

## CHAPTER 7.00 - BUSINESS SERVICES

### RESERVE FUNDS

7.33\*

The Daleville City Board of Education recognizes that the establishment and maintenance of adequate fund reserves is necessary to avoid disruption in the educational programs in the schools.

It is the intent of the Board to maintain a two month general fund operating reserve. However, it is the policy of the Board to maintain, at all times, a minimum of one month's unreserved fund balance equal to one month's budgeted expenditures and other fund uses as a reserve.

The Superintendent or Chief School Financial Officer will inform the board, before the Board votes on a budget or budget amendment, if the approval of the budget or budget amendment will prevent the establishment or maintenance of a one-month's operating balance.

A one-month's operating balance shall be determined by dividing the General Fund expenditures and fund transfers out by twelve. In determining the General Fund expenditures and fund transfers out, the proposed budget or budget amendment, shall be used.

#### STATUTORY AUTHORITY:

CODE OF ALABAMA  
16-1-30

#### LAW(S) IMPLEMENTED:

CODE OF ALABAMA  
16-11-21, 16-11-22, 16-12-3(a), (f),  
16-12-12, 16-13-31, 16-22-11

#### ALABAMA ADMINISTRATIVE PROCEDURE ACT:

#### HISTORY:

ADOPTED: OCTOBER 10, 2007  
REVISION DATE(S): \_\_\_\_\_  
FORMERLY: NEW