

PORTLAND DEVELOPMENT COMMISSION
Portland, Oregon

RESOLUTION NO. 6894

**IMPLEMENT GASB 54 AND ESTABLISH A POLICY FOR FUND
BALANCE CATEGORIES, ORDER OF SPENDING, AND
AUTHORITY TO ASSIGN FUND BALANCES**

WHEREAS, prior to Governmental Accounting Standard Board Statement 54 (“GASB 54”), ending fund balances were specified as reserved, designated, or unreserved;

WHEREAS, in February 2009, GASB 54 was issued requiring the reclassification of fund balances into five categories, effective for periods beginning after June 15, 2010, as follows:

1. Non-spendable – Amounts inherently non-spendable or that must remain intact according to legal or contractual restrictions.
2. Restricted – Amounts constrained to specific purposes by externally enforceable legal restrictions, such as those provided by creditors, grantors, higher levels of government, through constitutional provisions, or by enabling legislation.
3. Committed – Amounts constrained by the Board of Commissioners.
4. Assigned – Amounts the Commission intends to use for a specific purpose. The authority to assign resources is delegated to the Chief Financial Officer.
5. Unassigned – Amounts that are not categorized into one of the above categories. Only the General Fund should reflect a positive unassigned fund balance.

WHEREAS, GASB 54 requires the establishment of a policy to designate fund balance categories; and

WHEREAS, as resources are received there might be a necessity for the Portland Development Commission (“PDC”) Chief Financial Officer to assign resources for a specific purpose that is narrower than defined by the fund.

NOW, THEREFORE, BE IT RESOLVED that the PDC Board of Commissioners hereby authorizes the implementation of GASB 54 Fund Balance Reporting and Governmental Fund Definitions;

BE IT FURTHER RESOLVED that the PDC Board of Commissioners agrees that the current fund classifications as approved when the funds were conceived are appropriate as they have been established;

BE IT FURTHER RESOLVED that PDC will spend resources in the following order, as appropriate to the expenditure, when fund balance exists in more than one category: Restricted Resources, Committed Resources, Assigned Resources, and Unassigned Resources; and that any exceptions to the spending order must be approved by the Board;

BE IT FURTHER RESOLVED that PDC will use the GASB's definitions of Fund Balance for the Comprehensive Annual Financial Report ("CAFR") and for all other financial reporting;

BE IT FURTHER RESOLVED that the Chief Financial Officer is hereby authorized to assign resources and ending fund balances within the Assigned/Unassigned categories of the General Fund, if applicable; and

BE IT FURTHER RESOLVED that this resolution shall become effective immediately upon its adoption.

Adopted by the Portland Development Commission June 22, 2011.



Recording Secretary

PDC

PORTLAND DEVELOPMENT COMMISSION

Resolution Number 6894

Title:

IMPLEMENT GASB 54 AND ESTABLISH A POLICY FOR FUND BALANCE CATEGORIES, ORDER OF SPENDING, AND AUTHORITY TO ASSIGN FUND BALANCES

Adopted by the Portland Development Commission on June 22, 2011.

PRESENT FOR VOTE	COMMISSIONERS	VOTE		
		Yea	Nay	Abstain
<input checked="" type="checkbox"/>	Chair Scott Andrews	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
<input checked="" type="checkbox"/>	Commissioner Aneshka Dickson	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
<input checked="" type="checkbox"/>	Commissioner John Mohlis	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
<input checked="" type="checkbox"/>	Commissioner Steven Straus	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
<input checked="" type="checkbox"/>	Commissioner Charles Wilhoite	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
<input type="checkbox"/> Consent Agenda		<input checked="" type="checkbox"/> Regular Agenda		

Certification

The undersigned hereby certifies that:

The attached resolution is a true and correct copy of the resolution as finally adopted at a Board Meeting of the Portland Development Commission and duly recorded in the official minutes of the meeting.



Recording Secretary

Date: June 22, 2011