

POLICY SERIES 6000 – *MANAGEMENT SUPPORT*

GENERAL FUND ENDING FUND BALANCE

The District will maintain an Ending Fund Balance in the General Fund at a level sufficient to provide financing for needs of an emergency nature such as adverse changes in the economic environment and unexpected fluctuations in student enrollment. A sufficient Ending Fund Balance may also be necessary to facilitate an orderly adjustment to changes resulting from the reduction and/or termination of revenue sources through the actions of the federal and state governments, and failures of local maintenance and operations levies, capital project levies, or bond measures.

The Board of Directors recognizes the value of sufficient funds to address issues such as positive cash flow, program improvements, interest revenue generation, and bond rating. Furthermore, the Board acknowledges and supports the value of allowing schools and departments to carry forward funds from one budget year to the next.

The Ending Fund Balance is intended to provide for unanticipated expenditures or revenue shortfalls of a non-recurring nature. Recurring problems require permanent solutions that reflect a basic reallocation of the District's available resources.

The amount of the Ending Fund Balance of the General Fund should ordinarily be no less than three and no more than seven percent of budgeted General Fund expenditures for the current fiscal year. If the projected Ending Fund Balance falls under three percent or goes above seven percent of the current fiscal year budget, the Superintendent will notify the Board of Directors.



<i>POLICY ADOPTED</i>	<i>December 15, 1997</i>
<i>RENUMBERED</i>	<i>May 12, 2003</i>
<i>REVISED</i>	<i>August 24, 2009</i>