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**SFFAS 54 LEASE GUIDANCE:**

**INTRAGOVERNMENTAL LEASES**

**LEASE-RELATED OPERATING COSTS PAID DIRECTLY TO LESSOR**

**EFFECTIVE FISCAL YEAR 2024**

**PREPARED BY:**

**GENERAL LEDGER AND ADVISORY BRANCH**

**BUREAU OF THE FISCAL SERVICE**

**U.S. DEPARTMENT OF THE TREASURY**

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| **Version Number** | **Date** | **Description of Change** | **Effective USSGL TFM** |
| 1.0 | 11/2022 | Original | TFM Bulletin No. 2024-01 |
| 1.1 | 04/2023 | Added Footnote to Lessee Transaction #12 | TFM Bulletin No. 2024-01 |
| 1.2 | 08/2023 | Revised Lessee Transaction #12 per FASAB Technical Inquiry of Technical Release 20, Par. 17. (SFFAS 54, Pars. 24-25 & 72-73.) | TFM Bulletin No. 2024-01 |

**SFFAS 54 Background:**

SFFAS No. 54, *Leases*, as amended by SFFAS No. 60, *Omnibus Leases-Related Topics*, replaces proprietary lease accounting and disclosure standards for general purpose federal financial reports. SFFAS No. 54 is effective for reporting periods beginning after September 30, 2023. (Early implementation is not permitted.)

A lease is defined as “a contract or agreement whereby one entity (lessor) conveys the right to control the use of PP&E (the underlying asset) to another entity (lessee) for a period of time as specified in the contract or agreement in exchange for consideration.” (SFFAS 54, Par. 6)

**Intragovernmental Leases**

An intragovernmental lease is a contract or agreement occurring within a consolidation entity (or between two or more consolidation entities) as defined in SFFAS No. 47, *Reporting Entity*. Intragovernmental leases are recognized as expenses/revenues based on the payment provisions of the IGT agreement and payables/receivables standards. Reporting entities do not recognize lease liabilities or lease assets for IGT leases.

Lease occupancy/rent payments, along with lease-related operating costs paid from the lessee **directly to the lessor** (such as maintenance, utilities, taxes, etc.) should be accounted for as expenses/revenues in the appropriate accounting period, **based on terms of the lease contract**. (SFFAS 54, Pars. 27-28)

If the lease contract allows for prepayments or advance payments, a Lessee should recognize a prepaid asset if payments are made in advance of the reporting period to which they relate, as well as a payable for rent due and unpaid at the end of the reporting period to which they relate. Likewise, a Lessor should recognize a liability for advances and prepayments if payments are received in advance of the reporting period, or a receivable for rent due and to be received. (SFFAS 54, Pars. 27-28)

**Budgetary Guidance**

From a budgetary perspective, the lease scorekeeping rule developed by OMB, CBO, and the House and Senate Budget Committees originally in connection with the Budget Enforcement Act of 1990 states that lease scorekeeping requirements “**do not apply to leases between Federal agencies if the lessor recorded the full cost of the asset when it was acquired.**” Assuming that the full cost of the underlying asset is recognized when acquired by the lessor, budgetary guidance from The Economy Act, Revolving Fund, or other statutory authorities apply to Intragovernmental leases.

**Listing of USSGL Accounts Used in This Scenario:**

|  |  |
| --- | --- |
| **Account Number** | **Account Title** |
| **Budgetary** |  |
| 411900 | Other Appropriations Realized |
| 421000 | Anticipated Reimbursements |
| 425200 | Reimbursements Earned - Collected From Federal/Non-Federal Exception Sources |
| 445000 | Unapportioned – Unexpired Authority |
| 449000 | Anticipated Resources - Unapportioned Authority |
| 451000 | Apportionments |
| 459000 | Apportionments – Anticipated Resources – Programs Subject to Apportionment |
| 461000 | Allotments – Realized Resources |
| 480100 | Undelivered Orders – Obligations, Unpaid |
| 490100 | Delivered Orders – Obligations, Unpaid |
| 490200 | Delivered Orders – Obligations, Paid |
| **Proprietary** |  |
| 101000 | Fund Balance With Treasury |
| 175000 | Equipment |
| 175900 | Accumulated Depreciation on Equipment |
| 211000 (N) | Accounts Payable |
| 310100 (G) | Unexpended Appropriations – Appropriations Received |
| 310700 | Unexpended Appropriations - Used - Accrued |
| 310710 | Unexpended Appropriations - Used - Disbursed |
| 331000 | Cumulative Results of Operations |
| 520000 | Revenue From Services Provided |
| 570000 | Expended Appropriations - Accrued |
| 570010 | Expended Appropriations - Disbursed |
| **593000** | **Lessor Lease Revenue\*** |
| 610000 | Operating Expenses |
| 671000 | Depreciation, Amortization, and Depletion |
| **693000** | **Lessee Lease Expense\*** |
| **Memorandum** |  |
| 880100 | Offset for Purchases of Assets |
| 880200 | Purchases of Property, Plant, and Equipment |

**Key Assumptions Driving Proprietary Accounting Entries:**

* A federal reporting entity (Lessee) signs a 3-year lease with another federal entity (Lessor) for the right to control/right to use equipment.
* Both entities are federal consolidation entities as defined in SFFAS No. 47, *Reporting Entity*. They have signed an intragovernmental agreement to conduct business with one another under the authority of The Economy Act.
* The Lessor first records the appropriation it receives to purchase the equipment for leasing, which will serve as the underlying asset under lease. The Lessor records the full cost of the purchase of equipment from a non-federal vendor. The purchase price of the equipment is $180,000.
* The equipment has a 10-year useful life and depreciation expense is $18,000 annually.
* The 12 monthly lease payments are $5,000, payable on a monthly basis. (Totaling $60,000 annually.)
* The lease contract in this scenario does not allow for prepayments or advance payments.

