



ALEDO ISD BOARD MEETING TEMPLATE

MEETING DATE: April 17, 2023

AGENDA ITEM: 2021-2022 General Operating Fund Balance Report

PRESENTER: Earl Husfeld, Chief Financial Officer

BACKGROUND INFORMATION:

- During December 2014, the Board of Trustees approved a revision to Board Policy CE (LOCAL) to include a fund balance section.
- The following pages contain the revised Board Policy CE (LOCAL) with the fund balance section highlighted.
- In accordance with the provisions of Board Policy CE (LOCAL), the following report is presented for your information:

<u>General Operating Fund Balance Report</u>	
<u>Description</u>	<u>Actual at August 31, 2022</u>
Fund Balance	\$29,194,287
Annual General Operating Fund Expenditures	\$72,300,358
General Operating Fund Balance Percent	40.38%

FISCAL INFORMATION:

None – Informational Report

ATTACHMENTS:

Board Policy CE (LOCAL) and Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds for the Year Ended August 31, 2022

ADMINISTRATIVE RECOMMENDATION:

None – Informational Report

ANNUAL OPERATING BUDGET

CE
(LOCAL)

FISCAL YEAR	The District shall operate on a fiscal year beginning September 1 and ending August 31.
BUDGET PLANNING	Budget planning shall be an integral part of overall program planning so that the budget effectively reflects the District's programs and activities and provides the resources to implement them. In the budget planning process, general educational goals, specific program goals, and alternatives for achieving program goals shall be considered, as well as input from the District- and campus-level planning and decision-making committees. Budget planning and evaluation are continuous processes and shall be a part of each month's activities.
BUDGET MEETING	The annual public meeting to discuss the proposed budget and tax rate shall be conducted as follows: <ol style="list-style-type: none">1. The Board President shall request at the beginning of the meeting that all persons who desire to speak on the proposed budget and/or tax rate sign up on the sheet provided.2. Prior to the beginning of the meeting, the Board may establish time limits for speakers.3. Speakers shall confine their remarks to the appropriation of funds as contained in the proposed budget and/or the tax rate.4. No officer or employee of the District shall be required to respond to questions from speakers at the meeting.
AUTHORIZED EXPENDITURES	The adopted budget provides authority to expend funds for the purposes indicated and in accordance with state law, Board policy, and the District's approved purchasing procedures. The expenditure of funds shall be under the direction of the Superintendent or designee who shall ensure that funds are expended in accordance with the adopted budget.
BUDGET AMENDMENTS	The Board shall amend the budget when a change is made increasing any one of the functional spending categories or increasing revenue object accounts and other resources.
FUND BALANCE	A financial goal shall be to have sufficient fund balance in the general operating fund to be able to maintain fiscal independence of the District in case of a financial need or crisis. It is essential that the District maintain an adequate level of fund balance to mitigate financial risk that can occur from revenue fluctuations, unforeseen expenditures, and student growth and that provides cash flow liquidity for the District's general operations. The District shall maintain a total general operating fund balance of at least 35 percent of the total annual general operating fund expenditures.

ANNUAL OPERATING BUDGET

CE
(LOCAL)

The total general operating fund balance shall encompass the nonspendable fund balance, the restricted fund balance, the committed fund balance, the assigned fund balance, and the unassigned fund balance. The District shall maintain an unassigned general operating fund balance of at least 20 percent of the total annual general operating fund expenditures.

Projected compliance shall be considered annually during the budget adoption process.

The chief financial officer shall annually prepare a report of the general operating fund balance not later than 90 calendar days following Board acceptance of the annual independent financial audit to address compliance with the minimum requirements of this policy.

ALEDO INDEPENDENT SCHOOL DISTRICT

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS

FOR THE YEAR ENDED AUGUST 31, 2022

Data Control Codes		10	50
		<u>General Fund</u>	<u>Debt Service</u>
REVENUES			
5700	Local and intermediate sources	\$ 47,563,209	\$ 20,397,065
5800	State program revenues	21,769,074	233,738
5900	Federal program revenues	537,473	-
5020	Total revenues	<u>69,869,756</u>	<u>20,630,803</u>
EXPENDITURES			
Current:			
0011	Instruction	38,972,551	-
0012	Instructional resources and media services	804,012	-
0013	Curriculum and instructional staff development	675,466	-
0021	Instructional leadership	879,258	-
0023	School leadership	3,585,746	-
0031	Guidance, counseling, and evaluation services	2,375,085	-
0033	Health services	683,969	-
0034	Student (pupil) transportation	3,744,248	-
0035	Food service	102,340	-
0036	Extracurricular activities	3,044,709	-
0041	General administration	2,927,562	-
0051	Facilities maintenance and operations	8,527,812	-
0052	Security and monitoring services	1,018,610	-
0053	Data processing services	1,789,373	-
0061	Community services	8,591	-
Debt Service:			
0071	Principal on long-term debt	-	9,830,000
0072	Interest on long-term debt	-	10,414,941
0073	Bond issuance cost and fees	-	11,519
Capital Outlay:			
0081	Facilities acquisition and construction	1,957,671	-
Intergovernmental:			
0091	Contracted instructional services between schools	348,258	-
0099	Other intergovernmental	855,097	-
6030	Total expenditures	<u>72,300,358</u>	<u>20,256,460</u>
1100	EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(2,430,602)	374,343
OTHER FINANCING SOURCES (USES)			
8911	Transfers out	(102,041)	-
	Total other financing sources (uses)	<u>(102,041)</u>	<u>-</u>
1200	NET CHANGE IN FUND BALANCES	(2,532,643)	374,343
0100	FUND BALANCES, BEGINNING	<u>31,726,930</u>	<u>3,174,010</u>
3000	FUND BALANCES, ENDING	<u>\$ 29,194,287</u>	<u>\$ 3,548,353</u>