

Manor Independent School District
Board of Trustee Meeting Agenda Item
10/22/2024

ACTION ITEM SHEET

RE: To adopt Board Resolution to Authorize Borrowing

Supporting Documents:

1. Resolution to Authorize Borrowing

District Goals:

Goal 4: EQUITY & INNOVATION- By 2026, 100% of Manor ISD scholars, staff, campuses, and school communities will have equitable access to innovative academic, human, financial, capital, technological, and all other necessary resources and supports.

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Background Information:

In light of the District's financial position during FY2023-24, which will reduce the unaudited unassigned general fund balance by 34% or \$13.7MM, the current general fund balance will reach negative \$6,114,240 during the month of November before tax revenues begin to flow in during December. This will impede the District from meeting Payroll and financing lawful operating expenditures during this period.

District policy CCF (LEGAL) – Local Revenue Sources Loans and Notes states that the District may borrow money for the purpose of paying maintenance expenses and may evidence those loans with negotiable or nonnegotiable notes. The notes may be payable from and secured by a lien on and pledge of any available funds of the District, including proceeds of a maintenance tax.

Fiscal Implications:

To acquire a short-term loan in the amount not to exceed \$14 million to finance maintenance and operations in the 2024-25 fiscal year.

Administrative Recommendation:

That the Board approves the resolution to authorize borrowing.

Motion Language:

I move that the board approves: that the Board of Trustees of the Manor Independent School District hereby authorizes the Superintendent to enter into agreements to borrow funds for fiscal year 2024-2025 in amounts not to exceed \$14 million, as submitted.

Moises Santiago, CFO

Contact Person

Dr. Robert Sormani

Approved by Superintendent