



Kenton County School District | It's about ALL kids.

**THE KENTON COUNTY BOARD OF
EDUCATION**

1055 EATON DRIVE, FORT WRIGHT, KENTUCKY
41017

TELEPHONE: (859) 344-8888 / FAX: (859) 344-1531

WEBSITE: www.kenton.kyschools.us

Dr. Henry Webb, Superintendent of Schools

KCSD ISSUE PAPER

DATE:

January 26, 2018

AGENDA ITEM (ACTION ITEM):

Consider/Approve School Facilities Construction Commission Offer of Assistance

APPLICABLE BOARD POLICY:

Capital Construction Process – 702 KAR 4.160

HISTORY/BACKGROUND:

Pursuant to KRS 157.622 the School Facilities Construction Commission (SFCC) is extending an official Offer of Assistance to the Kenton County Board of Education in the amount of \$193,228.00 to be used toward proposed construction or major renovation of facilities outlined in the most current approved facility plan. These funds, or any escrowed for the purpose of receiving this offer, are restricted for use only on priority one facility project bonded indebtedness incurred during the 2018-2020 biennium. Acceptance of the offer requires escrow of the June 30, 2017 fund balance amounts in the Building Fund and Capital Outlay Fund..

FISCAL/BUDGETARY IMPACT:

FY 2019 Building Fund Revenue \$193,228.00; Capital Outlay Fund Balance Escrow \$2,048.42

RECOMMENDATION:

Acceptance of the SFCC Offer of Assistance in the amount of \$193,228.00.

CONTACT PERSON:

Rob Haney, Executive Director of Operations and Finance

Principal



District Administrator



Superintendent

Use this form to submit your request to the Superintendent for items to be added to the Board Meeting Agenda.

Principal –complete, print, sign and send to your Director. Director –if approved, sign and put in the Superintendent's mailbox.

Kenton County Board of Education

Board Members: Carl Wicklund, Chairperson Karen L. Collins, Vice Chairperson Joshua Crabtree, Esq. Carla Egan Jessica Jehn
"The Kenton County Board of Education provides *Equal Education & Employment Opportunities.*"



School Facilities Construction Commission

Finance and Administration Cabinet
229 W. Main Street, Suite 102
Frankfort, Kentucky 40601
(502) 564-5582
www.sfcc.ky.gov

MATT BEVIN
Governor
MR. WILLIAM LANDRUM III
Secretary

DAVID PRATER
Chairman
CHELSEY BIZZLE
Executive Director

January 5, 2018 /

Mr. Henry Webb, Superintendent
Kenton County Schools
1055 Eaton Drive
Fort Wright, KY 41017

Dear Mr. Webb:

Pursuant to KRS 157.622, the School Facilities Construction Commission (SFCC) is hereby making an official Offer of Assistance to the Kenton County Schools Board of Education. Acceptance of this Offer of Assistance commits the school district to adhere to the statutes and regulations governing this program. This Offer of Assistance is in the annual debt service amount of **\$193,228** to be used towards proposed construction or major renovation of facilities outlined in your most current approved facility plan. These funds or any of those escrowed for the purpose of receiving this offer must be used only on a priority one project of your district's facility plan. House Bill 303 of the 2016 Regular Session of the General Assembly states:

"Notwithstanding KRS 157.611 to 157.665, the School Facilities Construction Commission is authorized to make an additional \$91,000,000 in offers of assistance during the 2016-2018 biennium in anticipation of debt service availability during the 2018-2020 biennium. No bonded indebtedness based on the above amount is to be incurred during the 2016-2018 biennium."

This means that while the Commission is making this offer now, no bonds may be sold prior to June 30, 2018, which assumes that funding is included in the 2018-2020 biennium. In order for your district to be eligible to accept this offer, it will be necessary for you to verify that your district has transferred to the **SFCC Escrow – Current Offer (Code 8738)** the fund balances remaining in both the **Building Fund** and **Capital Outlay Fund** as of June 30, 2017, plus interest accumulated on these funds. Regulations governing our agency can be found at <http://www.lrc.state.ky.us/kar/TITLE750.HTM>.

In responding to this Offer of Assistance, you must provide this office with (1) an excerpt of your Board Minutes either accepting or rejecting the offer within **thirty (30) days** of receipt of this offer, (2) the page from your District's 2017 Audit verifying the remaining fund balances in both the Building Fund and the Capital Outlay Fund (3) a copy of a General Ledger entry showing the transfer of your fund balances into the Building Fund and Capital Outlay SFCC Escrow Current Accounts, as stated in the preceding paragraph. We look forward to working with you and trust this assistance will be an integral part of a quality educational program in your school district.

Sincerely,

Chelsey Bizzle
Executive Director



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