Five Year Reserve Fund Management Plan

November 10, 2021

Fund Balance

- Fund balance is comprised of revenues received in excess of amounts estimated and expenditures that are less than the total amount of appropriations
- Important for several reasons:
  - Funds unbudgeted expenses, state aid/revenue shortfalls
  - Reduces borrowing costs & provides cash flow
  - Improves credit rating
  - Can be used as a funding source for budget expenses

Fund Balance as of 6/30/2021

- Appropriated $2,378,131 from fund balance for the 2021-22 budget to reduce the tax levy
- The District charged $1,615,889 of expenses to the reserves for the 2020-21 school year
- Unappropriated fund balance is limited by §1318 of the Real Property Tax Law to an amount equal to 4% of the upcoming year's budget→ $5,174,330
- Remaining fund balance at June 30th used to fund reserve accounts $8,211,528

2020-2021 Fund Balance Activity

R.S. ABRAMS & CO., LLP
Accountants & Consultants for Over 75 years

As of June 30, 2020

Opening, unassigned fund balance	$	4,821,539
Revenues over budget		407,205
Expenditures and encumbrances under budget		10,419,791
Interest allocated to reserves		(70,852)
Funding to reserves		(8,211,528)
Use of reserves		263,695
Unused appropriated reserves		(77,392)
Assigned - designated for June 30, 2022 budget		(2,378,131)
Closing, unassigned fund balance	$	5,174,327

Assigned fund balance to reduce 2021-2022 tax levy

Cannot exceed 4% of 2021-2022 budget; this figure is 4% of the 2021-2022 budget

What is a Reserve Fund?

- Reserve funds provide a mechanism for legally saving money to finance all or part of future infrastructure, equipment, and other requirements.
- Reserve funds can also provide a degree of financial stability by reducing reliance on indebtedness to finance capital projects and acquisitions.

Benefits of Reserve Funds

- In uncertain economic times, reserve funds can also provide officials with a welcomed budgetary option that can help mitigate the need to cut services or to raise taxes.
- In good times, money not needed for current purposes can often be set aside in reserves for future use.

Benefits of Reserve Funds
(continued)

- The practice of planning ahead and systematically saving for capital acquisitions and other contingencies is considered prudent management.
- Saving for future capital needs can reduce or eliminate interest and other costs associated with debt issuances.

Workers' Compensation Reserve Fund (GML Section 6-j)

- **Purpose**: To fund Workers' Compensation expenses, related medical expenses, and self-insurance administrative costs.
- **Established By:** BOE Resolution
- **Funding Source:** Budgetary appropriations or other funds that may be legally appropriated.
- **Expenditure Requirements:** Separate BOE authorization required to spend from this reserve, unless in the original budget.
- **Restrictions**: Funds remaining at the end of each school year, in excess of requirement to pay all pending claims, may be transferred, within 60 days of the close of the school year, to other reserve funds or applied to budgetary appropriations for new school year.

2020-2021 Audit Recommendation

- "During our current year audit, we noted the District had a balance of $11,994,704 in its workers' compensation reserve at June 30, 2021, which was higher than the total estimated liability for claims payable as calculated by the District's outside actuary. The estimated liability at June 30, 2021 is $7,020,888 which includes incurred claims and claims incurred but not reported.
- We noted the District appropriated $422,608 of the reserve for the year's claim payments.
- We recommended the District review the reserve balance for reasonableness and continue to utilize the reserve for future claim expenses in order to lower the balance to a reasonable level in relation to their estimated liability."

Transfer to Other Reserves

Use of Unexpended Balances: If at the end of any fiscal year, moneys in the fund exceed the amounts required to be paid for compensation, benefits and expenses, plus any additional amount required to pay all pending claims, the governing board, within 60 days of the close of such fiscal year, may elect to transfer all or part of the excess amount to certain other reserve funds, or may apply all or part of the excess to the budget appropriation of the next succeeding fiscal year. If the local government ceases to be a self-insurer, moneys remaining in the fund may be transferred to certain other reserve funds, but only to the extent moneys in the fund exceed an amount sufficient to pay all authorized expenditures, both accrued and contingent.

