

SCHOOL FACILITIES BOARD
December 1, 2010
Phoenix, Arizona

The School Facilities Board held a Board Meeting at the Arizona State Capitol Building in Phoenix, Arizona. The meeting began at approximately 10:03 A.M.

<u>Members Present</u>	<u>Guests Present</u>
Tom Rushin, Vice-Chair	Patricia Ewanski, APS
Gary Marks	Earl Spear, The O'Malley Group
Penny Allee Taylor – via telephone	Bruce Brazis, Prime Star LED
Dr. Bill Johnson	Cathy Rex, So. AZ School Facilities Grp.
Vern Crow	Jim Westberg, Commerce Energy Ofc.
	Anthony Rivera, Commerce Energy Ofc.
<u>Members Absent</u>	
Dr. Frank Davidson, Chair	
Dr. Patricia Gober	
Eric Hafner	
Vicki Salazar (non-voting member)	
<u>Vacant Board Position</u>	
Teacher Representative	
<u>Staff Present</u>	
Dean Gray, Executive Director	
Kerry Campbell, Public Information Officer	
Debra Sterling, Attorney General's Office	
Phil Williams, Deputy Director-Finance	
Gerry Breuer, School Facilities Liaison	
Ron Passarelli, School Facilities Liaison	
Amber Peterson, School Finance Specialist	
Carissa Kephart, Davis-Bacon Coordinator	
Estella Robinson, Davis-Bacon Coordinator	
Yujun Mei, Demographer	

- I. Call to Order
Vice-Chair Tom Rushin called the meeting to order at approximately 10:03 A.M.

- II. Roll Call
There were five (5) voting Board Members present at this meeting.

- III. Consideration and possible vote to accept, reject or modify the Minutes of November 3, 2010
Dr. Bill Johnson made a motion for Board approval of the Minutes of November 3, 2010. Vern Crow seconded. The motion passed with a 5-0 voice vote.

- IV. Director's Report
 - a. Farewell to Dr. Patricia Gober
In anticipation of Dr. Gober's arrival, this agenda item was postponed to later in the meeting.

b. January Board Meeting

Due to the Holiday Season, staff recommended moving the January Board Meeting to January 12, 2011. Vern Crow made a motion to approve staff recommendation. Gary Marks seconded. The motion passed with a voice vote of 5-0.

c. FY 2010 SFB Annual Report

Dean Gray explained that the Annual Report is due on December 14, 2010 and is being made available for review by the Board and public comment. Tom Rushin complimented staff on the preparation of the report. This agenda item is informational only; no Board action was required.

V. Consideration and possible vote to accept, reject or modify requests for Reduction of Square Footage

Dean Gray explained that the Mayer Unified request for grade reconfiguration from P-6, 7-12 to P-8, 9-12 is not projected to cause the district to fall below minimum square footage guidelines.

Gary Marks made a motion for Board approval to reconfigure Mayer Unified. Vern Crow seconded. The motion passed with a voice vote of 5-0.

VI. Consideration and possible vote to accept, reject or modify Building Renewal Grant Requests

Tom Rushin notified the Board that the request from Laveen Elementary has been pulled from the agenda due to a lack of a quorum since Dr. Bill Johnson would have to recuse himself.

Dean Gray reviewed the balance of the Building Renewal Grant fund, explaining that if today's recommendations are approved by the Board the available balance is \$162,445. Staff continues working to close projects and make recognized savings and unspent monies available for new projects.

Dr. Bill Johnson made a motion for Board approval of the following staff recommendations:

1. Board approval that **Ganado Unified** be awarded an additional \$175,000 in Building Renewal Grant funding for the repair of the fire hydrants at the Ganado campus. Contingency funds will only be used with SFB staff approval.
2. Board approval that **Gilbert Unified** be awarded \$165,000 in Building Renewal Grant funding for the replacement of the chiller at Houston Elementary. This includes \$10,925 in contingency funds that will only be used with SFB staff approval.
3. Board approval that **Holbrook Unified** be awarded \$160,735 in Building Renewal Grant funding for the design and repair of the septic system at Indian Wells Elementary. This includes a \$60,000 contingency that will only be used with SFB staff approval.

4. Board approval that **Santa Cruz Valley Union** be awarded \$165,000 in Building Renewal Grant funding for the replacement of the classroom and lobby portion of the roof on the Fine Arts Building. This includes a \$12,300 contingency that will only be used with SFB staff approval.

Gary Marks seconded. The motion passed with a 5-0 voice vote.

VII. ARRA Energy Grant Awards

- a. Consideration and possible vote to accept, reject or modify Phase II Energy Efficiency Grant Awards

Dean Gray clarified that due to an error on the November agenda, we are presenting the Apache Junction Unified project to the Board again so that it is properly recorded in the official record.

