

Date: August 9, 2023

Purpose: Citizen-Led Oversight Committee (CLOC) Meeting

Location: District Educational Support Center and Via Zoom

Committee Member Attendees:

Ted Barber, Daniel Clare, Ray Warco, Mike McNally

Beaufort County School District (BCSD) Representatives Present:

Robert Oetting, Jennifer Hamlin, Alexander Marshall, Tim Summers, Mark Chauhan

Turner & Townsend Heery Attendees:

Robert Corbin, Mark Koll, Agustin Vargas, David Waggoner

Other Attendees:

Don Baus, Little Diversified Architectural Consulting, Inc.

Todd Hill, Stage Front

Halie Cooler, Olivier, Inc.

Meeting Minutes

1. Prior to the August 9, 2023 CLOC meeting, the following materials were distributed to the committee members via email: Meeting Agenda; Meeting 44 Presentation Materials; Public Comment Card; Minutes from the July 12, 2023 CLOC Meeting (draft); Referendum Projects 2019 Financial Summary; Project Level Financial Details; 2019 Referendum Project Contingency Log; and Cash Flow Projections vs Actuals.
2. Mr. Barber opened the meeting with the Pledge of Allegiance.
3. Mr. Barber confirmed with Mr. Oetting that there were no public comments.
4. Mr. Barber made a motion to correct July 12th meeting minutes.
5. Mr. Barber asked for a motion to approve the minutes for the June 14, 2023 (draft) meetings. Mr. McNally requested to amend the minutes to reflect that he attended the June 14th meeting. A motion was made by Mr. Warco to include this change and seconded by Mr. McNally. The motion was approved by all. The approved amended meeting minutes will be posted to the CLOC website.
6. Mr. Barber requested Mr. Corbin update the CLOC website. Mr. Barber is to send Mr. Corbin a list of the CLOC members to be removed and bios for new CLOC members to be added.

7. Hilton Head Island High School – Advanced Design Update

Mr. Don Baus, Little Diversified Architectural Consulting, Inc., provided the update on Hilton Head High School's advanced design, which is being reported under budget and on schedule. Presentation included two updated renderings provided to the District on July 26, 2023. Progress update included Phase 1 Design Development (DD) documents were completed on July 17, 2023. Phase 1 DD's have been reviewed by the District and distributed to MB Kahn for updated pricing. A virtual OSF review of the Phase 1 DD's took place on July 19, 2023 and Little Diversified is addressing the review comments received. Construction Documents (CD's) for Phase 1 have begun.

At the conclusion of Mr. Baus's update, Mr. Corbin asked if there were any questions for Mr. Baus.

Mr. Warco asked if the picture on the right side of slide 7 was showing a floor pattern to depict an aerial view of the waterways of Hilton Head Island?

Mr. Baus responded by saying yes, there is limited area in the lobby where this is planned to occur. Mr. Corbin clarified flooring material for this area is planned to be terrazzo.

Mr. Barber asked if there were any more questions and there were none.

8. Project Updates:

Mr. Corbin turned the meeting over to Mr. Marshall for updates on his projects.

Battery Creek High School (BCHS) - Jumper Carter Sease Architects (JCS) and MB Kahn Construction Company, Inc. (MBK)

Mr. Marshall gave the report for BCHS, which is under budget and on schedule. Part 1 of the OSF Final inspection is complete. Tennis courts now have asphalt installed. Sound System training is tomorrow, and Camera System training is scheduled for next week. Construction is complete and the cleanup process has begun. Punch list items will be completed from now until October. Last big effort is to complete exterior lighting, poles are going up every day.

Mr. Oetting asked what the expectations are for the parking lot that was used by MBK for staging once school begins.

Mr. Marshall responded by saying the expectations are to have the asphalt patched. Fencing came down August 9, 2023, the construction yard will be cleaned up. There will be one storage container and the construction trailer on site the first week of school.

Mr. Geier added by saying the head of the Booster Club at BCHS has a concern with how parking will turn out for the first home football game as well as whether the stadium will be ready for the first home game.

Mr. Marshall said the only thing remaining out there is the correction of a portion of the sidewalk which will be addressed before the first home game.

