

2.8 APPROVAL OF A RESOLUTION DESIGNATING INTEREST EARNED IN 2024-2025

A. SUBJECT

This item is included on the agenda so the Board can approve a resolution that allows interest earnings in various funds to be kept distinct from principal.

B. INFORMATION

The Illinois State Board of Education (ISBE) enacted a regulation in 2009 that all interest earnings of a fund shall be added to and become part of principal (fund balance) of such fund unless otherwise provided by statute or specified by board resolution at the end of each fiscal year. In order to have the flexibility to transfer interest earned to the fund most in need of such interest income as determined by the Board and as per the *School Code*, a Board resolution must be approved each year.

Legal counsel has prepared the attached resolution which allows the District to maintain accrued interest in the following designated funds as distinct from principal so that such interest is available for statutory transfer to another fund in accordance with the ISBE rules: Educational Fund, Food Service Fund, Kids Club Fund, Challenger Fund, Operations & Maintenance Fund, Debt Service Fund, Transportation Fund, Capital Projects Fund, and Working Cash Fund.

The following funds are not included in this resolution due to other rules and regulations that supersede this section of the ISBE rules: Tort Immunity Fund, Grants Fund, Developer Impact Fees Fund, Illinois Municipal Retirement Fund and Fire Prevention & Safety Fund.

This fiscal year, July 1, 2024 - June 30, 2025, the District has earned \$2,898,585.60 in interest in the designated funds through May 31, 2025. The resolution authorizes the Treasurer to maintain an accounting of all designated interest earnings through May 31, 2025, as well as any additional interest received in the designated funds as of June 30, 2025.

C. RECOMMENDATION

The Superintendent recommends approval of the resolution designating interest for fiscal year July 1, 2024 through June 30, 2025.

D. SUGGESTED MOTION

This item will be included in the suggested motion for Consent Agenda.

WOODSTOCK CUSD NO. 200
Interest Earnings
July 1, 2024 - June 30, 2025

	Interest Earned		
	Thru 5/31/25	June, 2025	Total
Educational	\$ 2,201,260.56		\$ 2,201,260.56
Food Service	\$ -		\$ -
Kids Club	\$ -		\$ -
Challenger Ctr	\$ -		\$ -
O&M	\$ 185,255.98		\$ 185,255.98
Debt Service	\$ 123,301.48		\$ 123,301.48
Transportation	\$ 117,041.85		\$ 117,041.85
Capital Projects	\$ 95,377.94		\$ 95,377.94
Working Cash	\$ 176,347.79		\$ 176,347.79
	<u>\$ 2,898,585.60</u>	<u>\$ -</u>	<u>\$ 2,898,585.60</u>

**RESOLUTION DESIGNATING INTEREST IN THE EDUCATIONAL, FOOD
SERVICE, KIDS CLUB, CHALLENGER CENTER, OPERATIONS &
MAINTENANCE, DEBT SERVICE, TRANSPORTATION, CAPITAL PROJECTS AND
WORKING CASH FUNDS**

WHEREAS, pursuant to Illinois State Board of Education Regulation Section 100.50(a)(4), effective Fiscal Year 2009, unless otherwise provided by statute or specified by board resolution adopted prior to June 30 of a fiscal year, interest earnings shall be added to and become part of principal as of June 30 of the fiscal year; and

WHEREAS, pursuant to Section 10-22.44 of the *School Code* (105 ILCS 5/10-22.44), interest earned from any moneys of the District (except moneys on funds for purposes of Illinois Municipal Retirement; Tort Immunity, Fire Prevention, Safety, Energy Conservation and School Security; and Capital Improvement tax proceeds under Section 17-2.3, all as itemized in Section 10-22.44) may be transferred to the respective fund of the District that is most in need of such interest income, as determined by the Board, unless such interest has otherwise been earmarked or restricted by the Board for a designated purpose; and

WHEREAS, the Board of Education (“Board”) of the Woodstock Community Unit School District No. 200, McHenry County, Illinois (“District”) has determined it to be in the best interests of the district to maintain accrued interest in the Educational, Food Service, Kids Club, Challenger Center, Operations & Maintenance, Debt Service, Transportation, Capital Projects and Working Cash Funds as distinct from principal so that such interest is available for statutory transfer to another fund in accordance with the *School Code* as described above and other authorizing law during the 2023-2024 fiscal year.

NOW, THEREFORE, It Is Hereby Resolved by the Board of Education of Woodstock Community Unit School District No. 200 as follows:

Section 1. The Board hereby designates that the interest accrued in the Educational, Food Service, Kids Club, Challenger Center, Operations & Maintenance, Debt Service, Transportation, Capital Projects and Working Cash Fund as of June 30, 2025, be maintained as interest, and not be added to or become a part of principal, in the Educational, Food Service, Kids Club, Challenger Center, Operations & Maintenance, Debt Service, Transportation, Capital Projects and Working Cash Funds for the duration of the 2024-2025 fiscal year, unless such interest is transferred to another fund pursuant to separate resolution of the Board or expended.

Section 2. The Board finds that the interest accrued in the Educational, Food Service, Kids Club, Challenger Center, Operations & Maintenance, Debt Service, Transportation, Capital Projects and Working Cash Funds as of May 31, 2025, is \$2,898,585.60. The Treasurer is authorized and directed to maintain the designation of this interest money, together with any additional interest accrued in the Educational, Food Service, Kids Club, Challenger Center, Operations & Maintenance, Debt Service, Transportation, Capital Projects and Working Cash Funds as of June 30, 2025, as interest on the books of the District in accordance with Section 1 of this Resolution.

Section 3. This Resolution shall be in full force and effect immediately upon its adoption.

ADOPTED this 17th day of June, 2025, by the following roll call vote:

AYES:

NAYS:

ABSENT:

President, Board of Education

ATTEST:

Secretary, Board of Education