

Title: Administrative Policy Fleet Equipment Fund Replacement Designation	Policy No. Part 4, Financial Administration Chapter 3, Accounting Section 4
	Effective Date April 21, 2009
Policy Custodian Director of Accounting	Adoption/Revision Date April 21, 2009

Adopting Resolution(s): CC09-185

References (Statutes/Resos/Policies): NCGA Statement 1, paragraph 120

Purpose: To designate excess net assets in the Fleet Equipment Replacement Fund for equipment replacement.

Policy: Fleet Equipment Replacement Designation

- A. Fleet Services Fund Establishment
The Fund is intended to carry an excess for the replacement of the related equipment at the end of its useful life.

- B. Fund Excess
At the close of each fiscal year the portion of unrestricted net assets available in the Fleet Service Fund, not invested in capital assets net of capital debt, externally restricted, or equal to two months of annual expenditures, shall be designated as the equipment replacement reserve of the Fund.