

## **Accounting For Partial Cancellation – No-Year TAFS with “Definite” Authority**

### Background

This scenario illustrates the partial cancellation in a single TAFS with two programs, with delivered and un-delivered orders for a No-Year appropriation with “definite authority.” It includes USSGL accounts 8101, “Partial Authority Cancellation,” and 8102, “Offset for Partial Cancellation” which are effective for Fiscal Year 2007 and available for early implementation in Fiscal Year 2006.

*"Legitimately incurred obligations that have not been disbursed (i.e. paid) at the time a TAFS is canceled cannot be paid from the canceled obligated or unobligated balances of the canceled TAFS.*

*After a TAFS is canceled, any obligations or adjustments to obligations that would have been properly chargeable to that TAFS may be disbursed from an unexpired TAFS that is available for obligation for the same purpose as the closed TAFS...." OMB Circular No. A-11, Section 130.11, dated June 2005. (See cite for specific provisions)*

Per TFM Volume I Bulletin No. 2005-06, “If an agency must liquidate obligations after an account has been closed, it may use up to 1 percent of its current appropriation by reporting a 46 subclass on the SF 224, “Statement of Transactions,” or by seeking a reappropriation. Collections received after an account has been closed are deposited in miscellaneous receipts account 3200, "Collection of Receivables from Canceled Accounts.””

## Accounting For Partial Cancellation – No-Year TAFS with “Definite” Authority

This scenario uses the June 2006 TFM (TFM release S2-06-02 Part 1).

**The following USSGL accounts are used in this scenario:**

Account Number	Account Name
<u>Budgetary</u>	
4119	Other Appropriation Realized
4201	Total Actual Resources - Collected
4350	Canceled Authority
4450	Unapportioned Authority
4510	Apportionments
4610	Allotments - Realized Resources
4801	Undelivered Orders – Obligations, Unpaid
4871	Downward Adjustments of Prior-Year Unpaid Undelivered Orders – Obligations, Recoveries
4901	Delivered Orders – Obligations, Unpaid
4902	Delivered Order – Obligations Paid
<u>Proprietary</u>	
1010	Fund Balance With Treasury
2110	Accounts Payable
<b>2960</b>	<b>Accounts Payable from Canceled Appropriation</b>
3100	Unexpended Appropriation - Cumulative
3101	Unexpended Appropriations – Appropriations Received
3106	Unexpended Appropriations - Adjustments
3107	Unexpended Appropriations – Used
3310	Cumulative Results of Operations
5700	Expended Appropriations
6100	Operating Expenses/Program Costs
<u>Memorandum</u>	
<b>8101</b>	<b>Partial Authority Cancellation</b>
<b>8102</b>	<b>Offset for Partial Authority Cancellation</b>

## **Accounting For Partial Cancellation – No-Year TAFS with “Definite” Authority**

### Definitions:

**Account Title:** Partial Authority Cancellation

**Account Number:** 8101

**Normal Balance:** Credit

**Definition:** The amount of authority canceled and recorded in USSGL account 4350 “Canceled Authority,” that only represents partial cancellations. This account will be maintained as a tracking mechanism for the Antideficiency Act. Antideficiency Act provisions continue to apply to canceled TAFS and also to partially canceled authority in TAFS that are otherwise still valid, such as partial cancellation of authority in a no-year TAFS. The balance in USSGL account 4350, “Canceled Authority” is reclassified into this account in a closing entry.

**Account Title:** Offset for Partial Authority Cancellation

**Account Number:** 8102

**Normal Balance:** Debit

**Definition:** To offset activity recorded in USSGL account 8101, “Partial Authority Cancellation,” that represents partial cancellations only. This account will be maintained as a tracking mechanism for the Antideficiency Act. Antideficiency Act provisions continue to apply to canceled TAFS and also to partially canceled authority in TAFS that are otherwise still valid, such as partial cancellation of authority in a no-year TAFS.

**Account Title:** Accounts Payable From Canceled Appropriations

**Account Number:** 2960

**Normal Balance:** Credit

**Definition:** This account is used to reinstate valid accounts payable that were canceled.

## Accounting For Partial Cancellation – No-Year TAFS with “Definite” Authority

Year 1

1. To record a current year appropriation, warrant, apportionment and allotment (Program A \$7,000, Program B \$1,000).

USSGL	Program A		Program B		TC
	Debit	Credit	Debit	Credit	
<i>Budgetary</i>					
4119 Other Appropriation Realized	7,000		1,000		A104
4450 Unapportioned Authority		7,000		1,000	
4450 Unapportioned Authority	7,000		1,000		A116
4510 Apportionments		7,000		1,000	
4510 Apportionments	7,000		1,000		A120
4610 Allotments – Realized Resources		7,000		1,000	
<i>Proprietary</i>					
1010 Fund Balance With Treasury	7,000		1,000		A104
3101 Unexpended Appropriations – Appropriations Received		7,000		1,000	

2. To record current year undelivered orders unpaid (Program A).

USSGL	Program A		Program B		TC
	Debit	Credit	Debit	Credit	
<i>Budgetary</i>					
4610 Allotments – Realized Resources	7,000		1,000		B306
4801 Undelivered Orders – Obligations, Unpaid		7,000		1,000	
<i>Proprietary</i>					
No entry					

