

Memorandum
Office of Jenine Windeshausen
Treasurer-Tax Collector
County of Placer



To: The Honorable Board of Supervisors

From: Jenine Windeshausen, Treasurer-Tax Collector

Date: September 27, 2011

SUBJECT: Temp. Borrowing of Treasury funds by Colfax Elementary School District

Action Requested:

Approve the temporary borrowing of Treasury funds, in the estimated amount of \$684,000 for fiscal year 2011/2012, by the Colfax Elementary School District, Fund 400 sub-fund 05 as prescribed by the California State Constitution.

Background:

Resolution No. 96-22, Placer County Treasurer's Dry Period Financing Policy, adopted by your Board on February 6, 1996 provides 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, dry period financing is available to those districts whose funds are in the custody and paid out solely through the Treasurer's office

A copy of the application received by the Treasurer from the District is attached.

Fiscal Impact:

The interest rate charged to the District will be the same rate of interest that the Treasurer's investment pool apportions each month. The District expects to repay the amounts borrowed by December 2011 and April 2012, after taxes are apportioned. Amounts borrowed shall be replaced from the revenues accruing to the District before any other obligation of the District is met from such revenue.

