

Public School Capital Outlay Council (PSCOC) and Public School Facilities Authority (PSFA) Update

Public School Capital Outlay Oversight Task Force (PSCOOTF)

October 25, 2021

Presenters:

Martica Casias, Executive Director (Interim)

Ryan Parks, Senior Facilities Manager

Randy Evans, CFO



New Mexico Public School Facilities Authority

Partnering with New Mexico's communities to provide quality, sustainable school facilities for our students and educators.

PSCOC and PSFA Background

- Current public school capital funding process was developed and established in response to the 1998 Zuni lawsuit.
- New Mexico public school capital outlay process seeks to establish and implement a uniform funding system for capital improvements.
- Public school capital outlay funding is a local and state responsibility in New Mexico.
- Public School Capital Outlay Council (PSCOC) manages the allocation of the Public School Capital Outlay Act Fund (PSCOF) to public school facilities in New Mexico's 89 school districts and 2 special schools (School for the Deaf and School for the Blind and Visually Impaired).
- PSCOOTF provides oversight of PSCOC.
- PSFA is staff to the PSCOC.

PSCOC Current Members

Public School Capital Outlay Council

1. Joe Guillen, PSCOC Chair – NM School Boards Association
2. Raul Búrciaga, PSCOC Vice-Chair – Legislative Council Service
3. David Abbey – Legislative Finance Committee
4. David Robbins – Public Education Commission
5. Dr. Vanessa Hawker– Legislative Education Study Committee
6. Mariana Padilla – Governor's Office
7. Antonio Ortiz – Public Education Department
8. Clay Bailey – Construction Industries Division
9. Ashley Leach – Department of Finance & Administration

Four Primary Functions of PSFA

Staff to PSCOC

Role defined by NM Administrative Code.

Provide research and analysis to decision-makers on PSCOC.

Funding Administration

Distribution of state funding to all school districts, in compliance with statute.

Project Management

Partner with school districts on planning, design, and construction projects (including technology infrastructure) to provide project management support and technical expertise.

Facility Information Management

Assess, gather, and organize facility information for all schools in NM.

Calculate the wNMCI score to produce the statewide ranking of public schools.

Assist districts in monitoring and improving maintenance and energy efficiency.

Services provided to school districts

PSCOC Financial Plan Summary

- The PSCOF has a dedicated funding stream from Supplemental Severance Tax bonds (SSTBs)
 - SSTBs are issued by New Mexico Board of Finance, paid for by revenue derived from taxes levied on natural resource products severed and saved from the soil

Balance of Fund Balance: 540.5			
Sources	<u>FY22</u>	<u>FY23</u>	<u>FY24</u>
Totals (millions of dollars)	312.2	250.6	264
Uses			
Totals (millions of dollars)	236.5	301.5	271.8
Estimated Uncommitted Balance	75.7	-50.9	-7.8

PSCOC Funding Programs in FY22

		Start of Program	Month Awarded in 2021, 2022
1)	Standards-Based (Large Projects)	2004	July, December 2021
2)	Systems-Based (Small Projects)	2017	July, December 2021
	➤ <i>Includes demolition projects funding</i>		
3)	Pre-Kindergarten Classroom Facilities	2018	December 2021
4)	Broadband Deficiencies Correction	2014	on-going
5)	Facilities Master Plan	2003	November 2021
6)	Lease Assistance	2005	September 2021
7)	Teacher Housing	2022	<i>April 2022 est.</i>

Overview of All Active Projects

- **272 active, in-process projects statewide.**
 - **36 Standards-based projects.**
 - 31 in-process standards-based (large) capital projects awarded in FY19, FY20, and FY21.
 - 6 new standards-based projects awarded July 2021 (FY22).
 - **35 Systems-based projects.**
 - **9 Pre-K projects.**
 - **192 Security projects.**

2021 First Round - Funding Programs Timeline

Standards, Systems, Pre-K applications and awards.

