



**FOREST LAKE AREA SCHOOLS  
FOREST LAKE, MN 55025**

**June 20, 2019**

**AGENDA ITEM: 5.1**

**TOPIC: School Board Control of Student Activity Accounts**

**BACKGROUND:** The Governmental Accounting Standards Board (GASB) issued Statement 84, known as GASB 84, that will require funds for extra curricular activities to be “under board control” starting in the 2019-20 school year. Following that, The MN Legislature also adopted the GASB 84 changes during the most recent special session (Minnesota Session Laws 2019, 1st Special Session, CH. 11, Art. 1, Sec. 5).

**PROCESS:** The finance department is currently collecting information on student activity account checks that have not yet cleared their respective banks. The department is also working to get accounts ready to close in June or July 2019. The School Board could adopt the MSBA’s proposed policy on June 27th or later in July. The finance department will work to set-up coding structure for High School and Middle School activities that will continue to use student activity accounts. In August the School Board will start to see and approve expenditures out of the new student activity accounts as part of the check approval process currently done by the board.

**RECOMMENDATION:** First reading of draft policy developed by MSBA.