

Debt Forgiveness Appropriations

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DEBT FORGIVENESS APPROPRIATIONS

Version Number	Date	Description of Change	Effective USSGL TFM
1.0	5/17/2012	Initial	S2 12-03

NOTE: This scenario follows USSGL TFM S2 12-03 (July 2012), Part 2 Fiscal 2013 crosswalks, and Part 3 “GTAS Implementation Testing” Fiscal 2014 format of USSGL accounts and attributes

DEBT FORGIVENESS APPROPRIATIONS

Background

On occasion, Congress enacts into Public Law an inferred appropriation for the forgiveness of debt. When that occurs, the Department of Treasury processes a Treasury warrant, and subsequently, the receiving entity must repay the debt back to the General Fund of the Treasury. This may occur in general funds, revolving funds, special funds, and trust funds (revolving and non-revolving). This activity does not currently occur in credit reform accounts. Prior to requesting that a warrant be processed, the agency must request that Treasury establish a new Treasury Account Symbol (TAS) resulting from the enacted legislation.

Inferred appropriation language for the forgiveness of debt is different than the typical appropriation language provided by Congress. Inferred appropriations do not provide new budgetary resources from which to obligate. Instead, the budget authority granted is immediately used to repay the debt, resulting in zero budgetary resources.

When inferred appropriations are enacted pertaining to borrowings by special or non-revolving trust funds, a Treasury appropriation warrant will be processed into a specific agency general fund expenditure account, and then subsequently transferred to the applicable special or non-revolving trust fund expenditure account. The agency general fund expenditure account will be titled accordingly, such as “Payment for Forgiveness of Debt.” Prior to the activity occurring, the agency must request that Treasury establish the proper general fund expenditure account and special or trust fund available receipt account pertaining to the enacted legislation.

- Refer to Attachment A for a scenario addressing general and revolving fund expenditure accounts with borrowing authority
- Refer to Attachment B for a scenario addressing special and non-revolving trust funds with borrowing authority

DEBT FORGIVENESS APPROPRIATIONS

NEW USSGL ACCOUNT FOR FISCAL 2013:

Account Number: 411600
Account Title: Debt Forgiveness Appropriation
Normal Balance: Debit

Definition: The amount of budget authority that Congress provides equivalent to an inferred appropriation to retire debt as specified in a public law. This excludes debt subject to credit reform.

Justification: A new USSGL account is needed to capture and distinguish a unique form of budget authority that Congress enacts, referred to as an inferred appropriation.

MODIFIED USSGL ACCOUNT FOR FISCAL 2013:

Account Number: 414600
Account Title: Actual Repayments of Debt, Current-Year Authority
Normal Balance: Credit

Old Definition: Amounts actually transferred by nonexpenditure transfer during the fiscal year from current-year resources to repay debt. This excludes amounts related to actual repayments of borrowing authority converted to cash.

New Definition: Amounts actually transferred by nonexpenditure transfer during the fiscal year from current-year resources to repay debt. This also includes amounts actually transferred by nonexpenditure transfer during the fiscal year to repay debt forgiven. This excludes amounts related to actual repayments of borrowing authority converted to cash.

Justification: To specifically include activity related to new USSGL account 411600, “Debt Forgiveness Appropriation.”

DEBT FORGIVENESS APPROPRIATIONS

Impact on USSGL Proprietary and Budgetary Account Attribute Table ¹ Fiscal 2013													
USSGL Account		USSGL		Bulk File Attributes					TAS Attributes				
	Normal Bal. Ind.	Anticipated	Budg/ Prop	Auth Type Code	BEA Cat	Begin/ End	Debit/ Credit	PY Adj	Fin Acct Ind	Fund Type	Reporting Type Code	TAS Status	Trans. Code
411600	D	N	B	P	D/M	E	D/C	B/P/X	N	EG/EC/EM/ EP/ER/ES/ ET/TR	E/F/U	U/E	N/X

Impact on USSGL Crosswalks Fiscal 2013									
USSGL Account	SF 133	P&F	FMS 2108	Balance Sheet	Stmt of Net Cost	Stmt of Changes in Net Position	Stmt of Cust Activ	Stmt of Budgetary Resources	Reclassified Stmts
411600	Lines 1020, 1100, 1200	Lines 1020, 1100, 1200	N/A	N/A	N/A	N/A	N/A	Lines 1020, 1290	N/A

¹ Only the applicable attributes to new USSGL account 411600 are shown. Refer to TFM S2 12-03 (July 2012), Part 3, Section IV for a complete listing of all attributes and domain values.

DEBT FORGIVENESS APPROPRIATIONS

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Attachment A

Debt Forgiveness Appropriations:

General and Revolving Fund Expenditure Accounts With Borrowing Authority

DEBT FORGIVENESS APPROPRIATIONS

GENERAL AND REVOLVING FUND EXPENDITURE ACCOUNTS WITH BORROWING AUTHORITY

Attachment A – General and Revolving Fund Expenditure Accounts with Borrowing Authority

Scenario Assumptions

- The Budget Enforcement Act (BEA) category for illustration purposes is Mandatory
- The Revolving Fund Expenditure Account Treasury Account Symbol (TAS) displayed is:
 - 70X4236, “National Flood Insurance Fund, Federal Emergency Management Agency, Homeland Security”
 - TAS 70X4236 is a non-earmarked fund
- The beginning trial balances only carry forward balances of borrowing authority (unobligated)
- This scenario follows USSGL TFM S2 12-03 (July 2012), Part 2 Fiscal 2013 crosswalks, and Part 3 “GTAS Implementation Testing” Fiscal 2014 format of USSGL accounts and attributes

DEBT FORGIVENESS APPROPRIATIONS

GENERAL AND REVOLVING FUND EXPENDITURE ACCOUNTS WITH BORROWING AUTHORITY

Listing of USSGL Accounts Used in This Scenario (Attachment A)

