

Policy 4:20 Fund Balance Review

February 22, 2022

Purpose / Outcomes

- Policy 4:20 – Fund Balance review
- Recent actions by the BOE
- Purpose of a Fund Balance
- Current and Projected Fund Balance levels
- Next Steps

Policy 4:20 – Fund Balance

- Last updated April 2020
- 10% – 20% range of annual aggregated expenditures
- June 30 year end measurement date
- Deferment of Early Taxes
- If below range
 - Recommend plan to replenish balance
- If above range
 - Recommend plan uses and timing
 - Priority for taxpayer relief and non-recurring expenses

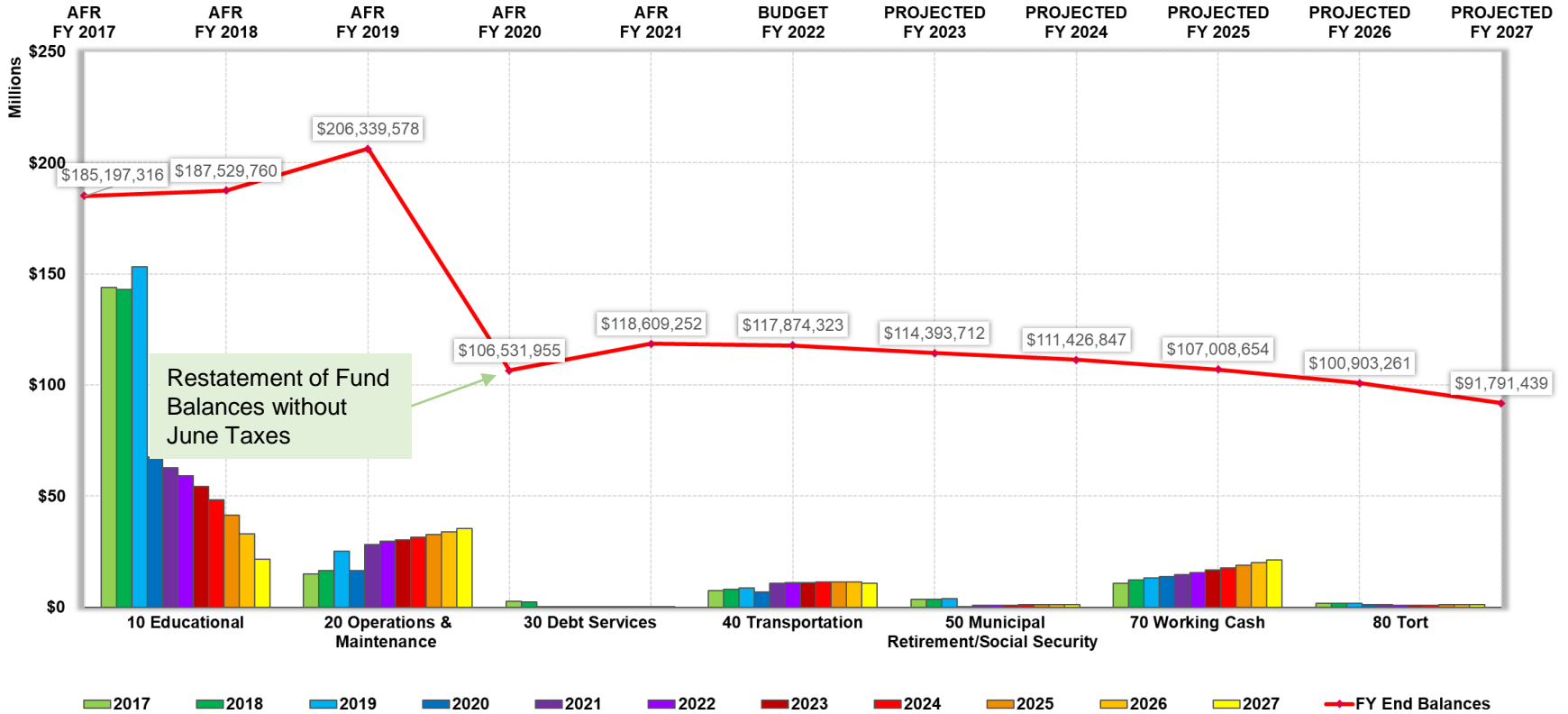
BOE actions

- 2017 Bond Defeasance
 - Early payment of \$9.5 million of bonds saving over \$3.2 million of interest
- 2017 – 2021 Annual Bond Abatements
 - \$14 million to date
- 2019 - \$2 million Levy Abatement
- 2021 - \$10 million tax reimbursement
- 2021 – \$1.1 million General fee refund
- 2021 – Free summer school course
- 2022 – \$2.7 million proposed Bond Abatement