**Key Assumptions Driving Budgetary Accounting Entries:**

**Budgetary Authority**

* The Lessee records appropriations while the Lessor records anticipated collections for Year 1 of the 3-year lease agreement. The Lessee received a direct appropriation and is working from an unexpired TAFS from a general fund expenditure account.
* Budgetary Lease Scorekeeping requirements do not apply because both entities are federal agencies and the lessor has already obligated the full cost (purchase cost) of the underlying asset at acquisition. (*OMB Circular No. A-11, Appendix B*, Page 1, Par. 2)
* Therefore, budgetary guidance from The Economy Act prevails as statutory authority.

**Cancellation Clauses & Other Costs**

* The lease does not include a cancellation clause.

**Disclaimer**

The below guidance is intended to serve as a reference only based on a finite number of underlying assumptions. It is in no way intended to provide comprehensive posting logic for every leasing activity. Agencies should have a thorough understanding of authoritative standards SFFAS 54, SFFAS 60, and SFFAS 61 and apply other factors, including but not limited to certain prepayments, accruals, etc. As stated above, agency management must exercise professional judgement and collaborate within their agency to reach determinations of lease activities on a lease-by-lease basis, before establishing accounting treatment.

Entity management should document these decisions and incorporate them into management’s existing OMB Circular No. A-123, “Management's Responsibility for Enterprise Risk Management and Internal Control,” Appendix A, procedures.

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| 1. The Lessor records the enactment of appropriations in order to purchase the $180,000 equipment that will be leased to the Lessee. In addition, the Lessor expects federal reimbursements from the intragovernmental lease of $96,000, and records those anticipated reimbursements. | | | | | | | |
| **Lessee Agency** | **Debit** | **Credit** | **TC** | **Lessor Agency** | **Debit** | **Credit** | **TC** |
| **Budgetary Entry**  None  **Proprietary Entry**  None |  |  |  | **Budgetary Entry**  411900 Other Appropriations Realized  445000 Unapportioned - Unexpired Authority  421000 Anticipated Reimbursements  449000 Anticipated Resources - Unapportioned Authority  **Proprietary Entry**  101000 (G)[[1]](#footnote-1) Fund Balance With Treasury (RC 40)[[2]](#footnote-2)  310100 (G) Unexpended  Appropriations – Appropriations Received (RC 41) | 180,000  96,000  180,000 | 180,000  96,000  180,000 | A104  A702 |

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| --- | --- | --- | --- | --- | --- | --- | --- |
| 2. For the purchase of the equipment to be leased, the Lessor records budgetary authority of $180,000 apportioned by the Office of Management and Budget and available for allotment. In addition, the Lessor records anticipated resources of $96,000 apportioned but not yet available for obligation until realized. | | | | | | | |
| **Lessee Agency** | **Debit** | **Credit** | **TC** | **Lessor Agency** | **Debit** | **Credit** | **TC** |
| **Budgetary Entry**  None  **Proprietary Entry**  None |  |  |  | **Budgetary Entry**  445000 Unapportioned - Unexpired Authority  451000 Apportionments  449000 Anticipated Resources - Unapportioned Authority  459000 Apportionments – Anticipated Resources – Programs Subject to Apportionment  **Proprietary Entry**  None | 180,000  96,000 | 180,000  96,000 | A116  A118 |

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| 3. The Lessor records the allotment of authority for the purchase of the equipment to be leased. | | | | | | | |
| **Lessee Agency** | **Debit** | **Credit** | **TC** | **Lessor Agency** | **Debit** | **Credit** | **TC** |
| **Budgetary Entry**  None  **Proprietary Entry**  None |  |  |  | **Budgetary Entry**  451000 Apportionments  461000 Allotments – Realized Resources  **Proprietary Entry**  None | 180,000 | 180,000 | A120 |

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| --- | --- | --- | --- | --- | --- | --- | --- |
| 4. The Lessor records the receipt of the equipment and accrues a liability. (The Lessor records to full cost of the asset.) | | | | | | | |
| **Lessee Agency** | **Debit** | **Credit** | **TC** | **Lessor Agency** | **Debit** | **Credit** | **TC** |
| **Budgetary Entry**  None  **Proprietary Entry**  None |  |  |  | **Budgetary Entry**  461000 Allotments – Realized Resources  490100 Delivered Orders – Obligations, Unpaid  **Proprietary Entry**  175000 Equipment  211000 (N) Accounts Payable  310700 Unexpended Appropriations - Used – Accrued  570000 Expended Appropriations – Used - Accrued | 180,000  180,000  180,000 | 180,000  180,000  180,000 | B406  B134 |

