## **Scenario 4: Non-Custodial Statement Collections: Collection of Receivables From Canceled Authority**

**Canceled Appropriation**

Agencies must close appropriation accounts available for obligation during a definite period on September 30th of the fifth fiscal year after the account’s obligational availability ends. Cancel any remaining balances (whether obligated or unobligated) in the account.

**Beginning Trial Balance – Expired Account which is Canceling**

|  |  |  |
| --- | --- | --- |
|  |  | **Expired Account which is Canceling** |
| **Account** | **Description** | **Debit** | **Credit** |
| **Budgetary** |  |  |  |
| 425100 | Reimbursements and Other Income Earned - Receivable | 120 | - |
| 465000 | Allotments – Expired Authority | **-** | 120 |
| **Total** |  | **120** | **120** |
|  |  | **-** | **-** |
| **Proprietary** |  |  |  |
| 131000 (F) | Accounts Receivable | 120 | - |
| 331000 | Cumulative Results of Operations | **-** | 120 |
| **Total** |  | **120** | **120** |

**Year 6 (September 30 of 5th expired year)**

|  |
| --- |
| 1. To record the cancellation of a receivable and reestablish cancelled receivable in the General Fund Receipt Account.
 |
| **Canceling Account** | **Debit** | **Credit** | **TC** | **GFR Account** | **Debit**  | **Credit** | **TC** |
| **Budgetary Entry**465000 Allotments – Expired Authority 425100 Reimbursements And  Other Income Earned -  Receivable**Proprietary Entry**590000 (F) Other Revenue (RC 24) 131000 (F) Accounts  Receivable (RC 22) | 120120 | 120120 | F144[[1]](#footnote-1) | **Budgetary Entry**None**Proprietary Entry**131000 (F) AccountsReceivable (RC 22) 590000 (F) Other  Revenue (RC 24)  | 120 | 120 | C420 |
| **General Fund of the U.S. Government (099)** |
| **Budgetary Entry**None**Proprietary Entry**None |  |  |  | **Budgetary Entry**None**Proprietary Entry**None |  |  |  |

Also Post:

|  |
| --- |
| 1. To record offset for the amount accrued in a General Fund receipt account and to establish a liability for non-entity assets that are not reported on the Statement of Custodial Activity or on the custodial footnote.
 |
| **Canceling Account** | **Debit** | **Credit** | **TC** | **GFR Account** | **Debit**  | **Credit** | **TC** |
| **Budgetary Entry**None**Proprietary Entry**None |  |  |  | **Budgetary Entry**None**Proprietary Entry**599400 (G) Offset to Non-Entity Accrued Collections – Statement of Changes in Net Position (RC 48) 298500 (G) Liability For Non-  Entity Assets Not Reported on  The Statement of Custodial  Activity (RC 46)  | 120 | 120 | C405 |
| **General Fund of the U.S. Government (099)** |
| **Budgetary Entry**None**Proprietary Entry**None |  |  |  | **Budgetary Entry**None**Proprietary Entry**198000 (F) Asset For Agency’s Custodial and Non-Entity Liabilities – General Fund of the U.S. Government (RC 46) 571200 (F) Accrual of  Agency Amount to be  Collected Custodial and Non-Entity – General  Fund of the U.S.  Government (RC 48) | 120 | 120 |  |

**Year 6 – Preclosing Adjusted Trial Balance**

|  |  |  |  |
| --- | --- | --- | --- |
|  |  | **Canceling Account** | **GFR Account** |
| **Account** | **Description** | **Debit** | **Credit** | **Debit** | **Credit** |
| **Budgetary** |  |  |  |  |  |
| None | None | - | - | **-** | **-** |
|  |  | **-** | - | **-** | **-** |
| **Total** |  | **-** | **-** | **-** | **-** |
|  |  | **-** | **-** |  |  |
| **Proprietary** |  |  |  |  |  |
| 131000 (F) | Accounts Receivable | - | - | 120 | - |
| 298500 (G) | Liability for Non-Entity Assets Not Reported on the Statement of Custodial Activity | **-** | - | - | 120 |
| 331000 | Cumulative Results of Operations | - | 120 | - | - |
| 590000 (F) | Other Revenue | 120 |  |  | 120 |
| 599400 (G) | Offset to Non-Entity Accrued Collection – Statement of Changes in Net Position | **-** | - | 120 | - |
| **Total** |  | **120** | **120** | **240** | **240** |

