



BOND FEASIBILITY PRESENTATION 2016



January 26, 2016





OVERVIEW

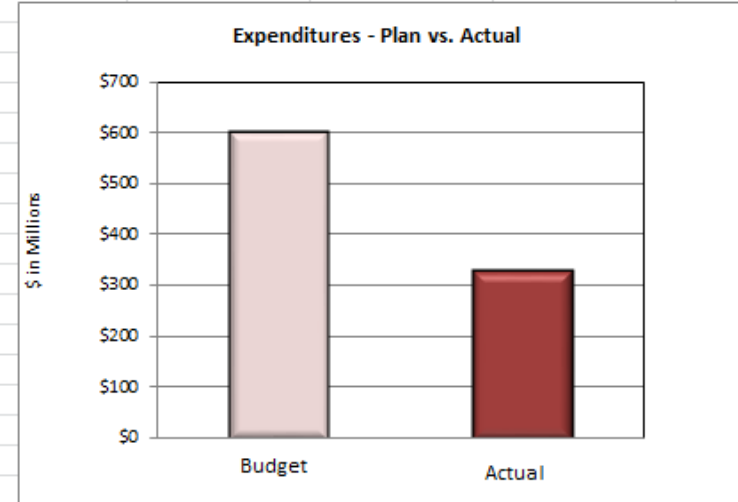
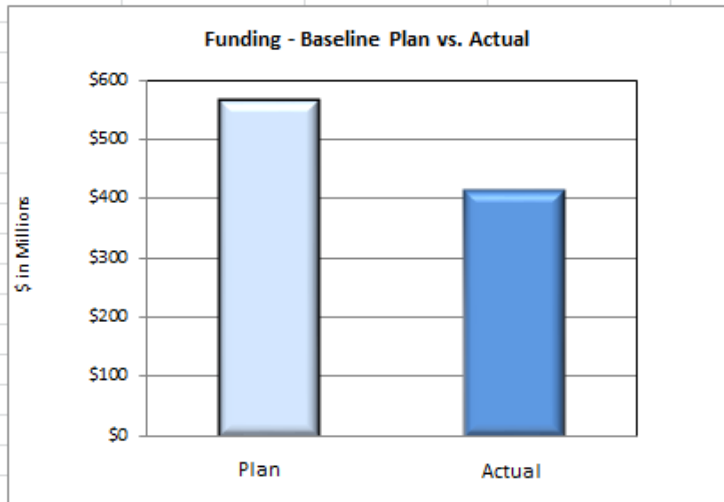
1. INTRODUCTIONS
2. BOND SALE FINANCING (2016 AND BEYOND)
3. PROPOSITION U STATUS
4. VOTER SURVEY RESULTS
5. DISCUSSION



PROPOSITION U STATUS

- FINANCIALS:
 - REVENUE RECEIVED: \$412.5M (BOND, STATE, DEV FEES, INTEREST)
 - REVENUE PENDING: \$24.3M (HCHS GRANT)
 - **\$128M IN BOND AUTHORIZATION REMAINS**
 - **\$36.9M+ POTENTIAL STATE FUNDING (REQUIRES NEW STATE BOND)**
- FACILITIES COMPLETED:
 - 732 CLASSROOM SPACES, 31 MAJOR PROJECTS
 - PE FACILITIES, SPECIAL ED, FIRE/LIFE/SAFETY, ADA
 - 114 INTERIM HOUSING REMOVED
- FACILITIES REMAINING:
 - 30 BUILDINGS
 - 23 PROJECTS
 - NEW HIGH SCHOOL
- NEEDS BEYOND PROP U:
 - 44 BUILDINGS (NOT INCLUDING PORTABLES, SHEDS, ETC.)
 - HARDSCAPE, SITE WORK, STORM WATER, WATER CONSERVATION, DEFERRED MAINTENANCE
 - \$489M+ REMAINING NEED FROM 2008 LRFMP (2008 \$)

