



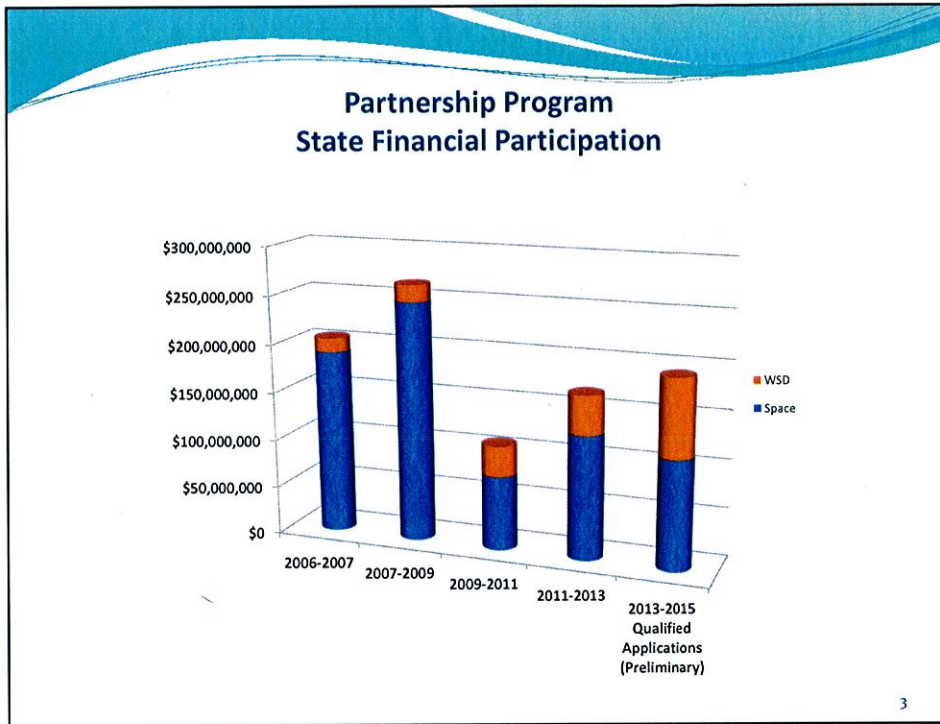
**Partnership Program Draft Rules  
Education Service Cooperatives**

ARKANSAS DIVISION OF PUBLIC SCHOOL ACADEMIC  
FACILITIES AND TRANSPORTATION

September – October 2012

**Educational Facilities Partnership Fund  
Committed Projects**

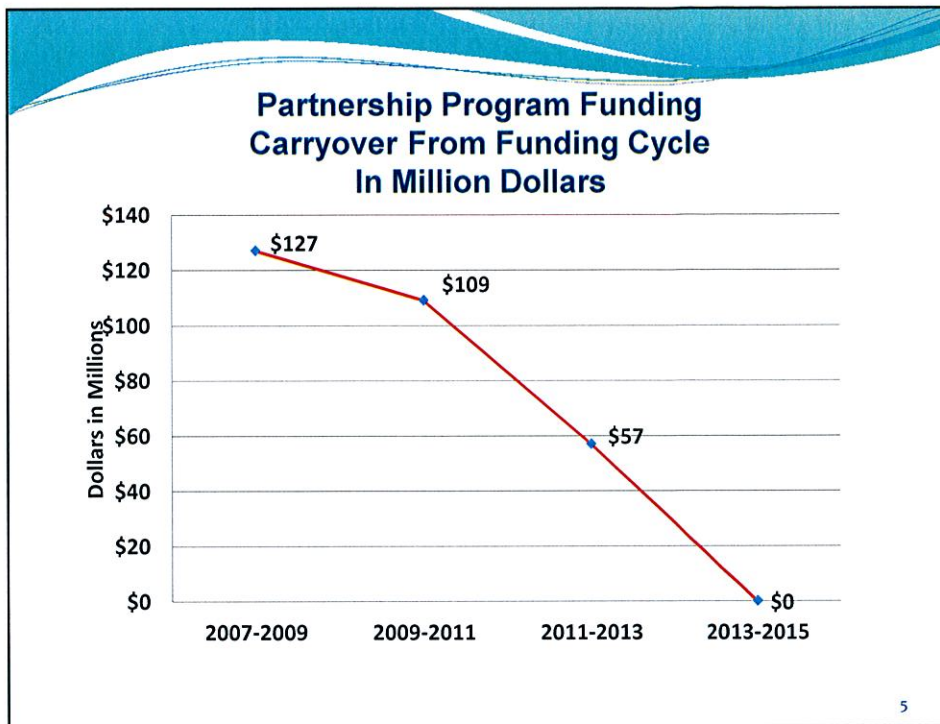
Immediate Repair	\$28,079,953.32
Transitional	\$86,000,000.36
Catastrophic	\$2,448,856.00
<b>PARTNERSHIP</b>	<b><u>\$746,147,265.58</u></b>
<b>TOTAL COMMITTED PROJECTS</b>	<b>\$862,676,075.46</b>



### Partnership Program Funding Approximate in Million Dollars

Revenue Stabilization	\$35M / FY
Bonded Debt Assistance Savings	<u>\$15-\$25M / FY</u>
Approximate Yearly Budget	\$60M / FY
Act 1031 of 2007 ( <i>One Time</i> )	<b>\$456M</b>

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### Partnership Program Ranking Process (Partnership Program Rules – Section 5.05)

		CURRENT
<b>FIRST PRIORITY</b>	Project Type:	WARM, SAFE, DRY <b>(System Replacement)</b>
	Ranking Factors:	Facility Condition Index (FCI)
		Wealth Index
10-Year Enrollment Growth %		
<b>SECOND PRIORITY</b>	Project Type:	SPACE <b>(Growth, Suitability, Condition Replacement)</b>
	Ranking Factors:	Facility Condition Index (FCI)
		Wealth Index
		10-Year Enrollment Growth %

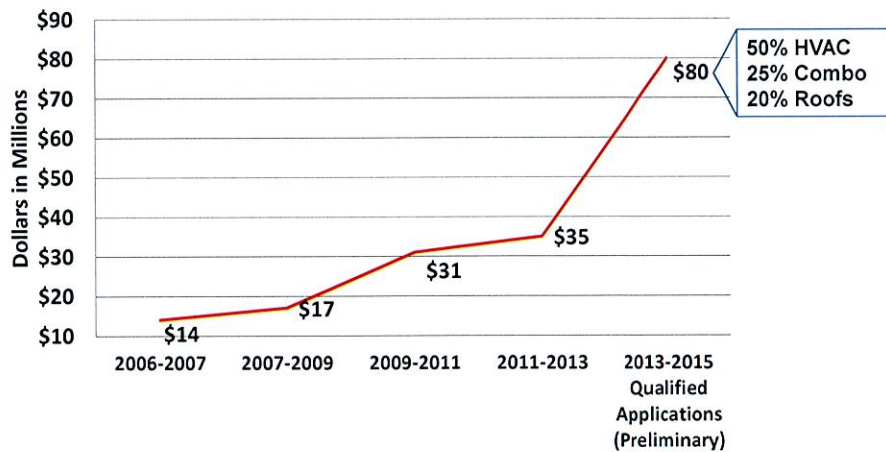
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### Warm, Safe, and Dry Projects (Partnership Program Rules – Section 3.34)

