Potential 2020 Bond Measure Presentation

SEPTEMBER 10, 2019

Agenda

- Measure J1 Progress
- Additional Facility Needs – Beyond Measure J1
- Structure of Possible Bond
- Bond Survey
- Assembly Bill 195 Language
- Next Steps

Measure J1 Progress

BUILDING A CULTURE OF EXCELLENCE
MEASURE J1
YOUR BOND DOLLARS AT WORK

Major Projects being addressed under Measure J1 Include:

- Replacing aging portables at elementary sites
- Installing HVAC in all classrooms, libraries, and multi-use rooms
- Addressing maintenance needs – roofing, painting, plumbing
- Upgrading electrical systems and lighting
- Modernizing K-8 libraries
- Installing security cameras districtwide
- Updating technology in all classrooms

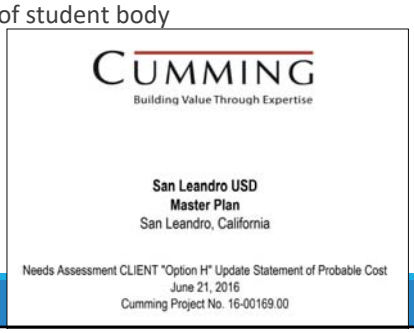


Additional Facility Needs

SLUSD completed a comprehensive facility needs analysis in 2016.

Additional needs that were not able to be addressed in Measure J1 include:

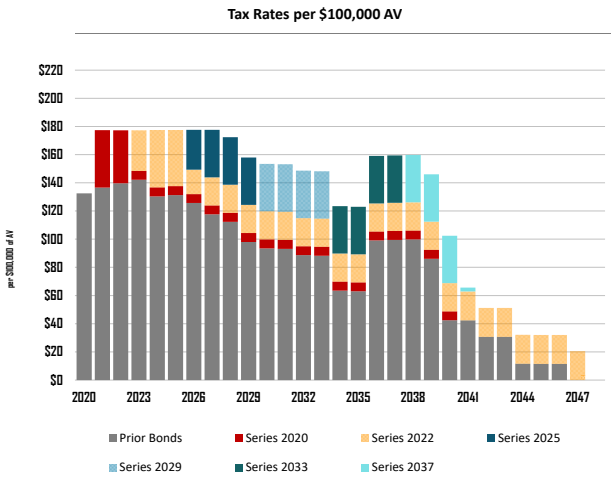
- Portable replacement at middle schools, high school
- Additional classrooms K-8 to allow for future class size reduction and growth
- New SLHS gym and athletic facilities to accommodate size of student body
- Upgrades to alternative education campus
- Additional classroom space at SLHS
- Additional security improvements
- Long term building repair and maintenance
- Replacement of field turf


CUMMING
Building Value Through Expertise

San Leandro USD
Master Plan
San Leandro, California

Needs Assessment CLIENT "Option H" Update Statement of Probable Cost
June 21, 2016
Cumming Project No. 16-00169.00

Prospective 2020 Bond Measure – Short and Long Term Bonds



Potential Issuance Schedule				
Year	**Term**	**Par**	**Interest**	**Total**
2020	20 Yrs	$25,000,000	$8,460,000	$33,460,000
2022	25 Yrs	$75,000,000	$49,370,000	$124,370,000
2025	4 Yrs	$20,515,000	$1,605,000	$22,120,000
2029	4 Yrs	$23,950,000	$1,860,000	$25,810,000
2033	4 Yrs	$27,485,000	$2,585,000	$30,070,000
2037	4 Yrs	$26,050,000	$2,450,000	$28,500,000
Total		**$198,000,000**	**$66,330,000**	**$264,330,000**

Assumptions: AV growth of 5% in 2021, 3.5% thereafter; short-term interest rate of 3% & long-term rate of 4%

Ratio: 1.34 x

Community Survey

- Governing Board approved contract with True North to conduct a community survey regarding potential bond.
- True north completed survey in August and reported:
  - "Overall, the results are solid and certainly suggest that a bond is feasible. Support ranges between 59% and 64% at the ballot tests, depending on the amount /nature of information they have about the bond."
- True North suggested placement of bond measure on March 2020 ballot

Community Survey

Section 2: Importance of Issues							
Q1	To begin, I'm going to read a list of issues facing your community and for each one, please tell me how important you feel the issue is to you, using a scale of extremely important, very important, somewhat important or not at all important. Here is the (first/next) issue: _____. Do you think this issue is extremely important, very important, somewhat important, or not at all important?						
		Extremely Important	Very Important	Somewhat Important	Not at all Important	Not sure	Prefer not to answer
A	Improving the quality of education in local public schools	57%	28%	11%	3%	0%	1%
B	Repairing and upgrading aging school facilities	37%	36%	21%	4%	1%	1%
C	Maintaining local property values	37%	36%	21%	4%	1%	0%
D	Improving public safety	48%	35%	14%	2%	0%	0%
E	Reducing traffic congestion	25%	36%	30%	8%	1%	0%
F	Maintaining local streets and roads	37%	48%	13%	2%	0%	0%
G	Protecting the environment	49%	33%	15%	3%	0%	0%
H	Preventing local tax increases	32%	25%	27%	14%	1%	0%

