

Paramount Unified School District School Facilities Long-Term Funding Opportunity

Potential November 2016 General Obligation Bond Measure



Prepared for District Board of Education:
Updated for July 11, 2016 Meeting

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Measure AA - District Planning & Election Team Members



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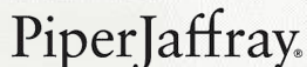
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Investment Banker/Underwriter

Key Staff: Tim Carty, Rich Calabro



Paramount Unified School District School Facilities Long-Term Funding Opportunity

2006 Measure AA – Program Overview

COMPLETED School Facilities Projects

❖ **TOTAL School Facilities = 15 Campuses**

- Elementary Schools = 9
- Middle/K-8 Schools = 4
- High Schools/Continuation HS = 2

❖ Past School Facilities Funding Tools

- **STATE** Grant Funds = **\$122.97 Million**
- Prior **GO BOND** Total = **\$135 Million**
 - Election 1998 = \$35 Million
 - Election 2006 = \$100 Million
 - ✓ Current Tax-Rate = \$59.60 Per \$100K
 - ✓ Final Payment = 2051

❖ **TOTAL Permanent Funds = \$257.97 Million**





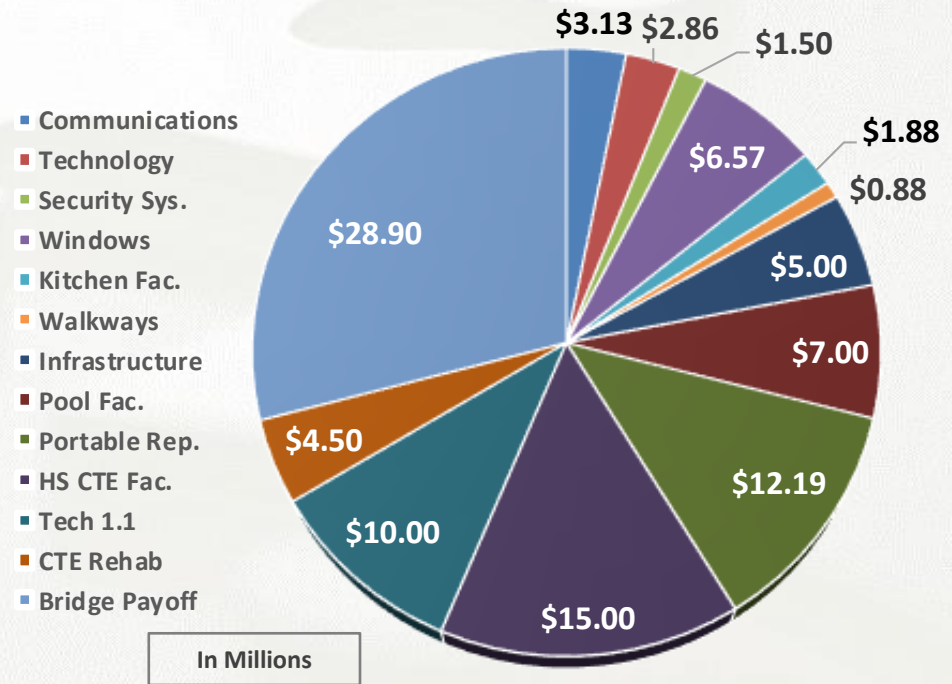
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Remaining School Facilities Improvement Projects Needed

- ❖ Improve Health, Safety and Security
- ❖ New High School CTE Facilities
- ❖ New Technology 1:1 Initiative Projects
- ❖ Upgrade Classroom Technology & Backbone Infrastructure
- ❖ District-Wide Utility Upgrades and Improvements
- ❖ Modernize/Upgrade Existing School Facilities and Campus Infrastructure
- ❖ Replace old Modular Classroom Facilities with New Facilities
- ❖ Replace 2012 Bridge Certificates

