



PUEBLO CITY-COUNTY Library District

www.pueblolibrary.org

SECTION TITLE

04.01.01 Fund Balance

The fund balance is the amount of monetary funds, or net assets, available when calculated in accordance with generally accepted accounting principles (GAAP). At the end of every fiscal year, the net amount of revenues less expenditures is added to or subtracted from the beginning fund balance. The fund balance is the amount of cash and investments available to the District.

The fund balance can be segregated into amounts that are restricted for specific purposes, committed by Trustee resolution, assigned internally by management for anticipated events, or unassigned and available for general operating uses. It is the practice and intent of the Pueblo City-County Library District to ensure a minimum unrestricted fund balance of slightly more than two months of regular general fund operating expenditures at the end of every fiscal year. This is equivalent to 20% of the annual general fund operating expenditures.

During the course of the fiscal year, the fund balance may be used to pay immediate operating costs; however, fund balances used for such purposes should be replenished as soon as possible.