

ADVANCED APPROPRIATIONS

EFFECTIVE FISCAL 2024

PREPARED BY:

GENERAL LEDGER AND ADVISORY BRANCH

FISCAL ACCOUNTING OPERATIONS

BUREAU OF THE FISCAL SERVICE

U.S. DEPARTMENT OF THE TREASURY

Version Control

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| --- | --- | --- | --- |
| Version | Date | Reviewer(s) | Description of Changes |
| 1.0 | 2/2002 | N/A | Original |
| 2.0 | 9/2023 | Josh Hudkins | Updated with new Branch SOP format, scenario formatting detail, USSGL Accounts, and Transactions. |

Background

An **advance appropriation** is an appropriation of new budget authority that becomes available one or more fiscal years beyond the fiscal year for which the appropriation act[[1]](#footnote-1) was passed. An advance appropriation is justified when requests are needed to provide certainty to grantees for planning purposes (such as advance appropriations that are currently provided for the Corporation on Broadcasting) or by the need to provide full funding for capital acquisitions. Under the current Budget Enforcement Act scoring guidelines, new budget authority for advance appropriations is scored in the fiscal year in which the funds become available for obligation.[[2]](#footnote-2)

As defined by the Congressional Budget Act of 1974 (31 U.S.C. 1105(a)(17)), advance appropriations are amounts provided in appropriation acts that become available for obligation one fiscal year or more beyond the fiscal year for which the legislation is enacted. Report the amount in the year in which it first becomes available for obligation.[[3]](#footnote-3) Advanced appropriations are only an appropriation act.1 They are not included the authorization act.

*For example, an appropriation act for fiscal year 2022 providing for an advance in fiscal year 2024 indicates the following: “For operating expenses, $1,500, is to become available on October 1, 2023.”*

###### Fiscal Year (FY) 2022 and FY 2023

No entry is recorded for the advance appropriation of $1,500. (annual)

Listing of USSGL Accounts Used in This Scenario

|  |  |
| --- | --- |
| Account | Account Description |
| Budgetary |  |
| 411900 | Other Appropriations Realized |
| 420100 | Total Actual Resources - Collected |
| 445000 | Unapportioned – Unexpired Authority |
| 451000 | Apportionments |
| 461000 | Allotments - Realized Resources |
| 465000 | Allotments - Expired Authority |
| 470000 | Commitments - Programs Subject to Apportionment |
| 480100 | Undelivered Orders - Obligations, Unpaid |
| 480200 | Undelivered Orders - Obligations, Prepaid/Advanced |
| 490100 | Delivered Orders - Obligations, Unpaid |
| 490200 | Delivered Orders - Obligations, Paid |
|  |  |
| Proprietary |  |
| 101000 | Fund Balance With Treasury |
| 141000 | Advances and Prepayments |
| 211000 | Accounts Payable |
| 310000 | Unexpended Appropriations - Cumulative |
| 310100 | Unexpended Appropriations - Appropriations Received |
| 310700 | Unexpended Appropriations - Used - Accrued |
| 310710 | Unexpended Appropriations – Used - Disbursed |
| 331000 | Cumulative Results of Operations |
| 570000 | Expended Appropriations – Used - Accrued |
| 570010 | Expended Appropriations - Disbursed |
| 610000 | Operating Expenses/Program Costs |

###### FY 2024

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| --- | --- | --- | --- |
| 1. To record the enactment of an annual appropriation and receipt of warrant ($1,000 – FY 2024) as well as the advance appropriation provided in the FY 2022 appropriation act ($1,500). | | | |
|  | Debit | Credit | TC |
| Budgetary Entry  411900 Other Appropriations Realized  445000 Unapportioned – Unexpired Authority  Proprietary Entry  101000 Fund Balance With Treasury  310100 Unexpended Appropriations – Appropriations Received | 2,500[[4]](#footnote-4)  2,500 | 2,500  2,500 | A104 |

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| 1. To record budgetary authority apportioned by OMB and available for allotment. | | | |
|  | Debit | Credit | TC |
| Budgetary Entry  445000 Unapportioned – Unexpired Authority  451000 Apportionments  Proprietary Entry  None | 2,500 | 2,500 | A116 |

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| 1. To record the allotment of authority. | | | |
|  | Debit | Credit | TC |
| Budgetary Entry  451000 Apportionments  461000 Allotments – Realized Resources  Proprietary Entry  None | 2,500 | 2,500 | A120 |

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| 1. To record a commitment of unobligated amounts in programs subject to apportionment. (Purchase request was for $2,000). | | | |
|  | Debit | Credit | TC |
| Budgetary Entry  461000 Allotments – Realized Resources  470000 Commitments – Programs Subject to Apportionment  Proprietary Entry  None | 2,000 | 2,000 | B302 |

