



# North East Independent School District

8961 Tesoro Drive, San Antonio, Texas 78217

## NOTICE OF MEETING OF THE BOARD OF TRUSTEES

Notice is hereby given that a meeting of the Board of Trustees of the North East Independent School District will be held on June 17, 2024 at 5:30 PM, in the Boardroom on the first floor of the Richard A. Middleton Education Center, 8961 Tesoro Drive, San Antonio, Texas. Such meeting is a special meeting.

The open session portion of the meeting is livestreamed, and members of the public may view the meeting by going to the North East Independent School District's YouTube channel. Click the link below, or type it into your browser.

<https://www.youtube.com/c/NEISDtv>

- I. ESTABLISHMENT OF QUORUM AND CALL TO ORDER
- II. PUBLIC HEARING TO DISCUSS 2024-2025 BUDGET AND PROPOSED TAX RATE
  - A. Possible Action Regarding 2024-2025 Budget Adoption 2  
**Presenter:** Dan Villarreal, Chief Financial Officer
- III. NEW BUSINESS FOR POSSIBLE BOARD ACTION
  - A. Instruction and Campus Administration
    - 1. Possible Action Regarding Proclamation 2024 Career and Technical Education Instructional Materials Adoption 4  
**Presenter:** Anthony Jarrett, Chief Instructional Officer
  - B. Business Services
    - 1. Possible Action Regarding Final Budget Amendment 5  
**Presenter:** Dan Villarreal, Chief Financial Officer
    - 2. Possible Action Regarding Fund Balance Commitments 10  
**Presenter:** Dan Villarreal, Chief Financial Officer
- IV. ADJOURNMENT

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*If, during the course of the meeting, discussion of any item on the agenda should be held in an Executive or Closed Session, the Board will convene in such Executive or Closed Session in accordance with the Open Meetings Act, Texas Government Code, Section 551.071, 551.072, and 551.074.*

## CERTIFICATE AS TO POSTING OR GIVING OF NOTICE

On this 13th day of June, no later than 5:30 PM, this notice was posted on a bulletin board located at a place readily accessible and convenient to the public at the Richard A. Middleton Education Center, 8961 Tesoro Drive, San Antonio, Texas.

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The North East Independent School District does not discriminate on the basis of race, color, religion, gender, national origin, age, or disability



# NORTH EAST INDEPENDENT SCHOOL DISTRICT

Date: June 17, 2024

Presenter: Dan Villarreal  
Susan Lackorn, Executive Director  
Finance & Accounting

Subject: 2024-2025 Budget Adoption Related Page(s): Attachment

## ACTION ITEM

### **BACKGROUND INFORMATION**

Sections 44.002 through 44.006 of the Texas Education Code establish the legal basis for budget development in school districts. The following six items summarize the legal requirements from the code:

- The superintendent is the budget officer for the district and prepares or causes the budget to be prepared.
- The district budget must be prepared by June 19<sup>th</sup> and adopted by June 30<sup>th</sup>.
- The president of the board of trustees must call a public meeting of the board of trustees, giving ten-day public notice in a newspaper, for the adoption of the district budget. Any taxpayer in the district may be present and participate in the meeting.
- No funds may be expended in any manner other than as provided for in the adopted budget. The board does have the authority to amend the budget or to adopt a supplementary emergency budget to cover unforeseen expenditures.
- The budget must be prepared in accordance with generally accepted accounting principles and state guidelines.
- The budget must be legally adopted before the adoption of the tax rate.

### **ADMINISTRATIVE CONSIDERATION**

Notice of public hearing was published as required on June 7, 2024. The adoption of the tax rate will take place in September.

### **BUDGETARY CONSIDERATION**

The 2024–2025 budgeted revenues and expenditures, in total and by function, for the General Fund, Debt Service Fund, and School Nutrition Services Fund are attached for consideration.

### **ADMINISTRATIVE RECOMMENDATION**

It is recommended the Board of Trustees adopt the 2024–2025 Budgets for the General Fund, Debt Service Fund, and School Nutrition Services Fund.

