

**BEFORE THE SYLVAN UNION SCHOOL DISTRICT
BOARD OF TRUSTEES**

RESOLUTION 2020-2021 #03

**AUTHORIZING A CASH FLOW BRIDGE LOAN
FROM THE COUNTY SUPERINTENDENT OF SCHOOLS
PURSUANT TO EDUCATION CODE SECTIONS 42621 AND 42622**

WHEREAS, due to budget balancing measures enacted by the State of California as a result of the COVID-19 Pandemic and the resultant deferrals of cash payments to school districts, the (District Name) School District will experience the need for cash flow bridge loans pending receipt of state funds; and,

WHEREAS, Education Code (EC) 42621 allows the county superintendent of schools of each county, with the approval of the county board of education, to make temporary transfers to any school district which does not have sufficient cash flow to meet current operating expenses in such amounts and at such times as is deemed necessary. Such transfers shall not exceed 85 percent of the amount of money accruing to the school district at the time of transfer; and,

WHEREAS, repayment of any temporary bridge loan, including negative interest as determined by the Stanislaus County Auditor/Controller, authorized by this resolution shall be required in conformance with EC 42621 and EC 42622; and,

WHEREAS, EC 42622 allows the county superintendent of schools, with approval of the county board of education, to make an apportionment to a school district 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 from the general fund of the district back to the county; and,

NOW THEREFORE, BE IT RESOLVED, that the Board of Trustees of the Sylvan School District hereby authorizes a cash bridge loan, subject to the criteria established above, from the Stanislaus County Superintendent of Schools in order to meet current operating expenses. The total amount of said loan is estimated to be \$ (Enter Dollar Amount) and shall be repaid with interest pursuant to this Resolution or EC 42621 or EC 42622 as determined and agreed upon.

ADOPTED, this 4th day of August, 2020, by the following vote:

Ayes:

Noes:

Abstain:

Absent: