

Reserve Deferred Maintenance Fund

To protect the capital investment of Neosho County Community College and to provide funding for implementation of the Capital Improvement Plan, the board of trustees shall include in each annual operating budget a reserved deferred maintenance fund in the unrestricted general funds up to \$1,000,000 for each fiscal budget year.

Annual Adjustments/Funding

If the minimum reserve fund balance at the end of any fiscal year is less than \$1,000,000, the president will recommend the board transfer at a minimum, amounts to the fund necessary to increase the fund balance to \$1,000,000 or \$50,000 whichever is less. If the shortfall is more than \$50,000 the president shall notify the board which may, subject to fiscal limitations, authorize transfer of additional amounts it deems prudent.

Expenditures from the fund implementing the Capital Improvement Plan will be made at the discretion of the president subject to board policy for claims for disbursement, bids, etc.

Adopted: 1/13/11