CONSOLIDATED PROP U



(\$ in Millions)					(\$ in Millions)				
Funding Source	Baseline Program	LOW TRF ³	HIGH TRF ³	Received to Date	Program Phase	Budget as of 3/31/13	Current Budget	Variance	Spent to Date
Consolidated Prop U	417.0	417.0	417.0	288.7	New School (Land)	15.7	15.7	0.0	15.6
State Match:			-		U9	150.4	150.0	(0.4)	149.7
Prop H Transition ²	99.5	81.9	107.4	81.9	U11	77.5	77.4	(0.1)	70.3
New Construction	25.2	19.0	40.5	19.0	U13	95.8	137.5	41.7	44.0
CTE	24.8	7.7	10.3	7.7	U15	70.9	51.8	(19.1)	9.4
New School	14.9	8.1	23.8	8.1	U17	122.3	107.0	(15.3)	4.3
Charter Grant	17.0	24.3	24.3		All Schools	0.5	0.5	-	0.4
Special Ed	0.0	-	6.9		Interim Housing	5.0	7.1	2.1	7.0
Seismic	0.0	3.5	3.5	3.5	CTE/Food Service	5.2	3.0	(2.2)	0.0
Developer Fees	0.8	0.8	0.8	0.8	FFE	5.1	4.6	(0.5)	2.6
Interest ¹	2.5	2.5	2.5	2.8	Discretionary	3.6	3.6	0.0	3.1
Total	601.7	564.8	637.0	412.5	Risk Mitigation	17.3	12.6	(4.7)	-
					Program Management	27.1	27.1	(0.0)	19.2
					Deferred Maintenance	2.5	3.4	0.9	3.3
					IT Infrastructure		0.2	0.2	0.2
					Program Reserve	2.8	0.2	(2.6)	-
					Total	601.7	\$ 601.7	(0.0)	329.1

\$128M Authorization Remaining



PROPOSITION U - WHAT IS LEFT?

Site Phase 13U

GHS	Events Center (CONSTRUCTION ONLY)
HCHS	Modernize Bldg 1300 / Sitework (CONSTRUCTION ONLY)
HCHS	Alter and Refurbish 1100, 1140, 1200 ((CONSTRUCTION ONLY)
MMHS	Events Center or Alt. (CONSTRUCTION ONLY)
GHHS	Mod 80 / 30 (CONSTRUCTION ONLY)
SHS	Events Center or Alt. (CONSTRUCTION ONLY)
WHHS	HVAC Replacement
WHHS	Special Education Suite
District	Security Cameras (1 campus)
PMO	Overhead, Legal Fees, Etc.

Site Phase 15U

GHS	Modernize Music/Arts Building 600
GHS	Front Entry Re-Design inc. Campus Spine (<i>Phase 4</i>)
HCHS	Modernize 800, Demo 900 (CONSTRUCTION ONLY)
HCHS	Refurbish Café, Admin (CONSTRUCTION ONLY)
ECVHS	Events Center/Kitchen/ASB
GHHS	Events Center or Alt.
PMO	Overhead, Legal Fees, Etc.

Site Phase 17U

ECVHS	Reconfigure - Expand Library
ECVHS	Repair Bldg 10 Gymnasium
ECVHS	Modernize Administration
MMHS	Bldg 100, 400 Upgrade Parking/Drop Off
ECHS	Modernize 1300, 1500, 300
ECHS	Events Center / Tennis Courts / Site Lighting
GHHS	Modernize Bldg 230
MVHS	Events Center
MVHS	Modernize/Reconfigure Administration
SHS	Bldg 600 - Band/Video Production/Café
VHS	Events Center (Mini)
NHS	Site Improvement (<i>must start by 2018</i>)*
NHS	New High School (Building Only)
PMO	Overhead, Legal Fees, Etc.

