

# Massachusetts School Building Authority

Deborah B. Goldberg, State Treasurer and Receiver-General

*Chairperson*

James MacDonald

*Chief Executive Officer*

Jack McCarthy

*Executive Director*



## Board Meeting

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**December 21, 2022**



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# Project Votes

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# Recommendation to Revise MSBA Project Funding Limits | **Vote**

Date	Construction Funding Limit
January 2009	\$275
July 2014	\$287
July 2015	\$299
July 2016	\$312
July 2017	\$326
January 2018	\$333
June 2021	\$360

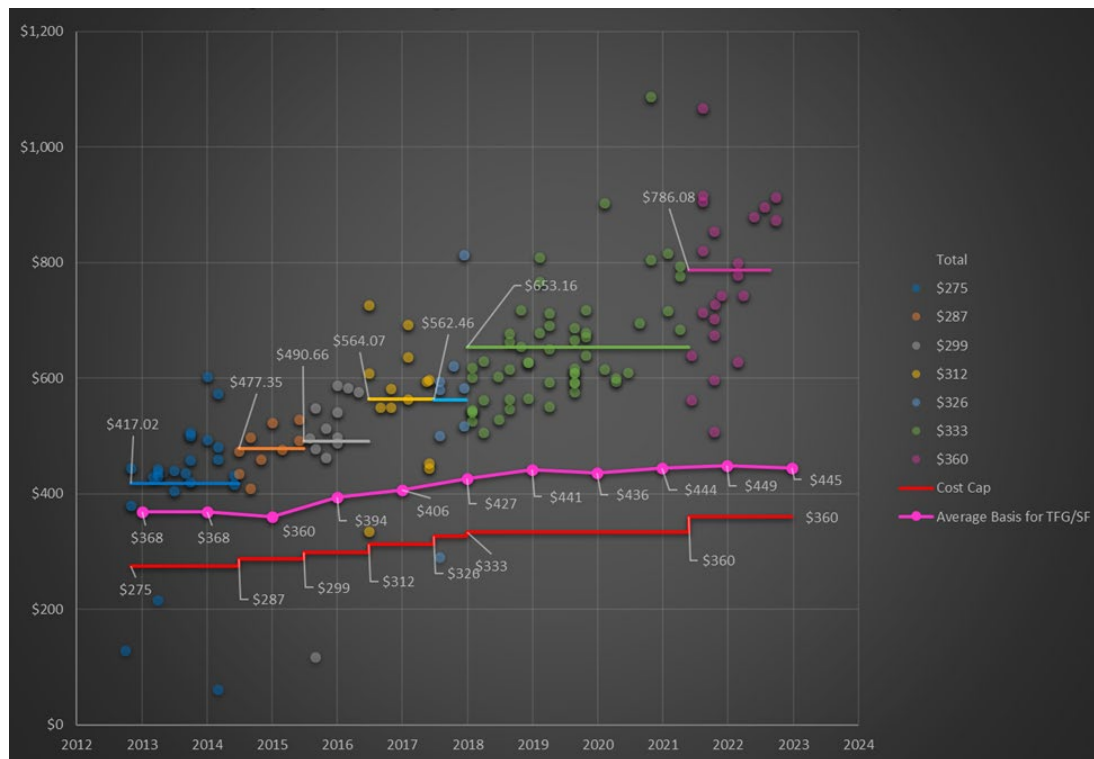
**2009 set constructing funding limit to \$275/sf + eligible Demolition & Abatement (“D&A”)**

**August 2012 Procured Rider Levett Bucknall (“RLB”), evaluated construction cost data and reported in June of 2013 that funding up to \$275/sf + eligible D&A continued to be appropriate**

**Eligible Demo and Abatement is above the construction funding limits**



# Historic Project Costs & MSBA Funding Limits





# Funding Limit Alternatives

Alternative	Funding Limit (\$/sf)	Estimated Impact to Annual Cap (\$millions)	Estimated Invitations (based on averages)
Standard Increase to Construction Cost Funding Limit based on 1 year at 4.5% (4.5%)	\$376	\$0	12
Standard Increase to Construction Cost Funding Limit based on 1.5 years at 4.5% (6.75%)	\$384	\$49m	11
Standard Increase to Construction Cost Funding Limit based on 2 years at 4.5% (9%)	\$392	\$97m	11
Increase 2.75% plus 8% sitework allowance applied outside of Construction Cost Funding Limit	\$399	\$140m	10
Standard 4.5% Increase plus 8% sitework allowance applied outside of Construction Cost Funding Limit	\$406	\$181m	10
Increase 1.5 years at 4.5% (6.75%) plus 8% sitework allowance applied outside of Construction Cost Funding Limit	\$415	\$233m	9
Increase 1.5 years at 4.5% (6.75%) plus 10% sitework allowance applied outside of Construction Cost Funding Limit	\$423	\$279m	8
Increase 1.5 years at 4.5% (6.75%) plus 8% sitework applied outside of Construction Cost Funding Limit plus reallocation of Sustainable Design Incentive Points to \$10/sf	\$425	\$233m	9
Increase 1.5 years at 4.5% (6.75%) plus 10% sitework applied outside of Construction Cost Funding Limit plus reallocation of Sustainable Design Incentive Points to \$10/sf	\$433	\$279m	8
Increase to Construction Cost Funding Limit based on 2 years at 4.5% (9%) plus 8% sitework allowance applied outside of Construction Cost Funding Limit	\$424	\$285m	8
Increase to Construction Cost Funding Limit based on 2 years at 4.5% (9%) plus 10% sitework allowance applied outside of Construction Cost Funding Limit	\$432	\$332m	8



# Invitations to Eligibility Period

<b>SOI Year</b>	<b>Number of Invitations</b>	<b>Base Matrix<sup>1</sup> Budget (\$ millions)</b>	<b>Total Estimated Building Area (sf)</b>	<b>Average Area per School (sf)</b>	<b>Average Reimbursement Rate</b>
2018	12	\$592	1,817,417	151,451	58.94%
2019	11	\$595	1,913,856	173,987	53.34%
2020 <sup>2</sup>	15	\$810	2,166,518	144,435	58.42%
2021	17	\$820	2,450,145	144,126	50.04%

1 – Base Matrix refers to estimated budget established at the time of Invitation into Eligibility Period

2 – 2020 Student Opportunity Act increased the Annual Cap to \$800 million



# Funding Limit Alternatives for Further Review

Alternative	Funding Limit (\$/sf)	Project Cost Funding Limit (\$/sf)	Percent Increase to Funding Limit (%)	Estimated Impact to Annual Cap (\$millions)	2022 SOI Invitations
Standard Increase to Construction Cost Funding Limit based on 1 year at 4.5% (4.5%)	\$376	\$489	4.5%	\$0	12 <sup>1</sup>
Increase 2.75% plus 8% sitework allowance applied outside of Construction Cost Funding Limit	\$400	\$520	11.1%	\$140m	10 <sup>1</sup>
Increase 1.5 years at 4.5% (6.75%) plus 10% sitework allowance applied outside of Construction Cost Funding Limit	\$423	\$550	17.4%	\$279m	9 <sup>1</sup>
Increase to Construction Cost Funding Limit based on 2 years at 4.5% (9%) plus 10% sitework allowance applied outside of Construction Cost Funding Limit	\$432	\$562	20.0%	\$332m	10 <sup>2</sup>

1. Irrespective of a funding limit increase, this requires application of administrative procedures and results in a future decrease in available annual funding cap space with the potential reduction of 1 to 2 invitations for SOIs submitted in calendar years 2023, 2024 and 2025. The funding limit increase to just over 11% is absorbed by limiting invitations to 10. The funding limit increase to just over 17% is absorbed by limiting invitations to 9.
2. Irrespective of a funding limit increase, this requires application of administrative procedures and results in a future decrease in available annual program funding cap with the potential reduction of 1 to 2 invitations for SOIs submitted in calendar years 2023, 2024 and 2025. Furthermore, the same administrative procedures are required to increase the funding limit to 20% and results in an additional future decrease in available annual program funding cap with a potential reduction of 1 invitation in calendar years 2023, 2024, and 2025. The total decrease in invitations for calendar years 2022, 2023, 2024 and 2025 would range from approximately 8 to 11 invitations depending on SOI specific conditions





# Project Cost Funding Limit Recommendations

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- Adjust the current policy of funding from up to \$360/sf plus eligible demolition and abatement (including eligible sitework costs) to funding up to \$393/sf for building costs plus eligible demolition and abatement (exclusive of eligible sitework costs);
- Adjust the current sitework cost allowance guidelines of funding from up to 8% of building cost for otherwise eligible sitework costs (within the construction funding limit) to funding up to 10% of the MSBA's building cost funding limit for otherwise eligible sitework costs (in addition to the MSBA's building construction cost funding limit plus eligible demolition and abatement);
- Apply the proposed adjustment to MSBA's sitework cost allowance guidelines to include up to \$39/sf in addition to the proposed increase to \$393/sf for a total construction cost funding limit of \$432/sf plus eligible demolition and abatement;



# Project Cost Funding Limit Recommendations

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- Adjust the current policy of funding up to 3.5% of an upper limit of \$500/sf or construction budget, whichever is less, to funding up to 3.5% of an upper limit of \$550/sf or construction budget, whichever is less, for otherwise eligible Owner's Project Management basic services;
- Adjust the current policy of funding up to 10% of an upper limit of \$500/sf or construction budget, whichever is less, to funding up to 10% of an upper limit of \$550/sf or construction budget, whichever is less, for otherwise eligible Designer basic services; and
- Make effective for districts receiving Board approval of a Project Scope and Budget on or after October 1, 2022.



