Year-End Closing Hints & Accrual Review Emails

[Friday, August 7 2026]

15. Subject: Year-End Closing Hint #15 – GASB 31 Fair Market Value Adjustment

Good morning,

Districts are required to report **Cash in County Treasury** at **fair market value (FMV)** in accordance with **GASB Statement No. 31**. This Helpful Hint outlines the process for calculating and recording the required adjustment.

Calculate the FMV Adjustment

Use the **GASB 31 – FMV Adjustment Workbook** to calculate the required fair market value adjustment.

GASB 31 – FMV Adjustment Workbook

Workbook Overview

The workbook contains three tabs:

Workbook Tab	Purpose
Instructions	Explains how to run and import the General Ledger cash balance report.
Cash Balances	Populates when the General Ledger cash balance report is imported.
Cash in County FMV	Calculates the FMV adjustment and generates the required journal entries for each fund with a cash balance.

Tip: For funds with multiple resources, record the journal entry in the **primary resource** of the fund.

Examples:

- **Fund 11 → Resource 6391**
- **Fund 13 → Resource 5310**

Journal entries should be recorded **at the fund level**.

Journal Entry Submission

These are **auditable journal entries** and require:

- A signed transmittal.
- A copy of the completed **FMV Adjustment Workbook**.

Submit both to **District Financial Services (DFS)** for final posting.

Reversal Requirement

The FMV adjustment must be **reversed in FY 2026-27**.

You may process the reversal immediately in FY 2026-27 or later in the fiscal year based on your district's timeline.

TRC Warnings

Reminder: The FMV adjustment often results in **negative balances** in:

- **Object 8662 – Interest**
- **Object 9111 – Fair Value Adjustment to Cash in County Treasury**

As a result, you may receive a **TRC Warning**.

Sample explanation:

Negative amount due to GASB 31 Cash in County FMV entry.

If you need assistance with any of the situations above, please contact your Business Services Advisor.