

BOARD OF EDUCATION

Portland Public Schools
REGULAR MEETING
August 12, 2014

Board Auditorium

Blanchard Education Service Center
501 N. Dixon Street
Portland, Oregon 97227

Note: *Those wishing to speak before the School Board should sign the public comment sheet prior to the start of the meeting. No additional speakers will be accepted after the sign-in sheet is removed, but testifiers are welcome to sign up for the next meeting. While the School Board wants to hear from the public, comments must be limited to three minutes. All those testifying must abide by the Board's Rules of Conduct for Board meetings.*

Public comment related to an action item on the agenda will be heard immediately following staff presentation on

August 12, 2014

Members of the Board of Education

Bond Accountability Committee (BAC)

: 6th BAC Report to the Board

In the November 2012 election, voters approved a \$482M capital improvement

The Faubion team has halted schematic design at the 50% stage while Concordia fundraising is ongoing, with the expectation of a September re-start. We have some concern over how to balance progress with the design process without full funding, but do not suggest any change of plan at this point. Like everyone, we are excited by this unique and exciting partnership, and will follow progress with great interest. We are planning to hold our October meeting at Concordia.

The BAC received an update on MWESB participation that, since only consultant work has occurred since our last meeting, is little changed (11%). Data from IP14 construction work was not yet available, but we do not expect an uptick since contractors are selected through a bid process. We will continue to monitor the results and remain confident that the District will have a superior experience on the upcoming CM/GC projects that, of course, involve more significant dollars.

Staff also reported on progress on the excellent recommendations made by your Performance Auditors. Work on several has been completed, and we will continue to monitor.

New Procedures for construction contracts. The new Owner Controlled Insurance Program (OCIP) and the Workforce Training and Hiring Program are both in place for the first time on the IP14 projects. OSM reported on an OCIP learning curve in registering contractors prior to Notices to proceed. We believe that the experience will lead to a smoother process next year.

City of Portland staff will administer the Workforce program and we again applaud the District for adopting a program that is familiar to contractors. Issues will inevitably arise as the District and the City learn to work together on this, but we fully expect the goal of 20% apprenticeship participation to be achieved.

Student Involvement. Staff reports on student involvement are very encouraging. Many summer internships are in place, and several student activities occurred in July.

OSM is still working on appropriate metrics for student involvement, and we agree that it's a difficult challenge. However, we will continue to work with staff as appropriate so that we can all see that significant efforts are bearing fruit.

Budget. Staff has continued to provide budget information to us in a transparent format.

Much has transpired since our last report, but we can report that both the program

Communication. Subsequent to our meeting, a Frequently Asked Questions section has been added to the Building Improvement Bond section of the website. This will be very helpful in communicating issues to the public and we look forward to seeing regular updates.

It has generally been a good quarter for the bond program. Of course, our overriding concern remains over management of schedule, budget, scope and quality impacts from high school program changes. Assertive risk management strategies are needed to maintain control, and we will be looking to staff to continue its reporting on these at our next meeting.

We continue to be impressed by the caliber and professionalism of OSM staff as well as the design and construction teams, and thank the Board for its support.



Board of Education Informational Report

MEMORANDUM

Date: August 12, 2014

To: Members of the Board of Education

From: Jim Owens, Executive Director, Office of School Modernization

Subject: Bond Program Status – August 2014

In the November 2012 election, the voters approved a \$482M capital improvement bond for Portland Public Schools. The District's Office of School Modernization Staff has developed a set of performance measures to provide management information for the staff and reporting tools for the Bond Accountability Committee and the Board's oversight role. Performance metrics for the 2012 bond program are based on the Balanced Scorecard (BSC).

Attached is the BSC for the month of August 2014. Staff will present the status of the program. Following the presentation, the Board is welcome to ask any questions relating to that topic as well.

Attachment 1: Balanced Scorecard Report – August 2014
Attachment 2: Project Management Cost Report – August 2014

Project Cost Summary Report for 2012 Capital Improvement Bond Program

Capital Program Start Date: Nov 2012

Capital Program End Date: Nov 2020

Project Name	Original Project Budget	Project Budget Changes	Current Budget
Grant HS Modernization	88,336,829	5,188,081	93,524,910
Faubion Replacement	27,035,537	2,143,669	29,179,206
Franklin HS Modernization	81,585,655	22,860,103	104,445,758
Roosevelt HS Modernization	68,418,695	23,778,586	92,197,281
Improvement Project 2013	9,467,471	2,595,366	12,062,837
Improvement Project 2014	13,620,121	5,586,678	19,206,799
Improvement Project 2015	13,521,066	(983,607)	12,537,459
Improvement Project 2015 SCI	0	2,581,763	2,581,763
Improvement Project 2016	15,274,437	(2,955,183)	12,319,254
Improvement Project 2017	6,796,707	3,395,649	10,192,356
Improvement Project 2018	9,062,119	(8,533,237)	528,882
Improvement Project 2019	0	663,638	663,638
Master Planning Benson HS	191,667	(30,000)	161,667
Master Planning Cleveland HS	191,667	(30,000)	161,667
Master Planning Jefferson HS	191,667	(30,000)	161,667
Master Planning Lincoln HS	191,667	(30,000)	161,667
Master Planning Madison HS	191,667	(30,000)	161,667
Master Planning Wilson HS	191,667	(30,000)	161,667
Swing Sites & Transportation	9,550,000	(4,620,000)	4,930,000
Marshall Swing Site Bond 2012	0	4,000,000	4,000,000
Educational Specification	0	300,000	300,000
Debt Repayment	45,000,000	0	45,000,000
2012 Bond Program	93,181,361	(30,624,433)	62,556,928
	482,000,000	25,197,072	507,197,072

Project Management Cost Report

Report Run Date:		08.01.2014	
Project Estimate At Completion	Forecasted Over/(Under)	Invoices Approved	
84,172,419	(9,352,491)	3,815	
26,261,285	(2,917,921)	889,869	
94,018,732	(10,427,026)	1,939,255	
82,977,553	(9,219,728)	1,397,441	
11,998,147	(64,690)	11,928,599	
16,808,283	(2,398,516)	3,664,294	
10,350,782	(2,186,677)	48,465	
2,228,434	(353,329)	0	
10,471,366	(1,847,888)	0	
8,663,503	(1,528,853)	0	
449,550	(79,332)	0	
564,092	(99,546)	0	
161,667	0	0	
161,667	0	0	
161,667	0	0	
161,667	0	0	
161,667	0	0	
161,667	0	0	
4,930,000	0	0	
3,045,079	(954,921)	190,105	
287,719	(12,281)	270,770	
45,000,000	0	45,000,000	
39,471,994	(23,084,934)	7,096,675	
442,668,939	(64,528,133)	72,429,287	

BOARD OF EDUCATION
SCHOOL DISTRICT NO. 1J, MULTNOMAH COUNTY, OREGON

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Purchases, Bids, Contracts

The Superintendent RECOMMENDS adoption of the following items:

Numbers 4953 and 4954

RESOLUTION No. 4953

Revenue Contracts that Exceed \$25,000 Limit for Delegation of Authority

RECITAL

Portland Public Schools ("District") Public Contracting Rules PPS-45-0200 ("Authority to Approve District Contracts; Delegation of Authority to Superintendent")

