

CHAPTER E
GAAP OFFSET TRANSACTIONS

TABLE OF CONTENTS

Capital Asset Transactions

Proprietary, Fiduciary, & Government-wide Reporting Fund

TC 537: Eliminate Excess Asset Value/Record Loss; Record Donated Asset	E- 2
TC 542: Accumulated Depreciation/Amortization.....	E- 3
TC 545: Capital Asset Acquisition and Adjustment; Construction in Progress Adjustment; Capital Asset Impairment.....	E- 4

Receivables Transactions

Governmental, Proprietary, & Fiduciary Funds – Loans and Advances Receivable

TC 145: Collection of a Noncurrent Loan Receivable	E- 8
TC 458: Establish/Adjust Noncurrent Loan Receivable.....	E- 8
TC 473: Establish/Adjust Loan Receivable	E- 9
TC 498: Establish/Adjust Lease Receivable.....	E-10
TC 446: Establish/Adjust Advance To Other Funds/Agencies	E-10
TC 447: Adjust Advance To Other Funds/Agencies for Repayment.....	E-11

General Fund only - Advances Receivable

TC 486: Establish/Adjust Advance To Other Funds/Agencies	E-12
TC 472: Adjust for Repayment - Advance To Other Funds/Agencies	E-12

Proprietary & Fiduciary Funds

TC 142: Collection of Noncurrent Note/Mortgage/Contract/Tax Receivable.....	E-13
TC 289: Voucher Payable-Loan Receivable/Payable	E-14
TC 298: Expenditure Transfer Paid to LGIP – Loan Receivable/Payable	E-15
TC 461: Establish/Adjust Noncurrent Notes/Mortgages/Contracts/State-owned Property/ Taxes Receivable.....	E-16
TC 462: Establish/Adjust Noncurrent Liability or Noncurrent Receivable	E-16
TC 463: Charge Miscellaneous Revenue to a Noncurrent Receivable.....	E-17
TC 571: Revenue/Cash w/Bank - Establish/Adjust Noncurrent Liability & Noncurrent Receivable	E-18

Liabilities Transactions (No Bonds/COPS)

Governmental, Proprietary, & Fiduciary Funds - Advances

TC 448: Establish/Adjust Advance From Other Fund/Agency.....	E-21
TC 449: Adjust Advance From Other Fund/Agency for Repayment.....	E-21

Proprietary, Fiduciary, & Government-wide Reporting Fund

TC 457: Establish/Adjust Other Noncurrent Liabilities and Deferred Outflows/Inflows of Resources Related to Pensions	E-22
TC 459: Reduce Lease Liability	E-23

Bond/COP Transactions

Proprietary, Fiduciary, & Government-wide Reporting Funds

TC 504: Establish or Adjust a Payable for Bonds, COPS, or TANs	E-25
TC 514: Establish Prepaid Expenses/Deferred Outflows/Inflows of Resources on Bonds/COP	E-26
TC 516: Write Off Bond/COP Discount and Deferred Outflows/Inflows of Resources.....	E-27
TC 517: Write Off Bond/COP Original Premium	E-27

TC 520: Amortize Original Discounts, Prepaid Insurance, and Deferred Outflows of Resources for Bonds/COPs	E-28
TC 523: Amortize Original Premium on Bonds/COPs	E-29
TC 524: Establish/Adjust Accreted Interest Payable on Bonds/COPs	E-29
TC 526: Establish/Adjust Noncurrent Arbitrage Rebate Payable on Bonds/COPs	E-30
TC 527: Establish/Adjust Current Arbitrage Rebate Payable on Bonds/COPs	E-30
TC 528: Reduce Liability for Principal/Advance Refunding of Bonds/COPs	E-31
TC 558: Expenditure/Cash in Bank-To Reduce Liability	E-32

Other Miscellaneous Transactions

Proprietary, Fiduciary Funds, Government-wide Reporting Fund

TC 440: Record/Adjust Short-Term Vacation Payable	E-34
TC 442: Record/Adjust Noncurrent Vacation Payable	E-34
TC 487: Adjust Valuation Account to Recognize Investments at Fair Value	E-35