3. To record the delivery of goods and services and record a payable (Program A).

USSGL	Program A		Program B		TC
	Debit	Credit	Debit	Credit	
<i>Budgetary</i>					
4801 Undelivered Orders – Obligations, Unpaid	5,000		N/A	N/A	B402
4901 Delivered Orders – Obligations Unpaid		5,000			
<i>Proprietary</i>					
6100 Operating Expenses/Program Costs	5,000				
2110 Accounts Payable		5,000			
3107 Unexpended Appropriations – Used	5,000				
5700 Expended Appropriations		5,000			

## Accounting For Partial Cancellation – No-Year TAFS with “Definite” Authority

4. To record the partial payment of the account payable on a confirmed disbursement schedule (Program A).

USSGL	Program A		Program B		TC
	Debit	Credit	Debit	Credit	
<i>Budgetary</i>			N/A	N/A	
4901 Delivered Orders – Obligations Unpaid	4,920				B110
4902 Delivered Orders – Obligations Paid		4,920			
<i>Proprietary</i>					
2110 Accounts Payable	4,920				
1010 Fund Balance With Treasury		4,920			

### Pre-Closing Trial Balance – Year 1

USSGL	Program A		Program B		Total	
	Debit	Credit	Debit	Credit	Debit	Credit
<b>Budgetary</b>						
4119 Other Appropriation Realized	7,000		1,000		8,000	
4450 Unapportioned Authority		0		0		0
4510 Apportionments		0		0		0
4610 Allotments – Realized Resources		0		0		0
4801 Undelivered Orders – Obligations, Unpaid		2,000		1,000		3,000
4901 Delivered Orders – Obligations, Unpaid		80				80
4902 Delivered Orders – Obligations, Paid	0	4,920	0	0	0	4,920
Total	7,000	7,000	1,000	1,000	8,000	8,000
<b>Proprietary</b>						
1010 Fund Balance With Treasury	2,080		1,000		3,080	
2110 Accounts Payable		80				80
3101 Unexpended Appropriation – Appropriations Received		7,000		1,000		8,000
3107 Unexpended Appropriation – Used	5,000				5,000	
5700 Expended Appropriations		5,000				5,000
6100 Operating Expenses/Program Costs	5,000	0	0	0	5,000	0
Total	12,080	12,080	1,000	1,000	13,080	13,080

### Closing Entries – Year 1

C1. To record the consolidation of actual net-funded resources and reductions for withdrawn funds.

USSGL	Program A		Program B		TC
	Debit	Credit	Debit	Credit	
4201 Total Actual Resources – Collected	7,000		1,000		F302
4119 Other Appropriation Realized		7,000		1,000	

## Accounting For Partial Cancellation – No-Year TAFS with “Definite” Authority

C2. To close paid delivered orders.

	Program A		Program B		TC
	Debit	Credit	Debit	Credit	
USSGL					
4902 Delivered Orders – Obligations, Paid	4,920		N/A	N/A	F314
4201 Total Actual Resources - Collected		4,920			

C3. To close revenue, and expense to cumulative results of operations.

	Program A		Program B		TC
	Debit	Credit	Debit	Credit	
USSGL					
3310 Cumulative Results of Operations	5,000		N/A	N/A	F336
6100 Operating Expenses/Program Costs		5,000			to be modified
5700 Expended Appropriations	5,000				
3310 Cumulative Results of Operations		5,000			

C4. To record closing of fiscal-year activity to unexpended appropriations.

	Program A		Program B		TC
	Debit	Credit	Debit	Credit	
USSGL					
3100 Unexpended Appropriations – Cumulative	5,000				F342
3107 Unexpended Appropriations – Used		5,000			
3101 Unexpended Appropriations – Appropriations Received	7,000		1,000		
3100 Unexpended Appropriations – Cumulative		7,000		1,000	

### Post-Closing Trial Balance – Year 1

	Program A		Program B		Total	
	Debit	Credit	Debit	Credit	Debit	Credit
USSGL						
<b>Budgetary</b>						
4201 Total Actual Resources - Collected	2,080		1,000		3,080	
4801 Undelivered Orders – Obligations, Unpaid		2,000		1,000		3,000
4901 Delivered Orders – Obligations, Unpaid	<u>0</u>	<u>80</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>80</u>
<b>Total</b>	2,080	2,080	1,000	1,000	3,080	3,080
<b>Proprietary</b>						
1010 Fund Balance With Treasury	2,080		1,000		3,080	
2110 Accounts Payable		80				80
3100 Unexpended Appropriations - Cumulative	<u>0</u>	<u>2,000</u>	<u>0</u>	<u>1,000</u>	<u>0</u>	<u>3,000</u>
<b>Total</b>	2,080	2,080	1,000	1,000	3,080	3,080

## Accounting For Partial Cancellation – No-Year TAFS with “Definite” Authority

### SF133 Report on Budget Execution and Budgetary Resources – Year 1

<b>BUDGETARY RESOURCES</b>		
3. Budget authority:		
A. Appropriation		
	1. Actual (4119E)	8,000
7. Total budgetary resources		8,000
<b>STATUS OF BUDGETARY RESOURCES</b>		
8. Obligations incurred:		
A. Direct:		
	2. Category B[program A] (4801E-B, 4901E-B, 4902E)	7,000
	Category B [program B] (4801E-B, 4901E-B, 4902E)	1,000
11. Total status of budgetary resources		8,000
<b>CHANGE IN OBLIGATED BALANCES</b>		
13. Obligations incurred (+) (4801E-B, 4901E-B, 4902E)		8,000
14. Gross outlays (-) (4902E)		(4,920)
18. Obligated balance, net, end of period:		
	A. Unpaid obligations (+) (4801E, 4901E)	3,080
<b>NET OUTLAYS</b>		
19. Net outlays:		
	A. Gross outlays (+) (4902E)	4,920
<b>SBR Only:</b>		
	D. Net outlays	4,920

