

**Hesperia Community Schools
Board of Education
April 12, 2017
Ad Hoc Finance Committee**

The ad hoc finance meeting was called to order by Vaughn White, Superintendent at 5:15 p.m. in the Administration Office Conference Room.

Committee members present: Flanery, Daniels, and Sturtevant

Committee members absent: none

Also present: Vaughn White, Superintendent and Patricia Budde, Business Manager

Vaughn White, Superintendent, discussed the bonded debt financing and gave a history of the bonded debt from 1968, 1995, and 2008/2009. He explained the School Bond Loan Fund/School Loan Revolving Fund and how we need to borrow from the fund each year to make our bonded debt payments. He also explained why the millage has gone from 7 mills to 7.6 mills currently and stated that this was due to the passage of PA 437, which required districts to increase their millage rate to reduce the amount of time in the fund as required by the act. He also discussed the amount of increase in taxable value over the last twenty years and how the housing market decline has affected our district and impacted the bonded debt. A hand-out was given on the millage rates levied by the different districts in our surrounding area.

The process of reviewing the general fund budget expenditures line by line was started and we will meet again at 5:15 p.m. on April 17, 2017 (prior to the regular board meeting) in the Administration Office Conference Room to complete the process.

The meeting was adjourned at 7:00 p.m.



Vaughn White, Superintendent