



Governmental Audit Quality Center

# It's Here! Fiduciary Activities Implementation Considerations

February 6, 2020

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Today's speakers



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CPA  
Plante Moran PLLC

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What we will cover

Important fiduciary activities implementation considerations under GASB Statement No. 84, *Fiduciary Activities* (GASB 84) including:

- Criteria used in determining fiduciary activities
- Impact on financial reporting including net position and flows statements
- Custodial fund considerations
- Recent GASB developments



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Terminology and abbreviations

BTA	Business-Type Activities	IG	GASB Implementation Guide
CU	Component Unit	NFP	Not-for-Profit Entity
DB	Defined Benefit	OPEB	Other Post Employment Benefits
DIR	Deferred Inflows of Resources	PG	Primary Government
DOR	Deferred Outflows of Resources	TQA	AICPA Technical Questions & Answers
FNP	Fiduciary Net Position		
GASB	Governmental Accounting Standards Board		

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# GASB 84 - Setting the Stage

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## GASB 84

Effective for reporting periods beginning after December 15, 2018 (i.e., first effective for December 31, 2019, year ends!)

- Establishes criteria for **identifying** fiduciary activities and guidance on reporting those activities
- Establishing **reporting** standards for fiduciary activities
- Clarifies that stand-alone BTAs should report fiduciary activities



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GASB 84

- Changes the definition of a fiduciary activity - **this is a biggie!**
  - Provides in-depth framework to analyze various activities
  - Changes how we think about fiduciary activities
- Provides reporting guidance for those activities that are considered fiduciary
  - Redefines the various fiduciary fund types
  - Changes terminology of AGENCY funds to CUSTODIAL funds
  - Requires a statement of changes (flows statement) for all custodial funds
  - Custodial funds no longer would necessarily be reporting liabilities equal to their assets



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# Identifying Fiduciary Activities

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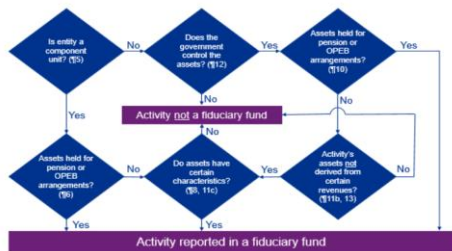
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Fiduciary activities flowchart (paragraph references to GASB 84)



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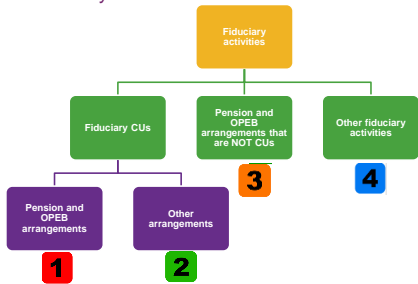
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Path of fiduciary activities



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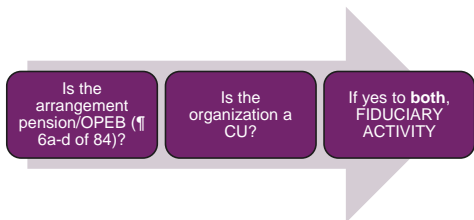
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Fiduciary CUs – Pension/OPEB arrangements Path **1**



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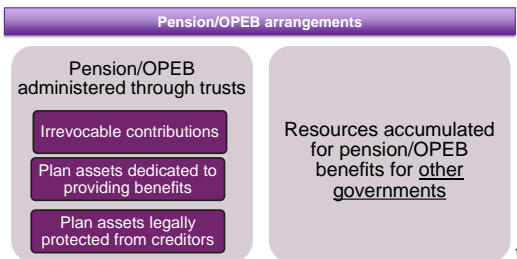
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Fiduciary CUs – Pension/OPEB arrangements Path **1**



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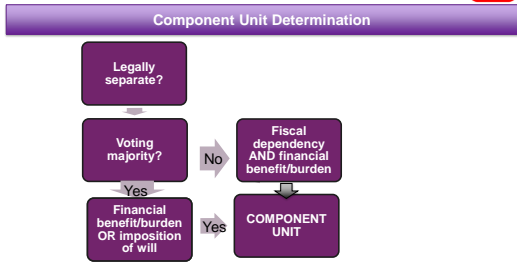
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Fiduciary CUs – Pension/OPEB arrangements Path **1**



