

This document reflects the result of analyses, discussions and review by UCOP staff and PricewaterhouseCoopers (PwC) to date. The document is subject to change pending additional discussions with PwC; however, it represents the best information available to date.

University of California GASB 35 Financial Statement Presentation

Issues Resolution Memo No. 125

Required Changes to Support the Classified Statement of Net Assets

Define Issues

The University must convert its current balance sheet structure to comply with the GASB-required financial reporting standards for the Statement of Net Assets as outlined in GASB Statements No. 34 and 35. The new reporting standards are required for the fiscal year beginning July 1, 2001, with comparative information for the prior year.

Background

During 1999, the Government Accounting Standards Board (GASB) introduced GASB Statements 34 and 35. These Statements substantially revised the standards for external financial reporting by public institutions. The revised approach is currently required for private colleges and universities.

According to the new standards, the separately issued financial statements of public colleges and universities must include:

- Management's Discussion and Analysis
- Statement of Net Assets
- Statement of Revenues, Expenditures and Changes in Net Assets
- Statement of Cash Flows
- Notes to the Financial Statements

Financial statements must be prepared in accordance with GAAP (generally accepted accounting principles) and are subject to audit under GAAS (generally accepted auditing standards).

The University must review its current account structure and modify it to meet the revised reporting standards. Specifically, the University must:

- Modify campus and UCOP general ledger accounts to support the specific details required by GASB Statements No. 34 and 35;
- Modify the Corporate Financial System (CFS) to produce the primary financial statements in the required format; and
- Produce financial statements in the required format for FY 2000 (balance sheet only), FY 2001 (all primary statements), and FY 2002 (all primary statements).

Authoritative Guidance

Authoritative guidance from GASB Statements No. 34 and 35 is provided in Appendix 1.

Recommended Approach

- The University will establish new CFS account group codes required to support the new financial statement format.
- The University will establish new general ledger accounts in campus and UCOP ledgers required to support the new financial statement format.
- The University will close at June 30, 2001 using the new general ledger accounts and new CFS account group code roll-ups. However, FY 2001 published financial statements will be prepared by UCOP using the current reporting structure.
- The University will restate the June 30, 2000 and 2001 final balance sheets using the new reporting structure in order to prepare comparative statements for the FY 2001-2002 annual report.

Next Steps—Required Actions

Responsibility (C, OP)	Required Completion Date	Action Item/Task
Establishing a New Account Structure for the Fiscal Year Ending June 30, 2001		
OP	7-Mar-01	Create New Account Group Codes —Convert the current balance sheet reporting structure to comply with the GASB-required financial reporting structure for the Statement of Net Assets. UCOP will replace the current CFS account group codes with an entirely new CFS account group code structure to support the new reporting requirements. Exhibit 1 provides an outline of the new Statement of Net Assets reporting structure, including the newly established account group codes. The Exhibit also includes current CFS account group codes to assist campuses in mapping to the new CFS account group codes.

Responsibility (C, OP)	Required Completion Date	Action Item/Task
C/OP	31-May-01	Identify New Accounts and Review Mapping of All Accounts to New Account Group Codes —Compare the existing general ledger accounts to the new CFS account structure to identify new general ledger accounts that should be established and map the general ledger accounts (old <u>and</u> new) to the new CFS account group codes. The new structure must be approved locally by the campus Controller and will be subject to review by PricewaterhouseCoopers.
C/OP	31-May-01	Establish New Accounts and New Mapping —Open new general ledger accounts and map general ledger accounts (old <u>and</u> new) to the new CFS account group codes. The May CFS submission must include an Account Fund Profile that incorporates the new CFS account group codes. Campuses and OP may begin to reclassify account balances to the new general ledger accounts. Some balances may not be able to be determined until after the June prelim file, but <u>the accounts should be established in May.</u>
OP	31-May-01	Modify CAFP and CFS —Modify CAFP and CFS edits, tables, existing reports, and defines.
C/OP	8-Aug-01	Close at June 30 Using the New CFS Account Group Structure —All reclassifications of financial balances to new general ledger accounts must be completed in the June 30, 2001 final file submission to CFS.
OP	31-Dec-01	Develop Statement of Net Assets —Develop Statement of Net Assets from CFS.
Restating June 30, 2000 Financial Statements Using the New Account Group Structure		
OP	2-Mar-01	Develop Template for June 30, 2000 Reclassification —Develop an Excel file format for use by the campuses to reclassify the June 30, 2000 balances. A draft format is provided in Exhibit 2.
OP	30-Apr-01	Send Template to Campuses —Provide campuses with June 30, 2000 final balances under the old CFS account group code structure.
C	15-Oct-01	Submit Completed Template to UCOP —Submit Excel files to OP that reclassify the June 30, 2000 final balances using the new CFS account group codes.
OP	15-Nov-01	Review Submissions —Review and revise, as necessary, the campus file submissions to ensure that all amounts are reclassified into the new CFS account groups.
OP	15-Dec-01	Prepare June 30, 2001 Statement of Cash Flows —Reclassify the June 30, 2000 Balance Sheet using the new reporting structure to develop the Statement of Cash Flows for FY 2000-2001 (refer to IRM No. 175).

