Proposed FY 2020 Changes to BA and CA:

Proposed Changes for Borrowing Authority:

New:

Account Title: Current-Year Definite Borrowing Authority
Account Number: 414120
Normal Balance: Debit
Definition: The amount of new definite borrowing authority available to obligate. Once obligated, the amount is available to be exercised and converted to cash based on monies borrowed from the Bureau of the Fiscal Service or Federal Financing Bank in order to liquidate unpaid obligations. In limited situations, there may be legal authority to substitute spending authority from offsetting collections for the borrowing authority.

Justification: Separate current-year definite contract authority from current-year indefinite contract authority.

Delete:

Account Title: Estimated Indefinite Borrowing Authority
Account Number: 404200
Normal Balance: Debit
Definition: The amount of estimated indefinite borrowing authority required to finance estimated obligations during the current year. The balance in this account will be adjusted to zero at yearend.

Justification: Based on USSGL account changes related to borrowing authority, there is no need to have an estimate for Indefinite Borrowing Authority.

Modification:

Account Title: Current-Year Indefinite Borrowing Authority Realized
Account Number: 414100
Normal Balance: Debit
Definition: The authorized amount of new indefinite borrowing authority available to obligate. Once obligated, the amount is available to be exercised and converted to cash based on to expend monies borrowed from the Bureau of the Fiscal Service or other investors Federal Financing Bank in order to liquidate unpaid obligations. Report authority borrowed for such obligations even though the Federal agency ultimately will use subsequent appropriations or offsetting collections to liquidate the obligations. In limited situations, there may be legal authority to substitute spending authority from offsetting collections for the borrowing authority.

Justification: Separate current-year indefinite borrowing authority from current-year definite borrowing authority.
Account Title: Current-Year Decreases to Indefinite Borrowing Authority Realized
Account Number: 414300
Normal Balance: Credit
Definition: The amount necessary needed to reconcile current-year indefinite borrowing authority realized to the amount of obligations incurred for a Treasury Appropriation Fund Symbol as of yearends that are funded with indefinite borrowing authority.

Justification: Make the language clearer.

Proposed Changes to Borrowing Authority TCs:

Delete:

A162 To record an estimate of indefinite borrowing authority to cover obligations for the current year.

Reference: USSGL implementation guidance; USSGL Budgetary Accounting Guide

Budgetary Entry
Debit 404200 Estimated Indefinite Borrowing Authority
   Credit 445000 Unapportioned Authority
   Credit 462000 Unobligated Funds Exempt From Apportionment
Proprietary Entry
None

Justification: Account 404200 has been deleted so this TC is no longer needed.

A154 To record the realization of borrowing authority that was previously estimated.

Comment: When borrowing authority is estimated, the actual borrowing authority is realized based on the amount obligated. Also post USSGL TC-B306.

Reference: USSGL implementation guidance; Borrowing Authority Case Studies

Budgetary Entry
Debit 414100 Current-Year Borrowing Authority Realized
   Credit 404200 Estimated Indefinite Borrowing Authority
Proprietary Entry
None

Justification: Account 404200 has been deleted so this TC is no longer needed.
Modifications:
A152 To record indefinite or definite borrowing authority.

Comment: To cover reductions of indefinite borrowing authority, see USSGL TC-A148.

Reference: USSGL implementation guidance; USSGL Budgetary Accounting Guide

Budgetary Entry
Debit 414100 Current-Year Indefinite Borrowing Authority Realized
Debit 414120 Current-Year Definite Borrowing Authority
Credit 445000 Unapportioned Authority
Credit 462000 Unobligated Funds Exempt From Apportionment

Proprietary Entry
None

A158 To record actual reductions to indefinite borrowing authority previously anticipated.

Comment: See USSGL TC-A164 for anticipated reductions to borrowing authority.

Reference: USSGL implementation guidance; USSGL Budgetary Accounting Guide

Budgetary Entry
Debit 404400 Anticipated Reductions to Borrowing Authority
Credit 414300 Current-Year Decreases to Indefinite Borrowing Authority Realized

Proprietary Entry
None

Proposed Changes for Contract Authority:

New:

Account Title: Current-Year Definite Contract Authority
Account Number: 413120
Normal Balance: Debit
Definition: The amount of new definite contract authority to incur obligations in advance of a separate appropriation of liquidating cash or collections.

Justification: Separate current-year definite contract authority from current-year indefinite contract authority.
Delete:
Account Title: Estimated Indefinite Contract Authority
Account Number: 403200
Normal Balance: Debit
Definition: The estimated amount of indefinite contract authority during the fiscal year that permits a Federal agency to incur obligations in advance of liquidating authority.

Justification: Based on USSGL account changes related to contract authority, there is no need to have an estimate for Indefinite Contract Authority.

Modifications:
Account Title: Current-Year Indefinite Contract Authority Realized
Account Number: 413100
Normal Balance: Debit
Definition: The amount of new indefinite contract authority to incur obligations in advance of a separate appropriation of liquidating cash or collections.

Justification: Separate current-year indefinite contract authority from current-year definite contract authority.

Proposed Changes to Contract Authority TCs:

Delete:
A168 To record the realization of contract authority that was previously anticipated.

Comment: When contract authority is estimated, the actual contract authority is realized based on the amount obligated. Also post USSGL TC-B306.

