

ACTION ITEM: CONSIDERATION AND ACTION ON A RESOLUTION AUTHORIZING THE ISSUANCE AND SALE OF DESOTO INDEPENDENT SCHOOL DISTRICT TAX AND REVENUE ANTICIPATION NOTE, SERIES 2018 (TAXABLE); PROVIDING FOR THE SECURITY AND PAYMENT THEREOF; APPROVING A NOTE PURCHASE AGREEMENT; AND ENACTING OTHER PROVISIONS RELATING THERETO

BACKGROUND INFORMATION:

Districts having a cash flow issue due to the timing of the receipt of their state revenue payments and collection of property taxes are allowed to issue Tax and Revenue Anticipation Notes to increase available cash.

Following review of the district's current portfolio, it is the recommendation of the Interim Chief Financial Officer that the district pursue this option to support its operational needs during this time and prior to the district's receipt of state revenue and collection of property taxes.

Tax anticipation notes are relatively short-term and are payable after the collection of the majority of the district's revenue.

The Interim Chief Financial Officer estimates funds developed from this recommendation will reposition the district to be proactive in resolution of its operational needs for the foreseeable future.

RECOMMENDATION:

Approve as presented.

ACTION REQUIRED:

Record vote.

CONTACT PERSON:

Dr. D'Andre Weaver
Mrs. Deborah Cabrera

ENCLOSURES:

Resolution