

# BOARD POLICY



**POLICY: EL 5**

**SUBJECT: FINANCIAL CONDITION AND ACTIVITIES**

## POLICY STATEMENT

With respect to the actual, ongoing condition of the organization's financial health, the Director of Education may not cause or allow the development of fiscal jeopardy or actual expenditures that are not aligned with achievement of the board's Ends.


Further, without limiting the scope of the foregoing by this enumeration, the Director of Education shall not:

1. Use any accumulated surplus.
2. Permit untimely payment of payroll and debts.
3. Allow tax payments or other government ordered payments or reports to be overdue or inaccurately filed.
4. Write off receivables without having first aggressively pursued payment after a reasonable grace period.
5. Operate in a manner that puts the Board in a deficit position at any time.
6. Spend resources out of alignment with the capital or operating budgets.
7. Permit the Board of Trustees to be unaware of any expenditure that significantly changes the budget projections or any projected deficit in a fiscal year and strategies for compliance.

<b>Monitoring:</b> December/January March, June, September, January	<b>Method:</b> External; Internal	<b>Frequency:</b> Annually; Quarterly
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<b>Approval Date:</b> 2005 11 29 (NPS 220-05)	<b>Effective Date:</b> 2021 12 22
<b>Revision Date(s):</b> 2008 03 25 (NPS 28-08) 2012 01 31 (NPS 12-12) 2012 04 24 (NPS 58-12) 2016 12 20 (NPS 160-16) 2021 12 21 (NPS 161-21)	<b>Review Date(s):</b> 2016 09 27 2020 09 29 2016 10 24 2021 09 28 2017 09 26 2021 12 01 2018 09 25 2022 03 29 2019 01 29 2022 09 27 2019 09 24 2023 09 26

  
Chair of the Board

  
Secretary of the Board

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