# Project Scope & Budget Recommendation Revisions

District	School	Scope	Total Project Budget	Estimated Maximum Total Facilities Grant	Revised Estimated Maximum Total Facilities Grant	Maximum Total Facilities Grant	Revised Maximum Total Facilities Grant
Haverhill	Dr. Albert B. Consentino Middle School	New	\$159,944,154	\$68,991,966	\$80,487,558	\$70,493,132	\$81,988,724
Winchester	Lynch Elementary School	New	\$94,525,933	\$17,059,552	\$19,941,157	\$17,427,128	\$20,308,733
Brookline*	John R. Pierce School	New	\$211,915,958	\$31,452,503	\$36,047,549	\$33,244,465	\$37,839,511
Wakefield*	Wakefield Memorial High School	New	\$275,250,903	\$54,374,748	\$63,227,174	\$56,132,030	\$64,984,456
<b>Total</b>			<b>\$741,636,948</b>	<b>\$171,878,769</b>	<b>\$199,703,438</b>	<b>\$177,296,755</b>	<b>\$205,121,424</b>



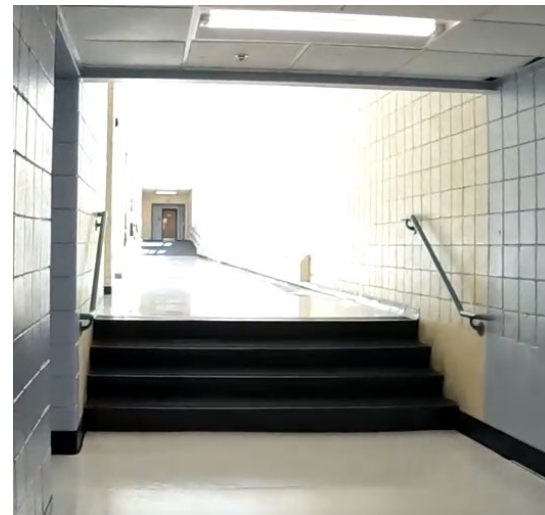
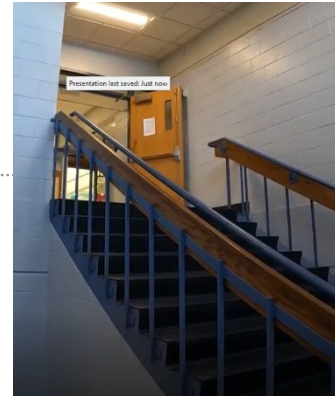
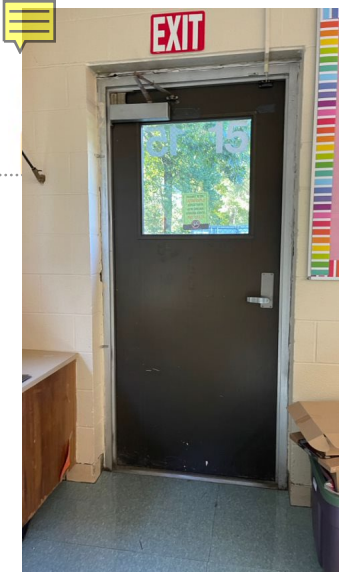
# Invitation to Eligibility Period | **Vote**

District	School
Blackstone-Millville Regional School District	Blackstone-Millville Regional High School
Brockton	Brockton High School
Chicopee	Barry Elementary School
East Bridgewater	Central Elementary School
Franklin County Regional Vocational Technical School District	Franklin County Technical High School
Marlborough	Richer Elementary School
Salem	Salem High School
Swansea	Joseph Case Junior High School
West Bridgewater	Rose L. MacDonald Elementary School
Wrentham	Charles E. Roderick School



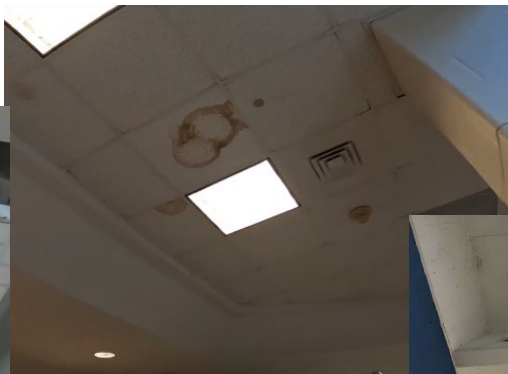
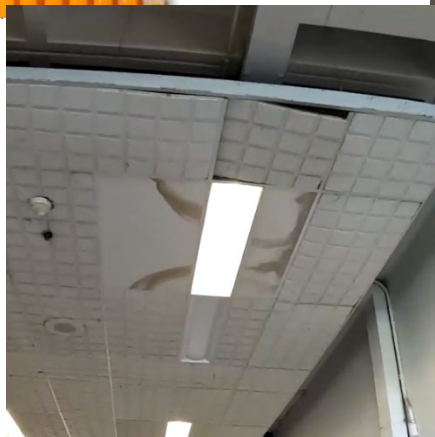
# 2022 SOLs

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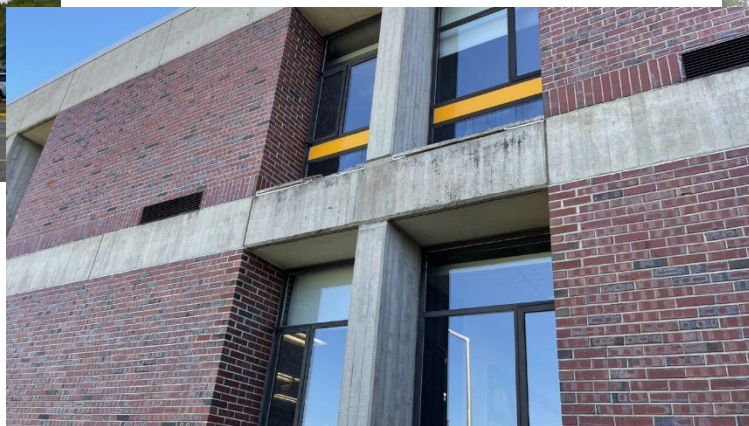


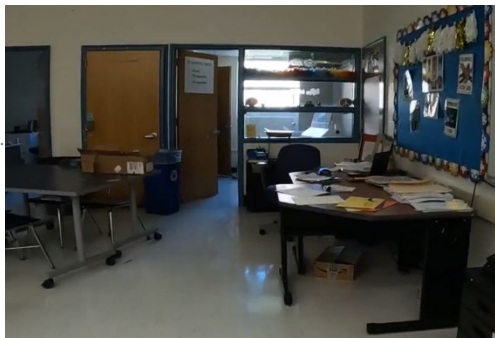






















## Operation, Maintenance, and Training

Sophisticated building systems in new schools provide advantages in air quality, environmental efficiency, and acoustics, and generally require a greater level of attention to operation and maintenance than the less advanced systems they replace.

Participation by school district personnel in the design, construction, and post-occupancy of new buildings, including in the design and implementation of training opportunities, as set forth in these recommendations, will help districts control and plan for added costs.

These recommendations are compiled from many sources: the experience of districts who have worked with the MSBA to build schools with successful, sophisticated building systems; mechanical, electrical, and plumbing engineers who design these schools; consultation with the Massachusetts Facilities Administrators Association (MFAA); government and industry standards; and, guidelines for the operation and maintenance of schools and other buildings. The recommendations are intended to furnish districts with the right questions to ask, and to provide districts with context about when in the life of a project to ask these questions; the MSBA does not purport to have the answers to the questions, which will be different for each school district. These standards also do not address the additional challenges posed by the outbreak of communicable diseases such as the COVID-19 pandemic.

- [Anticipating staffing and budget needs for sophisticated building management systems](#)
- [District Training Process/Best Practices](#)

[https://www.massschoolbuildings.org/index.php/building/Operation\\_Maintenance\\_Training](https://www.massschoolbuildings.org/index.php/building/Operation_Maintenance_Training)



# Invitation to Feasibility Study | **Vote**

District	School
Hamilton-Wenham Regional School District	Cutler Elementary School
Leominster	Fall Brook Elementary School



# Re-categorization of Previous Board Invitation from Feasibility Study to Eligibility Period | **Vote**

District	School
North Adams	Greylock Elementary School



# Authorization to Execute Project Funding Agreement- Accelerated Repair Program | **Vote**

District	School	Scope	Total Project Budget	Estimated Maximum Total Facilities Grant
Boston	Boston Day and Evening Academy	Windows/Doors	\$7,286,315	\$3,981,037
	Dr. William W. Henderson Upper School	Boiler	\$4,527,987	\$2,472,256
	Rafael Hernández K-8 School	Window/ Doors	\$6,420,016	\$3,398,104
	William E. Russell Elementary School	Boiler	\$4,346,228	\$2,343,236
Westford *	Lloyd G. Blanchard Middle School	Roof	\$6,425,043	\$2,940,904
<b>Total</b>			<b>\$29,005,589</b>	<b>\$15,135,537</b>

\* MSBA staff also recommends that the Executive Director be authorized to allow the District 105 days to appropriate funds, effectively extending the typical 90-day target date of March 21, 2023 to April 5, 2023.