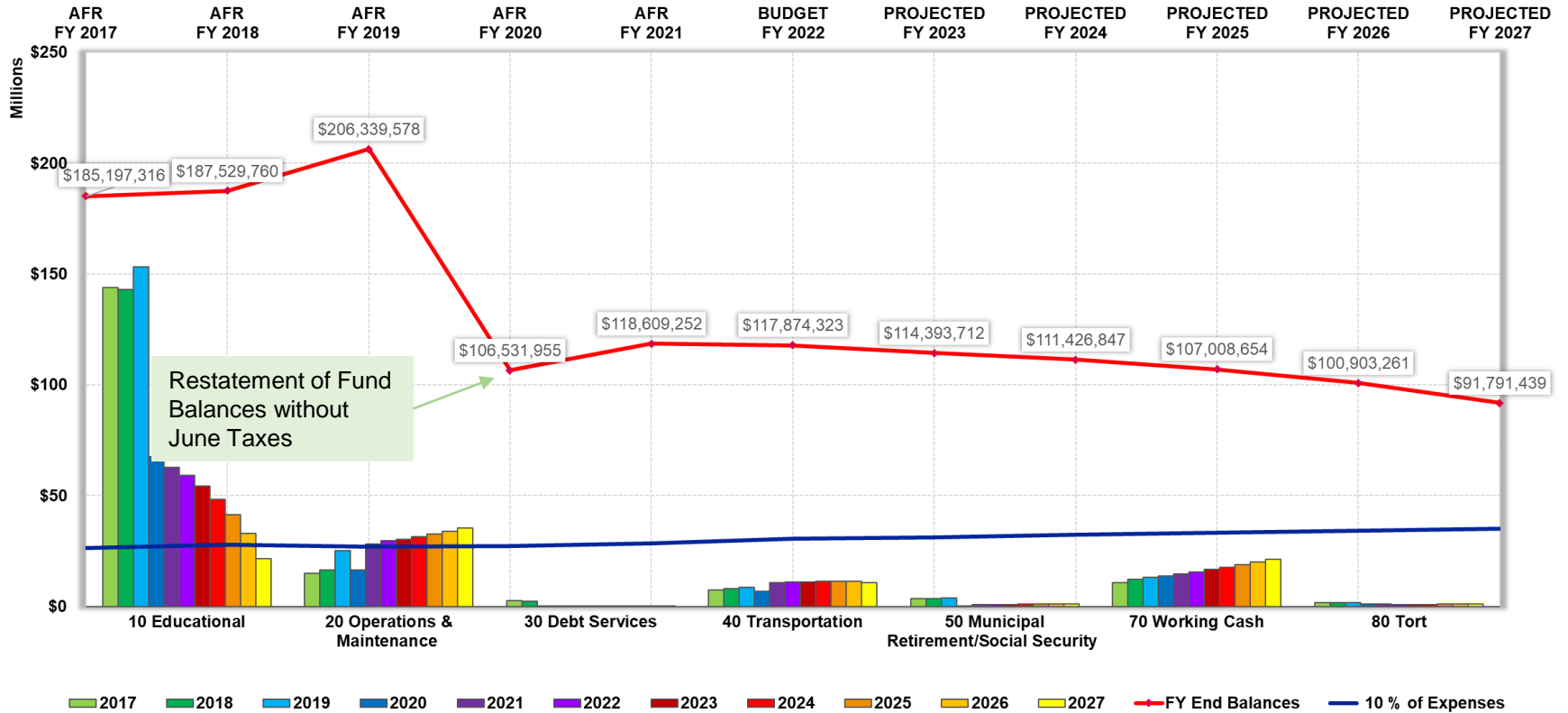
Fund Balance Purpose

- Stabilize year over year educational performance
- Minimize educational service disruptions
- Maintain cash on hand to counter unanticipated cash flow shortfalls
- Enhance credit rating strength and increase access to debt markets at lower interest costs
- Increase long-term fiscal performance
- Allow the school district to manage unforeseen expenditure demands and revenue shortfalls

