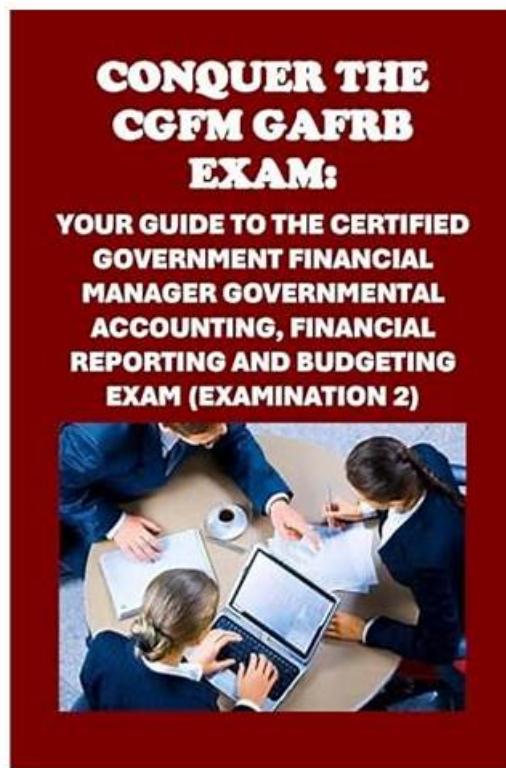


High-quality GAFRB - Flexible Examination 2: Governmental Accounting, Financial Reporting and Budgeting (GAFRB) Testing Engine



BTW, DOWNLOAD part of TestKingIT GAFRB dumps from Cloud Storage: <https://drive.google.com/open?id=1KHvvxbiL-IOLMJ2h5vTW6d59g-0Gdt0C>

Another great way to assess readiness is the AGA GAFRB web-based practice test. This is one of the trusted online AGA GAFRB prep materials to strengthen your concepts. All specs of the desktop software are present in the web-based AGA GAFRB Practice Exam.

TestKingIT aims to assist its clients in making them capable of passing the AGA GAFRB certification exam with flying colors. It fulfills its mission by giving them an entirely free Examination 2: Governmental Accounting, Financial Reporting and Budgeting (GAFRB) (GAFRB) demo of the dumps. Thus, this demonstration will enable them to scrutinize the quality of the AGA GAFRB study material.

>> Flexible GAFRB Testing Engine <<

Latest GAFRB Exam Notes, GAFRB Latest Dumps Pdf

The content and design of our GAFRB learning quiz are all perfect and scientific, and you will know it when you use this. Of course, we don't need you to spend a lot of time on our GAFRB exam questions. As long as you make full use of your own piecemeal time after 20 to 30 hours of study, you can go to the exam. The users of our GAFRB Study Materials have been satisfied with their results. I believe you are the next person to pass the exam!

AGA GAFRB Exam Syllabus Topics:

Topic	Details

Topic 1	<ul style="list-style-type: none"> • Federal Financial Accounting and Reporting: This section of the exam measures skills of government financial analysts and covers the roles of FASAB, OMB, Treasury, and GAO in federal accounting. It includes an understanding of federal budgetary terminology and the federal budgetary equation. The section differentiates between budgetary and proprietary accounting and outlines the structure and use of various federal fund types. It explains how to record key budgetary transactions like appropriations and obligations and proprietary transactions such as payroll and depreciation.
Topic 2	<ul style="list-style-type: none"> • State and Local Financial Accounting and Reporting: This section of the exam measures skills of public sector accountants and focuses on applying GASB standards to define reporting entities and component units. It explores the structure and purpose of various fund types and the basis of accounting for each. Candidates must understand the format and content of the Annual Comprehensive Financial Report and the purpose of popular reports for public transparency.
Topic 3	<ul style="list-style-type: none"> • Governmental Financial Accounting, Reporting and Budgeting: General Knowledge: This section of the exam measures skills of government financial analysts and covers the unique aspects of governmental accounting that distinguish it from private sector practices, such as service over profit and the critical role of the budget. It emphasizes the objectives of financial reporting in the public sector, the role of standard-setting bodies like GASB, FASB, FASAB, and IPSASB, and the due process for setting accounting standards. It also includes knowledge of interperiod equity, budgetary compliance, sustainability, and the characteristics of quality financial information.

