



Bond Planning

School Facility Improvement Oversight Committee

December 2, 2024





Agenda

- Scope of Work
 - Physical Facility Improvements
 - Athletics
 - Technology
 - Curriculum
 - Modernizations
- Finance Considerations
- Next Steps



Proposed Option

Physical Facility Improvements	\$265,000,000
Deferred Maint & Priority Scope	\$190,000,000
Athletics	\$75,000,000
Educational & Technology Improvements	\$242,000,000
Technology	\$176,000,000
Physical Education	\$10,000,000
Curriculum	\$56,000,000
Modernizations	\$1,150,000,000
Jefferson High School	INCL ABOVE
Cleveland High School	INCL ABOVE
Cleveland High School - Powell Park Option	INCL ABOVE
Ida B Wells High School	INCL ABOVE
Elementary and Middle Schools	INCL ABOVE
Admin	\$41,425,000
Contingency	\$82,850,000
<i>Total</i>	<i>\$1,781,275,000</i>
Rounded Total	\$1,800,000,000



GO Bond Option Parameters

1. Target a total bond between \$1.5 - \$1.8 billion
2. Plan for an 8-year bond cycle
3. Retain the existing tax rate
4. Plan for the May 2025 ballot measure

Deferred Maintenance & Priority Scope: \$190m

SAMPLE

Deferred Maintenance	Est Project Cost Range	Est # of Projects	Total
<i>Emergency & Unplanned Projects (annual)</i>	<i>\$5,000,000 - \$10,000,000</i>	<i>*</i>	<i>\$60,000,000</i>
Roof Replacement	\$5,000,000 - \$7,000,000	9 - 12	\$60,000,000
Exterior Enclosure Improvements	\$2,000,000 - \$4,000,000	3 - 5	\$10,000,000
HVAC System Major Repairs	\$250,000 - \$1,000,000	5 - 20	\$5,000,000
Plumbing System Major Repairs	\$250,000 - \$1,000,000	5 - 20	\$5,000,000
Electrical System Updates	\$1,500,000 - \$2,500,000	6 - 10	\$15,000,000
Fire Alarm Upgrades	\$250,000 - \$500,000	5 - 10	\$2,500,000
Playground Equipment Replacement	\$100,000 - \$250,000	10 - 25	\$2,500,000
New Elevators	\$1,000,000 - \$2,000,000	1 - 2	\$2,000,000
Site Improvements	\$50,000 - \$250,000	4 - 20	\$1,000,000
Priority Scope Improvements			
New HVAC Systems	\$8,000,000 - \$12,000,000	1 - 2	\$15,000,000
Security Improvements	\$500,000 - \$2,000,000	1 - 4	\$2,000,000
Seismic Improvements	\$5,000,000 - \$10,000,000	1 - 2	\$10,000,000
<i>* Estimated annual allocation</i>			\$190,000,000



Athletic Improvements: \$75m

1. West Sylvan Middle School (turf and lights)
2. Roosevelt High School (turf for baseball, softball and hitting facility)
3. Grant High School (lights at track and new seating)
4. Franklin High School (turf and lights for baseball, softball and hitting facility)

Technology Improvements: \$176m

Project	Years 1-4 Amount	Years 5-8 Amount	Total
Business Modernization/ERP	\$38 million	\$0	\$38 million
Staff & Student Device Refresh	\$35 million	\$35 million	\$70 million
Data Center/Classroom Tech/Infrastructure	\$25.5 million	\$25 million	\$50.5 million
Cybersecurity	\$3.5 million	\$4 million	\$7.5 million
HVAC and Energy Sustainability	\$10 million	\$0	\$10 million
Total	\$112 million	\$64 million	\$176 million



Curriculum: \$56m

- Provides \$7M annually over 8 years in support of curriculum adoptions
- New schedule stretches out core content adoptions over two years and required “postponement” of adoptions within an allowable two year window
- Is not intended to be the sole funding source for all adoptions
- Requires immediate reductions, while also maintaining compliance with the Oregon Department of Education’s outlined curriculum adoption cycle

Modernizations: \$1.150b

HS Projects	2020 Bond Funding	Proposed Bond Funding	Project Budget Target
Cleveland HS	\$20,000,000	\$340,000,000	\$360,000,000
Ida B Wells HS	\$20,000,000	\$340,000,000	\$360,000,000
Jefferson HS	\$366,000,000	\$0	\$366,000,000
	\$406,000,000	\$680,000,000	\$1,086,000,000

Proposed Option

Total Modernization Funding	\$1,150,000,000
Ida B Wells HS Funding	(\$340,000,000)
Cleveland HS Funding	(\$340,000,000)
(Potential) Available for Elementary & Middle Schools	\$470,000,000

