SUBJECT: BOND PROJECT STATUS

RECOMMENDATION
Action is required. The President/Superintendent recommends approval of the bond project budgets with adjustments as described below.

BACKGROUND
This report reflects bond funded capital project expenditures through November 30, 2013. Through November 2013 the District has expended $32,660,725 on active and completed Measure Q projects. $22,016,648 of Measure Q funds has been utilized to accomplish completed projects. A list of completed projects is attached. Since the last bond project status report, the Garberville Instructional Site Purchase/Retrofit project has been moved to the completed projects list.

On December 18, 2013, the Budget Planning Committee (BPC) recommended to the President a set of budget adjustments in this second pass of budget reviews. The attached bond project schedule reflects these adjustments, as follows:

- Assume that $1.2 million will be returned as available for reallocation when the new academic building projects are closed-out.
- Consolidate Americans with Disabilities Act (ADA) costs to a single project line item. Certain ADA items were moved to be included in State projects or other projects. This is because the entire project must be completed as a single project. Division of the State Architect (DSA) will not allow some work without bringing the facility up to current codes.
- Consolidate life safety projects to a single project line item. Certain life safety items were moved to be included in State projects or other projects. This is because the entire project must be completed as a single project. DSA will not allow some work without bringing the facility up to current codes.
- Add a new Measure Q project to deal with the old Physical and Life Sciences buildings.
- Add new Measure Q projects for resource requests: Datatel report writer, AR bldg. data cable, two cadavers, ripple tank assembly, laptops and mobile cart, servers, nuclear magnetic resonance imaging (NMR) machine, and computers and software.
- Move $2.2 million in project requests to new State bond project requests. We will work with the District’s consultant to enter these requests into the State’s queue. State project requests will include:
  - Administration of Justice building repairs, including building strengthening, eliminating theater-style instructional rooms, electrical and HVAC repairs,
bathroom accessibility, technology upgrades, and other items. Certain repairs, such as replacing worn and torn carpet will continue with Measure Q funds.

- District-wide HVAC and boiler equipment, including replacing worn out and energy inefficient equipment. Also, the amount requested will be increased to cover any needs not already planned to be funded by the State utility infrastructure project.
- Eureka sewer line matching funds to redirect monies from the already approved State infrastructure improvement project to complete the work needed on District property to tie into a proposed State and Federally funded wastewater force main.
- Reduce the District match required in the already approved Creative Arts new building project. The current State project will replace a portion of the Creative Arts building, but includes a large local bond match. This request will reduce the local bond match. Also, certain items required on the portion of the building that is not being replaced will also be included in this State bond request.
- Applied Technology building repairs, including structural work, renovating bathrooms, removing asbestos, electrical work, technology, and building repairs. Certain items such as replacing carpeting will continue with Measure Q funds.

- Move $757 thousand in project requests to grant funds, other funds or general funds. BPC will take the general fund amount and allocate dollars in the multiyear forecast to fund these projects over about four years.
- Consolidate the Physical Education projects into a single project line item. About $4.5 million in improvements noted on the VBN Architect’s preliminary budget have been excluded from this project, including synthetic turf, bleachers, fencing, larger team locker rooms, and stadium work. Remaining work includes field drainage and irrigation, a new track, natural turf fields, and classroom remodeling. Also included are soft costs for example for architect fees, DSA fees, and a project contingency budget.
- Remove the Itech Innovations Lab budget as the District’s direction has changed. Rename the Emergency Generators budget to “Backup Power” and rename the Maint/Dining equipment, mini-bookstore, portable budget to “Student Union Upgrade”.
- Allocate $10,000 back to the Firing Range project. In pass 1, the available budget was zeroed out, but a small paving project is needed to finish the project.

The President has accepted this second pass of recommendations.

Please take note that general fund projects will require a multiyear resource commitment to address the significant amount of capital projects expected to fall into this category. The current multiyear budget forecast does not include an increase in general fund capital projects. To fund this budget without resorting to personnel reorganizations, the District must:

1. Hold the line on all cost increases and realign the expenditure base to balance to a realistic FTES and long term revenue target.
2. Stabilize and begin increasing student enrollments, both for-credit and non-credit.
3. Find outside sources of capital and deferred maintenance support.
This report is presented to the Board pursuant to BP 6300 *Fiscal Management*, Title 5 §58311 *Principles for Sound Fiscal Management*, and Education Code 84040(c). This report helps the District meet Accreditation Standard III D - *The institution plans and manages its financial affairs with integrity and in a manner that ensures financial stability.*

**BUDGET IMPLICATIONS**
No net change to the total project budget. Capital construction projects are funded with local bond (measure Q), state funds, and other funds.

LL/de