

VILLAGE OF VOLENTE

Resolution No. 2011-R-69

ORIGINAL

RESOLUTION APPROVING ADOPTION OF GASB 54 STANDARDS AND APPLICATIONS;

WHEREAS, the Governmental Accounting Standards Board (“GASB”) has adopted Statement 54 (“GASB”), a new 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, the Village of Volente Council elects to implement GASB 54 requirements, and to apply such requirements to its financial statements beginning with the current October 1, 2010 –September 30, 2011 fiscal year;

NOW THEREFORE, BE IT RESOLVED THAT THE VILLAGE COUNCIL OF THE VILLAGE OF VOLENTE ADOPTS THE FOLLOWING POLICY:

FUND BALANCE POLICY

Fund balance shall mean the gross difference between governmental fund assets and liabilities reflected on the balance sheet.

The Council shall report governmental fund balances per GASB 54 definitions in the balance sheet as follows:

- Nonspendable
- Restricted
- Committed
- Assigned
- Unassigned

The Council shall approve all commitments by formal action. The action to commit funds must occur prior to fiscal year-end, to report such commitments in the balance sheet of the respective period, even though the amount may be determined subsequent to fiscal year-end. A commitment can only be modified or removed by the same formal action.

The Council will utilize funds in the following spending order:

- Restricted
- Committed
- Assigned
- Unassigned

Section 1. Open Meeting. It is hereby officially found and determined that the meeting at which this Policy was adopted was open to the public, and public notice of the time, place and purpose of the meeting was given, all as required by the Texas Open Meetings Act.

Section 2. Severability. If any section, paragraph, clause or provision of this Resolution shall for any reason be held to be invalid or unenforceable, the invalidity or unenforceability of such section, paragraph, clause or provision shall not affect any of the remaining provisions of this Resolution.

Section 3. Repealer. All orders, resolutions and ordinances, or parts thereof, inconsistent herewith are hereby repealed to the extent of such inconsistency.

PASSED AND APPROVED THIS 21st DAY OF JUNE, 2011



Justine Blackmore-Hlista, Mayor

ATTEST:



Jennifer Zufelt, City Secretary