Mr. Barber asked whether the old transformer had been removed from the football field.

Mr. Marshall responded by saying that the transformer was removed. The only item remaining for site utilities is the removal of the old fiber by Hargray which will not be a concern for the first home game.

Robert Smalls International Academy (RSIA) – LS3P Associates, Ltd. (LS3P) and JE Dunn Construction Company (JE Dunn)

Mr. Marshall gave the report for RSIA, which is being reported under budget and on schedule. Final inspection occurred on Friday August 4th, 2023, with 10 deficiencies remaining to correct. Corrections were made after the initial inspection and a reinspection took place on August 8 and August 9, 2023. Ten percent retest for the Fire Alarm system is scheduled to occur on August 10, 2023. The remaining punch list includes cleaning, finishing the playground, signage, door hardware corrections.

Mr. Barber asked when the demolition of the old facility would occur.

Mr. Marshall responded by saying the demolition is scheduled to occur the week of August 21, 2023. Demolition must be completed within a six-week time frame from the start date to comply with the SCDHEC regulations.

Okatie Elementary School (OES) – SGA|NarmourWright Design (SGA|NW) and Thompson Turner Construction (TTC)

Mr. Marshall gave the report for OES, which is under budget and on schedule. Contractor mobilization is scheduled to occur on August 24, 2023. Submittals are ongoing, the facility will reuse some of the existing structured cabling which will result in the scope of work to be completed quicker than a full re-cabling job.

MC Riley Elementary School (MCRES) & MC Riley Early Childhood Center (MCRECC) – Rosenblum Coe Architects, Inc. (RCA) and Contract Construction (CC)/ Ajax Building Company, LLC (Ajax)

Mr. Marshall reported on MCRES and MCRECC, which are under budget and on schedule. The “A” wing at MCRES is complete. The focus is now in the “P” wing. Doors are in. HVAC units have been started. Target cutover date is the week of August 10, 2023. Installation of PA/Intercom devices is ongoing, Camera installations are ongoing, the old systems will be operational until the new systems are installed, and training takes place. Owner training for the new PA/Intercom is scheduled to occur the week of August 16, 2023.

May River High School (MRHS) – Quackenbush Architects and Planners, LLC (QAP) and Ajax

Mr. Marshall gave the report for MRHS, which is being reported under budget but with a green traffic. The new football turf field is scheduled for completion on August 10, 2023. Drainage work has begun. The practice field prefabricated restroom plumbing and electrical is complete, arrival of the prefabricated structure is pending. CTE expansion SD's are complete.

No questions were received on Mr. Marshall's project updates.

Mr. Corbin turned the meeting over to Mr. Summers for updates on his projects.

Hilton Head Island Early Childhood Center (HHIECC) – SGA|NW and TTC

Mr. Summers gave the report for HHIECC, which is being reported under budget and on schedule. TTC Amendment No. 46 (Remaining Safety/Security and Technology/Infrastructure scope including BDA) was approved by the Board on June 13, 2023. Work is scheduled to begin in mid-August. Playground equipment installation is scheduled for completion by August 11, 2023.

Hilton Head Island School for the Creative Arts (HHISCA) – JCS and MBK

Mr. Summers gave the report for HHISCA, which is under budget and on schedule. PA/Intercom system owner training to take place on the week of August 14, 2023. Additional staff training will also be coordinated to take place when staff returns in August 2023. Infoview monitors have been 80% completed. System re-commissioning will occur once monitor installations are complete.

Bluffton Elementary School (BLES) and Bluffton Early Childhood Center (BLECC) – JCS and MBK

Mr. Summers gave the reports for BLES and BLECC, which are on schedule and under budget. At BLES, additional staff training for PA/Intercom is being coordinated to take place when staff returns the week of August 14, 2023. Infoview monitors have arrived and are approximately 50% complete. System re-commissioning will occur once monitor installations are complete. At BLECC, MBK Amendment No. 44 (Safety/Security and Technology/Infrastructure scope) is fully executed. Preconstruction meeting is being coordinated.