Attachments

- Appendix 1—Authoritative Guidance
- Exhibit 1—Draft Statement of Net Assets Mapping of Account Group Codes
- Exhibit 2—Draft Template to Reclassify June 30, 2000 Balance Sheet to Statement of Net Assets

Appendix 1—Authoritative Guidance

GASB Statements No. 34 and 35

Incorporate public colleges and universities in the reporting model for other governments

GASB 35, Paragraph 44—With respect to reporting certain activities as BTAs (business-type activities), respondents point out that most colleges and universities meet the principal criterion established in paragraph 67 of Statement 34. An entity may elect that reporting, which is available for any activity for which a fee is charged to external users for goods or services. Supporters of BTA reporting for colleges and universities also point out that, although most public institutions are regularly subsidized, they also cover a portion of their costs through external user charges for their services. Therefore, these public institutions should be permitted to use BTA reporting. An additional advantage cited by some proponents of BTA reporting for public institutions is that it may enhance comparability with their not-for-profit and for-profit counterparts.

Proprietary Funds

GASB 34, Paragraph 66—Proprietary fund reporting focuses on the determination of operating income, changes in net assets (or cost recovery), financial position, and cash flows. The proprietary fund category includes enterprise and internal service funds.

GASB 34, Paragraph 67—*Enterprise funds* may be used to report any activity for which a fee is charged to external users for goods and services. Activities are *required* to be reported as enterprise funds if any one of the following criteria is met. Governments should apply each of these criteria in the context of the activity's *principal revenue sources*.

- a. The activity is financed with debt that is secured solely by a pledge of the net revenues from fees and charges of the activity. Debt that is secured by a pledge of net revenues from fees and charges *and* the full faith and credit of a related primary government or component unit—even if that government is not expected to make payments—is not payable solely from fees and charges of the activity. (Some debt may be secured, in part, by a portion of its own proceeds but should be considered as payable “solely” from the revenues of the activity.)
- b. Laws or regulations require that the activity's costs of providing services, including capital costs (such as depreciation or debt service), be recovered with fees and charges, rather than with taxes or similar revenues.**
- c. The pricing policies of the activity establish fees and charges designed to recover its costs, including capital costs (such as depreciation or debt service).

* These criteria do not require insignificant activities of governments to be reported as enterprise funds. For example, state law may require a county's small claims court to assess plaintiffs a fee to cover the cost of frivolous claims. However, taxes, not fees, are the principal revenue source of the county's court system, and the fees in question cover only the cost of frivolous small claims court cases. In this case, the county would not be required to remove its court system or the small claims court activity from its general fund and report it in an enterprise fund. Conversely, a state department of environmental protection regulation may require a water utility to recover the costs of operating its

water plant, including debt service costs, through charges to its customers—the utility’s principal revenue source. Because these charges are the activity’s principal revenue source and because the water utility is required to recover its costs, the utility should be reported as an enterprise fund.

