

FUND BALANCES UNDER GASB 54

Definitions

- **Nonspendable Fund Balance**: The nonspendable fund balance classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. This would include items not expected to be converted to cash including inventories and prepaid amounts. It may also include the long-term amount of loans and receivables, as well as property acquired for resale and the corpus (principal) of a permanent fund.
- **Restricted Fund Balance**: The restricted fund balance classification should be reported when constraints placed on the use of resources are either (a) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments or (b) imposed by law through constitutional provisions or enabling legislation.
- **Committed Fund Balance**: The committed fund balance classification reflects specific purposes pursuant to constraints imposed by formal action of the district's highest level of decision-making authority (generally the governing board). Also, such constraints can only be removed or changed by the same form of formal action.
- **Assigned Fund Balance**: The assigned fund balance classification reflects amounts that are constrained by the government's intent to be used for specific purposes, but meet neither the restricted nor committed forms of constraint.
- **Unassigned Fund Balance**: The unassigned fund balance classification is the residual classification for the general fund only. It is also where *negative residual amounts* for all *other* governmental funds would be reported.

Account Code Structure

Fund balance account codes have been established to conform to GASB 54 requirements. The new codes are as follows:

Classification	WUFAR code	WUFAR Account Title
Non-Spendable (Function 935000)	935100	Non-Spendable Fund Balance
	935200	Non-Spendable: Corpus of Permanent Fund
Restricted (Function 936000)	936120	Restricted: Contractual Obligations
	936110	Restricted: Self Insurance
	936320	Restricted: Debt Service Retirement
	936310	Restricted: Debt Refinancing
	936500	Restricted: Food Service Programs

	936800	Restricted: Elderly Nutrition Programs
	936900	Restricted: Other
Committed (Function 937000)	937900	Committed Fund Balance
Assigned (Function 938000)	938900	Assigned Fund Balance
Unassigned (Function 939000)	939900	Unassigned Fund Balance