



COPPELL
INDEPENDENT SCHOOL DISTRICT
Empowering Educational Excellence

Board Action Required

No Action Required

To: CISD Board of Trustees
From: Diana Sircar
Date: August 22, 2022
cc: Brad Hunt

RE: Consideration of committing Operating Fund Balance the amount of \$9,677,852 under Governmental Accounting Standards Board (GASB) Statement No. 54 for fiscal year ending 2021-2022.

The board is considering the adoption of a budget for the 2022-2023 school year that will potentially use \$9,677,852 in general operating fund resources. To ensure responsible fiscal management and financial integrity, administration is requesting that the Board consider committing \$9,677,852 to cover the potential deficit.

Fund balance may be committed by the Board for a specific purpose. Action is required to remove or change the constraints placed on the resources. The commitment of fund balance must occur prior to year-end; however, the amount can be determined in the subsequent period.

The Board, in prior year's, has committed fund balance for potential litigation, potential land development, potential capital outlay and potential special education residential placement. The Board re-commits these funds each year in the September/October timeframe, adjusting the amounts accordingly.

Recommendation: That the Coppel ISD Board of Trustees approves the resolution to commit \$9,677,852 in Operating Fund fund balance for 2021-2022.