

Yavapai College Capital Budget

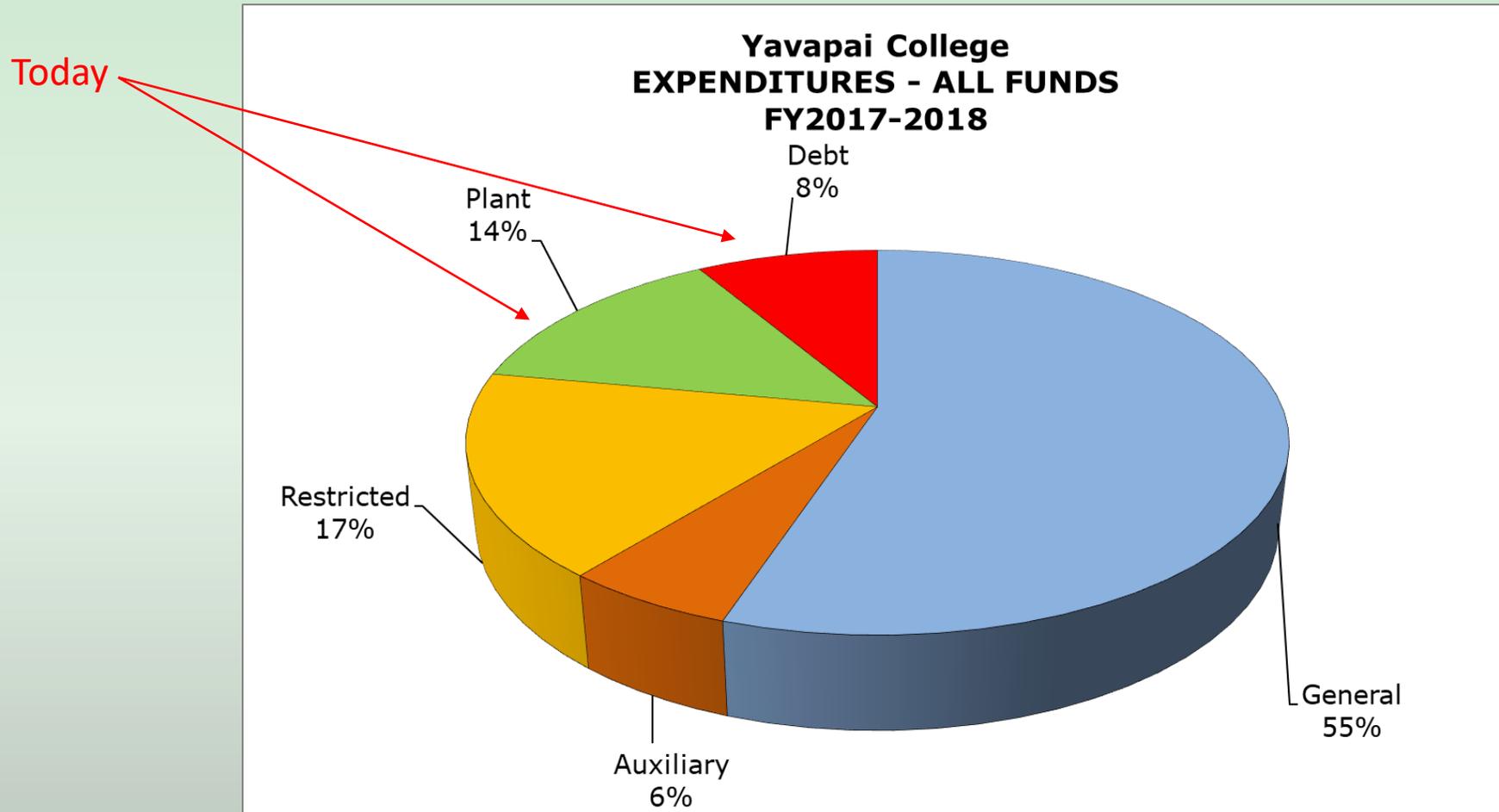
March, 2018



Budget Timeline

- Jan: Environment Overview
Preliminary Assumptions
Budget Work Study
- Feb: Revenue Budget Approval
- Mar: **Capital Budget Draft**
- Apr: Draft Budget Review & Feedback
- May: Final Budget Approval
and Truth in Taxation Hearing

