

Fund 46 Fact Sheet

- In 2013 Wisconsin Act 336 created a fund for funding district's long-term capital improvement plans. DPI has designated Fund 46 for the Capital Improvement Fund.
- Capital projects are defined in a 10-year long range facility improvement plan that requires board approval. The long range facility plan can be modified and re-approved by the board at any time.
- Fund 46 is funded by transfers from Fund 10. These transfers are recorded as an expense for shared cost and equalization aid purposes. Future expenditures from Fund 46 are not part of shared cost. Transfers to Fund 46 can happen anytime during the fiscal year and up to July 30 of the new fiscal year.
- Monies deposited into Fund 46 are available to the district to spend **five years after the establishment of the fund.**
- Monies in Fund 46 may only be used for the purposes identified in the approved long range facility improvement plan and may not be transferred to any other fund. For this reason a separate checking/investment bank account must be established to hold these funds.
- Benefits of establishing Fund 46:
 - Provides an end of fiscal year opportunity to reallocate funds to more fully expend the Fund 10 budget.
 - Allows districts to set aside funds in segregated accounts for capital projects.
 - Identifies planned expenditures for capital improvements including care and maintenance of facilities.
- Board Actions required:
 - Approve the long range capital improvement plan (minimum of 10 years).
 - Pass the resolution creating the long range capital improvement trust fund
- Information provided to DPI following board action:
 - Official Board meeting minute approving the long range capital improvement plan.
 - Signed resolution creating the long range capital improvement trust fund or official minutes documenting the creation of the fund.
 - Documentation that confirms the existence of a segregated bank/investment account.