

Bond Program Funding Status

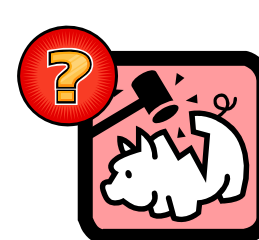
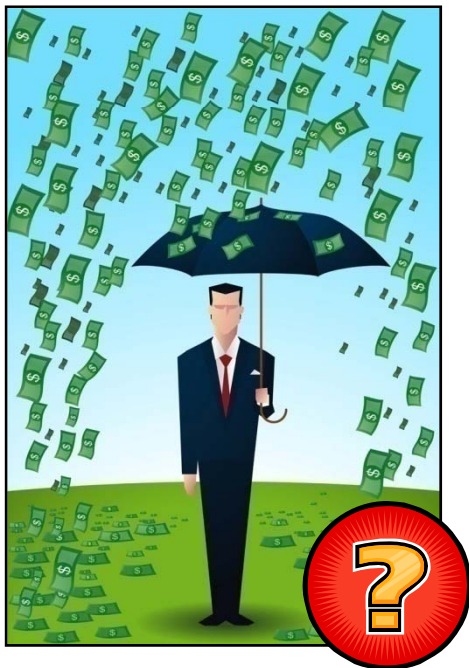
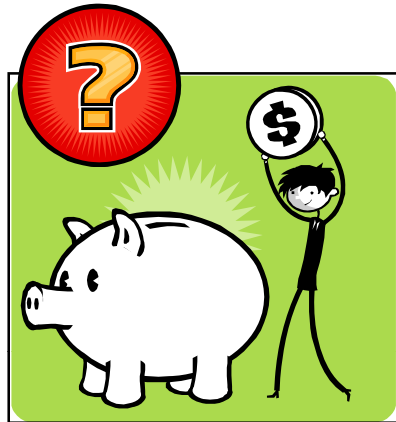


Facilities Committee

February 5, 2009

Financial Status...

Is There Any Money? Where Is It? What's The Plan?