Yavapai College Budget by Fund



Source: YC CAFR

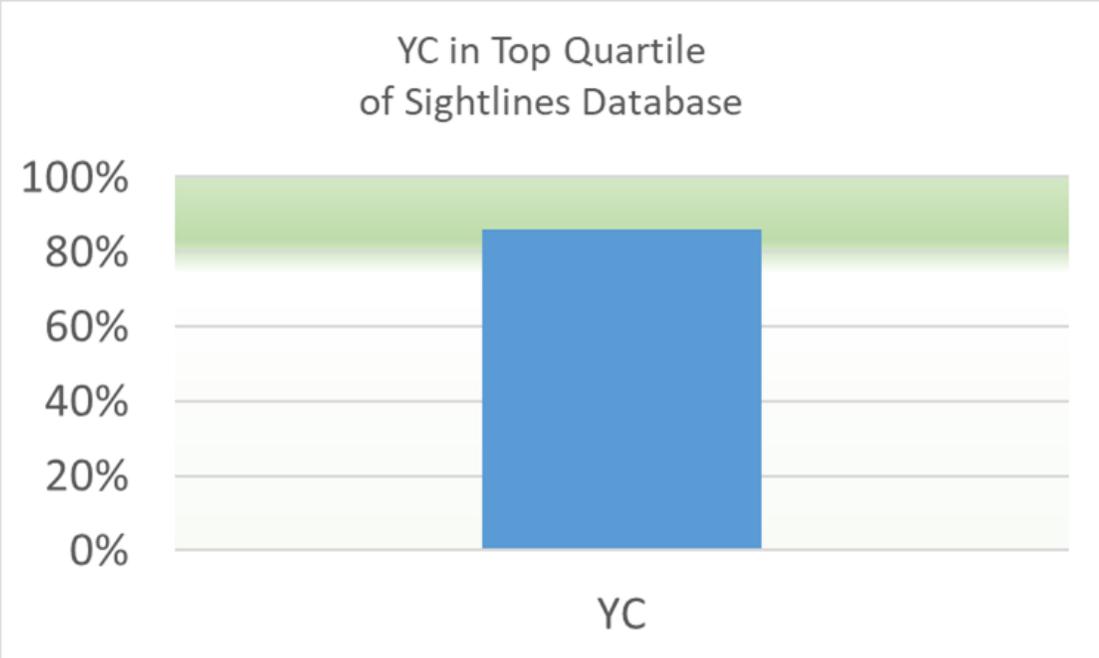
Types of Capital at YC

- Debt Fund
 - GO Bond
 - Revenue Bond
- Plant Fund
 - Fixed
 - Deferred Maintenance
 - Unplanned Maintenance
 - Equipment
 - Books
 - Furniture, Fixtures & Equipment (FFE)
 - Variable
 - Capital Improvement Plan
 - Contingency

DRAFT Debt

	<u>Final Maturity</u>	<u>Budget 2017-2018</u>	<u>Budget 2018-2019</u>	<u>DOLLAR (\$) DIFFERENCE</u>	<u>PERCENTAGE (%) DIFFERENCE</u>
RETIREMENT OF INDEBTEDNESS					
Retirement of Indebtedness (Principal)					
General Obligation Bonds - 2012 Refunding	7/1/2024	\$ 3,510,000	\$ 3,675,000	\$ 165,000	4.7%
General Obligation Bonds - 2011 Refunding	7/1/2021	885,000	870,000	(15,000)	-1.7%
Total General Obligation Bonds		4,395,000	4,545,000	150,000	3.4%
Pledged Revenue Obligations	7/1/2025	1,070,000	1,110,000	40,000	3.7%
Revenue Bonds	7/1/2028	310,000	315,000	5,000	1.6%
Sub-total Retirement of Indebtedness		\$ 5,775,000	\$ 5,970,000	\$ 195,000	3.4%
Interest on Indebtedness					
General Obligation Bonds - 2012 Refunding		\$ 551,800	\$ 418,100	\$ (133,700)	-24.2%
General Obligation Bonds - 2011 Refunding		109,000	82,500	(26,500)	-24.3%
Total General Obligation Bonds		660,800	500,600	(160,200)	-24.2%
Pledged Revenue Obligations		370,300	327,500	(42,800)	-11.6%
Revenue Bonds		94,200	86,600	(7,600)	-8.1%
Sub-total Interest on Indebtedness		\$ 1,125,300	\$ 914,700	\$ (210,600)	-18.7%
Bank Fees		3,000	3,000	-	0.0%
TOTAL EXPENDITURES AND OTHER DEDUCTIONS - RETIREMENT OF INDEBTEDNESS					
		\$ 6,903,300	\$ 6,887,700	\$ (15,600)	-0.2%