Account Number	Account Name
<u>Budgetary</u>	
404700	Anticipated Transfers to the General Fund of the Treasury - Current-Year Authority
411600	Debt Forgiveness Appropriation
414500	Borrowing Authority Converted to Cash
414600	Actual Repayments of Debt, Current-Year Authority
414800	Resources Realized From Borrowing Authority
414900	Borrowing Authority Carried Forward
420100	Total Actual Resources – Collected
445000	Unapportioned Authority
<u>Proprietary</u>	
101000	Fund Balance With Treasury
251000	Principal Payable to the Bureau of the Public Debt
310000	Unexpended Appropriations – Cumulative
310100	Unexpended Appropriations – Appropriations Received
310700	Unexpended Appropriations - Used
331000	Cumulative Results of Operations
570000	Expended Appropriations

DEBT FORGIVENESS APPROPRIATIONS

GENERAL AND REVOLVING FUND EXPENDITURE ACCOUNTS WITH BORROWING AUTHORITY

Illustrative Transactions

Beginning Trial Balances		
Revolving Fund Expenditure Account TAFS 70X4236	DR	CR
<u>Budgetary</u>		
414900 Borrowing Authority Carried Forward	125,000	
445000 Unapportioned Authority	<u>0</u>	<u>125,000</u>
TOTAL	125,000	125,000
<u>Proprietary</u>		
N/A		

DEBT FORGIVENESS APPROPRIATIONS

GENERAL AND REVOLVING FUND EXPENDITURE ACCOUNTS WITH BORROWING AUTHORITY

1. To record the drawing of cash to fund borrowing authority from the Bureau of the Public Debt.				
Revolving Fund Expenditure Account TAFS 70X4236		DR	CR	TC
<u>Budgetary Entry</u>				
414800	Resources Realized From Borrowing Authority	100,000		
414500	Borrowing Authority Converted to Cash		100,000	A156
<u>Proprietary Entry</u>				
101000	Fund Balance With Treasury	100,000		
251000	Principal Payable to the Bureau of the Public Debt		100,000	

2A. To record the enactment of inferred appropriations to retire debt in P.L. _____. The agency initiates the requests for Treasury to process the appropriation warrant. The warrant should reference that "A debt owed to the U.S. Treasury has been cancelled per P.L. _____."				
Revolving Fund Expenditure Account TAFS 70X4236		DR	CR	TC
<u>Budgetary Entry</u>				
411600	Debt Forgiveness Appropriation	100,000		
445000	Unapportioned Authority		100,000	A104
<u>Proprietary Entry</u>				
101000	Fund Balance With Treasury	100,000		
310100	Unexpended Appropriations – Appropriations Received		100,000	

DEBT FORGIVENESS APPROPRIATIONS

GENERAL AND REVOLVING FUND EXPENDITURE ACCOUNTS WITH BORROWING AUTHORITY

2B. To record the anticipated nonexpenditure transfer to the General Fund of the Treasury. This should happen immediately after the enactment of the inferred appropriation, as a funds mechanism control so that the authority is not subsequently apportioned.			
Revolving Fund Expenditure Account TAFS 70X4236	DR	CR	TC
<u>Budgetary Entry</u> 445000 Unapportioned Authority 404700 Anticipated Transfers to the General Fund of the Treasury - Current-Year Authority	100,000	100,000	A142
<u>Proprietary Entry</u> None			

3. To record principal repayments to the Bureau of the Public Debt via nonexpenditure transfer.			
Revolving Fund Expenditure Account TAFS 70X4236	DR	CR	TC
<u>Budgetary Entry</u> 404700 Anticipated Transfers to the General Fund of the Treasury - Current-Year Authority 414600 Actual Repayments of Debt, Current-Year Authority	100,000	100,000	B120
<u>Proprietary Entry</u> 251000 Principal Payable to the Bureau of the Public Debt 101000 Fund Balance With Treasury And 310700 Unexpended Appropriations - Used 570000 Expended Appropriations	100,000	100,000	B134

DEBT FORGIVENESS APPROPRIATIONS

GENERAL AND REVOLVING FUND EXPENDITURE ACCOUNTS WITH BORROWING AUTHORITY

Pre-Closing Adjusted Trial Balances		
Revolving Fund Expenditure Account TAFS 70X4236	DR	CR
<u>Budgetary</u>		
404700 Transfers to the General Fund of the Treasury - Current-Year Authority	0	
411600 Debt Forgiveness Appropriation	100,000	
414500 Borrowing Authority Converted to Cash		100,000
414600 Actual Repayments of Debt, Current-Year Authority		100,000
414800 Resources Realized From Borrowing Authority	100,000	
414900 Borrowing Authority Carried Forward	125,000	
445000 Unapportioned Authority	<u>0</u>	<u>125,000</u>
TOTAL	325,000	325,000
<u>Proprietary</u>		
101000 Fund Balance With Treasury	100,000	
251000 Principal Payable to the Bureau of the Public Debt		0
310100 Unexpended Appropriations – Appropriations Received		100,000
310700 Unexpended Appropriations - Used	100,000	
570000 Expended Appropriations	<u>0</u>	<u>100,000</u>
TOTAL	200,000	200,000

DEBT FORGIVENESS APPROPRIATIONS

GENERAL AND REVOLVING FUND EXPENDITURE ACCOUNTS WITH BORROWING AUTHORITY

Closing Entries

C1. To record the consolidation of actual net-funded resources.			
Revolving Fund Expenditure Account TAFS 70X4236	DR	CR	TC
<u>Budgetary Entry</u>			
414600 Actual Repayments of Debt, Current-Year Authority	100,000		
420100 Total Actual Resources - Collected	100,000		
411600 Debt Forgiveness Appropriation		100,000	F302
414800 Resources Realized From Borrowing Authority		100,000	
<u>Proprietary Entry</u>			
None			