Financial Details

Fully Funded Program

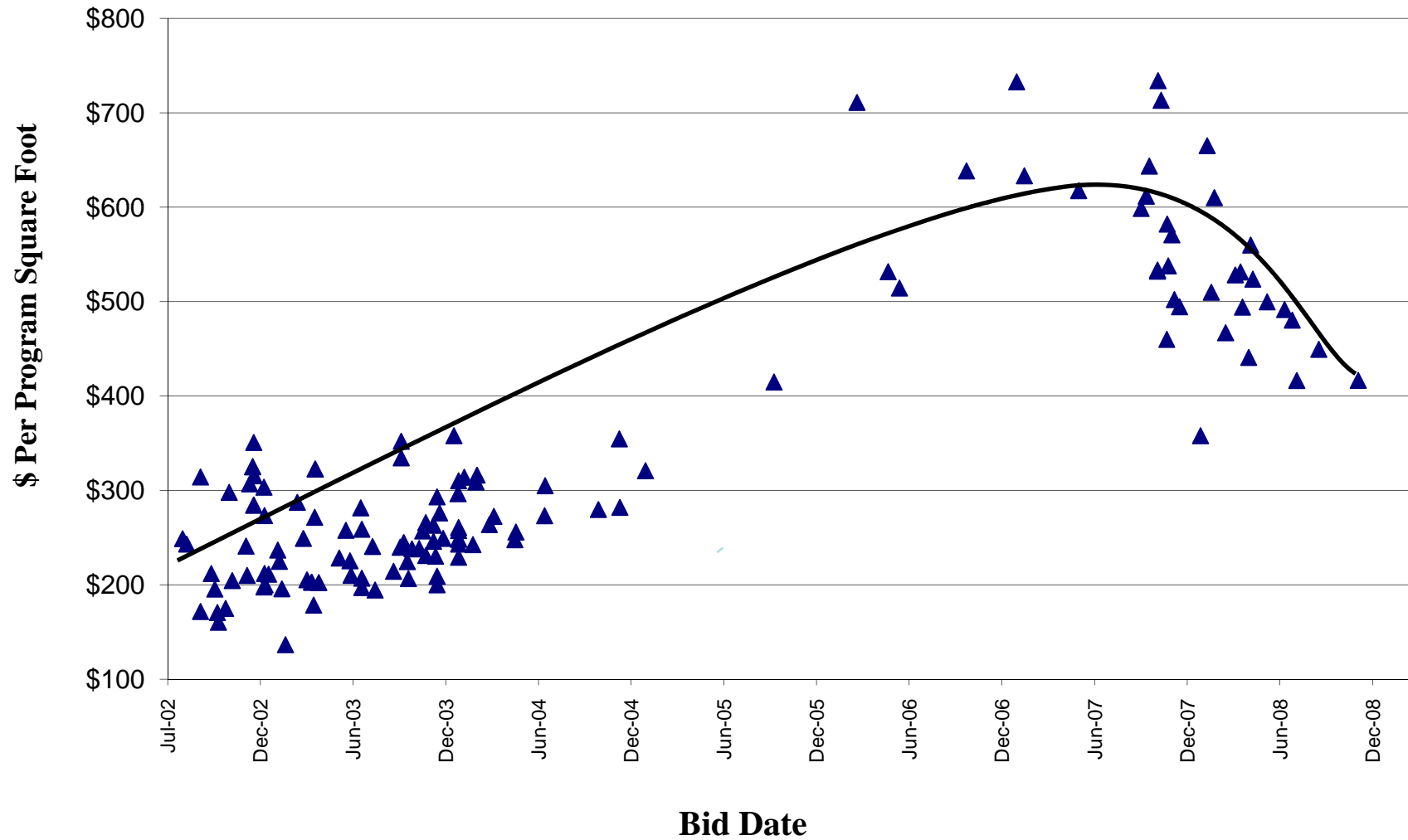


| Sources | Existing Facilities | New Construction | Total |
|---|---------------------|------------------|---------------|
| Funding From Local Bonds (BB, K, R And Y) | \$4.6 | \$8.2 | \$12.8 |
| Funding From State Bonds | \$1.5 | \$3.6 | \$ 5.1 |
| Other Identified Funding Sources | \$1.5 | \$.7 | \$ 2.2 |
| Overall Capital Program Cost | \$7.6 | \$12.5 | \$20.1 |

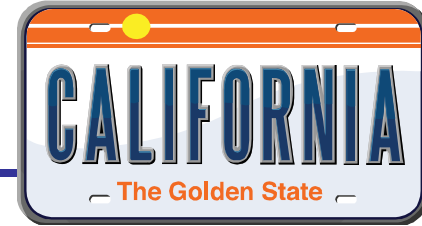
- State Matching Funds Imperative To Meeting Two-Semester Neighborhood School Goal
- No COPs Required As Previously Anticipated!

New Construction Bid Analysis

Construction Market Trends



State Funding Status



- ***Good News – Access To More State Funds***
 - AB 1014 And SB 658 Signed Into Law
 - Extension Of Eligibility, Enables Up To \$290 Million In Additional State Match
- ***Bad News –State Has A \$42 Billion Deficit Limiting Access To Funds***
 - December 17, 2008 State Board Froze \$3.8 Billion For Bond-Funded Projects
 - Freeze Anticipated Through June At Earliest And Fall 2009 At Latest
 - January 16, 2009 State Eased Freeze For \$650 Million Worth of Projects
 - Allocation Based On Best Value To State
 - LAUSD Projects Valued At Approximately \$900 Million
 - Funds Had Already Been Approved And Apportioned
 - Projects Are Currently Under Construction
- ***Bad News –State Furloughs Include DSA Personnel***



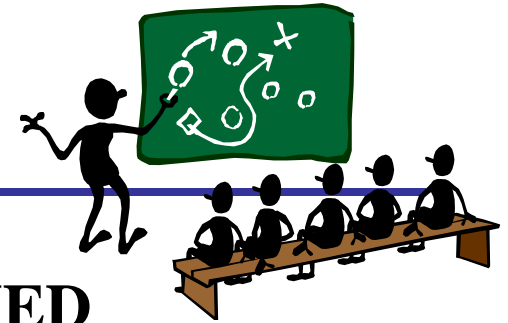
State Funding Status

What Are They Doing Now?