** Based on this criterion, state unemployment compensation funds should be reported in enterprise funds.

Reporting by Special-Purpose Governments Engaged Only in Business-Type Activities

GASB 34, Paragraph 138—Governments engaged in only business-type activities should present only the financial statements required for enterprise funds. (See paragraphs 91–105.) For these governments, basic financial statements and RSI consist of:

- a. MD&A (paragraphs 8–11, as appropriate)
- b. Enterprise fund financial statements (paragraphs 91–105) consisting of:
 - (1) Statement of net assets or balance sheet
 - (2) Statement of revenues, expenses, and changes in fund net assets
 - (3) Statement of cash flows
- c. Notes to financial statements (paragraphs 113–123)
- d. RSI and other MD&A, if applicable (paragraphs 132–133)

University of California Enterprise Fund (Business Type Activity) Statements

Required Financial Statements—Proprietary Funds

GASB 34, Paragraph 91—Required financial statements for proprietary funds are:

- a. Statement of net assets or balance sheet^{*}
- b. Statement of revenues, expenses, and changes in fund net assets or fund equity^{**}
- c. Statement of cash flows

* Either a *balance sheet* or a *net assets* format may be used. For convenience, *only* the statement of net assets is referred to in this Statement.

** Either a *fund net assets* or *fund equity* may be used as the label for differences between proprietary fund assets and liabilities; for convenience, *only* the term *fund net assets* is used in this Statement.

Eliminations and Reclassifications

GASB 34, Paragraph 57—In the process of aggregating data for the statement of net assets and the statement of activities, some amounts reported as interfund activity and balances in the funds should be eliminated or reclassified.

Internal balances—statement of net assets

GASB 34, Paragraph 58—Eliminations should be made in the statement of net assets to minimize the “grossing-up” effect on assets and liabilities within the governmental and business-type activities columns of the primary government. As a result, amounts reported in the funds as interfund receivables and payables should be eliminated in the governmental and business-type activities columns of the statement of net assets, except for the net residual amounts due between governmental and business-type activities,

which should be presented as internal balances. Amounts reported in the funds as receivable from or payable to fiduciary funds should be included in the statement of net assets as receivable from and payable to external parties (consistent with the nature of fiduciary funds), rather than as internal balances. All internal balances should be eliminated in the total primary government column.

Measurement focus and basis of accounting

GASB 34, Paragraph 92—Proprietary fund statements of net assets and revenues, expenses, and changes in fund net assets should be presented using the economic resources measurement focus and the accrual basis of accounting.

GASB 34, Paragraph 93—Based on the provisions of Statement 20, paragraph 6, proprietary funds should be reported based on all applicable GASB pronouncements as well as applicable FASB Statements and Interpretations, APB Opinions, and ARBs of the Committee on Accounting Procedure issued on or before November 30, 1989, *unless* those pronouncements conflict with or contradict GASB pronouncements.

GASB 34, Paragraph 94—For *enterprise* funds, governments may elect to apply *all* FASB Statements and Interpretations issued after November 30, 1989, *except for* those that conflict with or contradict GASB pronouncements, based on the provisions of paragraph 7 of Statement 20, as amended by this Statement. Governments are encouraged to use the same application of FASB pronouncements for all enterprise funds.

Separate presentation of internal service funds

GASB 34, Paragraph 96—As discussed in paragraph 75, proprietary fund statements should present the financial information for each major enterprise fund in a separate column. Nonmajor enterprise funds should be aggregated and displayed in a single column, and a combined total column should be presented for all enterprise funds. Major fund reporting requirements do not apply to internal service funds. The combined totals for all internal service funds should be reported in separate columns on the face of the proprietary fund financial statements to the right of the total enterprise funds column.

Statement of net assets

GASB 34, Paragraph 97—Assets and liabilities of proprietary funds should be presented in *classified* format to distinguish between current and long-term assets and liabilities as discussed in Chapter 3 of ARB 43, *Restatement and Revision of Accounting Research Bulletins*.

