

Capital Projects Funding Options

Presented by
Kathy Johnson
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Capital Projects Financing Options

- Borrow funds for future projects
- Un-commit and transfer a portion of the PSERS reserve to fund capital projects
- Transfer all or a portion of fund balance over a specific percent to fund future projects
- Establish a fundraising committee to fund all or a portion of specific projects

Borrowing Funds

- Funds would be available to fund projects as they are identified
- Adds additional costs to the projects

PSERS Reserve

- Funds would be available immediately to fund capital projects
- Funding the increasing costs of PSERS
 - Increase real estate tax rate to Act 1 limits
 - Apply for referendum exceptions
 - Increases tax rate beyond Act 1 Index
 - Reduce expenditures elsewhere in the General Fund
 - Impact on programs and services
- Current Balance \$8,609,632
- History
 - Funds would have previously been transferred to Capital Projects Fund

Fund Balance Transfer

- Amount of transfer unknown until September/October following end of Fiscal Year
- Ability to manage Capital Projects
 - Projects delayed until enough funds have been accumulated
 - Additional costs may be incurred if projects related to maintenance are not completed
 - Roof repairs for example

Fundraising

- Ability to manage capital projects
 - Possible delay to starting projects
 - Funds would need to be received by the District prior to moving forward
- Backers of specific projects will embrace the project
- Taxpayers will not see taxes increased to fund specific projects