding for that project is deferred until the voters pass a school construction/modernization bond. The project involved the installation of new air conditioning and heating equipment (HVAC), energy efficiency controls for the HVAC equipment, improved lighting, restroom upgrades for access compliance per the Americans with Disabilities Act and new asphalt in the parking lot, tennis and basket ball courts at El Rancho Middle School. The District will be reimbursed approximately \$1.9 million for this project if the statewide proposition passes.

The District awarded the Prospect Elementary School modernization contract at the July 20<sup>th</sup> Board of Education meeting. The total project will cost approximately \$6.1

million. The scope of work includes asbestos abatement of the ceilings and floors, installation of new roofing, accessibility upgrades at each classroom and restroom, floor coverings, teaching walls, telephones, technology access, lighting, playground drainage, electrical service, sewer repairs, redesigned teacher work space, replacing accordion wall partitions between classrooms with soundproof, permanent walls and a covered lunch shelter. The District will be reimbursed approximately \$1.8 million for this project if Proposition 1D passes. Additionally, the District is in the design phase for modernization projects at Jordan and Esplanade Elementary Schools and Portola Middle School. The total project costs for these schools are estimated at \$23.1 million. If the state proposition passes, the state contribution will be approximately \$6.3 million.

To alleviate the ongoing problem of aging and inefficient HVAC equipment at Crescent Intermediate School, and Canyon and Villa Park High Schools the District has awarded a contract to replace and upgrade the HVAC equipment, controls and lighting. The value of this work is approximately \$8.0 million. The state contribution, assuming passage of the proposition, is \$4.8 million.


The Phase 2 of the modernization program includes California, Fairhaven, Lampson and Sycamore Elementary Schools and Yorba Middle School. The approximate total budget for the modernization of these schools is \$39.4 million. The state contribution is approximately \$10.9 million.

In summation, the District will receive approximately \$25.7 million from the passage of Proposition 1D for completion of the modernization program and the energy conservation modernizations through Phase 2. Ultimately, the District will be eligible for an additional \$66.9 million when the local contribution (40% match) is obtained from either the sale of property, additional COPs or by passing a local general obligation bond.

FISCAL IMPACT: Potential Revenue for Modernization..... \$25,700,000

RECOMMENDATION: It is recommended that the board of Education approve Resolution No. 12-06-07 declaring its support of the Kindergarten – University Public Education Facilities Bond Act of 2006, Proposition 1D.

This is to certify that this item was approved by the Board of Education on: SEP 28 2006

  
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 Thomas A. Godley, Ed.D.  
 Superintendent and Secretary  
 Orange Unified School District

**RESOLUTION No. 12-06-07**  
**of the**  
**BOARD OF EDUCATION**  
**of the**  
**ORANGE UNIFIED SCHOOL DISTRICT**  
**DECLARING ITS SUPPORT FOR PROPOSITION 1D**

**WHEREAS**, Proposition 1D is an investment in our schools, in our children and in California's future; and

**WHEREAS**, Providing a quality education for our kids is the most important thing we can do to invest in their future; and

**WHEREAS**, The best way to grow our economy and create good-paying jobs is to create world-class public schools — with adequate educational facilities — that give our students the skills they need to succeed in the workforce; and

**WHEREAS**, For every dollar California invests to get students in and through college, the state's economy receives a \$3 net return on that investment; and

**WHEREAS**, Proposition 1D provides over \$7 billion for Kindergarten through 12th grade education and an additional \$3 billion for Higher Education; and

**WHEREAS**, Proposition 1D will help pay for wiring classrooms and providing 21st Century technology, and builds vocational education facilities so that all students are given the skills they need to get a job and succeed in life; and

**WHEREAS**, more than 60 percent of California's schools are 25 years of age or older and require major repairs; and

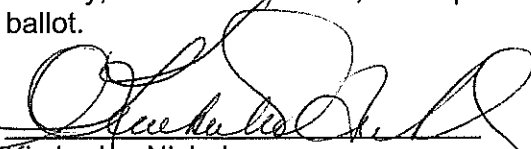
**WHEREAS**, Proposition 1D includes funding directed at our kids' safety, including school security, playground safety, removal of asbestos and replacing leaky and dangerous roofs; and


**WHEREAS**, Proposition 1D provides strict accountability to ensure that the money is spent properly; and

**WHEREAS**, Proposition 1D will be subjected to independent audits, and misusing them is a crime, punishable by time in jail. This information will be made available to the public so taxpayers can ensure their money is spent properly and will NOT go to waste; and

**WHEREAS**, Proposition 1D is so important for California's future that both candidates for Governor, Phil Angelides and Arnold Schwarzenegger, as well as a bipartisan majority of the Legislature, support the measure.

**THEREFORE BE IT RESOLVED** by the Board of Education of the Orange Unified School District, Orange County, State of California, on September 28, 2006, that we support Proposition 1D on the November 7, 2006 ballot.

  
Kimberlee Nichols  
President of the Board

  
Wes Poutsma  
Clerk of the Board