Reference: USSGL implementation guidance; Contract Authority Case Studies

Budgetary Entry
Debit 413100 Current-Year Contract Authority Realized
Credit 403200 Estimated Indefinite Contract Authority

Proprietary Entry
None
A176 To record the anticipated indefinite contract authority to cover anticipated obligations for the current year.

**Reference:** USSGL implementation guidance; Contract Authority Case Studies

**Budgetary Entry**
Debit 403200 Estimated Indefinite Contract Authority
Credit 445000 Unapportioned Authority
Credit 462000 Unobligated Funds Exempt From Apportionment

**Proprietary Entry**
None

**Modifications:**
A166 To record definite and indefinite contract authority based on legislation.

**Reference:** USSGL implementation guidance; Contract Authority Case Studies

**Budgetary Entry**
Debit 413100 Current-Year Indefinite Contract Authority **Realized**
Debit 413120 Current-Year Definite Contract Authority
Credit 445000 Unapportioned Authority
Credit 462000 Unobligated Funds Exempt From Apportionment

**Proprietary Entry**
None

A174 To record an unanticipated actual decrease to indefinite contract authority.

**Comment:** For the reduction of unobligated balances for indefinite contract authority, record the yearend preclosing USSGL TC-F112.

**Reference:** USSGL implementation guidance; Contract Authority Case Studies

**Budgetary Entry**
Debit 445000 Unapportioned Authority
Debit 462000 Unobligated Funds Exempt From Apportionment
Credit 413300 Decreases to Indefinite Contract Authority

**Proprietary Entry**
None
Proposed Modifications to Closing TCs:
F112 To record adjustments for anticipated resources not realized.

Comment: Balance in the anticipated accounts must be zero at yearend.

Budgetary Entry
Debit 405000 Anticipated Reductions to Appropriations by Offsetting Collections or Receipts
Debit 413100 Current-Year Indefinite Contract Authority Realized
Debit 413120 Current-Year Definite Contract Authority
Debit 414100 Current-Year Indefinite Borrowing Authority Realized
Debit 414120 Current-Year Definite Borrowing Authority
Debit 445000 Unapportioned Authority
Debit 451000 Apportionments
Debit 459000 Apportionments - Anticipated Resources - Programs Subject to Apportionment
Debit 469000 Anticipated Resources - Programs Exempt From Apportionment
  Credit 403200 Estimated Indefinite Contract Authority
  Credit 404200 Estimated Indefinite Borrowing Authority
  Credit 406000 Anticipated Collections From Non-Federal Sources
  Credit 407000 Anticipated Collections From Federal Sources
  Credit 412000 Anticipated Indefinite Appropriations
  Credit 421000 Anticipated Reimbursements and Other Income
  Credit 421500 Anticipated Expenditure Transfers from Trust Funds
  Credit 431000 Anticipated Recoveries of Prior-Year Obligations
  Credit 445000 Unapportioned Authority

Proprietary Entry
None
F113 To record the reduction of unobligated balances for indefinite contract or indefinite borrowing authority at yearend.

**Comment:** Unobligated balances for indefinite contract or borrowing authority must be zero at yearend.

**Reference:** USSGL implementation guidance; Contract Authority Case Studies

**Budgetary Entry**
Debit 445000 Unapportioned Authority
Debit 451000 Apportionments
Debit 461000 Allotments - Realized Resources
Debit 462000 Unobligated Funds Exempt From Apportionment
Debit 470000 Commitments - Programs Subject to Apportionment
Debit 472000 Commitments - Programs Exempt From Apportionment
  Credit 404800 Anticipated Transfers to the General Fund of the U.S. Government - Prior-Year Balances
  Credit 413300 Decreases to Indefinite Contract Authority
  Credit 414300 Current-Year Decreases to Indefinite Borrowing Authority

**Proprietary Entry**
None

F304 To record the closing of fiscal-year contract authority.

**Budgetary Entry**
Debit 413200 Substitution of Contract Authority
Debit 413300 Decreases to Indefinite Contract Authority
Debit 413400 Contract Authority Withdrawn
Debit 413500 Contract Authority Liquidated
Debit 413900 Contract Authority Carried Forward
Debit 439200 Permanent Reduction - New Budget Authority
Debit 439300 Permanent Reduction - Prior-Year Balances
  Credit 413100 Current-Year Indefinite Contract Authority
  Credit 413120 Current-Year Definite Contract Authority
  Credit 413900 Contract Authority Carried Forward

**Proprietary Entry**
None
**F306** To record the closing of fiscal-year borrowing authority.

**Budgetary Entry**
- Debit 414000 Substitution of Borrowing Authority
- Debit 414300 Current-Year Decreases to Indefinite Borrowing Authority Realized
- Debit 414400 Borrowing Authority Withdrawn
- Debit 414500 Borrowing Authority Converted to Cash
- Debit 414900 Borrowing Authority Carried Forward
- Debit 439200 Permanent Reduction - New Budget Authority
- Debit 439300 Permanent Reduction - Prior-Year Balances
  - Credit 414100 Current-Year Indefinite Borrowing Authority Realized
  - Credit 414120 Current-Year Definite Borrowing Authority
  - Credit 414900 Borrowing Authority Carried Forward

**Proprietary Entry**
- None