

A G E N D A

I T E M

Subject: Discuss/approve financing proposal and resolution to be utilized for portable classrooms at HJHS.

Rationale: A couple weeks ago we happened to have a discussion with Bill Tarleton, Live Oak Financial representative, and discovered HISD could actually finance the buildings, walkways, electrical, etc. over the period of a few years. This would be beneficial to the District in order to continue short and long term facility and financial plans. Attached is documentation that demonstrates Live Oak could provide us financing at 3.59% over the course of 5 years or 3.41% for 3 years to cover the original estimates of portable buildings. This is actually a slightly lower rate than was found a couple weeks ago. Attached is the revised proposal for financing \$125,000 for 3 at 3.41% or for 5 years at 3.59%. Payments would not begin until the 2018-2019 fiscal year.

Recommendation: Approve the PPFAC contract and execution of the Reimbursement Resolution for the financing of the District Portable Buildings project **for \$125,000 at 3.41% over a 3 year term.**