Red Cedar Elementary School (RCES) – RCA and Charles Perry Partners, Inc. (CPPI)

Mr. Summers reported on RCES, which is under budget and on schedule. CPPI Amendment No. 08 (Phase 1 Safety/Security and Technology/Infrastructure scope) was approved at the June 13, 2023, Board meeting. Phase 2 GMP Proposal for remaining Safety/Security and Technology/Infrastructure scope is scheduled to be brought to the Board for approval in September 2023.

River Ridge Academy (RRA) – JCS and CPPI

Mr. Summers reported on RRA, which is under budget and on schedule. CPPI Amendment No. 07 (Remaining Safety/Security scope) was approved at the June 13, 2023, Board meeting. Pricing for the Athletics GMP proposal has been requested.

Hilton Head Island Middle School (HHIMS) – LS3P and TTC

Mr. Summers reported on HHIMS, which is under budget and on schedule. Phase 1B is complete, and a final reinspection is to be scheduled with OSF. The team discovered some existing fire alarm devices that were not functional and the contractor has addressed by placing a fire watch in order to proceed with the final inspection meanwhile District Maintenance addresses the existing issues with the fire alarm devices. Phase 1A (Modular Building and New Building Addition) Received a final inspection and a verbal from OSF to be able to occupy the spaces.

Mr. Barber asked about the vandalism that occurred at HHIMS.

Mr. Summers explained that some children infiltrated the facility at 2AM over the weekend and set off fire extinguishers inside of the facility. The clean up of the fire extinguisher chemicals is the same as the clean up from a fire and required a heavy undertaking by a restoration contractor. The result was a facility with somewhere between 150 – 180 contractors onsite. This has created some difficulty in trying to accomplish the Referendum scope while trying to do the clean up of the facility. But the project is still on schedule to have the facility ready by the time teachers return on August 14.

Mr. Barber asked if anyone had identified who vandalized the facility.

Mr. Summers replied by saying law enforcement has identified a person of interest.

Hilton Head Island High School (HHIHS) – MPS and HGR/MBK

Mr. Summers reported on HHIHS, which is under budget and on schedule. Amendment No. 41 (New Field House, Remaining Athletics, PA/Intercom and Cabling) was approved at the June 13, 2023, Board meeting. Construction is pending permitting. Gym bleachers are scheduled for completion the week of August 14, 2023.

Bluffton High School (BLHS) – JCS and MBK

Mr. Summers reported on BLHS, which is under budget and on schedule. Safety/Security and Technology/Infrastructure scopes have been completed. Cutover to the new systems is complete. The OSF final inspection is complete. Punch list items are currently being addressed.

Following the conclusion of Mr. Summers' project updates, Mr. Corbin asked if there were any questions.

Mr. Warco asked a two questions. How long does it take to train the teachers on the new security system. And are there any follow up trainings for those who missed the security system training.

Mr. Summers replied by saying the initial training is a few hours. The important part is following up with the training to ensure the teachers are up to date on how to operate the systems. There are only reference documents that the staff can use to refresh on how to operate the systems. The staff can also request a training from the district IT coaches if a refresher is needed, at which point, new staff that has not received the training, can be brought up to speed on how to use the systems.

Mr. Corbin asked if there were any more questions and there were none.

Mr. Corbin turned the meeting over to Mr. Koll for updates on his projects.

Riverview Charter School (RVCS) – QAP and TTC

Mr. Koll reported on RVCS, which is under budget and on schedule. The new ceiling grid installation is complete and new security systems are being installed and being programmed. The new sound system is complete and tested. The sound system is scheduled to be operational by the time the students come back on August 21, 2023. Project completion is scheduled to occur in Fall 2023.

Coosa Elementary School (CES) – LS3P and TTC

Mr. Koll reported on CES, which is under budget and on schedule. Structured cabling is complete. The final installations of Audio Enhancement and Allied Universal Systems are nearing completion. Network cutover is scheduled to occur the last week of the August due to scheduling constraints with the IT department. Commissioning of the systems and Owner training will occur once the Network cutover occurs.