- State Actions to Ensure Funds Are Disbursed Quickly After Freeze
 - January 14th SAB Regulation Suspended Funding Deadline For Contract Award On Some Projects
 - CTE And Joint Use Funding Not Suspended
 - February 19th Fund Release Prioritization Discussion
 - February 25th SAB To Possibly Discuss Development Of Unfunded List
 - Critical To LAUSD Ability To Plan On Future State Funds
- LAUSD Continues To Submit Applications For New Projects
 - Next Funding Deadline 27 October

LAUSD Path Forward

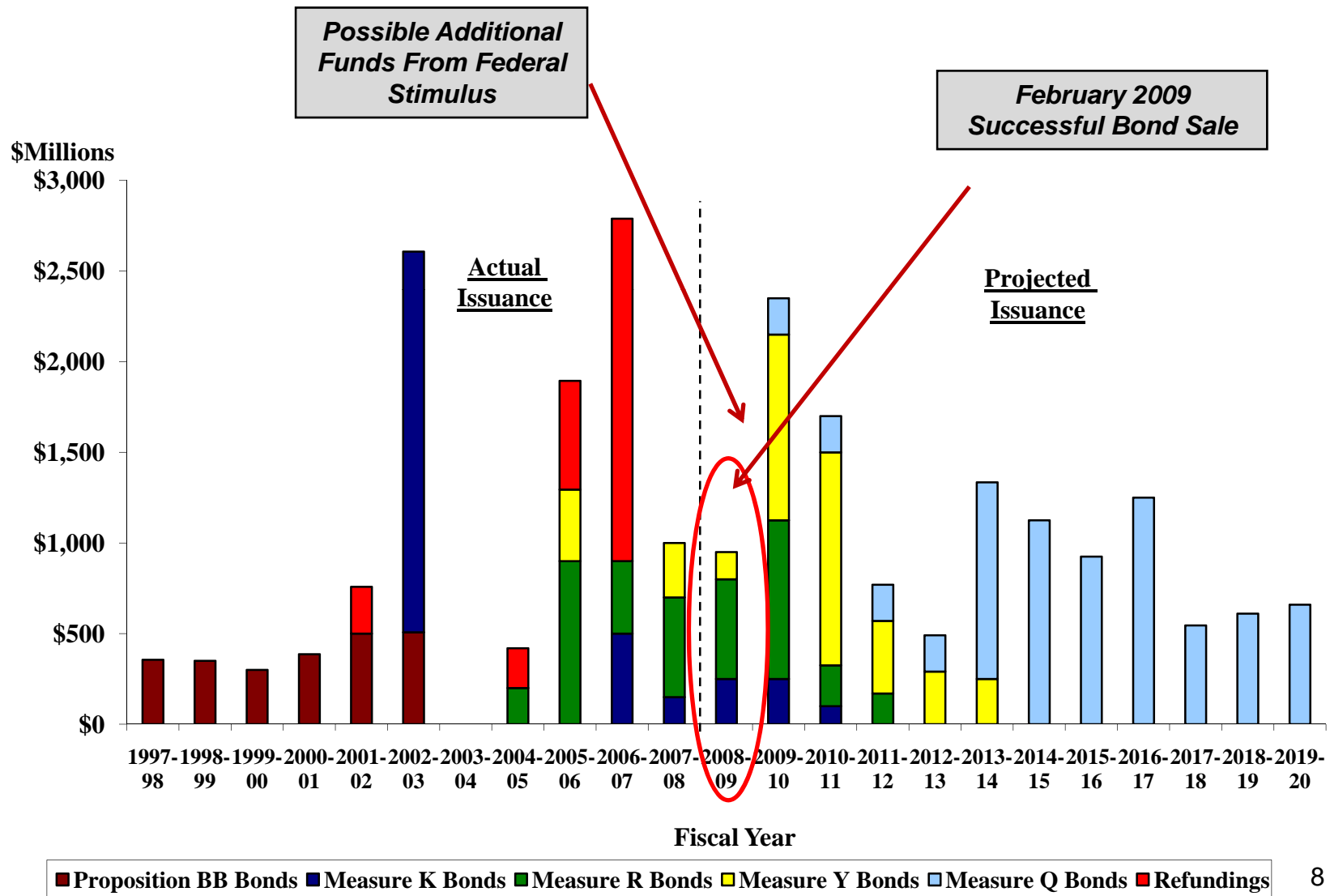


- **BOND PROGRAM CONTINUES AS PLANNED**
- Awarding Construction Contracts Valued At \$1.5 Billion In 2009
- Successful February 3rd And 4th \$950 Billion Bond Sale
 - Strong Demand For LAUSD Bonds
 - Largest Tax Exempt Sale In The Nation This Year
 - Largest CA Issue Since Sep. 2008 Financial Meltdown
 - 4.86% Average Interest Rate
 - District's AA-/Aa3 Credit Ratings Enabled Bond Sale
- Current Cash-On-Hand Covers Expenses Through Fall