### **BOARD ACTION REQUIRED**

Approval/Disapproval

**NORTH EAST INDEPENDENT SCHOOL DISTRICT**

**2024 - 2025 Adopted Budget**

**June 17, 2024**

	General Fund	School Nutrition Services Fund	Debt Service Fund	Total - All Budgeted Funds <i>(information only)</i>
<b>Estimated Revenues &amp; Other Sources</b>				
Local	\$ 375,246,580	\$ 9,634,107	\$ 158,371,410	\$ 543,252,097
State	164,292,685	1,303,827	13,000,000	178,596,512
Federal	10,179,609	26,656,781	1,882,930	38,719,320
<b>Total Estimated Revenue</b>	<b>\$ 549,718,874</b>	<b>\$ 37,594,715</b>	<b>\$ 173,254,340</b>	<b>\$ 760,567,929</b>
Other Sources	75,000	-	2,300,000	2,375,000
<b>Total Estimated Revenue &amp; Other Sources</b>	<b>\$ 549,793,874</b>	<b>\$ 37,594,715</b>	<b>\$ 175,554,340</b>	<b>\$ 762,942,929</b>
<b>Appropriations &amp; Other Uses</b>				
Function:				
11 Instruction	\$ 372,755,069	\$ -	\$ -	\$ 372,755,069
12 Instructional Resources & Media Services	8,779,409	-	-	8,779,409
13 Curriculum & Instructional Staff Development	18,696,455	-	-	18,696,455
21 Instructional Leadership	8,087,403	-	-	8,087,403
23 School Leadership	38,479,087	-	-	38,479,087
31 Guidance, Counseling & Evaluation Services	21,477,142	-	-	21,477,142
32 Social Work Services	2,361,948	-	-	2,361,948
33 Health Services	9,366,250	-	-	9,366,250
34 Student Transportation	17,437,274	-	-	17,437,274
35 Food Services	76,520	46,667,430	-	46,743,950
36 Extracurricular Activities	12,753,316	-	-	12,753,316
41 General Administration	15,259,402	-	-	15,259,402
51 Facility Maintenance And Operations	68,033,652	1,116,288	-	69,149,940
52 Security And Monitoring Services	7,233,239	1,000	-	7,234,239
53 Data Processing Services	4,746,435	-	-	4,746,435
61 Community Services	476,801	-	-	476,801
71 Debt Service	-	-	111,946,952	111,946,952
81 Facilities Acquisition & Construction	-	-	-	-
93 Payments To Fiscal Agent/ Member Districts Of Shared Service Arrangements	765,000	-	-	765,000
95 Payments To Juvenile Justice Alternative Education Programs	359,736	-	-	359,736
99 Other Intergovernmental Charges	2,808,415	-	-	2,808,415
<b>Total Appropriations</b>	<b>\$ 609,952,553</b>	<b>\$ 47,784,718</b>	<b>\$ 111,946,952</b>	<b>\$ 769,684,223</b>
Other Uses	2,425,000	-	-	2,425,000
<b>Total Appropriations &amp; Other Uses</b>	<b>\$ 612,377,553</b>	<b>\$ 47,784,718</b>	<b>\$ 111,946,952</b>	<b>\$ 772,109,223</b>
<b>Projected Beginning Fund Balance as of July 1, 2024</b>	<b>\$ 187,819,171</b>	<b>\$ 13,585,578</b>	<b>\$ 138,750,723</b>	<b>\$ 340,155,472</b>
<b>Net Revenue/Sources Over (Appropriations)/(Uses)</b>	<b>(62,583,679)</b>	<b>(10,190,003)</b>	<b>63,607,388</b>	<b>(9,166,294)</b>
<b>Budgeted Ending Fund Balance as of June 30, 2025</b>	<b>\$ 125,235,492</b>	<b>\$ 3,395,575</b>	<b>\$ 202,358,111</b>	<b>\$ 330,989,178</b>

Per Texas Local Government Code 140.0045 - The General Fund budget includes \$16,501 expenditures for notices required by law to be published in a newspaper and \$9,550 for directly or indirectly or attempting to influence the outcome of legislation or administrative action. The projected amount of expenditures in 2023-2024 are \$68,104 and \$8,773, respectively.