- Jan 12: Statewide ranking of schools posted by PSFA.
- Feb 1: Pre-applications sent to districts.
- Feb 12: Pre-applications due to PSFA.
- Feb 19 – Mar 11: PSFA site visits to pre-applicant districts.
- Apr 13: Full applications sent to pre-applicant districts.
- May 21: Full applications due to PSFA.
- June 14: District presentations to PSCOC.
- July 12: PSCOC funding awards (FY22).

PSCOC Awards July 2021

Application Type	Number of Awards	FY22 State Funding	Out-Year (Future) State Funding	Total State and Local Funding
Standards	6	\$1,085,329	\$86,772,370	\$183,145,693
Systems	11	\$1,692,594	\$2,080,536	\$8,755,473
Total Applications	17	\$2,777,923	\$88,852,906	\$191,901,166

- 6 applications from 4 districts for standards-based awards.
- 11 applications from 7 districts for systems-based awards.
 - Includes 3 applications for demolition of unused school campuses or unused buildings on occupied campuses.

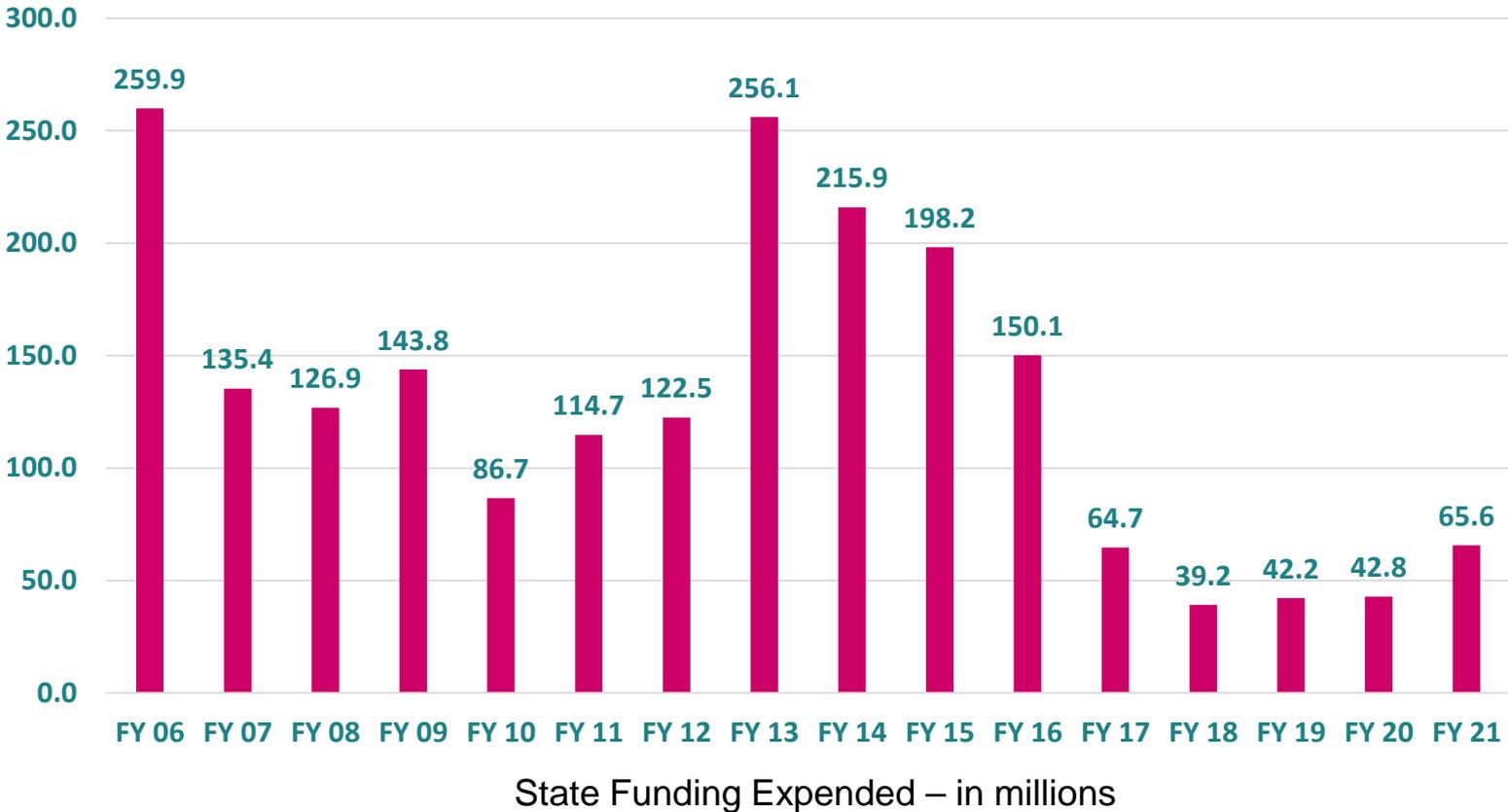
2021 Second Round - Funding Programs Timeline