YC Net Asset Value

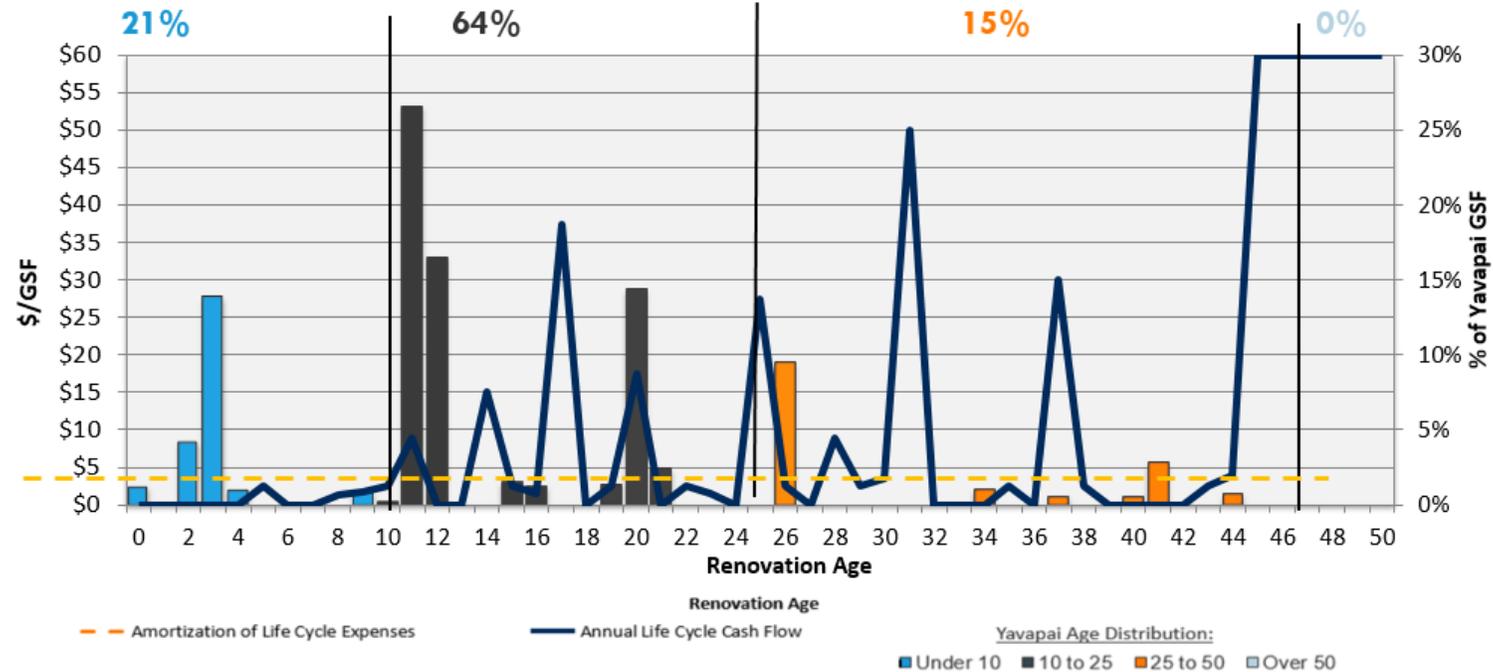


$$\text{Net Asset Value} = \frac{(\text{Current Replacement Value} - \text{Total Asset Reinvestment Need})}{\text{Current Replacement Value}}$$

Deferred Maintenance Reinvesting in Capital Assets

LIFE CYCLE COSTS

Prepare now for space aging into expensive replacement age categories



**YC Should invest \$4M per Year
in Deferred Maintenance**

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Foregoing Deferred Maintenance



Consultant: Repairs Needed for Flagstaff School Buildings

A consulting group is recommending the Flagstaff Unified School District to spend nearly \$95 million to refurbish most of its 17 district buildings.

Feb. 5, 2018, at 1:07 a.m.



An architect says at least three schools should probably be replaced with new buildings.

The group estimates that the cost to replace the three buildings at about \$36 million.

DRAFT Preventative & Unplanned

	<u>FY 2018-19</u>	<u>FY 2019-20</u>	<u>FY 2020-21</u>	<u>FY 2021-22</u>	<u>FY 2022-23</u>
Unplanned Maintenance	\$ 250,000	\$ 250,000	\$ 250,000	\$ 250,000	\$ 250,000
Deferred Maintenance Total	<u>3,974,000</u>	<u>3,974,000</u>	<u>3,974,000</u>	<u>3,974,000</u>	<u>3,974,000</u>
TOTAL MAINTENANCE	<u>\$ 4,224,000</u>				

