BOARD AGENDA ITEM

Information/Discussion _______
Future Action _______
Action __X___

Item: Fund Equity Designation – "Committed Funds"

Submitted by: Kevin Philipps | Date: 6-8-2026

Recommended by: Kevin Philipps KP | Board Meeting Date: 6-15-2026

RECOMMENDATION:

Request that the Kent ISD Board approve the committed funds designations for June 30, 2026.

BACKGROUND:

Committed funds designate a portion of the fund balance for tentative plans on how financial resources will be used in the future. The list of committed funds is updated periodically, typically each June, to align with the goals and direction of the organization. Designations for 2025-26 are detailed below:

General Fund:

- $500,000 for future capital needs.

Special Education Fund:

- $1,500,000 to supplement the 0.1 mill set aside for center program facilities.

Career Tech Fund:

- $10,000,000 to supplement the 0.1 mill set aside for CTE facility needs, specifically for the new satellite campus

General Education Capital Projects Fund:

- $438,952 for future capital needs.

Special Education Capital Projects Fund:

- $14,262,569 to fund center program facility improvements.
- $500,000 for other capital needs

CTE Capital Projects Fund:

- $11,565,133 to support CTE facility needs
- $1,000,000 to support CTE program facility needs

As a reminder, committed funds can be altered at any time by "formal action of the governments highest decision-making authority" which, of course, is the Board.

KP/kg
Attachment

COMMITTED FUNDS

June 30, 2026

	Major Operating				Capital Projects			
	General Fund	Special Education	Career Technical Education	Total nonmajor	General Fund Cap Proj	Special Ed Cap Proj	CTE Cap Proj	TOTAL
Nonspendable:								
Inventories (as of 6/30/25)			$195,242					$195,242
Prepaid items (as of 6/30/25)	$115,048	$338,933	$295,595	$109,502				$859,078
Restricted for: (not included in total fund balance)								
Special education		*$14,610,892*						*$14,610,892*
Career technical education			*$7,512,393*					*$7,512,393*
Assigned:				$355,885				
Committed:								
Capital Improvements/Projects:								
Center program facility needs						$14,262,569		$14,262,569
CTE program facility needs			$10,000,000				$1,000,000	$11,000,000
Other capital needs	$500,000	$1,500,000			$438,952	$500,000	$11,565,133	$14,504,085
TOTAL COMMITTED	$500,000	$1,500,000	$10,000,000	$0	$438,952	$14,762,569	$12,565,133	$39,766,654
Unassigned:	$6,687,762	$0	$0	$2,314,174	$0	$0	$0	$9,001,936
PROJECTED FUND TOTAL (as of 6/30/26)	**$7,302,810**	**$16,449,825**	**$18,003,230**	**$2,779,561**	**$438,952**	**$14,762,569**	**$12,565,133**	**$72,302,080**

General Accounting Standards Board Statement No. 54 (GASB 54) of 2010 requires Kent ISD to change from "Designated Funds" to "Committed Funds". Prior to GASB 54, each year Kent ISD would designate a portion of the fund balance for tentative plans for how financial resources would be used in the future. The portion not designated would be considered "undesignated funds". GASB 54 is similar in nature, however instead of designated funds the term is now committed funds. By definition, committed funds include amounts that can be used only for the specific purposes determined by a formal action of the government's highest level of decision making authority before the end of the fiscal year. This new classification of funds will now be in the annual financial audit as well.