

Explanation of Fund Balance

Governmental funds report the difference between their assets and liabilities as fund balance. In February 2009, The Governmental Accounting Standards Board (GASB) issued Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*. This latest GASB standard will not affect the calculation of fund balance, but will fundamentally alter the various components used to report it. Fund balance will now be divided as follows:

1. Non-spendable
2. Restricted
3. Committed
4. Assigned
5. Unassigned

Non-spendable funds are not in a spendable form or must be maintained intact. Examples of these are inventories, prepaid expenses, and loans to various agencies.

Restricted funds can only be used for the specific purposes as stipulated by (1) external creditors, grantors, or laws of other governments (2) constitutionally, or through enabling legislation.

Committed funds are those constrained by limitations that the government imposes on itself at the highest level of decision-making authority. Commitments may be changed or lifted only by the same formal action that imposed the original constraint.

Assigned funds are intended to be used by the government for a specific purpose. This intention can be expressed by the governing body, an official, or a body to which the governing body delegates the authority.

Unassigned funds are technically available for any purpose. Carroll's consists of anticipated current year unassigned funds.

Governments were required to implement GASB Statement No. 54 starting with the fiscal period that ended June 30, 2011.

Schedule of Changes in Fund Balance General Fund

	Actual for 6/30/15 Audited - CAFR	Projected for 6/30/16 as of 4/30/16	Projected for 6/30/17
<u>Beginning Fund Balance</u>	\$104,044,469	\$102,668,549	\$98,422,799
Revenues	366,136,045	369,716,570	379,404,332
Expenditures	(367,599,397)	(373,962,320)	(388,407,000)
GO Bond proceeds, premium, and redemption	87,432	0	0
Projected Ending Fund Balance	\$102,668,549	\$98,422,799	\$89,420,131
<u>Nonspendable</u>			
Inventory	1,370,396	1,370,396	1,370,396
Prepaid expenses	211,074	211,074	211,074
Loans for Economic Development	5,786,268	5,786,269	5,786,269
Loans to Volunteer Fire Companies	11,082,322	11,082,322	11,082,322
Loans to Municipalities	141,695	141,695	141,695
Advances to Industrial Development Authority	612,910	612,910	612,910
Due from other governmental funds	9,799,459	9,799,459	9,799,459
Total Nonspendable	29,004,124	29,004,125	29,004,125
<u>Restricted</u>			
Agricultural Preservation Payables	25,979,899	25,979,899	25,979,899
Weed Control future truck equipment purchase	111,882	111,882	111,882
Loans collectible within one year	1,331,822	1,331,822	1,331,822
Total Restricted	27,423,603	27,423,603	27,423,603
<u>Committed</u>			
Stabilization Fund	18,998,120	18,998,120	19,420,350
Medical Claims Reserve	1,400,000	1,400,000	1,400,000
Total Committed	20,398,120	20,398,120	20,820,350
<u>Assigned</u>			
Appropriation of Prior Year Unassigned Fund Balance	15,820,635	5,574,885	6,927,783
Encumbrances	2,638,332	2,638,332	2,638,332
Total Assigned	18,458,967	8,213,217	9,566,115
<u>Unassigned</u>			
Unassigned	7,383,735	13,383,734	2,605,938
Total Unassigned	7,383,735	13,383,734	2,605,938
<u>Summary</u>			
Ending Fund Balance	102,668,549	98,422,799	89,420,131
Less: Nonspendable	(29,004,124)	(29,004,125)	(29,004,125)
Less: Restricted	(27,423,603)	(27,423,603)	(27,423,603)
Less: Committed	(20,398,120)	(20,398,120)	(20,820,350)
Less: Assigned	(18,458,967)	(8,213,217)	(9,566,115)
Current Year Unassigned	\$7,383,735	\$13,383,734	\$2,605,938

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