



**FLOYD COUNTY BOARD OF EDUCATION**  
**Danny Adkins, Superintendent**  
**106 North Front Avenue**  
**Prestonsburg, Kentucky 41653**  
**Telephone (606) 886-2354 Fax (606) 886-4550**  
**www.floyd.kyschools.us**

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Dr. Chandra Varia, Vice-Chair - District 2  
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William Newsome, Jr., Member - District 3  
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**FLOYD COUNTY BOARD OF EDUCATION ISSUE PAPER**  
**FOR ADDENDUM**

**DATE: May 17, 2018**

**Consent Agenda Item:** Consider/Approve submitting a Capital Funds Request to the Kentucky Department of Education seeking authorization to use capital outlay funds and building funds for property insurance, fleet insurance, general liability insurance, KISTA debt service and other maintenance expenditures.

**APPLICABLE STATUTE(S), REGULATION(S), BOARD  
POLICY/PROCEDURE(S):** KRS 160.470 (6)(a); BOE policy 04.1

**Fiscal/Budgetary Impact:** This CFR will help reduce the burden in the General Fund by expensing \$639,899 of Fleet insurance, property insurance, liability insurance, KISTA debt service costs from the general fund to capital outlay and building fund. This does not hurt the districts bonding potential, which presently stands at \$2.5 million.

**History/Background:** Considering the reductions in current year revenues and other state funded programs the CFR will help cover costs in the General Fund and keep our discretionary fund balance strong. In the last several sessions, the General Assembly adopted language to allow Capital Outlay and Building funds to be used for maintenance expenditures, property insurance, KISTA debt service, building repairs and maintenance. The district is seeking authorization to request the use of \$639,899 from the available revenue and SFCC escrows our district has in the current fiscal year (FY 2018) Fund 310, Capital Outlay and Fund 320 Building Fund.

**Staff Recommendation & Rationale:** Authorize submitting the Capital Funds Request to use \$639,899 of capital outlay and building funds for fleet insurance, general liability insurance, property insurance and KISTA debt service.

**CONTACT PERSON: Matthew C. Wireman, Director of Finance**

  
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**DIRECTOR**

  
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**SUPERINTENDENT**