

Hoover City Schools

CAPITAL OUTLAY PLAN FOR FISCAL YEAR 2022

Why Create a Capital Plan

- The procurement, design, construction, maintenance, and operation of capital assets is a critical activity of the school district and therefore requires careful planning
- Capital facilities and infrastructure are important legacies that serve current and future generations
- Managing an asset throughout its lifecycle from both a financial and operational perspective helps the district to achieve the best return on its asset, reduce unnecessary service interruptions, and maintain asset condition and service level

Purpose of Presenting a Capital Plan

- Accountability¹
- Foster Community Support for the School System²
- Share the District's Strategic/Long-term Plan³
- Assure Sustainability of the Existing Infrastructure⁴
- Strengthen Borrowing Position⁵

Capital Plan Process

- The capital plan begins in the spring.¹
- Principals meet with the CSFO, the Director of Maintenance and the Maintenance Supervisor to collaboratively determine the building needs for the upcoming school year.²
- District administrators review and update the long-term preventative maintenance, repair, renewal and replacement plan for capital assets.³
- District administrators and local government leaders discuss anticipated residential development.
- District administrators use enrollment forecasting to plan for new construction.
- Identify federal, state, and local funding sources

FY 22 Capital Outlay

Maintenance and Repairs:	
Flooring Project (annually) ¹	\$ 599,429
Painting Project (annually) ²	\$ 180,000
Paving Project plus Seal Coating (annually) ³	\$ 570,000
Lighting Project (annually) ⁴	\$ 180,000
Asphalt/Pour & Play Repairs ⁵	\$ 300,000
Security Camera Refresh	\$ 120,000
New Construction/Renovation:	
Canopies (CO)	\$ 30,000
Locker Upgrade (SMS)	\$ 80,000
Cooling Tower Replacement (BPES)	\$ 1,200,000
Mechanical/HVAC Upgrade (GES)	\$ 1,000,000
Roofing Project (SMS)	\$ 1,228,158
Roofing Project (SSCES)	\$ 1,600,000
Roofing Project GSES)	\$ 1,900,000
Theater Upgrade (SPHS)*	\$ 2,000,000
New Theater (HHS)*	\$ 5,258,440
Bathroom Upgrade (carryover from FY21) ⁶	\$ 1,250,000
Fleet Renewal ⁷	\$ 1,050,000
New Elementary School (Architect Fees)*	\$ 1,120,000
Athletic Field Upgrade (RFBMS & BMS) (Architect Fees) ⁸	\$ 288,000
Classroom Addition (BPES) (Architect Fees)	\$ 288,000
Total Projected FY22 Capital Outlay Expenditures	\$ 20,242,027
Projected Fund Balance (Savings) - General Fund 9-30-21	\$ 91,294,926
FY22 SDE Allocation for Capital Outlay	\$ 3,609,429
FY22 SDE Allocation for Advancement & Technology Fund (Received FY21)	\$ 3,878,158
FY22 State PSCA Funds (Bond Issue)	\$ 10,158,440
Projected FY22 Capital Outlay Expenditures	\$ (20,242,027)
Projected Fund Balance (Savings) 9-30-22	\$ 88,698,926
Month's Reserve	6.57

FY 23 Capital Outlay

Maintenance and Repairs:	
Flooring Project (annually) ¹	\$ 600,000
Painting Project (annually) ²	\$ 180,000
Paving Project (annually) ³	\$ 300,000
Lighting Project (annually) ⁴	\$ 300,000
New Construction/Renovation:	
New Playground (RES)	\$ 180,000
Bleacher Installation (RFBMS)	\$ 200,000
Bathroom Upgrade (carryover from FY21) ⁵	\$ 1,250,000
Theater Upgrades	\$ 5,000,000
R22 HVAC Conversion	\$ 1,328,158
Roofing Project (BGIS)	\$ 500,000
Roofing Project (GES)	\$ 1,000,000
Building Addition (Transportation) ⁶	\$ 1,200,000
New Elementary School (CIP)*	\$ 10,000,000
Athletic Field Upgrade (RFBMS & BMS)(Completed Summer 2023)	\$ 4,500,000
Classroom Addition (BPES)(Completed Summer 2023)	\$ 4,500,000
Fleet Renewal	\$ 1,050,000
Total Projected FY23 Capital Outlay Expenditures	\$ 32,088,158
Projected Fund Balance - General Fund (Savings) 9-30-22	\$ 88,698,926
Projected FY23 SDE Allocation for Capital Outlay	\$ 3,600,000
Projected FY23 SDE Allocation for Advancement & Technology Fund (Received FY22)	\$ 3,878,158
Projected FY23 State PSCA Funds (Bond Issue)	\$ 5,000,000
Projected FY23 Capital Outlay Expenditures	\$ (32,088,158)
Projected Fund Balance (Savings) 9-30-23	\$ 69,088,926
Month's Reserve	5.12