# NORTH EAST INDEPENDENT SCHOOL DISTRICT

Date: June 17, 2024

Presenter: Anthony Jarrett  
Esmeralda Muñoz,  
Executive Director, Learning  
Support Services; Sheryl  
Parker, Assistant Director,  
CTE

Subject: Phase II: Proclamation 2024 CTE  
Instructional Materials Adoption

Related Page(s): Distributed to NEISD Board of  
Trustees

## **ACTION ITEM**

### **BACKGROUND INFORMATION**

Senate Bill 6 from the 82<sup>nd</sup> Texas Legislature, First Called Session, 2011, created an instructional materials allotment to purchase instructional materials, technological equipment, and technology-related services during an adoption cycle. The State Board of Education (SBOE) creates an adoption cycle for curriculum subject areas, which they declare in a Proclamation. EFA (Legal) guides the review and selection process.

### **ADMINISTRATIVE CONSIDERATION**

Proclamation 2024 adoption of Career and Technical instructional materials was brought to the board on April 8, 2024. Based on the timing of the presentation, additional input and feedback was requested by our Board of Trustees. Therefore, a further review was conducted to ensure the adoption aligned with teacher and community voice, addressed the needs of our students, and provided alignment to our Texas Essential Knowledge and Skills (TEKS). A community website was also created to garner feedback and the District Instructional Material Review Committees reconvened in May 2024 to reevaluate the resources available through our district CTE webpage.

### **ADMINISTRATIVE RECOMMENDATION**

The Administrative Staff recommends the Board of Trustees approve the 2024 Proclamation Instructional Materials purchases and adoption for CTE courses as presented by the 2024 District-level Instructional Materials Committee and certify that all students will be provided with instructional materials that cover 100% of the Texas Essential Knowledge and Skills.

### **BOARD ACTION REQUIRED**

Approval/Disapproval



# NORTH EAST INDEPENDENT SCHOOL DISTRICT

Date: June 17, 2024

Presenter: Dan Villarreal  
Susan Lackorn, Executive Director  
Finance & Accounting

Subject: Final Budget Amendment

Related Page(s): Attachment

## **ACTION ITEM**

### **BACKGROUND INFORMATION**

The 2023-2024 fiscal year budget was adopted on June 19, 2023. Expected revenue and expenditures are subject to change on a regular basis. This represents the final budget amendment for the 2023-2024 fiscal year.

### **ADMINISTRATIVE CONSIDERATION**

By law, amendments to the budget for the General Fund, Debt Service Fund and School Nutrition Services Fund must be approved by the Board of Trustees.

### **BUDGETARY CONSIDERATION**

The attached reports show the final budgeted revenue, appropriations and fund balance for the General Fund, Debt Service Fund and the School Nutrition Services Fund.

### **ADMINISTRATIVE RECOMMENDATION**

It is recommended that the Board of Trustees approve Final Budget Amendment.

### **BOARD ACTION REQUIRED**

Approval/Disapproval

**NORTH EAST INDEPENDENT SCHOOL DISTRICT**

*Budget Amendment Board Report*

*2023-2024 Final Amended Budget*

*June 17, 2024*

*General Fund, School Nutrition Services Fund & Debt Service Fund*

	General	School Nutrition	Debt Service	Total - All
Estimated Revenues & Other Sources	Fund	Services Fund	Fund	Budgeted Funds (information only)
Local	\$ 367,484,643	\$ 8,556,672	\$ 150,475,582	\$ 526,516,897
State	185,844,584	1,428,752	13,232,349	200,505,685
Federal	6,849,955	29,107,269	1,556,120	37,513,344
<b>Total Estimated Revenue</b>	<b>\$ 560,179,182</b>	<b>\$ 39,092,693</b>	<b>\$ 165,264,051</b>	<b>\$ 764,535,926</b>
Other Sources	75,000	17,260	147,010,000	147,102,260
<b>Total Estimated Revenue &amp; Other Sources</b>	<b>\$ 560,254,182</b>	<b>\$ 39,109,953</b>	<b>\$ 312,274,051</b>	<b>\$ 911,638,186</b>

