

# Explanation of Fund Balance

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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 5/31/16	Projected for 6/30/17
<b><u>Beginning Fund Balance</u></b>	<b>\$104,044,469</b>	<b>\$102,668,549</b>	<b>\$108,939,484</b>
Revenues	366,136,045	378,516,570	379,404,332
Expenditures	(367,599,397)	(373,562,320)	(388,407,000)
GO Bond proceeds, premium, and redemption	87,432	1,316,685	0
<b>Projected Ending Fund Balance</b>	<b>\$102,668,549</b>	<b>\$108,939,484</b>	<b>\$99,936,816</b>
<b><u>Nonspendable</u></b>			
Inventory	1,370,396	1,370,396	1,370,396
Prepaid expenses	211,074	94,037	94,037
Loans for Economic Development	5,786,268	6,148,439	6,148,439
Loans to Volunteer Fire Companies	11,082,322	11,632,856	11,632,856
Loans to Municipalities	141,695	149,037	149,037
Advances to Industrial Development Authority	612,910	612,910	612,910
Due from other governmental funds	9,799,459	8,632,135	8,632,135
<b>Total Nonspendable</b>	<b>29,004,124</b>	<b>28,639,810</b>	<b>28,639,810</b>
<b><u>Restricted</u></b>			
Agricultural Preservation Payables	25,979,899	27,957,880	27,957,880
Weed Control future truck equipment purchase	111,882	132,837	132,837
Loans collectible within one year	1,331,822	0	0
<b>Total Restricted</b>	<b>27,423,603</b>	<b>28,090,717</b>	<b>28,090,717</b>
<b><u>Committed</u></b>			
Stabilization Fund	18,998,120	19,420,350	19,420,350
Medical Claims Reserve	1,400,000	1,400,000	1,400,000
<b>Total Committed</b>	<b>20,398,120</b>	<b>20,820,350</b>	<b>20,820,350</b>
<b><u>Assigned</u></b>			
Appropriation of Prior Year Unassigned Fund Balance	15,820,635	19,534,456	13,304,833
Encumbrances	2,638,332	2,970,333	2,970,333
<b>Total Assigned</b>	<b>18,458,967</b>	<b>22,504,789</b>	<b>16,275,166</b>
<b><u>Unassigned</u></b>			
Unassigned	7,383,735	8,883,819	6,110,774
<b>Total Unassigned</b>	<b>7,383,735</b>	<b>8,883,819</b>	<b>6,110,774</b>
<b><u>Summary</u></b>			
<b>Ending Fund Balance</b>	<b>102,668,549</b>	<b>108,939,484</b>	<b>99,936,816</b>
Less: Nonspendable	(29,004,124)	(28,639,810)	(28,639,810)
Less: Restricted	(27,423,603)	(28,090,717)	(28,090,717)
Less: Committed	(20,398,120)	(20,820,350)	(20,820,350)
Less: Assigned	(18,458,967)	(22,504,789)	(16,275,166)
<b>Current Year Unassigned</b>	<b>\$7,383,734</b>	<b>\$8,883,819</b>	<b>\$6,110,774</b>

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