

**Memorandum**  
**Office of Jenine Windeshausen**  
**Treasurer-Tax Collector**



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**To:** The Board of Supervisors  
**From:** Jenine Windeshausen, Treasurer-Tax Collector  
**Date:** December 6, 2022  
**Subject:** Temporary borrowing of Treasury funds for Dry Period Financing

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**Action Requested**

Approve the temporary borrowing of Treasury funds for FY 2022-23 by the Tahoe Truckee Unified School District (\$7,000,000) as prescribed by the California State Constitution.

**Background**

Article 16 Public Finance, Section 6 of the California Constitution provides for the temporary transfer of funds necessary to meet the operational obligations incurred by a county, district or other political subdivision whose funds are in the custody and paid out solely through treasury. This section further states the Treasurer shall have the power and duty to make such temporary transfers from funds in custody of the Treasurer. Such temporary transfers are to be made pursuant to a resolution of the Board of Supervisors. Resolution No. 96-22, Placer County Treasurer's Dry Period Financing Policy, adopted by your Board on February 6, 1996 provides the policy framework for short-term borrowing of money to cover cash flow shortfalls, typically created by an even expenditure stream combined with an uneven revenue stream. Through application to the Treasurer and approval by your Board, dry period financing is available to those districts and agencies whose funds are in the custody and paid out solely through the Treasurer's office.

The Placer County Treasurer is the Treasurer for the Tahoe Truckee Unified School District, and all of their funds are kept within the Placer County Treasury. The Treasurer has reviewed applications from the District based on the Placer County Treasurer's Dry Period Financing Policy and determined the District meets the requirements of the California Constitution.

**Fiscal Impact**

There is no fiscal impact to the County General Fund as the funds are borrowed from Treasurer's Investment Pool. The interest rate charged is the same rate of interest that the Treasurer's Investment Pool apportions each month to all depositors. Therefore, there is no fiscal impact to other Treasury depositors, including the County. The District is expected to repay the amount borrowed after property taxes are apportioned and in any event by June 2023.

**Attachments**

None.