I. GENERAL STATEMENT OF POLICY
The school district shall maintain its books and records and do its accounting in
compliance with the Uniform Accounting and Reporting Standards for Minnesota School
Districts (UFARS) provided for in the guidelines adopted by the Minnesota Department of
Education and in compliance with applicable state laws and rules relating to reporting
of revenues and expenditures.

II. PERMANENT FUND TRANSFERS
Unless otherwise authorized by state statutes, fund transfers shall be made in compliance
with UFARS and permanent fund transfers shall only be made in compliance with
statutes.

III. REPORTING AND AUDITING
The school board shall provide for an annual audit of the books and records of the school
district to assure compliance of its records with UFARS. Each year, the school district
shall also provide for the publication of the financial information as specified in state
statutes in the manner specified therein.

Policy 702 – Accounting
Adopted: 12.8.08

School Board
INDEPENDENT SCHOOL DISTRICT 659
Northfield, Minnesota

Legal References: Minn. Stat. § 123B.02 (School District Powers)
Minn. Stat. § 123B.09 (School Board Powers)
Minn. Stat. § 123B.10 (Publication of Financial Information)
Minn. Stat. § 123B.14, Subd. 7 (Duties of School Board Clerk)
Minn. Stat. § 123B.75 (Revenue)
Minn. Stat. § 123B.76 (Expenditures)
Minn. Stat. § 123B.77 (Accounting, Budgeting and Reporting
Requirements)
Minn. Stat. § 123B.78 (Cash Flow, Revenues, Borrowing, Deficits)
Minn. Stat. § 123B.79 (Permanent Fund Transfers)
Minn. Stat. § 123B.80 (Exceptions for Permanent Fund Transfers)

Cross References: MSBA/MASA Model Policy 703 (Annual Audit)
MSBA Service Manual, Chapter 7, Education Funding