**Appropriations & Other Uses**

Function:				
11 Instruction	\$ 367,339,816	\$ -	\$ -	\$ 367,339,816
12 Instructional Resources & Media Services	8,748,846	-	-	8,748,846
13 Curriculum & Instructional Staff Development	16,992,161	-	-	16,992,161
21 Instructional Leadership	7,828,289	-	-	7,828,289
23 School Leadership	40,719,301	-	-	40,719,301
31 Guidance, Counseling & Evaluation Services	22,088,219	-	-	22,088,219
32 Social Work Services	2,523,547	-	-	2,523,547
33 Health Services	9,091,501	-	-	9,091,501
34 Student (Pupil) Transportation	18,278,940	-	-	18,278,940
35 Food Services	90,806	48,770,068	-	48,860,874
36 Extracurricular Activities	13,132,807	-	-	13,132,807
41 General Administration	14,522,645	-	-	14,522,645
51 Facility Maintenance And Operations	67,600,301	1,467,087	-	69,067,388
52 Security And Monitoring Services	7,025,418	1,000	-	7,026,418
53 Data Processing Services	4,858,827	-	-	4,858,827
61 Community Services	622,650	-	-	622,650
71 Debt Service	100,000	-	212,869,578	212,969,578
81 Facilities Acquisition & Construction	140,392	-	-	140,392
93 Payments To Fiscal Agent/ Member Districts Of Shared Service Arrangements	865,000	-	-	865,000
95 Payments To Juvenile Justice Alternative Education Programs	310,236	-	-	310,236
99 Other Intergovernmental Charges	2,808,415	-	-	2,808,415
<b>Total Appropriations</b>	<b>\$ 605,688,117</b>	<b>\$ 50,238,155</b>	<b>\$ 212,869,578</b>	<b>\$ 868,795,850</b>
Other Uses	2,664,200	-	144,555,000	147,219,200
<b>Total Appropriations &amp; Other Uses</b>	<b>\$ 608,352,317</b>	<b>\$ 50,238,155</b>	<b>\$ 357,424,578</b>	<b>\$ 1,016,015,050</b>

<b>Beginning Fund Balance as of July 1, 2023</b>	<b>\$ 221,434,171</b>	<b>\$ 24,713,780</b>	<b>\$ 183,901,250</b>	<b>\$ 430,049,201</b>
<b>Net Revenue/Sources Over (Appropriations)/(Uses)</b>	<b>(48,098,135)</b>	<b>(11,128,202)</b>	<b>(45,150,527)</b>	<b>(104,376,864)</b>
<b>Budgeted Ending Fund Balance as of June 30, 2024</b>	<b>\$ 173,336,036</b>	<b>\$ 13,585,578</b>	<b>\$ 138,750,723</b>	<b>\$ 325,672,337</b>

