

Capital Bond Recommendation

Approval of Resolution No. 1123
Unlimited Tax General Obligation Bonds

Board of Directors
Regular Meeting
January 26, 2016



Objectives and overview

- Review capital levy and bond development process – update and next steps
- Review recommendation for a capital bond
- Approval of Resolution 1123



How this links to the Strategic Plan

- 1.2.a – Each student has **equitable access** to rigorous course offerings.
- 2.1.a – **Creativity and innovation** are integrated into the instructional and operational work of the district.
- 2.1.b – **Creativity and innovation** are celebrated.
- 2.2.a – **Tools for collaboration, communication, and creativity** are available, accessible and widely used.
- 2.2.b – **Access to systems, information and resources** is easy and seamless for the end user.
- 2.2.c – **Communication and engagement with families, staff, and community** strengthens understanding of and support for district strategic priorities.
- 3.4.a – Our students and staff learn and work in an **emotionally, physically and intellectually safe and secure environment.**
- 4.1.a – **Long-term planning** in finances, staffing, technology, and facilities are intentionally and **systematically driven by student enrollment, learning measures and strategic priorities.**

Capital bond development process

- Extensive process over the last 1½ years including presentations, discussions and work sessions at fourteen separate board meetings, fishbowls, and community engagement events
- Participation by community, cabinet, CFAC, TAC, board, staff, SLT, students
- Linkage to strategic plan, board and superintendent goals, 21st century skills, enrollment and capacity projections, anticipation of future needs, facilities inventory and assessments, technology plan, financing structure, Thoughtexchange, and staff surveys



Criteria for making decisions

Criteria to be used to make decisions about a future capital levy or bond

Degree of Alignment

- Community trust
- Safety & security
- Equity & access
- 21st century skills
- Professional development
- Facilities maintenance infrastructure

Range of Feasibility

- Tax rate
- Ability to communicate the “why”
- Cost/size/appetite
- Deployment timeline



Capital bond recommendation

Potential projects for \$149.7 million capital bond in 2016

North MS modernization + partial replacement	\$50.1M
New elementary school No. 18	\$43.9M
Preserve and restore exterior finish at EHS Main Building	\$0.9M
Woodside ES modernization + partial replacement	\$27.8M
HVAC upgrades at eight (8) sites	\$9.9M
Technology infrastructure	\$2.3M
(Upgrades to equipment and infrastructure in MDFs and IDF's)	
Telephone and voicemail system replacement	\$4.0M
(Telephone system hardware and software upgrades and enhancements)	
Everett HS field replacement	\$1.5M
Replace roof at Gateway MS	\$2.0M
Property for future elementary school No. 19	\$4.5M
14 portable classrooms for high school growth	\$2.8M
(9 for Jackson HS and 5 for Cascade HS, accommodates growth through 2022)	

(Note - costs have been adjusted to account for expected inflation over the 6 to 8 year life of the bond.)

North MS Modernization + Partial Replacement

SCALE: 1" = 100'-0"

