(a) erie county technical school

RESOLUTION

WHEREAS, the Pennsylvania Public School Code at 24 P.S. §18-1850.4 entitled "Capital Reserve Fund for Approved Purchase of Equipment and Facility Maintenance" provides as follows:

> (a) Any area career and technical board shall have the power to create a special fund which may be designed as a capital reserve fund and to accumulate therein monies to be expended, in accordance with the provisions of this section, during a period not to exceed five years from the date when the first payment was made into the fund, for the purpose of purchasing equipment or maintaining facilities.
>
> (b) The capital reserve fund herein provided shall consist of funds transferred during any fiscal year from appropriations made for this particular purpose and of unencumbered funds remaining from the current and/or prior years' general fund.
>
> (c) The monies in the capital reserve fund shall be kept separate and apart from any other fund by the treasurer of the area career and technical board, and the monies in the fund may be invested by the operating agent in securities legal for the investment of sinking fund monies of the school district. The interest earnings on the investments shall be paid into the capital reserve fund. The area career and technical school shall annually show in its financial report the amounts of money in the capital reserve fund which shall at all times be properly identified as to purpose.
>
> (d) The monies in any such capital reserve fund may be expended only upon approval of the majority of the members of the operating agent only during the period of time for which the fund was created and only for equipment purchases or facilities maintenance projects and for no other purpose.

WHEREAS, consistent with the above Section of the Pennsylvania Public School Code, the Operating Committee of the Erie County Technical School has the power on an annual basis, within its budget to appropriate money into capital reserve funds to be designated only for the purchase of equipment and maintaining facilities; and

WHEREAS, the Operating Committee deems it is appropriate to ensure that the new equipment is purchased and the facilities are maintained in a proper manner through the budgetary process on an annual basis; and

WHEREAS, contributions to the capital reserve fund are consistent with the Restated Articles of Agreement for Operation and will be funded by the Participating School Districts pursuant to Article V which require each Participating School District's share shall be based upon the respective District's percentage share of vocational average daily membership at the Erie County Technical School as of June 30, averaged for the three (3) most recent school years; and

WHEREAS, with the approval of the $34,374,940 renovation and additions project, additional capital projects are not anticipated in the near future;

WHEREAS, funding the capital reserve funds on an annual basis will eliminate the necessity of capital outlay and lease amortization rental projects consistent with Article IV of the Restated Articles of Agreement for Operation.

NOW THEREFORE, the Joint Operating Committee approves of the budgeting and financing methodology that will require the Joint Operating Committee to include in its annual budget, pursuant to Article V of the Restated Articles of Agreement for Operation, in order to finance the purchase of new equipment and the maintenance of facilities of the Erie County Technical School.

This Resolution was adopted by the Joint Operating Committee of the Erie County Technical School at a meeting duly convened and held on August 26, 2021 by a vote of ___ to ___.

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Secretary President

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