

NEW JERSEY SCHOOLS DEVELOPMENT AUTHORITY
BOARD MEETING
THURSDAY, JULY 5, 2012 AT 9:00 A.M.
ONE WEST STATE STREET, 1 WEST BOARD ROOM, TRENTON, NJ
AGENDA

1. Notice of Public Meeting

2. Roll Call

3. Approval of Meeting Minutes

- a. Board Open Session Meeting Minutes of June 6, 2012
- b. Board Executive Session Meeting Minutes of June 6, 2012

4. Authority Matters

- a. CEO Report
- b. Chairman's Report

5. Report and Recommendations of the Audit Committee (Chairman's Report)

6. Report and Recommendations of the School Review Committee (Chairman's Report)

- a. Emergent Projects – Release of Program Reserve - Camden Yorkship ES Boiler Replacement and Jersey City PS #23 Duncan Avenue Annex Boiler Replacement
- b. Change Orders/Amendments

1. COMPANY NAME: CAP Services, Inc.
DISTRICT: Newark
CONTRACT NO.: NE-0013-J01
PMF/CM: SDA Managed
SCHOOL NAME: Oliver Street Elementary School
CHANGE ORDER NOS.: 3 & 5
REASON: Various
AMOUNT: \$1,369,546.95
CCD #1 \$ 700,000 + Resolving CO #3 (\$ 50,940.24)
CCD #2 \$1,100,000 + Resolving CO #5 (\$379,512.81)
CONTRACT STATUS: 85.34 % Paid to Date against the Current Contract Value
REVISED DELIVERY DATE: November 15, 2011

2. COMPANY NAME DMR Architects
DISTRICT Paterson
CONTRACT NO. EP-0025-A01
PMF/CM NJSDA Self-Managed
SCHOOL NAME Early Learning Center at 14th Ave.
AMENDMENT NO. 1
REASON Additional Design Services
AMOUNT \$20,500
CONTRACT STATUS 99% Paid to Date Against the Design Contract Value
REVISED DELIVERY DATE March 22, 2011

3. COMPANY NAME: Ernest Bock & Sons, Inc.
DISTRICT: Elizabeth
CONTRACT No.: EL-0016-C03
PMF/CM: SDA Managed
SCHOOL NAME: Victor Mravlag Elementary School, No. 21
CHANGE ORDER No.: 116
REASON: Additional Work
AMOUNT: \$43,766
CONTRACT STATUS: 54% Paid to Date against the Current Contract Value
ANTICIPATED OCCUPANCY DATE: April 2013

4. COMPANY NAME: Promedia Technology Services, Inc.
DISTRICT: City of Orange Township
CONTRACT NO.: ES-0008-E01
CM: Bovis Lend Lease
SCHOOL NAME: Lincoln Avenue Elementary School
CHANGE ORDER NO.: 2 & 3
REASON: Additional Work
ORIGINAL OCCUPANCY DATE: September 7, 2010
AMOUNT: Change Order No.: 2 \$20,710.87
Change Order No.: 3 \$16,859.00
CONTRACT STATUS: 96 % Paid to Date against the Current Contract Value
Certificate of Occupancy obtained (May 11, 2011)

5. COMPANY NAME: SSP Architectural Group, Inc.
DISTRICT: Jersey City
CONTRACT NO: JE-0010-A01
PMF/CM: URS Corporation (Inactive)
SCHOOL NAME: New PS No. 20 Elementary School
AMENDMENT NO: 11
REASON: Additional Design and Construction Administration Phase Services for Commissioning and E-Rate Consultation
AMOUNT: \$117,633
CONTRACT STATUS: 56% Paid to Date Against the Current Contract Value
DISTRICT OCCUPANCY DATE: Fourth Quarter 2015

- c. Approval of Awards
 - i. EP-0077-C01 – Wilson Avenue Elementary School – Water Infiltration Repairs

7. Report and Recommendations of the Real Estate Committee (Chairman’s Report) - To be reported in Executive Session

- a. Litigation/Contract Matter(s) – OPMA Exemption N.J.S.A. 10:4-12b (7)

8. Monthly Reports

- a. For Informational Purposes
 - i. Active Projects Report
 - ii. Project Close Out Status Report
 - iii. Project Status Reports
 - iv. Contracts Executed Report/Amendments & Change Orders Executed Report
 - v. Contract Terminations Report (*no activity*)
 - vi. Settlement Activities Report (*no activity*)
 - vii. Contractor and Workforce Compliance Report
 - viii. Regular Operating District Grant Activity Report

- ix. Notification of Amendments to Goods and Services Contracts Not Exceeding \$250,000
(no activity to report)
- x. Communications Report
- xi. Monthly Financial Report

9. Public Comment

10. Adjournment

APPROVAL OF MEETING MINUTES

JUNE 6, 2012 OPEN SESSION MINUTES

**NEW JERSEY SCHOOLS DEVELOPMENT AUTHORITY
BOARD OF DIRECTORS MEETING**

WEDNESDAY, JUNE 6, 2012

A meeting of the Board of Directors of the New Jersey Schools Development Authority (“SDA”, “NJSDA” or “the Authority”) was held on Wednesday, June 6, 2012 at 9:00 A.M. at the offices of the Authority at One West State Street, Trenton, New Jersey.

Participating were:

Edward Walsh, Chairman
Maureen Hassett (NJEDA)
Kevin Luckie (NJDCA)
James Petrino (State Treasury)
Bernard Piaia (NJDOE)
Michael Capelli
Kevin Egan
Karim Hutson
Robert Nixon
Martin Perez
Mario Vargas

being a quorum of the Board. Mr. Capelli, Mr. Egan, Mr. Hutson, Mr. Petrino, Mr. Piaia, Mr. Perez and Mr. Lewis-Powder participated in the meeting via telephone conference.

At the Chairman’s request, Marc Larkins, chief executive officer; Jason Ballard, chief of staff; Jane Kelly, vice president & assistant secretary; Andrew Yosha, vice president; Donald Guarriello, vice president and chief financial officer; Albert Barnes, senior counsel; Gregory Voronov, director; Anthony Gilfillan and Sean Murphy, director,

of the SDA; and Nicole Crifo of the Governor's Authorities Unit participated in the meeting.

The meeting was called to order by the Chairman of the Board, Mr. Walsh. Mr. Walsh requested that Ms. Kelly read the requisite notice of the meeting. Ms. Kelly announced that the meeting notice had been sent to the *Trenton Times* and *Star-Ledger* at least 48 hours prior to the meeting, and that a meeting notice had been duly posted on the Secretary of State's bulletin board at the State House in Trenton, New Jersey.

Approval of Meeting Minutes

Mr. Walsh then presented the minutes of the meetings of the Board held May 2, 2012 for consideration and approval. He noted that presented for Board consideration were the minutes of the Board's May 2, 2012 Open Session meeting. A copy of the minutes and resolutions for Board consideration and approval were provided to the Members for review in advance of the meeting. Upon motion duly made by Mr. Nixon, and seconded by Mr. Vargas, the May 2, 2012 Open Session meeting minutes were approved by the Board upon its vote in favor of the resolution attached hereto as *Exhibit 3a*.

Authority Matters

CEO Report

Mr. Walsh asked Mr. Larkins to provide the report of the CEO. Mr. Larkins reported that there has been activity on projects that are advancing and said that he would speak about some of the high points that have occurred over the last month. Mr. Larkins advised the Board that SDA Communications Director Kristen MacLean recently represented the Authority at a ribbon cutting at the Pemberton New Early Childhood

Center (“PECC”). He said that the ribbon cutting was a very positive event arranged by the district. He reminded the Members that the project was actually completed and opened in September 2011. He reported that, on May 16 he and Jason Ballard and others from the Authority attended a groundbreaking for the New Elizabeth Academic High School. He noted that the district is renaming the school after a former district administrator. He said that Luzon is currently doing the site preparation work for the project and that an advertisement for the construction could happen as early as July 2012. Mr. Larkins stated that, last week, the Authority advertised for the New Brunswick Redshaw project. He said that the school had been torn down a number of years ago. He explained that the students are currently housed in a converted warehouse that was outfitted into school space. He said that this is an exciting project in that it is utilizing the design/build methodology as well as the Kit of Parts (“KOP”) that the Authority has developed. He advised that bids would be due in the next few weeks. Mr. Larkins noted that a couple of other projects were advertised on June 1. He noted that one of the advertisements is for the atrium fix at the Paterson International High School and another is for emergent work at the Wilson School in Newark. He reminded the Members that the Wilson School was one of the schools impacted by Hurricane Irene. He noted that the district endeavored to make the interior of the school habitable and, as part of that arrangement, the Authority agreed to do some exterior structural work to the building costing approximately \$2,500,000 to \$3 million. Mr. Larkins noted upcoming advertisements including the Elementary School # 3 in Jersey City as well as the Oliver and Marshall Street projects. With respect to the emergent projects, Mr. Larkins reported that the present pace of project advancement far exceeds that of past years. He said that

decisions were made earlier this year after a massive effort undertaken last summer. He said that seven (7) projects have been delegated back to the districts to complete the work themselves. He said that a number of emergent projects will be getting underway this summer--either into design or directly into construction. Mr. Larkins then reported that the planning group continues to meet with various districts and noted that he and Jason Ballard continue to try to resolve old problems with contractors and participate in meetings with districts, keeping the work of the Authority moving at a good pace. Mr. Walsh requested an update on Redshaw and the use of the design/build methodology in connection with that project. Mr. Larkins noted that the procurement process utilized involves the price and other factors approach except that the weighting is somewhat different. He said that the next step is the setting of rating limits and the establishment of a schedule for price proposals. Mr. Walsh asked if elevations are given for the proposals. Mr. Yosha interjected that elevations are given and explained other particulars of the package supplied prior to bidding. Mr. Walsh asked if he could see the package. Mr. Murphy offered to provide Mr. Walsh with an electronic disc that contains all the information he is requesting. Mr. Walsh asked if the score card for design/build was different than for price and other factors. Mr. Yosha replied that the score card is quite different and then explained the various similarities and differences. Mr. Murphy noted that the bid process should be finalized for consideration at the September Board Meeting and the Notice to Proceed ("NTP") should occur in mid-October. Mr. Walsh noted that everything was moving ahead well and asked what the organization would look like when full construction is underway. He asked if the SDA was planning to oversee all the projects in-house, hire outside staff to do so or pursue some combination of the two. He

invited Members who have comments or ideas regarding the staffing of projects to call him. He noted that there is money in the budget to hire staff and suggested that the discussion regarding hiring of full time or temporary staff occur in a future SRC meeting. Mr. Walsh then addressed the EPs noting that the SDA is acting as the General Contractor (“GC”) on those projects. Mr. Yosha advised that the SDA was acting as construction manager on EPs and the contractors on the projects would be acting as GC. Ms. Hassett noted that there are service contracts in place for temporary staffing for professional services. Mr. Walsh said that he thought those contracts were for design consultants. Mr. Yosha said he believed that the service contract was broad enough to procure other staffing needs. In conclusion, Mr. Walsh said he would like to have discussions on a two (2) or three (3) year plan for staffing.

Audit Committee Report

Mr. Walsh then asked for the report of the Audit Committee. Mr. Nixon advised the Members that the Committee met on May 21, 2012. He said that, as part of the April 2012 New Funding Allocation and Capital Program update, management had reported a \$1 million increase in commitments for the Emergent Project Reserve and no change in either the Unforeseen Events or Planning Reserve. He informed the Members that the reserve balance for the Regular Operating Districts (“RODs”) increased by \$1.6 million due entirely to a reduction in state share for projects nearing completion. In continuing, Mr. Nixon reported that management shared the SDA’s response to the Office of State Auditor’s (“OSA”) Compliance Review report released March 27, 2012. He noted that the review was very specific regarding the processing of change orders (“COs”). He explained that OSA requested that independent cost estimates be prepared for every CO

and Amendment which represented a paradigm shift from an earlier State Auditor's Report. He said that a letter drafted to the State Auditor outlined the modifications to the SDA Operating Authority ("OA") requiring that COs greater than \$75,000 be approved and vetted through the Contract Management Division. He reported that the letter also included specifics regarding construction contracts, architectural agreements and contract management agreements, all containing more detailed language regarding COs and Amendments. He stated that many of the COs and Amendments date back to the beginning of the organization and emphasized the impossibility of SDA attempting to audit everything. He noted that the SDA has a very aggressive OA. He said that the Board will receive an update after the Audit Committee receives the State Auditor's response. Next, Mr. Nixon noted that management reported that 110 audits and assessments have been closed since the creation of the Program Development and Assessment Division in July 2010. He advised that a new matrix was presented providing a more streamlined approach to reporting on the status of recommendations. He noted that the division gave an introduction of compliance reviews stating that once a division has acknowledged completion of a recommendation, an assessment based on assigned risk will be undertaken. He further explained that auditors/assessors will then determine if the implementation falls into a "critical improvement" category. He reported that compliance reviews will validate the implementation and that the Audit Committee will be updated on the results of the compliance reviews for each applicable recommendation.

Mr. Nixon said that the Committee had also received the results of an assessment conducted regarding the Thomas G. Connors Elementary School in the Hoboken School

District. He highlighted the assessment's four (4) key points, that: 1) the objective of the assessment was to ensure state funds used for the project were expended appropriately; 2) the scope encompassed 141 invoices totaling over \$8 million from 2001 through 2011; 3) an analysis showed that \$6 million of the \$8 million were spent on health and safety projects providing students with a safe learning environment; and 4) further detailed analysis on both the design contracts and the task order contacts showed that no cost overruns existed.

Mr. Nixon then reported that management is recommending that Board of Directors, by and through the Audit Committee, extend for one (1) year the Ernst & Young ("E&Y") contract at a cost of \$92,900 for independent auditor services. He noted that this one (1) year extension would cover the 2012 financial statement audit. Mr. Vargas asked if the Members would be asked again next year for another extension. Mr. Larkins said that the terms of the original contract provide for the possibility of another extension. Mr. Lewis-Powder noted that the outside auditor is a requirement of Sarbanes Oxley Act and asked if the Members are going to be asked for approval of the last extension on this contract next year. Mr. Larkins replied that it was a bit premature for a commitment to a fifth year but noted that the Authority has been very happy with the services of E&Y. He emphasized that it has been very beneficial to have a major accounting firm auditing the Authority in light of past history. Mr. Ballard added that E&Y was the top ranked accounting firm that bid on the contract and they had the lowest price while having the highest technical ability. Mr. Lewis-Powder said that his concern was not a lack of confidence by rather that, traditionally, what should happen is in the first two (2) years one partner would head up the accounting and then it would rotate to

another partner for years three (3) and four (4). He questioned what would happen if there were to be a fifth year because it's always best to get a new firm in to get a second look at the books after three (3) to four (4) years. He suggested there be a request for proposals ("RFP") for the fifth year in light of the benefits of audit rotation. Mr. Ballard noted that discussions are underway and a formal recommendation will be presented to the Audit Committee.

After discussion, Mr. Walsh asked if there were any further questions regarding the proposed extension. There were none.

A resolution pertaining to the proposed extension for Ernst and Young for independent auditor services had been provided to the Members in advance of the meeting. Upon a motion by Mr. Perez, and seconded by Mr. Vargas, the resolution attached hereto as *Exhibit 5a*, was unanimously approved by the Board.

In continuing, Mr. Nixon reported that management had provided the Committee with the April 2012 Monthly Financial Report. He said that, as of April, 2012, the Authority's operating expenditures were at \$13.1 million, which is \$2 million lower than budget for the period and a \$1.2 million decrease from the corresponding period in the prior year. Mr. Nixon advised the Board that school facilities project expenditures total \$50 million, which is \$17 million lower than spending for the corresponding prior year period due largely to the decrease in construction work and other project costs offset by an increase in grant activity. Mr. Vargas noted that once construction is fully geared-up the numbers for project expenditures will rise.

School Review Committee Report

Pre-Development Funding

Mr. Walsh asked Ms. Hassett to provide the report of the School Review Committee ("SRC"). Ms. Hassett reported that the Committee met on May 21, 2012 and discussed various issues. She said that the Committee was provided with a memorandum regarding pre-development funding. She noted that over time staff has developed a very comprehensive project charter process which governs a project's scope, milestones and budget. She said that the memo listed fourteen (14) project planning activity needs for consideration at this time. She noted that funding will come out of the 2011 and 2012 Capital Program Plan ("Plan") for situations where project charters are not currently in place. She explained that the Authority is ready to initiate the activities listed in the memo. Ms. Hassett thanked staff for the comprehensive memo which lists specific schools in some cases and priority needs within a district in others. She explained that funding will be limited to a not-to-exceed amount of \$100,000 per project or activity for a total not-to-exceed amount of \$1.4 million. She noted that the funding has been identified and reserved in the 2011 and/or 2012 Plan. She noted that the activities will include: feasibility studies, cost analyses, planning analyses, site surveys and environmental assessments. Mr. Walsh asked if some of the projects have architects and engineers already assigned from a previous engagement or if we are starting from scratch. Mr. Yosha responded that the projects listed are without charters and work is just beginning on them. Mr. Walsh asked if \$100,000 provides enough funding to get these projects started. Mr. Yosha replied in the affirmative, noting that the funds would allow for the creation of project charters.

After discussion, Mr. Walsh asked if there were any further questions on the pre-development funding. There were none.

A resolution for approval of pre-development funding had been provided to the Members in advance of the meeting. Following discussion, upon a motion by Mr. Piaia, and seconded by Mr. Vargas, the request for authorization of pre-development funding was approved by the Board upon its unanimous vote in favor of the resolution attached hereto as *Exhibit 6a*.

Approval of Contract Award – East Camden Middle School EP-0038-C01-RB2- Emergent Project HVAC System Replacement; Jersey City Public School #20 – JE-0010-N01 Early Site Package; Harry L. Bain Elementary School – HU-0005-N01-RB1- Demolition

Ms. Hassett noted that there are three (3) contract awards being presented but that two (2)--the Camden East Middle School (“East Camden MS”) and the Harry L. Bain Elementary School (“Bain ES”)--were under review at the time of the SRC meeting. She advised that there were some differences between the bids and the construction cost estimates which would be discussed by Mr. Murphy during the presentation. She reported that the first award being considered for approval is for East Camden MS in the Camden school district. She noted that the award is for an emergent project—specifically, an HVAC system replacement. She noted that this is a second procurement for a project that goes back several years. She said that when the scope and procurement were originally developed, the difference between the construction cost estimates and the bids that came in varied significantly, which resulted in a comprehensive review by staff and the design team and the development of a new cost estimate. Ms. Hassett said that four (4) responsive bids were received and that the low bidder is GDS Mechanical, Inc.

("GDS"). Ms. Hassett noted that the award is for the complete replacement of the HVAC system at a cost of \$2,679,000. She said that the second part of the approval acknowledges the revised CCE and the release of additional funding from the reserve account in the amount of \$220,336. Mr. Walsh asked if GDS is a company with which the SDA has worked in the past. Mr. Murphy noted that GDS previously has won three (3) awards. Mr. Walsh then referenced the last page of the charter noting the construction administration line item for \$65,000 and asked if some of these funds cover the SDA staff overseeing the project. Mr. Yosha replied that those funds were for the design consultant. Mr. Walsh asked if the SDA was estimating the time/effort it takes for staff to oversee a project. Mr. Yosha said that this is something that will happen in the future. Mr. Walsh asked that cost estimating for staff overseeing projects be added to the list of items to be discussed at a future SRC meeting.

After discussion, Mr. Walsh asked if there were any further questions on the contract award. There were none.

A resolution pertaining to the approval of the contract award had been provided to the Members in advance of the meeting. Upon a motion by Mr. Nixon and seconded by Mr. Luckie, the approval of the proposed contract award and charter for East Camden Middle School, in the Camden school district were unanimously approved by the Board upon its vote in favor of the resolution attached hereto as *Exhibit 6bi*.

Ms. Hassett then reported that the second award being considered for approval is for Jersey City Public School No. 20 ("PS No. 20") in the Jersey School District. She noted that the award is for early site preparation work. Ms. Hassett said three (3) responsive bids were received and that the low bidder is Silverlands Services, Inc.

("Silverlands"). Ms. Hassett noted that the award is in the amount of \$874,444. She explained that this is a project that is being delivered in two (2) phases. She said that the first phase consists of clearing the site, removing sub-surface footings, foundations and underground storage tanks ("USTs") and the importation of clean fill. She noted that Whitman Companies, Inc. is the design consultant on the project but the construction will be self-managed by SDA staff with the expertise to diligently monitor the work. Mr. Walsh asked if there was extra site supervision other than SDA staff. Mr. Yosha noted that the design consultant on the job is an environmental consultant as well and will be providing full time supervision on the project along with SDA staff. Mr. Walsh then asked what the next step on the project would be. Mr. Larkins noted that the project is with the design firm of SSP at the present time and is in the design document stage. Mr. Yosha added that the site work is scheduled to be completed by the time the project is set to advertise. Ms. Hassett then advised that this is one of the projects that had a differential between the CCE and the low bid and noted that the memo reflects the conference that subsequently took place. Mr. Murphy explained that there was a 35% differential between the low bid and the CCE. He noted that a bid breakdown meeting was held to review the differentials. He said that the review determined that the contractor's ability to self-perform the majority of the construction activities, including excavation, demolition and disposal, resulted in pricing lower than the SDA estimate. He also advised that the contractor's included value for the removal of non-hazardous impacted materials was lower than estimated, as was the contractor's value for the purchase, placement and testing of certified clean fill materials. He said that all parties were comfortable that Silverlands could perform and complete the contract for the bid

amount. Mr. Vargas asked if the contract includes language to protect the SDA if the contractor comes back with any unforeseeable conditions. Mr. Walsh stated that for unforeseen conditions the contractor can come back. Mr. Murphy advised that the construction awardee sends the SDA a letter stating that their bid price includes all elements that are contained within the contract documents and that they will not seek change orders for items included with the contract documents.

After discussion, Mr. Walsh asked if there were any further questions on the contract award. There were none. Ms. Kelly noted that Mr. Hutson had asked to abstain from the vote on this issue due to his residency in Jersey City.

A resolution pertaining to the approval of the contract award had been provided to the Members in advance of the meeting. Following discussion, upon a motion by Mr. Luckie, and seconded by Mr. Vargas, and with Mr. Hutson abstaining, the approval of a contract award for Jersey City PS No. 20 Elementary School, in the Jersey City school district for early site preparation was approved by the Board upon its vote in favor of the resolution attached hereto as *Exhibit 6bii*.

Ms. Hassett reported that the final award being considered for approval is for West New York ("WNY") Bain Elementary School ("Bain ES") in the WNY school district. She said that the award is for demolition services. Ms. Hassett advised that the low bidder is Tricon Enterprises, Inc. ("Tricon") and the bid amount is \$1,350,000. She noted that the dilapidated condition of the building mandates that the structure be demolished immediately. Mr. Larkins added that, following conversations with the district, it has become clear that a school is no longer needed at this site. He said that this site will fall into the category of sites appropriate for potential disposition. He advised

that the disposition of property is an issue about which the SDA is currently consulting with the Offices of the Treasurer and the Attorney General (“AG”) and others in order to establish a process for the disposition of properties. He also noted that the property was costing significant sums of money in fire watch and for maintenance. He noted that the next step will be to decide what is to be done with the property. Mr. Walsh asked about the time frame for demolishing the building. Mr. Yosha replied that after the veto period, there are various submissions that must be completed before an NTP is set. Mr. Murphy said that an NTP is expected in approximately mid-July.

After discussion, Mr. Walsh asked if there were any further questions on the contract award. There were none.

A resolution pertaining to the approval of an award to Tricon Enterprises, Inc. had been provided to the Members in advance of the meeting. Following discussion, upon a motion by Mr. Nixon, and seconded by Mr. Vargas, the contract award for the Harry L. Bain Elementary School No. 6 in the West New York school district was approved by the Board upon its vote in favor of the resolution attached hereto as *Exhibit 6biii*.

Memorandum of Agreement (“MOA”) – NJSDA and DOE, LRFPS Data Base System

Ms. Hassett then advised the Members that the last item for their consideration is an MOA between the SDA and the DOE regarding the Long Range Facility Plan (LRFPS) data base system (“System”). She noted that the data base was developed years ago at the inception of the program. She advised that all school districts in New Jersey are required to submit LRFPSs to the DOE. She said that, at inception, a contractor was brought in to develop this data base system which is housed in Massachusetts. She advised that, with this MOA, there is a shift in ownership of the System from the SDA to

the DOE. She noted that the request is in the amount of \$725,000 in order to move the System to New Jersey and develop a new LRFP System. She advised that DOE is working with the State Office of Information Technology ("OIT") to develop specifications necessary for a new replacement System. She added that any cost above the \$725,000 will be absorbed by the DOE. Mr. Walsh asked if charges are billed on a time and materials basis. Mr. Gilfillan replied that there has been an annual agreement to maintain and host the System which has been in effect for about seven (7) years. Mr. Larkins noted that the \$725,000 consists of different components such as a transportation cost that has to be bid for moving the System. Mr. Gilfillan added that decisions had to be made such as where the System will be housed. He said that the Marie Katzenbach School for the Deaf has been identified as the new location for the System. He also advised that there is a process involved in shutting down the System prior to its transportation to New Jersey and another process for restarting the System, noting that the original vendor that helped set up the System will be involved in the reconditioning of the System. Mr. Nixon stated that this project has always perplexed him as to why this is an SDA expense and that he is very pleased to see it moving in the direction in which it is moving. He also noted that this cost is substantially less than the \$1.2 million included in the budget. Mr. Larkins noted that the \$1.2 million has been carried in the operating budget for approximately two (2) years in anticipation of development of a new System. Ms. Hassett said that she had also questioned why the System is an SDA expense when all districts are required to use the System. Mr. Nixon noted that the purchase of the original System pre-dates a lot of the Members who are now part of the SDA Board. He also added that the final cost may even be less than the projected \$725,000 amount. Mr.

Gilfillan noted that the funds will be handled judiciously. Mr. Larkins added that the good news for the State holistically is that the System will not cost the DOE a significant amount of money to maintain on a go forward basis. Mr. Maloney asked if the space at the Marie Katzenbach School is being leased and whether there are any renovations needed to accommodate the System. Mr. Larkins replied that DOE already has space at the school and that some minor outfitting for the System will need to take place. Mr. Gilfillan added that the school has security and cooling systems in place. He agreed that only minor modifications are needed to accommodate the new System. Mr. Gilfillan also advised that the School is just a temporary housing location for the System during the development stage. He said that he believes the money allocated will amply cover the transportation and development of the System. Mr. Perez asked who has access to this System. Mr. Gilfillan replied that, to his knowledge, the SDA, the school districts and the DOE have access to the System. Mr. Piaia noted that he was abstaining from voting on the MOA due to his involvement, and that of his department, the DOE, in the matter.

After discussion, Mr. Walsh asked if there were any further questions on the MOA. There were none.

A resolution pertaining to the approval of the MOA between the NJSDA and the NJDOE for the transfer of existing LRFP data base system and development of a New LRFP data base system had been provided to the Members in advance of the meeting. Following discussion, upon a motion by Mr. Luckie, and seconded by Mr. Vargas, and with Mr. Piaia abstaining, the resolution attached hereto as *Exhibit 6c* was approved

Reports

Mr. Walsh then asked if there were any questions regarding the monthly reports. There were no questions. Mr. Walsh then asked Mr. Ballard for any updates he would like to provide. Mr. Ballard provided the Members with an update regarding the closeout process. He advised that seven (7) emergent projects were closed out last month. He noted that by the end of the year all development grants should be closed out. He said that he and Mr. Yosha are actively working with staff to analyze/review those projects. Additionally, he said that the old Health & Safety project vendors have answered correspondence they received from the SDA regarding the closeout of their contracts which relate to those projects. He noted that more deeds were turned over to the districts, saving the Authority approximately \$13,000. He advised that the Chairman had requested a report regarding insurance matters and said that a memorandum is being presented to the Audit Committee later this month. Lastly, he said that he wanted to update the Members on the cost recovery activity that is underway. He noted that the SDA is actively in negotiations with contractors on potential cost recovery issues relevant to six (6) or seven (7) schools. He advised that it is premature to talk about any dollar amounts that will be recovered but that he anticipates that, over the next few months, some settlement offers will be coming to the Board for approval.

Public Comments

The Chairman, Mr. Walsh, then announced that the Public Comments portion of the meeting would begin. Following review of the Public Comment Sign in Sheet, the Chairman asked Charles Kratovil from New Brunswick, to address the Board.

Mr. Kratovil identified himself as a New Brunswick resident and asked for an update on the Redshaw School project. Mr. Larkins replied that the SDA advertised for the construction contract for the project last week. He advised that a meeting was taking place today to supply any extra information those interested might request. He explained that at today's meeting the SDA will explain when the proposals are due and the process pursuant to which they are reviewed. He said that the construction award ultimately would come back to the Board for approval. He advised that the NTP would most likely not take place until mid-October. Mr. Kratovil then asked if the current site, an industrial warehouse, was owned by the SDA. Mr. Larkins responded that the buildings are leased. Mr. Kratovil then asked about the duration of the lease. Mr. Larkins replied that the lease contains a number of options that currently run through 2015 with the possibility of exercising renewal options after that date. He explained that there are two (2) buildings-- that one is being utilized for the students from Redshaw and the other had been used for other students in the New Brunswick school district for various schools. Mr. Kratovil then asked if the new Redshaw School would be built on the site of the old school and inquired as to who owns that site. Mr. Larkins said that the new school would be built at the old site and that he believes that the school district owns the site. Mr. Kratovil then said that he wished to urge the Board to pursue the building of this school as the kids have been in the warehouse for way too long. He said that he was aware that the City of New Brunswick and SDA worked hard to get the high school built and opined that it was not much use if the children aren't getting a good education before they get to high school. He then asked when construction might begin on the Redshaw School. Mr. Larkins said that construction is predicated on which contractor receives the award and

how quickly they proceed through the design phase as this is a design/build project. He noted that there has been some conversation with DCA on accelerated permitting to allow for some construction work to begin while design work is ongoing. Mr. Larkins said that he believed that construction would begin in early 2013 taking into consideration the NTP date of October and the need for at least a couple of months preparation time for the design phase. Mr. Kratovil thanked the Members for their answers.

