

RESOLUTION NO. 11-010
City of Meadowlakes

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF MEADOWLAKES, BURNET COUNTY, TEXAS APPROVING THE 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 City Council of the City of Meadowlakes, Burnet County, Texas elects to implement GASB 54 requirements, and to apply such requirements to its financial statements beginning with the current October 1, 2010 through September 30, 2011 fiscal year;

NOW, THEREFORE, BE IT RESOLVED THAT THE CITY COUNCIL OF THE CITY OF MEADOWLAKES, BURNET COUNTY, TEXAS 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 City shall report governmental fund balances per GASB 54 definitions in the balance sheet as follows:
 - Non-spendable
 - 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.
- When it is appropriate for fund balance to be assigned, the Council delegates the responsibility to assign funds to the City Manager or his/her designee. Assignments may occur subsequent to fiscal year-end.
- The board 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.

DULY PASSED AND APPROVED THIS THE 12TH DAY OF JULY, 2011.

Don Williams, Mayor

ATTESTED:

Stephanie Littleton, City Secretary