

**STATE OF GEORGIA
ACCOUNTING PROCEDURES MANUAL**

**SECTION: THREE – ACCOUNTING PROCEDURES
TOPIC: NONOPERATING EXPENSES**

ACCOUNT RANGE: 743000 - 747999

GEORGIA LAWS

None

ACCOUNTING PROCEDURES

GENERAL PROCEDURES

Nonoperating expenses are applicable to proprietary funds only.

Nonoperating expense is a GAAP category and should not appear on financial statements issued on a budgetary basis.

NONOPERATING EXPENSE TRANSACTION TYPES

Transactions included in nonoperating expenses should be limited to items which are not directly related to the primary activity of the proprietary fund. Nonoperating expenses should not include transactions applicable to the cost of providing goods and services to customers. Generally, expense transactions included in nonoperating activities include interest expense which is not connected with operations and paying agent fees for bonds and escrow accounts.

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