



State of Louisiana
DIVISION OF ADMINISTRATION

OFFICE OF STATEWIDE REPORTING AND ACCOUNTING POLICY

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COMMISSIONER OF ADMINISTRATION

June 29, 2006

OSRAP MEMORANDUM 06-33

TO: Fiscal Officers
All State Entities

FROM: Afranie Adomako, CPA
Director

SUBJECT: GASB Statement No. 42 Issue Papers

In November 2003, the Governmental Accounting Standards Board issued GASB Statement No. 42 (GASB 42). This statement – *Accounting and Financial Reporting for Impairment of Capital Assets and for Insurance Recoveries* establishes accounting and financial reporting standards for impairment of capital assets, and for insurance recoveries. GASB 42 is effective for periods beginning after December 15, 2004, or for our current fiscal year (FY 2006).

For the implementation of GASB 42, a task force was formed to resolve implementation issues identified by OSRAP. Issue papers discussing these topics and providing recommendations to resolving them have been approved by the task force, and are available on OSRAP's web site. You can locate these issue papers at <http://www.doa.louisiana.gov/osrap/index.htm>. Click on GASB Statements (the middle button on the third row of buttons in the center of the page), then on GASB 42 Issue Papers. The recommendations approved by the task force have been incorporated into the fiscal year 2006 AFR packets.

Should you have questions or need additional information about GASB Statement No. 42, please contact Mr. Mark Rhodes at (225) 342-0711, Ms. Rae Marrero at (225) 342-1088, or Ms. Rhonda Coston at (225) 342-8090.

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