* Site Improvement to be paid for by Injunction Funds

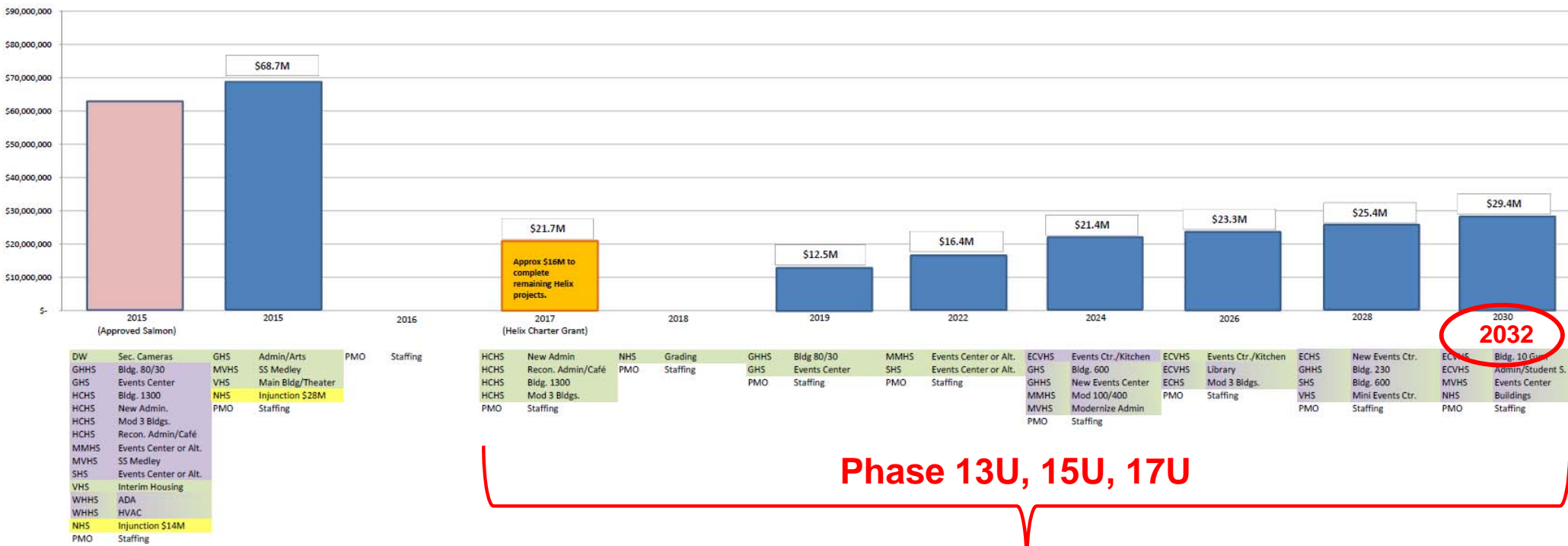
Projects Scheduled for Construction (Injunction Reversed)

HCHS Charter Grant



BOND SALE FINANCING (2015 AND BEYOND)

Proposition H/U Remaining Projects by Bond Sale (Current Plan w/ Injunction)



