

20CY GASB 70/99 Financial Guarantees Questionnaire — Preview

Introduction

Thank you for taking time to complete this questionnaire pertaining to the following Governmental Accounting Standards Board (GASB) statements:

GASB Statement No. 70, *Nonexchange Financial Guarantees* and GASB Statement No. 99, *Omnibus 2022*, referencing **Exchange or Exchange-Like Financial Guarantees**

These statements require reporting and disclosing in Note 30, Financial Guarantees, when an agency has extended certain financial guarantees for obligations of another agency, government, a not-for-profit organization, a private entity or individual with or without directly receiving equal value in exchange.

Agency management is responsible for ensuring proper accounting and reporting under [GASB 70](#) and [GASB 99](#). Each agency must analyze its operations for financial guarantees at least annually (if applicable). Review the [Non-Exchange Financial Guarantees](#) and [Exchange or Exchange-Like Financial Guarantees](#) definitions for reporting requirements on the AFR website.

Submission of this questionnaire serves as an "Acknowledgment of Review" of the agency's operations for non-exchange and exchange or exchange-like financial guarantees.

Submit responses to this questionnaire by **Aug. 15, 20CY**. If you have any questions, contact your agency's [financial reporting analyst](#).

Agency Information

Agency Name: _____ Agency Number: _____

Agency Contact Name: _____

Contact's Email: _____ Contact's Phone Number: _____

GASB 70 Non-Exchange — Obligations Guaranteed by Agency

GASB 70 provides guidance on accounting and financial reporting for non-exchange financial guarantees. An agency sometimes extends financial guarantees to other governments, non-governmental entities or individuals as part of its mission to assist these parties within its jurisdictions.

A **non-exchange financial guarantee** is a guarantee by an agency of an obligation of a legally separate entity or individual requiring the agency (guarantor) to indemnify a third-party obligation holder if the legally separate entity or individual does not fulfill the requirements under the obligation. The guarantor does not receive equal or approximately equal value from the legally separate entity or individual in return for extending the financial guarantee.

Example of a non-exchange financial guarantee

An agency that extends a financial guarantee to a school district for the school district's debt service payments on construction bonds without receiving any consideration from the district in return for extending the financial guarantee.

* = required

1. *Does the agency have any agreement (big or small) whereby it guarantees an obligation of another agency, governmental entity, non-profit organization, private entity or individual under non-exchange conditions?
 - Yes – continue to the next question.
 - No – skip to question 4.
2. Is it more likely than not that the agency providing the guarantee will have to make an indemnification payment under non-exchange conditions?
 - Yes – continue to the next question.
 - No – skip to question 4.
3. Did the agency providing the guarantee recognize a liability and expense in its AFR?
 - Yes – continue to the next question.
If “Yes,” submit a copy of the agency’s Note 30 through the [Other Notes and Disclosures Submission System \(ONDSS\)](#) web application.
 - No – continue to the next question.

GASB 70 Non-Exchange — Obligations Guaranteed by Another Agency

4. *Does the agency have any agreement, big or small, whereby it has obligations of its own that are guaranteed by another agency, governmental entity, non-profit organization, private entity or individual under non-exchange conditions?
 - Yes – continue to the next question.
 - No – skip to question 7.
5. Is it more likely than not that the guaranteeing agency providing the guarantee will have to make an indemnification payment under non-exchange conditions for the obligation?
 - Yes – skip to question 7.
If “Yes,” submit a copy of the agency’s Note 30 through the [Other Notes and Disclosures Submission System \(ONDSS\)](#) web application.
 - No – continue to the next question.

GASB 70 Non-Exchange — No/None to Previous Questions

If you selected “No” to either question 1 or 4, your agency **does not** extend or receive any non-exchange financial guarantees.

6. Select “No Disclosure.”
 - No Disclosure – continue to the next question.

GASB 99 Exchange — Obligations Guaranteed by Agency

GASB 99 provides guidance on accounting and financial reporting for exchange and exchange-like financial guarantees, which amends **GASB 70**.

An **exchange or exchange-like financial guarantee** is a guarantee of an obligation of a legally separate government, agency or individual (including a blended or discretely presented component unit) that requires the guarantor to indemnify a third-party obligation holder under specified conditions, in an exchange or exchange-like transaction.

For more information, see [Financial Guarantees](#) on the AFR website.

7. *Does the agency have any agreement (big or small) whereby it guarantees an obligation of another agency, governmental entity, non-profit organization, private entity or individual under exchange or exchange-like conditions?
- Yes – continue to the next question.
 - No – skip to question 10.
8. Is it more likely than not that the agency providing the guarantee will have to make an indemnification payment under exchange or exchange-like conditions?
- Yes – continue to the next question.
 - No – skip to question 10.
9. Did the agency providing the guarantee recognize a liability and expense in its AFR?
- Yes – continue to the next question.
If “Yes,” submit a copy of the agency’s Note 30 through the [Other Notes and Disclosures Submission System \(ONDSS\)](#) web application.
 - No – continue to the next question.

GASB 99 Exchange — Obligations Guaranteed by Another Agency

10. *Does the agency have any agreement (big or small) whereby it has obligations of its own that are guaranteed by another agency, governmental entity, non-profit organization, private entity or individual under exchange or exchange-like conditions?
- Yes – continue to the next question.
 - No – skip to question 12.
11. Is it more likely than not that the agency providing the guarantee will have to make an indemnification payment under exchange or exchange-like conditions?
- Yes – end of survey.
If “Yes,” submit a copy of the agency’s Note 30 through the [Other Notes and Disclosures Submission System \(ONDSS\)](#) web application.
 - No – continue to the next question.

GASB 99 Exchange — No/None to Previous Questions

If you selected “No” to either question 7 or 10, your agency **does not** extend or receive any exchange or exchange-like financial guarantees.

12. Select “No Disclosure.”
- No Disclosure – end of survey.

Thank You for Your Time

Please click **Done**.

Note: This questionnaire is not marked complete unless you click the **Done** button below.

Before you click the **Done** button, remember to submit your agency’s **Note 30** through the [Other Notes and Disclosures Submission System \(ONDSS\)](#) web application.