# Preferred Schematic Design | **Vote**

District	School	Project Scope	Estimated Total Construction	Estimated Total Project Costs
Nashoba Regional School District	Nashoba Regional High School	New	\$183,965,304	\$233,194,436
<b>Total</b>			<b>\$183,965,304</b>	<b>\$233,194,436</b>



# Preferred Schematic Design | Nashoba Regional School District

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## **Nashoba Regional High School**

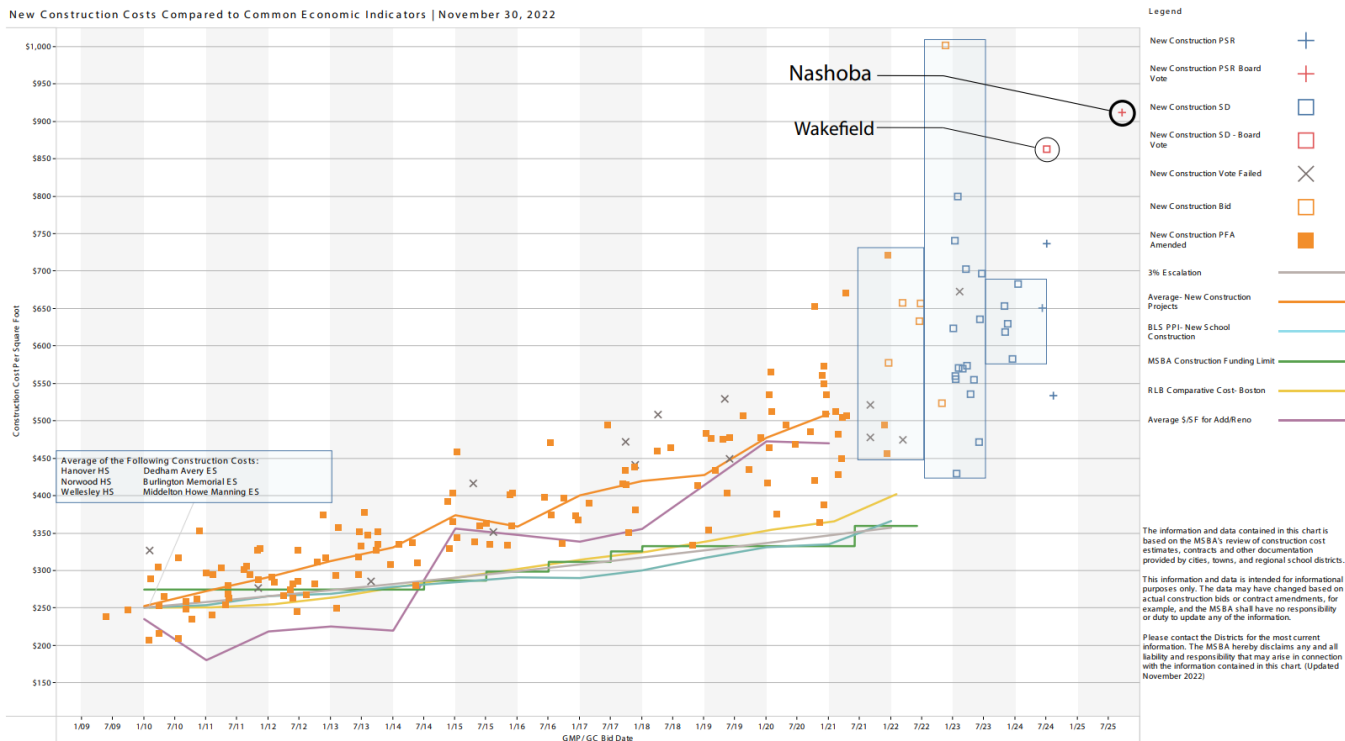
- Year Opened: 1961
- Current Grade Configuration: 9-12
- Agreed Upon Grade Configuration: 9-12
- Agreed Upon Enrollment: 925
- Proposed Scope of Project: New Construction
- Existing Square Footage: 200,372
- Proposed Square Footage: 201,680
- Estimated Total Construction Cost of Preferred Schematic: \$183,965,304



# Nashoba Regional High School

## Preferred Schematic Design | Nashoba

New Construction Costs Compared to Common Economic Indicators | November 30, 2022





# Project Scope and Budget | **Vote**

District	School	Project Scope	Total Project Budget	Estimated Maximum Total Facilities Grant
Brookline	John R. Pierce School	Add/Reno	\$211,915,958	\$31,452,503
Wakefield	Wakefield Memorial High School	New	\$275,250,903	\$54,374,748
<b>Total</b>			<b>\$487,166,861</b>	<b>\$85,827,251</b>



# Project Scope and Budget | Brookline

## John R. Pierce School

- Year Opened: 1855
- Current Grade Configuration: K-8
- Agreed Upon Grade Configuration: PK-8
- Agreed Upon Enrollment: 725
- Scope of Project: Addition/Renovation
- Existing Square Footage: 147,690 (not including existing garage)
- Proposed Square Footage: 246,123 (includes 73,816 sf parking garage)
- District Total Project Budget: \$211,915,958
- Estimated Basis Total Facilities Grant: \$101,603,898
- Reimbursement Rate\*: 35.55%
- Estimated Maximum Total Facilities Grant: \$36,047,540

MSBA staff also recommends that the Executive Director be authorized to allow the District 160 days to appropriate funds, effectively extending the typical 120-day target date of April 20, 2023 to May 30, 2023.

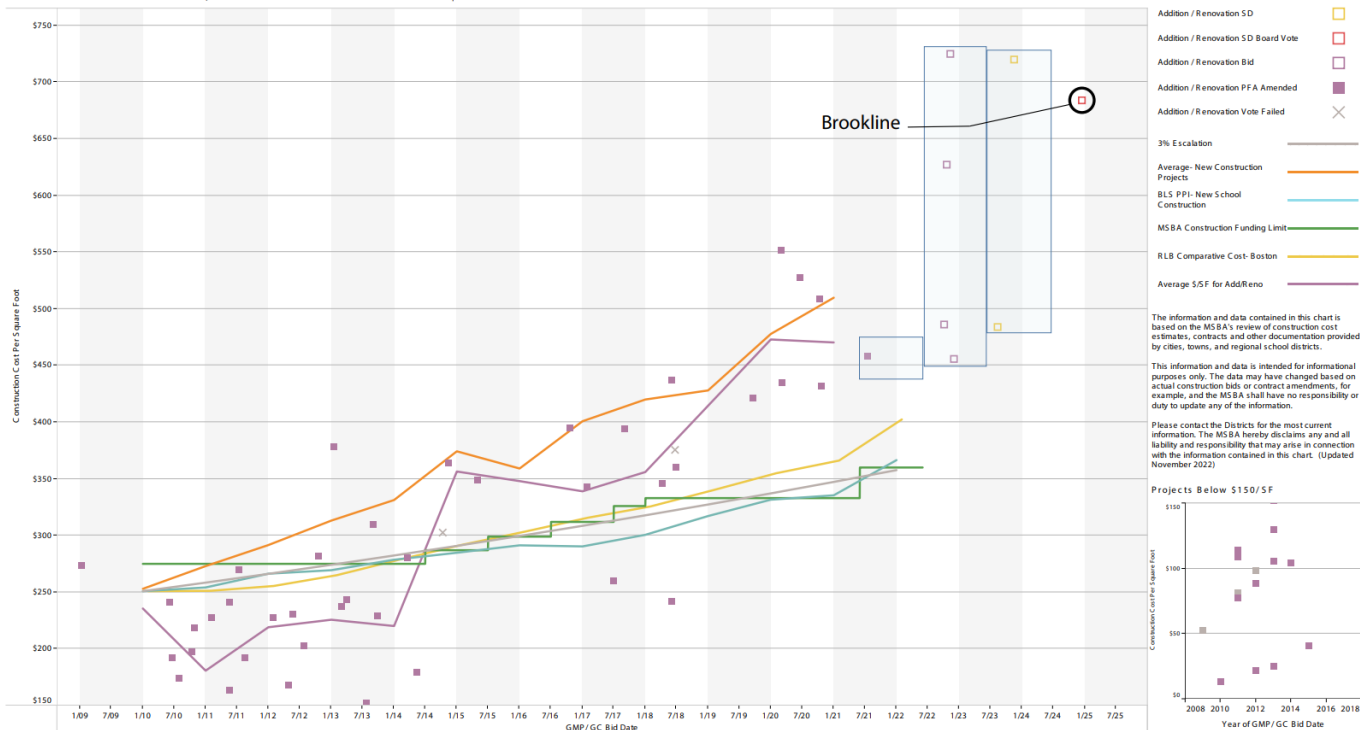
*\* The MSBA has provisionally included two (2) incentive points for energy efficiency, subject to the District meeting certain sustainability requirements for the project. If the District does not meet the requirements for the energy efficiency, the District will not qualify for these incentive points, and the MSBA will adjust the reimbursement rate accordingly.*



# Project Scope and Budget | Brookline

## John R. Pierce School

Addition/Renovation Costs Compared to Common Economic Indicators | November 30 2022





# Project Scope and Budget | Wakefield

## Wakefield Memorial High School

- Year Opened: 1960
- Current Grade Configuration: 9-12
- Agreed Upon Grade Configuration: 9-12
- Agreed Upon Enrollment: 1,000 students
- Scope of Project: New Construction
- Existing Square Footage: 250,430
- Proposed Square Footage: 259,847
- District Total Project Budget: \$275,250,903
- Estimated Basis Total Facilities Grant: \$119,101,359
- Reimbursement Rate\*: 53.14%
- Estimated Maximum Total Facilities Grant: \$63,227,174

