

Present

Mike Cameron, Pete Mellinger, Tim Martinez, Mary Bornt, Dave Vosper, J.P. Wells, and Patricia Salcido. The meeting was called to order at 6:00 p.m.

Adoption of Agenda

Moved by Member Mellinger, seconded by Member Bornt to adopt the agenda for May 31, 2006 as presented. Passed by unanimous vote 4 - 0.

Approval of Minutes

Mr. Cameron asked that the committee approve the minutes from the February 9, 2006 meeting. The approval of the minutes was moved by Member Martinez, seconded by Member Mellinger. Passed by a vote of 3 – 0. Member Bornt abstained from the vote as she was not able to attend the February 9 meeting.

a) Update on construction/modernization.

Mr. Cameron asked for an update on developments since the last oversight committee meeting of February 9. District Superintendent Salcido reported that, following the February 9 oversight meeting, the District followed the recommendation of the committee and held a public forum on whether the District should use remaining funds to improve the HHS Gymnasium or construct the planned Joint Use Facility. Member Bornt inquired as to how the forum was advertised. District CBO Wells advised that the forum was advertised on the town marquee, in the Holtville Tribune, and that flyers were sent home with students. Wells indicated that it was the overwhelming consensus of the forum that the District pursue gym improvements over the construction of the Joint Use facility. Salcido reported that the Board acted to use remaining funds to modernize the gym. Improvements will come in the form of modernization and construction of a new wellness facility, a structure that will adjoin the west end of the gym, providing the gym with new wrestling and weight rooms. The cost of the wellness is projected at \$1.2 million. All remaining funds will then be used to modernize the gym. Final modernization plans are still needed from the architect, but should include air conditioning, bringing the gym up to fire and accessibility standards, new lockers, hot water heaters, and painting.

Dave Vosper of Nielsen Construction advised the committee that the Wellness Center construction began on May 15, 2006. Vosper reported that the concrete pad is scheduled to finish by Friday, June 2. The entire project should take approximately 5 months. Vosper also reported on the existing windows on the west end of the gym. Original plans were to cover and seal the windows. However, with addition of air conditioning in the gym, the units will sit atop the wellness center and vent through the removal of the windows. Asbestos is present, so abatement must be performed at additional cost. The modernization of the gym is planned to begin in November or December and should be completed within 5 months. Basketball and volleyball teams likely will be affected by construction. Since plans were not ready in time, the District was unable to begin construction this summer. Wells advised that waiting for summer of 2007 would likely translate to higher costs, so the District has decided to begin upon completion of the Wellness Center.

b) Final Bond Issuance/Interim Financing Update

Wells advised that according to bond counsel, the final bond issuance of \$2.5 million should take place in February or March of 2007. The current issues with the bond are that assessed values of properties have not risen enough to cover the final issuance. In order to get the projects completed before further cost increases in construction, the District is pursuing interim financing which should be drawn down by the first week of July. Wells reported that the District is currently receiving bids between 4-5%. Interest payments will likely be made from the District's General Fund budget.

c) Update on Expenditures (October 1, 2005 through May 31, 2006)

Wells distributed a spreadsheet showing a balance of \$562,556.10 at 10/1/05, all interest receipts since that date, as well as all expenditures. The bond fund balance at 5/31/06 was \$49,445.00.

d) Other Business

Mr. Cameron provided the committee's annual report (for period ending June 30, 2005). The report is ready to send off as Mr. Cameron has recently received the Bond Facilities audit for the same time period. Wells to provide the report to the Board of Trustees.

The next meeting is scheduled for June 22, 2006 at 4:00 p.m. in the Nielsen Construction trailer on the Finley Elementary campus.

4. Adjournment

Motion by Member Mellinger, seconded by Member Martinez to adjourn the meeting. The meeting adjourned at 7:00 p.m. Passed by unanimous vote 4 – 0.