

RIVER ROAD INDEPENDENT SCHOOL DISTRICT
BOARD OF EDUCATION
AMARILLO, TEXAS

Date: Monday, February 10, 2014

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Subject: Fund Balance Authorization

Presented By: Mike Hodgson,
Business Manager

ACTION

BACKGROUND INFORMATION:

It is being requested that the Board give final and formal authorization to transfer funds from the district's Fund Balance to two separate expenditure accounts as described below.

First, it is requested that \$325,300 be transferred to pay for the fieldhouse. In June, the Board gave preliminary approval to utilize this money. The cost includes all of the construction costs as well as the cost for the new lockers. It does not include the cost of cleaning and drying the fieldhouse immediately after the storm as that was paid for with insurance proceeds.

The second request is for permission to utilize up to \$11,000 to run utilities (water, sewer, and electric) to the new Ag. Facility. The 2012-13 budget included \$60,000 for construction of this building, but there was not sufficient money available to run the utilities with that allocation.

Per our recently completed audit that was presented to the Board in November, our Fund Balance as of June 30, 2013 was \$4,018,925

BOARD ACTION REQUESTED:

That the Board adopt the attached resolution to move \$336,300 from the District's Fund Balance in the General Fund to the appropriate expenditure accounts for the purposes described above.

River Road Independent School District
Resolution of the River Road Independent School District Board of Trustees
Usage of a Portion of the Committed Fund Balance

WHEREAS, the Governmental Accounting Standards Board ("GASB") has adopted Statement 54 ("GASB 54"), a new standard for governmental fund balance reporting and governmental fund type definitions that became effective in governmental fiscal years starting after June 15, 2010, and

WHEREAS, the River Road Independent School District ("RRISD") elected to implement GASB 54 requirements, and to apply such requirements to its financial statements beginning with the July 1, 2011 - June 30, 2012 fiscal year; and

WHEREAS, at their July 9, 2012 regular meeting the River Road Independent School District passed a resolution clarifying and committing portions of its fund balance to Object Code 3510 for Construction Projects; and

WHEREAS, at their June 2013 meeting, the Board gave preliminary approval to use funds from the fund balance to pay for the reconstruction of the fieldhouse, that had been damaged by a storm in May, 2013, and this resolution documents the final approval of that transfer in the amount of \$325,300; and

WHEREAS, the 2012-13 Budget included money for the construction of a new Ag. Facility, but that budget amount was insufficient to complete the project. An additional amount, not to exceed \$11,000 is needed to connect utilities to the facility.

NOW THEREFORE BE IT RESOLVED THAT the Board of School Trustees of the River Road Independent School District hereby wishes to designate that from the Fund Balance, Code 3510, previously committed for construction projects, that \$325,300 should be allocated for the reconstruction of the Fieldhouse and up to \$11,000 should be allocated for installing utilities to the new Ag. Facility. The remaining allocations of the Fund Balance shall not be affected by this resolution.

The above Resolution is adopted this 10th day of February, 2014.

Board President

Board Secretary