

## **HAA: Interim Fund**

It shall be the policy of this district to include an interim fund as a budgeted item of the general fund. The interim fund is defined as that amount of money that the district intentionally carries over from year to year to enable the district to meet obligations during periods of low or no revenue. It is a part of the unencumbered cash at the end of the fiscal year but the unencumbered cash may be more than the interim fund because of unexpected revenue or lower than anticipated expenses during the year. Unencumbered cash at the end of the year will be lower than the interim fund when expected revenues are not realized or when expenditures exceed budgeted amounts, necessitating the permanent expenditure of interim fund monies. It is the intention of this Board that the budget shall accurately reflect the best estimations of revenue and expenses.

The amount of the interim fund shall be at least equal to the amount of the greatest deficit shown on a general fund cash flow study.

Legal Ref:	NDCC 15.1-27-05:	School district equalization factor (effective after June 30, 2004)
	NDCC 57-15-27:	Interim fund (effective thru June 30, 2004)
	NDCC 57-15-31:	Determination of levy

**Divide County  
School District**

**POLICY ADOPTED: 9/12/2006  
POLICY REAFFIRMED:  
POLICY AMENDED:**