



BOARD OF SCHOOL TRUSTEES

KELLER INDEPENDENT SCHOOL DISTRICT

11A. Preview

Date: November 27, 2006

SUBJECT: BUDGET AMENDMENTS

BOARD GOAL: All systems in the Keller Independent School District will be effective, efficient and accountable in support of the district's mission.

FISCAL NOTE: Funds available in General Fund and/or fund balance of the appropriate funds.

ANTICIPATED

DATE FOR ACTION: December 11, 2006

Background Information:

- TEA requirement to have the budget reflect the financial activities of the district.
- The budget amendments include three items of a special nature: amendments to accommodate the roll-forward of encumbrances outstanding at 08/31/06, and two appropriations of fund balance, all of which are described below.

Administrative Considerations:

- The budget amendments reflect corrections for coding errors and needs that were unforeseen at the time the budget was created.
- The fund balance amendment for \$250,000 for technology comes from the District's Technology Plan. This upgrade, scheduled in the Technology Plan for the 2006-2007 school year for the student management system, was hoped to be forestalled until the 2007-2008 school year. Due to recent performance issues and exceeding our projected capacity as predicted five years ago, it is necessary to upgrade the system. Issues that will be addressed with the upgrade will be the added curriculum requirements, new requirements in attendance as well as providing a web-based system as required by the District's Technology Plan. These funds will also complement the needed upgrades afforded by the November bond election.
- The budget amendment from fund balance for \$411,577 for maintenance is to correct compliance violations cited in a Compliance Review from the Office of Civil Rights pertaining to American with Disabilities Act requirements.
- A separate attachment reflects budget amendments to appropriate funds in fiscal year 2006-07 for commitments of funds, or encumbrances, still outstanding at year-end.

These encumbrances are closed into fund balance at the end of the 2005-06 fiscal year, and if re-appropriated in the 2006-07 fiscal year, will have a net effect of zero on the respective fund balances.

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Respectfully submitted,

Kent V. Morrison, III
Chief Financial Officer