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**OHLONE COMMUNITY COLLEGE DISTRICT
BOARD APRIL 26, 2006
DISTRICT WIDE FUNDING PLAN & SCHEDULE
MANAGEMENT SUMMARY**

At tonight's Board Workshop, the Board is being asked to consider and discuss a DRAFT District wide funding plan and schedule for capital facilities projects. This management summary presents the key information presented in the two detailed handouts i.e. the "District Wide Capital Projects Funding Plan" (Excel Spreadsheet) and the "District Wide Capital Projects Schedule" (Microsoft Project Schedule in 11x17).

OVERALL

First and foremost, we must emphasize that the materials presented tonight are a study which is based on the best current information. The analysis is an overview and thus does not present every detail or subtlety that may affect the actual implementation of individual projects. The purpose of this study is to provide an overall format for discussion so that the Board can assist the Administration in determining project priorities etc.

In the following sections, we have organized the individual projects considered in the attached materials according to their general status.

STATUS GROUPING #1-MEASURE A BOND PROJECTS THAT HAVE BEEN COMPLETED

The following Measure A Bond projects have been completed. The budgets have been included in the funding analysis to fully account for the funds from Measure A. These projects have NOT been included in the District Wide schedule, as it is forward looking.

#3-2 Disabled Access

#3-4 Science Lab Upgrade (Bio Tech)

#3-7 Exterior Lighting

#3-8 Classroom/Lab Upgrade-Phase A

#3-10 Gym Floor

#3-11 Locker Room

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STATUS GROUPING #2-MEASURE A BOND PROJECTS THAT HAVE NOT CHANGED

The following Measure A Bond projects are included in the analysis but the allocated budget remains as already approved by the Board i.e. there is NO CHANGE in these projects for the purposes of this analysis. These projects are active and are included on the District Wide Capital Projects Schedule.

#3-6 Security/Safety Camera

#3-15 Weatherproofing Buildings

#3-20 Digitize Campus Blueprints (Not on Schedule due to nature of project)

#3-21 Erosion Control

#3-25 Selected Bond Projects

#3-26A Water Intrusion (Above Grade)

#3-27 Exterior Face Lift

#3-31 P.E., Safety & Tennis /Courts Upgrade

#5 Unallocated Contingency

STATUS GROUPING #3-MEASURE A BOND PROJECTS THAT WILL (OR MAY) REQUIRE CHANGE

The following Measure A Bond Projects will (or may) require a formal Budget adjustment according to the Funding Plan analysis. They are included on the District Wide Capital Projects Schedule.

#1 OCNC-Total needs are identified as \$111,339,667 versus the current budget of \$104,429,687 (this amount considers the \$200,000 EPA Grant already obtained as well as \$5,000,000 in Bond interest). Additional estimated needs are \$2,900,000 for PV panels beyond the current \$1,000,000 allowance in the budget and \$4,000,000 for Group 2 beyond the current \$5,500,000 budget (Note that all estimates are very preliminary). Funding is projected to come from PG & E (Savings by Design \$50,000 and \$1,400,000 from Self Generation Incentive) and \$5,450,000 from the Capital Campaign. Note that Owner originated changes has not been included in this analysis i.e. conversion of classroom to Environmental Studies Lab etc.

#2A-Student Services Building-Total needs are identified as \$31,400,000 versus the current budget of \$29,000,000. Additional estimated funding needs are

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\$2,000,000 for bid results exposure and \$400,000 for Construction Management. Additional funding source of \$2,400,000 is Bond interest.

#2D-Main Street & Building 5-An allowance of \$1,500,000 is being held for this item as scope has yet to be determined. Funding is unidentified.

#3-22 Fire Suppression. An estimated need of \$1,690,000 is identified. Funding will be by the State, if approved..

#3-26B Water Intrusion (Below Grade)-A total need of \$12,268,000 is identified. Funding would be \$800,000 from the Measure A Bond (Matching Funds) and \$11,468,000 from the State.

#3-28 Reconstruction Projects-Total needs of \$14,202,814 are identified. (Note that there will actually be several subsidiary projects created when scoping is completed). Funding is projected to be \$5,240,314 (current Bond budget) plus \$462,500 transferred from #3-30, \$370,000 transferred from #3-26B, \$6,494,000 from the "Developer Bond" and \$1,636,000 unidentified.

