**Reference Manual Appendix 2**

**2015**

**Sample Financial Statements**

Amounts reported for governmental activities in the statement of net position are different because:

* Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds, net of accumulated depreciation.
* Long-term liabilities incl. serial bonds payable, compensated absences and post-employment benefits are not due and payable in the current period and thus are not reported in the funds.
* Proportionate share of long-term asset and liability associated with participation in state retirement system are not current financial resources or obligations and are not reported in the funds.
* Net accrued interest expense for bonds is not reported in the funds.