AGA Examination 2: Governmental Accounting, Financial Reporting and Budgeting (GAFRB) Sample Questions (Q71-Q76):

NEW QUESTION # 71

An independent school district completed construction on a new high school during the current fiscal year. The amount paid to the construction manager was \$900,000 and the amount paid to the architect was \$100,000. The entity depreciates buildings over 50 years, using the straight line, half-year depreciation method. What is the amount reported on the Statement of Activities in the current fiscal year?

- A. \$1,000,000
- B. \$9,000
- C. **\$20,000**
- D. \$10,000

Answer: C

Explanation:

The \$900,000 paid to the construction manager and \$100,000 paid to the architect are capitalized as part of the building's total cost, totaling \$1,000,000.

Using straight-line depreciation over 50 years with the half-year convention:

$$\text{Annual depreciation} = \$1,000,000 \div 50 = \$20,000$$

Since the half-year convention is used in the year the asset is placed in service, only 50% of the full-year depreciation is recorded.

$$\text{Depreciation for the current year} = \$20,000 \times 0.5 = \$10,000$$

However, note: since both amounts (\$900,000 + \$100,000) were paid during construction and the school was completed and placed into service this year, the full capitalized amount applies.

GASB and GAAP allow the half-year rule unless the asset was placed into service at the beginning of the year. In this case, since placed during the year, the half-year rule applies.

$$\text{Correct depreciation for the first year} = \$10,000$$

So, the correct answer is:

B). \$10,000

Correction Note: While option C (\$20,000) may seem valid for full-year depreciation, the use of the "half- year depreciation method" dictates that only half of the full-year amount is expensed in the first year.

Relevant References:

GASB Statement No. 34 - Capital Assets and Depreciation

GFOA Best Practices on Capital Asset Accounting and Reporting

NEW QUESTION # 72

According to GASB, the costs of which of the following activities associated with internally generated computer software should be capitalized?

- A. training employees to use the software
- **B. testing the software for functionality and ease of use**
- C. converting extra data not needed to make the software work
- D. selecting between alternatives for the software project

Answer: B

Explanation:

According to GASB Statement No. 51 - Accounting and Financial Reporting for Intangible Assets, costs associated with internally generated computer software can be capitalized only during the "application development stage." Activities in this stage that are capitalizable include:

Coding

Software configuration

Testing (for functionality)

Non-capitalizable activities include:

Preliminary project planning (e.g., selecting between alternatives)

Data conversion not necessary for the software to operate

Training employees

Therefore, testing the software for functionality is an activity that should be capitalized.

Relevant References:

GASB Statement No. 51

GFOA Best Practices - Capitalization of Intangible Assets

C). testing the software for functionality and ease of use

NEW QUESTION # 73

An agency operates out of a building that is on the Register of Historic Places; the building is classified as a multi-use federal asset. If the agency recently paid to renovate the office space in the building, the cost for the renovation should be treated as a

- A. mission property.
- B. stewardship investment.
- **C. general property, plant and equipment expense.**
- D. heritage asset.

Answer: C

Explanation:

Although the building is listed on the National Register of Historic Places (a heritage asset), renovations that support current operations and serve general purposes (e.g., office upgrades) are considered capitalizable or expensed under general property, plant, and equipment (G-PP&E), not stewardship or heritage classifications.

Stewardship or heritage classifications apply to assets whose primary purpose is historical preservation, not ongoing operations.

Relevant References:

FASAB SFFAS No. 29 - Heritage Assets and Stewardship Land

FASAB SFFAS No. 6 - General PP&E Accounting

OMB Circular A-136 - Capital Asset Guidance

D). general property, plant and equipment expense

NEW QUESTION # 74

The primary purpose of accumulating and reporting cost information is to O

- **A. provide a means for management to assess decision performance.**
- B. inform stockholders of detailed operational data.
- C. meet a SEC reporting requirement.
- D. include specific details in external financial statements.

