



NORTH EAST INDEPENDENT SCHOOL DISTRICT

Date: April 13, 2026

Presenter: Susan Lackorn

Subject: Consideration and Approval of an
Order Authorizing and Establishing
A Commercial Paper Program

Related Page(s): Resolution

ACTION ITEM

BACKGROUND INFORMATION

Consideration and approval of an order authorizing and establishing a Commercial Paper Program under which will be issued short term obligations in an aggregate principal amount not to exceed \$100,000,000 to provide interim financing to pay project costs for eligible projects for the district; authorizing such short term obligations to be issued, sold, and delivered as commercial paper notes in one or more series and on a tax-exempt basis, authorizing the execution of loan notes, and prescribing the terms, features, and characteristics of such instruments; approving and authorizing certain members of the Board of Trustees and District Staff to act on behalf of the District in the sale and delivery of such short term obligations, within the limitations and procedures specified herein and in accordance with applicable law; making certain covenants and agreements in connection therewith; resolving other matters incident and related to the issuance, sale, security, and delivery of such short term obligations, including the approval of one or more revolving credit agreements providing liquidity support therefor; approving the use of an offering memorandum in connection with this matter; enacting other provisions incident and related to the subject and purpose of this order; and providing for an effective date.

ADMINISTRATIVE CONSIDERATION

Request for proposals for the liquidity facility provider bank, (re)marketing agent/dealer, and issuing agent were prepared and submitted on behalf of the District by the District's financial advisor, Hilltop Securities Inc. All submissions were reviewed by Hilltop Securities Inc and District staff. The contracts were awarded as follows: liquidity – JP Morgan, agent/dealer – Morgan Stanley, and issuing agent – Amegy Bank.

BUDGETARY CONSIDERATION

All associated costs will be paid from the District's Debt Service Fund.

ADMINISTRATIVE RECOMMENDATION

It is recommended that the Board of Trustees adopt an order authorizing the establishment of North East Independent School District Commercial Paper Program, the issuance of notes from time to time thereunder and execution of a credit agreement in connection therewith.

BOARD ACTION REQUIRED

Approval/Disapproval