

## **Finance Committee Report**

### **5.4.2017 Meeting**

**Prepared by A. Fleischer**

Meeting attended by: Board Vice Chair Mike Schmidt, Charlie Benincasa, Bob Brown, I. Geena Cruz, Norman Jones, Tom Richards, ICO Brian Sanvidge; Savin Program Director P  pin Accilien, Savin Deputy Director Rolie Coleman, Gilbane Program Director Tom Rog  r; and General Counsel Greg McDonald.

**Finance Chair Charlie Benincasa convened the meeting at 8:41 a.m.**

#### **1. Phase 1 Pay Requisition Summary (Monthly Requisition April 2017)**

The Phase 1 Pay Requisition Summary for the month of April 2017, totaling \$682,424.08, including all invoices to be paid by the Trustee using bond proceeds and those invoices to be paid by the District using other funding, was reviewed and discussed. Motion to move this item to the full Board for consideration at the monthly Board meeting on May 8, 2017 by Tom Richards. Second by Bob Brown. Approved 5-0.

#### **2. Phase 2 Pay Requisition Summary (Monthly Requisition April 2017)**

The Phase 2 Pay Requisition Summary for the month of March 2017, totaling \$3,773,255.68, including all invoices to be paid by the District using funds advanced by the District to the RJSCB and those invoices to be paid out of the City BAN proceeds, was reviewed and discussed. Motion to move this item to the full Board for consideration at the monthly Board meeting on May 8, 2017 by Bob Brown. Second by Mike Schmidt. Approved 5-0.

#### **3. Approval of the Closing Documents and Issuance of the Series 2017 COMIDA Revenue Bonds**

P  pin Accilien stated that on April 27, 2017, the Rochester City School District BOE approved issuance of the Series 2017 Bonds that will be used to repay the principal of, and a portion of the interest due on the \$32 million BAN issued by the City to provide short-term funding for a portion of the Series 2017 cashflow; finance the remaining cost of the Series 2017 cashflow; fund capitalized interest for the Series 2017 Bonds; and finance costs of issuance of the Series 2017 Bonds. COMIDA is adopting a similar resolution on May 18, 2017, followed by City Council on May 23, 2017. The District and the City will amend and restate the ground lease agreement in July 2017. Motion to move this item to the full Board for consideration at the monthly Board meeting on May 8, 2017 by Tom Richards. Second by Mike Schmidt. Approved 5-0.

### **Discussion Items**

#### **1. Comptroller approval status update**

P  pin Accilien and Allen Williams have sent responses (prepared in conjunction with Attorney Greg McDonald of BSK) to the Office of the State Comptroller on December 13, 2016, February 20, 2017, and March 23, 2017, and most recently on May 1, 2017 w/r/t Financial Plan approval. The most recent topics discussed with the OSC were:

- Court authorization to proceed with all aspects of James Monroe High School parts A & B and District-Wide Technology. The East Campus Part B (Part A was in Phase 1) is the same as East High School from the table on page 4. The DWT project is for technology related work happening in each of the Phase 2 schools as part of the electric work as each school.
- The original TRO signed by the Court, ex parte, that enjoined the Board from proceeding with any aspect of Phase 2 without a PLA. An Order dated August 26, 2016 modified the TRO to allow the Board to proceed with preconstruction on Phase 2 except that it was enjoined from awarding any construction contracts for Phase 2 until further order of the Court (see attached Stipulation and Order signed by Judge Ark).
- Subsequent Orders in September 2016 allowing the Board to proceed with Monroe part A & B, School 7 in February 2017, and School 16, School 1/15, School Without Walls, DFTLC, East, and Edison in April 2017 in all respects. Preconstruction activities can proceed unabated with regard to all Phase 2 projects

#### **2. Phase 1 Budget Report**

Tom Rog  r reviewed the report with the Committee. Charlotte is holding contingency for the doors, Monroe 1c until they close out this phase of work, and School 50-B for the roof replacement and Maynard's demolition project. Owner's

contingency is at \$208K with total contingency at \$730K. The School 50-B project's budget is currently at \$2.6M with the additional savings from closing out DWT last month.

### **3. Phase 2 Budget Report**

Pépin Accilien reviewed the report with the Committee. All items brought to the Committee were included in the budget. Adjustment to contingency budgets at Edison and East to absorb additional scope of work and the DWT-2B budget to account for program office move costs to 70 Carlson and warehouse on Nassau Road. Approximately \$17 million spent to date from the \$32 mil BAN. Balance of the BAN to be spent by July 2017 prior to the Series 2017 bond sale.

**Meeting adjourned at 8:57 a.m.**