
Board of Education

ACTION

TITLE: Consider Rescinding the \$1,000,000 Capital Projects Fund Reservation

DATE: December 14, 2018

RESPONSIBLE ADMINISTRATOR: Charles Warren
Chief Financial Officer

BACKGROUND/CONSIDERATIONS:

On July 21, 2008, the School Board passed a resolution that included the following language:

The Superintendent of Schools is directed to complete the necessary documents to purchase the PRADCO property located at 3601 Jenny Lind at the price not to exceed \$1 million...

The Board of Education directs that a reserve fund be established from available district operating reserves to make payment for said property at the time of the closing.

As requested, \$1 million of the Capital Projects Fund was marked as “reserved” for this purchase as part of the financial statements of the District.

However, the administration has confirmed that PRADCO no longer has plans to sell buildings and property located at 3601 Jenny Lind Road. Therefore, we request that the “reservation” of funds be removed.

By removing the reservation, the \$1 million will be available to spend on other capital project needs of the District. If circumstances change and the PRADCO property become available in the future, available capital project funds can still be used to fund the purchase.

RECOMMENDATION:

The administration recommends the board approve the repeal of the \$1 million reservation held in the Capital Projects Fund.

If the Board agrees, the motion would read: ***move to rescind the \$1,000,000 reservation placed in the Capital Projects Fund for the purchase of PRADCO property.***