

Attachment C represents the projects that have closed and for which full payment from the Literary Fund has been made since the last Board meeting.

Superintendent's Recommendation:

The Superintendent of Public Instruction recommends approval of the financial report (including all statements) on the status of the Literary Fund as of March 31, 2009.

Impact on Resources:

As funds become available in the Literary Fund, recommendations will be made to the Board for funding priority projects and those projects at the top of the First Priority Waiting List, with the cash balance reduced as loan requests are processed.

Timetable for Further Review/Action:

The Department staff will prepare a quarterly financial report on this fund for Board approval. Information also will be presented each quarter, as part of another agenda item, regarding those projects on the two waiting lists.

STATEMENT OF THE FINANCIAL POSITION OF THE LITERARY FUND
(as of March 31, 2009)

Line Reference	PRINCIPAL BALANCE	<u>March 31, 2009</u>	<u>December 31, 2008</u>	<u>Increase/(Decrease)</u>
1.	Cash and investments maintained by State Treasurer	253,568,479	182,923,905	70,644,574
2.	Temporary loans received from local school boards (secured by promissory notes)	7,500,000	0	7,500,000
3.	Cash and investments in custody of Virginia Public School Authority (VPSA)	0	0	0
4.	Long-term loans in custody of Virginia Public School Authority (VPSA)	308,778,567	309,143,318	(364,751)
5.	Total Principal of Literary Fund	569,847,046	492,067,223	77,779,823
CURRENT COMMITMENTS AGAINST LITERARY FUND REVENUE				
6.	Balance due on active projects (Attachment B)	25,091,935	41,616,998	(16,525,064)
7.	Debt service on VPSA equipment notes ¹	60,536,725	60,536,725	0
8.	Interest rate subsidy ²	0	0	0
9.	Trigon Reserve	5,657,429	5,657,429	0
10.	Transfer for Teacher Retirement ³	228,691,828	228,691,828	0
11.	Other Encumbrances held by Treasurer of Virginia	10,234	10,234	0
12.	Required Carry Forward Balance	64,469,470	64,469,470	0
13.	Total of Literary Fund Commitments	384,457,620	400,982,684	(16,525,064)
FUNDS AVAILABLE FOR CURRENT COMMITMENTS AND NEW LOANS				
14.	Cash and investments maintained by State Treasurer (Line 1)	253,568,479		
15.	Less commitments against Literary Fund Revenues (Line 13)	(384,457,620)		
16.	Balance Available to Fund New Projects Currently on Waiting List - (Additional Funds Needed to Meet Commitments)	(130,889,141)		

NOTES:

¹Chapter 781 requires \$64,469,470 to be set aside for debt service on VPSA equipment notes. (Fiscal year-to-date payment of \$3,932,745 in October reflected in line 7.)

²Chapter 781 requires \$8,631,107 to be set aside for an interest rate subsidy program. (Fall Subsidy Sale completed for \$8,631,106.33 and is reflected in line 6.)

³Chapter 781 requires \$228,691,828 to be transferred from the Literary Fund to pay teacher retirement in fiscal year 2009.

ACTIVE LITERARY FUND PROJECTS (as of March 31, 2009)

