


**SUBJECT:** REAPPROPRIATE \$507,000 FROM THE MAT-SU CAREER & TECHNICAL HS ADDITION CAPITAL PROJECT 40190, FUND 400 TO THE HOUSTON AND PALMER MS LOCKER REPLACEMENT CAPITAL PROJECT 40195, FUND 400 AND TO AMEND SCOPE OF WORK TO INCLUDE PALMER HS LOCKER REPLACEMENT.

**AGENDA OF:** August 1, 2017

**ASSEMBLY ACTION:**  
*Adopted without objection 8-15-17* 

**MANAGER RECOMMENDATION:** Introduce and set for public hearing.

**APPROVED BY** John Moosey, BOROUGH MANAGER 

Route To:	Department/Individual	Initials	Remarks
1	Originator: Fin. Secretary		
3	Finance Director	<i>MS</i>	
4	Borough Attorney	<i>MS</i>	
5	Borough Clerk	<i>JMM</i>	7/24/17

**ATTACHMENT (S) :** Fiscal Note: Yes  No   
 Ordinance Serial No. 17-104 (pp 3)  
 Letter from DEED granting request for redirecting bond proceeds and scope of work. (pp1)  
 DEED DR-12-117 and DR 12-125 Amendments. (pp2)  
*Resolution Serial No. 17-058 (pp3)*

**SUMMARY STATEMENT:**

In 2013, General Obligation Bonds were issued for the Mat-Su Career and Technical High School Addition project, the Houston and Palmer Middle School Locker Replacement project and the Palmer High School Renovation project.

The Mat-Su Career and Technical High School project is complete with no open contracts and has been closed in accordance with the Department of Education and Early Development (DEED) Agreement DR-12-117. A balance of \$503,000 remains in the construction category and \$4,000 remains in the percent for art category for a total of \$507,000.

On June 16, 2017, DEED approved the Boroughs request to amend DEED Agreement DR 12-125 to include Palmer High School lockers to the scope of work for Houston and Palmer Middle School Locker

Replacement capital project 40195. Additionally, DEED redirected the remaining \$507,000 from the Mat-Su Career and Technical High School capital project 40190 to project 40195, per 4 AAC 31.064. Bond Counsel has been consulted and concurs with this request.

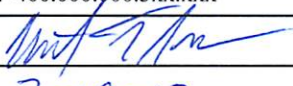
**RECOMMENDATION OF ADMINISTRATION:** Approve the attached ordinance, to reappropriate \$507,000 from the Mat-Su Career and Technical High School project 40190, fund 400 to the Houston and Palmer Middle School Locker Replacement project 40195, fund 400 and amend the scope of work to include Palmer High School.

MATANUSKA-SUSITNA BOROUGH  
FISCAL NOTE

Agenda Date: August 1, 2017

SUBJECT: Reappropriation of funds from the Mat-Su Career & Technical HS Addition Capital Project 40190, Fund 400 to the Houston and Palmer MS Locker Replacement Capital Project 40195, Fund 400 to accommodate amending the scope of work to include Palmer HS locker replacement.

ORIGINATOR: Cheyenne Heindel, Director of Finance

FISCAL ACTION (TO BE COMPLETED BY FINANCE)	FISCAL IMPACT <u>YES</u> NO
AMOUNT REQUESTED \$507,000	FUNDING SOURCE G.O. School Bond Funds
FROM ACCOUNT # 400.000.000.4xx.xxx	PROJECT # 40190
TO ACCOUNT : 400.000.000.3xx.xxx	PROJECT # 40195
VERIFIED BY: 	CERTIFIED BY:
DATE: 7-19-17	DATE:

EXPENDITURES/REVENUES: (Thousands of Dollars)

OPERATING	FY2017	FY2018	FY2019	FY2020	FY2021	FY2022
Personnel Services						
Travel						
Contractual						
Supplies						
Equipment						
Land/Structures						
Grants, Claims						
Miscellaneous						
<b>TOTAL OPERATING</b>						

CAPITAL		570				
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REVENUE						
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FUNDING: (Thousands of Dollars)

General Fund						
State/Federal Funds						
Other-Bonds		570				
<b>TOTAL</b>		570				

POSITIONS:

Full-Time						
Part-Time						
Temporary						

ANALYSIS: (Attach a separate page if necessary)

PREPARED BY: \_\_\_\_\_ PHONE: \_\_\_\_\_  
 DEPARTMENT:  DATE: \_\_\_\_\_  
 APPROVED BY: \_\_\_\_\_ DATE: 7/19/17



THE STATE  
of **ALASKA**  
GOVERNOR BILL WALKER

**COPY** Department of Education  
& Early Development  
SCHOOL FINANCE & FACILITIES

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PO Box 110500  
Juneau, Alaska 99811-0500  
Telephone: 907.465.2785  
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E-mail: Lori.Weed@alaska.gov

June 16, 2017

Chayenne Heindel, Director of Finance  
Matanuska-Susitna Borough  
350 East Dahlia Avenue  
Palmer, Alaska 99645

Re: Mat-Su Career & Tech HS Addition; DEED #DR-12-117 (Amendment 1)  
Houston MS/Palmer MS Locker Replacement; DEED #DR-12-125 (Amendment 2)

Dear Ms. Heindel:

Enclosed please find two copies of the amendments for the two named projects. These amendments reflect the redirection of \$507,000 from DR-12-117 to DR-12-125 to accommodate the estimated cost for adding Palmer High School to the locker replacement project (DR-12-125). Note that the department is awaiting the Palmer High School lockers cost estimate to be provided in the DEED Cost Format.

