

I. P24-003 New Hobbs MS (Hobbs) – Award Language Change & Construction Funding Request**II. Presenter(s):** Iris K. Romero, Executive Director**III. Potential Motion:**

Council approval to amend the current Standards-based award to Hobbs Municipal Schools For the new Hobbs Middle School to include:

- An increase in the maximum allowable gross square footage from 96,789 to 109,576 GSF.
- 5% waiver for FMAR scores for both schools, resulting in a total state match of 49% And local match of 51%.
- Advance of up to \$13 million, which can be applied towards either new Hobbs Middle School or Heizer Middle School
- Soft costs will be calculated at 10% of both allowable and above allowable amounts with the 49%/51% split.
- The district will certify to PED that it has sufficient operational reserves to contribute \$11 million to construction of the new Hobbs Middle School and Heizer Middle School without negatively impacting its operations. PED will approve the use of these operational funds for capital purposes.
- Construction phase funding totaling \$63,834,543 with a state match of \$31,278,926 (49%) and local match of \$32,555,617 (51%).
- A partial waiver of the local match totaling \$14,101,763 for a revised state match of \$45,380,689 and a revised local match of \$18,453,854.

IV. Executive Summary:**Request:**

- Construction phase funding for the replacement facility with an increase in the maximum allowable gross square footage from 96,789 to 126,400.
- A local match reduction for the full amount of the local construction costs
- Approval of a reduction of the local match by 5% for outstanding FMAR scores.
- Calculate the above allowable cost on a space by space cost per square foot basis in lieu of a whole building cost per square foot.

Staff Recommendation:

- An increase in the maximum allowable gross square footage from 96,789 to 109,576 GSF.
- 5% waiver for FMAR scores for both schools, resulting in a total state match of 49% and local match of 51%.
- Local match reduction of \$14,101,763 due to enrollment growth

- Advance of up to \$13 million, which can be applied towards either new Hobbs Middle School or Heizer Middle School
- Soft costs will be calculated at 10% of both allowable and above allowable amounts with the 49%/51% split

Key Points:

- The recommended GSF of 109,576 includes the 104,376 which is afforded by the GSF calculator. It also includes 5200 GSF for an auxiliary gym. The Adequacy Planning Guide allows for an auxiliary gym if the district has the need based on program and FTE.
- It was determined based on a deeper cost estimate analysis that in addition to the 7% contingencies included in the contractor's bid and previous design awards, only 10% for soft costs was needed.

Additional History

August 2023

- PSFA and Hobbs school district presented a recommendation for design phase funding for a replacement facility.
- Maximum allowable 85,380 GSF for 640 students, grades 6-8.
- Educational specifications proposed 93,397 GSF plus an additional 32,235 GSF not eligible (total 125,632 GSF).
- District planned to design for 775 students per educational specifications.
- PSFA's enrollment data did not align with the district's, indicating overcapacity by 300 students.
- District informed they could request to increase design capacity to 775 if justified.

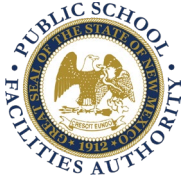
October 2024

- Heizer Middle School presented to the Council with a PSFA recommendation to increase design capacity to 775, taking them to 96,789 GSF.
- District can fund their local share.
- PSFA indicated the district is choosing to design bigger but only recommending what the calculator allows.

Currently

Exhibit(s):

A – PSFA Recommendation Report: P21-004 Heizer Middle School
 B – Hobbs Municipal Schools letter, dated March 2025
 C – Hobbs Waiver Scenario
 D – Statement of Financial Position



PSFA Recommendation Report

Out-of-Cycle

Hobbs Municipal Schools New Hobbs Middle School (P24-003)	Construction Phase Funding
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District Request & Information

Award language change to include:

- Construction phase funding for the replacement facility with an increase in the maximum allowable gross square footage from 96,789 to 126,400.
- Approval of a reduction of the local match by 5% for outstanding FMAR scores.
- Superintendent: Gene Strickland
- District Representative: Doug Young

PSFA Staff Recommendation

Award language change to include:

- Construction phase funding for the replacement facility with an increase in the maximum allowable gross square footage from 96,789 to 109,576
- Approval of a reduction of the local match by 5% for outstanding FMAR scores.

Award Language

- Subcommittee recommendation for Council approval to amend the current Standards-based award to Hobbs Municipal Schools for the New Hobbs Middle School to include:
 - An increase in the maximum allowable gross square footage from 96,789 to 109,576 GSF.
 - 5% waiver for FMAR scores for both schools, resulting in a total state match of 49% And local match of 51%.
 - Advance of up to \$13 million, which can be applied towards either new Hobbs Middle School or Heizer Middle School
 - Soft costs will be calculated at 10% of both allowable and above allowable amounts with the 49%/51% split.
 - The district will certify to PED that it has sufficient operational reserves to contribute \$11 million to construction of the new Hobbs Middle School and Heizer Middle School without negatively impacting its operations. PED will approve the use of these operational funds for capital purposes.
 - Construction phase funding totaling \$63,834,543 with a state match of \$31,278,926 (49%) and local match of \$32,555,617.
 - A partial waiver of the local match totaling \$14,101,763 for a revised state match of \$45,380,689 and a revised local match of \$18,453,854.

