

Resolution # _____

RESOLUTION TO COMMIT FUND BALANCE

WHEREAS, The Governing Board recognizes its responsibility as trustee of public funds and guided by Board Policy 3050 which establishes guidelines and parameters for financial decision-making that prioritize student learning, ensuring that Coronado schools continue to deliver a superior education competitive with top public and private schools across the country, and do so in a manner which is financially responsible and consistent with its revenues; and

WHEREAS, The Coronado Unified School District projects one-time monies for the 2018-19 fiscal year; and

WHEREAS, The Governing Board recognizes that it is reasonable and prudent to assert that one-time monies are non-recurring and should not be used to support ongoing expenditures; and

WHEREAS, The Governing Board recognizes that access to standards aligned instructional materials and textbooks and related trainings and professional learning opportunities is an integral component of teaching and learning and crucial to the mission of providing a superior educational experience; and

WHEREAS, the Governmental Accounting Standards Board (GASB) has issued Statement No. 54 establishing a hierarchy of fund balances as follows:

- **Non-Spendable Fund Balance** - Amounts that are not in a spendable form or are required to be maintained intact. Examples are inventory, pre-paid expenses, and revolving cash fund amounts.
- **Restricted Fund Balance** – Amounts that can be spent only for the specific purposes stipulated by external resource providers (such as grantors), or enabling legislation. Restrictions may be changed or lifted only with the consent of the resource providers.
- **Committed Fund Balance** - Amounts subject to internal constraints self-imposed by the District's highest level of decision making authority. Commitments may be changed or lifted only by the Board of Education taking the same formal action that imposed the constraint originally.
- **Assigned Fund Balance** – Amounts the District intends to use for a specific purpose. Assignments may be established by the governing board or by a designee of the Board. Examples include site carry-overs and accrued vacation.
- **Unassigned Fund Balance** – Amounts representing the residual balance in the General Fund that has not been assigned to other funds and that are not in the other classifications. The Reserve For Economic Uncertainty falls into this classification.

, and;

WHEREAS, GASB Statement No. 54 further clarifies the constraints that govern how a governmental entity can use and designate amounts reported as fund balance and stipulates that the Fund Balance can only be Committed by action of the highest level of decision-making authority of the governmental entity; and

WHEREAS, the Governing Board is the highest level of decision-making authority, and has the authority to commit, assign, or evaluate existing fund balance classifications and identify the intended uses of committed or assigned funds pursuant to Board Policy 3100; and

WHEREAS, The Governing Board recognizes that these committed amounts cannot be used for any other purpose unless the Governing Board removes or changes the specific use through the same type of formal action taken to establish the commitment; and

NOW, THEREFORE, be it resolved, that the Governing Board of the Coronado Unified School District, in accordance with the provisions of GASB 54 hereby commits the following portions of fund balances (or projected fund balances), as indicated by the Committed Fund classification, and funds cannot be used for any purpose other than directed below, unless the Governing Board adopts another resolution to remove or change the constraint:

- For the specific purpose of purchasing standards aligned instructional materials and textbooks and providing related trainings and professional learning opportunities. This commitment shall apply to each fiscal year starting with the 2018-19 year and continue until the committed balance is fully spent or until subsequent action is taken by the Board to formally remove the constraint.

PASSED AND ADOPTED this ____ day of June, 2018 by the Governing Board of the Coronado Unified School District, of San Diego County, California, by the following vote:

AYES:

NOES:

ABSENT:

(Add Certification by Secretary to the Governing Board used by district)

Signature Secretary to the Board