

PROPRIETARY FUND TYPES

Proprietary Fund Types includes Enterprise Funds which any activity for which a fee is charged to external users for goods or services. The West Central School District has two Enterprise Funds. The Food Service Fund is used to record financial transactions related to food service operations. The Community Activities Fund is used to record financial transactions related to after school services, community education, and recreation programs.

OPERATING VS. NONOPERATING REVENUES AND EXPENSES

The Enterprise Funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing goods relating to the service operation. Principal operating revenues of this operation are charges. Nonoperating revenues include grants, donated items and interest earned. Operating expenses of the food service operation include salaries and benefits, purchased services, supplies, food purchases and depreciation. Operating expenses of the community activities include salaries and benefits, supplies, and professional and technical services. The loss on disposal of capital assets is a nonoperating cost. (GASB P80.118)

GASB AND/OR FASB

Private sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the GASB. Governments also have the option of following subsequent private sector guidance for the business-type activities and enterprise funds, subject to the same limitation. Our entity has elected not to follow subsequent private sector guidance. (GASB P80.103)

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WEST CENTRAL SCHOOL DISTRICT