DW	Sec. Cameras	GHS	Admin/Arts	PMO	Staffing	HCHS	New Admin	NHS	Grading	GHHS	Bldg 80/30	MMHS	Events Center or Alt.	ECVHS	Events Ctr./Kitchen	ECVHS	Events Ctr./Kitchen	ECHS	New Events Ctr.	ECVHS	Bldg. 10.G
GHHS	Bldg. 80/30	MVHS	SS Medley			HCHS	Recon. Admin/Café	PMO	Staffing	GHHS	Events Center	SHS	Events Center or Alt.	GHS	Bldg. 600	ECVHS	Library	GHHS	Bldg. 230	ECVHS	Admin/Student S.
GHS	Events Center	VHS	Main Bldg/Theater			HCHS	Bldg. 1300			PMO	Staffing	PMO	Staffing	GHHS	New Events Center	ECHS	Mod 3 Bldgs.	SHS	Bldg. 600	MVHS	Events Center
HCHS	Bldg. 1300	NHS	Injunction \$28M			HCHS	Mod 3 Bldgs.							MMHS	Mod 100/400	PMO	Staffing	VHS	Mini Events Ctr.	NHS	Buildings
HCHS	New Admin.	PMO	Staffing			PMO	Staffing							MVHS	Modernize Admin			PMO	Staffing	PMO	Staffing
HCHS	Mod 3 Bldgs.																				
HCHS	Recon. Admin/Café																				
MMHS	Events Center or Alt.																				
MVHS	SS Medley																				
SHS	Events Center or Alt.																				
VHS	Interim Housing																				
WHHS	ADA																				
WHHS	HVAC																				
NHS	Injunction \$14M																				
PMO	Staffing																				

Phase 13U, 15U, 17U

Program not completed until 2032

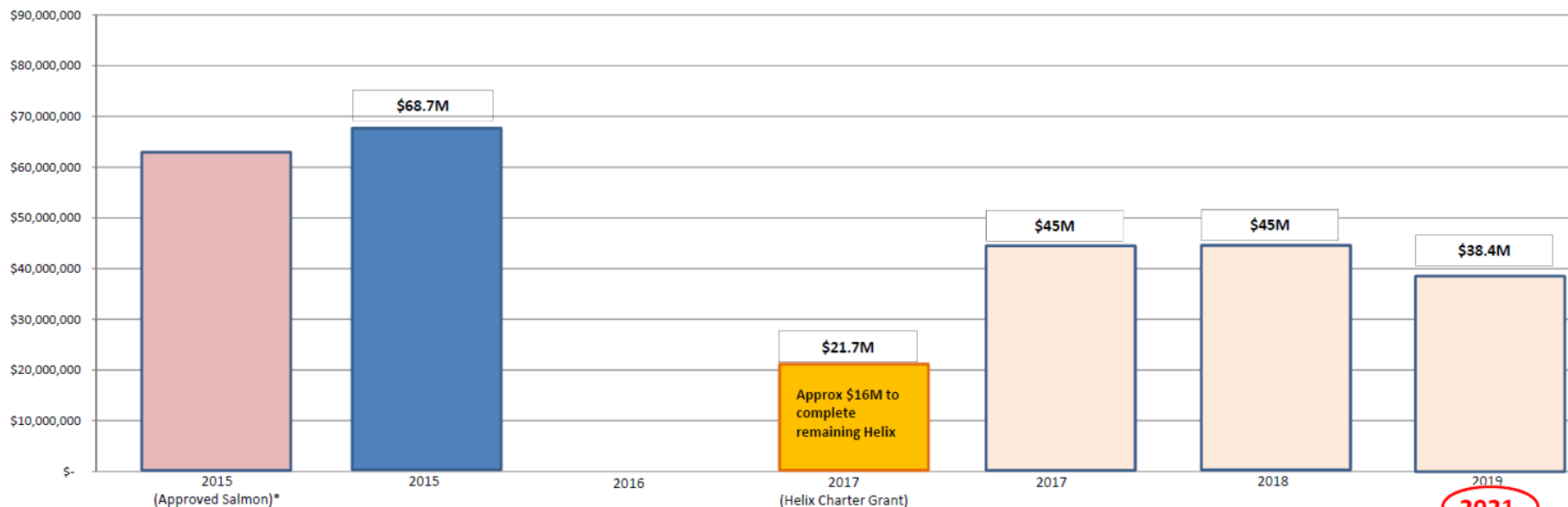
* 2015 Approved Salmon assumes completing of work for previously authorized projects.
 * Chart does not assume additional expenditures from Program Reserve, Risk Mitigation, or Escalation.
 * If State Funding does not materialize, could have impact on future projects.