Vern Crow made a motion for Board approval of the following staff recommendations, subject to approval of the environmental survey required by the National Environmental Policy Act:

Apache Junction Unified

8 Schools
Project Scope: HVAC Control, Lighting Control

Total Project Cost	\$1,265,134
Amount Requested:	\$379,540
Recommended Award:	\$379,540

District Funds:	\$885,594
Estimated Savings:	\$160,295 per year

Energy Savings: The project is estimated to save 5,472 MMBtu per year.

Marana Unified

Marana High School
Project Scope: HVAC Upgrade & Control, Lighting Upgrade

Total Project Cost:	\$1,426,471
Amount Requested:	\$319,890
Recommended Award:	\$319,890

District Funds:	\$1,106,581
Estimated Savings:	\$114,474 per year

Energy Savings: The project is estimated to save 4,778 MMBtu per year.

Dr. Bill Johnson seconded. The motion passed with a voice vote of 5-0.

- b. Consideration and possible vote to accept, reject or modify final award of Energy Efficiency Grants

Dean Gray explained that the first of Marana Unified's Energy Efficiency Projects was nearing completion and that there was no need to retain the contingency funding that was on reserve. The award of Marana Unified's second project, however, would exceed the \$1 million cap per district for the ARRA grants. By transferring the contingency funding from the first to the second of Marana Unified's projects, the grant funding awarded remains below the \$1 million cap.

Gary Marks made a motion for Board approval of the following staff recommendations:

Marana Unified-100206000-9999-002EFF - Phase II Award

Marana High

Project Scope: HVAC Upgrade & Control, Lighting Upgrade

Total Project Costs:	\$1,426,471	IGA Total Project Costs	\$1,460,034
Recommended Award:	\$319,890	ARRA Requested:	\$319,890
District Funds:	\$1,106,581	District Funds:	\$1,140,144
Estimated Savings per year:	\$114,474	Guaranteed Savings per year:	\$114,474
		Payback:	12.7 years
		Contingency:	\$0
		Commissioning:	\$0

Marana Unified – 100206000-9999-001EFF – Phase I Award

Mountain View High School

Project Scope: Lighting upgrade, Lighting control, HVAC upgrade & control, Demand control ventilation, Motor/Pump replacement, Water heater replacement, Boiler replacement, Plate & Frame Heat Exchanger, Variable frequency drives

IGA Total Project Costs:	\$2,267,033	IGA Total Project Costs	\$2,267,033
ARRA Requested:	\$680,110	ARRA Requested:	\$680,110
District Funds:	\$1,586,923	District Funds:	\$1,586,923
Guaranteed Savings per year:	\$147,050	Guaranteed Savings per year:	\$147,050
Payback:	15.5 years	Payback	15.5 years
Contingency:	\$20,220	Contingency:	\$0**
Commissioning:	\$6,100	Commissioning:	\$6,100

** Contingency adjustment to accommodate award of Phase II project and keep total district awards under the cap of \$1 million per district.

Penny Allee Taylor seconded. The motion passed with a voice vote of 5-0.

c. Consideration and possible vote to accept, reject or modify cancellation of Solar Energy Grant awards

Dean Gray explained that Arlington Elementary and McNary Elementary have requested cancellation of their Solar Energy Grant award. Gary Marks made a motion for cancellation of these Solar Energy Grant awards. Dr. Bill Johnson seconded. The motion passed with a voice vote of 5-0.

d. Consideration and possible vote to accept, reject or modify potential additional Solar Energy Grant Awards

Dean Gray explained that with the cancellation of the two awards in the previous agenda item and the return of funds due to projects coming in under budget and rebates from utilities, staff recommends awarding Solar Energy Grants to the next few districts. Approval by the Board will allow staff to proceed with performing a site analysis and recommendation for the 30KWdc photovoltaic system for the district.

Vern Crow made a motion for Board ratification that, subject to the availability of funding from the ARRA stimulus funds directed to the SFB through the Department of Commerce Energy Office and the approval of the NEPA environmental survey, the following districts are awarded solar energy grants involving the installation of photovoltaic systems up to 30KWdc.

San Simon Unified

Bowie Unified
Clarkdale-Jerome Elementary
Beaver Creek Elementary

Gary Marks seconded. The motion passed with a voice vote of 5-0.

IV. Director's Report

- a. Gary Marks made a motion to remove the Farewell to Dr. Patricia Gober item from the agenda. Vern Crow seconded. The motion passed with a voice vote of 5-0.

VIII. Future Agenda Items

Dean Gray suggested staff present information on energy efficiency in new construction to the Board in January or February.

Gary Marks asked for a financial update on each of the ARRA projects at the next Board meeting.

IX. Public Comment

No request for Public Comment was received.

X. Adjournment

There being no further business, Tom Rushin adjourned the meeting at 10:23 A.M.

Approved by the School Facilities Board on January 12, 2011

Thomas D. Rushin
Chair