

Item Title: Wake County Public School System CIP Reallocations and Appropriations
(Second Reading)

Specific Action Requested:

That the Board of Commissioners approves the following requests from the Board of Education for reallocations and appropriations in the WCPSS capital programs:

1. Reallocate a total of \$250,000 in CIP 2013 from two projects to replenish funding for furniture, fixtures and equipment at Lincoln Heights Elementary School; and
2. Appropriate a total of \$60,435,053 in the WCPSS Multi-Year Capital Improvement Program for construction and public infrastructure at Alston Ridge Middle School (M-16).

Item Summary:

Overview

The Board of Education is requesting that funds be reallocated and appropriated as follows:

	Plan of Record/Budget			Appropriations		
	<u>Current</u>	<u>Reallocation</u>	<u>Proposed</u>	<u>Current</u>	<u>Appropriation</u>	<u>Proposed</u>
CIP 2013 BUILDING PROGRAM						
New School Projects						
M-8 Pine Hollow (N. Raleigh 2016-SA)*	34,343,513	(100,000)	34,243,513	34,243,513	(100,000)	34,143,513
H-8 South Garner High (Garner 2016- SA)*	63,007,867	(150,000)	62,857,867	62,857,867	(150,000)	62,707,867
Lincoln Heights Elem (2018)*	25,529,167	250,000	25,779,167	25,779,167	250,000	26,029,167
Total Reallocation/Appropriation	122,880,547	-	122,880,547	122,880,547	-	122,880,547

SA indicates Site Acquired

*Budget Excludes Land Acquisition, Public Infrastructure. That work is reported in those line items.

	Plan of Record/Budget			Appropriations		
	<u>CIP 2013 Budget</u>	<u>7 Year CIP Budget</u>	<u>Total Budget</u>	<u>CIP 2013 Appropriations</u>	<u>Proposed 7 Year CIP Appropriations</u>	<u>Total Appropriations</u>
WCPSS MULTI-YEAR CAPITAL IMPROVEMENT PROGRAM						
New School Projects						
M-16 Alston Ridge Middle: NW Cary (2019) - SA*	1,750,000	55,494,762	57,244,762	1,750,000	55,494,762	57,244,762
M-16 Public Infrastructure	373,200	4,940,291	5,313,491	373,200	4,940,291	5,313,491
Total Budget/Appropriation	2,123,200	60,435,053	62,558,253	2,123,200	60,435,053	62,558,253

*SA= Site Acquired

CIP 2013 Reallocation

The item reallocates \$250,000 in savings from two completed projects in CIP 2013 to replenish furniture, fixtures and equipment (FF&E) funding for the Lincoln Heights Elementary renovation. On April 18, 2017, the Board of Education approved the use of funds initially targeted for FF&E to cover a change order for the project. The change order totaled \$536,074 and included both onsite and offsite items. Onsite changes totaling \$404,823 were included to address unsuitable soils and permit review changes, plus additional owner's contingency to carry the project through completion. Offsite changes required by the NC Department of Transportation totaled \$131,251 and included the milling and repaving of two streets adjacent to the school site. The \$250,000 in this item covers the portion of the change order WCPSS is unable to cover with previous appropriations. The Lincoln Heights renovation is scheduled to be completed in spring 2018, with student occupancy in August 2018.

Multi-Year CIP Appropriation

This item appropriates a total of \$60,435,053 for construction and public infrastructure of Alston Ridge Middle School in Northwest Cary. The school was partially funded in CIP 2013 and this appropriation is expected to cover the project through its anticipated completion in spring 2019.

Staff Comments

The Alston Ridge Middle School appropriation is in accordance with the planned funding schedule. The Lincoln Heights reallocation can be covered with the savings identified in CIP 2013.

History of CIP 2013

On October 8, 2013, Wake County citizens approved the authorization of \$810 million of general obligation bonds for the Wake County Public School System 2013 Capital Improvement Program. On October 21, 2013, the Board adopted the resolution declaring the results of the October 8, 2013 bond referendum. These bonds, plus cash appropriations, fund the WCPSS CIP 2013 Building Program. On November 18, 2013, the Board of Commissioners was asked to approve the original CIP 2013 Plan of Record, which consisted of \$43,800,000 from existing County funding, and \$939,954,793 in future funding for a total program amount of \$983,754,793. On June 16, 2014 the Board approved a Plan of Record increase in the amount of \$6,799,974 as a result of proceeds of the sale of the 3600 Wake Forest Road Site. On July 6, 2015 the Board approved a \$775,000 increase to the Plan of Record to reflect a reallocation of \$775,000 in CIP 2006 savings to CIP 2013. The Board approved a \$2.6 million increase to the Plan of Record on October 19, 2015 as part of another reallocation of savings from CIP 2006 to CIP 2013. On February 15, 2016 the Board increased the Plan of Record by \$4,454,720 to reflect proceeds from the sale of the original H-6 site (CIP 2006). On March 6, 2017 the Board approved the reallocation of \$3,073,534 in CIP 2006 Savings to CIP 2013, bringing the current Plan of Record total to \$1,001,458,021.

The Capital Improvement Program contemplates commitments through fiscal year 2017. It provides for construction of fifteen new schools: ten new elementary schools, three middle schools and two high schools. Additionally, the plan includes funds for five major renovations, start-up construction costs at five other schools, life cycle equipment

replacement, educational equipment replacement, technology and security, land acquisition and start-up design for new schools, facilities assessments and program management and contingency. To date, \$ 994.8 million has been appropriated, eight new schools and one major renovation have been completed. Currently, seven new schools and four major renovations are in the construction phase.

CIP 2013 originally included funds for eleven new elementary schools, three new middle schools, two new high schools, six major renovations and startup renovation costs for three schools. On July 6, 2015 the Board of Commissioners approved the Board of Education's request for several changes to the program. Two projects were deferred to the next building program. The construction of a new elementary school in Holly Springs (E-46) was deferred due to site identification difficulties, and a major renovation at Vandora Springs Elementary was deferred due to swing space timing needs.

Attachments:

1. Presentation
2. Resolution
3. CIP 2013 Appropriation Summary as of July 17, 2017
4. Multi-Year Capital Improvement Plan Appropriation Summary as of July 17, 2017
5. Board of Education Resolutions