

Fund Balance

The Board of Directors of the Rainier School District recognizes the importance of a sufficient fund balance to assure sound financial practices, provide program stability, and obtain excellent bond ratings.

To provide stability of the instructional program, the District will maintain the following types of fund balances within the General Fund:

1. Restricted for Other Purposes (GL 810) – This balance will be the sum of funds allocated to the district for a specific purpose, through the apportionment process (i.e.; Special Education, Grant carry over, I-728, etc.). These funds may only be expended in the manner consistent with State and Federal requirements.
2. Assigned to Other Purposes (GL 888) – This balance will be the sum of funds set aside by the District to off-set any anticipated expenditures in the near future (i.e.; pending budget cuts, replacement of equipment, construction projects). These funds may only be expended with the permission of the Board
3. Unassigned to Minimum Fund Balance Policy (GL 891) – The total of the unassigned to minimum fund balance policy will be targeted at the average monthly expenditure costs from the previous year.
4. Unassigned Fund Balance (GL 890) – This balance will be the net result of operations, after accounting for GL 810, 888 and 891, and is the compensating source for economic uncertainties.

Legal References: RCW 28A.300.060 Studies and adoption of classifications for school district budgets
 RCW 28A.320.020 Liability for debts and judgments
 RCW 28A.330.100 Additional powers of the Board
 RCW 28A.505 School Districts' Budgets
 RCW 28A.510 Apportionment to District – District Accounting

Adoption Date: **10.10**
Classification: **Priority**
Revised Dates: **03.18**