



Geneva Community Unit School District 304
227 North Fourth Street
Geneva, IL 60134

Board of Education Report

To: Dr. Kent Mutchler, Superintendent
Board of Education

From: Dr. Dean Romano, Assistant Superintendent – Business Services

Date: Wednesday, May 6, 2020

Meeting: Monday, May 11, 2020

Agenda Item:

Review of Projected Cashflow

Item Type: Consent Action **Information** Discussion

Recommended Motion: N/A

Vision Connection: Effective Communicators

Policy Reference (if applicable): 4:10 Fiscal and Business Management

Background Information:

The effects of COVID-19 have been notable and will impact the district's cashflow. In particular, the Kane County Board has waived all penalties for late payment of tax payments due June 1st for 30 days. In turn, this will delay tax receipts for the District. The Kane County Treasurer has indicated that approximately 51% of all annual tax receipts for the entire county are held in escrow by mortgage companies and will be paid on time. The remaining 49% could potentially be delayed by the 30-day grace period or longer for those individuals unable to make these payments due to financial hardship caused by the pandemic. Analysis has been completed with support from PMA Financial to verify whether such a delay would cause the district to have need for short term borrowing to meet financial obligations. Due to strong fiscal management by the Board, it was confirmed that no short-term borrowing would be required assuming 51% of tax collections were received in accordance with the information shared by the Kane County Treasurer.

ATTACHMENT(S): N/A
