The following information is available for the Dixon Company for the first quarter of 2005.

|  |  |  |  |
| --- | --- | --- | --- |
|  | Apr | May | Jun |
| Budgeted Receipts from Credit Sales | 500,000 | 520,000 | 550,000 |
| Budgeted Cash Sales | 100,000 | 105,000 | 112,000 |
| Budgeted Cash Payments | 670,000 | 615,000 | 627,000 |

Beginning cash balance for April 2005 is expected to be $90,000. The company intends to maintain a cash balance of at least $50,000. The company has made arrangements to borrow from a local bank if necessary.

Required: Prepare a cash budget for the second quarter of 2005.