

File: DI/DIA-E

Revenue Recognition Practice for External Financial Reporting Purposes

The Weld School District Re-8 Board of Education accepts that the Revenue Recognition Practice is the cornerstone of modified accrual accounting for governmental funds. This determines the accounting period in which revenues and expenses are recognized. Revenues are recognized as soon as they are both measurable and available.

For this purpose, it is the Revenue Recognition Practice of Weld School District Re-8 that receivable revenues are considered recognized in the appropriately identified governmental fund for up to, but not to exceed, one year (365 calendar days) after the end of the current fiscal period except for those identified as property tax receivable revenues which will be identified as up to sixty (60) days after the end of the current fiscal period for receivable revenue recognition purposes.

In addition, for cash flow purposes, the management of Weld School District Re-8 will make reasonable attempts to collect all outstanding receivable revenues as soon as it is feasible to do so.