

**DENTON INDEPENDENT SCHOOL DISTRICT
RESOLUTION OF THE DENTON INDEPENDENT SCHOOL DISTRICT BOARD OF TRUSTEES
ESTABLISHING FUND BALANCE PROCEDURES REQUIRED BY GASB 54**

WHEREAS, the Governmental Accounting Standards Board (“GASB”) has adopted Statement 54, a standard for governmental fund balance reporting and governmental fund type definitions that became effective in governmental fiscal years starting after June 15, 2010, and

WHEREAS Denton Independent School District implemented GASB 54 requirements in the June 30, 2011 fiscal year, and must comply with such requirements for the current fiscal year ending June 30, 2026: and

NOW THEREFORE BE IT RESOLVED THAT Denton Independent School District hereby adopts the following resolution:

FUND BALANCE RESOLUTION

Fund balance measures the net financial resources available to finance expenditures of future periods.

The District’s Unassigned General Fund Balance will be maintained to provide the District with sufficient working capital and a margin of safety to address local and regional emergencies with the intention of not borrowing. The Unassigned General Fund Balance may only be appropriated by resolution of the Board of Trustees.

Fund Balance of the District may be committed for a specific source by formal action of the Denton Independent School District Board of Trustees. Amendments or modifications of the committed fund balance must also be approved by formal action of the Denton Independent School District Board of Trustees.

When it is appropriate for fund balance to be assigned, the Board delegates authority to the Superintendent or the Deputy Superintendent.

In circumstances where an expenditure is to be made for a purpose for which amounts are available in multiple fund balance classifications, the order in which resources will be expended is as follows: restricted fund balance, followed by committed fund balance, assigned fund balance, and lastly, unassigned fund balance.

NOW THEREFORE BE IT RESOLVED that Denton Independent School District Board of Trustees commits the total fund balance of Campus Activity Funds reported in the Special Revenue Fund.

AND BE IT RESOLVED that Denton Independent School District’s financial goal is to have a sufficient balance in the operating fund with sufficient working capital and a margin of safety to address local and regional emergencies without borrowing. 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.

The above Resolution is adopted this 12th day of May 2026.

Board President

Board Secretary