

RAINY DAY FUND
[ISBA Code: 6011]

The Board of School Trustees of the Lafayette School Corporation has established a Rainy Day fund. The Rainy Day fund may receive transfers of unused and unencumbered monies from other funds for any fiscal year. Such transfer cannot exceed ten percent (10%) of the total budget of the school corporation for the fiscal year in which the transfer occurs, with exception of calendar years 2021, 2022, 2023, and 2024 when the transfer cannot exceed fifteen percent (15%). Transfers to the Rainy Day fund may be made at any time during the fiscal year.

The intent of the Board of School Trustees is to use the monies in the Rainy Day fund only for any one of the following purposes:

1. To provide revenue due to shortfalls or reductions in state textbook reimbursement payments and uncollected student textbook rental payments.
2. To provide revenue due to shortfalls or reductions in state tuition support payments.
3. To provide revenue due to shortfalls or reductions in state summer school reimbursement.
4. To provide revenue due to shortfalls or reductions in local property tax collections.
5. To provide revenue due to shortfalls or reductions of excise taxes, FIT taxes and CVET taxes.
6. To provide revenue to support any approved Referendum Fund.
7. To provide revenue due to an emergency capital projects.

The Rainy Day fund is subject to the same appropriation process as are the other school corporation funds. Prior to the appropriation, the Board will make a determination that the use of the appropriation is consistent with the intent of the Rainy Day fund as set out in this policy. The purpose for the appropriation will be stated at the time it is made.

Transfers from the Rainy Day fund to the education fund or the operations fund may be made at any time by resolution adopted by the school board.

Legal Reference: I.C. 36-1-8-5
I.C. 36-1-8-5.1

Board Adopted: August 12, 2002
Board Revised: April 13, 2004;
April 9, 2024