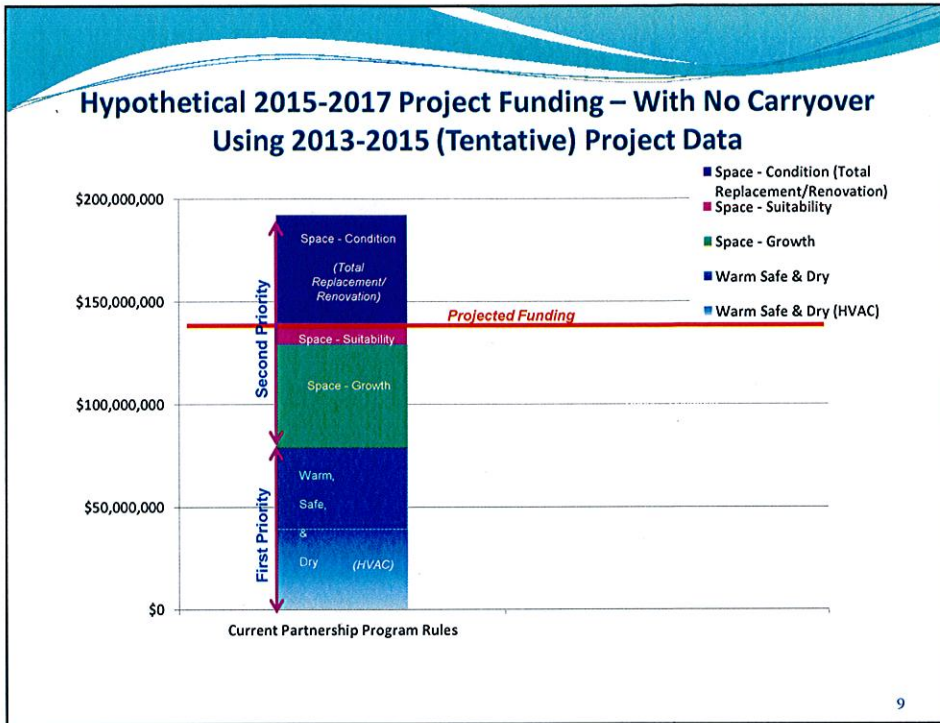
- Qualified Systems
  - Roofs
  - HVAC
  - Fire/Safety
  - Plumbing
  - Electrical
  - Structural
  
- Task Force Expectations
  - State facilities program about new academic facilities
  - Immediate needs addressed in program start-up
  - Diminishing requirements for Warm, Safe, and Dry repairs

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### Partnership Program Projects – Warm, Safe, and Dry State Financial Participation



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### Ozarks Unlimited Resources Center Partnership Program Through 2011-2013 Funding Cycle

PROJECT TYPE	STATE FINANCIAL PARTICIPATION	NUMBER OF PROJECTS	NUMBER OF DISTRICTS
<b>WARM, SAFE, DRY</b> (SYSTEM RENOVATIONS)	\$4,040,643	24	6
<b>SPACE</b>			
GROWTH	\$2,194,971	6	3
SUITABILITY	\$11,752,600	14	5
CONDITION REPLACEMENT	\$7,517,175	6	3
<b>TOTAL SPACE</b>	<b>\$21,464,746</b>	<b>26</b>	<b>7</b>
<b>GRAND TOTAL</b>	<b>\$25,505,388</b>	<b>50</b>	<b>10</b>

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### Concerns with Current Partnership Program Rules

- Warm, Safe and Dry System Replacements
  - Funded in lieu of Space projects
  - Short-term, fragmented approach to building life cycle
- Ranking Factors (*FCI, Wealth Index, 10-Year Growth %*) favor “growing” districts for all projects
- FCI values may not accurately reflect building condition

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### What is the Partnership Program Proposal?

- Modify Partnership Program Rules
  - Redefine and enhance Warm, Safe, and Dry system replacement to Warm, Safe, and Dry facility replacement (*or total renovation*) projects
  - Revise the project prioritization/ranking process

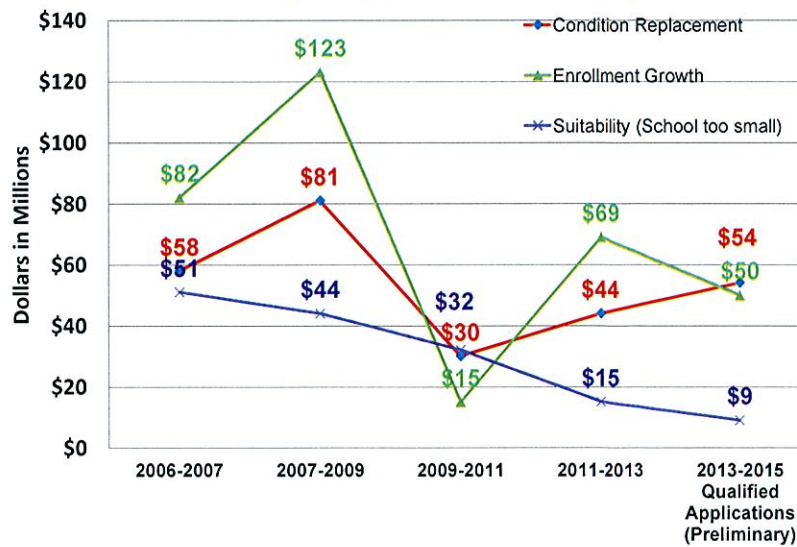
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### Partnership Program Funding Process Proposal

