

RESOLUTION NO. 2574

EAST NORRITON TOWNSHIP  
MONTGOMERY COUNTY, PENNSYLVANIA

A RESOLUTION OF THE BOARD OF SUPERVIORS OF EAST NORRITON  
TOWNSHIP APPROVING THE DEFINITIONS AND COMMITMENT OF  
FUND BALANCES IN ACCORDANCE WITH GOVERNMENTAL  
ACCOUNTING STANDARDS BOARD (GASB) STATEMENT NO. 54

**WHEREAS**, East Norriton Township defines fund balance as the difference between assets and fund liabilities in the governmental funds balance sheet, also referred to as fund equity; and

**WHEREAS**, in accordance with the Governmental Accounting Standard Board Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, East Norriton Township classifies governmental fund balance as follows:

Non-spendable - includes fund balance amounts that cannot be spent either because it is not in spendable form or because of legal or contractual constraints. Fund balance types of this category are prepaid expenses and inventories.

Restricted – includes fund balance amounts that can be spent only for specific purposes stipulated by external parties, through enabling legislation, or constitutional provisions. Fund balance types of this category include amounts for debt service, street lights, fire protection, parks and recreation, capital reserve, liquid fuels, and bond funds.

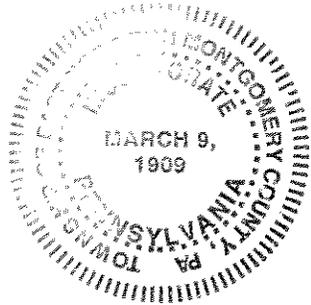
Committed – includes fund balance amounts that are constrained for specific purposes that are internally imposed by the government through formal action of the East Norriton Board of Supervisors. Commitments may be changed or lifted only by the East Norriton Board of Supervisors through the same formal action that imposed the constraint.

1. Designated Cash Carry Over – The designated cash carry over fund balance reserve is committed by the East Norriton Township Board of Supervisors in the annual budget and any amendments thereto to provide funds for the differences, if any, between budgeted revenues and expenditures.

Assigned – includes fund balance amounts that are intended to be used for specific purposes that are neither considered restricted or committed. Fund Balance may be assigned by the Township Manager and/or Township Finance Director.

Unassigned – includes all amounts not contained in the other classifications. Unassigned amounts are technically available for any purpose. These are funds to ensure the maintenance of services to the public due to emergency or unplanned expenditures or unanticipated revenue shortfalls in accordance with the Township’s stated fund balance policy.

**RESOLVED** this 13<sup>th</sup> day of December by the Board of Supervisors of East Norriton Township.



**ATTEST:**

**EAST NORRITON TOWNSHIP  
BOARD OF SUPERVISORS**

  
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**DONALD D. DELAMATER  
TOWNSHIP SECRETARY**

  
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**KANDY HECKMAN  
CHAIRWOMAN**