

***Portion Substituted for Borrowing Authority
(Appropriation)
Scenario***

Background

Borrowing authority is a type of budget authority that permits agencies to incur obligations and make payments to liquidate the obligations out of borrowed moneys. Usually the law authorizing the borrowing specifies that you must borrow from the Treasury, but in a few cases it authorizes borrowing directly from the public. Laws that authorize borrowing for business-like operations require the program to repay the borrowing, with interest, out of business proceeds. In rare instances, usually based on an appropriation or authorizing language, an agency may use an appropriation to liquidate obligations that were initially incurred against authority to borrow when the borrowing was not exercised.

Borrowing authority is composed of two authority types:

- *Definite borrowing authority*, where a specific amount of authority that cannot be exceeded. Authority is recorded at the beginning of the program and carried forward until the authority is rescinded or completely consumed or until the program is terminated, whichever comes first. This is a no-year account and the authority does not expire, but unused authority must be reapportioned each year.
- *Indefinite borrowing authority*, where the amount of authority is not predetermined and authority is available as needed to cover obligations incurred. This is normally accounted for through a no-year account and the authority does not expire, but unused authority must be reapportioned each year.

**Portion Substituted for Borrowing Authority
(Appropriation)
Scenario**

USSGL ACCOUNTS ILLUSTRATED

<u>Budgetary Accounts</u>	<u>Proprietary Accounts</u>
<u>Resource Accounts</u> 4042 Estimated Borrowing Authority 4119 Other Appropriations Realized 4140 Substitution of Borrowing Authority 4141 Current Year Borrowing Authority Realized 4143 Reduction of Borrowing Authority 4144 Borrowing Authority Withdrawn 4149 Borrowing Authority Carried Forward 4201 Total Actual Resources Collected <u>Status of Resource Accounts</u> 4450 Unapportioned Authority 4510 Apportionments 4610 Allotments – Realized Resources 4801 Undelivered Orders - Obligations, Unpaid 4901 Delivered Orders - Obligations, Unpaid 4902 Delivered Orders - Obligations, Paid	<u>Assets</u> 1010 Fund Balance with Treasury <u>Liabilities</u> 2110 Accounts Payable <u>Net Position</u> 3100 Unexpended Appropriations - Cumulative 3101 Unexpended Appropriations - Appropriation Received 3107 Unexpended Appropriations - Used 3310 Cumulative Results of Operations <u>Revenue</u> 5700 Expended Appropriations <u>Expenses</u> 6100 Operating Expenses/Program Cost

Explanation of Illustrated Accounts:

Based on an appropriation or authorizing language, an agency can receive an appropriation or offsetting collection to liquidate obligations initially incurred against authority to borrow when the borrowing was not exercised. For purposes of this scenario, the borrowing authority is substituted by an appropriation.

As a result of the substitution, the resources have to be adjusted to reflect the substitution of the borrowing authority. If not adjusted then resources will be counted twice and total resources will be overstated. The withdrawn portion of the appropriation used to liquidate obligations initially incurred against the authority to borrow is reported in USSGL account 4140. This amount is also reported on the SF 133, line 6D (Other authority withdrawn) and P&F schedule line 6053 (Portion substituted for borrowing authority). The following account is illustrated in this scenario.

- **4140 Substitution of Borrowing Authority** - the amount of borrowing authority replaced by appropriations or offsetting collections that were initially used to liquidate obligations incurred against authority to borrow.

At the end of the fiscal year, any unobligated balances for indefinite borrowing authority should be zero. USSGL account 4143 is used to record the withdrawal of indefinite borrowing authority that is not needed to cover obligations. The withdrawn amount is reported on the SF 133, line 6D (Other authority withdrawn) and P&F schedule lines 4700 and 6710 and 6716 (Borrowing authority). The following account is illustrated in this scenario.

***Portion Substituted for Borrowing Authority
(Appropriation)
Scenario***

- **4143 Reductions of Borrowing Authority** - the amount of indefinite borrowing authority reduced by legislation or administrative action during the fiscal year.

When there are recoveries of prior year obligations that have been obligated against indefinite borrowing authority, the recovered amount is withdrawn and recorded in USSGL account 4144. The withdrawn amount is reported on the SF 133, line 6D (Other authority withdrawn) and P&F schedule line 2270 (Balance of borrowing authority withdrawn). The following account is illustrated in this scenario.

- **4144 Borrowing Authority Withdrawn** - the amount of indefinite borrowing withdrawn due to recoveries of prior-year obligations where the authority to borrow was not borrowed.

Scenario Guidelines:

This scenario includes two years of activity for definite and indefinite borrowing authority. In year one, the agency has borrowing authority and has incurred obligations against borrowing authority. In year two, the agency receives an appropriation to liquidate the obligations initially incurred against authority to borrow, when the borrowing is not exercised.

