

Minimum Fund Balance

The district recognizes the importance of maintaining a prudent fund balance in the general fund to ensure operational cash flow needs are met, to set aside resources for known obligations and to help protect against unforeseen circumstances. Accordingly, the district adopts this policy in regards to those portions of fund balance that are in spendable form but are not legally restricted as to their use from outside sources.

Annually, the superintendent or designee will present a general fund budget that includes a commitment of at least 6 percent of the prior year's expenditures towards a minimum fund balance.

Cross Reference:	Board Policy 6020 Board Policy 6040	System of Funds and Accounts Expenditures in Excess of Budget
Legal References:	RCW 28A.330.070 RCW 28A.505 RCW 28A.505.130	School district as self-insurer – Authority School Districts' Budgets Budget – Requirement for balancing estimated expenditures