
NOTES TO THE FINANCIAL STATEMENTS

NOTE 23: FUND EQUITY RECLASSIFICATIONS AND RESTATEMENTS

The following table reconciles the beginning fund equity as previously reported to the beginning fund equity as restated (dollars in thousands). The adjustments in the "GASB 68 Implementation" column are due to the State's adoption of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions-an Amendment of GASB Statement No. 27*, as discussed in Note 22. The adjustments in the "Reclassifications" column result from the reclassification of an internal service fund to the General Fund due to a management reevaluation of fund type. The amounts in the "Other Adjustments" column are primarily due to the correction of errors related to prior periods.

	July 1, 2014 Fund Equity as Previously Reported	GASB 68 Implementation	Reclassifications	Other Adjustments	July 1, 2014 Fund Equity as Restated
Primary Government					
Major Governmental Funds:					
General Fund	\$ 1,543,536	\$ —	\$ 9,751	\$ 538	\$ 1,553,825
Highway Fund	214,872	—	—	6,695	221,567
Highway Trust Fund	878,122	—	—	(6,695)	871,427
Other Governmental Funds:					
Special Revenue Funds	1,015,336	—	—	—	1,015,336
Capital Projects Funds	471,202	—	—	—	471,202
Permanent Funds	119,234	—	—	—	119,234
Total Governmental Funds	<u>4,242,302</u>	<u>—</u>	<u>9,751</u>	<u>538</u>	<u>4,252,591</u>
Internal Service Funds	235,139	(12,767)	(9,751)	—	212,621
Government-wide adjustments:					
Equity interest in component unit	146,968	—	—	—	146,968
Capital assets	44,344,369	—	—	(57,941)	44,286,428
Deferred loss on refunding	120,624	—	—	—	120,624
Deferred outflows for pensions	—	316,298	—	—	316,298
Unavailable revenue	184,095	—	—	(1,628)	182,467
Long-term liabilities	(8,345,192)	(1,519,860)	—	(45)	(9,865,097)
Accrued interest payable	(54,735)	—	—	—	(54,735)
Pension assets	6,176	(1,719)	—	—	4,457
Total Government-wide adjustments	<u>36,402,305</u>	<u>(1,205,281)</u>	<u>—</u>	<u>(59,614)</u>	<u>35,137,410</u>
Total Governmental Activities	<u>\$ 40,879,746</u>	<u>\$ (1,218,048)</u>	<u>\$ —</u>	<u>\$ (59,076)</u>	<u>\$ 39,602,622</u>
Business-type Activities - Enterprise Funds:					
Unemployment Compensation Fund	(370,523)	—	—	—	(370,523)
EPA Revolving Loan Fund	1,404,255	(1,424)	—	—	1,402,831
N.C. Turnpike Authority	276,770	(280)	—	—	276,490
Other enterprise funds	159,734	(17,816)	—	25,905	167,823
Total Business-type Activities - Enterprise Funds ...	<u>\$ 1,470,236</u>	<u>\$ (19,520)</u>	<u>\$ —</u>	<u>\$ 25,905</u>	<u>\$ 1,476,621</u>
Component Units					
University of North Carolina System	\$ 16,371,093	\$ (864,901)	\$ —	\$ (61,952)	\$ 15,444,240
Community Colleges	3,252,780	(279,437)	—	(3,091)	2,970,252
State Health Plan	737,821	(1,100)	—	—	736,721
Other component units	2,744,967	(7,297)	—	(2,571)	2,735,099
Total Component Units	<u>\$ 23,106,661</u>	<u>\$ (1,152,735)</u>	<u>\$ —</u>	<u>\$ (67,614)</u>	<u>\$ 21,886,312</u>