This scenario does not address credit reform accounting. Credit reform accounting guidance will be included in separate scenarios. The following borrowing authority scenarios are included:

- Scenario A: Definite Borrowing Authority - Portion Substituted for Borrowing Authority (Appropriation)
- Scenario B: Indefinite Borrowing Authority - Portion Substituted for Borrowing Authority (Appropriation)

**Portion Substituted for Borrowing Authority
(Appropriation)
Scenario**

Scenario A:

Definite Borrowing Authority - Portion Substituted for Borrowing Authority (Appropriation)

Year 1

1. To record borrowing authority.

Year 1			
<u>Budgetary Entry</u>			TC
DR 4141 Current Year Borrowing Authority Realized	1,000		A152
CR 4450 Unapportioned Authority		1,000	

2. To record budget authority apportioned by OMB and available for allotment.

Year 1			
<u>Budgetary Entry</u>			TC
DR 4450 Unapportioned Authority	800		A116
CR 4510 Apportionments		800	

3. To record allotment of apportioned borrowing authority.

Year 1			
<u>Budgetary Entry</u>			TC
DR 4510 Apportionments	800		A120
CR 4610 Allotments - Realized Resources		800	

4. To record an unexpended obligation for authority previously allotted.

Year 1			
<u>Budgetary Entry</u>			TC
DR 4610 Allotments Realized Resources	800		B204
CR 4801 Undelivered Orders – Obligations, Unpaid		800	

***Portion Substituted for Borrowing Authority
(Appropriation)
Scenario***

**Definite Borrowing Authority
Pre - Closing Trial Balance
Year 1**

USSGL Account	Debit	Credit
Budgetary		
4141	1,000	
4450		200
4801	<u>0</u>	<u>800</u>
Total	<u>1,000</u>	<u>1,000</u>

**Portion Substituted for Borrowing Authority
(Appropriation)
Scenario**

**Definite Borrowing Authority
SF 133: Report On Budget Execution And Budgetary Resources
Year 1**

BUDGETARY RESOURCES

1. Budget authority	
B. Borrowing authority (4141E)	<u>1,000</u>
7. Total budgetary resources	<u><u>1,000</u></u>

STATUS OF BUDGETARY RESOURCES

8. Obligations incurred:	
A. Direct (4801E-B + 4901E-B + 4902E)	800
10. Unobligated balance not available:	
D. Other (4450E)	<u>200</u>
11. Total status of budgetary resources	<u><u>1,000</u></u>

RELATIONSHIP OF OBLIGATIONS TO OUTLAYS

12. Obligated balance, net as of October 1 (4801B + 4901B)	0
13. Obligated balance transferred, net	0
14. Obligated balance, net, end of period:	
C. Undelivered orders (4801E)	800
D. Accounts payable (4901E)	0
15. Outlays:	
A. Disbursements (4902E)	0

**Definite Borrowing Authority
USSGL-2108 Year End Closing Statement
Year 1**

(Record Type 7 – .951 Authority to Borrow from the Treasury)	<u>Main</u>	<u>B.A.</u>
Col. 2 Balance of borrowing authority (4149B)		0
Col. 3 Increases and rescissions (4141E)		1,000
Col. 4 Borrowings (4145E)		0
Col. 5 N/A		
Col. 6 Balance (4141E+ 4145E+4149B) calc (2+3-4-5)		1,000
Col. 9 Undelivered Orders (4801E)	800	
Col. 10 Accounts Payable and Other Liabilities (4901E)	0	
Col. 11 Unobligated Balance calc (5+6+7+8 = 9+10+11) (4450E)	200	

**Portion Substituted for Borrowing Authority
(Appropriation)
Scenario**

**Definite Borrowing Authority
Program And Financing (Schedule P)
Year 1**

TOTAL NEW OBLIGATIONS:

1000 Total New Obligations (4801E-B + 4901E-B + 4902E) 800

BUDGETARY RESOURCES AVAILABLE FOR OBLIGATION:

2140 Unobligated balance carried forward, start of year 0
 2200 New budget authority (gross) (Sum lns. 4000...6990) 1,000
 2270 Balance of authority to borrow withdrawn (4144E) 0
 2390 Total budgetary resources available for obligation (sum 2140 through 2385) 1,000
 2395 Total new obligations (-) (800)
 2440 Unobligated balance carried forward, end of year (4450E) 200

NEW BUDGETARY AUTHORITY (GROSS), DETAIL:

Mandatory:

6000 Appropriation (4119E) 0
 6053 Portion substituted for borrowing authority (-) (4140E) 0
 6250 Appropriation (total) 0
 6710 Authority to borrow (4141E) 1,000

CHANGE IN OBLIGATED BALANCES:

7240 Obligated balance, start of year 0
 7310 Total new obligations 800
 7320 Total outlays (gross) (-) (4902E) 0
 7440 Obligated balance, end of year (4801E+4901E) 800

OUTLAYS (GROSS), DETAIL:

8697 Outlays from new mandatory authority (4802E-B+4902E) 0
 8698 Outlays from mandatory balances (4802E-B + 4902E) 0
 8700 Total outlays (4802E-B+ 4902E) 0

NEW BUDGET AUTHORITY AND OUTLAYS:

8900 Budget authority (net) 1,000
 9000 Outlays (net) 0

***Portion Substituted for Borrowing Authority
(Appropriation)
Scenario***

**Definite Borrowing Authority
Balance Sheet
Year 1**

Assets	
Intragovernmental	
1. Fund Balance with Treasury (1010E)	0
15. Total assets	<u>0</u>
Liabilities	
Intragovernmental	
16. Accounts payable (2110E)	0
27. Total liabilities	<u>0</u>
Net Position	
29. Unexpended appropriation (3100E)	0
30. Cumulative Results of Operations (3310E)	0
31. Total net position	0
32. Total liabilities and net position	<u>0</u>