**Financial Statements:**

|  |
| --- |
| **CONSOLIDATED BALANCE SHEET AS OF SEPTEMBER 30, YEAR 6** |
| **Line No.** |  |  |
|  | **Assets (Note 2)** |  |
|  | Intragovernmental |  |
| 3. | Accounts Receivable (Note 6) (131000E) | 120 |
| 6. | Total intragovernmental | 120 |
| **15.** | **Total assets** | **120** |
|  |  |  |
|  | **Liabilities (Note 13)** |  |
|  | Intragovernmental |  |
| 19. | Other (Note 15, 16, and 17) (298500E) | 120 |
| 20. | Total Intragovernmental | 120 |
| **28.** | **Total Liabilities** | **120** |
|  |  |  |
|  | **Net Position** |  |
| 33. | Cumulative results of operations – All Other Funds (Combined or Consolidated Totals) (331000B, 590000E, 599400E) | - |
| 35. | Total Net Position – All Other Funds | - |
| 36. | Total Net Position  | - |
| **37.** | **Total liabilities and net position** | **120** |

|  |
| --- |
| **CONSOLIDATED STATEMENT OF CHANGES IN NET POSITION FOR THE YEAR ENDED SEPTEMBER 30, YEAR 6** |
| **Line No.** |  | **All Other Funds** | **Consolidated** |
|  | **Cumulative Results from Operations:** |  |  |
| 10. | Beginning Balances (331000B) | 120 | 120 |
| 12. | Beginning balances, as adjusted | 120 | 120 |
|  |  |  |  |
|  | **Budgetary Financing Sources:** |  |  |
| 15. | Nonexchange revenue (590000E) | - | - |
|  |  |  |  |
|  | **Other Financing Sources (Nonexchange):** |  |  |
| 22. | Other (+/-) (599400E) | (120) | (120) |
| 23. | Total Financing Sources | (120) | (120) |
| 24. | Net Cost of Operations (+/-) | - | - |
| 25. | Net Change | (120) | (120) |
| 26. | Cumulative Results of Operations | - | - |
| 27. | Net Position | - | - |

|  |
| --- |
| **SF 133 AND SCHEDULE P: REPORT ON BUDGET EXECUTION AND BUDGETARY RESOURCES AND BUDGET PROGRAM AND FINANCING SCHEDULE FOR THE YEAR ENDED SEPTEMBER 30, YEAR 6** |
| **Line No.** |  | SF 133 | Schedule P |
|  | **BUDGETARY RESOURCES** |  |  |
|  | Unobligated balance: |  |  |
| 1000 | Unobligated balance brought forward, Oct 1 (425100B) | 120 | 120 |
| 1050 | Unobligated balance (total) | 120 | 120 |
| 1060 | Expired unobligated balance brought forward, Oct 1 | 120 | - |
| 1099 | Expired unobligated balance (total) | 120 | - |
|  |  |  |  |
|  | **Budget authority:** |  |  |
|  | **Status of budgetary resources:** |  |  |
|  | Spending authority from offsetting collections: |  |  |
|  | Discretionary: |  |  |
| 1701 | Change in uncollected payments, Federal sources (+ or-) (425100B, 425100E) | (120) | (120) |
| 1750 | Spending authority from offsetting collections, discretionary (total) | (120) | (120) |
| 1900 | Budget authority (total) | (120) | (120) |
| 1910 | Total budgetary resources | - | - |
| 1930 | Total budgetary resources available | **-** | - |
|  |  |  |  |
|  | **STATUS OF BUDGETARY RESOURCES** |  |  |
|  | **New obligations and upward adjustments:** |  |  |
|  | Reimbursable: |  |  |
| 2190 | New obligations and upward adjustments (total) | - | - |
|  |  |  |  |
|  | Unobligated balance: |  |  |
|  | Apportioned, unexpired accounts: |  |  |
| 2413 | Expired unobligated balance: end of year (465000E) | - | - |
| 2490 | Unobligated balance, end of year (total) | - | - |
| 2500 | Total budgetary resources  | - | - |