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Component unit considerations

- GASB Statement No. 14, *The Financial Reporting Entity*, as amended (GASB 14)
- GASB 84  
– Paragraph 7 – financial burden
- IG 2019-2, *Fiduciary Activities*
- Exposure Draft, *Implementation Guidance Update – 2020* (Draft 2020 IG Update)



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**We interrupt this programming for  
BREAKING NEWS...**

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Fiduciary CUs – Pension/OPEB arrangements Path **1**

Legally separate

- Pension/OPEB administered through trusts under GASB Statement No. 67, *Financial Reporting for Pension Plans* / GASB Statement No. 74, *Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans*, **are legally separate**

**Applicable IG 2019-2 Questions: 4.1- 4.2**

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Fiduciary CUs – Pension/OPEB arrangements Path **1**

Board Composition

- Retirement benefits administered through trusts may not have a traditional board
- What do you do if there is no board?

**Applicable IG 2019-2 Question: 4.5**

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Fiduciary CUs – Pension/OPEB arrangements Path **1**

Financial burden

- PG considered to have financial burden if legally obligated or otherwise assumed obligation to make contributions to pension or OPEB plan

**Applicable IG 2019-2 Question: 4.7**

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Fiduciary CUs – Pension/OPEB arrangements Path **1**

Imposition of Will

- PG has ability to impose will if it can significantly influence programs, projects, activities or level of services performed or provided
- Existence of any ONE of the following meets this criteria:
  - Ability to remove appointed members of the organization's governing board at will
  - The ability to modify or approve the budget of the organization
  - The ability to modify or approve rate or fee changes affecting revenues
  - The ability to veto, overrule or modify other decisions of the organization's governing body
  - The ability to appoint, hire, reassign or dismiss management of the organization

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Fiduciary CUs – Pension/OPEB arrangements Path **1**

Fiscal Dependency

- Approve the organization's budget
- Approve organization's levy, rates, taxes or other charges; OR
- Approve organization's issuance of bonded debt

**Draft 2020 IG Update Applicable  
Questions: 4.1 and 4.2**

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Panel discussion – Can you discuss considerations for entities with December 31, 2019, year ends, given the breaking news discussed earlier on the potential change in treatment of defined contribution plans and the timing of GASB's related work?



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Fiduciary CUs – Pension/OPEB arrangements Path **1**

Example 1a: Single Employer DB Pension Plan

- 5 member board
  - 3 serve ex-officio
  - 1 elected by active plan members
  - 1 elected by retired plan members
- Plan assets are held in a qualifying trust
- Employees and employer both contribute to the plan
- No approval of the plan’s budget or contribution requirements by the PG

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Fiduciary CUs – Pension/OPEB arrangements Path **1**

Example 1a: Single Employer DB Pension Plan

- Is this plan considered to be a CU?
  - Legally separate? **Yes**
  - Majority appointment? **Yes – 3 out of 5**
  - Financial benefit/burden AND fiscal dependency
    - Financial benefit/burden – **Yes, employer makes contributions**
    - Fiscal dependency - **No**

Conclusion: Fiduciary activity

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Fiduciary CUs – Pension/OPEB arrangements Path **1**

Example 1b: Single Employer DB Pension Plan

- 5 member board
  - 2 serve ex-officio
  - 2 elected by active plan members
  - 1 elected by retired plan members
- Plan assets are held in a qualifying trust
- Employees and employer both contribute to the plan
- No approval of the plan’s budget or contribution requirements by the PG

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Fiduciary CUs – Pension/OPEB arrangements Path **1**

Example 1b: Single Employer DB Pension Plan

- Is this plan considered to be a CU?
  - Legally separate? **Yes**
  - Majority appointment? **No – active/retired membership appoint majority**
  - Financial benefit/burden AND fiscal dependency
    - Financial benefit/burden – **Yes, employer makes contributions**
    - Fiscal dependency - **No**

Conclusion: Not a fiduciary activity; exclude from PG financial statements

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Fiduciary CUs – Pension/OPEB arrangements Path **1**

