

**OAK PARK UNIFIED SCHOOL DISTRICT
5801 E. CONIFER STREET
OAK PARK, CALIFORNIA 91377
(818) 735-3206**

**AMENDED
NOTICE OF SPECIAL BOARD MEETING - AGENDA #861**

Written notice is hereby given in accordance with Education Code Section 54957 that a special Board Meeting of the Board of Education of Oak Park Unified School District will be held:

DATE: Thursday, June 28, 2012
TIME: 6:00 p.m. Open Session
PLACE: **Oak Park Unified School District – Conference Room**
5801 E. Conifer Street, Oak Park, CA 91377

Call to Order
Pledge of Allegiance
Roll Call
Public Comments

OPEN SESSION

- 1. Approve Temporary Borrowing from Measure R Bond Funds as Authorized by Education Code 42603**
- 2. Review/Revise Oak Park Unified School District Moral Imperatives & Goals for 2012-13**

Date: June 26, 2012

Anthony W. Knight, Ed.D.
Superintendent and Secretary to the Board of Education

TO: MEMBERS, BOARD OF EDUCATION
FROM: DR. ANTHONY W. KNIGHT, SUPERINTENDENT
DATE: JUNE 28, 2012
SUBJECT: 1. APPROVE TEMPORARY BORROWING FROM MEASURE R BOND FUNDS AS AUTHORIZED BY EDUCATION CODE SECTION 42603

ACTION

ISSUE: Shall the Board approve temporary borrowing from Measure R bond funds as authorized by Education Code (EC) Section 42603?

BACKGROUND: As previously shared with the Board, the District continues to face a cash flow challenge created by the State's funding apportionment schedule. The schedule, traditionally a 12 month period, now extends to 14 months, with a full 38.4% of 2011-12 funding received two months *after* the end of the fiscal year. In other words, the District is required to make 100% of its expenses by June 30, 2012, but will only have received 61.6% of its total funding. To meet this challenge the District has historically utilized Tax Revenue Anticipatory Note (TRAN) issuances, as well as accessing other District funds.

A resolution for the 2012-13 TRAN is being prepared for action at the Board's special meeting on July 12, 2012. Assuming its approval, the TRAN is expected to fund on July 31, 2012. In the interim, however, the District finds itself with a cash shortfall of approximately \$700,000 for its mid-July financial obligations. To address this issue, staff is recommending that the District temporarily borrow \$700,000 from its Measure R bond fund as permitted and authorized by EC 42603. The cash will be borrowed on or about July 9, 2012, and the bond fund will be repaid in full, plus interest at the prevailing rate, when the TRAN funds on July 31, 2012.

This plan has been reviewed and approved by bond counsel, and with the District's audit firm.

ALTERNATIVES:

1. Approve temporary borrowing from the Measure R bond fund, in the amount of \$700,000, as authorized by EC 42603.
2. Do not approve temporary borrowing.

RECOMMENDATION: Alternative No. 1

Prepared by: Martin Klauss, Assistant Superintendent, Business and Administrative Services

Respectfully submitted,



Anthony W. Knight, Ed.D.
Superintendent

Board Action: On motion of _____, seconded by _____, the Board of Education:

VOTE:	AYES	NOES	ABSTAIN	ABSENT
Iceland	_____	_____	_____	_____
Laifman	_____	_____	_____	_____
Pallant	_____	_____	_____	_____
Rosen	_____	_____	_____	_____
Yeoh	_____	_____	_____	_____