MEASURE E CITIZENS' OVERSIGHT COMMITTEE MEETING
Thursday, February 26, 2015
6:00-8:00 p.m.
CUSD Large Conference Room
1163 East Seventh Street, Chico, CA 95928

Members: Seth Derish, Mark Francis, Sean Greenwald, Les Heringer Jr.,
Peter Milbury, Tino Nava (partial attendance), Todd Sturgis

Absent: Sean Greenwald

District Support: Kevin Bultema, Julie Kistle, Kelly Staley

1. Committee Vice-Chair, Todd Sturgis opened the meeting at 6:00 p.m. It was discussed that Gary Loustale had resigned his position on the Committee after being elected to the Chico Unified School District Board of Education.

2. Todd Sturgis was nominated as Chairperson, the motion was seconded, a vote was taken and Todd Sturgis was appointed the Chairperson with unanimous aye votes. Mark Francis was nominated as Vice-Chair, the motion was seconded, a vote was taken and Mark Francis was appointed Vice-Chair with unanimous aye votes.
3. The Vice-Chair opened the meeting for public comment. No public comments were received.

4. The Committee Meeting Minutes from June 9, 2014 were reviewed and unanimously approved.

5. Kevin Bul tema discussed the committee membership and the criteria established by Proposition 39 for the individual members. He pointed out that the committee is still lacking in a candidate from a bona-fide-taxpayers association. He explained the efforts taken by the District to recruit a member fitting these criteria. Seth Derish made a motion to have District Staff make another effort to contact a bona-fide-taxpayers association in order to recruit a member for the committee. Les Heringer seconded the motion and a vote was taken. The motion passed with unanimous aye votes.

6. Julie Kistle provided expenditure reports for all Measure E expenditures which included 2013-14 expenses as well as current year 2014-15 expenditures. The reports were discussed and the expenses were summarized in order by Master Plan Project.

7. The independent performance audit drafted by Matson & Isom (covering Measure E expenses from July 1, 2013 – June 30, 2014) was submitted to the committee by Kevin Bul tema. Mark Francis mentioned that the use of bond premium that is being utilized to pay interest on the bonds is not mentioned in the audit report.

8. Julie Kistle explained that the District will be spending approximately $35M dollars on the implementation of master plan projects phases 1 and 2. She also explained that a
combination of sources (Measure E Proceeds, Developer Fees, State Facility Funds, and Redevelopment Funds) will be funding these projects. These projects include: Marsh Jr. High Drainage Improvements, Marsh Jr. High New Multipurpose Building, Marsh Jr. High New Science Building, Chico Jr. High New Science Building, Chico Jr. High Select Modernization, Chico Jr. High Existing Science Renovation, and Bidwell Jr. High Select Modernization, Americans with Disabilities Act Barrier Removal Projects (Districtwide), Technology Infrastructure Upgrades (Districtwide) and Safety & Security Projects (Districtwide).

9. The Committee discussed the Performance Audit Report. It was agreed that an additional meeting would be held on Thursday, March 5, 2015. At this meeting, the Committee will review the report from 2012-13 that was submitted to the Board of Education. Additionally, Julie Kistle is to create a draft report with the current year expenditures to include specific information regarding committee activities and remarks regarding the District’s management of the bond fund for review by the Committee.

10. The Committee meetings for the 2015/2016 year were not discussed at this time. The meeting was adjourned at 7:22 p.m.

Minutes approved on: 3/5/15

CBOC Chairperson, Todd Sturgis