Hermosa Beach City School District
Bond Measure J
Citizens' Oversight Committee – Final Report - 9/30/09

Detail Discussion (continued)-

Receiving and reviewing copies of the annual, independent financial audit:

On August 26, 2009, the COC received the Annual Financial Report dated June 30, 2009 from Varied, Trine, Day & Co., LLP, Certified Public Accountants.

The Auditors' Report states that all Prop J funds ($15,772,736) have been expended in compliance with Bond requirements.

All seven (7) Auditors' Reports (6/30/03 – 6/30/09) have certified that HBCSD expenditures have been compliant with Prop J requirements

The COC is satisfied that all Prop J funds have been expended as required.

Final cost tabulation of the entire Modernization, New Construction, and Technology Projects:

Total Sources of Funding: (in $ millions)	
Bond Measure J Proceeds	13.6
State Matching Funds	2.0
State Joint Use Matching Funds	1.5
Bond Sale Premium (less 1st sale costs $0.1)	0.8
Interest Earned @6/30/09	0.9
Total Funding	18.8

The following amounts were expended by the HBCSD:
as of September 30, 2009 (in $ millions)

	Soft Costs	Construction Costs	Total Costs
Pre-Construction Costs	0.1	-0-	0.1
View School Modernization	0.7	1.7	2.4
Valley School Modernization	1.0	4.2	5.2
Valley School New Construction	2.8	8.2	11.0
Technology Infrastructure	0.8	-0-	0.8
Total Funds Spent	5.4	14.1	19.5

Thus, the **total spent for all work is $19.5 million, which is $0.7 million more then the available $18.8 million bond and other funding; the District paid the $0.7 million from other available funds.**