

REPORTING

Note X – Capital Assets

A. Capital Assets – Governmental Activities [1]

Capital assets activity for the year ended December 31, 20__ was as follows:

Governmental Activities	Beginning Balance 01/01/20__	Increases	Decreases	Ending Balance 12/31/20__
Capital assets, not being depreciated:				
Land				
Construction in progress				
Intangible assets [2]				
<u>Total capital assets, not being depreciated</u>				
Capital assets, being depreciated:				
Buildings				
Intangible assets [2]				
Improvements other than buildings				
Machinery and equipment				
Infrastructure				
<u>Total capital assets being depreciated</u>				
Less accumulated depreciation for:				
Buildings				
Intangible assets				
Improvements other than buildings				
Machinery and equipment				
Infrastructure				
<u>Total accumulated depreciation</u>				
<u>Total capital assets, being depreciated, net</u>				
Governmental activities capital assets, net				

B. Capital Assets – Business-Type Activities

Business-Type Activities:	Beginning Balance 01/01/20__	Increases	Decreases	Ending Balance 12/31/20__
Capital assets, not being depreciated:				
Land				
Construction in progress				
Intangible assets [2]				
<u>Total capital assets, not being depreciated</u>				
Capital assets, being depreciated:				
Buildings				
Intangible assets [2]				
Improvements other than buildings				
Machinery and equipment				
Infrastructure				
<u>Total capital assets being depreciated</u>				
Less accumulated depreciation for:				
Buildings				
Intangible assets				
Improvements other than buildings				
Machinery and equipment				
Infrastructure				
<u>Total accumulated depreciation</u>				
<u>Total capital assets, being depreciated, net</u>				
Business-type activities capital assets, net				

Depreciation expense was charged to functions/programs [3] of the primary government as follows:

Governmental Activities:	
General Government	\$
Judicial	
Physical Environment	
Economic Environment	
Health and Human Services	
Transportation	
Total Depreciation – Governmental Activities	\$

Business-Type Activities:	
Utilities	\$
Total Depreciation – Business-Type Activities	\$

- C. Collections not Capitalized [4]
- D. Impaired Capital Assets [5]
- E. Discretely Presented Component Unit(s) [6]
- F. Interest Capitalization [7]

INSTRUCTIONS FOR PREPARER

- [1] Applicable only to entities with governmental activities.
- [2] If the types of intangible assets differ in nature and usage, then they should not be reported collectively as a single class of capital assets.
- [3] Required only for entities with governmental activities. Adjust the functions accordingly.
- [4] Describe the collection(s) and reason(s) for not capitalizing collections.

If collections are capitalized, provide same information as for other capital assets (see part A of this note).

- [5] If it is not otherwise apparent from the face of the financial statements, the city/county/district should disclose a general description, the amount, and the financial statement classification (e.g., public works, education) of the impairment loss.

If the city/county/district received an insurance recovery related to the impaired asset, its amount and financial statement classification should be disclosed.

The city/county/district needs to disclose the carrying amount of impaired capital assets that are idle at year-end, regardless whether the impairment is considered permanent or temporary.

For more details see the GASB Statement 42, *Accounting and Financial Reporting for Impairment of Capital Assets and for Insurance Recoveries*.

- [6] The decision to disclose should be based on the individual component unit's significance to the total of all discretely presented component units and that component unit's relationship with the primary government. It is a matter of professional judgement.
- [7] This disclosure applies only to interest costs reported for business-type activities and enterprise funds. Disclose the following:
 - For an accounting period in which no interest cost is capitalized, the amount of interest cost incurred and charged to expense during the period.
 - For an accounting period in which some interest cost is capitalized, the total amount of interest cost incurred during the period and the amount thereof that has been capitalized.