

6. BOARD POLICIES AND OBJECTIVES

6.2. RESOLUTION APPROVING THE TEMPORARY MODIFICATION OF BOARD POLICY 704 – FUND BALANCE

WHEREAS, the Board of Trustees of Community College District No. 532, Lake County, Illinois (the “College” or “Board”) previously approved and adopted Board Policy 704 regarding the requirements to maintain an adequate fund balance of the operating fund to ensure the financial stability of the College; and

WHEREAS, Board Policy 704 currently provides that the College seek to maintain an end-of-fiscal-year unrestricted fund balance in the operating fund equal to or greater than 30 percent of budgeted operating fund expenditures; and

WHEREAS, Board Policy 704 further provides that Board will review the Fund Balance Policy for changes or modifications, taking into consideration factors such as predictability of revenues and volatility of expenditures, availability of other resources, liquidity and existing or potential assignments of fund balance; and

WHEREAS, the Board has determined that it is in its best interest to make a temporary modification to Board Policy 704 by reducing the amount to be maintained as an end-of-fiscal-year unrestricted fund balance in the operating fund for fiscal years 2027 and 2028 in accordance with the provisions of this Resolution.

NOW THEREFORE, Be It Resolved by the Board of Trustees of Community College District No. 532, Lake County, Illinois as follows:

Section 1. The statements in the preamble of this Resolution are hereby incorporated and made part of this Resolution.

Section 2. The Board hereby approves the temporary modification of Board Policy 704 regarding the maintenance of the end-of-fiscal-year unrestricted fund balance in the operating fund as follows:

- For Fiscal Years 2027 and 2028, the College shall seek to maintain an end-of-fiscal-year unrestricted fund balance in the operating fund equal to or greater than 25 percent of budgeted operating fund expenditures.

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Section 3. The Board hereby authorizes James Beckom, Interim Vice President CFO, to execute any documents necessary to carry out the intent of this Resolution.

Trustee _____ moved that the foregoing resolution be adopted, and Trustee _____ seconded the motion. Upon the roll being called, the members voted as follows:

AYE: _____

NAY: _____

ABSENT: _____

Adopted February ____, 2026.

BOARD OF TRUSTEES
COLLEGE OF LAKE COUNTY,
COMMUNITY COLLEGE DISTRICT NO. 532
LAKE COUNTY, ILLINOIS

By: _____

Chair

Attest: _____

Secretary