

LA CAÑADA UNIFIED SCHOOL DISTRICT

RESOLUTION NO. 2-20-21

TEMPORARY INTERFUND CASH BORROWING

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

WHEREAS, temporary transfer of cash between district funds is permitted by Education Code Section 42603, and 42603.1, and:

WHEREAS, the following restrictions apply to this authorization:

1. Maximum amount of authorized borrowing: \$1,500,000
2. For fiscal year: 2020-21
3. Amount shall not exceed 85 percent (valid for FY 2020-21 and FY 2021-22 due to implemented cash deferrals) of any moneys held in any fund.
4. Funds borrowed shall not be available for appropriation or considered income to the borrowing fund.
5. Borrowing shall occur only when the fund receiving the money will earn sufficient income during the current fiscal year, to repay the amount transferred.
6. Amounts transferred shall be repaid either in the same fiscal year or in the following fiscal year if the transfer takes place within the final 120 calendar days of a fiscal year.

NOW THEREFORE, BE IT RESOLVED, that the Governing Board of the La Cañada Unified School District hereby authorizes the borrowing of cash between all of the district funds upon specific approval of the Governing Board.

Certification of the Clerk of the Governing Board

The agenda with this item for action was posted as required by law.

The resolution was adopted by the Governing Board on August 11, 2020

Signature _____
Clerk of the Governing Board