|  |
| --- |
| **SF 133 AND SCHEDULE P: REPORT ON BUDGET EXECUTION AND BUDGETARY RESOURCES AND BUDGET PROGRAM AND FINANCING SCHEDULE AS OF SEPTEMBER 30, YEAR 6** |
| **Line No.** |  | SF 133 | Schedule P |
|  | Memorandum (non-add) entries: |  |  |
| 2501 | Subject to apportionment – excluding anticipated amounts (465000E) | - | - |
|  |  |  |  |
|  | **CHANGE IN OBLIGATED BALANCE** |  |  |
|  | Unpaid obligations: |  |  |
| 3060 | Uncollected pymts, Fed sources, brought forward, Oct 1 (-) (425100B) | (120) | (120) |
| 3061 | Adjustments to uncollected pymts, Fed sources, brought forward, Oct 1 (+ or -) (425100E) | 120 | 120 |
|  | Memorandum (non-add) entries: |  |  |
| 3100 | Obligated balance, start of year (+ or -) | - | - |
| 3200 | Obligated balance, end of year (+ or -) | - | - |
|  |  |  |  |
|  | **BUDGET AUTHORITY AND OUTLAYS, NET** |  |  |
|  | Discretionary: |  |  |
|  | Gross budget authority and outlays: |  |  |
| 4000 | Budget authority, gross | (120) | (120) |
|  |  |  |  |
|  | **Outlays, gross** |  |  |
| 4020 | Outlays, gross (total) | - | - |
| 4051 | Change in uncollected pymts, Fed sources, expired accounts (+ or -) (425100B, 425100E) | 120 | 120 |
| 4060 | Additional offsets against budget authority only (total) | 120 | - |
| 4070 | Budget authority, net (discretionary) | - | (120) |
| 4080 | Outlays, net (discretionary) | - | - |
|  |  |  |  |
|  | **Budget authority and outlays, net (total)** |  |  |
| 4141 | Change in uncollected pymts, Fed sources, expired account (+ or -) (425100B, 425100E) | 120 | - |
| 4150 | Additional offsets against budget authority only (total) | 120 | - |
| 4180 | Budget authority, net (total) | - | - |
| 4190 | Outlays, net (total) | - | - |

**Reclassified Financial Statements:**

|  |
| --- |
| **RECLASSIFIED BALANCE SHEET AS OF SEPTEMBER 30, YEAR 6** |
| **Line No.** |  | **GFR Account** |
| 3 | Federal |  |
| 3.3 | Accounts receivable (RC 22)/1 (131000E) | 120 |
| 3.14 | Total federal assets | 120 |
| **4.** | **Total assets** | **120** |
|  |  |  |
|  | **Liabilities**  |  |
| 7. | Federal |  |
| 7.11 | Liability to agency Other Than the General Fund of the U.S. Government for custodial and other non-entity assets (RC 10)/1 (298500E) | 120 |
| 7.15 | Total federal liabilities | 120 |
| 8 | Total liabilities | 120 |
|  |  |  |
| **9** | **Net Position** |  |
| 9.2 | Net Position – funds other than those from dedicated collections (331000B, 590000E, 599400E) | - |
| 10 | Total net position  | - |
| **11.** | **Total liabilities and net position** | **120** |

|  |
| --- |
| **RECLASSIFIED STATEMENT OF OPERATIONS AND CHANGES IN NET POSITION FOR THE YEAR ENDED SEPTEMBER 30, YEAR 6** |
| **Line No.** |  | **All Other Funds** | **Consolidated** |
| 1 | Net position, beginning of period (331000B) | 120 | 120 |
| 4 | Net position, beginning of period - adjusted | 120 | 120 |
|  |  |  |  |
| 6 | Federal non-exchange revenue: |  |  |
| 6.7 | Accrual of Collections Yet to be Transferred to a TAS Other Than the General Fund of the U.S. Government – Nonexchange (RC 16) (599400E) | 120 | 120 |
| 6.9 | Total federal non-exchange revenue | (120) | (120) |
|  |  |  |  |
| 9 | Net cost of operations (+/-) | - | - |
| 10 | Net position, end of period | - | - |

