

RESOLUTION NO. 150520  
PASSED November 19, 2015

A RESOLUTION OF THE CITY OF GAINESVILLE, FLORIDA, AUTHORIZING AND PROVIDING FOR THE RECORDING OF PENSION LIABILITIES AS A REGULATORY ASSET RELATED TO PENSION COSTS PURSUANT TO GOVERNMENT ACCOUNTING STANDARDS BOARD STATEMENT NO. 62; AND PROVIDING AN EFFECTIVE DATE.

**WHEREAS**, the City of Gainesville, Florida, doing business as, Gainesville Regional Utilities ("GRU"), is required to comply with the Government Accounting Standards Board ("GASB") accounting standards and financial reporting; and

**WHEREAS**, pursuant to GASB, for fiscal year 2015, GRU adopted and implemented GASB Statement No. 68, Accounting and Financial Reporting for Pensions, and GASB Statement No. 71, Pension Transition for Contributions Made Subsequent to the Measurement Date, which statements establish standards for measuring pension liabilities, deferred outflows of resources and deferred inflows of resources related to pension liabilities, and pension expenses; and

**WHEREAS**, pursuant to GASB Statement No. 62, paragraphs 476-500, Regulated Operations, since GRU qualifies as a regulated entity, GRU may elect to follow GASB Statement No. 62, which provides the utilization of an additional accounting treatment that allows for pension costs to be recorded as a regulatory asset; and

**WHEREAS**, since GRU has elected to follow GASB Statement No. 62, GRU records pension costs as a regulatory asset.

**NOW THEREFORE, BE IT RESOLVED BY THE CITY COMMISSION OF THE CITY OF GAINESVILLE, FLORIDA, AS FOLLOWS:**

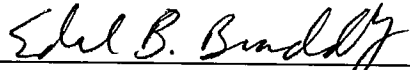
**Section 1.** Pursuant to GASB Statement No. 62, paragraphs 476-500, Regulated Operations, GRU records pension costs as a regulatory asset. Going forward, the above-described accounting treatment shall be incorporated into GRU's financial statements, annual audits, and business practices.

**Section 2.** All officials and employees of GRU, including, without limitation, the General Manager for Utilities, the Chief Financial Officer, and the Controller, are authorized and empowered, collectively or individually, to take all other actions and steps as they shall deem necessary or desirable in connection with the adoption and compliance with GASB Statement No. 62.

**Section 3.** This Resolution shall be governed by and construed pursuant to the laws of the State of Florida.

**Section 4.** All resolutions to the extent in conflict herewith are repealed, and except as expressly set forth herein, this resolution shall become effective immediately upon adoption.

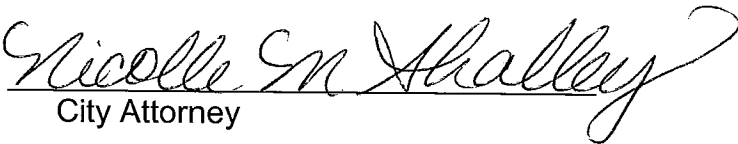
**PASSED AND ADOPTED** this 19<sup>th</sup> day of November, 2015.

  
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Edward B. Braddy, Mayor

ATTEST:

  
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Clerk of the Commission

Approved as to form and legality:

  
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City Attorney