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| --- | --- | --- | --- | --- | --- | --- | --- |
| 5. The Lessor records activity for it’s current-year purchases of equipment with a non-federal vendor. | | | | | | | |
| **Lessee Agency** | **Debit** | **Credit** | **TC** | **Lessor Agency** | **Debit** | **Credit** | **TC** |
| **Budgetary Entry**  None  **Proprietary Entry**  None |  |  |  | **Budgetary Entry**  None  **Memorandum Entry**  880200 (N) Purchases of Property, Plant, And Equipment  880100 (N) Offset for Purchases Of Asset | 180,000 | 180,000 | G120 |

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| --- | --- | --- | --- | --- | --- | --- | --- |
| 6. The Lessor confirms a disbursement for the payment of goods previously accrued. | | | | | | | |
| **Lessee Agency** | **Debit** | **Credit** | **TC** | **Lessor Agency** | **Debit** | **Credit** | **TC** |
| **Budgetary Entry**  None  **Proprietary Entry**  None |  |  |  | **Budgetary Entry**  490100 Delivered Orders – Obligations, Unpaid  490200 Delivered Orders – Obligations, Paid  **Proprietary Entry**  211000 (N) Accounts Payable  101000 Funds Balance With Treasury  310710 Unexpended Appropriations - Used - Disbursed  570000 Expended Appropriations – Used - Accrued  310700 Unexpended Appropriations - Used - Accrued  570010 Expended Appropriations - Disbursed | 180,000  180,000  180,000  180,000 | 180,000  180,000  180,000  180,000 | B110  B235 |

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| 7. The Lessee records the enactment of appropriations. (12 monthly lease payments of $5,000 = $60,000 annually. Operating costs = 12 monthly payments of $3,000 = $36,000.) | | | | | | | |
| **Lessee Agency** | **Debit** | **Credit** | **TC** | **Lessor Agency** | **Debit** | **Credit** | **TC** |
| **Budgetary Entry**  411900 Other Appropriations Realized  445000 Unapportioned - Unexpired Authority  **Proprietary Entry**  101000 (G) Fund Balance With Treasury  310100 (G) Unexpended Appropriations – Appropriations Received | 96,000  96,000 | 96,000  96,000 | A104 | **Budgetary Entry**  **Proprietary Entry**  None |  |  |  |

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| 8. The Lessee records budgetary authority apportioned by OMB and available for allotment. | | | | | | | |
| **Lessee Agency** | **Debit** | **Credit** | **TC** | **Lessor Agency** | **Debit** | **Credit** | **TC** |
| **Budgetary Entry**  445000 Unapportioned - Unexpired Authority  451000 Apportionments  **Proprietary Entry**  None | 96,000 | 96,000 | A116 | **Budgetary Entry**  None  **Proprietary Entry**  None |  |  |  |

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| --- | --- | --- | --- | --- | --- | --- | --- |
| 9. The Lessee records the allotment of authority. | | | | | | | |
| **Lessee Agency** | **Debit** | **Credit** | **TC** | **Lessor Agency** | **Debit** | **Credit** | **TC** |
| **Budgetary Entry**  451000 Apportionments  461000 Allotments – Realized Resources  **Proprietary Entry**  None | 96,000 | 96,000 | A120 | **Budgetary Entry**  None  **Proprietary Entry**  None |  |  |  |

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| 10. The Lessee accepts the terms of the contract for the lease of equipment with the Lessor. | | | | | | | |
| **Lessee Agency** | **Debit** | **Credit** | **TC** | **Lessor Agency** | **Debit** | **Credit** | **TC** |
| **Budgetary Entry**  461000 Allotments – Realized Resources  480100 Undelivered Orders – Obligations, Unpaid  **Proprietary Entry**  None | 96,000 | 96,000 | B306 | **Budgetary Entry**  422100 Unfilled Customer Orders Without Advance  421000 Anticipated Reimbursement  459000 Apportionments – Anticipated Resources – Programs Subject to Apportionment  451000 Apportionments  451000 Apportionments  461000 Allotments – Realized Resources  **Proprietary Entry**  None | 96,000  96,000  96,000 | 96,000  96,000  96,000 | A706  A123  A120 |

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| --- | --- | --- | --- | --- | --- | --- | --- |
| 11. In Year 1, Lessee receives delivery of the equipment and begins use of their contractual right to control the equipment. **In each month of Year 1**, the Lessee pays the recurring monthly lease payments to the Lessor from its annual TAFS, and records the payment of funds. The Lessor records the collection of receivables for the use of the underlying asset. ($60,000 annual payment / 12 months = **$5,000 monthly payment**.) | | | | | | | |
| **Lessee Agency** | **Debit** | **Credit** | **TC** | **Lessor Agency** | **Debit** | **Credit** | **TC** |
| **Budgetary Entry**  480100 Undelivered Orders – Obligations, Unpaid  490200 Delivered Orders – Obligations, Paid  **Proprietary Entry**  693000 (F) Lessee Lease Expense (RC 24)  101000 (G) Fund Balance With Treasury (RC 40)  310710 Unexpended Appropriations - Used – Disburs.  570010 Expended Appropriations - Used – Disburs. | 5,000  5,000  5,000 | 5,000  5,000  5,000 | B107  B234 | **Budgetary Entry**  425200 Reimbursements Earned – Collected From Fed/Nonfed Exception Sources  422100 Unfilled Customer Orders Without Advance  **Proprietary Entry**  101000 (G) Fund Balance With Treasury (RC 40)  593000 (F) Lessor Lease Revenue (RC 24) | 5,000  5,000 | 5,000  5,000 |  |

