

## Rainy Day Fund

The Board of School Trustees of the Lafayette School Corporation has established a Rainy Day Fund. The Rainy Day Fund may receive transfers of unused and unencumbered monies from other funds raised by a general or special tax levy. Such transfer cannot exceed ten percent (10%) of the total budget of the school corporation for the fiscal year in which the transfer occurs. Transfers to the Rainy Day Fund must be made after the last day of the fiscal year and prior to March 1 of the following calendar year.

The intent of the Board of School Trustees is to use the monies in the Rainy Day Fund only for any one of the following purposes:

1. To provide revenue due to shortfalls or reductions in state textbook reimbursement payments and uncollected student textbook rental payments.
2. To provide revenue due to shortfalls or reductions in state tuition support payments.
3. To provide revenue due to shortfalls or reductions in state summer school reimbursement.
4. To provide revenue due to shortfalls or reductions in local property tax collections.
5. To provide revenue due to shortfalls or reductions of excise taxes, FIT taxes and CVET taxes.
6. To provide revenue to support any approved Referendum Fund.
7. To provide revenue due to an emergency not covered by Capital Projects Fund allocations.

The Rainy Day Fund is subject to the same appropriation process as are the other school corporation funds. Prior to the appropriation, the Board will make a determination that the use of the appropriation is consistent with the intent of the Rainy Day Fund as set out in this policy. The purpose for the appropriation will be stated at the time it is made.

Legal Reference: I.C. 36-1-8-5  
I.C. 36-1-8-5.1

Board Adopted: August 12, 2002  
Revised: April 13, 2004