

# Designation of Fund Balance at June 30, 2010

October 6, 2010

## SUMMARY:

The purpose of this item is to request Board action to designate a portion of fund balance for the fiscal year ending June 30, 2010.

## BOARD GOAL:

VI. Growth & Change.....In pursuit of excellence, the District will: Review and adjust policies and procedures effectively to address the challenges of rapid growth and changing demographic characteristics while maintaining and enhancing our strong sense of community.

## PREVIOUS BOARD ACTION:

On September 8, 2009 the Board approved designated fund balance as of June 30, 2009 in the amount of \$2,753,783.81.

## BACKGROUND INFORMATION:

Fund balance designations approved by the Board are reported in the year-end audit report.

## SIGNIFICANT ISSUES:

The designated fund balance represents tentative plans for the future use of financial resources. Designations require Board action to earmark fund balance for bona fide purposes that will be fulfilled within a reasonable period of time.

- Campus Per Pupil Budgets – Several years ago we established a process of rollover for the campus per pupil budget. This allows the campus administrators to manage their budgets better by saving for special items rather than making purchases in anticipation of future needs.
- Coca Cola donations have been held in reserve for use as directed by the Superintendent and/or Board for special projects.
- Fund 194 was established to budget for areas in need of routine updates, start-up costs and/or replacements. The rollover funds were budgeted in a prior year; however, all of the purchases were not completed. New campuses are generally given two years to complete the FF& E purchases. In addition, some items are on a cycle basis to be purchased in a future year (i.e., band uniforms).

## FISCAL IMPLICATIONS:

The following items are being requested as a designation of fund balance:

<b>Fund 198 – Campus Per Pupil Budgets – Rollover</b>	710,847.43
<b>Coca Cola Donations</b>	364,448.29
<b>Fund 194 – Local FF&amp;E/Replacement Fund</b>	
Rollover Funds	
22 – CATE	577.64
25 – Bilingual	11,248.93
51 – Major Maintenance	11,066.84
55 – Phones	259,897.27
61 – Elementary Curriculum	1,000.32
62 – Secondary Curriculum	2,236.11
70 – District-wide Equipment	27,519.47
72 – Fine Arts Equipment	90.43
73 – Band Uniforms	235,801.00
74 – Fine Arts Instrument Usage	11,591.83
<b>Total</b>	<b><u>\$ 1,636,325.56</u></b>

## BENEFIT OF ACTION:

Passage will allow the district to fund certain one-time costs.

## PROCEDURAL AND REPORTING IMPLICATIONS:

None

## ALTERNATIVES:

No alternative actions are proposed

## SUPERINTENDENT'S RECOMMENDATION:

Approve the items listed above totaling \$1,636,325.56 as designated fund balance in the General Fund as of June 30, 2010.

**STAFF PERSONS RESPONSIBLE:**

Debbie Monschke – Executive Director of Administrative Services

**APPROVAL:**

Signature of Staff Member Proposing Recommendation: \_\_\_\_\_

Comments: \_\_\_\_\_

Signature of Divisional Leader: \_\_\_\_\_

Comments: \_\_\_\_\_

Signature of Superintendent: \_\_\_\_\_

Comments: \_\_\_\_\_