Example 2: Single Employer DB OPEB Plan

- Primary government established single employer DB OPEB plan for the benefit of their employees
- No specific board has been created oversee the plan
- Assets in qualifying trust held by 3<sup>rd</sup> party
- Employer makes contributions of 3% of payroll required by bargaining agreements

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Fiduciary CUs – Pension/OPEB arrangements Path **1**

Example 2: Single Employer DB OPEB Plan

- Is this plan considered to be a CU?
  - Legally separate? **Yes**
  - Majority appointment? **No board – see IG 2019-2, Question 4.5**
  - Financial benefit/burden
    - Financial benefit/burden – **Yes, employer makes contributions**

Conclusion: Fiduciary activity

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Fiduciary CUs – Pension/OPEB arrangements Path **1**

**Example 3: Cost-Sharing Pension Plan- participating employer perspective**

- State establishes a cost sharing DB pension plan for the benefit of all the governments within the State
- Assets in qualifying trust; held by the cost-sharing pension plan
- Plan has an independent board, not appointed by the employer.
- Board alone has authority to establish budget, and determine contribution requirements.

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Fiduciary CUs – Pension/OPEB arrangements Path **1**

**Example 3: Cost Sharing Pension Plan – participating employer perspective**

- Is this plan considered to be a CU?
  - Legally separate? **Yes**
  - Majority appointment? **No**
  - Financial benefit/burden – **Yes, employer makes contributions to plan**
  - Fiscal dependency – **No, employer does not determine plan's budget or plan's contribution requirements**

**Conclusion: Not a fiduciary CU; not reported in the employer's financial statements**

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Fiduciary CUs – Other CUs Path **2**

Other CUs are fiduciary activities if they meet one of the following characteristics:

- 1) Assets are administered through a trust
  - a) Government itself is not a beneficiary
  - b) Assets are dedicated to providing benefits
  - c) Assets are legally protected from creditors
- 2) Assets are for the benefit of individuals
  - a) Government does not have **administrative or direct financial involvement** with the assets
  - b) Assets are not derived from the government's provision of goods or services to those individuals
- 3) Assets are for the benefit of organizations or other governments
  - a) Beneficiary is not part of the reporting entity
  - b) Assets are not derived from the government's provision of goods or services to those organizations or governments

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Identifying fiduciary activities

Path **3**

**Pension/OPEB plans not considered CUs**

- Non CU pension and OPEB plans are considered fiduciary activities if both:
  - 1) Government entity **controls** the assets
  - 2) Administered through a qualifying trust **or** held for entities that are not part of your reporting entity for pensions or OPEB outside of a trust

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Identifying fiduciary activities

Path **3**

**Control is defined as EITHER:**

Holding the asset

Ability to direct use, exchange or employment of assets, providing benefits to specified recipients

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Panel discussion – What does it mean to have the ability to direct the use, exchange or employment of assets?



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Pension/OPEB plans not considered CUs Path **3**

Example 1 – Government holding OPEB assets for other local units

- Government "A" holds OPEB assets for the benefit of other local units. The assets are not held in a trust.
- Each government that has invested in the OPEB pool has created their own separate single employer OPEB plan
- Government "A" does not administer the plan provisions; when asked, they disburse funds back to the local unit for OPEB use
- Government "A" is not a CU of any of the local units

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Pension/OPEB plans not considered CUs Path **3**

Example 1 – Government holding OPEB assets for other local units

Is this a fiduciary activity from the perspective of Government "A"?

- Control of the assets? **Yes**
- Administered through qualifying trust? **No**
- Held for entities not part of your reporting entity? **Yes**

Conclusion: Fiduciary Activity

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Pension/OPEB plans not considered CUs Path **3**

Example 2 – Government Sponsor of a OPEB Defined Contribution Plan

- The OPEB defined contribution plan does not meet the definition of a component unit
- The OPEB plan is administered through a trust that meets the criteria in paragraph 3 of GASB 74
- OPEB plan assets are held by a separate administrator
- The sponsoring government selects a menu of investment options for the participants in the plan; participants must make investment decisions

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Pension/OPEB plans not considered CUs Path **3**

Example 2 – Government Sponsor of a OPEB Defined Contribution Plan

Is this a fiduciary activity of the sponsoring government?

