

J-6 Recommendation to approve the attached resolution to approve a Capital Reserve Fund Proposition as follows:

Proposition Number 3 – (Capital Reserve Fund)

Shall the following resolution be adopted, to wit:

Shall the Board of Education establish a capital reserve fund under the provisions of Education Law §3651(1)? The purpose of the fund is for construction, repair, and reconstruction of capital improvements and the acquisition of equipment. The ultimate amount of the fund shall be \$5,000,000 plus earnings thereon. The probable term shall be 10 years. The source from which funds will be obtained can include any or all of the following: an initial transfer of \$50,000 from unappropriated fund balance made during the 2017-18 school year, non-appropriated fund balances from the general fund as determined by the Board of Education, from time to time; State aid related to expenditures from the capital reserve fund; interest income related to the investment of money in the fund and any other additional monies hereafter authorized by the voters of the District.