**NORTH EAST INDEPENDENT SCHOOL DISTRICT**

*Budget Amendment Board Report*

*2023-2024 Final Amended Budget*

*June 17, 2024*

*General Fund*

	Budget As Adopted July 1, 2023	Budget As of Amendment #1	Final Administrative Adjustments	Budget Amendment Final Changes	Budget As of Final Amendment
<b>Estimated Revenues &amp; Other Sources</b>					
Local	\$ 469,750,547	\$ 469,750,547	\$ -	\$ (102,265,904)	\$ 367,484,643
State	71,393,855	71,393,855	-	114,450,729	\$ 185,844,584
Federal	16,231,758	16,231,758	-	(9,381,803)	\$ 6,849,955
Total Estimated Revenue	\$ 557,376,160	\$ 557,376,160	\$ -	\$ 2,803,022	\$ 560,179,182
Other Sources	100,000	100,000	-	(25,000)	75,000
<b>Total Estimated Revenue &amp; Other Sources</b>	<b>\$ 557,476,160</b>	<b>\$ 557,476,160</b>	<b>\$ -</b>	<b>\$ 2,778,022</b>	<b>\$ 560,254,182</b>
<b>Appropriations &amp; Other Uses</b>					
Function:					
11 Instruction	\$ 381,421,356	\$ 381,379,261	\$ (3,089,445)	\$ (10,950,000)	\$ 367,339,816
12 Instructional Resources & Media Services	9,285,504	\$ 9,062,842	\$ 19,004	\$ (333,000)	\$ 8,748,846
13 Curriculum & Instructional Staff Development	17,847,561	\$ 17,928,758	\$ (568,597)	\$ (368,000)	\$ 16,992,161
21 Instructional Leadership	8,048,028	\$ 8,131,814	\$ (35,525)	\$ (268,000)	\$ 7,828,289
23 School Leadership	38,994,803	\$ 39,137,778	\$ 91,523	\$ 1,490,000	\$ 40,719,301
31 Guidance, Counseling & Evaluation Services	21,278,105	\$ 21,779,176	\$ 511,043	\$ (202,000)	\$ 22,088,219
32 Social Work Services	3,534,712	\$ 3,584,212	\$ (10,665)	\$ (1,050,000)	\$ 2,523,547
33 Health Services	9,648,518	\$ 9,649,781	\$ 11,720	\$ (570,000)	\$ 9,091,501
34 Student (Pupil) Transportation	16,134,123	\$ 16,373,252	\$ 1,528,688	\$ 377,000	\$ 18,278,940
35 Food Services	7,105	\$ 7,105	\$ 8,701	\$ 75,000	\$ 90,806
36 Extracurricular Activities	12,424,566	\$ 12,774,828	\$ (347,021)	\$ 705,000	\$ 13,132,807
41 General Administration	15,253,283	\$ 15,566,253	\$ (254,608)	\$ (789,000)	\$ 14,522,645
51 Facility Maintenance And Operations	64,282,219	\$ 66,130,079	\$ 1,635,222	\$ (165,000)	\$ 67,600,301
52 Security And Monitoring Services	5,910,225	\$ 5,945,356	\$ 134,062	\$ 946,000	\$ 7,025,418
53 Data Processing Services	4,795,858	\$ 4,792,827	\$ -	\$ 66,000	\$ 4,858,827
61 Community Services	566,641	\$ 576,144	\$ 46,506	\$ -	\$ 622,650
71 Debt Service	-	\$ -	\$ -	\$ 100,000	\$ 100,000
81 Facilities Acquisition & Construction	-	\$ -	\$ 315,392	\$ (175,000)	\$ 140,392
93 Payments To Fiscal Agent/ Member Districts Of Shared Service Arrangements	765,000	\$ 765,000	\$ -	\$ 100,000	\$ 865,000
95 Payments To Juvenile Justice Alternative Education Programs	359,736	\$ 310,236	\$ -	\$ -	\$ 310,236
99 Other Intergovernmental Charges	2,808,415	\$ 2,808,415	-	-	\$ 2,808,415
Total Appropriations	\$ 613,365,758	\$ 616,703,117	\$ (4,000)	\$ (11,011,000)	\$ 605,688,117
Other Uses	2,425,000	2,660,200	4,000		2,664,200
<b>Total Appropriations &amp; Other Uses</b>	<b>\$ 615,790,758</b>	<b>\$ 619,363,317</b>	<b>\$ -</b>	<b>\$ (11,011,000)</b>	<b>\$ 608,352,317</b>
<b>Beginning Fund Balance as of July 1, 2023</b>	<b>\$ 221,434,171</b>	<b>\$ 221,434,171</b>			<b>\$ 221,434,171</b>
<b>Net Revenue/Sources Over (Appropriations)/(Uses)</b>	<b>(58,314,598)</b>	<b>(61,887,157)</b>	<b>-</b>	<b>13,789,022</b>	<b>(48,098,135)</b>
<b>Budgeted Ending Fund Balance as of June 30, 2024</b>	<b>\$ 163,119,573</b>	<b>\$ 159,547,014</b>			<b>\$ 173,336,036</b>