- Control of the assets? **No**
- Administered through qualifying trust? **Yes**
- Held for entities not part of your reporting entity? **No**

Conclusion: Not a Fiduciary Activity  
GASB IG 2019-2 Applicable Question: 4.31

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Identifying fiduciary activities Path **4**

Other Fiduciary Activities

Must meet ALL of the following criteria:		PLUS ANY of the following:
<input checked="" type="checkbox"/> Assets controlled by government		<input checked="" type="checkbox"/> Assets held in a qualifying trust in which gov't is not beneficiary, legally protected and dedicated to providing benefits to recipients <b>OR</b>
<input checked="" type="checkbox"/> Assets not derived from own source revenues		Assets held for the benefit of individuals without the government having administrative or direct financial involvement <b>OR</b>
<input checked="" type="checkbox"/> Assets not derived from government mandated or voluntary nonexchange transactions		Assets held for the benefit of outside organizations not part of the government's reporting entity

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Identifying fiduciary activities Path **4**

• Own-source revenue

- Defined as revenue generated by the government entity itself. Includes changes or services, interest earnings, income taxes, property taxes, etc.

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Identifying fiduciary activities

Path **4**

• **Administrative or direct financial involvement**

- Monitoring secondary recipients for compliance with program-specific requirements
- Determining eligible secondary recipients or projects, even if using grantor-established criteria
- Having the ability to exercise discretion in how the funds are allocated.
- Financing direct program costs or providing matching resources

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Other fiduciary activities

Path **4**

**Example 1 – Scholarship Funds**

- Library was gifted \$10,000 to establish a scholarship fund for talented students
- Library holds the assets
- Library is allowed to spend both the corpus plus the interest earnings, but restricted to scholarships
- Library chooses the scholarship recipient

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Other fiduciary activities

Path **4**

**Example 1 – Scholarship Funds**

- Control? **Yes**
- Not derived from own source revenues? **Yes**
- Not derived from government mandated or voluntary nonexchange transactions? **No**

**Conclusion: Not fiduciary; report in governmental funds**

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Other fiduciary activities

Path **4**

Example 2 – Tree fund

- Government assesses a fee of \$500 per tree for each tree that developers remove from properties within their community.
- The government pays a local NFP conservancy organization \$500 for each tree they plant within the community; the funds come from the tree fund

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Other fiduciary activities

Path **4**

Example 2 – Tree Fund

- Control? **Yes**
- Not derived from own source revenues? **No**

Conclusion: Not fiduciary; report in governmental or enterprise funds

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Other fiduciary activities

Path **4**

Example 3 – Payroll withholdings

- Government withholds federal, state and local taxes from its employees' checks.
- Those withheld funds sit in the payroll withholding fund as a liability until paid.

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Other fiduciary activities

Path **4**

Example 3 – Payroll withholdings

- Control? **Yes**
- Not derived from own source revenues? **Yes**
- Not derived from government mandated or voluntary nonexchange transactions? **Yes**
- Held for whose benefit? **The benefit of the government**

Conclusion: Not fiduciary (IG 2019-2 Question 4.15); report in governmental or enterprise funds

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Panel discussion – School districts tend to have several student activity funds; what recommendations do you have for evaluating whether these are fiduciary activities or not?



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Other fiduciary activities

Path **4**

Example 4a – Band Boosters

- Band Boosters at a school holds several fundraising events during the year to fund band related activities
- Band Boosters holds separate 501(c) 3 status
- Schools holds the funds for the band boosters, but not in a trust
- Band Booster is not part of the school's financial reporting entity

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Other fiduciary activities

Path **4**

Example 4a – Band Boosters

- Control? **Yes**
- Not derived from own source revenue? **Yes**
- Not derived from government mandated or voluntary nonexchange transactions? **Yes**

Key question – are the assets held for the benefit of individuals or an organization?

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Other fiduciary activities

Path **4**

Held for the benefit of an individual or organization?

