# COUNCIL PROCEEDINGS

CITY OF WELLS, MINNESOTA

Council Member _____ introduced the following resolution and moved for its adoption:

**RESOLUTION 2011-31**

**A RESOLUTION COMMITTING SPECIFIC REVENUE SOURCES AND CONFIRMING RESTRICTIONS FOR SPECIFIED PURPOSES IN SPECIAL REVENUE FUNDS**

WHEREAS, the City Council of the City of Wells, Minnesota, does hereby find as follows:

WHEREAS, the Governmental Accounting Standards Board's Statement number 54 defines special revenue funds as funds that are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects;

WHEREAS, the term *proceeds of specific revenue sources* establishes that one or more specific restricted or committed revenues should be the foundation for a special revenue fund;

WHEREAS, the restricted or committed proceeds of specific revenue sources should be expected to continue to comprise a substantial portion of the inflows report in the fund;

WHEREAS, other resources, including investment earnings and transfers from other funds may also be reported in the fund if those resources are restricted, committed, or assigned to the specified purpose of the fund;

WHEREAS, investment earnings and transfers from other funds alone do not meet the definition of a specific revenue source;

WHEREAS, Council action is required before year end to formalize the commitment of proceeds of specific revenue sources to specified purposes.

NOW, THEREFORE, BE IT HEREBY PROCLAIMED by the City Council of the City of Wells, Minnesota, that the specific revenue sources of each special revenue fund and the specific purpose for which they are restricted or committed are as follows:

**Committed**

| Fund | Specific Revenue Sources | Purpose |
|---|---|---|
| DTED Revolving Loan (201) | Loan repayments | Revolving loans for economic development |
| HUD Revolving Loan - Swift (204) | Loan repayments | Revolving loans for economic development |
| Library (211) | Tax levy and County aids | Library operations, maintenance, and improvements |
| 1984 Downtown Development (302) | Building rents | Downtown redevelopment |
| Economic Development Authority (225) | Loan repayments | Economic development loans and activities |
| Housing and Redevelopment Authority (230) | Loan repayments | Housing redevelopment loans and activities |
| Lottery (610) | State administration fee | Administration of State lottery sales |

**Restricted**
(This portion is optional since restriction is from external parties or imposed by law.)

| Fund | Specific Revenue Sources | Purpose | Restricting Authority |
|---|---|---|---|
| Police Forfeiture (250) | Forfeited property and fines | Law enforcement programs | MN Statute 609.5315 |
| TIF 2-6 La Gow (409) | Tax increment | Qualifying TIF expenditures | Enabling legislation |
| TIF 2-7 Wells Concrete (410) | Tax increment | Qualifying TIF expenditures | Enabling legislation |
| TIF 2-9 Wells Concrete (412) | Tax increment | Qualifying TIF expenditures | Enabling legislation |

**Committed and Restricted**

| Fund | Specific Revenue Sources | Purpose | Restricting Authority |
|---|---|---|---|
| None | | | |

The motion for the adoption of the foregoing resolution was duly seconded by Council Member _____ and upon vote being taken thereon, the following voted in favor:

and the following voted against the same:

Whereupon said resolution was declared duly passed and adopted by the City Council for the City of Wells on December 29, 2011.

By: _____

Ron Gaines, Mayor

Attest:

SEAL

_____

Jeremy R. Germann, City Administrator