C2. To record the closing of fiscal-year borrowing authority.			
Revolving Fund Expenditure Account TAFS 70X4236	DR	CR	TC
<u>Budgetary Entry</u>			
414500 Borrowing Authority Converted to Cash	100,000		
414900 Borrowing Authority Carried Forward		100,000	F306
<u>Proprietary Entry</u>			
None			

DEBT FORGIVENESS APPROPRIATIONS

GENERAL AND REVOLVING FUND EXPENDITURE ACCOUNTS WITH BORROWING AUTHORITY

C3. To record the closing of revenue, expense, and other financing source accounts to cumulative results of operations.			
Revolving Fund Expenditure Account TAFS 70X4236	DR	CR	TC
<u>Budgetary Entry</u> None			F336
<u>Proprietary Entry</u> 570000 Expended Appropriations 331000 Cumulative Results of Operations	100,000	100,000	

C4. To record closing of fiscal-year activity to unexpended appropriations.			
Revolving Fund Expenditure Account TAFS 70X4236	DR	CR	TC
<u>Budgetary Entry</u> None			F342
<u>Proprietary Entry</u> 310100 Unexpended Appropriations – Appropriations Received 310700 Unexpended Appropriations - Used	100,000	100,000	

DEBT FORGIVENESS APPROPRIATIONS

GENERAL AND REVOLVING FUND EXPENDITURE ACCOUNTS WITH BORROWING AUTHORITY

Post-Closing Trial Balances			
Revolving Fund Expenditure Account TAFS 70X4236		DR	CR
<u>Budgetary</u>			
414900	Borrowing Authority Carried Forward	25,000	
420100	Total Actual Resources - Collected	100,000	
445000	Unapportioned Authority	<u>0</u>	<u>125,000</u>
TOTAL		125,000	125,000
<u>Proprietary</u>			
101000	Fund Balance With Treasury	100,000	
331000	Cumulative Results of Operations	<u>0</u>	<u>100,000</u>
TOTAL		100,000	100,000

DEBT FORGIVENESS APPROPRIATIONS

GENERAL AND REVOLVING FUND EXPENDITURE ACCOUNTS WITH BORROWING AUTHORITY

SF 133: STATEMENT OF BUDGETARY EXECUTION AND BUDGETARY RESOURCES and SCHEDULE P: PROGRAM AND FINANCING (P&F)

	Revolving Fund Expenditure Account TAFS 70X4236	
	SF133 Line	P&F Line
OBLIGATIONS BY PROGRAM ACTIVITY		
0900 Total new obligations	0	0
BUDGETARY RESOURCES		
Unobligated balance:		
1000 Unobligated balance brought forward, October 1 (414900B, 420100B)	125,000	125,000
Budget Authority:		
Appropriations:		
Mandatory:		
1200 Appropriation (411600E)	100,000	100,000
1236 Appropriations applied to repay debt (-) (414600E, Auth Type "P")	(100,000)	(100,000)
1910 Total budgetary resources (This line is calculated. Equals the sum of combined total of unobligated balances, budget authority, and line 1901 [Lines 1000 through 1042, 1100 through 1152, 1170 through 1174, 1200 through 1252, 1270 through 1273, 1300 through 1330, 1400 through 1430, 1500 through 1531, 1600 through 1631, 1700 through 1742, 1800 through 1842, and 1901 (SF 133)].)	0	
1930 Total budgetary resources available (This line is calculated. Equals the sum of combined total of unobligated balances, budget authority, and line 1901 [Lines 1000 through 1031, 1100 through 1139, 1170 through 1174, 1200 through 1239, 1270 through 1273, 1300 through 1320, 1400 through 1420, 1500 through 1522, 1600 through 1622, 1700 through 1728, 1800 through 1827, and 1901 (P&F)].)		0
Memorandum (Non-Add) Entries:		
1941 Unexpired unobligated balance carried forward, end of year (445000E)		125,000

DEBT FORGIVENESS APPROPRIATIONS

GENERAL AND REVOLVING FUND EXPENDITURE ACCOUNTS WITH BORROWING AUTHORITY

STATUS OF BUDGETARY RESOURCES		
Obligations incurred:		
Direct:		
2001 Category A (by quarter) (490200E)		
Unobligated Balance		
Unapportioned		
2403 Other (445000E)	125,000	
2500 Total budgetary resources (Sum of lines 2001..2403. Also equals line 1910 of the Schedule of Budgetary Resources)	125,000	
CHANGE IN OBLIGATED BALANCE		
Obligated balance, start of year (net):		
3030 Obligations incurred, unexpired accounts (490200E)		
3040 Outlays (gross) (-) (490200E)		
BUDGET AUTHORITY AND OUTLAYS, NET		
Mandatory:		
Gross budget authority and outlays:		
4090 Budget authority, gross (This line is calculated. Equals the sum of mandatory budget authority [Lines 1200 through 1252, 1270 through 1273, 1400 through 1430, 1600 through 1631, and 1800 through 1842 (SF 133). Lines 1200 through 1239, 1270 through 1273, 1400 through 1420, 1600 through 1622, and 1800 through 1827 (P&F)].)	0	0
4100 Outlays from new mandatory authority (490200E)		
4110 Total outlays, gross	0	0
4160 Budget authority, net (mandatory) (This line is calculated. Equals the total new budget authority (gross) on line 4090 plus the amounts on lines 4120 through 4124 and on lines 4140, 4141 and 4143 (SF 133). Line 4090 plus the amounts on lines 4120 through 4124 and		

DEBT FORGIVENESS APPROPRIATIONS

GENERAL AND REVOLVING FUND EXPENDITURE ACCOUNTS WITH BORROWING AUTHORITY

on lines 4140 and 4142 (P&F.)	0	0
4170 Outlays, net (mandatory) (This line is calculated. Equals line 4110 plus the amounts on lines 4120 through 4124.)	0	0
4180 Budget authority, net (discretionary and mandatory) (This line is calculated. Equals sum of lines 4070 and 4160.)	0	0
4190 Outlays, net (discretionary and mandatory) (This line is calculated. Equals sum of lines 4080 and 4170.)	0	0