Next, Mr. Walsh invited Ms. Moneke Ragsdale from Camden to address the Board. Ms. Ragsdale said that she is a parent from Camden and asked the Board for an update on a letter that was sent to the SDA from the Camden Board of Education. She said that she believed that the letter was originally sent to the wrong party but that the letter had been resent. Mr. Larkins said that he is in receipt of the letter and that the issue is that the superintendent is on her way out of office and the SDA is waiting for the name of her replacement or who will be in charge of the district after she leaves office. He noted the SDA continues to make outreach to the district but that he understands that the district may be focused on other issues at the present time as no response has been forthcoming as a result of SDA outreach. He said that as soon as there is certainty and clarity regarding who is running the district the SDA will sit down with them to discuss district matters. He advised that there is work on-going in Camden, noting that the demolition of the old Morgan Village School has been NTPd. He advised that there will be play space and parking for the teachers constructed at that site. He further noted that there will be demolition work at the old H.B. Wilson School. He also said that preliminary work has been started for future work at the high school. He assured Ms.

Ragsdale that the SDA is continuing to work so that when the new superintendent is named the SDA can “hit the ground running”. Mr. Larkins then said that the letter Ms. Ragsdale referenced had been discussed a few months ago when Wendy Kunz addressed the Board. He noted that the letter addressed many projects in the Camden district and that responses will be forthcoming on those issues for which the SDA can offer a response. Mr. Walsh said that at some point he would like to be included in a meeting with Camden officials once the responsible parties are named. Ms. Ragsdale said that they are looking for a replacement superintendent. Mr. Walsh suggested that the newly appointed superintendent be advised to contact the SDA to set up a meeting. Ms. Ragsdale thanked the Board Members for their time.

Mr. Walsh then requested that the next Camden speaker address the Board. At this time Board Member Loren Lemelle joined the meeting. Mr. Mongaliso Davis introduced himself as a representative of the group “Friends of Lanning Square School”. He said that he couldn’t hear/understand everything that was said previously. He then asked who the Chairman of Board was going to be speaking with in Camden and also, if he understood correctly that no action can be taken on the Lanning Square School (“LSS”) until a new superintendent has been identified. Mr. Walsh said that he wanted to have a conversation with the new Camden superintendent after he or she was appointed. Mr. Davis said that there are people in Camden who have issues with the schools who want to be included in the meeting requested in the letter. Mr. Larkins explained that the letter did not ask for a meeting but rather for the status of some of the projects in Camden. He said that, in fairness to the school district, about four (4) months ago he

received a letter from Mr. Mills, the deputy superintendent, requesting a meeting but that the letter stated “we will contact you to schedule a meeting”. Mr. Larkins noted that, pursuant to that letter, he reached out to the district a couple of times because he never heard from anyone seeking to schedule a meeting. He added that a teleconference took place approximately three (3) to four (4) months ago regarding the status of some Camden schools at which time he was informed that they would be getting back to him which has not happened to date other than the latest letter received. He then noted that at the last Board meeting Wendy Kuntz spoke to the Members indicating that she had sent a letter to Tom Schrum, one of the SDA Directors. He said that Mr. Schrum indicated that he had not received the letter in question, that he (Mr. Larkins) had requested that Ms. Kuntz resend the letter directly to him, and that he subsequently received the letter. He advised that the letter requested a status on some of the projects in the Camden school district and that he will be responding to the letter. Mr. Larkins then stated that he wanted to be very clear about the LSS. He stated that at no time during the present meeting or at last month’s meeting did he indicate that LSS was an active project now or that it would be activated going forward. He said that there is a portfolio of projects, ten (10) that were announced last year and another twenty (20) added this year that are considered active projects. He said that LSS is not among the thirty (30) active projects but is one of one hundred plus projects across the State for which school districts have requested a replacement project. He said that going forward there may be a LSS project but for now there is no LSS project listed for advancement. He then explained that the data at hand does not support the advancement of the LSS. Mr. Larkins noted that he wants to continue conversations with Camden because part of the issue is that Camden

has an excess of capacity which means that there are more seats available than there are students to fill them. He said that he understands that the Camden seats may not be great seats but that there are districts that do not have enough seats for their students. He advised that a conversation needs to take place with the new superintendent, once appointed, to discuss Camden in its entirety but the focus will be on those projects that have been identified to move forward. Mr. Davis then said that Camden has a number of substandard schools that need to be torn down that are a part of the seats counted in Camden. He said that, to his understanding, LSS was on several lists until the last rounds of projects were announced. He asked how the LSS did not make the list when it was listed for a long time as a project that needed to be built. He said very few Camden schools have smart boards and many of the Camden schools pre-date the civil war. He said those schools are not healthy or conducive for learning. He then inquired as to what is actually being discussed regarding the LSS and the other schools that need upgrading or demolition. He noted that he has spoken to a lot of “suits” down in Camden where the elected officials have less say than those not elected, on the comings and goings of what happens. He stated that the politics in South Jersey is brutal. He said that, as a community, Camden residents are not getting the opportunity to ask questions. He then said that even though the superintendent is out sick she did bring in people to run the district and those people have not met the bar of honesty and cannot be left behind after she goes. He said that they are running a scheme on the city of Camden looking at the largest budget in South Jersey and everyone is trying to get a piece of that money since the government took over. He said that the people of Camden did not know that there was such a big problem and that the government had to be surrendered to the State. He

said that he knows this is beyond why he came in today to speak to the Board but he wanted to give the Members a little insight into the concerns of the people in Camden who can't get answers to a lot of their questions from their superintendent. Mr. Davis then said that he doesn't want to wait and see what happens because he believes all the money will then be gone and Camden won't have replacement schools. Mr. Larkins assured Mr. Davis that overall decision making is a collaborative effort between the DOE, SDA and school districts. He then stressed that decisions on which replacement schools will go forward and when they will go forward are driven by the SDA and DOE. Mr. Larkins said that the SDA is responsible for looking at the conditions of schools in thirty-one (31) districts across the State. He stressed that there is a limited amount of funding and the SDA is mandated to look at situations in priority order and to sequence projects with the neediest getting the top priority. Mr. Larkins said that he wanted to make it very clear that the fact that LSS is not an active project has nothing to do with the superintendent situation in Camden. He said that following the review process LSS did not score out as one of the priority schools. He noted that everyone is aware that the facilities in some of the Camden schools are not the best but there are facilities with seats as opposed to districts where children are in trailers. He noted that some people might argue that trailers are better than some of the schools but everyone is going to have a different opinion. Mr. Larkins then explained that, while it is true that LSS was on the previous list to be built, the State Auditor, who works for the State Legislature, came in and looked at how that list was established and determined that it was flawed. He said that the State Auditor found that the whole process that was used to produce the list was problematic. He then explained that new objective criteria had to be developed. He said

that this criteria was evaluated and approved by the State Auditor. He said that the new process did not have LSS scoring high enough to make the current list. He stressed that it still could make the list in the future. Mr. Larkins said that he heard Mr. Davis when he said he didn't want to wait but advised him that there are a lot of people across the State who do not want to wait. Mr. Larkins agreed that not having an open line of communication with the Camden Superintendent makes it a little more difficult for the SDA but stressed that the SDA is working on a project right now in Camden and has delivered five (5) or six (6) new schools to Camden. Mr. Larkins said that he doesn't believe that anyone can say that this organization has ignored Camden because that is just not true. He said that the work on the high school does need collaboration with the superintendent because the SDA has to understand the needs for that school. He said that he understands that Mr. Davis is speaking today on behalf of the LSS but he wanted to make him aware that there is activity in Camden. Mr. Davis said that there are a lot of schools in Camden in need of serious upgrades that are health and safety issues. He said that a lot of those schools have lead pipes running throughout. He stressed that they all need to be pulled out and taken out to the curb. He said that wells are shut down and it's costly for bottled water and this should be a priority as it is a health issue. He said that one school was sitting next to a radon dump and that school was closed but not until a lot of children had impacts from that situation. He asked when those issues will be addressed. Mr. Larkins asked Mr. Davis if he had anything more to say as there were a number of speakers waiting to address the Board. He told Mr. Davis that he would be happy to speak with him "off-line" but explained that health and safety issues are handled through a different process with a separate pot of money. He then explained that the

SDA Board and the Administration afforded \$100,000,000 for that type of work. He noted that the Board just approved an award for an HVAC replacement at the East Camden Middle School. He stressed again that work is happening and no one can say that Camden is being ignored. Mr. Larkins said that there is not enough money to do it all which is part of the problem. He said that he is not suggesting this or advising this but one thing that could be done is outreach to the State Legislature to seek more funding. Mr. Walsh noted that while Mr. Davis may not like the answers he is receiving they are the answers and he commended Mr. Larkins' full explanation of the LSS situation. Mr. Davis said that in his retreat he was not going to "settle for the explanation because we have been sold a bag of worms in terms of the superintendent and as citizens we feel we are getting double talk and no talk". In conclusion, he said that he got more understanding out of the situation talking to the Board today than talking to the suits and dresses down there in Camden.

Mr. Walsh invited the next speaker, Reverend Eddie Torres of Camden, to address the Board. Reverend Torres reminded the Members that he spoke at a previous Board meeting regarding corruption in Camden County and the lack of schools being built for the children of Camden. He noted that, under previous administrations, Camden was slated for \$400 million to build new schools and to upgrade school facilities that had issues. Reverend Torres also noted that there was a state takeover and that the money somehow disappeared. He inquired as to what the Board plans to do about the \$400 million originally slated for Camden schools to be built and upgraded. He threatened that the ELC is currently on standby to sue the SDA on behalf of the Camden Board of

Education (“CBOE”). Reverend Torres also noted that there is a resolution noting that the SDA spent \$11 million on land to build a public school and a resolution noting that no private school was to be built on the property. He asked if the SDA is financing and loaning money to the renaissance schools in Camden instead of giving it to the public entity. Reverend Torres stated that if the SDA dismantles Camden’s public schools, jobs are being eliminated. He said that, if the SDA states that there are enough chairs for students in Camden, why is the SDA approving twelve (12) charter schools in Camden. Reverend Torres said that he is currently litigating against the Camden school district and stated that he does not have a problem taking the SDA to court as well. Reverend Torres ended his comments by saying that it is his hope that the SDA comes to the City of Camden in peace, but that he is willing to fight. He then thanked the Board for allowing him to speak.

Next, Mr. Gary C. Frazier, a Camden resident, addressed the Members. Mr. Frazier said that he wanted to be clear in his understanding of statements made by Mr. Larkins regarding the superintendent and control over school facilities. He said that in 2002 Lanning Square was declared “unsafe” for the students, noting that this was ten (10) years ago. Mr. Frazier inquired as to why the school cannot be placed on a priority list after being deemed unsafe ten (10) years ago, and noted that the school is also in one of the worst areas of the city. He said that the SDA has done some work in the City of Camden, but that it is difficult to understand the data that determines if schools make the priority list. Mr. Frazier reiterated that money in the past was set aside for the LSS to be built. Mr. Frazier noted that the SDA has to put the children’s needs first. He also noted that the last time the residents of Camden attended an SDA Board meeting, they asked for

a meeting with the SDA and that this has not yet transpired. Mr. Frazier reiterated that LSS was on a priority list and that there is no reason the children should not have a replacement school. In closing, Mr. Frazier noted that the Camden district wants the money that was originally set aside for Camden to go back to the district “one way or another” and he also asked for an answer as to what data determines that LSS cannot be built. Mr. Larkins attempted to give Mr. Frazier a resource online that provides the data upon which determinations are made as to which schools advance but Mr. Frazier indicated an unwillingness to go online. He noted that Mr. Larkins has the information and he wanted him to share it at present. Mr. Larkins said that he would have an SDA staffer provide Mr. Frazier with a copy of the 2011 Capital Program Report. He said that he wanted Mr. Frazier to view it for himself. He noted that the report will show him how the LSS scored against other schools. Mr. Walsh suggested that Mr. Frazier review the report and call Mr. Larkins with any questions that he may have.

Next, Wendy Kunz addressed the Members. She noted that she wanted to clarify a few statements made by both the Members and the public speakers. Ms. Kunz began by stating that she, along with the Camden district, knows that the \$400 million that was slated for Camden was a past budgeted number. She said that Dr. Young, Superintendent of the Camden School District, has been in charge for five (5) years, during which time LSS still has not been built and that she will be in her position until June 30, 2012. Ms. Kunz noted that the SDA should feel free to contact Dr. Young. She said that, in Dr. Young’s absence, Ruben Mills, the Deputy Superintendent, is available as well. Ms. Kunz confirmed that there are excess seats for students in the district, but they are in the wrong neighborhoods. She said that children from North Camden should not be bused to

South Camden in order to fill empty seats. She reminded the Members of the structural issues of the old buildings as well as the newer buildings and also about the busing issues that she discussed in previous Board meetings. Ms. Kunz noted that she is aware of the political pressure to have a renaissance school built on the old LSS property and then thanked the Members for their time.

Next, Marie Blistan, an elected official from the New Jersey Education Association (“NJEA”) addressed the Members. She reported that she has been a classroom teacher for over thirty (30) years and that she lived in Camden County for most of her life. Ms. Blistan stated that she currently resides in Gloucester County. She said that she has taught Special Education for most of her teaching career. Ms. Blistan noted that this is her first visit to the SDA and thanked the Members for their willingness to serve on the Board at a time that has been most challenging economically. She commented that the Board’s diversity in both background and careers will serve the Board well. Ms. Blistan further commented that she was most impressed that at one point each Member has been recognized for philanthropy and/or advocacy related to their jobs. She said that the NJEA also shares that type of commitment associated with schools. Ms. Blistan said that NJEA has a Health & Safety Committee (“Committee”) consisting of teachers and support staff from twenty-one (21) counties that meet regularly. She said that their purpose is to advocate, recognize and identify schools in need. Ms. Blistan noted that she could not speak to the Members about construction because it is not her field of expertise, but she can discuss teaching and learning, which is her field of expertise. She said that she could also speak to the benefits of a safe and healthy learning environment and to the disadvantages suffered by schools that do not

enjoy one. Ms. Blistan acknowledged the fact that the DOE “whittled” a list of some seven-hundred (700) schools that needed assistance into seventy (70) plus schools and noted that she would not speak to the chosen schools. Instead, she discussed the Mary Ethel Costello School (“Costello School”) in the Gloucester City district. Ms. Blistan commented that she heard that a representative for the SDA is scheduled to visit the Costello School this week. Ms. Blistan reported that half of the Costello School was built in 1859 and the other half in 1923. She said that although there have been numerous upgrades to the building, it is literally falling apart. Ms. Blistan said that the good news is that the school was placed on the list and approved for a new school, however that approval came close to ten (10) years ago. She said that over \$20 million has already been spent by the federal government to ready the area, another \$12 million has been spent by the SDA to ready the area, and \$300,000 has been spent by the City to ready the area. She said that, despite this, not one shovel has been put in the ground and there has never been a start date announced for construction. In continuing, Ms. Blistan stated that people who owned houses there had lost their homes and businesses were moved in preparation for the school to be built. She also noted that there is also a pest control issue. Ms. Blistan noted other issues, such as electrical problems and boiler issues, technology limitations and difficulty keeping the classrooms comfortable for students. She noted that the leaky roofs present mold, and there are lead pipe and other issues that present health and safety hazards. Ms. Blistan also noted other issues such as black top play spaces and lack of a proper cafeteria. Ms. Blistan offered a partnership between the NJEA and the SDA to speak to whoever is necessary in order to get any money needed for the people who do not have a voice. She said that it is her understanding that the

SDA will be visiting the Costello School for the twentieth time and that it is her hope that it will be the last visit, that shovels go into the ground and that the children will be provided the school for which they have waited ten (10) years. Mr. Walsh asked for Ms. Blistan's contact information and noted that he and Mr. Larkins would contact her. Ms. Blistan thanked the Members for their time.

Lastly, Moriah Kinberg from the New Jersey Work Environment Council read the following statement: "My name is Moriah Kinberg. I am the campaign organizer with the New Jersey Work Environment Council (WEC). "WEC" is an alliance of labor, community, and environmental organizations that advocates for safe, secure jobs and a healthy, sustainable environment. Healthy School Environments is one of WEC's core initiatives. With aging public schools and postponement of preventive maintenance, health and safety dangers often threaten students, teachers, and school staff. WEC is working with a broad coalition of organizations across the state representing teachers, parents and community groups who want healthy public schools now. We are concerned with the lack of progress made to fix "emergent repairs" in the SDA districts. It's been over a year since the SDA and N.J. Department of Education (DOE) asked school districts to identify "emergent repairs" that need to be made. An emergent repair is one defined as "so potentially hazardous that it causes an imminent peril to the health and safety of students or staff." The 31 SDA districts identified 716 of these imminent danger repairs. We've reviewed the initial request letters sent to the DOE and found that at least 102 involve leaking or collapsing roofs, 77 involve non-functioning heating and ventilation systems, 54 jeopardize fire safety, 35 involve unsafe or ineffective boilers, 32 involve structural problems such as collapsing ceilings or floors, as well as other

problems. There are obvious physical hazards related to fire and electricity. Less obvious perhaps, are the air quality issues. Seventy-seven schools report HVAC systems in need of repairs or not functioning at all. Of these, twelve schools report temperature extremes from inadequate heat or air conditioning. In Newark, for example, five schools report HVAC systems failed beyond repair and ranging in age from 21 to 43 years. Schools with inadequate ventilation are likely to suffer from a buildup of pollutants, resulting in any of a host of symptoms, including drowsiness, headaches, irritation of eyes, nose, throat and upper respiratory system, chills, fever, cough, chest tightness, congestion, sneezing, runny nose. In addition, concentration of any of a variety of possible indoor air pollutants may increase because the HVAC system does not dilute them. These may include asbestos, formaldehyde, fiberglass, radon, mold, bacteria, carbon monoxide, particulates, combustion products, vehicle exhaust, pesticides, lab and art materials and other hazards. Large numbers of schools reported roofs in need of repair or replacement, damage to exterior masonry, structural damage and window damage, are all conditions that allow water infiltration or lead to water infiltration. 102 report roofs in need of repair or replacement; 55 exterior masonry damage; 32 structural elements in state of collapse; and 32 damaged windows. Water infiltration may lead to mold growth on walls and ceilings, inside walls, and on other structural elements. Mold allergies may include symptoms similar to those of hay fever, colds or flu. Asthmatics may experience aggravation of their condition by mold. Just this week, a water main leak at Ferris High School in Jersey City raised awareness about a leaky roof they've had for years. The roof was submitted as one of the 716 emergent repair requests to the DOE over a year ago. Pictures of the leak in the Jersey Journal show hallways with puddles of water, missing

tiles exposing electrical cables, and broken ceiling tiles damaged by leaks that run from the roof to as far down as the second floor. The roof was deemed a “potential” emergent project in the last determination letter to the Jersey City district but that does not guarantee a final determination as an emergent project or a date for it to be fixed. WEC and our allies look forward to working with the SDA to ensure that all our students and school staff have healthy school environments. After reading her statement, Ms. Kinberg asked if there is a timeline and completion date set for the emergent projects. She also asked what happens to the other six-hundred forty (640) repairs that were submitted as emergent projects. Ms. Kinberg noted that it has been stated by Mr. Larkins that there is not enough money for all of the emergent projects that were submitted and that outreach be made to legislators for the money. She said that in 2008 the legislature approved \$3.9 billion to the SDA and she asked if all of the money is being used. Mr. Larkins replied in the affirmative as far as the \$3.9 billion being allocated to projects. He said that when he arrived to the organization, the 2008 Capital Plan (“Plan”) anticipated using all of the funds and explained that some of the funding went to Regular Operating Districts (“RODs”). Mr. Larkins said that of the \$3.9 billion, \$1 billion is designated to grant programs. He said that in essence there was over \$2 billion in funding for fifty-two (52) projects in the Plan, which was going to exhaust all of the funding, leaving no money for emergent projects. Mr. Larkins explained that, following SDA’s review and the institution of certain efficiencies and certain changes to the program where appropriate, the SDA is positioned to do more than 52 projects and still have money for emergent projects. He said that \$100 million has been set aside by the Board and the Board and the administration in order to continue the emergent work. Mr. Larkins noted that the \$100

million was not there before. After further explanation and discussion, Mr. Walsh suggested that if Ms. Kinberg had additional questions, she should contact Mr. Larkins or Mr. Ballard directly.

Mr. Walsh asked if there were any other members of the public who wished to address the Board. Hearing none, upon a motion by Mr. Nixon, and seconded by Mr. Vargas, and with unanimous consent, the meeting was adjourned.

Certification: The foregoing represents a true and complete summary of the actions taken by the Board of the New Jersey Schools Development Authority at its June 6, 2012 meeting.



Jane F. Kelly
Assistant Secretary

RESOLUTION—3a./3b.**Approval of Minutes**

WHEREAS, the By-Laws provide that the minutes of actions taken at meetings of the New Jersey Schools Development Authority be approved by the Authority's Board of Directors; and

WHEREAS, pursuant to Section 3(k) of P.L. 2007, Chapter 137, the minutes of the June 6, 2012 Board meeting of the New Jersey Schools Development Authority, for the Open and Executive Sessions, was forwarded to the Governor on June 14, 2012.

NOW, THEREFORE, BE IT RESOLVED, that the minutes of the New Jersey Schools Development June 6, 2012 Open and Executive Session meetings are hereby approved.

BE IT FURTHER RESOLVED, that this resolution shall take effect immediately, but no action authorized herein shall have force and effect until 10 days, Saturdays, Sundays and public holidays excepted, after a copy of the minutes of the Authority meeting at which this resolution was adopted has been delivered to the Governor for his approval, unless during such 10 day period, the Governor shall approve same, in which case such action shall become effective upon such approval.

Dated: July 5, 2012

AUTHORITY MATTERS

CEO REPORT (*ORAL*)

CHAIRMAN'S REPORT

REPORT AND RECOMMENDATIONS OF THE AUDIT COMMITTEE (ORAL REPORT)

REPORT AND RECOMMENDATIONS OF THE SCHOOL REVIEW COMMITTEE

CHAIRMAN'S REPORT

EMERGENT PROJECTS - RELEASE OF PROGRAM RESERVE FOR CAMDEN AND JERSEY CITY



1 WEST STATE STREET
P.O. BOX 991
TRENTON, NJ 08625-0991
609-943-5955

MEMORANDUM

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TO: Members of the Authority

FROM: Gregory Voronov, Managing Director Program Operations

SUBJECT: Release of Program Reserve

RE: Camden City School District
Yorkship School – Emergent Project
Jersey City School District
PS #23 Duncan Avenue Annex – Emergent Project

DATE: July 5, 2012

I am writing to recommend approval of the release of funds from the Program Reserve maintained for emergent projects and emergency situations to address emergent conditions at two school facilities as approved by the Department of Education (DOE). At its March 2, 2011 Board meeting, the Members approved the 2011 Capital Program which allocated \$100 Million to fund emergent projects in the 31 SDA Districts. Upon the Board's approval of the funding for emergent projects, the NJSDA and DOE launched an extensive State-wide effort to identify and evaluate eligible emergent projects throughout the SDA-Districts. This effort has resulted in the identification of conditions related to the boilers at the Camden Yorkship School and Jersey City PS #23 Duncan Avenue Annex for advancement as emergent projects. These projects are being advanced through delegation to the school districts via the grants program. The release of funding requested for each project is:

- Camden City School District – Yorkship School Boiler Replacement - \$700,000
- Jersey City School District – PS #23 Duncan Avenue Annex Boiler Replacement - \$650,000

Pursuant to the NJSDA Operating Authority adopted by the Board on December 1, 2010 as amended on March 7, 2012, the release of funds from the Program Reserve in excess of \$500,000 requires approval by the Members of the Authority. The funding requested to address the emergent project at each of these two schools exceeds \$500,000.

Background:

Camden City School District – Yorkship School

The Yorkship School, built in 1920, is a 76,526 square foot facility that educates 656 students in grades Pre-K to 6. As a result of joint NJSDA and DOE site visits conducted in the Camden City School District to review potential emergent conditions within the district, the DOE issued Pre-Construction Approval on May 4, 2012 for an emergent project to address conditions related to two failing boilers at the facility. Due to the fact that the District had already engaged a design consultant, Robert N. Garrison Associates, to review the condition and design the required remedial action, it has been determined that the most expeditious manner in which to advance the project is via delegation to the District for management of the project as a grant. Due to the age and condition

Members of the Authority

Release of Program Reserve

Camden City School District – Yorkship School – Emergent Project

Jersey City School District – PS #23 Duncan Avenue Annex – Emergent Project

July 5, 2012

Page 2

of the boilers the recommended scope calls for the full replacement of the two existing boilers and associated controls and system elements. The scope has been reviewed by NJSDA staff to ensure it adequately addresses the identified condition and does not include work above that required to remedy the condition. Based upon estimates provided by the District's design consultant and reviewed by the NJSDA, the cost of the project including appropriate contingency is estimated to be \$700,000.

Jersey City School District – PS #23 Duncan Avenue Annex

The PS #23 Duncan Avenue Annex, built in 1898, is a 48,657 square foot facility that educates 410 students in grades Pre-K to 2. As a result of joint NJSDA and DOE site visits conducted in the Jersey City School District to review potential emergent conditions within the district, the DOE issued Pre-Construction Approval on April 18, 2012 for an emergent project to address conditions related to two failing boilers at the facility. Due to the fact that the District had already engaged a design consultant, Clark Caton Hintz, to review the condition and design the required remedial action, it has been determined that the most expeditious manner in which to advance the project is via delegation to the District for management of the project as a grant. Due to the age and condition of the boilers the recommended scope calls for the full replacement of the two existing boilers and associated controls and system elements. The scope has been reviewed by NJSDA staff to ensure it adequately addresses the identified condition and does not include work above that required to remedy the condition. Based upon estimates provided by the District's design consultant and reviewed by the NJSDA, the cost of the project including appropriate contingency is estimated to be \$650,000.

A report detailing funding that is being drawn from the \$100 million reserve established within the 2011 Capital Plan to address emergent projects is attached. Going forward this report will routinely be included in the reports section of the Board materials.

Recommendation

The Members are requested to approve:

1. The release of \$700,000 from the Program Reserve to address the emergent boiler replacement project at the Camden City School District Yorkship School.
2. The release of \$650,000 from the Program Reserve to address the emergent boiler replacement project at the Jersey City School District PS #23 Duncan Avenue Annex.

/s/ Gregory Voronov

Gregory Voronov, Managing Director, Program Operations

Reviewed and Recommended by: Andrew Yosha, Vice President, Program Operation

Prepared and Recommended by: Gregory Voronov, Managing Director, Program Operations



2011 Emergent Program Reserve Balance Summary

June 11th 2012

6

Reserve Balance **\$ 100,000,000**

<u>Advancement Method</u>	<u>Total Projects</u>	<u>Project w/ Funding Authorized</u>	<u>Funding Authorized</u>
District Delegated Projects	9	2	\$ 1,350,000
SDA Managed Emergent Projects	20	0	TBD
Total Estimated Total Project Costs	29	2	\$ 1,350,000
Reserve Balance Remaining			\$ 98,650,000



2011 Emergent Program Reserve Balance Detail
June 11th 2012

Emergent Projects Tiers 1 and 2 - sorted by District, Advancement Category & School

6

	District	School	Advancement Category	Advancement Method	Funding Authorized
1	Bridgeton	Broad St ES	Structural	SDA Managed	TBD
2	Camden City	Yorkship ES	Boiler	Delegated Grant	\$700,000
3	Camden City	Bonsall ES	Structural	SDA Managed	TBD
4	Camden City	Cramer ES	Structural	SDA Managed	TBD
5	Camden City	Lanning Square @ Feters	Structural	SDA Managed	TBD
6	Camden City	Pyne Poynt MS	Structural	SDA Managed	TBD
7	City of Orange	Oakwood ES	HVAC	SDA Managed	TBD
8	City of Orange	Cleveland ES	Structural	Delegated Grant	TBD
9	Garfield	Wash. Irving ES #4	Boiler	Delegated Grant	TBD
10	Garfield	Woodrow Wilson #5	Boiler	Delegated Grant	TBD
11	Gloucester City	Mary Ethel Costello	Fire Safety	Delegated Grant	TBD
12	Gloucester City	Mary Ethel Costello	Structural	Delegated Grant	TBD
13	Harrison	Washington MS	Structural	SDA Managed	TBD
14	Jersey City	PS #23	Boiler	Delegated Grant	\$650,000
15	Newark	Hawkins ES	Boiler	SDA Managed	TBD
16	Newark	Ridge ES	Boiler	SDA Managed	TBD
18	Newark	West Side HS	Electrical	SDA Managed	TBD
19	Newark	Alma-Flagg ES	HVAC	SDA Managed	TBD
20	Newark	Chancellor Ave School	Structural	SDA Managed	TBD
21	Newark	Hawthorne Ave ES	Structural	Delegated Grant	TBD



2011 Emergent Program Reserve Balance Detail

June 11th 2012

Emergent Projects Tiers 1 and 2 - sorted by District, Advancement Category & School

6

	District	School	Advancement Category	Advancement Method	Funding Authorized
22	Newark	West Side HS	Structural	Delegated Grant	TBD
23	Paterson	Roberto Clemente ES	HVAC	SDA Managed	TBD
24	Trenton	Hedgepeth Williams ES	Domestic Water	SDA Managed	TBD
25	Trenton	Central HS West	HVAC	SDA Managed	TBD
26	Trenton	Woodrow Wilson ES	HVAC	SDA Managed	TBD
27	Vineland	HS South	HVAC	SDA Managed	TBD
28	West New York	PS #1	Structural	SDA Managed	TBD
29	West New York	PS #5	Structural	SDA Managed	TBD
Total Funding Authorized		2 Projects		\$1,350,000	

Resolution—6a

Release of Program Reserve

Camden City School District
Yorkship School – Emergent Project
Jersey City School District
PS #23 Duncan Avenue Annex – Emergent Project

Resolution

WHEREAS, the Operating Authority of the New Jersey Schools Development Authority (“SDA” or “the Authority”) requires that the release of funds in excess of \$500,000 from the Program Reserve requires approval by the Members of the Authority; and

WHEREAS, in March 2011, the Members of the New Jersey Schools Development Authority approved the 2011 Capital Program which allocated \$100 Million to fund emergent projects in the 31 SDA Districts; and

WHEREAS, upon the Board’s approval of the funding for emergent projects, the SDA and the State Department of Education (“DOE”) conducted an extensive State-wide effort to identify and evaluate eligible emergent projects throughout the SDA-Districts; and

WHEREAS, this effort has resulted in the identification of conditions related to the boilers at the Camden Yorkship School and Jersey City PS #23 Duncan Avenue Annex for advancement as emergent projects through delegation to the school districts via the SDA grants program; and

WHEREAS, executive management has requested release from the Program Reserve of \$700,000 for the Camden City School District – for the Yorkship School Boiler Replacement and \$650,000 for the Jersey City School District – PS #23 Duncan Avenue Annex Boiler Replacement; and

WHEREAS, the funding requested to address the emergent project at each of these two schools exceeds \$500,000 and thus requires Board approval; and

WHEREAS, the background of the emergent projects and recommended funding levels is set forth in detail in the memorandum presented to the Board on this date and incorporated herein; and

WHEREAS, associated staff and executive management recommend approval of these releases from the Program Reserve as reasonable and appropriate and in the best interest of the Authority and the state’s taxpayers.