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| --- | --- | --- | --- | --- | --- | --- | --- |
| 12. In each month of Year 1, the Lessee pays operating costs (utilities and maintenance services) incurred during each month of Year 1 that are determined to be nonlease components per SFFAS 54, Par. 73[[3]](#footnote-3). Both parties record the payment of operating costs based on the guidance within SFFAS 54, Pars. 27-28 & 72-73. **($3,000 monthly cost x 12 months = $36,000 annual cost.)** | | | | | | | |
| **Lessee Agency** | **Debit** | **Credit** | **TC** | **Lessor Agency** | **Debit** | **Credit** | **TC** |
| **Budgetary Entry**  480100 Undelivered Orders – Obligations, Unpaid  490200 Delivered Orders – Obligations, Paid  **Proprietary Entry**  610000 (F) Operating Expenses (RC 24)[[4]](#footnote-4)  101000 (G) Fund Balance With Treasury (RC 40)  310710 Unexpended Appropriations - Used – Disburs.  570010 Expended Appropriations - Used – Disburs. | 3,000  3,000  3,000 | 3,000  3,000  3,000 | B107  B234 | **Budgetary Entry**  425200 Reimbursements Earned – Collected From Fed/Nonfed Exception Sources  422100 Unfilled Customer Orders Without Advance  **Proprietary Entry**  101000 (G) Fund Balance With Treasury (RC 40)  520000 (F) Revenue From Services Provided (RC 24) | 3,000  3,000 | 3,000  3,000 |  |

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| --- | --- | --- | --- | --- | --- | --- | --- |
| 13. In Year 1, the Lessor records depreciation expense on equipment it owns (the underlying asset within the lease.) The equipment has a 10-year useful life; annual depreciation expense is $18,000. | | | | | | | |
| **Lessee Agency** | **Debit** | **Credit** | **TC** | **Lessor Agency** | **Debit** | **Credit** | **TC** |
| **Budgetary Entry**  None  **Proprietary Entry**  None |  |  |  | **Budgetary Entry**  None  **Proprietary Entry**  671000 (N) Depreciation, Amortization, and Depletion  175900 Accumulated Depreciation on Equipment | 18,000 | 18,000 | E120 |

**Pre-Closing Adjusted Trial Balance:**

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| **PRE-CLOSING** | | **LESSEE** | | **LESSOR** | |
| **Account** | **Description** | **Debit** | **Credit** | **Debit** | **Credit** |
| **Budgetary** | |  |  |  |  |
| 411900 | Other Appropriations Realized | 96,000 | - | 180,000 | - |
| 421000 | Anticipated Reimbursement and Other Income | - | - | - | - |
| 425200 | Reimbursements Earned – Collected From Federal/Non-Federal | - | - | 96,000 | - |
| 461000 | Allotments – Realized Resources | - | - | - | 96,000 |
| 490200 | Delivered Orders – Obligations, Paid | - | 96,000 | - | 180,000 |
| **Total** | | **96,000** | **96,000** | **276,000** | **276,000** |
|  | |  |  |  |  |
| **Proprietary** | |  |  |  |  |
| 101000 (G) | Fund Balance With Treasury | - | - | 96,000 | - |
| 175000 | Equipment | - | - | 180,000 | - |
| 175900 | Accumulated Depreciation on Equipment | - | - | - | 18,000 |
| 310100 (G) | Unexpended Appropriations – Appropriations Received | - | 96,000 | - | 180,000 |
| 310710 (G) | Unexpended Appropriations - Used - Disbursed | 96,000 | - | 180,000 | - |
| 520000 (F) | Revenue From Services Provided | - | - | - | 36,000 |
| 570010 (G) | Expended Appropriations – Disbursed | - | 96,000 | - | 180,000 |
| 593000 (F) | Lessor Lease Revenue | - | - | - | 60,000 |
| 610000 (F) | Operating Expenses | 36,000 | - | - | - |
| 693000 (F) | Lessee Lease Expense | 60,000 | - | - | - |
| 671000 (N) | Depreciation, Amortization, and Depletion | - | - | 18,000 | - |
| **Total** |  | **192,000** | **192,000** | **474,000** | **474,000** |
|  |  |  |  |  |  |
| **Memorandum** |  |  |  |  |  |
| 880100 (N) | Offset for Purchases of Assets | - | - | - | 180,000 |
| 880200 (N) | Purchases of Property, Plant, and Equipment | - | - | 180,000 | - |
| **Total** |  | - | - | **180,000** | **180,000** |

**Closing Entries:**

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
| 14. The Lessor records the closing of revenue earned and depreciation expense to cumulative results of operations. | | | | | | | |
| **Lessee Agency** | **Debit** | **Credit** | **TC** | **Lessor Agency** | **Debit** | **Credit** | **TC** |
| **Budgetary Entry**  None  **Proprietary Entry**  None |  |  |  | **Budgetary Entry**  None  **Proprietary Entry**  520000 (F) Revenue From Services Provided  593000 (F) Lessor Lease Revenue  331000 Cumulative Results of Operations  331000 Cumulative Results of Operations  671000 (N) Depreciation, Amortization, & Depletion | 36,000  60,000  18,000 | 96,000  18,000 | F336  F336 |

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| --- | --- | --- | --- | --- | --- | --- | --- |
| 15. The Lessor records the closing of the Appropriations recorded for the purchase of the underlying asset (equipment), to cumulative results of operations. | | | | | | | |
| **Lessee Agency** | **Debit** | **Credit** | **TC** | **Lessor Agency** | **Debit** | **Credit** | **TC** |
| **Budgetary Entry**  None  **Proprietary Entry**  None |  |  |  | **Budgetary Entry**  None  **Proprietary Entry**  570010 Expended Appropriations – Disbursed  331000 Cumulative Results of Operations  310000 Unexpended Appropriations – Cumulative  310710 Unexpended Appropriations- Used -Disbursed  310100 Unexpended Appropriations – Approp. Received  310000 Unexpended Appropriations – Cumulative | 180,000  180,000  180,000 | 180,000  180,000  180,000 | F336  F342  F342 |

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| --- | --- | --- | --- | --- | --- | --- | --- |
| 16. The Lessor records the closing of memorandum accounts for purchases. | | | | | | | |
| **Lessee Agency** | **Debit** | **Credit** | **TC** | **Lessor Agency** | **Debit** | **Credit** | **TC** |
| **Budgetary Entry**  None  **Proprietary Entry**  None |  |  |  | **Budgetary Entry**  None  **Proprietary Entry**  880100 Offset for Purchases of Assets  880200 Purchases of Property, Plant, and Equipment | 180,000 | 180,000 | F370 |

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| --- | --- | --- | --- | --- | --- | --- | --- |
| 17. The Lessee records the closing of lease expense to cumulative results of operations. | | | | | | | |
| **Lessee Agency** | **Debit** | **Credit** | **TC** | **Lessor Agency** | **Debit** | **Credit** | **TC** |
| **Budgetary Entry**  None  **Proprietary Entry**  331000 Cumulative Results of Operations  610000 (F) Operating Expenses  693000 (F) Lessee Lease Expense  570010 Expended Appropriations – Disbursed  331000 Cumulative Results of Operations    310000 Unexpended Appropriations – Cumulative  310710 Unexpended Appropriations - Used -Disbursed  310100 Unexpended Appropriations – Appropriations Received  310000 Unexpended Appropriations – Cumulative | 96,000  96,000  96,000  96,000 | 36,000  60,000  96,000  96,000  96,000 | F336  F336  F342  F342 | **Budgetary Entry**  None  **Proprietary Entry**  None |  |  |  |

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| --- | --- | --- | --- | --- | --- | --- | --- |
| 18. The Lessee and Lessor record the closing of paid delivered orders to total actual resources. | | | | | | | |
| **Lessee Agency** | **Debit** | **Credit** | **TC** | **Lessor Agency** | **Debit** | **Credit** | **TC** |
| **Budgetary Entry**  490200 Delivered Orders – Obligations, Paid  420100 Total Actual Resources, Collected  **Proprietary Entry**  None | 96,000 | 96,000 | F314 | **Budgetary Entry**  490200 Delivered Orders – Obligations, Paid  420100 Total Actual Resources, Collected    **Proprietary Entry**  None | 180,000 | 180,000 | F314 |

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| --- | --- | --- | --- | --- | --- | --- | --- |
| 19. The Lessor records the closing of unobligated balances in programs subject to apportionment to unapportioned authority. | | | | | | | |
| **Lessee Agency** | **Debit** | **Credit** | **TC** | **Lessor Agency** | **Debit** | **Credit** | **TC** |
| **Budgetary Entry**  None  **Proprietary Entry**  None |  |  |  | **Budgetary Entry**  461000 Allotments – Realized Resources  445000 Unapportioned – Unexpired Authority  **Proprietary Entry**  None | 96,000 | 96,000 | F308 |

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| 20. The Lessee and Lessor record the consolidation of actual net-funded resources. | | | | | | | |
| **Lessee Agency** | **Debit** | **Credit** | **TC** | **Lessor Agency** | **Debit** | **Credit** | **TC** |
| **Budgetary Entry**  420100 Total Actual Resources, Collected  411900 Other Appropriations Realized  **Proprietary Entry**  None | 96,000 | 96,000 | F302 | **Budgetary Entry**  420100 Total Actual Resources, Collected  411900 Other Appropriations Realized    420100 Total Actual Resources, Collected  425200 Reimbursements Earned – Collected From Federal/Non-Federal  **Proprietary Entry**  None | 180,000  96,000 | 180,000  96,000 | F302 |