Mossy Oaks Elementary School (MOES) – QAP and TTC

Mr. Koll reported on MOES, which is under budget and on schedule. Structured cabling is complete. Final installations of Audio Enhancement and Allied Universal Systems are complete and are being programmed. Network cutover is complete. Commissioning of the systems and Owner training will occur once the Network switchover occurs August 21, 2023. The punch list items are to be complete in August.

Port Royal Elementary School (PRES) – RCA and Ajax

Mr. Koll reported on PRES, which is under budget and on schedule. Demolition has begun. Fifty percent (50%) of existing structured cabling has been removed. The installation of new structured cabling is nearing completion and the network will be cutover prior to students returning on August 21, 2023. Audio Enhancement and Allied Universal are scheduled for completion in September.

Pritchardville Elementary School (PVES) – JCS and TTC

Mr. Koll reported on PVES, which is under budget and on schedule. Contractor has mobilized onsite and have completed most of the hard construction. Completion is scheduled for Q1 2024. Final playground equipment installation is scheduled to be complete prior to students returning on August 21, 2023.

Beaufort Middle School (BMS) – MPS/HGR and SGA|NW/TTC

Mr. Koll reported on BMS, which is under budget and on schedule. The final installations of Audio Enhancement and Allied Universal Systems are nearing completion. Network cutover is scheduled to occur in late Q3 2023. Installation of sports lighting is scheduled to begin August 10, 2023. Concessions and restroom buildings are scheduled to be delivered in August 2023. Contractor is pending receipt of one construction permit to be able to work on the prefabricated buildings once they arrive onsite.

Beaufort High School (BHS) – LS3P and TTC

Mr. Koll gave the report for BHS, which is under budget and on schedule. Final punch list items have been completed. Infoview monitors are being installed in the hallways. PA/Intercom closeout documents are being assembled by TTC. Demolition of the decommissioned data systems is underway. Design for the practice field restroom facility is ongoing. GMP is scheduled to be received in September 2023.

Whale Branch Early College High School (WBECHS) – QAP and CPPI

Mr. Koll gave the report for WBECHS, which is under budget and on schedule. Phase 2 Safety/Security and Technology/Infrastructure structured cabling is complete. The build out of IT closets is complete. Audio Enhancement and Allied Universal systems are nearing completion, cutover is scheduled to occur in August 2023. GMP Proposal for baseball and softball batting cages is scheduled to be received in September 2023.

Following the conclusion of Mr. Koll's project updates, Mr. Corbin asked if there were any questions.

Mr. McNally asked about the District's insurance for facilities as more value is added and as new facilities are built and how the District is covered under a policy.

Mr. Oetting responded by saying that every new building gets builder's risk policy, every new building needs to take out a builder's risk policy. The District sends a description of the project, the square footage being added. Based on this the District pays a fee. Anything under \$5M does not need to take out a builder's risk policy, instead the standard building policy covers those projects. As far as adjusters coming out and checking on jobs, Mr. Oetting doesn't know of anyone coming out to do a safety check. Each of our construction companies have their own safety supervisors to ensure that safety protocols are followed in order to keep rates down on their insurance policy.

Mr. Geier added that the District's coverage is close to \$1B dollars

Mr. McNally asked if we as BCSD would be better out self-insured.

Mr. Geier responded by saying that the State will not allow the District to be self-insured.

Mr. Oetting added that the deductible is \$25K. In the instance of the incident at HHIMS, an adjuster investigated the damages. The adjusters will come when requested.

Mr. Corbin turned the meeting over to Mr. Vargas for updates on his projects.

Lady's Island Elementary (LIES) – MPS and HGR/Ajax

Mr. Vargas reported on LIES, which is under budget and on schedule. Network cutover is complete. Exterior lighting installations are complete. Emergency generator is scheduled to arrive Q4 2023. Audio Enhancement equipment installations are 80% complete. Security cameras and access control rough-in is 80% complete. Camera installations are 25% complete.

St. Helena Elementary School (SHES) – MPS and HGR/Ajax

Mr. Vargas reported on SHES, which is under budget and on schedule. Front office window installation and store front glazing is scheduled to be complete prior to the start of school on August 21, 2023. Camera installations are 50% complete. Network cutover is complete. PA intercom is ongoing. Emergency generator is scheduled to arrive Q4 2023. Access controls equipment shipment date for card readers and door hardware is pending.

