

ECONOMY ACT

REIMBURSABLE BUY/SELL ACTIVITY

EFFECTIVE FISCAL 2022

PREPARED BY:

GENERAL LEDGER AND ADVISORY BRANCH

FISCAL ACCOUNTING OPERATIONS

BUREAU OF THE FISCAL SERVICE

U.S. DEPARTMENT OF THE TREASURY

Version Control

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| Version | Date | Author(s) | Reviewer(s) | Description of Changes |
| 1.0 | 9/2002 | N/A | N/A |  |
| 2.0 | 4/7/2022 | Kyle Moore |  | Updated with new Branch SOP format and scenario formatting details. Updated USSGL Accounts and Transactions |
| 2.1 | 11/22/2024 | Terence Caldwell | Josh Hudkins | Updated scenario to properly align with GTAS edits that were added after the scenario published in 2022. |

# Background

The Economy Act of 1932, as amended, 31 U.S.C. § 1535, permits Federal Government agencies to purchase goods or services from other Federal Government agencies or other major organizational units within the same agency. An Economy Act purchase is permitted only if: (1) amounts for the purchase are actually available, (2) the purchase is in the best interest of the Government, (3) the ordered goods or services cannot be provided by contract from a commercial enterprise, i.e., the private sector, as conveniently or cheaply as could be by the Government, and (4) the agency or unit to fill the order is able to provide or get by contract the

ordered goods or services.

The Federal Acquisition Regulations (FAR), 48 CFR 17.5 provides further requirements for Economy Act agreements. The FAR provides that an order cannot be placed under the Economy Act if a more specific statutory authority exists. Purchases pursuant to the Economy Act are not exempt from the requirements of 48 CFR 7.3, “Contractor Versus Government Performance.”

Thus, Office of Management and Budget (OMB) Circular No. A-76 applies to Economy Act agreements. Economy Act agreement must achieve full cost recovery, and there is no law permitting a waiver of this full cost recovery requirement. Full cost recovery includes direct and indirect costs.

Further, the Economy Act does not allow a Federal agency or unit to receive a profit when providing goods or services.

The FAR states that Economy Act orders must include (1) a description of the supplies or services required; (2) delivery requirements; (3) a funds citation; (4) a payment provision; and (5) acquisition authority as may be appropriate.

Section 20.10 of OMB Circular No. A-11 states “When a reimbursable agreement with another Federal account is accompanied by a cash advance, you may disburse to pay obligations associated with that advance. However, if you are authorized to incur

obligations against customer orders from other Federal accounts without an advance, the order establishes obligational authority only and you may not disburse the account into a negative position (see section 145.2 on Antideficiency Act violations).”

Based on the period of availability of the ordering agency Treasury Appropriation Fund Symbol (TAFS), section 130.9 of A-11 includes a table detailing periods of availability of the performing agency TAFS. The OMB Circular No. A-11 can be found at:

[Circulars | The White House](https://www.whitehouse.gov/omb/information-for-agencies/circulars/#budget)

Many Economy Act transactions will be processed in G-Invoicing. G-Invoicing is not an accounting system, but rather a central repository to support the accounting of Buy/Sell transaction events. Please reference the G-Invoicing Program Guide for Basic Accounting and Reporting Scenario (FY 2022) for further information on G-Invoicing.

[The U.S. Standard General Ledger - USSGL Implementation Guidance (treasury.gov)](https://www.fiscal.treasury.gov/ussgl/resources-implementation.html#specialized)

For further information on Buy/Sell Intragovernmental Transactions (IGT) please reference TFM Volume 1, Part 2, Chapter 4700, Appendix 8.

[I TFM PART 2 CHAPTER 4700: FEDERAL ENTITY REPORTING REQUIREMENTS FOR THE FINANCIAL REPORT OF THE UNITED STATES GOVERNMENT (treasury.gov)](https://tfm.fiscal.treasury.gov/v1/p2/c470.html)

Listing of USSGL Accounts Used in This Scenario

|  |  |
| --- | --- |
| Account | Account Description |
| Budgetary |  |
| 411900 | Other Appropriations Realized |
| 421000 | Anticipated Reimbursements |
| 422100 | Unfilled Customer Orders Without Advance |
| 422200 | Unfilled Customer Orders With Advance |
| 425100 | Reimbursements Earned - Receivable |
| 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 |
| 480200 | Undelivered Orders – Obligations, Prepaid/Advanced |
| 490100 | Delivered Orders - Obligations, Unpaid |
| 490200 | Delivered Orders - Obligations, Paid |
|  |  |
| Proprietary |  |
| 101000 | Fund Balance With Treasury |
| 131000 | Accounts Receivable |
| 141000 | Advances and Prepayments |
| 175000 | Equipment |
| 175900 | Accumulated Depreciation on Equipment |
| 211000 | Accounts Payable |
| 231000 | Liability for Advances and Prepayments |
| 310000 | Unexpended Appropriations |
| 310100 | Unexpended Appropriations - Appropriations Received |
| 310700 | Unexpended Appropriations - Used - Accrued |
| 310710 | Unexpended Appropriations – Used - Disbursed |
| 331000 | Cumulative Results of Operations |
| 420100 | Total Actual Resources – Collected |
| 510000 | Revenue From Goods Sold |
| 520000 | Revenue From Services Provided |
| 570000 | Expended Appropriations– Used - Accrued |
| 570010 | Expended Appropriations - Disbursed |
| 610000 | Operating Expenses/Program Costs |
| 650000 | Cost of Goods Sold |
| 671000 | Depreciation, Amortization, and Depletion |
|  |  |
| Memorandum |  |
| 880100 | Offset for Purchases of Assets |
| 880200 | Purchases of Property, Plant, and Equipment |
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This scenario portrays reimbursable Economy Act transactions in which the ordering agency and performing agency both have annual TAFs. Transactions highlight the following points.

* Reimbursable operations under the Economy Act between two annual TAFS
* Budget authority provided through offsetting collections
* Performing activity receives orders with and without advances
* Availability of funds as applied to reimbursable agreements between ordering and performing entities
* Reduce unfilled customer orders to obligation balance due to an expiring appropriation of the ordering entity, in accordance with the Economy Act

Performing fund activity is shown in all transactions and in the accompanying reports and financial statements. Ordering fund transactions are shown only when applicable to the fund’s activities with the performing fund. Therefore, no reports or financial statements are displayed for the ordering fund. Also, it is presumed that the ordering fund uses general fund appropriations.

The Economy Act has two parts. Without Advances and With Advances. It is important that agencies determine which part of the scenario applies to them. “Economy Act (Without Advances)” begins on the following page and the “Economy Act (With Advances)” begins on page 32.

Economy Act (Without Advances)– Year 1

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| --- |
| 1. The agency’s annual Appropriations Act provides $150,000 in appropriated funds to the performing agency. A warrant for $150,000 is issued to the performing fund. In this scenario, the other funding source is the direct appropriation. |
| ORDERING FUND | Debit | Credit | TC | PERFORMING FUND | Debit | Credit | TC |
| Budgetary EntryNot Applicable |  |  |  | Budgetary Entry411900 (D) Other Appropriations Realized 445000 (D) Unapportioned – Unexpired AuthorityProprietary Entry101000 Fund Balance With Treasury 310100 Unexpended Appropriations - Appropriations Received | 150,000150,000 | 150,000150,000 | A104 |

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| --- |
| 2. The performing agency anticipates $50,000 in spending authority from offsetting collections (reimbursable.)  |
| ORDERING FUND | Debit | Credit | TC | PERFORMING FUND | Debit | Credit | TC |
| Not Applicable. |  |  |  | Budgetary Entry421000 (R)Anticipated Reimbursements 449000 (R) Anticipated Resources – Unapportioned AuthorityProprietary EntryNone. | 50,000 | 50,000 | A702 |

Economy Act (Without Advances)– Year 1

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| 3. An agency submits an apportionment/reapportionment schedule to the Office of Management and Budget (OMB) requesting apportionment. OMB subsequently approves. ($150,000 (i.e. Direct) general fund appropriation + $50,000 (i.e. Reimbursable) anticipated from spending authority from offsetting collections.) |
| ORDERING FUND | Debit | Credit | TC | PERFORMING FUND | Debit | Credit | TC |
| Budgetary EntryNot Applicable |  |  |  | Budgetary Entry445000 (D) Unapportioned – Unexpired Authority 451000 (D) Apportionments 449000 (R) Anticipated Resources – Unapportioned Authority 459000 (R) Apportionments – Anticipated Resources – Programs Subject to ApportionmentProprietary EntryNone. | 150,00050,000 | 150,00050,000 | A116A118 |

