

Executive Branch Deferral Scenario

A **deferral** is any executive action or inaction that temporarily withholds, delays or effectively precludes the obligation or expenditure of budgetary resources with the intent of using the funds before they expire.¹

There are two types of deferrals, Executive Branch deferrals under the Impoundment Control Act and Congressional deferrals. Executive Branch deferrals are spending delays included in a special message transmitted to the Congress by the President, which are reported on line 10B of the SF 133. Congressional deferrals are spending delays embodied in law, which are reported on line 5 of the SF 133. Executive Branch deferrals are generally effected through the apportionment process; whereas the mechanism for congressional deferrals is a law passed by the Congress and signed by the President.

This scenario addresses Executive Branch Deferrals. There is a separate scenario for Congressional deferrals.

An appropriation act (multi-year) was passed for \$1,000. Subsequently, the President reported a deferral for \$1,000 in a special message to Congress.

1. To record the enactment of an appropriation (multi-year) and receipt of warrant.

20X1 – QTR 1			
<u>Budgetary Entry</u>			TC
DR 4119 Other Appropriations Realized	1,000		A104
CR 4450 Unapportioned Authority		1,000	
<u>Proprietary Entry</u>			
DR 1010 Fund Balance With Treasury	1,000		
CR 3101 Unexpended Appropriations – Appropriations Received		1,000	

2. To record authority temporarily unavailable.

20X1 – QTR 1			
<u>Budgetary Entry</u>			TC
DR 4450 Unapportioned Authority	1,000		A126
CR 4430 Unapportioned Authority – OMB Deferral		1,000	
<u>Proprietary Entry</u>			
None			

¹ OMB Circular No. A-11 (2004), Section 112.2

**Executive Branch
Deferral Scenario**

**Pre - Closing Adjusted Trial Balance
20X1 - QTR 1**

20X1 - QTR 1	Debit	Credit
Budgetary		
4119	1,000	
4430		1,000
4450	0	0
Total	<u>1,000</u>	<u>1,000</u>
Proprietary		
1010	1,000	
3101	0	1,000
Total	<u>1,000</u>	<u>1,000</u>

²Closing Entries for Quarter 1 Reporting

- To record closing of fiscal year activity that increases unexpended appropriations.

<u>Budgetary Entry</u>		
None		
<u>Proprietary Entry</u>		
DR 3101 Unexpended Appropriations – Appropriations Received	1,000	TC F233
CR 3100 Unexpended Appropriations Cumulative	1,000	

**Post- Closing Trial Balance
QTR 1**

QTR 1	Debit	Credit
Budgetary		
4119	1,000	
4430	0	1,000
Total	<u>1,000</u>	<u>1,000</u>
Proprietary		
1010	1,000	
3100	0	1,000
Total	<u>1,000</u>	<u>1,000</u>

² Closing Entries are for illustrative purposes only.

*Executive Branch
Deferral Scenario*

**SF133: REPORT ON BUDGET EXECUTION AND BUDGETARY RESOURCES
20X1 - QTR 1³**

BUDGETARY RESOURCES

1. Budget Authority	
A. Appropriation (4119E)	<u>1,000</u>
7. Total Budgetary Resources	<u>1,000</u>

STATUS OF BUDGETARY RESOURCES

10. Unobligated Balance Not Available	
B. Deferred (4430E)	<u>1,000</u>
11. Total Status of Budgetary Resources	<u>1,000</u>

³ Showing the Quarterly SF-133 for illustration purposes only.

**Executive Branch
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Reversing Entries

- To reverse the entry to record closing of fiscal year activity that increases unexpended appropriations.

<u>Budgetary Entry</u>		
None		TC
<u>Proprietary Entry</u>		F233
DR 3100 Unexpended Appropriations Cumulative	1,000	
CR 3101 Unexpended Appropriations – Appropriations Received	1,000	

**Beginning Trial Balance
QTR 4**

QTR 4	Debit	Credit
Budgetary		
4119	1,000	
4430	<u>0</u>	<u>1,000</u>
Total	<u>1,000</u>	<u>1,000</u>
Proprietary		
1010	1,000	
3101	<u>0</u>	<u>1,000</u>
Total	<u>1,000</u>	<u>1,000</u>

**Executive Branch
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20X1 - QTR 4

Authority previously unavailable becomes available. Generally, by September 30th through a series of reapportionments, OMB will release all previously deferred amounts.