**Definite Borrowing Authority
Statement of Net Cost
Year 1**

Program Costs	
1. Intragovernmental gross costs (6100E)	0
2. Less: Intragovernmental earned revenue	0
3. Intragovernmental net costs	<u>0</u>
10. Total net costs of operations	<u>0</u>

**Portion Substituted for Borrowing Authority
(Appropriation)
Scenario**

**Definite Borrowing Authority
Statement of Changes in Net Position
Year 1**

	<u>Cumm. Results</u>	<u>Unexp. Approp.</u>
1. Beginning Balance (3100E and 3310E)	0	0
3. Beginning Balance as adjusted	0	0
Budgetary Financing Sources:		
4. Appropriations received (3101E)		0
7. Appropriations used (3107E) (5700E)	0	(0)
16. Total Financing Sources	<u>0</u>	<u>0</u>
17. Net Cost of Operations	<u>0</u>	<u>0</u>
18. Ending Balances	<u>0</u>	<u>0</u>

**Definite Borrowing Authority
Statement of Financing
Year 1**

Resources Used to Finance Activities	
Budgetary Resources Obligated	
1. Obligations incurred (4801E-B)	(800)
11. Total resources used to finance activities	(800)
12. Change in budgetary resources obligated for goods, services and benefits Ordered but not yet provided (4801E-B)	(800)
17. Total resources used to finance items not part of the net cost of operations	(800)
18. Total resources used to resources used to finance net cost of operations (lines 11-17)	<u>0</u>
30. Net Cost of Operations	<u>0</u>

***Portion Substituted for Borrowing Authority
(Appropriation)
Scenario***

**Definite Borrowing Authority
Closing Entry - Year 1**

5. Closing of fiscal year borrowing authority.

Year 1			
<u>Budgetary Entry</u>			TC
DR 4149 Borrowing Authority Carried Forward	1,000		F208
CR 4141 Current Year Borrowing Authority Realized		1,000	

**Definite Borrowing Authority
Post - Closing Trial Balance
Year 1**

USSGL Account	Debit	Credit
Budgetary		
4149	1,000	
4450		200
4801	<u>0</u>	<u>800</u>
Total	<u>1,000</u>	<u>800</u>

**Portion Substituted for Borrowing Authority
(Appropriation)
Scenario**

Definite Authority -Year 2

1. Agency has borrowing authority that was carried forward from year one. Based on an appropriation or authorizing language, the agency received an appropriation to liquidate obligations initially incurred against authority to borrow when the borrowing was not exercised.

Year 2			
<u>Budgetary Entry</u>			
DR 4119 Other Appropriations Realized	800		New TC XXX
CR 4140 Substitution of Borrowing Authority		800	
<u>Proprietary Entry</u>			
DR 1010 Fund Balance with Treasury	800		
CR 3101 Unexpended Appropriations - Appropriation Received		800	

2. To record the delivery of goods and accrue a liability. To record appropriations used for the fiscal year.

Year 2			
<u>Budgetary Entry</u>			
DR 4801 Undelivered Orders - Obligations, Unpaid	800		TC B302
CR 4901 Delivered Orders - Obligations, Unpaid		800	
<u>Proprietary Entry</u>			
DR 6100 Operating Expenses/Program Costs	800		TC B134
CR 2110 Accounts Payable		800	
DR 3107 Unexpended Appropriations - Used	800		
CR 5700 Expended Appropriations		800	

3. To record a valid disbursement.

Year 2			
<u>Budgetary Entry</u>			
DR 4901 Delivered Orders – Obligations – Unpaid	800		TC B110
CR 4902 Delivered Orders- Obligations, Paid.		800	
<u>Proprietary Entry</u>			
DR 2110 Accounts Payable	800		
CR 1010 Fund Balance with Treasury		800	

***Portion Substituted for Borrowing Authority
(Appropriation)
Scenario***

**Definite Borrowing Authority
Pre - Closing Trial Balance
Year 2**

USSGL Account	Debit	Credit
Budgetary		
4119	800	
4149	1,000	
4140		800
4450		200
4902	<u>0</u>	<u>800</u>
Total	<u>1,800</u>	<u>1,800</u>
Proprietary		
3101		800
3107	800	
5700	800	
6100	<u>0</u>	<u>800</u>
Total	<u>1,600</u>	<u>1,600</u>

**Portion Substituted for Borrowing Authority
(Appropriation)
Scenario**

**Definite Borrowing Authority
SF 133: Report On Budget Execution And Budgetary Resources
Year 2**

BUDGETARY RESOURCES

1. Budget authority	
A. Appropriations (4119E)	800
B. Borrowing authority (4141E)	0
2. Unobligated balance:	
A. Beginning of period (4149B+4201B+4801B+4901B)	200
6. Permanently not available:	
D. Other authority withdrawn (4140E)	<u>(800)</u>
7. Total budgetary resources	<u><u>200</u></u>