		CURRENT	PROPOSED
FIRST PRIORITY	Project Type:	WARM, SAFE, DRY (System Replacement)	SPACE (Growth, Suitability)
	Ranking Factors:	Facility Condition Index (FCI)	
		Wealth Index	
	10-Year Enrollment Growth %	10-Year Enrollment Growth %	
SECOND PRIORITY	Project Type:	SPACE (Growth, Suitability, Condition Replacement)	WARM, SAFE, DRY (Building Replacement or Total Renovation)
	Ranking Factors:	Facility Condition Index (FCI)	Campus Value Ranking
		Wealth Index	Wealth Index
	10-Year Enrollment Growth %		

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### Partnership Program Projects - Space



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### Other Features of Proposal

- Division to develop a state-wide academic building value list
  - All academic buildings depreciated 2% per year (*50-year life*)
- School districts must address all academic buildings with 0% value in Master Plan

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### Summary

- At current funding levels, more prudently uses funds available for:
  - Growth and Suitability projects
  - Warm, Safe, and Dry facilities using a comprehensive, building life-cycle approach

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## Draft Rules 2012 Calendar

- August 22 Commissioner's Advisory Group
- August 22 AAEA Executive Director and Assistant Director
- August 23 Academic Facilities Review Board (*Teleconference*)
- August 27 Facilities Consultants
- August 30 Advisory Committee on Public School Academic Facilities
- September 7 Commission Meeting to release Draft Rules for Public Comment
  
- September 7 – October 12 30-Day Public Comment Period
- October 2 – 1:00 p.m. Public Comment Hearing
- October 26 – 9:00 a.m. Commission Meeting to review Draft Rule Comments
  
- December Appear before Legislative Rules Sub-Committee (*if Commission approves Rule revisions*)

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## Master Plan / Partnership Program Dates New Rules

February 1, 2013		Preliminary Master Plan
Spring / Summer / Fall 2013		Master Plan Consultation Meetings
By May 1, 2013		Approved 2013-2015 Partnership Program List <i>(Current Rules)</i>
February 1, 2014		Final Master Plan
March 1, 2014		2015-2017 Partnership Program Application
September 1, 2014		Master Plan Approval
By May 1, 2015		Approved 2015-2017 Partnership Program List

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## Division Website

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## Rules Public Comments Hearing

**Public Comment Hearing**

October 2, 2012, Tuesday  
 1:00 p.m.  
 Auditorium  
 Arkansas Department of Education  
 Four Capitol Mall Room 404-A  
 Little Rock, AR 72201

**Comments may be mailed to**

Office of Legal Services  
 Arkansas Department of Education  
 Four Capitol Mall Room 404-A  
 Little Rock, AR 72201

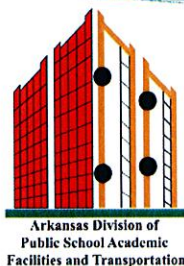
**Comments may be e-mailed to**

ADE.RulesComments@arkansas.gov

**Comments may be submitted online at**

<http://arkansased.org/divisions/legal/rules/pending>

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## Partnership Program Draft Rules Education Service Cooperatives

ARKANSAS DIVISION OF PUBLIC SCHOOL ACADEMIC  
FACILITIES AND TRANSPORTATION

September – October 2012

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## Education Service Cooperatives Meeting Dates

COOPERATIVES	DATES
Dawson Education Service Center	September 12, 2012
Arkansas River Education Service Center	September 13, 2012
LRSD, NLRSD, PCSSD	September 14, 2012
South Central Education Service Center	September 17, 2012
Southwest Arkansas Education Service Center	September 18, 2012
Wilbur D. Mills Education Service Center	September 19, 2012
Western Arkansas Education Service Center	September 20, 2012
Ozarks Unlimited Resources Center	September 25, 2012
Northeast Arkansas Education Service Center	September 26, 2012
Great Rivers Education Service Center	September 27, 2012
Northwest Arkansas Education Service Center	October 4, 2012
Northcentral Arkansas Education Service Center	October 10, 2012
Arch Ford Education Service Center	October 11, 2012
Southeast Arkansas Education Service Center	October 17, 2012
DeQueen/Mena Education Service Center	October 18, 2012
Crowley's Ridge Education Service Center	October 24, 2012

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