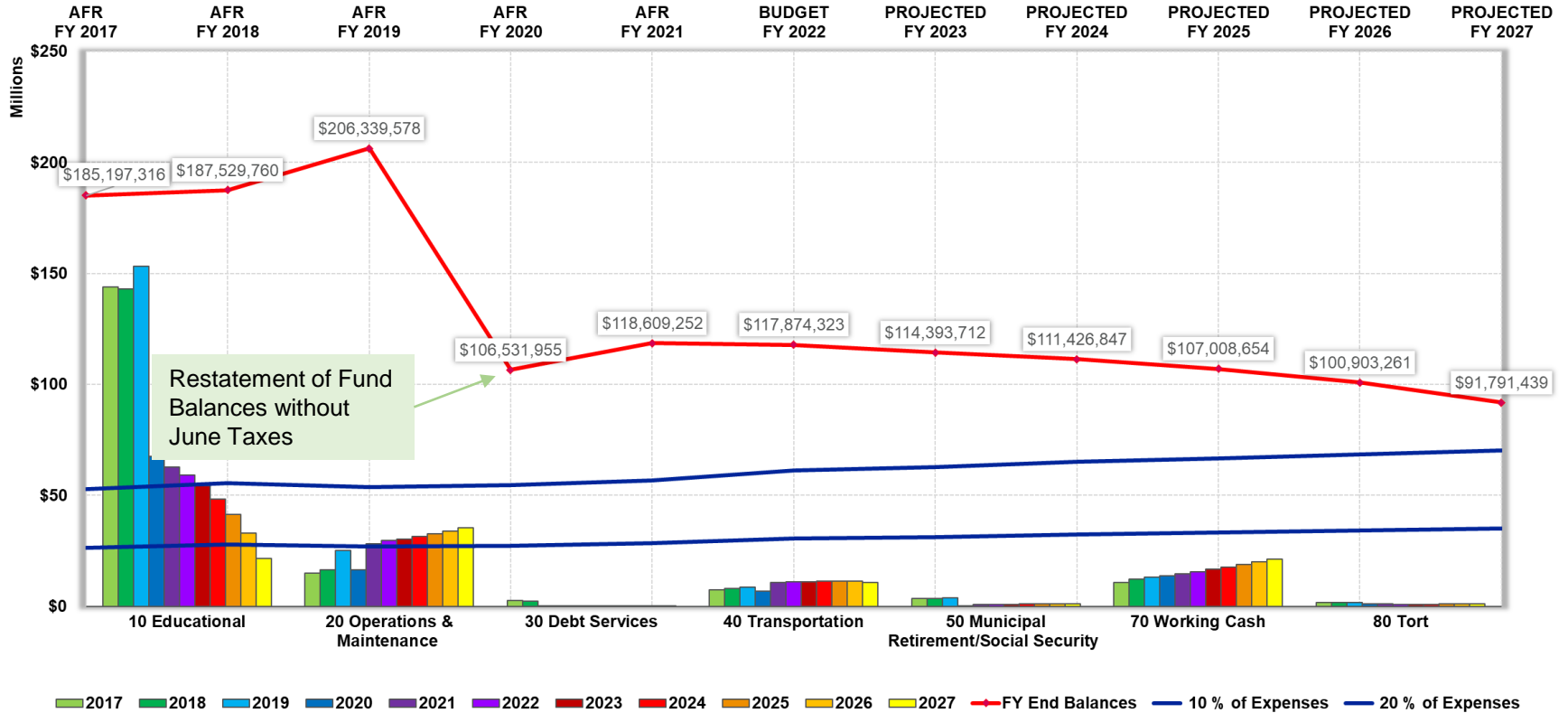
Fund Balances



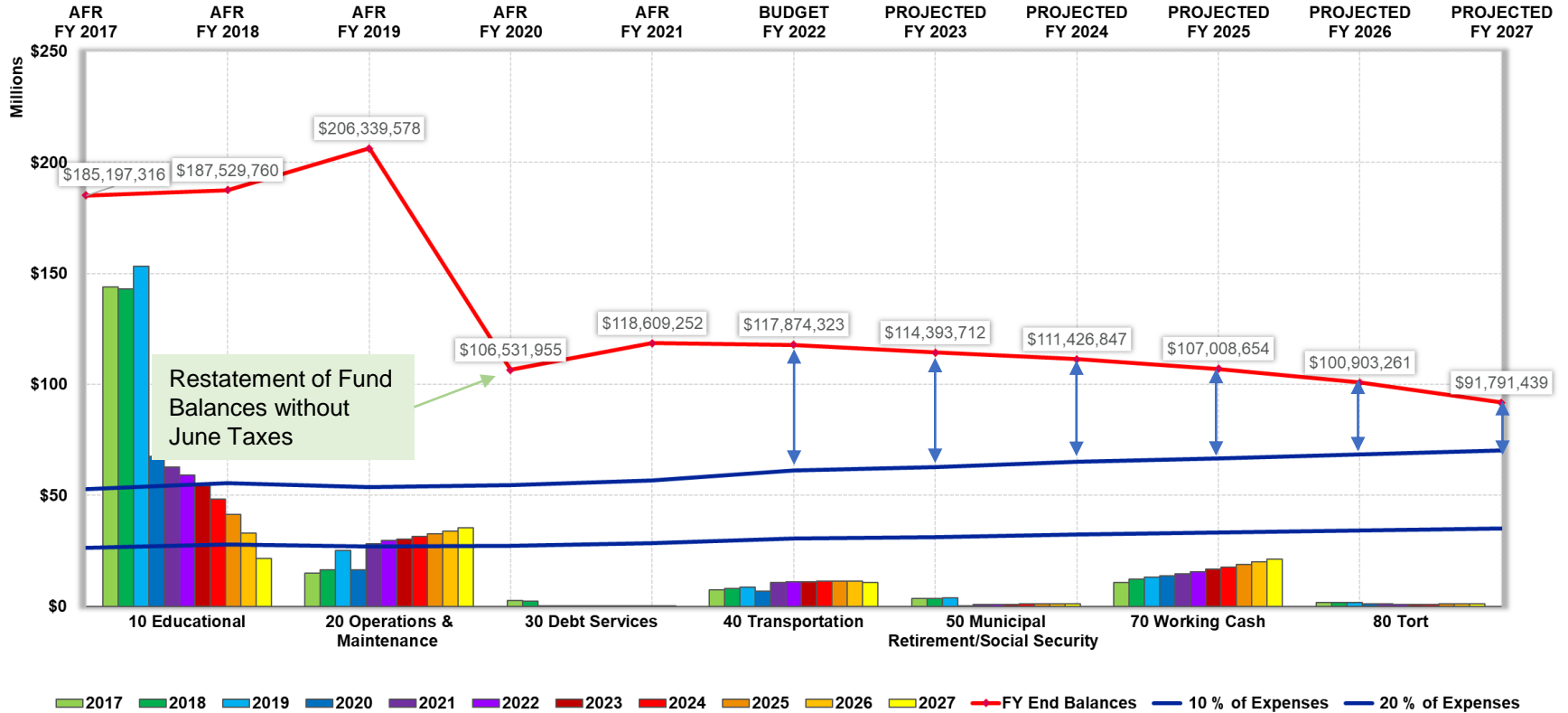
Fund Balances



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