**Closing Entries:**

|  |
| --- |
| 1. To record the closing of revenue, expense, and other financing source accounts to cumulative results of operations.
 |
| **Canceling Account** | **Debit** | **Credit** | **TC** | **GFR Account** | **Debit** | **Credit** |
| **Budgetary Entry**None**Proprietary Entry**331000 Cumulative Results of Operations 590000 (F) Other Revenue   | 120 | 120 | F336 | **Budgetary Entry**None**Proprietary Entry**331000 Cumulative Results of Operations 599400 (G) Offset to Non-Entity  Accrued Collection – Statement of  Changes in Net Position (RC 48)590000 (F) Other Revenue 331000 Cumulative Results of  Operations | 120120 | 120120 |
| **General Fund of the U.S. Government (099)** |
|  |  |  |  | **Budgetary Entry**None**Proprietary Entry**571200 (F) Accrual of Agency Amount – To Be Collected – Custodial and Non-Entity – General Fund of the U.S. Government (RC 48) 331000 Cumulative Results of  Operations | 120 | 120 |

**Year 6 (September 30 of 5th expired year) – Post-Closing Trial Balance**

|  |  |  |  |
| --- | --- | --- | --- |
|  |  | **Canceling Account** | **GFR Account** |
| **Account** | **Description** | **Debit** | **Credit** | **Debit** | **Credit** |
| **Budgetary** |  |  |  |  |  |
| None | None | - | - | **-** | **-** |
|  |  | **-** | - | **-** | **-** |
| **Total** |  | **-** | **-** | **-** | **-** |
|  |  | **-** | **-** |  |  |
| **Proprietary** |  |  |  |  |  |
| 131000 (F) | Accounts Receivable | - | - | 120 | - |
| 298500 (G) | Liability for Non-Entity Assets Not Reported on the Statement of Custodial Activity | **-** | - | - | 120 |
| **Total** |  | **-** | **-** | **120** | **120** |

**Year 7 – 1st Quarter**

|  |
| --- |
| 1. To record the collection of receivables of custodial revenue from a non-Federal source that is deposited to a miscellaneous receipt account.
 |
| **Canceled Account** | **Debit** | **Credit** | **TC** | **GFR Account** | **Debit** | **Credit** | **TC** |
| **Budgetary Entry**None**Proprietary Entry**None  |  |  |  | **Budgetary Entry**None**Proprietary Entry**101000 (G) Fund Balance With Treasury (RC 40) 131000 (N) Accounts Receivable  | 50 | 50 | C143 |
| **General Fund of the U.S. Government (099)** |
| **Budgetary Entry**None**Proprietary Entry**None  |  |  |  | **Budgetary Entry**None **Proprietary Entry** 198000 (F) Assets for Agency’s Custodial and Non-Entity Liability 201000 (F) Liability for Fund  Balance With Treasury (RC 40) | 50 | 50 |  |

Also Post:

|  |
| --- |
| 1. To reclassify the offset from the revenue or other financing sources accrued to revenue or other financing sources collected for others that is not reported on the Statement of Custodial Activity or on the custodial footnote.
 |
| **Canceled Account** | **Debit** | **Credit** | **TC** | **GFR Account** | **Debit** | **Credit** | **TC** |
| **Budgetary Entry**None**Proprietary Entry**None  |  |  |  | **Budgetary Entry**None**Proprietary Entry**599300 (G) Offset to Non-Entity Collections – Statement of Changes in Net Position (RC 44) 599400 (G) Offset to Non-Entity  Accrued Collections – Statement of  Changes in Net Position (RC 48)  | 50 | 50 | D585 |
| **General Fund of the U.S. Government (099)** |
| **Budgetary Entry**None**Proprietary Entry**None  |  |  |  | **Budgetary Entry**None **Proprietary Entry** 571200 (F) Accrual of Agency Amount – To Be Collected – Custodial and Non-Entity – General Fund of the U.S. Government (RC 48) 571000 (F) Transfer In Of Agency  Unavailable Custodial and Non- Entity Collections (RC 44) | 50 | 50 |  |

