

Board of Education

ACTION

TITLE: Consider Approving the Payoff of Two Bond Issues

DATE: August 9, 2019

RESPONSIBLE ADMINISTRATOR: Charles Warren, CFO

VISION 2023 STRATEGY: All 7 Strategies

BACKGROUND/CONSIDERATIONS:

The following two bond issues were identified last year by the Administration to be paid in full in the 2019-2020 school year. The early pay off of these bonds will provide cash flow in 2019-2020 needed for the increase to the 2019-2020 base salary approved by the Board last spring.

- Refunding Bonds, Series 10/1/2010 with Merchants & Planters Bank as Trustee
- Refunding Bonds, Series 6/1/2011 with Farmers & Merchants Bank as Trustee

The following table reflects the payment that will be made for an estimated call date of September 17, 2019:

Description	Series 10/1/2010 Bonds	Series 6/1/2011 Bonds	Total Bonds
Principal	\$1,360,000.00	\$3,195,000.00	\$4,555,000.00
Accrued Interest	4,324.14	10,835.57	15,159.71
Trustee Fees	1,016.00	2,017.00	3,033.00
Total Payment	\$1,365,340.14	\$3,207,852.57	\$4,573,192.71

The payoffs will be required to be escrowed for 30 days before each bond is “called”. The resolution that is provided should be approved and signed to be released to each trustee.

VISION 2023 STRATEGIES - Career Planning: Develop and implement education and career pathways so that each student graduates with a viable plan and relevant skill set for his or her future. **Equity:** Develop and implement a system-wide plan to provide all students with the resources they need to optimize their learning. **Instruction:** Design, develop and implement programs to promote rigor, relevance, collaboration, critical- thinking skills and learning environments designed to meet each student’s unique needs and aspirations. **Learning Environment/Facilities:** Align resources, facilities and technology strategically and equitably across the district to maximize security and enhance the learning environment. **Staffing:** Recruit and retain highly-qualified faculty, staff and administration. **Technology:** Provide appropriate technology that is consistently available, effectively supported and equitably distributed for group and individual instruction. **Wellness:** Develop and train empathetic and nurturing employees to be sensitive to and supportive of the needs of all children and families.

RECOMMENDATION:

The Administration recommends the Board approve the payoff of the two bond issues listed on the previous page by approving the resolution to pay the bonds in full prior to their stated maturity.

If the Board agrees, the motion would read: ***move to approve the resolution supporting the payoff of the two bond issues as listed.***

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