JEFFERSON SCHOOL DISTRICT

Covering Jefferson Furniture & Technology Expenses

Jefferson Modernization

- Budget for this project did not include:
  - Furniture
    - Desks, chairs, teacher desks, office furniture conference room furniture, lab furniture
      - Estimated expenses $250,000
  - Technology
    - Switches, Wireless Access Points, Projectors
      - Estimated expenses $150,000

Contingency

- As discussed at our August meeting, we are confident contingency funds will be available to cover items not budgeted within the construction budget funded through the Measure J General Obligation bonds

- Jefferson Modernization contract included contingency of $954,230

  - Current contingency balance remaining (net of all change orders to date) is $508,864

Funding Available

- In the event full contingency is utilized (not likely), there are other funding sources available
  - Change to Routine Repair & Maintenance requirement allows us to only budget 2% in 2015-16
    - $198,750 savings in 15-16 if we go back to 2% contribution
  - Mandate Cost beginning balance in 2015-16 is $634,091
    - Still have safety projects in progress out of these funds; however, there will be funds remaining in Resource 0070 after those projects are complete

Proposal

- Requesting approval this evening to create a budget in Resource 0000 (Unrestricted General Fund) of $400,000
  - Designated with management code specific to Jefferson Modernization to track budget and expenses
  - Creating budget now will allow us to begin getting proposals and placing orders for items needed to open the school in January

- Once final project invoices are paid and final contingency is known, the expenses will be journaled (moved) to Fund 21 and charged against bond funds
  - Anticipate making those entries by year-end 2015-16 (June 30, 2016).