

Central Kitchen and Community School Deconstruction:

- Planning – We are in the planning phase of this project with the VANIR team. We have walk through scheduled for next week with a prospective vendor and VANIR to iron out some details and get a more fine-tuned cost estimate for the project.
- Financing – non-voted debt:
 - The plan is to fund the project with non-voted debt (backed by the revenue from the Capital Project Levy) so that the work can be started now and completed over the 1718 school year.
 - We are working with Trevor Carlson a Managing Director for Piper Jaffrey as our bond underwriter and Jim McNeill as our bond counsel (same person we worked with on the resolutions for the levies).
 - The principal payment for the debt will be paid for out of the Capital Projects Fund and the interest payment will be paid for out of the General Fund as required by RCW. This interest payment will replace the 2012 non-voted principal and interest payment that has been made to the DSF fund over the last few years and is not paid off, so the General fund will not see much if any of an increase to transfers out to the DSF.
 - Timeline:
 - Project cost estimated will be provided to Piper Jaffrey by 6/21-6/22
 - Publish notice of intent to issue non-voted debt 6/28/17 and 7/5/17
 - Public hearing on the proposal for debt issuance 7/17/17
 - Resolution presented to board 8/7/17
 - Closing and funds deposited 8/24/17
- Capital Projects Fund Budget Extension:
 - We must complete a budget extension so that we have the budget authority to spend non-voted debt proceeds and pay vendors in August.
 - The budget extension will be broad and match the funding generated from the debt issuance.
 - Timeline:
 - Overview of budget extension 6/21/17
 - Public Notice of budget extension 6/28/17 and 7/5/17
 - Budget Extension Hearing 7/17/17
 - Budget Extension resolution presented 7/17/17

2017-18 Budget Update

- We do not have a budget from the State, nor does it sound like we'll have one soon.
- We plan to have a draft budget to the board on 7/17/17 for review
 - We have a good portion of the salary and benefit work done and I'm working with departments and buildings on the MSOC budget for next year.
- The F203 template which is used to calculate our apportionment funding and determines most of our revenues, will be updated two weeks after the State budget is adopted. The District budget will include capacity for the funding unknowns.
- The budget hearing and resolution for adoption will be presented to the Board on 8/21/17, per WAC 392-123-054 the budget must be adopted by August 31st.