

REQUEST FOR BOARD ACTION

HENDERSON COUNTY BOARD OF COMMISSIONERS

MEETING DATE: May 19, 2021

SUBJECT: Special Revenue Fund – Other Miscellaneous Governmental Activities

PRESENTERS: Samantha R. Reynolds, Finance Director

ATTACHMENTS: Yes
1. Budget Amendment

SUMMARY OF REQUEST:

The Governmental Accounting Standards Board (GASB) has issued a new standard that is in effect for FY2021. The implementation of GASB Statement No. 84 – Fiduciary Activities, requires changes to fiduciary reporting for North Carolina local governments. Each individual fund and account currently reported as Agency Funds in the County's Annual Comprehensive Financial Report has been evaluated, resulting in the reclassification of several of these funds. Those reclassified funds will be recorded in a Special Revenue Fund going forward, titled "Other Miscellaneous Governmental Activities".

The Board is requested to approve the creation of the new Special Revenue Fund to reclassify non-fiduciary type activity. The Board is also requested to approve the necessary budget amendments to appropriately budget for non-fiduciary type activities in accordance with GASB Statement No. 84.

BOARD ACTION REQUESTED:

The Board is requested to approve the creation of the new Special Revenue Fund, and the associated budget amendment to comply with GASB Statement 84.

Suggested Motion:

I move the Board approve the creation of the new Special Revenue Fund, and the associated budget amendment to comply with GASB Statement 84.

**LINE-ITEM TRANSFER REQUEST
HENDERSON COUNTY**



Department: FINANCE

Please make the following line-item transfers:

What expense line-item is to be increased?

Account	Line-Item Description	Amount	
<u>365537-560000</u>	<u>REPRESENTATIVE PAYEE - DSS TRUST CLIENTS</u>	<u>323,440</u>	
<u>365691-560009</u>	<u>SCHOOLS FINES AND FORFEITURES</u>	<u>275,457</u>	
<u>365491-580000</u>	<u>IMPROVEMENTS GUARANTEE</u>	<u>594,959</u>	
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<u> </u>	<u> </u>	<u> </u>	1,193,856

What expense line-item is to be decreased? Or what additional revenue is now expected?

Account	Line-Item Description	Amount	
<u>364537-459005</u>	<u>REPRESENTATIVE PAYEE - DSS TRUST CLIENTS</u>	<u>274,494</u>	
<u>364537-481001</u>	<u>INTEREST EARNED</u>	<u>395</u>	
<u>364537-401000</u>	<u>FUND BALANCE APPROPRIATED</u>	<u>48,551</u>	
<u>364691-460009</u>	<u>SCHOOLS FINES AND FORFEITURES</u>	<u>274,957</u>	
<u>364691-401000</u>	<u>FUND BALANCE APPROPRIATED</u>	<u>500</u>	
<u>364491-480000</u>	<u>IMPROVEMENT GUARANTEE</u>	<u>137,031</u>	
<u>364491-481001</u>	<u>INTEREST EARNED</u>	<u>5,721</u>	
<u>364491-401000</u>	<u>FUND BALANCE APPROPRIATED</u>	<u>452,207</u>	
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<u> </u>	<u> </u>	<u> </u>	1,193,856

Justification: Please provide a brief justification for this line-item transfer request.

TO ESTABLISH BUDGET FOR NON-FIDUCIARY ACTIVITY PREVIOUSLY ACCOUNTED FOR AS AGENCY FUNDS. TO BE ACCOUNTED FOR IN SPECIAL REVENUE FUND TYPE AS GOVERNMENTAL ACTIVITIES GOING FORWARD. DUE TO GASB 84 PRONOUNCEMENT. BOC APPROVED 5.19.2021.

Authorized by Department Head

Date

Authorized by Budget Office

Date

Authorized by County Manager

Date

<i>For Budget Use Only</i>	
Batch #	_____
BA #	_____
Batch Date	_____