Proprietary Transaction Code Modifications (FY 2024)

Misc. Receipts & Unexpended Appropriations permanently reduce by legislative action

1) A144 To record unexpended appropriations (derived by non-expenditure transfer) permanently reduced by legislative action in General Fund Treasury Appropriation Fund Symbols (TAFS.)

Comment: Refer to Office of Management and Budget Circular No. A-11 for the definition of reductions. Reductions include rescissions, across-the-board reductions, and sequestrations. This transaction applies to a permanent reduction. Fund balance must be returned to a miscellaneous receipt account designated by OMB on an SF 1151, Non-expenditure Transfer, coded as a capital transfer. Credit USSGL account 299100 if withdrawal of funds does not occur simultaneously. Note: To return fund balance to the miscellaneous receipt account, also post USSGL TC A147.

Budgetary Entry
Debit 445000   Unapportioned – Unexpired Authority
        Credit   439300   Permanent Reduction – Prior-Year Balances

Proprietary Entry
Debit 576600   Non-Expenditure Financing Sources – Transfers Out- Capital Transfers
Debit 310300   Unexpended Appropriations – Transfer-Out
        Credit   101000   Fund Balance With Treasury

Proprietary Transaction Code Additions (FY 2024)

Misc. Receipts & Unexpended Appropriations permanently reduce by legislative action

1) A203 To record in a miscellaneous receipt Treasury Appropriations Fund Symbol (TAFS) an amount that was permanently reduced by legislative action in special or trust Treasury Appropriation Fund Symbols (TAFS).

Comment: Also post USSGL TC A134 in the related special or trust TAFS. To record the year end sweep of a General Fund Receipt Account, see USSGL TC C142 or C147

Budgetary Entry
None

Proprietary Entry
Debit 101000   Fund Balance With Treasury
        Credit   575500   Non-Expenditure Financing Sources – Transfers In- Other

Leases determined to be "Capital Leases" per OMB Budgetary Treatment

2) B117 To record the amount of interest a Lessee accrues during an accrual period, per the proprietary amortization schedule. The lessee should calculate the amortization of the discount on the lease liability and recognize that amount as interest expense for the period. (SFFAS 54, Par. 43) This transaction is for leases determined to be "Capital Leases" for budgetary accounting purposes, only.

Comment: This transaction is only for leases determined to be "Capital Leases" (per OMB Circular No. A-136, Appendix B) for budgetary accounting purposes.

Reference: If funded by a direct appropriation, also post USSGL TC-B134.

Budgetary Entry
480100 Undelivered Orders – Obligations, Unpaid
    490100 Delivered Orders – Obligations, Unpaid
Proprietary Entry
633000 Other Interest Expense
    214000 Accrued Interest Payable – Not Otherwise Classified

Leases Interest Accruals

3) B145 To record the amount of interest a Lessee accrues during an accrual period for a right-to-use lease, per the contractually required payment schedule. This lease transaction is for budgetary accounting purposes, only.

Comment: This lease transaction is for budgetary accounting purposes, only (per OMB Circular No. A-136, Appendix B.)

Budgetary Entry
480100 Undelivered Orders – Obligations, Unpaid
    490100 Delivered Orders – Obligations, Unpaid
Proprietary Entry
None

4) B419 To record the amount of interest a Lessee accrues during an accrual period for a right-to-use lease, per the proprietary amortization schedule. This lease transaction is for proprietary accounting purposes, only.

Comment: This lease transaction is for proprietary accounting purposes, only. Per SFFAS 54, Par. 43, the lessee should calculate the amortization of the discount on the lease liability and recognize that amount as interest expense for the period.

Budgetary Entry
None
Proprietary Entry
633000 Other Interest Expense
    214000 Accrued Interest Payable – Not Otherwise Classified

Leases Terminations and Modifications

5) C731 To record a lessee's full or partial lease termination by reducing the carrying values of the right-to-use lease asset/lease liability and recognizing a respective gain/loss for any differences.

Comment: If the lease termination is a result of the lessee purchasing the underlying asset from the lessor, the lease asset should instead be reclassified to the appropriate PP&E SGL.

Reference: Please refer to definition/scope of lease terminations and the appropriate accounting guidance within SFFAS 54, Pars. 80-83.

Budgetary Entry
None

Proprietary Entry
293000 Lessee Lease Liability
293010 Unfunded Lease Liability
195900 Accumulated Amortization on Lessee Lease Assets
721000 Losses on Disposition of Assets - Other
    195000 Lessee Right-To-Use Lease Asset
    711000 Gains on Disposition of Assets - Other

6) C732 To record a lessee's lease modification, when an amendment resulting in the modification is NOT reported as a separate lease, by remeasuring the lease liability and adjusting the lease asset. If the change reduces the carrying value of the lease asset to zero, any remaining amount should be reported as a gain.

Comment: If the amendment resulting in the modification is required to be reported as a separate lease, do not record this entry; See SFFAS 54, Par. 84.

Reference: Please refer to definition/scope of lease modifications and the appropriate accounting guidance within SFFAS 54, Par. 80 & Pars. 84-86.

Budgetary Entry
None

Proprietary Entry
293000 Lessee Lease Liability
293010 Unfunded Lease Liability
195900 Accumulated Amortization on Lessee Lease Assets
    195000 Lessee Right-To-Use Lease Asset
    719000 Other Gains

7) C733 To record a lessor's full or partial lease termination by reducing the carrying values of the lease receivable and unearned revenue, and recognizing a respective gain/loss for any differences.

Comment: If the lease termination is a result of the lessee purchasing the underlying asset from the lessor, the carrying value of the underlying asset should also be derecognized and included in the calculation of any gain/loss.

Reference: Please refer to definition/scope of lease terminations and the appropriate accounting guidance within SFFAS 54, Pars. 80-83.

Budgetary Entry
None

Proprietary Entry
233000 Unearned Lessor Revenue
193900 Allowance for Loss on Lease Receivable
721000 Losses on Disposition of Assets - Other
     593900 Contra Revenue for Lessor Lease Revenue
     193000 Lessor Lease Receivable
     711000 Gains on Disposition of Assets - Other