

Board Agenda Item Overview

Meeting Date: August 26, 2025

Meeting Type: Regular

Item Category: Consent Item

Primary Contact: Dr. Roosevelt Nivens

Presenter(s)/Add'l Contact(s): Jill Ludwig, CPA, RTSBA and Michele Reynolds, CPA

Item Name: CONSIDER APPROVAL OF RESOLUTION FOR COMMITMENT OF FUND BALANCE AS OF AUGUST 31, 2025

Item Summary: The Governmental Accounting Standards Board (GASB) issues compliance guidelines for financial reporting and prescribes categories and terminology used to describe the components of fund balance. Commitments and Assignments are a part of total fund balance. GASB 54 requires that the Board of Trustees formally commit fund balance reserves reflected in the financial statements. The Board previously delegated the authority to assign other fund balance reserves to the Superintendent or Chief Financial Officer.

Committed Fund Balance includes amounts constrained by the Board for a specific purpose, and official action must be taken by the Board of Trustees to “commit” fund balance. This authority cannot be delegated. Also, formal action is needed to impose additional commitments or modify/remove existing commitments.

The Resolution to be provided will propose that the following commitments are made to the fund balance of the General Fund as of August 31, 2025:

- Reserves for Self-Insurance
 - Health Plan – funds as needed to cover Plan deficits
 - Workers Compensation Plan – funds as needed to cover Plan deficits
- Reserve for Child Nutrition Program - \$500,000

Recommendation: Administration recommends that the Board of Trustees approve a resolution for the Commitment of Fund Balance, established according to the District’s fund balance policy and in compliance with GASB 54.

Policy Reference: CFA (Legal)

Strategic Plan Priority: Organizational Effectiveness

District Value(s): ☒ Accountability ☐ Big-Thinking ☐ Compassion ☒ Excellence ☒ Integrity ☐ Joy

Currently Budgeted? ☒ Yes ☐ No ☐ No Budgetary Impact

Completion or Implementation Timeline: 2024-2025 Fiscal Year

Our Vision:

We are a values-driven community where innovation thrives, excellence is the standard, and every student has access to an elite education.