

**Wylie Independent School District
Resolution of the Wylie Independent School District Board of Trustees
Establishing Fund Balance Policies as required by GASB 54**

WHEREAS, the Governmental Accounting Standards Board ("GASB") has adopted Statement 54 ("GASB 54"), a new standard for governmental fund balance reporting and governmental fund type definitions that became effective in governmental fiscal years starting after June 15, 2010, and

WHEREAS, Wylie Independent School District ("WISD") elects to implement GASB 54 requirements, and to apply such requirements to its financial statements beginning with the current September 1, 2010 to August 31, 2011 fiscal year; and

NOW THEREFORE BE IT RESOLVED THAT Wylie Independent School District hereby adopts the following policy:

FUND BALANCE POLICY

Fund balance measures the net financial resources available to finance expenditures of future periods.

The District's Unassigned General Fund Balance will be maintained to provide the District with sufficient working capital and a margin of safety to address local and regional emergencies without borrowing. The Unassigned General Fund Balance may only be appropriated by resolution of the Board of Trustees.

Fund Balance of the District may be committed for a specific source by formal action of the WISD Board of Trustees. Amendments or modifications of the committed fund balance must also be approved by formal action of the WISD Board of Trustees.

When it is appropriate for the fund balance to be assigned, the Board delegates authority to the Superintendent.

In circumstances where an expenditure is to be made for a purpose for which amounts are available in multiple fund balance classifications, the order in which resources will be expended is as follows: restricted fund balance, followed by committed fund balance, assigned fund balance, and lastly, unassigned fund balance.

The above Resolution is adopted this 8th day of August, 2011.

Board President

Board Secretary