

# **Fiscal Oversight Committee**

***2022 Bond Memo***

***Presentation to the  
Board of Education***

**August 9, 2022**



# FOC Bylaws

## Fiscal Oversight Committee (FOC)

The FOC's primary function is to assist the BOE in fulfilling its fiscal oversight responsibilities with integrity and reliability. Additionally, prior to the Board asking for voter support for the authorization to incur a multi-year debt obligation(s) (Bond) and/or a Mill Levy Override (MLO), the FOC is to opine in writing upon the need for such electoral question(s).

**Other  
Committee  
Activities  
Related**

**Mill Bond Exploratory Committee (MBEC)**

FOC concurs with the MBEC findings.

**Mill Bond Oversight Committee (MBOC)**

FOC concurs with the MBOC role and recommendations.

## FOC Opinion For MLO

A MLO is needed for salaries, benefits and general operating expenses. FOC recommends in the amount of \$35 million to \$60 million.

## FOC Opinion For Bond

A Bond is needed for building maintenance, building expansions in needed areas and potential new elementary school(s). FOC recommends in the amount of \$350 million to \$450 million.

**1997  
Voter  
Approved  
Language**

The 1997 voter approved election question included specific language limiting the total District tax levy.

THERE SHALL BE NO INCREASE IN THE DISTRICT'S TOTAL MILL LEVY (EXCLUDING THE MILL LEVY FOR TAX ABATEMENTS, REFUNDS AND CREDITS) ABOVE THE RATE LEVIED FOR COLLECTION IN 1997 (50.657 MILLS) ....

Ballot question may be needed to remove and utilize the State 25% limit for MLO.

## 2022 Bond Policy - Ballot Language

FOC recommends language to address use of Bond proceeds, Bond premium and Bond interest earnings.

FOC recommends Bond payments be structured to coincide with the assets being purchased. i.e. Debt payments would be weighted to match the useful life of the assets being purchased.