1. To record authority previously unavailable as available.

20X1 – QTR 4			
<u>Budgetary Entry</u>			TC
DR 4430 Unapportioned Authority – OMB Deferral	1,000		A126
CR 4450 Unapportioned Authority		1,000	
<u>Proprietary Entry</u>			
None			

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

20X1 – QTR 4			
<u>Budgetary Entry</u>			TC
DR 4450 Unapportioned Authority	1,000		A116
CR 4510 Apportionments		1,000	

3. To record allotment of authority.

20X1 – QTR 4			
<u>Budgetary Entry</u>			TC
DR 4510 Apportionments	1,000		A120
CR 4610 Allotments – Realized Resources		1,000	

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**Pre - Closing Adjusted Trial Balance
20X1 – Year End**

20X1 – YE	Debit	Credit
Budgetary		
4119	1,000	
4430		0
4450		0
4510		0
4610	<u>0</u>	<u>1,000</u>
Total	<u>1,000</u>	<u>1,000</u>
Proprietary		
1010	1000	
3101	<u>0</u>	<u>1,000</u>
Total	<u>1,000</u>	<u>1,000</u>

***Executive Branch
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Closing Entries

1. To record the consolidation of actual net-funded resources.

20X1 – QTR 4		
<u>Budgetary Entry</u>		TC F204
DR 4201 Total Actual Resources - Collected	1,000	
CR 4119 Other Appropriations Realized	1,000	
<u>Proprietary Entry</u>		
None		

2. To record the closing of unobligated balances in programs subject to apportionment to unapportioned authority.

20X1 – QTR 4		
<u>Budgetary Entry</u>		TC F210
DR 4610 Allotments – Realized Resources	1,000	
CR 4450 Unapportioned Authority	1,000	
<u>Proprietary Entry</u>		
None		

3. To record closing to unexpended appropriations.

20X1 – QTR 4		
<u>Budgetary Entry</u>		TC F210
None		
<u>Proprietary Entry</u>		
DR 3101 Unexpended Appropriations – Appropriations Received	1,000	
CR 3100 Unexpended Appropriations – Cumulative	1,000	

*Executive Branch
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**Post- Closing Trial Balance
YEAR 1**

YEAR 1	Debit	Credit
Budgetary		
4201	1,000	
4450		1,000
Total	<u>1,000</u>	<u>1,000</u>
Proprietary		
1010	1,000	
3100	<u>0</u>	<u>1000</u>
Total	<u>1,000</u>	<u>1,000</u>

SF133: REPORT ON BUDGET EXECUTION AND BUDGETARY RESOURCES
For Year Ended September 30, 20X1

BUDGETARY RESOURCES

1. Budget Authority	
A. Appropriation (4119E)	1,000
7. Total Budgetary Resources	<u>1,000</u>

STATUS OF BUDGETARY RESOURCES

9. Unobligated balance:	
A1. Apportioned, Balance Currently Available (4610E)	1,000
11. Total Status of Budgetary Resources	<u>1,000</u>

**USSGL 2108 Year-end Closing Statement
For Year Ended September 30, 20X1**

Column 5 Postclosing Unexpended Balance (1010E)	1,000
Column 11 Unobligated Balance (4450E)	1,000

***Executive Branch
Deferral Scenario***

**Balance Sheet
For Year Ended September 30, 20X1**

Assets

Intragovernmental Assets

1. Fund Balance With Treasury (1010E)	<u>1,000</u>
15. Total Assets	<u>1,000</u>

Liabilities

Intragovernmental Liabilities

16. Accounts Payable (2110E)	<u>0</u>
27. Total Liabilities	<u>0</u>

Net Position

29. Unexpended Appropriation (3100E)	1,000
30. Cumulative Results of Operations (3310E)	0
31. Total Net Position	<u>0</u>
32. Total Liabilities and Net Position	<u>1,000</u>

**Statement of Net Cost
For Year Ended September 30, 20X1**

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>

***Executive Branch
Deferral Scenario***

**Statement of Changes in Net Position
For Year Ended September 30, 20X1**

	<u>Cum. Results</u>	<u>Unexp. Approp.</u>
1. Beginning Balances (3100E and 3310E)	0	0
3. Beginning Balance As Adjusted	0	0
Budgetary Financing Sources:		
4. Appropriations received (3101E)	0	1,000
7. Appropriations used (3107E) (5700E)	0	0
16. Total Financing Sources	<u>0</u>	<u>1,000</u>
17. Net Cost of Operations	<u>0</u>	<u>0</u>
18. Ending Balances	<u>0</u>	<u>1,000</u>

**Statement of Financing
For Year Ended September 30, 20X1**

Resources Used to Finance Activities:	
Budgetary Resources Obligated	
1. Obligations Incurred (4801E-B + 4901E-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>0</u>
17. Total Resources Used to Finance Items Not Part of the Net Cost of Operations	<u>0</u>
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>

*Executive Branch
Deferral Scenario*

**BUDGET PROGRAM AND FINANCING (P&F) SCHEDULE PRIOR-YEAR
ACTUAL COLUMN FOR YEAR ENDED SEPTEMBER 30, 20X1 REPORTING**

(EXECUTIVE BRANCH)

BUDGETARY RESOURCES AVAILABLE FOR OBLIGATION

2200 New budget authority (gross) (sum 4000...6962)	1,000
2440 Unobligated balance available, end of year (4610E)	1,000

NEW BUDGET AUTHORITY (GROSS), DETAIL

4000 Appropriation (4119E)	1,000
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NET BUDGET AUTHORITY AND OUTLAYS

8900 Budget authority (net) (sum 2200 - (8800..8845), 8895, 8896)	1,000
9000 Outlays (net) (sum (8690..8698) - (8800..8845))	0