

***Collin County Community College District Board of Trustees***

1. Finance and Audit Committee

October 15, 2019

Resource: Steven J. Bassett  
Chief Financial Officer

**DISCUSSION ITEM:**

Consideration of Approval of a Resolution that Provides for Reimbursement to the College from Capital Financing Proceeds for Expenditures from College Operating Funds for Capital Expenditures including the Design and Construction of Projects Related the Approved 2018 Bond Referendum

**DISCUSSION:**

A bond referendum was approved in 2018, and work on phases 1 and 2 is well underway, and budgets for phases 3 and 4 have been approved. In order keep our costs of debt as low as possible, the College deems it necessary to use operating funds to pay for bond funded capital expenditures prior to issuance of the general obligation bonds that have been authorized by the election.

Among the projects to be financed are capital expenditures for the construction of new buildings at new and existing campuses of the District, the acquisition of related equipment, furniture and fixtures, and the renovation of existing campus buildings, including new HVAC systems and other related capital expenditures.

Adoption of this resolution by the Board of Trustees will allow the College to reimburse its operating fund for construction expenses from the capital financing proceeds. Based on current cash flow forecasts, it is anticipated that the capital financing proceeds will be available in the spring of 2020.