**TOWN OF MINTURN**
**RESOLUTION 6 – SERIES 2013**

# A RESOLUTION AUTHORIZING THE TOWN COUNCIL OR ITS DESIGNEE TO DESIGNATE THE ASSIGNED PORTION OF ALL MARKET FUND BALANCES FOR THE TOWN FINANCIAL STATEMENTS FOR 2013 AND SUBSEQUENT YEARS

**WHEREAS,** the Town's financial statements, including its Audited Financial Statements, are structured and prepared in accordance with standards of accounting and financial reporting for U.S. state and local governments established by the Governmental Accounting Standards Board ("GASB"); and,

**WHEREAS,** in February, 2009, GASB issued Statement 54, *Fund Balance Reporting and Governmental Fund Type Definitions* ("Statement 54"), which must be implemented by governmental entities for financial statements issued for fiscal years ending after June 30, 2011; and,

**WHEREAS,** Fund balance is used exclusively for governmental funds such as the General, Enterprise, Conservation Trust, Building, Market, Capital, General Improvement District, Scholarship and any other governmental funds created in the future (Funds). Fund balance is basically the difference between fund assets and liabilities and represents resources available for use; and,

**WHEREAS,** the Town's financial statements, including Audited Financial Statements, reflect three general categories of "funds" in accordance with GASB standards (collectively, the "Reported Funds"); the Reported Funds include "Governmental Funds" (accounting for activities supported by taxes, grants, and similar governmental resources), "Proprietary Funds" (accounting for business type activities, such as enterprises and internal service activities), and "Agency Funds" (accounting for funds held by the Town as a fiduciary subject to restrictions on use); and,

**WHEREAS,** The objective of GASB Statement 54 is to report governmental fund balances based on a hierarchy that shows, from highest to lowest, the level or form of constraints on fund balance and accordingly, the extent to which governments are bound to honor them. Fund balance classifications (in order of hierarchy are: non-spendable fund balance (supply inventories, prepaid items, etc), restricted fund balance (amounts subject to externally enforceable legal restrictions imposed by creditors, grantors, laws, regulations, elections, etc), committed fund balance (use is constrained by limitations imposed by the Town Council), assigned fund balance (use is constrained by an official who has been delegated the responsibility by the Minturn Town Council) and unassigned fund balance; and,

**WHEREAS**, "Assigned fund balance" is defined by Statement 54 as that portion of each of the Town's Reported Funds that reflects the Town's *intended* use of such resources, as determined by the Town Council or the governmental official to whom such authority is delegated; and,

**WHEREAS**, Council desires to grant the Town Manager, or the Town Manager's Designee, authority to designate the Assigned fund balance for each Governmental Fund based on the intended use of such resources.

**NOW, THEREFORE, BE IT RESOLVED BY THE TOWN COUNCIL OF THE TOWN OF MINTURN, COLORADO**

**Section 1.** That the Town Manager is hereby authorized to designate the Assigned fund balance for the Market Fund for the specific use of furthering the Minturn Market and other economic functions which further Town of Minturn's marketing and economic growth . The use of such resources to be used for 2013 and subsequent years.

**Section 2.** That the Town Manager is hereby authorized to delegate the foregoing authority to an appropriate Town employee reporting to the Town Manager (the "Town Manager's Designee").

**Section 3.** That this Resolution shall be effective as of the date and time of its adoption.

**INTRODUCED, READ, APPROVED, ADOPTED AND RESOLVED this 17th day of July, 2013.**

TOWN OF MINTURN

Hawkeye Flaherty

Hawkeye Flaherty, Mayor

ATTEST:

Jay Brunvand, Town Clerk

TOWN OF MINTURN, COLORADO
SEAL
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