

**Town of Gordon
Douglas County, Wisconsin**

**Resolution 2026-03
ADOPT POLICY ON FUND BALANCES**

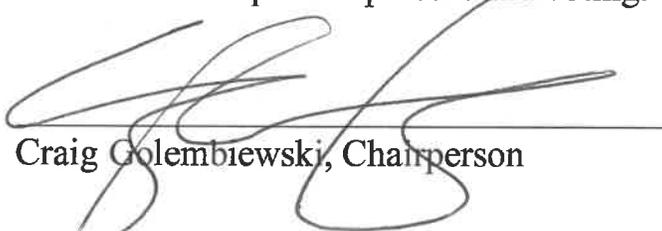
WHEREAS, pursuant to Wis. stats. §§ 60.40 and 60.41, the Town Board is responsible for budgets and financial reporting, and

WHEREAS, the town is subject to financial reporting standards set by the Government Accounting Standards Board (GASB).

NOW BE IT RESOLVED, the Town Board of the Town of Gordon, Douglas County, Wisconsin, adopts the policy attached hereto to adopt a policy on the classification of fund balances, consistent with GASB 54.

BE IT FURTHER RESOLVED this resolution shall supersede any prior policies or practices in conflict herewith.

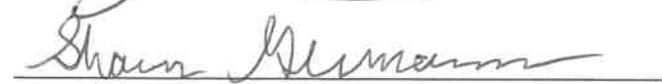
Adopted this 13th day of January 2026, by a majority of the Town Board of the Town of Gordon with a quorum present and voting.



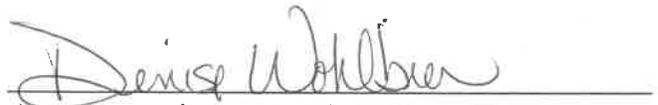
Craig Golembiewski, Chairperson



Cody Eagle, Supervisor



Shawn Germann, Supervisor



Attest: Denise Wohlbeier, Clerk-Treasurer

**FUND BALANCE
(GASB 54)**

**Fund Balance
Classifications**

Nonspendable. Consists of amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact.

Restricted. Amounts that can be spent only for the specific purposes stipulated by constitution, external resource providers, or through enabling legislation.

Committed. Amounts that can be used only for the specific purposes determined by a formal action of the Town Board. A committed fund balance may be established, modified or removed only by a majority vote (2/3) of the Town Board.

Assigned. Amounts the Town Board intends to use for specific purposes, but do not meet the criteria to be classified as restricted or committed. The Town Board delegates the Clerk-Treasurer or his/her designee the authority to assign amounts to be used for specific purposes.

Unassigned. The residual amount of spendable funds not included in the other classifications.

**Minimum Fund
Balance**

The Town Board may set a minimum fund balance. Any minimum fund balance set shall be described in the notes to financial statements.

**When Amounts Are
Considered Spent**

When an expenditure is incurred for purposes for which both restricted and unrestricted (committed, assigned, or unassigned) amounts are available, it shall be the policy of the Town to consider restricted amounts to have been reduced first. When an expenditure is incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used, the policy is that committed amounts would be reduced first, followed by assigned amounts and then unassigned amounts.

Town Board Resolution Annually, typically in January or February, the Town Board adopts a resolution to allocate the fund balance as of December 31st of the preceding year, including the amounts by fund balance classifications.

Town Board Authority All funds remain the property of the Town of Gordon. The Town Board following proper procedures may amend the use of funds, subject to any legal or contractual obligations.

A prior town board cannot bind the legislative or discretionary actions of a current or future board. However, a current board is bound by valid contracts. The Town Board is advised to consult with the WTA or legal counsel on specific issues.

Reference

The Governmental Accounting Standards Board (GASB), Statement No. 54, provides standards for reporting and classification of the fund balance.