



Lincolnshire-Prairie View School District 103

Memo

To: Board of Education

From: Patrick Palbicke

CC: Dr. Scott Warren

Date: June 18, 2025

Re: Interest Transfer from Debt Service Fund to Operations & Maintenance Fund

The School Code requires the Board to adopt an annual resolution to transfer interest earnings out of the Debt Service. If the interest is not transferred, it becomes part of the principal in that fund, and therefore restricts the access to those monies. The School Code requires that the monies are transferred to the fund in most need, which is the Operations and Maintenance Fund which supports major capital improvements.

The resolutions provide for the current accumulated interest in the Debt Service Fund, plus whatever interest accumulates by June 30, 2025 to be transferred to the Operations and Maintenance Fund. Due to low interest rates, the amount is not substantial; however, this is good practice to do on an annual basis.

I am recommending the Board approve the attached resolutions authorizing and directing the transfer of interest from the Debt Service Fund to the Operation and Maintenance Fund.