



Board Agenda Item #	II C - Action Item
Date:	May 20, 2017
To:	Magnolia Board of Directors
From:	Caprice Young, Ed.D., CEO & Superintendent
Staff Lead:	Nanie Montijo, Chief Financial Officer
RE:	Payment Schedule of Temporary Loan to MERF

Proposed Board Recommendation

I move that the board approve the repayment schedule of the temporary loan to MERF. To comply with audit standards, a board approved repayment schedule is required if the loan is not projected to be settled before the end of the fiscal year.

Background

On March 9, 2017 the Board approved an inter-agency loan to MERF amounting to \$442,020.37 used to payback the state funds received by Santa Clara and settle all other liabilities outstanding prior to its closure in July 2016.

Budget Implications

Proposed schedule of payments from MERF account based on the most recent financial data:

Sep 2017	\$ 20,000	Feb 2018	\$ 50,000
Oct 2017	\$ 20,000	Mar 2018	\$ 75,000
Nov 2017	\$ 20,000	Apr 2018	\$ 75,000
Dec 2017	\$ 20,000	May 2018	\$ 75,000
Jan 2018	\$ 50,000	Jun 2018	\$ 38,000

How Does This Action Relate/Affect/Benefit All MSAs?

This will restore the cash owed to MSA schools.

Name of Staff Originator:

Nanie Montijo, Chief Financial Officer