FY 24 Capital Outlay

Maintenance and Repairs:	
Flooring Project (annually) ¹	\$ 200,000
Painting Project (annually) ²	\$ 180,000
Paving Project (annually)	\$ 300,000
Lighting Project (annually) ³	\$ 320,000
New Construction/Renovation:	
Extend Canopy (GSES)	\$ 200,000
HVAC Projects	\$ 1,200,000
Roofing Project (RRES)	\$ 600,000
New Elementary School (Completed Summer 2024)*	\$ 10,000,000
Total Projected FY24 Capital Outlay Expenditures	\$ 13,000,000
Projected Fund Balance - General Fund (Savings) 9-30-23	\$ 69,088,926
Projected FY24 SDE Allocation for Capital Outlay	\$ 3,600,000
Projected FY24 Capital Outlay Expenditures	\$ (13,000,000)
Projected Fund Balance (Savings) 9-30-24	\$ 59,688,926
Month's Reserve	4.56

FY 25 Capital Outlay

Maintenance and Repairs:	
Flooring Project (annually) ¹	\$ 200,000
Painting Project (annually) ²	\$ 180,000
Paving Project (annually) ³	\$ 300,000
Lighting Project (annually) ⁴	\$ 320,000
New Construction/Renovation:	
HVAC Projects	\$ 800,000
Roofing Projects	\$ 1,200,000
Total Projected FY25 Capital Outlay Expenditures	\$ 3,000,000
Projected Fund Balance - General Fund (Savings) 9-30-24	\$ 59,688,926
Projected FY25 SDE Allocation for Capital Outlay	\$ 3,600,000
Projected FY25 Capital Outlay Expenditures	\$ (3,000,000)
Projected Fund Balance (Savings) 9-30-25	\$ 60,288,926
Month's Reserve	4.61

FY 26 Capital Outlay

Maintenance and Repairs	
Flooring Project (annually) ¹	\$ 200,000
Painting Project (annually) ²	\$ 180,000
Paving Project (annually) ³	\$ 300,000
Lighting Project (annually) ⁴	\$ 320,000
New Construction/Renovation	
HVAC Project	\$ 800,000
Roofing Project	\$ 1,200,000
New Elementary School (Architect Fees)*	\$ 1,120,000
Total Projected FY26 Capital Outlay Expenditures	\$ 4,120,000
Projected Fund Balance (Savings) 9-30-25	\$ 60,288,926
Projected FY26 SDE Allocation for Capital Outlay	\$ 3,600,000
Projected FY26 Capital Outlay	\$ (4,120,000)
Projected Fund Balance (Savings) 9-30-26	\$ 59,768,926
Month's Reserve	4.57

FY 27 Capital Outlay

Maintenance and Repairs	
Flooring Project (annually) ¹	\$ 200,000
Painting Project (annually) ²	\$ 180,000
Paving Project (annually) ³	\$ 300,000
Lighting Project (annually) ⁴	\$ 320,000
New Construction/Renovation	
HVAC Project	\$ 800,000
Roofing Project	\$ 1,200,000
New Elementary School (CIP)*	\$ 10,000,000
Total Projected FY27 Capital Outlay Expenditures	\$ 13,000,000
Projected Fund Balance (Savings) 9-30-26	\$ 59,768,926
Projected FY27 SDE Allocation for Capital Outlay	\$ 3,600,000
Projected FY27 Capital Outlay	\$ (13,000,000)
Projected Fund Balance (Savings) 9-30-27	\$ 50,368,926
Month's Reserve	3.85

FY 28 Capital Outlay

Maintenance and Repairs	
Flooring Project (annually) ¹	\$ 200,000
Painting Project (annually) ²	\$ 180,000
Paving Project (annually) ³	\$ 300,000
Lighting Project (annually) ⁴	\$ 320,000
New Construction/Renovation	
HVAC Project	\$ 800,000
Roofing Project	\$ 1,200,000
New Elementary School (Completed Summer 2028)*	\$ 10,000,000
Total Projected FY28 Capital Outlay Expenditures	\$ 13,000,000
Projected Fund Balance (Savings) 9-30-27	\$ 50,368,926
Projected FY28 SDE Allocation for Capital Outlay	\$ 3,600,000
Projected FY28 Capital Outlay	\$ (13,000,000)
Projected Fund Balance (Savings) 9-30-28	\$ 40,968,926
Month's Reserve	3.13

Challenges

- Uncertain Economy¹
- Existing Debt Service²
- Dependence on Federal, State and Local Revenues³
- Residential Growth⁴
- Forecasted Increase in Enrollment⁵
- High Costs of New Construction⁶
- Availability of Materials and Labor⁷