

Cancellations of Expenditure Transfers Receivable/Payable

This scenario illustrates cancellations that occur between TAFS with an expenditure transfer receivable/payable relationship established on the books. The expenditure transfer between two TAFS is represented by the transferring entity having a payable in USSGL account 4901, “Delivered Orders – Obligations, Unpaid,” and the receiving entity having a receivable in USSGL account 4225, “Appropriation Trust Fund Expenditure Transfers – Receivable.” In most instances, this will occur between a trust fund and a general fund; however, an exception has been made for SSA’s Limitation on Administration Expenses account. *Note: This scenario follows the fiscal 2008 crosswalks (except for the fiscal 2007 P&F crosswalk) illustrated in USSGL TFM S2-07-01, Part 2, dated July 2007.

This scenario uses the following USSGL accounts:

Budgetary

- 4114 Appropriated Trust or Special Fund Receipts
- 4201 Total Actual Resources - Collected
- 4225 Appropriation Trust Fund Expenditure Transfers - Receivable
- 4357 Cancellation of Appropriated Amounts Receivable From Invested Special or Trust Funds
- 4384 Temporary Reduction/Cancellation Returned by Appropriation
- 4620 Unobligated Funds Exempt From Apportionment
- 4650 Allotments – Expired Authority
- 4801 Undelivered Orders, Obligations, Unpaid
- 4871 Downward Adjustments of Prior-Year Unpaid Undelivered Orders – Obligations, Recoveries
- 4901 Delivered Orders - Obligations, Unpaid
- 4971 Downward Adjustments of Prior-Year Unpaid Delivered Orders – Obligations, Recoveries

Proprietary

- 1010 Fund Balance With Treasury
- 1335 Expenditure Transfers Receivable
- 1610 Investments in U.S. Treasury Securities Issued by the Bureau of the Public Debt
- 2155 Expenditure Transfers Payable
- 3310 Cumulative Results of Operations
- 5750 Expenditure Financing Sources – Transfers-In
- 5760 Expenditure Financing Sources – Transfers-Out
- 5800 Tax Revenue Collected

Cancellations of Expenditure Transfers Receivable/Payable

BEGINNING TRIAL BALANCES

Transferring TAFS			Receiving TAFS (expired status)		
<u>Budgetary</u>			<u>Budgetary</u>		
4201 Total Actual Resources - Collected	1,000		4225 Appropriation Trust Fund Expenditure Transfers - Receivable	1,000	
4901 Delivered Orders – Obligations, Unpaid	<u>0</u> <u>1,000</u>	<u>1,000</u> <u>1,000</u>	4650 Allotments – Expired Authority		300
			4801 Undelivered Orders, Obligations, Unpaid	<u>0</u> <u>1,000</u>	<u>700</u> <u>1,000</u>
<u>Proprietary</u>			<u>Proprietary</u>		
1610 Invest. in U.S. Treas. Securities is by BPD	1,000		1335 Expenditure Transfers Receivable	1,000	
2155 Expenditure Transfers Payable	<u>0</u> <u>1,000</u>	<u>1,000</u> <u>1,000</u>	3310 Cumulative Results of Operations	<u>0</u> <u>1,000</u>	<u>1,000</u> <u>1,000</u>

1. To record receipts credited to the Transferring TAFS.

Transferring TAFS			Receiving TAFS (expired status)		
<u>Budgetary</u> (TC A186)			<u>Budgetary</u>		
4114 Appropriated Trust or Special Fd. Receipts	10,000		No entry		
4620 Unobligated Funds Exempt From Apportionment		10,000			
<u>Proprietary</u> (TC A186)			<u>Proprietary</u>		
1010 Fund Balance With Treasury	10,000		No entry		
5800 Tax Revenue Collected		10,000			

Cancellations of Expenditure Transfers Receivable/Payable

2. To invest receipts in U.S. Treasury securities issued by the Bureau of Public Debt at par value.

Transferring TAFS			Receiving TAFS (expired status)		
<u>Budgetary</u> No entry			<u>Budgetary</u> No entry		
<u>Proprietary</u> (TC B124) 1610 Invest. in U.S. Treas. Sec. issued by BPD 1010 Fund Balance With Treasury	10,000	10,000	<u>Proprietary</u> No entry		

3. At the end of the 5th expired year, the Receiving TAFS must be canceled, and all remaining balances must be adjusted.

3A. The Receiving TAFS records the cancellation/adjustment of all remaining prior-year unobligated balances and corresponding receivables. The Transferring TAFS records the cancellation of authority and the adjustment of the corresponding expenditure transfer payable (prior-year obligated balance). There is no movement of fund balance.

