

FUND BALANCE

Code **DFAC** Issued **5/16**

Purpose: To establish the board's vision for the maintenance of an adequate fund balance to ~~maintain~~**improve** the financial strength of Charleston County School District. ~~and lower the debt service tax burden on the taxpayers of Charleston County.~~

Business and Non-Instructional Operations

The operating budget for the district shall be increased by not less than one percent each year to be applied exclusively to the undesignated fund balance until such time as the total undesignated fund balance equals not less than 8.3 percent of the total operating budget.

~~Thereafter, not less than 50 percent of any general fund monies remaining unspent at the end of each fiscal year shall be placed in the undesignated fund balance and shall not be available for expenditure except as provided in this policy.~~

~~Any year in which unspent funds total one percent or less of the following year's revenue, all unspent funds shall revert to the undesignated fund balance until such time as the undesignated fund balance equals not less than five percent of budgeted revenue.~~

No part of the undesignated fund balance may be spent for any purpose without an affirmative vote of a majority of the board at a meeting held in accordance with board policy.

Adopted 7/24/95; Revised 5/12/03, 9/12/05, 6/8/15, 5/23/16