Standards, Systems, Pre-K Applications and Awards.

- September 14: Applications sent to districts
- October 14: Applications due to PSFA.
 - 40 Applications received (under review):
 - Standards
 - Systems (including demolition)
 - Pre-K
- December 13: PSCOC Funding Awards (FY22)

Standards-based Award History

Statewide Average wNMCI Scores and Annual Expenditures
for Standards-Based Projects



Broadband Deficiencies Corrections Program (BDCP)

- Program start date 2016
- Increase Internet Access (IA) and connectivity in public schools statewide
- Provide fiber infrastructure to support scalable, fast and reliable Internet to each school
- In-the-building (internal) network equipment upgrades
- Maximize the federal (E-rate) funding leveraged (~90 cents for every \$1 of upgrades)

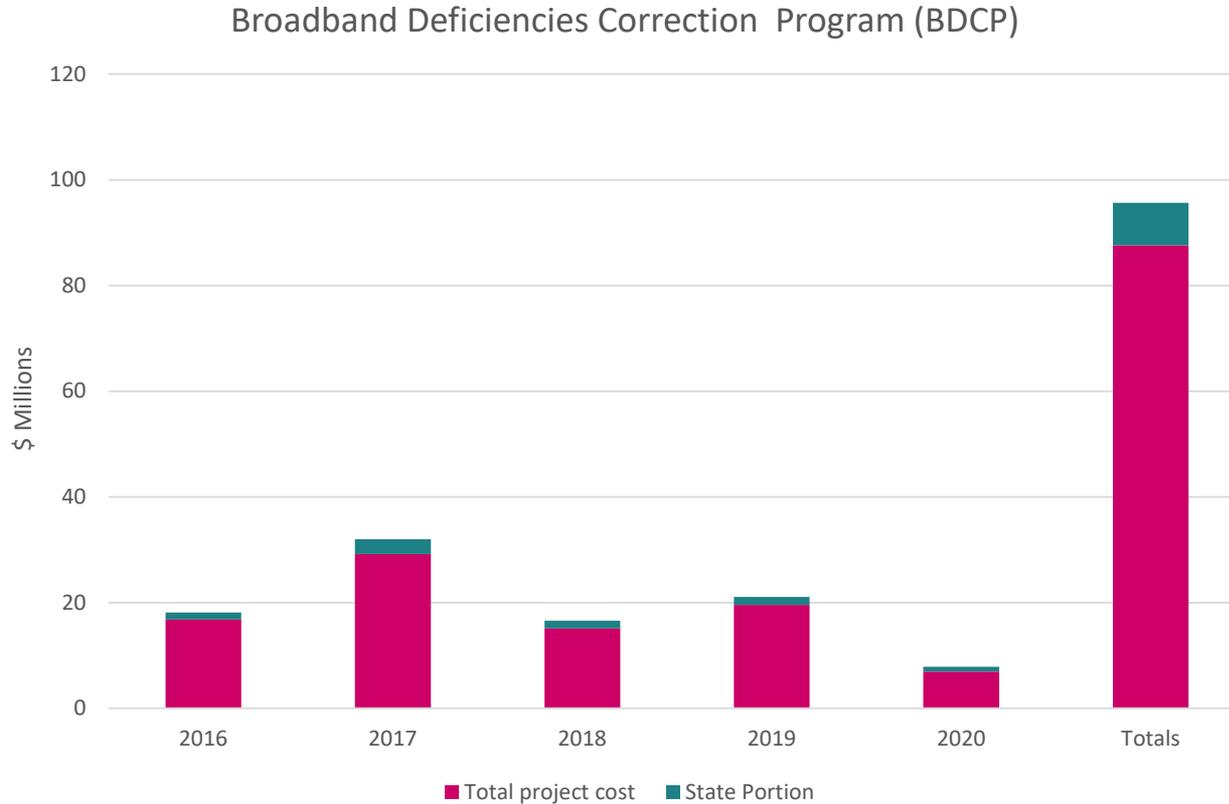
Broadband Awards 2019-2022

BDCP Projects (E-rate years)	2019	2020	*2021	**2022	Total
Total number of projects	50	67	70	65	252
Funded	50	67	17	0	134
Closed	40	15	0	0	55
Ongoing	10	52	70	65	197

*estimated – developed, E-rate funding requested

** projected – currently working on

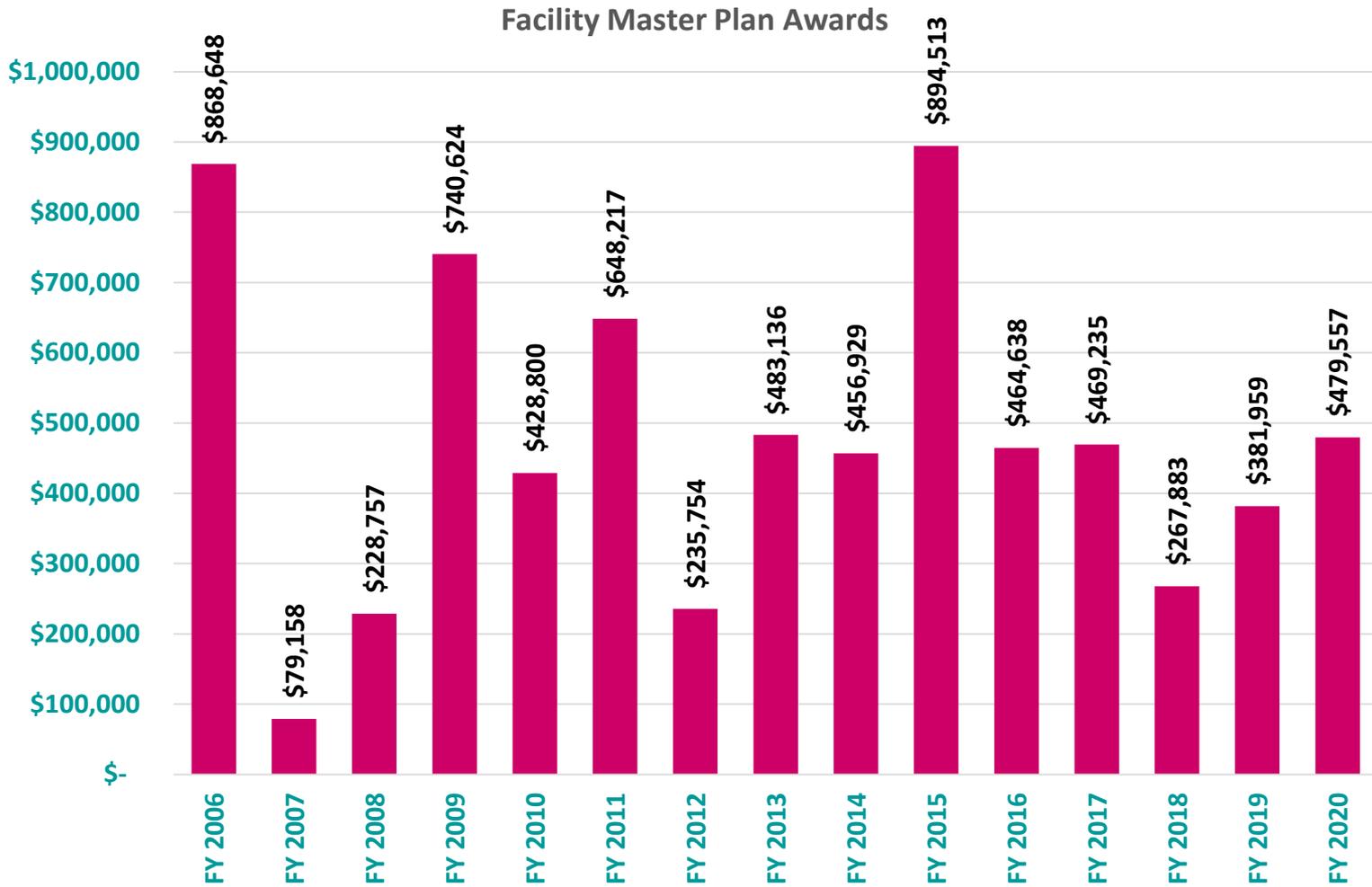
Broadband Award History



Facilities Master Plan Program

- Program start date 2003
- Identifies the short and long term district vision
- Road map that guides district decision making regarding facilities and systems
 - What facilities only need general maintenance?
 - What facilities need renovation?
 - What facility or systems need to be replaced?
 - Does the district need a new facility or need to close a facility?
- Identifies options, strategies, and resources to address facility issues