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| 4 The agency head allots the available apportionment and approves automatic allotment of resources realized (i.e. Direct) |
| ORDERING FUND | Debit | Credit | TC | PERFORMING FUND | Debit | Credit | TC |
| Not Applicable. |  |  |  | Budgetary Entry451000 (D) Apportionments 461000 (D) Allotments – Realized ResourcesProprietary EntryNone. | 150,000 | 150,000 | A120 |

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| 5. The performing agency orders equipment. The funding came from general fund appropriations, not from reimbursable activity. (i.e. Direct) |
| ORDERING FUND | Debit | Credit | TC | PERFORMING FUND | Debit | Credit | TC |
| Not Applicable. |  |  |  | Budgetary Entry461000 (D) Allotments – Realized Resources 480100 (D) Undelivered Orders – Obligations, UnpaidProprietary EntryNone. | 50,000 | 50,000 | B306 |

Economy Act (Without Advances)– Year 1

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| 6. The performing agency receives equipment from transaction 5. Equipment has a 5-year useful life and no salvage value. See transaction #23 for depreciation entry. Please note this order will be paid for from the direct appropriation.(i.e. Direct) |
| ORDERING FUND | Debit | Credit | TC | PERFORMING FUND | Debit | Credit | TC |
| Not Applicable. |  |  |  | Budgetary Entry480100 (D) Undelivered Orders – Obligations, Unpaid 490100 (D) Delivered Orders – Obligations, Unpaid Proprietary Entry175000 Equipment 211000 Accounts Payable310700 Unexpended Appropriations – Used - Accrued 570000 Expended Appropriations – Used - Accrued Memorandum Entry880200 Purchases of Property, Plant, and Equipment 880100 Offset for Purchases of Assets | 50,00050,00050,00050,000 | 50,00050,00050,00050,000 | B402B134G120 |

Economy Act (Without Advances)– Year 1

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| 7. The performing agency pays for equipment ordered and received in transactions 5 and 6. (i.e. Direct) |
| ORDERING FUND | Debit | Credit | TC | PERFORMING FUND | Debit | Credit | TC |
| Not Applicable. |  |  |  | Budgetary Entry490100 (D) Delivered Orders – Obligations, Unpaid  490200 (D) Delivered Orders – Obligations, Paid Proprietary Entry211000 Accounts Payable 101000 Fund Balance With Treasury310710 Unexpended Appropriations – Used - Disbursed570000 Expended Appropriations – Used - Accrued 310700 Unexpended Appropriations – Used - Accrued 570010 Expended Appropriations - Disbursed | 50,00050,00050,00050,000 | 50,00050,00050,00050,000 | B110B235 |

Economy Act (Without Advances)– Year 1

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| 8. The performing agency accepts order #1 from the ordering agency. The order is a $20,000 order for services from the ordering agency’s annual TAFS without an advance. (i.e., reimbursable) |
| ORDERING FUND | Debit | Credit | TC | PERFORMING FUND | Debit | Credit | TC |
| Budgetary Entry461000 Allotments – Realized Resources 480100 Undelivered Orders – Obligations, Unpaid | 20,000 | 20,000 | B306 | Budgetary Entry422100 (R) Unfilled Customer Orders w/o Advance 421000 (R) Anticipated Reimbursement459000 (R) Apportionments – Anticipated Resources – Programs Subject to Apportionment 451000 (R) ApportionmentsProprietary EntryNone. | 20,00020,000 | 20,00020,000 | A706A123 |

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| 9. To record the allotment of authority. (i.e., reimbursable) |
| ORDERING FUND | Debit | Credit | TC | PERFORMING FUND | Debit | Credit | TC |
| Budgetary EntryNot Applicable |  |  |  | Budgetary Entry451000 (R) Apportionments 461000 (R) Allotments – Realized ResourcesProprietary EntryNone. | 20,000 | 20,000 | A120 |

Economy Act (Without Advances)– Year 1

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| 10. The performing agency orders supplies that will be used in providing the necessary services to the ordering agency. (i.e., reimbursable)  |
| ORDERING FUND | Debit | Credit | TC | PERFORMING FUND | Debit | Credit | TC |
| Not Applicable. |  |  |  | Budgetary Entry461000 (R) Allotments – Realized Resources 480100 (R) Undelivered Orders – Obligations, UnpaidProprietary Entry | 10,000 | 10,000 | B306 |

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| 11. The performing agency’s fund receives supplies from transaction 10. (i.e., reimbursable) |
| ORDERING FUND | Debit | Credit | TC | PERFORMING FUND | Debit | Credit | TC |
| Not Applicable. |  |  |  | Budgetary Entry480100 (R)Undelivered Orders – Obligations, Unpaid 490100 (R) Delivered Orders – Obligations, Unpaid Proprietary Entry610000 Operating Expenses/Program Costs 211000 Accounts Payable310700 Unexpended Appropriations - Used – Accrued 570000 Expended Appropriations - Used - Accrued  | 10,00010,00010,000 | 10,00010,00010,000 | B402B134 |

Economy Act (Without Advances)– Year 1

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| 12. The performing agency pays for supplies ordered and received in transactions 10 and 11. (i.e., reimbursable) (See background section excerpt from section 20.10 in OMB CircularA-11. FBWT (e.g., 101000) derived from non-reimbursable budgetary resources may be used for liquidation purposes while awaiting reimbursement as long as this cash management practice does not violate any existing laws and where the TAFS’ FBWT remains in a positive position. Internal adjustments are not shown but could be necessary. |
| ORDERING FUND | Debit | Credit | TC | PERFORMING FUND | Debit | Credit | TC |
| Not Applicable. |  |  |  | Budgetary Entry490100 (R) Delivered Orders – Obligations, Unpaid  490200 (R) Delivered Orders – Obligations, Paid Proprietary Entry211000 Accounts Payable 101000 Fund Balance With Treasury310710 Unexpended Appropriations - Used – Disbursed 570010 Expended Appropriations – Disbursed570000 Expended Appropriations - Used – Accrued 310700 Unexpended Appropriations - Used – Accrued | 10,00010,00010,00010,000 | 10,00010,00010,00010,000 | B110B235 |

Economy Act (Without Advances)– Year 1

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| 13. To record administrative expenses related to order #1. (i.e., reimbursable) (See background section excerpt from section 20.10 in OMB CircularA-11. FBWT (e.g., 101000) derived from non-reimbursable budgetary resources may be used for liquidation purposes while awaiting reimbursement as long as this cash management practice does not violate any existing laws and where the TAFS’ FBWT remains in a positive position. Internal adjustments are not shown but could be necessary. |
| ORDERING FUND | Debit | Credit | TC | PERFORMING FUND | Debit | Credit | TC |
| Not Applicable |  |  |  | Budgetary Entry461000 (R)Allotments – Realized Resources 490200 (R) Delivered Orders – Obligations, PaidProprietary Entry610000 Operating Expenses/Program Costs 101000 Fund Balance with Treasury310710 Unexpended Appropriations - Used – Disbursed 570010 Expended Appropriations - Disbursed | 4,0004,0004,000 | 4,0004,0004,000 | B107B234 |

Economy Act (Without Advances)– Year 1

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| 14. The performing agency provides services (i.e., includes charges for labor, general, and administrative expenses) to Federal agency from order #1. Consistent with the reimbursable agreement, both agencies agree to leave the order open for additional work that may be obligated in the current year. (i.e., reimbursable) |
| ORDERING FUND | Debit | Credit | TC | PERFORMING FUND | Debit | Credit | TC |
| Budgetary Entry480100 Undelivered Orders – Obligations, Unpaid 490100 Delivered Orders – Obligations, UnpaidProprietary Entry610000 Operating Expenses/Program Costs 211000 Accounts Payable310700 Unexpended Appropriations – Used - Accrued 570000 Expended Appropriations – Used - Accrued | 14,00014,00014,000 | 14,00014,00014,000 | B402B134 | Budgetary Entry425100 (R) Reimbursements Earned - Receivable 422100 (R) Unfilled Customer Orders Without AdvanceProprietary Entry131000 Accounts Receivable  520000 Revenue From Services Provided | 14,00014,000 | 14,00014,000 | A714 |

