

OHLONE COMMUNITY COLLEGE DISTRICT

MEMORANDUM

Board Resolution
Consent Agenda Item

TO: Board of Trustees

FROM: Dr. Douglas Treadway

DATE: April 13, 2005

SUBJECT: Approval of Resolution 19/04-05, Authorizing the Issuance of the 2005-2006 Tax and Revenue Anticipation Note and Participation in the Community College League of California Cash Flow Financing Program

For the 2003-2004 fiscal year, the District issued a Tax and Revenue Anticipation Note for \$2,214,422.83. In 2004-2005, the District successfully planned the cash flow needs and did not qualify.

Net Interest Gain	<u>2003-2004</u>	<u>2004-2005</u>
	\$6,280.00	\$0.00

Pursuant to Section 53850 et. Seq. of the California Government Code, the District may borrow money by issuing notes for any purpose for which the District is authorized to expend monies, including, but not limited to, current expenses, capital expenditures, and the discharge of any obligations of indebtedness of the District.

The Community College League of California is sponsoring a Tax and Revenue Anticipation Note Program for 2006, which is limited to California Community College Districts and allows participating districts to maximize their combined strength in the financial market place.

Note: Approval of this resolution will authorize the District to participate in the cash flow financing program of the Community College League of California, and issuance of tax and revenue anticipation notes for fiscal year 2005-2006. However, the District's decision by the Vice President of Business Services and the President/Superintendent to participate in the program is not binding on the District until the actual execution and delivery of Pricing Confirmation. The latter is scheduled to occur around the end of June 2005, and will be determined by a market bid process among underwriters with the objectives of achieving the lowest possible borrowing rate and the highest investment yield.

Authorized Representatives:

President of the Board of Trustees

President/Superintendent

Vice President, Business Services/Deputy Superintendent

RECOMMENDATION

The President/Superintendent recommends that the Board of Trustees approve Resolution No. 19/04-05, authorizing a Tax and Revenue Anticipation note not to exceed \$3,000,000 and participation in the Community College League of California Cash Flow Financing Program.

Attachment