



*County of Nevada ~
Office of the Treasurer & Tax Collector*

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NEVADA COUNTY BOARD OF SUPERVISORS
Board Agenda Memo

MEETING DATE: July 14, 2020

TO: Honorable Board of Supervisors

FROM: **Tina M. Vernon, Treasurer & Tax Collector**

SUBJECT: Notice from Dale Scott & Company, announcing that one Nevada County School District has elected to participate in the Tax and Revenue Anticipation Notes (TRAN) allowable by GC 53853 requesting response from the Nevada County Board of Supervisors of their participation intent. The school district is shown below with the amount of TRAN borrowing.

Grass Valley Elementary School District **\$4,500,000.00**

RECOMMENDATION:

Authorize the Clerk of The Board to sign the attached Notice, notifying the California School Cash Reserve Program Authority that the County of Nevada will not be issuing a Tax and Revenue Anticipation Note (TRAN) in the name of Grass Valley School District and that the district can issue a TRAN on their own behalf.

FUNDING: None

BACKGROUND:

On June 9, 2020, the Treasurer & Tax Collector was notified by Dale Scott and Company (letter enclosed) that one school district subject to the jurisdiction of the Superintendent of Schools of the County of Nevada, Grass Valley Elementary, was expected to participate in a cash flow borrowing program whereby the district would issue tax and revenue anticipation note borrowings through the California School Cash Reserve Program. In order for the district to participate under Government Code Section 53853, the County Board of Supervisors must indicate, by signing the attached Notice within a 45-day period, that the County will not issue a TRAN on behalf of the District and that the district may issue financing in its own name.

This type of cash flow borrowing often occurs in economic down periods and, throughout the years, school districts have issued TRANS as an offset to their cash flow deficiencies. The Board of Supervisors of Nevada County was last requested to sign a notice stating that it will not authorize the issuance of the TRAN on behalf of the named District in 2012.

Item Initiated and Approved by: Tina M. Vernon

Submittal Date: July 1, 2020