



Board Action Required ☒

No Action Required ☐

Date: August 25, 2009

To: CISD Board of Trustees

From: Kelly Penny

CC: Dr. Jeff Turner, Sid Grant

RE: Final Amended Budget (General Fund, Debt Service & Maintenance Notes)

The net impact to general fund balance for the decrease in budgeted revenues and decrease in expenditures is zero.

In addition to the monthly budget amendments, each year at the August Board meeting the Final Amended Budget is presented for the Board's approval. The purpose of the final amended budget is to project required funds to cover expenditures at the fund/function level, TRS On-Behalf and year end payroll accrual entries.

The attached entries make the necessary fund/functional category adjustments to cover the projected expenditure amounts so the District does not exceed a fund/functional category and receive an audit finding. Note that the majority of the budget amendments are adjusting accounts that the Business Office manages. This ensures that the funds are not expended for any other purpose. I am increasing 91 and 95 in case any late invoices are presented for payment, or additional taxes are collected and recapture increases. The State Revenue account is being adjusted for a net decrease of \$222,745. This reflects the near final tax collections and final PEIMs data.

The amendments reflected for Debt Service include the recent bond and the maintenance note refunding. The net increase in the Debt Service fund balance from the refunding will be \$2,594.

I am including a copy of the final amended budget for Maintenance Notes (separate document). Normally this is included in the monthly financial reporting. However, we anticipate expending the majority of these funds by August 31, 2009 by shifting the bulk of the remaining technology budget into bonds and paying for outstanding construction invoices (all items are included in maintenance notes and bond projects) with Maintenance Notes. By doing this the Maintenance Notes will be exempt from arbitrage as a "small issuers exemption".