

NOTE 12 RESERVATIONS AND DESIGNATIONS OF FUND BALANCE

**A. RESERVE FOR INVESTMENT TRUST PARTICIPANTS**

This reserve was established to segregate net assets held primarily for school districts.

**B. RESERVE FOR LOAN RECEIVABLE**

This reserve was established to segregate a portion of fund balance to indicate that this long-term loan receivable does not represent available spendable resources.

**C. RESERVE FOR INVENTORY**

This reserve was established to segregate a portion of fund balance to indicate that inventory does not represent available spendable resources even though it is a component of assets.

**D. RESERVE FOR PREPAID EXPENDITURES**

This reserve was established to segregate a portion of fund balance to indicate that prepaid expenditures do not represent available spendable resources even though they are a component of assets.

**E. RESERVE FOR SPECIFIED PROGRAMS**

This reserve was established for two fee for service grants in the General Fund which are restricted for the HUD - HOPE program and the DES Adult workshop program.

**F. RESERVE FOR DEBT SERVICE**

This reserve was established to segregate a portion of fund balance for debt service resources legally restricted to the payment of long-term debt principal and interest amounts maturing in future years.

**G. DESIGNATED FOR FUTURE RESERVES**

County management, in an effort to maintain and improve the financial stability of the General Fund, has designated a portion of the Unreserved Fund Balance for future reserves.