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| 1. To record current-year undelivered orders without an advance. | | | |
|  | Debit | Credit | TC |
| Budgetary Entry  470000 Commitments – Programs Subject to Apportionment  480100 Undelivered Orders – Obligations, Unpaid  Proprietary Entry  None | 2,000 | 2,000 | B306 |

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| 1. To record current-year undelivered orders with an advance of $250. | | | |
|  | Debit | Credit | TC |
| Budgetary Entry  480100 Undelivered Orders – Obligations, Unpaid  480200 Undelivered Orders Obligations – Prepaid/Advanced  Proprietary Entry  141000 Advances to Others  101000 Fund Balance With Treasury | 250  250 | 250  250 | B308 |

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| --- | --- | --- | --- |
| 1. To record the delivery of goods or services and accrue a liability. | | | |
|  | Debit | Credit | TC |
| Budgetary Entry  480100 Undelivered Orders – Obligations, Unpaid  490100 Delivered Orders – Obligations, Unpaid  Proprietary Entry  610000 Operating Expenses/Program Costs  211000 Accounts Payable  310700 Unexpended Appropriations – Used - Accrued  570000 Expended Appropriations – Used - Accrued | 1,750  1,750  1,750 | 1,750  1,750  1,750 | B402  B134 |

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| 1. To record the delivery of prepaid goods. | | | |
|  | Debit | Credit | TC |
| Budgetary Entry  480200 Undelivered Orders Obligations – Prepaid/Advanced  490200 Delivered Orders – Obligations, Paid  Proprietary Entry  610000 Operating Expense/Program Costs  141000 Advances to Others  3107010 Unexpended Appropriations – Used - Disbursed  570010 Expended Appropriations - Disbursed | 250  250  250 | 250  250  250 | B604  B234 |

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| 1. To record a paid delivered order that was previously accrued. | | | |
|  | Debit | Credit | TC |
| Budgetary Entry  490100 Delivered Orders – Obligations, Unpaid  490200 Delivered Orders – Obligations, Paid  Proprietary Entry  211000 Accounts Payable  101000 Fund Balance With Treasury  310710 Unexpended Appropriations – Used - Disbursed  570000 Expended Appropriations – Used - Accrued  570010 Expended Appropriations - Disbursed  310700 Unexpended Appropriations – Used - Accrued | 1,750  1,750  1,750  1,750 | 1,750  1,750  1,750  1,750 | B110  B235 |

Advanced Appropriations

Pre-Closing Trial Balance

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| --- | --- | --- | --- |
| Account | Account Description | Debit | Credit |
| Budgetary |  |  |  |
| 411900 | Other Appropriation Realized | 2,500 | - |
| 461000 | Allotments – Realized Resources | - | 500 |
| 490200 | Delivered Orders – Obligations, Paid | - | 2,000 |
| Total |  | 2,500 | 2,500 |
|  |  |  |  |
| Proprietary |  |  |  |
| 101000 | Fund Balance With Treasury | 500 | - |
| 310100 | Unexpended Appropriations – Appropriations Received | - | 2,500 |
| 310710 | Unexpended Appropriations – Used - Disbursed | 2,000 | - |
| 570010 | Expended Appropriations - Disbursed | - | 2,000 |
| 610000 | Operating Expenses/Program Costs | 2,000 | - |
| Total |  | 4,500 | 4,500 |

Advanced Appropriations

Financial Statements

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| --- | --- | --- |
| BALANCE SHEET | | |
| Line No. |  |  |
|  | Assets (Note 2) |  |
|  | Intra-governmental |  |
| 1. | Fund Balance with Treasury (Note 3) (101000E) | 500 |
| 7. | Total Intra-governmental | 500 |
|  | Other than intra-governmental/With the public |  |
|  |  |  |
|  | Net position: |  |
| 41.2 | Unexpended appropriations – Funds From Other than Dedicated Collections (310100E, 310710E) | 500 |
| 42.2 | Cumulative results of operations – Funds from Other Than Dedicated Collections (570010E, 610000) | - |
| 43. | Total net position (Calculated sum lines 41 and 42) | 500 |
| 44. | Total liabilities and net position (Calculated sum Lines 39 and 43) | 500 |
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| STATEMENT OF NET COST | | |
| Line No. |  |  |
|  | Gross Program Costs (Note 22): |  |
|  | Program A: |  |
| 1. | Gross costs (610000E) | 2,000 |
| 3. | Net program costs | 2,000 |
| 5. | Net program costs including Assumption Changes: | 2,000 |
| 8. | Net cost of operations | 2,000 |