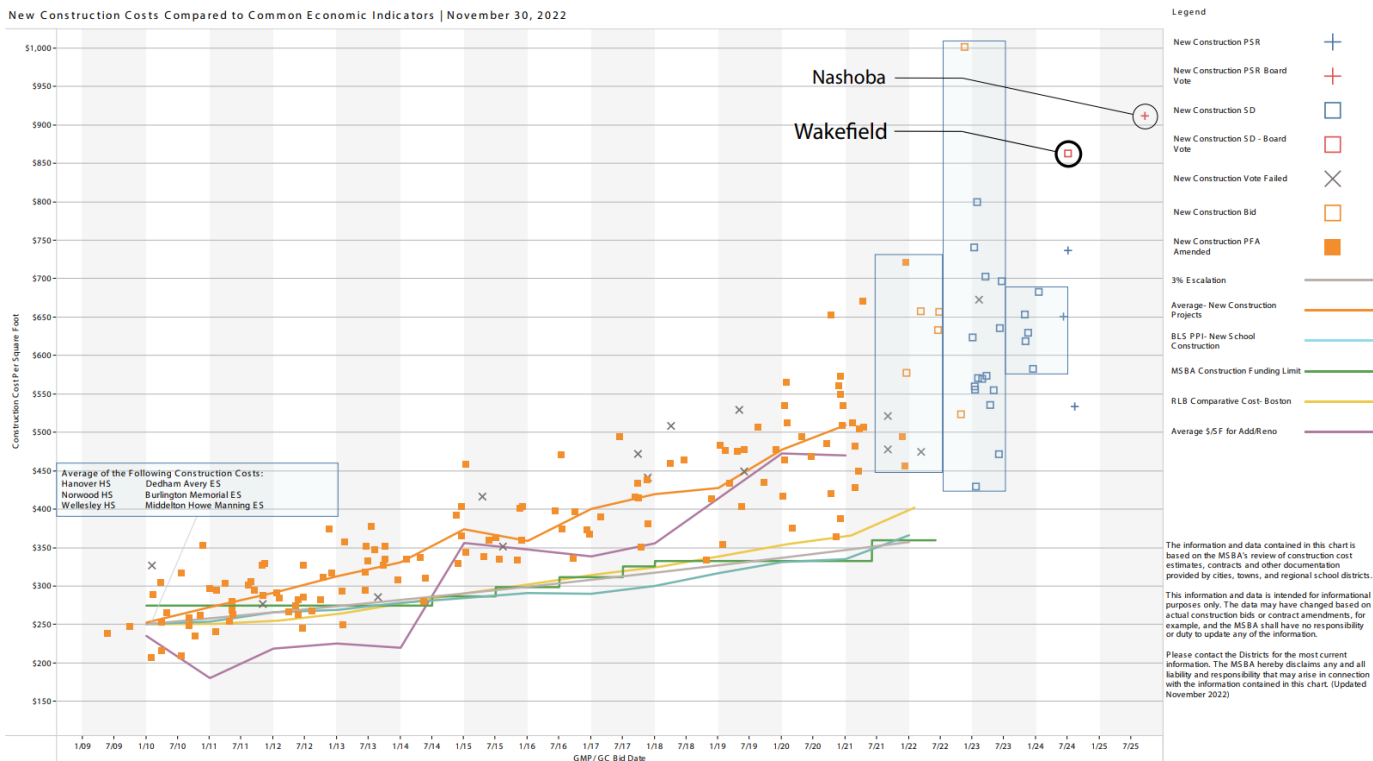
*\*The MSBA has provisionally included two (2) incentive points for energy efficiency, subject to the District meeting certain sustainability requirements for the project. If the District does not meet the requirements for the energy efficiency, the District will not qualify for these incentive points, and the MSBA will adjust the reimbursement rate accordingly.*



# Project Scope and Budget | Wakefield

## Wakefield Memorial High School

New Construction Costs Compared to Common Economic Indicators | November 30, 2022







# Audit Update

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# Audit Status Update

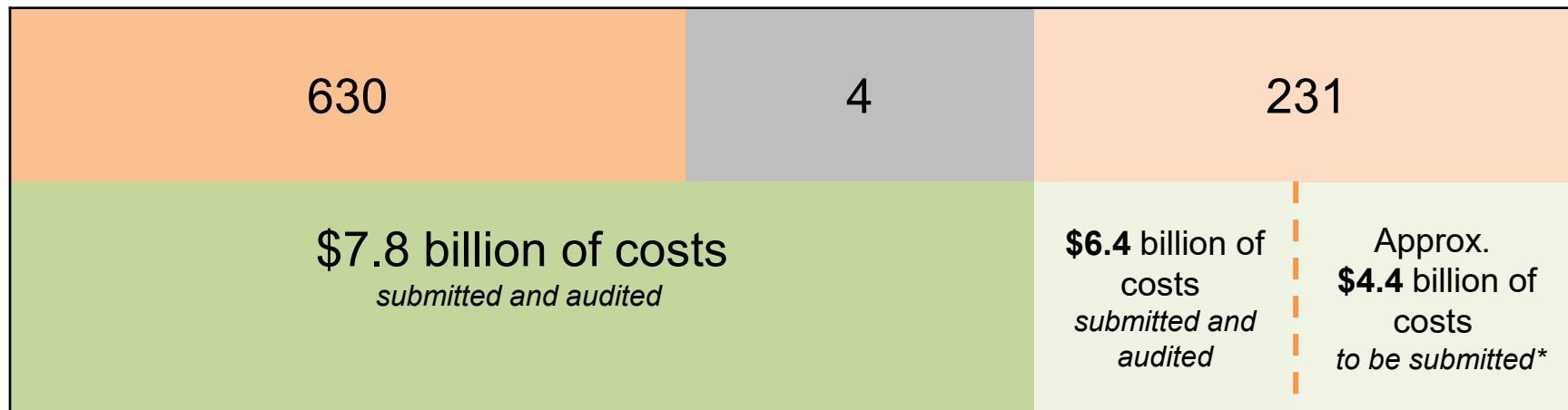
## Capital Pipeline Program

■ Today's Vote

Completed Projects

Projects  
Currently Have  
Executed FSA  
and PFA

Estimated Costs  
Remaining

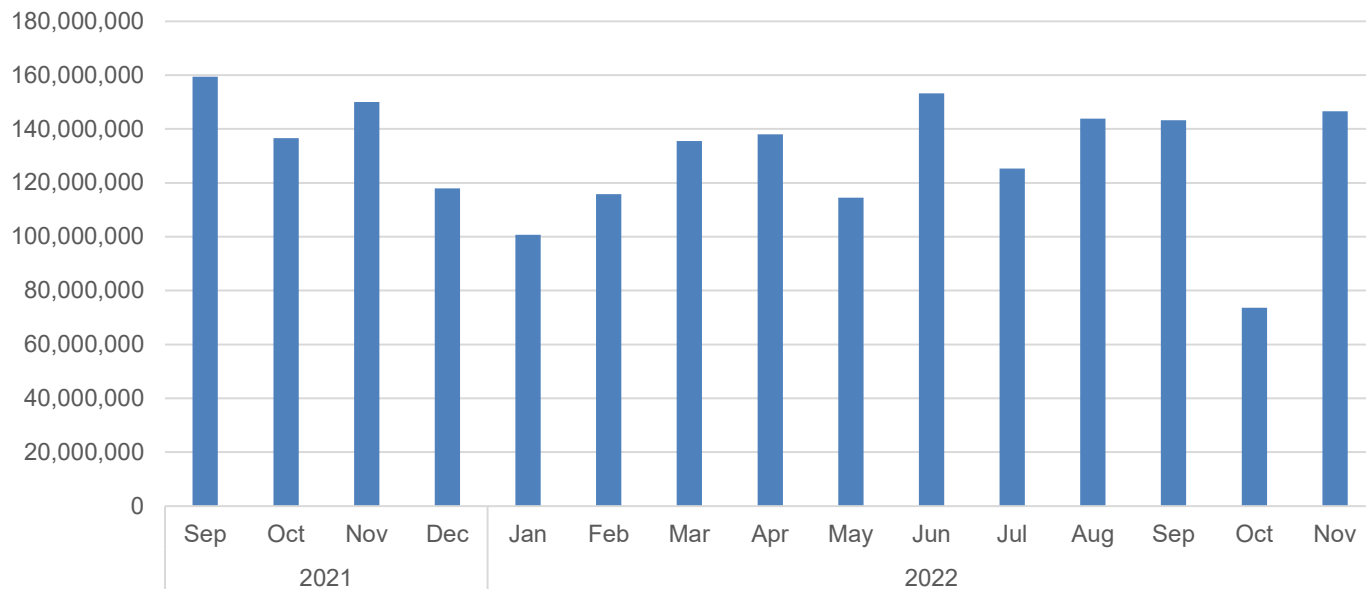


*\*Estimated based on Total Project Budgets from executed funding agreements and submitted costs as of December 7, 2022.*



# Capital Pipeline Program | Monthly Audited Project Costs

- Rolling 12 month submitted costs monthly average of \$125.7 million
- Total 12 Month Audited Costs = \$1.51 billion





# Capital Pipeline Program | Closeout Audits

## Today's Vote: December 21, 2022 Approval of Final Audits – Capital Pipeline Projects

	MSBA ID	District Name	School Name	Project Type	Project Scope	Reimb. Rate	Total Project Budget	Final Costs Submitted	Ineligible Costs	Basis for Final Total Facilities Grant	Authorized Grant for Cap Reconciliation	Final Total Facilities Grant	Grant Reconciliation FY	Additional Savings in Final Audit Grant for Cap Reconciliation
1	201300310505	Billerica	Billerica Memorial High School	Core Program	New Construction	56.99%	\$175,997,289	\$173,682,916	\$47,777,863	\$125,905,053	\$73,677,177	\$71,753,290	FY16	\$1,923,887
2	201400360010	Bourne	Peebles Elementary School	Core Program	New Construction	48.63%	\$38,498,867	\$34,504,876	\$5,622,748	\$28,882,128	\$15,150,082	\$14,045,379	FY17 PS&B / FY20 Atch D	\$1,104,703
3	201701750005	Medfield	Dale Street	Core Program	New Construction	39.84%	\$1,000,000	\$999,690	\$1,180	\$998,510	\$398,400	\$397,806	FY19 FSA	\$594
4	201802810530	Springfield	High School/Science-Tech	Accelerated Repair	Boiler	80.00%	\$3,918,000	\$3,723,773	\$1,437,947	\$2,285,826	\$2,983,417	\$1,828,661	ARP FY19	\$1,154,756
						<b>TOTAL</b>	\$219,414,156	\$212,911,255	\$54,839,738	\$158,071,517	\$92,209,076	<b>\$88,025,136</b>		<b>\$4,183,940</b>

\*The Fiscal Years highlighted in bold are not included in the original FY08-FY16 Grant Reconciliation summary.



# MSBA Updates

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- **Executive Director's Report**
- Project Status Updates
  - MSBA Model School Program Recommendation | Vote
  - Recommendation for Post Occupancy Evaluation House Doctor Services | Vote
  - Recommendation for IT Software Development and Support Consulting Services | Vote
  - Project Overview Report



# Project Visits/ Meetings and Local Votes

- Since the October 26th Board meeting, the MSBA has visited or spoken with 18 projects.
- 7 Districts have voted affirmatively to appropriate feasibility study funds or full project funds as of December 21, 2022.