Economy Act (Without Advances)– Year 1

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| 15. The performing agency receives payment from order #1. (i.e., reimbursable) |
| ORDERING FUND | Debit | Credit | TC | PERFORMING FUND | Debit | Credit | TC |
| Budgetary Entry490100 Delivered Orders – Obligations, Unpaid 490200 Delivered Orders – Obligations, PaidProprietary Entry211000 Accounts Payable 101000 Fund Balance With Treasury310710 Unexpended Appropriations – Used - Disbursed570000 Expended Appropriations – Used - Accrued 310700 Unexpended Appropriations – Used - Accrued 570010 Expended Appropriations - Disbursed | 14,00014,00014,00014,000 | 14,00014,00014,00014,000 | B110B235 | Budgetary Entry425200 (R) Reimbursements Earned - Collected From Federal/Non-Federal Exception Sources  425100 (R) Reimbursements Earned– ReceivableProprietary Entry101000 Fund Balance With Treasury 131000 Accounts Receivable 570010 Expended Appropriations – Disbursed 310710 Unexpended Appropriations – Used - Disbursed | 14,00014,00014,000 | 14,00014,00014,000 | C186B234R |

Economy Act (Without Advances)– Year 1

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| 16. The performing agency accepts order #2 from an ordering agency. The order is a $25,000 order for services from another federal agency’s annual TAFS without an advance. (i.e., reimbursable) |
| ORDERING FUND | Debit | Credit | TC | PERFORMING FUND | Debit | Credit | TC |
| Budgetary Entry461000 Allotments – Realized Resources 480100 Undelivered Orders – Obligations, Unpaid | 25,000 | 25,000 | B306 | Budgetary Entry422100 (R) Unfilled Customer Orders w/o Advance 421000 (R) Anticipated Reimbursement459000 (R) Apportionments – Anticipated Resources – Programs Subject to Apportionment 451000 (R) ApportionmentsProprietary EntryNone. | 25,00025,000 | 25,00025,000 | A706A123 |

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| 17. To record the allotment of authority. (i.e., reimbursable) |
| ORDERING FUND | Debit | Credit | TC | PERFORMING FUND | Debit | Credit | TC |
| Budgetary EntryNot Applicable |  |  |  | Budgetary Entry451000 (R) Apportionments 461000 (R) Allotments – Realized ResourcesProprietary EntryNone. | 25,000 | 25,000 | A120 |

Economy Act (Without Advances)– Year 1

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| --- |
| 18. The performing agency incurs and pays for salaries and benefits expenses. (i.e. Reimbursable/but Direct temporarily used). (See background section excerpt from section 20.10 in OMB CircularA-11. FBWT (e.g., 101000) derived from non-reimbursable budgetary resources may be used for liquidation purposes while awaiting reimbursement as long as this cash management practice does not violate any existing laws and where the TAFS’ FBWT remains in a positive position. Internal adjustments are not shown but could be necessary. |
| ORDERING FUND | Debit | Credit | TC | PERFORMING FUND | Debit | Credit | TC |
| Not Applicable. |  |  |  | Budgetary Entry461000 (R) Allotments – Realized Resources 490200 (R) Delivered Orders – Obligations, PaidProprietary Entry610000 Operating Expenses/Program Costs640000 Benefit Expenses 101000 Fund Balance With Treasury310710 Unexpended Appropriations - Used – Disbursed 570010 Expended Appropriations - Disbursed | 25,00019,0006,00025,000 | 25,00025,00025,000 | B107B234 |

Economy Act (Without Advances)– Year 1

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| 19. The performing agency provides services to federal agency (amount includes charges for labor and general and administrative expenses) from order #2. (i.e., reimbursable) |
| ORDERING FUND | Debit | Credit | TC | PERFORMING FUND | Debit | Credit | TC |
| Budgetary Entry480100 Undelivered Orders – Obligations, Unpaid 490100 Delivered Orders – Obligations, UnpaidProprietary Entry610000 Operating Expenses/Program Costs 211000Accounts Payable310700 Unexpended Appropriations – Used - Accrued 570000 Expended Appropriations – Used - Accrued | 25,00025,00025,000 | 25,00025,00025,000 | B402B134 | Budgetary Entry425100 (R) Reimbursements Earned - Receivable 422100 (R) Unfilled Customer Orders Without AdvanceProprietary Entry131000 Accounts Receivable  520000 Revenue From Services Provided | 25,00025,000 | 25,00025,000 | A714 |

Economy Act (Without Advances)– Year 1

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| --- |
| 20. The performing agency receives payment from order #2. (i.e., reimbursable) |
| ORDERING FUND | Debit | Credit | TC | PERFORMING FUND | Debit | Credit | TC |
| Budgetary Entry490100 Delivered Orders – Obligations, Unpaid 490200 Delivered Orders – Obligations, PaidProprietary Entry211000 Accounts Payable 101000 Fund Balance With Treasury310710 Unexpended Appropriations – Used - Disbursed570000 Expended Appropriations – Used - Accrued 310700 Unexpended Appropriations – Used - Accrued 570010 Expended Appropriations - Disbursed | 25,00025,00025,00025,000 | 25,00025,00025,00025,000 | B110B235 | Budgetary Entry425200 (R) Reimbursements Earned - Collected From Federal/Non-Federal Exception Sources  425100 (R) Reimbursements Earned– ReceivableProprietary Entry101000 Fund Balance With Treasury 131000 Accounts Receivable570010 Expended Appropriations – Disbursed 310710 Unexpended Appropriations – Used - Disbursed  | 25,00025,00025,000 | 25,00025,00025,000 | C186B234R |

|  |
| --- |
| 21 The performing agency records depreciation on equipment. |
| ORDERING FUND | Debit | Credit | TC | PERFORMING FUND | Debit | Credit | TC |
| Not Applicable. |  |  |  | Budgetary EntryNo entryProprietary Entry671000 Depreciation, Amortization and Depletion 175900 Accumulated Depreciation on Equipment | 10,000 | 10,000 | E120 |

Economy Act (Without Advances)– Year 1

PRE-CLOSING ADJUSTING ENTRIES

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| --- |
| 22. The performing agency reviews outstanding orders at year-end. There is an expiring federal annual TAFS that has not been fully obligated by the performing agency. The performing agency must write orders down to obligations against that order in accordance with the Economy Act (see OMB Circular A-11, section 20.12 and section 130.9). The ordering fund must also write down the order to comply with the Economy Act.[[1]](#footnote-1) (i.e., reimbursable) |
| ORDERING FUND | Debit | Credit | TC | PERFORMING FUND | Debit | Credit | TC |
| Budgetary Entry480100 Undelivered Orders – Obligations, Unpaid 461000 Allotments – Realized ResourcesProprietary EntryNo entry. | 6,000 | 6,000 | F111 | Budgetary Entry461000 (R) Allotments – Realized Resources 422100 (R) Unfilled Customer Orders Without AdvanceProprietary EntryNo entry. |   6,000 | 6,000 | F109 |

|  |
| --- |
| 23. The performing agency adjusts anticipated orders not realized and apportionments unavailable to zero. (i.e., reimbursable) |
| ORDERING FUND | Debit | Credit | TC | PERFORMING FUND | Debit | Credit | TC |
| Not Applicable. |  |  |  | Budgetary Entry459000 (R) Apportionments – Anticipated Resources – Programs Subject to Apportionment 421000 (R) Anticipated ReimbursementProprietary EntryNo entry. | 5,000 | 5,000 | F112 |

The following Trial Balance and Financial Statements are presented for the Performing Fund only.

