

SACRAMENTO CITY UNIFIED SCHOOL DISTRICT BOARD OF EDUCATION

| Agenda | Item# | 11.1 |
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| Meeting Date: December 20, 2012 | | | | | | |
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| Subject: Business and Financial Information Information Item Only Approval on Consent Agenda | | | | | | |
| Approval on Consent Agenda Conference (for discussion only) Conference/First Reading (Action Anticipated:) Conference/Action Action Public Hearing | | | | | | |
| <u>Division</u> : Administrative Services | | | | | | |
| Recommendation: Receive business and financial information. | | | | | | |
| Background/Rationale: | | | | | | |
| Cash Flow Report for the Period Ending October 31, 2012 | | | | | | |
| <u>Financial Considerations</u> : Reflects standard business information. | | | | | | |
| Documents Attached: | | | | | | |
| 1a. Executive Summary - Cash Flow Report for the Period Ending October 31, 2012 | | | | | | |
| 1b. Cash Flow Report for the Period Ending October 31, 2012 | | | | | | |
| Estimated Time of Presentation: N/A | | | | | | |
| Submitted by: Richard E. Odegaard, Interim Chief Business Officer | | | | | | |

Approved by: Jonathan P. Raymond, Superintendent

Board of Education Executive Summary

Administrative Services

Approve Cash Flow Report for the Period Ending October 31, 2012 December 20, 2012

School districts in California have suffered devastating reductions in funding over the past several years. Cash reserves for most districts are low and Sacramento City Unified School District is no exception. The continued deferral of state revenues has impacted the district to the extent that staff project a negative cash flow in the General Fund by June 30, 2013. The review of cash flows have become more important than ever. At the January, 2012 Board meeting, a request by the Board was made to review system generated cash flow reports. Sample reports were brought to prior Board meetings. This cash flow report is brought forward as an information item under the Business and Financial section of the Board agenda. Staff will provide a cash flow report at the second Board meeting of every month.

The report is mostly self-explanatory. Receipts indicate cash that the district has received for the revenue limit, federal, state and local funds as well as transfers in from other funds. Disbursements reflect actual payments for salaries and benefits, supplies and services, capital outlay, interfund transfers out and other financing uses. Assets include accounts receivables which are funds owed to the general fund, prepaid expenditures and other types of assets. Liabaute96flais

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Board of Education Executive Summary

Administrative Services

Approve Cash How Report for the Period Ending October 31, 2012

December 20, 2012

IV. Goals, Objectives and Measures:

Provide cash flow information to the Board. In addition, this report will provide information related to the need for a borrowing instrument, such as a TRAN as a source of cash. The Sacramento County Office of Education reviews cash flow information to ensure that the district is able to pay its bills on June 30, 2013.

V. Major Initiatives:

- Maintain positive cash flow through June 30, 2013.
- Continuous review of financial options available to the district.

VI. Results:

Continuous review of cash flow information will inform the Board and public of cash flow issues.

VII. Lessons Learned/Next Steps:

• Cash flow reports will be provided monthly to the Board as an information item.

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