

June 8, 2010

FINANCE/FACILITIES & TRANSPORTATION

1. AUTHORIZATION TO APPLY FOR SHORT TERM LOAN

WHEREAS, the New Jersey Department of Education has indicated that state aid funds originally scheduled for payment to Boards of Education in June, 2010 will be delayed until July, 2010, and

WHEREAS, N.J.S.A 18A:22-44.2 provides Boards of Education with the ability to enter into short term loans to address cash flow constraints created by these delayed state aid payments, and

WHEREAS, cash flow projections indicate that \$ 1,407,206 will be needed to meet the district's June, 2010 financial obligations, and

WHEREAS, TD Bank has indicated the interest cost of borrowing said funds will be \$ 2,736.23 based on loan repayment being July 6, 2010 [or \$2,833.96 based on loan repayment being July 7, 2010] (all of which is to be paid in full by the State),

NOW, THEREFORE, BE IT RESOLVED, that the Business Administrator be authorized to execute and submit any and all necessary forms to effectuate said borrowing.