2022-23 Budget Adoption Reserves

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

District: Meridian Elementary School District | CDS #: 71415

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.

		2022-23
Total General Fund Expenditures & Other Uses		$ 1,942,129
Minimum Reserve requirement	5%	$ 97,106
General Fund Combined Ending Fund Balance		$ 712,306
Special Reserve Fund Ending Fund Balance		$ 115,202
Components of ending balance (General Fund and Special Reserve Fund):		
Nonspendable (revolving, prepaid, etc.)		$ -
Restricted		$ 25,847
Committed		$ -
Assigned		$ 424,380
Reserve for economic uncertainties		$ 212,308
Unassigned and Unappropriated		$ 164,973
Subtotal Assigned, Unassigned & Unappropriated		$ 589,353
Total Components of ending balance		$ 827,508
		TRUE
Assigned, REU & Unassigned balances above the minimum reserve		$ 704,555

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 district has assigned $250,000 for Special Education costs, $74,380 for two years worth of charter oversight, and $100,000 for roof repairs. The district has also a balance in their unassigned and unappropriated component that could be used for any unexpected capital or facility expenditures.