

RESOLUTION

MAKING CERTAIN FINDINGS AND DIRECTING THE TRANSFER OF SURPLUS FUNDS FROM THE DISTRICT'S GENERAL FUND TO THE DISTRICT'S INTEREST & SINKING FUND

WHEREAS, on August 25, 2015 the Board of Trustees of the MONTE ALTO INDEPENDENT SCHOOL DISTRICT, pursuant to Texas Tax Code § 26.08(a), levied an ad valorem tax of \$1.17 per \$100 valuation, for the support and maintenance of the public schools of the Monte Alto Independent School District; and

WHEREAS on August 25 ,2015 the Board of Trustees of the MONTE ALTO INDEPENDENT SCHOOL DISTRICT, in order to reduce the burden on it taxpayers of the maintenance taxes, levied an ad valorem tax of \$0.18 per \$100 valuation, for debt service funds; and,

WHEREAS, the principal and interest payments on the District's bonded indebtedness which will become due during the 2015—16 school year will require payment in the amount of Nine Hundred Seventy-Seven Thousand Eight Hundred Thirty-Six Dollars (\$977,836.00); and,

WHEREAS, in order the required payment obligations and maintain the required reserve requirements in the District's interest and sinking fund, it will be necessary to transfer the amount of Three Hundred Seventy Thousand Dollars (\$370,000.00) into the District's interest and sinking fund; and,

WHEREAS, the provisions of Texas Education Code 45.105(c) provides, *inter alia*, that funds from district taxes or other local sources, and state funds not designated for a specific purpose may be used for purposes necessary in the conduct of the public schools determined by the Board of Trustees; and,

WHEREAS, as reviewed by the District's Superintendent and Business Manager at the end of the recently completed 2014-15 school year, there were in excess of \$Two Million Two Hundred Thousand Dollars (\$2,200,000.00) in surplus funds, not designated for any specific purpose, in the District's unrestricted fund balance to make the required transfer of funds into the interest and sinking fund; and,

WHEREAS, the 2015-16 school year's adopted budget preserves the District's available fund balance as it existed as of the close of business at the end of the 2014-15 school year:

NOW, THEREFORE BE IT RESOLVED BY THE BOARD OF TRUSTEES OF THE MONTE ALTO INDEPENDENT SCHOOL DISTRICT:

SECTION 1. That the facts and recitations contained in the preamble of this Resolution are hereby found and declared to be true and correct.

SECTION 2. That the Board is authorized by the provisions of Texas Education Code 45.105(c) to transfer surplus funds, not designated for another purpose from the District's unrestricted fund balance into the interest and sinking fund.

SECTION 3. That the Board finds and declares that Three Hundred Seventy Thousand Dollars (\$370,000.00) in funds currently held as a part of the District's unrestricted fund balance are surplus funds, not designated for any specific purpose.

SECTION 4. That the Board directs that upon passage of this Resolution, the Superintendent immediately transfer surplus funds in the amount of Three Hundred Seventy Thousand Dollars (\$370,000.00) from the District's unrestricted fund balance to the District's interest and sinking fund.

EXECUTED this the 29th day of October 2015.

MONTE ALTO INDEPENDENT SCHOOL DISTRICT

By: _____
TERESA DEL TORO
President
Board of Trustees
Monte Alto Independent School District

ATTEST:

GLORIA GARATE
Secretary
Board of Trustees
Monte Alto Independent School District