Economy Act

Pre-Closing Trial Balance

 Year 1 (Without Advances)

|  |  |  |  |
| --- | --- | --- | --- |
| Account | Account Description | Debit | Credit |
| Budgetary |  |  |  |
| 411900D | Other Appropriation Realized | 150,000 | - |
| 425200R | Reimbursements Earned - Collected From Federal/Non-Federal Exception Sources | 39,000 | - |
| 461000D | Allotments – Realized Resources | - | 100,000 |
| 490200D | Delivered Orders – Obligations, Paid | - | 50,000 |
| 490200R | Delivered Orders – Obligations, Paid |  | 39,000 |
| Total |  | 189,000 | 189,000 |
|  |  |  |  |
| Proprietary |  |  |  |
| 101000 | Fund Balance With Treasury | 100,000 | - |
| 175000 | Equipment | 50,000 | - |
| 175900 | Accumulated Depreciation on Equipment | - | 10,000 |
| 310100 | Unexpended Appropriations – Appropriations Received | - | 150,000 |
| 310710 | Unexpended Appropriations – Used - Disbursed | 50,000 | - |
| 520000 | Revenue from Services Provided | - | 39,000 |
| 570010 | Expended Appropriations - Disbursed | - | 50,000 |
| 610000 | Operating Expenses/Program Costs | 33,000 | - |
| 640000 | Benefit Expense | 6,000 |  |
| 671000 | Depreciation, Amortization, and Depletion | 10,000 | - |
| Total |  | 249,000 | 249,000 |
|  |  |  |  |
| Memorandum |  |  |  |
| 880100 | Offset for Purchases of Assets | - | 50,000 |
| 880200 | Purchases of Property, Plant, and Equipment  | 50,000 | - |
| Total |  | 50,000 | 50,000 |

Economy Act (Without Advances) Financial Statements - Year 1

The following Financial Statements are presented for the Performing Fund only.

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| --- |
| BALANCE SHEET |
| Line No. |  |  |
|  | Assets (Note 2) |  |
|  | Intra-governmental |  |
| 1. | Fund Balance with Treasury (Note 3) (101000E) | 100,000 |
| 7. | Total Intra-governmental | 100,000 |
|  | Other than intra-governmental/With the public |  |
| 12 | General property, plant, and equipment, net (Note 10) (175000E, 175900E) | 40,000 |
| 18. | Total with the public (Calculated Lines 8 through 17) | 40,000 |
| 19. | Total assets (Calculated Lines 7 and 18) | 140,000 |
|  |  |  |
|  | Net position: |  |
| 41.2 | Unexpended appropriations – Funds From Other than Dedicated Collections (310100E, 310710E) | 100,000 |
| 42.2 | Cumulative results of operations – Funds from Other Than Dedicated Collections (520000E, 570010E, 610000E, 671000E, 880100E, 880200E) | 40,000 |
| 43. | Total net position (Calculated sum lines 41 and 42) | 140,000 |
| 44. | Total liabilities and net position (Calculated sum Lines 39 and 43) | 140,000 |

|  |
| --- |
| STATEMENT OF NET COST |
| Line No. |  |  |
|  | Gross Program Costs (Note 22): |  |
|  | Program A: |  |
| 1. | Gross costs (610000E, 640000E, 671000, 880100, 880200) | 49,000 |
| 2. | Less: earned revenue (520000) | (39,000) |
| 3. | Net program costs | 10,000 |
| 5. | Net program costs including Assumption Changes: | 10,000 |
| 8. | Net cost of operations | 10,000 |

Economy Act (Without Advances) Financial Statements - Year 1

|  |
| --- |
| STATEMENT OF CHANGES IN NET POSITION  |
| Line No. |  |  |
|  | Unexpended Appropriations: |  |
| 4. | Appropriations Received (310100E) | 150,000 |
| 7. | Appropriations used (310710E) | (50,000) |
| 8. | Net Change in Unexpended Appropriations (Calculated Lines 4 through 7) | 100,000 |
| 9. | Total Unexpended Appropriations (Calculated Lines 3 and 8) | 100,000 |
|  |  |  |
|  | Cumulative Results of Operations: |  |
| 14. | Appropriations used (570010E) | 50,000 |
|  |  |  |
| 21 | Net Cost of Operations (+/-) | (10,000) |
| 22. | Net Change in Cumulative Results of Operations (Calculated Lines 13 through 20 less line 21) | 40,000 |
| 23. | Cumulative Results of Operations- Ending (Calculated sum lines 12 and 22) | 40,000 |
| 24 | Net Position (Calculated sum lines 9 and 23) | 140,000 |

The following Financial Statements are presented for the Performing Fund only.

Economy Act (Without Advances) Financial Statements - Year 1

|  |
| --- |
| STATEMENT OF BUDGETARY RESOURCES |
| Line No. |  |  |
|  | Budgetary resources: |  |
| 1290 | Appropriations (discretionary and mandatory) (411900E) | 150,000 |
| 1890 | Spending authority from offsetting collections (discretionary and mandatory) (425200E) | 39,000 |
| 1910 | Total budgetary resources  | 189,000 |
|  |  |  |
|  | Status of Budgetary Resources: |  |
| 2190 | New obligations and upward adjustments (total) (490200E) | 89,000 |
|  |  |  |
|  | Unobligated balance, end of year: |  |
| 2204 | Apportioned, unexpired account (461000E) | 100,000 |
| 2412 | Unexpired unobligated balance, end of year | 100,000 |
| 2490 | Unobligated balance, end of year (total)  | 100,000 |
| 2500 | Total budgetary resources  | 189,000 |
|  |  |  |
|  | Outlays, Net and Disbursements, Net: |  |
| 4190 | Outlays, net (total) (discretionary and mandatory) (425200E, 490200E) | 50,000 |

Economy Act (Without Advances) Financial Statements - Year 1

|  |
| --- |
| SF 133 AND SCHEDULE P: REPORT ON BUDGET EXECUTION AND BUDGETARY RESOURCES AND BUDGET PROGRAM AND FINANCING SCHEDULE  |
| Line No. |  | SF 133 | Schedule P |
|  | BUDGETARY RESOURCES |  |  |
|  | All accounts: |  |  |
| 0900 | Total new obligations, unexpired accounts (490200E) | - | 89,000 |
|  | Budget authority: |  |  |
|  | Appropriations: |  |  |
|  | Discretionary: |  |  |
| 1100 | Appropriation (411900E) | 150,000 | 150,000 |
| 1160 | Appropriation, discretionary (total) | 150,000 | 150,000 |
| 1700 | Collected (425200E) | 39,000 | 39,000 |
| 1750 | Spending authority from offsetting collections, discretionary (total) | 39,000 | 39,000 |
| 1900 | Budget authority (total) | 189,000 | 189,000 |
| 1910 | Total budgetary resources | 189,000 | - |
| 1930 | Total budgetary resources available | - | 189,000 |
|  | Memorandum (non-add) entries: |  |  |
|  | All accounts: |  |  |
| 1941 | Unexpired unobligated balance, end of year (461000E) | - | 100,000 |
|  |  |  |  |
|  | STATUS OF BUDGETARY RESOURCES |  |  |
|  | New obligations and upward adjustments: |  |  |
|  | Direct: |  |  |
| 2002 | Category B (by project) (490200E) | 50,000 |  |
| 2004 | Direct obligations (total) | 50,000 |  |
|  | Reimbursable: |  |  |
| 2102 | Category B (by project) (, 490200E) | 39,000 |  |
| 2104 | Reimbursable obligations (total) | 39,000 |  |
| 2170 | New obligations, unexpired accounts (490200E) | 89,000 | - |
| 2190 | New obligations and upward adjustments (total) | 89,000 | - |
|  | Apportioned, unexpired accounts: |  |  |
| 2201 | Available in the current period (461000E) | 100,000 | - |
| 2412 | Unexpired unobligated balance: end of year | 100,000 | - |
| 2490 | Unobligated balance, end of year (total) | 100,000 | - |
| 2500 | Total budgetary resources  | 189,000 | - |
| SF 133 AND SCHEDULE P: REPORT ON BUDGET EXECUTION AND BUDGETARY RESOURCES AND BUDGET PROGRAM AND FINANCING SCHEDULE |
| Line No. |  | SF 133 | Schedule P |
|  | Memorandum (non-add) entries: |  |  |
| 2501 | Subject to apportionment unobligated balance, end of year (461000) | 100,000 |  |
|  |  |  |  |
|  | CHANGE IN OBLIGATED BALANCE |  |  |
|  | Unpaid obligations: |  |  |
| 3010 | New obligations, unexpired accounts (490200E) | 89,000 | 89,000 |
| 3020 | Outlays (gross) (-) (490200E) | (89,000) | (89,000) |
|  | Memorandum (non-add) entries: |  |  |
| 3200 | Obligated balance, end of year (+ or -) | - | - |
|  |  |  |  |
|  | BUDGET AUTHORITY AND OUTLAYS, NET |  |  |
|  | Discretionary: |  |  |
|  | Gross budget authority and outlays: |  |  |
| 4000 | Budget authority, gross | 189,000 | 189,000 |
|  |  |  |  |
|  | Outlays, gross |  |  |
| 4010 | Outlays from new discretionary authority (490200E) | 89,000 | 89,000 |
| 4020 | Outlays, gross (total) | 89,000 | 89,000 |
| 4030 | Federal sources (-) (425200E) | (39,000) | (39,000) |
| 4040 | Offsets against gross budget authority and outlays (total) (-) | (39,000) | (39,000) |
| 4070 | Budget authority net (discretionary) | 150,000 | 150,000 |
| 4080 | Outlays, net (discretionary) | 50,000 | 50,000 |
|  |  |  |  |
|  | Budget authority and outlays, net (total) |  |  |
| 4180 | Budget authority, net (total) | 150,000 | 150,000 |
| 4190 | Outlays, net (total) | 50,000 | 50,000 |
|  |  |  |  |
|  | Unexpended balances:  |  |  |
| 5321 | Direct unobligated balance, end of year (461000E) | 100,000 | 100,000 |
| 5323 | Discretionary unobligated balance, end of year (461000E) | 100,000 | 100,000 |

