

Proposed Amendment by Director Brim-Edwards

RESOLUTION No. XXXX

Additional Provisions for the 2012 and 2017 Bond Programs

RECITALS

- A. Since the passage of the 2017 bond measure, a budget gap developed between the cost estimates for the projects and the available funding (“Budget Gap”). The Office of School Modernization has provided an initial review of the causes of the budget gap and on August 15th prepared an additional Madison and Lincoln Project Cost Analysis.
- B. Recently the Board and district leadership undertook a high-level review of the building education specifications for the projects in the 2012 and 2017 bond projects, and the analysis indicated that some of the 2012 bond projects did not receive essential building structures or features due to budget or planning decisions.

RESOLUTION

- 1. The Superintendent will return to the Board of Education with the results of a performance audit no later than March 31, 2019, that provides findings and recommendations relating to the causes of the 2017 Budget Gap.
- 2. The Superintendent will also identify essential building features and structures that are part of the current education specifications in the 2012 bond projects that were eliminated due to budget or planning decisions or were not yet in the current building education specifications. The Board and Superintendent will review the list and prioritize projects for capital funding either through a future bond and/or other funding mechanisms.
- 3. Given the Budget Gap and the need to continue to effectively manage capital project costs, the Superintendent will engage in a value engineering process for all the 2017 bond projects. Decisions regarding significant value engineering, especially if they impact building education specifications, will be brought to the Board. When value engineering, net long-term cost increases will not be sacrificed for short-term savings.