

Management of Fund Balances & Capital Reserves **DCA**

The Board of Trustees recognizes the district uses and maintains diverse funds with various requirements on balances of cash, investments and other assets and liability accounts. Governmental Accounting Standards Board (GASB) Statement 54 has increased the reporting requirement on fund balances for financial statement purposes. Since fund balance reporting has a direct influence on state funding, it is the intention of the Board of Trustees to clarify how fund balances will be reported.

Crook County School District #1, in compliance with GASB Statement 54, will utilize the five new components of fund balances: non-spendable, restricted, committed, assigned, and unassigned as defined within the statement and incorporated into the Wyoming School District Accounting Manual. The classifications are intended to depict the nature of the net resources that are reported in a governmental fund. An individual governmental fund could include any combination of these classifications.

It will be the policy of the Crook County School District #1 to use restricted resources first where applicable, then committed funds, then assigned funds and lastly unassigned resources, for all expenditures from governmental funds.

Adopted: August 15, 2011