



ALEDO ISD BOARD MEETING TEMPLATE

MEETING DATE: June 17, 2013

AGENDA ITEM: Consider Approval of Budget Amendment Related to Bond Refunding

PRESENTER: Earl Husfeld

ALIGNS TO BOARD GOAL(S): Financial/Facilities – The District shall exhibit excellence in financial and facility planning, management, and stewardship.

BACKGROUND INFORMATION:

- Per Board Policy CE (Local), the Board of Trustees shall amend the budget when a change is made increasing any one of the functional spending categories or increasing revenue object accounts or other resources.

ADMINISTRATIVE CONSIDERATIONS:

- In accordance with Board Policy CE (Local), the budget amendments/transfers itemized on the following page are presented for your review and consideration.
- These budget amendments/transfers are necessary so the District's accounting records will reflect the bond refunding sales the District recently completed.
- The bond refunding sales lowered the interest rates paid on a portion of the District's outstanding debt. These lower interest rates resulted in total savings of \$4,549,256 over the life of the bonds. These savings are net of all costs.

FISCAL NOTE:

The budget amendments/transfers presented increase the Debt Service Fund revenues and expenditures in the amount of \$28,468,820.

ADMINISTRATIVE RECOMMENDATION:

The Administration recommends the Board of Trustees approve the Debt Service Fund budget amendments/transfers as presented on the following page.

**ALEDO INDEPENDENT SCHOOL DISTRICT
DEBT SERVICE FUND
2012-2013 BUDGET AMENDMENT
As of June 17, 2013**

REVENUES

<u>Function/Description</u>	<u>Original Budget</u>	<u>Amendments</u>	<u>Amended Budget June 17, 2013</u>
57 Local Revenues	\$ 6,071,250	\$ -	\$ 6,071,250
79 Other Resources - Sale of Refunding Bonds	-	28,468,820	28,468,820
79 Other Resources - Transfer In	1,000,000	-	1,000,000
Total Revenues	\$ 7,071,250	\$ 28,468,820	\$ 35,540,070

EXPENDITURES

<u>Function/Description</u>	<u>Original Budget</u>	<u>Amendments</u>	<u>Amended Budget June 17, 2013</u>
71 Bond Principal	\$ 1,240,000	\$ 1,000,000	\$ 2,240,000
71 Bond Interest	7,495,152	(1,000,000)	6,495,152
71 Debt Service Fees	130,000	363,654	493,654
00 Other Uses - Pmt to Bond Refunding Escrow	-	28,105,166	28,105,166
Total Expenditures	\$ 8,865,152	\$ 28,468,820	\$ 37,333,972