

**SUBJECT: CAPITAL RESERVE FUND**

The Board of Education shall continue to utilize capital reserve funds as previously established by voters and as stated below:

The Board of Education hereby establishes expectations for its Capital Reserve Funds, the funds of which shall be used to pay the costs of constructing, altering and repairing the buildings and general facilities of the District, including alterations for safety and energy conservation purposes.

- a) The handling of said funds shall be at all times in accordance with the provisions of Section 3651 of the Education Law and the investment of the monies in said fund shall be at all times in accordance with provisions of Section 3652 of the Education Law.
- b) The amount of said Capital Reserve Funds shall not exceed voter-approved amounts.
- c) The term of said fund shall be ten years or as otherwise authorized by voters.
- d) The source of said fund shall be funds which the Board of Education may, by resolution, add to said fund from time to time plus interest and capital gains earned by the fund, and as otherwise authorized by voters.
- e) The expenditure and allocation of Capital Reserve Fund monies shall be only by resolution of the Board of Education and voter approval, if necessary.