

**2340 (DIA)**

**FUND BALANCES**

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The School Board will return to the Town any unassigned general fund balance at year-end to offset the next fiscal year's tax rate unless the school district legislative body authorizes the school district to retain year-end unassigned general funds in accordance with RSA 198:4-b.

**The Milford School District Legislative body voted in March of 2021 to allow the school district to retain year-end unassigned general funds in an amount not to exceed, in any fiscal year, 5% for the current fiscal year's net assessment.**

Additionally, any fund balance shall only be used or returned in accordance with applicable New Hampshire law and/or Governmental Standards Board Statement 54 (GASB 54).

**Legal References:**

*RSA 32, Municipal Budget Law*

*RSA 33, Municipal Finance Act*

*RSA 35, Capital Reserve Funds*

*RSA 198:4-b Contingency Fund*

*Governmental Standards Board Statement 54 (GASB 54)*

Adopted: 12/6/21