Design
Construction



BOND SALE FINANCING (2015 AND BEYOND)

Proposition H/U Remaining Projects by Bond Sale (New Replacement-Bond)



DW	Sec. Cameras	GHS	Admin/Arts	PMO	Staffing	HCHS	New Admin	GHHS	Bldg 80/30	NHS	Grading	VHS	Mini Events Ctr.
GHHS	Bldg. 80/30	MVHS	SS Medley			HCHS	Recon. Admin/Café	GHS	Events Center	MMHS	Events Center or Alt.	MVHS	Events Center
GHS	Events Center	VHS	Main Bldg/Theater			HCHS	Bldg. 1300	GHS	Bldg. 600	SHS	Events Center or Alt.	NHS	Buildings
HCHS	Bldg. 1300	NHS	Injunction \$28M			HCHS	Mod 3 Bldgs.	GHHS	New Events Center	ECVHS	Events Ctr./Kitchen	PMO	Staffing
HCHS	New Admin.	PMO	Staffing			PMO	Staffing	MMHS	Mod 100/400	ECVHS	Library		
HCHS	Mod 3 Bldgs.							ECHS	New Events Ctr.	ECHS	Mod 3 Bldgs.		
HCHS	Recon. Admin/Café							MVHS	Modernize Admin	GHHS	Bldg. 230		
MMHS	Events Center or Alt.							PMO	Staffing	SHS	Bldg. 600		
MVHS	SS Medley									ECVHS	Bldg. 10 Gym		
SHS	Events Center or Alt.									ECVHS	Admin/Student S.		
VHS	Interim Housing									PMO	Staffing		
WHHS	ADA												
WHHS	HVAC												
NHS	Injunction \$14M												
PMO	Staffing												

Phase 13U, 15U, 17U

* 2015 Approved Salmon assumes completing of work for previously authorized projects.
 * Chart does not assume additional expenditures from Program Reserve, Risk Mitigation, or Escalation.
 * If State Funding does not materialize, could have impact on future projects.

Design
Construction

Program completed by 2021



RATIONALE FOR NEW REPLACEMENT BOND

- **Bond Sale Financing**
 - Current Plan (w/ Injunction) – Last Sale is 2030
 - New Replacement Bond w/ Injunction – Last Sale is 2019
- **Projected Debt Services**
 - Current Plan - \$534M
 - New Replacement Bond - \$329M
 - Tax Savings to Rate Payers of \$250M+
- **Escalation Impacts**

	FY19-20	FY30-31	New Replacement Bond Savings
Low Escalation	\$30.5M	\$92.6M	\$62.1M
High Escalation	\$34.1M	\$116.6M	\$82.5M

- New Replacement Bond saves GUHSD Rate Payers \$62.1M to \$82.5M from increased costs
- **Deferred Maintenance**
 - Current Backlog is \$189M
 - Annual Minimum Need is \$15M
- **Impacts**
 - Lose Staff Experience, Loss of Efficiency



TIMELINE

- Review Proposal w/ Board Bond Subcommittee **COMPLETE**
- Feasibility Study Board Approval **COMPLETE**
- **Phase 1 (Fall 2015) COMPLETE**
 - Preliminary Analysis and Diagnostic Work (Sept. - Oct. 2015)
 - Public Opinion Poll (Nov. 2015)
 - Feasibility Determined (Dec. 2015)
- **Phase 2 (Winter/Spring/Summer 2016) PENDING APPROVAL**
 - Draft Ballot Measure (Jan. - Mar. 2016)
 - Community Engagement (Ongoing through Phase 2)
 - Final Draft Bond Plan (May 2016)
 - Board Workshop, Approval, and Filing of Plan (June – Aug. 2016)
- **Phase 3 (Fall 2016)**
 - Campaign for November 2016 Election (Aug. – Nov. 2016)
 - Absentee Ballots (Early Oct. 2016)
 - Election Day (Nov. 8, 2016)