

WILLOWS UNIFIED SCHOOL DISTRICT
Office of the Superintendent

Date: 02/16/09

Request For Placement on Board Agenda:

AGENDA TOPIC: Cash Flow – Request from Glenn County Office of Education to defer Special Education transfer of excess cost.

PRESENTER: Betty Skala, Director of Business Services

Background Information:

Special Education excess cost payment due to Glenn County Office of Education, in the past it was collected as part of the year end process in June. The SELPA agreed to break the payments to GCOE into four installments, with the first in October, second in January, third in April and the final in June. As of today, no transfers have been made by GCOE, however, according to their plan two payments should have been made in the amount of \$256,059 with another \$269,059 still due for a total of \$512,117.

At a recent business managers' meeting it was asked that the County Office of Education consider defer the new method of releasing funds due to the State's deferral of district's primary funding source of revenue limits and class size reduction funding. At this time, we are not aware of any decision made by GCOE other than it was recommended by our fiscal expert to make this request on our own behalf.

Recommendations:

Authorize our request to Glenn County Office of Education to defer WUSD's 2008-09 special education excess cost transfer until the State deferrals are received in 2009-10.

WILLOWS UNIFIED SCHOOL DISTRICT
Office of the Superintendent

Date: 02/16/09

Request For Placement on Board Agenda:

AGENDA TOPIC: Cash Flow – Temporary cash from Glenn County Office of Education in the event of cash flow problems.

PRESENTER: Betty Skala, Director of Business Services

Background Information:

We have several options in the event there are cash flow problems this fiscal year. They are first to borrow from within the District via interfund transfers, or issue a Tax and Revenue Anticipation Notes (TRANS), loan from Glenn County Office or the County of Glenn and lastly the State of California.

Options open for WUSD at this time that we are considering are interfund transfers (resolution on file from a previous Board meeting), TRANS (agenda item for your consideration and approval), and the attached resolution to request temporary cash from Glenn County Office of Education.

The State continues to defer revenues such as CSR from February to July 2009 (\$441,543 will not be received in March as in the past) and revenue limits apportionments deferred from February through June to July and July and August deferred to October 2009. This will result in over \$2M not coming in until July 2009 for 2008-09 revenues with another \$2M not coming in until October (2009-10 revenues).

Recommendations:

Approve the attached resolution and authorizing our request to Glenn County Office of Education for temporary cash flow in the event it is needed this fiscal year.

WILLOWS UNIFIED SCHOOL DISTRICT

RESOLUTION NO. 2008-09 - 17

**RESOLUTION TO ESTABLISH TEMPORARY CASH TRANSFER
FROM GLENN COUNTY OFFICE OF EDUCATION**

ON MOTION of Member _____, seconded by Member _____, the following resolution is hereby adopted:

WHEREAS, the governing board of any school district may make a request from the county superintendent of schools, with the approval of the county board of education to make an apportionment to a school district from the county school service fund conditional upon the repayment to the fund during the next succeeding fiscal year of the amount apportioned to the district and shall during the next succeeding fiscal year, transfer the amount of such apportionment for the general fund of the district to the county school service fund as authorized by Education Code Section 42622; and

WHEREAS, the transfer shall be accounted for as temporary borrowing between the county board of education and the district and shall not be available for appropriation or be considered income to the borrowing district; and

WHEREAS, amounts transferred shall be repaid during the next succeeding fiscal year of the amount apportioned to the district;

NOW THEREFORE, BE IT RESOLVED that the Governing Board of the Willows Unified School District, in accordance with the provisions of Education Code section 42622 adopts the following authorization for fiscal year 2008-2009 to temporarily request from the county superintendent as approved by the county board of education to make an apportionment transfer as approved by the Superintendent or his designee:

PASSED AND ADOPTED by the Governing Board on _____ 20____, by the following vote:

AYES:

NOES:

ABSENT:

STATE OF CALIFORNIA

COUNTY OF GLENN

I, _____, Clerk/Secretary of the Governing Board, do hereby certify that the foregoing is a full, true, and correct copy of a resolution passed and adopted by the Board at a regularly called and conducted meeting held on said date.

WITNESSED my hand this _____ day of _____, 20_____.

Clerk/Secretary of the Governing Board