Answer: A

Explanation:

The primary purpose of accumulating and reporting cost information—especially in government and nonprofit environments—is to support internal decision-making. Cost data help managers assess program efficiency, evaluate resource use, and make policy or operational decisions.

While external financial statements may incorporate summarized cost information, and stockholders and regulatory agencies may have interests in private-sector settings, the most direct and core purpose is to support management.

Relevant References:

FASAB SFFAS No. 4 - Managerial Cost Accounting Concepts and Standards

GFOA - Cost Accounting for Decision-Making

OMB Circular A-136 and A-11 (federal reporting objectives)

B). provide a means for management to assess decision performance

NEW QUESTION # 75

Wasteful year-end spending may be discouraged by including which of the following in the appropriation law?

- A. delimiting contracting procedures
- B. impoundment controls
- **C. multi-year appropriation authority**
- D. annual appropriations

Answer: C

Explanation:

Comprehensive Detailed Explanation:

Year-end wasteful spending (also known as "use-it-or-lose-it" spending) often occurs because agencies rush to obligate funds before they expire at fiscal year-end. Providing multi-year appropriations reduces this pressure by allowing agencies to obligate funds over a longer period, thus promoting better planning and reducing unnecessary or rushed spending.

Relevant References:

GAO Red Book - Appropriations Law

OMB Circular A-11 - Budget Execution

Congressional Budget Office (CBO) Reports on Year-End Spending

D). multi-year appropriation authority

NEW QUESTION # 76

.....

Everybody should recognize the valuable of our life; we can't waste our time, so you need a good way to help you get your goals straightly. Of course, our GAFRB latest exam torrents are your best choice. I promise you that you can learn from the GAFRB Exam Questions not only the knowledge of the certificate exam, but also the ways to answer questions quickly and accurately. Now, you can free download the demo of our GAFRB test torrent to have a check on our wonderful quality.

Latest GAFRB Exam Notes: <https://www.testkingit.com/AGA/latest-GAFRB-exam-dumps.html>

- Exam GAFRB Discount GAFRB Latest Test Labs Latest GAFRB Dumps Pdf www.vce4dumps.com is best website to obtain "GAFRB" for free download Dumps GAFRB Reviews
- GAFRB Actual Test Dumps GAFRB Reviews GAFRB Examcollection Free Dumps Download GAFRB for free by simply searching on www.pdfvce.com GAFRB Reliable Exam Questions
- Choose The Right AGA GAFRB and Get Certified Today! Enter "www.vce4dumps.com" and search for 《 GAFRB 》 to download for free GAFRB Latest Exam Discount
- GAFRB Reliable Exam Questions Valid GAFRB Exam Simulator Valuable GAFRB Feedback Search for GAFRB on 《 www.pdfvce.com 》 immediately to obtain a free download GAFRB Reliable Exam Questions
- Valuable GAFRB Feedback GAFRB Discount Valuable GAFRB Feedback Simply search for GAFRB for free download on { www.dumpsquestion.com } Exam GAFRB Simulator Online
- Exam GAFRB Discount Latest GAFRB Dumps Pdf Exam GAFRB Discount Go to website " www.pdfvce.com " open and search for 《 GAFRB 》 to download for free GAFRB Pdf Dumps
- www.troytecdumps.com GAFRB Questions – Greatest Solution to Pass AGA Exam Search for GAFRB and download it for free immediately on www.troytecdumps.com Latest GAFRB Study Notes
- HOT Flexible GAFRB Testing Engine - Trustable AGA Latest GAFRB Exam Notes: Examination 2: Governmental Accounting, Financial Reporting and Budgeting (GAFRB) Download GAFRB for free by simply entering

www.pdfvce.com   website  GAFRB Discount

What's more, part of that TestKingIT GAFRB dumps now are free: https://drive.google.com/open?id=1KHvxibiL-IOLMJ2h5vTW6d59g_0Gdt0C