

2020-21 45-Budget Revision Cash Flow Analysis

August 18, 2020



Executive Summary

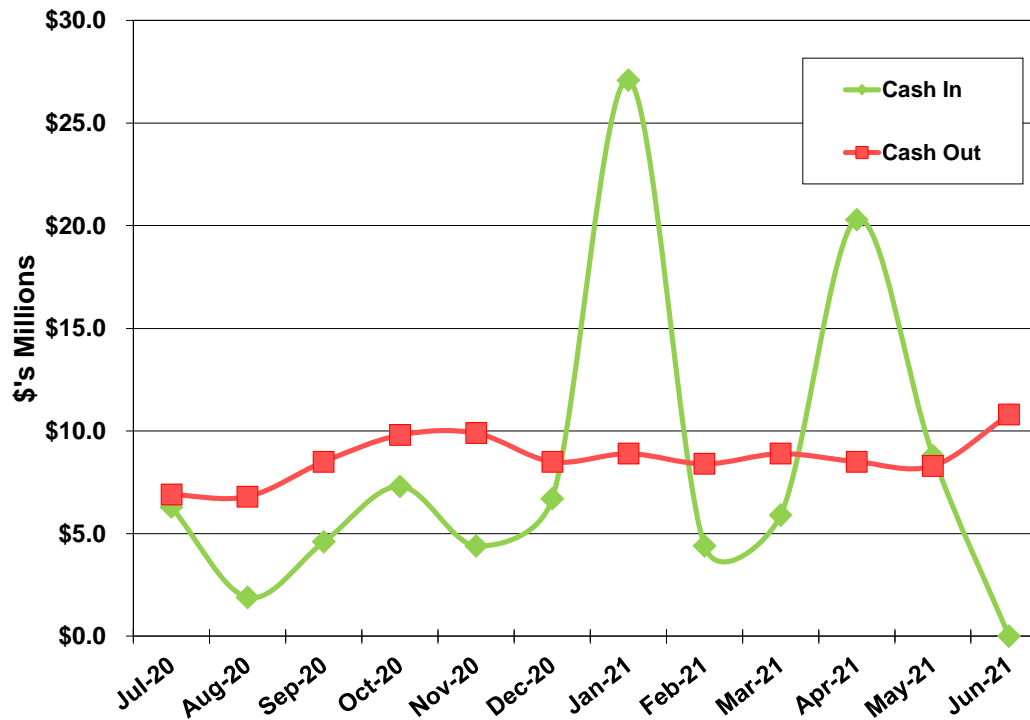
The timing of payments from the State, Federal Government, County Government and grant agencies is uneven throughout the year and also deferred into the future year. With the timing of payroll and supply orders that are more even, this can result in negative cash balances throughout the year. The District must borrow funds on a short term basis to manage this uneven cash flow.

As authorized by Education Code, the governing board of a school district may authorize, by resolution, moneys held in any fund or account to be temporarily transferred to another fund or account of the school district for payment of obligations. 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.

The District plans to transfer cash from the Building Fund to the General Fund to cover the timing of cash receipts for local property and parcel taxes and State funding deferrals. Additionally, General Fund transfers may be used to cover State funding deferrals in the Charter Schools Special Revenue Fund, State funding receipts for the Child Development Fund and Federal and State funds timing for the Cafeteria Special Revenue Fund.

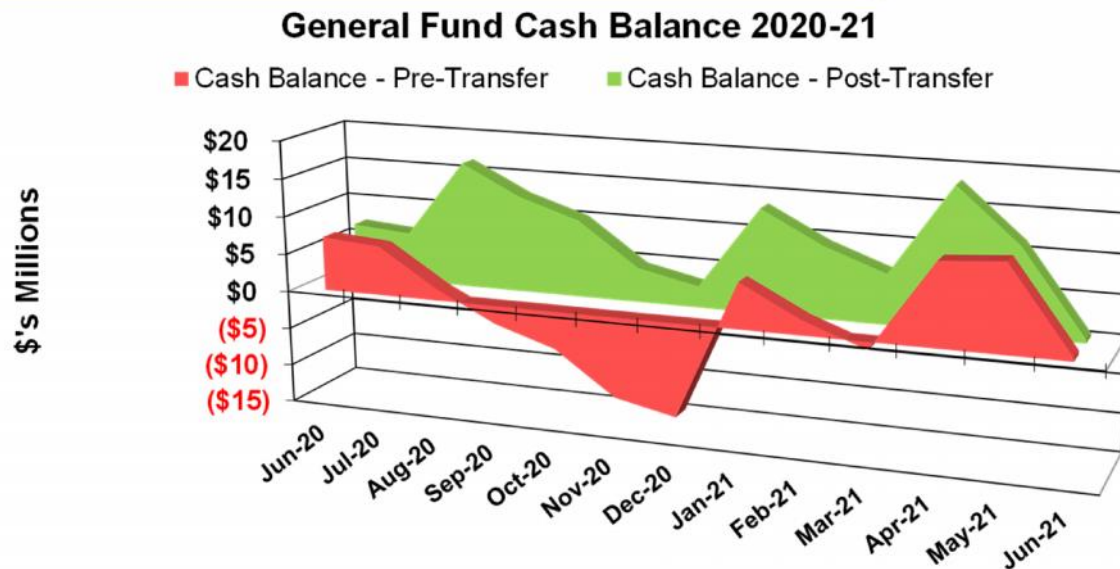
45-Day Budget Cash Flow 2020-21

General Fund Cash Flow 2020-21



- 45% of General Fund cash is received in January and April from local taxes
- Cash payments out averages over \$8 Million per month

45-Day Budget Cash Balances 2020-21



- The General Fund cash balance is projected to be depleted in September
- The projected General Fund borrowing is \$15 Million in August with 50% transferred back in January and the balance in May
- The General Fund cash balance is projected to be depleted again in June and may require another transfer prior to year end



	Jun 2020	Jul 2020	Aug 2020	Sep 2020	Oct 2020	Nov 2020	Dec 2020	Jan 2021	Feb 2021	Mar 2021	Apr 2021	May 2021	Jun 2021
■ Cash Balance - Pre-Transfer	\$7.1	\$6.5	\$1.5	(\$2.4)	(\$4.9)	(\$10.5)	(\$12.2)	\$6.0	\$1.9	(\$1.0)	\$10.7	\$11.3	\$0.5
■ Cash Balance - Post-Transfer	\$7.1	\$6.5	\$16.5	\$12.6	\$10.1	\$4.5	\$2.8	\$13.5	\$9.4	\$6.5	\$18.2	\$11.3	\$0.5