



Weatherford Independent School District Board Agenda Item

The mission of the Weatherford ISD is to educate, engage, and empower all students in a safe and positive learning environment to discover and reach their greatest potential.

Date

November 17, 2025

Administrator(s) Preparing Report

Lori Boswell, Assistant Superintendent of Business and Operations

Subject

Consider Approval of Policy Revision to CFB (Local) – Accounting: Inventories and Capital Assets to Update Capitalization Threshold

Background Information

The Texas Education Agency's Financial Accountability System Resource Guide (FASRG) requires school districts to establish a capitalization threshold for fixed assets to ensure consistent and accurate financial reporting. Recent updates to federal and governmental accounting guidance including the Uniform Guidance (2 CFR §200), effective October 1, 2024, and the GASB Implementation Guide 2021-1 support increasing the capitalization threshold from \$5,000 to \$10,000 to reflect updated materiality standards, reduce administrative burden, and improve reporting efficiency.

Weatherford ISD's current capitalization threshold is \$5,000 per item per Board Policy CFB (Local). Administration recommends increasing the threshold to \$10,000 to align with current accounting guidance and streamline fixed asset management.

This revision updates CFB(Local) to reflect the new capitalization threshold for all capital assets acquired on or after September 1, 2025, the start of the District's 2025-2026 fiscal year.

Strategic Plan Information

- ☐ Relates to Strategic Goal #1 – Focus on Student Success
- ☐ Relates to Strategic Goal #2 – Focus on Students, Parents, and Communities
- ☒ Relates to Strategic Goal #3 – Focus on Operational Excellence
- ☐ Relates to Strategic Goal #4 – Focus on Employees and Organizational Development
- ☒ Relates to Strategic Goal #5 – Focus on Stewardship

Administrative Recommendation

Administration recommends the approval of the revision to CFB(Local) – Accounting: Inventories and Capital Assets as presented in the attached policy revision, to increase the District's capitalization threshold from \$5,000 to \$10,000 per item, effective September 1, 2025.