



CROSBY INDEPENDENT SCHOOL DISTRICT

14670 FM 2100 CROSBY, TEXAS 77532

281-328-9200

Regular Agenda Item

Meeting Date	February 10, 2025
Action	Discuss and consider approval of Budget Amendment 3 for fiscal year 2024-2025.
Motion	Move to approve Budget Amendment 3 for fiscal year 2024-2025.
Administrative Recommendation	Approve Budget Amendment 3.
Authority for this Action	Board Policy CE(LOCAL): <ul style="list-style-type: none">The Board shall amend the budget when a change is made increasing any one of the functional spending categories or increasing revenue object accounts and other resources.
Goal/Objective Addressed	Crosby ISD District Improvement Plan: <ul style="list-style-type: none">Goal 7: Crosby ISD will be a good steward of taxpayers' money.Goal 8: Crosby ISD will maintain quality and safe facilities and adequately plan for future needs.
Background	<p>The Board of Trustees approved the 2024-2025 fiscal year budget on June 24, 2024, at the fund and function level for the General Fund, Child Nutrition Fund, and Debt Service Fund. The legally adopted budget is to be formally amended by the Board of Trustees prior to incurring an expenditure and before the funds become available for use.</p> <p>General Fund:</p> <ul style="list-style-type: none">Increase function 71 (Debt Service) in the amount of \$7,235,000 for the principal payment associated with the Qualified School Construction Maintenance Tax Notes (QSCMTN) 2010. <p>The QSCMTN 2010 were issued on April 1, 2010, with a maturity date of February 15, 2025. The District was obligated to make annual deposits of \$680,000 into a cumulative sinking fund account on February 15th each year until maturity of the notes. The balance in that account as of June 30, 2024, was \$6,712,985 and has been held in a restricted account at Wells Fargo and recorded on the District's financial statements as a restricted asset and restricted fund balance.</p> <p>Payment of the matured maintenance tax notes will reduce the General Fund outstanding debt by \$7,235,000.</p>
Staffing Implications	N/A

Budget Information	<p>Budget Amendment 3 is an increase to debt service expenditures in the General Fund of \$7,235,000 and a reduction/usage of "Restricted" fund balance of \$6,712,985.</p> <p>No changes are being made to the Child Nutrition Fund or Debt Service Fund budgets.</p>
Impact of this Action	<p>Amend the General Fund budget to account for the QSCMTN Series 2010 principal payment due at maturity on February 15, 2025.</p>
Attachments	<p>Budget Amendment 3</p>
Resource Personnel	<p>Yvonne M. Johnson, Chief Financial Officer</p>