North Central Regional Transit District (NCRTD)

Resolution 2015-13

A Resolution Approving the Use of the Reserve Fund for the FY2016 Budget Consistent with the October 2013 Adopted Financial Policies

WHEREAS, the Board of Directors adopted an amended District Reserve Policy on November 8, 2013; and

WHEREAS, the District’s Reserve Policy authorizes the use of reserve funds in certain limited conditions; and

WHEREAS, Section 3-Reserve Policy, Paragraph 3E-Approval for the Use of Reserve Fund, authorizes the use of funds for budget stabilization, capital and capital replacement, service enhancements, and debt service; and

WHEREAS, the FY2016 budget uses fund balance for capital and capital replacement plans that are consistent with Section 3-Reserve Policy, Paragraph 3B-Reserve for Capital and Capital Replacement; and

WHEREAS, the FY2016 budget uses fund balance for service enhancements for La Cienega/Las Golondrinas, Taos Town Transit Consolidation and the Santa Fe Mountain Trail Route which is consistent with Section 3-Reserve Policy, Paragraph 3C-Reserve for Service Enhancement; and

WHEREAS, unspent Transportation Alternatives Program (TAP) local match funds from FY2015 will need to be re-budgeted and made available in FY2016 Budget; and the District Financial Policy does not define this as a use of reserves, but is common practice for unspent Federal grants to carry forward until they are fully spent, so local matching funds are carried forward for this purpose.

WHEREAS, the Board, after thorough consideration and upon recommendation of the Finance Subcommittee and the NCRTD Staff, find that it is prudent to authorize the use of reserve fund balances as follows.
NOW THEREFORE BE IT RESOLVED BY THE NCRTD BOARD THE APPROVAL OF THIS RESOLUTION.

The Board authorizes the use of $526,609 of NCRTD reserve funds for FY2016 as follows:

1. $313,568 Capital and Capital Replacement  
2. $126,601 Service Enhancements  
3. $76,440 TAP Local Match  
   $516,609 Total Use of Reserves

Approved as to form:

Daniel Barrone, Chair

Mark Basham, Counsel