

2018-19 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.

		2018-19
Total General Fund Expenditures & Other Uses		\$ 17,912,186
Minimum Reserve requirement	3%	\$ 537,366
General Fund Combined Ending Fund Balance 2018-19		\$ 1,922,686
Special Reserve Fund Ending Fund Balance (Fund 17)		\$ 602,651
Components of ending balance:		
Nonspendable (revolving, prepaid, etc.)		\$ 700
Restricted		\$ -
Committed		\$ -
Assigned		
2% District Designated Reserve		\$ 358,244
Special Education Reserve		\$ 100,000
Reserve for economic uncertainties	3%	\$ 537,366
Unassigned and Unappropriated		\$ 926,376
Subtotal Assigned, Unassigned & Unappropriated		\$ 1,921,986
Total Components of ending balance		\$ 1,921,986
Assigned & Unassigned balances above the minimum 3% reserve requirement		\$ 1,384,620

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 has 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 and staffing needs.

Measure A Parcel Tax renewal was approved by the voters on March 6, 2018. Designated funds will be transferred to the General Fund in fiscal year 2018-19.