

Closing Package

Note 18. Contingencies:

Contingencies are uncertain losses that do not meet the requirement for liability recognition on the Balance Sheet. If the contingency is **reasonably possible**, then disclose the possible liability and the nature of the case. If the contingency is **probable** with a range of amounts, then the minimum amount in the range should be recognized and the range should be disclosed along with the nature of the case. If amounts do **not meet liability recognition**, report them in the related liability account in the Balance Sheet. Contingencies that are accrued often require note disclosure so that the financial statements are not misleading; disclose the amount of **probable losses** along with the nature of the case. Amounts disclosed for litigation, claims, and assessments must be consistent with the agency's legal representation letter.

Section A – Insurance Contingencies (Reasonably Possible Only)

Enter descriptions:

1.
2.
3.
4.

FY 2008

FY 2007

5. Other insurance contingencies

Section B – Insurance in Force (sum of Policy Face Value and Dividend Paid)

Enter the type and amount of insurance issued as measured by the sum the policy face values and dividends paid.

Enter descriptions:

1.
2.
3.
4.

FY 2008

FY 2007

5. Other insurance in force

Section C – Civil Litigation, Claims, and Assessments (SFFAS 5, Par 35-42)

Enter the amounts for fiscal 2008 and fiscal 2007 probable liabilities (P) and reasonably possible (RP) contingencies for the items listed below.

	FY 2008			FY 2007		
	Measured Amount (Accrued/Estimated)	Estimated Range (Low/High)	Unable to Determine (Claim Amount)	Measured Amount (Accrued/Estimated)	Estimated Range (Low/High)	Unable to Determine (Claim Amount)
1. Probable						
2. Reasonably Possible						

Section D – Environmental Litigation, Claims, and Assessments (SFFAS 5, Par 35-42)

Enter the amounts for fiscal 2008 and fiscal 2007 probable liabilities (P) and reasonably possible (RP) contingencies for the items listed below.

	FY2008			FY2007		
	Measured Amount (Accrued/Estimated)	Estimated Range (Low/High)	Unable to Determine (Claim Amount)	Measured Amount (Accrued/Estimated)	Estimated Range (Low/High)	Unable to Determine (Claim Amount)
1. Probable						
2. Reasonably Possible						

Section E – Other Contingencies (SFFAS 5, Par 35-42)

Enter the description and amount for the other contingencies.

FY 2008:

1. Enter description/amount

[Redacted]

FY 2007:

1. Enter description/amount

[Redacted]

“Text Data” Tab

FY 2008:

1. Describe the risk insurance programs that are in force.

[Redacted]

2. Provide the nature of the insurance contingencies.

[Redacted]

3. Provide the nature of the litigation contingencies, including the range of loss for probable liabilities (SFFAS No. 5, Par. 39).

Range of loss:

Nature:

[Redacted]

4. Provide the nature of the litigation contingencies, including the range of loss for reasonably possible contingencies (SFFAS No. 5, Par. 40-41).

Range of loss: \$ _____ to \$ _____

Nature:

[Redacted]

5. Provide the total claim amounts for cases assessed as “unable to determine” if significant. Also, provide a statement on whether this materiality affects the financial statements.

[Redacted]

6. Provide any other relevant information pertaining to this note.

[Redacted]

FY 2007:

1. Describe the risk insurance programs that are in force.

[Redacted]

2. Provide the nature of the insurance contingencies

[Redacted]

3. Provide the nature of the litigation contingencies, including the range of loss for probable liabilities (SFFAS No. 5, Par. 39)

Range of loss:

Nature:

[Redacted]

4. Provide the nature of the litigation contingencies, including the range of loss for reasonably possible contingencies (SFFAS No. 5, Par. 40-41)

Range of loss: \$ _____ to \$ _____

Nature:

[Redacted]

5. Provide the total claim amounts for cases assessed as “unable to determine” if significant. Also, provide a statement on whether this materiality affects the financial statements.

[Redacted]

6. Provide any other relevant information pertaining to this note.

[Redacted]