

FERN RIDGE SCHOOL DISTRICT 28J
RESOLUTION NO. 25-26/03

ESTABLISH POLICIES FOR FUND BALANCE
ACCEPT AUDIT REPORT FOR THE FISCAL YEAR ENDED JUNE 30, 2025
DESIGNATE COMMITTED ENDING FUND BALANCES

WHEREAS, the Government Accounting and Standards Board (GASB) issued Statement No. 54 effective for the fiscal year ending June 30, 2011 requiring fund balances to be reported in classifications that “comprise a hierarchy based primarily on the extent to which the government is bound to honor constraints on the specific purposes for which amounts in those funds can be spent.”

WHEREAS, the ending balance for all funds must be designated per the following categories set forth by GASB 54:

- **Nonspendable Fund Balance** – funds which cannot be spent
- **Restricted Fund Balance** – funds subject to externally enforceable legal restrictions (imposed by creditors, grantors, contributors, governmental regulations, etc.)
- **Committed Fund Balance** – funds constrained by limitations that a government imposes upon itself
- **Assigned Fund Balance** – funds intended for use as established by the governing body itself, or by an official or officers to which authority is delegated by the governing body
- **Unassigned Fund Balance** – funds available for any purpose

WHEREAS, the District will comply with GASB 54 to protect the District from unnecessary borrowing in order to meet cash-flow needs, provide prudent reserves to meet unexpected emergencies and protect against catastrophic events, and to meet the uncertainties of state and federal funding.

WHEREAS, per Board Policy DA, the District has established a targeted minimum for the General Fund Ending Fund balance of 5% of annual operating revenues.

NOW, THEREFORE, THE BOARD OF DIRECTORS OF FERN RIDGE SCHOOL DISTRICT 28J HEREBY RESOLVES:

1. The Board accepts the audit for the fiscal year ended June 30, 2025 as submitted by the firm of Pauly, Rogers, and Co., P.C.
2. Authority to classify portions of unassigned fund balance as assigned is hereby granted to the Superintendent and the Business Manager.
3. For purposes for fund balance classification, expenditures are to be spent from restricted fund balance first, followed in order by committed fund balance, assigned fund balance, and lastly, unassigned fund balance.
4. The Board makes the following designations of 2024-2025 ending fund balances and revenues for specific uses in 2025-2026:

Committed Fund Balances

• Outdoor School Fund <i>(funds are committed to support the outdoor school program)</i>	\$7,360
• Textbook Fund <i>(funds are committed to support textbook adoption)</i>	\$236,702
• Yarg Foundation <i>(funds are committed to support family/community programs)</i>	\$26,624
• EHS Athletics Fund <i>(funds are committed to support EHS athletics programs)</i>	\$139,727
• Technology Reserve Fund <i>(funds are committed for technology upgrades and improvements)</i>	\$884,905
• Maintenance Reserve Fund <i>(funds are committed for capital improvements)</i>	\$3,269,169
• Construction Excise Tax Fund <i>(funds are committed for capital improvements)</i>	\$341,866
• District Retirement Fund <i>(funds are committed for costs associated with early retirement program)</i>	\$2,099,394
• Wellness Fund <i>(funds are committed for costs associated with employee wellness program)</i>	\$7,100
• LETRS <i>(funds are committed for costs associated with literacy training)</i>	\$9,808
• Debt Service Fund <i>(funds are committed for debt service on pension obligation bonds)</i>	\$4,804

Total Committed Fund Balance **\$7,027,459**

ADOPTED by the Board of Directors of Fern Ridge School District 28J this 23rd, day of February, 2026 by a vote of _____ for and _____ against.

ATTEST:

WC Grover, Chairperson
Board of Directors

Gary Carpenter, Superintendent