Broad River Elementary School (BRES) - LS3P and TTC

Mr. Vargas reported on BRES, which is under budget and on schedule. PA/Intercom Infoview Monitors need troubleshooting due to issues with programming from the manufacturer. The fix is scheduled to occur the week of August 21, 2023. Cameras and access controls installation are complete. Punchlist is ongoing.

Joseph S. Shanklin Elementary School (JSES) – RCA and CC/Ajax

Mr. Vargas reported on JSES, which is under budget and on schedule. Network cutover is complete. PA/Intercom installation is ongoing. Camera installations have begun. The generator is scheduled to arrive in Q4 2023.

James J. Davis Early Childhood Center (JJDECC) – RCA and CC/Ajax

Mr. Vargas reported on JJDECC, which is under budget and on schedule. Network cutover is complete. The emergency electrical room is 90% complete. The generator is scheduled to arrive Q4 2023. PA/Intercom and camera installations have begun.

Whale Branch Elementary School (WBES) – RCA and CCI

Mr. Vargas reported on WBES, which is under budget and on schedule. Security Cameras are complete. Access Controls are complete. Owner training of the system is scheduled to occur on August 17, 2023. Third-party inspection deficiencies have been corrected. OSF inspection is being coordinated to occur in August 2023.

Whale Branch Middle School (WBMS) – RCA and CCI

Mr. Vargas reported on WBMS, which is under budget and on schedule. Security Cameras are complete. Access Controls are complete. Owner training of the system is scheduled to occur on August 17, 2023. Third-party inspection deficiencies have been corrected. OSF inspection is being coordinated to occur in August 2023.

Bluffton Middle School (BLMS) – SGA|NW and TTC

Mr. Vargas reported on BLMS, which is under budget and on schedule. Electrical rough-in is complete. Exterior Lighting is in place, lights will be energized once the Generator is installed; Generator is scheduled to arrive in Q1 2024. Structured cabling testing is ongoing and network cutover is scheduled to occur the week of August 14, 2023. PA intercom system and cameras are scheduled to begin installation at the end of August 2023. Athletic Field Lighting equipment installation has begun; Coordination with Dominion Energy is ongoing to install the transformer that will supply power to the new field lights; Dominion is currently reviewing the engineered plans prior to providing a solution.

Following the conclusion of Mr. Vargas's project updates, Mr. Corbin asked if there were any questions.

Mr. Barber asked what the explanation from the manufacturers is as to what is causing delays on generators and other pieces of equipment

Mr. Marshall replied that the chips used in the control boards are delayed which is causing issues with production.

Mr. Oetting added that in speaking with Dominion, he was notified that whenever a natural disaster occurs, they have to release their stock of electrical equipment to bring back the power grid in areas affected by events such as hurricanes, tornadoes, etc.

No further questions were received on Mr. Vargas's project updates.

9. Mr. Corbin provided the Project Closeout updates. Thirty (30) projects have been completed to date. Mr. Corbin also pointed out that the Monthly Financial Summary Report is tracking and reporting 133 financial commitments that have been completed to date.
10. Mr. Corbin provided the Financial Update, which is being reported with a "green" traffic light. Standard monthly Financial Reports have been distributed. As of July 31, 2023, the Current Budget remains at \$375,710,000. The Paid and Committed Funds through July 31, 2023, was \$363,994,391 (96.88%). The Total Remaining Funds to Commit (Including Contingency) total \$11,715,608 (3.12%). Contingency Activity in July 2023 shows \$376,925 in savings returned and \$429,147 in contingency used. Remaining available contingency totals \$3,899,569.
11. Mr. Corbin presented the Cash Flow Projections vs. Actual Expenditures slides. The Referendum funds paid as of July 31, 2023, total \$255,152,320. The total forecasted expenditures through July 31, 2023, is \$299.61 million. The total payments made in July 2023 were just over \$6.7 million.
12. Mr. Corbin provided a recap for Community Outreach.