2006 Measure AA Remaining Priority 2 & District 2016 Additional School Facilities Project Needs

**Combined Preliminary Budget Estimate
Total Funding Need = \$90 to \$100 Million**





Measure AA REMAINING & District NEW School Project Needs

Measure AA: CONTINUED Priority 2 Project List

School Sites	School Facilities Project Descriptions	2014 Estimates	2016 Estimates ⁽¹⁾
All Schools:	Upgrade all Sites Communication Systems	\$2,500,000	\$3,125,000
All Schools:	Techology Infrastructure Upgrades - ALL Sites (Common Core)	1,250,000	2,858,180
Various Schools	Security Intrusion Alarms	1,200,000	1,500,000
Various Schools:	Window Replacements (Energy Efficiency)	5,250,000	6,565,000
Kitchen Facilities:	Rehab from Serving to Full Kitchen Facilities	1,500,000	1,875,000
Tanner:	Install Covered Walkways	700,000	875,000
Various Schools:	Utility Infrastructure Upgrades (electrical, plumbing, gas, irrigation)	4,000,000	5,000,000
PHS Campus:	New Swimming Pool and Aquatic Facilities	3,900,000	7,000,000
Various Schools:	Replace 130 Modular Classroom Buildings (20+ Years at \$75K each)	9,750,000	12,190,000
Measure AA Priority 2 Projects Budget Subtotal =		\$30,050,000	\$40,988,180

(1) 2016 Estimates have been increased by 25%.

NEW Projects: District Additional Project List

School Sites	School Facilities Project Descriptions	2014 Estimates	2016 Estimates ⁽²⁾
TBD Site:	Small High School Facilities for CTE (Using existing property)	NA	\$15,000,000
All Schools:	Technology 1:1 Initiative	NA	10,000,000
Various Schools	Renovate Old Home Economics Classrooms to Culinary CTE Pathway Standards	NA	4,500,000
Various Schools:	Replace all Portable Classrooms with Permanent Classroom Facilities	NA	TBD
NEW Projects Budget Subtotal =		NA	\$29,500,000

(2) 2016 Estimates are based on preliminary estimates ONLY.

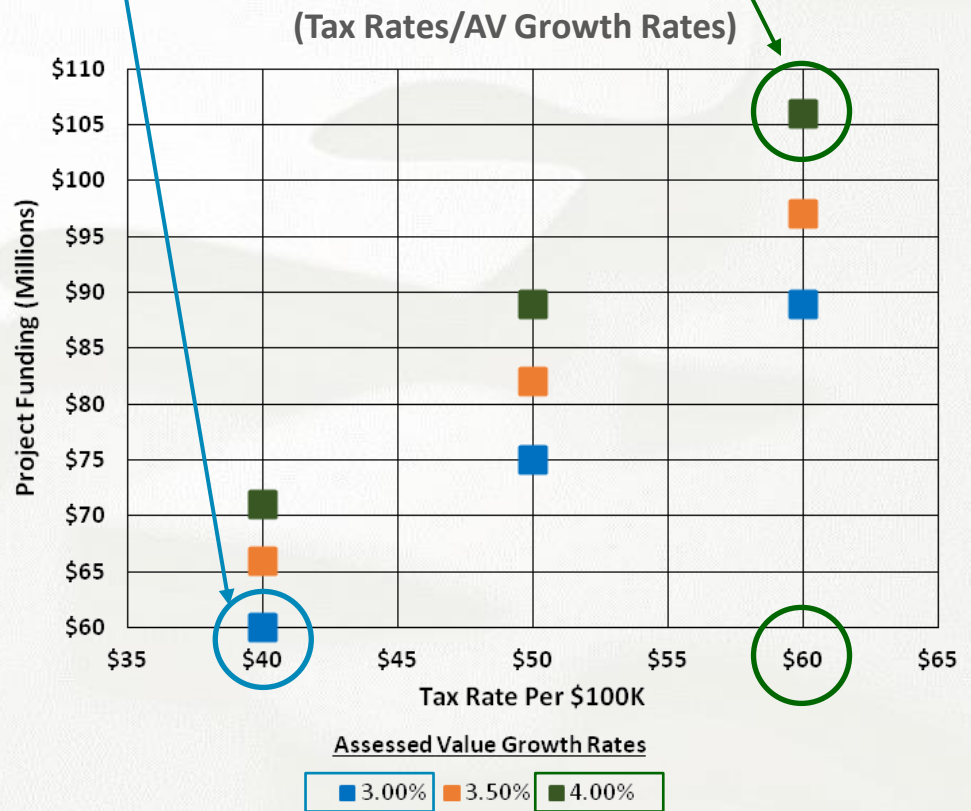
COMBINED Remaining Measure AA & NEW Projects TOTAL =	\$30,050,000	\$70,488,180
2012 Bridge Funding Program Replacement	\$28,900,000	\$28,900,000
TOTAL Funding Amount Needed =	\$58,950,000	\$99,388,180



