

AUDITOR'S OPINION MATRIX

TYPE OF REPORT	CIRCUMSTANCE	EXAMPLES
<i>UNQUALIFIED OPINION</i> <i>(Standard Report)</i>	Not Applicable	Not Applicable
Effect on Report:	E.g., "In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Name of College as of month/day/year, and the related results of its operations and cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America."	
<i>QUALIFIED OPINION 1.</i>	Departure from GAAP	Land and buildings maintained at appraised value rather than acquisition cost
Effect on Report:	A separate explanatory paragraph preceding the opinion and an "Except for" qualification within the opinion paragraph. E.g., "Except for the effects of valuing land and buildings at appraised value, the financial statements referred to above ..."	
<i>QUALIFIED OPINION 2.</i>	Scope Limitation	Inadequate accounting records
Effect on Report:	A separate explanatory paragraph preceding the opinion and an "Except for" qualification within the opinion paragraph. E.g., "Except for the effects, if any, as might have been determined to be necessary if transaction or account balance records had adequate, the financial statements referred to above..."	
<i>ADVERSE OPINION</i>	Pervasive Departure from GAAP	Financial statements presented on a modified accrual basis or other Non-GAAP measurement basis
Effect on Report:	A separate explanatory paragraph preceding the opinion and "Because of" notation within the opinion paragraph. E.g., "Because of the effects of the matter discussed in the preceding paragraph, the financial statements referred to above do not present fairly..."	
<i>DISCLAIMER OF OPINION</i>	Pervasive Scope Limitation	Unable to perform adequate audit procedures on material transactions or accounts
Effect on Report:	A separate explanatory paragraph preceding the opinion describing the accounts or transactions that could not be audited and "Since" notation within the last paragraph. E.g., "Since the accounts and transactions as of month/day/year materially affect the determination of financial position, results of operations and cash flows, the scope of our work was not sufficient to enable us to express, and we do not express, an opinion on the financial statements referred to in the first paragraph."	
<i>UNQUALIFIED OPINION WITH REQUIRED EXPLANATORY LANGUAGE</i>	Going Concern	Entity's financial condition is such that there is a doubt as to the ability to continue in the future
Effect on Report:	A separate explanatory paragraph after the opinion. E.g., "The accompanying financial statements have been prepared assuming that the Entity will continue as a going concern. As discussed in the Notes to the Financial Statements , the Entity has incurred losses in the past three years and has a negative Net Asset Balance at month/day/year. These conditions raise substantial doubt about its ability to continue as a going concern. Management's plans regarding those matters are also described in the Notes. These financial statements do not include any adjustments that might result from the outcome of that uncertainty."	