If the Board is amenable to this recommendation, a resolution would be added to the July agenda to allow for this transfer, so that it can be accomplished within the time parameters referenced in General Municipal Law 6-j.

Workers' Compensation Reserve Fund

Date	Balance		Note
6/30/2021	$	12,400,808	Reserve balance as of June 30, 2020
6/30/2021	$	16,504	Interest Allocation for 2020-2021
6/30/2021	$	(422,608)	Expenditures Charged to Reserve in 2020-2021
6/30/2021	$	-	Allocation of Fund Balance 2020-2021
6/30/2021	**$**	**11,994,704**	Reserve balance as of June 30, 2021
6/30/2022	$	29,987	Estimated Interest Earned 2021-2022
6/30/2022	$	(500,000)	Estimated Expenditures 2021-2022
6/30/2022	$	(3,000,000)	Transfer to 2017 Capital Reserve Fund
6/30/2022	$	-	Estimated Allocation of Fund Balance 2021-2022
6/30/2022	**$**	**8,524,690**	Estimated balance as of June 30, 2022
6/30/2023	$	21,312	Estimated Interest Earned 2022-2023
6/30/2023	$	(515,000)	Estimated Expenditures 2022-2023
6/30/2023	$	-	Estimated Allocation of Fund Balance 2022-2023
6/30/2023	**$**	**8,031,002**	Estimated balance as of June 30, 2023
6/30/2024	$	20,078	Estimated Interest Earned 2023-2024
6/30/2024	$	(515,000)	Estimated Expenditures 2023-2024
6/30/2024	$	-	Estimated Allocation of Fund Balance 2023-2024
6/30/2024	**$**	**7,536,080**	Estimated balance as of June 30, 2024
6/30/2025	$	18,840	Estimated Interest Earned 2024-2025
6/30/2025	$	(515,000)	Estimated Expenditures 2024-2025
6/30/2025	$	-	Estimated Allocation of Fund Balance 2024-2025
6/30/2025	**$**	**7,039,920**	Estimated balance as of June 30, 2025

Unemployment Insurance Reserve Fund (GML Section 6-m)

- **Purpose**: To pay the cost of reimbursement to the State Insurance Fund for payments made to claimants.
- **Established By:** BOE Resolution
- **Funding Source:** Budgetary appropriations or other funds that may be legally appropriated.
- **Expenditure Requirements:** Separate BOE authorization required to spend from this reserve, unless in the original budget.
- **Restrictions**: Funds remaining at the end of each school year, in excess of requirement to pay all pending claims, may be transferred, within 60 days of the close of the school year, to other reserve funds or applied to budgetary appropriations for new school year.

Unemployment Insurance Reserve Fund

Date	Balance		Note
6/30/2021	$	3,088,451	Reserve balance as of June 30, 2020
6/30/2021	$	4,110	Interest Allocation for 2020-2021
6/30/2021	$	(58,500)	Expenditures Charged to Reserve in 2020-2021
6/30/2021	$	-	Allocation of Fund Balance 2020-2021
6/30/2021	**$**	**3,034,061**	Reserve balance as of June 30, 2021
6/30/2022	$	7,585	Estimated Interest Earned 2021-2022
6/30/2022	$	(75,000)	Estimated Expenditures 2021-2022
6/30/2022	$	(500,000)	Transfer to 2017 Capital Reserve Fund
6/30/2022	$	-	Estimated Allocation of Fund Balance 2021-2022
6/30/2022	**$**	**2,466,646**	Estimated balance as of June 30, 2022
6/30/2023	$	6,167	Estimated Interest Earned 2022-2023
6/30/2023	$	(75,000)	Estimated Expenditures 2022-2023
6/30/2023	$	-	Estimated Allocation of Fund Balance 2022-2023
6/30/2023	**$**	**2,397,813**	Estimated balance as of June 30, 2023
6/30/2024	$	5,995	Estimated Interest Earned 2023-2024
6/30/2024	$	(60,000)	Estimated Expenditures 2023-2024
6/30/2024	$	-	Estimated Allocation of Fund Balance 2023-2024
6/30/2024	**$**	**2,343,807**	Estimated balance as of June 30, 2024
6/30/2025	$	5,860	Estimated Interest Earned 2024-2025
6/30/2025	$	(60,000)	Estimated Expenditures 2024-2025
6/30/2025	$	-	Estimated Allocation of Fund Balance 2024-2025
6/30/2025	**$**	**2,289,667**	Estimated balance as of June 30, 2025

Retirement Contribution Reserve Fund (GML Section 6-r)

- **Purpose**: To fund employer retirement contributions payable by a school district to NYS Retirement System (ERS and/or TRS).
- **Established By:** BOE Resolution
- **Funding Source:** Budgetary appropriations or other funds that may be legally appropriated; revenue not restricted by law to be paid to another fund or account; transfers from Tax Certiorari, Capital or Repair Reserves, subject to public hearing requirements.
- **Expenditure Requirements:** Separate BOE authorization required to spend from this reserve, unless in the original budget.

Retirement Contribution Reserve Fund (GML Section 6-r) (continued)

- **Restrictions**: Transfers from or back to other reserve funds require a public hearing with 15 days notice published in official newspaper(s). This is not required when transferring between ERS and TRS sub-funds. ERS sub-fund does not have a limit, but the TRS sub-fund is limited to annual contributions of 2% of the prior year's covered TRS salaries with a maximum, including interest earnings, of 10% of the prior year's covered TRS salaries. Sub-funds need to be accounted for separately.

Retirement Contribution Reserve Fund (ERS)

Date	Balance		Note
6/30/2021	$	21,808,563	Reserve balance as of June 30, 2020
6/30/2021	$	29,024	Interest Allocation for 2020-2021
6/30/2021	$	(514,497)	Expenditures Charged to Reserve in 2020-2021
6/30/2021	$	-	Allocation of Fund Balance 2020-2021
6/30/2021	**$**	**21,323,090**	Reserve balance as of June 30, 2021
6/30/2022	$	53,308	Estimated Interest Earned 2021-2022
6/30/2022	$	(500,000)	Estimated Expenditures 2021-2022
6/30/2022	$	-	Estimated Allocation of Fund Balance 2021-2022
6/30/2022	**$**	**20,876,397**	Estimated balance as of June 30, 2022
6/30/2023	$	52,191	Estimated Interest Earned 2022-2023
6/30/2023	$	(500,000)	Estimated Expenditures 2022-2023
6/30/2023	$	-	Estimated Allocation of Fund Balance 2022-2023
6/30/2023	**$**	**20,428,588**	Estimated balance as of June 30, 2023
6/30/2024	$	51,071	Estimated Interest Earned 2023-2024
6/30/2024	$	(500,000)	Estimated Expenditures 2023-2024
6/30/2024	$	-	Estimated Allocation of Fund Balance 2023-2024
6/30/2024	**$**	**19,979,660**	Estimated balance as of June 30, 2024
6/30/2025	$	49,949	Estimated Interest Earned 2024-2025
6/30/2025	$	(500,000)	Estimated Expenditures 2024-2025
6/30/2025	$	-	Estimated Allocation of Fund Balance 2024-2025
6/30/2025	**$**	**19,529,609**	Estimated balance as of June 30, 2025

Retirement Contribution Reserve Fund (TRS)

Date	Balance		Note
6/30/2021	$	2,063,627	Reserve balance as of June 30, 2020
6/30/2021	$	2,746	Interest Allocation for 2020-2021
6/30/2021	$	-	Expenditures Charged to Reserve in 2020-2021
6/30/2021	$	968,743	Allocation of Fund Balance 2020-2021
6/30/2021	**$**	**3,035,116**	Reserve balance as of June 30, 2021
6/30/2022	$	7,588	Estimated Interest Earned 2021-2022
6/30/2022	$	(181,552)	Estimated Expenditures 2021-2022
6/30/2022	$	988,118	Estimated Allocation of Fund Balance 2021-2022
6/30/2022	**$**	**3,849,270**	Estimated balance as of June 30, 2022
6/30/2023	$	9,623	Estimated Interest Earned 2022-2023
6/30/2023	$	-	Estimated Expenditures 2022-2023
6/30/2023	$	600,000	Estimated Allocation of Fund Balance 2022-2023
6/30/2023	**$**	**4,458,893**	Estimated balance as of June 30, 2023
6/30/2024	$	11,147	Estimated Interest Earned 2023-2024
6/30/2024	$	-	Estimated Expenditures 2023-2024
6/30/2024	$	500,000	Estimated Allocation of Fund Balance 2023-2024
6/30/2024	**$**	**4,970,041**	Estimated balance as of June 30, 2024
6/30/2025	$	12,425	Estimated Interest Earned 2024-2025
6/30/2025	$	-	Estimated Expenditures 2024-2025
6/30/2025	$	157,725	Estimated Allocation of Fund Balance 2024-2025
6/30/2025	**$**	**5,140,191**	Estimated balance as of June 30, 2025

Property Loss Reserve Fund (Education Law 1709 – 8c)

- **Purpose**: To pay for property loss and liability claims incurred.
- **Established By:** BOE Resolution
- **Funding Source:** Budgetary appropriations or other funds that may be legally appropriated.
- **Expenditure Requirements:** Separate BOE authorization required to spend from this reserve, unless in the original budget.
- **Restrictions**: Annual contributions limited to the greater of $15,000 or 3% of the budget. Money deposited cannot be used for another purpose without voter approval except BOE may use money not required to settle pending claims to purchase insurance policies to cover losses previously self-insured. Balances may not be reduced below amounts required to settle all pending claims.

Property Loss Reserve Fund

Date	Balance		Note
6/30/2021	$	1,444,200	Reserve balance as of June 30, 2020
6/30/2021	$	1,922	Interest Allocation for 2020-2021
6/30/2021	$	-	Expenditures Charged to Reserve in 2020-2021
6/30/2021	$	-	Allocation of Fund Balance 2020-2021
6/30/2021	**$**	**1,446,121**	Reserve balance as of June 30, 2021
6/30/2022	$	3,615	Estimated Interest Earned 2021-2022
6/30/2022	$	-	Estimated Expenditures 2021-2022
6/30/2022	$	-	Estimated Allocation of Fund Balance 2021-2022
6/30/2022	**$**	**1,449,736**	Estimated balance as of June 30, 2022
6/30/2023	$	3,624	Estimated Interest Earned 2022-2023
6/30/2023	$	-	Estimated Expenditures 2022-2023
6/30/2023	$	-	Estimated Allocation of Fund Balance 2022-2023
6/30/2023	**$**	**1,453,360**	Estimated balance as of June 30, 2023
6/30/2024	$	3,633	Estimated Interest Earned 2023-2024
6/30/2024	$	-	Estimated Expenditures 2023-2024
6/30/2024	$	-	Estimated Allocation of Fund Balance 2023-2024
6/30/2024	**$**	**1,456,994**	Estimated balance as of June 30, 2024
6/30/2025	$	3,642	Estimated Interest Earned 2024-2025
6/30/2025	$	-	Estimated Expenditures 2024-2025
6/30/2025	$	-	Estimated Allocation of Fund Balance 2024-2025
6/30/2025	**$**	**1,460,636**	Estimated balance as of June 30, 2025

Liability Reserve Fund (Education Law 1709 – 8c)

- **Purpose**: To pay for property loss and liability claims incurred.
- **Established By:** BOE Resolution
- **Funding Source:** Budgetary appropriations or other funds that may be legally appropriated.
- **Expenditure Requirements:** Separate BOE authorization required to spend from this reserve, unless in the original budget.
- **Restrictions**: Annual contributions limited to the greater of $15,000 or 3% of the budget. Money deposited cannot be used for another purpose without voter approval except BOE may use money not required to settle pending claims to purchase insurance policies to cover losses previously self-insured. Balances may not be reduced below amounts required to settle all pending claims.