Potential Award Funding

Request Summary	State Match 49%	Local Match 51%	Total	Above Allowable
Bid Amount	\$27,974,731	\$29,116,557	\$57,091,288	\$10,341,267
Soft Costs (10%)	\$3,304,195	\$3,439,060	\$6,743,255	\$1,034,127
Subtotal	\$31,278,926	\$32,555,617	\$63,834,543	\$11,375,394
Local Match Reduction	\$14,101,763	\$(14,101,763)	\$-	\$-
Advance	\$-	\$-	\$-	\$-
Recommended Funding	\$45,380,689	\$18,453,854	\$63,834,543	\$11,375,394

Project Information

Project Information

- PSFA Regional Project Manager: Sarah Volcko
- Design Professional: Parkhill, Smith, Cooper Architecture
- General Contractor: Bradbury Stamm Construction
 - Other CMAR Proposals Received: (1 total) Jaynes Corporation
- Project Delivery Method: Construction Manager at Risk (CMAR)

Scope of Work

- | | |
|--|--|
| <ul style="list-style-type: none">• Construction of a new facility• Design capacity: 775 students• Current enrollment: Enrollment is to be determined. | <ul style="list-style-type: none">• Maximum allowable GSF: 104,376• Above allowable GSF: 21,772 |
|--|--|

Phasing

- Complete: Design
- Current Request: Construction phase funding

Award History

Original Award

- August 2023
- Standards-based Award: full replacement
- Ranking: N/A
- wNMCI: N/A
- Original Award Language:
 - Council approval to award Hobbs Municipal Schools (HMS) a standards-based project for a new middle school (MS) facility including design phase funding for a new facility up to the maximum allowable 85,380 GSF for 640 students, grades 6-8, with a state match of \$2,415,034 (44%) and a local match of \$3,073,680 (56%) for the design phase total of \$5,488,714. The district may return to the Council with updated enrollment numbers to justify the increase from 640 to 775 and a corresponding increase to the total project cost. Upon completion of the design phase work, the district may return to the PSCOC for out of cycle construction phase funding.
- Estimated MACC: \$350 / SF
- Estimated Total Project Cost: \$54,887,143

Out-of-Cycle Award

- August 2024
- Increased design capacity and maximum allowable gross square footage
- Award Language:
 - Council approval to amend the current Standards-based award language to Hobbs Municipal Schools for the New MS to include an increase in the design capacity by 135 students for a total of 775 students, grades 6- 8th, with a maximum allowable gross square footage of 96,789 GSF. No additional funding is needed at this time for the amended design capacity. Upon completion of the design phase work, the district may return to the PSCOC for out-of-cycle construction phase.

Out-of-Cycle Award

- January 2025
- Early Work Package
- Award Language:
 - Council approval to amend the current Standards-based award to Hobbs Municipal Schools for the New Hobbs Middle School to include partial construction phase funding, early work package for site work and road construction including utilities. The total request is \$9,802,637 with a state match of \$4,313,340 (44%) and a local match of \$5,489,297 (56%). Upon completion of the design phase, the district may return to the PSCOC for out-of-cycle construction phase funding.

District Financial Information

State / Local Match

- Local match: 51%
- State match: 49%
- The district does have adequate funds to accommodate the local share of this request.

Planning Summary

☒ Facilities Master Plan is Current

A. FMP Dates: 2021-2026

B. FMP Priority for School:

Replacement of Heizer Middle School and construction of a fourth middle school are top FMP priorities.

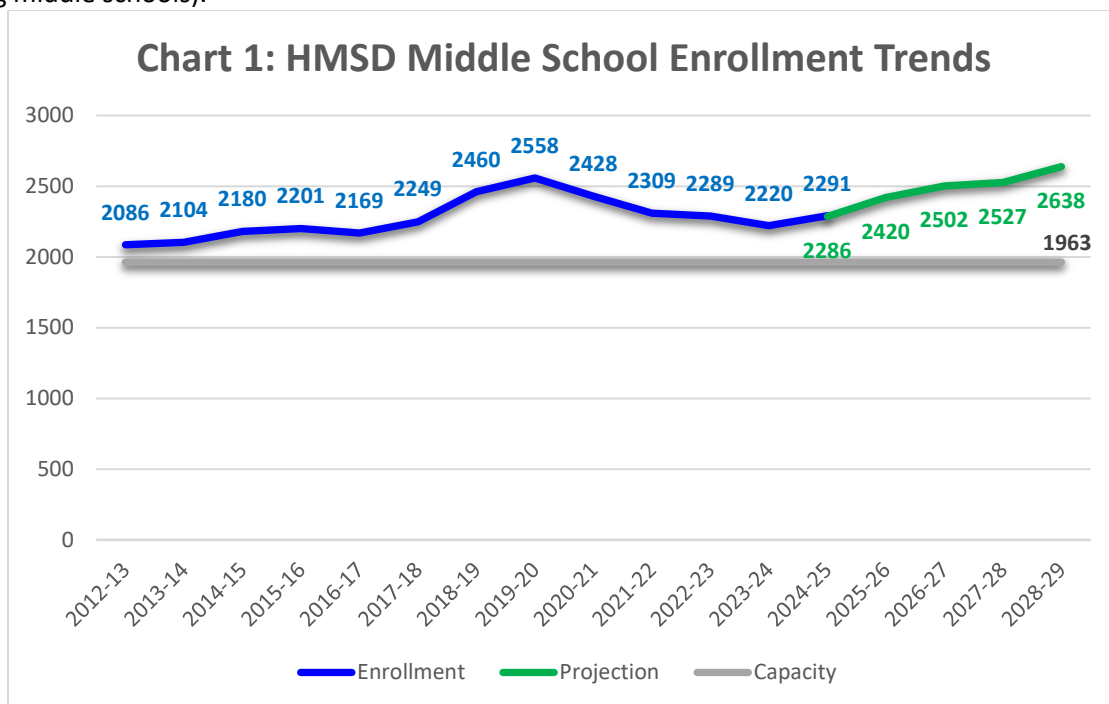
C. Key Facts

- The district is seeking 775-student enrollment at both the new middle school and Heizer Middle School of 775. The district's current and projected middle school enrollment supports 775 at both these initial projects. The district eventually wants to replace Houston and Highland Middle Schools as well with the same enrollment numbers.
- The district is requesting a middle school facility totaling 126,147 GSF.
 - Under the previous PSFA GSF Calculator, the eligible GSF totaled 96,789 for a middle school with 775 enrollment. The district actually requested 98,050 GSF in the program statement.
 - The requested GSF of 126,147 is 29,358 GSF over the 96,789 GSF eligible per the previous calculator.

- Under the new PSFA GSF Calculator, the eligible GSF totals 104,376 GSF for a middle school enrollment of 775. The district's desired GSF for the new middle school and Heizer middle school is 21,772 GSF over the eligible amount.
- The district's desire for additional GSF relates to expanded special education curriculum and, robust elective offerings with high utilization. There are some spaces within the educational program typically not eligible for PSCOC funding while others can be eligible based on utilization, program need and FTE assignment. Each middle school contains an auxiliary gym and main gym with full day utilization and FTE assignment and could fall under eligibility under this provision.

D. Enrollment Update

Chart 1 provides an overview of the Hobbs Middle School enrollment trends and projection (district-wide 6th-8th at all three existing middle schools).



Source: NMPED 40-Day Enrollment Count; Projection based on adjustments to the Middle School Enrollment and Capacity Study

- The district intends to retain all three existing middle schools plus build the fourth school, each with a balanced enrollment of 775 and similar educational programs.
- In 2024, the PSCOC approved an award language change for the new Hobbs middle school and Heizer Middle School to increase the design capacity to 775 students.
- Based on current growth trends and anticipated development in the Hobbs community, PSFA planning staff can continue to support 775 in the new Middle School and Heizer projects but will need to see higher rates of growth before supporting 775 at the next two middle school projects.
- Each district middle school is operating at or over capacity.

Table 1: Enrollment and Capacity in the Hobbs Municipal School District						
MS School	2024-25 Enrollment	Functional Capacity w/ Portables	Available Capacity w/o Portables	Vacant Rooms (At time MS Study)	Classroom Occupancy Rate	Facility Utilization Rate
Heizer	606	622	16	0	97%	96%
Highland	808	639	-169	0	126%	92%
Houston	829	702	-127	0	118%	95%
TOTALS	2243	1963	-280	0	114%	94%

Source: Enrollment – NMPED 40-Day Counts; Capacity and Utilization - 2023 Middle School Enrollment Study

E. Project Overview

This section provides an overview of the new Hobbs Middle School and Heizer Middle School projects. The district is using the same program of spaces for each project as well as requesting the same GSF for each campus.

Table 1 provides a summary of the project utilizing both the former GSF calculator and the new GSF calculator. Initially, the district was requesting 126,530 GSF in the project or 29,358 GSF over the eligible amount of 96,789. The district actually requested that 98,050 GSF be made eligible with the remaining due to increases in special education spaces.

Table 1: Program Statement (Previous GSF Calc. vs ODR-4 and new GSF Calc)	
Programmed Enrollment	775
GSF programmed in Program Statement	126,530
GSF Eligible using Former GSF Calc	96,789
GSF Above Eligible Using Former GSF Calc	29,358
GSF programmed in ODR-4	126,147
GSF Eligible Using New GSF Calc	104,376
GSF Above Eligible Using New GSF Calc	21,772

The new PSFA GSF calculator increased the eligible GSF by 7,587 GSF over the previous calculator for a 775-students middle school.

Table 2 provides a similar comparison but with a focus on each space area within the school, showing the areas that increased under the new GSF calculator. The ODR-4 section represents the current district request.

Table 2: Area Summary	Program Statement			ODR-4		
	Eligible	Above Eligible	TOTAL	Eligible	Above Eligible	TOTAL
Core Academics	14,580	1,620	16,200	15,408	792	16,200
Special Ed	8,300	900	9,200	10,366	-756	9,610
Special Use Classrooms	18,920	7,004	25,924	20,469	4,492	24,961
Physical Education	12,400	9,000	21,400	12,450	9,100	21,550
Media Arts	2,725	-	2,725	2,538	150	2,688
Food Service	6,275	500	6,775	5,425	424	5,849
Admin	1,313	912	2,225	1,313	1,037	2,350
Parent Workroom	150	-	150	150	-	150

Health	775	-	775	775	-	775
Lounge	775	-	775	775	-	775
IT Distribution	120	-	120	120	-	120
Storage	2,002	-	2,002	2,975	-	2,975
Technology Support	300	-	300	300	-	300
NSF	68,635	19,936	88,571	73,064	15,239	88,303
TARE	29,415	8,544	37,959	31,311	6,533	37,844
TOTAL	98,050	28,480	126,530	104,375	21,772	126,147

The table shows that while the actual GSF reduced in ODR-4, the amount of space the district is seeking to be placed in the eligible column increased as it corresponds to the increase in the GSF calculator.

