NAVARRO INDEPENDENT SCHOOL DISTRICT

Subject: **Consideration and Approval of Fund Balance Commitments**

Date: **August 31, 2026**

Administrator Responsible/Position: **Paul Neuhoff**

A. Purpose of Agenda Item:

- ☐ Information Only
- ☑ Action Needed
- ☐ Receive Input

B. Authority for This Action:

- ☑ Local Policy
- ☐ Law or Rule
- ☐ N/A

C. Priority, Goal, or Need Addressed:

- ☐ Strategic Plan
- ☐ District/Campus Improvement Plan
- ☑ Other

Priorities

- ☐ **Priority 1:** Recruiting, Hiring, Coaching, and Retaining High Quality Teachers and Staff to Support Student Outcomes.
- ☐ **Priority 2:** Maximizing Academic Performance.
- ☐ **Priority 3:** Maximizing Co-Curricular and Extra-Curricular Opportunities, Performance, and Engagement.
- ☐ **Priority 4:** Planning, Preparing, and Maintaining Facilities and Environments for Learning.
- ☐ **Priority 5:** Obtaining and Maintaining Top Rated District Recognition

Board Goals for 2023-2028

- ☐ **Goal 1*:** The percent of 3rd grade students that score meets grade level or above on STAAR Reading will increase from 49% to 60% by June 2024, 65% for 2024-2025, 70% for 2025-2026, 75% for 2026-2027, 80% for 2027-2028. **(HB3 Required Goal)**
- ☐ **Goal 2*:** Increased overall student performance in mathematics to 85% Meets Standard by 2028. The percent of 3rd grade students that score meets grade level or above on STAAR Math will increase from 53% to 65% by June 2024, 70% for 2024-2025, 75% for 2025-2026, 80% for 2026-2027, 85% for 2027-2028. **(HB3 Required Goal)**
- ☐ **Goal 3*:**The percentage of graduates that meet the criteria for CCMR will increase from 72% to 88% by August 2024 and increase to 95% by 2028. **(HB3 Required Goal)**

D.

Summary: **Commitments of Fund Balance within the General Fund must be approved by the Board.**

Background Information: **The commitments within the General Fund Balance were previously set prior to current bond projects. Bond construction is addressing many of**

the issues previously addressed as commitments of fund balance.

The district insurance currently has a 2% deductible related to property and casualty insurance. The Percent Deductible amount will be calculated based on the designated percent, applied to the Total Covered Value of a Loss-affected Covered Property (including Personal Property contents) in the Statement of Values schedule. In addition, the potential of cyber security incidents continues and coverage from any insurance carrier is always limited.

Due to the increase in insurance deductibles, we believe it is prudent to set aside funds to be available.

We believe that maintaining set aside funds for land purchase is prudent as well as increasing technology upgrade funds as technology continues to evolve quickly. We also wish to maintain set aside funds for paving/parking upgrades and possible renovation of the old junior high gym.

E. Comments Received:

☐ LT ☐ DEIC ☑ Other

All agenda items are reviewed by the Superintendent's Leadership Team.

F. Administrative Recommendation: **That the Board approves the revised fund balance commitments.**

G. Fiscal Impact and Cost:

☑ Budget
☐ Bond

Amount:

☐ Grant/Special Funds ☐ Other

H. Exhibits: **Proposed Commitments**

I. Action:

"I move to approve/disapprove/postpone" the proposed Fund Balance Commitments as presented.

Motion by: ____________________ second by: ____________________

FOR: J. Frederick, D. Gilliam, L. Gosch, D. Reinhard, M. Sartain, C. Scheib, B. Stephenson
AGAINST: J. Frederick, D. Gilliam, L. Gosch, D. Reinhard, M. Sartain, C. Scheib, B. Stephenson
ABSTAIN: J. Frederick, D. Gilliam, L. Gosch, D. Reinhard, M. Sartain, C. Scheib, B. Stephenson