PROCEDURES FOR ACCOUNT OF SCHOOL CONSTRUCTION

PROCESS FOR LOCAL COSTS PRIOR TO ACQUIRING A BAN

Allowable costs that are budgeted for locally, prior to acquiring the Bond Anticipation Note (BAN), should use the major capital project coding under Fund 1000.

Example Accounts:

Fund	Program	Function	Object	Cost Center	Description
1000/3000	0000	4900	3400	900	Advertising and Legal
1000/3000	0000	4300	3420	900	Architect/Engineer - Basic Services
1000/3000	0000	4700	3420	900	Architect/Engineer – Additional Services
1000/3000	0000	4300	3421	900	Architect/Engineer – Reimbursable
1000/3000	0000	4100	3425	900	Site Selection

ACCOUNTING FOR THE BOND ANTICIPATION NOTE

Credit: Fund 3000, Revenue 5440
Debit: Fund 3000 Balance Sheet Code 1010

TRANSFER REVENUE FROM BAN TO COVER LOCAL COSTS

Credit Fund 1000, Revenue 520x
Debit: Fund 3000, Object 9120

ACCOUNTING FOR REVENUE FROM SUBSEQUENT BOND ANTICIPATION NOTES

Credit Fund 3000, Revenue 5440
Debit: Fund 3000 Balance Sheet Code 1010

ACCOUNTING FOR COSTS RELATED TO MAJOR CONSTRUCTION COSTS

Example Accounts:

Fund	Program	Function	Object	Cost Center	Description
3000	0000	4500	4500	900	New Construction (Construction Contract)
3000	0000	4100	7100	900	Land Purchase
3000	0000	4700	7300	900	Technology and Equipment
3000	0000	4900	3400	900	Advertising and Legal
3000	0000	4900	3490	900	Percent for Art
3000	0000	4500	8900	900	Project Reserves
3000	0000	4500	9000	900	Project Contingency
3000	0000	4300	3420	900	Architect/Engineer - Basic Services
3000	0000	4900	3420	900	Architect/Engineer - Additional Services
3000	0000	4300	3421	900	Architect/Engineer - Reimbursable
3000	0000	4500	3490	900	Consultants
3000	0000	4100	3422	900	Permitting and Approvals
3000	0000	4500	3400	900	Construction Testing
3000	0000	4100	3424	900	Surveys and Soils
3000	0000	4900	3428	900	Project Coordination
3000	0000	4900	3427	900	Clerk of the Works
3000	0000	4900	3429	900	Commissioning

ACCOUNTING FOR THE BOND NOTE

Credit: Fund 3000, Revenue 5110
Debit: Fund 3000 Balance Sheet Code 1010

SUBSIDY PAYMENT FOR BOND NOTE

Credit: Fund 1000, Revenue 3111
Debit: Fund 1000, Program 0000, Function 5100, Object 8310/8320, Cost Center 900