GASB 34, Paragraph 98—Governments may use either a net assets format—*assets less liabilities equal net assets*—or a balance sheet format—*assets equal liabilities plus net assets*—to report their proprietary funds. Net assets should be displayed in three broad components—*invested in capital assets, net of related debt; restricted* (distinguishing between major categories of restrictions); and *unrestricted*. Paragraphs 33 through 37 define these terms for purposes of determining the amount to be reported in the various components of net assets. Capital contributions should not be displayed as a separate component of net assets. Designations of net assets should not be reported on the face of the financial statements (see paragraph 37).

Invested in Capital Assets, Net of Related Debt

GASB 34, Paragraph 33—This component of net assets consists of capital assets (see paragraph 19), including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets. If there are significant unspent related debt proceeds at year-end, the portion of the debt attributable to the unspent proceeds should *not* be included in the calculation of *invested in capital assets, net of related debt*. Rather, that portion of debt should be included in the same net assets component as the unspent proceeds—for example, *restricted for capital projects*.

Restricted Net Assets

GASB 34, Paragraph 34—Net assets should be reported as restricted when constraints placed on net asset use are either:^{*}

- a. Externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments.
- b. Imposed by law through constitutional provisions or enabling legislation.

Enabling legislation^{**} as the term is used in this Statement, authorizes the government to assess, levy, charge, or otherwise mandate payment of resources (from external resource providers) *and* includes a legally enforceable requirement that those resources be used only for the specific purposes stipulated in the legislation.

^{*} Because different measurement focuses and bases of accounting are used in the statement of net assets than in governmental fund statements, and because the definition of *reserved* includes more than resources that are *restricted* (as discussed in this paragraph), amounts reported as *reserved fund balances* in governmental funds will generally be different from amounts reported as *restricted net assets* in the statement of net assets.

^{**} Enabling legislation also includes restrictions on asset use established by a governmental utility's own governing board when the utility reports based on FASB Statement 71.

GASB 34, Paragraph 35—When permanent endowments or permanent fund principal amounts are included, “restricted net assets” should be displayed in two additional components—expendable and nonexpendable. Nonexpendable net assets are those that are required to be retained in perpetuity.

Unrestricted Net Assets

GASB 34, Paragraph 36—Unrestricted net assets consist of net assets that do not meet the definition of “restricted” or “invested in capital assets, net of related debt.”

GASB 34, Paragraph 37—In the government environment, net assets often are *designated* to indicate that management does not consider them to be available for general operations. In contrast to *restricted* net assets, these types of constraints on resources are *internal* and management can remove or modify them. As described in

paragraph 34, however, *enabling legislation* established by the reporting government should not be construed as an *internal constraint*. Designations of net assets should not be reported on the face of the statement of net assets.

Reporting restrictions on asset use

GASB 34, Paragraph 99—Restricted assets should be reported when restrictions (as defined in paragraph 34) on asset use change the nature or normal understanding of the availability of the asset. For example, cash and investments normally are classified as current assets, and a normal understanding of these assets presumes that restrictions do not limit the government’s ability to use the resources to pay current liabilities. But cash and investments held in a separate account that can be used to pay debt principal and interest only (as required by the debt covenant) and that cannot be used to pay other current liabilities should be reported as restricted assets. Because restricted assets may include temporarily invested debt proceeds or other resources that are not generated through operations (such as computer deposits), the amount reported as restricted assets will not necessarily equal restricted net assets.

UCRS Financial Statements in the UC Annual Report

Required Financial Statements—Fiduciary Funds and Similar Component Units

GASB 34, Paragraph 106—Required financial statements for fiduciary funds are the statement of fiduciary net assets and the statement of changes in fiduciary net assets.* Fiduciary fund financial statements should include information about all fiduciary funds of the primary government, as well as the component units that are fiduciary in nature. The statements should provide a separate column for each fund type—pension (and other employee benefit) trust funds, investment trust funds, private-purpose trusts, agency funds. Financial statements for individual pension plans and postemployment healthcare plans** should be presented in the notes to the financial statements of the primary government, if separate, GAAP financial reports have not been issued. If separate GAAP financial reports have been issued, the notes should include information about how to obtain those separate reports.

