GASB stands for Governmental Accounting Standards Board. The objective of GASB 54 is to enhance the usefulness of fund balance information by providing clearer fund balance classifications that can be more consistently applied and by clarifying the existing governmental fund type definitions. We were required to put this in place originally for FY 12 Reporting. This requires board action to assign funds to certain categories. You will note there are five Categories:

- Non-spendable
- Restricted (constrained by external parties, constitutional provision or legislation)
- Committed (Must be constrained by the high level of decision-making authority - the Board of Education in our case)
- Assigned – Essentially what is now designated (constrained by designated authority, such as the superintendent)
- Unassigned – Essentially what is now unreserved, undesignated.

Restricted Funds do not need approval by the Board. Restricted fund amounts will include 06/30/26 balances in fund 02 (Special Revenue Fund), fund 320 (Building Fund), fund 360 (Construction Fund), and fund 25 (Student Activity Funds).

I am recommending the Board of Education constrain the following funds in the amount of $3,528,665.10 in the **committed** category:

Budget Item	Amount
Land & Improvements	$2,814,289.07
2 2026 Buses	$621,874.00
Edmentum Virtual Learning Software	$92,502.03

-Assigned Funds include carryover of SBDM funds by location from FY26 into FY27 of $437,103.90.