

A SPECIAL MEETING OF  
THE KENOSHA UNIFIED SCHOOL BOARD  
HELD SEPTEMBER 13, 2018

A special meeting of the Kenosha Unified School Board was held on Thursday, September 13, 2018, at 7:45 P.M. in the Auditorium at Indian Trail High School and Academy. The purpose of this meeting was for Discussion/Action on a Resolution Authorizing Temporary Borrowing in an Amount Not to Exceed \$20,000,000 Pursuant to Section 67.12(8)(a)1, Wis. Stats. and Views and Comments by the Public.

The meeting was called to order at 7:45 P.M. with the following members present: Ms. Stevens, Mr. Garcia, Mr. Bottle, Mr. Duncan, Mr. Kunich, Mrs. Modder, and Mr. Wade. Dr. Savaglio-Jarvis was also present.

Mr. Wade, President, opened the meeting by announcing that this was a special meeting of the School Board of the Kenosha Unified School District No. 1. Notice of this special meeting was given to the public by forwarding a copy of the notice to all requesting radio stations and newspapers.

Mr. Tarik Hamdan, Chief Financial Officer, introduced Mrs. Michele Wiberg of PMA Securities and she presented the Resolution Authorizing Temporary Borrowing in an Amount Not to Exceed \$20,000,000 Pursuant to Section 67.12(8)(a)1, Wis. Stats. submitted by Mrs. Lisa Salo, Accounting Manager; Mr. Hamdan; and Dr. Savaglio-Jarvis, excerpts follow:

“Due to timing and the receipt of the majority of school districts’ funding (state aid and tax levy), there are periods throughout the year when expenditures payable are greater than cash on hand. In these cases, short-term borrowing is required to meet the district’s current obligations. Last fall, the Board of Education approved authorization for issuance and sale of Tax and Revenue Anticipation Promissory Notes (TRANS) for \$25 million. Based on the results of the 2017-2018 fiscal year, along with anticipated revenues and expenditures for the 2018-2019 fiscal year, the District’s short-term borrowing needs are projected to be approximately \$20 million for this fiscal year.

Attachment A is a monthly summary of the 2018-2019 cash flow projection that has been reviewed by the District’s financial advisor, PMA Securities, Inc. This schedule confirms the District’s projected cash flow shortfalls and supports the need to borrow funds.

Attachment B is a daily projection of the anticipated revenues and expenditures for the month of February where the lowest daily deficit of \$18,216,712 is projected to occur on Friday, February 15, 2019. The February property tax settlements are scheduled to be received the following week. Along with recent changes in tax laws comes some uncertainty with regards to property tax collections. The district has accounted for the potential of a shift in collection rates.

Attachment C is a resolution that is presented to the Board to authorize the borrowing. The \$20 million will then be fully repaid in September 2019. The Tax and Revenue Anticipation Promissory Notes (TRANS) were sold on September 13, 2018.

Administration recommends that the Board approve the attached Resolution Authorizing Temporary Borrowing in Amount Not to Exceed \$20,000,000 Pursuant to Section 67.12(8)(a)1, Wis. Stats.”

Mr. Hamdan distributed an updated overview of the 2018-19 cash flow borrowing.

Mrs. Wiberg noted that the updated amount to be borrowed is \$19,850,000.

Ms. Stevens moved to approve the attached Resolution Authorizing Temporary Borrowing in Amount Not to Exceed \$19,850,000 Pursuant to Section 67.12(8)(a)1, Wis. Stats. Mr. Kunich seconded the motion. Unanimously approved.

There were no views and/or comments by the public.

Mr. Duncan moved to adjourn the meeting. Mr. Kunich seconded the motion. Unanimously approved.

Meeting adjourned at 7:52 P.M.

Stacy Busby  
School Board Secretary