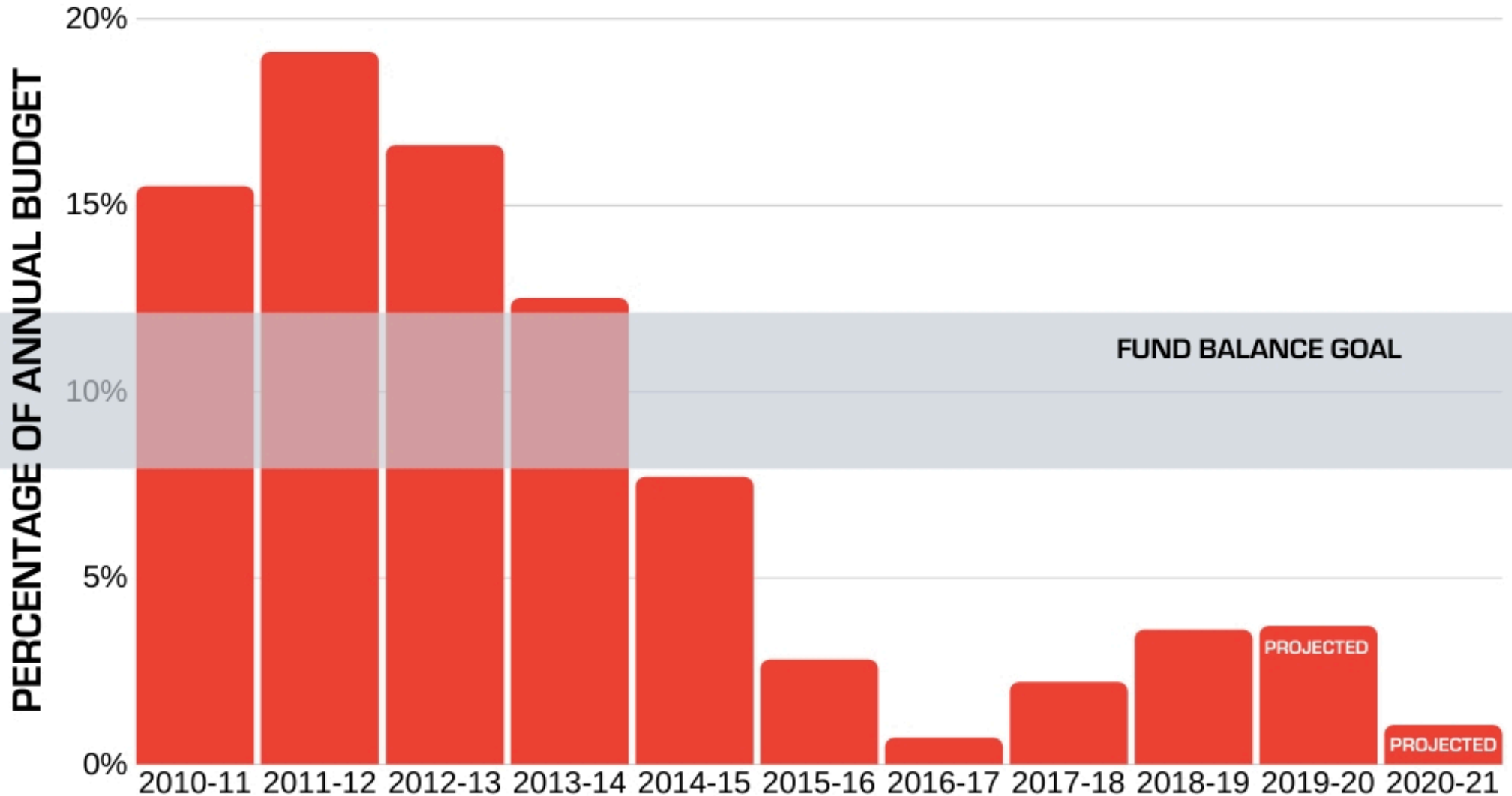


SHAKOPEE PUBLIC SCHOOLS UNASSIGNED GENERAL FUND BALANCE

Fund balance policy #714 states the district will strive to maintain an Unassigned General Fund Balance between 8 and 12% of the annual budget.



School districts maintain fund balances for financial stability, cash flow, unanticipated expenses and credit ratings. In recent years, the district has drawn down its fund balance to manage unexpected financial difficulties. This is no longer sustainable. While we have been working hard to rebuild our fund balance, additional revenue is required to rebuild the fund balance to a safer level.