



Capital Reserve Fund Proposition

Proposition #4 will ask the voters to create a Capital Reserve Fund. This fund will allow the District to set aside money over time to be used to maintain the school facility. The creation of the fund would allow the District to set aside up to \$950,000. The reserve funds would be used to pay for the local share of a capital project, avoiding the need to increase taxes. Protecting the District's investment by maintaining the school building and property through capital projects results in the least amount of cost to the local taxpayer as 85% of the project's cost is reimbursed by New York State. The District's school building will continue to have needs as it ages. After creation of a Capital Reserve Fund the voters would also have to approve future use of the funds.

The amount originally authorized, \$950,000, could only be used once. Any additional amounts added to the reserve would need voter approval. For example, if \$400,000 was used there would only be \$550,000 remaining in the fund unless the voters authorized more.