

Timely permitting from the City of Portland remains a challenge on the major projects. To date, the High School projects have, with the City's cooperation, found "work-arounds" which are not uncommon on fast-track projects. The building permit for Faubion is due right at New Year and any delay there could delay construction.

The Committee continues to have concerns about market conditions causing price increases, and staff reports challenges in the bid market. The subcontract buy-out at Roosevelt is largely complete and the project contingency has remained intact. At Franklin, additional costs have been experienced and, although the project budget remains intact, contingency has been reduced. A subcommittee of the BAC will be meeting with project staff to review this situation.

There was a slight overrun on IP 2015 work due to unforeseen conditions, but both IP 2015 – Science and IP 2015 – Maplewood have experienced savings so, overall, the summer work will return some funds to the program budget. The experience with unforesee

made in the future.

In total, consultants are meeting the District's 18% goal.

We are also very sorry to see Michelle Platter leave the District. Michele has served as Project Director for the Roosevelt High School project (and previously handled the Marysville rebuild) where she exhibited intense commitment and professionalism. We understand that a succession plan is underway, but Michelle will be missed.

Summary

The summer of 2015 allowed Portland taxpayers multiple opportunities to see their money at work at 31 schools all over the District, including Franklin and Roosevelt. The pace will only increase going forward. In our judgment, the citizens' money continues to be well spent and effectively managed.

We remain impressed by the quality and professionalism of OSM staff as well as the design and construction teams, and thank the Board for this opportunity to serve and play a small part in a very successful bond program.