2-STORY CLASSROOM ADDITION
ADMIN / MULTIPURPOSE ADDITION
PARTIAL GYM MODERNIZATION
TOTAL: 105,000 SF



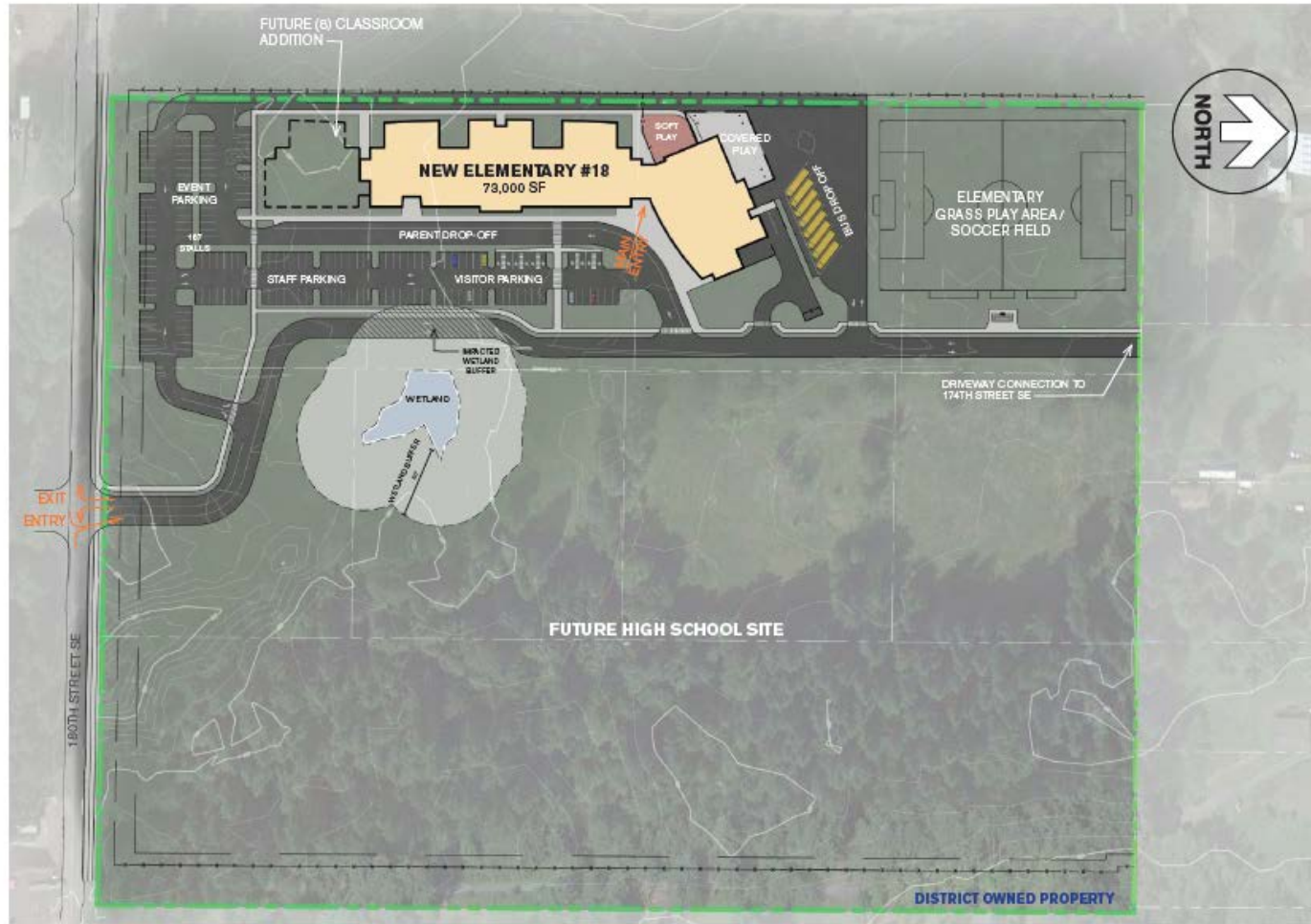
Huttrell & Oremus

DRAFT
12.14.15

North Middle School
Classroom Additions
and Modernization

Everett Public Schools
2014 Bond Planning

New Elementary School No. 18 on 180th Street Site



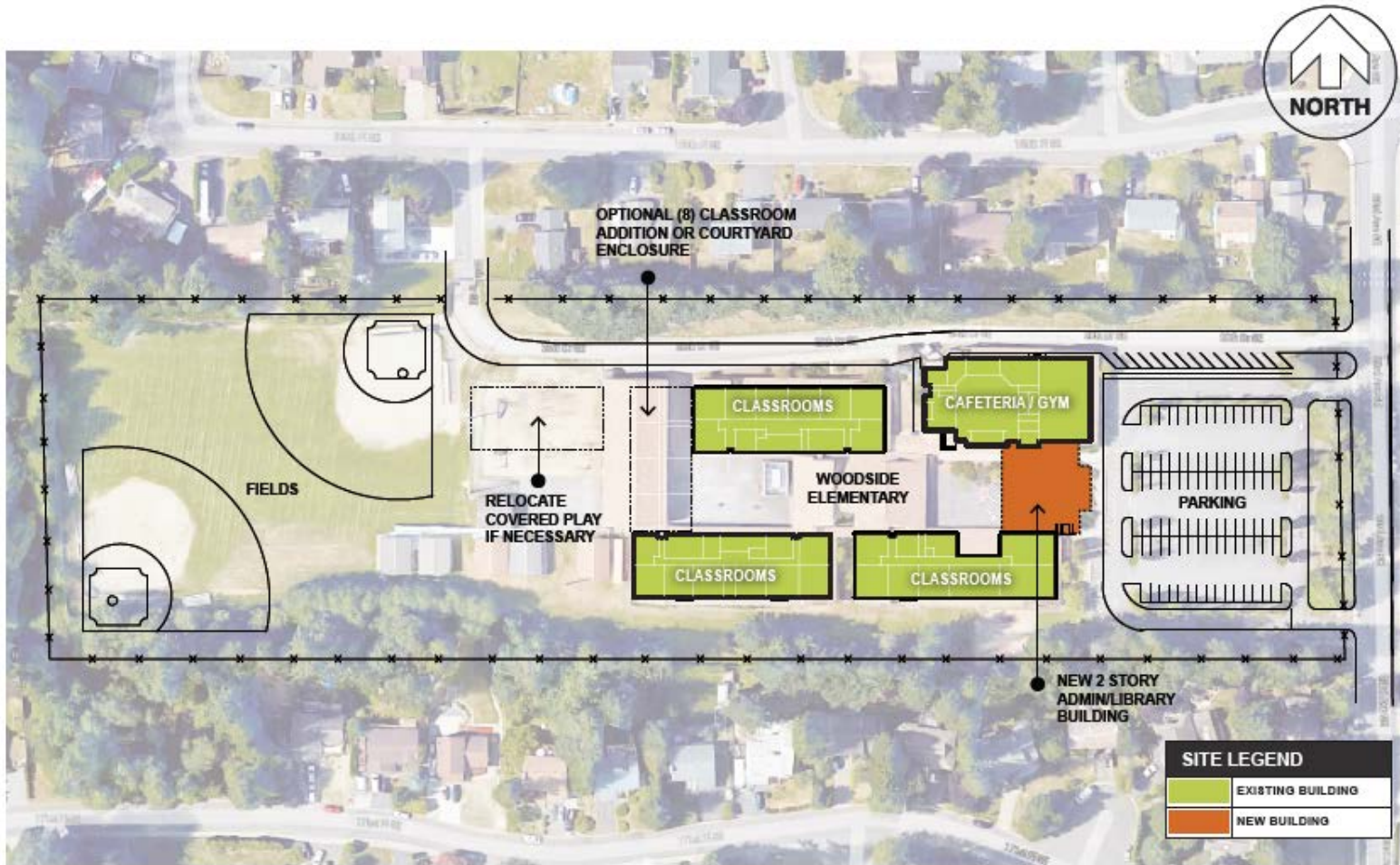
Everett Public Schools
2014 Bond Planning

New Elementary
School #18

DRAFT
12.14.15

Huttrell&Orems

Woodside ES Modernization + Partial Replacement



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12.14.15

Woodside Elementary
Classroom Addition
and Modernization

Everett Public Schools
2014 Bond Planning

Resolution 1123

- \$149.7 million capital bond
- Bonds typically sold in 3 or 4 stages
- Bond repayment from property taxes over 15-20 years
- Projected state financing assistance \$18.9 million
- Previous bond program (2006 election) is completed
- 60% super majority required for voter approval



Resolution 1123

Excerpt from proposed ballot language (Proposition 2)