Transferring TAFS			Receiving TAFS (expired status)		
<u>Budgetary</u> (TC D110 budgetary entry and F123) 4971 Downward Adjustments of Prior-Year Unpaid Delivered Orders – Obligations, Recoveries 4620 Unobligated Funds Exempt From Apportionment And 4620 Unobligated Funds Exempt From Apportionment 4357 Cancellation of Appropriated Amounts Receivable From Invested Special or Trust Funds	300	300	<u>Budgetary</u> (TC A499) 4650 Allotments – Expired Authority 4225 Appropriation Trust Fund Expenditure Transfers- Receivable	300	300
<u>Proprietary</u> (TC A500R proprietary entry) 2155 Expenditure Transfers Payable 5760 Expend Financing Sources – Transfers- Out	300	300	<u>Proprietary</u> (TC A499) 5750 Expend Financing Sources – Transfers-In 1335 Expenditure Transfers Receivable	300	300

Cancellations of Expenditure Transfers Receivable/Payable

3B. The Receiving TAFS records the cancellation/adjustment of all remaining prior-year obligated balances and corresponding receivables. The Transferring TAFS records the cancellation of authority and the adjustment of the corresponding expenditure transfer payable (prior-year obligated balance). There is no movement of fund balance.

Transferring TAFS

Receiving TAFS (expired status)

<u>Budgetary</u> (TC D110 budgetary entry and F123) 4971 Downward Adjustments of Prior-Year Unpaid Delivered Orders – Obligations, Recoveries 4620 Unobligated Funds Exempt From Apportionment And 4620 Unobligated Funds Exempt From Apportionment 4357 Cancellation of Appropriated Amounts Receivable From Invested Special or Trust Funds	700		700	<u>Budgetary</u> (TC D120 and A499) 4871 Downward Adjustments of Prior-Year Unpaid Undelivered Orders – Obligations, Recoveries 4650 Allotments – Expired Authority and 4650 Allotments – Expired Authority 4225 Appropriation Trust Fund Expenditure Transfers- Receivable	700		700
<u>Proprietary</u> (TC A500R proprietary entry) 2155 Expenditure Transfers Payable 5760 Expend Financing Sources – Transfers- Out	700		700	<u>Proprietary</u> (TC A499) 5750 Expend Financing Sources – Transfers-In 1335 Expenditure Transfers Receivable	700		700

Cancellations of Expenditure Transfers Receivable/Payable

PRE-CLOSING TRIAL BALANCES

Transferring TAFS			Receiving TAFS (expired status)		
<u>Budgetary</u>			<u>Budgetary</u>		
4114 Approp. Trust or Special Fund Receipts	10,000		4225 Appropriation Trust Fund Expenditure Transfers- Receivable	0	
4201 Total Actual Resources - Collected	1,000		4650 Allotments – Expired Authority		0
4357 Cancellation of Appropriated Amounts Receivable From Invested Special or Trust Funds		1,000	4801 Undelivered Orders, Obligations, Unpaid		700
4620 Unobligated Funds Exempt From Apportionment		10,000	4871 Downward Adjustments of Prior-Year Unpaid Undelivered Orders – Obligations, Recoveries	<u>700</u>	<u>0</u>
4901 Delivered Orders – Obligations, Unpaid		1,000		<u>700</u>	<u>700</u>
4971 Downward Adjustments of Prior-Year Unpaid Delivered Orders – Obligations, Recoveries	<u>1,000</u>	<u>0</u>			
	<u>12,000</u>	<u>12,000</u>			
<u>Proprietary</u>			<u>Proprietary</u>		
1010 Fund Balance With Treasury	0		1335 Expenditure Transfers Receivable	0	
1610 Invest. in U.S. Treas. Securities is by BPD	11,000		3310 Cumulative Results of Operations		1,000
2155 Expenditure Transfers Payable		0	5750 Expend Financing Sources – Transfers-In	<u>1,000</u>	<u>0</u>
5760 Expend Financing Sources – Transfers-Out		1,000		<u>1,000</u>	<u>1,000</u>
5800 Tax Revenue Collected	<u>0</u>	<u>10,000</u>			
	<u>11,000</u>	<u>11,000</u>			

Cancellations of Expenditure Transfers Receivable/Payable

Closing Entries

4. To reclassify the cancellation.

Transferring TAFS			Receiving TAFS (expired status)		
<u>Budgetary</u> (TC F369) 4357 Cancellation of Appropriated Amounts Receivable From Invested Special or Trust Funds 4384 Temporary Reduction/Cancellation Returned by Appropriation	1,000		<u>Budgetary</u> No entry		
		1,000			
<u>Proprietary</u> No entry			<u>Proprietary</u> No entry		

5. In the Transferring TAFS, close appropriation to total actual resources collected. In both TAFS, close revenue and financing sources transferred to cumulative results of operations.