**Year 7 - Preclosing Trial Balance**

|  |  |  |
| --- | --- | --- |
|  |  | **GFR Account** |
| **Account** | **Description** | **Debit** | **Credit** |
| **Budgetary** |  |  |  |
| None |  |  |  |
|  |  |  |  |
| **Proprietary** |  |  |  |
| 101000 (G) | Fund Balance With Treasury | 50 | - |
| 131000 (N) | Accounts Receivable | 70 | - |
| 298500 (G) | Liability for Non-Entity Assets Not Reported on the Statement of Custodial Activity | **-** | 120 |
| 599300 (G) | Offset to Non-Entity Collections – Statement of Changes in Net Position | 50 | - |
| 599400 (G) | Offset to Non-Entity Accrued Collections – Statement of Changes in Net Position | **-** | 50 |
| **Total** |  | **170** | **170** |

**Financial Statements:**

|  |
| --- |
| **CONSOLIDATED BALANCE SHEET AS OF 1st QUARTER, DECEMBER 31, YEAR 7** |
| **Line No.** |  |  |
|  | **Assets (Note 2)** |  |
|  | Intragovernmental |  |
| 1. | Fund Balance With Treasury (Note 3) (101000E) | 50 |
| 3. | Accounts Receivable (Note 6) (131000E) | 70 |
| 6. | Total intragovernmental | 120 |
| **15.** | **Total assets** | **120** |
|  |  |  |
|  | **Liabilities (Note 13)** |  |
|  | Intragovernmental |  |
| 19. | Other (Note 15, 16, and 17) (298500E) | 120 |
| 20. | Total Intragovernmental | 120 |
| **28.** | **Total Liabilities** | **120** |
|  |  |  |
|  | **Net Position** |  |
| 33. | Cumulative results of operations – All Other Funds (Combined or Consolidated Totals) (599300E, 599400E) | - |
| 35. | Total Net Position – All Other Funds | - |
| 36. | Total Net Position  | - |
| **37.** | **Total liabilities and net position** | **120** |

**Year 7 – 4th Quarter**

|  |
| --- |
| 1. To record the collection of receivables of custodial revenue from a non-Federal source that is deposited to a miscellaneous receipt account.
 |
| **Canceled Account** | **Debit** | **Credit** | **TC** | **GFR Account** | **Debit** | **Credit** | **TC** |
| **Budgetary Entry**None**Proprietary Entry**None  |  |  |  | **Budgetary Entry**None**Proprietary Entry**101000 (G) Fund Balance With Treasury (RC 40) 131000 (N) Accounts Receivable  | 70 | 70 | C143 |
| **General Fund of the U.S. Government (099)** |
| **Budgetary Entry**None**Proprietary Entry**None  |  |  |  | **Budgetary Entry**None **Proprietary Entry** 198000 (F) Assets for Agency’s Custodial and Non-Entity Liability  201000 (F) Liability for Fund  Balance With Treasury (RC 40) | 70 | 70 |  |

Also Post:

|  |
| --- |
| 1. To reclassify the offset from the revenue or other financing sources accrued to revenue or other financing sources collected for others that is not reported on the Statement of Custodial Activity or on the custodial footnote.
 |
| **Canceled Account** | **Debit** | **Credit** | **TC** | **GFR Account** | **Debit** | **Credit** | **TC** |
| **Budgetary Entry**None**Proprietary Entry**None  |  |  |  | **Budgetary Entry**None**Proprietary Entry**599300 (G) Offset to Non-Entity Collections – Statement of Changes in Net Position (RC 44) 599400 (G) Offset to Non-Entity  Accrued Collections – Statement of  Changes in Net Position (RC 48)  | 70 | 70 | D585 |
| **General Fund of the U.S. Government (099)** |
| **Budgetary Entry**None**Proprietary Entry**None  |  |  |  | **Budgetary Entry**None **Proprietary Entry** 571200 (F) Accrual of Agency Amount – To Be Collected – Custodial and Non-Entity – General Fund of the U.S. Government (RC 48) 571000 (F) Transfer in of Agency  Unavailable Custodial and Non- Entity Collections (RC 44)  | 70 | 70 |  |