### FMS 2108 Yearend Closing Statement Unexpended Balances Investments, and Imprest Funds - Year 1

Column 2. Preclosing Unexpended Balance - Treasury Supplied	3,080
Column 5. Postclosing Unexpended Balance (1010E)	3,080
Column 9. Undelivered Orders and Contracts (4801E)	3,000
Column 10. Accounts Payable and Other Liabilities (4901E)	80

## Accounting For Partial Cancellation – No-Year TAFS with “Definite” Authority

### Budget Program and Financing (P&F) Schedule – Year 1

<b>OBLIGATIONS BY PROGRAM ACTIVITY</b>	
1000 Total new obligations (+) (4801E-B, 4901E-B, 4902E)	8,000
<b>BUDGETARY RESOURCES AVAILABLE FOR OBLIGATION</b>	
2200 New budget authority (gross) (+) (sum 4000...6962) or (7,000))	8,000
2395 Total new obligations (-) (line 1000 opposite sign)	(8,000)
<b>NEW BUDGET AUTHORITY (GROSS), DETAIL</b>	
4000 Appropriation (+) (4119E)	8,000
<b>CHANGE IN OBLIGATED BALANCES</b>	
7310 Total new obligations (+) (line 1000)	8,000
7320 Total outlays (gross) (-) (4902E)	(4,920)
7440 Obligated balance, end of year (+) (4801E, 4901E)	2,080
<b>OUTLAYS (GROSS), DETAIL</b>	
8690 Outlays from new discretionary authority (+) (4902E)	4,920
<b>NET BUDGET AUTHORITY AND OUTLAYS</b>	
8900 Budget authority (net) (+) (sum 2200 – (8800..8845), 8895, 8896)	8,000
9000 Outlays (net) (+) (sum (8690..8698) – (8840..8845))	4,920

### OMB Form & Content Statements – Year 1

#### Balance Sheet – Year 1

Assets		
Intragovernmental:		
1. Fund balance with Treasury (1010E)		3,080
6. Total intragovernmental		3,080
15. Total assets		3,080
Liabilities		
21. Accounts payable (2110E)		80
Net position:		
31. Unexpended appropriations – other funds (3101E, 3107E, 5700E, 6100E)		3,000
34. Total net position		3,000
35. Total liabilities and net position		3,080



## Accounting For Partial Cancellation – No-Year TAFS with “Definite” Authority

### Net Cost – Year 1

Program Costs:		
Program A:		
	1. Gross costs (6100E)	5,000
	3. Net Program Costs	5,000
	6. Net Cost of Operations	5,000

### Changes in Net Position – Year 1

	Earmarked Funds	All Other Funds
Cumulative Results of Operations:		
Budgetary Financing Sources:		
	5. Appropriations Used (5700E)	5,000
	14. Total Financing Sources	5,000
	15. Net Cost of Operations	5,000
	16. Net Change (14-15)	0
	17. Cumulative Results of Operations	0
Unexpended Appropriations:		
Budgetary Financing Sources:		
	21. Appropriations Received (3101E)	8,000
	24. Appropriations Used (3107E)	(5,000)
	25. Total Budgetary Financing Sources (21..24)	3,000
	26. Total Unexpended Appropriations	3,000
	27. Net Position (17+26)	3,000

## Accounting For Partial Cancellation – No-Year TAFS with “Definite” Authority

### Statement of Financing – Year 1

<i>Resources Used to Finance Activities:</i>		
Budgetary Resources Obligated		
	1. Obligations incurred (4801E-B, 4901E-B, 4902E)	8,000
	5. Net obligations	8,000
	<i>11. Total resources used to finance activities</i>	8,000
<i>Resources Used to Finance Items not Part of the Net Cost of Operations</i>		
	12. Change in budgetary resources obligated for goods, services and benefits ordered by not yet provided (+/-) (4801E-B)	3,000
	<i>17. Total resources used to finance items not part of the net cost of operations (12..16)</i>	3,000
	<i>18. Total resources used to finance the net cost of operations (11-17)</i>	5,000
	<i>30. Net Cost of Operations (18+29)</i>	5,000

## Accounting For Partial Cancellation – No-Year TAFS with “Definite” Authority

### Year 2

1. To record a current year appropriation, warrant, apportionment and allotment (Program A \$1,000 Program B 6,000).

USSGL	Program A		Program B		TC
	Debit	Credit	Debit	Credit	
<i>Budgetary</i>					
4119 Other Appropriation Realized	1,000		6,000		A104
4450 Unapportioned Authority		1,000		6,000	
4450 Unapportioned Authority	1,000		6,000		A116
4510 Apportionments		1,000		6,000	
4510 Apportionments	1,000		6,000		A120
4610 Allotments – Realized Resources		1,000		6,000	
<i>Proprietary</i>					
1010 Fund Balance With Treasury	1,000		6,000		A104
3101 Unexpended Appropriations – Appropriations Received		1,000		6,000	

2. To record current year undelivered orders unpaid (Program B).

USSGL	Program A		Program B		TC
	Debit	Credit	Debit	Credit	
<i>Budgetary</i>					
4610 Allotments – Realized Resources	N/A	N/A	6,000		B306
4801 Undelivered Orders – Obligations, Unpaid				6,000	
<i>Proprietary</i>					
No entry					

Part of the budgetary resources (Program A) is canceled and the funds are withdrawn. The following entries illustrate the necessary transactions.

