

**TREASURER'S REPORT  
THE NYACK LIBRARY  
November 30, 2018**

**Property Tax Revenues:** On November 15, the Library received \$273,149 in property tax revenues. This is the second of three property tax inflows expected in FY 2019.

October 30, 2018	77% of tax levy	\$2,336,939	Received
November 15, 2018	9% of tax levy	\$ 273,149	Received
April 2019	14% of tax levy	\$ 424,898	Pending

The Library has now received 86% of its \$3,034,986 total property tax levy for FY 2019.

**Cash:** On November 30, available cash balances in the Library's operating and reserve accounts totaled \$2,259,490. This large cash balance reflects the property tax receipts (described above) on October 30 and November 15.

An additional \$174,097 in cash associated with the 2007 Series B bonds is held in the Library's Debt Service Reserve account on November 30 by the bond trustee, Bank of New York Mellon. These funds will remain in possession of the bond trustee until the Series B bonds mature in 2027 or are defeased prior to 2027.

**Current Bonds Status:** On November 30, the Library had \$8,638,896 in long term debt.

\$7,493,896 or 87% of that is tax-exempt debt with TD Bank. The interest rate is fixed at 2.57%. Debt service is \$36,300 monthly. This bond is subject to call by TD Bank in October 2027, at which time the principal balance will be \$5,455,000.

The remaining debt is \$1,145,000 of 2007 taxable Series B bonds. The interest rate on these bonds is fixed at 6.22%. The Series B bonds mature in December 2027.

**Retirement of the Series B Bonds:** The Board of Trustees is considering sale of Stevenson House. This property and DePew House are collateral for the 2007 Series B bonds. The Series B bonds will need to be defeased prior to any property sale. All of the future principal and interest payments due on the Series B bonds through their December 2027 maturity will need to be placed in escrow with the bond trustee, who will then service the debt.

The defeasance requirement is currently \$1.53 million. The funding needed to satisfy the defeasance will come from (1) \$174 thousand in cash in the existing Debt Service Reserve account, (2) the proceeds of the Stevenson House sale, and (3) approximately \$390 thousand of the Library's cash balances. The existing \$450,000 TD Bank line of credit should be sufficient to cover the defeasance funding requirement through the customary October borrowing period.

**Disbursements:** At its November 10 meeting, the Board of Trustees will be asked to approve \$346,542 in November disbursements. 32% of those disbursements was for payroll, 39% was for debt service on the Series B bonds, 11% was debt service on the TD Bank bond, and the

remaining 18% was for insurances, library materials, utilities, and other miscellaneous expenses.

**Operations and Budget Performance:** For the five months of FY 2019, the Library realized a \$107,163 cash surplus from all of its enterprises.

Through November, Library operations accounted for \$112, 640 or 105% of that surplus. Most of that cash surplus was the result of favorable workforce, operations, and library materials variances from Budget. All other expense categories were essentially on Budget.

Through November, DePew House operated at a \$24,879 cash deficit, essentially on Budget.

Through November, Stevenson House operated at a \$19,401 cash surplus, essentially on Budget.

Stephen R. Beck