Transferring TAFS			Receiving TAFS (expired status)		
<u>Budgetary</u> (TC F302) 4201 Total Actual Resources - Collected 4114 Approp. Trust or Special Fd. Receipts	10,000		<u>Budgetary</u> No entry		
		10,000			
<u>Proprietary</u> (TC F336) 5800 Tax Revenue Collected 5760 Expend Financing Sources – Transfers-Out 3310 Cumulative Results of Ops.	10,000 1,000	11,000	<u>Proprietary</u> (TC F336) 3310 Cumulative Results of Operations 5750 Expend Financing Sources – Transfers-In	1,000	1,000

Cancellations of Expenditure Transfers Receivable/Payable

Closing Entries (continued)

6. To record the closing of downward adjustments to delivered orders – obligations, unpaid.

Transferring TAFS			Receiving TAFS (expired status)		
<u>Budgetary</u> (TC F325) 4901 Delivered Orders – Obligations, Unpaid 4971 Downward Adjustments of Prior-Year Unpaid Delivered Orders – Obligations, Recoveries	1,000		<u>Budgetary</u> No entry		
		1,000			
<u>Proprietary</u> No entry			<u>Proprietary</u> No entry		

7. To record the closing of downward adjustments to undelivered orders – obligations, unpaid.

Transferring TAFS			Receiving TAFS (expired status)		
<u>Budgetary</u> No entry			<u>Budgetary</u> (TC F332) 4801 Undelivered Orders, Obligations, Unpaid 4871 Downward Adjustments of Prior-Year Unpaid Undelivered Orders – Obligations, Recoveries	700	
					700
<u>Proprietary</u> No entry			<u>Proprietary</u> No entry		

Cancellations of Expenditure Transfers Receivable/Payable

POST-CLOSING TRIAL BALANCES

Transferring TAFS			Receiving TAFS (expired status)		
<u>Budgetary</u>			<u>Budgetary</u>		
4201 Total Actual Resources - Collected	11,000				
4384 Temporary Reduction/Cancellation Returned by Appropriation		1,000	n/a		
4620 Unobligated Funds Exempt From Apportionment	<u>0</u>	<u>10,000</u>			
	<u>11,000</u>	<u>11,000</u>			
<u>Proprietary</u>			<u>Proprietary</u>		
1610 Invest in U.S. Treas. Securities is by BPD	11,000				
3310 Cumulative Results of Ops.	<u>0</u>	<u>11,000</u>	n/a		
	<u>11,000</u>	<u>11,000</u>			

Cancellations of Expenditure Transfers Receivable/Payable

SF 133: REPORT ON BUDGET EXECUTION AND BUDGETARY RESOURCES	Transferring TAFS	Receiving TAFS
BUDGETARY RESOURCES		
1. Unobligated balance, start of year:		
A. Brought forward, October 1 (4225B, 4801B)		300
2. Recoveries of prior-year obligations:		
A. Actual (4871E, 4971E)	1,000	700
3. Budget authority:		
A. Appropriation		
1. Actual (4114E)	10,000	
D. Spending authority from offsetting collections (gross):		
5. Expenditure transfers from trust funds:		
b. Change in receivables from trust funds (4225E-B)		(1,000)
6. Permanently not available (-):		
A. Cancellations of expired and no-year accounts (-) (4357E)	(1,000)	0
7. Total budgetary resources	10,000	0
STATUS OF BUDGETARY RESOURCES		
8. Obligations incurred:		
A1. Direct, Category A (4801E-B)		0
A3. Exempt from apportionment (4901E-B)	0	
9. Unobligated balance:		
B1. Exempt from apportionment: Balance, currently available (4620E)	10,000	
10C. Unobligated balance not available: Other (4650E)	0	0
11. Total status of budgetary resources	10,000	0
CHANGE IN OBLIGATED BALANCES		
12. Obligated balance, net, start of year:		
A. Unpaid obligations, brought forward, October 1 (+) (4801B, 4901B)	700	700
B. Uncollected customer payments from Federal sources, brought forward, October 1 (-) (4225B)		(700)
13. Obligations incurred (+) (4801E-B, 4901E-B)	0	0
16. Recoveries of prior-year unpaid obligations, actual (-) (4871E, 4971E)	(1,000)	(700)
17. Change in uncollected customer payments from Federal sources (4225E-B)	0	1,000
18. Obligated balance, net, end of period:		
A. Unpaid obligations (+) (4801E, 4871E, 4901E, 4971E)	0	0
B. Uncollected customer payments from Federal sources (-) (4225E)		0
NET OUTLAYS		
19. Net outlays:		
A. Gross outlays (+)	0	0
B. Offsetting collections (-)	0	0