Governmental Funds

TC 502: Record/Adjust Inventories	E-35
TC 510: Record/Adjust Prepaid Items	E-36
TC 564: Establish/Adjust Cash on Hand	E-36
TC 698: Record Prepayment of Legal Fees	E-37
TC 699: Record Receipt of Prepaid Legal Fees	E-37

Proprietary & Fiduciary Funds

TC 194: Establish/Adjust Cash on Hand	E-38
TC 500: Record Prepaid Expense/ Inventories	E-38
TC 779: Expenditure/Prepaid Legal Fees	E-39
TC 780: Revenue/Prepaid Legal Fees	E-39

Unearned Revenue Transactions

Governmental, Proprietary, & Fiduciary Funds

TC 164: Receipt of Unearned Revenue-No Document Support	E-42
TC 170: Receipt of Unearned Revenue-Document Supported	E-42
TC 443: Move Unearned Revenue and Cash Out	E-43
TC 444: Move Unearned Revenue and Cash In	E-44
TC 492: Recognize Earned Portion of Unearned Revenue-No Document Support	E-44
TC 493: Recognize Earned Portion of Unearned Revenue-Document Supported	E-45

Prior Period Adjustments

TC 113: Prior Period Adjustment/Revenue	E-47
TC 114: Prior Period Adjustment/Expenditure	E-47
TC 119: Prior Period Adjustment/Expenditure for Distributions to State Agencies (GASB 38)	E-48
TC 124: Prior Period Adjustment/Transfers In	E-49
TC 125: Prior Period Adjustment/Transfers Out	E-49

Financial Statement Entries

TC 906: Estimated Accounts Payable Accrual with Auto-Reverse	E-52
TC 908: Reclassify Revenue to Deposit Liability; Record Securities Lending Income	E-52
TC 909: Reclassify Expenditure to Deposit Liability; Record Securities Lending Expense	E-53
TC 915: Accrue Due From Other Funds Within Agency	E-53
TC 938: Reclassify Expenditure to Deposit Liability for Distributions to State Agencies (GASB 38)	E-54

CAPITAL ASSET TRANSACTIONS

TC 537: Eliminate Excess Asset Value/Record Loss; Record Donated Assets in Proprietary, Fiduciary, and Government-wide Reporting Funds

Usage:

To remove asset value greater than accumulated depreciation (book value) against Gain/Loss revenue account. Use transaction codes (TC) 573 and 574 to remove the asset balance equal to the accumulated depreciation. If the asset is sold, TC 537 and 149 (Cash Receipts on Sale of Asset) determine the net gain or loss on disposal. The GAAP Revenue Offset eliminates that portion of gain (loss) recorded with TC 149 that doesn't represent a true gain or loss.

Affects:

Trial Balance and GAAP Operating Statements

Record in R*STARS:

At the time the asset is disposed of (sold, scrapped or surplus)

Transaction:

- DR 3200 GAAP Revenue Offset
- Requires Comptroller Object:*
- 2330 Gain (Loss) on Disposition of Assets
- 2400 Contributions to Permanent Funds
- 2550 Capital Contributions
- CR *General Ledger Account Required:*
- 0811 Works of Art and Historical Treasures-No Depreciation
- 0812 Works of Art and Historical Treasures-Depreciated
- 0815 Equipment and Machinery
- 0816 Motor Vehicles
- 0817 Data Processing Software
- 0818 Data Processing Hardware
- 0820 Other Intangible Assets (Amortizable)
- 0821 Leased Equipment and Machinery
- 0822 Leased Motor Vehicles
- 0823 Leased Data Processing Hardware
- 0824 Leased Tunnels and Bridges
- 0825 Leased Airports
- 0826 Leased Docks, Dikes, and Dams
- 0827 Leased Land
- 0828 Leased Buildings
- 0829 Leased Other Assets
- 0839 Other Intangible Assets (Not amortizable)
- 0840 State Highways
- 0841 Other Roads
- 0842 Tunnels and Bridges
- 0843 Airports
- 0844 Utility Systems
- 0845 Docks, Dikes, and Dams
- 0848 Land Use Rights (Not Amortized)
- 0849 Land Use Rights (Amortized)
- 0850 Land
- 0852 Buildings and Building Improvements
- 0856 Land Improvements
- 0860 Construction in Progress – Highway System
- 0861 Construction in Progress