**Post-Closing Adjusted Trial Balance:**

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| **POST-CLOSING** | | **LESSEE** | | **LESSOR** | |
| **Account** | **Description** | **Debit** | **Credit** | **Debit** | **Credit** |
| **Budgetary** | |  |  |  |  |
| 420100 | Total Actual Resources, Collected | - | - | 96,000 | - |
| 445000 | Unapportioned – Unexpired Authority | - | - | - | 96,000 |
| **Total** | | - | - | **96,000** | **96,000** |
|  | |  |  |  |  |
| **Proprietary** | |  |  |  |  |
| 101000 (G) | Fund Balance With Treasury | - | - | 96,000 | - |
| 175000 | Equipment | - | - | 180,000 | - |
| 175900 | Accumulated Depreciation on Equipment | - | - | - | 18,000 |
| 310000 | Unexpended Appropriations - Cumulative | - | - | - | - |
| 310100 | Unexpended Appropriations – Appropriations Received | - | - | - | - |
| 331000 | Cumulative Results of Operations | - | - | - | 258,000 |
| **Total** |  | **-** | **-** | **456,000** | **456,000** |
|  |  |  |  |  |  |

**Financial Statements:**

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| **STANDARDIZED BALANCE SHEET** | | | |
| **Line No.** |  | **LESSEE** | **LESSOR** |
|  | **Assets (Note 2)** |  |  |
|  | **Intra-governmental** |  |  |
| 1 | Fund Balance with Treasury (Note 3) (101000E) | **-** | 96,000 |
| **7** | **Total intra-governmental assets** | - | **96,000** |
|  |  |  |  |
| 12 | General property, plant, and equipment, net (Note 10) (175000E, 175900E) | **-** | 162,000 |
| **18** | **Total other than intra-governmental assets** | - | **162,000** |
|  |  |  |  |
| **19** | **Total assets** | - | **258,000** |
|  |  |  |  |
|  | **Net position** |  |  |
| 41.2 | Unexpended appropriations - Funds from other than Dedicated Collections (310100E, 310710E) | - | - |
| 42.2 | Cumulative results of operations - Funds from other than Dedicated Collections (593000E, 693000E, 570010E, 671000E) | - | 258,000 |
| **43** | **Total net position** | - | **258,000** |
| **44** | **Total liabilities and net position** | - | **258,000** |

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| **STATEMENT OF NET COST** | | | |
| **Line No.** |  | **LESSEE** | **LESSOR** |
|  | **Gross Program Costs (Note 21):** |  |  |
| 1 | Gross costs (610000E, 671000E, 693000E, 880100E, 880200E) | 96,000 | 18,000 |
| 2 | Less: earned revenue (520000E, 593000E) | - | 96,000 |
| 3 | Net program costs | 96,000 | (78,000) |
| 5 | Net program costs including Assumption Changes: | 96,000 | (78,000) |
| **8** | **Net cost of operations** | **96,000** | **(78,000)** |

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| **STATEMENT OF CHANGES IN NET POSITION** | | | |
| **Line No.** |  | **LESSEE** | **LESSOR** |
|  | **Unexpended Appropriations:** |  |  |
| 4 | Appropriations received (310100E) | 96,000 | 180,000 |
| 7 | Appropriations used (310710E) | (96,000) | (180,000) |
| 8 | Net Change in Unexpended Appropriations (calc.) | **-** | **-** |
| 9 | Total Unexpended Appropriations – Ending (calc.) | **-** | **-** |
|  |  |  |  |
|  | **Cumulative Results of Operations:** |  |  |
| 14 | Appropriations used (570010E) | 96,000 | 180,000 |
|  |  |  |  |
| 21 | Revenue From (Net Cost of) Operations (+/-) | (96,000) | 78,000 |
|  |  |  |  |
| 22 | Net Change in Cumulative Results of Operations | - | 258,000 |
| 23 | Cumulative Results of Operations – Ending | - | 258,000 |
|  |  |  |  |
| **24** | **Net Position (calc.)** | - | **258,000** |

|  |  |  |  |
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| **STATEMENT OF BUDGETARY RESOURCES** | | | |
| **Line No.** |  | **LESSEE** | **LESSOR** |
|  | **Budgetary resources:** |  |  |
| 1290 | Appropriations (discretionary and mandatory) (411900E) | 96,000 | 180,000 |
| 1890 | Spending authority from offsetting collection (discretionary and mandatory) (425200E) | **-** | 96,000 |
|  |  |  |  |
| **1910** | **Total budgetary resources (calc.)** | **96,000** | **276,000** |
|  |  |  |  |
|  | **Status of budgetary resources:** |  |  |
| 2190 | New obligations and upward adjustments (total) (Note 31) (490200E) | 96,000 | 180,000 |
|  |  |  |  |
|  | **Unobligated balance, end of year:** |  |  |
| 2204 | Apportioned, unexpired account (461000E) | **-** | 96,000 |
| 2412 | Unexpired unobligated balance, end of year (calc.) | **-** | 96,000 |
| 2490 | Unobligated balance, end of year (total) | **-** | 96,000 |
| **2500** | **Total budgetary resources (calc.)** | **-** | **276,000** |
|  |  |  |  |
|  | **Outlays, Net and Disbursements, Net** |  |  |
| 4190 | Outlays, net (total) (discretionary and mandatory) (490200E, net of 425200E) | 96,000 | 84,000 |