FMS 2108: YEAREND CLOSING STATEMENT	
	Revolving Fund Expenditure Account TAFS 70X4236
Column 2 Preclosing Unexpended Balance (101000E, 414900B)	225,000
Column 4 Appropriations to Liquidate Contract Authority and Borrowings (414500E)	100,000
Column 6 Postclosing Unexpended Balance (calc 2 + 3 - 4 - 5)	125,000
Column 11 Unobligated Balance (445000E)	125,000

DEBT FORGIVENESS APPROPRIATIONS

GENERAL AND REVOLVING FUND EXPENDITURE ACCOUNTS WITH BORROWING AUTHORITY

BALANCE SHEET	
	Revolving Fund Expenditure Account TAFS 70X4236
Assets:	
Intragovernmental:	
1. Fund Balance With Treasury (Note 3) (101000E)	100,000
15. Total Assets (calc 1..5)	<u>100,000</u>
Liabilities:	
Intragovernmental:	
18. Debt (Note 14) (251000E)	0
28. Total Liabilities (calc 20..27)	0
Net Position:	
31. Unexpended Appropriations - Other Funds (310100E, 310700E)	0
32. Cumulative Results of Operations – Other Funds (Note 21) (570000E)	100,000
34. Total Net Position (calc.)	100,000
35. Total Liabilities and Net Position (calc.)	<u>100,000</u>

DEBT FORGIVENESS APPROPRIATIONS

GENERAL AND REVOLVING FUND EXPENDITURE ACCOUNTS WITH BORROWING AUTHORITY

STATEMENT OF NET COST	
	Revolving Fund Expenditure Account TAFS 70X4236
Program Costs:	
1. Gross costs (Note 22)	
	N/A
3. Net Program Costs (sum of 1 minus 2)	
8. Net cost of operations	

DEBT FORGIVENESS APPROPRIATIONS

GENERAL AND REVOLVING FUND EXPENDITURE ACCOUNTS WITH BORROWING AUTHORITY

STATEMENT OF CHANGES IN NET POSITION		
	Revolving Fund Expenditure Account TAFS 70X4236	
	All Other Funds	Earmarked Funds
Cumulative Results of Operations:		
1. Beginning Balances		
3. Beginning Balances, as Adjusted (calc)		
Budgetary Financing Sources:		
5. Appropriations Used (570000E)	100,000	
14. Total Financing Sources (sum of 4 through 14)	100,000	
15. Net Cost of Operations (+/-)	0	
16. Net Change (sum of 14 minus 15)	100,000	
17. Cumulative Results of Operations (sum of 3 and 16)	100,000	
Unexpended Appropriations:		
Budgetary Financing Sources:		
21. Appropriations Received (310100E)	100,000	
24. Appropriations Used (310700E)	(100,000)	
25. Total Budgetary Financing Sources (sum of 21 through 24)	0	
27. Net Position (sum of 17 and 26)	<u>100,000</u>	

DEBT FORGIVENESS APPROPRIATIONS

GENERAL AND REVOLVING FUND EXPENDITURE ACCOUNTS WITH BORROWING AUTHORITY

STATEMENT OF BUDGETARY RESOURCES	Revolving Fund Expenditure Account TAFS 70X4236
BUDGETARY RESOURCES:	
1000 Unobligated balance brought forward, October (414900B)	125,000
1290 Appropriations (discretionary and mandatory) (411600E, 414600E)	0
1910 Total Budgetary Resources (This line is calculated. Equals sum of SBR lines 1000, 1020, 1021, 1043, 1290, 1490, 1690, and 1890.)	125,000
STATUS OF BUDGETARY RESOURCES:	
2190 Obligations incurred	
2404 Unapportioned (445000E)	125,000
2490 Unobligated balance brought forward, end of year (This line is calculated. Equals sum of SBR lines 2204, 2304, and 2404.)	125,000
2500 Total Budgetary Resources (This line is calculated. Equals sum of SBR lines 2190 and 2490.)	125,000
CHANGE IN OBLIGATED BALANCE:	
3032 Obligations incurred	
3040 Outlays, (gross) (-)	
3100 Obligated balance, end of year (net) (This line is calculated. Equals sum of SBR lines 3000, 3010, 3016, 3032, 3040, 3052, 3062, 3072, and 3082. Line 3100 also equals the sum of SBR lines 3090 and 3091.)	
BUDGET AUTHORITY AND OUTLAYS, NET:	
4175 Budget authority, gross (discretionary and mandatory) (This line is calculated. Equals sum of SBR lines 1290, 1490, 1690 and 1890.)	0
4180 Budget Authority, net (discretionary and mandatory) (This line is calculated. Equals sum of SBR lines 4175, 4177, 4178 and 4179.)	0
4185 Outlays, gross (discretionary and mandatory) (490200E)	
4190 Outlays, net (discretionary and mandatory) (This line is calculated. Equals sum of	

DEBT FORGIVENESS APPROPRIATIONS

GENERAL AND REVOLVING FUND EXPENDITURE ACCOUNTS WITH BORROWING AUTHORITY

SBR lines 4176 and 4177.)	
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Attachment B

Debt Forgiveness Appropriations:

Special and Non-Revolving Trust Fund Expenditure Accounts With Borrowing Authority

DEBT FORGIVENESS APPROPRIATIONS

SPECIAL AND NON-REVOLVING TRUST FUND EXPENDITURE ACCOUNTS WITH BORROWING AUTHORITY

Attachment B – Special or Non-Revolving Trust Fund Expenditure Accounts with Borrowing Authority

Background

When inferred appropriations are enacted pertaining to borrowings by special or non-revolving trust funds, a Treasury appropriation warrant will be processed into a specific agency general fund expenditure account, and then subsequently transferred to the applicable special or non-revolving trust fund expenditure account. This general fund expenditure account is sometimes referred to as a “feeder” account. Although the concept of feeder accounts has been predominantly phased out, it still exists for debt forgiveness situations. The agency general fund expenditure account will be titled accordingly, such as “Payment for Forgiveness of Debt.” Prior to the activity occurring, the agency must request that Treasury establish the proper general fund expenditure account and special or trust fund available receipt account pertaining to the enacted legislation.

