

Seismic Safety Bond Program and Project Budgets & Cash Demand Analysis

Board of Education Meeting
March 24, 2010

Piedmont Unified School District
Seismic Safety Bond Program

SSBP Program Successes

- Maintenance Building completed under budget.
- Ellen Driscoll Project on schedule and on budget.
- PHS Project ahead of schedule and under budget.
- Havens Project on schedule.
- We can consider a 2010 construction start at Wildwood in absence of State funding.

SSBP Program Challenge

- How can we proceed with construction at Wildwood in 2010 and make sure the Program Budget supports that decision?
- We are assuming no near-term State funding; therefore, there is no funding “safety net” if we exhaust the SSBP budget.
- If we can go to construction at Wildwood in 2010 we will have to do the following:
 - Eliminate or defer “non-essential” project scope (difficult decisions)
 - Reduce the Program Contingency
 - If possible and feasible, recover lost costs

Activity Through December 2009 (2nd Quarter 2009-2010)

\$56 million bond authorization

\$46,807,291	Committed, of which
\$22,429,660	has been spent

Budget and Expenditure Summary

Project	Dec. 2009 Budget	Current Budget	Delta	Expenditures thru Dec. 2009
Havens	\$23,929,815	\$23,946,895	\$17,080	\$7,036,186
Driscoll	2,900,000	2,869,294	(\$30,706)	950,226
PHS	9,322,557	9,270,553	(\$52,004)	4,106,341
Wildwood	7,220,551	7,186,551	(\$34,000)	551,112
Beach	9,722,581	9,722,581	\$0	305,546
PMS	603,123	180,083	(\$423,040)	153,268
Maintenance*	1,881,572	1,881,572	\$0	1,881,572
Interim Housing	6,563,990	6,563,990	\$0	2,896,884
District-wide	7,011,972	7,534,642	\$522,670	4,548,525
Total	69,156,161	69,156,161	\$0	22,429,660

* Budget closed

All cost increases are covered by contingency funds.

Project	Original Construction Cost	Increase in Construction Cost	Total Construction Cost	Amount of Contingency Needed for Project Completion
Havens	\$20,500,000	\$592,183	\$21,092,183	TBD by April 28
Driscoll	1,700,000	49,931	1,749,931	75,000
PHS	5,574,000	223,309	5,797,309	100,000
Total	\$27,774,000	\$865,423	\$28,639,423	\$175,000 + Havens

The remaining funds are more than sufficient to complete the projects.

The excess can be released from current projects and used for Wildwood construction.

Project	Current Contingency	Amount Required Through Completion	Excess (Current Contingency less the Amount Required Through Completion)
Havens	\$0	N/A	N/A
Driscoll	160,237	124,931	35,306
PHS	771,856	323,309	448,547
Total	\$932,093	\$448,240	\$483,853

March 2010 Program Cash Demand

(Wildwood through Construction and
Beach through Construction Documents)

Project	2006 thru 2009-2010	2010-2011	2011-2012	Total
Havens	\$22,146,685	\$1,800,210	\$0	\$23,946,895
Driscoll	2,833,988	0	0	\$2,833,988
PHS	8,822,006	0	0	\$8,822,006
Wildwood	621,271	5,958,405	606,875	\$7,186,551
Beach	450,505	300,338	0	\$750,843
PMS	180,083	0	0	\$180,083
Maintenance	1,881,572	0	0	\$1,881,572
Interim Housing	4,239,144	1,121,801	28,130	\$5,389,075
District-wide	5,155,761	2,099,072	279,809	\$7,534,642
Total	46,331,015	11,279,826	914,814	58,525,655

The Projected Cash Demand Includes Wildwood Project Contingency and Program Contingency

Project	Contingency Funds
Wildwood	\$743,531
District	\$2,280,289
Total	\$3,023,820

Current Financial Status

- The District needs \$58.5 million to complete Wildwood construction and Beach construction documents.
- The District has \$57.3 million in local funding.
- The Program Balance in December 2009 was **-\$1.8 million**.
- The March 2010 Program Balance is **-\$1.2 million**.

The Unknowns

- As the current projects are completed, and additional residual funds are released from these project budgets the negative Program Balance will continue to decrease.
- Additional Program contingency funds will be needed to cover expenses related to the Havens Project.
- It is still too soon to determine whether the District can proceed with Wildwood construction in 2010/2011.
- An update will be provided on April 28.

Wildwood Planning Update

- Transition planning to EUSD is in full swing.
 - Community outreach
 - Transportation
 - Moving
- DSA is reviewing the plans and a June 2010 approval is expected.
- The contractor selection process is underway.
 - Statements of Qualification are due April 9.
 - A review panel will meet April 24 to short-list the responses
 - Upon DSA approval of the plans, the short-listed firms will provide hard bids.