



NORTH CAROLINA COMMUNITY COLLEGE SYSTEM
H. Martin Lancaster, President

June 7, 2004

IMPORTANT!
DEADLINE: JUNE 15, 2004

MEMORANDUM

TO: Selected Presidents

FROM: Kennon Briggs, Vice President
Business and Finance

SUBJECT: GASB Statement 39 Certification

Based on the responses from our GASB Statement 39 Survey, your college must implement GASB 39 for the year ending June 30, 2004. GASB Statement 39 amends Statement 14 to require that certain organizations be reported as component units in the annual financial statements based on the nature and significance of the ir relationship with the primary organization. Since your college has met the threshold(s) for colleges and universities set by the system office and UNC-GA, and approved by the Office of State Auditor, you must present the foundation's financial information in a separate column in your annual financial statement report.

Your survey indicated that your foundation does not issue financial statements that comply with GAAP and/or does not receive an annual GAAP audit, as required by GASB 39. In order to assure the Office of State Controller and the Office of State Auditor that the community college system will fully comply with GASB 39, we request that you certify that the college and the foundation will meet all the requirements set forth in GASB 39.

Please provide the signatures of the college president and the foundation board chair on the attached certification to pledge commitment to the implementation of GASB 39. **Please return the original certification to Kim Van Metre no later than June 15, 2004.**

KDB/kvm
Attachment
pc: Selected Business Officers

S04-016
E-Mail

GASB STATEMENT 39 CERTIFICATION

_____ hereby certifies that the college and the foundation
(College)

will comply with all the requirements set forth in GASB Statement 39. The foundation will issue financial statements that comply with Generally Accepted Accounting Principles (GAAP) and will receive an annual GAAP audit for the accounting periods ending June 30, 2004 and thereafter. The annual GAAP audit will be available to the representatives of the Office of State Auditor upon their arrival to campus to perform their audits, as required by the Office of State Auditor and the Office of State Controller.

President: _____ Date: _____

Foundation Chair: _____ Date: _____