

2020-21 Budget Adoption Reserves

KENTFIELD SCHOOL DISTRICT

Substantiation of need for reserves greater than the state required minimum reserve for economic uncertainty

The governing board of a school district that proposes to adopt a budget that includes a combined assigned and unassigned ending fund balance in excess of the minimum recommended reserve for economic uncertainties, shall, at the Budget Adoption public hearing, provide:

The minimum recommended reserve for economic uncertainties;

The combined assigned and unassigned ending fund balances that are in excess of the minimum recommended reserve for economic uncertainties for each fiscal year identified in the budget; and

A statement of reasons to substantiate the need for reserves that are higher than the minimum recommended reserve.

		2020-21
Total General Fund Expenditures & Other Uses		\$ 18,784,181
Minimum Reserve requirement	3%	\$ 563,525
General Fund Combined Ending Fund Balance 2020-21		\$ 1,268,409
Special Reserve Fund Ending Fund Balance (Fund 17)		\$ -
Components of ending balance:		
Nonspendable (revolving, prepaid, etc.)		\$ 700
Restricted		\$ -
Committed		\$ -
Assigned		
2% District Designated Reserve		\$ 375,684
Special Education Reserve		\$ 100,000
Reserve for economic uncertainties	3%	\$ 563,525
Unassigned and Unappropriated		\$ 228,500
Subtotal Assigned, Unassigned & Unappropriated		\$ 1,268,409
Total Components of ending balance		\$ 1,268,409
<i>TRUE</i>		
Assigned & Unassigned balances above the minimum 3% reserve requirement		\$ 704,884

Statement of Reasons

The District's Fund Balance includes assigned, unassigned and unappropriated components, that in total are greater than the Minimum Recommended Reserve for Economic Uncertainties because:

The Kentfield School District Board of Trustees approved a 2% 'District Designated Reserve'. A 'Special Education Reserve' has been established for unforeseen special education program costs, and the 'Undesignated Reserve' for enrollment growth, staffing needs, and unforeseen economic uncertainties.