



*Keller ISD will **educate** students to achieve, **inspire** them to dream, and **challenge** them to grow, so that they are prepared to be productive members of the community in which they learn, live, and work.*

DATE:	June 26, 2025
SUBJECT:	<u>APPROVAL OF BUDGET AMENDMENTS</u>
DEPARTMENT:	Finance
5 OVER 5 p	<input type="checkbox"/> Impactful Instruction <input type="checkbox"/> Efficient Process & Systems <input type="checkbox"/> Engagement for All <input type="checkbox"/> Communication that Drives Clarity <input checked="" type="checkbox"/> Fiscal Responsibility & Transparency
FISCAL NOTE:	General and Debt Service funds

Background Information:

- TEA requires approval by the Board of Trustees of all budget amendments between functions.

Administrative Considerations:

- The June budget amendments reflect adjustments to the adopted 2024-25 budget for items that were unknown at the time the budget was prepared or to ensure funds are available for end-of-year needs.
- The June budget amendments include an amendment to appropriate \$20,567,937 from the Debt Service fund balance for the defeasement of debt in May. Debt Service fund balance after this appropriation is \$48,463,555.
- All other budget amendments propose to move **existing** funds between budgetary functions. Notable among these budget amendments is an amendment to realign the functional budget in accordance with TEA end-of-year reporting requirements. The TEA requires that no functional budget in the general fund may be exceeded at year end. This budget amendment is the Finance department's attempt to estimate the ending position of each function and then subsequently reallocate funds to ensure no function will be exceeded. Also included is an amendment to reclassify lease and SBITA (Subscription Based Information Technology Agreement) expenditures between functions per new Governmental Accounting Standards Board (GASB) requirements.
- And finally, an "Other Accounting Transaction" of \$3,819,553 is necessary to comply with the new GASB pronouncements. **Please be aware that this transaction will NOT affect the general fund balance or have any financial impact on the general fund.** This transaction merely accomplishes a financial reporting objective for leases and SBITA's now required by GASB.

Communication Deployment:

- Board Meeting Minutes

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The administration recommends that the Board of Trustees approve the budget amendments as presented.

Respectfully submitted,

Kristin Williams, Director of Finance