The district is requesting an increase in GSF over that allowed by the calculator based on expanded special education spaces, CTE spaces, utilized auxiliary gym, weight room, and variety of popular elective offerings. The district has provided PSFA with elective numbers and utilization. Some of the spaces the district is requesting are not eligible per the current Adequacy Planning Guide. For example, the program for both the new middle school and Heizer contains weight rooms and athletic locker rooms. The Adequacy Planning Guide states these spaces are not eligible.

For other spaces, the Adequacy Planning Guide does allow for some discretion in their potential eligibility. Within the new middle school/Heizer programs, there is a main gym and auxiliary gym. The Adequacy Planning Guide suggests auxiliary gyms may be eligible if they are highly utilized for instruction and supported by educational needs. All Hobbs middle schools have four physical education FTEs and the current gym space is utilized fully in main and auxiliary gyms.

Maintenance Summary

The Hobbs Municipal School District does meets all statutory requirements (as of March 3, 2025)

- **Preventive Maintenance Plan is current**
 - Last updated June 17, 2024 (Annual update required; 6.27.3.11 NMAC)
 - Previous plan rated Outstanding, exceeding statute criteria.
- **Quarterly FIMS Proficiency Reports:** Outstanding user of all 3 State provided FIMS maintenance resources.
 - **PM Completion Rate:** 100% performance rating, below the 90% recommendation
- **Facility Maintenance Assessment Report (FMAR):** district average is **88.63%**, Good.
 - The district is maintaining their assets and facility conditions to an overall 89% Good level (district average), currently above the recommended 70% (FMAR 4th cycle)
- **Facility Maintenance Assessment Report (FMAR):**
 - The district average FMAR score for the 4th FMAR cycle (2023-Present) is 94.69%.
 - The district average FMAR score for the 3rd FMAR cycle (2017-2023) is 88.63%, Good.
 - The district is maintaining their assets and facility conditions to an overall 90% Outstanding level (district average), currently above the recommended 70% (FMAR 4th cycle)

Staff Recommends:

- Continue their diligence towards improved core maintenance to 90% (Outstanding) ratings;
- Continuing their use of the FIMS tools to drive district maintenance performance
- Respond to subsequent FMARs through the 60-day response process supporting quality facility conditions, addressing all deficiencies.

Historic and Current PSCOC Funded Projects

Current active projects: 2

Historic projects: 31

Fiscal Year Funded	Facility Name	Project Type	PSCOC Funding
Current Projects			
2023-2024	New MS	Standards-Based	\$ 6,728,374
2020-2021	Heizer MS	Standards-Based	\$ 2,448,034
Total Funding			\$ 9,176,408
Historic Total Project Funding (2001-2024)			\$ 61,398,210

Site Plan / Renderings





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March 2025

Iris Romero, Executive Director
Public School Facilities Authority
1312 Basehart Drive SE
Albuquerque NM 87106

Re: Hobbs Municipal Schools; New Middle School P24-003 and Heizer MS P21-004

Dear Ms. Romero and Public School Capital Outlay Council,

I am writing to formally request the next phase of funding, construction phase. As we have completed programming and design, with engagement and participation from our community, staff, students and PSFA staff; the process has communicated items for consideration. With that request, we have those relevant items for the council to consider: (1) that the 126,400 square feet be considered for functional capacity in relation to the construction of a 4th middle school (P24-003) and the replacement of Heizer Middle School (P21-004); (2) 5% match for exemplary and sustained FMAR scores; and (3) local match waiver for Heizer Middle School replacement. This request is critical to ensuring our facilities align with the programming needs and curriculum requirements set forth by the New Mexico Public Education Department (PED) and our community's commitment to quality, equitable and sufficient spaces for our students.

On behalf of Hobbs Municipal Schools, I would like to formally present our district's due diligence in reducing the original estimated cost of two critical middle school projects from \$181.5 million to \$152 million. This is at the same time that construction costs have risen astronomically since 2021 when bond planning occurred. Our efforts have included aggressive bidding procurement with multiple bids on each scope of work, obtaining a variance from CID to reduce EV charging stations, modifying design materials through our professional team, and adjusting kitchen specifications from a full-service kitchen to a warming kitchen. These strategic decisions reflect our commitment to financial responsibility while maintaining high educational standards.

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1515 E Sanger, Hobbs NM 88240

575.433.0100

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Student-Centered

*Every
Decision
impacts
students
experiences
positively*

Service

*Meet the
need*

Capacity

Building
*Growing
others and
ourselves*

Innovation

*Willingness
to adapt in
the best
interest of all
learners*

Sustainable

High

Performance

*A reflective
commitment
to excellence*





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In light of these efforts, we respectfully request that the Public School Capital Outlay Council (PSCOC) consider the following:

Functional Capacity Considerations – As we work to develop modern, effective learning environments for our students, it is imperative that the square footage allocated meets the instructional and operational needs of our schools. The programmed space is necessary to accommodate the specialized programming, extracurricular activities, and student support services that are essential for a comprehensive middle school experience. These spaces include CTE spaces, physical education in multi-purpose spaces and special education spaces for unique programming. Additionally, compliance with PED curriculum requirements necessitates adequate facilities to support diverse educational opportunities, career relevant experiences, including STEM, physical education, fine arts, and special education programs.

