To: Jay McWilliams, Superintendent, and Board of Trustees

From: Susan Bryan, Chief Financial Officer

Subject: Consider Approval of Change to Policy CFB(LOCAL)

Date: July 13, 2026

The capitalization policy of fixed assets was listed in the TASB policy changes last month. TEA is increasing it from $5,000 to $10,000, taking effect in the calendar year 2026. Upon discussion with Trey Rowe, the District's auditor, he recommended we do it with the beginning of the upcoming fiscal year (September 2026).

On the following page you will see the change to policy CFB(LOCAL) from $5,000 to $10,000.

Recommendation: I recommend that the Board approve the change to Policy CFB(LOCAL) as presented.