

RESOLUTION NO 2006 - 01

TOWN OF PAHRUMP, NEVADA

A RESOLUTION DESIGNATING A PORTION OF THE FISCAL YEAR 2005
GENERAL FUND BALANCE AS A RESERVE FOR CLAIMS AND JUDGMENTS

WHEREAS, the Town Board desires to prepare financial statements in accordance with
Generally Accepted Accounting Principals, and

WHEREAS, the Town of Pahrump is subject from time to time to legal claims which might
require funding for litigation and financial settlement, and

WHEREAS, the Town Board prudently wishes to provide sufficient funds for such
contingencies and for which additional resources may need to be available and
unencumbered, and

WHEREAS, the Town Attorney and External Auditor have recommended to the Town Board
that a portion of the fiscal year 2005 General Fund Ending Fund Balance be designated as a
reserve for claims and judgments, now

THEREFORE BE IT RESOLVED:

That the Town Board approves the recommendation as presented, and directs that the sum
of \$100,000 of the fiscal year 2005 Ending Fund Balance be designated as a reserve for
claims and judgments.

Approved and adopted this 14th day of February, 2006.

Motion proposed by Town Board Member: Ed Bishop

Motion seconded by Town Board Member: Laurayne Murray

VOTE: 5-0

AYES: _____

NAYES: _____

ATTEST:

Richard Billman
Richard Billman, Town Board Chairperson

Richard Billman

Laurayne Murray

Laurayne Murray

Karl Willis

Richard Billman