5% Match for Superior FMAR Scores – Hobbs Municipal Schools has consistently maintained an average FMAR score above 90% for the past five years and has a current score of 92.09, demonstrating our commitment to facility maintenance excellence. We kindly request that PSCOC grant the 5% match in recognition of our superior FMAR performance, as per the established criteria.

Local Match Waiver for Heizer Middle School – Hobbs has committed \$50 million in General Obligation (GO) Bond funding and an additional \$11 million from cash reserves for these two middle school projects. We request a local match waiver for Heizer Middle School, which would allow us to allocate funding to support the construction of a new (4th) middle school, as well as cover the cost of furniture, fixtures, and equipment (FFE) not included in the construction budget.

There are financial benefits to designing and constructing these two projects simultaneously and by utilizing Construction Manager At Risk (CMAR) as our delivery vehicle. Those financial benefits are realizing an economy of scale benefit by having coordination with suppliers, contractors and materials providers. The simultaneous projects are a cost savings to both the State of New Mexico and Hobbs Municipal Schools.

Granting these requests will enable Hobbs Municipal Schools to continue providing high-quality educational facilities that support student success and meet the instructional and operational needs of our community. We appreciate your

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consideration of these critical funding matters and look forward to working collaboratively with NMPSFA and PSCOC to achieve these goals.

Hobbs Schools has maintained a long and successful partnership with PSCOC & PSFA. We are grateful for that healthy and continued partnership and commitment to enhancing educational facilities across the state and respectfully request your consideration of this request. While there have been other opportunities to request a local match waiver, this is the 1st request of Hobbs Schools; which is due to the sustained increase in construction costs.

Our efforts have historically and continue to demonstrate a fiscally responsible, frugal mindset and approach to the use of public dollars. Those efforts coupled with sustained and exemplary maintenance practice allow the public dollar to be best utilized.

Please let us know if any additional information or justification is required to support this determination.

Thank you for your time and attention to this matter. I look forward to your support of our request.

Respectfully,

Gene Strickland
Superintendent

Attachments:

#1 Hobbs Construction Market Analysis conducted by Vermeulens

#2 Exhibit #2 – CMAR Notes regarding Summary of costs, escalation and bid coverage – Bradbury Stamm Construction

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Sources					Sources				
Base Case					Waiver Scenario: 5% FMAR waiver, +5,200 sqft allowable, waiver of allowable shortfall, soft costs @ 10% w/ state match applied to total soft costs				
		New MS	Heizer MS	Total		New MS	Heizer MS	Total	Over/Under
1	State Match Design	\$ 1,457,352	\$ 1,277,218	\$ 2,734,570	1	\$ 1,457,352	\$ 1,277,218	\$ 2,734,570	\$ -
2	State Match Early Work Package	\$ 2,933,389	\$ -	\$ 2,933,389	2	\$ 2,933,389	\$ -	\$ 2,933,389	\$ -
3	State Match Construction - 44%	\$ 23,927,868	\$ 25,762,054	\$ 49,689,922	3	\$ 25,120,167	\$ 27,045,329	\$ 52,165,496	\$ 2,475,574
4	State Match Soft Costs - 44%	\$ 4,785,574	\$ 5,152,411	\$ 9,937,984	4	\$ 2,967,032	\$ 3,113,557	\$ 6,080,589	\$ (3,857,395)
5	FMAR Waiver +5%	\$ -	\$ -	\$ -	5	\$ 3,191,727	\$ 3,427,146	\$ 6,618,873	\$ 6,618,873
6	Local Match Waiver	\$ -	\$ -	\$ -	6	\$ 14,101,763	\$ -	\$ 14,101,763	\$ 14,101,763
7	Subtotal State	\$ 33,104,182	\$ 32,191,683	\$ 65,295,865	7	\$ 49,771,429	\$ 34,863,250	\$ 84,634,680	\$ 19,338,814
8					8				
9	Local Match Design	\$ 1,854,975	\$ 2,001,182	\$ 3,856,156	9	\$ 1,854,975	\$ 2,001,182	\$ 3,856,156	\$ -
10	Local Match Early Work Package	\$ 3,733,099	\$ -	\$ 3,733,099	10	\$ 3,733,099	\$ -	\$ 3,733,099	\$ -
11	Local Match Construction Allowable - 56%	\$ 30,453,651	\$ 32,788,068	\$ 63,241,719	11	\$ 31,971,121	\$ 34,421,328	\$ 66,392,449	\$ 3,150,730
12	Local Match Construction Above Allowable	\$ 13,050,474	\$ 12,212,527	\$ 25,263,001	12	\$ 10,341,267	\$ 9,295,992	\$ 19,637,259	\$ (5,625,742)
13	Local Match Soft Costs - 56%	\$ 6,090,730	\$ 6,557,614	\$ 12,648,344	13	\$ 3,776,223	\$ 3,962,708	\$ 7,738,931	\$ (4,909,412)
14	FMAR Waiver -5%	\$ -	\$ -	\$ -	14	\$ (3,191,727)	\$ (3,427,146)	\$ (6,618,873)	\$ (6,618,873)
15	Local Match Waiver	\$ -	\$ -	\$ -	15	\$ (14,101,763)	\$ -	\$ (14,101,763)	\$ (14,101,763)
16	Subtotal Local	\$ 55,182,929	\$ 53,559,391	\$ 108,742,319	16	\$ 34,383,195	\$ 46,254,064	\$ 80,637,259	\$ (28,105,060)
17					17				
18	Total	\$ 88,287,111	\$ 85,751,074	\$ 174,038,184	18	\$ 84,154,624	\$ 81,117,314	\$ 165,271,939	\$ (8,766,246)
19	Uses				19	Uses			
20		New MS	Heizer MS		20		New MS	Heizer MS	Over/Under
21	Design Phase	\$ 3,312,326	\$ 3,278,400	\$ 6,590,726	21	\$ 3,312,326	\$ 3,278,400	\$ 6,590,726	\$ -
22	Early Work Package	\$ 6,666,488	\$ -	\$ 6,666,488	22	\$ 6,666,488	\$ -	\$ 6,666,488	\$ -
23	Construction Allowable	\$ 54,381,519	\$ 58,550,122	\$ 112,931,641	23	\$ 57,091,288	\$ 61,466,657	\$ 118,557,945	\$ 5,626,304
24	Construction Above Allowable	\$ 13,050,474	\$ 12,212,527	\$ 25,263,001	24	\$ 10,341,267	\$ 9,295,992	\$ 19,637,259	\$ (5,625,742)
25	Soft Costs Allowable	\$ 10,876,304	\$ 11,710,024	\$ 22,586,328	25	\$ 6,743,255	\$ 7,076,265	\$ 13,819,520	\$ (8,766,808)
26	Total	\$ 88,287,111	\$ 85,751,074	\$ 174,038,184	26	\$ 84,154,624	\$ 81,117,314	\$ 165,271,939	\$ (8,766,246)
27					27				
28	Shortfall				28	Shortfall			
29	District Obligations	\$ 55,182,929	\$ 53,559,391	\$ 108,742,319	29	\$ 34,383,195	\$ 46,254,064	\$ 80,637,259	
30	District Revenue	\$ 30,500,000	\$ 30,500,000	\$ 61,000,000	30	\$ 30,500,000	\$ 30,500,000	\$ 61,000,000	
31	Total Shortfall	\$ (24,682,929)	\$ (23,059,391)	\$ (47,742,319)	31	\$ (3,883,195)	\$ (15,754,064)	\$ (19,637,259)	
32					32			\$ 7,000,000	Less Soft Costs / Contingency
33					33			\$ (12,637,259)	Potential Advance