NOW, THEREFORE, BE IT RESOLVED, that the Members of the Authority hereby authorize and approve the release of \$700,000 from the Program Reserve to address the emergent boiler replacement project at the Camden City School District Yorkship School, and the release of \$650,000 from the Program Reserve to address the emergent boiler replacement project at the Jersey City School District PS #23 Duncan Avenue Annex consistent with the memorandum presented to the Board on this date.

BE IT FURTHER RESOLVED, that this resolution shall take effect immediately, but no action authorized herein shall have force and effect until 10 days, Saturdays, Sundays and public holidays excepted, after a copy of the minutes of the Authority meeting at which this resolution was adopted has been delivered to the Governor for his approval, unless during such 10 day period, the Governor shall approve same, in which case such action shall become effective upon such approval.

Attached: Memorandum, Release of Program Reserve, Camden City School District, Yorkship School – Emergent Project; Jersey City School District, PS #23 Duncan Avenue Annex – Emergent Project, dated July 5, 2012

Dated: July 5, 2012

OFFICE OF PROGRAM OPERATIONS - CHANGE ORDERS/AMENDMENTS

CAP SERVICES, INC.



MEMORANDUM

TO: Members of the Authority
FROM: Manuel Da Silva
 Program Director, Program Operations
DATE: July 5, 2012
SUBJECT: Change Orders – CAP Services, Inc.

COMPANY NAME: CAP Services, Inc.
 DISTRICT: Newark
 CONTRACT NO.: NE-0013-J01
 PMF/CM: SDA Managed
 SCHOOL NAME: Oliver Street Elementary School
 CHANGE ORDER NOs.: 3 & 5
 REASON: Various
 AMOUNT: \$1,369,546.95
 CCD #1 \$ 700,000 + Resolving CO #3 (\$ 50,940.24)
 CCD #2 \$1,100,000 + Resolving CO #5 (\$379,512.81)
 CONTRACT STATUS: 85.34 % Paid to Date against the Current Contract Value
 REVISED DELIVERY DATE: November 15, 2011

INTRODUCTION

I am writing to recommend approval by the Members of the Authority of two (2) construction change orders to resolve Construction Change Directives (CCDs) #1 and #2. Pursuant to the Operating Authority adopted by the Board on December 1, 2010, amended on March 7, 2012, change orders that singularly exceed \$500,000 or singularly or in the aggregate are greater than 10% of the contract value require approval by the Members of the Authority. The aggregate value of these two (2) change orders, with all prior approved change orders, is greater than 10% of the contract value.

CCDs are typically only used when the work has been verified to be a change to the base scope and one of the following two conditions are met: either the work is so urgent that it requires a directive for immediate action by the General Contractor (GC) or negotiations for a change order have failed to come to a resolution, thereby placing the work in the critical path requiring immediate direction to avoid construction delays impacting a schedule milestone, e.g. school turn-over to the district. A resolving change order is the mechanism by which the final dollar value of the CCD is determined. It is the combined value of the CCD and the resolving CO that determines the required level of approval for the resolving change order. When these CCD's were issued, authorization included a dollar value, which differs from current requirements that CCD's are issued for a zero dollar value. The NJSDA review of submitted time and material information validated that the actual cost to perform the additional scope was less than the values of the issued CCD's resulting in contract credits for CCD #1 of \$50,940.24 and for CCD #2 of \$379,512.81.

Members of the Authority
 CCD # 1 and 2, and Change Orders # 3 & 5
 CAP Services, Inc.
 Contract No. NE-0013-J01
 Newark – Oliver Street Demolition
 July 5, 2012
 Page 2 of 5

BACKGROUND

CAP Services was issued the Notice to Proceed (NTP) on April 3, 2009 to provide demolition and site remediation services at the site acquired for the Oliver Street Elementary School in Newark. The demolition and remediation work performed by CAP Services was the initial phase of remediation required to prepare the site for construction of a future school. The CAP Services contract is prepared for final payment and closeout as all demolition, site preparation and remediation work associated with their contract scope of work inclusive of base contract and issued change orders is completed.

The new Oliver Street Elementary School project has been identified to advance as part of the 2011 Capital Plan. It is anticipated that the NJSDA will undertake additional early site work to address additional remediation to support the project. This early site work is scheduled to advance in the fourth quarter of 2012.

In accordance with the provisions outlined in the Operating Authority, the reasons for the needed scope adjustment represented by the CCD's have been forwarded to the NJSDA Special Projects Group for determination of potential recovery.

REASON FOR CHANGE

Change Order #3 (\$50,940.24) – To resolve CCD#1 approved on August 2, 2009 in the amount of \$700,000.00 to address additional asbestos abatement work.

- Change Order Background: During a pre-demolition inspection of premises on the project site that previously housed a leather factory, friable asbestos-containing material (ACM) was discovered between layers of flooring on the second and third floors. This condition was not identified previously because when the environmental investigation reports were being prepared, the building was occupied by tenants preventing performance of destructive testing, which would have exposed the subfloor surface. CAP Services original proposal for this work was \$1,435,825 which was subsequently revised to \$991,998. However, the NJSDA, after consulting with the environmental consultant, determined that the revised cost was excessive. As a final agreement of cost could not be reached at that time, a CCD in the amount of \$700,000 to be invoiced on a time and material cost basis was approved by the CEO on August 2, 2009.
- Reason for Change: Resolving Credit Change Order #3 represents the results of direct negotiations between the SDA and the GC for labor, material, equipment and removal costs associated with the abatement work. After obtaining all appropriate documentation and successful negotiations with the GC, all parties agreed to a final cost for this work in the amount of \$649,059.76.

Members of the Authority
 CCD # 1 and 2, and Change Orders # 3 & 5
 CAP Services, Inc.
 Contract No. NE-0013-J01
 Newark – Oliver Street Demolition
 July 5, 2012
 Page 3 of 5

- Cost Breakdown:

1) CCD #1	\$ 700,000.00
2) Resolving CO #3	(\$50,940.24)
3) Final Negotiated Cost:	\$ 649,059.76
i. Asbestos Subcontractor Labor	\$ 459,000.00
ii. Labor	\$ 101,489.90
iii. Materials & Equipment	\$ 55,125.12
iv. <u>OH & Profit, Bond & Insurance</u>	<u>\$ 33,444.74</u>
Total:	\$ 649,059.76

Change Order #5 (\$379,512.81) – To resolve CCD #2 which was approved on January 4, 2010 in the amount of \$1,100,000.00 to remediate unforeseen subsurface conditions encountered during demolition.

- Change Order Background: During the demolition and site remediation phase of work, additional unforeseen subsurface conditions were encountered. The additional work required the removal and proper handling of substantial volumes of concrete foundation slabs, pillars, walls and footings, impacted soils, and ten (10) unforeseen underground storage tanks (UST's) which contained an estimated 50,000 gallons of oil-contaminated water. CAP Services original proposal for this work was \$1,089,777. The NJSDA, after consulting with the environmental consultant, determined that the cost estimate was appropriate for site remediation and, accordingly a CCD in the amount of \$1,100,000 to be invoiced on a time and material cost basis was approved by the CEO on January 4, 2010.
- Reason for Change: Resolving Credit Change Order #5 represents the results of direct negotiations between the SDA and the GC for labor, material, equipment and removal costs associated with the remediation work. A complete reconciliation of associated time sheets, material receipts and labor rates was done, upon completing the work to determine the actual costs of the additional remediation work and the extended general conditions for a 344 day delay. After obtaining all the appropriate documentation and successful negotiations with the GC, all parties agreed to a final cost for this work in the amount of \$720,487.19.

Members of the Authority
 CCD # 1 and 2, and Change Orders # 3 & 5
 CAP Services, Inc.
 Contract No. NE-0013-J01
 Newark – Oliver Street Demolition
 July 5, 2012
 Page 4 of 5

• Cost Breakdown:

1)	CCD # 2	\$ 1,100,000.00
2)	Resolving CO #5	(\$379,512.81)
3)	Final Negotiated Cost:	\$ 720,487.19
	i. Labor	\$ 142,467.36
	ii. Materials & Equipment	\$ 518,150.54
	iii. OH & Profit, Bond & Insurance	\$ 59,869.29
	Total:	\$ 720,487.19

SUMMARY OF CHANGE

These change orders are required to resolve CCD’s #1 and #2, which were issued to address additional asbestos abatement work needed and to perform additional site remediation work, respectively. These CCD’s were approved by the CEO and were implemented to be performed on a time and material basis. A review of time and material documentation has concluded that the cost to perform the work was less than estimated. CO’s #3 and #5 are to credit the SDA the balance remaining from CCD’s #1 and #2, respectively.

CO #3: Asbestos Abatement	\$ (50,940.24)
CO #5: Site Remediation	\$ (379,512.81)
Total Credits:	\$ (430,453.05)

Documents supporting the above two (2) change orders have been reviewed by the associated SDA project team members, as well as the Program Director, Deputy Program Director, and the Contract Management Department (CMD), for adherence to current SDA policy and procedures. All reviewing SDA staff members, including CMD, have determined that these change orders are justified and that the amounts are reasonable and appropriate. Action regarding these two (2) change orders along with two (2) other credit change orders with a combined value of \$93,149.00 will conclude all involvement by the general contractor on this project.

CALCULATIONS:

a. Original Contract Amount	\$ 1,836,824.35
b. Change Orders to Date	\$ 1,800,000.00
c. Proposed Change Order Amount	(\$ 430,453.05)*
d. Total Change Orders to Date (Total of line (b.) and (c.))	\$ 1,369,546.95
e. Percentage of Original Contract Line (Line (d.) represents of Adjusted Contract Amount (Line (a.)))	74.6%
f. Proposed Adjusted Contract Price (Line (a.) plus Line (d.))	\$ 3,206,371.30

*Inclusive of CCD #1 and #2

Members of the Authority
 CCD # 1 and 2, and Change Orders # 3 & 5
 CAP Services, Inc.
 Contract No. NE-0013-J01
 Newark – Oliver Street Demolition
 July 5, 2012
 Page 5 of 5

RECOMMENDATION

The Members of the Authority are asked to approve:

- Resolving Change Order #3 in the credit amount of \$50,940.24 resolving CCD #1, resulting in a total value of \$649,059.76, and
- Resolving Change Order #5 in the credit amount of \$379,512.81 resolving CCD #2, resulting in a total value of \$720,487.19, and

In accordance with the Operating Authority adopted by the Board on December 1, 2010, as amended on March 7, 2012, any change order which singularly exceeds \$500,000 or when aggregated with all prior approved change orders is greater than 10% of the contract value requires approval by the Members of the Authority. The aggregate value of these two (2) change orders, with all prior approved change orders, is greater than 10% of the contract value.

Recommended by:

/s/ Manuel Da Silva
 Manuel Da Silva, Program Director, Program Operations

Reviewed and Recommended by: Andrew Yosha, Vice President, Program Operations
 Reviewed and Recommended by: Merrie Winston, Deputy Program Director, Program Operations
 Prepared and Recommended by: Terry Dunn Egan, Program Officer, Program Operations

Resolution—6b1

COMPANY NAME: CAP Services, Inc.
 DISTRICT: Newark
 CONTRACT NO.: NE-0013-J01
 PMF/CM: SDA Managed
 SCHOOL NAME: Oliver Street Elementary School
 CHANGE ORDER NOS.: 3 & 5
 REASON: Various
 AMOUNT: \$1,369,546.95
 CCD #1 \$ 700,000 + Resolving CO #3 (\$ 50,940.24)
 CCD #2 \$1,100,000 + Resolving CO #5 (\$379,512.81)
 CONTRACT STATUS: 85.34 % Paid to Date against the Current Contract Value
 REVISED DELIVERY DATE: November 15, 2011

Resolution

WHEREAS, the Operating Authority of the New Jersey Schools Development Authority (“SDA” or “the Authority”) requires that change orders that singularly exceed \$500,000 or singularly or in the aggregate are greater than 10% of the contract value require approval by the Members of the Authority; and

WHEREAS, CAP Services was issued the Notice to Proceed (NTP) on April 3, 2009 to provide demolition and site remediation services at the site acquired for the Oliver Street Elementary School in Newark (“the Project”); and

WHEREAS, the demolition and remediation work performed by CAP Services was the initial phase of remediation required to prepare the site for construction of a future school; and

WHEREAS, during a pre-demolition inspection of the premises on the project site friable asbestos-containing material (ACM) was discovered between layers of flooring; and

WHEREAS, during the demolition and site remediation phase of work, additional unforeseen subsurface conditions were encountered; and

WHEREAS, CCDs are used when, with the verification of work as a change to base scope, the work is either so urgent that it requires a directive for immediate action by the General Contractor (GC) or negotiations for a change order have failed to come to a resolution; and

WHEREAS, a resolving change order is the mechanism by which the final dollar value of a CCD is determined; and

WHEREAS, CCD’s #1 and #2, were issued and approved by the SDA CEO to address additional asbestos abatement work needed and to perform additional site remediation work, respectively on a time and materials basis; and

WHEREAS, a review of time and materials documentation has concluded that the cost to perform the work was less than estimated necessitating Change Orders # 3 and 5 to credit the SDA with the balance remaining from CCD's #1 and #2, respectively.

WHEREAS, Change Order #3 in the amount of \$50,940.24 will resolve CCD#1 approved for this Project on August 2, 2009 in the amount of \$700,000.00 to address additional asbestos abatement work and following successful negotiations establishing a final cost for this work in the amount of \$649,059.76; and

WHEREAS, Change Order #5 in the amount of \$379,512.81 will resolve CCD #2, approved for this Project on January 4, 2010 in the amount of \$1,100,000.00 to remediate unforeseen subsurface conditions encountered during demolition and following successful negotiations establishing a final cost for this work in the amount of \$720,487.19.

WHEREAS, the aggregate value of the two (2) change orders presented for Board consideration, with all prior approved change orders, is greater than 10% of the contract value; and

WHEREAS, the CAP Services contract is prepared for final payment and closeout as all demolition, site preparation and remediation work associated with their contract scope of work inclusive of base contract and issued change orders is completed.

WHEREAS, consistent with the Operating Authority, the reasons for the needed scope adjustment represented by the CCDs have been forwarded to the NJSDA Special Projects Group for determination of potential recovery; and

WHEREAS, the background and particulars of the matter for consideration have been presented in detail in a memorandum presented to the Members of the Authority on this date and incorporated herein; and

WHEREAS, documents supporting the two (2) change orders presented to the Board have been reviewed by the associated SDA project team members, as well as the Program Director, Deputy Program Director, and the Contract Management Department (CMD), for adherence to current SDA policy and procedures and all reviewing SDA staff members have determined that these change orders are justified and that the amounts are reasonable and appropriate.

NOW, THEREFORE, BE IT RESOLVED, that the Members of the Authority hereby authorize and approve for CAP Services Inc. (Contract No. NE-0013-J01), (Resolving Change Order #3 in the credit amount of \$50,940.24 resolving CCD #1, resulting in a total value of \$649,059.76, and Resolving Change Order #5 in the credit amount of \$379,512.81 resolving CCD #2, resulting in a total value of \$720,487.19 consistent with the memorandum presented to the Board on this date.

BE IT FURTHER RESOLVED, that this resolution shall take effect immediately, but no action authorized herein shall have force and effect until 10 days, Saturdays, Sundays and public holidays excepted, after a copy of the minutes of the Authority meeting at which this resolution was adopted has been delivered to the Governor for his approval, unless during such 10 day period, the Governor shall approve same, in which case such action shall become effective upon such approval.

Attached: Memorandum, CAP Services, Inc. Change Order Nos. 3&5 (Contract No. NE-0013-J01), Oliver Street Elementary School in the Newark School District, dated July 5, 2012

Dated: July 5, 2012

DMR ARCHITECTS



MEMORANDUM

TO: Members of the Authority

FROM: Thomas B. Schrum
Program Director, Program Operations

DATE: July 5, 2012

SUBJECT: Amendment #1 – DMR Architects

COMPANY NAME: DMR Architects
 DISTRICT: Paterson
 CONTRACT #: EP-0025-A01
 PMF/CM: SDA Managed
 SCHOOL NAME: Early Learning Center at 14th Avenue
 AMENDMENT #: 1
 REASON: Additional Design Services
 AMOUNT: \$ 20,500
 CONTRACT STATUS: 99 % paid to date against the design contract value
 REVISED DELIVERY DATE: March 22, 2011

INTRODUCTION

I am writing to recommend approval by the Members of the Authority of Amendment #1 to DMR Architects (DMR), in the amount of \$20,500. Pursuant to the NJSDA Operating Authority adopted by the Board on December 1, 2010, as amended March 7, 2012, an amendment which exceeds \$100,000 or 10% of the contract value requires approval by the Members of the Authority. Amendment #1 exceeds 10% of the contract value.

If approved, this amendment will necessitate a release of funds from the Program Reserve for Emergent Projects. Consistent with the Operating Authority adopted by the Board on December 1, 2010, as amended March 7, 2012, CEO approval is required for a release of funds from the Program Reserve that does not exceed \$500,000. CEO approval will be sought for the release of funds from the Program Reserve for a total of \$20,500 and will be memorialized through a revision to the emergent project charter.

BACKGROUND

DMR was issued the Notice to Proceed (NTP) on July 16, 2010 to provide design and construction administration services to address an emergent condition at the Media Center and adjacent rooms of the Early Learning Center at 14th Avenue (ELC) in the Paterson School District. These services were required due to water infiltration from failures of exterior walls and drains. This emergent project was substantially complete on March 22, 2011.

Members of the Authority
 Amendment #1 – DMR Architects
 Contract No. EP-0025-A01
 Paterson – Early Learning Center at 14th Avenue
 July 5, 2012
 Page 2 of 3

The project involved the removal and replacement of a plaza concrete deck that was found to be failing. This condition was causing water infiltration into areas of the school facility adjacent to and below the deck. The scope of work included removing and replacing the deck, waterproofing the foundation wall common to the Media Center below, installing new support steel, waterproofing to prevent further water infiltration, and renovating the interior of the Media Center to repair damage caused by the water infiltration.

REASON FOR CHANGE

During the course of the renovation, several unforeseen conditions were discovered once demolition commenced. These unforeseen conditions were as follows:

- Non-functioning exterior drain requiring repair,
- Damaged door and hardware resulting from the water infiltration, which needed to be replaced,
- Plaza deck slab edge not in line with the foundation, which required redesign and construction to ensure slab edge and foundation matched, and
- Damaged plaza deck wall resulting from the water infiltration, which required redesign and construction of the pier system to ensure support for the plaza deck wall.

DMR had submitted an amendment request for both additional and extended design services in relation to the unforeseen conditions. Upon initial review, this request was rejected by Program Operations, as these services were considered a requirement of their existing contract. DMR therefore was instructed by Program Operations to proceed with this work. As the project progressed, the demolition revealed characteristics that could not have been identified previously regarding the extent of water infiltration and structural failures. Upon subsequent review of this information and findings by Contract Management Division (CMD) and Program Operations, it was determined that the extent of the emergent condition of the plaza deck wall was hidden at the time of design, and that these conditions supported the need for additional design services. Therefore, DMR’s request for an amendment was determined a valid request. This review also determined that the work was concurrent with other activities and DMR’s request for extended design services was without merit. A lump sum for the design portion was negotiated by CMD and was agreed to by all parties on November 30, 2011, for the agreed amount of \$20,500.

SUMMARY OF CHANGE

This Amendment #1 is required to compensate DMR for the additional design services provided to address the unforeseen conditions. A breakout of the costs for this work (per CMD’s Release) is as follows:

	Proposal Amount	Approved Amount
Design work, as per DMR proposal dated 1/17/10	\$ 21,665.00	\$ 8,555.00
Design work on Piers, as per DMR proposal dated 12/1/10	\$ 24,315.00	\$ 11,945.00
TOTAL	\$ 45,980.00	\$ 20,500.00

Members of the Authority
 Amendment #1 – DMR Architects
 Contract No. EP-0025-A01
 Paterson – Early Learning Center at 14th Avenue
 July 5, 2012
 Page 3 of 3

All documents supporting this amendment have been reviewed by the associated NJSDA project team members, as well as the Program Director, Deputy Program Director, Contract Management Division (CMD) and the Division of Chief Counsel for adherence to policy and procedures. All reviewing SDA staff members, including CMD, have determined that this amendment is justified and that the amount is reasonable and appropriate.

CALCULATIONS

a. Original Contract Amount	\$40,000.00
b. Amendments to Date	\$0.00
c. Proposed Amendment Amount	\$20,500.00
d. Total Amendments to Date (Total of Line (b) and Line (c))	\$20,500.00
e. Percentage of Original Contract Line (Line (d) represents a percent of Line (a))	51%
f. Proposed Adjusted Contract Price (Line (a) plus Line (d))	\$60,500.00

RECOMMENDATION

The Members of the Authority are requested to approve Amendment #1 in the amount of \$20,500. In accordance with the Operating Authority adopted by the Board on December 1, 2010, as amended March 7, 2012, any amendment which exceeds \$100,000 or 10% of the contract value requires approval by the Members of the Authority. This amendment exceeds 10% of the contract value.

/s/ Thomas Schrum
 Thomas B. Schrum, Program Director, Program Operations

Reviewed and Recommended by: Andrew Yosha, Vice President, Program Operations
 Reviewed and Recommended by: Joseph Lucarelli, Deputy Program Director, Program Operations
 Prepared and Recommended by: Jeannette North, Program Officer, Program Operations

Resolution—6b2

COMPANY NAME: DMR Architects
 DISTRICT: Paterson
 CONTRACT #: EP-0025-A01
 PMF/CM: SDA Managed
 SCHOOL NAME: Early Learning Center at 14th Avenue
 AMENDMENT #: 1
 REASON: Additional Design Services
 AMOUNT: \$ 20,500
 CONTRACT STATUS: 99 % paid to date against the design contract value
 REVISED DELIVERY DATE: March 22, 2011

Resolution

WHEREAS, the Operating Authority of the New Jersey Schools Development Authority (“SDA” or “the Authority”) provides that an amendment which exceeds \$100,000 or 10% of the contract value requires approval by the Members of the Authority; and

WHEREAS, the Operating Authority further provides that CEO approval is required for a release of funds not in excess of \$500,000 from the Program Reserve; and

WHEREAS, on July 16, 2010, DMR Architects (DMR) was issued a Notice to Proceed (NTP) to provide design and construction administration services at the Early Learning Center at 14th Avenue (ELC) in the Paterson School District; and

WHEREAS, such services were required to address an emergent condition in the ELC’s Media Center and adjacent rooms, which services were required due to water infiltration from the failure of exterior walls and drains; and

WHEREAS, Amendment #1, presented for Board approval in the amount of \$20,500, is required to compensate DMR for additional design services provided to address unforeseen conditions as set forth in detail in the memorandum presented to the Board on this date and incorporated herein; and

WHEREAS, Amendment #1 exceeds 10% of the contract value and thus requires Board approval; and

WHEREAS, pursuant to this amendment, CEO approval for the release of \$20,500 from the Program Reserve for Emergent Projects will be sought and the emergent project charter will be revised as appropriate; and

WHEREAS, this emergent project was substantially complete on March 22, 2011; and

WHEREAS, all documents supporting this amendment have been reviewed by the associated NJSDA project team members, as well as the Program Director, Deputy Program Director, Contract Management Division (CMD) and the Division of Chief Counsel for adherence to policy and procedures and all reviewing SDA staff members have determined that this amendment is justified and that the amount is reasonable and appropriate.

NOW, THEREFORE, BE IT RESOLVED, that the Members of the Authority hereby authorize and approve Amendment #1 for DMR Architects, Contract No. EP-0025-A01, in the amount of \$20,500 for additional design services.

BE IT FURTHER RESOLVED, that this resolution shall take effect immediately, but no action authorized herein shall have force and effect until 10 days, Saturdays, Sundays and public holidays excepted, after a copy of the minutes of the Authority meeting at which this resolution was adopted has been delivered to the Governor for his approval, unless during such 10 day period, the Governor shall approve same, in which case such action shall become effective upon such approval.

Attached: Memorandum, DMR Architects, Amendment No. 1, Contract No. EP-0025-A01, Paterson Early Learning Center at 14th Avenue in the Paterson School District, dated July 5, 2012

Dated: July 5, 2012

ERNEST BOCK & SONS, INC.



MEMORANDUM

TO: Members of the Authority

FROM: Corrado Minervini
Program Director, Program Operations

DATE: July 5, 2012

SUBJECT: Change Order – Ernest Bock & Sons, Inc.

COMPANY NAME: Ernest Bock & Sons, Inc.
 DISTRICT: Elizabeth
 CONTRACT NO.: EL-0016-C03
 PMF/CM: SDA Managed
 SCHOOL NAME: Victor Mravlag Elementary School, No. 21
 CHANGE ORDER NO.: 116
 REASON: Additional Work
 AMOUNT: \$43,766
 CONTRACT STATUS: 54% Paid to Date against the Current Contract Value
 ANTICIPATED OCCUPANCY DATE: April 2013

INTRODUCTION

I am writing to recommend approval by the Members of the Authority for Change Order No.116 in the amount of \$43,766. Pursuant to the NJSDA Operating Authority adopted by the Board on December 1, 2010, as amended March 7, 2012, a change order that singularly exceeds \$500,000 or singularly or in the aggregate is greater than 10% of the contract value requires approval by the Members of the Authority. The aggregate value of this and prior change orders is greater than 10% of the contract value.

BACKGROUND

Ernest Bock & Sons, Inc. (EBS) was given a Notice to Proceed (NTP) on November 16, 2006 to construct the Victor Mravlag Elementary School, No. 21 in the Elizabeth School District. The Victor Mravlag Elementary School, No. 21 is a 80,164 square foot facility to educate 500 students in grades Pre-K through Eight.

In July 2009, the Members of the Authority approved a revised Project Charter to reflect a change in project scope from addition/renovation to new construction and in anticipation of additional services to be provided by the General Contractor to effectuate that change in scope.

Members of the Authority
Change Order No. 116 – Ernest Bock & Sons, Inc.
Elizabeth School District – Victor Mravlag ES, No. 21
July 5, 2012
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There has been significant prior change order activity on this engagement including the following:

- On January 5, 2011, the Members of the Authority approved Change Order No. 91, in the amount of \$3,100,000 for Construction of Proposed Replacement Structure.
- On October 5, 2011, the Members of the Authority approved Change Order No. 92, in the amount of \$96,000 for Additional Costs associated with Insurance, Bond and Sub-Contractor Direct Costs.
- On February 1, 2012, the Members of the Authority approved Change Order No. 98, in the amount of \$128,421 for Extended and Additional Material and Equipment Storage Costs.
- On March 7, 2012, the Members of the Authority approved Change Order No. 102 in the amount of \$270,000 for Extended General Condition Costs.

REASON FOR CHANGE – CHANGE ORDER No. 116

This change order is required to address costs associated with additional construction services to be provided by the General Contractor to address life safety code deficiencies, identified by the Department of Community Affairs (DCA), and necessary to meet the requirements of the 2000 New Jersey International Building Code (NJ IBC).