Project Visits/Meetings		Local Votes	
Amesbury Ashland Attleboro Belmont Boston Braintree Central Berkshire Dennis-Yarmouth RSD Easton	Gardner Lowell Millis Peabody Pentucket Rockland Springfield Tewksbury Worcester	<b>Feasibility Study Funds</b> Longmeadow Hamilton-Wenham RSD Reading Millis Leominster	<b>Full Project Funds</b> Hingham Haverhill



# Project Visits/Meetings

**Upcoming site visits and calls anticipated in January and February:**

Project Visits/Meetings	
Amesbury	Lawrence
Andover	Lowell
Arlington	Orange
Ashland	Peabody
Boston	Rockland
Braintree	Springfield
Central Berkshire	Stoneham
Dennis-Yarmouth	Tewksbury
Easton	Waltham
Groton-Dunstable	Westwood
	Worcester



# MSBA Updates

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- Executive Director's Report
- **Project Status Updates**
  - **MSBA Model School Program Recommendation | Vote**
  - Recommendation for Post Occupancy Evaluation House Doctor Services | Vote
  - Recommendation for IT Software Development and Support Consulting Services | Vote
  - Project Overview Report





# Model School Program Recommendation

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# Recommendation for Removal of Model School Designs

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The design firm for two project designs currently included in the Model School Program has closed. As a result of the firm's closure, staff recommends that the following project designs be removed from the Model School Program:

- Hudson, Quinn Middle School by OMR Architects, Inc.
- Longmeadow, Longmeadow High School by OMR Architects, Inc.



# Model School Next Steps

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- Staff anticipate commencing the next Model School Procurement process in 2023 with the following tentative schedule:
  - January 2023 – Issue Model School Request for Qualifications
  - May 2023 – Receive responses and begin Phase 2 Review
  - July/August 2023 – Phase 2 School Visits
  - October 2023 – Present additional recommendations to MSBA Board



# Recommendation for Post Occupancy Evaluation House Doctor Services

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# Recommendation for IT Software Development and Support Consulting Services

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# MSBA Updates

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- Executive Director's Report
- **Project Status Updates**
  - MSBA Model School Program Recommendation | Vote
  - Recommendation for Post Occupancy Evaluation House Doctor Services | Vote
  - Recommendation for IT Software Development and Support Consulting Services | Vote
  - **Project Overview Report**



# Accelerated Repair – Bid Summary

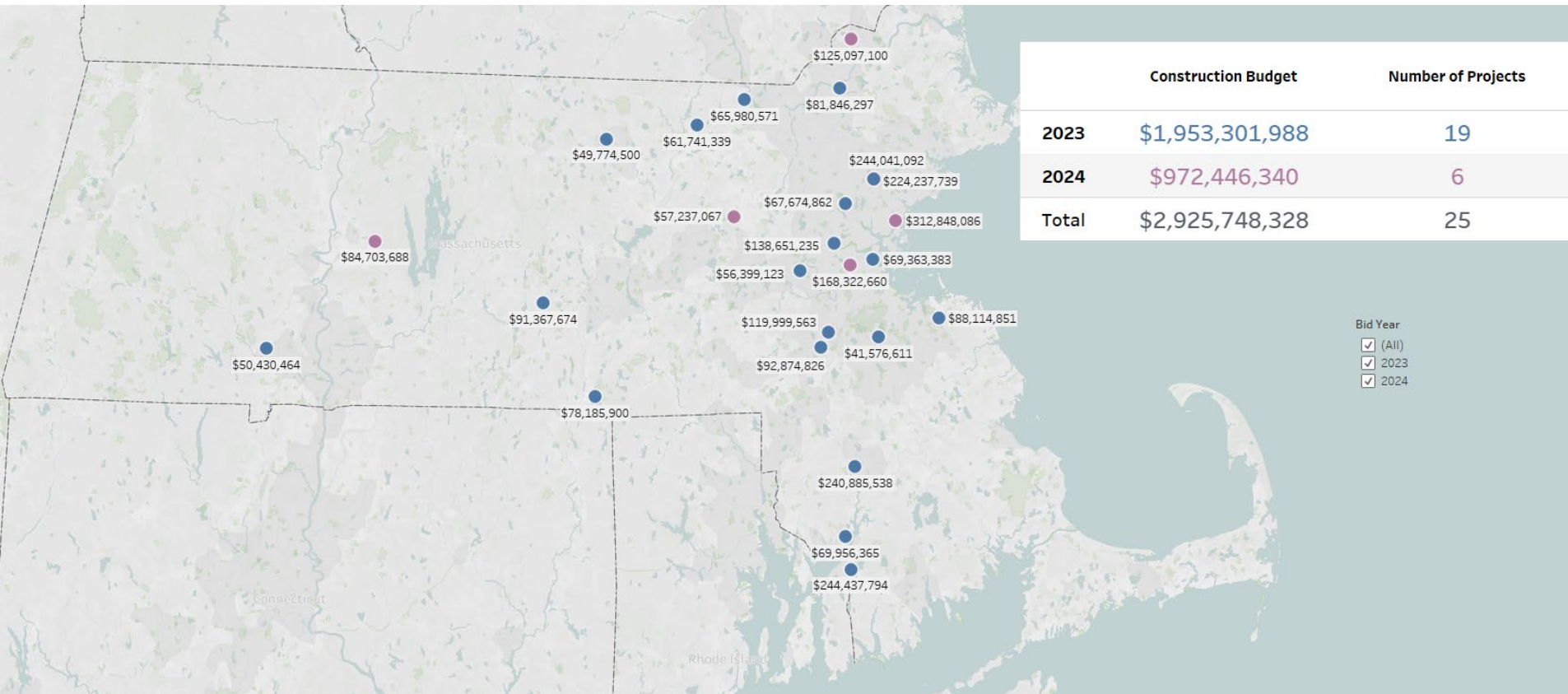
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## **2020 Accelerated Repair Program**

- 14 of the 17 reported projects bid within the estimated budget
- Next 4 projects are anticipated to bid by the March Board of Directors meeting