- Assets are for the benefit of an organization if...
  - Benefits accrued to the organizations as an institution rather than to the individuals that constitute the organization
  - Organization must be **LEGALLY SEPARATE**
- If benefit to individual, administrative or direct financial involvement is key question
  - No similar requirement if benefit to organization

Applicable IG 2019-2 Question: 4.16

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Other fiduciary activities

Path **4**

Example 4a – Band Boosters

- Control? **Yes**
- Not derived from own source revenue? **Yes**
- Not derived from government mandated or voluntary nonexchange transactions? **Yes**
- Held for individual or organization? **Organization**
- Is organization part of the school's financial reporting entity? **No**

Conclusion: Fiduciary activity

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Other fiduciary activities

Path **4**

Example 4b – Math Club

- Math club at a school holds several fundraising events during the year to fund club activities
- Math club is not a separate legal entity
- Schools holds the funds for the math club, but not in a trust
- Math club teacher advisor determines club spending during the year, approves all invoices for payment and has the ability to modify or reject an invoice for payment

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Other fiduciary activities

Path **4**

Example 4b – Math Club

- Control? **Yes**
- Not derived from own source revenue? **Yes**
- Not derived from government mandated or voluntary nonexchange transactions? **Yes**
- Held for individual or organization? **Individual**
- Does the school have administrative or direct financial involvement? **Yes**

Conclusion: Governmental Fund

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Other fiduciary activities

Path **4**

Example 5 – Yearbook Club

- Students at a school formed a yearbook club
- Club has fundraising activities to generate revenue to produce the yearbook annually
- School matches every dollar raised by the yearbook club
- School holds the assets on behalf of the club, but not in a trust
- Club is not a legally separate entity

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Other Fiduciary Activities

Path **4**

Example 5 – Yearbook Club

- Control? **Yes**
- Not derived from own source revenue? **Yes**
- Not derived from government mandated or voluntary nonexchange transactions? **Yes**
- Held for individual or organization? **Individual**
- Does the school have administrative or direct financial involvement? **Yes**

Conclusion: Governmental Fund  
Applicable IG 2019-2 Question: 4.26

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Other Fiduciary Activities

Path **4**

Example 6 – County administered investment pool

- County administered an investment pool for the local units of government within the county.
- Investments are not held in a trust

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Other Fiduciary Activities

Path **4**

Example 6 – County administered investment pool

- Control? **Yes**
- Not derived from own source revenue? **Yes**
- Not derived from government mandated or voluntary nonexchange transactions? **Yes**
- Held for individual or organization? **Organization**

Conclusion: Fiduciary Activity

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Identifying fiduciary activities

	Fiduciary	NOT Fiduciary
Payroll clearing accounts		X
Performance deposits		X
Single employer DB pension plans	X	X
Retainages		X
Seized cash/assets prior to adjudication	X	X
Inmate commissary accounts	X	
Property taxes collected for other local units of government	X	
Property tax administration fees		X

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Identifying fiduciary activities

**Need to continue to monitor the developments happening with defined contribution plans....**

- 457 plans
- 403b plans
- 401a plans



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Panel discussion – Where do you expect to see the most change related to GASB 84 with your client base?



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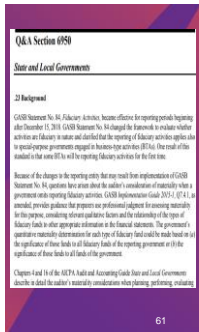
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### Materiality considerations

AICPA TQA on materiality issued in December 2019

- Q&A Section 6950.23-24
- [Auditor Assessment of a Special-Purpose Government's Only Immaterial Fiduciary Fund](#)

Addresses auditor's consideration of materiality when a BTA elects not to present the only identified fiduciary fund in the financial statements because it considers it to be immaterial




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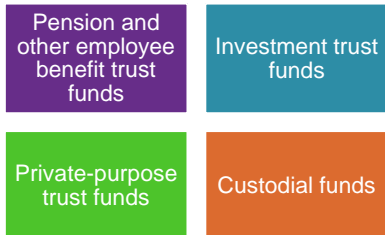
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### Fiduciary funds - four types




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Fiduciary Funds – four types

