

RESOLUTION NUMBER 24-16

A Resolution of the Board of Education of the Lake County School District R-1
Authorizing the Use of a Portion of
Beginning Fund Balance as Authorized by Colorado Statutes

WHEREAS, C.R.S. 22-44-105 states that a budget, duly adopted pursuant to this article, shall not provide for expenditures, inter-transfers, or reserves, in excess of available revenues and beginning fund balance.

WHEREAS, the Board of Education may authorize the use of a portion of the beginning fund balance in the budget, stating the amount to be used, the purpose for which the expenditure is needed, and the district's plan to ensure that the use of the beginning fund balance will not lead to an ongoing deficit.

WHEREAS, the Board of Education has determined the beginning fund balance in the General Fund is sufficient to allow for the one-time expenditures and the action may lead to an ongoing deficit.

NOW, THEREFORE, BE IT RESOLVED:

In accordance with C.R.S. 22-44-105, the Board of Education authorizes the use of a portion of the fiscal year 2023-2024 Beginning Fund Balance for the following funds:

- * **FUND 10**, in the amount **\$362,581** to spend down beginning fund balance.
- * **FUND 19**, in the amount **\$100,401** to spend down beginning fund balance.
- * **FUND 43**, in the amount **\$217,335** to spend down beginning fund balance.

BE IT FURTHER RESOLVED, the use of this portion of the beginning fund balance for the purposes set forth above will not lead to ongoing deficit by implementing the following plan:

- * **FUND 10 "General Fund"**, in the amount **\$362,581** to spend down beginning fund balance.

We will prioritize the use of the 2024-25 Anticipated State Increase to offset this deficit spending. Additional funds to support the general fund will be provided as we continue to use attrition and consideration of the reduction in positions to provide additional funds as well as the continued evaluation of contracts, services and supplies for savings.

- * **FUND 19 "Colorado Preschool Program (CPP)"**, in the amount **\$100,401** to spend down beginning fund balance.

Fund 19 was formerly used to track incoming/outgoing funds for our Colorado Preschool Program (CPP). We need to spend out this BFB as this was CPP dollars. Moving forward we will need to use Fund 19 to track Universal Preschool Program (UPK) dollars separately. We anticipate Fund 26 "The Center" Fund to end with additional BFB this year to account for the use of the CPP Beginning Fund Balance.

- * **FUND 43 "Capital Projects/Maintenance"**, in the amount **\$217,335** to spend down beginning fund balance.

We have deferred maintenance to provide for this consideration. In the future we will need to reestablish funds for ongoing maintenance. To do this, we will prioritize any remaining 2024-25 Anticipated State Increase (905.4 student count x \$12,166 ppf) = \$500,753 that was not used for General Fund 10 to offset this deficit spending. Additional funds to support capital projects and maintenance will be provided as we continue to use attrition and consideration of the reduction in positions to provide additional funds as well as the continued evaluation of contracts, services and supplies for savings.

The resolution has been set to fulfill the purpose of meeting the Board Goals as presented in the Executive Summary and Aligned Budget of June 2023.


John Baker, PRESIDENT OF THE BOARD

1/29/2024
DATE


Miriam Lozano, SECRETARY OF THE BOARD

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DATE