

**Management Support**  
**Minimum Capital Improvement Expenditures**

The Board recognizes the importance of maintaining proper care and maintenance of district facilities and recognizes the long-term fiscal responsibility to avoid deferred maintenance; deferred maintenance will inevitably cost the district taxpayers more money in the long run.

Accordingly, the district adopts this policy in regard to budgeting capital improvements: The board will adopt annual budgets that will provide, collectively, \$1.5 million for capital maintenance and improvements totaled over each five-year period.

Annually, the Superintendent or designee will present and the board will adopt a General Fund and Capital Projects Fund budget that combined includes at least \$300,000 in expenditures towards capital improvements. Of this, no more than 25% will be budgeted from the Capital Projects Fund.

In the event it is infeasible to budget for or expend at least \$300,000 of expenditures in any single budget year towards capital improvements, the Board extends, by this policy, flexibility to modify that year's \$300,000 requirement so long as the district still maintains a 5-year total of \$1.5 million.

This \$1.5 million five-year total will be adjusted for inflation every five years.

**New Policy 4/20/21**