* For defined benefit pension plans, the statement of fiduciary net assets and statement of changes in fiduciary net assets required by this Statement are equivalent to the statement of *plan* net assets and statement of changes in *plan* net assets, respectively, required by Statement 25.

** See paragraph 19 of Statement 25 and paragraph of Statement 26, respectively.

Measurement Focus and Basis of Accounting

GASB 34, Paragraph 107—Financial statements of fiduciary funds should be reported using the economic resources measurement focus and the accrual basis of accounting, except for the recognition of certain liabilities of defined benefit pension plans and certain postemployment healthcare plans. Paragraph 26 of Statement 25 and paragraph 7 of Statement 26 provide guidance on recognition of these liabilities.

Statement of Fiduciary Net Assets

GASB 34, Paragraph 108—The statement of fiduciary net assets should include information about the assets, liabilities, and net assets for each fiduciary fund type. The detailed display requirements of Statements 25 and 26 apply to the statements of plan net assets of pension and other employee benefit trust funds. Statement 31 provides detailed guidance for investment in trust funds. The components of net assets, discussed in paragraphs 32 through 37, are not required to be presented in the statement of fiduciary net assets.

Statement of Changes in Fiduciary Net Assets

GASB 34, Paragraph 109—The statement of changes in fiduciary net assets should include information about the additions to, deductions from, and net increase (or decrease) for the year in net assets for each fiduciary fund type. The statement should provide information about significant year-to-year changes in net assets. The detailed display requirements of Statements 25 and 26 apply to the statements of changes in plan net assets for pension and other employee benefit trust funds.

Reporting Agency Funds in the UC Annual Report

Reporting Agency Funds

GASB 34, Paragraph 110—In the statement of net assets, agency fund assets should equal liabilities. Agency funds should not be reported in the statement of changes in fiduciary net assets.

GASB 34, Paragraph 111—Sometimes an agency fund is used as a clearing account to distribute financial resources to other funds of the government, as well as other entities. For example, county property tax collectors customarily collect and distribute property taxes to the county's funds as well as to other governments within the county. When this occurs, the portion of the clearing account balance that pertains to other funds of the county should not be reported in agency funds. Rather, it should be reported as assets in the appropriate funds.

