



ALEDO ISD BOARD MEETING TEMPLATE

MEETING DATE: May 16, 2016

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 sale the District recently completed.
- As I shared with you in April, the bond refunding sale lowered the interest rate paid on a portion of the District's outstanding debt from 5.00% to 3.67%. This lower interest rate resulted in total savings of \$12,467,671 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 \$62,048,780.

ADMINISTRATIVE RECOMMENDATION:

The Administration recommends the Board of Trustees approve the 2015-2016 Debt Service Fund budget amendments/transfers as presented on the following page.

**ALEDO INDEPENDENT SCHOOL DISTRICT
DEBT SERVICE FUND
2015-2016 CROSS-FUNCTION BUDGET AMENDMENTS
As of May 16, 2016**

REVENUES

<u>Function/Description</u>	<u>Original Budget</u>	<u>Amendments</u>	<u>Amended Budget May 16, 2016</u>
57 Local Revenues	\$ 11,721,815	\$ -	\$ 11,721,815
79 Other Resources - Sale of Refunding Bonds	-	62,048,780	62,048,780
79 Other Resources - Transfer In from General Fund	-	-	-
Total Revenues	\$ 11,721,815	\$ 62,048,780	\$ 73,770,595

APPROPRIATIONS

<u>Function/Description</u>	<u>Original Budget</u>	<u>Amendments</u>	<u>Amended Budget May 16, 2016</u>
71 Bond Principal	\$ 3,060,000	\$ 755,000	\$ 3,815,000
71 Bond Interest	8,511,815	(755,000)	7,756,815
71 Debt Service Fees	150,000	536,305	686,305
00 Other Uses - Pmt to Bond Refunding Escrow	-	61,512,475	61,512,475
Total Appropriations	\$ 11,721,815	\$ 62,048,780	\$ 73,770,595