
Board of Education

INFORMATION

TITLE: Impact of the Payoff of Two Bond Issues

DATE: October 7, 2019

RESPONSIBLE ADMINISTRATOR: Charles Warren, CFO

VISION 2023 STRATEGY: Strategy 5. Staffing

BACKGROUND/CONSIDERATIONS:

The following table shows the 2019-2020 savings in debt service payments the District will achieve with the early payoff of the two bond issues as listed. The bonds were paid in full on September 17, 2019.

The early retirement of these two bond issues were part of the strategy proposed by the District to add \$450 to the certified salary schedule base. This \$450 base increase was the largest increase in the last five years. As I mentioned on more than one occasion during the presentation to the Board regarding the strategy to support the \$450 increase (the largest increase in five years), no new millage proceeds were used to pay for this increase.

| Original Bond Issue Date | Payoff Amount | Savings over the Life of the Bond | Savings Recognized through 6/30/2020 |
|--------------------------|-----------------------|-----------------------------------|--------------------------------------|
| 10/1/2010 | \$1,365,340.14 | \$1,460,517.50 | \$274,082.50 |
| 6/1/2011 | \$3,207,852.57 | \$3,416,387.50 | \$647,400.00 |
| Totals | \$4,573,192.71 | \$4,876,905.00 | \$921,482.50 |

RECOMMENDATION:

This is an information item. No recommendation is required.

VISION 2023 STRATEGIES - **1. Career Planning:** Develop and implement education and career pathways so that each student graduates with a viable plan and relevant skill set for his or her future. **2. Equity:** Develop and implement a system-wide plan to provide all students with the resources they need to optimize their learning. **3. Instruction:** Design, develop and implement programs to promote rigor, relevance, collaboration, critical- thinking skills and learning environments designed to meet each student's unique needs and aspirations. **4. Learning Environment/Facilities:** Align resources, facilities and technology strategically and equitably across the district to maximize security and enhance the learning environment. **5. Staffing:** Recruit and retain highly-qualified faculty, staff and administration. **6. Technology:** Provide appropriate technology that is consistently available, effectively supported and equitably distributed for group and individual instruction. **7. Wellness:** Develop and train empathetic and nurturing employees to be sensitive to and supportive of the needs of all children and families.