3. To record cancellation of a valid obligation and account payable and to withdraw fund balance. Depending on the obligating document, the Federal government may still be obligated to pay this account upon receipt of a valid bill. The scenario assumes there is a liability. (Program A).

USSGL	Program A		Program B		TC
	Debit	Credit	Debit	Credit	
<i>Budgetary</i>					
4971 Downward Adjustments of Prior-Year Unpaid Delivered Orders – Obligations, Recoveries	80		N/A	N/A	F128
4450 Unapportioned Authority		80			
<i>Proprietary</i>					
2110 Accounts Payable	80				
6100 Operating Expenses/Program Costs		80			
5700 Expended Appropriations	80				
3107 Unexpended Appropriations - Used		80			

## Accounting For Partial Cancellation – No-Year TAFS with “Definite” Authority

4. To record a downward adjustment to unpaid prior-year unexpended obligations (Program A).

USSGL	Program A		Program B		TC
	Debit	Credit	Debit	Credit	
<u>Budgetary</u>			N/A	N/A	
4871 Downward Adjustments of Prior-Year Unpaid Undelivered Orders – Obligations, Recoveries	2,000				D120
4450 Unapportioned Authority		2,000			
<u>Proprietary</u>					
None					

5. To record the cancellation of budgetary resources and to withdraw funds (Program A). If the partial cancellation is in a no-year appropriation with the Definite Flag attribute, the agency would process a warrant. USSGL 4350 will not crosswalk to line 4 on the 2108 for a no-year appropriation with the Definite Flag attribute.

USSGL	Program A		Program B		TC
	Debit	Credit	Debit	Credit	
<u>Budgetary</u>			N/A	N/A	
4450 Unapportioned Authority	2,080				F122
4610 Allotments – Realized Resources	1,000				
4350 Canceled Authority		3,080			
<u>Proprietary</u>					
3106 Unexpended Appropriations - Adjustments	3,080				
1010 Fund Balance With Treasury		3,080			

6. To reinstate “canceled payable” in canceled program. OMB Circular No. A-11 (2005) requires agencies to maintain proper general ledger control for obligations to prevent both overpayment and over-obligation related to canceled appropriations. Note that “Antideficiency Act provisions continue to apply to canceled TAFSs”.

USSGL	Program A		Program B		TC
	Debit	Credit	Debit	Credit	
<u>Budgetary</u>			N/A	N/A	F130
None					
<u>Proprietary</u>					
6800 Future Funded Expenses	80				
<b>2960 Accounts Payable from Canceled Appropriation</b>		80			

## Accounting For Partial Cancellation – No-Year TAFS with “Definite” Authority

### Adjusted Pre-Closing Trial Balance – Year 2

USSGL	Program A		Program B		Total	
	Debit	Credit	Debit	Credit	Debit	Credit
<b>Budgetary</b>						
4119 Other Appropriation Realized	1,000		6,000		7,000	
4201 Total Actual Resources Collected	2,080		1,000		3,080	
4350 Canceled Authority		3,080				3,080
4450 Unapportioned Authority		0		0		0
4510 Apportionments		0		0		0
4610 Allotments – Realized Resources	0			0		0
4801 Undelivered Orders – Obligations, Unpaid		2,000		7,000		9,000
4871 Downward Adjustments of Prior-Year Unpaid Undelivered Orders – Obligations, Recoveries	2,000				2,000	
4901 Delivered Orders – Obligations, Unpaid		80				80
4971 Downward Adjustments of Prior-Year Unpaid Delivered Orders – Obligations, Recoveries	80	0	0	0	80	0
Total	5,160	5,160	7,000	7,000	12,160	12,160
<b>Proprietary</b>						
1010 Fund Balance With Treasury	0		7,000		7,000	
2110 Accounts Payable		0				
<b>2960 Accounts Payable from Canceled Appropriation</b>		80		0		80
3100 Unexpended Appropriations - Cumulative		2,000		1,000		3,000
3101 Unexpended Appropriations – Appropriations Received		1,000		6,000		7,000
3106 Unexpended Appropriation – Adjustments	3,080				3,080	
3107 Unexpended Appropriation - Used		80				80
5700 Expended Appropriations	80				80	
6100 Operating Expenses/Program Costs		80				80
6800 Future Funded Expenses	80	0	0	0	80	0
Total	3,240	3,240	7,000	7,000	10,240	10,240

### Closing Entries – Year 2

C1. To record the consolidation of actual net-funded resources and reductions for withdrawn funds.

USSGL	Program A		Program B		TC
	Debit	Credit	Debit	Credit	
4201 Total Actual Resources – Collected	1,000		6,000		F302
4119 Other Appropriation Realized		1,000		6,000	

## Accounting For Partial Cancellation – No-Year TAFS with “Definite” Authority

C2. To record the closing of related adjustments and transfers to undelivered orders, obligations and unpaid.

	Program A		Program B		TC
	Debit	Credit	Debit	Credit	
USSGL					
4801 Undelivered Orders – Obligations, Unpaid	2,000		N/A	N/A	F332
4871 Downward Adjustments of Prior-Year Unpaid Undelivered Orders – Obligations, Recoveries		2,000			

C3. To record the closing of related adjustments and transfers to undelivered orders, obligations and unpaid.

	Program A		Program B		TC
	Debit	Credit	Debit	Credit	
USSGL					
4901 Delivered Orders – Obligations, Unpaid	80		N/A	N/A	F325
4971 Downward Adjustments of Prior-Year Unpaid Delivered Orders – Obligations, Recoveries		80			

C4. To close revenue, and expense to cumulative results of operations.