Economy Act (Without Advances) Reclassified Financial Statements – Year 1:

Note: Effective FY 2021, the Reclassified Balance Sheet is the same as the Balance Sheet. Therefore, the Reclassified Balance Sheet is not presented in this scenario.

|  |
| --- |
| RECLASSIFIED STATEMENT OF NET COST |
| Line No. |  |  |
|  | Gross Program Costs (Note 22): |  |
|  | Program A: |  |
| 2. | Non-federal gross cost (610000E, 640000E, 671000E) | 49,000 |
| 6. | Total non-federal gross cost | 49,000 |
| 7. | Federal gross cost |  |
| 8. | Total federal gross cost |  |
| 9. | Department total gross cut | 49,000 |
| 12. | Federal earned revenue |  |
| 12.2 | Buy/sell revenue (exchange) (RC 24) (520000E) | 39,000 |
| 13. | Total federal earned revenue | 39,000 |
| 14. | Department total earned revenue | 39,000 |
| 15. | Net cost of operation  | 10,000 |
|  |  |  |

|  |
| --- |
| RECLASSIFIED STATEMENT OF CHANGES IN NET POSITION  |
| Line No. |  |  |
|  |  |  |
| 7. | Budgetary financing sources: |  |
| 7.1 | Appropriations received in adjusted (rescissions and other adjustments) (RC 41) (310100) | 150,000 |
| 7.2 | Appropriations used (RC 39) (310710) | 50,000 |
| 7.3 | Appropriations expended (RC 38) (570010) | 50,000 |
| 7.30 | Total financing sources | 150,000 |
| 8 | Net cost of operations (+/-) | 10,000 |
| 9 | Net position, end of period | 140,000 |

Economy Act (Without Advances) Closing Entries– Year 1

|  |
| --- |
| 24. To record the consolidation of actual net-funded resources and reductions for withdrawn funds.  |
| ORDERING FUND | Debit | Credit | TC | PERFORMING FUND | Debit | Credit | TC |
| Not Applicable. |  |  |  | Budgetary Entry420100 (D) Total Actual Resources – Collected420100 (R) Total Actual Resources - Collected 411900 (D) Other Appropriations Realized 425200 (R) Reimbursements Earned - Collected From Federal/Non-Federal Exception SourcesProprietary EntryNo entry. | 150,000 39,000 | 150,00039,000 | F302 |

|  |
| --- |
| 25. To record the closing of unobligated authority for expiring authority. (i.e., direct) |
| ORDERING FUND | Debit | Credit | TC | PERFORMING FUND | Debit | Credit | TC |
| Not Applicable. |  |  |  | Budgetary Entry461000 (D) Allotments – Realized Resources 465000 (D) Allotments - Expired AuthorityProprietary EntryNo entry. | 100,000 | 100,000 | F312 |

Economy Act (Without Advances) Closing Entries– Year 1

|  |
| --- |
| 26. To record the closing of paid delivered orders to total actual resources. (i.e., direct and reimbursable) |
| ORDERING FUND | Debit | Credit | TC | PERFORMING FUND | Debit | Credit | TC |
| Not Applicable. |  |  |  | Budgetary Entry490200 (D) Delivered Orders – Obligations, Paid490200 (R) Delivered Orders – Obligations, Paid 420100 (D) Total Actual Resources – Collected 420100 (R) Total Actual Resources - CollectedProprietary EntryNo entry. | 50,00039,000 | 50,00039,000 | F314 |

|  |
| --- |
| 27. To record the closing of revenue, expense, and other financing source accounts to cumulative results of operations. |
| ORDERING FUND | Debit | Credit | TC | PERFORMING FUND | Debit | Credit | TC |
| Not Applicable. |  |  |  | Budgetary EntryNo entryProprietary Entry520000 Revenue from Services Provided570010 Expended Appropriations – Disbursed 331000 Cumulative Results of Operations 610000 Operating Expenses/Program Costs 640000 Benefit Expense 671000 Depreciation, Amortization, & depletion331000 Cumulative Results of Operations  | 39,00050,00049,000 | 89,00033,0006,00010,000 | F336 |

Economy Act (Without Advances) Closing Entries– Year 1

|  |
| --- |
| 28. To record the closing of fiscal year activity to unexpended appropriations.  |
| ORDERING FUND | Debit | Credit | TC | PERFORMING FUND | Debit | Credit | TC |
| Not Applicable. |   |  |  | Budgetary EntryNo entry.Proprietary Entry310100 Unexpended Appropriations – Appropriations Received 310000 Unexpended Appropriations310000 Unexpended Appropriations 310710 Unexpended Appropriations – Used - Disbursed | 150,00050,000 |  150,00050,000 | F342 |

|  |
| --- |
| 29. To record the closing of memorandum accounts for purchases.  |
| ORDERING FUND | Debit | Credit | TC | PERFORMING FUND | Debit | Credit | TC |
| Not Applicable. |   |  |  | Budgetary EntryNo entry.Proprietary EntryNo EntryMemorandum Entry880100 Offset for Purchases of Capitalized Assets 880200 Purchases of Capitalized Assets | 50,000 |  50,000 | F370 |

Economy Act

Post-Closing Trial Balance

|  |  |  |  |
| --- | --- | --- | --- |
|  Account | Account Description | Debit | Credit |
| Budgetary |  |  |  |
| 420100D | Total Actual Resources - Collected | 100,000 | - |
| 465000D | Allotments – Expired Authority | - | 100,000 |
| Total |  | 100,000 | 100,000 |
|  |  |  |  |
| Proprietary |  |  |  |
| 101000 | Fund Balance With Treasury | 100,000 | - |
| 175000 | Equipment | 50,000 | - |
| 175900 | Accumulated Depreciation on Equipment | - | 10,000 |
| 310000 | Unexpended Appropriations - Cumulative | - | 100,000 |
| 331000 | Cumulative Results of Operations | - | 40,000 |
| Total |  | 150,000 | 150,000 |

Economy Act (With Advances) – Year 1

|  |
| --- |
| 1. The agency’s annual Appropriations Act provides $150,000 in appropriated funds to the performing agency. A warrant for $150,000 is issued to the performing fund. |
| ORDERING FUND | Debit | Credit | TC | PERFORMING FUND | Debit | Credit | TC |
| Not Applicable. |  |  |  | Budgetary Entry411900 (D) Other Appropriations Realized  445000 (D) Unapportioned – Unexpired Authority Proprietary Entry101000 Fund Balance With Treasury 310100 Unexpended Appropriations - Appropriations Received | 150,000150,000 | 150,000150,000 | A104 |

|  |
| --- |
| 2. The performing agency anticipates $250,000 from spending authority from offsetting collections (reimbursable.)  |
| ORDERING FUND | Debit | Credit | TC | PERFORMING FUND | Debit | Credit | TC |
| Not Applicable. |  |  |  | Budgetary Entry421000 (R) Anticipated Reimbursements  449000 (R) Anticipated Resources – Unapportioned AuthorityProprietary EntryNone. | 250,000 | 250,000 | A702 |