On April 13, 2011, during a project site construction inspection, the DCA inspection revealed that the project construction documents contained several life safety code deficiencies. These deficiencies were documented in an inspection report dated April 13, 2011 and included the following:

1. The need for additional Emergency Lights and Exit Signage at Rooms No. 203, 207 and 209.
2. The need for a second means of egress, additional Emergency Lighting, Exit signage and Emergency Shut-Off Switches for all mechanical equipment at Mechanical Room No. 234.
3. The need for additional fire dampers at Rooms No. 125D, 123, 201, 201B, 203, 328, 334 and 202D.

Members of the Authority
 Change Order No. 116 – Ernest Bock & Sons, Inc.
 Elizabeth School District – Victor Mravlag ES, No. 21
 July 5, 2012
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Subsequently, the information documented in the inspection report was forwarded to the Design Consultant of Record, Perkins Eastman Architects (PEA). PEA made the necessary revisions to the construction documents to address the life safety code deficiencies and submitted the revised documents to the DCA for review and approval. The revised construction documents were reviewed and approved by the DCA.

EBS submitted a proposal to address the revisions which was reviewed and negotiated by EBS, NJSDA Program Operations and the Division of Contract Management (CMD).

This Change Order will be forwarded to the NJSDA Special Projects Division for determination of potential recovery.

SUMMARY OF CHANGE

This change order is required to address costs associated with additional construction services to be provided by the General Contractor to address life safety code deficiencies.

1) EBS and Subcontractor Direct Cost	\$	39,986
2) Overhead, Insurance and Bonding	\$	3,780
Additional Costs	\$	43,766

All documents supporting this change order have been reviewed by the associated SDA project team members as well as the Program Director, Deputy Program Director and the Contract Management Division (CMD) for adherence to current NJSDA policy and procedures. All reviewing SDA staff members, including CMD, have determined that the change order is justified and that the amount is reasonable and appropriate.

CALCULATIONS

a. Original Contract Amount	\$	20,587,000.00
b. Change Orders to Date (excluding proposed change order)	\$	7,651,057.53
c. Proposed Change Order Amount	\$	43,766.00
d. Total Change Orders to Date including this Change Order (Total of Line (b.) and Line (c.))	\$	7,694,823.53
e. Percentage Change to Original Contract (Line (d.) represents a percent of Line (a.))		37.4%
f. Proposed Adjusted Contract Price (Line (a.) plus Line (d.))	\$	28,281,823.53

Members of the Authority
Change Order No. 116 – Ernest Bock & Sons, Inc.
Elizabeth School District – Victor Mravlag ES, No. 21
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RECOMMENDATION

The Members of the Authority are requested to approve Change Order No. 116 in the amount of \$43,766. In accordance with the Operating Authority adopted by the Board on December 1, 2010, as amended on March 7, 2012, a change order that singularly exceeds \$500,000 or when aggregated with all prior change orders is greater than 10% of the contract value requires approval by the Members of the Authority. The aggregate value of this and all prior change orders is greater than 10% of the contract value.

/s/ Corrado Minervini
Corrado Minervini, Program Operations Director

Reviewed and Recommended by: Andrew Yosha, Vice President, Program Operations
Reviewed and Recommended by: Vincent Lechmanick, Deputy Director, Program Operations
Reviewed and Recommended by: Robert Ryan, Deputy Director, Program Operations
Prepared and Recommended by: Gabriel Salas, Program Officer, Program Operations

Resolution—6b3

COMPANY NAME: Ernest Bock & Sons, Inc.
 DISTRICT: Elizabeth
 CONTRACT NO.: EL-0016-C03
 PMF/CM: SDA Managed
 SCHOOL NAME: Victor Mravlag Elementary School, No. 21
 CHANGE ORDER NO.: 116
 REASON: Additional Work
 AMOUNT: \$43,766
 CONTRACT STATUS: 54% Paid to Date against the Current Contract Value
 ANTICIPATED OCCUPANCY
 DATE: April 2013

Resolution

WHEREAS, the Operating Authority of the New Jersey Schools Development Authority (“SDA” or “the Authority”) requires that a change order that singularly exceeds \$500,000 or singularly or in the aggregate is greater than 10% of the contract value requires approval by the Members of the Authority.

WHEREAS, Ernest Bock & Sons, Inc. (EBS) was given a Notice to Proceed (NTP) on November 16, 2006 to construct the Victor Mravlag Elementary School, No. 21 in the Elizabeth School District; and

WHEREAS, the Victor Mravlag Elementary School, No. 21 (“the Project”) is a 80,164 square foot facility to educate 500 students in grades Pre-K through Eight; and

WHEREAS, in July 2009, the Members of the Authority approved a revised Project Charter to reflect a change in project scope from addition/renovation to new construction and in anticipation of additional services to be provided by the General Contractor to effectuate that change in scope; and

WHEREAS, the background of the Project and particulars regarding the present and prior change order activity on this engagement has been provided in detail in materials presented to the Board on this date; and

WHEREAS, the change order presented to the Board on this date is required to address costs associated with additional construction services to be provided by EBS to address life safety code deficiencies identified by the Department of Community Affairs (DCA) which are necessary to meet the requirements of the 2000 New Jersey International Building Code; and

WHEREAS, Change Order No. 116, in the amount of \$43,766 will be forwarded to the SDA Special Projects Division for determination of potential recovery; and

WHEREAS, the aggregate value of this and prior change orders is greater than 10% of the contract value; and

WHEREAS, all documents supporting this change order have been reviewed by the associated SDA project team members, the Program Director, Deputy Program Director and the Contract Management Division (CMD) for adherence to current SDA policy and procedures and all reviewing SDA staff members have determined that the change order is justified and that the amount is reasonable and appropriate.

NOW, THEREFORE, BE IT RESOLVED, that the Members of the Authority hereby authorize and approve Change Order No. 116 in the amount of \$43,766 for Ernest Bock & Sons, Inc. (Contract No. EL-0016-C03), for the Victor Mravlag Elementary School No. 21 in the Elizabeth School District, consistent with the memorandum presented to the Board on this date.

BE IT FURTHER RESOLVED, that this resolution shall take effect immediately, but no action authorized herein shall have force and effect until 10 days, Saturdays, Sundays and public holidays excepted, after a copy of the minutes of the Authority meeting at which this resolution was adopted has been delivered to the Governor for his approval, unless during such 10 day period, the Governor shall approve same, in which case such action shall become effective upon such approval.

Attached: Memorandum, Ernest Bock & Sons, Inc., Change Order No. 116, (Contract No. EL-0016-C03), Victor Mravlag Elementary School No. 21, Elizabeth School District, dated

July 5, 2012

Dated: July 5, 2012

PROMEDIA TECHNOLOGY SERVICES, INC.



MEMORANDUM

TO: Members of the Authority

FROM: C. Aidita Milsted
Program Operations Director

DATE: July 5, 2012

SUBJECT: Change Orders - Promedia Technology Services, Inc.

COMPANY NAME: Promedia Technology Services, Inc.
DISTRICT: City of Orange Township
CONTRACT NO.: ES-0008-E01
CM: Bovis Lend Lease
SCHOOL NAME: Lincoln Avenue Elementary School
CHANGE ORDER NO.: 2 & 3
REASON: Additional Work
ORIGINAL OCCUPANCY DATE: September 7, 2010
AMOUNT: Change Order No.: 2 \$20,710.87
Change Order No.: 3 \$16,859.00
CONTRACT STATUS: 96 % Paid to Date against the Current Contract Value
Certificate of Occupancy obtained (May 11, 2011)

INTRODUCTION

I am writing to recommend approval by the Members of the Authority for Change Order No. 2 in the amount of \$20,710.87 and Change Order No. 3 in the amount of \$16,859.00. Pursuant to the NJSDA Operating Authority adopted by the Board on December 1, 2010, as amended March 7, 2012, a change order that exceeds \$500,000 or singularly or in the aggregate is greater than 10% of the contract value requires approval by the Members of the Authority. These change orders, when aggregated with prior change orders, are greater than 10% of the contract value.

BACKGROUND

Promedia Technology Services, Inc. was issued a Notice to Proceed (NTP) on January 17, 2008 to perform the following scope of work: provide and install cable, wire, and electronic devices. This contract was procured separately from the General Contractor package to allow for participation in the Schools and Libraries Division E-Rate program. When all requirements are satisfied, the E-Rate program provides for federal funding of a portion of the cost of installation of the eligible telecommunication and technology material and equipment when such federal funding is available. On February 9, 2012, the NJSDA received \$431,638.49 in E-rate reimbursement for this project.

Members of the Authority
 Change Order No: 2, 3 & 4 – Promedia Technology Services, Inc.
 City of Orange Township – Lincoln Avenue ES
 July 5, 2012
 Page 2 of 3

The Lincoln Avenue Elementary School project included the renovation of an existing 81,856 square foot elementary school for grades K through 8 (built in 1892 with a 1906 addition) and the construction of a 48,174 square foot two-story addition to educate 645 students. The General Contractor for the project, Hall Building Corporation, was issued an NTP on November 14, 2007. All construction activities for this project have been completed and the school facility has been occupied by the City of Orange Township District since September 7, 2010.

REASON FOR CHANGE

Change Order #2: \$20,710.87 – Furnish and Install electrical metallic tubing (EMT) conduit sleeves and firestopping.

Reason for Change: The original base contract bid documents/specifications omitted the requirement for conduit and firestopping. The conduit was needed to bring the cabling for the educational and administrative spaces from the Main Distribution Frame (MDF) and to/from the Intermediate Distribution Frame (IDF) rooms.

Cost Breakdown:	
EMT conduit and sleeves and Labor:	\$ 17,656.33
Promedia Overhead, Profit, Bond & Insurance:	\$ 3,054.54
Total Cost:	\$ 20,710.87

Change Order #3: \$ 16,859.00 - The Price Proposal Unit Pricing (PPUP) included in the bid package estimated the quantities of electronic devices and associated cable and wiring for the project and provided that there would be a reconciliation of quantities installed at the end of the contract. The final contract amount was to be based on quantities installed and the unit pricing in the bid. The final reconciliation indicated a net increase of \$16,859.00 above the original contract value.

Reason for Change: A final PPUP reconciliation was completed September 3, 2010. This reconciliation compared the estimated quantities with the actual work-in-place and generated a cost for each line item. These values identified a net increase of \$16,859.00.

Total Cost:	\$ 16,859.00
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Contrary to the current change order process and contract language, the work in these two (2) Change Orders was performed by Promedia prior to receipt of approval. Although Promedia proceeded at its own risk, the work described in these change orders was necessary to address educational requirements and code compliance in order to receive a Certificate of Occupancy. This work has been completed and accepted by the NJSDA.

SUMMARY OF CHANGE

All documents supporting these change orders were reviewed by the associated NJSDA program team members, as well as the Program Director and the Deputy Program Director for adherence to

Members of the Authority
 Change Order No: 2, 3 & 4 – Promedia Technology Services, Inc.
 City of Orange Township – Lincoln Avenue ES
 July 5, 2012
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current NJSDA policy and procedures. All reviewing NJSDA staff members have determined that these change orders are justified and that the amounts are reasonable and appropriate.

CALCULATIONS

a. Original Contract Amount (base contract including allowances)	\$ 583,535.00
b. Approved Change Orders to Date	\$ 58,591.00
c. Proposed Change Orders Amount (combined amount for CO# 2 & 3)	\$ 37,569.87
d. Total Change Orders to Date including these Change Orders (Total of Line (b.) and Line (c.))	\$ 96,160.87
e. Percentage Change to Original Contract (Line (d.) represents a percent of Line (a.))	16.5%
f. Proposed Adjusted Contract Price (Line (a.) plus Line (d.))	\$ 679,695.87

RECOMMENDATION

The Members of the Authority are requested to approve Change Order No. 2 in the amount of \$20,710.87 and Change Order No. 3 in the amount of \$16,859.00. In accordance with the Operating Authority adopted by the Board on December 1, 2010, as amended March 7, 2012, a change order that singularly exceeds \$500,000 or in the aggregate with all prior approved change orders is greater than 10% of the contract value requires approval by the Members of the Authority. These change orders when aggregated with all previously approved change orders exceed 10% of the contract value.

Recommended by:

/s/ Aidita Milsted
 C. Aidita Milsted, Program Director, Program Operations

Reviewed and Recommended by: Andrew Yosha, Vice President, Program Operations
 Reviewed and Recommended by: Thomas Ahern, Deputy Program Director, Program Operations
 Prepared and Recommended by: Bruce Lieblich, Program Officer, Program Operations

Resolution—6b4

COMPANY NAME: Promedia Technology Services, Inc.
 DISTRICT: City of Orange Township
 CONTRACT NO.: ES-0008-E01
 CM: Bovis Lend Lease
 SCHOOL NAME: Lincoln Avenue Elementary School
 CHANGE ORDER NO.: 2 & 3
 REASON: Additional Work
 ORIGINAL OCCUPANCY DATE: September 7, 2010
 AMOUNT: Change Order No.: 2 \$20,710.87
 Change Order No.: 3 \$16,859.00
 CONTRACT STATUS: 96 % Paid to Date against the Current Contract Value
 Certificate of Occupancy obtained (May 11, 2011)

Resolution

WHEREAS, the Operating Authority of the New Jersey Schools Development Authority (“SDA” or “the Authority”) provides that a change order that singularly exceeds \$500,000 or in the aggregate is greater than 10% of a contract’s value, requires Board approval; and

WHEREAS, the Lincoln Avenue Elementary School project in the City of Orange (“the Project”) included the renovation of an existing 81,856 square foot elementary school for grades Kindergarten through Eight and the construction of a 48,174 square foot two-story addition to educate 645 students (the “Project”); and

WHEREAS, on November 14, 2007, Hall Building Corporation (“Hall”) was issued a Notice to Proceed (“NTP”) as the Project general contractor; and

WHEREAS, on January 17, 2008, Promedia Technology Services, Inc. (“Promedia”) was issued an NTP to install cable, wire and electronic devices in connection with the Project; and

WHEREAS, Promedia’s contract was procured separately from the general contractor package to allow for participation in the Schools and Libraries Division E-Rate program, which provides for federal funding of a portion of the cost of installation of the eligible telecommunication and technology material and equipment; and

WHEREAS, all construction activities for the Project have been completed and the Project facility has been occupied by the City of Orange Township District since September 7, 2010; and

WHEREAS, on February 9, 2012, the SDA received \$431,638.49 in E-rate reimbursement for the Project; and

WHEREAS, Change Order No. 2, in the amount of \$20,710.87, provides for the furnishing and installation of electrical metallic tubing conduit sleeves and firestopping as set forth in detail in the materials presented to the Board on this date and incorporated herein; and

WHEREAS, Change Order No. 3, in the amount of \$16,859.00, addresses final Price Proposal Unit Pricing (PPUP) reconciliation as set forth in detail in the materials presented to the Board on this date; and

WHEREAS, the work associated with Change Order Nos. 2 and 3 was completed by Promedia prior to approval and was necessary to address educational requirements and code compliance in order to receive a certificate of occupancy for the Project; and

WHEREAS, the Members of the Authority are requested to approve Change Order No. 2 and Change Order No. 3; and

WHEREAS, all documents supporting these change orders were reviewed by the associated SDA program team members, as well as the Program Director and the Deputy Program Director for adherence to current SDA policy and procedures, and all reviewing SDA staff members have determined that these change orders are justified and that the amounts are reasonable and appropriate.

NOW, THEREFORE, BE IT RESOLVED, that the Members of the Authority hereby authorize and approve Change Order No. 2, in the amount of \$20,710.87 and Change Order No. 3, in the amount of \$16,859.00 to Promedia Technology Services, Inc. (Contract No. ES-0008-E01) for the Lincoln Avenue Elementary School project in the City of Orange Township School District consistent with the materials presented to the Board on this date.

BE IT FURTHER RESOLVED, that this resolution shall take effect immediately, but no action authorized herein shall have force and effect until 10 days, Saturdays, Sundays and public holidays excepted, after a copy of the minutes of the Authority meeting at which this resolution was adopted has been delivered to the Governor for his approval, unless during such 10 day period, the Governor shall approve same, in which case such action shall become effective upon such approval.

Attached: Memorandum, Promedia Technology Services, Inc., Change Order 2 & 3, (Contract No. ES-0008-E01), Lincoln Avenue Elementary School in the City of Orange Township School District, dated July 5, 2012

Dated: July 5, 2012

SSP ARCHITECTURAL GROUP, INC.



MEMORANDUM

TO: Members of the Authority

FROM: Corrado Minervini
Program Director, Program Operations

DATE: July 5, 2012

SUBJECT: Amendment – SSP Architectural Group, Inc. (SSP) (formerly NJ K-12 Architects, LLC)

COMPANY NAME: SSP Architectural Group, Inc.
 DISTRICT: Jersey City
 CONTRACT NO: JE-0010-A01
 PMF/CM: URS Corporation (Inactive)
 SCHOOL NAME: New PS No. 20 Elementary School
 AMENDMENT NO: 11
 REASON: Additional Design and Construction Administration Phase
 Services for Commissioning
 AMOUNT: \$117,633
 CONTRACT STATUS: 56% Paid to Date Against the Current Contract Value
 DISTRICT OCCUPANCY DATE: Fourth Quarter 2015

INTRODUCTION

I am writing to recommend approval by the Members of the Authority of a contract amendment to SSP Architectural Group, Inc. (SSP) in the amount of \$117,633. Pursuant to the NJSDA Operating Authority adopted by the Board on December 1, 2010, as amended March 7, 2012, an amendment valued in excess of \$100,000 or 10% of the contract value, requires approval by the Members of the Authority. This amendment exceeds \$100,000 of the contract value. Funding for the amendment is available within the Project Charter Budget, in accordance with the most recent Project Charter dated January 7, 2009.

BACKGROUND

NJ K-12 Architects, now SSP Architectural Group, Inc. (SSP), was issued a Notice To Proceed (NTP) on October 3, 2003 to provide design and construction administration services at the New PS No. 20 Elementary School in the Jersey City School District. This New PS No. 20 Elementary School is a 106,763 square foot facility to educate 628 students from the Kindergarten through grade Five in the Jersey City School District. The project is scheduled to be substantially completed and occupied by the 4th Quarter of 2015.

Members of the Authority
Amendment No. 11 – SSP Architectural Group, Inc. (SSP)
July 5, 2012
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In the time since the NTP, the project scope and associated design consultant scope of services have gone through several transitions and modifications.

The design was initially submitted to New Jersey Department of Community Affairs (DCA) in June 2005 and first round of comments was received from DCA in August of that year. In July of 2005, SSP's services were informally suspended pending resolution of questions related to bid packaging and phasing. Following resolution of those issues, SSP proceeded with a response to DCA comments in August 2006.

In 2007, during the DCA review and comment phase, further advancement of the project was suspended pending the SDA's review of capital projects. Prior to suspension of the project, a total of seven design consultant amendments totaling approximately \$500,000 were approved for a variety of additional services, including additional site investigations, site remediation design, other additional site design, and conformances to district technology planning.

In 2008, the New PS No. 20 Elementary School was identified for advancement as part of the SDA's 2008 Capital Plan. On June 1, 2009, SDA forwarded a letter to SSP to engage in negotiations for the re-start of Jersey City New PS No. 20 Elementary School including a review by the New Jersey Department of Education (NJDOE) for program verification and a review by SDA for potential design excess. In October, 2009, a written Amendment to the Agreement between NJSDA and the Design Consultant (SSP) was executed as Amendment No.8, valued at \$90,000, to account for project scope modifications which were initiated at that time. These included the change to the programmatic model that had been approved in May, 2009, as well as value management revisions, the elimination of underground parking, and the acquisition of additional property to provide at-grade parking.

On February 3, 2010, SSP's redesign work on the project was suspended once again at program concept phase, prior to submission to NJDOE for Schematic review, pending the findings and recommendations of the SDA 2010 Capital Plan Review.

Following Board approval of the 2011 Capital Plan in March 2011, which identified the PS 20 ES for advancement, the SDA undertook a review and validation of the scope and design. The review findings included the recommendation to advance the SSP-developed conceptual design, with modifications through the Schematic Design Phase. Amendment No. 9, which included these services, was executed in October 2011. Subsequently, the project received Schematic Design Approval from NJDOE.

On February 1, 2012, Members of the Authority approved Amendment No.10 in the amount of \$950,000 to the Design Consultant, SSP, to develop the design from the Schematic Phase through all remaining required phases, including additional and extended Design and Construction Phase Services to complete the project. SSP was issued an NTP and is currently in the Design Development Phase of the project. This amendment did not include Services for Commissioning, the subject of Amendment No. 11.

Members of the Authority
 Amendment No. 11 – SSP Architectural Group, Inc. (SSP)
 July 5, 2012
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REASON FOR CHANGE

This amendment is required to provide for Additional Design and Construction Administration Phase Services for Commissioning at the New P.S. No. 20 Elementary School project in the Jersey City District. These services are to be performed by SSP in order to advance and complete the Jersey City New PS No. 20 Elementary School project. The Commissioning Services provided by SSP will satisfy the Commissioning requirements for this project and represent services not already provided through another engagement. These services include the following;

- Commissioning Services: These additional services to be provided by SSP and its Commissioning Sub-Consultant, include a quality assurance process designed to ensure that building systems and equipment are designed, installed, calibrated, programmed and maintained so that they perform as intended to meet the long term needs of the building’s owners and occupants. The systems to be commissioned in this project’s scope of work include Building Envelope, Heating, Ventilation, Air Conditioning, Refrigeration, Lighting, Day-Lighting Controls, Domestic Hot Water System, Electrical Power System, Emergency Power System and Lighting and Acoustic Levels. It also includes the development, coordination and execution of a testing plan, observation and documentation of equipment performance to ensure that the systems are functioning in conformance with the contract documents. The scope of services is comprised of three phases including a Pre-Construction Phase (Design), Construction Phase and Post Occupancy Phase (Operation and Occupancy).

SUMMARY OF CHANGE

This amendment is required to provide for Additional Design and Construction Administration Phase Services for Commissioning for the amount of \$117,633 at the New P.S. No. 20 Elementary School project in the Jersey City District. These services are to be performed by SSP in order to advance and complete the Jersey City New PS No. 20 Elementary School project consistent with the recommendations of the 2011 Capital Program.

The negotiated fees for the proposed scope of services are as follows:

Item	Amount
Pre-Construction Phase (including Plan, Design and Specification Development)	\$22,935
Construction Phase (including Site Visits, Test Monitoring, Review of Remedial Action)	\$82,354
Post-Construction Phase (including Review of Manuals, <u>Verification of Training Procedures, Final Report</u>)	<u>\$12,344</u>
Total	\$117,633

All documents supporting this amendment have been reviewed by the associated project team members as well as the Program Director, Deputy Director, and the NJSDA Contract Management Division (CMD),

Members of the Authority
 Amendment No. 11 – SSP Architectural Group, Inc. (SSP)
 July 5, 2012
 Page 4 of 4

and the Office of Chief Counsel for adherence to current NJSDA policy and procedure. All reviewing SDA staff members, including CMD, have determined that the amendment is justified and that the amount is reasonable and appropriate.

CALCULATIONS

a.	Original Contract Amount (base contract including allowances)	\$	1,665,000
b.	Amendments to Date (excluding proposed Amendment)		1,602,623
c.	Proposed Amendment Amount		117,633
d.	Total Amendments to Date including this Amendment (Total of Line (b.) and Line (c.))		1,720,256
e.	Percentage Change to Original Contract (Line (d.) represents a percent of Line (a.))		103.3%
f.	Proposed Adjusted Contract Price (Line (a.) plus Line (d.))	\$	3,385,256

RECOMMENDATION

The Members of the Authority are requested to approve Amendment No. 11 in the amount of \$117,633. In accordance with Operating Authority adopted by the Board on December 1, 2010, as amended March 7, 2012 any amendment which exceeds \$100,000 or 10% of the contract value requires approval by the Members of the Authority. This amendment exceeds \$100,000 of the contract value.

Recommended by:

/s/ Corrado Minervini
 Corrado Minervini, Program Director, Program Operations

Reviewed and Recommended by: Andrew Yosha, Vice President, Program Operations
 Reviewed and Recommended by: Vishal Maher, Program Officer, Program Operations
 Prepared and Recommended by: Gabriel Salas, Program Officer, Program Operations

Resolution—6b5

COMPANY NAME: SSP Architectural Group, Inc.
 DISTRICT: Jersey City
 CONTRACT NO: JE-0010-A01
 PMF/CM: URS Corporation (Inactive)
 SCHOOL NAME: New PS No. 20 Elementary School
 AMENDMENT NO: 11
 REASON: Additional Design and Construction Administration Phase Services for Commissioning
 AMOUNT: \$117,633
 CONTRACT STATUS: 56% Paid to Date Against the Current Contract Value
 DISTRICT OCCUPANCY DATE: Fourth Quarter 2015

Resolution

WHEREAS, the Operating Authority of the New Jersey Schools Development Authority (“SDA or “the Authority”) requires that an amendment valued in excess of \$100,000 or 10% of the contract value requires approval by the Members of the Authority; and

WHEREAS, NJ K-12 Architects, now SSP Architectural Group, Inc. (SSP), was issued a Notice To Proceed (NTP) on October 3, 2003 to provide design and construction administration services at the New PS No. 20 Elementary School in the Jersey City School District (the Project); and

WHEREAS, the Project, a 106,763 square foot facility to educate 628 students from Kindergarten through grade five in the Jersey City School District, is scheduled to be substantially completed and occupied by the 4th Quarter of 2015; and

WHEREAS, as set forth in detail in the memorandum presented to the Board on this date and incorporated herein, since issuance of the NTP, the project scope and associated design consultant scope of services have gone through several reviews, transitions, modifications and amendments; and

WHEREAS, this amendment, in the amount of \$117,633, is required to provide for Additional Design and Construction Administration Phase Services for Commissioning, which services are to be performed by SSP in order to advance and complete the Project consistent with the recommendations of the 2011 Capital Program; and

WHEREAS, funding for this amendment, which exceeds \$100,000 of the contract value, is available within the Project Charter Budget, in accordance with the most recent Project Charter dated January 7, 2009.

WHEREAS, all documents supporting this amendment have been reviewed by the associated project team members as well as the Program Director, Deputy Director, Contract Management Division (CMD), and the Office of Chief Counsel for adherence to current NJSDA policy and procedure and all reviewing SDA staff members have determined that the amendment is justified and that the amount is reasonable and appropriate.

NOW, THEREFORE, BE IT RESOLVED, that the Members of the Authority hereby authorize and approve Amendment No. 11 in the amount of \$117,633 to SSP Architectural Group, Inc. (Contract No. JE-0010-A01) for Additional Design and Construction Administration Phase Services for Commissioning at the New PS No. 20 Elementary School in the Jersey City School District.

BE IT FURTHER RESOLVED, that this resolution shall take effect immediately, but no action authorized herein shall have force and effect until 10 days, Saturdays, Sundays and public holidays excepted, after a copy of the minutes of the Authority meeting at which this resolution was adopted has been delivered to the Governor for his approval, unless during such 10 day period, the Governor shall approve same, in which case such action shall become effective upon such approval.

Attached: Memorandum, SSP Architectural Group, Inc., Amendment No. 11, (Contract No. JE-0010-A01), New PS No. 20 Elementary School in the Jersey City School District, dated July 5, 2012

Dated: July 5, 2012

OFFICE OF THE CHIEF FINANCIAL OFFICER - APPROVAL OF AWARD

EP-0077-C01-WILSON AVE. ES - WATER INFILTRATION REPAIRS



STATE OF NEW JERSEY

SCHOOLS DEVELOPMENT AUTHORITY

1 WEST STATE STREET
 P.O. BOX 991
 TRENTON, NJ 08625-0991
 609-943-5955

MEMORANDUM

TO: Members of the Authority

FROM: Sean Murphy
 Director - Procurement

Manuel Da Silva
 Program Director - Program Operations

RE: District: Newark
 School: Wilson Avenue Elementary School
 Description: Emergent Project – Water Infiltration Repairs
 Package No.: EP-0077-C01
 CCE: \$ 2,678,776.00
 Revised CCE: \$ 2,706,526.00
 Award: \$ 1,940,000.00
 CM: NJSDA Self-Managed
 Design Consultant: NJSDA In-house design

DATE: July 5, 2012

SUBJECT: Release of Program Reserve, Award of Contract and Approval of Charter
 Newark School District - Wilson Avenue Elementary School
 Emergent Project - Water Infiltration Repairs

INTRODUCTION

We are writing to recommend approval by the Members of the Authority to release funds from the SDA Program Reserve maintained for emergent projects and to award a contract in the amount of \$1,940,000 to Brockwell & Carrington Contractors, Inc. This contract is to address an emergent condition at the Newark Wilson Avenue Elementary School as approved by the Department of Education (DOE) on May 21, 2012. As such, we are requesting approval of the charter for this project consistent with the award for construction (copy attached.)

Pursuant to the NJSDA Operating Authority adopted by the Board on December 1, 2010 as amended on March 7, 2012, Board approval is required for the release of monies from the Program Reserve for emergent projects or emergency situations exceeding \$500,000. Further, the Operating Authority requires Board approval for the award of construction contracts greater than \$500,000. Both the release of funds from the reserve and the construction award amount exceed \$500,000.

The funding source for this project is the \$97 million Reserve established with Board approval in July 2008 to address emergent projects. To date \$87.9M in 2008 Reserve funds have been allocated to 131 projects which had been identified for advancement from the reserve. With advancement into construction of the Wilson Avenue E.S. project, there remain four other SDA-managed projects funded from the 2008 Reserve that are in pre-construction phases.