**NORTH EAST INDEPENDENT SCHOOL DISTRICT**

*Budget Amendment Board Report*

*2023-2024 Final Amended Budget*

*June 17, 2024*

*School Nutrition Services*

	Budget As Adopted July 1, 2023	Budget As of Amendment #2	Final Administrative Adjustments	Budget Amendment Final Changes	Budget As of Final Amendment
<b>Estimated Revenues &amp; Other Sources</b>					
Local	\$ 9,221,996	\$ 9,221,996	\$ -	\$ (665,324)	\$ 8,556,672
State	1,145,907	1,145,907	-	282,845	\$ 1,428,752
Federal	24,235,138	24,235,138	-	4,872,131	\$ 29,107,269
Total Estimated Revenue	<u>\$ 34,603,041</u>	<u>\$ 34,603,041</u>	<u>\$ -</u>	<u>\$ 4,489,652</u>	<u>\$ 39,092,693</u>
Other Sources	-	-	-	17,260	17,260
<b>Total Estimated Revenue &amp; Other Sources</b>	<u><b>\$ 34,603,041</b></u>	<u><b>\$ 34,603,041</b></u>	<u><b>\$ -</b></u>	<u><b>\$ 4,506,912</b></u>	<u><b>\$ 39,109,953</b></u>
<b>Appropriations &amp; Other Uses</b>					
Function:					
35 Food Services	\$ 46,513,340	\$ 49,185,340	\$ -	\$ (415,272)	\$ 48,770,068
51 Facility Maintenance And Operations	723,500	1,048,500	-	418,587	\$ 1,467,087
52 Security And Monitoring Services	1,000	1,000	-	-	\$ 1,000
Total Appropriations	<u>\$ 47,237,840</u>	<u>\$ 50,234,840</u>	<u>\$ -</u>	<u>\$ 3,315</u>	<u>\$ 50,238,155</u>
Other Uses	-	-	-	-	-
<b>Total Appropriations &amp; Other Uses</b>	<u><b>\$ 47,237,840</b></u>	<u><b>\$ 50,234,840</b></u>	<u><b>\$ -</b></u>	<u><b>\$ 3,315</b></u>	<u><b>\$ 50,238,155</b></u>
<b>Beginning Fund Balance as of July 1, 2023</b>	<u><b>\$ 24,713,780</b></u>	<u><b>\$ 24,713,780</b></u>	<u><b>\$ -</b></u>	<u><b>\$ -</b></u>	<u><b>\$ 24,713,780</b></u>
<b>Net Revenue/Sources Over (Appropriations)/(Uses)</b>	<u><b>(12,634,799)</b></u>	<u><b>(15,631,799)</b></u>	<u><b>-</b></u>	<u><b>4,503,597</b></u>	<u><b>(11,128,202)</b></u>
<b>Budgeted Ending Fund Balance as of June 30, 2024</b>	<u><b>\$ 12,078,981</b></u>	<u><b>\$ 9,081,981</b></u>			<u><b>\$ 13,585,578</b></u>

**NORTH EAST INDEPENDENT SCHOOL DISTRICT**

*Budget Amendment Board Report*

*2023-2024 Final Amended Budget*

*June 17, 2024*

*Debt Service*

	Budget As Adopted July 1, 2023	Budget As of Amendment #2	Final Administrative Adjustments	Budget Amendment Final Changes	Budget As of Final Amendment
<b>Estimated Revenues &amp; Other Sources</b>					
Local	\$ 170,741,582	\$ 150,475,582	\$ -	\$ -	\$ 150,475,582
State	3,460,243	13,232,349	-	-	\$ 13,232,349
Federal	1,856,120	1,556,120	-	-	\$ 1,556,120
Total Estimated Revenue	<u>\$ 176,057,945</u>	<u>\$ 165,264,051</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 165,264,051</u>
Other Sources	122,300,000	147,085,000	-	(75,000)	147,010,000
<b>Total Estimated Revenue &amp; Other Sources</b>	<u><b>\$ 298,357,945</b></u>	<u><b>\$ 312,349,051</b></u>	<u><b>\$ -</b></u>	<u><b>\$ (75,000)</b></u>	<u><b>\$ 312,274,051</b></u>
<b>Appropriations &amp; Other Uses</b>					
Function:					
71 Debt Service	\$ 161,382,578	\$ 212,619,578	\$ -	\$ 250,000	\$ 212,869,578
Total Appropriations	<u>\$ 161,382,578</u>	<u>\$ 212,619,578</u>	<u>\$ -</u>	<u>\$ 250,000</u>	<u>\$ 212,869,578</u>
Other Uses	120,000,000	144,405,000	-	150,000	144,555,000
<b>Total Appropriations &amp; Other Uses</b>	<u><b>\$ 281,382,578</b></u>	<u><b>\$ 357,024,578</b></u>	<u><b>\$ -</b></u>	<u><b>\$ 400,000</b></u>	<u><b>\$ 357,424,578</b></u>
<b>Beginning Fund Balance as of July 1, 2023</b>	<b>\$ 183,901,250</b>	<b>\$ 183,901,250</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 183,901,250</b>
<b>Net Revenue/Sources Over (Appropriations)/(Uses)</b>	<u><b>16,975,367</b></u>	<u><b>(44,675,527)</b></u>	<u><b>-</b></u>	<u><b>(475,000)</b></u>	<u><b>(45,150,527)</b></u>
<b>Budgeted Ending Fund Balance as of June 30, 2024</b>	<u><b>\$ 200,876,617</b></u>	<u><b>\$ 139,225,723</b></u>			<u><b>\$ 138,750,723</b></u>



