

**Knappa School District
Citizens' Bond Oversight Committee**

May 16, 2024

Present:

David Ramsey, Secretary

Dirk Rhone - Absent

Judy Rund

Rich McLeod

Dr. William Fritz, KSD Superintendent*

Ann Gyde, Klosh Group*

Jessie Steiger, Klosh Group* - via telephone

*Denotes nonvoting member

Approval of Agenda - Judy Rund motioned to approve, David Ramsey seconded. Motion carries 3-0.

Election of Chair - the committee requested that Dr. Fritz conduct the meeting. The committee and Dr. Fritz are actively recruiting members to join the committee.

Approval of Minutes - Judy Rund motioned to approve, seconded by Rich McLeod. Motion carried 3-0.

Project Update

Middle School:

Roofing is nearly finished (flashing, gutters). Mechanical systems are approximately 90% complete. The drywall is in progress. Meetings are ongoing on furnishings. Anticipated completion of middle school is start of the 2024 school year.

The portables will be removed early in the summer. Temporary storage will be provided for teacher materials, and the playground will be installed.

HLE:

Work on the library will start soon after school ends. Library material will be moved, and abatement will commence. This summer the building will be sprinkled. The bond will allow for sprinkling of the entire HLE building. The sewer line serving HLE will be replaced to adjust for grade.

A crew of KSD employees will be working on projects at HLE to support the bond projects. This will be paid with bond funds. Most HLE carpet will be replaced (several classrooms may be pushed to the summer of 2025 due to abatement needs and expected number of working days. All classroom cabinets at HLE will be replaced.

Gym:

On track with anticipated to complete by December 2024. Installation of roof trusses is scheduled for the week of May 20, 2024 .

High School (not paid with bond funds - seismic grant funding)

Adding/strengthening connections within walls and walls to roof, adding shoring to the foundation in the KHS gym and cafeteria. This work is starting with a cleanup/organization project in the gym and library. The KHS locker rooms may not be ready by the beginning of the school year, but alternative locations are identified.

Water line:

Utilized Clatsop County grant funding for water line installation - work is ongoing

Overview of Financials

Bond has generated approximately \$1.1 million in interest payments. Arbitrate amounts are expected to be \$280,000. The district did not receive the federal grant to add fire sprinklers to the high school. The district received feedback and will apply again in fall 2024.

The committee reviewed a presentation of current financials including new interest proceeds. At this point, the bond funds are running an approximately \$400,000 contingency. At this time, the project is proceeding within the parameters of the bond. The project is on budget.

The district continues to benefit from the timing of the passage of the bond and sale of the bond at a time of low interest rates. Shortly after bond proceeds were received by the district, interest rates increased significantly, generating additional interest revenue allowing for buybacks & contingencies.

The district will install fencing around the west "backyard" portion of the school property. Additional fencing will be added when a new canopy is constructed at HLE.

The district is value engineering furnishings for the middle school.

The committee reviewed the financials and had no further questions.

Good of the Order

No items for the good of the order at this time.

Next Meeting Date

The committee agreed to meet around 22 August 2024.

Adjourn

Judy Rund made a motion to adjourn the