

## **TRANSFER OF FUNDS**

The Monterey County Board of Education (County Board) may transfer amounts between funds during or at the end of the fiscal year in accordance with law as necessary to meet Monterey County Office of Education (MCOE) needs or to permit the payment of MCOE obligations. The following are allowable transfers between funds.

### **End-of-the-Year Procedures**

At the close of the school year, the Monterey County Superintendent of Schools (County Superintendent) may, with County Board approval, identify and request transfers between the designated fund balance or the unappropriated fund balance and any expenditure classification(s) as necessary to permit the payment of obligations incurred by MCOE during that fiscal year.

### **Temporary Transfers between Funds**

The County Board may direct that monies held in any fund be temporarily transferred from one or more of these funds to another fund to be used for the payment of obligations of the MCOE, with limitations as set by Education Code (EC) 42603. The transfer shall be accounted for as temporary borrowing.

### **Special Reserve Funds**

The County Board may expend the money in the special reserve fund for capital outlay for the purpose specified when the fund was established. Any money in a special reserve fund that is maintained for purposes other than capital outlay must be transferred into the MCOE County School Service Fund before it is expended.

### **Deferred Maintenance Funds**

Funds deposited in the deferred maintenance fund may be received from any source and shall only be expended for maintenance purposes as provided for in EC 17582(a).

### **State School Building Funds**

The County Board shall transfer to the state school building fund all funds which are required to be expended for the facility project for which the apportionment was made.

*Legal Reference:*

*EDUCATION CODE*

<i>78</i>	<i>Definition governing board</i>
<i>16095</i>	<i>Transfer of funds to state school building fund</i>
<i>17582</i>	<i>Deferred maintenance fund</i>
<i>42125</i>	<i>Designated and unappropriated fund balances</i>
<i>42601</i>	<i>Transfers between funds to permit payment of obligations at close of year</i>
<i>42603</i>	<i>Transfer of monies held in any fund or account to another fund; repayment</i>
<i>42843</i>	<i>Transfer of special reserve fund moneys</i>

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