

EMERGENCY – October 25, 2011

Council#055

Sponsor: Finance Director Smith

RESOLUTION NO. 50-11

A RESOLUTION ADOPTING GOVERNMENTAL ACCOUNTING STANDARDS BOARD (GASB) STATEMENT NUMBER 54, FUND BALANCE REPORTING AND GOVERNMENTAL FUND TYPE DEFINITIONS IN COMPLIANCE WITH GASB STANDARDS AND THE DECLARING OF AN EMERGENCY.

NOW, THEREFORE, BE IT ORDAINED BY THE COUNCIL OF THE CITY OF SHEFFIELD LAKE, OHIO, STATE OF OHIO THAT:

WHEREAS, the Governmental Accounting Standards Board (GASB) has adopted Statement Number 54 (GASB 54), *Fund Balance Reporting and Governmental Fund Type Definitions*, which is effective in fiscal year December-2011, and

WHEREAS, the City of Sheffield Lake wishes to comply with GASB 54 as required beginning with the current December 31, 2011 fiscal year;

NOW THEREFORE BE IT RESOLVED BY THE COUNCIL OF THE CITY OF SHEFFIELD LAKE, STATE OF OHIO:

Section 1. Fund Balance measures the net financial resources available to finance expenditures of future periods. The City's Unassigned General Fund Balance will be maintained to provide the City with sufficient working capital and a margin of safety to address local and regional emergencies without borrowing. The Unassigned General Fund Balance may only be appropriated by resolution of the City Council.

Fund Balance of the City may be committed for a specific source by formal action of the City Council. Amendments or modification to the committed fund balance must also be approved by formal action of the City Council. Committed fund balance does not lapse at year-end. The formal action required to commit fund balance shall be by council resolution or majority vote.

The City Council delegates authority to assign fund balance for a specific purpose to the Finance Director.

For purposes of fund balance classification, expenditures are to be spent from restricted fund balance first and then unrestricted. Expenditures incurred in the unrestricted fund balances shall be reduced first from the committed fund balance, then from the assigned fund balance and lastly, the unassigned fund balance.

Section 2. It is found and determined that all formal actions of this Council concerning and relating to the adoption of this Resolution were adopted in an open meeting of this Council, and that all deliberations of this Council and any of its Committees which resulted in such formal actions, were in meetings open to the public, in compliance with all legal requirements, including Section 121.22 of the Ohio Revised Code.

Section 3. This resolution is hereby declared to be an emergency measure made necessary for the preservation of the public peace, health, safety and welfare of the City of Sheffield Lake, Ohio, the emergency being the timely compliance of mandated standards.

PASSED THIS _____ DAY OF _____, 2011.

	Yea	Nay	NV
Dennis Bring	___	___	___
Leanna Stark	___	___	___
Eric Elliott	___	___	___
Diane Huska	___	___	___
Steve Kovach	___	___	___
Richard Rosso	___	___	___
Alan Smith	___	___	___

John J. Piskura, Mayor

Edward Podmanik, Council President and/or

Richard Rosso, Council President Pro-Tem

Kay Fantauzzi, Council Clerk

I, Kay Fantauzzi, duly appointed Clerk of Council of Sheffield Lake DO HEREBY CERTIFY that this is a true and exact copy of Resolution#_____. PASSED _____, 2011.