

Stephenville Independent School District
Board of Trustees

Date: September 19, 2016
To: Matt Underwood, Superintendent
From: Deborah Hummel, Executive Director of Finance and Operations
Subject: Approval, Attached Resolution to Commit Funds

Background:

As part of the budget process the Board approved transfer of \$1,150,000 General Operating fund balance to be used to transfer to Debt Services Fund for the purpose of paying outstanding debt for the current year. Additionally the as part of the budget process the Board approved transfer of \$381,000 of excess Capital Projects Fund to Debt Services Fund for the purpose of paying outstanding debt for the current year.

By passing this resolution, the Board is committing those amounts from the fund balances of General Operating and Capital Projects Funds for that purpose.

Recommendation:

It is recommended that the Board pass and adopt attached resolutions authorizing the Committed Fund Balance.

Fiscal Impact/Support of Board Goals:

Fiscal Impact: Support Board Goals and formalize Budget intentions for 16-17 fiscal year

Attachment:

Resolution Authorizing Committed Fund Balance

Contact Person:

Deborah Hummel, Executive Director of Finance and Operations

Stephenville Independent School District

Board of Trustees
September 19, 2016

RESOLUTION AUTHORIZING COMMITTED FUND BALANCE

Whereas, the Government Standards Accounting Board (GASB) has issued Statement No. 54, establishing a hierarchy clarifying the constraints that govern how a government entity can use amounts reported as fund balance; and

Whereas, the Governing Board is the highest level of decision-making authority, and has the authority to commit, assign, or evaluate existing fund balance classifications and identify the intended uses of committed or assigned funds; and

Whereas, the committed fund balance classification reflects amounts subject to internal constraints self-imposed by the Governing Board; and

Whereas, once the committed fund balance constraints are imposed, it requires the constraint to be removed by the Governing Board prior to redirecting the funds for other purposes; and

Whereas, the Governing Board has determined it will use \$1,150,000 General Operating Funds and \$381,000 Capital Project Funds for transfer to Debt Services Fund for the purpose of paying outstanding, the Stephenville Independent School District, in accordance with the provisions of GASB 54 hereby commits the above amounts in each fund for transfers for debt payment, as indicated by the Committed Fund classification, and funds cannot be used for any purpose other than directed above, unless the Governing Board adopts another resolution to remove or change the constraint.

On motion of Board Member _____, seconded by Board Member _____, this Resolution is PASSED and ADOPTED by the Stephenville Independent School Board of Trustees on September 19, 2016, and by the following vote:

AYES:

NOES:

ABSTENTIONS:

ABSENT: