

**YUCAIPA-CALIMESA JOINT UNIFIED SCHOOL DISTRICT**  
**Business Services**

**MEMORANDUM**

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**DATE:** May 28, 2013

**TO:** Dr. Sherry Kendrick, Superintendent

**FROM:** George V. Velarde, Assistant Superintendent, Business Services

**ITEM:** **Approve End of Year Financial Report (Third Interim)**

Background: Since the District's interim financial certifications have been Qualified, it is necessary to submit to the San Bernardino County Superintendent of Schools the End of Year Financial Report.

To summarize, the financial condition of the district has remained stable since the second interim financial report (as of January 31, 2012). Expenses have been within the budgeted authorization limits and revenues are predictable. Sites and departments have, so far, held the line on expense.

As a result, there have not been any significant changes to the district's unrestricted ending fund balance. At second interim, the ending fund balance was projected to be \$2,649,863. After three months and with six weeks to go before the year ends, the district maintains a projected ending balance of \$2,881,081. Cash remains to be tight, particularly during the month of June. However, there is sufficient cash from other funds for the General Fund to borrow.

This analysis or review does not incorporate factors from the May Revision that was released by the Governor on May 14, 2013.

At the June 25 Board meeting, staff will present a comprehensive report on the 2013-14 budget which will include outlook for the next two years and incorporate elements from the May Revision.

Rationale: Education Code Section 42131 (e) requires districts with a Qualified financial certification to analyze its cash position through the rest of the year. The focus and purpose of the End of Year Financial Report is to determine if the district has sufficient cash to meet its financial obligations.

In summary, the End of Year Financial Report is more about current year cash and less about the budget since the budget year is almost finished.

Budget is stable while cash will be critical in June due to the on-going State deferrals.

Review By Others: Superintendent's Cabinet

Funding: Not applicable

Recommendation: Approve End of Year Financial Report.

Attachments:  
(under separate cover)

1. Fund Reports
2. Monthly Cash Flow
3. Multi-Year Projections for 2013-14 and 2014-15
4. Revenues, Expenditures and Changes