



State of North Carolina Office of the State Controller

Michael F. Easley, Governor

Robert L. Powell, State Controller

June 4, 2007

MEMORANDUM NO. SAD 07- 55

TO: Chief Fiscal Officers
Vice Chancellors

FROM: Robert L. Powell
State Controller

A handwritten signature in black ink, appearing to read "Robert L. Powell", written over the printed name in the "FROM:" field.

SUBJECT: Accounting for Flexible Spending Account Savings

The Office of the State Controller (OSC) has created a new NCAS account 531576 Flexible Spending Account Savings which replaces NCAS account 538010 Flexible Spending Account Savings Transfer. As of July 1, NCAS account 531576 must be used to record the social security savings derived from employee participation in the health care and dependant care flexible spending account programs.

OSC will make the necessary validations for this change related to the 538010 and 531576 account. The validation process will occur as part of the year open and will appear on the OSCOP*GL 820-1 GL/FICS Reports (Batch Proof List) available July 3, 2007. Universities need to change their NCAS crosswalks to accommodate this change.

We greatly appreciate your assistance in this matter. If you have any questions regarding this request, please contact your OSC financial analyst.

Cc: NCAS fiscal contacts
University fiscal contacts

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