



Wyoming Department of Education

Dr. Jim McBride, Superintendent of Public Instruction

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MEMORANDUM 2007 – 183

TO: School District Superintendents and Business Managers

FROM: Grady Prince, School Foundation Funding Manager

DATE: November 9, 2007

SUBJECT: Joint Education Committee request for information regarding School district interest income and cash flow.

SCHOOL DISTRICT INTEREST INCOME SURVEY AND CASH FLOW SPREADSHEET

The Joint Education Committee (JEC) has proposed a bill that would change the flow of the districts local resources. The JEC requested the Wyoming Department of Education (WDE) collect data from all Wyoming school districts concerning their interest income generated from general fund monies (local resources, recapture loans and/or the entitlement payments) received during the 2006-07 school year.

The JEC also has asked the WDE for information on how this change might affect the districts. The new proposed funding flow would consist of 11 monthly payments with the first payment being July and no payment in June. The July payment would be 25% of the districts' guarantee with the remaining 75% divided into 10 equal monthly payments. The WDE has attached a spreadsheet for the district to complete to illustrate the affect this change might have on the cash flow of the district. The data is to be presented to the JEC at the December 5 - 6, 2007 meeting. Your participation is not an indication of endorsement or opposition to the proposed bill.

Please complete the attached cash flow spreadsheet and the following survey questions return via e-mail to Grady Prince at gprinc@educ.state.wy.us no later than Wednesday, November 21, 2007.

1. How much interest is earned (in dollars) between the time an entitlement payment or cash is received from the county treasurer by your district and the end of the school year? (Do not include your cash reserves allowed to be carried over from the previous year).
2. How much interest is earned (in dollars) between the time a recapture loan is received and fully repaid to the state on June 15? (Do not include your cash reserves allowed to be carried over from the previous year).

3. How much interest income was generated (in dollars) by your district's cash reserves for the 2006-07 school year?
4. Where does your district invest its cash (local bank, WGIF, national company, out of state bank, etc.)?
5. What is the average rate of return on the above investments?

Thank you for your anticipated timely response. Should you have any questions, please don't hesitate to contact me. The survey and cash flow spreadsheet have already been forwarded to the school districts business managers.

Grady Prince

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District Cash Flow Spearsheet

Distict Name			Date		
Month	FY07 County Treasurer Revenue	FY07 State Revenue	FY07 Total	Proposed Bill Revenue*	Difference
July			0		0
August			0		0
September			0		0
October			0		0
November			0		0
December			0		0
January			0		0
February			0		0
March			0		0
April			0		0
May			0		0
June			0		0
Total	0	0	0		0

* 25% in July + 10 payments (no June payment)

Please complete and return via e-mail to Grady Prince at gprinc@educ.state.wy.us
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