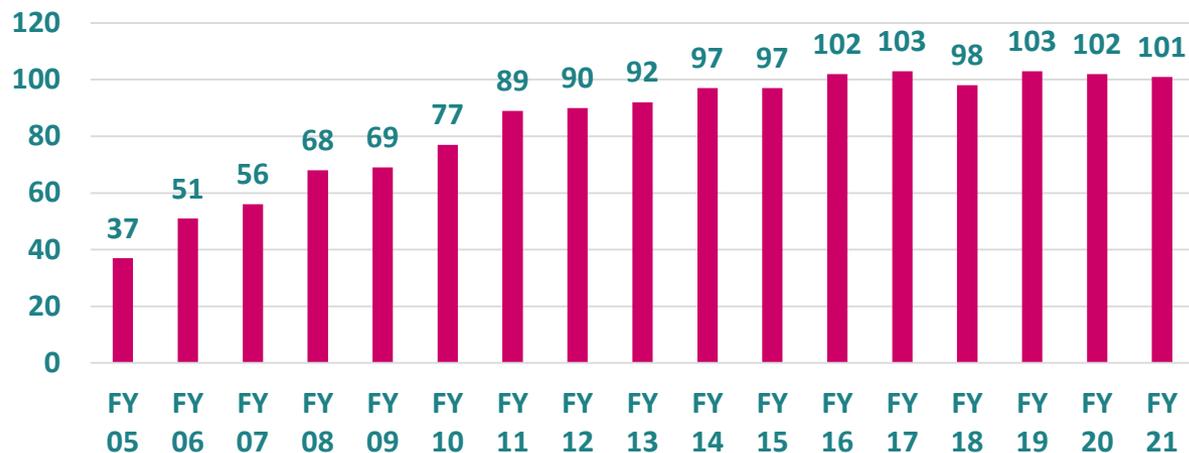
Facility Master Plan Award History



Lease Assistance Awards

- Program start date 2005
- Lease assistance is based on student MEM or the eligible portion of the annual lease amount based on the classroom and administration net square footage (NSF), which ever is lower.
- MEM based awards use a rate of \$762.24 per MEM based on the previous year's certified average 80/120 day counts (this number is adjusted by the PSCOC annually).

Number of Lease Assistance Awards per Year



Questions

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