

RESOLUTION 2017-18 # 04

**RESOLUTION OF THE BOARD OF TRUSTEES OF THE SAUGUS UNION
SCHOOL DISTRICT AUTHORIZING TEMPORARY BORROWING OF CASH
BETWEEN DISTRICT FUNDS**

WHEREAS, sufficient cash is needed to pay obligations for current operating requirements lawfully incurred in the fiscal year, and;

WHEREAS, temporary borrowing of cash between district funds to meet cash flow shortages is permitted from July 1, 2017 through June 30, 2018, and;

WHEREAS, temporary interfund borrowing of cash is permitted by Education Code (EC) Section 42603 for K-12 districts, and;

WHEREAS, the following restrictions apply to this authorization:

- Maximum amount of authorized borrowing: \$5,000,000 (per transaction)
- For Fiscal Year 2017-18
- No more than 75 percent of the maximum of moneys held in any fund during current fiscal year may be transferred
- The transfer shall not be available for appropriation or be considered income to the borrowing fund
- Borrowing shall occur only when the fund receiving the money will earn sufficient income, during the current fiscal year, to repay the amount transferred
- The amounts borrowed shall be repaid either in the same fiscal year or in the following fiscal year if the borrowing takes place within the final 120 calendar days of a fiscal year

NOW, THEREFORE, BE IT RESOLVED, that the Governing Board of the Saugus Union School District hereby approves temporary borrowing of cash between district funds.

APPROVED, ADOPTED, AND SIGNED on this 6th day of June, 2017.

David Powell, President
Governing Board