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| STATEMENT OF CHANGES IN NET POSITION | | |
| Line No. |  |  |
|  | Unexpended Appropriations: |  |
| 4. | Appropriations Received (310100E) | 2,500 |
| 7. | Appropriations used (310710E) | (2,000) |
| 8. | Net Change in Unexpended Appropriations (Calculated Lines 4 through 7) | 500 |
| 9. | Total Unexpended Appropriations (Calculated Lines 3 and 8) | 500 |
|  |  |  |
|  | Cumulative Results of Operations: |  |
| 14. | Appropriations used (570010E) | 2,000 |
|  |  |  |
| 21 | Net Cost of Operations (+/-) | 2,000 |
| 22. | Net Change in Cumulative Results of Operations (Calculated Lines 13 through 20 less line 21) | - |
| 23. | Cumulative Results of Operations- Ending (Calculated sum lines 12 and 22) | - |
| 24 | Net Position (Calculated sum lines 9 and 23) | 500 |

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| --- | --- | --- |
| STATEMENT OF BUDGETARY RESOURCES | | |
| Line No. |  |  |
|  | Budgetary resources: |  |
| 1290 | Appropriations (discretionary and mandatory) | 2,500 |
| 1910 | Total Budgetary Resources | 2,500 |
|  |  |  |
|  | Status of Budgetary Resources: |  |
| 2190 | New obligations and upward adjustments (total) | 2,000 |
|  |  |  |
|  | Unobligated balance, end of the year: |  |
| 2204 | Apportioned, unexpired account | 500 |
| 2412 | Unexpired unobligated balance, end of year | 500 |
| 2490 | Unobligated balance, end of year (total) | 500 |
| 2500 | Total budgetary resources | 2,500 |
|  |  |  |
|  | Outlays, Net and Disbursements, Net: |  |
| 4190 | Outlays, net (total) (discretionary and mandatory) (490200E) | 2,000 |

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| SF 133 AND SCHEDULE P: REPORT ON BUDGET EXECUTION AND BUDGETARY RESOURCES AND BUDGET PROGRAM AND FINANCING SCHEDULE | | | |
| Line No. |  | SF 133 | Schedule P |
|  | BUDGETARY RESOURCES |  |  |
|  | All accounts: |  |  |
| 0900 | Total new obligations, unexpired accounts (490200E) |  | 2,000 |
|  |  |  |  |
| 1100 | Appropriation (411900E Authority Type “P”) | 1,000 | 1,000 |
| 1160 | Appropriation, discretionary (total) | 1,000 | 1,000 |
| 1170 | Advance appropriation (411900E Authority Type “D”) | 1,500 | 1,500 |
| 1180 | Advance appropriation, discretionary (total) | 1,500 | 1,500 |
| 1900 | Budget authority (total) | 2,500 | 2,500 |
| 1910 | Total budgetary resources | 2,500 |  |
| 1930 | Total budgetary resources available |  | 2,500 |
|  | All accounts: |  |  |
| 1941 | Unexpired unobligated balance, end of year (461000E) |  | 500 |
|  |  |  |  |
|  | STATUS OF BUDGETARY RESOURCES |  |  |
|  | New obligations and upward adjustments: |  |  |
|  | Direct: |  |  |
| 2002 | Category B (by project) (490200E) | 2,000 |  |
| 2004 | Direct obligations (total) | 2,000 |  |
|  |  |  |  |
|  |  |  |  |
|  |  |  |  |
|  |  |  |  |
| 2170 | New obligations, unexpired accounts (490200E) | 2,000 |  |
| 2190 | New obligations and upward adjustments (total) | 2,000 |  |
|  |  |  |  |
|  | Apportioned, unexpired accounts: |  |  |
| 2201 | Available in the current period (461000E) | 500 |  |
| 2412 | Unexpired unobligated balance: end of year | 500 |  |
| 2490 | Unobligated balance, end of year (total) | 500 |  |
| 2500 | Total budgetary resources | 2,500 |  |

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| SF 133 AND SCHEDULE P: REPORT ON BUDGET EXECUTION AND BUDGETARY RESOURCES AND BUDGET PROGRAM AND FINANCING SCHEDULE | | | |
| Line No. |  | SF 133 | Schedule P |
|  | Memorandum (non-add) entries: |  |  |
| 2501 | Subject to apportionment unobligated balance, end of year (461000) | 500 |  |
|  |  |  |  |
|  |  |  |  |
|  | Unpaid Obligations |  |  |
| 3010 | New obligations, unexpired accounts (490200E) | 2,000 | 2,000 |
| 3020 | Outlays (gross) (-) | (2,000) | (2,000) |
| 3200 | Obligated balance, end of year (+ or -) | - | - |
| 4000 | Budget authority, gross | 2,500 | 2,500 |
|  |  |  |  |
|  |  |  |  |
|  | Outlays, gross |  |  |
| 4010 | Outlays from new discretionary authority (490200E) | 2,000 | 2,000 |
| 4020 | Outlays, gross (total) | 2,000 | 2,000 |
| 4070 | Budget authority, net (discretionary) | 2,500 | 2,500 |
| 4080 | Outlays, net (discretionary) | 2,000 | 2,000 |
|  |  |  |  |
|  | Unexpended balances: |  |  |
| 5321 | Direct unobligated balance, end of year (461000E) | 500 | 500 |
| 5323 | Discretionary unobligated balance, end of year (461000E) | 500 | 500 |

