

DATE:

01/30/2024

AGENDA ITEM (ACTION ITEM):

Consider / Approve the School Facilities Construction Commission Offer of Assistance in the amount of \$21,758.30 to be used toward proposed construction or major renovation of facilities outlined in the current District Facility Plan.

APPLICABLE BOARD POLICY:

01.1 Legal Status of the Board; 04.31 Authority to Encumber and Expend Funds; Capital Construction Process 702 KAR 4.160

HISTORY/BACKGROUND:

Pursuant to KRS 157.622 the School Facilities Construction Commission (SFCC) is authorized to offer an annual debt service in the biennium of 2024-2026. This Offer of Assistance is to be used toward proposed construction or major renovation of facilities outlined in the District's most current approved Facility Plan. Acceptance of this Offer of Assistance commits the District to adhere to the statutes and regulations governing this program. No bonded indebtedness is to be incurred during the 2022-2024 biennium. Acceptance of the offer requires escrow of the June 30, 2023 fund balance amounts, plus interest accumulated on these funds in the Building Fund and Capital Outlay Fund. The total amount of funds to be escrowed is \$872,153.79.

FISCAL/BUDGETARY IMPACT:

None

RECOMMENDATION:

Approve the School Facilities Construction Commission Offer of Assistance in the amount of \$21,758.30 to be used toward proposed construction or major renovation of facilities outlined in the current District Facility Plan.

CONTACT PERSON:

Matt Rigg, Chief Operations Officer

Principal/Administrator



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

Rigg, Matthew

To: Webb, Henry
Subject: RE: SFCC Newest Offer of Assistance



School Facilities Construction Commission

Finance and Administration Cabinet
700 Louisville Road - Carriage House
Frankfort, Kentucky 40601
(502) 564-5582
www.sfcc.ky.gov

January 9, 2024

Dear Superintendent:

Pursuant to KRS 157.622, the School Facilities Construction Commission (SFCC) is hereby making an official Offer of Assistance to the KENTON CO. 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 \$21,758.30 to be used towards proposed construction or major renovation of facilities outlined in your most current approved facility plan. House Bill 1 of the 2022 Session of the General Assembly states:

“Notwithstanding KRS 157.611 to 157.665, the School Facilities Construction Commission is authorized to make an additional \$85,000,000 in offers of assistance during the 2022-2024 biennium in anticipation of debt service availability during the 2024-2026 biennium. No bonded indebtedness based on the above amount is to be incurred during the 2022-2024 biennium.”

This means that while the Commission is making this offer now, no bonds may be sold prior to July 1, 2024, which assumes that funding is included in the 2024-2026 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, 2023, 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 2023 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,

A handwritten signature in cursive script that reads "Chelsey Couch".

Chelsey Couch
Executive Director