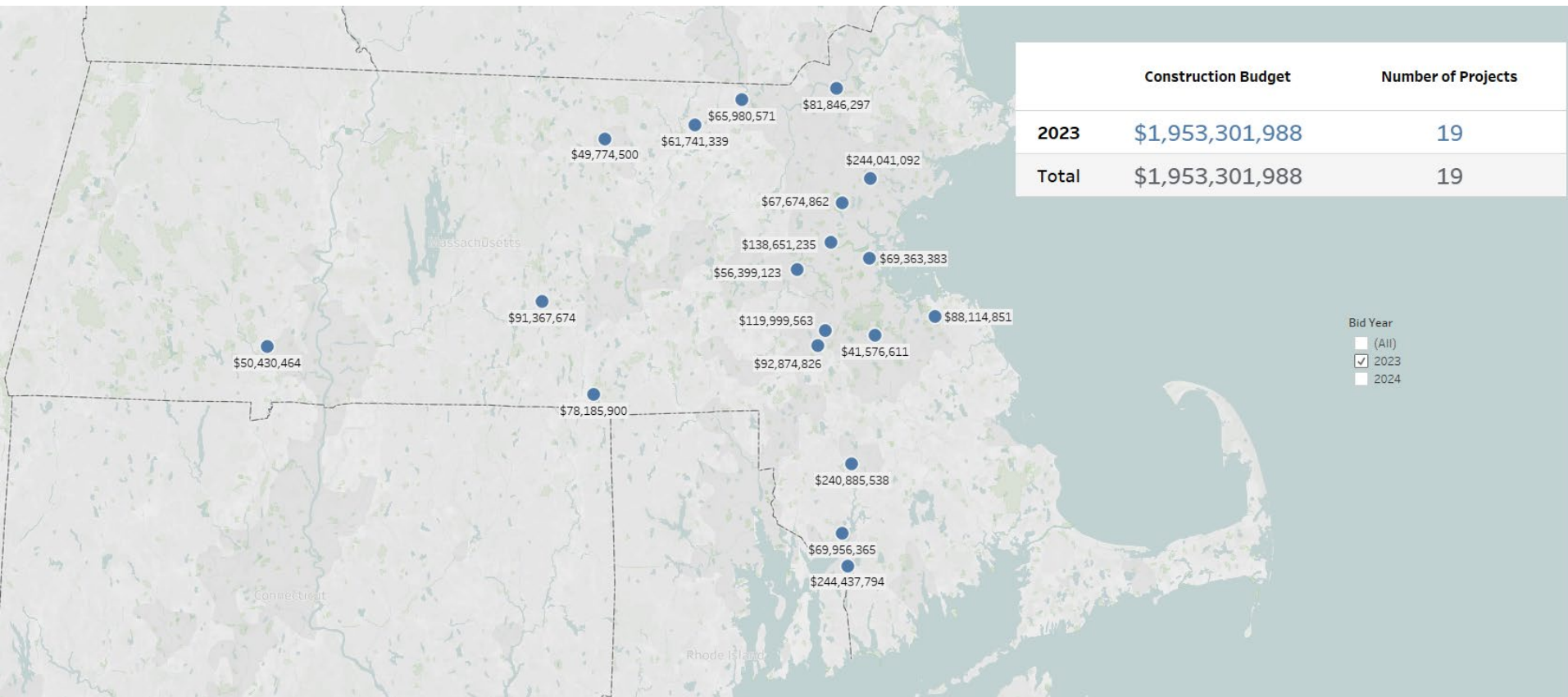
# Upcoming MSBA Bids





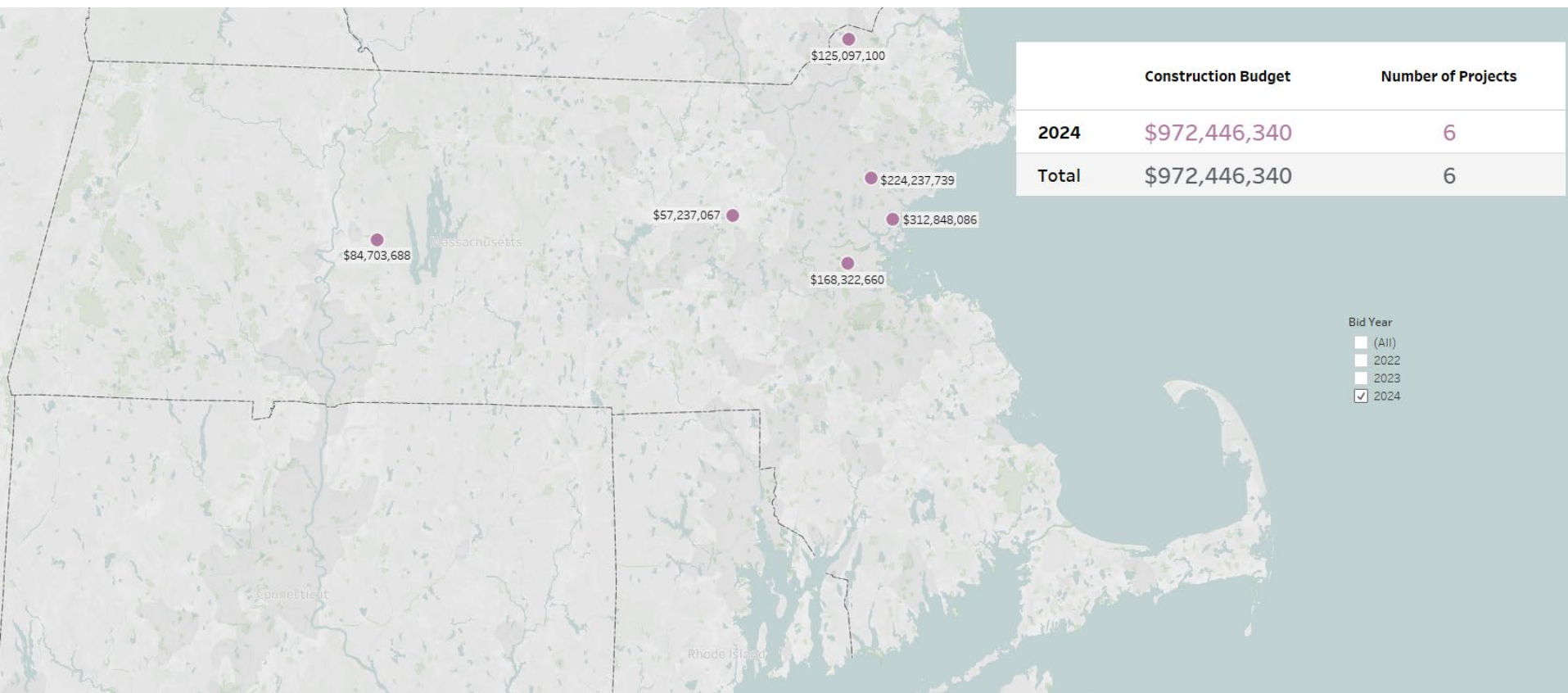


# Upcoming MSBA Bids 2023





# Upcoming MSBA Bids 2024





# Core Program - Anticipated Bids

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## **Anticipated Sub-Bids in October, November, and December:**

- December – None
- January – Randolph (DBB), Fitchburg (DBB), Walpole (CMR), Groton-Dunstable (CMR)
- February – Westfield (DBB)

## **Anticipated DBB Bids or GMP Executions in October, November, and December:**

- December – Andover (CMR)
- January – Stoneham (CMR), Randolph (DBB), Fitchburg (DBB), Walpole (CMR)
- February – Westfield (DBB)



# Core Program – Bid Results 2022

- 11 projects scheduled to receive sub-bids in 2022, 9 have reported DBB bids or CMR executions to date
- 9 reported bids came in above the estimated budget. Of the 9, 1 is in the process of redesigning and rebidding and 1 is seeking an additional local funding before proceeding.

District	School	Scope	Project Type	Bid Date	Construction Estimate *	Bid Amount *	Variance from Construction Estimate	Reim. Rate	Potential Grant Variance **
Ashland	David Mindess ES	New	CMR	3/8/2022	\$67,945,296	\$69,007,311	\$1,062,015	55.57%	\$0
Worcester	Doherty Memorial HS	New	CMR	6/15/2022	\$239,610,676	\$267,228,357	\$27,617,681	80.00%	\$0
Westwood	Paul R. Hanlon ES	New	DBB	6/22/2022	\$70,380,680	\$74,352,876	\$3,972,196	35.42%	\$0
Lawrence	Oliver Partnership School	Add/Reno	CMR	10/11/2022	\$105,160,310	\$117,444,070	\$12,283,760	80.00%	\$0
Peabody	William A. Welch Sr. ES	Add/Reno	CMR	10/19/2022	\$23,444,912	\$26,903,105	\$3,458,193	63.33%	\$0
Swampscott	Hadley ES	New	DBB	10/25/2022	\$77,937,159	\$80,609,000	\$2,671,841	44.68%	\$0
Boston	Josiah Quincy Upper School	New	CMR	11/15/2022	\$147,562,305	\$178,350,000	\$30,787,695	65.94%	\$0
Total					\$732,041,338	\$813,894,719	\$81,853,381	-	\$0

\*The construction estimate and bid amount include pre-construction services and alternates.

\*\*These numbers are based on preliminary information received from the district and are subject to further review and calculation.



# Core Program – Additional Funding Update

- Projects below have reported additional project funding following Project Scope and Budget approval
- Budget increases will be incorporated into each Project Funding Agreement by bid amendment
- Going forward, these projects will be identified in the Project Variance section of the Project Overview Report
- Project Overview Report currently identifies Core Program projects whose budget increases have been captured in a Project Funding Agreement Amendment or Final Audit

District	School	Scope	Construction Estimate *	Total Project Budget	Maximum Total Facilities Grant	Additional Funding **
Andover	West ES	New	\$119,178,907	\$151,661,968	\$38,442,820	\$19.00 M
Ashland	David Mindess ES	New	\$67,945,296	\$84,387,000	\$27,008,753	\$0.25 M
Boston	Josiah Quincy Upper School	New	\$147,562,305	\$193,591,467	\$54,075,966	\$30.30 M
Fitchburg	Crocker ES	New	\$49,774,500	\$65,032,984	\$42,145,758	\$11.60 M
Groton-Dunstable	Florence Roche School	New	\$61,741,339	\$78,650,734	\$26,503,001	\$9.50 M
Lawrence	Oliver Partnership School	Add/Reno	\$105,160,310	\$132,300,000	\$61,647,551	\$15.50 M

\*The construction estimate includes pre-construction services and alternates.

\*\*These numbers are based on preliminary information received from the district and are subject to further review and calculation.



# Core Program – Additional Funding Update

- Projects below have reported additional project funding following Project Scope and Budget approval
- Budget increases will be incorporated into each Project Funding Agreement by bid amendment
- Going forward, these projects will be identified in the Project Variance section of the Project Overview Report
- Project Overview Report currently identifies Core Program projects whose budget increases have been captured in a Project Funding Agreement Amendment or Final Audit

District	School	Scope	Construction Estimate *	Total Project Budget	Maximum Total Facilities Grant	Additional Funding **
Lowell	Lowell HS	Add/Reno	\$271,244,856	\$343,399,220	\$215,992,406	\$38.50 M
Peabody	William A. Welch Sr. ES	Add/Reno	\$23,444,912	\$29,973,821	\$17,628,004	\$3.50 M
Stoneham	Stoneham HS	New	\$153,677,188	\$189,593,594	\$48,968,062	\$2.20 M
Swampscott	Hadley ES	New	\$77,937,159	\$98,316,523	\$32,572,001	\$2.91 M
Westwood	Paul R. Hanlon ES	New	\$70,380,680	\$87,820,386	\$18,235,725	\$2.00 M
Worcester	Doherty Memorial HS	New	\$239,610,676	\$293,384,178	\$135,241,024	\$24.67 M

\*The construction estimate includes pre-construction services and alternates.

\*\*These numbers are based on preliminary information received from the district and are subject to further review and calculation.



# Finance Update

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- **Sales Tax Collections Update**
- Grant Payments Update
- FY 2023 Budget Update
- Investment Management Policy – *Vote*
- FY2022 Audited Financial Statements - Update