**Year 7 – Preclosing Trial Balance**

|  |  |  |
| --- | --- | --- |
|  |  | **GFR Account** |
| **Account** | **Description** | **Debit** | **Credit** |
| **Budgetary** |  |  |  |
| None |  |  |  |
|  |  |  |  |
| **Proprietary** |  |  |  |
| 101000 (G) | Fund Balance With Treasury | 120 | - |
| 298500 (G) | Liability for Non-Entity Assets Not Reported on the Statement of Custodial Activity | **-** | 120 |
| 599300 (G) | Offset to Non-Entity Collections – Statement of Changes in Net Position | 120 | - |
| 599400 (G) | Offset to Non-Entity Accrued Collections – Statement of Changes in Net Position | **-** | 120 |
| **Total** |  | **240** | **240** |

**Year 7 – Preclosing Adjusting Entry**

|  |
| --- |
| 1. To record the closing of FBWT collected in a General Fund receipt account at the year end.
 |
| **Canceled Account** | **Debit** | **Credit** | **TC** | **GFR Account** | **Debit** | **Credit** | **TC** |
| **Budgetary Entry**None**Proprietary Entry**None  |  |  |  | **Budgetary Entry**None**Proprietary Entry**298500 (G) Liability for Non-Entity Assets Not Reported on the Statement of Custodial Activity (RC 46) 101000 (G) Fund Balance With  Treasury (RC 40)  | 120 | 120 | F124 |
| **General Fund of the U.S. Government (099)** |
| **Budgetary Entry**None**Proprietary Entry**None  |  |  |  | **Budgetary Entry**None **Proprietary Entry** 201000 (F) Liability for Fund Balance With Treasury (RC 40) 198000 (F) Asset for Agency’s  Custodial and Non-Entity Liabilities  General Fund of the U.S.  Government (RC 46) | 120 | 120 |  |

**Year 7 – Preclosing Adjusted Trial Balance**

|  |  |  |
| --- | --- | --- |
|  |  | **GFR Account** |
| **Account** | **Description** | **Debit** | **Credit** |
| **Budgetary** |  |  |  |
| None |  |  |  |
|  |  |  |  |
| **Proprietary** |  |  |  |
| 599300 (G) | Offset to Non-Entity Collections – Statement of Changes in Net Position | 120 | - |
| 599400 (G) | Offset to Non-Entity Accrued Collections – Statement of Changes in Net Position | **-** | 120 |
| **Total** |  | **120** | **120** |

**Closing Entries:**

|  |
| --- |
| 1. To record the closing of revenue, expense, and other financing source accounts to cumulative results of operations.
 |
| **Canceled Account** | **Debit** | **Credit** | **TC** | **GFR Account** |  |  |
| **Budgetary Entry**None**Proprietary Entry**None  |  |  |  | **Budgetary Entry**None**Proprietary Entry**331000 Cumulative Results of Operations 599300 (G) Offset to Non-Entity Collections – Statement of Changes in Net Position (RC 44)599400 (G) Offset to Non-Entity Accrued Collections – Statement of Changes in Net Position (RC 48) 331000 Cumulative Results of  Operations  | 120120 | 120120 |
| **General Fund of the U.S. Government (099)** |
| **Budgetary Entry**None**Proprietary Entry**None |  |  |  | **Budgetary Entry**None**Proprietary Entry**571000 (F) Transfer in of Agency Unavailable Custodial and Non-Entity Collections (RC 44) 331000 Cumulative Results of  Operations331000 Cumulative Results of Operations 571200 (F) Accrual of Agency Amount –  To Be Collected – Custodial and Non- Entity – General Fund of the U.S.  Government (RC 48)  | 120120 | 120120 |

**Post-Closing Trial Balance:**

|  |  |  |
| --- | --- | --- |
|  |  | **GFR Account** |
| **Account** | **Description** | **Debit** | **Credit** |
| **Budgetary** |  |  |  |
| None |  |  |  |
|  |  |  |  |
| **Proprietary** |  |  |  |
| None |  |  |  |

1. Note the entries for recording a canceled receivable is considered an adjusting entry. [↑](#footnote-ref-1)