



# 2014 Bond Update— Board Meeting

AUGUST 20, 2018

# 2014 Bond Summary

- Voters approved the 2014 Bond that provided \$41,134,586 in funding.
- The district worked through a process to identify and prioritize those projects to be included as part of the Bond and then worked with a construction manager to estimate the value of each project.
- As formal bids went out for each project and estimators continued to monitor and update projected costs on future projects it became clear with the trend of rising costs that adjustments were needed to the scope of work.
- The district re-prioritized and was able to reduce the scope of work by \$975,000 in order to complete the projects of highest need.

# Completed Bond Projects – Summary

- Created a Safe and Secure Entrance in 5 Buildings  
(Emmons Lake Elementary, Early Childhood Center, Duncan Lake Middle School, Kraft Meadows Middle School, and the High School North Campus)
- Constructed the High School South Campus
- Various Paving Projects at 6 Locations  
(Emmons Lake Elementary, Paris Ridge Elementary, Duncan Lake Middle School, TMC, High School, and Calplex)
- Replaced Roofing (Caledonia Elementary)
- Other Miscellaneous Projects

# Final Phase of the Bond

- As we enter the final year of the Bond the balance remaining is approximately \$1.5 million as a result of savings in certain projects over estimated cost, unused contingency funds and investment earnings.
- The list of unmet project needs is valued at \$7.2 million.
- The district is working through the process again to re-prioritize these needs. Priority will be given to those projects that could be a safety and security issue.
- The Bond must be completed by summer of 2019.



# District Operational Review– Board Meeting

AUGUST 20, 2018

# Maintenance/Operations Spending Overview

- During the 2005 - 2006 school year, as an effort to deal with serious financial challenges Caledonia Community Schools:
  - Reduced the Maintenance, Operations and Supplies budget by over 23%;
  - Overall spending on custodial, grounds and maintenance staffing was also reduced by 11% through a combination of financial concessions, reduction in staffing and shifting to part time staffing instead of full time staff positions;
  - Cleaning and maintenance schedules were scaled back accordingly;
  - Overall the maintenance & operations budget has been held below the 2005 – 2006 spending levels even to the present time.

# Operations Demand Driven by Growth

- Since the 2005 – 2006 school year, the district has added:
  - Brought Glenmor online (approx. 5,000 sq. ft.) – 2006
  - Brought Paris Ridge Elementary online (approx. 70,000 sq. ft. + 21 acres)
  - Brought on South Campus of Caledonia High School (120,000 sq. ft.)
  - Improved Cal Plex property & facilities – joint operations and maintenance

# Thinking Differently

- As a proactive means to better maintain district/community assets, the district seeks to begin the process to responsibly restore spending on operations needs over time through:
  - Development of Public Improvement Fund;
  - Restructure overall budgeting by gradual increases to maintenance, operations and supplies budgeting;
  - Careful consideration of gradual staffing restoration.



# Public Improvement Fund

- What is a Public Improvement Fund:
  - This type of fund is a committed fund balance designated for a specific purpose as a result of formal action from the Board of Education.
  - Once committed, it cannot be utilized for any other purpose unless formally approved by the Board of Education.
  - Examples of usage:
    - Replacement of large scale expenditures in maintenance & operations, technology, buses, etc.
    - Generally used to address one time or periodic large scale expenditures without seeking more funding via a voter approved bond or millage.