

**OSC Financial Reporting Update – FY2018
 GASB 81 Appendix B
 Update to NCAS Chart of Accounts**

OSC has added the following four accounts to the NCAS Chart of Accounts to facilitate the implementation of GASB 81. Because irrevocable split-interest agreements are not new, there are already existing accounts related to these agreements. We added the four accounts below to address the new requirements contained in the Statement. These new accounts are effective in FY 2018.

I. NCAS Accounts 114910 and 124910

A. Applicable Scenario

NCAS Accounts 114910 and 124910 should only be used in the following scenario.

- Third party is intermediary and government is beneficiary

B. Account Details

NCAS Account	114910
Full Account Title	Beneficial interest in assets held by others - current
Classification	Asset - current
DSS Roll-up	Beneficial interest in assets held by others – current (new caption)
Definition	For the current portion of the beneficial interest defined by GASB Statement No. 81, <i>Irrevocable Split-Interest Agreements</i> . (Only applicable when a third party is the intermediary and the government is a beneficiary). A beneficial interest is the right to a portion of the benefits from donated resources pursuant to a split-interest agreement in which the donor enters into a trust, or other legally enforceable agreement with characteristics that are equivalent to a split-interest agreement, and transfers the resources to an intermediary.

NCAS Account	124910
Full Account Title	Beneficial interest in assets held by others - noncurrent
Classification	Asset - noncurrent
DSS Roll-up	Beneficial interest in assets held by others – noncurrent (new caption)
Definition	For the noncurrent portion of the beneficial interest defined by GASB Statement No. 81, <i>Irrevocable Split-Interest Agreements</i> . (Only applicable when a third party is the intermediary and the government is a beneficiary.) A beneficial interest is the right to a portion of the benefits from donated resources pursuant to a split-interest agreement in which the donor enters into a trust, or other legally enforceable agreement with characteristics that are equivalent to a split-interest agreement, and transfers the resources to an intermediary.

I. NCAS Account 229207

A. Applicable Scenarios

NCAS Account 229207 should be used in the following scenarios.

- Government is intermediary and remainder interest beneficiary
- Government is intermediary and lead interest beneficiary
- Third party is intermediary and government is beneficiary
- Government is beneficiary of a life-interest in real estate

B. Account Details

NCAS Account	229207
Full Account Title	Deferred inflow for ISA
Classification	Deferred inflow of resources
DSS Roll-up	Deferred inflows - other
Definition	For deferred inflows associated with irrevocable split-interest agreements as required by GASB Statement No. 81, <i>Irrevocable Split-Interest Agreements</i> .

I. NCAS Account 437550

A. Applicable Scenario

NCAS Account 437550 should be used in the following scenario.

- Government is intermediary and remainder interest beneficiary (proprietary funds only)

B. Account Details

NCAS Account	437550
Full Account Title	Gain on termination of ISA
Classification	Nonoperating revenue
DSS Roll-up	Gain on termination of ISA
Definition	Proprietary funds only. For gains resulting from the elimination of any residual liability at the termination of an irrevocable split-interest agreement when the government is the intermediary and a remainder interest beneficiary as required by GASB Statement No. 81, <i>Irrevocable Split-Interest Agreements</i> .