STATUS OF BUDGETARY RESOURCES

9. Obligations incurred:	
A. Direct (4801E-B + 4901E-B + 4902E)	0
10. Unobligated balance not available:	
D. Other (4450E)	<u>200</u>
11. Total status of budgetary resources	<u><u>1,000</u></u>

RELATIONSHIP OF OBLIGATIONS TO OUTLAYS

12. Obligated balance, net as of October 1 (4801B + 4901B)	800
13. Obligated balance transferred, net	
14. Obligated balance, net, end of period:	
C. Undelivered orders (4801E)	0
D. Accounts payable (4901E)	0
15. Outlays:	
A. Disbursements (4902E)	800

**Definite Borrowing Authority
USSGL-2108 Year End Closing Statement
Year 2**

(Record Type 7 – .951 Authority to Borrow from the Treasury)	<u>Main</u>	<u>B.A.</u>
Col. 2 Balance of borrowing authority (4149B)		1,000
Col. 3 Increases and rescissions (4141E+4140E)		(800)
Col. 4 Borrowings (4145E)		0
Col. 5 N/A		0
Col. 6 Balance (4141E+ 4140E+4149B) calc (2+3-4-5)		200
Col. 9 Undelivered Orders (4801E)	0	
Col. 10 Accounts Payable and Other Liabilities (4901E)	0	
Col. 11 Unobligated Balance calc (5+6+7+8 = 9+10+11) (4450E)	200	

**Portion Substituted for Borrowing Authority
(Appropriation)
Scenario**

**Definite Borrowing Authority
Program And Financing (Schedule P)
Year 2**

TOTAL NEW OBLIGATIONS:

1000 Total New Obligations (4801E-B + 4901E-B + 4902E) 0

BUDGETARY RESOURCES AVAILABLE FOR OBLIGATION:

2140 Unobligated balance carried forward, start of year (4139B+4201B+4801B) 200
 2200 New budget authority (gross) (Sum lns. 4000...6990) 0
 2270 Balance of authority to borrow withdrawn (4144E) 0
 2390 Total budgetary resources available for obligation (sum 2140 through 2385) 200
 2395 Total new obligations (-) 0
 2440 Unobligated balance carried forward, end of year (4450E) 200

NEW BUDGETARY AUTHORITY (GROSS), DETAIL:

Mandatory:

6000 Appropriation (4119E) 800
 6053 Portion substituted for borrowing authority (-) (4140E)
 (Domain value of "P" for authority type) (800)
 6250 Appropriation (sum lines 6000 through 6200) 0
 6710 Authority to borrow (4141E) 0

CHANGE IN OBLIGATED BALANCES:

7240 Obligated balance, start of year (4801B+4901B) 800
 7310 Total new obligations 0
 7320 Total outlays (gross) (-) (4902E) (800)
 7440 Obligated balance, end of year (4801E+4901E) 0

OUTLAYS (GROSS), DETAIL:

8697 Outlays from new mandatory authority (4802E-B +4902E) 0
 8698 Outlays from mandatory balances (4802E-B + 4902E) 800
 8700 Total outlays (4802E-B+ 4902E) 800

NEW BUDGET AUTHORITY AND OUTLAYS:

8900 Budget authority (net) 0
 9000 Outlays (net) 800

***Portion Substituted for Borrowing Authority
(Appropriation)
Scenario***

**Definite Borrowing Authority
Balance Sheet
Year 2**

Assets	
Intragovernmental	
1. Fund Balance with Treasury (1010E)	0
15. Total assets	<u>0</u>
Liabilities	
Intragovernmental	
16. Accounts payable (2110E)	0
27. Total liabilities	<u>0</u>
Net Position	
29. Unexpended appropriation (3100E)	0
30. Cumulative Results of Operations (3310E)	0
31. Total net position	0
32. Total liabilities and net position	<u>0</u>

**Definite Borrowing Authority
Statement of Net Cost
Year 2**

Program Costs	
1. Intragovernmental gross costs (6100E)	800
2. Less: Intragovernmental earned revenue	0
3. Intragovernmental net costs	<u>800</u>
10. Total net costs of operations	<u>800</u>

**Portion Substituted for Borrowing Authority
(Appropriation)
Scenario**

**Definite Borrowing Authority
Statement of Changes in Net Position
Year 2**

	<u>Cumm. Results</u>	<u>Unexp. Approp.</u>
1. Beginning Balance (3100E and 3310E)	0	0
3. Beginning Balance as adjusted	0	0
Budgetary Financing Sources:		
4. Appropriations received (3101E)		800
7. Appropriations used (3107E) (5700E)	800	(800)
16. Total Financing Sources	<u>800</u>	<u>0</u>
17. Net Cost of Operations	<u>800</u>	<u>0</u>
18. Ending Balances	<u>800</u>	<u>0</u>

**Definite Borrowing Authority
Statement of Financing
Year 2**

Resources Used to Finance Activities	
Budgetary Resources Obligated	
1. Obligations incurred (4801E-B+4902E)	<u>0</u>
11. Total resources used to finance activities	<u>0</u>
12. Change in budgetary resources obligated for goods, services and benefits Ordered but not yet provided (4801E-B)	<u>800</u>
17. Total resources used to finance items not part of the net cost of operations	<u>800</u>
1. Total resources used to resources used to finance net cost of operations (lines 11-17)	<u>0</u>
30. Net Cost of Operations	<u>800</u>

**Portion Substituted for Borrowing Authority
(Appropriation)
Scenario**

**Definite Borrowing Authority
Closing Entries - Year 2**

4. Consolidation of actual net-funded resources.

Year 2			
<u>Budgetary Entry</u>			TC
DR 4201 Total Actual Resources Collected	800		F204
CR 4119 Other Appropriations Realized		800	

5. Closing of fiscal year borrowing authority.

Year 2			
<u>Budgetary Entry</u>			TC
DR 4140 Substitution of Borrowing Authority	800		F208
DR 4149 Borrowing Authority Carried Forward		800	

6. Closing of expended authority - paid.

Year 2			
<u>Budgetary Entry</u>			TC
DR 4902 Expended Authority-Paid	800		F214
CR 4201 Total Actual Resources Collected		800	

7. Closing of fiscal year activity that increases unexpended appropriations.

Year 2			
<u>Proprietary Entry</u>			TC
DR 3101 Unexpended Appropriations - Appropriations Received	800		F233
CR 3100 Unexpended Appropriations - Cumulative		800	
DR 3100 Unexpended Appropriations - Cumulative	800		
CR 3107 Unexpended Appropriations - Used		800	

***Portion Substituted for Borrowing Authority
(Appropriation)
Scenario***

**Definite Borrowing Authority
Post Closing Trial Balance
Year 2**

USSGL Account	Debit	Credit
Budgetary		
4149	200	
4450	<u>0</u>	<u>200</u>
Total	<u>200</u>	<u>200</u>

**Portion Substituted for Borrowing Authority
(Appropriation)
Scenario**

**Scenario B:
Indefinite Borrowing Authority - Portion Substituted for Borrowing
Authority (Appropriation)**

Indefinite Borrowing Authority - Year 1

1. To record the estimate of borrowing to cover obligations for the current year.

Year 1			
<u>Budgetary Entry</u>			TC
DR 4042 Estimated Borrowing Authority	1,000		A162
CR 4450 Unapportioned Authority		1,000	

2. To record allotment of borrowing authority.

Year 1			
<u>Budgetary Entry</u>			TC
DR 4450 Unapportioned Authority	800		A116
CR 4510 Apportionments		800	

3. To record borrowing authority previously estimated.

Year 1			
<u>Budgetary Entry</u>			TC
DR 4510 Apportionments	800		A120
CR 4610 Allotments - Realized Resources		800	

4. To record an unexpended obligation for authority previously allotted and the realization of borrowing authority.

Year 1			
<u>Budgetary Entry</u>			TC
a. DR 4610 Allotments Realized Resources	800		B204
CR 4801 Undelivered Orders – Obligations, Unpaid		800	
b. DR 4141 Current Year Borrowing Authority Realized	800		TC
CR 4032 Estimated Borrowing Authority		800	A154

**Portion Substituted for Borrowing Authority
(Appropriation)
Scenario**

**Indefinite Borrowing Authority
Adjusting Entry - Year 1**

5. To adjust the estimated borrowing authority to zero and record a reduction of indefinite borrowing authority not needed to incur obligations.

Year 1			
Budgetary Entry			New
a. DR 4141 Current Year Borrowing Authority Realized	200		TC
CR 4042 Estimated Borrowing Authority		200	A154
b. DR 4450 Unapportioned Authority	200		TC
CR 4143 Reduction of Borrowing Authority		200	A160

**Indefinite Borrowing Authority
Pre - Closing Trial Balance
Year 1**

USSGL Account	Debit	Credit
Budgetary		
4141	1,000	
4143		200
4801	<u>0</u>	<u>800</u>
Total	<u>1,000</u>	<u>1,000</u>

**Portion Substituted for Borrowing Authority
(Appropriation)
Scenario**

**Indefinite Borrowing Authority
SF 133: Report On Budget Execution And Budgetary Resources
Year 1**

BUDGETARY RESOURCES

1. Budget authority	
B. Borrowing authority (4141E)	1,000
6. Permanently not available:	
D. Other Authority Withdrawn (4143E)	<u>(200)</u>
7. Total budgetary resources	<u><u>800</u></u>

STATUS OF BUDGETARY RESOURCES

8. Obligations incurred:	
A. Direct (4801E-B + 4901E-B + 4902E)	800
10. Unobligated balance not available:	
D. Other (4450E)	<u>0</u>
11. Total status of budgetary resources	<u><u>800</u></u>

RELATIONSHIP OF OBLIGATIONS TO OUTLAYS

12. Obligated balance, net as of October 1 (4801B + 4901B)	
13. Obligated balance transferred, net	
14. Obligated balance, net, end of period:	
C. Undelivered orders (4801E)	800
D. Accounts payable (4901E)	0
15. Outlays:	
A. Disbursements (4902E)	0

