

**SACRAMENTO CITY UNIFIED SCHOOL DISTRICT
BOARD OF EDUCATION**

Agenda Item# 9.1d

Meeting Date: February 19, 2015

Subject: Resolution #2821: Local Reserves Cap

- Information Item Only
- Approval on Consent Agenda
- Conference (for discussion only)
- Conference/First Reading (Action Anticipated: _____)
- Conference/Action
- Action
- Public Hearing

Department:

School Boards Association (CSBA) continues its efforts to repeal the cap on school districts reserve levels. As a critical part of these efforts, CSBA is asking school boards to adopt resolutions calling for the repeal of the reserve cap language.

Background/Rationale: The cap provision was part of an education budget trailer bill that Governor Brown signed on June 20, 2014. The trailer bill provision, SB 858, Section 27, is now contained in Education Code Section 42127.01. This cap on the level of reserves that districts may maintain is a statutory requirement that becomes

WHEREAS, under SB 858 this provision, a deposit by the State of California of even \$1