Application Number	School Division	School	Release Date	Funds Approved for Release	Actual Funds Disbursed	Balance Due	Percent Drawn
Literary Loans							
11254	Southampton County	Riverdale Elementary	January, 2008	7,500,000	-	7,500,000	0.00%
11261	Culpeper County	New Elementary	January, 2008	7,500,000	-	7,500,000	0.00%
				\$ 15,000,000	\$ -	\$ 15,000,000	
Subsidy Grants							
11062	Chesapeake City	Butts Road Intermediate	2001 Subsidy	85,594	(77,881)	7,713	90.99%
11098	Washington County	Holston High	2003 Subsidy	20,949	(989)	19,960	4.72%
11097	Washington County	John S. Battle High	2003 Subsidy	30,210	-	30,210	0.00%
11099	Washington County	Patrick Henry High	2003 Subsidy	30,181	-	30,181	0.00%
11100	Washington County	Valley Institute	2003 Subsidy	5,861	-	5,861	0.00%
11151	Nottoway County	Blackstone Primary	2004 Subsidy	54,632	(40,393)	14,239	73.94%
11150	Nottoway County	Crewe Primary	2004 Subsidy	191,790	(161,572)	30,218	84.24%
11181	Grayson County	Grayson Middle	2005 Subsidy	138,831	-	138,831	0.00%
11201	Portsmouth City	Park View Elementary	2006 Subsidy	1,331,227	(6,500)	1,324,727	0.49%
11210	Halifax County	Halifax Middle	2006 Subsidy	1,331,227	(1,097,125)	234,102	82.41%
11220	Halifax County	South Boston Elementary	2006 Subsidy	641,739	(227,676)	414,063	35.48%
11212	Washington County	Abingdon Elementary	2007 Subsidy	201,358	(6,500)	194,858	3.23%
11213	Washington County	High Point Elementary	2007 Subsidy	154,739	-	154,739	0.00%
11214	Washington County	Valley Institute Elementary	2007 Subsidy	123,197	-	123,197	0.00%
11215	Washington County	E. B. Stanley Middle	2007 Subsidy	149,896	-	149,896	0.00%
11228	Roanoke County	Northside High School	2007 Subsidy	798,438	-	798,438	0.00%
11258	Gloucester County	Abingdon Elementary School	2007 Subsidy	798,438	(672,361)	126,078	84.21%
11262	Wise County	Coeburn Middle School	2008 Subsidy	631,973	-	631,973	0.00%
11263	Wise County	Powell Valley Primary School	2008 Subsidy	726,322	-	726,322	0.00%
11255	Roanoke City	William Fleming High School	2008 Subsidy	1,006,140	-	1,006,140	0.00%
11272	Town of West Point	West Point High School	2008 Subsidy	64,219	(6,500)	57,719	10.12%
11273	Town of West Point	West Point Middle School	2008 Subsidy	41,984	-	41,984	0.00%
11270	Rockingham County	New Elementary School in Elkton	2008 Subsidy	999,640	-	999,640	0.00%
11271	Rockingham County	New High School in Elkton	2008 Subsidy	1,006,140	-	1,006,140	0.00%
11293	Tazewell County	Richlands Elementary School	2008 Subsidy	446,045	-	446,045	0.00%
11294	Tazewell County	Tazewell Elementary School	2008 Subsidy	483,392	-	483,392	0.00%
11295	Tazewell County	Springville Elementary School	2008 Subsidy	243,178	-	243,178	0.00%
11296	Tazewell County	North Tazewell Elementary School	2008 Subsidy	324,368	-	324,368	0.00%
11297	Tazewell County	Cedar Bluff Elementary School	2008 Subsidy	327,724	-	327,724	0.00%
				\$ 27,389,431	\$ (2,297,496)	\$ 25,091,935	

July, 2009

LITERARY FUND PROJECT REIMBURSEMENTS COMPLETED (as of March 31, 2009)

Application Number	School Division	School	Release Date	Funds Approved for Release	Actual Funds Disbursed	Funds Returned	Balance Due	Percent Drawn
11221	Culpeper County	Culpeper County High	January, 2008	7,500,000	(7,500,000)	-	-	100.00%
11259	Greensville County	E. W. Wyatt Middle	January, 2008	7,500,000	(7,500,000)	-	-	100.00%
				\$ 15,000,000	\$ (15,000,000)	\$ -	\$ -	
11096	Washington County	Abingdon High	2003 Subsidy	34,943	(34,943)	-	-	100.00%
11143	Franklin County	Windy Gap Elementary	2006 Subsidy	745,557	(745,557)	-	-	100.00%
11121	Henry County	G. W. Carver Elementary	2006 Subsidy	624,720	(624,720)	-	-	100.00%
11222	Henry County	Campbell Court Elementary	2006 Subsidy	706,533	(706,533)	0.10	-	100.00%
11256	Henry County	Drewry Mason Elementary	2007 Subsidy	648,523	(648,523)	-	-	100.00%
11209	New Kent County	New Kent High School	2007 Subsidy	214,640	(214,640)	-	-	100.00%
11260	Powhatan County	New Elementary School	2008 Subsidy	1,006,140	(1,006,140)	-	-	100.00%
				\$ 18,981,055	\$ (18,981,055)	\$ 0.10	\$ -	