

2015-16 Budget Adoption Reserves

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

District: **SAN RAFAEL CITY ELEMENTARY SCHOOL DISTRICT**

CDS #: **21-65458**

The governing board or 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,

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

		2015-16
Total General Fund Expenditures & Other Uses		\$ 49,239,746
Minimum Reserve requirement	3%	\$ 1,477,192
General Fund Combined Ending Fund Balance		\$ 9,419,251
Special Reserve Fund Ending Fund Balance (Fund 17)		\$ -
Components of ending balance:		
Nonspendable (revolving, prepaid, etc.)		\$ 2,500
Restricted		\$ 1
Committed		\$ -
Assigned		\$ 2,400,000
Reserve for economic uncertainties	5%	\$ 2,461,987
Unassigned and Unappropriated		\$ 4,554,763
Subtotal Assigned, Unassigned & Unappropriated		\$ 9,416,750
Total Components of ending balance		\$ 9,419,251
Assigned & Unassigned balances above the minimum		\$ 7,939,558

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:

<i>Cash Flow contingencies in order to ensure adequate cash to meet payroll and other obligations throughout</i>
<i>Common Core State Standards Implementation for one-time costs associated with this implementation \$1.3</i>
<i>GASB 45 Unfunded Liability for post Retirement Benefits other than Pensions (\$4.8 million)</i>
<i>STRS and PERS Increases estimated at approximately \$350,000 per year</i>
<i>Uncertainties regarding special education costs including mental health services and high unpredictable costs associated with residential placements</i>