Economy Act (With Advances)– Year 1

|  |
| --- |
| 3. An agency submits an apportionment/reapportionment to the Office of Management and Budget (OMB) requesting apportionment. OMB subsequently approves. ($150,000 (i.e. Direct) general fund appropriation + $250,000 (i.e. Reimbursable) anticipated from spending authority from offsetting collections.) |
| ORDERING FUND | Debit | Credit | TC | PERFORMING FUND | Debit | Credit | TC |
| Budgetary EntryNot Applicable |  |  |  | Budgetary Entry445000 (D) Unapportioned – Unexpired Authority  451000 (D) Apportionments 449000 (R) Anticipated Resources – Unapportioned Authority  459000 (R) Apportionments – Anticipated Resources – Programs Subject to Apportionment Proprietary EntryNone. | 150,000250,000 | 150,000250,000 | A116A118 |

|  |
| --- |
| 4 The agency head allots the available apportionment and approves automatic allotment of resources realized (i.e. Direct) |
| ORDERING FUND | Debit | Credit | TC | PERFORMING FUND | Debit | Credit | TC |
| Not Applicable. |  |  |  | Budgetary Entry451000 (D) Apportionments 461000 (D) Allotments – Realized Resources Proprietary EntryNone. | 150,000 | 150,000 | A120 |

Economy Act (With Advances)– Year 1

|  |
| --- |
| 5. The performing agency accepts a $240,000 order for services from a federal entity - advance received.  |
| ORDERING FUND | Debit | Credit | TC | PERFORMING FUND | Debit | Credit | TC |
| Budgetary Entry461000 Allotments – Realized Resources 480200 Undelivered Orders – Obligations, Prepaid/AdvancedProprietary Entry141000 Advances and Prepayments 101000 Fund Balance With Treasury  | 240,000240,000 | 240,000240,000 | B308 | Budgetary Entry422200 (R) Unfilled Customer Orders With Advance  421000 (R) Anticipated Reimbursement459000 (R) Apportionments – Anticipated Resources – Programs Subject to Apportionment  451000 (R) ApportionmentsProprietary Entry101000 Fund Balance With Treasury 231000 Liability for Advances and Prepayments | 240,000240,000240,000 | 240,000240,000240,000 | C182A123 |

|  |
| --- |
| 6. To record allotment of authority.  |
| ORDERING FUND | Debit | Credit | TC | PERFORMING FUND | Debit | Credit | TC |
| Not Applicable. |  |  |  | Budgetary Entry451000 (R) Apportionments  461000 (R) Undelivered Allotments – Realized Resources Proprietary EntryNone. | 240,000 | 240,000 | A120 |

|  |
| --- |
| 7. The performing agency orders equipment. The funding came from direct activity.  |
| ORDERING FUND | Debit | Credit | TC | PERFORMING FUND | Debit | Credit | TC |
| Not Applicable. |  |  |  | Budgetary Entry461000 (D) Allotments – Realized Resources 480100 (D) Undelivered Orders – Obligations, UnpaidProprietary EntryNone. | 50,000 | 50,000 | B306 |

Economy Act (With Advances)– Year 1

|  |
| --- |
| 8. The performing agency receives equipment from transaction 7. Equipment has a 5-year useful life and no salvage value. Please note this order will be paid for from direct activity. Cost capitalization is applied to ensure accurate reimbursable expense/revenue reporting. |
| ORDERING FUND | Debit | Credit | TC | PERFORMING FUND | Debit | Credit | TC |
| Not Applicable. |  |  |  | Budgetary Entry480100 (D) Undelivered Orders – Obligations, Unpaid 490100 (D) Delivered Orders – Obligations, UnpaidProprietary Entry610000 Operating Expenses/Program Costs 211000 Accounts Payable175000 Equipment 661000 Cost Capitalization Offset310700 Unexpended Appropriations – Used - Accrued 570000 Expended Appropriations – Used - AccruedMemorandum Entry880200 Purchases of Property, Plant, and Equipment 880100 Offset for Purchases of Assets | 50,00050,00050,00050,00050,000 | 50,00050,00050,00050,00050,000 | B402D514B134G120 |

Economy Act (With Advances) – Year 1

|  |
| --- |
| 9. The performing agency confirms disbursement for equipment ordered and received in transactions 7 and 8. (i.e. Direct) |
| ORDERING FUND | Debit | Credit | TC | PERFORMING FUND | Debit | Credit | TC |
| Not Applicable. |  |  |  | Budgetary Entry490100 (D) Delivered Orders – Obligations, Unpaid 490200 (D) Delivered Orders – Obligations, PaidProprietary Entry211000 Accounts Payable 101000 Fund Balance with Treasury310710 Unexpended Appropriations – Used - Disbursed570000 Expended Appropriations – Used - Accrued 310700 Unexpended Appropriations – Used - Accrued 570010 Expended Appropriations - Disbursed | 50,00050,00050,00050,000 | 50,00050,00050,00050,000 | B110B235 |

|  |
| --- |
| 10. The performing agency incurs and pays for general operating expenses. (i.e., reimbursable) |
| ORDERING FUND | Debit | Credit | TC | PERFORMING FUND | Debit | Credit | TC |
| Not Applicable. |  |  |  | Budgetary Entry461000 (R) Allotments – Realized Resources 490200 (R) Delivered Orders – Obligations, PaidProprietary Entry610000 Operating Expenses/Program Costs 101000 Fund Balance With Treasury | 190,000190,000 | 190,000190,000 | B107 |

Economy Act (With Advances) – Year 1

|  |
| --- |
| 11. The performing agency incurs and pays for $40,000 in general operating expenses from reimbursable funds.  |
| ORDERING FUND | Debit | Credit | TC | PERFORMING FUND | Debit | Credit | TC |
| Not Applicable. |  |  |  | Budgetary Entry461000 (R) Allotments – Realized Resources 490200 (R) Delivered Orders – Obligations, PaidProprietary Entry610000 Operating Expenses/Program Costs 101000 Fund Balance With Treasury | 40,00040,000 | 40,00040,000 | B107 |

|  |
| --- |
| 12. The performing fund records earned revenue related to the advance received in transaction #5. |
| ORDERING FUND | Debit | Credit | TC | PERFORMING FUND | Debit | Credit | TC |
| Budgetary Entry480200 Undelivered Orders – Obligations, Prepaid/Advanced 490200 Delivered Orders – Obligations, PaidProprietary Entry610000 Operating Expenses/Program Costs 141000 Advances to Others310710 Unexpended Appropriations - Used – Disbursed 570010 Expended Appropriations - Disbursed | 230,000230,000230,000 | 230,000230,000230,000 | B604B234 | Budgetary Entry425200 (R) Reimbursements Earned - Collected From Federal/Non-Federal Exception Sources 422200 (R) Unfilled Customer Orders With AdvanceProprietary Entry231000 Liability for Advances and Prepayments  520000 Revenue From Services Provided | 230,000230,000 | 230,000230,000 | A711 |

Economy Act (With Advances) – Year 1

|  |
| --- |
| 13. The performing agency records depreciation on equipment. |
| ORDERING FUND | Debit | Credit | TC | PERFORMING FUND | Debit | Credit | TC |
| Not Applicable. |  |  |  | Budgetary EntryNo entryProprietary Entry671000 Depreciation, Amortization and Depletion 175900 Accumulated Depreciation on Equipment  | 10,000 | 10,000 | E120 |

PRE-CLOSING ADJUSTING ENTRIES

|  |
| --- |
| 14. The performing agency adjusts anticipated orders not realized and apportionments unavailable to zero.  |
| ORDERING FUND | Debit | Credit | TC | PERFORMING FUND | Debit | Credit | TC |
| Not Applicable. |  |  |  | Budgetary Entry459000 (R) Apportionments – Anticipated Resources – Programs Subject to Apportionment 421000 (R) Anticipated ReimbursementsProprietary EntryNo entry. | 10,000 | 10,000 | F112 |

|  |
| --- |
| 15. To record the removal of unfilled customer orders with advance and to return advance in excess of obligations.  |
| ORDERING FUND | Debit | Credit | TC | PERFORMING FUND | Debit | Credit | TC |
| Budgetary Entry480200 Undelivered Orders – Obligations, Prepaid/Advanced 461000 Allotments – Realized ResourcesProprietary Entry101000 Fund Balance with Treasury 141000 Advances and Prepayments | 10,00010,000 | 10,00010,000 | C112 | Budgetary Entry461000 (R) Allotments – Realized Resources 422200 (R) Unfilled Customer Orders With AdvanceProprietary Entry231000 Liability for Advances and Prepayments 101000 Fund Balance With Treasury | 10,00010,000 | 10,00010,000 | F110 |

Please note: The following Trial Balance and Financial Statements are presented for the Performing Fund only.