Liability Reserve Fund

Date	Balance		Note
6/30/2021	$	2,362,280	Reserve balance as of June 30, 2020
6/30/2021	$	3,144	Interest Allocation for 2020-2021
6/30/2021	$	(403,492)	Expenditures Charged to Reserve in 2020-2021
6/30/2021	$	405,000	Allocation of Fund Balance 2020-2021
6/30/2021	**$**	**2,366,932**	Reserve balance as of June 30, 2021
6/30/2022	$	5,917	Estimated Interest Earned 2021-2022
6/30/2022	$	-	Estimated Expenditures 2021-2022
6/30/2022	$	-	Estimated Allocation of Fund Balance 2021-2022
6/30/2022	**$**	**2,372,849**	Estimated balance as of June 30, 2022
6/30/2023	$	5,932	Estimated Interest Earned 2022-2023
6/30/2023	$	-	Estimated Expenditures 2022-2023
6/30/2023	$	-	Estimated Allocation of Fund Balance 2022-2023
6/30/2023	**$**	**2,378,781**	Estimated balance as of June 30, 2023
6/30/2024	$	5,947	Estimated Interest Earned 2023-2024
6/30/2024	$	-	Estimated Expenditures 2023-2024
6/30/2024	$	-	Estimated Allocation of Fund Balance 2023-2024
6/30/2024	**$**	**2,384,728**	Estimated balance as of June 30, 2024
6/30/2025	$	5,962	Estimated Interest Earned 2024-2025
6/30/2025	$	-	Estimated Expenditures 2024-2025
6/30/2025	$	-	Estimated Allocation of Fund Balance 2024-2025
6/30/2025	**$**	**2,390,690**	Estimated balance as of June 30, 2025

Employee Benefits & Accrued Liabilities Reserve Fund (GML 6-p)

- **Purpose**: To pay accrued benefits due employees upon termination of service for vacation, sick, personal leave, etc.
- **Established By:** BOE Resolution
- **Funding Source:** Budgetary appropriations or other funds that may be legally appropriated or funds from other reserves authorized in GML, subjective to permissive referendum.
- **Expenditure Requirements:** Separate BOE authorization required to spend from this reserve, unless in the original budget.

Employee Benefits & Accrued Liabilities Reserve Fund (GML 6-p)

- **Restrictions**: Upon termination by BOE, balance not required to satisfy all incurred or accrued liabilities may be transferred to any other reserve fund(s) authorized in the General Municipal Law or Education Law 3651. May not be used to fund health or other post-retirement benefits.
- Board determined on June 14, 2017 that no new allocations would be permitted in this reserve, other than the annual interest allocation.

Employee Benefits & Accrued Liabilities Reserve Fund

Date	Balance		Note
6/30/2021	$	1,765,506	Reserve balance as of June 30, 2020
6/30/2021	$	2,350	Interest Allocation for 2020-2021
6/30/2021	$	(216,792)	Expenditures Charged to Reserve in 2020-2021
6/30/2021	$	-	Allocation of Fund Balance 2020-2021
6/30/2021	**$**	**1,551,063**	Reserve balance as of June 30, 2021
6/30/2022	$	3,878	Estimated Interest Earned 2021-2022
6/30/2022	$	(125,000)	Estimated Expenditures 2021-2022
6/30/2022	$	-	Estimated Allocation of Fund Balance 2021-2022
6/30/2022	**$**	**1,429,941**	Estimated balance as of June 30, 2022
6/30/2023	$	3,575	Estimated Interest Earned 2022-2023
6/30/2023	$	(110,000)	Estimated Expenditures 2022-2023
6/30/2023	$	-	Estimated Allocation of Fund Balance 2022-2023
6/30/2023	**$**	**1,323,516**	Estimated balance as of June 30, 2023
6/30/2024	$	3,309	Estimated Interest Earned 2023-2024
6/30/2024	$	(110,000)	Estimated Expenditures 2023-2024
6/30/2024	$	-	Estimated Allocation of Fund Balance 2023-2024
6/30/2024	**$**	**1,216,824**	Estimated balance as of June 30, 2024
6/30/2025	$	3,042	Estimated Interest Earned 2024-2025
6/30/2025	$	(110,000)	Estimated Expenditures 2024-2025
6/30/2025	$	-	Estimated Allocation of Fund Balance 2024-2025
6/30/2025	**$**	**1,109,867**	Estimated balance as of June 30, 2025

Repair Reserve Fund (GML Section 6-d)

- **Purpose**: To pay for certain repairs to capital improvements or equipment not recurring annually or at shorter intervals.
- **Established By:** BOE Resolution.
- **Funding Source:** Budgetary appropriations or other funds that may be legally appropriated.
- **Expenditure Requirements:** Public hearing is required (except in an emergency) before appropriating from a repair reserve fund. Legal notice is required 5 days in advance of the hearing.