10 More Years Of Investment In Our Schools

As Current Program Completes Measure Q Begins



Federal Stimulus

Overview

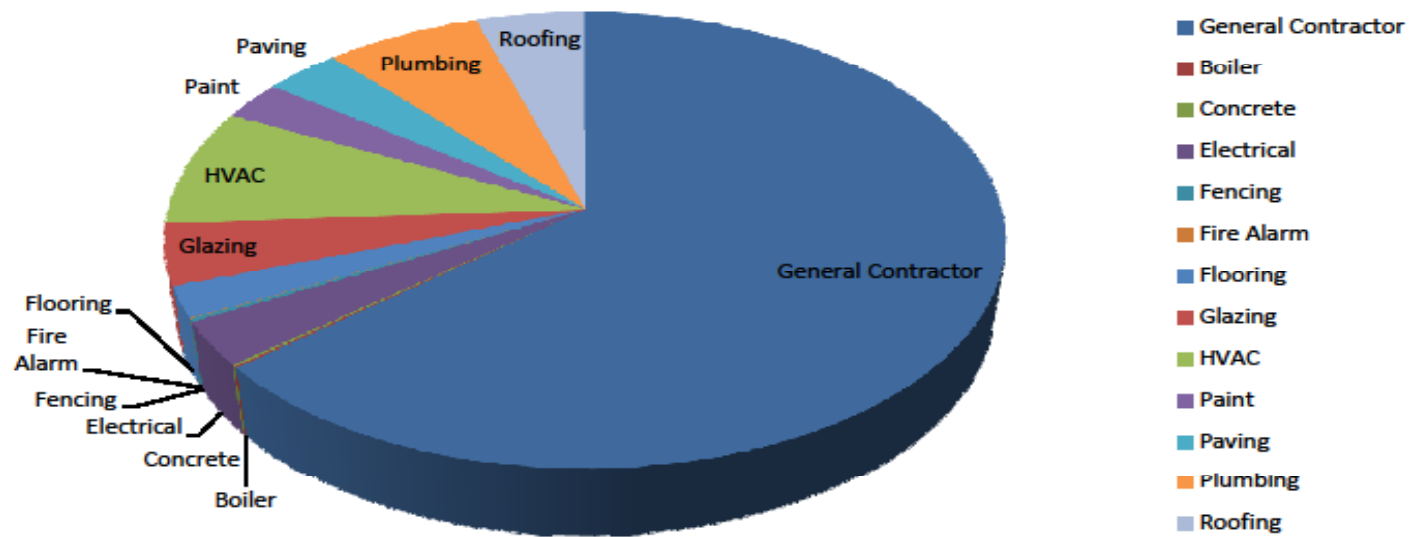


- Economic Stimulus Package Estimated At \$825 Billion++
 - Enactment Expected Mid-February
 - Some Funding Expected As Soon As April
 - \$14 - \$16 Billion Anticipated For K-12 School Modernization/Construction
 - Funds Distributed Per Title 1 Allocation Formula
 - Potential Direct Allocation To Top 100 School Districts
 - Anticipated \$400- \$500 Million Direct Funding For LAUSD Facilities

Federal Stimulus

LAUSD Stands Ready To Execute- “Yes We Can!”

- Facilities “Ready To Go” Projects Valued At \$800+ Million
 - School Repairs And Modernizations
 - New School Construction
 - Solar Panel Installations
 - ITD E-Rate Projects



Federal Stimulus

Guidelines And Status

- Stimulus Overall Guidelines
 - Projects Are Above And Beyond Current Spending Plan
 - Execution Within 6 Months To Two Years

- Status
 - House Bill Approved
 - Senate Bill Under Discussion
 - Current Provisions Look Favorable
 - Final Legislative Action Anticipated By February 13th



We Have The Workforce Ready To Execute

Investment In The Local Economy

■ Workforce (Current Program)

- 625 Pre-Qualified Contractors Currently
- Creating 239,000 Jobs
- 10,000 Workers Daily
- 68% Local Worker Participation
- 58% Small Business Participation
- Bond Guarantee Program



■ Economic Stimulus

- \$2.5B Awarded To Small Businesses
- \$12B In Wages
- \$1.2B In Local And State Taxes



■ Additional Job Creation

- Measure Q-- Additional 50,000 - 80,000 Full Time Equivalent Jobs Anticipated
- Federal Stimulus -- 5,700 -9,500 Full Time Equivalent Jobs Anticipated

Questions??????