Sign both copies of the amendments and return both to the department for final execution. A fully executed original will be returned for the borough's records.

Please let me know if you have any questions. Thank you.

Sincerely,

A handwritten signature in cursive script that reads "Lori Weed".

Lori Weed, School Finance Specialist II  
Facilities

Enclosures

cc: Jude Bilafer, Capital Projects Director  
Jeff Walden, Lead Project Manager

IM17-139  
DR17-104  
RS17-058

COPY

DEED Debt Number: 12-125 Project Name: Houston MS/Palmer MS Locker Replacement

## Alaska Department of Education & Early Development

### Amendment No. 2 to the Project Agreement *Appendix A - Scope & Budget*

**1. The project scope of work is revised as follows:**

Remove and replace existing lockers at Houston Middle School, and Palmer Middle School, and Palmer High School.

**2. Project Funds - Houston MS/Palmer MS Locker Replacement**

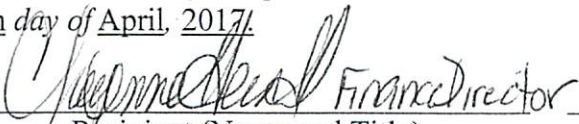
AS 14.11.100(a)(16)

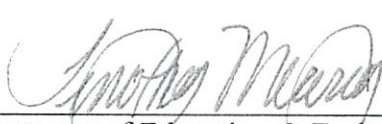
	Current Budget	Change This Amendment	Revised Funding Source Total
Approved Principal Amount:	\$335,000	\$0	\$335,000
Re-direction from DR-12-117:	\$0	\$507,000	\$507,000
<b>Project Total</b>	<b>\$335,000</b>	<b>\$507,000</b>	<b>\$842,000</b>

**3. Project Budget**

Cost Category	Current Budget	Change This Amendment	% of Const.	Revised Total Project Budget
1. CM (by consultant)	\$0	\$0	0.00%	\$0
2. Land	\$0	\$0	N/A	\$0
3. Site Investigation	\$0	\$0	N/A	\$0
4. Design Services	\$0	\$15,000	1.85%	\$15,000
5. Construction	\$320,057	\$492,000	100.00%	\$812,057
6. Equipment	\$0	\$0	0.00%	\$0
7. District Administrative Overhead	\$14,943	\$0	1.84%	\$14,943
8. Percent for Art	\$0	\$0	0.00%	\$0
9. Project Contingency	\$0	\$0	0.00%	\$0
<b>Totals</b>	<b>\$335,000</b>	<b>\$507,000</b>	<b>103.69%</b>	<b>\$842,000</b>

*In witness whereof, the parties hereto have executed this Amendment to the Contract as of the 6th day of April, 2017.*

 Finance Director  
 Recipient (Name and Title)

  
 Department of Education & Early Development

DEED Initials bu  
 IM17-139  
 OR17-104  
 RS17-058

EED Debt Number: 12-117

Project Name: Mat-Su Career & Tech HS Addition

Alaska Department of Education & Early Development

Amendment No. 1  
to the  
Project Agreement  
Appendix A - Budget

The project budget is revised as follows:

2. Project Funds - Mat-Su Career & Tech HS Addition

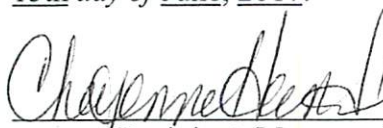
AS 14.11.100(a)(16)

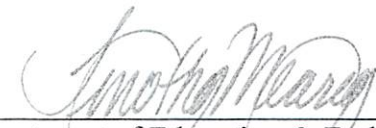
	Current Budget	Change This Amendment	Revised Funding Source Total
Approved Principal Amount:	\$16,150,000	\$0	\$16,150,000
Re-directed to DR-12-125	\$0	-\$507,000	-\$507,000
<b>Project Total</b>	<b>\$16,150,000</b>	<b>-\$507,000</b>	<b>\$15,643,000</b>


3. Project Budget

Cost Category	Current Budget	Change This Amendment	% of Const.	Revised Total Project Budget
1. CM (by consultant)	\$249,706	\$0	2.08%	\$249,706
2. Land	\$0	\$0	N/A	\$0
3. Site Investigation	\$45,000	\$0	N/A	\$45,000
4. Design Services	\$873,971	\$0	7.29%	\$873,971
5. Construction	\$12,485,298	(\$503,000)	100.00%	\$11,982,298
6. Equipment	\$873,971	\$0	7.29%	\$873,971
7. District Administrative Overhead	\$873,936	\$0	7.29%	\$873,936
8. Percent for Art	\$123,853	(\$4,000)	1.00%	\$119,853
9. Project Contingency	\$624,265	\$0	5.21%	\$624,265
<b>Totals</b>	<b>\$16,150,000</b>	<b>-\$507,000</b>	<b>130.18%</b>	<b>\$15,643,000</b>

In witness whereof, the parties hereto have executed this Amendment to the Contract as of the 15th day of June, 2017.

  
Chapman  
Finance Director  
/Recipient (Name and Title)

  
Trovato  
Department of Education & Early Development

DEED Initials  Im17-139  
OR17-104  
RS17-058