IRM No. 125—Exhibit 1a

University of California															
Statement of Net Assets—FY 2002															
GASB Statements No. 34 & 35															
Mapping of Account Group Codes—Detail by Fund Group															
Fund Group	Account Group	Title	Current		Unexpended Plant		Retirement of Indebt.		Reinvest. in Plant		Old		New		
			Old	New	Old	New	Old	New	Old	New	Old	New	Old	New	
			Acct. Grp.	Acct. Grp.	Acct. Grp.	Acct. Grp.	Acct. Grp.	Acct. Grp.	Acct. Grp.	Acct. Grp.	Acct. Grp.	Acct. Grp.	Acct. Grp.	Acct. Grp.	Acct. Grp.
	Other Noncurrent Assets	NA-Other Assets-A/R-State	130021	161910											
		NA-Other Assets-General	130041	161920	100040	101920	101040	111920	102070	121920					
		NA-Other Assets-Auxiliary Enterprises	130024	161930											
		NA-Other Assets-A/R	130023	161940	100030	101940	101020	111940							
		NA-Other Assets-A/R-Auxiliary Ent.	130024	161950											
		NA-Other Assets-A/R-Federal												110030	141960
		NA-Other Assets-A/R-Pledges	130023	161970	100030	101970								110030	141970
		NA-Other Assets-A/R-Pledges Allow for Uncollectible	None	161980	None	101980								None	141980
		NA-Other Assets-A/R Pledges Discount	None	161990	None	101990								None	141990
	Noncurrent Assets														
	Total Assets														
LIABILITIES															
Current Liabilities															
	Accounts Payable	CL-A/P-General	130112	164111	100110	104110					103110	134110			
		CL-A/P-Auxiliary Enterprises	130113	164112											
		CL-A/P-Medical Center	130112	164113											
		CL-A/P-Other Investment Purchases	130112	164130	100110	104130	101110	114130			103110	134130	110110	144130	
		CL-A/P-Other Investment Purchases-Settlement	130112	164140	100110	104140	101110	114140			103110	134140	110110	144140	
		CL-A/P-STIP Investment Purchases	130112	164170											
		CL-A/P-STIP Investment Purchases-Settlement	130112	164180											
		CL-A/P-Commercial Paper Investment Purchases					101110	114170							
		CL-A/P-Commercial Paper Investment Purchases-Settlement					101110	114180							
		CL-A/P-Capital Assets	130112	164150	100110	104150					103110	134150			
		CL-A/P-Scholarships and Fellowships	130112	164160											
		CL-A/P-Controlled Disbursements-Payroll	130112	164191											
		CL-A/P-Controlled Disbursements-Medical Center	130112	164192											
		CL-A/P-Controlled Disbursements-Other	130112	164193											
	Accrued Salaries and Benefits	CL-Accrued Salaries	130111	164210											
		CL-Accrued Benefits	130111	164220											
	Deferred Revenue	CL-Deferred Revenues-General	130141	164310	None	104310									
		CL-Deferred Revenues-Auxiliary Enterprises	130142	164320											
		CL-Deferred Revenues-Medical Center	130141	164340											
		CL-Deferred Revenues-Grants & Contracts	None	164330	None	104330							None	144330	
	Collateral held for Security Lending	CL-Collateral Held for Security Lending	130112	164400	100110		101110				103110		110110		
	Commercial Paper	CL-Commercial Paper	130114	164500	100110	104500	101110	114500	102210	124500					
	Current portion of long-term debt	CL-Long-Term Debt-Revenue Bonds			100110	104610	101110	114610	102210	124610				110110	144610
		CL-Long-Term Debt-COP			100110	104620	101110	114620	102210	124620					
		CL-Long-Term Debt-Mortgages & Other Borrowings			100110	104630	101110	114630	102210	124630					
		CL-Long-Term Debt-Capital Lease Obligations			100110	104640	101110	114640	102210	124640					
	Funds Held for Others	CL-Funds Held For Others-General													
		CL-Funds Held For Others-Auxiliary Enterprise													
	Other Current Liabilities	CL-Other-Deposits-General	130121	164721											
		CL-Other-Deposits-Auxiliary Enterprises	130122	164722											
		CL-Other-Deposits-Medical Center	130121	164723											
		CL-Other-Self Insurance-Medical Malpractice	130112	164731											
		CL-Other-Self Insurance-General Auto & Employment Liability (GAEL)	130112	164732											
		CL-Other-Self Insurance-Workers Compensation	130112	164733											
		CL-Other-Self Insurance-Employee Healthcare	130112	164734											
		CL-Other-Vacation Leave	130111	164741											
		CL-Other-Compensatory Time	130111	164742											
		CL-Other-Severance Pay	130111	164750											
		CL-Other-Miscellaneous	130112	164760	100110	104760	101110	114760	102210	124760	103110	134760	110110	144760	
		CL-Other-A/P LTD-Interest Expense					None	114770							
		CL-Other-A/P Commercial Paper-Interest Expense					None	114780							