Scenario Assumptions

- This example illustrates an agency General Fund Expenditure Account Treasury Account Symbol (TAS) 12X0001, and Trust Fund Expenditure TAS 12X8000. (Available Trust Fund Receipt Account TAS 12X8000.00X is not shown in this illustration, because USSGL presentations involving ‘available’ trust fund receipt and expenditure accounts are combined and shown in the expenditure account only.)
 - TAS 12X0001 and 12X8000 are non-earmarked funds
- The Budget Enforcement Act (BEA) category for illustration purposes is Mandatory
- The beginning trial balances of the agency general fund are zero. The beginning trial balances of the trust fund only carry forward balances of borrowing authority (unobligated)
- This scenario follows USSGL TFM S2 12-03 (July 2012), Part 2 Fiscal 2013 crosswalks, and Part 3 “GTAS Implementation Testing” Fiscal 2014 format of USSGL accounts and attributes

DEBT FORGIVENESS APPROPRIATIONS

SPECIAL AND NON-REVOLVING TRUST FUND EXPENDITURE ACCOUNTS WITH BORROWING AUTHORITY

Listing of USSGL Accounts Used in This Scenario (Attachment B)

Account Number	Account Name
<u>Budgetary</u>	
404700	Anticipated Transfers to the General Fund of the Treasury - Current-Year Authority
411400	Appropriated Trust or Special Fund Receipts
411600	Debt Forgiveness Appropriation
414500	Borrowing Authority Converted to Cash
414600	Actual Repayments of Debt, Current-Year Authority
414800	Resources Realized From Borrowing Authority
414900	Borrowing Authority Carried Forward
420100	Total Actual Resources – Collected
445000	Unapportioned Authority
490200	Delivered Orders - Obligations, Paid
<u>Proprietary</u>	
101000	Fund Balance With Treasury
251000	Principal Payable to the Bureau of the Public Debt
310000	Unexpended Appropriations – Cumulative
310100	Unexpended Appropriations – Appropriations Received
310700	Unexpended Appropriations - Used
331000	Cumulative Results of Operations
570000	Expended Appropriations
575000	Expenditure Financing Sources - Transfers-In
576000	Expenditure Financing Sources - Transfers-Out

DEBT FORGIVENESS APPROPRIATIONS

SPECIAL AND NON-REVOLVING TRUST FUND EXPENDITURE ACCOUNTS WITH BORROWING AUTHORITY

Illustrative Transactions

Beginning Trial Balances					
General Fund Expenditure Account TAS 12X0001	DR	CR	Trust Fund Expenditure Account TAFS 12X8000	DR	CR
<u>Budgetary</u>			<u>Budgetary</u>		
N/A			414900 Borrowing Authority Carried Forward	125,000	
			445000 Unapportioned Authority	<u>0</u>	<u>125,000</u>
			TOTAL	125,000	125,000
<u>Proprietary</u>			<u>Proprietary</u>		
N/A			N/A		

DEBT FORGIVENESS APPROPRIATIONS

SPECIAL AND NON-REVOLVING TRUST FUND EXPENDITURE ACCOUNTS WITH BORROWING AUTHORITY

1. To record the drawing of cash in the trust fund expenditure account to fund borrowing authority from the Bureau of the Public Debt.							
General Fund Expenditure Account TAS 12X0001	DR	CR	TC	Trust Fund Expenditure Account TAFS 12X8000	DR	CR	TC
N/A				<u>Budgetary Entry</u> 414800 Resources Realized From Borrowing Authority 414500 Borrowing Authority Converted to Cash <u>Proprietary Entry</u> 101000 Fund Balance With Treasury 251000 Principal Payable to the Bureau of the Public Debt	100,000 100,000	 100,000 100,000	A156

2A. To record the enactment of inferred appropriations to retire debt in P.L. _____. The agency initiates the requests for Treasury to process the appropriation warrant to the designated general fund expenditure account. The warrant should reference that “A debt owed to the U.S. Treasury has been cancelled per P.L. _____.”							
General Fund Expenditure Account TAS 12X0001	DR	CR	TC	Trust Fund Expenditure Account TAFS 12X8000	DR	CR	TC
<u>Budgetary Entry</u> 411600 Debt Forgiveness Appropriation 445000 Unapportioned Authority <u>Proprietary Entry</u> 101000 Fund Balance With Treasury 310100 Unexpended Appropriations – Appropriations Received	100,000 100,000	 100,000 100,000	A104	N/A			

DEBT FORGIVENESS APPROPRIATIONS

SPECIAL AND NON-REVOLVING TRUST FUND EXPENDITURE ACCOUNTS WITH BORROWING AUTHORITY

2B. To record the expenditure transfer from the general fund to the trust fund. This should happen immediately after the enactment of the inferred appropriation, as a funds mechanism control so that the authority is not subsequently apportioned in the general fund expenditure account.							
General Fund Expenditure Account TAS 12X0001	DR	CR	TC	Trust Fund Expenditure Account TAFS 12X8000	DR	CR	TC
<u>Budgetary Entry</u> ² 445000 Unapportioned Authority 490200 Delivered Orders – Obligations, Paid	100,000		A514	<u>Budgetary Entry</u> 411400 Appropriated Trust or Special Fund Receipts 445000 Unapportioned Authority	100,000	100,000	
<u>Proprietary Entry</u> 576000 Expenditure Financing Sources - Transfers-Out 101000 Fund Balance With Treasury	100,000	100,000	B134	<u>Proprietary Entry</u> 101000 Fund Balance With Treasury 575000 Expenditure Financing Sources - Transfers-In	100,000		A510
And 310700 Unexpended Appropriations - Used 570000 Expended Appropriations	100,000	100,000				100,000	

2C. To record, in the trust fund, the anticipated nonexpenditure transfer to the General Fund of the Treasury. This should happen immediately after the expenditure transfer from the general fund, as a funds mechanism control so that the authority is not subsequently apportioned.							
General Fund Expenditure Account TAS 12X0001	DR	CR	TC	Trust Fund Expenditure Account TAFS 12X8000	DR	CR	TC
N/A				<u>Budgetary Entry</u> 445000 Unapportioned Authority 404700 Anticipated Transfers to the General Fund of the Treasury - Current-Year Authority	100,000	100,000	B306
				<u>Proprietary Entry</u> None			

² Object class 94, "Financial transfers," is to be used by the general fund expenditure account recording the obligation. Object class information is required for the President's Budget.