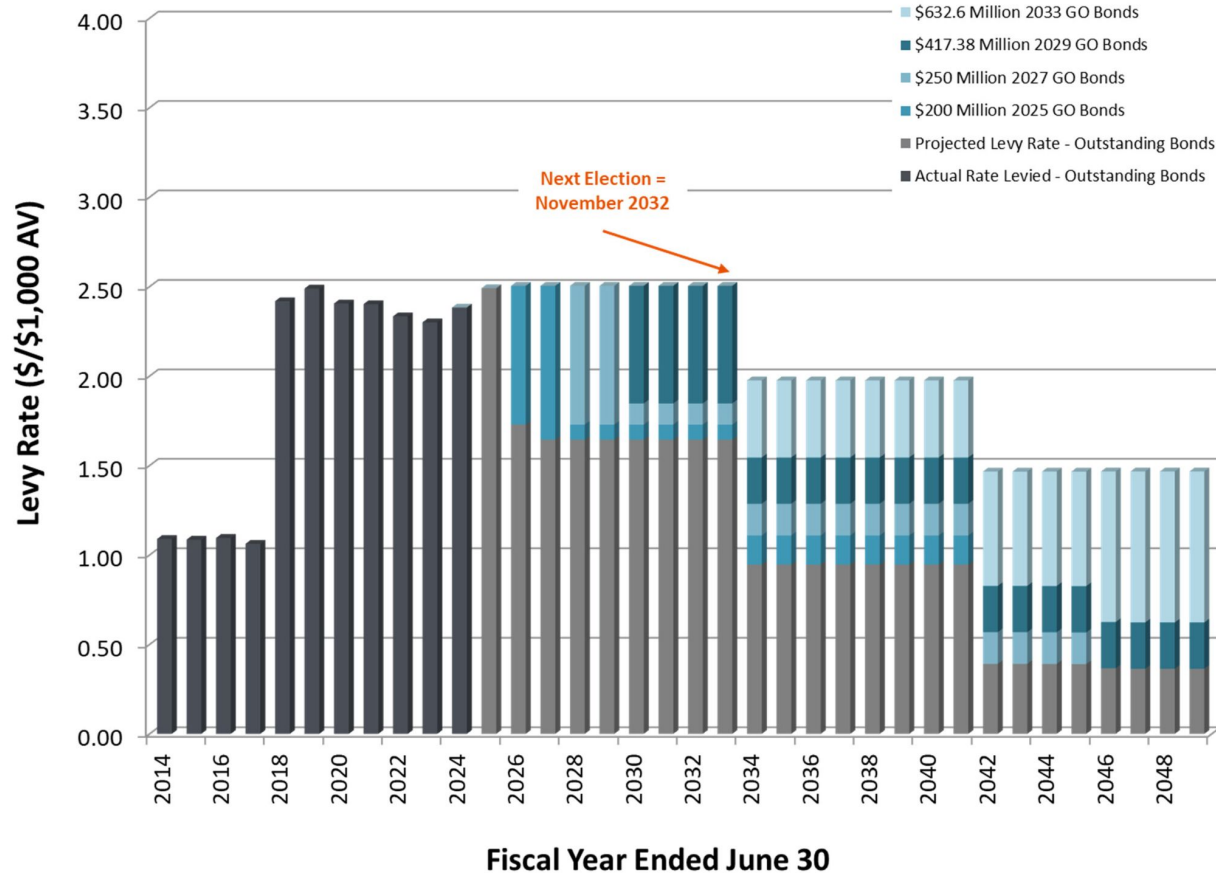


Finance Considerations

	Approx Bond Amount (Principal)	Estimated Total Interest	Total Rev Needed	Approx Interest as % of Principal	Approx Length of Authorization	Estimated Levy Rate	Potential Next Bond
A.1 Use available capacity below (e) levy rate 8-year debt term	\$450M	\$90M	\$540M	20%	8 years	\$2.50 / 1000 (renewal)	2032
A.2 Use available capacity below (e) levy rate 12-year debt term	\$850M	\$250M	\$1.1B	30%	12 years	\$2.50 / 1000 (renewal)	2036
A.3 Use available capacity below (e) levy rate variable debt term	\$850M	\$325M	\$1.175B	38%	16 years (8 year drop)	\$2.50 / 1000 (renewal)	2032
B.1 \$1.5B principal amount retain (e) levy rate	\$1.5B	\$575M	\$2.075B	38%	20 years (16 year drop)	\$2.50 / 1000 (renewal)	2040
B.2 \$1.5B principal amount increase levy rate to \$3/1000	\$1.5B	\$250M	\$1.175B	17%	16 years (12 year drop)	\$3.00 / 1000 (\$0.50 increase)	2036
C.1 \$1.5B principal amount 8-year debt term	\$1.5B	\$300M	\$1.8B	20%	8 years	\$4.50 (\$2 increase)	2032
C.2 \$1.5B principal amount 12-year debt term	\$1.5B	\$400M	\$1.9B	26%	12 years	\$3.25 (\$0.75 increase)	2036
D.1 \$1.5B principal amount retain (e) levy rate variable debt term	\$1.5B	\$950M	\$2.45B	64%	24 years (8 year drops)	\$2.50 / 1000 (renewal)	2032
E.1 \$1.8B principal amount retain (e) levy rate variable debt term	\$1.8B	\$1.7B	\$3.5B	95%	32 years (8 year drops)	\$2.50 / 1000 (renewal)	2032
E.2 \$1.8B principal amount retain (e) levy rate retire debt ASAP	\$1.8B	\$800M	\$2.4B	44%	16 years	\$2.50 / 1000 (renewal)	2043
F.1 \$2.2B principal amount retain (e) levy rate variable debt term	\$2.2B	\$2.1B	\$4.3B	95%	32 years (8 year drops)	\$2.50 / 1000 (renewal)	2032
G.1 \$3.0B principal amount retain (e) levy rate variable debt term	\$3.0B	\$2.5B	\$5.5B	82%	38 years (16 year drop)	\$2.50 / 1000 (renewal)	2040



