KETCHIKAN GATEWAY BOROUGH SCHOOL DISTRICT AGENDA STATEMENT

No. <u>11 b</u>

MEETING OF March 24, 2021

Item Title:

<u>NEW BUSINESS</u> Motion to approve the amended FY22 Six-year Capital Improvement Plan Reviewed By

X] Superintendent X] Finance X] Maintenance

SUBMITTED BY Katie Parrott, Acting Superintendent

Contact Person/Telephone

APPROVED FOR SUBMITTAL

Katie Jo Parrott	247-2116
Name	Phone

SUMMARY STATEMENT:

The Board of Education is being asked to approve an amended FY22-27 Six-Year Capital Improvement Plan (CIP) for submittal to the Department of Education and Early Development (DEED). This would allow the redirection of funds to include the High School Auditorium Sound System to the approved list of projects previously authorized by the 2013 School Facilities Bond, and to amend the 6-Year CIP list to include the project.

ISSUE:

In order to submit an application for redirection of funds to the Department of Education, the Board must first authorize the redirection of funds to include the High School Auditorium Sound System upgrades to the approved list of projects previously authorized by the 2013 School Facilities Bond, and add the project to the District's 6-Year CIP List.

BACKGROUND:

In 2013, the Ketchikan Gateway Borough took out a General Obligation Bond totaling \$4,875,000, to finance various capital improvement projects to school facilities, as authorized by Ordinance 1634 and approved by the voters at the October 2, 2012 election. All but one of the projects expressly described in the election ordinance have been completed and closed out with the Department of Education. Between the one open project fund and one closed project fund, a total of \$475,568 remains available.

Staff intends to close out the Districtwide Major Maintenance Project and seek redirection of the remaining \$228,777. In addition to the Districtwide Major Maintenance Project, the Fawn Mountain Elementary School Project was closed with \$246,791 remaining in unallocated funds. Staff intends to seek redirection to use those funds towards the High School Auditorium Sound System Upgrades project.

The School District is in desperate need of replacing its 30+ year old sound system in the High School Auditorium. The estimated cost of this project is \$285,000.

Initially, staff believed the project would be allowed as an expanded scope of work to the already approved High School Auditorium light upgrades, paid for by the 2013 School Facilities Bond. However, the Department of Education has informed staff that it will need to be applied for as a stand-alone project and will not be allowed as an expanded scope.

In order to redirect surplus bond funds to other projects, three requirements must be met. First, the Borough must obtain an opinion of the bond counsel that the proposed re-directed purposes are authorized under the terms of the original bond issuances. Second, approval from both the Assembly and School Board are needed. Lastly, a new agreement must be reached with the Alaska Department of Education and Early Development.

A similar action was taken in 2017 to include the Houghtaling Bus Pullout Project. Based on the Bond Council's opinion, the project was within the parameters of the bond based on the following statement approved by the voters: "If proceeds of the Bonds remain unexpended and unencumbered for costs of the Projects, those remaining Bond proceeds may be applied to pay the cost of other capital improvements to District facilities or to pay debt service on the Bonds, as the Assembly shall determine, subject to DEED approval, if required."

Staff does not anticipate any issues in obtaining the same approval from the Bond Council on this project. The request for redirection was approved by the Borough Assembly at its March 15 2021 meeting.

March 24, 2021

<u>NEW BUSINESS</u> <u>Agenda item 11 b</u> continued

RECOMMENDATION: Approval of the amended FY22-27 CIP List, as presented

FISCAL NOTE:

[X] N/A EXPENDITURE REQUIRED

\$285,000*

AMOUNT \$475,568* AVAILABLE

*Borough Bond Funds

EXHIBITS ATTACHED

• Amended FY22 CIP Six-year Plan (state form)

RECOMMENDED ACTION:

"I move that the Board of Education approve the amended FY22 Six-Year Capital Improvement Plan for the Ketchikan Gateway Borough School District to include the Kayhi Auditorium Sound System project, as presented."

Ketchikan Gateway Borough School District FY 2022 - 2027 Six-Year Capital Improvement Plan

District Priority	Primary Purpose	Project Title & Description		Estimated Project Cost
1	Ċ	Ketchikan High School Security Upgrades This project will replace 30 outdated poor resolution cameras in the school with 100+ high res, low light capable cameras, increased remotely accessible storage for images, and a consistent user friendly software interface with which to administer the system.	X	\$1,029,688
2	Е	High School Auditorium Sound System This project will replace the failing 30+ year sound system in the Ketchikan High School Auditorium with updated equipment & wireless capability	X	\$285,000
		FY 2022 T	OTAL:	\$1,314,688.00

District Priority	Primary Purpose	Project Title & Description	SOA Aid	Estimated Project Cost
2	Е	Pt. Higgins Elementary Mechanical Upgrades This work would replace all of the major Mechanical systems in the school, including the domestic, gray and black water systems, HVAC systems, and new boilers.	X	\$1,950,566
3	С	Pt. Higgins Elementary Pitched Roof Replacement This work would replace the old metal roof and gutter system that is original to the school and has out lived its replacement schedule	X	\$4,086,729
		FY 2023 T	OTAL:	\$6,037,295.00

District Priority	Primary Purpose	Project Title & Description	SOA Aid	Estimated Project Cost
4	Е	Ketchikan High School Biomass Boiler This work will consist of installing a pre-package standalone		\$2,083,615
		wood pellet boiler modular northwest of the current high school mechanical room. This site will require about 94 feet of underground pipe work to plumb into the existing mechanical room.		
		FY 2024 T	OTAL:	\$2,083,615.00

District Priority	Primary Purpose	Project Title & Description	SOA Aid	Estimated Project Cost
5	С	Revilla Roof Replacement		\$1,750,000
		This work would replace the roof at the school according to		
		that replacement schedule.		
		FY 2025 T	OTAL:	\$ 1,750,000.00

District Priority	Primary Purpose	Project Title & Description	SOA Aid	Estimated Project Cost
6	С	Houghtaling Transformer Project This would remove the transformer from inside the facility to replace with a pad-mounted transformer outside with the corresponding changes to the electrical feed to the building.		\$750,000
		FY 2026 T	OTAL:	\$ 750,000.00

Ketchikan Gateway Borough School District FY 2022 - 2027 Six-Year Capital Improvement Plan

District Priority	Primary Purpose	Project Title & Description	SOA Aid	Estimated Project Cost
		FY 2027 T	OTAL:	\$ 0.00

Amended March 24, 2021 at a duly convened meeting of the Ketchikan Gateway Borough School Board at which a quorum was present and voting. I hereby certify that the information presented is true and correct to the best of my knowledge.

Superintendent

School Board President

Submit to the Department of Education & Early Development

Form #05-18-044

Date

Date