

100% Money Back
Guarantee

Vendor:Test Prep

Exam Code:CGFM

Exam Name:Certified Government Financial Manager

Version:Demo

QUESTION 1

Proprietary and fiduciary funds use the economic resources measurement focus and the accrual basis of accounting. Proprietary funds focus on changes in economic resources, similar to private sector businesses, asking:

- A. What transaction and events have increased the fund's total economic resources during the reporting period, measured by changes in net assets like revenues and expenses?
- B. What transaction and events have decreased the fund's total economic resources during the reporting period, measured by changes in net assets like revenues and expenses?
- C. What transaction and events have increased or decreased the fund's total economic resources during the reporting period, measured by changes in net assets like revenues and expenses?
- D. None of these

Correct Answer: C

QUESTION 2

A 275-day T-bill was purchased at a 0.6% discount and was sold at an 8.50% discount after a 30-day holding period. What is the yield?

- A. 10.32
- B. 10.21
- C. 10.00
- D. None of these

Correct Answer: B

QUESTION 3

Initially Line item budgets were used by the local governments but afterwards more reformed practices has taken its place and grouped its purpose. Those refined and more manageable categories are all EXCEPT:

- A. Salaries
- B. Supplies C. Equipment
- D. Loans

Correct Answer: D

QUESTION 4

A formal estimate of the resources a government or government unit plans to expend in a given period is

a:

A.

PAR.

B.

CAFR.

C.

budget.

D.

cost benefit analysis.

Correct Answer: C

QUESTION 5

_____ on the bonds is not a specific preference item for purposes of the federal individual or corporate alternative minimum taxes.

A. Premium

B. Discount

C. Interest

D. None of these

Correct Answer: C

QUESTION 6

One way in which federal and state governments influence local governments is by:

A. providing block grants.

B. issuing ordinances.

C. authorizing debt.

D. setting budget authority.

Correct Answer: A

QUESTION 7

Governments have three principal options for selecting a bank. Which one of the following is the best out of those options?

- A. They may handle different funds or accounts.
- B. They can rotate their business among several banks in the community
- C. Should select banking services competitively with a request for proposals (RFP)
- D. None of these

Correct Answer: C

QUESTION 8

The noteworthy and most important thing in active investment by governments is:

- A. Sector Allocation
- B. Portfolio management
- C. Cash forecast
- D. None of these

Correct Answer: C

QUESTION 9

Which one of the following statements is the part of practices that States regulate?

- A. Preparation of specifications
- B. Advertising the letting of contracts and Project Scheduling
- C. Minority Goals
- D. All of these

Correct Answer: D

QUESTION 10

Localities contract with a consulting engineer to make a preliminary feasibility study of a project, prepare a detailed design and construction specifications, coordinate construction activities, and advice on special problems that might occur during construction. Consulting engineers are compensated in which of the following way/s?

- A. A lump-sum payment when a project is clearly defined
- B. Cost-plus-fixed-fee basis when a project is not clearly defined

C. A percentage of construction costs, the percentage being based on a scale developed by the Society of civil engineers

D. All of these

Correct Answer: D

QUESTION 11

_____ had separate principles for _____ in the past.

I. Colleges and universities

II. Hospital and health –care entities

III. Voluntary health and welfare organization

IV.

Nonprofit organization

A.

Federal Government

B.

State Government

C.

Local Government

D.

Non-profit Organization

Correct Answer: D

QUESTION 12

Types of so bonds are all of the following EXCEPT:

A. Special assessment and special or limited tax

B. Non-property tax and non-local ax

C. Moral obligation

D. All of these

Correct Answer: D