	Program A		Program B		TC
	Debit	Credit	Debit	Credit	
USSGL					
3310 Cumulative Results of Operations	80		N/A	N/A	F336 to be modified
5700 Expended Appropriations		80			
3310 Cumulative Results of Operations	80				
6800 Future Funded Expenses		80			
6100 Operating Expenses/Program Costs	80				
3310 Cumulative Results of Operations		80			

C5. To record closing of fiscal-year activity to unexpended appropriations.

	Program A		Program B		TC
	Debit	Credit	Debit	Credit	
USSGL					
3100 Unexpended Appropriations – Cumulative	3,080				F342
3106 Unexpended Appropriations – Adjustments		3,080			
3101 Unexpended Appropriations – Appropriations Received	1,000		6,000		
3100 Unexpended Appropriations – Cumulative		1,000		6,000	
3107 Unexpended Appropriations – Used	80				
3100 Unexpended Appropriations - Cumulative		80			

## Accounting For Partial Cancellation – No-Year TAFS with “Definite” Authority

C6. To reclassify Canceled Authority, for partial cancellations only, to memorandum accounts. Note, if USSGL account 4350 is not reclassified to a memorandum account (for partial cancellations in a no-year TAFS) it would incorrectly crosswalk to the SF133/SBR (line 6A/6) in the following year.

USSGL	Program A		Program B		TC
	Debit	Credit	Debit	Credit	
<b>4350 Canceled Authority</b> 4201 Total Actual Resources - Collected	3,080	3,080	N/A	N/A	F390
<b>8102 Offset for Partial Authority Cancellation</b> <b>8101 Partial Authority Cancellation</b>	3,080	3,080			F301

### Post-Closing Trial Balance – Year 2

USSGL	Program A		Program B		Total	
	Debit	Credit	Debit	Credit	Debit	Credit
<b><u>Budgetary</u></b>						
4201 Total Actual Resources - Collected			7,000		7,000	
4801 Undelivered Orders – Obligations, Unpaid	<u>0</u>	<u>0</u>	<u>0</u>	<u>7,000</u>	<u>0</u>	<u>7,000</u>
Total	0	0	7,000	7,000	7,000	7,000
<b><u>Proprietary</u></b>						
1010 Fund Balance With Treasury			7,000		7,000	
<b>2960 Accounts Payable from Canceled Appropriation</b>		80		0		80
3100 Unexpended Appropriations - Cumulative				7,000		7,000
3310 Cumulative Results of Operations	<u>80</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>80</u>	<u>0</u>
Total	80	80	7,000	7,000	7,080	7,080
<b><u>Memorandum</u></b>						
<b>8101 Partial Authority Cancellation</b>		3,080			3,080	
<b>8102 Offset for Partial Authority Cancellation</b>	<u>3,080</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>3,080</u>
Total	3,080	3,080	0	0	3,080	3,080

## Accounting For Partial Cancellation – No-Year TAFS with “Definite” Authority

### SF133 Report on Budget Execution and Budgetary Resources – Year 2

<b>BUDGETARY RESOURCES</b>		
1. Unobligated balance:		
	A. Brought forward, October1 (4201B, 4801B, 4901B)	0
2. Recoveries of prior year unpaid obligations:		
	A. Actual (4871E, 4971E)	2,080
3. Budget authority:		
	A. Appropriation	
	1. Actual (4119E)	7,000
6. Permanently not available:		
	A. Cancellations of expired and no-year accounts (-) (4350E)	(3,080)
7. Total budgetary resources		6,000
<b>STATUS OF BUDGETARY RESOURCES</b>		
8. Obligations incurred:		
	A. Direct:	
	2. Category B [program B] (4801E-B)	6,000
11. Total status of budgetary resources		6,000
<b>CHANGE IN OBLIGATED BALANCES</b>		
12. Obligated balance, net:		
	A. Unpaid obligations, brought forward, October 1 (+) (4801B, 4901B)	3,080
13. Obligations incurred (+) (4801E-B)		6,000
16. Recoveries of prior year unpaid obligations, actual (-) (4871E, 4971E)		(2,080)
18. Obligated balance, net, end of period:		
	A. Unpaid obligations (+) (4801E, 4871E, 4901E, 4971E)	7,000

### FMS 2108 Yearend Closing Statement Unexpended Balances Investments, and Imprest Funds - Year 2

Column 2. Preclosing Unexpended Balance – Treasury Supplied	7,000*
Column 4. Unobligated and Obligated Balance Withdrawn/Canceled	(3,080)
Column 5. Postclosing Unexpended Balance	7,000
Column 9. Undelivered Orders and Contracts	7,000
Column 10. Accounts Payable and Other Liabilities	0

For 4th Qtr. FACTS II reporting, notify BRD/FACTS II Team if an X-yr is partially cancelled. (Will result in 4350 excluded from 2108)

\*This amount has been reduced by the amount of the canceled unobligated balances that were processed via Treasury warrant.



