**GASB Statement No. 60 Questionnaire**

*Accounting and Financial Reporting for Service Concession Arrangements*

A Service Concession Arrangement (SCA) is an arrangement in which UC Davis (the transferor) conveys to an operator (governmental or nongovernmental entity) the right and obligation to provide services through the use of infrastructure or another capital asset in exchange for significant consideration and the operator collects and is compensated by fees from third parties.

All ground leases and operating agreements effective on or after July 1, 2012 should be evaluated for GASB 60 by completing the following questionnaire and returning it to caa@ucdavis.edu.

**Lease Type and Agreement #:**

**Brief summary of the arrangement**:

**Transferor (Landlord/UC Davis):**

**Operator (Tenant):**

**User (3rd parties):**

**Effective Date of Lease Agreement**:

**Lease Term:**

**Asset (Project Improvement):**

1. **Does the arrangement involve UC Davis conveying to an operator the right and obligation to provide a service in exchange for significant consideration (i.e. an up-front payment, installment payments, a new facility, or improvements to an existing facility)?**
2. **Is infrastructure or another capital asset, existing or to be constructed or acquired, used in providing the service?**
3. **Is the operator compensated by fees from the users or service recipients?**
4. **Does UC Davis determine or have the ability to modify or approve 1) the services the operator can provide, 2) to whom the operator can provide the services, and 3) the price or rates that can be charged? (Must control all three)**
5. **Does UC Davis retain or have an opportunity to retain a significant residual interest in the asset (project improvements) at the end of the arrangement (residual interest)?**

If the answer to Questions 9-15 are **ALL** "Yes," the preliminary conclusion is the arrangement is an SCA and should be recorded in the financial statements following the guidance in GASB 60.

If the arrangement is determined to be an SCA and fall under GASB 60, the following two additional items must be confirmed:

1. **Fair Value of asset when placed in service** ***(estimated as original/project cost)***:
2. **Date Asset was placed in Service**: