

OKEMOS PUBLIC SCHOOLS

GASB 96 Impact to Budgeting

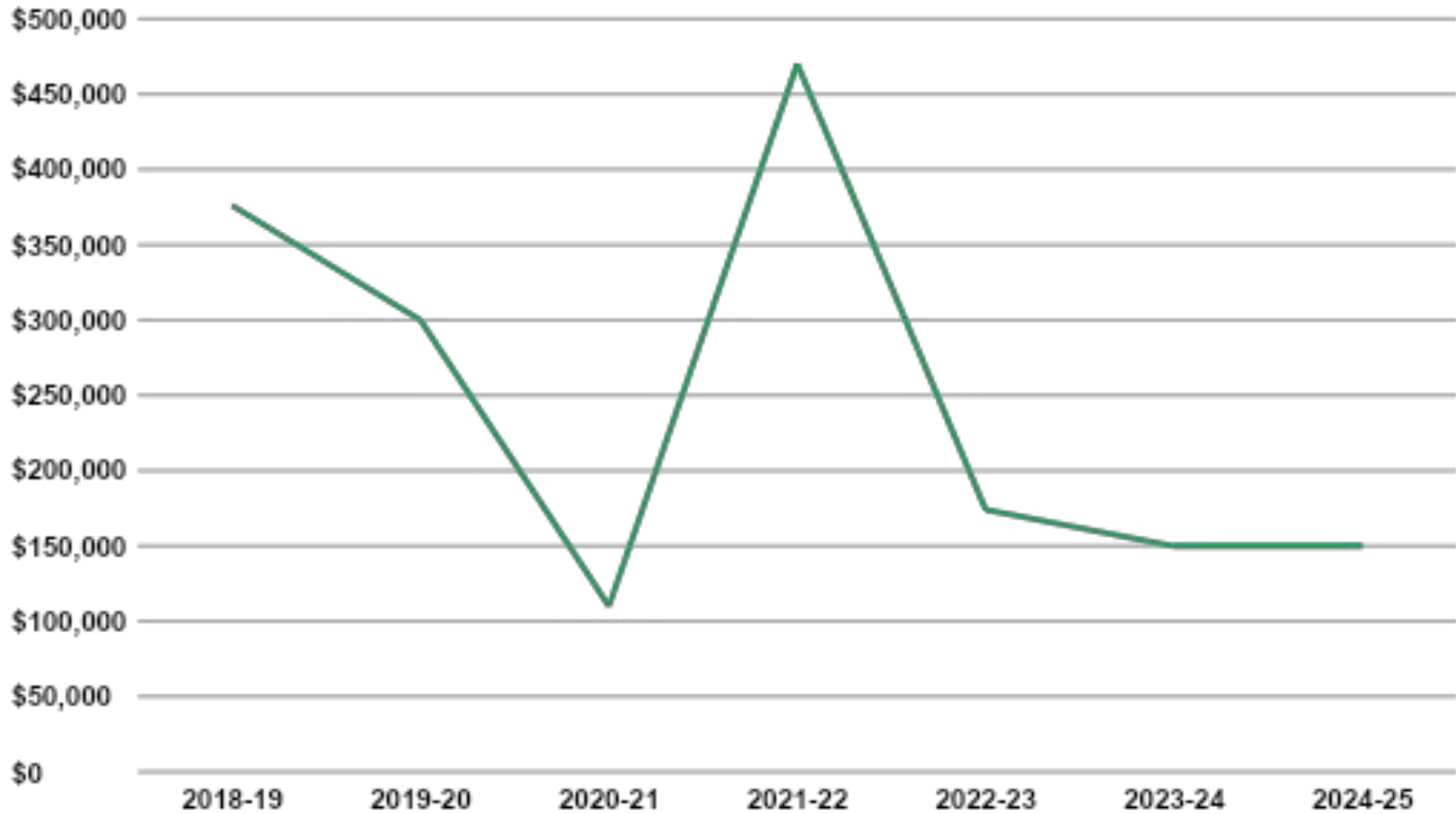
Board Meeting of April 24, 2023

GASB 96 Impact

GASB #96: Subscription Based Information Technology Agreements (SBITA)

- Government Accounting Standards Board
- Organization that sets rules for generally accepted accounting principles (GAAP) for Government Entities
- Rules are constantly reviewed and updated as needed
- Impact to 2022-23 budget & future budgeting for textbook/curriculum subscriptions

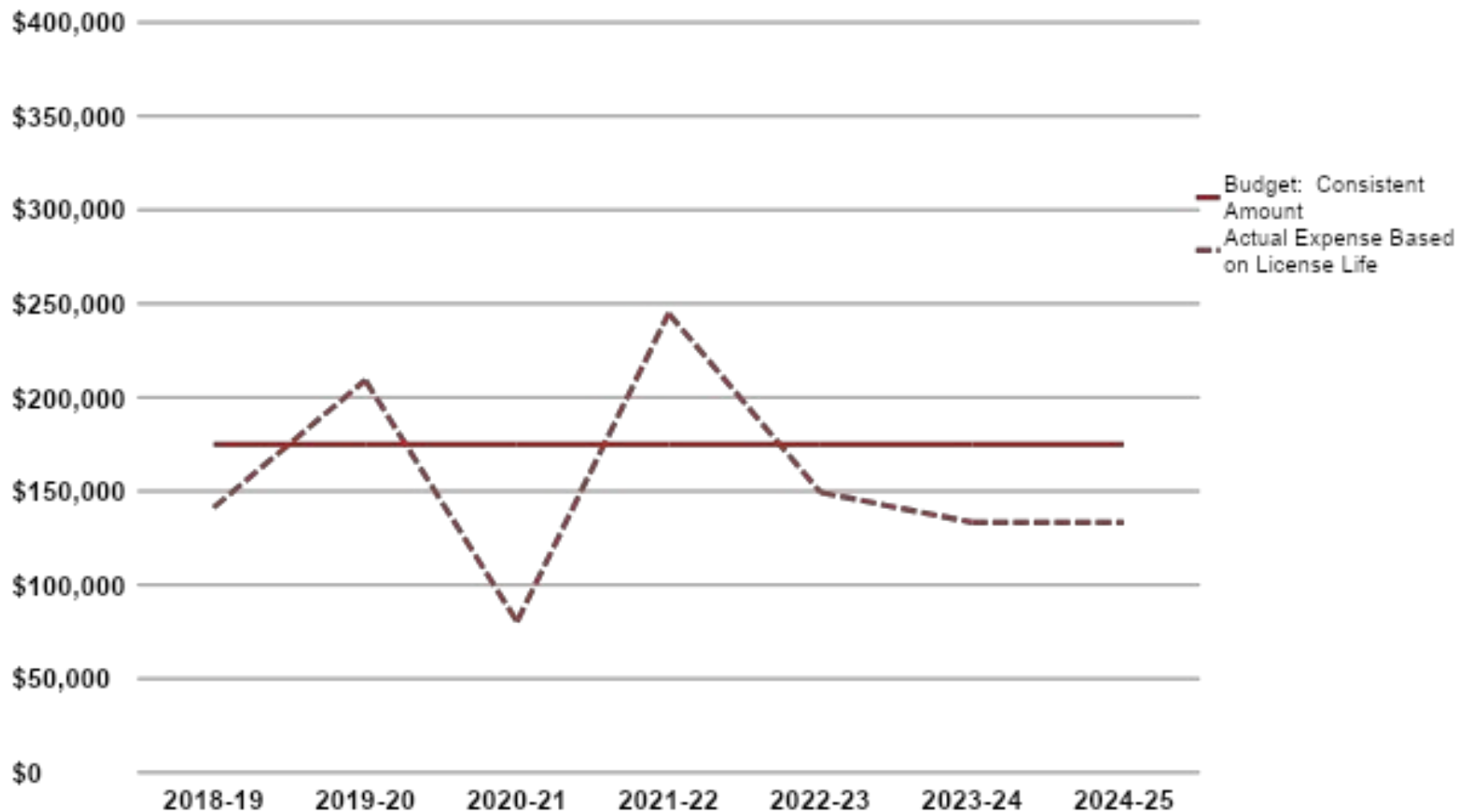
Textbook Budgeting, K-8 Expense in Year of Purchase



Textbook Budgeting, K-8

Budget & Actual: Expense Over License Life

Carryover Excess for Future Years



GASB #96: Subscription Based Information Technology Agreements (SBITA): IMPACT

July 1, 2022 & beyond Subscriptions expensed in year of purchase

Budget:

K-8 = \$175,000

9-12 = \$100,000

**Prior Year Purchases
(spread over license
length)**

Restatement of fund balance, \$632,827

2021-22 Ending Fund Balance \$8,677,164

2022-23 Beginning Fund Balance \$8,044,337

2022-23 Preliminary Revised Budget #2

2022-23 Preliminary Budget Revisions & Carryforward Impact on 2023-24 Budget

	Most Likely
2022-23 Net Change in Fund Balance	\$253,778
Ingham ISD Revenue, 1x & on-going	429,000
Childcare Grants, covid relief 1x	308,769
21-22 State Aid, various, 1x & on-going	(15,000)
Staffing, +2 Transportation Subs +1 SE Teacher	(45,360)
Net Impact of Changes	\$677,409
Preliminary Net Change in Fund Balance	\$931,187

2022-23 Budget Revisions, Preliminary

	Adopted Budget	Revisions	Revised Budget
Operational Surplus/(Deficit)			
Total Revenues	\$64,215,680	\$681,769	\$64,897,449
Total Expenses	(63,961,902)	(4,360)	(63,966,262)
Fund Balance Effect	\$253,778	\$677,409	\$931,187
Beginning Fund Balance	\$8,677,164	(\$632,827)	\$8,044,337
Ending Fund Balance	\$8,930,942	\$44,582	\$8,975,524
	14.0%		14.0%

On-going = \$745,014

One-time = \$186,173