Members of the Authority
Approval of Award
Package No. EP-0077-C01
Wilson Avenue Elementary School - Water Infiltration Repairs
July 5, 2012
Page 2

BACKGROUND

The Wilson Avenue Elementary School, built in 1881, with three (3) additions completed in 1890, 1910 and 1921 is a 105,000 square foot facility that educates 836 students in grades Pre-K through 8.

On September 6 and 19, 2011 the NJSDA and DOE conducted a joint site visit to the Wilson Avenue Elementary School to review potential emergent conditions upon a request received on September 4, 2011 from Newark Public Schools (NPS). The request was received after the impact of the severe weather caused by Hurricane Irene. The team visited the school facility, closed to students and staff, due to the results of air quality testing that had been performed by the District's consultants. The September 19, 2011 site visit identified water infiltration as the main source of the issue resulting from building envelope deficiencies.

Discussions following the site visit distinguished responsibilities for addressing needed remedial action. Based on that visit, it was determined by the DOE that an emergent project existed related to water infiltration taking place over a period of time and attributed to a variety of factors which are related to the building envelope including roof, masonry and windows. It was further determined that NPS was responsible for addressing maintenance items and remediating mold, in accordance with EPA guidelines, identified during the site visit.

Following that initial site visit, SDA staff validated the site conditions and provided design solutions which address the emergent conditions through the following scope of work:

1. Repair the missing shingles on a section of the roof area including built-in gutters, downspouts and cornice line.
2. Masonry repointing, patching and replacement of deteriorated brick and stonework.
3. Removal and replacement of the existing wood frame windows.
4. Install flashing over the window frames of the existing replacement windows.

PROCUREMENT PROCESS

At the August 3, 2011 Board Meeting, the Members of the Authority approved the use of the General Construction Services Task Order Contract. The GC Task Order has been structured so that the Authority has a pool of contractors to perform certain work. Overall, no individual task order can exceed \$3 million and no individual firm can receive more than \$5 million of work per region during the duration of the pool. Bidders were required to select a region (North, South, or Both) for job order assignments and accept the defined cost multiplier of 1.10, as decided by the Authority, for use in establishing compensation for those task order assignments to be rotationally assigned under the GC Task Order and which are to be performed on a time and materials basis. Task Order work may also be assigned on a lump sum basis after competitive bidding among Task Order Contractors.

This package was bid on a lump sum basis pursuant to the NJSDA's existing General Construction Services Task Order Contract. This package was advertised beginning June 1, 2012 and constitutes a Task Order scope of work pursuant to the General Construction Services Task Order Contract. Bidding for the work was therefore limited to participants in the existing General Construction Services Task Order Contract, who hold a valid "Inclusion Notice" for the Northern Region. Accordingly, only bids from participants holding a valid "Inclusion Notice" for the Northern Region were considered for this work.

Members of the Authority
 Approval of Award
 Package No. EP-0077-C01
 Wilson Avenue Elementary School - Water Infiltration Repairs
 July 5, 2012
 Page 3

A mandatory pre-bid conference was held on June 6, 2012.

Requests for Information (RFI) were received by June 11, 2012. The addendum containing the responses to the RFIs was issued to the bidders on June 14, 2012.

Price Proposals were received on June 26, 2012. The Price Proposals were publicly opened and the lump sum base bids were read aloud as required by law.

Following the public bid opening, the NJSDA performed a review of the Price Proposals to determine the responsiveness of each bidder to the solicitation. The review determined that five (5) bidders were responsive. The results of the review are listed below:

Contractor	Bid Amount	Comments
Brockwell & Carrington Contractors, Inc.	\$1,940,000.00	Qualified and responsive bidder.
Catcord Construction Company, Inc.	\$2,151,500.00	Bid rejected. Non-responsive bidder.
Epic Management, Inc.	\$2,169,000.00	Qualified and responsive bidder.
Grafas Painting Contractors, Inc. T/A GPC, Inc.	\$2,215,000.00	Bid rejected. Non-responsive bidder.
Circle-A Construction Company, Inc.	\$2,278,000.00	Qualified and responsive bidder.
Hall Construction Company, Inc.	\$2,435,700.00	Qualified and responsive bidder.
Hall Building Corporation	\$2,455,000.00	Qualified and responsive bidder.

The responsive low bidder was Brockwell & Carrington Contractors, Inc.

Since the bid submitted by Brockwell & Carrington was 28.32% below the CCE, a conference was conducted with Procurement, Program Operations, Contract Management Department and Brockwell & Carrington to review the bid. It was determined that the major differentials between the CCE and the bid price were due to:

- The Contractor’s pricing for masonry work and the ownership of the scaffolding equipment, affords pricing lower than the SDA estimate.
- The Contractor’s pricing for windows, which includes the labor to perform the demolition and installation on a second shift, window materials and carpentry, is less than the SDA estimate.
- Given the contractor’s self -performance of the majority of the activities, the correlated values for General Conditions, overhead and profit are lower than the SDA estimate.

At the time of review, Brockwell & Carrington confirmed that its Price Proposal is inclusive of all scope elements contained in the Contract Documents. The Program Operations Deputy Director, the Program Operations Director, Procurement and Contract Management Department recommend award of the project to Brockwell & Carrington Contractors, Inc.

FINAL BUDGET

Based on Brockwell & Carrington’s bid, the construction cost to address the emergent project is \$1,940,000. The total funding, including pre-design, assessments, architect fees and construction contingency, is estimated at \$2,308,600.

Members of the Authority
 Approval of Award
 Package No. EP-0077-C01
 Wilson Avenue Elementary School - Water Infiltration Repairs
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BUDGET SUMMARY

▪ Construction Costs	\$ 1,940,000
▪ Construction Contingency (15 %)	\$ 291,000
▪ Other Costs (4%)	<u>\$ 77,600</u>
▪ Total	\$ 2,308,600

SCHEDULE

Construction is anticipated to begin August 17, 2012 with construction duration of 180 calendar days to Final Completion.

RECOMMENDATION

The Members of the Authority are requested to approve:

1. The release of \$2,308,600 from the Program Reserve to address the emergent project at Newark Wilson Avenue Elementary School.
2. The award of the construction contract in the amount of \$1,940,000 to Brockwell & Carrington Contractors, Inc.
3. The charter for Newark School District – Wilson Avenue Elementary School Water Infiltration Repairs Emergent Project.

/s/ Sean Murphy
 Sean Murphy, Director - Procurement

/s/ Manuel Da Silva
 Manuel Da Silva, Program Director - Program Operations

Reviewed and Recommended by Gregory Voronov, Program Director, Program Operations

New Jersey Schools Development Authority Emergent Project Charter - Summary

Region: Northern
District: Newark Public Schools
School Name: Wilson Ave Elementary School
Project Type: Emergent
DOE # / Project #: #3570-750-12-0ACD
Project Location: 19 Wilson Avenue, Newark, NJ

Charter Date
07/05/12
Supersedes Charter Dated
N/A

Project Budget: \$ 2,308,600
Anticipated Construction NTP Date: 08/17/12
Anticipated Final Completion Date: 02/17/13
Project Initiation Date: 10/03/11

Funding Source
2008 Capital Plan

Charter Version and Date	Project Summary
<input checked="" type="checkbox"/> Final 07/05/12	Remedy the water infiltration related to the building envelope inclusive of roofing repairs, selective window replacement, masonry repair and restoration, steel lintel repairs, and cladding of existing window wood frames. The end product of this work is to create a watertight building envelope and roofing system.
Revision # and Date	
<input type="checkbox"/> One	
<input type="checkbox"/> Two	
<input type="checkbox"/> Three	Purpose for Advancement of Emergent Charter
	To establish the final budget for the project inclusive of dollar values for the award for construction, appropriate contingency, and estimated other costs.

Recommendation

Program Director - Program Op Manuel DaSilva	Date	Program Director - Capital Planning Gregory Voronov	Date
VP - Program Operations Andrew Yosha	Date	VP - Program Operations N/A	Date

Approval

(If Project Budget is greater than \$500,000 Attach Board Memo and Minutes indicating authorization of funding)

Chief Executive Officer Marc Larkins	Date
---	------

New Jersey Schools Development Authority Emergent Project Charter Project Budget

District / Project Name:	<u>Newark Public Schools / Wilson Ave Elementary Scho</u>
DOE # / Project #:	<u>#3570-750-12-0ACD</u>
Charter Date:	<u>07/05/12</u>

Special Considerations:

Under UCC 5:23-2.7 this work does not require DCA review. SDA in-house design. Building costs are inclusive of \$15,000 allowance for third party independent testing of pre-construction materials used by contractor for conformance to specifications.

Project Budget:

Construction Costs:			
Building Costs		<u>\$1,940,000</u>	
Site Costs		<u>\$0</u>	
Construction Contingency		<u>\$291,000</u>	
Total Construction Costs		\$2,231,000	
Other Costs: %			
Design-In-house	#VALUE!	<u>N/A</u>	
Construction Admin	#VALUE!	<u>N/A</u>	
Other Costs	4.00%	<u>\$77,600</u>	
Total Other Costs		\$77,600	
PreDevelopment & Environmental Costs:			
PreDevelopment		<u>\$0</u>	
Environmental/Remediation		<u>\$0</u>	
Total PreDevelopment & Environmental Costs		\$0	
Total Project Budget		\$2,308,600	
Funding from Prior Allocation		<u>\$0</u>	
Funding from 2008 Allocation		<u>\$2,308,600</u>	

Resolution—6c.

Release of Program Reserve, Award of Contract and Approval of Charter
 Newark School District - Wilson Avenue Elementary School
 Emergent Project - Water Infiltration Repairs

District:	Newark
School:	Wilson Avenue Elementary School
Description:	Emergent Project – Water Infiltration Repairs
Package No.:	EP-0077-C01
CCE:	\$ 2,678,776.00
Revised CCE:	\$ 2,706,526.00
Award:	\$ 1,940,000
CM:	NJSDA Self-Managed
Design Consultant:	NJSDA In-house design

Resolution

WHEREAS, the Operating Authority of the New Jersey Schools Development Authority (“SDA” or “the Authority”) requires that the Members of the Authority authorize and approve the release of monies from the Program Reserve for emergent projects or emergency situations in an amount greater than \$500,000.

WHEREAS, the Operating Authority further requires Board approval for the award of construction contracts greater than \$500,000.

WHEREAS, the Wilson Avenue Elementary School (“the School”), built in 1881, with three (3) additions completed in 1890, 1910 and 1921, is a 105,000 square foot facility that educates 836 students in grades Pre-K through 8.

WHEREAS, as set forth in detail in the memorandum presented to the Board on this date and incorporated herein, following a request by the Newark Public Schools, on September 6 and 19, 2011, SDA and DOE conducted a joint site visit to the School to review potential emergent conditions; and

WHEREAS, following the site visits, it was determined that an emergent project existed related to water infiltration over a period of time and attributable to a variety of factors related to the building envelope including roof, masonry and windows; and

WHEREAS, discussions following the site visit distinguished responsibilities for addressing needed remedial action; and

WHEREAS, in 2011, the Members of the Authority approved the use of the General Construction Services Task Order Contract providing the Authority with a pool of contractors to perform certain work; and

WHEREAS, as set forth in detail in the memorandum presented to the Board on this date and incorporated herein, a package to address the emergent condition at the School was bid on a lump sum basis pursuant to the NJSDA's existing General Construction Services Task Order Contract.

WHEREAS, following completion of this process, executive management recommends that the Members of the Authority authorize the release of funds from the Program Reserve maintained for emergent projects and award a contract in the amount of \$1,940,000 to Brockwell & Carrington Contractors, Inc. Construction Company

WHEREAS, both the release of funds from the Program Reserve, established with Board approval to address emergent projects, and the construction award amount exceed \$500,000; and

WHEREAS, executive management further recommends that the Members of the Authority authorize and approve the charter for this project consistent with the award for construction, a copy of which is attached hereto; and

WHEREAS, executive management and associated program staff have determined that the release of funds from the Program Reserve, construction award and project charter as presented are appropriate for approval and in the best interest of the Authority and the state's taxpayers.

NOW, THEREFORE, BE IT RESOLVED, that the Members of the Authority hereby authorize and approve the release of \$2,308,600 from the Program Reserve to address the emergent project at Newark Wilson Avenue Elementary School, the award of the construction contract in the amount of 1,940,000 to Brockwell & Carrington Contractors, Inc., and the charter for Newark School District – Wilson Avenue Elementary School Water Infiltration Repairs Emergent Project.

BE IT FURTHER RESOLVED, that this resolution shall take effect immediately, but no action authorized herein shall have force and effect until 10 days, Saturdays, Sundays and public holidays excepted, after a copy of the minutes of the Authority meeting at which this resolution was adopted has been delivered to the Governor for his approval, unless during such 10 day period, the Governor shall approve same, in which case such action shall become effective upon such approval.

Attached: Memorandum, Construction Award, Brockwell & Carrington Contractors, Inc., Contract No. (EP-0077-C01), Wilson Avenue Elementary School, Newark School District, Emergent Project – Water Infiltration Repairs, dated July 5, 2012

Dated: July 5, 2012

MONTHLY REPORTS
(For Informational Purposes)

ACTIVE PROJECTS STATUS REPORT



STATE OF NEW JERSEY
SCHOOLS DEVELOPMENT AUTHORITY

MEMORANDUM

TO: Members of the Authority

FROM: Gregory Voronov
Managing Director

DATE: July 5, 2012

SUBJECT: Active Project Status Report
(For Informational Purposes Only)

The 1st section of the report includes an Activities Summary of projects identified for advancement in the 2011 & 2012 Capital Plans.

The 2nd part of the report displays project completion milestones for all other major capital projects and emergent projects.



2011 & 2012 Portfolio Projects Activities Summary

as of 6/14/12

2011 Portfolio Projects - sorted by District

				1			
District	Project	Grade Alignment	Capacity	Total Estimated Cost (millions)	Design Status	Advancement Status	Projected Construction Advertisement Date*
Bridgeton	Cherry St. ES	K-8	591	TBD	TBD	Scoping Conversations with Working Group (DOE/SDA/District). Site Investigations ongoing.	TBD
Elizabeth	Academic HS	9-12	1,091	\$81.5	Existing Design	Award for Phase 1 approved at March 2012 Board. Final Preparation for Phase 2 Construction Procurement.	12/08/11
Jersey City	ES 3	PK-5	814	\$67.3	Kit of Parts Candidate/ Design-Build	Site Investigations ongoing. Design Development.	Jun-12
Jersey City	PS 20	K-5	628	\$54.6	Existing Design	Early Site Preparation ROA advanced to June Board -Silverlands Services. Design Development.	04/17/12
Long Branch	Catrambone ES	PK-5	817	\$40.0	Existing Design	Construction Contract Approved by Members at April 2012 Board Meeting. Awardee - Terminal Construction. Constructability NTP sent 5/31/12.	12/20/11
New Brunswick	Redshaw ES	K-5	670	\$49.3	Kit of Parts/ Design-Build	Design-Build Advertisement 5/29/12. Anticipated Board Action - September Board.	05/29/12
Newark	Oliver St. ES	PK-8	868	\$77.4	Kit of Parts Candidate/ Design-Build	Site Investigations ongoing. Design Development. This projects schedule may be adjusted to stagger advertisement with Elliot Street.	Jun-12
Paterson	Marshall St. ES	K-8	650	\$42.5	Existing Design	Site Investigations ongoing.	06/13/12
Paterson	PS 16	PK-8	651	\$61.7	Kit of Parts Candidate/ Design-Build	Site Investigations ongoing. Land acquisition and related activities ongoing. Design Development. Recommendation of Award for Early Site-Preparation advanced to May Board.	03/27/12
West New York	Harry L. Bain PS 6	PK-6	736	TBD	TBD	Scoping Conversations with Working Group (DOE/SDA/District). Original advertisement 2/27/12 cancelled. Re-advertised 5/8/12. Bids received 6/1/12. Low bidder Tricon. Placeholder advanced to June Board.	02/27/12

*PLEASE NOTE - Projected Construction Advertisement Date reflects the first construction activity for the Project. Dates in the Past are ACTUAL.
 NOTE #1 - Total Estimated Costs are based upon cost assumptions utilized in the 2010 reassessment, which do not include benefits of standardization. Application of principles of standardization will impact these Total Estimated Costs in the future.

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2011 & 2012 Portfolio Projects Activities Summary

as of 6/14/12

2012 Portfolio Projects - sorted by District

				1			
District	Project	Grade Alignment	Capacity	Total Estimated Cost (millions)	Design Status	Advancement Status	Projected Construction Advertisement Date*
Gloucester City	Middle School	4-8	811	\$75.7	Kit of Parts Candidate/Design-Build	Scoping Conversations with Working Group (DOE/SDA/District).	TBD
Keansburg	Caruso ES	PK-4	1,054	\$79.3	Kit of Parts Candidate/Design-Build	Demolition of Existing School On-Going Working Group has identified Potential Proposed Projects at two sites, Caruso Site and Port Monmouth Road School. Site Investigation at Port Monmouth Road School ongoing.	10/20/11
New Brunswick	Robeson ES	1-5	599	\$29.9	Kit of Parts Candidate/Design-Build	Scoping Conversations with Working Group (DOE/SDA/District).	TBD
Newark	Elliot Street ES	PK-8	640	\$47.7	Kit of Parts Candidate/Design-Build	Site Investigations ongoing. Design Development. This projects schedule may be adjusted to stagger advertisement with Oliver Street.	4 QTR 12
Newark	South Street ES	PK-8	640	\$57.1	Kit of Parts Candidate/Design-Build	Scoping Conversations with Working Group (DOE/SDA/District).	4 QTR 12
Passaic	Dayton Ave. Campus	PK-8	2,134	\$181.6	Kit of Parts Candidate/Design-Build	Scoping Conversations with Working Group (DOE/SDA/District).	TBD
Phillipsburg	High School	9-12	1,846	\$142.4	Existing Design	In Design (Value Management Design revisions)	3 QTR 12
West New York	Memorial HS	9-12	1,859	\$61.1	Alternative Delivery (acquisition) & Renovation	Acquisition of Existing St. Joseph's HS on-going. Scoping Conversations with Working Group regarding renovation scope. (DOE/SDA/District).	TBD

*PLEASE NOTE - Projected Construction Advertisement Date reflects the first construction activity for the Project. Dates in the Past are ACTUAL.
 NOTE # 1 - Total Estimated Costs are based upon cost assumptions utilized in the 2010 reassessment, which do not include benefits of standardization. Application of principles of standardization will impact these Total Estimated Costs in the future.

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2011 & 2012 Portfolio Projects Activities Summary

as of 6/14/12

2012 Portfolio Projects (Educational Priority that require further conversations with District) - sorted by District

District	Project	Grade Alignment	Capacity	Total Estimated Cost (millions)	Design Status	Advancement Status	Projected Construction Advertisement Date*
Elizabeth	ES Grade Level	ES	TBD	TBD	TBD	Scoping Conversations with Working Group (DOE/SDA/District).	TBD
Garfield	ES Grade Level	ES	TBD	TBD	TBD	Scoping Conversations with Working Group (DOE/SDA/District).	TBD
Harrison	MS Grade Level	MS	TBD	TBD	TBD	Scoping Conversations with Working Group (DOE/SDA/District).	TBD
Millville	HS Grade level	HS	TBD	TBD	TBD	Scoping Conversations with Working Group (DOE/SDA/District).	TBD
Paterson	ES Grade Level	ES	TBD	TBD	TBD	Scoping Conversations with Working Group (DOE/SDA/District).	TBD
Perth Amboy	All Grade levels	All	TBD	TBD	TBD	Scoping Conversations with Working Group (DOE/SDA/District).	TBD
Union City	ES Grade Level	ES	TBD	TBD	TBD	Scoping Conversations with Working Group (DOE/SDA/District).	TBD

*PLEASE NOTE - Projected Construction Advertisement Date reflects the first construction activity for the Project. Dates in the Past are ACTUAL.

2012 Portfolio Projects (Facilities Deficiencies) - sorted by District

District	Project	Grade Alignment	Capacity	Total Estimated Cost (millions)	Design Status	Advancement Status	Projected Construction Advertisement Date*
Camden	High School	9-12	1,244	TBD	TBD	Scoping Conversations with Working Group (DOE/SDA/District).	TBD
Hoboken	Connors ES	PK-4	351	TBD	TBD	Scoping Conversations with Working Group (DOE/SDA/District).	TBD
Orange	Cleveland St. ES	PK-8	492	TBD	TBD	Scoping Conversations with Working Group (DOE/SDA/District).	TBD
Orange	High School	9-12	1,048	TBD	TBD	Scoping Conversations with Working Group (DOE/SDA/District).	TBD
Trenton	Central HS	9-12	1,843	TBD	TBD	Scoping Conversations with Working Group (DOE/SDA/District).	TBD

*PLEASE NOTE - Projected Construction Advertisement Date reflects the first construction activity for the Project. Dates in the Past are ACTUAL.



Active Project Status Report

Report Date: 6/7/12

Major Capital Projects

#	District	Project Name	Project Scope	Project Status	Substantial Completion	Status Substantial Completion	Occupancy Date	Status of Occupancy Date	Total Estimated Project Cost
1	Elizabeth	Victor Mravlag ES	New Construction	Construction	Apr-13	On-target	Sep-13	On-target	\$ 45,464,204
2	Passaic City	New Henry Street ES	New Construction	Construction	Oct-14	On-target	Jan-15	On-target	\$ 40,250,458
3	Union City	New Columbus ES	New Construction	Construction	Jul-12	On-target	Sep-12	On-target	\$ 46,203,896
4	West New York	Public School #3	New Construction	Complete	Apr-12	Achieved	May-12	Achieved	\$ 66,303,105

Emergent Projects

#	District	Project Name	Project Scope	Project Phase	Substantial Completion	Status Substantial Completion	Final Completion	Status of Final Completion	Total Estimated Project Cost
1	Camden City	Molina ES	HVAC & Roofing	Complete	Oct-11	Achieved	Jun-12	On-Target	\$ 3,110,783
2	Camden City	East Camden M.S.	HVAC	Design	Jan-13	On-Target	Mar-13	On-Target	\$ 3,379,097
3	Newark	Wilson Street School	Building Envelope	Construction Procurement	Mar-13	On-Target	May-13	On-Target	\$ 3,187,743
4	Passaic City	School #6-MLK Jr.	Roofing	Complete	Mar-12	Achieved	May-12	Achieved	\$ 1,008,230
5	Paterson	PS #6	Windows	Design	Apr-13	On-Target	May-13	On-Target	\$ 1,992,309
6	Trenton	Trenton Central HS	Roofing	Construction	Jul-12	On-Target	Aug-12	On-Target	\$ 431,857

PROJECT CLOSEOUT STATUS REPORT



STATE OF NEW JERSEY

SCHOOLS DEVELOPMENT AUTHORITY1 WEST STATE STREET
P.O. BOX 991
TRENTON, NJ 08625-0991
609-943-5955

To: Members of the Authority

From: /s/ Jason E. Ballard, Chief of Staff

Date: July 5, 2012

Subject: Project Close Out Status Report

The attached report provides a listing of projects managed by the SDA, all of which have achieved school occupancy. The listing is further defined by year of occupancy and details those projects that are fully closed out and those which achieved building and/or land transfer to the district.

We continue to advance projects and contracts through the close out process. The following projects have been closed or transferred since the last Board Meeting:

Year of Occupancy	Project #	Project Type	District	School	Status
Legacy	4100-X02-01-0610	Capital Plan	Phillipsburg	Phillipsburg ECC	Closed
N/A	3570-640-08-0GAJ	Emergent	Newark	South Street ES	Closed
N/A	5210-050-09-0JAJ	Emergent	Trenton	Trenton Central High School	Closed
2007	2770-110-02-0115	Capital Plan	Long Branch	Gregory ES	Transferred
N/A	1210-190-08-0EAQ	Emergent	East Orange	Cochran Academy	Transferred
N/A	1210-090-08-0EAR	Emergent	East Orange	Houston ES	Transferred
N/A	1210-110-08-0EAP	Emergent	East Orange	Warwick ES	Transferred

Prepared by: Ayisha Cooper
Reviewed by: Carol Petrosino
Bridget Capasso

**NEW JERSEY SCHOOLS DEVELOPMENT AUTHORITY
SPECIAL PROJECT DIVISION
PROJECT STATUS REPORT - As of June 1, 2012**

Year of Occupancy	District	School	Disposition	Land & School Transferred Date	Date Full Project Close Out	Outstanding Issues remaining for complete close out
Legacy	Orange	New Main St. ES	Closed		06/22/09	
Legacy	Elizabeth	Albert Einstein #29	Closed		09/16/09	
Legacy	Elizabeth	#44 aka #51	Closed		09/16/09	
Legacy	Jersey City	ECC #9 - School Site only	Closed		05/24/10	
Legacy	Jersey City	ECC #9 - Parking lot only	Closed		05/24/10	
Legacy	Vineland	Petway - ES #1	Closed		03/12/09	
Legacy	Vineland	MS #1 Thomas Wallace	Closed		03/12/09	
Legacy	Asbury Park	Bradley Primary	Closed		04/29/09	
Legacy	Neptune	Gables ES	Closed		04/30/09	
Legacy	Neptune	Neptune MS	Closed		04/30/09	
Legacy	Neptune	Summerfield ES	Closed		04/30/09	
Legacy	Trenton	Mott ES	Closed		05/07/09	
Legacy	Trenton	P. J. Hill ES	Closed		05/07/09	
Legacy	Bridgeton	Buckshutem Road ES	Closed		05/12/09	
Legacy	Vineland	Johnstone ES	Closed		05/20/09	
Legacy	Buena	Cleary MS	Closed		06/02/09	
Legacy	Woodlynne	Woodlynne ES	Closed		06/10/09	
Legacy	Neptune	Neptune ECC	Closed		10/31/06	
Legacy	Millville	Millville ECC	Closed		06/19/09	
Legacy	Trenton	Gregory ES	Closed		06/30/09	
Legacy	Millville	Lakeside MS	Closed		07/08/09	
Legacy	Neptune	Shark River Hills ES	Closed		07/13/09	
Legacy	Long Branch	New MS - Building	Closed		07/25/09	
Legacy	Long Branch	New Anastasia ES	Closed		10/23/09	
Legacy	Burlington City	Burlington City - Samuel Smith ES	Closed		11/24/09	
Legacy	Neptune	Neptune Township - Green Grove ES	Closed		11/27/09	
Legacy	Paterson	Panther Academy	Closed		08/15/11	
Legacy	Union City	Jose Marti MS Jose Marti MS Athletic Field	Closed		08/25/11	
Legacy	Neptune	HS Swing Space	Closed		10/21/11	
Legacy	Trenton	Joyce Kilmer	Closed		12/29/11	
Legacy	Phillipsburg	ECC	Closed		04/27/12	
Legacy	Garfield	Garfield ECC	Land and/or School Transferred	04/23/09		Contracts @ \$0 DEP Action Required
Legacy	East Orange	New - Langston Hughes Replacement	Land and/or School Transferred	08/03/09		Open contract(s)

**NEW JERSEY SCHOOLS DEVELOPMENT AUTHORITY
SPECIAL PROJECT DIVISION
PROJECT STATUS REPORT - As of June 1, 2012**

Year of Occupancy	District	School	Disposition	Land & School Transferred Date	Date Full Project Close Out	Outstanding Issues remaining for complete close out
Legacy	Elizabeth	Dr. MLK Jr Center for ECC School # 52 aka ECC # 45	Land and/or School Transferred	09/16/09		Contracts @ \$0 DEP Action Required
Legacy	Plainfield	Clinton ES - Site only	Land and/or School Transferred	05/06/10		Open contract(s)
Legacy	Perth Amboy	ECC I - Ignacio Cruz	Land and/or School Transferred	06/17/10		Open contract(s)
Legacy	Trenton	Columbus ES	Land and/or School Transferred	04/03/09		Open contract(s)
Legacy	Gloucester City	Cold Springs ES	Land and/or School Transferred	06/05/09		Open contract(s)
Legacy	Manchester	Manchester - Manchester Township MS	Land and/or School Transferred	07/16/09		Open contract(s)
Legacy	Manchester	Whiting ES	Land and/or School Transferred	07/16/09		Open contract(s)
Legacy	Fairfield	New ES	Land and/or School Transferred	09/23/09		Open contract(s)
Legacy	Barnegat	Barnegat HS	Land and/or School Transferred	10/13/09		Open contract(s)
Legacy	East Orange	East Orange HS				
Legacy	East Orange	Wahlstrom ECC	Letter sent to District - No Response			
Legacy	Elizabeth	#31 Monsignor Joan Antao School	Letter sent to District - No Response			
Legacy	Elizabeth	#30 Ronald Reagan Academy	Letter sent to District - No Response			
Legacy	Gloucester City	JR SR HS	Letter sent to District - No Response			
Legacy	Jersey City	Freshman Academy - Lincoln HS				
Legacy	Jersey City	New ES #3 (Frank R. Conwell ES #3)				
Legacy	Jersey City	Jersey City MS # 4 (Frank R. Conwell MS # 4)				
Legacy	Manchester	Manchester Township HS				
Legacy	Newark	Science Park				
Legacy	Passaic	# 7, Grant, ES	Letter sent to District - Documents needed			