|  |  |  |  |  |  |
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| **SF 133 AND SCHEDULE P – REPORT ON BUDGET EXECUTION AND BUDGETARY RESOURCES AND BUDGET PROGRAM AND FINANCING SCHEDULE** | | | | | |
| **Line No.** |  | **LESSEE** | | **LESSOR** | |
|  | **BUDGETARY RESOURCES** | ***SF 133*** | ***Schedule P*** | ***SF 133*** | ***Schedule P*** |
| 0900 | Total new obligations, unexpired accounts (490200E) | - | 96,000 | - | 180,000 |
|  | **Budget authority:** |  |  |  |  |
|  |  |  |  |  |  |
|  | **Appropriations:** |  |  |  |  |
|  | **Discretionary:** |  |  |  |  |
| 1100 | Appropriation (411900E) | 96,000 | 96,000 | 180,000 | 180,000 |
| 1160 | Appropriation, discretionary (total) | 96,000 | 96,000 | 180,000 | 180,000 |
|  |  |  |  |  |  |
|  | **Spending authority from offsetting collections:** |  |  |  |  |
|  | **Discretionary:** |  |  |  |  |
| 1700 | Collected (425200E) | - | - | 96,000 | 96,000 |
| 1750 | Spending authority from offsetting collections, discretionary (total) | - | - | 96,000 | 96,000 |
|  |  |  |  | - | - |
| 1900 | Budget authority (total) | 96,000 | 96,000 | 276,000 | 276,000 |
| **1910** | **Total budgetary resources (calc.)** | **96,000** | **-** | **276,000** | **-** |
| 1930 | Total budgetary resources available | - | 96,000 | - | 276,000 |
|  |  |  |  |  |  |
|  | **Memorandum (non-add) entries:** |  |  |  |  |
| 1941 | Unexpired unobligated balance, end of year (451000E, 461000E) | - | - | - | 96,000 |
|  |  |  |  |  |  |
|  | **STATUS OF BUDGETARY RESOURCES** |  |  |  |  |
|  | **New obligations and upward adjustments:** |  |  |  |  |
|  | **Direct:** |  |  |  |  |
| 2002 | Category B (by project) (480100E, 490200E) | - | - | 180,000 | - |
| 2004 | Direct obligations (total) (calc.) | - | - | 180,000 | - |
|  |  |  |  |  |  |
|  | **Reimbursable:** |  |  |  |  |
| 2102 | Category B (by project) (480100E, 490200E) | 96,000 | - | - | - |
| 2104 | Reimbursable obligations (total) (calc.) | 96,000 | - | - | - |
|  |  |  |  |  |  |
| 2170 | New obligations, unexpired accounts (490200E) | 96,000 | - | 180,000 | - |
| 2190 | New obligations and upward adjustments (total) | 96,000 | - | 180,000 | - |
|  |  |  |  |  |  |
|  | **Unobligated balance:** |  |  |  |  |
|  | **Apportioned, unexpired accounts:** |  |  |  |  |
| 2201 | Available in the current period (461000E) | 96,000 | - | 96,000 | - |
| 2412 | Unexpired unobligated balance: end of year (calc.) | 96,000 | - | 96,000 | - |
| 2490 | Unobligated balance, end of year (total) | 96,000 | - | 96,000 | - |
| **2500** | **Total budgetary resources (calc.)** | **96,000** | **-** | **276,000** | **-** |
|  |  |  |  |  |  |
|  | **Memorandum (non-add) entries:** |  |  |  |  |
| 2501 | Subject to apportionment – excluding anticipated amounts (461000E) | - | - | 96,000 | - |
|  |  |  |  |  |  |
|  | **CHANGE IN OBLIGATED BALANCE** |  |  |  |  |
|  | **Unpaid obligations:** |  |  |  |  |
| 3010 | New obligations, unexpired accounts (490200E) | 96,000 | 96,000 | 180,000 | 180,000 |
| 3020 | Outlays (gross) (-) (490200E) | (96,000) | (96,000) | (180,000) | (180,000) |
| 3200 | Obligated balance, end of year (= or -) | - | - | - | - |
|  |  |  |  |  |  |
|  | **BUDGET AUTHORITY AND OUTLAYS, NET** |  |  |  |  |
|  | **Discretionary:** |  |  |  |  |
| 4000 | Budget authority, gross (calc.) | 96,000 | 96,000 | 276,000 | 276,000 |
|  |  |  |  |  |  |
|  | **Outlays, gross** |  |  |  |  |
| 4010 | Outlays from new discretionary authority (490200E) | 96,000 | 96,000 | 180,000 | 180,000 |
| 4020 | Outlays, gross (total) | 96,000 | 96,000 | 180,000 | 180,000 |
|  |  |  |  |  |  |
|  | **Offsets against gross budget authority and outlays:** |  |  |  |  |
|  | **Offsetting collections (collected) from:** |  |  |  |  |
| 4030 | Federal sources (-) (425200E) | *-* | - | (96,000) | (96,000) |
| 4040 | Offsets against gross budget authority and outlays (-) (calc.) | *-* | - | (96,000) | (96,000) |
| 4056 | Anticipated offsetting collections (+ or -) (421000E) | *-* | - | 96,000 | 96,000 |
| 4060 | Additional offsets against budget authority only (total) | *-* | - | 96,000 | 96,000 |
| 4070 | Budget authority, net (discretionary) (calc.) | 96,000 | 96,000 | 276,000 | 276,000 |
| 4080 | Outlays, net (discretionary) (calc.) | 96,000 | 96,000 | 84,000 | 84,000 |
| 4180 | Budget authority, net (total) (calc.) | 96,000 | 96,000 | 276,000 | 276,000 |
| 4190 | Outlays, net (total) (calc.) | 96,000 | 96,000 | 84,000 | 84,000 |
|  |  |  |  |  |  |
|  | **Unobligated balance:** |  |  |  |  |
| 5321 | Direct unobligated balance, end of year (461000E) | - | - | - | - |
| 5322 | Reimbursable unobligated balance, end of year (461000E) | - | - | 96,000 | 96,000 |
| 5323 | Discretionary unobligated balance, end of year (461000E) | - | - | - | - |
| 5341 | Direct obligated balance, end of year (480100E) | - | - | 180,000 | 180,000 |