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| --- | --- | --- |
| RECLASSIFIED STATEMENT OF NET COST | | |
| Line No. |  |  |
|  | Gross Program Costs (Note 22): |  |
|  | Program A: |  |
| 2. | Non-federal gross cost (610000E) | 2,000 |
| 6. | Total non-federal gross cost | 2,000 |
|  |  |  |
| 9. | Department total gross cost | 2,000 |
| 13. | Total federal earned revenue | 0 |
| 14. | Department total earned revenue | 0 |
| 15. | Net cost of operation | 2,000 |

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| RECLASSIFIED STATEMENT OF CHANGES IN NET POSITION | | |
| Line No. |  |  |
|  |  |  |
| 7. | Financing sources: |  |
| 7.1 | Appropriations received as adjusted (rescissions and other adjustments) (RC 41) (310100) | 2,500 |
| 7.2 | Appropriations used (RC 39) (310710) | 2,000 |
| 7.3 | Appropriations expended (RC 38) (570010) | 2,000 |
| 7.30 | Total financing sources | 2,500 |
| 8 | Net cost of operations (+/-) | 2,000 |
| 9 | Net position, end of period | 500 |

Closing Entries

|  |  |  |  |
| --- | --- | --- | --- |
| 1. To record the closing of revenue, expense, and other financing source accounts to cumulative results of operations. | | | |
|  | Debit | Credit | TC |
| Budgetary Entry  None  Proprietary Entry  331000 Cumulative Results of Operations  610000 Operating Expenses/Program Costs  570010 Expended Appropriations - Disbursed  331000 Cumulative Results of Operations | 2,000  2,000 | 2,000  2,000 | F336 |

|  |  |  |  |
| --- | --- | --- | --- |
| 1. To record the consolidation of actual net-funded resources. | | | |
|  | Debit | Credit | TC |
| Budgetary Entry  420100 Total Actual Resources – Collected  411900 Other Appropriations Realized  Proprietary Entry  None | 2,500 | 2,500 | F302 |

|  |  |  |  |
| --- | --- | --- | --- |
| 1. To record the closing of Expended Authority – Paid. | | | |
|  | Debit | Credit | TC |
| Budgetary Entry  490200 Delivered Orders – Obligations, Paid  420100 Total Actual Resources Collected  Proprietary Entry  None | 2,000 | 2,000 | F314 |

|  |  |  |  |
| --- | --- | --- | --- |
| 1. To record the closing of fiscal year activity to unexpended appropriations. | | | |
|  | Debit | Credit | TC |
| Budgetary Entry  None  Proprietary Entry  310100 Unexpended Appropriations – Appropriations Received  310000 Unexpended Appropriations - Cumulative  310710 Unexpended Appropriations – Used - Disbursed | 2,500 | 500  2,000 | F342 |

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| --- | --- | --- | --- |
| 1. To record the closing of unobligated balances to expired authority. | | | |
|  | Debit | Credit | TC |
| Budgetary Entry  461000 Allotments – Realized Resources  465000 Allotments – Expired Authority  Proprietary Entry  None | 500 | 500 | F312 |

Post-Closing Trial Balance

|  |  |  |  |
| --- | --- | --- | --- |
| Account | Account Description | Debit | Credit |
| Budgetary |  |  |  |
| 420100 | Total Actual Resources - Collected | 500 | - |
| 465000 | Allotments – Expired Authority | - | 500 |
| Total |  | 500 | 500 |
|  |  |  |  |
| Proprietary |  |  |  |
| 101000 | Fund Balance With Treasury | 500 | - |
| 310000 | Unexpended Appropriations - Cumulative | - | 500 |
| Total |  | 500 | 500 |

1. A statute, under the jurisdiction of the House and Senate Committees on Appropriations, that generally provides legal authority for federal agencies to incur obligations and to make payments out of the Treasury for specified purposes. [↑](#footnote-ref-1)
2. OMB Circular No. A-11, Section 20.3 [↑](#footnote-ref-2)
3. OMB Circular No. A-11, Section 20.4(c). [↑](#footnote-ref-3)
4. $1,000 has Authority Type “P” and $1,500 will have Authority Type “D” for Advance Appropriation [↑](#footnote-ref-4)