**NEW JERSEY SCHOOLS DEVELOPMENT AUTHORITY
SPECIAL PROJECT DIVISION
PROJECT STATUS REPORT - As of June 1, 2012**

Year of Occupancy	District	School	Disposition	Land & School Transferred Date	Date Full Project Close Out	Outstanding Issues remaining for complete close out
Legacy	Paterson	Roberto Clemente, ES	Letter sent to District - No Response			
Legacy	Perth Amboy	#10 ES - Dr. N. H. Ritchardson School	Letter sent to District - No Response			
Legacy	Plainfield	Hubbard MS				
Legacy	West New York	West New York MS	Letter sent to District - Documents needed			
Total Legacy Projects			57			
Legacy Closed Out			30			
Legacy Not Closed Out			27			
Legacy Not Closed Out, Land & School Transferred			11			
2007	Irvington	Augusta ES	Closed		03/13/09	
2007	Irvington	Irvington - New Mt. Vernon, ES	Closed		03/13/09	
2007	Irvington	University Six School	Closed		03/13/09	
2007	Vineland	Vets Memorial	Closed		03/13/09	
2007	Trenton	Parker ES	Closed		03/13/09	
2007	Garfield	Garfield MS	Land and/or School Transferred	06/25/09		Open contract(s)
2007	Clark	Frank Hehnly ES	Land and/or School Transferred	06/03/10		Open contract(s)
2007	Clark	Carl Kumpf MS	Land and/or School Transferred	06/03/10		Open contract(s)
2007	Clark	Arthur Johnson HS	Land and/or School Transferred	06/03/10		Open contract(s)
2007	Clark	Valley Road ES	Land and/or School Transferred	06/03/10		Open contract(s)
2007	Barnegat	Brackman MS	Land and/or School Transferred	09/23/09		Open contract(s)
2007	Newark	1st Avenue ES	Land and/or School Transferred	09/28/11		Open contract(s)
2007	Burlington City	Wilbur Watt Intermediate School & Stadium Maintenance Bldg. (MB)	Land and/or School Transferred	07/01/11		Open contract(s)
2007	Burlington City	New HS*	Land and/or School Transferred	12/29/11		Open contract(s)

**NEW JERSEY SCHOOLS DEVELOPMENT AUTHORITY
SPECIAL PROJECT DIVISION
PROJECT STATUS REPORT - As of June 1, 2012**

Year of Occupancy	District	School	Disposition	Land & School Transferred Date	Date Full Project Close Out	Outstanding Issues remaining for complete close out
2007	Long Branch	Gregory ES	Land and/or School Transferred	05/25/12		Open Contract(s)
2007	Egg Harbor	Slaybaugh ES	Letter sent to District - No Response			
2007	Egg Harbor	Davenport ES	Letter sent to District - No Response			
2007	Harrison	New Harrison HS	Letter sent to District - No Response			
2007	Hoboken	Calabro ES # 4	Letter sent to District - No Response			
2007	Jersey City	Heights MS # 7				
2007	New Brunswick	McKinley K Center #3	Letter sent to District - No Response			
2007	Union City	ECC @ JFK - Phase I (School only)	Letter sent to District - Documents needed			
2007	Union City	ECC @ JFK - Phase II (Schlemm) Parking/Playgrounds	Letter sent to District - Documents needed			
2007	West New York	#4	Letter sent to District - Received All Documents			
Total 2007 Projects			24			
2007 Closed Out			5			
2007 Not Closed Out			19			
2007 Not Closed Out, Land & School Transferred			10			
2008	Elizabeth	Pre K-8 #27 Dr. Antonia Pontoja School	Closed		10/29/09	
2008	Asbury Park	T. Marshall Primary	Closed		04/29/09	
2008	Neptune	Midtown Community ES & Parking*	Closed	02/03/10	11/16/11	
2008	Egg Harbor	Oakcrest Regional, HS (Auditorium upgrade)	Land and/or School Transferred	06/02/09		All contracts at \$0, documentation in final review
2008	Barnegat	HS Addition	Land and/or School Transferred	10/13/09		Open contract(s)
2008	Barnegat	New Donahue, ES (aka Ronald Reagan)	Land and/or School Transferred	10/13/09		Open contract(s)

**NEW JERSEY SCHOOLS DEVELOPMENT AUTHORITY
SPECIAL PROJECT DIVISION
PROJECT STATUS REPORT - As of June 1, 2012**

Year of Occupancy	District	School	Disposition	Land & School Transferred Date	Date Full Project Close Out	Outstanding Issues remaining for complete close out
2008	Barnegat	Barnegat - Collins, ES	Land and/or School Transferred	07/12/10		Open contract(s)
2008	Newark	Central HS	Land and/or School Transferred	03/28/12		Open contract(s)
2008	East Orange	Campus #9 CJ Scott HS				
2008	East Orange	Mildred Barry Garvin*				
2008	Jersey City	ES # 34				
2008	Long Branch	Long Branch - Athletic Fields & High School				
2008	Paterson	International HS*				
2008	Paterson	#24 ES*				
2008	Plainfield	Emerson ES School Site only				
Total 2008 Projects			15			
2008 Closed Out			3			
2008 Not Closed Out			12			
2008 Not Closed Out, Land & School Transferred			5			
2009	Egg Harbor	Spragg ES	Closed		02/10/12	
2009	Bridgeton	Bridgeton HS Media Center	Closed		02/23/12	
2009	Newark	Park ES (aka North Ward Park ES)*	Land and/or School Transferred	02/24/10		Open contract(s)
2009	Camden	Camden ECDC*	Land and/or School Transferred	11/04/09		Open contract(s)
2009	Camden	HB Wilson ES*	Land and/or School Transferred	04/14/10		Deed transferred to District 04/10/12
2009	Cumberland	Cumberland Regional HS	Land and/or School Transferred	06/25/10		Open contract(s)
2009	Barnegat	Barnegat - Dunfee, ES	Land and/or School Transferred	07/12/10		Open contract(s)
2009	Barnegat	Barnegat - Horbelt, ES	Land and/or School Transferred	07/12/10		Open contract(s)
2009	Elizabeth	Elizabeth New PreK-8 #28	Land and/or School Transferred	08/26/10		Open contract(s)
2009	Camden	Dudley ES*	Land and/or School Transferred	02/06/12		Open contract(s)
2009	Orange	Park Ave ES				

**NEW JERSEY SCHOOLS DEVELOPMENT AUTHORITY
SPECIAL PROJECT DIVISION
PROJECT STATUS REPORT - As of June 1, 2012**

Year of Occupancy	District	School	Disposition	Land & School Transferred Date	Date Full Project Close Out	Outstanding Issues remaining for complete close out
2009	Perth Amboy	ECC #2 - Edmund Hmielseki ECC*				
2009	Plainfield	Clinton ES - Parking/Playground only				
2009	Plainfield	Emerson ES - Parking/Playground only				
2009	West New York	ES #2*				
Total 2009 Projects			15			
2009 Closed Out			2			
2009 Not Closed Out			13			
2009 Not Closed Out, Land & School Transferred			8			
2010	Neptune	Neptune HS Aux. Gym	Closed		10/21/11	
2010	Buena	Buena MS	Closed		02/23/12	
2010	Paterson	Roberto Clemente ES K-1 Center (Madison Avenue K Center) parking Lot	Land and/or School Transferred	11/09/11		Open contract(s)
2010	Trenton	MLK-Jefferson*	Land and/or School Transferred	12/01/11		Open contract(s)
2010	Egg Harbor City	New MS*	Land and/or School Transferred	01/01/12		Open contract(s)
2010	Greater Egg Harbor	Greater Egg Harbor HS (Cedar Creek HS)	Land and/or School Transferred	01/01/12		Open contract(s)
2010	East Orange	Benjamin Banneker (New ES #5)				Deed Transferred to District 04/20/12
2010	Newark	Speedway ES*				
2010	Orange	Lincoln Ave ES*				
2010	Passaic	Daniel F Ryan #19 ES aka New ES Main Ave*				
Total 2010 Projects			10			
2010 Closed Out			2			
2010 Not Closed Out			8			
2010 Not Closed Out, Land & School Transferred			4			
2011	Egg Harbor Twp	Egg Harbor Twp HS - Phase 1 (add/reno)				
2011	Egg Harbor Twp	Egg Harbor Twp HS - Phase 2 (add/reno)				
2011	Pemberton	ECC				

**NEW JERSEY SCHOOLS DEVELOPMENT AUTHORITY
SPECIAL PROJECT DIVISION
PROJECT STATUS REPORT - As of June 1, 2012**

Year of Occupancy	District	School	Disposition	Land & School Transferred Date	Date Full Project Close Out	Outstanding Issues remaining for complete close out
2011	Camden	Morgan Village				
Total 2011 Projects			4			
2011 Closed Out			0			
2011 Not Closed Out			4			
2011 Not Closed Out, Land & School Transferred			0			
Total Projects						
			125			
All Closed Out Projects			42			
All Projects Not Closed			83			
All Projects Not Closed, Land & School Transferred			38			
Emergent Projects						
	District	School	Disposition		Date Full Project Close Out	Outstanding Issues remaining for complete close out
	Camden	Broadway Elementary School	Closed		08/12/11	
	Camden	Lanning Square at Fetters Elementary School	Closed		11/02/11	
	Passaic	School #1-T. Jefferson ES	Closed		10/07/11	
	Newark	Branch Brook ES	Closed		11/09/11	
	Newark	Franklin ES	Closed		11/09/11	
	Newark	Sussex Avenue ES	Closed		11/09/11	
	Newark	Barringer High School	Closed		12/01/11	
	East Orange	Hart Middle School	Closed		12/02/11	
	Newark	McKinley	Closed		12/02/11	
	East Orange	Jackson Academy	Closed		12/14/11	
	Newark	Weequahic High School	Closed		04/02/12	
	Newark	South Street	Closed		04/30/12	
	Trenton	Trenton Central HS	Closed		05/21/12	
	Newark	Avon Avenue (1)	Project Transferred	10/20/11		Open contract(s)
	Newark	Maple Avenue	Project Transferred	10/20/11		Open contract(s)
	Newark	13th Avenue (1)	Project Transferred	11/09/11		Open contract(s)
	Newark	Lafayette Street School	Project Transferred	11/09/11		Open contract(s)

**NEW JERSEY SCHOOLS DEVELOPMENT AUTHORITY
SPECIAL PROJECT DIVISION
PROJECT STATUS REPORT - As of June 1, 2012**

Year of Occupancy	District	School	Disposition	Land & School Transferred Date	Date Full Project Close Out	Outstanding Issues remaining for complete close out
Health and Safety Projects						
# of Contracts Closed			355			
# of Contracts Open			44			
Total Contracts			399			
* Projects appearing on Contingency Report						



STATE OF NEW JERSEY
SCHOOLS DEVELOPMENT AUTHORITY

1 WEST STATE STREET
P.O. BOX 991
TRENTON, NJ 08625-0991
609-943-5955

To: Members of the Authority
From: /s/ Jason E. Ballard, Chief of Staff
Date: July 5, 2012
Subject: Demonstration Projects - Close Out Status

The Special Projects Division provides this update to detail close out activities regarding the Demonstration Projects. Each Demonstration Project is funded via grant agreements between the NJSDA, the District and the Redevelopment Entity. There are two grant agreements for each project, one for pre-development activities prior to land acquisition and one for land acquisition and construction of the project. The primary role of the NJSDA is to administer funding and provide oversight for these projects, somewhat similar to that of the Emergent Project Grant program.

We continue our work sessions with the Redevelopers to close the six (6) remaining Development Grants. Final invoices were reviewed and are being processed for the Trenton and Vineland Development Grants. Preliminary work has begun to advance construction related to traffic control at the New Brunswick High School project site. It is anticipated that this work will be completed in September, 2012, after which, final invoices will be reviewed and processed so this project can be closed. Union City project work is complete and remaining open items are under review. Lastly, our review of proposals for the completion of work at both the Camden (drainage area) and East Orange (environmental work) projects remain under review.

Prepared by: Bruce Lieblich
Reviewed by: Carol Petrosino
Bridget Capasso

PROJECT STATUS REPORT



STATE OF NEW JERSEY

SCHOOLS DEVELOPMENT AUTHORITY

MEMORANDUM

TO: Members of the Authority

FROM: Gregory Voronov
Managing Director – Program Operations

DATE: July 5, 2012

SUBJECT: Executive Summary – Monthly Project Status Reports

MONTHLY PROJECT STATUS REPORT

Projects that have Expended 75% or More of Board Approved Contingency:

No new data to report

Projects Greater than 90 Days Behind Schedule:

No new data to report.

Revisions to Project Charters:

No new data to report.

NEW JERSEY SCHOOLS DEVELOPMENT AUTHORITY - Monthly Reports (For Informational Purposes)



Projects that have Expended 75% or More of Board Approved Contingency

Reporting Period: Jan. 1, 2008 to May 24, 2012

District	Project ¹	Board Approved Project Charter Contingency	Contingency Expended/Committed	Contingency Remaining ²	% of Contingency Expended/Committed	Project Completion %	Cause(s)	Current Status
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In Construction

Elizabeth	Number 21, Victor Mravlag E.S.	\$8,240,000	\$6,789,150	\$1,450,851	82.4%	60%	1. Unforeseen asbestos abatement 2. Unforeseen structural integrity issues. 3. Project changed from addition/renovation to new construction.	Revised Charters were approved by the Board in accordance with the Operating Authority adding a total of \$8.4M against a total project budget of \$31.9M. Close monitoring of the projected costs will continue. The project is scheduled for completion to allow for occupancy in September 2013.
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Substantially Complete & Building Occupied

Please refer to the Project Close-Out Activity Report for status of close-out activities

Burlington City	Burlington City H.S.	\$17,830,990	\$17,785,094	\$45,896	99.7%	99%	1. Unforeseen soil remediation 2. Unforeseen asbestos abatement.	A revised Charter was approved by the CEO in accordance with the Operating Authority adding \$1.1M against a total project budget of \$55M. Project Closeout in Process.
Camden	Dudley E.S.	\$3,215,000	\$3,189,804	\$25,196	99.2%	99%	1. Installation of IT/AV systems	A revised Charter was approved by the CEO in accordance with the Operating Authority adding \$1.4M against a total project budget of \$42.8M. The Core Team is currently preparing a CEO memo in accordance with the Operating Authority requesting \$450k in additional funds.
Camden	Camden ECDC	\$11,314,645	\$9,916,987	\$1,397,658	87.6%	99%	1. Unforeseen soil remediation	Close monitoring of the projected costs will continue.
Camden	HB Wilson E.S.	\$3,097,150	\$3,097,150	\$0	100.0%	99%	1. Installation of centralized water filtration system 2. Installation of IT/AV systems	A revised Charter was approved by the CEO in accordance with the Operating Authority adding \$2M against a total project budget of \$33.6M. Close monitoring of the projected costs will continue.
East Orange	Mildred B. Garvin E.S.	\$1,429,632	\$1,355,772	\$73,860	94.8%	99%	1. Unforeseen soil remediation 2. Modifications to security system	Close monitoring of the projected costs will continue.
Egg Harbor City	New M.S.	\$1,058,907	\$960,409	\$98,498	90.7%	99%	1. Delays caused by design errors and extreme weather	A revised Charter was approved by the CEO in accordance with the Operating Authority adding \$818k against a total project budget of \$21.8M. Close monitoring of the projected costs will continue.
Newark	Speedway Avenue E.S.	\$1,826,000	\$1,826,000	\$0	100.0%	99%	1. Removal of unforeseen impacted materials	Close monitoring of the projected costs will continue.
Orange	Lincoln Ave E.S.	\$5,615,000	\$4,924,930	\$690,070	87.7%	99%	1. Unforeseen asbestos abatement 2. Structural repairs to interior walls 3. Extended general conditions	A revised Charter was approved by the CEO in accordance with the Operating Authority adding \$2.95M against a total project budget of \$48.2M. Close monitoring of the projected costs will continue.
Orange	Park Avenue E.S.	\$3,360,000	\$3,275,103	\$84,897	97.5%	99%	1. Unforeseen asbestos abatement	A revised Charter was approved by the CEO in accordance with the Operating Authority adding \$1.91M against a total project budget of \$35.3M. Close monitoring of the projected costs will continue.

NEW JERSEY SCHOOLS DEVELOPMENT AUTHORITY - Monthly Reports (For Informational Purposes)



Projects that have Expended 75% or More of Board Approved Contingency

Reporting Period: Jan. 1, 2008 to May 24, 2012

District	Project ¹	Board Approved Project Charter Contingency	Contingency Expended/Committed	Contingency Remaining ²	% of Contingency Expended/Committed	Project Completion %	Cause(s)	Current Status
Passaic	E.S. at Main Avenue	\$9,548,320	\$8,259,178	\$1,289,142	86.5%	98%	1. Atrium design changes required by code 2. Unforeseen subsurface sewage line work 3. Adding back Security/IT System (removed and anticipated to be bid as a separate engagement for E-Rate reimbursement)	A revised Project Charter was approved by the Board in accordance with the Operating Authority adding \$7M against a total project budget of \$55.7M. Certificate of Occupancy issued and Project Closeout in process.
Paterson	International H.S. Academy	\$5,039,000	\$4,258,099	\$780,901	84.5%	98%	1. Installation of two foot soil cap required to meet DEP regulations 2. Modifications to smoke evacuation system	A revised Charter was approved by the CEO in accordance with the Operating Authority adding \$1.7M against a total project budget of \$55.3M. Close monitoring of the projected costs will continue.
Paterson	E.S. #24	\$4,616,120	\$4,535,861	\$80,259	98.3%	99%	1. Unforeseen soil remediation and clean fill.	Certificate of Occupancy issued. Project close-out in process.
Perth Amboy	ECC II	\$2,604,619	\$2,033,074	\$571,545	78.1%	99%	1. Removal of unsuitable soils 2. Adding back Security/IT System (removed and anticipated to be bid as a separate engagement for E-Rate reimbursement)	A revised Charter was approved by the CEO in accordance with the Operating Authority adding \$1.7M against a total project budget of \$30.1M. Project closeout in process.
Trenton	MLK/Jefferson School	\$3,256,159	\$2,498,300	\$757,859	76.7%	99%	1. Unforeseen soil remediation	Project close-out in progress. Close monitoring of the projected costs will continue.
West New York	West New York P.S. #2	\$2,708,883	\$2,708,883	\$0	100.0%	99%	1. Unforeseen site foundation issues	Certificate of occupancy issued. The Core Team is currently preparing a Board memo in accordance with the Operating Authority requesting additional funds.

¹ * Indicates Final Project Charter Revision

² Does not include expended contingency or contingency funds allocated for change orders, amendment



Projects Greater than 90 Days Behind Schedule or with Occupancy Date in Jeopardy

Reporting Period: May 2012

#	Event Date	District	Project	Board Approved Project Charter SubComp Date	Current Contract SubComp Date	Forecasted Contract SubComp Date	# of Days Behind Schedule	Cause(s)	Current Status
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No New Data to Report



Revisions to Project Charters

Reporting Period: May 2012

#	District	Project	Financial & Schedule Impacts	Additional Funds Approved	Additional Funds as % of Total Project Budget	Operating Authority Approval Requirement	Description of Revision
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No New Data to Report

CONTRACTS EXECUTED REPORT



MEMORANDUM

TO: Members of the Authority

FROM: Gregory Voronov
Managing Director

DATE: July 5, 2012

SUBJECT: Contracts Executed Report and Amendments & Change Orders Report
(For Informational Purposes Only)

Contracts Executed Report

This report contains the activity of contracts executed during the period May 1 through May 31, 2012.

Noteworthy Items during the reporting period:

- Execution of 1 contract for demolition of the old Camden Morgan Village MS to USA Environmental Management for \$1,870,887.

Amendments & Change Orders Report

This report contains the activity of Amendments and Change Orders executed during the period April 1 through April 30, 2012.

Noteworthy Items during the reporting period:

- Execution of 5 Design Amendments totaling \$207k. Of the 5 executed amendments 1 required board approval totaling \$146,840.
- Execution of 11 Construction Services Change Orders totaling \$119k. Of the 11 executed change orders 2 required board approval totaling \$3,668 (1 add change order of \$14,299 and 1 credit change order of \$10,631).

Report of change orders less than \$10,000 yet requiring Board Approval

In accordance with the Operating Authority adopted by the Members on December 1, 2010 as amended on March 7, 2012, the Members are to be provided a report of any change order which received delegated approval by the CEO due to the fact that they are valued at less than \$10,000 yet require Board approval due the total change orders exceeding 10% of the contract value.

- No data during the reporting period.



New Jersey Schools Development Authority
Contracts Executed Report

Report Period 5/1/12 through 5/31/12

District	School Name(s)	Project Type	Contract Type	Contract Number	Vendor	MWSBE Cert(s)	Contract Award Amount	Contract Execution Date	Per School CCE	Total CCE
Part 2. Construction Services										
Others										
Camden City	Morgan Village M.S.	New	Demolition-PM	CA-0010-N01	USA Environmental Management, Inc.	S	\$1,870,887	5/21/12	-	\$2,484,506
Others										
Part 2. Construction Services							\$1,870,887			\$2,484,506

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NEW JERSEY SCHOOLS DEVELOPMENT AUTHORITY - Monthly Reports (For Informational Purposes)

Report Period 5/1/12 through 5/31/12

District	School Name(s)	Project Type	Contract Type	Contract Number	Vendor	MWSBE Cert(s)	Contract Award Amount	Contract Execution Date	Per School CCE	Total CCE	
Part 4. Other Contracts & Services											
Furniture, Fixtures & Equipment											
Union City (Hudson Co.)	Columbus Elementary School (aka New ES)	New	FFE	HU-0012-Q02	Community Products LLC dba Community Playthings		\$43,969	5/3/12	-		
Union City (Hudson Co.)	Columbus Elementary School (aka New ES)	New	FFE	HU-0012-Q03	Jonti-Craft, Inc.		\$19,952	5/15/12	-		
Union City (Hudson Co.)	Columbus Elementary School (aka New ES)	New	FFE	HU-0012-Q04	Community Products LLC dba Community Playthings		\$131,805	5/23/12	-		
Newark	Speedway Ave. ES Replacement	New	FFE	NE-0009-Q20	Inwood Office Environment		\$16,304	5/9/12	-		
Furniture, Fixtures & Equipment											
Part 4. Other Contracts & Services							\$212,029				

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NEW JERSEY SCHOOLS DEVELOPMENT AUTHORITY - Monthly Reports (For Informational Purposes)

Report Period 5/1/12 through 5/31/12

	Total Contract Award	Total Contracts Awarded
Grand Totals - Professional and Construction Services Combined	\$2,082,916	5

** Contracts less than \$10,000 are not displayed

Project Types Legend

HS	Heath & Safety
New	New Construction
Add	Addition
RenoAdd	Addition & Renovation
Reno	Renovation

Contract Types Legend

Acquisition	Property Acquisition Related Costs
Appraisal	Appraisal, Appraisal Review, NRE
Construction	Construction
Design	Design or Site Investigation
DB	Design-Build
E-Rate	E-Rate
FFE	Furniture, Fixtures, and Equipment
General	General Program Cost
Legal	Legal
Material	Material Supply
ProjectMgmt	Project Management Firm
PreDevelopment	Predevelopment or Demolition
Relocation	Relocation Services
SiteInvstgtn	Site Investigation
Testing	Testing

MWSBE Certifications

M = Minority Business Enterprise
W = Women Business Enterprise
S = Small Business Enterprise

NEW JERSEY SCHOOLS DEVELOPMENT AUTHORITY - Monthly Reports (For Informational Purposes)



New Jersey Schools Development Authority
Amendments & Change Orders Report

Reporting Period 5/1/12 through 5/31/12

District	School Name(s)	Contract Number	Contract Execution Date	CO #	Vendor Name	CO Execution Date	Contract Award Amount	Prior CO's (cumulative)	Prior Board Approval Date	Current CO Amount	Board Approval Required	Board Approval Date	Revised Contract Amount	Cumulative CO %	RBC Value	Cumulative % since last Board
Professional Services & Grants																
Design Consultant																
Elizabeth	Number 21, Victor Mravlag E.S.	EL-0016-A01	3/13/03	27	Perkins Eastman Architects	5/30/12	\$955,000	\$3,174,645	1/5/11	\$68,250			\$4,197,895	339.57%	\$955,000	7.14%
Newark	Bragaw Avenue E.S.	EP-0011-A01	7/30/09	3	Rivardo Schnitzer Capazzi dba RSC Architects	5/24/12	\$45,000	\$4,150		\$-213			\$48,937	8.74%	\$45,000	8.74%
Newark	Dr. William H. Horton E.S.	EP-0012-A01	7/30/09	3	Rivardo Schnitzer Capazzi dba RSC Architects	5/24/12	\$48,000	\$15,400	12/29/09	\$-3,400			\$60,000	25.00%	\$48,000	1.56%
Paterson	Number 5 E.S.	HS-0049-A01	1/4/02	2	Sowinski Sullivan Architects, PC	5/8/12	\$485,979	\$36,246		\$-4,725			\$517,499	6.48%	\$522,225	-0.90%
Phillipsburg	New HS (-x01)	NT-0003-A01	3/22/04	9	Design Ideas Group	5/24/12	\$5,781,326	\$2,252,517	1/11/10	\$146,840	Yes	5/2/12	\$8,180,683	41.50%	\$5,781,326	3.17%
Design Consultant																
Site Acquisition																
Asbury Park	New Early Childhood Center (-x02)	ET-0038-L08	4/15/05	39	Verizon of New Jersey, Inc.	5/3/12	\$1,399	\$2,863		\$61			\$4,323	209.06%	\$1,399	209.06%
Asbury Park	New Early Childhood Center (-x02)		4/15/05	40	Verizon of New Jersey, Inc.	5/24/12	\$1,399	\$2,924		\$57			\$4,379	213.13%	\$1,399	213.13%
Newark	Oliver Street E.S.	NE-0013-L30	3/21/05	1	Nova Realty, LLC	5/17/12	\$954,627	\$0		\$-3,644			\$950,983	-0.38%	\$954,627	-0.38%
Site Acquisition																
Site Investigation																
Jersey City	ECC 03	GP-0084-L06	1/18/08	50	Louis Berger Group (The)	5/3/12	\$0	\$2,722,958		\$212,740			\$2,935,698	0.00%	\$0	NA
Paterson	Don Bosco Academy	NT-0015-L01	9/30/03	11	Lan Associates, Engineering, Planning, A	5/25/12	\$825,889	\$59,071		\$-8,200			\$876,760	6.15%	\$825,889	6.15%
New Brunswick	A. Chester Redshaw E.S.	NT-0015-L03	9/8/03	2	Dewberry Engineers, Inc.	5/21/12	\$699,201	\$224,990		\$48,105			\$972,296	39.05%	\$699,201	39.05%
Paterson	New PS# 16	NT-0015-L07	3/19/10	2	Birdsall Services Group	5/18/12	\$48,890	\$483,960		\$199,610			\$732,460	1,398.17%	\$48,890	1398.17%
Site Investigation																
Relocation																

NEW JERSEY SCHOOLS DEVELOPMENT AUTHORITY - Monthly Reports (For Informational Purposes)

Reporting Period 5/1/12 through 5/31/12

District	School Name(s)	Contract Number	Contract Execution Date	CO #	Vendor Name	CO Execution Date	Contract Award Amount	Prior CO's (cumulative)	Prior Board Approval Date	Current CO Amount	Board Approval Required	Board Approval Date	Revised Contract Amount	Cumulative CO %	RBC Value	Cumulative % since last Board	
Professional Services & Grants																	
Relocation																	
Multi-District, Project, or Statewide	New PS# 16 Cooper's Poynt E.S. Creative and Performing Arts H.S. Don Bosco Academy East Side High School (Replacement) ECC 03 Elliott Street E.S. Fetters E.S./Lanning Square Gladys Hillman-Jones M.S. Harriet Tubman E.S. Harry L. Bain E.S. Magnet K-8 New Franklin Elementary School Replacement New Middle School Number 20 E.S. Oliver Street E.S. Ridge Street (Replacement) South Street E.S. University H.S. West Side H.S.	GP-0175-R03	2/11/12	4	Bluegrass Hydroseeding, LLC	5/8/12	\$27,996	\$79,164			\$16,910			\$124,070	343.16%	\$27,996	343.16%

NEW JERSEY SCHOOLS DEVELOPMENT AUTHORITY - Monthly Reports (For Informational Purposes)

Reporting Period 5/1/12 through 5/31/12

District	School Name(s)	Contract Number	Contract Execution Date	CO #	Vendor Name	CO Execution Date	Contract Award Amount	Prior CO's (cumulative)	Prior Board Approval Date	Current CO Amount	Board Approval Required	Board Approval Date	Revised Contract Amount	Cumulative CO %	RBC Value	Cumulative % since last Board	
Professional Services & Grants																	
Relocation																	
Multi-District, Project, or Statewide	New PS# 16 A. Chester Redshaw E.S. Dayton Avenue Middle School ECC 03 ECC Leonard Place & Madison St Elementary School 02 Elliott Street E.S. Fetters E.S./Lanning Square Harriet Tubman E.S. Harry L. Bain E.S. James Madison School #10 (Most Holy Name) Lorraine Place ES (formerly New Beachway ES) Magnet K-8 Marshall Street Elementary School New Early Childhood Center New ES at Henry St. (-x01) New Franklin Elementary School Replacement New Middle School New North East ES (-x06) Number 1, Thomas Jefferson E.S. Number 10, Roosevelt E.S. Number 20 E.S. Roebing School South Street E.S. Temporary School University H.S. West Side H.S.	GP-0175-R03	2/11/12	5	Bluegrass Hydroseeding, LLC	5/24/12	\$27,996	\$96,074			\$15,337			\$139,407	397.95%	\$27,996	397.95%
Passaic City	Dayton Avenue Middle School	NT-0009-L20	2/1/06	4	RBA Group (The)	5/15/12	\$20,000	\$105,000		\$-35,851			\$89,149	345.74%	\$20,000	345.74%	
Paterson	New PS# 16	PA-0024-L89	2/13/12	1	Norma Mercado	5/3/12	\$55,650	\$0		\$500			\$56,150	0.89%	\$55,650	0.89%	
Relocation																	
Others																	
Asbury Park	New Early Childhood Center (-x02)	ET-0038-L06	4/15/05	56	JCP&L	5/8/12	\$8,060	\$8,848		\$248			\$17,156	112.84%	\$8,060	112.84%	
Asbury Park	New Early Childhood Center (-x02)		4/15/05	57	JCP&L	5/8/12	\$8,060	\$9,096		\$70			\$17,226	113.72%	\$8,060	113.72%	
Asbury Park	New Early Childhood Center (-x02)	ET-0038-L16	8/2/11	9	New Jersey American Water	5/22/12	\$410	\$1,224		\$165			\$1,798	338.83%	\$410	338.83%	

