

# HOUSE RESEARCH

## Bill Summary

**FILE NUMBER:** H.F. 44

**DATE:** January 30, 2001

**Version:** As Introduced

**Authors:** Rifenberg and Others

**Subject:** Fund Transfer; Lewiston

**Analyst:** Tim Strom, 651-296-1886

This publication can be made available in alternative formats upon request. Please call 651-296-6753 (voice); or the Minnesota State Relay Service at 1-800-627-3529 (TTY) for assistance. Summaries are also available on our website at: [www.house.mn/hrd](http://www.house.mn/hrd).

---

### Overview

School districts are required to adopt and use a uniform system of records and accounting. The adopted system, a modified accrual accounting system, is known as Uniform Financial Accounting and Reporting System (UFARS). Under UFARS (see Minn. Stat. §§ 123B.75 to 123B.83 ), every district must maintain three operating funds and three nonoperating funds. UFARS and the state's public indebtedness statute for municipalities prohibit certain types of fund transfers between nonoperating and operating funds. UFARS also prohibits funds from being moved from a reserved account.

### Section

- 1 **Fund transfer; Lewiston.** Authorizes independent school district No. 857, Lewiston, to transfer up to \$175,000 per year (for up to ten years) from its reserved for capital account in the general fund to the debt service fund. Requires debt service equalization aid to be calculated prior to the addition of the transferred funds.