DISTRICT INFORMATION	
District Name	HOBBS MUNICIPAL SCHOOLS
Superintendent	Gene Strickland
Director of Operations	Doug Young
Assistant Superintendent of HR & Finance	Brian Byrd
Bond Advisor Company	Stifel Public Finance
Bond Advisors	Brad Angst & Nicholas Caine
School(s) in Project	Heizer Middle School & New Middle School

POTENTIAL PROJECT COST	
TOTAL ESTIMATED PROJECT COST FOR DISTRICT	\$ 71,478,022

LOCAL MATCH REDUCTION (WAIVER)			
Option 1	Requirement	District Eligibility	
Available Bonding Capacity (\$)	71,478,022	109,895,663	X
Mill Levy \geq 10	10.00	11.74	✓
Option 2	Requirement	District Eligibility	
MEM Count \leq 800	800	10,161	X
Free or Reduced Lunch \geq 70%	70%	59%	X
State Share \leq 50%	50%	37%	✓
Mill Levy \geq 7.00	7.00	11.74	✓
Option 3	Requirement	District Eligibility	
Enrollment Growth Rate \geq 2.50%	2.50%	-0.03%	X
New School Next 2 Years	<i>Detailed in District Facility Master Plan (FMP)</i>		
Mill Levy \geq 10	10.00	11.74	✓

HOBBS MUNICIPAL SCHOOLS
FUNDING SOURCES & REVENUES DETAIL
(dollars in millions)