DEBT FORGIVENESS APPROPRIATIONS

SPECIAL AND NON-REVOLVING TRUST FUND EXPENDITURE ACCOUNTS WITH BORROWING AUTHORITY

3. To record, in the trust fund, principal repayments to the Bureau of the Public Debt via nonexpenditure transfer.							
General Fund Expenditure Account TAS 12X0001	DR	CR	TC	Trust Fund Expenditure Account TAFS 12X8000	DR	CR	TC
N/A				<u>Budgetary Entry</u> 404700 Anticipated Transfers to the General Fund of the Treasury - Current-Year Authority 414600 Actual Repayments of Debt, Current-Year Authority <u>Proprietary Entry</u> 251000 Principal Payable to the Bureau of the Public Debt 101000 Fund Balance With Treasury	100,000	100,000	B121

DEBT FORGIVENESS APPROPRIATIONS

SPECIAL AND NON-REVOLVING TRUST FUND EXPENDITURE ACCOUNTS WITH BORROWING AUTHORITY

Pre-Closing Adjusted Trial Balances					
General Fund Expenditure Account TAS 12X0001	DR	CR	Trust Fund Expenditure Account TAFS 12X8000	DR	CR
Budgetary			Budgetary		
411600 Debt Forgiveness Appropriation	100,000		404700 Transfers to the General Fund of the Treasury - Current-Year Authority		0
445000 Unapportioned Authority		0	411400 Appropriated Trust or Special Fund Receipts	100,000	
490200 Delivered Orders - Obligations, Paid	<u>0</u>	<u>100,000</u>	414500 Borrowing Authority Converted to Cash		100,000
TOTAL	100,000	100,000	414600 Actual Repayments of Debt, Current-Year Authority		100,000
Proprietary			414800 Resources Realized From Borrowing Authority	100,000	
101000 Fund Balance With Treasury	0		414900 Borrowing Authority Carried Forward	125,000	
310100 Unexpended Appropriations – Appropriations Received		100,000	445000 Unapportioned Authority	<u>0</u>	<u>125,000</u>
310700 Unexpended Appropriations - Used	100,000		TOTAL	325,000	235,000
570000 Expended Appropriations		100,000	Proprietary		
576000 Expenditure Financing Sources - Transfers-Out	<u>100,000</u>	<u>0</u>	101000 Fund Balance With Treasury	100,000	
TOTAL	200,000	200,000	251000 Principal Payable to the Bureau of the Public Debt		0
			575000 Expenditure Financing Sources - Transfers-In	<u>0</u>	<u>100,000</u>
			TOTAL	100,000	100,000

DEBT FORGIVENESS APPROPRIATIONS

SPECIAL AND NON-REVOLVING TRUST FUND EXPENDITURE ACCOUNTS WITH BORROWING AUTHORITY

Closing Entries

C1. To record the consolidation of actual net-funded resources.							
General Fund Expenditure Account TAS 12X0001	DR	CR	TC	Trust Fund Expenditure Account TAFS 12X8000	DR	CR	TC
<u>Budgetary Entry</u> 420100 Total Actual Resources - Collected 411600 Debt Forgiveness Appropriation <u>Proprietary Entry</u> None	100,000	100,000	F302	<u>Budgetary Entry</u> 414600 Actual Repayments of Debt, Current-Year Authority 420100 Total Actual Resources - Collected 411400 Appropriated Trust or Special Fund Receipts 414800 Resources Realized From Borrowing Authority <u>Proprietary Entry</u> None	100,000 100,000	100,000 100,000	F302

C2. To record the closing of fiscal-year borrowing authority.							
General Fund Expenditure Account TAS 12X0001	DR	CR	TC	Trust Fund Expenditure Account TAFS 12X8000	DR	CR	TC
N/A				<u>Budgetary Entry</u> 414500 Borrowing Authority Converted to Cash 414900 Borrowing Authority Carried Forward <u>Proprietary Entry</u> None	100,000	100,000	F306

C3. To record the closing of paid delivered orders to total actual resources.							
General Fund Expenditure Account TAS 12X0001	DR	CR	TC	Trust Fund Expenditure Account TAFS 12X8000	DR	CR	TC
<u>Budgetary Entry</u> 490200 Delivered Orders – Obligations, Paid 420100 Total Actual Resources - Collected <u>Proprietary Entry</u> None	100,000	100,000	F314	N/A			

DEBT FORGIVENESS APPROPRIATIONS

SPECIAL AND NON-REVOLVING TRUST FUND EXPENDITURE ACCOUNTS WITH BORROWING AUTHORITY

C4. To record the closing of revenue, expense, and other financing source accounts to cumulative results of operations.							
General Fund Expenditure Account TAS 12X0001	DR	CR	TC	Trust Fund Expenditure Account TAFS 12X8000	DR	CR	TC
<u>Budgetary Entry</u> None <u>Proprietary Entry</u> 570000 Expended Appropriations 576000 Expenditure Financing Sources - Transfers-Out	100,000	100,000	F336	<u>Budgetary Entry</u> None <u>Proprietary Entry</u> 575000 Expenditure Financing Sources - Transfers-In 3310 Cumulative Results of Operations	100,000	100,000	F336