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NEW JERSEY SCHOOLS DEVELOPMENT AUTHORITY - Monthly Reports (For Informational Purposes)

Reporting Period 5/1/12 through 5/31/12

District	School Name(s)	Contract Number	Contract Execution Date	CO #	Vendor Name	CO Execution Date	Contract Award Amount	Prior CO's (cumulative)	Prior Board Approval Date	Current CO Amount	Board Approval Required	Board Approval Date	Revised Contract Amount	Cumulative CO %	RBC Value	Cumulative % since last Board
Professional Services & Grants																
Others																
Burlington Township	Thomas O. Hopkins M.S.	G5-1534-D01	4/27/04	1	District - Burlington Township	5/11/12	\$1,425,471	\$0		\$-5,287			\$1,420,184	-0.37%	\$1,425,471	-0.37%
Camden City	Fetters E.S./Lanning Square	CA-0018-N01	5/7/10	4	USA Environmental Management, Inc.	5/18/12	\$2,982,675	\$87,149	10/25/11	\$-340,645	Yes	4/4/12	\$2,729,179	-8.49%	\$2,982,675	-11.42%
Camden City	Octavius V. Catto Community School	GP-0189-G01	3/20/12	2	Camden Redevelopment Agency	5/25/12	\$0	\$-1,105,661		\$-483,534			\$-1,589,195	0.00%	\$0	NA
Cherry Hill Township	Cherry Hill High-East H.S.	G5-2582-D01	6/16/05	2	District - Cherry Hill Township	5/1/12	\$323,678	\$-88,368		\$271			\$235,581	-27.21%	\$323,678	-27.21%
Cherry Hill Township	Cherry Hill High-West H.S.	G5-2584-D01	6/16/05	2	District - Cherry Hill Township	5/1/12	\$461,048	\$93,381		\$2,859			\$557,287	20.87%	\$461,048	20.87%
Freehold Borough	Intermediate M.S.	G5-3800-D01	6/3/10	1	District - Freehold Borough	5/4/12	\$64,760	\$0		\$-8,655			\$56,105	-13.36%	\$64,760	-13.36%
Garfield	James Madison School #10 (Most Holy Name)	NT-0014-L18	1/16/08	25	PSE&G	5/3/12	\$188	\$539		\$6			\$733	289.12%	\$188	289.12%
Garfield	James Madison School #10 (Most Holy Name)		1/16/08	26	PSE&G	5/3/12	\$188	\$545		\$19			\$752	299.13%	\$188	299.13%
Garfield	James Madison School #10 (Most Holy Name)		1/16/08	27	PSE&G	5/24/12	\$188	\$563		\$6			\$758	302.18%	\$188	302.18%
Garfield	James Madison School #10 (Most Holy Name)		1/16/08	28	PSE&G	5/24/12	\$188	\$569		\$17			\$775	311.36%	\$188	311.36%
Harrison	New Harrison High School (-x01)	GP-0089-R01	4/3/08	4	Duane Morris LLP	5/14/12	\$490,545	\$7,424		\$3,555			\$501,524	2.23%	\$490,545	2.23%
Hawthorne	Hawthorne H.S.	G5-3091-D01	8/20/10	1	District - Hawthorne	5/10/12	\$88,150	\$0		\$-12,868			\$75,282	-14.59%	\$88,150	-14.59%
Irvington Township	Union Avenue M.S.	GB-0078-D01	11/2/04	1	_MultiVendor	5/17/12	\$488,187	\$0		\$-159,937			\$328,250	-32.76%	\$488,187	-32.76%
Irvington Township	University M.S.	GB-0079-D01	11/2/04	1	_MultiVendor	5/17/12	\$377,363	\$0		\$-71,891			\$305,472	-19.05%	\$377,363	-19.05%
Jersey City	A. Chester Redshaw E.S.	GP-0183-R01	11/21/11	3	Banc3, Inc.	5/14/12	\$0	\$64,986		\$46,155			\$111,141	0.00%	\$0	NA
Jersey City	A. Chester Redshaw E.S.	GP-0184-R01	11/21/11	2	Hill International, Inc.	5/14/12	\$0	\$5,828		\$13,657			\$19,485	0.00%	\$0	NA
Jersey City	Heights Middle School (-N03)	JE-0001-G01	4/20/12	1	Bovis Lend Lease, Inc.	5/15/12	\$0	\$0		\$-206			\$-206	0.00%	\$0	NA
Lakehurst	Lakehurst E.S.	G5-3087-D01	11/30/09	1	District - Lakehurst	5/10/12	\$2,479,458	\$0		\$-190,755			\$2,288,703	-7.69%	\$2,479,458	-7.69%
Lakehurst	Lakehurst E.S.	G5-3088-D01	11/30/09	1	District - Lakehurst	5/10/12	\$1,103,752	\$0		\$-272,704			\$831,048	-24.70%	\$1,103,752	-24.70%
Medford Lakes Borough	Nokomis E.S.	G5-4336-D01	2/3/11	1	District - Medford Lakes Borough	5/7/12	\$7,500	\$0		\$-670			\$6,830	-8.92%	\$7,500	-8.92%
Multi-District, Project, or Statewide	Adverts As Contracts	GP-0004-R01	4/12/01	30	Star Ledger Newspaper	5/11/12	\$130,907	\$13,467		\$89			\$144,463	10.35%	\$130,907	10.35%
Multi-District, Project, or Statewide	Adverts As Contracts		4/12/01	31	Star Ledger Newspaper	5/11/12	\$130,907	\$13,556		\$88			\$144,551	10.42%	\$130,907	10.42%

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NEW JERSEY SCHOOLS DEVELOPMENT AUTHORITY - Monthly Reports (For Informational Purposes)

Reporting Period 5/1/12 through 5/31/12

District	School Name(s)	Contract Number	Contract Execution Date	CO #	Vendor Name	CO Execution Date	Contract Award Amount	Prior CO's (cumulative)	Prior Board Approval Date	Current CO Amount	Board Approval Required	Board Approval Date	Revised Contract Amount	Cumulative CO %	RBC Value	Cumulative % since last Board
Professional Services & Grants																
Others																
Multi-District, Project, or Statewide	Adverts As Contracts	GP-0004-R02	4/12/01	27	Times Newspaper (The)---(Adverts)	5/11/12	\$62,132	\$423		\$21			\$62,576	0.71%	\$62,132	0.71%
Multi-District, Project, or Statewide	Adverts As Contracts	GP-0004-R17	9/12/01	4	New Jersey Press Media Solutions	5/11/12	\$454	\$736		\$20			\$1,210	166.33%	\$454	166.33%
Multi-District, Project, or Statewide	A. Chester Redshaw E.S. New International High School Academy New Science Park HS Number 20 E.S. Number 21, Victor Mravlag E.S.	GP-0005-R10	7/3/02	11	Napco Copy Graphics Center Corp.	5/11/12	\$251,397	\$29,200		\$3,609			\$284,206	13.05%	\$251,397	13.05%
Paterson	New PS# 16	GP-0089-R08	8/19/08	24	Hill Wallack, LLP	5/14/12	\$2,000	\$127,233		\$1,530			\$130,763	6,438.14%	\$2,000	6438.14%
Paterson	New PS# 16		8/19/08	25	Hill Wallack, LLP	5/14/12	\$2,000	\$128,763		\$3,402			\$134,164	6,608.22%	\$2,000	6608.22%
Paterson	New PS# 16	GP-0089-R12	9/2/08	17	Wolff & Samson, P.C.	5/31/12	\$2,895	\$39,366		\$2,382			\$44,644	1,441.95%	\$2,895	1441.95%
Long Branch	New HS (-x01)	GP-0162-R17	10/20/11	2	DeCotiis, FitzPatrick & Cole, LLP	5/15/12	\$1,500,000	\$1,742		\$20			\$1,501,762	0.11%	\$1,500,000	0.11%
Camden City	Fetters E.S./Lanning Square	GP-0171-L07	12/1/11	1	Brinkerhoff Environmental Services, Inc.	5/30/12	\$0	\$0		\$7,480			\$7,480	0.00%	\$0	NA
Paterson	Number 25 E.S.	GP-0171-L10	12/1/11	1	Lan Associates, Engineering, Planning, A	5/22/12	\$0	\$0		\$6,257			\$6,257	0.00%	\$0	NA
Multi-District, Project, or Statewide	10 Region PMF Selection	PM-0016-P01	11/26/02	34	Epic Management, Inc.	5/23/12	\$18,597,709	\$3,554,264	9/9/10	\$23,914			\$22,175,887	19.23%	\$18,597,709	0.12%
Multi-District, Project, or Statewide	10 Region PMF Selection	PM-0022-P01	11/27/02	53	GREYHAWK North America LLC	5/30/12	\$7,151,570	\$-4,661,690	9/12/11	\$40,258			\$2,530,138	-64.62%	\$7,151,570	0.56%
New Brunswick	Temporary School	ET-0071-L03	10/18/11	6	PSE&G	5/3/12	\$759	\$39,407		\$107			\$40,273	5,207.79%	\$759	5207.79%

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NEW JERSEY SCHOOLS DEVELOPMENT AUTHORITY - Monthly Reports (For Informational Purposes)

Reporting Period 5/1/12 through 5/31/12

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Professional Services & Grants																
Others																
New Brunswick	Temporary School	ET-0071-L04	1/17/12	2	Verizon of New Jersey, Inc.	5/3/12	\$100	\$100		\$100			\$299	199.56%	\$100	199.56%
New Brunswick	Temporary School		1/17/12	3	Verizon of New Jersey, Inc.	5/24/12	\$100	\$199		\$100			\$399	299.26%	\$100	299.26%
Passaic City	ECC Leonard Place & Madison St	GP-0047-L07	9/1/04	51	Carella, Byrne, Cecchi, Olstein, Brody & Agnello	5/14/12	\$1,443,843	\$631,431		\$1,785			\$2,077,059	43.85%	\$1,443,843	43.85%
Passaic City	ECC Leonard Place & Madison St		9/1/04	52	Carella, Byrne, Cecchi, Olstein, Brody & Agnello	5/31/12	\$1,443,843	\$633,216		\$2,505			\$2,079,564	44.02%	\$1,443,843	44.02%
Newark	West Side H.S.	NE-0008-L56	7/1/04	26	City of Newark	5/7/12	\$2,512	\$4,825		\$50			\$7,388	194.04%	\$2,512	194.04%
Newark	West Side H.S.	NE-0070-L22	4/8/10	73	PSE&G	5/2/12	\$22	\$5,998		\$177			\$6,197	28,643.13	\$22	28643.13%
Newark	West Side H.S.		4/8/10	74	PSE&G	5/2/12	\$22	\$6,175		\$51			\$6,248	28,880.56	\$22	28880.56%
Newark	West Side H.S.		4/8/10	75	PSE&G	5/2/12	\$22	\$6,227		\$17			\$6,265	28,957.88	\$22	28957.88%
Parsippany-Troy Hills Township	Knollwood E.S.	G5-4411-D01	7/21/11	1	District - Parsippany-Troy Hills Township	5/21/12	\$222,272	\$0		\$-71,983			\$150,289	-32.38%	\$222,272	-32.38%
Paterson	New International High School Academy	PA-0008-R04	3/1/09	16	Paterson Public Schools	5/2/12	\$177,221	\$128,281		\$7,816			\$313,318	76.79%	\$177,221	76.79%
Paterson	New International High School Academy		3/1/09	17	Paterson Public Schools	5/2/12	\$177,221	\$136,097		\$8,309			\$321,626	81.48%	\$177,221	81.48%
Paterson	New International High School Academy		3/1/09	18	Paterson Public Schools	5/30/12	\$177,221	\$144,406		\$7,110			\$328,736	85.49%	\$177,221	85.49%
Shamong Township	Indian Mills E.S.	G5-4065-D01	8/31/10	2	District - Shamong Township	5/17/12	\$76,480	\$-16,611		\$-1,000			\$58,869	-23.02%	\$76,480	-23.02%
Somers Point	Jordan Road E.S.	G5-4508-D01	4/7/11	2	District - Somers Point	5/17/12	\$90,968	\$-7,533		\$7,533			\$90,968	0.00%	\$90,968	NA
South River	South River H.S.	G5-4541-D01	5/9/11	1	District - South River	5/7/12	\$416,732	\$0		\$-41,880			\$374,852	-10.04%	\$416,732	-10.04%
South River	South River H.S.	G5-4543-D01	5/9/11	1	District - South River	5/7/12	\$312,870	\$0		\$-24,386			\$288,484	-7.79%	\$312,870	-7.79%
South River	South River H.S.	G5-4702-D01	5/9/11	1	District - South River	5/1/12	\$278,997	\$0		\$-14,722			\$264,275	-5.27%	\$278,997	-5.27%
South River	South River H.S.	G5-4705-D01	5/9/11	1	District - South River	5/7/12	\$882,290	\$0		\$-72,240			\$810,050	-8.18%	\$882,290	-8.18%
Teaneck	Benjamin Franklin M.S.	G5-0174-D01	12/10/01	1	District - Teaneck	5/29/12	\$1,622,790	\$0		\$-559,037			\$1,063,753	-34.44%	\$1,622,790	-34.44%
Teaneck	Thomas Jefferson M.S.	G5-0175-D01	12/10/01	1	District - Teaneck	5/29/12	\$1,520,875	\$0		\$-264,149			\$1,256,726	-17.36%	\$1,520,875	-17.36%
Trenton	Roebing School	WT-0008-L06	2/3/04	124	PSE&G	5/22/12	\$30,574	\$16,453		\$77			\$47,104	54.06%	\$30,574	54.06%
West New York	Harry L. Bain E.S.	HU-0005-L06	11/16/06	50	PSE&G	5/3/12	\$7,568	\$7,861		\$137			\$15,566	105.68%	\$7,568	34.42%
West New York	Harry L. Bain E.S.		11/16/06	51	PSE&G	5/24/12	\$7,568	\$7,998		\$188			\$15,754	108.17%	\$7,568	36.90%
West New York	Number 3 E.S.	HU-0006-L30	3/3/04	13	United Water New Jersey	5/22/12	\$25	\$5,416		\$290			\$5,731	22,777.64	\$25	22777.64%

NEW JERSEY SCHOOLS DEVELOPMENT AUTHORITY - Monthly Reports (For Informational Purposes)

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Professional Services & Grants																
Others																
West New York	Number 3 E.S.	HU-0006-L43	4/15/11	24	PSE&G	5/2/12	\$819	\$217,221		\$18,679			\$236,719	28,808.67	\$819	28808.67%
West New York	Number 3 E.S.		4/15/11	25	PSE&G	5/9/12	\$819	\$235,900		\$2,615			\$239,334	29,128.01	\$819	29128.01%
West New York	Number 3 E.S.		4/15/11	26	PSE&G	5/22/12	\$819	\$238,515		\$155			\$239,489	29,147.00	\$819	29147.00%
Others																
Professional Services & Grants										\$-1,730,276						

NEW JERSEY SCHOOLS DEVELOPMENT AUTHORITY - Monthly Reports (For Informational Purposes)

Reporting Period 5/1/12 through 5/31/12

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Construction Services																
Contractor																
East Orange	Mildred B. Garvin MicroSociety Sch	ES-0020-C04	7/10/06	176	Hall Building Corporation	5/1/12	\$15,934,000	\$1,874,207	8/4/08	\$-10,631	Yes	3/7/12	\$17,797,576	11.69%	\$15,934,000	6.33%
Elizabeth	Number 21, Victor Mravlag E.S.	EL-0016-C03	11/16/06	103	Ernest Bock & Sons, Inc.	5/23/12	\$20,587,000	\$7,651,058	3/7/12	\$14,299	Yes	4/4/12	\$28,252,357	37.23%	\$20,587,000	0.06%
Long Branch	Gregory E.S.	EP-0004-C01	4/8/09	3	Grafas Painting Contrs Inc. T/A GPC, Inc.	5/1/12	\$93,000	\$36,355		\$1,890			\$131,245	41.12%	\$93,000	41.12%
Paterson	Don Bosco Academy	EP-0059-C01	6/29/11	6	Catcord Construction Co., Inc.	5/23/12	\$303,993	\$40,470		\$-10,222			\$334,241	9.95%	\$303,993	9.95%
Paterson	Don Bosco Academy		6/29/11	7	Catcord Construction Co., Inc.	5/23/12	\$303,993	\$30,248		\$-2,817			\$331,424	9.02%	\$303,993	9.02%
Union City (Hudson Co.)	Columbus Elementary School (aka New ES)	HU-0012-C01	9/25/09	31	Chanree Construction Co Inc	5/1/12	\$25,276,828	\$888,322		\$40,000			\$26,205,150	3.67%	\$25,276,828	3.47%
Union City (Hudson Co.)	Columbus Elementary School (aka New ES)		9/25/09	36	Chanree Construction Co Inc	5/1/12	\$25,276,828	\$838,307		\$50,015			\$26,165,150	3.51%	\$25,276,828	3.67%
Union City (Hudson Co.)	Columbus Elementary School (aka New ES)		9/25/09	30	Chanree Construction Co Inc	5/15/12	\$25,276,828	\$935,355		\$15,760			\$26,227,943	3.76%	\$25,276,828	3.73%
Union City (Hudson Co.)	Columbus Elementary School (aka New ES)		9/25/09	35	Chanree Construction Co Inc	5/15/12	\$25,276,828	\$953,787		\$11,269			\$26,241,884	3.81%	\$25,276,828	3.77%
Union City (Hudson Co.)	Columbus Elementary School (aka New ES)		9/25/09	39	Chanree Construction Co Inc	5/15/12	\$25,276,828	\$951,115		\$2,672			\$26,230,615	3.77%	\$25,276,828	3.79%
Union City (Hudson Co.)	Columbus Elementary School (aka New ES)		9/25/09	40	Chanree Construction Co Inc	5/15/12	\$25,276,828	\$928,322		\$7,033			\$26,212,183	3.70%	\$25,276,828	3.81%
Contractor																
Construction Services																
										\$119,269						

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NEW JERSEY SCHOOLS DEVELOPMENT AUTHORITY - Monthly Reports (For Informational Purposes)

Reporting Period 5/1/12 through 5/31/12

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Other Contracts & Services																
Others																
Newark	New Science Park HS	NE-0001-L02	9/13/01	3	Valley National Title Services, Agent for Lawyers	5/24/12	\$2,500	\$4,357		\$220			\$7,077	183.08%	\$2,500	183.08%
Others																
Other Contracts & Services										\$220						

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NEW JERSEY SCHOOLS DEVELOPMENT AUTHORITY - Monthly Reports (For Informational Purposes)

Reporting Period 5/1/12 through 5/31/12

Total Change Order Summary

Total Change Orders

Grand Totals

\$-1,610,787

92

Column Description Legend

CO Execution Date	Date the Change Order was entered into the SIMS system
Revised Contract Amount	Current value of the contract (excluding additional assignments) including current change order
Cumulative CO %	Cumulative percentage change in contract value (excluding additional assignments) over the original contract award amount
RBC Value	Revised Basis Contract Value – This value is the Original Award amount for contracts executed after July 27, 2005 or contracts for which board approval has been required after July 27, 2005. Otherwise, this value is the contract value as of July 27, 2005.
Cumulative % since last Board Approval	Cumulative percentage change in contract value since either the later of July 27, 2005 or last board action date over the RBC Value. If the current change order received approval prior to July 27, 2005 this value is not applicable.

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CONTRACT TERMINATIONS REPORT (NO ACTIVITY)

SETTLEMENT CLAIMS (NO ACTIVITY)

CONTRACTOR AND WORKFORCE COMPLIANCE



STATE OF NEW JERSEY

SCHOOLS DEVELOPMENT AUTHORITY

1 WEST STATE STREET
P.O. BOX 991
TRENTON, NJ 08625-0991
609-943-5955

MEMORANDUM

TO: Members of the Authority

FROM: Karon Simmonds /s/ Karon Simmonds
Director Risk Management and Vendor Services
Office of the Chief Financial Officer

DATE: July 5, 2012

SUBJECT: Contractor and Workforce Compliance Monthly Update for March 2012

SMALL BUSINESS ENTERPRISE (SBE) COMPLIANCE REVIEW

Project Approvals:

Two emergent construction projects were verified to be compliant with SBE requirements by the Contractor Compliance Coordinator.

Vendor Services staff continues to participate at mandatory pre-bid and pre-construction meetings to instruct and inform bidders regarding SDA's SBE goals, policies and procedures, including:

- Small Business Enterprise subcontracting goal of 25% of all contracts
- County workforce goals for minorities and females
- Detailed process procedures to monitor and track the progress made toward these goals throughout the life cycle of each project

At these meetings, general contractors are strongly encouraged to identify and hire minority-owned and women-owned firms, as well as locally-based enterprises, for diverse business participation on all school building projects. Additional outreach strategies are discussed and utilized.

SMALL BUSINESS ENTERPRISE (SBE) COMPLIANCE MONITORING

The SDA regularly exceeds the State-mandated 25% SBE goal. The figures below demonstrate compliance with this requirement.

SBE Breakdown

The total SDA contract dollars awarded from January 1 through April 30, 2012 was \$3,670,732.20.

- The total contract dollars awarded to all SBE contractors (January 1 through April 30, 2012), was \$3,570,732.20 (including minorities and women). This represents 97.28% of all SDA contracts.

Members of the Authority
 Contractor and Workforce Compliance Monthly Update
 July 5, 2012
 Page 2 of 3

Type of Business Enterprise	Contract Amount	% of Total SDA Contracts
Small Business Enterprises	\$2,790,312.20	76.02%
Small Minority Business Enterprises	\$23,316.00	0.64%
Small/Women Business Enterprises	\$757,104.00	20.63%
Small/Minority/Women Business Enterprises	\$-0-	0.00%
TOTAL SBE CONTRACTS	\$3,570,732.20	97.28%

Ethnic Breakdown

The total SBE contracts awarded with minority participation were \$23,316.20 equaling 0.64% (includes S/MBEs and S/M/WBEs as shown below).

Ethnicity	Contract Amount	Percentage
American Indian	\$-0-	0.00%
Asian	\$-0-	0.00%
Black	\$-0-	0.00%
Hispanic	\$23,316.00	0.64%
Total	\$23,316.00	0.64%

WORKFORCE COMPLIANCE MONITORING

For the month of April, 2012 there was a contractor workforce of 202 on SDA projects. This represents a total of 9,683 contractor workforce hours as follows:

Contractor Workforce Breakdown (All Trades/Districts/Counties)			
Ethnicity	Total Workforce	Total Workforce Hours	Workforce Hours Percentage
Black	7	93	1.00%
Hispanic	36	1,430	14.80%
American Indian	0	0	0.00%
Asian	1	13	0.13%
Total Minority Participation	44	1,536	15.86%
Total Non-Minority Participation	158	8,147	84.14%

Members of the Authority
 Contractor and Workforce Compliance Monthly Update
 July 5, 2012
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There was a contractor workforce of 36,396 total workforce hours and 648 total female workforce hours on SDA projects for the period of January 1, 2012 through April 30, 2012. The following table highlights the Local County contractor workforce participation for that period:

Local County Workforce Participation	Workforce Hours	Percentage
*Total Workforce Hours	37,044	100.00%
*Total Local County Workforce Hours	1,440	2.00%
Total Local County Non-Minority Workforce Hours	610	1.65%
Total Local County Female Workforce Hours	0	0.00%
Total Local County Minority Workforce Hours	830	2.24%
**Local County Workforce Hours by Ethnicity:		
Black	146	0.40%
Hispanic	684	1.85%
America Indian	0	0.00%
Asian	0	0.00%

*Total workforce and total local county workforce represent all laborers including females

**Minority breakdown represents Black, Hispanic, American Indian, and Asian laborers. Minority female laborers are captured as female laborers only and are not included in the minority breakdown.

The following table represents contractor and female workforce for all SDA active capital projects and all active and completed emergent projects for the period of January 1, 2012 through April 30, 2012.

SDA Managed Project	Total Workforce Hours	Local County Workforce Hours & Percentage	
Elizabeth Victor Mravlag E.S.	2,226	321	14.42%
Union City Columbus E.S.	20,839	88	0.42%
West New York Number 3 E.S.	3,086	312	10.11%
All Emergent Projects (YTD)	1,596	301	18.90%
Totals	27,747	1,022	3.70%

Prepared by: Lorena Young, Contractor Compliance Analyst
 Nicholas Torrens, Vendor Analyst

REGULAR OPERATING DISTRICTS (RODs) ACTIVITY REPORT



MEMORANDUM

TO: Members of the Authority

FROM: Gregory Voronov
Managing Director

DATE: July 5, 2012

SUBJECT: Regular Operating District Grant Activity Report
(For Informational Purposes Only)

This report summarizes the Regular Operating District Grant activity from inception to date and for the month of May 2012. Also included is a detailed list of grants executed and grants offered during the reporting period.

Monthly Update:

- No new grants were offered during the reporting period.
- 33 grants impacting 11 districts were executed during the reporting period representing total estimated project costs of \$43.2M and estimated state share of \$20.2M.
- 24 grants impacting 12 districts were closed out during the reporting period representing \$33.5M in total project costs and state share of \$13.4M.
- Since inception, over \$2.2B has been disbursed to over 500 regular operating districts through the grant program.
- Since inception \$2.9B in funding has been approved by the Department of Education and offered to regular operating districts through the grant program.



Monthly Regular Operating District Grant Report - Summary

As of 5/31/2012

ROD Grant Summary Since Program Inception				
	Offered ¹	Executed	Closed-Out	Active
Districts Impacted	155	504	456	281
Number of Grant Projects	533	3,926	2,690	1,236
Total Project Cost Estimate	\$ 700,462,165	\$ 8,068,178,646	\$ 5,749,395,098	\$ 2,318,783,549
Grant Amount	\$ 243,165,560	\$ 2,615,293,885	\$ 1,844,287,033	\$ 771,006,852
Amount Disbursed	N/A	\$ 2,233,446,222	\$ 1,844,287,033	\$ 389,159,188

Total Funding Offered to School Districts via Grant Program	\$ 2,858,459,445
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Total ROD Grant Funding remaining for new Grant Projects	\$ 342,395,989
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1. Includes grants that have been offered to District's but have not yet been executed.

ROD Grant Summary - April 2012		
	Executed	Closed-Out
Districts Impacted	11	12
Number of Grant Projects	33	24
Total Project Cost Estimate	\$ 43,228,981	\$ 33,464,306
Grant Amount	\$ 20,201,332	\$ 13,362,655
Amount Disbursed	\$ -	\$ 13,362,655

* Report is inclusive of all Regular Operating Districts grants (including vocational school districts)

** Total Project Cost Estimate and Grant Amount may be adjusted as the projects advance. Grant Amount is capped at the value approved in the DOE Final Eligible Cost Approval.

NEW JERSEY SCHOOLS DEVELOPMENT AUTHORITY - Monthly Reports (For Informational Purposes)



Monthly Regular Operating District Grant Report - Monthly Executed Grant Detail

May 2012

County	District	School Name	Total Project Cost Estimate	Grant Amount	Project Description
Atlantic	Greater Egg Harbor Regional	Absegami H.S.	\$ 3,125,000	\$ 1,786,425	HVAC rooftop replacement
Atlantic	Greater Egg Harbor Regional	Absegami H.S.	\$ 1,563,000	\$ 893,498	Fire alarm replacement
Atlantic	Greater Egg Harbor Regional	Absegami H.S.	\$ 1,275,000	\$ 728,861	Partial roof replacement
Atlantic	Greater Egg Harbor Regional	Oakcrest H.S.	\$ 6,821,000	\$ 3,899,266	Roof replacement
Atlantic	Greater Egg Harbor Regional	Oakcrest H.S.	\$ 1,438,000	\$ 822,041	Fire alarm replacement
Bergen	Fort Lee	Number 4 E.S.	\$ 430,000	\$ 172,000	Masonry repairs
Burlington	Lumberton Township	Bobby's Run E.S.	\$ 64,787	\$ 26,729	HVAC, communication system, and fire alarm system upgrades.
Burlington	Lumberton Township	Florence L. Walther E.S.	\$ 127,831	\$ 52,739	HVAC upgrades; New lighting in multi-purpose room; New emergency generator, clock system, fire alarm system, and kitchen walk-in boxes.
Essex	Cedar Grove Township	Cedar Grove (Memorial) H.S.	\$ 8,331,641	\$ 3,332,656	Window replacements, door replacements, ceiling replacements, roof replacements; Install new rooftop HVAC system
Essex	Cedar Grove Township	North End E.S.	\$ 1,393,280	\$ 557,312	Window replacements, door replacements, roof replacements
Essex	Cedar Grove Township	South End E.S.	\$ 1,770,067	\$ 708,027	Window replacements, door replacements, roof replacements
Mercer	Hamilton Township - Mercer	Albert E. Grice M.S.	\$ 1,555,000	\$ 647,200	Roof replacement
Mercer	Hamilton Township - Mercer	Robinson E.S.	\$ 1,045,000	\$ 434,935	Roof replacement
Middlesex	Edison Township	J.P. Stevens High School	\$ 4,975,048	\$ 821,278	A second floor addition of 14,358 square feet to the existing one story classroom wing consisting of (5) classrooms, (4) science labs with prep areas, (1) special education classroom, (1) teacher's workroom and boys and girls toilet rooms; Misc. systems upgrades.
Morris	East Hanover Township	East Hanover M.S.	\$ 334,200	\$ 133,680	Auditorium seating & hallway locker replacement;
Morris	Rockaway Borough	Lincoln E.S.	\$ 150,000	\$ 60,000	Replace smoke doors with fire doors
Ocean	Tuckerton Borough	Tuckerton E.S.	\$ 250,000	\$ 100,000	Replacement of intercom/clock/communication system
Salem	Pennsville Township	Pennsville Memorial H.S.	\$ 1,340,104	\$ 589,340	Renovation of four (4) science labs
Union	Roselle Borough	Dr. Charles C. Polk	\$ 604,200	\$ 370,142	Electrical upgrades
Union	Roselle Borough	Dr. Charles C. Polk	\$ 180,200	\$ 110,393	Brick pointing, power cleaning, lintel replacement
Union	Roselle Borough	Harrison E.S.	\$ 599,400	\$ 367,201	Remove existing roof to deck, make deck and parapet repairs, install new tapered insulation, flashings and roof membrane.

