



MEASURE K SCHOOL BONDS
Building for 21st Century Learning

Project Prioritization Update

Measure K Bond Program

November 19, 2013

Long Beach Unified School District

BOARD OF EDUCATION





I. Bond Issuance

- Future Bond Issuance

II. Current Project Prioritization

- Major Projects Reprioritization Summary
- Committed Projects

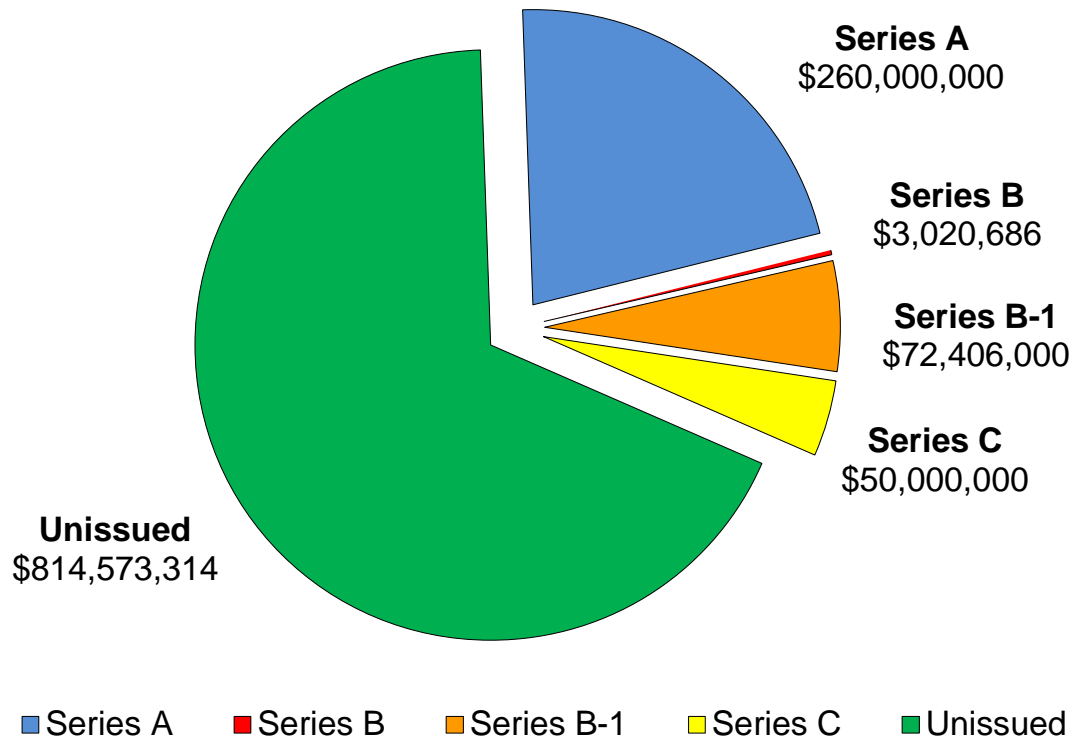
III. Future Project Prioritization

- Measure K Funds Available for Future Projects
- State Funding Eligibility for Committed Projects
- Impact of State Funding to Augment Measure K

IV. Staff Recommendations



Measure K (\$1.2 Billion)

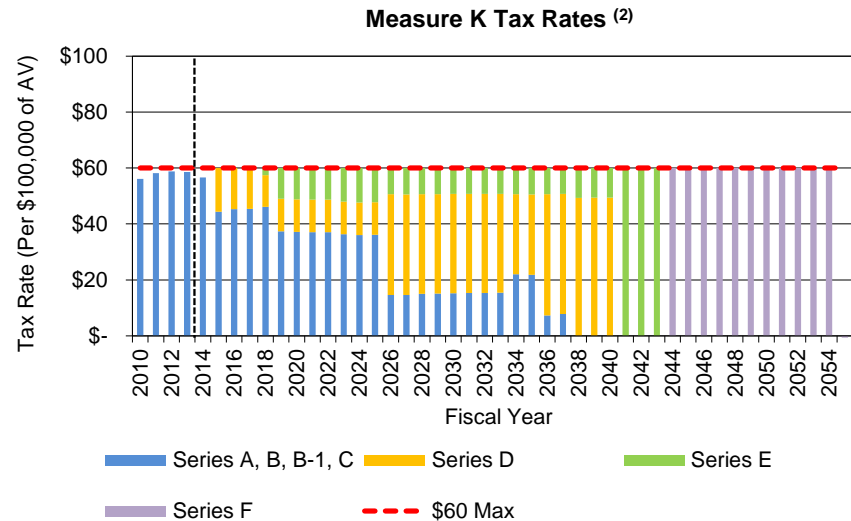




Scenario 3: Lower Series D from Scenario 1 to Allow Series E in 2017

Issuance Schedule

Issue	Issue Date	Proceeds
Series A	May 2009	\$ 260,000,000 ⁽¹⁾
Series B	May 2011	3,020,686 ⁽¹⁾
Series B-1	May 2011	72,406,000 ⁽¹⁾
Series C	May 2013	50,000,000 ⁽¹⁾
Series D	April 2014	270,000,000
Series E	August 2017	175,000,000
Series F	August 2029	369,573,314
Total		\$1,200,000,000



	CIBs		CABs		Total Rpmt Ratio
	CIBs %	Rpmt Ratio	CABs %	Rpmt Ratio	
Series A	100.0%	1.6	0.0%	-	1.6
Series B	0.0%	-	100.0%	15.1	15.1
Series B-1	100.0%	1.1	0.0%	-	1.1
Series C	100.0%	1.6	0.0%	-	1.6
Series D	50.5%	2.2	49.5%	3.0	2.6
Series E	65.1%	2.0	34.9%	3.9	2.7
Series F	0.0%	-	100.0%	3.3	3.3
Aggregate	52.7%	1.7	47.3%	3.4	2.5

Pros

- Series D and E larger than in Scenario 2 (\$165M greater)
- Series E accessed in 2017
- Series E contains CIBs
- Series F accessed sooner than in Scenario 1

Cons

- Series D smaller than in Scenario 1 (\$90M less)
- Series F would consist of 100% CABs
- Series F not accessed until 2029

(1) Previously issued financings.

