

Latest GFMC Exam Discount & Online GFMC Test



DOWNLOAD the newest PracticeMaterial GFMC PDF dumps from Cloud Storage for free: https://drive.google.com/open?id=1-O9cqldTsH_4j7xgl1S_D1D0S00Rmsdr

In order to meet different needs of our customers, we offer you three versions of GFMC study materials for you. Each version has its own advantages, and you can choose the most suitable one according to your own needs. GFMC PDF version is printable, and if you like paper one, you can choose this version. GFMC soft test engine can stimulate the real exam environment, and you can build your confidence if you choose this version. GFMC Online test engine can practice offline and can record the training process, if you have the needs like this, you can choose this version.

I want to share valid GFMC Latest Exam Cram review with you. If you are preparing for this exam, you can purchase our dumps for valid preparing plan. Everyone has potential. Our updated latest valid AGA GFMC exam cram review covers all exam questions of exam center which guarantee candidates to clear exam successfully and obtain certified certification. Facing pressure examinees should trust themselves, everything will go well.

>> Latest GFMC Exam Discount <<

100% Pass Perfect GFMC - Latest Examination 3: Governmental Financial Management and Control (GFMC) Exam Discount

Using actual Examination 3: Governmental Financial Management and Control (GFMC) (GFMC) dumps PDF is the best way to make your spare time useful for the GFMC test preparation. We also provide you with customizable desktop AGA GFMC practice test software and web-based AGA GFMC Practice Exam. You can adjust timings and GFMC questions number of our GFMC practice exams according to your training needs.

AGA Examination 3: Governmental Financial Management and Control (GFMC) Sample Questions (Q58-Q63):

NEW QUESTION # 58

As a way to ensure fiduciary responsibility, a government entity should include which of the following in its investment policy?

- A. key and non-key investment security controls
- B. permissible and non-permissible investment securities
- C. prices and performance of its investment securities
- D. historical allocations of investment securities

Answer: B

Explanation:

Why Include Permissible and Non-Permissible Investment Securities?

* An investment policy outlines the guidelines and restrictions for managing an entity's investments, ensuring compliance with laws and protecting public funds.

* Listing permissible (e.g., government bonds, treasury securities) and non-permissible investments ensures clarity about what the entity can and cannot invest in, helping to mitigate risk and maintain fiduciary responsibility.

Why Other Options Are Incorrect:

- * A. Prices and performance of investment securities: This information is important for monitoring investments but does not belong in the policy itself.
- * C. Historical allocations of investment securities: Historical data informs decision-making but is not relevant to the rules governing investments.
- * D. Key and non-key investment security controls: While controls are critical, they are part of the implementation process, not the investment policy.

References and Documents:

- * GAO Investment Policy Guidelines: Recommends specifying permissible investments to ensure fiduciary responsibility.
- * GFOA Best Practices in Investment Management: Emphasizes clear investment guidelines in the policy.

NEW QUESTION # 59

An evaluation of an entity's single year financial statements would use which of the following analyses?

- A. trend
- B. comparative
- C. horizontal
- D. vertical

Answer: D

Explanation:

What Is Vertical Analysis?

- * Vertical Analysis evaluates a single year's financial statements by expressing each line item as a percentage of a base amount. For example, in an income statement, each expense may be presented as a percentage of total revenue.
- * This approach helps users understand the relative size of each financial statement item within the context of the total.

Why Is Vertical Analysis Used for a Single Year?

- * Vertical analysis focuses solely on relationships within a single set of financial statements, making it the appropriate choice for single-year evaluations.

Why Other Options Are Incorrect:

- * A. Comparative: Involves comparing financial data across entities or periods, not within a single year.
- * B. Horizontal: Focuses on changes in financial data over time (year-to-year comparisons).
- * C. Trend: Examines patterns over multiple periods to identify long-term trends, not a single year.

References and Documents:

- * GAO Financial Audit Manual: Recommends vertical analysis for single-year financial statement evaluations.
- * AICPA Financial Statement Analysis Guide: Provides detailed examples of vertical analysis techniques.

NEW QUESTION # 60

All of the following represent selection criteria used to make contract awards EXCEPT contractor

- A. financial position.
- B. union affiliations.
- C. past performance records.
- D. staff expertise.

