

BUDGET PLANNING

Five-Year Forecast - General Fund Cash Reserve Balance

Operating the District with fiscally sound management practices is integral to the ongoing well-being of the District. Responsible management of operational costs, while maintaining a high level of educational excellence within the District, is the primary focus of the Board of Education, administrators, teachers, and other school personnel when making budgetary decisions.

The District maintains that, to preserve financial effectiveness, a yearly cash balance equal to 105 True Days operating cash, as defined as the prior year's General Fund expenditures, including transfers and advances, divided by 365, times 105, is to be the minimum operational benchmark for determining ending cash needs for the General Fund. The benchmark will be calculated at the end of each fiscal year and will be used as the benchmark for the upcoming year.

The minimum benchmark should be reflected on the five-year forecast in the current year and the next two (2) projected years of the five-year forecast. Upon receiving any indication that an ending cash balance equal to 105 True Days operating cash may not be achieved, the Treasurer shall report such finding to the Board and Superintendent.

Upon receiving such notification from the Treasurer, a plan will be developed by the Board, Superintendent, and the Treasurer prior to the next five-year forecast adoption as to how the District will work toward attaining a 105 True Days operating cash ending balance for the General Fund over the next four (4) forecasted years which includes the current year.

[Adoption date: July 20, 2022]

Revised: