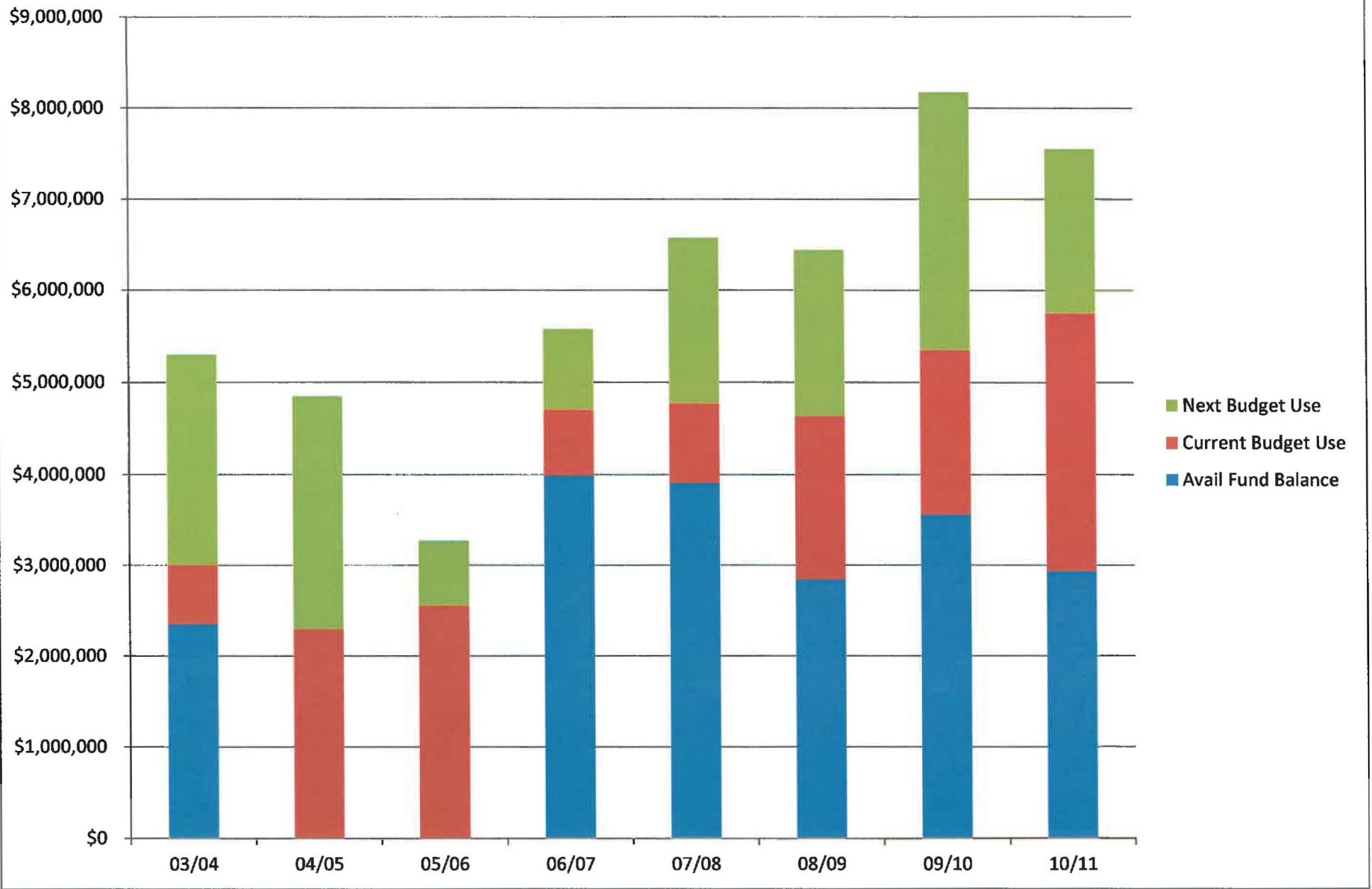
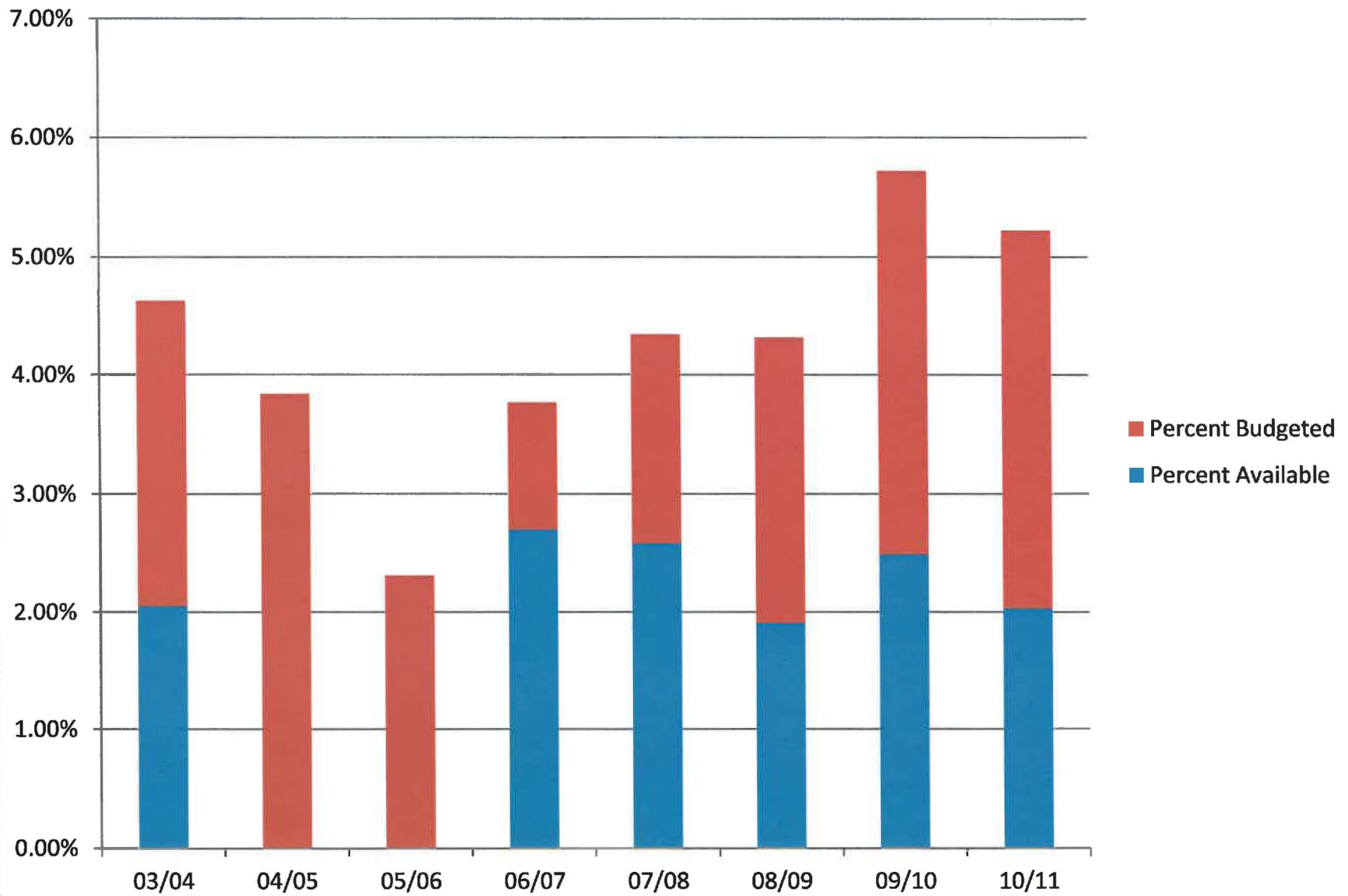


Fund Balance



Percentage of Fund Balance



CIP Fund Balance Proposal

Current Fund Balance	-	Encumbered Use of Fund Balance		-	Next Budget Use of Fund Balance	=	Fund Balance Available For Allocation
		Current Use of Fund Balance					

Target for Fund Balance Available for Allocation = 2.00%

If Fund Balance Available for Appropriation exceeds 2.0% then 40% of annual increase of fund balance may be allocated to CIP.

As an example:

1. FY 2010/11 Preliminary information indicates that overall fund balance exceeds the 2.0% threshold, however no funds were added to the balance and therefore no allocation would be made to CIP.
2. FY 2009/10 information indicated that overall fund balance exceeded the 2.0% threshold, also the balance increased by more than \$1.8M. In this scenario 40% of the \$1.8M may be transferred into the CIP.