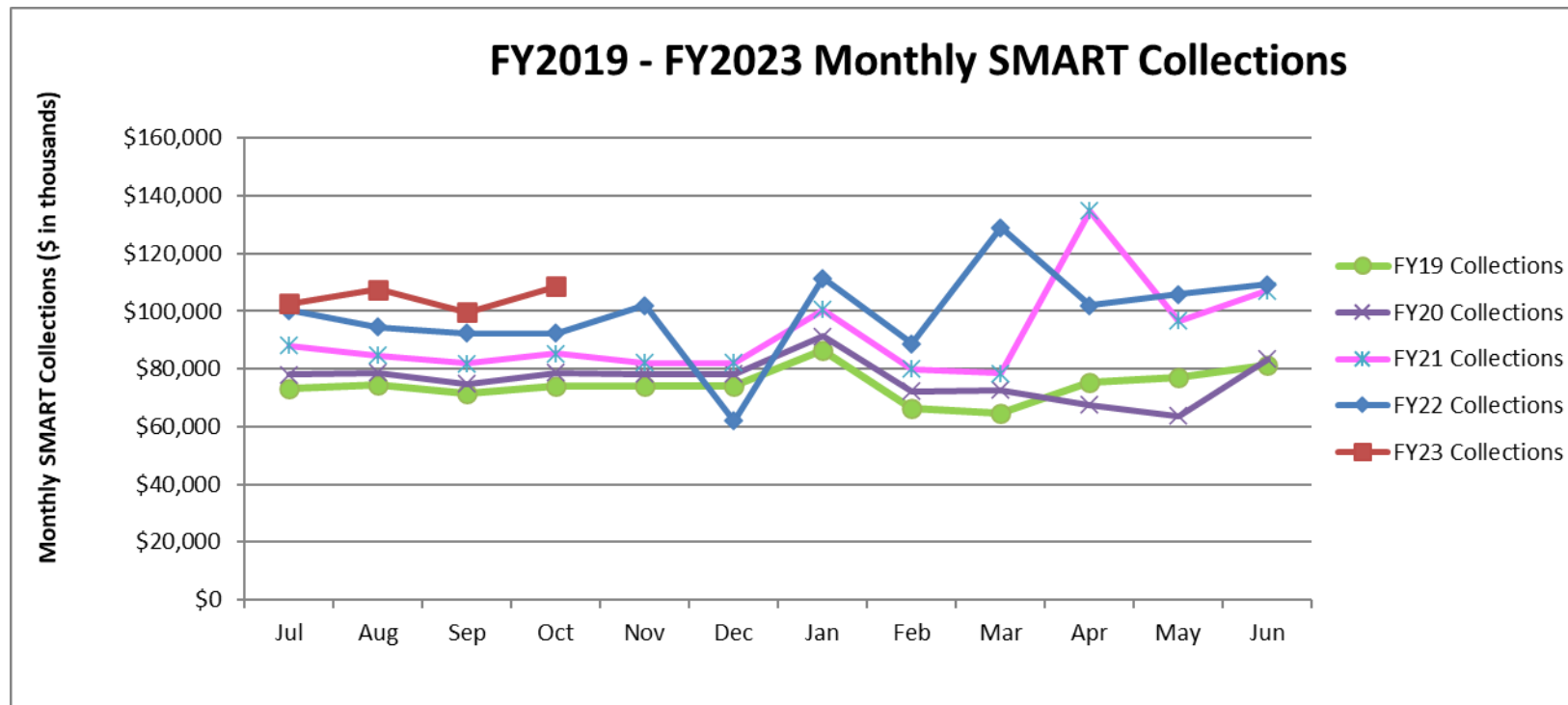
# SMART Collections Update

	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	YTD
<b>FY22 Receipts</b>	\$ 100,316	\$ 94,496	\$ 92,282	\$ 92,365	\$ 102,050	\$ 61,929	\$ 111,428	\$ 88,825	\$ 128,888	\$ 101,940	\$ 105,788	\$ 109,367	\$ 1,189,674
<b>\$ Change vs. FY21</b>	\$ 12,208	\$ 9,789	\$ 10,413	\$ 7,073	\$ 20,072	\$ (20,110)	\$ 10,850	\$ 8,832	\$ 50,446	\$ (32,756)	\$ 9,235	\$ 2,140	\$ 88,192
<b>% Change vs. FY21</b>	13.86%	11.56%	12.72%	8.29%	24.48%	-24.51%	10.79%	11.04%	64.31%	-24.32%	9.57%	2.00%	8.01%
<b>FY23 Receipts</b>	\$ 102,528	\$ 107,609	\$ 99,629	\$ 108,557									\$ 418,323
<b>\$ Change vs. FY22</b>	\$ 2,212	\$ 13,113	\$ 7,347	\$ 16,192									\$ 38,864
<b>% Change vs. FY22</b>	2.21%	13.88%	7.96%	17.53%									10.24%

- FY 23 collections through October are \$38.9 million (10.24%) higher than same period of FY 22

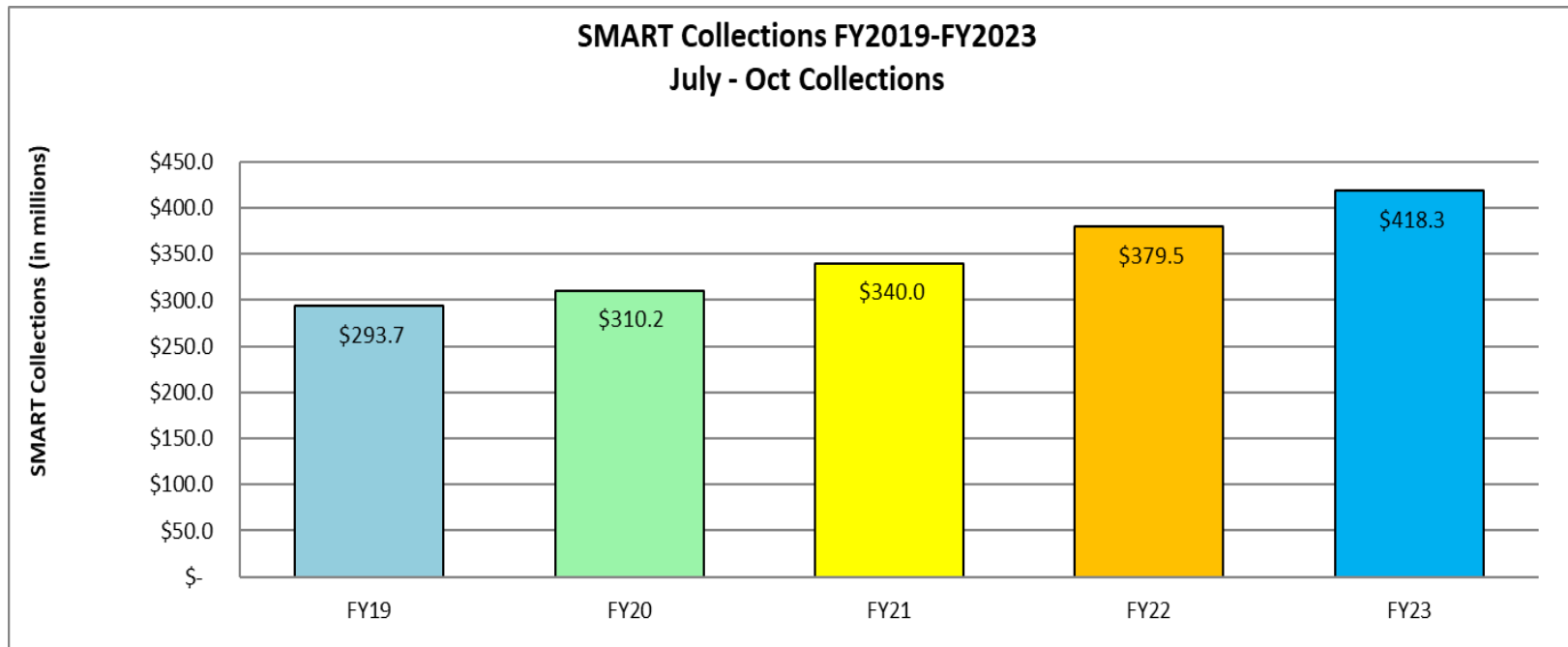


# SMART Collections Update





# SMART Collections Update





# Finance Update

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- Sales Tax Collections Update
- **Grant Payments Update**
- FY 2023 Budget Update
- Investment Management Policy – *Vote*
- FY2022 Audited Financial Statements - Update

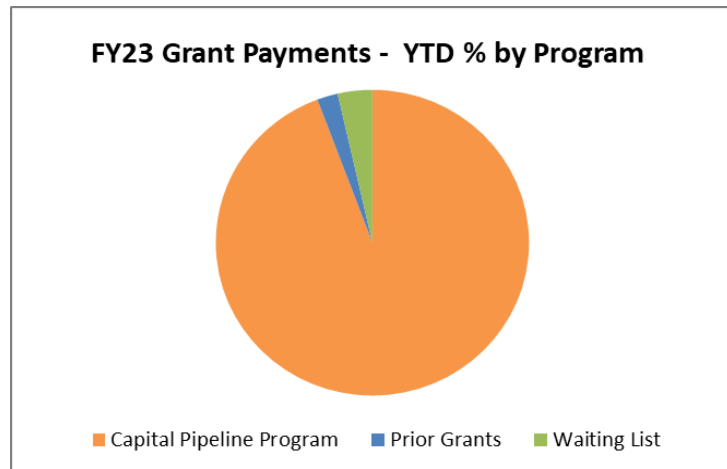
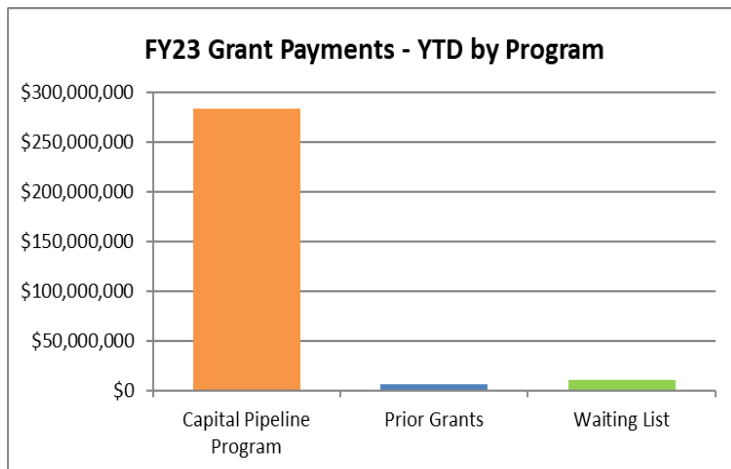


# Grant Payments | FY2023 YTD Update

## FY23 YTD Grant Payments Summary\*

Program	Grant Payments	YTD % by Program	# Projects	# Districts
Capital Pipeline Program	\$ 283,370,386	94%	94	74
Prior Grants	\$ 6,451,622	2%	8	8
Waiting List	\$ 10,728,597	4%	17	13
<b>Total</b>	<b>\$ 300,550,605</b>	<b>100%</b>	<b>119</b>	<b>90</b>

\*Reflects grant payment data as of Dec. 8, 2022.





