
NOTES TO THE FINANCIAL STATEMENTS

NOTE 20: CHANGES IN FINANCIAL ACCOUNTING AND REPORTING

For the fiscal year ended June 30, 2003, the State implemented the following pronouncements issued by the Governmental Accounting Standards Board (GASB):

- GASB Statement No. 38, *Certain Financial Statement Note Disclosures (paragraphs 12 through 15)*
- GASB Technical Bulletin No. 2003-1, *Disclosure Requirements for Derivatives Not Reported at Fair Value on the Statement of Net Assets.*

GASB Statement No. 38 modifies, establishes, and rescinds certain financial statement disclosure requirements. Paragraphs 12 through 15 of the standard became effective this fiscal year. These paragraphs impact disclosures related to short-term debt, disaggregation of receivable and payable balances, and interfund balances and transfers. Paragraphs 6 through 11 of the standard were implemented in the previous fiscal year.

GASB Technical Bulletin No. 2003-1 supercedes Technical Bulletin No. 94-1 and applies to derivatives that are not reported at fair value on the statement of net assets. This standard provides an updated definition of derivatives and also requires disclosure of the government's objective for entering into the derivative and the derivative's terms, fair value, associated debt, and risk exposures.