0862 Leasehold Improvements
 DR 3018 Invested in Capital Assets
 CR 3074 Change in Capital Assets

Related Transactions:

TC 149: Cash receipts from the sale of capital assets
 TC 537: Remove net asset value against gain (loss) account
 TC 573: Remove accumulated amortization/depreciation
 TC 574: Remove asset value

TC 542: Accumulated Depreciation/Amortization in Proprietary, Fiduciary, and Government-wide Reporting Funds

Usage:

To record depreciation or amortization of capital assets in a proprietary, fiduciary or government-wide reporting fund. This entry records an expense for GAAP purposes with an offset to accumulated depreciation or amortization. This transaction does not affect budgetary expenses (does not appear on non-GAAP operating statements).

Affects:

Trial Balance and GAAP Operating Statements

Record in R*STARS:

Monthly, quarterly, or at least once a year in Month13.

Transaction:

DR 3600 GAAP Expenditure Offset
Requires Comptroller Object (see Credit for correct object - shown in italics)
 CR *General Ledger Account Required:*
 0865 Accum Amortization - Land Use Rights
(7474 Amortization of Other Capital Assets)
 0866 Accum Amortization - Other Intangible Assets
(7474 Amortization of Other Capital Assets)
 0867 Accum Depreciation - Land Improvements
(7476 Depreciation Expense)
 0868 Accum Amortization - Data Processing Software
(7478 Amortization Expense - Software)
 0869 Accum Depreciation - Equipment and Machinery
(7476 Depreciation Expense)
 0870 Accum Amortization - Leasehold Improvements
(7475 Amortization of Leasehold Improvements)
 0872 Accum Depreciation - Motor Vehicles
(7476 Depreciation Expense)
 0873 Accum Depreciation - Data Processing Hardware
(7476 Depreciation Expense)
 0875 Accum Depreciation - Buildings and Building Improvements
(7476 Depreciation Expense)
 0876 Accum Depreciation - Art and Historical Treasures
(7476 Depreciation Expense)
 0880 Accum Depreciation - State Highways
(7476 Depreciation Expense)
 0881 Accum Depreciation - Tunnels and Bridges
(7476 Depreciation Expense)

	0882	Accum Depreciation – Airports <i>(7476 Depreciation Expense)</i>
	0883	Accum Depreciation - Utility Systems <i>(7476 Depreciation Expense)</i>
	0884	Accum Depreciation - Docks, Dikes, and Dams <i>(7476 Depreciation Expense)</i>
	0885	Accum Depreciation - Other Roads <i>(7476 Depreciation Expense)</i>
	0886	Accum Amortization – Leased Equipment and Machinery <i>(7480 Amortization Expense - Leased Equipment and Machinery)</i>
	0887	Accum Amortization – Leased Motor Vehicles <i>(7481 Amortization Expense - Leased Motor Vehicles)</i>
	0888	Accum Amortization – Leased Data Processing Hardware <i>(7482 Amortization Expense - Leased Data Processing Hardware)</i>
	0889	Accum Amortization – Leased Tunnels and Bridges <i>(7483 Amortization Expense - Leased Tunnels and Bridges)</i>
	0890	Accum Amortization – Leased Airports <i>(7484 Amortization Expense - Leased Airports)</i>
	0891	Accum Amortization – Leased Docks, Dikes, and Dams <i>(7485 Amortization Expense - Leased Docks, Dikes, and Dams)</i>
	0892	Accum Amortization – Leased Land <i>(7486 Amortization Expense - Leased Land)</i>
	0893	Accum Amortization – Leased Buildings <i>(7487 Amortization Expense - Leased Buildings)</i>
	0894	Accum Amortization – Leased Other Assets <i>(7488 Amortization Expense - Leased Other Assets)</i>
DR	3018	Invested in Capital Assets
CR	3074	Change in Capital Assets

Related Transactions:

TC 939: Fiduciary funds only – remove Invested in Capital Assets

TC 545: Capital Asset Acquisition and Adjustment; Construction in Progress Adjustment; Capital Asset Impairment - Proprietary, Fiduciary, and Government-wide Reporting Funds

Usage:

To record the purchase, increase or adjustment of an asset in a proprietary, fiduciary or government-wide reporting fund. Also to capitalize or adjust the balance of Construction in Progress. (Do not use this TC to move capitalized Construction in Progress to the appropriate capital asset account; use TC 540.) The effect of this entry is to capitalize costs of capital assets or incomplete construction. For GAAP financial statement purposes, the GAAP Expenditure Offset eliminates the capital outlay expenditures or the expenses of capital construction paid during the fiscal year. Use TC 545R to record impairment loss.

Affects:

Trial Balance and GAAP Operating Statements

Record in R*STARS:

Monthly, quarterly, or at least once a year in Month 13. It is recommended that entries be made quarterly in keeping with the schedule of agency reconciliation of capital asset additions to capital outlay. If there is incomplete construction at the end of the

year, there will certainly be an entry in Month 13, as information for month 12 will not be available until after close.

Transaction:

- DR *General Ledger Account Required (usual comptroller object):*
- 0811 Works of Art and Historical Treasures - no depreciation
 (5120/5125 Works of Art & Historical Treasures)
 - 0812 Works of Art and Historical Treasures - depreciation
 (5120/5125 Works of Art & Historical Treasures)
 - 0815 Equipment and Machinery
 (5100/5105 Office Furniture and Fixtures)
 (5150/5155 Equipment and Machinery)
 (5200-5205 Telecommunications)
 (5250/5255 Technical Equipment)
 (5400/5405 Household and Institutional Equipment)
 (5450/5455 Industrial and Heavy Equipment)
 (5500/5505 Aircraft)
 (5600/5605 Agricultural Equipment and Machinery)
 (5905 Other Capital Outlay)
 - 0816 Motor Vehicles
 (5170/5175 Motor Vehicles)
 - 0817 Data Processing Software
 (5300-5305 Data Processing Software)
 - 0818 Data Processing Hardware
 (5350-5355 Data Processing Hardware)
 - 0820 Other Intangible Assets (Amortizable)
 (5915 Other Intangible Assets)
 - 0821 Leased Equipment and Machinery
 (5770/5775 Leased Property)
 - 0822 Leased Motor Vehicles
 (5770/5775 Leased Property)
 - 0823 Leased Data Processing Hardware
 (5770/5775 Leased Property)
 - 0824 Leased Tunnels and Bridges
 (5770/5775 Leased Property)
 - 0825 Leased Airports
 (5770/5775 Leased Property)
 - 0826 Leased Docks, Dikes, and Dams
 (5770/5775 Leased Property)
 - 0827 Leased Land
 (5770/5775 Leased Property)
 - 0828 Leased Buildings
 (5770/5775 Leased Property)
 - 0829 Leased Other Assets
 (5770/5775 Leased Property)
 - 0839 Other Intangible Assets (Not Amortizable)
 (5915 Other Intangible Assets)
 - 0840 State Highways
 (5925 State Highways)
 - 0841 Other Roads
 (5935 Other Roads)
 - 0842 Tunnels and Bridges
 (5945 Tunnels and Bridges)
 - 0843 Airports

- (5955 Airports)
- 0844 Utility Systems
(5965 Utility Systems)
- 0845 Docks, Dikes, and Dams
(5975 Docks, Dikes, and Dams)
- 0848 Land Use Rights (Not Amortized)
(5725 Land Use Rights)
- 0849 Land Use Rights (Amortized)
(5725 Land Use Rights)
- 0850 Land
(5730 Land)
- 0852 Buildings and Building Improvements
(5805 Buildings and Improvements)
- 0856 Land Improvements
(5705 Land Improvement)
- 0860 Construction in Progress Highway System
(5925 State Highways)
- 0861 Construction in Progress
(Because various expenditure objects may be used for recording the costs of a state-built project, comptroller objects 3111-5999, 6201-7415 may be used with this T-Code.)
- 0862 Leasehold Improvements
(5755 Leasehold Improvements)
- CR 3600 GAAP Expenditure Offset
Requires Comptroller Object (See Debit for usual object - shown in italics)
Because various expenditure objects may be used for recording the costs of a state-built project, comptroller objects 3111-5999, 6201-7415 may be used with this T-Code. Comptroller object for Gain or Loss on Capital Asset Impairment is 7510 and Insurance Recovery Subsequent to Loss is 7511.
- DR 3074 Change in Capital Assets
- CR 3018 Invested in Capital Assets

Related Transactions:

- TC 540: Move Construction in Progress to capital asset account
- TC 900/901: Capital assets transferred between funds/agencies
- TC 939: Fiduciary funds only – remove Invested in Capital Assets

RECEIVABLES TRANSACTIONS

Governmental, Proprietary, and Fiduciary Funds – Loans and Advances Receivable

TC 145: Collection of a Noncurrent Loan Receivable – Governmental, Proprietary, and Fiduciary Funds

Usage:

To record a payment received on a noncurrent loan receivable that was established with TC 458. This transaction adjusts the receivable. Loan repayment revenue is reported for budgetary purposes. For financial statement purposes, the GAAP Revenue Offset eliminates the revenue.

Affects:

Trial Balance, Budgetary and GAAP Operating Statements

Record on R*STARS:

When loan repayment is received (this is the proper cash receipt TC for this type of transaction).

Transaction:

DR 3200 GAAP Revenue Offset
CR 0931 Loans Receivable
DR 0065 Unreconciled Deposit
CR 3100 Revenue Control - Cash

Requires Comptroller Object:

1101 Housing Division Loan Repayments
1102 Veterans' Loan Repayments
1103 Senior Citizen Property Tax Repayments
1104 Other Loan Repayments

Related Transactions:

TC 455: To write off an uncollectible noncurrent loan receivable. An allowance account has already been established.

TC 458: To Establish/Adjust Noncurrent Loan Receivable All funds.

TC 473: To Establish/Adjust Noncurrent Loan Receivable

TC 474/474R: To reclassify Noncurrent Loan Receivable to Current (and back)

TC 458: Establish/Adjust Noncurrent Loan Receivable – Governmental, Proprietary, and Fiduciary Funds

Usage:

To record or adjust a noncurrent loan receivable in all fund types. For financial reporting purposes, the GAAP offset eliminates the expenditure that was recorded when the loan was originally disbursed. Use TC 458R and GL 0936 to record an allowance for uncollectible amounts. This also allows an agency to record an Advance from Component Units using an expenditure offset.

Affects:

Trial Balance and GAAP Operating Statements

Record in R*STARS:

The receivable should be recorded when the loan is issued. Allowance for uncollectibles should be recorded at least once a year. Month 13 would be an appropriate period for this.

Transaction:

DR *General Ledger Account Required:*
 0931 Loans Receivable
 0936 Allowance for Uncollectible-Noncurrent-Loan Receivable
 0951 Advances to Component Units
 1805 Advances From Component Units
 CR 3600 GAAP Expenditure Offset
 Requires Comptroller Object
 Comptroller objects 3111-5999 and 6201-7415 may be used; however, the object used when the loan was originally disbursed should be used here. Please consider using a "Loans Made" object to disburse the loan. Those comptroller objects are 6850, 6870, and 6875. Use Comptroller object 7479 Bad Debt Expense if recording allowance for uncollectibles.

Related Transactions:

TC 145: Collection on Noncurrent Loan Receivable
TC 455: To Write Off Uncollectible Noncurrent Loan Receivable
TC 458: Establish/Adjust Noncurrent Loan Receivables – All Funds
TC 474/474R: To reclassify Noncurrent Loan Receivable to Current (and back)

TC 473: Establish/Adjust Loan Receivable – Governmental, Proprietary, and Fiduciary Funds**Usage:**

To record or adjust a noncurrent loan receivable in governmental, proprietary and fiduciary fund types. For financial reporting purposes, the GAAP offset eliminates the revenue that was recorded when loan repayments are received. Use TC 473R and GL 0936 to record an allowance for uncollectible amounts.

Affects:

Trial Balance and GAAP Operating Statements

Record in R*STARS:

The receivable should be recorded when the loan is issued. Allowance for uncollectibles should be recorded at least once a year. Month 13 would be an appropriate period for this.