		Actual	Actual	Actual	Estimated to Date	Estimate	Estimate	Estimate	Estimate
FUND	Fund Description	FY22	FY23	FY24	FY25	FY26	FY27	FY28	FY29
11000	Operational	\$ 95,620,773.16	\$ 100,750,752.04	\$ 119,149,831.86	\$ 86,764,544.31	\$ 159,950,205.05	\$ 161,549,707.10	\$ 163,165,204.17	\$ 164,796,856.21
13000	Transportation	\$ 2,736,762.00	\$ 2,603,760.00	\$ 3,352,396.00	\$ 2,663,971.00	\$ 2,897,639.33	\$ 2,897,639.33	\$ 2,897,639.33	\$ 2,897,639.33
21000	Food Service	\$ 5,519,614.98	\$ 6,524,880.87	\$ 8,020,005.08		\$ 7,425,600.00	\$ 7,574,112.00	\$ 7,725,594.24	\$ 7,880,106.12
22000	Athletics	\$ 236,748.41	\$ 266,860.61	\$ 276,965.16	\$ 2,928,422.62	\$ 260,191.39	\$ 260,191.39	\$ 260,191.39	\$ 260,191.39
23000	Activity	\$ 1,087,192.65	\$ 1,526,028.08	\$ 1,690,348.35	\$ 1,043,537.94	\$ 1,434,523.03	\$ 1,463,213.49	\$ 1,492,447.76	\$ 1,522,327.32
31100	Bond Building	\$ 26,961,666.70	\$ 8,114,088.47	\$ 9,501,447.48	\$ 7,356.82	\$ 20,000,000.00	\$ 20,000,000.00	\$ -	\$ -
31200	Public School Capital Outlay	\$ -	\$ 1,196,985.00	\$ 940,885.00	\$ -	\$ -	\$ -	\$ -	\$ -
31300	Special Capital Outlay – Local	\$ 4,476.15	\$ 3,517.80	\$ 3,458.90	\$ 244,428.05	\$ 3,817.62	\$ 3,893.97	\$ 3,971.85	\$ 4,051.29
31600	Capital Improvements – HB33	\$ 9,446,175.42	\$ 9,896,737.84	\$ 11,608,242.61	\$ 8,876,349.56	\$ 10,317,051.96	\$ 10,523,392.99	\$ 10,733,860.85	\$ 10,948,538.07
31701	Capital Improvement SB9 – Local	\$ 4,729,473.09	\$ 4,826,006.72	\$ 5,350,743.04	\$ 4,764,849.63	\$ 4,968,740.95	\$ 5,068,115.77	\$ 5,169,478.08	\$ 5,272,867.65
31703	SB-9 State Match	\$ 521,466.43	\$ -	\$ 838,486.41	\$ -	\$ 679,976.42	\$ 679,976.42	\$ 679,976.42	\$ 679,976.42
41000	GO Bond Debt Service	\$ 11,449,783.57	\$ 12,297,250.14	\$ 14,431,231.77	\$ 12,206,554.97	\$ 12,596,205.11	\$ 12,848,129.21	\$ 13,105,091.80	\$ 13,367,193.63
		FY22	FY23	FY24	FY25	FY26	FY27	FY28	FY29
SOURCES TOTALS		\$ 158,314,132.56	\$ 148,006,867.57	\$ 175,164,041.66	\$ 119,500,014.90	\$ 220,533,950.86	\$ 222,868,371.67	\$ 205,233,455.89	\$ 207,629,747.43
USES TOTALS		\$ 140,051,231.94	\$ 151,427,714.07	\$ 156,563,654.99	\$ 105,372,038.45	\$ 183,546,810.98	\$ 214,655,415.65	\$ 191,498,508.30	\$ 199,710,500.42
REMAINING		\$ 18,262,900.62	\$ (3,420,846.50)	\$ 18,600,386.67	\$ 14,127,976.45	\$ 36,987,139.88	\$ 8,212,956.02	\$ 13,734,947.59	\$ 7,919,247.01

HOBBS MUNICIPAL SCHOOLS
FUNDING USES DETAIL
(dollars in millions)

		Actual	Actual	Actual	Estimated to Date	Estimate	Estimate	Estimate	Estimate
FUND	Fund Description	FY22	FY23	FY24	FY25	FY26	FY27	FY28	FY29
11000	Operational	\$ 89,741,947.19	\$ 100,541,465.38	\$ 106,070,991.88	\$ 70,687,113.02	\$ 121,981,640.66	\$ 140,278,886.76	\$ 147,292,831.10	\$ 154,657,472.65
13000	Transportation	\$ 2,736,762.00	\$ 2,827,246.82	\$ 2,952,935.74	\$ 2,100,550.99	\$ 2,838,981.52	\$ 2,838,981.52	\$ 2,838,981.52	\$ 2,838,981.52
21000	Food Service	\$ 6,669,718.42	\$ 6,846,263.31	\$ 7,044,943.68	\$ 5,218,039.90	\$ 6,853,641.80	\$ 7,059,251.06	\$ 7,271,028.59	\$ 7,489,159.44
22000	Athletics	\$ 118,645.13	\$ 122,526.57	\$ 110,903.81	\$ 4,826.47	\$ 117,358.50	\$ 117,358.50	\$ 117,358.50	\$ 117,358.50
23000	Activity	\$ 1,117,730.54	\$ 1,474,052.25	\$ 1,767,831.75	\$ 974,125.66	\$ 1,353,204.85	\$ 1,380,268.94	\$ 1,407,874.32	\$ 1,436,031.81
31100	Bond Building	\$ 20,781,039.09	\$ 13,155,151.89	\$ 6,135,858.38	\$ 1,744,081.95	\$ 19,000,000.00	\$ 31,000,000.00	\$ -	\$ -
31200	Public School Capital Outlay	\$ -	\$ -	\$ -	\$ 1,089,451.88	\$ 4,968,740.95	\$ 5,068,115.77	\$ 5,169,478.08	\$ 5,272,867.65
31300	Special Capital Outlay – Local	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
31600	Capital Improvements – HB33	\$ 7,627,829.44	\$ 9,768,460.89	\$ 12,297,559.74	\$ 7,729,214.46	\$ 9,897,950.02	\$ 10,095,909.02	\$ 10,297,827.20	\$ 10,503,783.74
31701	Capital Improvement SB9 – Local	\$ 3,685,018.29	\$ 5,660,886.60	\$ 5,460,425.49	\$ 3,957,183.35	\$ 4,935,443.46	\$ 4,984,797.89	\$ 5,034,645.87	\$ 5,084,992.33
31703	SB-9 State Match	\$ -	\$ -	\$ 394,460.65	\$ -	\$ 400,000.00	\$ 408,000.00	\$ 416,160.00	\$ 424,483.20
41000	GO Bond Debt Service	\$ 7,572,541.84	\$ 11,031,660.36	\$ 14,327,743.87	\$ 11,867,450.77	\$ 11,199,849.21	\$ 11,423,846.19	\$ 11,652,323.11	\$ 11,885,369.58
		FY22	FY23	FY24	FY25	FY26	FY27	FY28	FY29
SOURCES TOTALS		\$ 158,314,132.56	\$ 148,006,867.57	\$ 175,164,041.66	\$ 119,500,014.90	\$ 220,533,950.86	\$ 222,868,371.67	\$ 205,233,455.89	\$ 207,629,747.43
USES TOTAL		\$ 140,051,231.94	\$ 151,427,714.07	\$ 156,563,654.99	\$ 105,372,038.45	\$ 183,546,810.98	\$ 214,655,415.65	\$ 191,498,508.30	\$ 199,710,500.42
REMAINING		\$ 18,262,900.62	\$ (3,420,846.50)	\$ 18,600,386.67	\$ 14,127,976.45	\$ 36,987,139.88	\$ 8,212,956.02	\$ 13,734,947.59	\$ 7,919,247.01

