

**RESOLUTION NO. 2019-897**

**A RESOLUTION OF THE CITY OF ARANSAS PASS, TEXAS TO APPROVE THE ASSIGNMENT, COMMITMENT, AND RESTRICTION OF FUND BALANCES IN ACCORDANCE WITH GOVERNMENTAL STANDARDS BOARD (GASB) STATEMENT NO. 54**

**WHEREAS**, the Governmental Accounting Standards Board (“GASB”) has adopted Statement 54 (“GASB 54”) Fund Balance Reporting and Governmental Fund Type Definitions, a new standard for governmental fund balance reporting and governmental fund type definitions that became effective in governmental fiscal years starting June 30, 2011, and to apply such requirements to its financial statements beginning with the 2011 fiscal year; and

**WHEREAS**, Fund Balance measures the net financial resources available to finance expenditures for future periods; and

**WHEREAS**, Certain City revenue sources have specified limitations on the purpose for which all or a portion of the revenue can be used by the City; and

**WHEREAS**, the City of Aransas Pass elects to implement GASB 54 requirements and to apply such requirements to its financial statements; and

**WHEREAS**, for financial statement reporting purposes, the GASB Statement defines Restricted amounts as those that are constrained to specific purpose by their providers through constitutional provisions or enabling legislation; and

**WHEREAS**, for financial statement reporting purposes, the GASB Statement defines Committed amounts as those constrained to specific purposes by the government itself; and

**WHEREAS**, for financial statement reporting purposes, the GASB Statement defines Assigned amounts as those that the government intends to use for a specific purpose; and

**WHEREAS**, for financial statement reporting purposes, the GASB Statement defines Unassigned amounts as those amounts that are available for any purpose reported only in the General Fund; and

**WHEREAS**, when expenditures are incurred for purposes for which both restricted and unrestricted (committed, assigned or unassigned) fund balances are available, the City’s policy is to first apply restricted fund balance. When expenditures are incurred for purposes for which committed, assigned, or unassigned fund balances are available, the City’s policy is to first apply committed fund balance, then assigned fund balance and finally unassigned fund balance; and

**WHEREAS**, this policy delegates to the City manager, or the City Manager’s Designee, authority to assign unrestricted fund balance amounts where the City’s intent is for those amounts to be used for specific purposes. This delegation of authority is for the sole purpose of reporting these amounts in the annual financial statements; and

**NOW THEREFORE BE IT RESOLVED** the City Council of the City of Aransas Pass, the governing body of the City, hereby in accordance with the provisions of GASB 54 adopts the following authorization for fiscal year 2019 to comply with the categorization of fund balance as prescribed by GASB Statement 54 as recommended by the City manager or his designee, as follows:

Restricted Funds in the amount of \$594,690:

- \$533,220 – One Star Foundation
- 31,494 – PETCO Grant
- 25,000 – Coastal Bend Foundation
- 4,976 - FEMA

Commit Funds in the amount of \$550,076:

- \$277,462 – Contingent Appropriation (as per City Charter Sec. 11.)
- 272,614 – MDD advance for Civic Center repairs

Unassigned Funds in the amount of \$1,716,004.

**FINALLY ENACTED THIS** 17<sup>th</sup> day of June, 2019, at a regular meeting of the Elective City Council of Aransas Pass, Texas at which a quorum was present and which was held in accordance with TEXAS GOVERNMENT CODE, TITLE 5, SUBTITLE A CHAPTER 551.

**CITY OF ARANSAS PASS, TEXAS**

BY: \_\_\_\_\_  
Ramiro Gomez, Mayor

**ATTEST TO:**

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Mary Juarez, City Secretary

**APPROVED AS TO FORM ONLY:**

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Roxann Pais Cotroneo, City Attorney