Answer: B

Explanation:

* Selection Criteria for Contract Awards:

- * When awarding contracts, federal, state, and local governments typically evaluate contractors based on objective criteria like staff expertise, past performance, and financial position to ensure the contractor can successfully fulfill the contract requirements.
- * Union affiliation is irrelevant to the contractor's ability to meet the contractual obligations and is not a valid selection criterion.

* Explanation of Answer Choices:

- * A. Staff expertise: Correctly used to ensure the contractor has qualified personnel.
- * B. Past performance records: Correctly used to evaluate the contractor's historical success in fulfilling similar contracts.
- * C. Union affiliations: Correct. This is not considered a valid selection criterion for contract awards.
- * D. Financial position: Correctly used to assess the contractor's financial stability.

:

Federal Acquisition Regulation (FAR) Part 15, Contracting by Negotiation.

NEW QUESTION # 61

In a performance audit, due professional care is used to

- **A. obtain sufficient and competent evidence.**
- B. set materiality of financial statements.
- C. present the findings in accordance with GAAP.
- D. determine scope.

Answer: A

Explanation:

* Performance Audit Overview:

* A performance audit focuses on evaluating the economy, efficiency, and effectiveness of government programs or activities.

* Due professional care is a requirement in Government Auditing Standards (Yellow Book), ensuring auditors perform their duties responsibly and with professional judgment.

* Key Requirement: Sufficient and Competent Evidence:

* Auditors must collect sufficient and reliable evidence to support their findings, conclusions, and recommendations. This is the cornerstone of "due professional care."

* Explanation of Answer Choices:

* A. Obtain sufficient and competent evidence: Correct. This ensures audit findings are supported by reliable, documented evidence.

* B. Determine scope: While part of audit planning, it is not directly related to due professional care.

* C. Set materiality of financial statements: This applies to financial audits, not performance audits.

* D. Present the findings in accordance with GAAP: GAAP is not a requirement for performance audits.

:

GAO, Government Auditing Standards (Yellow Book).

Association of Government Accountants (AGA), Performance Auditing Practices.

NEW QUESTION # 62

Government entity SEA reporting provides users of general purpose financial reports with an

- **A. evaluation of the efficiency and effectiveness of governmental programs.**
- B. assessment of financial condition and results of operations.
- C. assessment of the accountability of the public administrators.
- D. evaluation of the effects of changes in public policy.

Answer: A

Explanation:

* Service Efforts and Accomplishments (SEA) Reporting:

* SEA reporting is designed to provide non-financial performance information about the efficiency and effectiveness of government programs.

* It evaluates how well resources are being used to achieve desired outcomes, helping stakeholders assess program performance and accountability.

* Explanation of Answer Choices:

* A. Evaluation of the effects of changes in public policy: Incorrect. SEA reporting does not focus on policy changes but on program performance.

* B. Assessment of financial condition and results of operations: Incorrect. This is the role of financial statements, not SEA reports.

* C. Assessment of the accountability of the public administrators: Incorrect. While SEA reports indirectly support accountability, their main purpose is to assess program efficiency and effectiveness.

* D. Evaluation of the efficiency and effectiveness of governmental programs: Correct. This is the primary focus of SEA reporting.

:

GASB, Concepts Statement No. 2: Service Efforts and Accomplishments Reporting.

GFOA, Performance Reporting in Government.

NEW QUESTION # 63

We will not only ensure you to pass the exam, but also provide for you a year free update service. If you are not careful to fail to pass the GFMC examination, we will full refund to you. However, this possibility is almost not going to happen. We can 100% help you pass the GFMC Exam, you can download part of practice questions from PracticeMaterial as a free try.

AGA Latest GFMC Exam Discount You can enter a better company and improve your salary if you obtain the certification for the exam. We specially provide a timed programming test in this online GFMC test engine, and help you build up confidence in a timed exam. The software of GFMC guide torrent boosts varied self-learning and self-assessment functions to check the results of the learning. Also we offer free demos of our GFMC exam questions for you to check out the validity and precise of our GFMC training materials.

We specially provide a timed programming test in this online GFMC Test Engine, and help you build up confidence in a timed exam. The software of GFMC guide torrent boosts varied self-learning and self-assessment functions to check the results of the learning.

Also we offer free demos of our GFMC exam questions for you to check out the validity and precise of our GFMC training materials, If you have any opinions, you can GFMC tell us that our common goal is to create a product that users are satisfied with.

- What's more, part of that PracticeMaterial GFMC dumps now are free: https://drive.google.com/open?id=1-O9cqIdTsH_4j7xgIIS_D1D0S00Rmsdr