

VISTA DEL MAR UNION SCHOOL DISTRICT

**RESOLUTION NO. 2021-05
RESOLUTION TO AUTHORIZE TEMPORARY BORROWING
BETWEEN FUNDS
FOR CASH FLOW PURPOSES**

WHEREAS, the governing board of any school district may direct that moneys held in any fund or account may be temporarily transferred to another fund or account of the district for payment of obligations as authorized by Education Code (EC) 42603; and

WHEREAS, the 2020-21 State Enacted Budget provides additional flexibility for borrowing in EC 42603.1 if the state defers any payments to school districts. The amount allowable for borrowing has increased to 85 percent of the maximum of moneys held in any fund or account during the 2020-21 and 2021-22 fiscal years; and

WHEREAS, the transfer shall be accounted for as temporary borrowing between funds or accounts and shall not be available for appropriation or be considered income to the borrowing fund or account; and

WHEREAS, amounts transferred shall be repaid either in the same fiscal year, or in the following fiscal year if the transfer takes place with the final 120 calendar days of a fiscal year;

NOW THEREFORE, BE IT RESOLVED that the Governing Board of the Vista Del Mar Union School District, in accordance with the provisions of EC 42603.1 adopts this authorization for fiscal year 2020-21 to temporarily transfer moneys between any and all of the district's funds up to 85% of the lending fund's balance, as needed for temporary cashflow borrowing purposes, provided that all transfers are approved by the Superintendent or the Superintendent's designee and reported to the board at the next possible public board meeting.

PASSED and ADOPTED at a regular meeting of the Board of Trustees of the Vista Del Mar Union School District on September 8, 2020 in Santa Barbara County, California, by the following vote:

AYES: _____
NOES: _____
ABSENT: _____

Nicole Jones, President, Board of Education