Economy Act

Pre-Closing Trial Balance

 Year 1 (With Advances)

|  |  |  |  |
| --- | --- | --- | --- |
| Account | Account Description | Debit | Credit |
| Budgetary |  |  |  |
| 411900D | Other Appropriation Realized | 150,000 | - |
| 425200R | Reimbursements Earned - Collected From Federal/Non-Federal Exception Sources | 230,000 | - |
| 461000D | Allotments – Realized Resources | - | 100,000 |
|  |  |  |  |
| 490200R | Delivered Orders – Obligations, Paid | - | 230,000 |
| 490200D | Delivered Orders – Obligations, Paid |  | 50,000 |
| Total |  | 380,000 | 380,000 |
|  |  |  |  |
| Proprietary |  |  |  |
| 101000 | Fund Balance With Treasury | 100,000 |  |
| 175000 | Equipment | 50,000 | - |
| 175900 | Accumulated Depreciation on Equipment | - | 10,000 |
| 310100 | Unexpended Appropriations – Appropriations Received |  | 150,000 |
| 310710 | Unexpended Appropriations – Used - Disbursed | 50,000 |  |
| 520000 | Revenue from Services Provided | - | 230,000 |
| 570010 | 570010 Expended Appropriations - Disbursed |  | 50,000 |
| 610000 | Operating Expenses/Program Costs | 280,000 | - |
| 661000 | Cost Capitalization Offset |  | 50,000 |
| 671000 | Depreciation, Amortization, and Depletion | 10,000 | - |
| Total |  | 490,000 | 490,000 |
|  |  |  |  |
| Memorandum |  |  |  |
| 880100 | Offset for Purchases of Assets | - | 50,000 |
| 880200 | Purchase of Property, Plant, and Equipment  | 50,000 | - |
| Total |  | 50,000 | 50,000 |

The following Financial Statements are presented for the Performing Fund only.

Economy Act (With Advances) Financial Statements - Year 1

|  |
| --- |
| BALANCE SHEET |
| Line No. |  |  |
|  | Assets (Note 2) |  |
|  | Intra-governmental |  |
| 1. | Fund Balance with Treasury (Note 3) (101000E) | 100,000 |
| 7. | Total Intra-governmental | 100,000 |
|  | Other than intra-governmental/With the public |  |
| 12 | General property, plant, and equipment, net (Note 10) (175000E, 175900E) | 40,000 |
| 18. | Total with the public (Calculated Lines 8 through 17) | 40,000 |
| 19. | Total assets (Calculated Lines 7 and 18) | 140,000 |
|  |  |  |
|  |  |  |
|  |  |  |
|  | Net position: |  |
| 41.2 | Unexpended appropriations – Funds From Other than Dedicated Collections (310100E and 310710) | 100,000 |
| 42.2 | Cumulative results of operations – Funds from Other Than Dedicated Collections (520000E, 570010E, 610000E, 661000E 671000E, 880100E, 880200E) | 40,000 |
| 43. | Total net position (Calculated sum lines 41 and 42) | 140,000 |
| 44. | Total liabilities and net position (Calculated sum Lines 39 and 43) | 140,000 |

|  |
| --- |
| STATEMENT OF NET COST |
| Line No. |  |  |
|  | Gross Program Costs (Note 22): |  |
|  | Program A: |  |
| 1. | Gross costs (610000E, 661000E, 671000E, 880100, 880200) | 240,000 |
| 2. | Less: earned revenue (520000) | (230,000) |
| 3. | Net program costs | 10,000 |
| 8. | Net cost of operations | 10,000 |

Economy Act (With Advances) Financial Statements - Year 1

|  |
| --- |
| STATEMENT OF CHANGES IN NET POSITION  |
| Line No. |  |  |
|  | Unexpended Appropriations: |  |
| 4. | Appropriations Received (310100E) | 150,000 |
| 7. | Appropriations Used (310710E) | (50,000) |
| 8. | Net Change in Unexpended Appropriations (Calculated Lines 4 through 7) | 100,000 |
| 9. | Total Unexpended Appropriations (Calculated Lines 3 and 8) | 100,000 |
|  |  |  |
| 14 | Appropriations Used (570010) | 50,000 |
|  |  |  |
|  | Cumulative Results of Operations: |  |
| 21 | Net Cost of Operations (+/-) | 10,000 |
| 22. | Net Change in Cumulative Results of Operations (Calculated Lines 13 through 20 less line 21) | 40,000 |
| 23. | Cumulative Results of Operations- Ending (Calculated sum lines 12 and 22) | 40,000 |
| 24 | Net Position (Calculated sum lines 9 and 23) | 140,000 |

Please note: The Financial Statements are presented for the Performing Fund only.

Economy Act (With Advances) Financial Statements - Year 1

|  |
| --- |
| STATEMENT OF BUDGETARY RESOURCES |
| Line No. |  |  |
|  | Budgetary resources: |  |
| 1290 | Appropriations (discretionary and mandatory) (411900E) | 150,000 |
| 1890 | Spending authority from offsetting collections (discretionary and mandatory) (425200E) | 230,000 |
| 1910 | Total budgetary resources  | 380,000 |
|  |  |  |
|  | Status of Budgetary Resources: |  |
| 2190 | New obligations and upward adjustments (total) (490200E) | 280,000 |
|  |  |  |
|  | Unobligated balance, end of year: |  |
| 2204 | Apportioned, unexpired account (461000E) | 100,000 |
| 2412 | Unexpired unobligated balance, end of year | 100,000 |
| 2490 | Unobligated balance, end of year (total)  | 100,000 |
| 2500 | Total budgetary resources  | 380,000 |
|  |  |  |
|  | Outlays, Net and Disbursements, Net: |  |
| 4190 | Outlays, net (total) (discretionary and mandatory) (425200E, 490200E) | 50,000 |

The following Financial Statements are presented for the Performing Fund only.

Economy Act (With Advances) Financial Statements - Year 1

|  |
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| SF 133 AND SCHEDULE P: REPORT ON BUDGET EXECUTION AND BUDGETARY RESOURCES AND BUDGET PROGRAM AND FINANCING SCHEDULE  |
| Line No. |  | SF 133 | Schedule P |
|  | BUDGETARY RESOURCES |  |  |
|  | All accounts: |  |  |
| 0900 | Total new obligations, unexpired accounts (490200E) | - | 230,000 |
|  | Budget authority: |  |  |
|  | Appropriations: |  |  |
|  | Discretionary: |  |  |
| 1100 | Appropriation (411900E) | 150,000 | 150,000 |
| 1160 | Appropriation, discretionary (total) | 150,000 | 150,000 |
| 1700 | Collected (425200E) | 230,000 | 230,000 |
| 1750 | Spending authority from offsetting collections, discretionary (total) | 230,000 | 230,000 |
| 1900 | Budget authority (total) | 380,000 | 380,000 |
| 1910 | Total budgetary resources | 380,000 | - |
| 1930 | Total budgetary resources available | - | 380,000 |
|  | Memorandum (non-add) entries: |  |  |
|  | All accounts: |  |  |
| 1941 | Unexpired unobligated balance, end of year (461000E) | - | 100,000 |
|  |  |  |  |
|  | STATUS OF BUDGETARY RESOURCES |  |  |
|  | New obligations and upward adjustments: |  |  |
|  | Direct: |  |  |
| 2002 | Category B (by project) (490200E) | 50,000 |  |
| 2004 | Direct obligations (total) | 50,000 |  |
|  | Reimbursable: |  |  |
| 2102 | Category B (by project) (490200E) | 230,000 |  |
| 2104 | Reimbursable obligations (total) | 230,000 |  |
| 2170 | New obligations, unexpired accounts (490200E) | 280,000 | - |
| 2190 | New obligations and upward adjustments (total) | 280,000 | - |
|  |  |  |  |
|  | Apportioned, unexpired accounts: |  |  |
| 2201 | Available in the current period (461000E) | 100,000 | - |
| 2412 | Unexpired unobligated balance: end of year | 100,000 | - |
| 2490 | Unobligated balance, end of year (total) | 100,000 | - |
| 2500 | Total budgetary resources  | 380,000 | - |