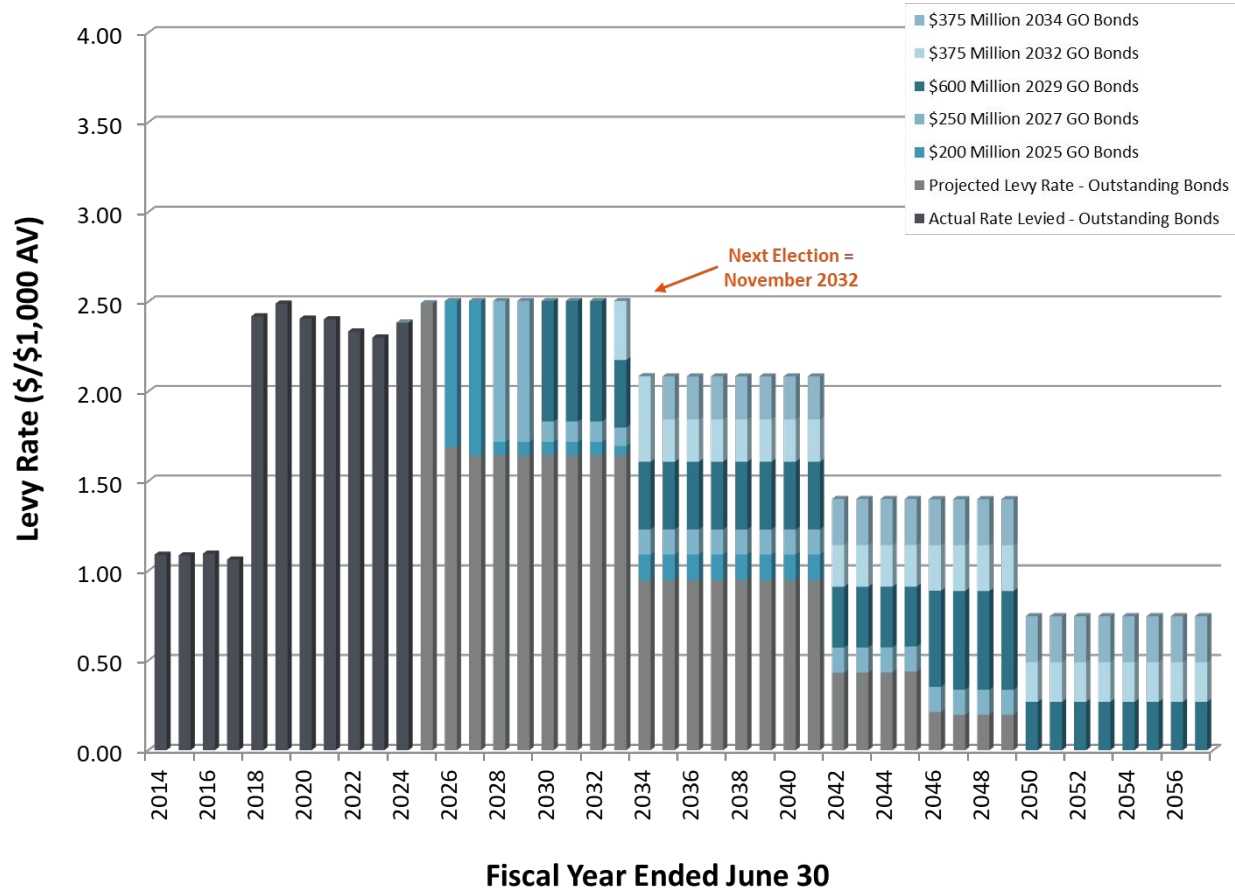
Projected levy rates: D.1 \$1.5 billion





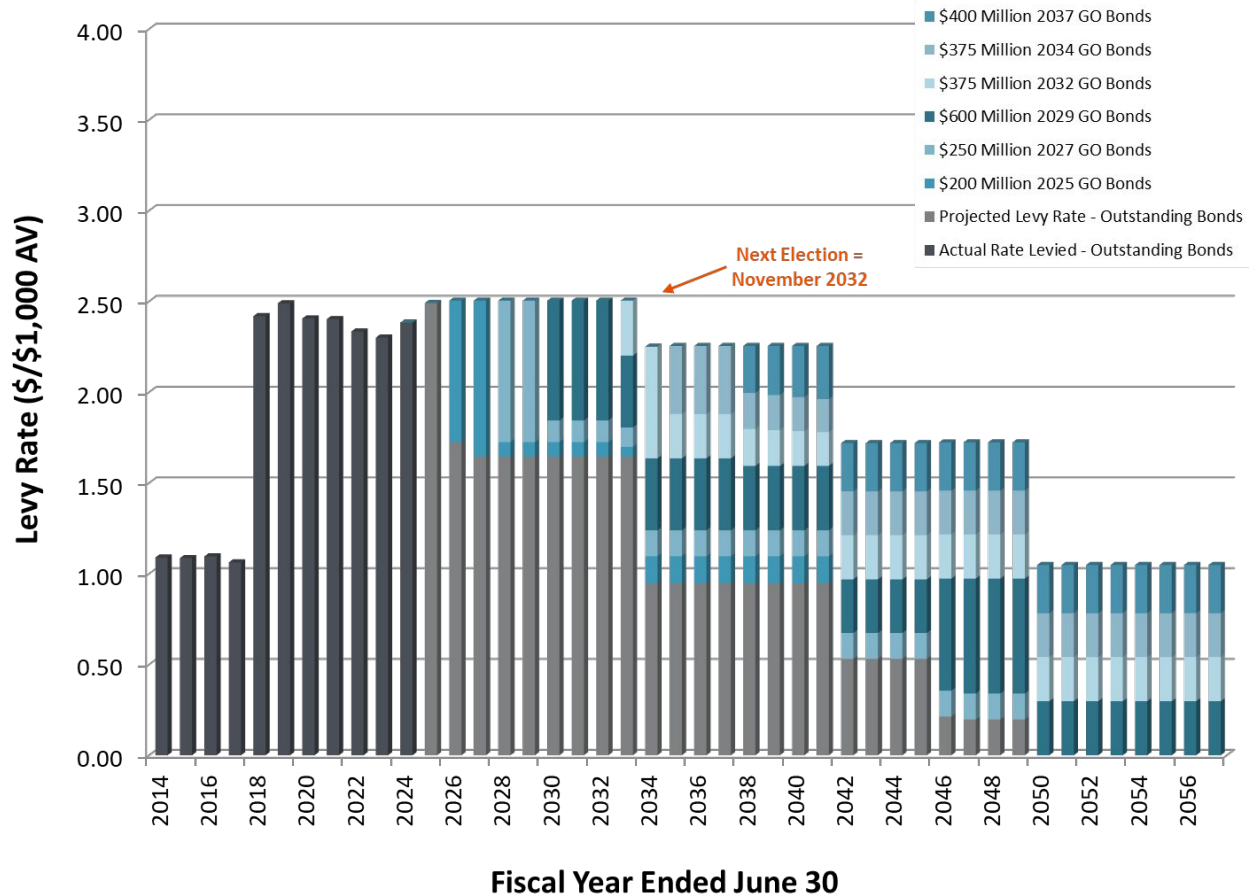
Projected levy rates: E.1 \$1.8 billion

Note: interest
payments as % of
principal could be
reduced by
shortening average
length (maturity) of
bonds





**Projected levy rates:
F.1 \$2.2 billion**





Questions?



Next Steps

- Revise and finalize GO Bond option based on feedback
- Draft bond language
- Refer Go Bond to voters