



Skaneateles Central School District

Excellence in Education

Reserve Funding Plan 2019-2020

RESERVE (Established)	ALLOWABLE FUNDING LEVEL	CURRENT FUNDING LEVEL	PURPOSE	PLAN	Restrictions
1. <i>Employee Benefit Accrued Liability Reserve</i>	TBD	\$531,030.35	For payout of employee accumulated leave days upon resignation or retirement (<i>this is not a fully funded reserve relative to our total liability.</i>)	To provide leveling to the budget as numbers of resignations/retirements fluctuate each year.	Creation of employee benefit accrued liability reserve is established by a majority vote of the Board of Education. Funds may be expended without voter approval.
2. <i>Capital Reserve – Turf Replacement and Track Resurfacing</i>	\$375,000	\$375,000	To offset a portion of the local share of the cost of turf replacement and track resurfacing.	The establishment of the reserve, the allocation of \$225,000 from a previous board action, and a new allocation of \$150,000 from 2016-17 year end funds was approved by the voters on May 16, 2017.	Creation of capital reserve and spending from the capital reserve requires voter approval.
3. <i>2017 Capital Reserve – Future Capital Project</i>	\$2,500,000	\$2,500,000	To assist in the offset of the local share of the next major building project in the district	Given that the previous capital reserve has been funded to the maximum amount allowed and has been applied to offset a portion of the local share of Project 2021, a new 10-year reserve with a maximum funding amount of \$2.5 million was approved by the voters on May 16, 2017. The	Creation of capital reserve and spending from the capital reserve requires voter approval

				purpose of this reserve is to offset a portion of the local share of a future capital project. Administration recommended a partial funding of this reserve from remaining 2016-17 funds.	
4. <i>2018 Capital Reserve – Future Capital Project</i>	\$2,500,000	\$2,500,000	To assist in the offset of the local share of the next major building project in the district	This reserve will be reviewed when planning begins for our next major project, which is anticipated to be Project 2024.	Creation of capital reserve and spending from the capital reserve requires voter approval
5. <i>Repair Reserve – Winkelman Field (upper soccer field with masonry grandstands)</i>	\$5,000	\$5,000	To pay for or to assist in the cost of repair to the stands.	Funds will be held in repair reserve until a repair needs to be made.	May be established without voter approval. Funds may be expended without voter approval in cases of emergency and approved by 2/3 of the BOE. Otherwise, a public hearing must be held. In cases of emergency and no public hearing was held, funds must be paid back to reserve over the course of two school years.
6. <i>Retirement Contribution Reserve – Employee Retirement Reserve</i>	Any portion of the amount payable to ERS	\$2,131,042.82	Generally to offset large swings in the Employer Contribution Rates (ECR) of the Employee Retirement System (this cannot apply to the Teachers’ Retirement System)	To provide leveling to the budget in years when the ECR increases beyond what is accounted for in the general fund budget <i>or</i> when monies in the ECR portion of the budget are needed to cover other expenditures.	Established and expended by BOE resolution.

7. <i>Retirement Contribution Reserve (Sub-Fund) – Teachers Retirement Reserve</i>	Any portion of the amount payable to TRS	\$229,780.07	Generally to offset large swings in the Employer Contribution Rates (ECR) of the Teachers’ Retirement System	To provide leveling to the budget in years when the ECR increases beyond what is accounted for in the general fund budget or when monies in the ECR portion of the budget are needed to cover other expenditures.	Established and expended by BOE resolution.
8. <i>Tax Certiorari Reserve</i>	The amount shall not exceed an amount which might reasonable be deemed necessary to meet anticipated judgments.	\$438,599.05	For payout of tax appeal settlements by local residents. Our currently liability is \$271,312 for cases in the 17-18 and 18-19 years.	To provide leveling to the budget when current year settlements exceed the budgeted amount.	Chapter 588 of the Laws of 1988 amended Section 3651 of the Education Law to permit the establishment of a reserve fund for tax certiorari and to expend from the fund without voter approval of the qualified voters of the school district.

For additional information on School District Reserves, please see http://www.p12.nysed.gov/mgtserv/accounting/docs/reserve_funds.pdf