

HPCSD District Leadership Team – Capital Project Recommendation

On January 8, 2018 the DLT met to review the capital project options from CSArch. As background, the DLT has been actively working on this project for well over a year. At the January 8th meeting, the DLT reviewed the most recent proposals, and reviewed the prioritization information identified at their previous meeting. The DLT also received updates from the Director of Facilities regarding the status of our current mechanical systems and his recommendations for phasing in capital project work over the next several years. Also discussed at the DLT meeting was the cost and scope of the options along with our debt service, capital reserves and the debt service fund. Lastly, the FDR science lab options were shared with the science teachers and we were apprised of their selected option. While the DLT has narrowed its recommendation, they realize that the scope of the project is not yet finalized and that it is within the Board of Education's authority to finalize the referendum put before the public for a vote. With that said, the DLT recommends the following components to be included in the next capital project:

(In alphabetical order)

- The FDR science labs and Pod reconfiguration
- HMS science labs and
- HMS completion of the heating and ventilation project
- NPE heating and ventilation project

The approximate cost of the above is \$19.7 million, and assumes the use of \$1.9 million in capital reserves and \$1.3 million of debt service fund. The BOE may consider increasing contributions from capital reserves, debt service funds and/or fund balance to offset the cost of this project. As a reminder, we will receive approximate 60% aid from SED for this capital project. Our Business Official is working with our financial advisors and will be prepared to speak to financing this project at the January 11th BOE meeting.

Respectfully submitted,

Greer Rychcik