IRM No. 125—Exhibit 1a

University of California															
Statement of Net Assets—FY 2002															
GASB Statements No. 34 & 35															
Mapping of Account Group Codes—Detail by Fund Group															
				Current		Unexpended Plant		Retirement of Indebt.		Renewal & Replace.					
				Old	New	Old	New	Old	New	Old	New	Old	New	Old	New
				Acct. Grp.	Acct. Grp.	Acct. Grp.	Acct. Grp.	Acct. Grp.	Acct. Grp.	Acct. Grp.	Acct. Grp.	Acct. Grp.	Acct. Grp.	Acct. Grp.	Acct. Grp.
	Debt Service		NET-Fund Balance - Retirement of Indebtedness					101130	119100						
	Appropriations		NET-Fund Balance - Specific	130166	169500	(4)									
	Other		NET-Fund Balance - Principal Appropriated	130163	169200	(5)									
			NET-Fund Balance - Endowment Income	130165	169400	(6)									
			NET-Fund Balance - Reserves	130161	169100	(7)									
			NET-Fund Balance - Specific	130166	169500	(8)									
Unrestricted			NET-Fund Balance - Unexpended Plant-Gifts & Pvt Grants				100131	109100							
			NET-Fund Balance - Unexpended Plant-Federal Grants				100132	109200							
			NET-Fund Balance - Unexpended Plant-State Approp.				100133	109300							
			NET-Fund Balance - Unexpended Plant-University Funds				100134	109400							
			NET-Fund Balance - Unexpended Plant-Borrowed Funds				100135	109500							
			NET-Fund Balance - Reserves	130161	169100	(9)									
			NET-Fund Balance - Principal Appropriated	130163	169200	(10)									
			NET-Fund Balance - Gifts & Private Grants	130164	169300	(11)									
			NET-Fund Balance - Endowment Income	130165	169400	(12)									
			NET-Fund Balance - Specific	130166	169500	(13)									
			NET-Fund Balance - General Funds	130167	169600	(14)									
			NET-Fund Balance - Retirement of Indebtedness					101130	119100						
			NET-Fund Balance - Renewal & Replacement								103130	139100			
			NET-Fund Balance - Loans										110130	149100	
			NET-Fund Balance - 415(m) Reserve												
			NET-Endowments - Funds Functioning as Endowment												
			Total Net Assets												
	CA	Current Assets													
	NA	Noncurrent Assets													
	CL	Current Liabilities													
	NL	Noncurrent Liabilities													
	NET	Net Assets													
(1)	Fund Group Codes 408300,408410,408420, 408430, Restriction Code R														
(2)	Fund Group Codes 404210, 404220, 405210, 405220, 406210, 406220, 406310, 406320, Restriction Code R														
(3)	Fund Group Codes 408200, Restriction Code R														
(4)	Fund Group Codes 404110, 404120, 406100, Restriction Code R														
(5)	Fund Group Codes 407210, Restriction Code R														
(6)	Fund Group Codes 407100, Restriction Code R														
(7)	Fund Group Codes 411100, Restriction Code R														
(8)	Fund Group Codes 410290, Restriction Code R														
(9)	Fund Group Codes 411100, Restriction Code U														
(10)	Fund Group Codes 407210, 407220, 407230, Restriction Code U														
(11)	Fund Group Codes 408100, Restriction Code U														
(12)	Fund Group Codes 407100, Restriction Code U														
(13)	Fund Group Codes 403110, 403120, 403130, 403141, 403142, 403143, 403144, 403145, 403146, 403147, 403148, 403149, 403161, 403162, 403163, 403164, 403190, 403200, 403400, 409110, 409120, 409130, 409140, 409190, 409200, 409300, 410100, 410210, 410220, 410230, 410240, 410290, Restriction Code U														
(14)	Fund Group Codes 401000, Restriction Code G														
(15)	Fund Group Codes 301000, 302000, 303000, Restriction Code R														
(16)	Fund Group Codes 301000, 302000, 303000, Restriction Code U														

IRM No. 125--Exhibit 1d

University of California Retirement System				
Statement of Plans' Net Assets—FY 2002				
PERS-VERIP Plan				
			PERS-VERIP	
			Old	New
New Title			Acct. Grp.	Acct. Grp.
ASSETS				
Investments				
		Investments-STIP	160200	580211
		Investments-Securities	160200	580221
		Investments-Mortgage Loans		
		Investments-Misc Loans & Contracts		
Investment of Cash Collateral				
		Investment of Cash Collateral		
Participants' interest in external mutual funds				
Investment of Cash Collateral				
		Investment of Cash Collateral		
Participant 403(b) loans				
		Participant Loans		
Accounts Receivable				
	Contributions	A/R-Contributions-Due from UC	160310	580611
		A/R-Contributions-Due from Other	160310	580612
		A/R-Contributions-State Deferral		
	Investment Income	A/R-Investment Income	160320	580620
	Security Sales and Other	A/R-Other-Investment Sales	160320	580631
		A/R-Other-Investment Sales-Settlements	160320	580632
		A/R-Other	160320	580634
		Interfund Receivables		
		Interfund Payables		
Total assets				
LIABILITIES				
Payable for Securities Purchases				
		A/P-Investment Purchases	161100	584110
		A/P-Investment Purchases-Settlement	161100	584120
Member withdrawals, refunds & other payables				
		Withdrawals & Refunds	161100	584210
		Other	161100	584220
Collateral held for Security Lending				
		Collateral Held for Security Lending		
Total liabilities				
NET ASSETS				
Members' defined benefit plan benefits			161200	589000
Participants' defined contribution plan benefits				
Total net assets held in trust for pension benefits				

