

**Upon approval at the May 23, 2024 board meeting, the following policy will be added to AFIA's board policy manual:**

**Policy 3.15 Reserve Funds**

Per the Missouri Charter Public School Commission's policies, all schools sponsored by the Commission, must have the following policy in place:

During the first three years of operation, the school's governing board must annually reserve \$25,000 per year in an escrow account or attorney trust account to be used for legal, accounting and other expenses in case of the school's closure. These funds may be used to pay debts such as but not limited to the following:

- Retirement systems,
- Teachers and staff,
- Employment taxes, federal taxes, and benefits,
- Audit preparation,
- Private creditors, and/or
- Overpayments from DESE