Transaction:

DR *General Ledger Account Required:*
 0931 Loans Receivable
 0936 Allowance for Uncollectible-Noncurrent-Loan Receivable
 0951 Advances to Component Units
 CR 3200 GAAP Revenue Offset
 Requires Comptroller Object
 A comptroller revenue object within the range of 0111-1107 or 1404-1408 may be used; however, the object used when the loan repayment was originally recorded should be used here.

Related Transactions:

TC 145: Collection on Noncurrent Loan Receivable

TC 455: To Write Off Uncollectible Noncurrent Loan Receivable

TC 458: Establish/Adjust Noncurrent Loan Receivables – All Funds

TC 474/474R: To reclassify Noncurrent Loan Receivable to Current (and back)

TC 498: Establish/Adjust Lease Receivable – Governmental, Proprietary, and Fiduciary Funds**Usage:**

To record or adjust a noncurrent lease receivable in governmental, proprietary and fiduciary fund types. For financial reporting purposes, the deferred inflow of resources eliminates the revenue from the current reporting period. Revenue is recognized in the financial statements as the amortization of the deferred inflow of resources is recorded. Use TC 498R and GL 0942 to record an allowance for uncollectible amounts.

Affects:

Trial Balance and GAAP Operating Statements

Record in R*STARS:

The receivable should be recorded when the lease commences. Allowance for uncollectibles should be recorded at least once a year. Month 13 would be an appropriate period for this.

Transaction:

DR *General Ledger Account Required:*

0941 Lease Receivables - Noncurrent

0942 Allowance for Uncollectible – Noncurrent - Lease Receivable

CR 1861 Deferred Inflow – Lease Receivables

Comptroller Object not required.

Related Transactions:

TC 474/474R: To reclassify Noncurrent Lease Receivable to Current (and back)

TC 522: Record accumulated amortization of deferred inflow

TC 560: Reduce lease receivable by principal lease payments

TC 446: Establish/Adjust Advance To Other Funds/Agencies – Governmental, Proprietary, and Fiduciary Funds**Usage:**

To establish or adjust an advance to another fund or agency for governmental, proprietary and fiduciary funds. Payment of the advance by the agency would be initiated using TC 722/723. The GAAP Expenditure Offset eliminates the expenditure (that was recorded with TC 722) for financial statement purposes.

Affects:

Trial Balance and GAAP Operating Statements

Record in R*STARS:

When advance payment is made using TC 722.

Transaction:

DR 0950 Advances To Other Funds/Agencies

Agency GL Required:

Format: 8 characters

*XXX Agency **owing** the Advance*

*XXXX Fund in Agency **owing** the Advance*

0 (zero) Filler

CR 3600 GAAP Expenditure Offset

Requires Comptroller Object:

5450 Industrial and Heavy Equipment

5455 1099 Reportable Services/Industrial & Heavy Equipment

6870 Loans Made to State Agencies

6875 Loans Made - Other

Related Transactions (for proprietary & fiduciary funds only):

TC 447: Adjust Advance To Other Funds/Agencies for Repayment

TC 448: Establish or Adjust Advance From Other Funds/Agencies

TC 449: Adjust Advance From Other Funds/Agencies for Repayment

TC 447: Adjust Advance To Other Funds/Agencies for Repayment – Governmental, Proprietary, and Fiduciary Funds

Usage:

To record a payment received on an advance to another fund or agency in governmental, proprietary and fiduciary funds. Repayment of the advance by the other agency would normally be initiated using TC 722/723. The GAAP Revenue Offset eliminates the revenue (recorded with TC 723) for financial reporting purposes.

Affects:

Trial Balance and GAAP Operating Statements

Record in R*STARS:

When loan repayment is received via TC 723.