Robert Smalls International Academy: Masons Cornerstone Ceremony took place on August 2, 2023. Ribbon cutting took place on August 7, 2023

Battery Creek High School: Ribbon cutting is scheduled to take place August 25, 2023, at 1:30 PM.

Hilton Head Island Middle School: Ribbon cutting is scheduled to take place August 30, 2023, at 1:00 PM.

13. Mr. Corbin turned the meeting over to Mr. Oetting and Mr. Chauhan to talk about the BCSD long term maintenance plan.

Mr. Oetting started off by stating the question that the CLOC posed in the previous CLOC Meeting in regards to the long term maintenance plan for the newly implemented IT systems and keeping up with the demands from normal wear and tear.

Mr. Barber reinforced the question by clarifying what is the plan for maintaining the systems through their lifespan to keep them current rather than waiting for a Referendum to address maintenance issues with these systems.

Mr. Chauhan responded by saying the systems will be treated just like any other system being added to BCSD schools and will be handled through the standard life cycle refresh schedule. The refresh schedule utilized 8% Capital Improvement funds. Currently, across the board, we have seen a 25% to 30% increase in the cost of the chips that are used to manufacture the hardware that is being purchased. This is being taken into account in the Ten Year Plan the District has in place. The newly implemented Referendum systems are projected to give the District a 20 to 25 year lifespan for such, and as a whole, we are starting to see the benefits of the new IT backbone that has increased the fiber bandwidth capacity from 10 gigabytes to 25 gigabytes. What this means is that ten to 15 years from now, we will not have a need to increase the bandwidth capacity. The removal of the old structured cabling, and the smaller wiring bundle sizes, has allowed for the district to increase the Power Over Ethernet (POE) from 30 watts to 60 watts by utilizing POE plus plus which allows for the equipment to power up door access points, PA/Intercom, digital signage, video boxes cameras. In addition, these newly built technology closets have battery back up as well as generator back up to help elongate the lifespan of the systems.

Mr. Oetting added that the new cameras, the District will need to monitor the performance and lifespan on those systems.

Mr. Chauhan explained that the network switches are on a two year refresh cycle and to help with the need, the District receives assistance from e-rate funding, approximately \$3 Million. Wireless access points are on a two year cycle as well which is estimated to be a \$4 Million to \$5 Million project.

Mr. Geier added by saying he is glad that we are spending the money to increase the IT Infrastructure of the District as we are starting to plan for the upcoming changes that

Artificial Intelligence will bring. The District will be working to stay behind the curve on the upcoming technology changes as time goes on.

14. Mr. Corbin turned the meeting over to Mr. Barber to obtain feedback on his Q2 2023 CLOC Board update that took place on August 1, 2023.

Mr. Barber reported by saying Mr. Warco, Mr. Tritschler, and Mrs. Payne accompanied him during the CLOC Board update. The update went well and at the end of the presentation, the CLOC received no questions.

Mr. Warco added to the discussion by saying the Cash Flow Projections vs. Actual Expenditures chart, he found it very important to show to the Board as it shows where the program started and where it currently stands now.

Mr. Geier said the biggest hurdle is getting through the last GMP Contract, which he is urging to have under contract by the end of October at the latest, this can be used to market the next Referendum. This is important to say with 100% security that we have every project under commitment within the 4 year period of the Referendum.

Mr. Barber asked if there were any other questions.

Mr. McNally added to the asked the question regarding the long term maintenance of items such as roofing, Mechanical, Electrical and Plumbing (MEP) systems. The District needs to ensure that there are periodic inspections of the systems, an intermediate repair budget for the systems, and are there any reserve funds for the replacement of units that malfunction in the midst of the lifespan of the systems. Is this being done in the future through a separate Bond Referendum?

Mr. Oetting responded by saying Turner & Townsend Heery completed a Facility Condition Assessment (FAC) on BCSD Facilities that for the most part were not recently built and are not about to be demolished in the upcoming Referendum. The assessment included items such as windows, HVAC, Generator, etc. and included information such as life expectancy, year installed, condition of units, and expectancy of life. That budget has gone into the ten year 8% Capital Improvements Plan (CIP) projects. This is the inspection of the systems which was concluded recently. The intermediate repair budget is the District's maintenance budget which is an approximate \$6 million a year for the recurring billings for utilities and other items as well as the upkeep of all the facilities. The reserve funds are the 8% which includes a 10% planned for replacement of the big ticket items items. As a rule of thumb, anything above \$10K becomes an 8% CIP project. Our roof consultant conducts roofing inspections which in turn results in a five year plan for roofing.

