



## RESOLUTION FOR COMMITTED FUND BALANCE

WHEREAS, the Government Standards Accounting Board (GASB) has issued Statement No. 54 establishing a hierarchy clarifying the constraints that govern how a government entity can use amounts reported as fund balance; AND

WHEREAS, the Board of Commissioners is the highest level of decision-making authority, and has the authority to commit, assign, or evaluate existing fund balance classifications and identify the intended uses of committed or assigned funds; AND

WHEREAS, the committed fund balance classification reflects amounts subject to internal constraints self-imposed by the Board of Commissioners; AND

WHEREAS, once the committed fund balance constraints are imposed, it requires the constraint to be removed by the Board of Commissioners prior to redirecting the funds for other purposes.

NOW, THEREFORE, BE IT RESOLVED that the Board of Commissioners has determined it will commit \$53,902 of fund balance from the Law Enforcement Officer Special Separation Allowance committed fund balance for the year ending June 30, 2022, for the purpose of funding the Law Enforcement Officer Special Separation Allowance.

ADOPTED this the 16<sup>th</sup> day of June 2021.

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Benjamin Cahoon, Mayor  
Town of Nags Head

ATTEST:

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Carolyn F. Morris, Town Clerk