Deferred Maintenance by Project

	<u>FY 2018-19</u>	
Career & Technical Education Center	\$ 675,000	CTEC Drainage/Parking, Roof
Chino Valley Agribusiness & Science	32,400	Painting
Prescott Campus, Bldg-03	50,000	PR Bldg 3 Breeze Way
Prescott Campus, Bldg-03	330,000	PR Bldg 03 Roof
Prescott Campus, Site	100,000	Heating Hot Water Valves
Prescott Campus, Site	75,000	Sewer Line
Prescott Campus, Site	1,000,000	Water Line Replacement PR0045
Prescott Campus, Site	1,200,000	Baseball Field Flood Control PR0021
Verde Campus	250,000	Building L & Jewelry Lab
District	250,000	District Bathroom Upgrades (PV, CTEC, VC.I, 1-6, 19)
District	<u>11,600</u>	District Miscellaneous FCI Projects
Preventative Maintenance Total	<u>\$ 3,974,000</u>	

DRAFT Equipment Budget

<u>Department</u>	<u>FY 2018-19</u>	<u>FY 2019-20</u>	<u>FY 2020-21</u>	<u>FY 2021-22</u>	<u>FY 2022-23</u>
Career & Technical Education	\$ 130,510	\$ 172,001	\$ 258,584	\$ 204,875	\$ 194,200
Arts & Humanities	104,800	108,300	42,265	131,940	60,800
Sciences, Nursing, Allied Health, HPER & Athletics	220,216	231,304	181,878	154,750	223,579
Public Safety	53,100	56,000	59,500	61,400	63,500
Digital Media & Viticulture	19,561	20,537	21,564	21,564	21,564
Computer Technologies and Instructional Support	42,677	32,880	7,805	7,160	34,185
Information Technology Services	1,044,960	1,058,955	1,182,775	1,121,386	1,094,777
Business Services	116,956	90,024	90,029	94,975	74,995
Facilities - All	234,000	263,000	226,000	228,000	220,000
Campus Safety	50,000	50,000	50,000	50,000	50,000
Marketing	-	3,000	-	5,000	-
Auxiliary Enterprises	201,720	175,900	86,800	199,950	124,900
Unplanned Equipment - Contingency	24,000	50,000	50,000	50,000	50,000
<u>Total Equipment</u>	\$ 2,242,500	\$ 2,311,900	\$ 2,257,200	\$ 2,331,000	\$ 2,212,500

Draft Capital Improvement Plan

Capital Improvement Projects - Description	FY 2018-19	FY 2019-20	FY 2020-21	FY 2021-22	FY 2022-23
CTEC - Additional Parking	\$ -	\$ 325,600	\$ 81,400	\$ -	\$ -
CTEC - Food Services Area *	534,000	-	-	-	-
Prescott/PV - Renovate Space for NARTA & Rework Old Space	1,528,000	509,000	-	-	-
Prescott - Building 1 - TRIO/VUB Relocation *	-	-	362,000	100,000	-
Prescott - Building 19 Library	-	-	474,000	2,401,000	800,000
Prescott - Multi-use Field Design & Construction	225,000	-	1,382,000	461,000	-
Prescott Valley Center Expansion - Phase 2/Second Floor	1,130,000	437,000	-	-	-
Prescott Valley - Land (Adjacent to Bldg 40)	-	-	-	-	460,000
Verde - Building L Design, Const. & FF&E - Renovation *	2,946,000	982,000	-	-	-
Open Space Improvements - Design & Construction	50,000	404,000	-	-	-
On Campus Signage	49,000	49,000	49,000	-	-
Contingency	300,000	140,000	72,000	89,000	24,500
Transfer Expenses to Restricted Fund - STEM & Prop. 301	(1,339,100)	(1,339,100)	-	-	-
Total Capital Projects	\$ 5,422,900	\$ 1,507,500	\$ 2,420,400	\$ 3,051,000	\$ 1,284,500
Revenue Sources					
Capital Project Accumulation Account	\$ 5,422,900	\$ 1,507,500	\$ 1,470,400	\$ 3,051,000	\$ 1,284,500
YC Foundation - Multi-use Field	-	-	950,000	-	-
Total Revenues	\$ 5,422,900	\$ 1,507,500	\$ 2,420,400	\$ 3,051,000	\$ 1,284,500
Excess/(Needed Capital)	\$ -				

Note: Detailed explanations of projects to be Approved this year can be referenced on the next page.

Key:

Green = Continuing Projects Approved in prior years.

Red = Projects to be Approved this year

Black = Future Projects

* Post-CMP identified project

Capital Improvement Projects Update

<u>Project</u>	<u>Budget</u>	Committed + <u>Actual-to-Date</u>	<u>Status</u>
PV	\$5.8M	\$6.1M*	Complete
Sedona	\$5.6M	\$5.8M*	Complete
Visual/Perf. Arts (1&15)	\$5.1M	\$4.8M	Complete

* Overage covered by Capital Contingency