



## **RESOLUTION #21-01**

### **Regarding Temporary Short-Term Cash Loans to Santa Cruz County School Districts**

**WHEREAS**, Education Code (EC) 42621 and 42622 allow “the county superintendent of schools of each county with the approval of the County Board of Education, may make temporary transfers to any school district which does not have sufficient money to its credit to meet current operating expenses from the county school service fund, in such amounts and at such times as he deems necessary. Such transfers shall not exceed 85 percent of the amount of money accruing to the school district at the time of transfer. The amounts so transferred shall be repaid to the county school service fund from any funds subsequently received by the school district”; and

**WHEREAS**, Repayment of any temporary “bridge loan” authorized by this Resolution may be required during the current fiscal year in conformance with EC 42621, unless otherwise agreed upon by SCCOE and in conformance with EC 42622; and, the COE may make the transfer to repay any temporary “bridge loan” from the first available funds received by the district; and

**WHEREAS**, EC 42622 allows the county superintendent of schools, with approval of the County Board of Education, to “make an apportionment to a school district from the county school service fund conditional upon the repayment to the fund during the next succeeding fiscal year of the amount apportioned to the district and shall, during the next succeeding fiscal year, transfer the amount of such apportionment from the general fund of the district to the county school service fund”; and

**WHEREAS**, The total of all loans by the Santa Cruz County Superintendent of Schools, pursuant to this Resolution, shall be approved by the County Office of Education’s Chief Business Official based on verified need and only for the amount needed by a district in addition the total amount available for distribution to all districts without additional board approval is \$5,000,000; the funds will be distributed on a first-come first-served basis; and

**NOW THEREFORE, BE IT RESOLVED**, that the Santa Cruz County Board of Education hereby authorizes the Santa Cruz County Superintendent of Schools to loan to school districts who met the criteria established above, to be repaid with interest pursuant to this Resolution or EC 42621 or EC 42622 as determined and agreed upon, with no administrative fee to be imposed.

**Santa Cruz County Board of Education**

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January 21, 2021

**ADOPTED** This 21<sup>th</sup> day of January 2021 by the following vote:

Ayes: Filicetti, Nichols, Roth, Sanchez, Van Allen, Alyssa  
Wall

Nays: None

Abstentions: None

Absent: Acosta



**Rose Filicetti, President**

Santa Cruz County Board of Education



**Dr. Faris Sabbah, Secretary**

Santa Cruz County Board of Education County  
Superintendent of Schools



Abel Sanchez, Vice President



Sandra Nichols, Trustee

**Santa Cruz County Board of Education**

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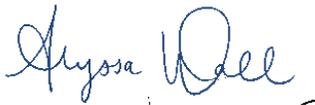
January 21, 2021



Sue Roth, Trustee



Bruce Van Allen, Trustee



Alyssa Wall, Trustee