



APPROVED
Board of Directors
March 14, 2017

EXHIBIT

Allocation of 2016 Surplus

Overview

In the Corporate Policy Manual, Section V-Fiscal/Accounting F. Initiatives Reserve Fund, it states that at the close of each fiscal year, the Board of Directors shall determine the amount, if any, to contribute from excess Revenue-Over-Expenses plus Depreciation Expense less Reserve Contributions to the Maintenance, Repair & Replacement Reserve Fund. In determining such amount, the Board of Directors shall first repay any withdrawals from this fund and second an amount, if any, towards its target balance of not less than \$500,000. In fiscal year 2016 the Revenue-Over-Expenses as described above is \$1,022,551 and after funding the Repair, Replacement and Maintenance Reserve fund with \$900,000 and allocating the net earnings on investments of \$87,787 to the reserve accounts, a balance of \$34,764 remains to be allocated.

Recommendation

Approve recommendation from the Fiscal Affairs Committee to allocate the 2016 surplus of \$34,764 to the Initiatives Reserve Fund.