**Indefinite Borrowing Authority
USSGL-2108 Year End Closing Statement
Year 1**

(Record Type 7 – .951 Authority to Borrow from the Treasury)	<u>Main</u>	<u>B.A.</u>
Col. 2 Balance of borrowing authority (4149B)		
Col. 3 Increases (4141E)		1,000
Col. 4 Borrowings (4145E)		
Col. 5 Adjustments (4143E)		(200)
Col. 6 Balance (4141E+ 4143E+4145E+4149B) calc (2+3-4-5)		800
Col. 9 Undelivered Orders (4801E)	800	
Col. 10 Accounts Payable and Other Liabilities (4901E)	0	
Col. 11 Unobligated Balance calc (5+6+7+8 = 9+10+11) (4450E)	0	

**Portion Substituted for Borrowing Authority
(Appropriation)
Scenario**

**Indefinite Borrowing Authority
Program And Financing (Schedule P)
Year 1**

TOTAL NEW OBLIGATIONS:

1000 Total New Obligations (4801E-B + 4901E-B + 4902E) 800

BUDGETARY RESOURCES AVAILABLE FOR OBLIGATION:

2140 Unobligated balance carried forward, start of year 0
 2200 New budget authority (gross) (Sum lns. 4000...6990) 800
 2270 Balance of authority to borrow withdrawn (4144E) 0
 2390 Total budgetary resources available for obligation (sum 2140 through 2385) 800
 2395 Total new obligations (-) (800)
 2440 Unobligated balance carried forward, end of year (4450E) 0

NEW BUDGETARY AUTHORITY (GROSS), DETAIL:

Mandatory:

6000 Appropriation (4119E) 0
 6053 Portion substituted for borrowing authority (-) (4140E) 0
 6250 Appropriation (total) 0
 6710 Authority to borrow (4141E +4143E) 800

CHANGE IN OBLIGATED BALANCES:

7240 Obligated balance, start of year (4801E+4901E) 0
 7310 Total new obligations 800
 7320 Total outlays (gross) (-) (4902E) 0
 7440 Obligated balance, end of year (4801E+4901E) 800

OUTLAYS (GROSS), DETAIL:

8697 Outlays from new mandatory authority (4802E-B+4902E) 0
 8698 Outlays from mandatory balances (4802E-B + 4902E) 0
 8700 Total outlays (4802E-B + 4902E) 0

NEW BUDGET AUTHORITY AND OUTLAYS:

8900 Budget authority (net) 800
 9000 Outlays (net) 0

**Portion Substituted for Borrowing Authority
(Appropriation)
Scenario**

**Indefinite Borrowing Authority
Balance Sheet
Year 1**

Assets	
Intragovernmental	
1. Fund Balance with Treasury (1010E)	0
15. Total assets	<u>0</u>
Liabilities	
Intragovernmental	
16. Accounts payable (2110E)	0
27. Total liabilities	<u>0</u>
Net Position	
29. Unexpended appropriation (3100E)	0
30. Cumulative Results of Operations (3310E)	0
31. Total net position	0
32. Total liabilities and net position	<u>0</u>

**Indefinite Borrowing Authority
Statement of Net Cost
Year 1**

Program Costs	
1. Intragovernmental gross costs (6100E)	0
2. Less: Intragovernmental earned revenue	0
3. Intragovernmental net costs	<u>0</u>
10. Total net costs of operations	<u>0</u>

**Indefinite Borrowing Authority
Statement of Changes in Net Position
Year 1**

	<u>Cumm. Results</u>	<u>Unexp. Approp.</u>
1. Beginning Balance (3100E and 3310E)	0	0
3. Beginning Balance as adjusted	0	0
Budgetary Financing Sources:		
4. Appropriations received (3101E)		0
7. Appropriations used (3107E) (5700E)	0	(0)
16. Total Financing Sources	<u>0</u>	<u>0</u>
17. Net Cost of Operations	<u>0</u>	<u>0</u>
18. Ending Balances	<u>0</u>	<u>0</u>

***Portion Substituted for Borrowing Authority
(Appropriation)
Scenario***

**Indefinite Borrowing Authority
Statement of Financing
Year 1**

Resources Used to Finance Activities	
Budgetary Resources Obligated	
1. Obligations incurred (4801E-B)	<u>800</u>
11. Total resources used to finance activities	800
12. Change in budgetary resources obligated for goods, services and benefits Ordered but not yet provided (4801E-B)	<u>(800)</u>
17. Total resources used to finance items not part of the net cost of operations	<u>(800)</u>
2. Total resources used to resources used to finance net cost of operations (lines 11-17)	<u>0</u>
30. Net Cost of Operations	<u><u>0</u></u>

**Portion Substituted for Borrowing Authority
(Appropriation)
Scenario**

**Indefinite Borrowing Authority
Closing Entry - Year 1**

6. Closing of fiscal year borrowing authority.

Year 1			
Budgetary Entry			TC
DR 4143 Reduction of Borrowing Authority	200		F208
DR 4149 Borrowing Authority Carried Forward	800		
CR 4141 Current Year Borrowing Authority Realized		1,000	

**Indefinite Borrowing Authority
Post - Closing Trial Balance
Year 1**

USSGL Account	Debit	Credit
Budgetary		
4149	800	
4801	<u>0</u>	<u>800</u>
Total	<u>800</u>	<u>800</u>

**Portion Substituted for Borrowing Authority
(Appropriation)
Scenario**

Indefinite Authority - Year 2

1. Downward adjustment of prior year obligation due to a recovery of \$200.

Year 2			
<u>Budgetary Entry</u>			TC
a. DR 4871 Downward Adjustments of Prior-Year Unpaid Undelivered Orders-Obligations, Recoveries	200		D134
CR 4450 Unapportioned Authority		200	
b. DR 4450 Unapportioned Authority	200		New TC
CR 4144 Borrowing Authority Withdrawn		200	D138

2. Agency has borrowing authority that was carried forward from year one. Based on an appropriation or authorizing language, the agency received an appropriation to liquidate obligations initially incurred against authority to borrow when the borrowing was not exercised.

