

APPROVAL OF FUNDING ASSISTANCE
SCHOOL FACILITIES CONSTRUCTION COMMISSION
ANNUAL BOND DEBT SERVICE

BACKGROUND AND RATIONALE: On January 8, 2016, the School Facilities Construction Commission (SFCC) made an offer of assistance to the Board of Education in the amount of (\$399,961) three hundred ninety nine thousand nine hundred sixty one dollars to be applied toward annual debt service. The funds must be used for debt service on bonds to be sold for proposed construction or major renovation of facilities outlined in the District Facilities Plan. In order to be eligible for these funds, the District must provide verification that no bonds were sold before June 30, 2016, which assumes that funding is included in the 2016-2018 biennium, cash balances that were transferred to the SFCC escrow accounts in the following amounts: Cash Building Fund (\$133,798.21) one hundred thirty three thousand, seven hundred ninety eight dollars twenty one cents and to the Cash Capital Outlay Fund (\$16,803.28) sixteen thousand eight hundred three dollars twenty eight cents, plus interest accumulated on these funds. Additionally, the SFCC requires that the Board accept or reject the offer no later than February 14, 2016. These additional funds will afford expanded bonding capacity that can be used to finance district projects.

PROPOSAL: Fayette County Board of Education approve acceptance of the School Facilities Construction Commission offer of assistance.

STAFF CONTACT: Myron Thompson, Interim Director Operations and Support, 381.4165

POLICY REFERENCE: 702 KAR 4:090

RECOMMENDATION: A motion is in order to:

“Approve acceptance of the offer of assistance extended by the School Facilities Construction Commission for (\$399,961) three hundred ninety nine thousand nine hundred sixty one dollars annual debt service on bonds to be sold for proposed construction or major renovation of facilities outlined in the approved District Facilities Plan.”

On motion by _____, seconded by _____,
The Board approved the acceptance of the offer of assistance extended by the School Facilities Construction Commission for (\$399,961) three hundred ninety nine thousand nine hundred sixty one dollars annual debt service on bonds to be sold for proposed construction or major renovation of facilities outlined in the approved District Facilities Plan, subject to the approval of the Kentucky Department of Education, Division of Facilities Management, per the provisions of 702 KAR 4:160.

John Price, Chair

Emmanuel Caulk, Superintendent