Transaction:

DR 3200 GAAP Revenue Offset

Requires Comptroller Object:

1101 Housing Division Loan Repayments

1102 Veterans' Loan Repayments

1103 Senior Citizen Property Tax Repayments

1104 Other Loan Repayments (most agencies will use this account)

CR 0950 Advances To Other Funds/Agencies

Agency GL Required:

Format: 8 characters

*XXX Agency **owing** the Advance*

*XXXX Fund in Agency **owing** the Advance*

0 (zero) Filler

Related Transactions (all fund types):

TC 446: Establish or Adjust Advance To Other Funds/Agencies

TC 448: Establish or Adjust Advance From Other Funds/Agencies

TC 449: Adjust Advance From Other Funds/Agencies for Repayment

GAAP General Fund only – Advances Receivable

TC 486: Establish/Adjust Advance To Other Funds/Agencies - General Fund only

Usage:

To establish or adjust a long-term advance receivable to another fund or agency in the General Fund. The nonspendable fund balance that this TC establishes is appropriate only in the GAAP General Fund and only if the proceeds from collections on the advance are not restricted, committed or assigned to a specific purpose. Otherwise, use TC 446. Payment of the advance by the agency would be initiated using TC 722/723. The GAAP Expenditure Offset eliminates the expenditure (that was recorded with TC 722) for financial statement purposes.

Affects:

Trial Balance and GAAP Operating Statements

Record in R*STARS:

When advance is issued via TC 722.

Transaction:

DR 0950 Advances To Other Funds/Agencies
Agency General Ledger Account Required:
Format: 8 characters
*XXX Agency **owing** the Advance*
*XXXX Fund in Agency **owing** the Advance*
0 (zero) Filler

CR 3035 Nonspendable FB Advances To Other Fund
DR 3075 Change in Reserves
CR 3600 GAAP Expenditure Offset
Requires Comptroller Object:
6870 Loans Made to State Agencies
6875 Loans Made – Other

Related Transactions (for GAAP General Fund only):

TC 472: Adjust for Repayment - Advance To Other Funds/Agency - General Fund

TC 472: Adjust for Repayment - Advance To Other Funds/Agency - GAAP General Fund only

Usage:

To adjust a long-term advance to another fund or agency in the General Fund to reflect a repayment received; original advance was recorded with TC 486. Repayment of advance by the other agency would normally be initiated using TC 722/723. For financial reporting purposes, the GAAP Revenue Offset eliminates revenue that was initially recorded with TC 723 when the payment was received.

Affects:

Trial Balance and GAAP Operating Statements

Record in R*STARS:

When loan repayment is received via TC 723.

Transaction:

DR 3035 Nonspendable FB - Advance To Other Funds/Agencies
CR 0950 Advances To Other Funds/Agencies

Agency General Ledger Account Required:

Format: 8 characters

*XXX Agency **owing** the Advance*

*XXXX Fund in Agency **owing** the Advance*

0 (zero) Filler

DR	3200	GAAP Revenue Offset
		<i>Requires Comptroller Object:</i>
	1100	<i>Other Program Loan Repayments</i>
	1101	<i>Housing Division Loan Repayments</i>
	1102	<i>Veterans' Loan Repayments</i>
	1103	<i>Senior Citizen Property Tax Repayments</i>
	1104	<i>Other Loan Repayments (most agencies will use this account)</i>
CR	3075	Change in Reserves

Related Transactions (for General Fund only):

TC 486: Establish or Adjust Advance To Other Funds/Agencies

Proprietary & Fiduciary Funds

TC 142: Collection of Noncurrent Note/Mortgage/Contract/Tax Receivable -

Proprietary and Fiduciary Funds

Usage:

To record a payment received on a noncurrent receivable that was established with a TC 461 in a proprietary or fiduciary fund. This transaction records the receipt of cash and reduces the long-term receivable. For budgetary purposes, this transaction records a credit to revenue (loan repayments). For financial statement purposes, the GAAP Revenue Offset eliminates the revenue.

Affects:

Trial Balance, Budgetary and GAAP Operating Statements

Record on R*STARS:

When repayment is received (this is the proper cash receipt TC for this type of transaction).