Year 2			
<u>Budgetary Entry</u>			
DR 4119 Other Appropriations Realized	600		New TC A155
CR 4140 Substitution of Borrowing Authority		600	
<u>Proprietary Entry</u>			
DR 1010 Fund Balance with Treasury	600		
CR 3101 Unexpended Appropriations - Appropriation Received		600	

3. To record the delivery of goods and accrue a liability. To record appropriations used for the fiscal year.

Year 2			
<u>Budgetary Entry</u>			
DR 4801 Undelivered Orders - Obligations, Unpaid	600		TC B302
CR 4901 Delivered Orders - Obligations, Unpaid		600	
<u>Proprietary Entry</u>			
DR 6100 Operating Expenses/Program Costs	600		TC B134
CR 2110 Accounts Payable		600	
DR 3107 Unexpended Appropriations - Used	600		
CR 5700 Expended Appropriations		600	

**Portion Substituted for Borrowing Authority
(Appropriation)
Scenario**

4. To record a valid disbursement.

Year 2			
<u>Budgetary Entry</u>			TC
DR 4901 Delivered Orders – Obligations – Unpaid	600		B110
CR 4902 Delivered Orders- Obligations, Paid.		600	
<u>Proprietary Entry</u>			
DR 2110 Accounts Payable	600		
CR 1010 Fund Balance with Treasury		600	

**Indefinite Borrowing Authority
Pre - Closing Trial Balance
Year 2**

USSGL Account	Debit	Credit
Budgetary		
4119	600	
4149	800	
4140		600
4144		200
4801		200
4871	200	
4902	<u>0</u>	<u>600</u>
Total	<u>1,600</u>	<u>1,600</u>
Proprietary		
3101		800
3107	800	
5700	800	
6100	<u>0</u>	<u>800</u>
Total	<u>1,600</u>	<u>1,600</u>

**Portion Substituted for Borrowing Authority
(Appropriation)
Scenario**

**Indefinite Borrowing Authority
SF 133: Report On Budget Execution And Budgetary Resources
Year 2**

BUDGETARY RESOURCES

1. Budget authority	
A. Appropriations (4119E)	600
B. Borrowing authority (4141E)	0
2. Unobligated balance:	
A. Beginning of period (4149B+4210B+4801B+4901B)	0
4. Recoveries or prior year obligations:	
A. Actual (4871E)	200
6. Permanently not available:	
D. Other authority withdrawn (4140E+4144E)	<u>(800)</u>
7. Total budgetary resources	<u><u>0</u></u>

STATUS OF BUDGETARY RESOURCES

8. Obligations incurred:	
A. Direct (4801E-B + 4901E-B + 4902E)	0
10. Unobligated balance not available:	
D. Other (4450E)	<u>0</u>
11. Total status of budgetary resources	<u><u>0</u></u>

RELATIONSHIP OF OBLIGATIONS TO OUTLAYS

12. Obligated balance, net as of October 1 (4801B + 4901B)	800
13. Obligated balance transferred, net	
14. Obligated balance, net, end of period:	
C. Undelivered orders (4801E+4871E)	0
D. Accounts payable (4901E)	0
15. Outlays:	
A. Disbursements (4902E)	600

**Indefinite Borrowing Authority
FMS-2108 Year End Closing Statement
Year 2**

(Record Type 7 – .951 Authority to Borrow from the Treasury)	<u>Main</u>	<u>C.A.</u>
Col. 2 Balance of borrowing authority (4149B)		800
Col. 3 Increases (4141E)		0
Col. 4 Borrowings (4145E)		0
Col. 5 Adjustments (4140E+4144E)		(800)
Col. 6 Other Authorizations (4141E+ 4140E+4149B) calc (2+3-4-5)		0
Col. 9 Undelivered Orders (4801E+4871E)		0
Col. 10 Accounts Payable and Other Liabilities (4901E)	0	
Col. 11 Unobligated Balance calc (5+6+7+8 = 9+10+11) (4450E)	0	

**Portion Substituted for Borrowing Authority
(Appropriation)
Scenario**

**Indefinite Borrowing Authority
Program And Financing (Schedule P)
Year 2**

TOTAL NEW OBLIGATIONS:

1000 Total New Obligations (4801E-B + 4901E-B + 4902E) 0

BUDGETARY RESOURCES AVAILABLE FOR OBLIGATION:

2140 Unobligated balance carried forward, start of year (4149B+4201B+4801B) 0
 2200 New budget authority (gross) (Sum lns. 4000...6990) 0
 2210 Resources available from recoveries of prior year obligations (4871E) 200
 2275 Balance of authority to borrow withdrawn (4144E) (200)
 2390 Total budgetary resources available for obligation (sum 2140 through 2385) 0
 2395 Total new obligations (-) 0
 2440 Unobligated balance carried forward, end of year (4450E) 0