Pension and OPEB Trust Funds	Investment Trust Funds	Private-purpose Trust Funds	Custodial Funds
<p>Report Pension and OPEB plan activity administered through <b>TRUSTS</b> under GASB 67 or GASB 74</p> <p>Other Employee Benefit Plans where resources held in trust and contributions are irrevocable</p>	<ul style="list-style-type: none"> <li>Assets held in <b>TRUSTS</b></li> <li>External portion of investment pools</li> </ul>	<ul style="list-style-type: none"> <li>Fiduciary activities held in <b>TRUSTS</b> that are NOT required to be reported as pension, other employee benefit or investment funds</li> </ul>	<ul style="list-style-type: none"> <li>Report fiduciary activities not held in trust</li> <li>Report external portion of investment pool not held in trust in separate "external investment pool fund" column under custodial funds</li> </ul>

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Financial statement reporting

- Current reporting for Agency Funds
  - Assets/Liabilities
  - Assets = Liabilities
- Reporting for custodial funds under GASB 84
  - Assets/DOR/Liabilities/DIR/Net Position
  - Additions/Deductions
  - Assets + DOR – Liabilities – DIR = Net Position



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GASB 84 – Required financial statements

	Pension and OPEB Trust Funds	Investment Trust Funds	Private purpose Trust Funds	Custodial Funds
Statement of FNP	<ul style="list-style-type: none"> <li>Assets</li> <li>DOR</li> <li>Liabilities</li> <li>DIR</li> <li>FNP</li> </ul>	<ul style="list-style-type: none"> <li>Assets</li> <li>DOR</li> <li>Liabilities</li> <li>DIR</li> <li>FNP</li> </ul>	<ul style="list-style-type: none"> <li>Assets</li> <li>DOR</li> <li>Liabilities</li> <li>DIR</li> <li>FNP</li> </ul>	<ul style="list-style-type: none"> <li>Assets</li> <li>DOR</li> <li>Liabilities</li> <li>DIR</li> <li>FNP</li> </ul>
Statement of Changes in FNP	<ul style="list-style-type: none"> <li>Additions</li> <li>Deductions</li> </ul>	<ul style="list-style-type: none"> <li>Additions</li> <li>Deductions</li> </ul>	<ul style="list-style-type: none"> <li>Additions</li> <li>Deductions</li> </ul>	<ul style="list-style-type: none"> <li>Additions</li> <li>Deductions</li> </ul>

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GASB 84: Reporting nuances

**Business-Type Activities**

- 3-month exception

**Flows statement**

- Aggregation for transactions held <3 months

**Custodial Funds**

- Liabilities no longer always automatically equal assets
- Liabilities to beneficiaries – when event occurs to compel the government to disburse resources
- Demand made OR
- No further action, approval or condition required by beneficiary

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Government ABC  
Statement of Fiduciary Net Position  
Fiduciary Funds  
June 30, 2002  
(in thousands)

Assets	Private-Purpose Trust Funds	Investment Trust Funds	Private-Purpose Trust Funds	Custodial Funds
<b>ASSETS</b>				
Cash and cash equivalents	100,000	100,000	100,000	100,000
Receivables	—	—	—	—
Employer	2,100	—	—	—
Employee	83,000	—	—	—
Taxes for other governments	100,000	10,000	—	200,000
Interest and dividends	—	—	—	—
State investments	10,000	10,000	—	—
Total investments	192,100	20,000	—	200,000
Investments at fair value:				
Stocks, bonds, mortgages and preferred stock	2,000,000	241,000	61,000	—
Stocks, bonds, mortgages and preferred stock	16,110,000	604,000	147,000	—
Common stock	28,242,000	—	525,000	—
Hedge funds	2,680,000	—	—	—
Hedge funds	1,729,000	—	178,000	—
Hedge funds	72,000	—	—	—
Private investment funds	253,000	1,224,000	100,000	—
Total investments	41,006,000	869,000	873,000	—
Securities receivable	1,100,000	—	—	—
Other assets	13,500	100	61,000	200
Total assets	44,308,100	2,079,000	934,000	200,000
<b>LIABILITIES</b>				
Accounts payable and other liabilities	100,000	1,000	61,000	1,000
Due to local governments	1,500,000	—	—	150,000
Obligations under securities lending	—	—	—	—
Other long-term liabilities	1,800,000	1,000	2,000	—
Total liabilities	3,400,000	1,000	2,000	151,000
<b>NET POSITION</b>				
Restricted for:				
Pensions	28,000,000	—	—	—
Pension/benefits for other persons	10,000,000	—	—	—
Other	—	2,000,000	—	—
Individuals, organizations, and other governments	—	—	800,000	80,000
Total net position	10,308,100	2,076,000	932,000	80,000

