

DATE:

11/15/2021

AGENDA ITEM (ACTION ITEM):

Consider / Approve the Revised BG-1 Construction Application for Beechgrove Elementary School.

APPLICABLE BOARD POLICY:

01.1 Legal Status of the Board; 702 KAR 4:160

HISTORY/BACKGROUND:

The Kenton County School District approved a revised BG-1 application for a new addition and renovations at Beechgrove Elementary School during the regular Board Meeting held on December 7, 2020. The BG-1 Application was then further revised as a result of the actual bid award value and the contract award with Morel Construction Company. It is now necessary to revise the BG-1 financial page to reflect the recent bond sale calculations. The revised financial page reflects a bond premium associated with the bond sale by virtue of the District's strong credit rating. This rating demonstrates the District's ability to stand on its own with an enhanced rating generating a very good net interest rate of 2.14%. The winning bidder provided a premium bid of \$449,683.00 instead of taking the customary discount of \$298,000.00. The net result of the sale is the District has reduced the amount borrowed by \$685,000.00 while still providing a cash contingency of \$72,754.00 to be divided among the four (4) projects (Beechgrove, Piner, Ryland, and White's Tower).

FISCAL/BUDGETARY IMPACT:

\$5,373,752.00	FSPK Bond Sale
\$ 83,394.00	Cash – Premium Bond Bid
\$5,457,146.00	Total

RECOMMENDATION:

Approve the Revised BG-1 Application for the Additions and Renovations at Beechgrove Elementary School.

CONTACT PERSON:

Rob Haney, Chief Operations Officer

Principal/Administrator

Rob Haney

District Administrator

[Signature]

Superintendent

II. PROPOSED PLAN TO FINANCE APPLICATION

A. Statement of Probable Costs:

1. Total Construction Cost	\$ 4,556,000.00
2. Architect/Engineer Fee	\$ 300,002.40
3. Construction Manager Fee	
4. Bond Discount	
5. Fiscal Agent Fee	\$14,300.00
6. Contingencies	\$ 241,294.00
7. Site Acquisition	
8. Equipment/Furnishings	\$ 67,000.00
9. Equipment/Computers	\$ 25,000.00
10. Technology Network Sys. (KETS)	
11. Other* Spec Ins., Asbestos, Permits, Fees	\$247,086.60
12. Other*	
13. Other* Bank Rating Fees	\$6,463.00
14. Other*	
Total Estimated Cost	\$ 5,457,146.00

*Define

B. Funds Available:

1. SFCC Cash Requirement	\$0.00
2. SFCC Bond Req.	\$0.00
3. SFCC Bond Sale	\$0.00
4. Local Bond Sale FSPK	\$5,373,752.00
5. Cash - General Fund	\$0.00
6. Cash - Capital Outlay	\$0.00
7. Cash - Building Fund	\$0.00
8. Cash - Investment Earni	\$0.00
9. KETS	\$0.00
10. Other Const. Fund	
11. Other	\$0.00
12. Other Cash-Premium Bond Bid	\$83,394.00
13. Other	\$0.00
14. Other	\$0.00
Total Funds Available	\$5,457,146.00

THE ABOVE INFORMATION IS A STATEMENT OF PROBABLE COST AND FUNDS AVAILABLE AND IS REQUIRED TO BE REVISED TO CORRESPOND TO ACTUAL BIDS RECEIVED PRIOR TO THE SIGNING OF CONSTRUCTION CONTRACTS.

TO BE COMPLETED ON INITIAL & REVISED APPLICATION: The signing of this financial document certifies the above stated funds are available and designated for this project during this fiscal year.

_____ Superintendent	_____ Date
_____ Finance Officer	_____ Date
_____ Chairman	_____ Date

ORIGINAL SIGNATURES REQUIRED

NOTE: Any district anticipating the financing of this and/or other projects in a combined school revenue Bond should discuss the financing with the Director/Branch Manager, Division of District Operations.

TO BE COMPLETED ON INITIAL APPLICATION:

This building project application is approved by the Division of Facilities Management indicating compliance with current Facility Plan or minor project under 702 KAR 4:180.

Comments: _____

Director/Branch Manager, Facilities Management

Date: _____

TO BE COMPLETED ON INITIAL & REVISED APPLICATION:

Tentative financial approval based upon information provided to this office in support of projected cost.

Comments: _____

Director/Branch Manager, Division of District Operations

Date: _____

TO BE COMPLETED ON INITIAL APPLICATION:

This building project application is hereby approved according to the conditions outlined in the application. Proceed in accordance with the attached submittal checklist.

Comments: _____

Associate Commissioner, District Support Services

Date: _____