



To: CISD Board of Trustees  
From: Diana Sircar  
Date: October 17, 2022  
cc: Brad Hunt

**RE: Consideration of recommitting Operating Fund Balance the amount of \$3,217,853 under Governmental Accounting Standards Board (GASB) Statement No. 54 for fiscal year ended 2021-2022.**

To ensure responsible fiscal management and financial integrity, the Board of Trustees previously adopted a Fund Balance Resolution committing the General Fund fund balance for potential litigation, land development, equipment replacement, and special ed residential set-aside. The Residential Set-aside presented below is in accordance with Texas Administrative Code, Title 19, Part II, Chapter 89, Subchapter AA §89.1092. The residential set-aside amount changes each year based upon the total IDEA-B entitlement for the year.

The Board adopted a resolution to commit \$9,677,852 in fund balance for any potential expenditures in excess of revenue on August 22, 2022. This amount is included in the total committed fund balance.

Based upon the prior year's board action to constrain resources for potential litigation, land development, equipment replacement, and decrease the special education residential set-aside by \$4,082, administration is requesting that the Board consider committing the amounts as follows:

- Potential Litigation; \$750,000
- Potential Land Development; \$1,000,000
- Potential Equipment/Capital Outlay Replacement; \$1,000,000
- Potential Residential Set-aside; \$467,853 and
- Potential Expenditures in excess of revenue; \$9,677,852

The re-commitment of funds is updated each year in the October.

**Recommendation:** That the Coppel ISD Board of Trustees approves the resolution to commit \$12,895,705 in Operating Fund fund balance for 2021-2022.