NEW BUDGETARY AUTHORITY (GROSS), DETAIL:

Mandatory:

6000 Appropriation (4119E) 600
 6053 Portion substituted for borrowing authority (-) (4140E)
 (domain value of "P" for authority type) (600)
 6250 Appropriation (sum lines 6000 through 6200) 0
 6710 Authority to borrow (4141E) 0

CHANGE IN OBLIGATED BALANCES:

7240 Obligated balance, start of year (4801E+4901E) 800
 7310 Total new obligations 0
 7320 Total outlays (gross) (-) (4902E) (600)
 7345 Recoveries of prior obligations (4871E) (200)
 7440 Obligated balance, end of year (4801E+4901E) 0

OUTLAYS (GROSS), DETAIL:

8697 Outlays from new mandatory authority (4802E-B+4902E) 0
 8698 Outlays from mandatory balances (4802E-B + 4902E) 600
 8700 Total outlays (4802E-B+ 4902E) 600

NEW BUDGET AUTHORITY AND OUTLAYS:

8900 Budget authority (net) 0
 9000 Outlays (net) 600

***Portion Substituted for Borrowing Authority
(Appropriation)
Scenario***

**Indefinite Borrowing Authority
Balance Sheet
Year 2**

Assets	
Intragovernmental	
1. Fund Balance with Treasury (1010E)	0
15. Total assets	<u>0</u>
Liabilities	
Intragovernmental	
16. Accounts payable (2110E)	0
27. Total liabilities	<u>0</u>
Net Position	
29. Unexpended appropriation (3100E)	0
30. Cumulative Results of Operations (3310E)	0
31. Total net position	0
32. Total liabilities and net position	<u>0</u>

**Indefinite Borrowing Authority
Statement of Net Cost
Year 2**

Program Costs	
1. Intragovernmental gross costs (6100E)	600
2. Less: Intragovernmental earned revenue	0
3. Intragovernmental net costs	<u>600</u>
10. Total net costs of operations	<u>600</u>

**Portion Substituted for Borrowing Authority
(Appropriation)
Scenario**

**Indefinite Borrowing Authority
Statement of Changes in Net Position
Year 2**

	<u>Cumm. Results</u>	<u>Unexp. Approp.</u>
1. Beginning Balance (3100E and 3310E)	0	0
3. Beginning Balance as adjusted	0	0
Budgetary Financing Sources:		
4. Appropriations received (3101E)		600
7. Appropriations used (3107E) (5700E)	600	(600)
16. Total Financing Sources	<u>600</u>	<u>0</u>
17. Net Cost of Operations	<u>600</u>	<u>0</u>
18. Ending Balances	<u>600</u>	<u>0</u>

**Indefinite Borrowing Authority
Statement of Financing
Year 2**

Resources Used to Finance Activities	
Budgetary Resources Obligated	
1. Obligations incurred (4801E-B+4902E)	<u>0</u>
11. Total resources used to finance activities	0
12. Change in budgetary resources obligated for goods, services and benefits Ordered but not yet provided (4801E-B)	<u>600</u>
17. Total resources used to finance items not part of the net cost of operations	<u>600</u>
3. Total resources used to resources used to finance net cost of operations (lines 11-17)	<u>0</u>
30. Net Cost of Operations	<u>600</u>

**Portion Substituted for Borrowing Authority
(Appropriation)
Scenario**

**Indefinite Borrowing Authority
Closing Entries - Year 2**

5. Consolidation of actual net-funded resources.

Year 2		
<u>Budgetary Entry</u>		TC
DR 4201 Total Actual Resources Collected	600	F204
CR 4119 Other Appropriations Realized	600	

6. Closing of fiscal year borrowing authority.

Year 2		
<u>Budgetary Entry</u>		TC
DR 4140 Substitution of Borrowing Authority	600	F208
DR 4144 Borrowing Authority Withdrawn	200	
DR 4149 Borrowing Authority Carried Forward	800	

7. Closing of related downward adjustments to unpaid unexpended obligations.

Year 2		
<u>Budgetary Entry</u>		TC
DR 4801 Undelivered Orders - Obligations, Unpaid	200	F227
CR 4871 Downward Adjustments of Prior-Year Unpaid Undelivered Orders - Obligations, Recoveries	200	

8. Closing of expended authority - paid.

Year 2		
<u>Budgetary Entry</u>		TC
DR 4902 Expended Authority-Paid	600	F214
CR 4201 Total Actual Resources Collected	600	

9. Closing of fiscal year activity that increases unexpended appropriations.

Year 2		
<u>Proprietary Entry</u>		TC
DR 3101 Unexpended Appropriations - Appropriations Received	600	F233
CR 3100 Unexpended Appropriations - Cumulative	600	
DR 3100 Unexpended Appropriations - Cumulative	600	
CR 3107 Unexpended Appropriations - Used	600	

***Portion Substituted for Borrowing Authority
(Appropriation)
Scenario***

**Indefinite Borrowing Authority
Post Closing Trial Balance
Year 2**

USSGL Account	Debit	Credit
No Balances		