SCHOOL FACILITIES Local Funding Tool – 2016 G.O. BOND Measure

- ❖ **Local Funding Tool: Proposition 39**
Type of General Obligation Bond (G.O. Bond) Measure *(Like 2006 Measure AA)*
- ❖ **55% Voter Approval** = Minimum Voter Approval Required for Passage
- ❖ **\$60 Per \$100,000 AV** = Maximum Estimated Annual Tax-Rate
- ❖ **2.50% of AV** = Maximum **COMBINED** G.O. Bond Amount Outstanding Per Year
- ❖ **40-Years** = Maximum Current Interest Bond (CIBs) Repayment Period
- ❖ **25-Years** = Maximum Accretion Bond (CABs) Repayment Period
- ❖ **4 to 1 Repayment Ratio** = Maximum Repayment Ratio Per Bond Series

G.O. Bond Preliminary Capacity Amounts \$60 Million – LOW HIGH – \$106 Million





Establishing Local Funding Tools Viability

1. Updated School Facilities Program Needs Analysis

IN PROCESS



- ❖ Determine REMAINING Priority School Facilities Program Needs
- ❖ Conduct survey of ADDITIONAL Priority Needs at School Campuses
- ❖ Get Input from District Board Members
- ❖ Develop Budget Estimates and Timelines of Priority Needs
- ❖ Develop Revenue/Funding Plan
- ❖ Prepare Preliminary Needs Analysis Report for Board and Community Review



Establishing Local Funding Tools Viability

2. Community Survey of District Priorities

NEXT STEP

Community Survey Key Components

Community Survey



HAVE YOUR SAY

- ❖ Test Community Knowledge of District
- ❖ Test Views of District Board, Management, and Educational Programs
- ❖ Test Awareness of District Facilities Needs
- ❖ Test Community Project, Educational, and Program Priorities
- ❖ Test Community Support Levels for:
 - ✓ Bond Amounts and Tax-Rates
 - ✓ School Facilities Project Priorities



Next Step Upon Viability Being Established

3. District Community Information Outreach

FUTURE STEP



- ❖ Develop District Nonpartisan **INFORMATIONAL** updates distributed to the community that:
 - ✓ Updates the Community **"BEFORE THE FACT"**
 - ✓ Describes the District's Remaining **NEEDS**
 - ✓ **SOLICITS** Community **INPUT** of Facilities Priorities
- ❖ Meet with District Stakeholders, Associations, and Community Leaders to Build Consensus
- ❖ Create outreach plan to civic leaders and other influential individuals - including media outlets
- ❖ Generate balanced **EARNED** Media and maximize social **NETWORKING**
- ❖ Obtain and Utilize Community **INPUT** to refine the District's Project Priorities



Paramount Unified School District

School Facilities Long-Term Funding Opportunity

Highlighted below is an updated schedule of the planning, financial, legal and implementation activities needed for a PROPOSITION 39 District G.O. Bond Measure election by the next available **November 8, 2016**, election date:

	Proposition 39 G.O. Bond Measure Activities Required for 2016 November Bond Election	Nov. 8 th Election Completion Dates ⁽¹⁾
1.	School Facility Needs Assessment & Implementation Plan Updated	In Process
2.	District Updated School Facilities Project Report to the Board	July 11 th
3.	Community Survey Prepared and Conducted (Next Step)	July 12 th – July 25 th
4.	Board Adopts Resolution calling for election and delivers resolution to County Supt & County Clerk (<i>August 12, 2016 Legal Deadline</i>)	August 8th
5.	File Resolution and Tax Rate Statement w/ Registrar of Voters and Board of Supervisors of the County ordering election and formal notice of election	Friday, August 12th
6.	Submit ballot arguments rebuttals to Registrar of Voters	Monday , August 26th
7.	Election Day for District Bond Measure	<u>Tuesday, <u>November 8th</u></u>
8.	District's Initial Series of G.O. Bonds Issued	1 st Quarter of 2017

(1) Dates indicated with **RED** denote statutory deadlines



Paramount Unified School District *School Facilities Long-Term Funding Opportunity*

2006 Measure AA G.O. Bond Program COMPLETED School Facilities Projects Photo Summary





MEASURE AA G.O. BOND PROGRAM

Completed School Facilities Projects Photo Summary





MEASURE AA G.O. BOND PROGRAM

Completed School Facilities Projects Photo Summary





MEASURE AA G.O. BOND PROGRAM

Completed School Facilities Projects Photo Summary





MEASURE AA G.O. BOND PROGRAM

Completed School Facilities Projects Photo Summary