# NORTH EAST INDEPENDENT SCHOOL DISTRICT

Date: June 17, 2024

Presenter: Dan Villarreal  
Susan Lackorn, Executive Director  
Finance & Accounting

Subject: Fund Balance Commitments Related Page(s): Attachment

## ACTION ITEM

### **BACKGROUND INFORMATION**

Governmental Accounting Standards Board (GASB) Statement No. 54 was enacted to enhance the usefulness of fund balance information and to clarify existing governmental fund type definitions. The requirements improve financial reporting by providing fund balance categories and classifications that are more easily understood and more consistently applied by governments. It establishes fund balance classifications based on the constraints imposed upon a government's use of the resources reported in its governmental funds.

### **ADMINISTRATIVE CONSIDERATION**

Under the rules of GASB 54, fund balances in special revenue funds that are not already restricted by a third party (i.e., the grantor) should be committed for a specific purpose. Further, fund balances in capital projects funds not already restricted by bond covenant should be committed for capital projects. The Board of Trustees has the sole authority to commit fund balances.

Committed fund balances are considered released from commitment as expenditures are incurred for the purpose of the commitment.

### **BUDGETARY CONSIDERATION**

There is no budgetary consideration.

### **ADMINISTRATIVE RECOMMENDATION**

It is recommended the Board of Trustees approve the resolution committing certain fund balances as of June 30, 2024.

### **BOARD ACTION REQUIRED**

Approval/Disapproval

**RESOLUTION**

**North East Independent School District  
Board of Trustees**

**June 17, 2024**

**WHEREAS**, Governmental Accounting Standards Board (GASB) Statement No. 54 is intended to enhance the usefulness of fund balance information by providing clearer fund balance classifications which can be consistently applied;

**WHEREAS**, in compliance with GASB Statement No. 54 and North East ISD policy CFA(Local) the Board of Trustees has the sole authority to commit fund balance for a specific purpose;

**NOW, THEREFORE, BE IT RESOLVED** that the District commits portions of its June 30, 2024, special revenue funds fund balances as follows:

- Campus Activity Funds – funds generated at the campuses and accounted for in the campus activity special revenue funds, other than those funds restricted for specific grants, are committed to the respective campus.
- Hail Damage Replacement Fund – funds are committed for identified roof replacements and other hailstorm-related repairs.

**BE IT FURTHER RESOLVED** that the District commits portions of its June 30, 2024, fund balance in the Facilities Modification capital projects fund for facility modification projects.

**PASSED, APPROVED, AND ADOPTED** BY THE NORTH EAST INDEPENDENT SCHOOL DISTRICT BOARD OF TRUSTEES ON THIS 17TH DAY OF JUNE 2024.

This Resolution acted upon and approved by a majority of the board at a duly called and posted meeting of the North East Independent School District Board of Trustees on June 17, 2024, and executed below by the President and Secretary of the Board on the date of the meeting:

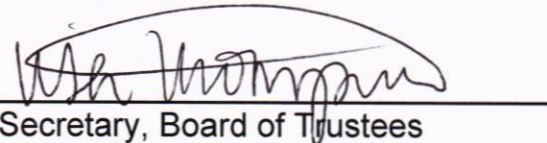
APPROVED:



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President, Board of Trustees

APPROVED:



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Secretary, Board of Trustees