## Accounting For Partial Cancellation – No-Year TAFS with “Definite” Authority

### Budget Program and Financing (P&F) Schedule – Year 2

<b>OBLIGATIONS BY PROGRAM ACTIVITY</b>	
1000 Total new obligations (+) (4801E-B)	6,000
<b>BUDGETARY RESOURCES AVAILABLE FOR OBLIGATION</b>	
2140 Unobligated balance carried forward, start of year	0
2200 New budget authority (gross) (+) (sum 4000...6962 and 7000)	7,000
2210 Resources available from recoveries of prior year obligations (+)	2,080
2395 Total new obligations (-) (line 1000 opposite sign)	(6,000)
2398 Unobligated balance expiring or withdrawn (-)	(3,080)
2440 Unobligated balance carried forward, end of year	0
<b>NEW BUDGET AUTHORITY (GROSS), DETAIL</b>	
4000 Appropriation (+)	7,000
<b>CHANGE IN OBLIGATED BALANCES</b>	
7240 Obligated balance, start of year (+) (4801B, 4901B)	3,080
7310 Total new obligations (+) (line 1000)	6,000
7345 Recoveries of prior year obligations (-)(line 2210 opposite sign)	(2,080)
7440 Obligated balance, end of year (+) (4801E, 4871E, 4901E, 4971E)	7,000
<b>NET BUDGET AUTHORITY AND OUTLAYS</b>	
8900 Budget authority (net) (+) (sum 2200 – (8800..8845), 8895, 8896)	7,000
9000 Outlays (net) (+) (sum (8690..8698) – (8840..8845))	0

### OMB Form & Content Statements – Year 2

#### Balance Sheet – Year 2

Assets		
Intragovernmental:		
1. Fund balance with Treasury (1010E)		7,000
6. Total Intragovernmental		7,000
15. Total assets		7,000
Liabilities		
21. Accounts payable (2960E)		80
Net position:		
31. Unexpended appropriations – other funds (3100B, 3101E, 3106E, 3107E)		7,000
33. Cumulative results of operations – other funds (5700E, 5100E, 6800E)		(80)
34. Total net position		6,920
35. Total liabilities and net position		7,000

## Accounting For Partial Cancellation – No-Year TAFS with “Definite” Authority

### Net Cost – Year 2

Program Costs:		
Program A:		
	1. Gross Costs	0
	3. Net Program Cost	0
	6. Net Cost of Operations	0

### Changes in Net Position – Year 2

	Earmarked Funds	All Other Funds
Cumulative Results of Operations:		
Budgetary Financing Sources:		
	5. Appropriations Used (5700E)	(80)
	14. Total Financing Sources	(80)
	15. Net Cost of Operations	0
	16. Net Change (14-15)	(80)
	17. Cumulative Results of Operations	(80)
Unexpended Appropriations:		
	18. Beginning Balance (3100B)	3,000
	20. Beginning Balance, as adjusted	3,000
Budgetary Financing Sources:		
	21. Appropriations Received (3101E)	7,000
	23. Other Adjustments (3106)	(3,080)
	24. Appropriations Used (3107E)	80
	25. Total Budgetary Financing Sources (21..24)	4,000
	26. Total Unexpended Appropriations (20+25)	7,000
	27. Net Position (17+26)	6,920

## Accounting For Partial Cancellation – No-Year TAFS with “Definite” Authority

### Statement of Financing – Year 2

<i>Resources Used to Finance Activities:</i>		
Budgetary Resources Obligated		
	1. Obligations incurred (4801E-B)	6,000
	2. Less: Spending authority from offsetting collections and recoveries (4871E, 4971E)	(2,080)
	5. Net obligations	3,920
	<i>11. Total resources used to finance activities</i>	3,920
<i>Resources Used to Finance Items not Part of the Net Cost of Operations</i>		
	12. Change in budgetary resources obligated for goods, services and benefits ordered by not yet provided (+/-) (4801E-B, 4871E)	4,000
	13. Resources that fund expenses recognized in prior periods	0
	<i>17. Total resources used to finance items not part of the net cost of operations (12..16)</i>	4,000
	<i>18. Total resources used to finance the net cost of operations (11-17)</i>	(80)
<i>Components of the Net Cost of Operations that will not Require or Generate Resources in the Current Period:</i>		
Components Requiring or Generating Resources in Future Periods:		
	23. Other (+/-) (6800E)	80
	<i>29. Total components of net cost of operations that will not required or generate resources in the current period</i>	80
	<i>30. Net Cost of Operations (18+29)</i>	0

## Accounting For Partial Cancellation – No-Year TAFS with “Definite” Authority

### Year 3

1. To record a current year appropriation, warrant, apportionment and allotment (Program A 8,000, Program B 0).

	Program A		Program B		TC
	Debit	Credit	Debit	Credit	
USSGL					
<u>Budgetary</u>			N/A	N/A	
4119 Other Appropriation Realized	8,000				A104
4450 Unapportioned Authority		8,000			
4450 Unapportioned Authority	8,000				A116
4510 Apportionments		8,000			
4510 Apportionments	8,000				A120
4610 Allotments – Realized Resources		8,000			
<u>Proprietary</u>					
1010 Fund Balance With Treasury	8,000				A104
3101 Unexpended Appropriations – Appropriations Received		8,000			

2. To record current year undelivered orders unpaid.

	Program A		Program B		TC
	Debit	Credit	Debit	Credit	
USSGL					
<u>Budgetary</u>			N/A	N/A	
4610 Allotments – Realized Resources	7,920				B306
4801 Undelivered Orders – Obligations, Unpaid		7,920			
<u>Proprietary</u>					
No entry					

## Accounting For Partial Cancellation – No-Year TAFS with “Definite” Authority

3-4. The agency prepares to pay the outstanding payable Program A from previous year. Remove the “canceled payable” from Program A and re-establish the account payable in the current year. Reduce the canceled authority in Program A. OMB Circular No. A-11 (Section 130.14) limits payments of obligations against closed/canceled accounts from unexpired appropriations to 1% of the unexpired appropriation. In this example, the 1% limit is reached by paying this single obligation.

3. To reestablish obligation and reduce Memorandum account 8101 in Program A.

USSGL	Program A		Program B		TC
	Debit	Credit	Debit	Credit	
<i>Budgetary</i>			N/A	N/A	
4610 Allotments – Realized Resources 4901 Delivered Orders – Obligations, Unpaid	80	80			B412
<i>Proprietary</i>					
<b>2960 Accounts Payable From Canceled Appropriations</b> 6800 Future Funded Expense	80	80			D145 to be modified
6100 Operating Expense/Program Costs 2110 Accounts Payable	80	80			B412
3107 Unexpended Appropriations – Used 5700 Expended Appropriations	80	80			
<i>Memorandum</i>					
<b>8101 Partial Authority Cancellation</b> <b>8102 Offset for Partial Authority Cancellation</b>	80	80			E204

4. To record the payment of the account payable on a confirmed disbursement schedule (Program A).

USSGL	Program A		Program B		TC
	Debit	Credit	Debit	Credit	
<i>Budgetary</i>			N/A	N/A	
4901 Delivered Orders – Obligations Unpaid 4902 Delivered Orders – Obligations Paid	80	80			B110
<i>Proprietary</i>					
2110 Accounts Payable 1010 Fund Balance With Treasury	80	80			

## Accounting For Partial Cancellation – No-Year TAFS with “Definite” Authority

### Pre-Closing Trial Balance – Year 3

USSGL	Program A		Program B		Total	
	Debit	Credit	Debit	Credit	Debit	Credit
<b>Budgetary</b>						
4119 Other Appropriation Realized	8,000				8,000	
4201 Total Actual Resources Collected	7,000				7,000	
4450 Unapportioned Authority		0				0
4510 Apportionments		0				0
4610 Allotments – Realized Resources		0				0
4801 Undelivered Orders – Obligations, Unpaid		14,920				14,920
4902 Delivered Orders – Obligations, Paid	<u>0</u>	<u>80</u>			<u>0</u>	<u>80</u>
Total	15,000	15,000	0	0	15,000	15,000
<b>Proprietary</b>						
1010 Fund Balance With Treasury	14,920				14,920	
2110 Accounts Payable		0				0
<b>2960 Accounts Payable From Canceled Appropriations</b>						
		0				0
3100 Unexpended Appropriation - Cumulative		7,000				7,000
3101 Unexpended Appropriation – Appropriations Received		8,000				8,000
3310 Cumulative Results of Operations	80				80	
6100 Operating Expenses/Program Costs	80				80	
6800 Future Funded Expenses	<u>0</u>	<u>80</u>			<u>0</u>	<u>80</u>
Total	15,080	15,080	0	0	15,080	15,080
<b>Memorandum</b>						
<b>8101 Partial Authority Cancellation</b>		3,000				3,000
<b>8102 Offset for Partial Authority Cancellation</b>	<u>3,000</u>	<u>0</u>			<u>3,000</u>	<u>0</u>
Total	3,000	3,000	0	0	3,000	3,000

### Closing Entries – Year 3

C1. To record the consolidation of actual net-funded resources and reductions for withdrawn funds.

USSGL	Program A		Program B		TC
	Debit	Credit	Debit	Credit	
4201 Total Actual Resources – Collected	8,000		N/A	N/A	F302
4119 Other Appropriation Realized		8,000			

C2. To record the closing of paid delivered orders to total actual resources.

USSGL	Program A		Program B		TC
	Debit	Credit	Debit	Credit	
4902 Delivered Orders – Obligations, Paid	80		N/A		F314
4201 Total Actual Resources – Collected		80		N/A	

## Accounting For Partial Cancellation – No-Year TAFS with “Definite” Authority

C3. To close revenue, and expense to cumulative results of operations.

USSGL	Program A		Program B		TC
	Debit	Credit	Debit	Credit	
6800 Future Funded Expenses 3310 Cumulative Results of Operations	80	80			F336 to be modified
3310 Cumulative Results of Operations 6100 Operating Expense/Program Costs	80	80			

C4. To record closing of fiscal-year activity to unexpended appropriations.

USSGL	Program A		Program B		TC
	Debit	Credit	Debit	Credit	
3101 Unexpended Appropriations – Appropriations Received 3100 Unexpended Appropriations – Cumulative	N/A	N/A	8,000	8,000	F342

### Post-Closing Trial Balance – Year 3

USSGL	Program A		Program B		Total	
	Debit	Credit	Debit	Credit	Debit	Credit
<b>Budgetary</b>						
4201 Total Actual Resources Collected	14,920				14,920	
4801 Undelivered Orders – Obligations Unpaid	<u>0</u>	<u>14,920</u>			<u>0</u>	<u>14,920</u>
Total	14,920	14,920	0	0	14,920	14,920
<b>Proprietary</b>						
1010 Fund Balance With Treasury	14,920				14,920	
3100 Unexpended Appropriation - Cumulative		15,000			0	15,000
3310 Cumulative Results of Operations	<u>80</u>	<u>0</u>			<u>80</u>	<u>0</u>
Total	15,000	15,000	0	0	15,000	15,000
<b>Memorandum</b>						
<b>8101 Partial Authority Cancellation</b>		3,000				3,000
<b>8102 Offset for Partial Authority Cancellation</b>	<u>3,000</u>	<u>0</u>			<u>3,000</u>	<u>0</u>
Total	3,000	3,000	0	0	3,000	3,000

## Accounting For Partial Cancellation – No-Year TAFS with “Definite” Authority

### SF133 Report on Budget Execution and Budgetary Resources – Year 3

<b>BUDGETARY RESOURCES</b>		
1. Unobligated balance:		
	A. Brought forward, October 1 (4201E, 4801E)	0
3. Budget authority:		
	A. Appropriation	
	1. Actual (4119E)	8,000
7. Total budgetary resources		8,000
<b>STATUS OF BUDGETARY RESOURCES</b>		
8. Obligations incurred:		
	A. Direct:	
	2. Category B [program B] (4801E-B, 4902E-B)	8,000
11. Total status of budgetary resources		8,000
<b>CHANGE IN OBLIGATED BALANCES</b>		
12. Obligated balance, net:		
	A. Unpaid obligations, brought forward, October 1 (+) (4801B, 4901B)	7,000
13. Obligations incurred (+) (4801E-B, 4901E-B, 4902E)		8,000
14. Gross outlays (-) (4902E)		(80)
18. Obligated balance, net, end of period:		
	A. Unpaid obligations (+) (4801E)	14,920
<b>NET OUTLAYS</b>		
19. Net outlays:		
	A. Gross outlays (+) (4902E)	80
<b>SBR Only:</b>		
	D. Net outlays	80

### FMS 2108 Yearend Closing Statement Unexpended Balances Investments, and Imprest Funds - Year 3

Column 2. Preclosing Unexpended Balance - Treasury Supplied	14,920
Column 5. Postclosing Unexpended Balance (1010E)	14,920
Column 9. Undelivered Orders and Contracts	14,920
Column 11. Unobligated Balance	0



## Accounting For Partial Cancellation – No-Year TAFS with “Definite” Authority

### Budget Program and Financing (P&F) Schedule – Year 3

<b>OBLIGATIONS BY PROGRAM ACTIVITY</b>	
1000 Total new obligations (+) (4801E-B, 4902E)	8,000
<b>BUDGETARY RESOURCES AVAILABLE FOR OBLIGATION</b>	
2140 Unobligated balance carried forward, start of year (4201B, 4801B)	0
2200 New budget authority (gross) (+) (sum 4000...6962 and 7000)	8,000
2395 Total new obligations (-) (line 1000 opposite sign)	(8,000)
2440 Unobligated balance carried forward, end of year	0
<b>NEW BUDGET AUTHORITY (GROSS), DETAIL</b>	
4000 Appropriation (+) (4119E)	8,000
<b>CHANGE IN OBLIGATED BALANCES</b>	
7240 Obligated balance, start of year (+) (4801B)	7,000
7310 Total new obligations (+) (line 1000)	8,000
7320 Total outlays (gross) (-) (4902E)	(80)
7440 Obligated balance, end of year (+) (4801E)	14,920
<b>OUTLAYS (GROSS), DETAIL</b>	
8690 Outlays from new discretionary authority (+) (4902E)	80
<b>NET BUDGET AUTHORITY AND OUTLAYS</b>	
8900 Budget authority (net) (+) (sum 2200 – (8800..8845), 8895, 8896)	8,000
9000 Outlays (net) (+) (sum (8690..8698) – (8840..8845))	80

### OMB Form & Content Statements – Year 3 Balance Sheet – Year 3

Assets	
Intragovernmental:	
1. Fund balance with Treasury (1010E)	14,920
15. Total assets	14,920
Net position:	
31. Unexpended appropriations – other funds (3100B, 3101E)	15,000
33. Cumulative results of operations – other funds (3310B, 6100E, 6800E)	(80)
34. Total net position	14,920
35. Total liabilities and net position	14,920

### Net Cost – Year 3

No balance to report	
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## Accounting For Partial Cancellation – No-Year TAFS with “Definite” Authority

### Changes in Net Position – Year 3

	Earmarked Funds	All Other Funds
Cumulative Results of Operations:		
1. Beginning Balances (3310B)		(80)
3. Beginning Balances, as adjusted		(80)
14. Total Financing Sources		0
15. Net Cost of Operations		0
16. Net Change (14-15)		0
17. Cumulative Results of Operations (3+16)		(80)
Unexpended Appropriations:		
18. Beginning Balance (3100B)		7,000
20. Beginning Balance, as adjusted		7,000
Budgetary Financing Sources:		
21. Appropriations Received (3101E)		8,000
25. Total Budgetary Financing Sources (21..24)		8,000
26. Total Unexpended Appropriations (20+25)		15,000
27. Net Position (17+26)		14,920

## Accounting For Partial Cancellation – No-Year TAFS with “Definite” Authority

### Statement of Financing – Year 3

<i>Resources Used to Finance Activities:</i>		
Budgetary Resources Obligated		
	1. Obligations incurred (4801E-B, 4902E)	8,000
	5. Net obligations	8,000
	<i>11. Total resources used to finance activities</i>	8,000
<i>Resources Used to Finance Items not Part of the Net Cost of Operations</i>		
	12. Change in budgetary resources obligated for goods, services and benefits ordered by not yet provided (+/-) (4801E-B)	7,920
	13. Resources that fund expenses recognized in prior periods (6800E)	80
	<i>17. Total resources used to finance items not part of the net cost of operations (12..16)</i>	8,000
	<i>18. Total resources used to finance the net cost of operations (11-17)</i>	0
	<i>30. Net Cost of Operations (18+29)</i>	0