

San Rafael City High School District 21-65466

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		\$ 37,256,928
Minimum Reserve requirement	3%	\$ 1,117,708
General Fund Combined Ending Fund Balance		\$ 4,165,231
Special Reserve Fund Ending Fund Balance		\$ 2,018,008
Components of ending balance:		
Nonspendable (revolving, prepaid, etc.)		\$ -
Restricted		\$ 741,788
Committed		\$ -
Assigned	> 3%	\$ 2,305,735
Special Reserve for OPEB		\$ 2,018,008
Unassigned and Unappropriated		\$ -
Subtotal Assigned, Unassigned & Unappropriated		\$ 4,323,743
Total Components of ending balance		\$ 5,065,531
Assigned & Unassigned balances above the minimum reserve requirement		
		\$ 5,065,531

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:

Board desiginated reserve to address COLA, potential salary increases, uncertanties regarding special education costs including mental health services and high unpredictable cost associated with residential placements.

Special Reserve Fund for OPEB to address future Other Post Employee Benefits