Repair Reserve Fund (GML Section 6-d) (continued)

- **Restrictions:** Reserve must be repaid in equal installments over next 2 school years if expenses are made without holding public hearing. Emergency spending requires 2/3 majority vote of BOE. Unneeded balance may be transferred to Capital, Tax Certiorari, or Retirement Contribution reserves.

Transfer to Other Reserves

Use of Unexpended Balances:	All or any part of a repair reserve fund may generally be transferred to a capital reserve fund or, in school districts, to a reserve fund established pursuant to Section 3651 of the Education Law, or to a contingency and tax stabilization reserve fund. Subject to a public hearing with 15 days notice, unexpended balances may also be transferred to a Retirement Contribution Reserve Fund, established pursuant to GML Section 6-r.

Consideration: Repair reserve funds used in conjunction with a project are not eligible for building aid from NYS. As we plan capital projects, for example – turf replacement – it bears consideration to transfer monies from the repair reserve into the capital reserve. Funds expended from a capital reserve are eligible for building aid from NYS.

Repair Reserve Fund (Athletic)

Date	Balance		Note
6/30/2021	$	3,789,914	Reserve balance as of June 30, 2020
6/30/2021	$	5,044	Interest Allocation for 2020-2021
6/30/2021	$	-	Expenditures Charged to Reserve in 2020-2021
6/30/2021	$	350,000	Allocation of Fund Balance 2020-2021
6/30/2021	**$**	**4,144,958**	Reserve balance as of June 30, 2021
6/30/2022	$	10,362	Estimated Interest Earned 2021-2022
6/30/2022	$	-	Estimated Expenditures 2021-2022
6/30/2022	$	350,000	Estimated Allocation of Fund Balance 2021-2022
6/30/2022	**$**	**4,505,320**	Estimated balance as of June 30, 2022
6/30/2023	$	11,263	Estimated Interest Earned 2022-2023
6/30/2023	$	-	Estimated Expenditures 2022-2023
6/30/2023	$	350,000	Estimated Allocation of Fund Balance 2022-2023
6/30/2023	**$**	**4,866,584**	Estimated balance as of June 30, 2023
6/30/2024	$	12,166	Estimated Interest Earned 2023-2024
6/30/2024	$	-	Estimated Expenditures 2023-2024
6/30/2024	$	350,000	Estimated Allocation of Fund Balance 2023-2024
6/30/2024	**$**	**5,228,750**	Estimated balance as of June 30, 2024
6/30/2025	$	13,072	Estimated Interest Earned 2024-2025
6/30/2025	$	-	Estimated Expenditures 2024-2025
6/30/2025	$	350,000	Estimated Allocation of Fund Balance 2024-2025
6/30/2025	**$**	**5,591,822**	Estimated balance as of June 30, 2025

Repair Reserve Fund (Non-Athletic)

Date	Balance		Note
6/30/2021	$	3,409,214	Reserve balance as of June 30, 2020
6/30/2021	$	4,537	Interest Allocation for 2020-2021
6/30/2021	$	-	Expenditures Charged to Reserve in 2020-2021
6/30/2021	$	500,000	Allocation of Fund Balance 2020-2021
6/30/2021	**$**	**3,913,751**	Reserve balance as of June 30, 2021
6/30/2022	$	9,784	Estimated Interest Earned 2021-2022
6/30/2022	$	-	Estimated Expenditures 2021-2022
6/30/2022	$	500,000	Estimated Allocation of Fund Balance 2021-2022
6/30/2022	**$**	**4,423,536**	Estimated balance as of June 30, 2022
6/30/2023	$	11,059	Estimated Interest Earned 2022-2023
6/30/2023	$	-	Estimated Expenditures 2022-2023
6/30/2023	$	500,000	Estimated Allocation of Fund Balance 2022-2023
6/30/2023	**$**	**4,934,594**	Estimated balance as of June 30, 2023
6/30/2024	$	12,336	Estimated Interest Earned 2023-2024
6/30/2024	$	-	Estimated Expenditures 2023-2024
6/30/2024	$	500,000	Estimated Allocation of Fund Balance 2023-2024
6/30/2024	**$**	**5,446,931**	Estimated balance as of June 30, 2024
6/30/2025	$	13,617	Estimated Interest Earned 2024-2025
6/30/2025	$	-	Estimated Expenditures 2024-2025
6/30/2025	$	500,000	Estimated Allocation of Fund Balance 2024-2025
6/30/2025	**$**	**5,960,548**	Estimated balance as of June 30, 2025