HOBBS MUNICIPAL SCHOOLS
BONDING DETAIL
(dollars in millions)

Anticipated Funding from Bond Sales

Mill Levy Rates		12/31/2024	Actual	Actual	Actual	Estimated to Date	Estimate	Estimate	Estimate	Estimate
FUND	Fund Description	Current Resident Mills	FY22	FY23	FY24	FY25	FY26	FY27	FY28	FY29
11000	Operational	0.274								
31701	Capital Improvement SB9 – Local	2								
31600	Capital Improvements – HB33	4								
41000	GO Bond Debt Service	5.491	\$ 6,889,624	\$ 7,928,408	\$ 11,576,511	\$ 13,247,779	\$ 14,278,660	\$ 11,377,747	\$ 11,379,036	\$ 10,958,513
43000	Ed-Tech Debt Service	0	\$ -	\$ -	\$ -	\$ -				
TOTAL:		11.765	\$ 6,889,624	\$ 7,928,408	\$ 11,576,511	\$ 13,247,779	\$ 14,278,660	\$ 11,377,747	\$ 11,379,036	\$ 10,958,513

Anticipated Bonding Capacity in Out-Years

Detail	Est. Growth Rate (%)		Estimated to Date	Estimate	Estimate	Estimate	Estimate
			FY25	FY26	FY27	FY28	FY29
Current & Projected Assessed Land Valuations (ALV):	-5.50%	This space intentionally left blank.	\$ 2,665,176,799.00	\$ 2,518,592,075	\$ 2,380,069,511	\$ 2,249,165,688	\$ 2,125,461,575
Total Bonding Capacity (6% of ALV):	6.00%		\$ 159,910,608	\$ 151,115,525	\$ 142,804,171	\$ 134,949,941	\$ 127,527,694
Bonds Outstanding Debt as of 6/30 of each FY Including Future Sales (GOBs & ETNs):			\$ 57,040,000	\$ 65,155,000	\$ 53,675,000	\$ 44,595,000	\$ 35,190,000
Available Bonding Capacity (\$):			\$ 102,870,608	\$ 85,960,525	\$ 89,129,171	\$ 90,354,941	\$ 92,337,694
Percentage Bonded to Capacity:			36%	43%	38%	33%	28%

Previous, Current, and Future Bond Elections

Bond Election Date	Intended Uses	Total Amount	Amount Sold	Remaining to Sell	Comments
11/7/2023	School construction, remodeling, improvements, additions, and IT needs.	\$ 50,000,000	\$ 9,500,000	\$ 40,500,000	Figures above estimate \$20,500,000 to be sold by 6-30-2025 and \$20,000,000 by 6-30-2026
11/5/2019	School construction, remodeling, improvements, additions, and IT needs.	\$ 30,000,000	\$ 30,000,000	\$ -	
9/17/2013	School construction and improvements (Murray & Broadmoor Elementary Schools)	\$ 25,000,000	\$ 25,000,000	\$ -	
4/17/2008	School construction and improvements (Freshman High Academy & Alternative High School, Central Office, and Warehouse space)	\$ 47,000,000	\$ 47,000,000	\$ -	
TOTAL:		\$ 152,000,000	\$ 111,500,000	\$ 40,500,000	

HOBBS MUNICIPAL SCHOOLS
STATEMENT OF FINANCIAL POSITION SUMMARY
for Heizer Middle School & New Middle School Projects
(dollars in millions)

Current (FY25)		
Bonded Sources	\$	66,036,865
Non-Bonded Sources	\$	119,500,015
Uses	\$	(105,372,038)
Remaining / Current Cash Balance:		\$ 80,164,841
District Contribution to Phase:		

Projected (FY26 - FY29)		
Bonded Sources	\$	47,993,956
Non-Bonded Sources	\$	856,265,526
Uses	\$	(789,411,235)
Future Availability:		\$ 114,848,246

Local Match Reduction Eligibility		
Option 1	Option 2	Option 3
Ineligible	Ineligible	Ineligible

District Summary of Financial Position

Signatures

Gene Strickland, Superintendent Date

Doug Young, Director of Operations Date

Brian Byrd, Assistant Superintendent of HR & Finance Date

Brad Angst & Nicholas Caine, Bond Advisors (Stifel Public Finance) Date