#3-29 Science and Engineering Cluster. Needs are reduced to \$337,186 to allow transfer of \$1,000,000 to new project #3-32, IT Infrastructure. Remaining funds are to be used for IPP, FPP etc. for new or renovated Science and Engineering building (see new projects).

#3-30-Library Renovation-Project to be closed out and funds in the amount of \$462,500 are to be transferred to #3-28

#4 Bond Program Management. Additional funding may be required due to contract extension (current contract ends December 2007). \$600,000 additional funded by Bond Interest is assumed.

STATUS GROUPING #4-PROPOSED DISTRICT WIDE PROJECTS

These projects are proposed in that they have not formally been approved by the Board. They are included on the District Wide Capital Projects Schedule.

#3-32 (Tent)-Information Technology Infrastructure. Needs of \$4,330,000 have been identified. The needs include immediate computer infrastructure upgrades (\$1,000,000 in 2006), future infrastructure upgrades and future computer upgrades. Funding is projected to be \$1,000,000 transferred from #3-29, \$900,000 from the "Developer Bond" and \$2,430,000 unidentified.

Ref. Item #38-Athletic Fields. Needs are identified as Baseball (in Newark) \$3,500,000, Soccer in Fremont \$2,600,000 and Softball in Fremont \$1,000,000 in the total amount of \$7,100,000. Funding is "Developer Bond" in the amount of \$7,100,000.

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Ref. Item #39B-Parking Lots (Former Baseball Field in Fremont). Need is identified as \$3,000,000. Funding is "Developer Bond" Also see Potential Addition Funding" below for structured parking.

Ref. Item #40-Science and Engineering Building. Need is identified as \$15,054,000. Funding is \$7,525,000 State and \$7,525,000 Unidentified (50% matching funds will probably be required to get the "necessary points for project approval by the State).

Ref. Item #41-3DI Study/Modernization. Needs are identified as \$16,000,000. Funding is unidentified.

Ref. Item #42-Energy Systems Modernization. Need is identified as \$15,000,000. Funding is unidentified.

Ref. Item #43-Orchard House Museum-Need is identified as \$600,000. Funding is unidentified.

Ref. Item #44-Vehicle Fleet Replacement. Need is identified as \$1,400,000. Funding is \$1,000,000 from "Developer Bond" and \$400,000 unidentified (possible grant?).

Ref. Item #45-Corporation Yard. Need is identified as \$2,000,000. Funding would be "Developer Bond"

SUMMARY OF NEEDS AND FUNDING

Taken together, all of the needs and funding in Status Groupings #1-4 are summarized as follows

TOTAL NEEDS \$251,372,000

ASSUMED FUNDING

MEASURE A BOND-\$150,000,000*

BOND INTEREST-\$8,000,000*

STATE-\$20,685,000

EPA-\$200,000*

PG & E-\$1,450,000

CCC ENERGY EFFICIENCY-\$0 (Can't overlap with PG & E)

CAPITAL CAMPAIGN-\$5,450,000

"DEVELOPER BOND"-\$20,494,000

UNIDENTIFIED-\$45,093,000

*-in place or reasonably assured as of 4/25/06

STATUS GROUPING #5-POTENTIAL ADDITIONAL FUNDING

The following potential funding needs and their associated funding sources have NOT been included in the analysis:

#1-OCNC-Changes in scope by Owner

#2B-Food Services (Presumed to be incorporated in Frontage Development)

#2C-Bookstore (Presumed to be incorporated in Frontage Development)

#3-30 Learning Resource Center. IPP has been submitted but State funding not favorable at this time.

Ref. Item 39A-Structured Parking (Presumed to be funded under a separate partnership arrangement which is yet to be determined).

CASH FLOW

In order to implement the assumed schedule, temporary funding allocations may be required due to cash flow considerations. Items which may cause the need for temporary funds are 1) timing differences in Capital Campaign funds and 2) the need to fund pre-construction of "Developer Bond" projects. Possible funding sources for this "bridging" include the Bookstore fund. These potential transactions have NOT been included in the funding analysis sheet.

CONCLUSION

Based on the "Needs and Funding" Analysis, the District has needs of approximately \$251,372,000. "Assured" funding as of 4/25/06 is approximately \$158,200,000 (63%). Additional funding of approximately \$93,172,000 is required. Of this, potential sources of \$48,079,000 (19%) have been identified, and \$45,093,000 (18%) is unidentified. The Administration seeks direction from the Board with regards to the setting of priorities and potential additional funding sources.