(2) Assumes future AV growth of 4% annually.



II. Current Project Prioritization

Committed Projects

- **Nelson MS** – Opened Fall 2012
- **McBride HS** – Opened Fall 2013
- **Cabrillo HS Pool** – Opened Fall 2013
- **Roosevelt ES** – Construction underway; opening scheduled for Fall 2015
- **Newcomb Academy** – Construction underway; opening scheduled for Fall 2015
- **Jordan HS Ph. 1-6** – Bid procurement underway for interim housing and field improvements; start construction January 2014 and continue through Fall 2021
- **New HS #2 (Browning Site)** – Target opening Fall 2016
- **New HS #3 (J Plus Site)** – Target opening Fall 2021
- **New HS #5 (Hill Site)** – Target opening Fall 2015
- **District-Wide Projects** – Ongoing with all projects completed by Summer 2016

Total Estimated Measure K Funds for Committed Projects = \$565,153,517

Note:

Projects funded by Measure K Bond Issuance Series A, B, B1, C and portion of future Issuance D and E. Projects also dependent on State ORG funding (Roosevelt) and SMP funding (Newcomb)



III. Future Project Prioritization

Measure K Funds Available for Future Projects

- Current committed project cash flow needs and future Bond Issuance D and E yield an estimated **\$74.0M⁽¹⁾** available for future projects delivered from **now through 2021**
- Future Bond Issuance F is estimated to yield **\$175.1M⁽¹⁾** available for future projects **starting in the Fall of 2029**



Measure K

Note:

(1) Estimated in today's dollars (not including escalation)



III. Future Project Prioritization

State Funding Eligibility for Committed Projects

- State funding is dependent on a State-wide school bond measure in **2014 (or 2016)** to replenish funds for Modernization, New Construction, and other grant programs
- Current estimated State funding eligibility for committed projects at Roosevelt ES, Newcomb Academy, and Jordan HS could provide an estimated **\$40,193,639** for future projects
- Total funding available, pending state funding approvals, is \$114.19M to fund projects for Measure K 2017 bond sale (E)



State Funding



III. Future Project Prioritization

Impacts of State Funds to Augment Measure K

Projects	Estimated State Funds ¹	Estimated District Contribution (Measure K)	Total Project ²
Recommended Priority Projects			
Reconstruction/Renovation			
New HS#4 (Butler)	\$ -	\$ 2,500,000	\$ 2,500,000
Renaissance HS for the Arts	\$ 4,321,796	\$ 35,678,204	\$ 40,000,000
<i>Subtotal</i>	\$ 4,321,796	\$ 38,178,204	\$ 42,500,000
AB300			
Bancroft MS Gym	\$ 1,043,180	\$ 4,967,808	\$ 6,010,988
Hoover MS Gym	\$ 1,343,937	\$ 3,258,474	\$ 4,602,411
Polytechnic HS Auditorium	\$ 6,840,572	\$ 12,469,944	\$ 19,310,516
Wilson HS Auditorium	\$ -	\$ 13,403,380	\$ 13,403,380
<i>Subtotal</i>	\$ 9,227,689	\$ 34,099,606	\$ 43,327,295
Total	\$ 13,549,485	\$ 72,277,810	\$ 85,827,295
Future Priority Projects			
AB300			
Hamilton MS Gym	\$ 2,251,086	\$ 7,088,711	\$ 9,339,797
Reconstruction/Renovation			
Millikan HS	\$ 28,835,838	\$ 19,223,892	\$ 48,059,730
Hamilton MS	\$ 8,510,715	\$ 5,673,810	\$ 14,184,525
Willard ES	\$ 4,231,176	\$ 2,820,784	\$ 7,051,960
Avalon K12	\$ 6,161,933	\$ 4,107,955	\$ 10,269,888
<i>Subtotal</i>	\$ 47,739,662	\$ 31,826,441	\$ 79,566,103
Total	\$ 49,990,748	\$ 38,915,152	\$ 88,905,900
Grand Total	\$ 63,540,233	\$ 111,192,962	\$ 174,733,195

Note:

- (1) Dependent on future State-wide bond measure
- (2) Estimated in today's dollars (not including escalation)

Long Beach Unified School District



Staff Recommendations

Identify two priority project lists: #1 and #2

- Priority List #1: Planning/construction to proceed
 - Reconstruction/Renovation
 - New HS #4 (Butler)
 - Renaissance HS for the Arts
 - AB300: Leverage an estimated **\$9,227,689** and offset an estimated **\$34,099,606** in Measure K funds
 - Gym: Bancroft MS, Hoover MS
 - Auditorium: Poly HS, Wilson HS
- Priority List #2: (Leveraged as funding becomes available)
 - AB300
 - Hamilton MS Gym
 - Reconstruction/Renovation (per State Modernization match)
 - Millikan HS
 - Hamilton MS
 - Willard ES
 - Avalon K-12



This Presentation along with
Measure K Bond Program
information is available at:

www.lbschools.net