Mr. Geier added to the discussion by saying that the Operations budget for the 8% has been increased to \$30 Million, due to managing the debt service and having to borrow more funding to maintain the millage at the same rate. Operations currently has a process in place to prioritize projects by need thanks to the recent FCA.

15. Mr. Barber turned the meeting over to Mr. Warco for CLOC Sub-Committee Reports/Updates.

Mr. Warco gave a report from the Finance Committee in regard to the 519 Report and the Reset V3.0 \$587K soft landing.

The Finance Committee concerns are as follows:

- i) In relation to the \$587K soft landing, Mr. Warco asked Mr. Corbin, "Currently there are seven projects that contain project contingencies of \$795K, do we expect to get additional cost savings for the project contingencies that are currently being held at the project level?"

Mr. Corbin responded by saying yes.

- ii) Mr. Warco also addressed the analysis performed by the Finance Committee regarding the difference between the percentage of work completed versus percentage paid to date. The number of projects where this difference is 18% or greater is currently up to six (6) projects. The Finance Committee asks if contractors are being paid as they should when the correct paperwork is submitted.

Mr. Corbin responded in the affirmative.

Mr. Geier added by saying that in the future the District would like to see penalties on the contract if contractors don't get their billings in a timely manner.

17. Mr. Barber reported on the Forward Looking Items and Events.

Mr. Corbin reminded everyone about the ribbon cutting ceremonies at BCHS and HHIMS.

Mr. Warco asked a general question regarding the next Referendum. Knowing there are delays with manufacturing, is there a possibility to get projects to do advanced purchases and getting contractors on board ahead of time to complete the scope of work within the allotted time frame for the next Referendum.

Mr. Oetting responded by saying that this is one of the concerns from the District and the Superintendent. We all recognize the events that occurred in the past four years were unprecedented and we know that we will not be able to have the additional funding from Bond Premiums and were not going to have the ability to ask for additional funds. Based on this, the District involved two firms to provide cost estimates, review the figures, and both found that the numbers were within the same range and agreed that the Referendum could be done with the projected budget. Both firms have given a conservative figure with the amount of inflation they are projecting for the duration of the next Referendum.

Mr. Warco clarified that the concern is with the market capacity to handle the amount of projects that will be put out on the Next Referendum and achieving completion within the allotted time frames.

Mr. Oetting responded by saying he thinks the projects going forward are will be much easier to handle than the current set of projects of the 2019 Referendum. The next Referendum has larger scale projects which include large rebuilds, meaning the District will have fewer projects with larger scopes which will be easier to manage.

Mr. Oetting added the issues with lead times on equipment like electrical switch gear and HVAC systems which range between 12 to 18 months as well as concerns with site permitting from local, state, and federal agencies. Site permitting is currently taking 8 to 12 months to permit sites.

Mr. Barber contributed to the discussion by saying that Board members need to work with other agencies and officials to be able to expedite permitting in order to save taxpayer dollars.

18. Mr. Barber and Mr. Corbin discussed the forward looking items and events and reminded attendees of the BCHS ribbon cutting on August 25, 2023 at 1:30PM and the HHIMS ribbon cutting on August 30, 2023 at 1:00PM.

19. Mr. Barber and Mr. Corbin discussed that the next CLOC meeting would be held on September 13, 2023. The decision was reached to hold the meeting at Robert Smalls Leadership Academy. A pre-meeting tour of the recently completed project will begin at 5:30PM, interested parties will need to assemble at the main entrance.

Discussions and decision was reached to hold the October 11, 2023 CLOC meeting at Battery Creek High School with a pre-meeting tour to begin at 5:30PM.

20. Mr. Barber asked if there were any more items to discuss. There were none.

21. Mr. Barber adjourned the meeting.