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| SF 133 AND SCHEDULE P: REPORT ON BUDGET EXECUTION AND BUDGETARY RESOURCES AND BUDGET PROGRAM AND FINANCING SCHEDULE |
| Line No. |  | SF 133 | Schedule P |
|  | Memorandum (non-add) entries: |  |  |
| 2501 | Subject to apportionment unobligated balance, end of year (461000E) | 100,000 |  |
|  |  |  |  |
|  | CHANGE IN OBLIGATED BALANCE |  |  |
|  | Unpaid obligations: |  |  |
| 3010 | New obligations, unexpired accounts (490200E) | 280,000 | 280,000 |
| 3020 | Outlays (gross) (-) (490200E) | (280,000) | (280,000) |
|  | Memorandum (non-add) entries: |  |  |
| 3200 | Obligated balance, end of year (+ or -) | - | - |
|  |  |  |  |
|  | BUDGET AUTHORITY AND OUTLAYS, NET |  |  |
|  | Discretionary: |  |  |
|  | Gross budget authority and outlays: |  |  |
| 4000 | Budget authority, gross | 380,000 | 380,000 |
|  |  |  |  |
|  | Outlays, gross |  |  |
| 4010 | Outlays from new discretionary authority (490200E) | 280,000 | 280,000 |
| 4020 | Outlays, gross (total) | 280,000 | 280,000 |
| 4030 | Federal sources (-) (425200E) | (230,000) | (230,000) |
| 4040 | Offsets against gross budget authority and outlays (total) (-) | (230,000) | (230,000) |
| 4070 | Budget authority net (discretionary) | 150,000 | 150,000 |
| 4080 | Outlays, net (discretionary) | 50,000 | 50,000 |
|  |  |  |  |
|  | Budget authority and outlays, net (total) |  |  |
| 4180 | Budget authority, net (total) | 100,000 | 100,000 |
| 4190 | Outlays, net (total) | 50,000 | 50,000 |
|  |  |  |  |
|  | Unexpended balances:  |  |  |
| 5321 | Direct unobligated balance, end of year (461000E) | 100,000 | 100,000 |
| 5323 | Discretionary unobligated balance, end of year (461000E) | 100,000 | 100,000 |

Economy Act (With Advances) Reclassified Financial Statements – Year 1:

Note: Effective FY 2021, the Reclassified Balance Sheet is the same as the Balance Sheet. Therefore, the Reclassified Balance Sheet is not presented in this scenario.

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| RECLASSIFIED STATEMENT OF NET COST |
| Line No. |  |  |
|  | Gross Program Costs (Note 22): |  |
|  | Program A: |  |
| 2. | Non-federal gross cost (610000E, 661000E, 671000E) | 240,000 |
| 6. | Total non-federal gross cost | 240,000 |
| 7. | Federal gross cost |  |
| 7.4 | Purchase of assets (RC 24) Footnote 2 (880200) | 50,000 |
| 8. | Total federal gross cost | 50,000 |
| 9. | Department total gross cost | 290,000 |
| 12. | Federal earned revenue |  |
| 12.2 | Buy/sell revenue (exchange) (RC 24) (520000E) | 230,000 |
| 12.3 | Offset for Purchase of Assets (880100E) | 50,000 |
| 13. | Total federal earned revenue | 280,000 |
| 14. | Department total earned revenue | 280,000 |
| 15. | Net cost of operation  | 10,000 |
|  |  |  |

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| --- |
| RECLASSIFIED STATEMENT OF CHANGES IN NET POSITION  |
| Line No. |  |  |
|  |  |  |
| 7. | Budgetary financing sources: |  |
| 7.1 | Appropriations received in adjusted (rescissions and other adjustments) (RC 41) (310100E) | 150,000 |
| 7.2 | Appropriations Used (RC39) (310710) | 50,000 |
| 7.3 | Appropriations Expended (RC 38) (Footnote 1) (570010) | 50,000 |
| 7.30 | Total financing sources | 150,000 |
| 8 | Net cost of operations (+/-) | 10,000 |
| 9 | Net position, end of period | 140,000 |

Economy Act (With Advances) Closing Entries– Year 1

|  |
| --- |
| 16. To record the consolidation of actual net-funded resources and reductions for withdrawn funds.  |
| ORDERING FUND | Debit | Credit | TC | PERFORMING FUND | Debit | Credit | TC |
| Not Applicable. |  |  |  | Budgetary Entry420100 (D) Total Actual Resources – Collected 411900 (D) Other Appropriations Realized420100 (R Total Actual Resources – Collected 425200 (R) Reimbursements Earned - Collected From Federal/Non-Federal Exception SourcesProprietary EntryNo entry. | 150,000230,000 | 150,000230,000 | F302 |

|  |
| --- |
| 17. To record the closing of unobligated authority for expiring authority. |
| ORDERING FUND | Debit | Credit | TC | PERFORMING FUND | Debit | Credit | TC |
| Not Applicable. |  |  |  | Budgetary Entry461000 (D) Allotments – Realized Resources 465000 (D) Allotments - Expired Authority Proprietary EntryNo entry. | 100,000 | 100,000 | F312 |

Economy Act (With Advances) Closing Entries– Year 1

|  |
| --- |
| 18. To record the closing of paid delivered orders to total actual resources.  |
| ORDERING FUND | Debit | Credit | TC | PERFORMING FUND | Debit | Credit | TC |
| Not Applicable. |  |  |  | Budgetary Entry490200 (R) Delivered Orders – Obligations, Paid 420100 (R) Total Actual Resources – Collected490200 (D) Delivered Orders – Obligations, Paid 420100 (D) Total Actual Resources – CollectedProprietary EntryNo entry. | 230,00050,000 | 230,00050,000 | F314 |

|  |
| --- |
| 19. To record the closing of revenue, expense, and other financing source accounts to cumulative results of operations. |
| ORDERING FUND | Debit | Credit | TC | PERFORMING FUND | Debit | Credit | TC |
| Not Applicable. |  |  |  | Budgetary EntryNo entryProprietary Entry331000 Cumulative Results of Operations520000 Revenue from Services Provided570010 Expended Appropriations - Disbursed 331000 Cumulative Results of Operations 610000 Operating Expenses/Program Costs 661000 Cost Capitalization Offset 671000 Depreciation, Amortization, & depletion  | 240,000230,00050,00050,000 | 280,000280,00010,000 | F336 |

Economy Act (With Advances) Closing Entries– Year 1

|  |
| --- |
| 20. To record the closing of fiscal year activity to unexpended appropriations.  |
| ORDERING FUND | Debit | Credit | TC | PERFORMING FUND | Debit | Credit | TC |
| Not Applicable. |   |  |  | Budgetary EntryNo entry.Proprietary Entry310100 Unexpended Appropriations – Appropriations Received 310000 Unexpended Appropriations310000 Unexpended Appropriations 310710 Unexpended Appropriations – Used - Disbursed | 150,00050,000 |  150,00050,000 | F342 |

|  |
| --- |
| 21. To record the closing of memorandum accounts for purchases.  |
| ORDERING FUND | Debit | Credit | TC | PERFORMING FUND | Debit | Credit | TC |
| Not Applicable. |   |  |  | Budgetary EntryNo entry.Proprietary EntryNo EntryMemorandum Entry880100 Offset for Purchases of Capitalized Assets 880200 Purchases of Capitalized Assets | 50,000 |  50,000 | F370 |

Economy Act

Post-Closing Trial Balance

|  |  |  |  |
| --- | --- | --- | --- |
|  Account | Account Description | Debit | Credit |
| Budgetary |  |  |  |
| 420100D | Total Actual Resources - Collected | 100,000 | - |
|  |  |  | - |
|  |  | - |  |
| 465000D | Allotments – Expired Authority | - | 100,000 |
| Total |  | 100,000 | 100,000 |
|  |  |  |  |
| Proprietary |  |  |  |
| 101000 | Fund Balance With Treasury | 100,000 |  |
| 175000 | Equipment | 50,000 | - |
| 175900 | Accumulated Depreciation on Equipment | - | 10,000 |
| 310000 | Unexpended Appropriations - Cumulative | - | 100,000 |
| 331000 | Cumulative Results of Operations |  | 40,000 |
| Total |  | 150,000 | 150,000 |

1. Although transactionally there can be abnormal transactional balances, there cannot be ending abnormal balances. [↑](#footnote-ref-1)