Survey Continued

Section 6: Projects & Improvements							
Q8	The measure we've been discussing would provide funding for a variety of school projects and improvements. If the measure passes, would you favor or oppose using some of the money to: _____, or do you not have an opinion? *Get answer, if favor or oppose, then ask:* Would that be strongly (favor/oppose) or somewhat (favor/oppose)?						
		Strongly Favor	Somewhat Favor	Somewhat Oppose	Strongly Oppose	Not sure	Prefer not to answer
A	Provide the classrooms, facilities, and equipment needed to support high quality instruction in math, science, engineering, and technology	61%	25%	5%	4%	2%	3%
B	Provide the classrooms, facilities, and equipment needed to support high quality instruction in music, visual, and performing arts	51%	28%	6%	7%	4%	4%
C	Repair or replace deteriorating roofs, plumbing, sewer lines, and electrical systems where needed	61%	25%	3%	4%	3%	4%
D	Upgrade older schools so they meet the same academic and safety standards as newer schools	56%	28%	3%	4%	3%	4%
E	Improve student safety and campus security systems including security fencing and doors, security cameras, emergency communications systems, smoke detectors, fire alarms, and sprinklers	51%	30%	6%	5%	4%	4%
F	Provide modern science labs, engineering labs, and career technical education facilities so students are prepared for college and in-demand careers in fields like health sciences, engineering, technology, and skilled trades	65%	21%	3%	4%	3%	3%

Survey Continued

Section 7: Positive Arguments

What I'd like to do now is tell you what some people are saying about the measure we've been discussing.

Q9 Supporters of the measure say: _____. Do you think this is a very convincing, somewhat convincing, or not at all convincing reason to **SUPPORT** the measure?

		Very Convincing	Somewhat Convincing	Not At All Convincing	Don't Believe	Not sure	Prefer not to answer
A	All money raised by the measure will be spent to benefit San Leandro students. It cannot be taken away by the State or used for other purposes.	52%	24%	13%	6%	2%	2%
B	By law, no money from this measure can be used for administrators' salaries or benefits.	50%	22%	16%	7%	2%	2%
C	This measure requires a clear system of accountability, including a project list detailing exactly how the money will be used, a Citizens' Oversight Committee, and independent audits to ensure the money is spent properly.	44%	33%	11%	7%	2%	2%
D	Even if you do not have school-age children, supporting this school bond is a wise investment. Good schools improve the quality of life in our community and protect the value of our homes.	44%	33%	16%	3%	2%	2%
E	Our students deserve to have the same educational opportunities as others in the region. We need to upgrade our schools, facilities, and classrooms to keep pace.	44%	32%	15%	4%	2%	2%

Survey Continued

Q10

Shall the San Leandro Unified School District measure authorizing **198** million dollars in bonds at legal rates, levying **4** cents per $100 assessed value ($**10** million annually) while bonds are outstanding, be adopted, with citizen oversight and all money staying local?

If the election were held today, would you vote yes or no on this measure? *Get answer, then ask:* Would that be definitely (yes/no) or probably (yes/no)?

1	Definitely yes	32%
2	Probably yes	32%
3	Probably no	9%
4	Definitely no	18%
98	Not sure	9%
99	Prefer not to answer	1%

Assembly Bill 195

- Effective January 1, 2018, Assembly Bill (AB) 195 requires summary statements for all local ballot measures that impose or raise a tax to include the amount of money the tax will raise annually and the rate and duration of the tax to be levied.

- Any SLUSD ballot language will include "cents per $100 in assessed valuation" based on average rate over the term of repayment.

- Wording is part of 75 word statement

- *Shall the San Leandro Unified School District measure authorizing 198 million dollars in bonds at legal rates, levying 4 cents per $100 assessed value ($10 million annually) while bonds are outstanding, be adopted, with citizen oversight and all money staying local?*

Next Steps

- Courtney Jones of Jones Hall has provided a bond counsel contract to provide pre-election services to the district.
- Jones Hall contract is on agenda for consideration tonight.
- If approved, Courtney Jones would work with Mark Farrell of Dale Scott and district staff to develop a draft resolution.
- Resolution could then come to Governing Board in October for consideration, with early December deadline for submission to Alameda Registrar of Voters for March 2020 election