

Proposed Board Resolution

Horseheads Central School District

June 7, 2010

WHEREAS, the Horseheads Central School District is anticipating a General Fund Deficit for the year ended June 30, 2010 of (\$1,100,000), after reflecting the use of \$995,000 of previously budgeted appropriated fund balance. This deficit is due, in large part, to healthcare costs in excess of budgeted amounts for the current fiscal year.

WHEREAS, the District Board of Education, by this resolution, intends to document how the General Fund Deficit for the current year will be funded.

WHEREAS, the District budget for the year ended June 30, 2010 included an appropriation of fund balance of \$995,000.

WHEREAS, the District Board has previously designated fund balance for specific purposes. The original purpose designation for Transportation and Technology requires modification in order to fund the current year General Fund deficit.

WHEREAS, District Administration has determined that the Tax Certiorari Reserve needs to be increased by approximately \$600,000 in anticipation of settlement of Real Estate Property Tax Assessment Appeals.

NOW, THERE, BE IT RESOLVED THAT

- 1) The projected current year deficit of the General Fund of \$1,100,000 will be reduced by anticipated expenditure savings for utility costs totaling \$500,000.
- 2) The remaining amount of the General Fund Deficit for fiscal year end June 30, 2010 is anticipated to be approximately \$600,000. This deficit amount, based on audited financial results, will be funded by a redesignation of the amount previously designated by the District Board for Transportation and Technology.
- 3) The Tax Certiorari Reserve of the District will be increased by \$600,000 as of June 30, 2010 in the District's audited financial statements.
- 4) The Tax Certiorari Reserve increase will be funded by a reduction in the fund balance designation for Transportation and Technology, currently recorded at \$2,400,000.