

**RESOLUTION NO. 23-40**

**A RESOLUTION TO ADOPT ACCOUNTING AND FINANCIAL REPORTING FOR SBITA POLICY**

**WHEREAS**, the Board of Directors of the Jefferson County Public Transportation Benefit Area d.b.a. Jefferson Transit Authority (“Board”) is responsible for setting Financial Policy for Jefferson Transit Authority; and,

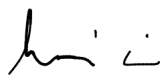
**WHEREAS**, The Governmental Accounting Standards Board has issued Statement No. 96, Subscription-Based Information Technology Arrangements (GASB 96), establishing the model that governments should generally recognize a right-to-use subscription asset and a corresponding subscription liability, and

**WHEREAS**, Jefferson Transit Authority wishes to establish the accounting treatment and financial reporting for Subscription-Based Information Technology Arrangements (SBITA) by Jefferson Transit Authority (JTA.) A SBITA is defined as a contract that conveys control of the right to use another party’s (a SBITA vendor’s) information technology (IT) software, alone or in combination with tangible capital assets (the underlying IT assets), as specified in the contract for a period of time in an exchange or exchange-like transaction, and

**WHEREAS**, GASB 96 requires JTA to implement this accounting standard as of July 1, 2022 to be effective the start of the subsequent fiscal year (January 1, 2023.)

**NOW, THEREFORE, BE IT RESOLVED** the Board does hereby adopt Accounting and Financial Reporting for Subscription-Based Information Technology Arrangements (SBITA) Policy dated December 19, 2023 as set forth in ‘Exhibit A’ which is attached to this Resolution.

**ADOPTED** by the Jefferson Transit Authority Board of the Jefferson County Public Transportation Benefit Area at a regular meeting thereof, held this 19<sup>th</sup> day of December 2023.

  
\_\_\_\_\_  
Chair

  
\_\_\_\_\_  
Vice Chair

Attest:  
  
\_\_\_\_\_  
Clerk of the Board

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Adopted 12/19/23