

**WOODFORD COUNTY BOARD OF EDUCATION
AGENDA ITEM**

ITEM #: VIII E **DATE:** January 24, 2022

TOPIC/TITLE: SFCC Offer of Assistance

PRESENTER: Jeff Martello

ORIGIN:

- ☐ TOPIC PRESENTED FOR INFORMATION ONLY (No board action required.)
- ☒ ACTION REQUESTED AT THIS MEETING
- ☐ ITEM IS ON THE CONSENT AGENDA FOR APPROVAL
- ☐ ACTION REQUESTED AT FUTURE MEETING: (DATE)
- ☐ BOARD REVIEW REQUIRED BY

- ☒ STATE OR FEDERAL LAW OR REGULATION
- ☐ BOARD OF EDUCATION POLICY
- ☐ OTHER:

PREVIOUS REVIEW, DISCUSSION OR ACTION:

- ☒ NO PREVIOUS BOARD REVIEW, DISCUSSION OR ACTION
- ☐ PREVIOUS REVIEW OR ACTION

- ☐ DATE:
- ☐ ACTION:

BACKGROUND INFORMATION:

Pursuant KRS 157.622, SFCC offers of debt assistance must be accepted by the Local Board of Education.

SUMMARY OF MAJOR ELEMENTS:

We have been offered debt assistance of \$14,211 from the SFCC, see attached. SFCC offers of assistance may be used on new debt between July 1, 2022 and January 4, 2030 for bond issues that are financing the construction of Priority One projects, or Priority Two projects on our District Facility Plan if all Priority One projects have been addressed. Approval is requested.

IMPACT ON RESOURCES: Increases bonding potential.

TIMETABLE FOR FURTHER REVIEW OR ACTION: NA

SUPERINTENDENT'S RECOMMENDATION: ☒ Recommended ☐ Not Recommended





Martello, Jeff <jeff.martello@woodford.kyschools.us>

SFCC Offer of Assistance

1 message

Couch, Chelsey L (SFCC) <chelsey.couch@ky.gov>

Tue, Jan 4, 2022 at 3:37 PM

To: "jeff.martello@woodford.kyschools.us" <jeff.martello@woodford.kyschools.us>

Dear Mr. Adkins:

Pursuant to KRS 157.622, the School Facilities Construction Commission (SFCC) is hereby making an official Offer of Assistance to the Woodford 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 \$14,211 to be used towards proposed construction or major renovation of facilities outlined in your most current approved facility plan. House Bill 192 of the 2021 Session of the General Assembly states:

"Notwithstanding KRS 157.611 to 157.665, the School Facilities Construction Commission is authorized to make an additional \$58,000,000 in offers of assistance during the 2020-2022 biennium in anticipation of debt service availability during the 2022-2024 biennium. No bonded indebtedness based on the above amount is to be incurred during the 2020-2022 biennium."

This means that while the Commission is making this offer now, no bonds may be sold prior to June 30, 2022, which assumes that funding is included in the 2022-2024 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, 2021, plus interest accumulated on these funds.

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 2021 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.

Chelsey Bizzle Couch, Executive Director

School Facilities Construction Commission

700 Louisville Road – Carriage House

Frankfort, KY 40601

(502) 564-5582

WOODFORD COUNTY SCHOOL DISTRICT

Combining Statements of Revenue, Expenditures and Changes In Fund Balances – Nonmajor Governmental Funds Year Ended June 30, 2021

	Debt Service Fund	Building Fund	Construction Fund	District Activity Fund	Capital Outlay Fund	School Activity Fund	Total Nonmajor Government Funds
Revenues:							
Taxes	\$ -	\$ 3,058,498	\$ -	\$ -	\$ -	\$ -	\$ 3,058,498
Earnings on investments	-	-	3,978	13,600	-	-	17,578
State sources	98,010	230,652	-	435	359,078	-	688,175
Other sources	-	-	-	258,224	-	276,920	535,144
Total revenues	98,010	3,289,150	3,978	272,259	359,078	276,920	4,299,395
Expenditures:							
Instructional	-	-	-	251,335	-	267,533	518,868
Staff support services	-	-	-	16,449	-	-	16,449
Plant operation and maintenance	-	-	-	-	-	542	542
Student transportation	-	-	-	444	-	-	444
Other non-instruction	-	-	-	-	-	4,061	4,061
Facility acquisition and construction	-	-	427,533	-	-	-	427,533
Debt service:							
Principal	4,024,999	-	-	-	-	-	4,024,999
Interest	521,230	-	-	-	-	-	521,230
Total expenditures	4,546,229	-	427,533	268,228	-	272,136	5,514,126
Excess (deficit) of revenues over expenditures	(4,448,219)	3,289,150	(423,555)	4,031	359,078	4,784	(1,214,731)
Other Financing Sources (Uses)							
Operating transfers in	4,448,219	350,000	-	10,815	-	5,741	4,814,775
Operating transfers out	-	(4,448,219)	-	(1,132)	-	(15,424)	(4,464,775)
Total other financing sources(uses)	4,448,219	(4,098,219)	-	9,683	-	(9,683)	350,000
Net change in fund balance	-	(809,069)	(423,555)	13,714	359,078	(4,899)	(964,731)
Fund balance, July 1, 2020	-	843,461	480,311	396,093	365,900	326,849	2,412,614
Fund balance, June 30, 2021	\$ -	\$ 34,392	\$ 56,756	\$ 409,807	\$ 724,978	\$ 321,950	\$ 1,547,883