

RESOLUTION NUMBER 24-26

A Resolution of the Board of Education of the Lake County School District R-1
To Define the Scope of the Use of Beginning Fund Balance Resolution (No. 24-28) for Fund 64

WHEREAS, the Board of Education was not notified until April 22nd, 2024 of an increase in the minimum aggregate stop-loss limit from \$1,000,000 for FY23 to over \$1,489,242.19 for FY24 as executed by the district on June 20th, 2023.

WHEREAS, the Final FY24 Budget approved by the Board of Education on January 29th, 2024 included budgeted deficit spending in the Health Insurance Fund that was not disclosed to the Board of Education at the time.

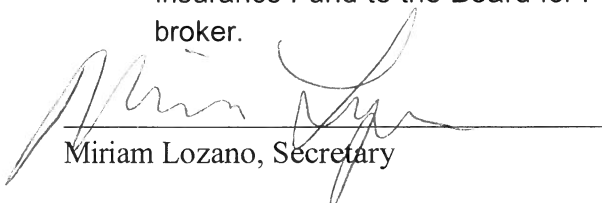
WHEREAS, in Resolution Number 24-19, the prior Use of Beginning Fund Balance Resolution for Fund 64, approved by the board on March 4th, 2024, as prepared by the district, cited that "our actuals at the moment are not tracking to run a deficit," and authorized only \$8,158 of deficit spending.

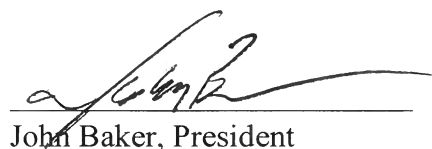
WHEREAS, by the date of this resolution, the district may have already deficit spent in the Health Insurance Fund in excess of the \$8,158 authorized by the Board of Education.

WHEREAS, the Board of Education has not approved nor does the Board of Education otherwise condone this potential unauthorized deficit spending.

NOW, THEREFORE, BE IT RESOLVED THAT:

- In Resolution 24-28, the Board of Education's intention is to ensure that the district is able to continue operations in compliance with CRS 22-44-105(1.5)(c).
- In Resolution 24-28, the Board of Education's intention is to authorize additional deficit spending on or after the date of passage. It is not the Board's intention to authorize deficit spending that may have occurred prior to the date of passage, however the Board recognizes that such spending, if it occurred, was made for legitimate expenditures which will not be reversed.
- This Resolution will be attached to Resolution 24-28.
- The Board of Education directs the district to provide monthly, reports on the Health Insurance Fund to the Board for FY25, or as is available from the Health Insurance broker.


Miriam Lozano, Secretary


John Baker, President

Dated: June 17, 2024