**Fiduciary Fund Statement of Net Position**

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Government ABC  
Statement of Changes in Fiduciary Net Position  
for the Year Ended June 30, 2002  
(in thousands)

Assets	Private-Purpose Trust Funds	Investment Trust Funds	Private-Purpose Trust Funds	Custodial Funds
<b>ASSETS</b>				
Cash	100,000	100,000	100,000	100,000
Receivables	—	—	—	—
Employer	2,100	—	—	—
Employee	83,000	—	—	—
Taxes for other governments	100,000	10,000	—	200,000
Interest and dividends	—	—	—	—
State investments	10,000	10,000	—	—
Total investments	192,100	20,000	—	200,000
Investments at fair value:				
Stocks, bonds, mortgages and preferred stock	2,000,000	241,000	61,000	—
Stocks, bonds, mortgages and preferred stock	16,110,000	604,000	147,000	—
Common stock	28,242,000	—	525,000	—
Hedge funds	2,680,000	—	—	—
Hedge funds	1,729,000	—	178,000	—
Hedge funds	72,000	—	—	—
Private investment funds	253,000	1,224,000	100,000	—
Total investments	41,006,000	869,000	873,000	—
Securities receivable	1,100,000	—	—	—
Other assets	13,500	100	61,000	200
Total assets	44,308,100	2,079,000	934,000	200,000
<b>LIABILITIES</b>				
Accounts payable and other liabilities	100,000	1,000	61,000	1,000
Due to local governments	1,500,000	—	—	150,000
Obligations under securities lending	—	—	—	—
Other long-term liabilities	1,800,000	1,000	2,000	—
Total liabilities	3,400,000	1,000	2,000	151,000
<b>NET POSITION</b>				
Restricted for:				
Pensions	28,000,000	—	—	—
Pension/benefits for other persons	10,000,000	—	—	—
Other	—	2,000,000	—	—
Individuals, organizations, and other governments	—	—	800,000	80,000
Total net position	10,308,100	2,076,000	932,000	80,000

**Statement of Changes in Fiduciary Net Position**

Custodial funds could have TWO columns underneath – external investment pools, and other custodial funds

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# Implementation Is Here – What Should You be Doing?

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## Key takeaways

- Activities that previously were fiduciary could now be governmental or proprietary
- Activities that previously were governmental or proprietary could now meet the definition of a fiduciary activity
- Some activities may come out of the government's financial statements
- Some activities never reported previously may now come in
- Financial systems will need to change
  - Tracking of additions and deductions within custodial funds.
  - Consider changes in activity classifications
- Budgetary impacts
- Impact on internal controls
- BTA-only reporters that now have to report fiduciary funds

This standard could have considerable impact that you need to understand!

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## Key takeaways

- Read GASB 84 and the related GASB IGs
- **Monitor the status of the GASB's considerations around defined contribution plans**
- Identify population of activities that require analysis under GASB 84
  - Start with last year's financial statements to identify potential fiduciary activities
- Analyze activities under GASB 84 guidance; make a determination as to whether or not they are fiduciary funds
  - Identify items currently in a fiduciary fund that no longer will meet the definition of fiduciary
  - Identify items NOT currently in fiduciary funds that will meet the definition going forward
- Identify and implement changes in the financial system
  - New accounts needed to track activities differently
  - New accounts for additions/deletions for custodial funds
  - Impact on budgeting (movement in/out of governmental funds)

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Biggest implementation tip.....



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Panel discussion – What do you generally see your clients struggling with as it relates to implementing GASB 84? Any advice for how to overcome those challenges?



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# Thank you

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