RESOLUTION 12-05 COMMITTING SPECIFIC REVENUE SOURCES AND CONFIRMING RESTRICTIONS FOR SPECIFIED PURPOSES IN SPECIAL REVENUE FUNDS

WHEREAS, the District Managers of the Brown’s Creek Watershed District, 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, District 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 Brown’s Creek Watershed District, 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:

<table>
<thead>
<tr>
<th>Fund</th>
<th>Specific Revenue Sources &amp; Committed Amount</th>
<th>Purpose</th>
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</table>
The foregoing resolution was passed by the Brown’s Creek Watershed District this 14th day of May, 2012.

ATTEST:

Signed: Craig DeGeer, B.C.W.D. Date: May 14, 2012
PRES.