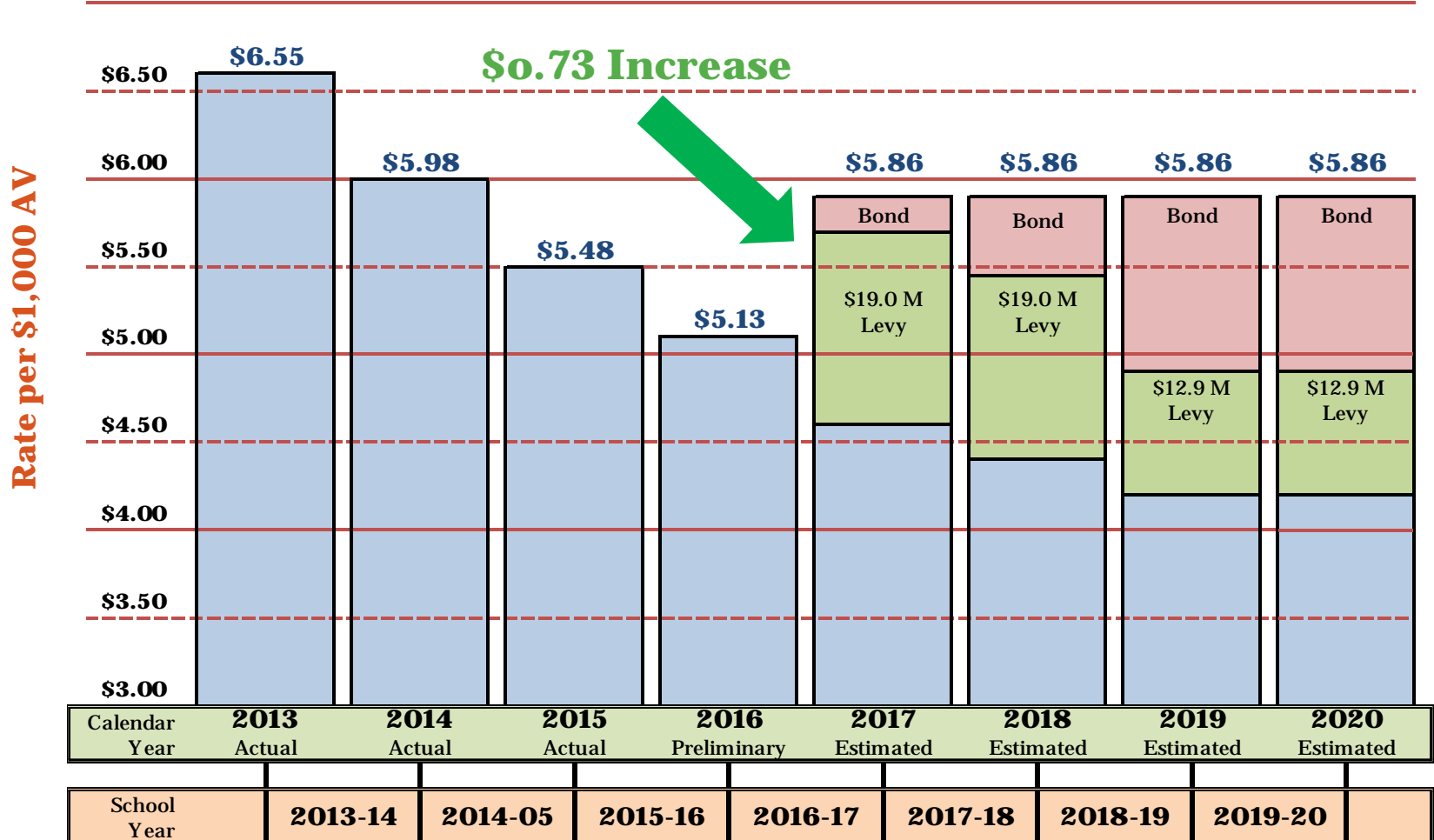
“This proposition would authorize the District to buy and build additional classroom space to relieve overcrowding, build a new elementary school, modernize North Middle and Woodside Elementary schools, capital improvements to communication and technology infrastructure, improve HVAC systems, buy land for a future school, and other capital improvements; issue \$149,700,000 of general obligation bonds maturing within 20 years; and levy annual excess property tax levies to pay such bonds, as provided in Resolution No. 1123.”



Capital levy & bond tax implications

Tax rate projections for capital levy+bond, 2016 ballot

- **\$89.6 million** capital replacement levy and **\$149.7 million** capital bond



