

SPT Report to the SHD Board

5/29/2025

SWIMLANES	SUBCATEGORIES	General Summary	Updates
Schedule		Certificate of Occupancy (CoO) anticipated March 2027 followed by 2 months of staff/stock for first patient May 2027.	Full steam ahead starting 4/8/25. Still in negotiations with MH-D re schedule.
Budget	General	Project budget \$80.5M plus cost of support services building	Tracking.
			Contingency Usage Requests (CUR): CUR003 - Approved to move forward at the 2/27 BOD meeting. The items against Owner Contingency have been approved by USDA. A/E & MEQ Planner authorized to proceed while contracts are being amended...same situation as described below for CUR004, using USDA-required form. USDA requested the Construction Contingency request be accompanied by the CO form, so that was developed and sent to USDA on 3/20/25,..edits were requested for minor math errors on GC documentation, and it was resent on 4/25/25. USDA responded saying changes are acceptable, still waiting for official signature. CUR004 - for design team extended construction administration and past work by structural engineer. Approved to move forward by executive team, SPT & BOD (at 3/27 meeting). USDA indicated the form currently being used for GC COs also needs to be used with all contracts. Working with legal to determine any additional requirements and how to handle past executed changes.
	Pending Add-Services/CORs	Standing Agenda item for approvals	CUR005 - Presented in this meeting under separate agenda item

Design/Permit			Design for permit is complete.
	Design	SHD has taken assignment of HGA contract	Electrical Engineer of Record (EEOR) change is producing some design changes, being picked up in a change directive planned to be submitted to HCAI. INCs 1&2 changes have been submitted, and INC3 is almost complete but will need to wait for submittal until that permit is issued. Ongoing now bi-weekly meetings to button up changes.
	Permit	All drawings for permit are in various stages of review/response by HCAI/designers. Increments as follows: INC 1 - CAH Core & Shell INC 2 - SNF Core & Shell INC 3 - Interiors INC 4 - Grading/Drainage/Site Improvements	INC 1 received permit, EEOR change complete. INC 2 received permit, EEOR change complete. INC 3 was sent back with comments, resubmitted backcheck 4 on 5/21. INC 4 Permit issued and construction began 8/28/24. EEOR change complete. County approvals are complete. Will be submitting a change to the driveway in order to soften the turn from Reynolds Road toward the new facility. Peninsula Fire has completed review site for fire control/access input. Some additional interiors review items are pending but not holding up other approvals.
	Medical Equipment Planning	Contract has been executed with Ross & Baruzzini (R&B), changing company name to Introba, for Medical Equipment (MEQ) Planning & Procurement services. They will be involved in the project through procurement with a decision at a later point if they will also provide installation management (cost defined within their contract as a potential additional service). SHD Report to the SHD Board	SHD Transition Planning Committee (TSC) meetings are ongoing to confirm/validate MEQ lists. Central Sterile changes, change of orientation of booms in OR & Endo and Rad Room unit change per CUR003 are now moving forward. Also tracking the following as potential early procurement items (removing reference to completed purchases): •2 ED Stretchers •MicroSan Analyzer •TC70 •Patient beds (1) - received, need to add 2 more Early procurement items have been coming to the BOD individually, but once general MEQ procurement begins, asking if the list/budget can be approved for staff to manage within that budget limit.

Construction			Inc1 Foundations complete 5/22, Inc2 Foundations expected to be completed 6/12. First (partial) slab pour tracking for 6/10. Structural steel fabrication ongoing. Bids for Support Services Building came in high and all were rejected. Team is working to better identify best breakdown of scope to maximize efficiencies. Still aiming for construction for SSB to start Spring of 2026.
Financing		Contract has been executed with Monley Hamlin - Descor JV	
	USDA Financing	A interim loan has been obtained from Western Alliance Bank, to be transitioned to a permanent USDA loan following completion of construction.	February Outlay Request was paid.
	Other Funding	Potential combination of state/federal funds, Philanthropy and additional public support.	March Outlay Request (OR9) was submitted 4/11. Working with USDA on required documentation and then will resubmit OR9 & OR10.
			Project-specific philanthropy/grants updates to come.