

# Board Policy

Code No. 701.2

## TRANSFER OF FUNDS

The Board may approve loans between funds as it deems necessary and allowed by statute. The Board shall exercise this authority judiciously.

A loan from one fund to another will be repaid to the originating fund within the fiscal year in which it was borrowed unless prior approval is given from the Department of Education to cross fiscal year ends. Interest may be paid to the original fund as determined by Board of Education resolution.

When the necessity for an account has ceased to exist, the balance may be transferred to another account or fund by resolution of the Board. Only monies that were received for use without a designated purpose may be transferred in this manner. Funds received for a specific use or upon vote of the people may only be transferred, by resolution of the Board when the purpose for which the monies were received has been completed. Voter approval is required to transfer monies to the general fund from the capital projects fund and debt service fund.

The district may choose to request approval from the School Budget Review Committee to transfer funds to make a program whole, prior to its elimination.

It shall be the responsibility of the superintendent or designee to make recommendations to the Board regarding loans and transfers and to provide supporting evidence for the transfer.

*Legal Reference:* [Iowa Code §§ 24.21-.22; 279.8; 279.42; 298A.](#)

[289 I.A.C. 6](#)

*Cross Reference:*

701.3	Financial Records
703	Budget
704.2	Sale of Bonds

*Approved:* March 18, 1996

*Reapproved:* April 5, 1999  
March 18, 2002  
November 1, 2004  
December 3, 2007  
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November 2, 2020

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May 17, 2021