**Reclassified Financial Statements:**

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| --- | --- | --- | --- |
| **STANDARDIZED BALANCE SHEET** | | | |
| **Line No.** |  | **LESSEE** | **LESSOR** |
|  | **Assets (Note 2)** |  |  |
|  | **Intra-governmental** |  |  |
| 1 | Fund Balance with Treasury (Note 3) (101000E) | **-** | 96,000 |
| **7** | **Total intra-governmental assets** | - | **96,000** |
|  |  |  |  |
| 12 | General property, plant, and equipment, net (Note 10) (175000E, 175900E) | **-** | 162,000 |
| **18** | **Total other than intra-governmental assets** | - | **162,000** |
|  |  |  |  |
| **19** | **Total assets** | - | **258,000** |
|  |  |  |  |
|  | **Net position** |  |  |
| 41.2 | Unexpended appropriations - Funds from other than Dedicated Collections (310100E) | - | - |
| 42.2 | Cumulative results of operations - Funds from other than Dedicated Collections (593000E, 693000E, 671000E) | - | 258,000 |
| **43** | **Total net position** | - | **258,000** |
| **44** | **Total liabilities and net position** | - | **258,000** |

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| --- | --- | --- | --- |
| **RECLASSIFIED STATEMENT OF NET COST** | | | |
| **Line No.** |  | **LESSEE** | **LESSOR** |
| **1** | **Gross cost** |  |  |
| 2 | Non-federal gross cost (671000E) | **-** | 18,000 |
| 6 | Total non-federal gross cost (calc.) | - | **18,000** |
| 7 | Federal gross cost (610000E, 693000E) (RC24) | 96,000 | **-** |
| 8 | Total federal gross cost (calc.) | **96,000** | - |
| 9 | Department total gross cost (calc.) | **96,000** | **18,000** |
| 12.2 | Buy/sell revenue (exchange) (RC24) (520000E, 539000E) | **-** | 96,000 |
| 13 | Total federal earned revenue (calc.) | - | **96,000** |
| 14 | Department total earned revenue (calc.) | - | 96,000 |
| **15** | **Net cost of operations (calc.)** | **96,000** | **(78,000)** |

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| --- | --- | --- | --- |
| **RECLASSIFIED STATEMENT OF OPERATIONS AND CHANGES IN NET POSITION** | | | |
| **Line No.** |  | **LESSEE** | **LESSOR** |
| **7** | **Financing sources:** |  |  |
| 7.1 | Appropriations received as adjusted (rescissions and other adjustments) (RC 41)/1 (310100E) | 96,000 | 180,000 |
| 7.2 | Appropriations used (RC 39) (310710E) | (96,000) | (180,000) |
| 7.3 | Appropriations expended (RC 38)/1 (570010E) | 96,000 | 180,000 |
| **7.30** | **Total financing sources (calc.)** | **96,000** | **180,000** |
|  |  |  |  |
| 8 | Revenue From (Net Cost of) Operations (+/-) | (96,000) | 78,000 |
|  |  |  |  |
| **9** | **Net position, end of period (calc.)** | - | **258,000** |

1. The Federal/Non-Federal attribute domain value of “G” will always have trading partner 099 agency identifier. [↑](#footnote-ref-1)
2. RC – Reciprocal Category is shown for Intragovernmental Elimination Analysis (not included in GTAS upload) [↑](#footnote-ref-2)
3. SFFAS 54, Par. 73 requires reporting entities with agreements that contain a lease and nonlease component to account for the lease and nonlease components separately. [↑](#footnote-ref-3)
4. Note: SGL 693000 is designed to capture all lease expenses that agencies wish to disclose. OMB Circular No. A-136 and Treasury provide flexibility to intragovernmental lessees who may wish to disclose expenses other than those required by SFFAS 54, Pars. 37a-37b. Due to forthcoming authoritative guidance from FASAB to offer a transition accommodation for “embedded leases”, lessees may choose to record intragovernmental lease expenses in SGL 610000 or 693000 in FY24, while lessors may choose to record intragovernmental lease revenues in SGL 520000 or 593000 in FY24. [↑](#footnote-ref-4)