

4.

REPORTING

4.2 Government-Wide Financial Statements

4.2.1 Presentation Requirements

- 4.2.1.10 Statements should always have a total column/row for the primary government. A total column for the government as a whole is permitted, but not required. If the business-type activities are immaterial, the government is not required to report them separately. In the statement of activities, the business-type activities may be combined within administrative or similar function or may be reported as a separate row.
- 4.2.1.20 The basic financial statements should include separate information for each major discretely presented component unit. This requirement can be met in one of three ways:
1. Include separate column for each major discretely presented component unit on the face of the statement of net position (with a single aggregated column for nonmajor component units).
 2. Within the basic financial statements, include a combining statement of net position for major discretely presented component units (with a single aggregated column for nonmajor component units and a total column that supports the presentation on the face of the government-wide statement of net position).
 3. Include condensed financial statements for each major component unit in the notes to the financial statements.
- 4.2.1.30 Prior-year or comparative data may be presented in the government-wide statements but is not required.
- 4.2.1.40 The reports should follow the basic format in non-authoritative illustration presented in the [GASB Statement 34](#) and the Governmental Accounting, Auditing, and Financial Reporting issued by Government Finance Officers Association. The management's discussion and analysis should appear before the government-wide financial statements (statement of net position and statement of activities), fund financial statements including notes to the financial statements and the required supplementary information.
- 4.2.1.50 The government-wide financial statements use the economic resources measurement focus and full accrual basis of accounting.
- 4.2.1.60 **The local government should consider materiality before applying any of the reporting requirements.**