

**Denton Independent School District**  
**Resolution Establishing Fund Balance Procedures Required by GASB 54**  
May 13, 2025

**SUMMARY:**

This item requests approval of the Resolution Establishing Fund Balance Procedures Required by the Governmental Accounting Standards Board (“GASB”).

**BOARD VALUE:**

Growth & Management... In pursuit of excellence, we value demonstrating effective and efficient management of district resources and providing leadership and/or oversight to ensure District meets all fiscal, legal, and regulatory requirements.

**PREVIOUS BOARD ACTION:**

The Resolution to establish the fund balance procedures required by GASB 54 was last approved on May 14, 2024.

**BACKGROUND INFORMATION:**

As required by GASB 54, the committed fund balance for a specific source must be approved by formal action of the Board of Trustees prior to the end of the fiscal year. The amount need not be stated prior to year end. The Board delegates authority to the Superintendent or the Deputy Superintendent to assign fund balance as appropriate. The District shall strive to maintain an annual fund balance in the general operating fund in which the unassigned fund balance is 15 percent of the total operating expenditures.

**SIGNIFICANT ISSUES:**

A resolution duly adopted by the Board of Trustees to commit the total fund balance of Campus Activity Funds reported in the Special Revenue Fund, delegate authority to assign fund balance, and strive to maintain unassigned fund balance in the general operating fund at 15 percent of the total operating expenditures must be passed to comply with GASB 54.

**FISCAL IMPLICATIONS:**

None

**BENEFIT OF ACTION:**

The District complies with the requirements of GASB 54.

**SUPERINTENDENT’S RECOMMENDATION:**

Recommend approval of the Resolution Establishing Fund Balance Procedures Required by GASB 54.

**STAFF PERSONS RESPONSIBLE:**

Dr. Jeremy Thompson, Deputy Superintendent  
Vicki Garcia, Executive Director of Financial Operations  
Julie Simpson, Director of Finance

**ATTACHMENT:**

Resolution Establishing Fund Balance Procedures Required by GASB 54

**APPROVAL:**

Signature of Staff Member Proposing Recommendation: \_\_\_\_\_

Signature of Divisional Assistant Superintendent: \_\_\_\_\_

Signature of Superintendent: \_\_\_\_\_