MONROE COUNTY COMMUNITY SCHOOL CORPORATION
BOARD OF SCHOOL TRUSTEES
Special Meeting of the School Board June 30, 2008

FOR ACTION: Authorize Comptroller or Assistant Comptroller to Sell Tax Anticipation Warrants on July 2nd or July 3rd, Subject to School Board Ratification at the Regular Meeting on July 8, 2008

Recommendation:
The administration recommends the Board authorize either the Comptroller or the Assistant Comptroller to sell tax anticipation warrants in the amount of $6,000,000, for the benefit of the MCCSC Debt Service Fund, to the responsible bidder or bidders submitting the lowest net interest cost based upon bids to be opened on July 2, 2008 at 11:00 a.m.

The administration further recommends the Board ratify the action taken by the Comptroller to advertise the aforementioned sale of tax anticipation warrants. All actions taken or to be taken in connection with the sale of these warrants are included under the provisions of Indiana Code Title 20, Article 48, Chapter 1, Section 9.

Background Information:
Because of uncertainty as to the expected timing of tax advances associated with the June 2008 settlement and distribution of taxes, the administration feels it is advisable to sell the warrant(s) described above in order to ensure the School Corporation will be able to make all debt, accounts payable and payroll payments on a timely basis. The administration has been in contact with Monroe County officials on a regular basis to monitor progress of the work required by those officials to permit distribution of tax monies. Problems associated with reassessment have resulted in tax bills being sent very late this year.

The bid specifications were written so that the School Corporation may repay the temporary loans prior to December 31st if cash flow permits such repayment. Otherwise all temporary loans are to be repaid prior to December 31, 2008.