C5. To record closing of fiscal-year activity to unexpended appropriations.							
General Fund Expenditure Account TAS 12X0001	DR	CR	TC	Trust Fund Expenditure Account TAFS 12X8000	DR	CR	TC
<u>Budgetary Entry</u> None <u>Proprietary Entry</u> 310100 Unexpended Appropriations – Appropriations Received 310700 Unexpended Appropriations - Used	100,000	100,000	F342	N/A			

DEBT FORGIVENESS APPROPRIATIONS

SPECIAL AND NON-REVOLVING TRUST FUND EXPENDITURE ACCOUNTS WITH BORROWING AUTHORITY

Post-Closing Trial Balances					
General Fund Expenditure Account TAS 12X0001	DR	CR	Trust Fund Expenditure Account TAFS 12X8000	DR	CR
<u>Budgetary</u>			<u>Budgetary</u>		
N/A			414900 Borrowing Authority Carried Forward	25,000	
			420100 Total Actual Resources - Collected	100,000	
			445000 Unapportioned Authority	<u>0</u>	<u>125,000</u>
			TOTAL	125,000	125,000
<u>Proprietary</u>			<u>Proprietary</u>		
N/A			101000 Fund Balance With Treasury	100,000	
			331000 Cumulative Results of Operations	<u>0</u>	<u>100,000</u>
			TOTAL	100,000	100,000

DEBT FORGIVENESS APPROPRIATIONS

SPECIAL AND NON-REVOLVING TRUST FUND EXPENDITURE ACCOUNTS WITH BORROWING AUTHORITY

SF 133: STATEMENT OF BUDGETARY EXECUTION AND BUDGETARY RESOURCES and SCHEDULE P: PROGRAM AND FINANCING (P&F)

	General Fund Expenditure Account TAS 12X0001		Trust Fund Expenditure Account TAFS 12X8000	
	SF133 Line	P&F Line	SF133 Line	P&F Line
OBLIGATIONS BY PROGRAM ACTIVITY				
0900 Total new obligations (490200E)		100,000		
BUDGETARY RESOURCES				
Unobligated balance:				
1000 Unobligated balance brought forward, October 1 (414900B)			125,000	125,000
Budget Authority:				
Appropriations:				
Mandatory:				
1200 Appropriation (411600E)	100,000	100,000		
1201 Appropriation (special or trust fund) (411400E)			100,000	100,000
1236 Appropriations applied to repay debt (-) (414600E, Auth Type "P")			(100,000)	(100,000)
1910 Total budgetary resources (This line is calculated. Equals the sum of combined total of unobligated balances, budget authority, and line 1901 [Lines 1000 through 1042, 1100 through 1152, 1170 through 1174, 1200 through 1252, 1270 through 1273, 1300 through 1330, 1400 through 1430, 1500 through 1531, 1600 through 1631, 1700 through 1742, 1800 through 1842, and 1901 (SF 133)].)	100,000		0	
1930 Total budgetary resources available (This line is calculated. Equals the sum of combined total of unobligated balances, budget authority, and line 1901 [Lines 1000 through 1031, 1100 through 1139, 1170 through 1174, 1200 through 1239, 1270 through 1273, 1300 through 1320, 1400		100,000		0

DEBT FORGIVENESS APPROPRIATIONS

SPECIAL AND NON-REVOLVING TRUST FUND EXPENDITURE ACCOUNTS WITH BORROWING AUTHORITY

through 1420, 1500 through 1522, 1600 through 1622, 1700 through 1728, 1800 through 1827, and 1901 (P&F)].)				
Memorandum (Non-Add) Entries:				
1941 Unexpired unobligated balance carried forward, end of year (445000E)				125,000
STATUS OF BUDGETARY RESOURCES				
Obligations incurred:				
Direct:				
2001 Category A (by quarter) (490200E)	100,000			
Unobligated Balance				
Unapportioned				
2403 Other (445000E)			125,000	
2500 Total budgetary resources (Sum of lines 2001..2403. Also equals line 1910 of the Schedule of Budgetary Resources)				
CHANGE IN OBLIGATED BALANCE				
Obligated balance, start of year (net):				
3030 Obligations incurred, unexpired accounts (490200E)	100,000	100,000		
3040 Outlays (gross) (-) (490200E)	(100,000)	(100,000)		
BUDGET AUTHORITY AND OUTLAYS, NET				
Mandatory:				
Gross budget authority and outlays:				
4090 Budget authority, gross (This line is calculated. Equals the sum of mandatory budget authority [Lines 1200 through 1252, 1270 through 1273, 1400 through 1430, 1600 through 1631, and 1800 through 1842 (SF 133). Lines 1200 through 1239, 1270 through 1273, 1400 through 1420, 1600 through 1622, and 1800 through 1827 (P&F)].)	100,000	100,000	0	0

DEBT FORGIVENESS APPROPRIATIONS

SPECIAL AND NON-REVOLVING TRUST FUND EXPENDITURE ACCOUNTS WITH BORROWING AUTHORITY

4100 Outlays from new mandatory authority (490200E)	100,000	100,000	0	0
4110 Total outlays, gross (490200E)	100,000	100,000	0	0
4160 Budget authority, net (mandatory) (This line is calculated. Equals the total new budget authority (gross) on line 4090 plus the amounts on lines 4120 through 4124 and on lines 4140, 4141 and 4143 (SF 133). Line 4090 plus the amounts on lines 4120 through 4124 and on lines 4140 and 4142 (P&F).)	100,000	100,000	0	0
4170 Outlays, net (mandatory) (This line is calculated. Equals line 4110 plus the amounts on lines 4120 through 4124.)	100,000	100,000	0	0
4180 Budget authority, net (discretionary and mandatory) (This line is calculated. Equals sum of lines 4070 and 4160.)	100,000	100,000	0	0
4190 Outlays, net (discretionary and mandatory) (This line is calculated. Equals sum of lines 4080 and 4170.)	100,000	100,000	0	0