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NEW JERSEY SCHOOLS DEVELOPMENT AUTHORITY - Monthly Reports (For Informational Purposes)

**Monthly Regular Operating District Grant Report - Monthly Executed Grant Detail
May 2012**

County	District	School Name	Total Project Cost Estimate	Grant Amount	Project Description
Union	Roselle Borough	Harrison E.S.	\$ 556,250	\$ 340,767	Window and exterior door replacement
Union	Roselle Borough	Harrison E.S.	\$ 279,600	\$ 171,287	Interior classroom and fire door replacement and ADA access
Union	Roselle Borough	Harrison E.S.	\$ 188,250	\$ 115,325	Brick pointing, power cleaning, lintel replacement
Union	Roselle Borough	Leonard V. Moore M.S.	\$ 654,100	\$ 400,711	Electrical upgrades
Union	Roselle Borough	Leonard V. Moore M.S.	\$ 644,450	\$ 394,800	Window and exterior door replacement
Union	Roselle Borough	Leonard V. Moore M.S.	\$ 194,000	\$ 118,847	Brick pointing, power cleaning, lintel replacement
Union	Roselle Borough	Washington E.S.	\$ 934,500	\$ 572,489	Electrical upgrades
Union	Roselle Borough	Washington E.S.	\$ 706,500	\$ 432,812	Roof replacement and parapet wall repair
Union	Roselle Borough	Washington E.S.	\$ 547,473	\$ 335,390	Window and exterior door replacement
Union	Roselle Borough	Wilday M.S.	\$ 604,200	\$ 370,142	electrical upgrades
Union	Roselle Borough	Wilday M.S.	\$ 316,500	\$ 193,893	Window and exterior door replacement
Union	Roselle Borough	Wilday M.S.	\$ 230,400	\$ 141,146	Remove existing classroom doors and frames and install new doors and frames with ADA accessible hardware.
Grand Total		Grants Executed - 33	\$ 43,228,981	\$ 20,201,332	

**NOTIFICATION OF AMENDMENTS TO GOODS AND SERVICES CONTRACTS NOT EXCEEDING \$250,000
(NO ACTIVITY)**

COMMUNICATIONS MONTHLY REPORT



STATE OF NEW JERSEY

SCHOOLS DEVELOPMENT AUTHORITY1 WEST STATE STREET
P.O. BOX 991
TRENTON, NJ 08625-0991
609-943-5955**MEMORANDUM**

TO: Members of the Authority

FROM: /s/ Kristen MacLean, Director of Communications

DATE: July 5, 2012

SUBJECT: New Jersey Schools Development Authority
Monthly Communications Report

SDA Releases the Biannual Report

The SDA released its Biannual Report on the School Facilities Construction Program on June 20, 2012. The report summarizes activities of the SDA for the time period of October 2011 through March 2012. The report is required to be submitted to the Governor and the Legislature pursuant to the Educational Facilities Construction and Financing Act. The report is available on the SDA website: www.NJSDA.gov.

SMWBE Contractor Training Program

The SMWBE Contractor Training Program culminated with a Graduation Ceremony held at the SDA's headquarters June 19. Twelve small, minority and women-owned business enterprises headquartered throughout the State of New Jersey successfully completed this session of the SDA sponsored program.

The SMWBE Contractor Training Program is designed to provide small, minority and women-owned business enterprises in New Jersey with valuable knowledge on how to do business with the SDA and provide these firms with the tools necessary to successfully compete for SDA construction projects. The program is comprised of eight weeks of seminars taught by SDA personnel and industry professionals. The graduating firms are also taking the steps necessary to become prequalified with the Authority, a requirement to do business with SDA. To date, 28 firms have successfully completed the SDA's SMWBE Contractor Training Program.

The 12 graduating firms were:

- ABE Home Improvement, LLC of Newark
- Adventus II, Inc. of Newark
- BMC Construction, LLC of Orange
- CDC Masonry Restoration, Inc. of East Orange
- First Class Electric of Cranford
- Hamlett Contractors, Inc. of Hillside

Members of the Authority
Communications Report
July 5, 2012
Page 2 of 3

- LJ Associate Contracting, LLC of Newark
- Oveter's Construction, Inc. of East Orange
- Phoenix HVAC, LLC of Lodi
- RB Construction & Electric, LLC of Rahway
- S&S Property Management of Trenton
- Tri-Con Construction of Randolph

SDA Highlights Recent Project Activity

The SDA issued press releases throughout the month of June to highlight recent project advancement. A press release was issued for the Notice to Proceed (NTP) for the Long Branch Catrambone Elementary School Constructability Review Phase. A release was also issued for the advertisement of the A. Chester Redshaw Elementary School design-build opportunity. This is the first project to advance from the Capital Portfolio using a design-build delivery method with a kit of parts application. SDA also distributed a release for the NTP of demolition work at the original Morgan Village Middle School.

SDA Announces the Recovery of More Than \$1.8 Million Across Three Separate Matters

The SDA, in cooperation with the Office of the Attorney General, Division of Law, recently received more than \$1.8 million through settlements across three separate matters. The first matter was settled following a formal mediation through the New Jersey Office of Dispute Settlement. The SDA recovered \$800,000 for costs associated with the environmental remediation of a property acquired for the construction of the First Avenue Elementary School in Newark. After a judgment in favor of the SDA in February 2010, the second matter reached final settlement in April 2012 while on appeal. SDA recovered \$483,535 in the settlement and a total of \$863,207 overall for costs associated with the cleanup of a property acquired for the Ronald Reagan Leadership Academy School Number 30 in Elizabeth. Finally, SDA reached a settlement agreement to recover \$561,924 for environmental remediation activities related to a property acquired for the construction of Public School Number 20 in Jersey City.

Authority Distributes ROD Grant Press Releases

The SDA has continued executing state grants across New Jersey through its Regular Operating District (ROD) grant program, furthering the Governor's commitment to providing the state's children with modern and efficient schools.

The chart below lists districts for which ROD grant press releases were distributed during June:

Members of the Authority
Communications Report
July 5, 2012
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County Name	District Name	State Share
Atlantic	Egg Harbor Township	\$1,756,742
Middlesex	Edison Township	\$821,278
Union	Roselle Borough	\$4,435,345

Report Prepared by: Edye Maier

MONTHLY FINANCIAL REPORT



1 WEST STATE STREET
P.O. BOX 991
MANTON, NJ 08625-0991
609-943-5955

MEMORANDUM

TO: The Members of the Authority

FROM: Sherman E. Cole, CPA /s/ Sherman E. Cole
Controller

RE: Monthly Financial Report – May 2012

DATE: July 5, 2012

The Office of the Chief Financial Officer is providing the attached monthly financial report to the Members of the Authority for their information. Included on pages 1 and 2 of this report is a “Financial Summary” of the Authority’s activities for the year. On pages 3 and 4 of the report is a summary of the Authority’s operating expenditures and headcount information. The basic financial statements and cash flow report follow.

Authority Operating Expenses (Actual vs. Budget)

For the May 2012 year to date period, Authority operating expenses total \$15.9 million which is **\$2.2 Million lower** than budget for the corresponding period. The variation of actual expenses versus budget is mainly due to:

- Personnel Expense has a **\$1.4M** positive variance because; 1) the Authority is currently 14 FTEs under budget, \$1.3M, and 2) expenditures for temporary staffing, and employee training are seasonally projected to occur evenly throughout the year;
- Contract and Professional Outside Services, **\$200K**, Spending has yet to occur as anticipated for; interagency DAG fees, and internal audit fees;
- Management Information System, **\$568K**, projected cost for the DOE Long Range Facility Project is now estimated to be no more than \$725K. Project activity will increase during the 2nd half of 2012.

Members of the Authority
July 5, 2012
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Authority Operating Expenses (Actual vs. Prior Year)

For the May 2012 year to date period, Authority operating expenses (\$15.9 million) have **decreased \$1.3M** as compared to the corresponding prior year. The decrease in expenses year-over-year is due to:

- Personnel Expense has a **\$1.4M** positive variance due to; 20 fewer FTEs.

School Facilities Project Expenditures (Actual vs. Prior Year)

For the May 2012 year to date period, project expenditures total \$67 million which is **\$9.7 million lower** than the spending for the corresponding prior year. The variance is associated with a decrease in construction work \$9.1M, and related project cost \$9.8M, offset by a \$9.2M increase in grant activity.

Other

Since program inception, 65.5% of the funds authorized for the SDA Districts have been disbursed. Additionally, since inception 96% of all SDA disbursements relate to school facilities projects and 4% relate to program administrative and general expenses. For the current year, program administrative and general expenses comprise about 17.9% of total disbursements.

Attachment



**New Jersey Schools Development Authority
Monthly Financial Report**

May 2012

(Unaudited)



New Jersey Schools Development Authority
 Financial Summary
 May 31, 2012

To: The Audit Committee

From: Sherman E. Cole, Controller

The following unaudited financial statements (pages 5 & 6) and supplementary information is presented as of, and for the year-to-date ending, May 31, 2012.

Selected Financial Information:

► Overall **Cash and Cash Equivalents** has decreased by \$82 million to \$281 million, as follows:

■ Receipt of bond and note proceeds (Issued by EDA)	\$ -
■ Investment earnings	58,806
■ Miscellaneous revenue	125,703
■ Project costs	(67,094,903)
■ SDA operating expenses	(14,586,786)
■ SDA capital expenditures	(26,142)
■ Deposits (primarily district local shares)	(170,574)
Net Change in Cash	<u>\$ (81,693,896)</u>

► **Prepaid Expenses** total \$628,036 as follows:

- Prepaid insurance of \$344,005.
- Prepaid rents of \$170,603 for the Authority's leased office space in Trenton and Newark.
- Prepaid MIS maintenance service contracts of \$84,279.
- Prepaid security deposits of \$10,937 for the Authority's leased swing space.
- Other prepaids of \$18,212.

► **Capital Assets** total \$1.1 million (net of accumulated depreciation of \$12.7 million), consisting of leasehold improvements (SDA offices), capitalized software, equipment, furniture and fixtures in support of SDA operations. Depreciation on capital assets is calculated using the straight-line method over the life of each asset. For the year to date, **Capital Expenditures** are \$26,142 and **Depreciation Expense** is \$381,356.

► **Accrued Liabilities** total \$148.9 million, as follows:

- Accrued project costs of \$37.1 million consisting of unpaid invoices (\$26 million); retainage (\$11.1 million).
- Pollution remediation obligations (PRO) under GASB 49 net to \$37.9 million (PRO liability \$40.4 million, offset by expected cost recoveries of \$2.5 million).
- Estimated liability for loss contingencies totaling \$61.7 million (contractor claims \$61.7 million).
- Payroll related liabilities of \$1.7 million.
- Post-employment benefits obligation of \$10.3 million.
- Other accrued liabilities of \$.2 million.

► **Deposits** total \$11 million, as follows:

- \$10.9 million is held for local share agreements (pass-through item).
- \$0.1 million is for other deposits (pass-through item).

(Continued on Next Page)



New Jersey Schools Development Authority
Financial Summary
May 31, 2012

Financial Summary (Continued)

School Construction Highlights:

► **Bond Proceeds & School Facilities Project Disbursements**

- During the current year to date, the SDA has received \$0 bond and note proceeds. The total amount of proceeds received from program inception is \$8.645 billion.
- Project disbursements for the month and year-to-date periods total \$17 million and \$67.1 million, respectively, as follows:

<u>Category</u>	<u>Month</u>	<u>Year-To-Date</u>	<u>From Inception</u>
■ Construction Contracts	\$ 1,758,956	\$ 12,533,880	\$ 3,687,165,258
■ Grant Agreements	14,605,228	48,100,985	2,317,971,082
■ Site Acquisition Contracts	391,498	2,809,778	569,906,011
■ Demonstration Projects	(483,534)	(1,579,616)	627,971,279
■ Project Management & Construction Management Firms	362,311	3,862,078	425,305,112
■ Design/Architect Contracts	287,698	1,442,143	393,856,605
■ Project Insurance	10,599	(2,608,875)	93,890,337
■ School Furniture & Technology Purchases	8,784	1,724,868	108,850,489
■ Interagency Agreements	0	67,342	44,757,508
■ Temporary Classroom Units (SDA owned)	0	0	34,157,261
■ Funding Agreements	20,204	70,714	29,546,664
■ Outside Legal & Claims Consulting Services	8,507	644,933	1,684,134
■ Other Project Costs	63,896	188,230	56,006,800
■ Project Credits	-	-	(40,146,574)
Total Project Disbursements	17,034,147	67,256,460	8,350,921,966
■ Less: Local Share Disbursements	-	(161,557)	(172,991,340)
Total Project Disbursements - State Share	\$ 17,034,147	\$ 67,094,903	\$ 8,177,930,626
■ Invoice Accruals at Month End (not included above)	\$ 26,023,609	\$ 26,023,609	

► **Program Funding & Disbursements Allocation** (From Inception)

	<u>Bonding Cap</u> ¹	<u>Available Funding</u> ²	<u>Paid to Date</u> ³	<u>% Paid to Date</u>
■ SDA Districts	\$ 8,900,000,000	\$ 9,006,523,795	\$ 5,900,793,705	65.5%
■ Regular Operating Districts	3,450,000,000	3,492,690,468	2,529,502,251	72.4%
■ Vocational Schools	150,000,000	151,705,785	95,958,256	63.3%
Totals - State Share	\$ 12,500,000,000	\$ 12,650,920,048	\$ 8,526,254,212	67.4%

► **Procurement Activity** (Current Year)

- 5 construction contracts have been awarded with an aggregate contract value of \$31,841,667.
- 0 design contracts were awarded on a year-to-date basis.
- 134 Section 15 Grant Agreements have been executed with an aggregate contract value of \$53,279,462 (State Share - Non-SDA Districts).
- 25 purchase orders have been issued for school furniture & technology (i.e., computers & related equipment) purchases with an aggregate contract value of \$1,001,532.

¹ Of the \$12.5 billion authorized for the school construction program, \$8,645,129,000 principal amount of bond and note proceeds have been received to date.

² Includes bonding cap amounts as well as other income and miscellaneous revenue earned to date, consisting primarily of interest income on invested funds and State appropriations.

³ These amounts include the allocation of SDA operating expenses and capital expenditures totaling \$348,323,586.



New Jersey Schools Development Authority
Flash Operating Report
May 31, 2012

	Year-To-Date Actual	Year-To-Date Budget	Year-To-Date Prior Yr	Variance - Favorable/(Unfavorable)		Annual Budget
				Actual vs. YTD Budget	Actual vs. Prior Yr	
Authority Operating Expenses:						
Salaries	\$ 7,814,218	\$ 8,179,715	\$ 8,430,350	\$ 365,497	\$ 616,132	\$ 19,681,320
Employee Benefits	5,895,386	6,864,574	6,691,202	969,188	795,816	12,658,486
Total Salaries & Benefits	13,709,604	15,044,289	15,121,552	1,334,685	1,411,948	32,339,806
Temporary Employees	-	41,665	-	41,665	-	100,000
Interagency Agreements	42,107	136,040	93,218	93,933	51,111	326,500
Other Contract & Professional Outside Services	77,810	183,870	58,716	106,060	(19,094)	410,400
Employee Expense Reimbursements	6,070	6,900	2,718	830	(3,352)	16,625
Training & Professional Development	8,673	36,285	13,721	27,612	5,048	79,730
Parking	20,556	21,250	23,160	694	2,604	51,000
Automobiles	26,135	30,415	24,240	4,280	(1,895)	73,000
Communications & Outreach	-	420	-	420	-	1,000
Management Information Systems	480,626	1,048,755	442,511	568,129	(38,115)	2,299,000
General Office & Facilities	1,562,235	1,581,495	1,456,722	19,260	(105,513)	3,795,916
Other General	6,334	5,960	4,772	(374)	(1,562)	14,100
Total Authority Operating Expenses	15,940,150	18,137,344	17,241,330	2,197,194	1,301,180	39,507,077
Reserve for Unforeseen Events & New Initiatives	-	31,250	-	31,250	-	75,000
SDA Capital Expenditures (Internal)	26,142	-	-	(26,142)	(26,142)	54,000
Total Authority Operations	<u>\$ 15,966,292</u>	<u>\$ 18,168,594</u>	<u>\$ 17,241,330</u>	<u>\$ 2,202,302</u>	<u>\$ 1,275,038</u>	<u>\$ 39,636,077</u>

(Continued on Next Page)



New Jersey Schools Development Authority
Flash Operating Report
May 31, 2012

Flash Operating Report (Continued)

SDA Headcount by Division/Unit	Current Month	EOY Budget	Variance
Office of Chief Executive Officer (CEO)	3	3	-
COS, Program Assessment & Development	7	7	-
COS, Special Projects	10	12	2
Program Operations, Program Operations Management	6	6	-
Program Operations, Capital Planning & Grants Admin.	26	28	2
Program Operations, Safety	10	10	-
Program Operations, Project Teams	75	80	5
Corp Governance & Operations, Management	3	3	-
Corporate Governance & Operations, Human Resources	10	10	-
Corporate Governance & Operations, Chief Counsel	12	12	-
Corporate Governance & Operations, MIS/Project Services	14	15	1
Corporate Governance & Operations, Facilities	6	6	-
Corporate Governance & Operations, Communications	10	10	-
Financial Operations, CFO Management	4	4	-
Financial Operations, Controller	12	12	-
Financial Operations, Contract Management	11	14	3
Financial Operations, Real Estate Services	6	7	1
Financial Operations, Procurement & Contract Services	9	9	-
Financial Operations, Risk Management & Vendor Services	12	12	-
Total Full-Time Employees	246	260	14
EOM Budget	260		



New Jersey Schools Development Authority
Statement of Net Assets and General Fund Balance Sheet
May 31, 2012

	<u>General Fund</u> <u>Total</u>	<u>Adjustments</u>	<u>Statement of Net Assets</u>	
			<u>Current Yr</u>	<u>Prior Yr End</u>
ASSETS				
Cash and Cash Equivalents	\$ 280,777,786		\$ 280,777,786	\$ 362,471,682
Receivables	165,498	\$ 558,297	723,795	2,417,841
Prepaid Expenses	628,036		628,036	965,346
Capital Assets (Net of Accumulated Depreciation of \$12,727,994.11)		1,114,288	1,114,288	1,469,503
Total Assets	\$ 281,571,320	\$ 1,672,585	\$ 283,243,905	\$ 367,324,372
LIABILITIES				
Accrued Project Costs	\$ 37,164,273	\$ 99,589,554	\$ 136,753,827	\$ 166,084,100
Accrued Other Post-Employment Benefits Obligation		10,330,827	10,330,827	9,545,523
Other Accrued Liabilities	852,815	1,012,091	1,864,906	1,634,528
Deposits	10,982,950		10,982,950	11,153,524
Total Liabilities	49,000,038	110,932,472	159,932,510	188,417,675
FUND BALANCE/NET ASSETS				
Invested in Capital Assets		1,114,288	1,114,288	1,469,503
Nonspendable:				
Prepaid Expenses	628,036	(628,036)		
Restricted:				
Schools Construction Build America Bond Program	213,681,569		213,681,569	258,299,957
Schools Construction Special Revenue Fund	18,261,677	(109,746,139)	(91,484,462)	(80,862,763)
Total Fund Balance/Net Assets (Deficit)	232,571,282	(109,259,887)	123,311,395	178,906,697
Total Liabilities and Fund Balance/Net Assets	\$ 281,571,320	\$ 1,672,585	\$ 283,243,905	\$ 367,324,372



New Jersey Schools Development Authority
Statement of Activities and General Fund Revenues, Expenditures and Changes in Fund Balances
May 31, 2012 Year-To-Date

	General Fund <u>Total</u>	<u>Adjustments</u>	Statement of Activities	
			<u>Current Yr</u>	<u>Prior Yr</u>
Revenues				
Program Revenues:				
Bond and Note Proceeds (Issued by EDA)	\$ -		\$ -	\$ -
Bidding Fees-Plans & Specs	16,400		16,400	450
General Revenues:				
Investment Earnings	58,806		58,806	422,243
Rental Income	94,661		94,661	101,600
Other Revenue-OPRA	14,642		14,642	157
Total Revenues	<u>184,509</u>	<u>-</u>	<u>184,509</u>	<u>524,450</u>
Expenditures/Expenses				
Employee Salaries & Benefits	12,924,300	\$ 785,304	13,709,604	15,121,552
Administrative & General Expenses	2,230,546		2,230,546	2,119,778
Capital Expenditures	26,142	(26,142)	-	-
Capital Depreciation		381,356	381,356	433,895
School Facilities Project Costs	39,458,305	-	39,458,305	40,742,186
Total Expenditures/Expenses	<u>54,639,293</u>	<u>1,140,518</u>	<u>55,779,811</u>	<u>58,417,411</u>
Excess of Revenues Over Expenditures	(54,454,784)	(1,140,518)		
Change in Net Assets			(55,595,302)	(57,892,961)
Fund Balance/Net Assets (Deficit)				
Beginning of Year	<u>287,026,066</u>	<u>(108,119,369)</u>	<u>178,906,697</u>	<u>369,703,884</u>
End of Period	\$ <u>232,571,282</u>	\$ <u>(109,259,887)</u>	\$ <u>123,311,395</u>	\$ <u>311,810,923</u>

NEW JERSEY SCHOOLS DEVELOPMENT AUTHORITY - Monthly Reports (For Informational Purposes)



**New Jersey Schools Development Authority
Summary of Cash Receipts & Disbursements
From Inception through May 31, 2012**

Cash Receipts - State Share

Cash Disbursements - State Share

Year	Principal Amount ¹ Bond Proceeds	Appropriations ² from State	Investment Earnings	Miscellaneous ³ Revenue	Project Costs	Operating Expenses	Gross Capital ⁴ Expenditures	Deposits ⁵	Totals
2000	-	\$1,510,975	\$5,013	-	-	\$639,406	\$1,150	-	\$875,432
2001	\$508,600,000	47,125,988	18,862,686	\$10	\$18,967,828	6,705,756	1,735,148	-	547,179,952
2002	629,400,000	(43,500,000)	9,991,010	221,897	460,970,915	11,318,973	1,440,184	\$11,453,239	133,836,074
2003	607,929,000	-	5,488,373	305,596	1,096,480,983	19,983,448	7,609,761	13,612,751	(496,738,472)
2004	1,700,000,000	-	8,098,130	356,167	1,289,801,167	28,882,347	844,489	6,299,119	395,225,413
2005	2,075,000,000	-	17,472,686	638,597	1,332,923,106	27,460,855	194,394	53,393,712	785,926,640
2006	600,000,000	-	39,701,591	446,994	1,069,330,378	30,483,062	349,158	(9,559,780)	(469,573,793)
2007	800,000,000	-	28,304,347	541,065	890,787,821	35,055,800	572,252	(24,223,201)	(121,793,662)
2008	450,000,000	-	13,584,070	837,796	880,936,507	39,760,922	940,178	12,538,723	(444,677,018)
2009	775,000,000	-	2,197,675	260,902	613,756,613	43,258,213	243,801	(40,375,956)	79,823,994
2010	499,200,000	-	(2,749,864)	171,035	282,888,651	41,612,847	82,769	(10,494,369)	161,542,535
2011	-	-	546,039	316,761	173,991,754	34,509,603	26,142	(1,490,714)	(209,155,413)
2012	-	-	58,806	125,703	67,094,903	14,586,786	26,142	(170,574)	(81,693,896)
Totals	8,645,129,000	5,136,963	141,560,562	4,222,523	8,177,930,626	334,258,018	14,065,568	10,982,950	\$280,777,786
Cash & Cash Equivalents									\$280,777,786

¹ Pursuant to the provisions of the Educational Facilities Construction and Financing Act (C.18A:7G-14a), as amended, the aggregate principal amount of bonds, notes or other obligations the EDA may issue to finance school facilities projects, and the costs related thereto, shall not exceed \$12.5 billion. This limitation excludes indebtedness incurred for refunding purposes.

² Represents funds received prior to the first bond issuance by the EDA in 2001.

³ Consists of rental income and cash receipts for bidding fees and OPRA requests.

⁴ Consists of leasehold improvements (SDA offices), capitalized software, furniture, fixtures & equipment for SDA operations.

⁵ Consists of deposits held for Section 13(B) Local Share Agreements (\$10,853,248); and other deposits (\$129,702)

⁶ 2010 Investment Earnings includes: 2009 New Brunswick legal settlement, \$144,736, and interest income \$1,299,176, offset by the Rebate Arbitrage payment of \$4,193,776



New Jersey Schools Development Authority
Interagency Agreements
May 31, 2012

<u>State of New Jersey Department / Agency</u>	<u>Service(s) Provided to SDA</u>	<u>Current Yr Payments</u>	<u>Payments from Inception through December 31, 2011</u>	<u>Total Payments</u>
<u>Included in Project Costs:</u>				
Department of Community Affairs	Provide code inspections, plan reviews and permits for schools.	\$ -	\$ 19,093,688	\$ 19,093,688
Department of Labor and Workforce Development	Provide training in construction trades to women and minorities pursuant to the Educational Facilities Construction & Financing Act (EFCFA). Also, provide enforcement of prevailing wage requirements on SDA projects.	-	10,541,812	10,541,812
Office of the Attorney General - Division of NJ State Police (services formerly provided by the Bureau of Fiscal Oversight and, prior to that, the Office of Government Integrity)	Perform prequalifying review and investigative services related to vendor integrity as required by the EFCFA.	-	5,038,478	5,038,478
Department of Education	Perform educational adequacy reviews for Abbott district schools.	-	3,276,059	3,276,059
New Jersey Institute of Technology	High Performance Schools guideline development and program implementation costs.	48,024	4,116,295	4,164,319
Rutgers University	Perform studies on the potential cost savings that could be realized through the use of standardized design elements, components, and construction materials. Also, includes fees paid to NJ Small Business Development Centers.	-	477,326	477,326
Department of Environmental Protection	Provide expedited environmental remediation review and support services.	19,318	1,611,081	1,630,399
Department of Transportation (terminated)	Provide relocation assistance services.	-	355,875	355,875
Other	Miscellaneous	-	179,552	179,552
Payments Included in Project Costs		<u>67,342</u>	<u>44,690,166</u>	<u>44,757,508</u>

(Continued on Next Page)



New Jersey Schools Development Authority
Interagency Agreements
May 31, 2012

Interagency Agreements (Continued)

<u>State of New Jersey Department / Agency</u>	<u>Service(s) Provided to SDA</u>	<u>Current Yr Payments</u>	<u>Payments from Inception through December 31, 2011</u>	<u>Total Payments</u>
<u>Included in Administrative & General:</u>				
Office of the Attorney General - Division of Law (TRE009)	Provide legal services and contract reviews. Also, provide legal support for environmental cost recoveries.	107,558	9,484,870	9,592,428
Governor's Authorities Unit	Annual assessment (not all years)	-	109,388	109,388
Office of the Inspector General (TRE030) (terminated in 2010)	Salaries & benefits for Assistant Inspector Generals assigned to SDA. .	-	858,872	858,872
Rutgers University, Center for Organizational Development and Leadership (RUT009) (terminated)	Assist SDA in the development of a mission statement, vision statement and statement of values.	-	8,300	8,300
Department of Community Affairs (terminated)	Salaries & benefits for DCA employee assigned to SDA.	-	349,471	349,471
Payments Included in Administrative & General		<u>107,558</u>	<u>10,810,901</u>	<u>10,918,459</u>
Total Interagency Payments		<u>\$ 174,900</u>	<u>\$ 55,501,067</u>	<u>\$ 55,675,967</u>

PUBLIC COMMENT STATEMENT

We will now begin the Public Comment Portion of the Meeting consistent with the New Jersey Open Public Meetings Act.

We would ask that any member of the public who wishes to address the Board limit their comments to 3 minutes. If there are multiple individuals from the same organization or district who wish to address the Board on the same matter, we would ask that you come up together to offer your remarks.

Please keep in mind that public comment is to afford citizens the opportunity to comment on matters pertinent to the Authority's business. Should you seek answers to questions on any topic, please contact the Authority at 609-943-4585 at your convenience.