Education Capital Projects 177

Establishment and Management of the Capital Project Fund

**Capital Projects**

**Establishment of Annual contributions to the Capital Projects Fund**

1. Annual Transfer of $300,000 to $400,000 from General Purpose School Fund 141 to Fund 177 Educational Capital Projects. This amount is for minor projects ranging from $5,000 to $100,000 per project. These funds are considered as **Yearly** sub-funds.
2. We maintain about $50,000 to $100,000 in GPS Fund 141. This money is generally for Furniture and/or Vehicles.
3. With the 300K to 400K transferred from GPS Fund 141, we establish sub-funds by year known as **Yearly** sub-funds. We leave these projects or **Yearly** sub-funds open for 2 years. At the end of the second year, any remaining funds are used to open up a new **Yearly** fund.
4. Any Bond or Notes issued by the County Commission are established in a separate sub-fund within Fund 177. These funds stay open until the projects are completed. Any funds remaining are transferred into a new **Yearly** project sub-fund.
5. Generally, no funds are set aside for a school from the 300K to 400K annual allotments if a school is receiving existing funds by way of special County Commission issuance of debt. Two reasons why: a) generally, a major project is in progress and a conflict of work could be an issue. b) If funds remain while closing a major project, these funds are used at that particular school or schools in which the money was borrowed for.

**Management of Capital Projects Fund**

6. The School Board generally requests any revenue greater than expenditure difference in Fund 141 GPS to be transferred to Fund 177 in accordance with TCA 49-3-352 (c). **This transfer is made only if the fund balance in the General Purpose School Fund is at an optimal balance of approximately 10%.**