# Finance Update

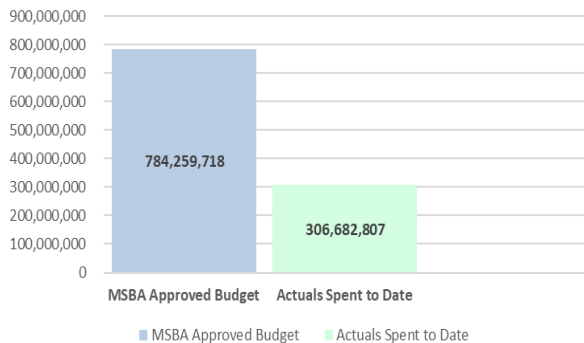
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- Sales Tax Collections Update
- Grant Payments Update
- **FY 2023 Budget Update**
- Investment Management Policy – *Vote*
- FY2022 Audited Financial Statements - Update

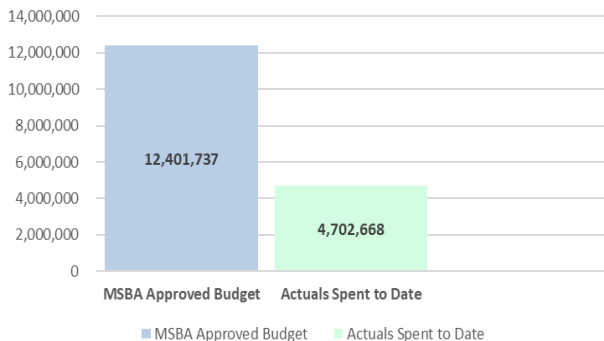


# Fiscal Year 2023 Budget vs Actuals

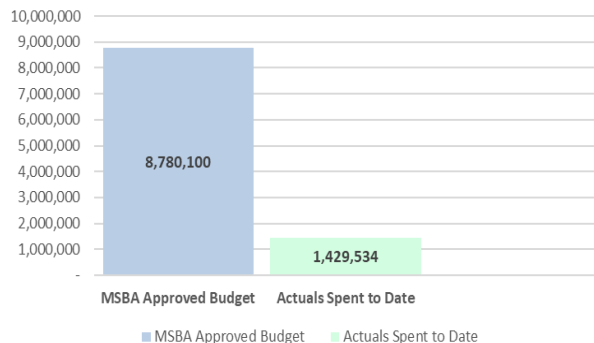
## Total Operating & Capital Budget



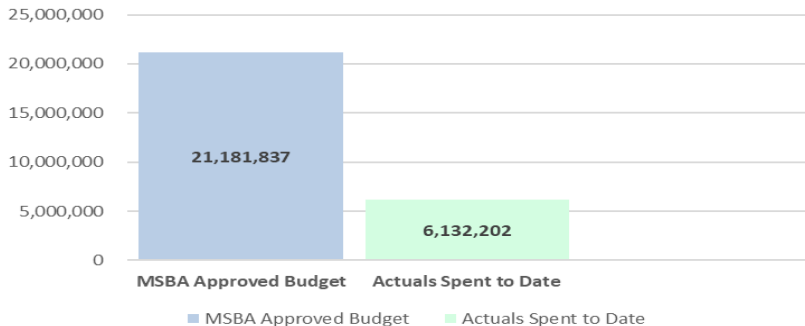
## Total MSBA Expenses



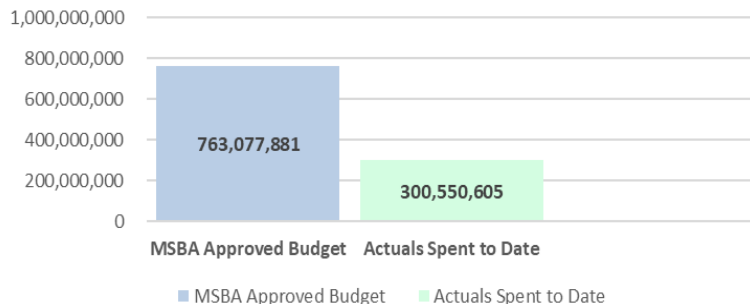
## Total Capital Pipeline Support Services



## Total Operating Expenses



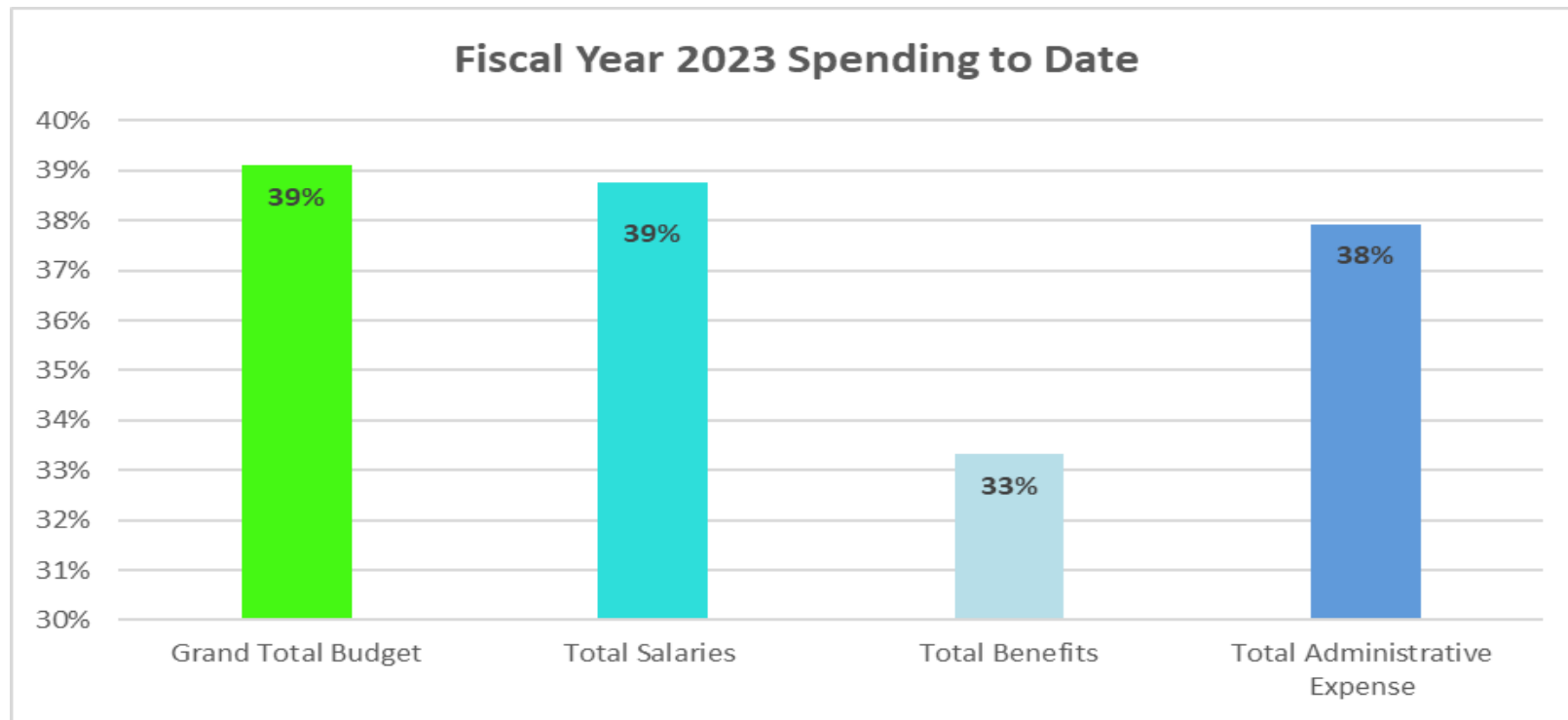
## Total Grant Program







# Fiscal Year 2023 Spending to date





# Finance Update

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- Sales Tax Collections Update
- Grant Payments Update
- FY 2023 Budget Update
- **Investment Management Policy – Vote**
- FY2022 Audited Financial Statements - Update



# Investment Management Policy

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- **Required Biennially (alternates with Debt Management Policy)**
- **MSBA Board Approval – Filed with SFGB**
- **Annually reviewed by Staff**



# Investment Management Policy

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## **Proposed revisions:**

- **Do not make any changes to the types of permitted investments in the current policy**
- **More clearly defines MSBA revenues**
  - Subject to Trust Agreement
  - Other sources not held in Trust (SMART Funds)
- **Better reflects primary investment objectives**
  - Safety, liquidity, return, ESG
- **Updates language related to: Standards of Care, certifications of Investment Advisors, and better aligns MSBA's investment process with types of permitted investments**



# Finance Update

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- Sales Tax Collections Update
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- Investment Management Policy – *Vote*
- **FY2022 Audited Financial Statements - Update**



# FY2022 Financial Statements

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- **As a result of the 2022 Audit, RSM has issued an unmodified (clean) opinion dated December 15, 2022:**
- There were no audit adjustments identified that would be required for the financial statements to be considered fairly stated in all material respects
- There were no matters identified that are immaterial to the financial statements that would be required to be reported as uncorrected misstatements
- Based on independent testing and the procedures performed, the estimates of Net OPEB Liability were deemed reasonable



# FY2022 Financial Statements

## Auditors' Required Communications

Topic	Auditors' Response
<b>Selection of accounting policies and practices</b>	<ul style="list-style-type: none"><li>▪ No instance of alternative accounting treatment available during FY22</li></ul>
<b>Adoption of, or change in accounting policies</b>	<ul style="list-style-type: none"><li>▪ GASB 87 was required to be adopted during the year ended June 30, 2022 and had no material effect on the Authority's financial statements.</li></ul>
<b>Significant or unusual transactions</b>	<ul style="list-style-type: none"><li>▪ None identified</li></ul>
<b>Disagreements with management</b>	<ul style="list-style-type: none"><li>▪ None</li></ul>
<b>Consultations with other accountants</b>	<ul style="list-style-type: none"><li>▪ None</li></ul>
<b>Significant issues discussed with management</b>	<ul style="list-style-type: none"><li>▪ None</li></ul>
<b>Significant issues/difficulties in performing audit</b>	<ul style="list-style-type: none"><li>▪ None</li></ul>
<b>Significant written communications between MSBA and RSM</b>	<ul style="list-style-type: none"><li>▪ Contained in Representation Letter and comments</li></ul>