

Buffalo Fiscal Stability Authority

Resolution No. 04-63

MODIFICATIONS TO THE 2003-2004 FINANCIAL PLAN INCLUDING APPROVAL OF PRIOR YEAR ENCUMBRANCES AND APPROVAL OF LEASE PAYMENT FOR JSCB

WHEREAS, on June 3, 2004 the Buffalo School District submitted a request for Buffalo Fiscal Stability Authority (BFSA) approval for three (3) modifications to the 2003-2004 Four-Year Financial Plan that had been approved by the BFSA, and

WHEREAS, the first modification that the District requests is for BFSA to recognize a prior year encumbrance of \$2.615 million in the General Fund from 2002-03 that has been brought into the current fiscal year, and

WHEREAS, the second modification that the District requests is for BFSA to recognize a prior year encumbrance of \$33,996 in the Food Service Fund from 2002-03 that has been brought into the current fiscal year, and

WHEREAS, Under Generally Accepted Accounting Principles, the District has treated purchases related to these outstanding encumbrances from the prior years as expenditures in the year those items were actually purchased, rather than record them on a budget basis in the year the funds were expended, and

WHEREAS, the third modification that the District requests is for BFSA to approve \$5,841,551 in lease payment costs for the Joint Schools Construction Board, and

WHEREAS, the modification is necessary as the exact amounts were unknown and not included when the 2003-04 budget was originally adopted, and

NOW THEREFORE BE IT RESOLVED THAT, the Buffalo Fiscal Stability Authority approves and certifies a prior year encumbrance of \$2.615 million in the General Fund from 2002-03, a prior year encumbrance of \$33,996 in the Food Service Fund from 2002-03 and \$5,841,551 in lease payment costs for the Joint Schools Construction Board as modifications to the 2003-04 Four-Year Financial Plan.

This resolution shall take effect immediately.

Approved June 9, 2004

/S/ Richard Tobe
Secretary