Cancellations of Expenditure Transfers Receivable/Payable

FMS 2108: YEAR-END CLOSING STATEMENT	Transferring TAFS	Receiving TAFS
Column 5. Postclosing Unexpended Balance		
Column 6. Other Authorizations (1610E)	11,000	
Column 7. Reimbursements Earned and Refunds (4225E)		0
Column 9. Undelivered Orders and Contracts (4801E, 4871E)		0
Column 10. Accounts Payable and Other Liabilities (4901E, 4971E)	0	
Column 11. Unobligated Balance (4357E, 4450E, 4620E)	11,000	0
(Columns 5+6+7+8 = 9+10+11)		

Cancellations of Expenditure Transfers Receivable/Payable

BUDGET PROGRAM AND FINANCING SCHEDULE (P&F)	Transferring TAFS	Receiving TAFS
OBLIGATIONS BY PROGRAM ACTIVITY		
1000 Total new obligations (+) (4801E-B, 4901E-B)	0	0
BUDGETARY RESOURCES AVAILABLE FOR OBLIGATION		
2140 Unobligated balance carried forward, start of year (4201B, 4225B, 4801B, 4901B)	0	300
2200 New budget authority (gross) (Sum 4000..6962. Also equals 7000)	10,000	(1,000)
2210 Resources available from recoveries of prior year obligations (4871E, 4971E)	1,000	700
2395 Total new obligations (-) (line 1000 opposite sign)	0	0
2398 Unobligated balance expiring or withdrawn (-) (4357E)	(1,000)	
2440 Unobligated balance carried forward, end of year (4620E)	10,000	0
MEMORANDUM ENTRY		
2441 Special and trust fund receipts returned to schedule N (+) (4357E)	(1,000)	
NEW BUDGET AUTHORITY (GROSS), DETAIL¹		
4026 Appropriation (trust fund) (4114E)	10,000	
5810 Change in uncoll customer payments from Federal sources (unexpired) (4225E-B)		(1,000)
7000 Total new budget authority (gross) (Sum 4000..6990. Also equals 2200.)	10,000	(1,000)
CHANGE IN OBLIGATED BALANCES		
7240 Obligated balance, start of year (4225B, 4801B, 4901B)	1,000	300
7310 Total new obligations (line 1000)	0	0
7345 Recovers of prior year obligations (-) (same as 2210, opp sign)	(1,000)	(700)
7400 Change in uncollected customer payments from Federal sources (unexpired) (same as 5810/6910, opposite sign)		1,000
7440 Obligated balance, end of year (4225E, 4801E, 4871E, 4901E, 4971E)	0	0
NET BUDGET AUTHORITY AND OUTLAYS		
8900 Budget authority (net) (+) (sum 2200 – (8800..8845), 8895, 8896)	10,000	(1,000)
9000 Outlays (net) (+) (sum (8690..8698) – (8840..8845))	0	0
MEMORANDUM (NON-ADD) ENTRIES		
9201 Total investments, start of year: Federal securities: Par value (1610B)	1,000	
9202 Total investments, end of year: Federal securities: Par value (1610E)	11,000	

¹ Budget authority is classified as discretionary in this scenario.

Cancellations of Expenditure Transfers Receivable/Payable

BALANCE SHEET		Transferring TAFS	Receiving TAFS
Assets			
Intra-governmental:			
1. Fund Balance With Treasury			
2. Investments (1610E)		11,000	
6. Total Intra-governmental (calc 1..5)		11,000	
15. Total Assets (calc 6..14)		11,000	0
Net Position:			
32. Cumulative Results of Operations – Earmarked Funds (3310E)		11,000	
33. Cumulative Results of Operations – Other Funds (3310E)		0	
34. Total Net Position (calc 29..33)		11,000	
35. Total Liabilities and Net Position (calc 28+34)		11,000	0

STATEMENT OF NET COST	Transferring TAFS	Receiving TAFS
N/A		

Cancellations of Expenditure Transfers Receivable/Payable

STATEMENT OF CHANGES IN NET POSITION	Transferring TAFS	Receiving TAFS
Cumulative Results of Operations:		
1. Beginning Balances (3310B)	0	1,000
3. Beginning Balances, as Adjusted (calc 1..2b)	0	1,000
Budgetary Financing Sources:		
6. Nonexchange Revenue (5800E)	10,000	
8. Transfers-In/Out Without Reimbursement (+/-) (5750E, 5760E)	1,000	(1,000)
14. Total Financing Sources (calc 4..13)	11,000	0
15. Net Cost of Operations (+/-)	0	0
16. Net Change (calc 14-15)	11,000	0
17. Cumulative Results of Operations (calc 3+16)	11,000	0