



COUNTY OF SAN MATEO
Inter-Departmental Correspondence

County Counsel

DATE: May 8, 2006

BOARD MEETING DATE: May 23, 2006

SPECIAL NOTICE/HEARING: None

VOTE REQUIRED: Majority

TO: Honorable Board of Supervisors

FROM: County Counsel

SUBJECT: Resolution Providing for Issuance and Competitive Sale of Sequoia Union High School District 2006 Tax and Revenue Anticipation Notes

RECOMMENDATION:

Adopt a resolution providing for the issuance and Competitive Sale of Sequoia Union High School District 2006 Tax and Revenue Anticipation Notes in an amount not-to-exceed \$18,000,000.

VISION ALIGNMENT:

Commitment: Sow the seeds of our future prosperity.

Goal 19: The skill level of new workers rises with improved K-12 education and training options.

The issuance and sale of Tax and Revenue Anticipation Notes by the Sequoia Union High School District will increase the funds currently available to the District and thereby support the District's operating budget.

BACKGROUND:

Pursuant to state statute, a school district may borrow money by issuing Tax and Revenue Anticipation Notes (TRANS) for any purpose for which the school district is authorized to use and expend moneys, including, but not limited to, current expenses, capital expenditures, and the discharge of any obligation or indebtedness of the school district. When issued by the school district individually, such notes must be issued in the name of the school district by the Board of Supervisors. The school district pledges any taxes, income or revenue for payment of the Notes, and

the Notes are a general obligation of the school district.

DISCUSSION:

The Governing Board of the Sequoia Union High School District passed a resolution on May 17, 2006, requesting the borrowing of funds not to exceed \$18,000,000 through the issuance of 2006 Tax and Revenue Anticipation Notes. The recommended resolution authorizes issuance of the TRANS, approves the form of the notes and the sale of the notes at a competitive public sale, and authorizes the signatures and other actions necessary to finalize the issuance.

A copy of the District's Resolution has been filed with the Clerk of the Board.

FISCAL IMPACT:

The TRANS are not an obligation of the County and have no fiscal impact on the County.