

**Cost Savings & Cost Avoidance Summary - Article "1" 3-22-22 FinCom presentation**

1	<i>Moving all students off the existing Lynch site for construction will yield substantial savings, cost avoidance, and/or time savings on the project.</i>					
2	<i>Only some of these are monetized, below, though this list will continue to be developed for Spring Town Meeting.</i>					
3	<i>Developed with input from Tappe Architects and Hill International, OPM</i>					
	<b>Savings</b>					
1	Project Duration	<i>Lynch final project completion shortened by approx 10 months</i>				\$1,000,000 to \$1,090,000
2	Project Utilities	<i>Abandoning existing Lynch June 2023 (instead of June 2025) saves 2 yrs utility costs</i>				\$300,000 to \$325,000
3	A/E fee early demo pkg	<i>Eliminates need for separate early demo/enabling package, contracts and mgmt fees</i>				\$150,000 to \$180,000
4	Construction early pkg/weathering	<i>Eliminates need for temp prking &amp; utils for remaining classrooms &amp; weather wall</i>				\$150,000 to \$175,000
5	Existing Lynch CapEx	<i>Eliminates need for 2 years of high priority capital expenditures on existing Lynch</i>				\$225,000 to \$344,000
6	Project Scope escalation	<i>Difficult to estimate but significant. On abatement alone (\$1MM), expect to save \$90K.</i>				
					<u>\$1,825,000</u>	<u>\$2,114,000</u>
	<b>Cost Avoidance</b>					
1	WPS operating budget	<i>No 6th elementary site w/staffing needs for two fiscal years</i>				
2	Cost Premium for occupied site	<i>Contractors will charge premium due to CORI checks, labor challenges, and restricted hours of access to site</i>				
3	More bidders	<i>Avoids qualified bidders opting to pass on the Lynch project for another less restrictive one</i>				
	<b>Risk Avoidance</b>					
1	Shorter schedule	<i>Always yields greater overall project schedule certainty</i>				
2	Reduced change orders	<i>Especially w/ early enabling/demo package removed (Contractor can't say, "It's not MY fault!")</i>				