

MONONA GROVE SCHOOL DISTRICT

Board Policy 662.2

FUND BALANCE

The fund balance of a governmental fund represents the amount by which assets exceed liabilities. At the close of the fiscal year, the total fund balance of the general fund shall be apportioned among one of the two following categories:

Reserved Fund Balance – A reserved fund balance shall be used primarily to pay unliquidated encumbrances from the fiscal year ending.

Unreserved Fund Balance – An unreserved fund balance shall be used primarily to meet cash flow needs.

BOARD APPROVAL: April 9, 2003