FMS 2108: YEAREND CLOSING STATEMENT

	General Fund Expenditure Account TAS 12X0001	Trust Fund Expenditure Account TAFS 12X8000
Column 2 Preclosing Unexpended Balance (101000E, 414900B)		225,000
Column 4 Appropriations to Liquidate Contract Authority and Borrowings (414500E)		100,000
Column 6 Postclosing Unexpended Balance (calc 2 + 3 - 4 - 5)		125,000
Column 11 Unobligated Balance (445000E)		125,000

DEBT FORGIVENESS APPROPRIATIONS

SPECIAL AND NON-REVOLVING TRUST FUND EXPENDITURE ACCOUNTS WITH BORROWING AUTHORITY

BALANCE SHEET		
	General Fund Expenditure Account TAS 12X0001	Trust Fund Expenditure Account TAFS 12X8000
Assets:		
Intragovernmental:		
1. Fund Balance With Treasury (Note 3) (101000E)	0	100,000
15. Total Assets (calc 1..5)	<u>0</u>	<u>100,000</u>
Liabilities:		
Intragovernmental:		0
18. Debt (Note 14) (251000E)		0
28. Total Liabilities (calc 20..27)		
Net Position:		
31. Unexpended Appropriations - Other Funds (310100E, 310700E)	0	
32. Cumulative Results of Operations – Other Funds (Note 21) (575000E, 576000E)	0	100,000
34. Total Net Position (calc.)	0	100,000
35. Total Liabilities and Net Position (calc.)	<u>0</u>	<u>100,000</u>

DEBT FORGIVENESS APPROPRIATIONS

SPECIAL AND NON-REVOLVING TRUST FUND EXPENDITURE ACCOUNTS WITH BORROWING AUTHORITY

STATEMENT OF NET COST		
	General Fund Expenditure Account TAS 12X0001	Trust Fund Expenditure Account TAFS 12X8000
Program Costs:		
1. Gross costs (Note 22)		
	N/A	N/A
3. Net Program Costs (sum of 1 minus 2)		
8. Net cost of operations		

DEBT FORGIVENESS APPROPRIATIONS

SPECIAL AND NON-REVOLVING TRUST FUND EXPENDITURE ACCOUNTS WITH BORROWING AUTHORITY

STATEMENT OF CHANGES IN NET POSITION				
	General Fund Expenditure Account TAS 12X0001		Trust Fund Expenditure Account TAFS 12X8000	
	All Other Funds	Earmarked Funds	All Other Funds	Earmarked Funds
Cumulative Results of Operations:				
1. Beginning Balances				
3. Beginning Balances, as Adjusted (calc)				
Budgetary Financing Sources:				
5. Appropriations Used (570000E)	100,000			
8. Transfers-In/Out Without Reimbursement (+/-) (575000E, 576000E)	(100,000)		100,000	
14. Total Financing Sources (sum of 4 through 14)	0		100,000	
15. Net Cost of Operations (+/-)	0		0	
16. Net Change (sum of 14 minus 15)	0		100,000	
17. Cumulative Results of Operations (sum of 3 and 16)	0		100,000	
Unexpended Appropriations:				
Budgetary Financing Sources:				
21. Appropriations Received (310100E)	100,000			
24. Appropriations Used (310700E)	(100,000)			
25. Total Budgetary Financing Sources (sum of 21 through 24)	0			
27. Net Position (sum of 17 and 26)	0		100,000	

DEBT FORGIVENESS APPROPRIATIONS

SPECIAL AND NON-REVOLVING TRUST FUND EXPENDITURE ACCOUNTS WITH BORROWING AUTHORITY

STATEMENT OF BUDGETARY RESOURCES	General Fund Expenditure Account TAS 12X0001	Trust Fund Expenditure Account TAFS 12X8000
BUDGETARY RESOURCES:		
1000 Unobligated balance brought forward, October (414900B)		125,000
1290 Appropriations (discretionary and mandatory) (411400E, 411600E, 414600E)	100,000	0
1910 Total Budgetary Resources (This line is calculated. Equals sum of SBR lines 1000, 1020, 1021, 1043, 1290, 1490, 1690, and 1890.)	100,000	125,000
STATUS OF BUDGETARY RESOURCES:		
2190 Obligations incurred (490200E)	100,000	
2404 Unapportioned (445000E)		125,000
2490 Unobligated balance brought forward, end of year (This line is calculated. Equals sum of SBR lines 2204, 2304, and 2404.)		125,000
2500 Total Budgetary Resources (This line is calculated. Equals sum of SBR lines 2190 and 2490.)	100,000	125,000
CHANGE IN OBLIGATED BALANCE:		
3032 Obligations incurred (490200E)	100,000	
3040 Outlays, (gross) (-) (490200E)	(100,000)	
3100 Obligated balance, end of year (net) (This line is calculated. Equals sum of SBR lines 3000, 3010, 3016, 3032, 3040, 3052, 3062, 3072, and 3082. Line 3100 also equals the sum of SBR lines 3090 and 3091.)	0	
BUDGET AUTHORITY AND OUTLAYS, NET:		
4175 Budget authority, gross (discretionary and mandatory) (This line is calculated. Equals sum of SBR lines 1290, 1490, 1690 and 1890.)	100,000	0
4180 Budget Authority, net (discretionary and mandatory) (This line is calculated. Equals sum of SBR lines 4175, 4177, 4178 and 4179.)	100,000	0
4185 Outlays, gross (discretionary and mandatory) (490200E)	100,000	
4190 Outlays, net (discretionary and mandatory) (This line is calculated. Equals sum of		

DEBT FORGIVENESS APPROPRIATIONS

SPECIAL AND NON-REVOLVING TRUST FUND EXPENDITURE ACCOUNTS WITH BORROWING AUTHORITY

SBR lines 4176 and 4177.)	100,000	
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