Future capital bond projects

Needs not included in 2016 bond recommendation

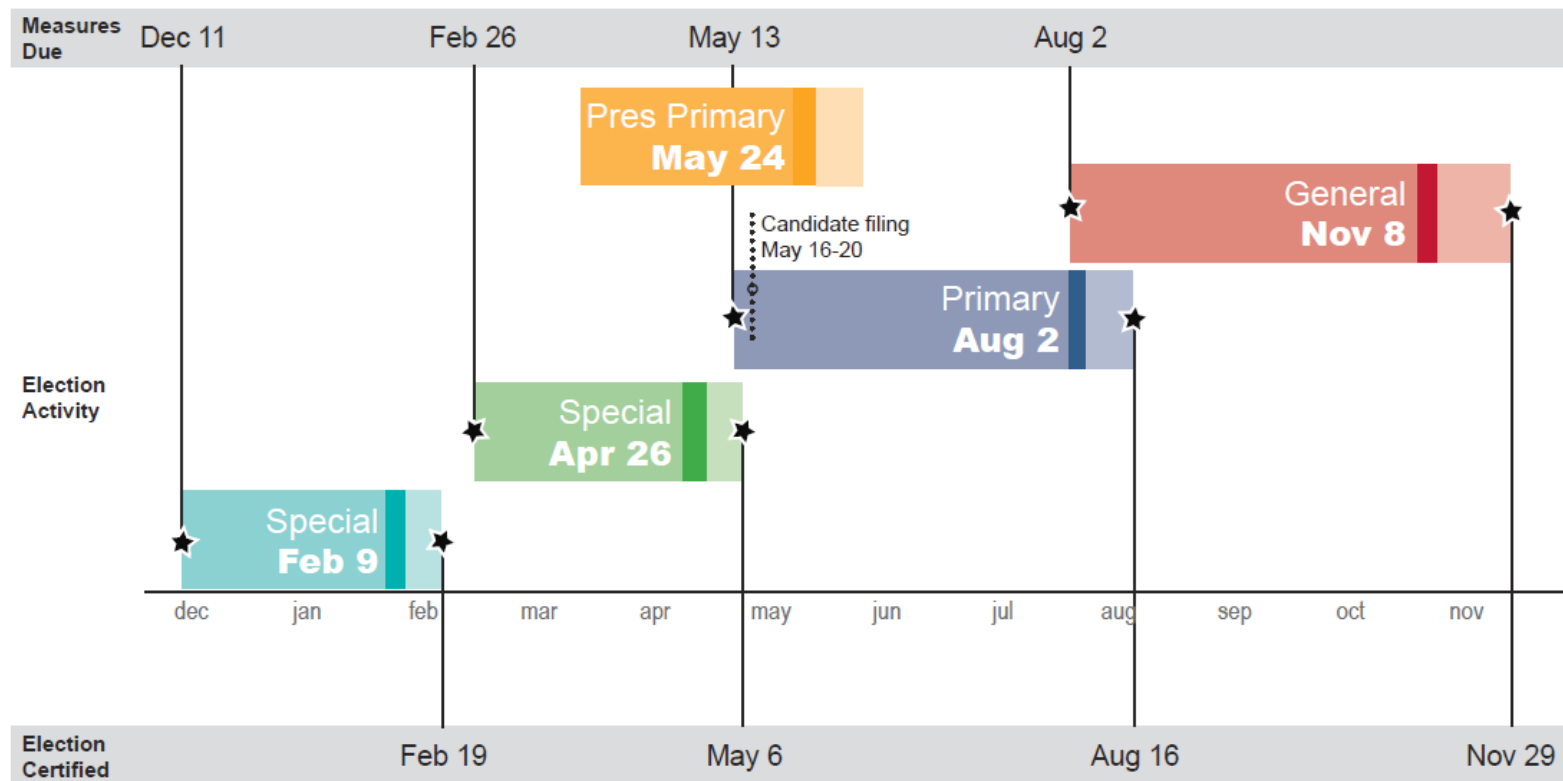
1- New construction	\$230.8M
(New comprehensive high school No. 4, new elementary school No. 19, Cascade HS cafeteria expansion, 30 classrooms for K-3 class size reductions, and a new science/curriculum/technology materials center)	
2- Major modernizations/replacements	\$184.0M
(Modernize Madison ES, Jackson ES and Lowell ES; modernize Everett HS cafeteria, vocational and science buildings; and modernize Cascade HS science, gymnasium, and auto shop buildings)	
3- Site improvements/property acquisition	\$15.1M
(Synthetic turf fields at 2 high schools; drainage improvements at Cascade HS softball field and Memorial Stadium baseball field; field upgrades at Jefferson ES, Hawthorne ES and Whittier ES; electronic reader boards at 4 high schools, and property for future south end bus facility)	
4- Safety and security upgrades	\$5.7M
(Secure key boxes for police use, and playground safety matting at 17 elementary schools)	
Total	\$435.6M

(Note - costs have been adjusted to account for expected inflation over the 6 to 8 year life of the bond.)

Election dates for 2016

What are the timelines set by Washington State?

2016 Elections Timeline



Process and timeline

Process and timeline for April 26, 2016 election

- Board approve capital levy, bond resolutions January 26
- Board meeting (available if needed) February 9
- Board meeting (available if needed) February 23
- Resolutions filing deadline February 26



Process and timeline

Process and timeline for April 26, 2016 election

- Board community conversation - student technology summit March 1
- Board capital planning update March 22
- Board community conversation - capital fishbowl March 29

- Special election April 26, 2016

- Special election certified May 6



Resolution 1123

Unlimited Tax General Obligation Bonds

\$149,700,000