Capital Reserve Fund (Education Law 3651)

- **Purpose**: To pay the cost of any object or purpose for which bonds may be issued.
- **Established By:** Voter approval
- **Funding Source:** Proposition put before voters which must specify purpose(s), ultimate $ amount(s) to be deposited into reserve, probable term, and source(s) of funds to be deposited into the reserve.
- **Expenditure Requirements:** Voter approval required to spend from this reserve.

Capital Reserve Fund (Education Law 3651) (continued)

- **Restrictions**: Purpose must be specific; total expenditure over life of each reserve may not exceed voter-approved maximum. Funds may be transferred to other reserves only with voter approval. Voter approval required to terminate reserve before specified expiration date. Remaining funds must be first applied to district's outstanding bonded indebtedness and secondarily to reduce the tax levy. Voters may extend term only before end date. Reserve defunct after term expires, except to spend remaining funds w/voter approval.

- 2017 Capital Reserve established with 2017-2018 budget vote
  - Term of 10 years
  - Maximum amount $40 million
  - Annual funding cannot exceed $10 million

Capital Reserve Fund

Date	Balance		Note
6/30/2021	$	5,875,711	Reserve balance as of June 30, 2020
6/30/2021	$	1,470	Interest Allocation for 2020-2021
6/30/2021	$	-	Expenditures 2020-2021
6/30/2021	$	5,987,785	Allocation of Fund Balance 2020-2021
6/30/2021	**$**	**11,864,966**	Reserve balance as of June 30, 2021
6/30/2022	$	29,662	Estimated Interest Earned 2021-2022
6/30/2022	$	-	Estimated Expenditures 2021-2022
6/30/2022	$	500,000	Transfer from Unemployment Reserve Fund
6/30/2022	$	3,000,000	Transfer from Workers Compensation Reserve Fund
6/30/2022	$	2,416,028	Estimated Allocation of Fund Balance 2021-2022
6/30/2022	**$**	**17,810,657**	Estimated balance as of June 30, 2022
6/30/2023	$	44,527	Estimated Interest Earned 2022-2023
6/30/2023	$	-	Estimated Expenditures 2022-2023
6/30/2023	$	2,645,599	Estimated Allocation of Fund Balance 2022-2023
6/30/2023	**$**	**20,500,782**	Estimated balance as of June 30, 2023
6/30/2024	$	51,252	Estimated Interest Earned 2023-2024
6/30/2024	$	-	Estimated Expenditures 2023-2024
6/30/2024	$	2,635,736	Estimated Allocation of Fund Balance 2023-2024
6/30/2024	**$**	**23,187,770**	Estimated balance as of June 30, 2024
6/30/2025	$	57,969	Estimated Interest Earned 2024-2025
6/30/2025	$	-	Estimated Expenditures 2024-2025
6/30/2025	$	2,796,529	Estimated Allocation of Fund Balance 2024-2025
6/30/2025	**$**	**26,042,269**	Estimated balance as of June 30, 2025

Reserve Fund Summary: June 30, 2021

Reserve Fund	Balance at June 30, 2021
Workers Compensation Reserve	$ 11,994,704
Unemployment Insurance Reserve	$ 3,034,061
Employees' Retirement System Reserve (ERS)	$ 21,323,090
Teachers' Retirement System Reserve (TRS)	$ 3,035,116
Property Loss Insurance Reserve	$ 1,446,121
Liability Insurance Reserve	$ 2,366,932
Employee Benefits Accrued Liability Resrve (EBALR)	$ 1,551,063
Repair Reserve - Athletic	$ 4,144,958
Repair Reserve - Non-Athletic	$ 3,913,751
Hewlett-Woodmere Long Range Capital Reserve	$ 11,864,966
Total Balance - All Reserves at June 30, 2021	**$ 64,674,762**

Questions?