

MUN 164

20 JUNE 62

KOERNER

FM: OEBBECKE

20:1645

RE: NYC 139 JUNE 19, YOUR QUESTION WHETHER ADDITIONAL FUNDS ARE AVAILABLE FROM OPERATIONS TO PURCHASE RECEIVER. UNDERSTAND YOU NOT GOING TO PURCHASE RECEIVER. BUT YOU SHOULD KNOW THAT AT WELLS REQUEST I ADVISED HIM WE WOULD LIKELY NEED \$23,000 MORE THAN BUDGET FOR OPERATIONS. THIS IS BASED ON DIFFERENCE BETWEEN MAY EXPENDITURES, INCLUDING SALARIES AND WHAT IS LEFT FOR JUNE. PAST HISTORY HAS SHOWN THAT EXPENDITURES FOR JUNE HAVE BEEN ALMOST DOUBLE THE AVERAGE FOR THE PREVIOUS ELEVEN MONTHS. THEREFORE ONE MIGHT SAY EVEN THE \$23,000 IS NOT ENOUGH. HOWEVER, IT IS PRACTICALLY IMPOSSIBLE TO COMPARE THIS YEAR'S EXPERIENCE WITH PRECEDING YEARS BECAUSE OF ADDITION OF SERVICES SECTIONS TO THIS DEPARTMENT. HOPE TO VERIFY OR MODIFY THE ABOVE FIGURE BY ESTIMATING ACCOUNT BY ACCOUNT. CERTAINLY WANT TO BE ACCURATE ON THIS, BUT IT IS VERY DIFFICULT.

END MSG