

Agenda Request Form

Cherokee County School District

Meeting Date
September 14, 2017

Agenda Item Number
D-2

Title
Proposed Issuance of Tax Anticipation Notes (TANs)
Requested Action
School Board Consideration of Superintendent's Recommendation for Approval of Issuance of a Tax Anticipation Note (TAN)
Summary Explanation and Background
<p>The School District derives a large part of its annual operating capital from the collections of property tax in the county. Property tax is collected one time per year, generally between November and January. Because of the timing of the collection of property tax, the School District experiences a short term cash flow interruption requiring short term borrowing in the form of a Tax Anticipation Note ("TAN"). A TAN must be repaid in full prior to the end of the calendar year. The Board is, therefore, asked to consider and approve the Superintendent's recommendation to adopt in substantially similar form, the attached Resolution authorizing the issuance of \$13.75 million of a TAN to the financial institution submitting lowest qualified interest rate bids. Interest rate bids will be solicited, received and evaluated by staff and representatives from Davenport and Company, the District's Independent Financial Consultant, prior to the September 14, 2017 Board Meeting.</p>
Major System Priority
Increasing Accountability
Financial Impact
Estimated interest expense: \$43,246. Actual expense to be based on bid.
Exhibits: (List)
Resolution Authorizing Sale of a Tax Anticipation Note (TAN) Distributed at September 14, 2017 Board Meeting

Board Action
<i>(For Official School Board Records Only)</i>

Source of Additional Information						
<table style="width: 100%; border: none;"> <tr> <td style="border: none;">Dr. Brian V. Hightower</td> <td style="border: none; text-align: right;">770.479.1871</td> </tr> <tr> <td style="border: none;">Kenneth Owen</td> <td style="border: none; text-align: right;">770.479.1871</td> </tr> <tr> <td style="border: none;">Tom Roach</td> <td style="border: none; text-align: right;">770.479.1406</td> </tr> </table>	Dr. Brian V. Hightower	770.479.1871	Kenneth Owen	770.479.1871	Tom Roach	770.479.1406
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OFFICE OF THE SUPERINTENDENT OF SCHOOLS

Approved in Open Board Meeting on: _____ (Date)

By: _____ (School Board Chairman)