IRM No. 125--Exhibit 2 (as of February 7, 2001)

DRAFT

University of California
 Reclassification of 6/30/00 Balance Sheet to Statement of Net Assets
 RETIREMENT OF INDEBTEDNESS FUNDS
 Campus:
 Prepared by:

RETIREMENT OF INDEBTEDNESS FUNDS

Old				New				
Classification	Account Group	Account Group Title	\$ at 6/30/00	\$ Reclassified	Account Group	Account Group Title	\$ at 6/30/00	Classification
A/R Other	10102	Receivables	-	-	N/A	N/A	-	
A/R Other	10102	Receivables	-	-	1104	CA--Investment of Cash Collateral	-	CA--Investment of Cash Collateral
A/R Other	10102	Receivables	-	-	110569	CA--A/R-Other	-	CA--A/R-Other
A/R Other	10102	Receivables	-	-	110572	CA--A/R-Other-Allow for Uncollectible	-	CA--A/R-Other (net of allowance)
A/R Other	10102	Receivables	-	-	11192	NA--Other Assets-General	-	NA--Other Noncurrent Assets
Investments	101031	University Investments	-	-	N/A	N/A	-	
Investments	101031	University Investments	-	-	11021	CA--Short-Term Investments-STIP	-	CA--Short-Term Investments
Investments	101031	University Investments	-	-	1104	CA--Investment of Cash Collateral	-	CA--Investment of Cash Collateral
Investments	101031	University Investments	-	-	11111	NA--Investments-STIP	-	NA--Investments
Investments	101031	University Investments	-	-	11113	NA--Investments-Security Lending	-	NA--Investments
Inv Held By Trustee	101032	Trustee Investments	-	-	N/A	N/A	-	
Inv Held By Trustee	101032	Trustee Investments	-	-	1103	CA--Investments Held by Trustees	-	CA--Investments Held by Trustees
Inv Held By Trustee	101032	Trustee Investments	-	-	1112	NA--Investments Held by Trustees	-	NA--Investments
various (see below)	10111	Liabilities	-	-	N/A	N/A	-	
Collateral held for SL	10111	Liabilities	-	-	1144	CL--Collateral Held for Securities Lending	-	CL--Collateral Held for Securities Lending
Revenue bonds	10111	Liabilities	-	-	11461	CL--Long-Term Debt-Revenue Bonds	-	CL--Long-term debt - current portion
Capital Leases	10111	Liabilities	-	-	11464	CL--Long-Term Debt-Capital Lease Obligations	-	CL--Long-term debt - current portion
Accounts Payable	10111	Liabilities	-	-	11476	CL--Other	-	CL--Other Current Liabilities
Revenue bonds	10111	Liabilities	-	-	11541	NL--Long-term Debt-Revenue bonds	-	NL--Long-term debt: Revenue bonds
Capital Leases	10111	Liabilities	-	-	11544	NL--Long-term Debt-Capital Lease Obligations	-	NL--Long-term debt: Capital lease obligations
Accounts Payable	10111	Liabilities	-	-	11551	NL--Other	-	NL--Other Noncurrent Liabilities
Fund Balances	10113	Fund Balances	-	-	N/A	N/A	-	
Fund Balances	10113	Fund Balances	-	-	1191	NET--Fund Balance	-	Net--Restricted for Debt Service
Fund Balances	10113	Fund Balances	-	-	1191	NET--Fund Balance-Retirement of Indebtedness	-	Net--Unrestricted
Total			-	-				-
			(1)	must equal zero				must equal (1)