Transaction:

DR	3200	GAAP Revenue Offset
CR		<i>General Ledger Account Required:</i>
	0420	<i>Taxes Receivable-Noncurrent</i>
	0927	<i>Investment in State Owned Property</i>
	0930	<i>Notes Receivable-Noncurrent</i>
	0932	<i>Contracts Receivable</i>
	0933	<i>Mortgage Receivable</i>
	0935	<i>Other Receivables – Noncurrent</i>
DR	0065	Unreconciled Deposit
CR	3100	Revenue Control - Cash
		<i>GL accounts 3100 and 3200 require a comptroller object:</i>
	1101	<i>Housing Division Loan Repayments</i>
	1102	<i>Veterans' Loan Repayments</i>
	1103	<i>Senior Citizen Property Tax Repayments</i>
	1104	<i>Other Loan Repayments</i>

Related Transactions:

TC 461: Establish or Adjust Note/Mortgages/Contracts/SOP/Taxes Rec-Noncurrent-proprietary and fiduciary funds

TC 445: Write off of Uncollectible Noncurrent Receivable-Other/Mtg/Note/Contract

TC 467: Write off of Uncollectible Noncurrent Receivable-Taxes

TC 455: Write off of Uncollectible Noncurrent Receivable-Loans

TC 289: Voucher Payable-Loan Receivable/Payable - Proprietary and Fiduciary Funds**Usage:**

To set up voucher payable and adjust loan receivable/payable that was not encumbered. Developed to combine several of the General Ledger and Comptroller Objects of TC 457 and TC 461. This TC creates a warrant.

Affects:

Trial Balance and GAAP Operating Statements

Record in R*STARS:

When making a payment on a long-term liability or issuing a payment that creates a long term receivable - **do not use** to reduce balance of Noncurrent receivable for repayments received.

Transaction:

DR *General Ledger Account Required:*
 0420 Taxes Receivable-Noncurrent
 0927 Investment in State Owned Property
 0930 Notes Receivable-Noncurrent
 0931 Loans Receivable
 0932 Contracts Receivable
 0933 Mortgage Receivable
 0935 Other Receivables – Noncurrent
 1577 Trust Funds Payable - Noncurrent
 1717 Claims and Judgments Payable
 1720 Accounts Payable - Noncurrent
 1722 Contracts Payable – Retainage
 1725 Legal Reserves
 1726 Reported Claims - Risk Management
 1727 Legal IBNR (Incurred But Not Reported)
 1730 Original/Acquisition Loan Fees
 1735 Loans Payable
 1740 IBNR Reserves – Risk Management
 1745 Lottery Prize Awards Payable
 1750 Notes Payable – Noncurrent
 CR 3600 GAAP Expenditure Offset
 DR 3501 Expenditure Control-Accrued
 CR 1211 Vouchers Payable

GL accounts 3501 and 3600 require a comptroller object.

Comptroller objects 4000 – 5999, 6093, 6201-7415 or 3263 may be used.

Related Transactions:

TC 457: Adjust Noncurrent Liabilities in Proprietary, Fiduciary, Government-wide Reporting Funds

TC 298: Expenditure Transfer Paid to Local Government Investment Pool-Loan Receivable/Payable - Proprietary and Fiduciary Funds

Usage:

To record the expenditure and adjust loans receivable/payable for a payment made to a local government through the Local Government Investment Pool (LGIP) without issuing a warrant. To be used if transfer to local government is budgeted. Developed to combine several of the General Ledger and Comptroller Objects of TC 457 and TC 461.

Affects:

Trial Balance and GAAP Operating Statements

Record in R*STARS:

When making a payment on a long-term liability or issuing a payment that creates a long term receivable - **do not use** to reduce balance of Noncurrent receivable for repayments received.

Transaction:

DR *General Ledger Account Required:*
0420 Taxes Receivable-Noncurrent
0927 Investment in State Owned Property
0930 Notes Receivable-Noncurrent
0931 Loans Receivable
0932 Contracts Receivable
0933 Mortgage Receivable
0935 Other Receivables – Noncurrent
1577 Trust Funds Payable - Noncurrent
1717 Claims and Judgments Payable
1720 Accounts Payable - Noncurrent
1722 Contracts Payable – Retainage
1725 Legal Reserves
1726 Reported Claims - Risk Management
1727 Legal IBNR (Incurred But Not Reported)
1730 Original/Acquisition Loan Fees
1735 Loans Payable
1740 IBNR Reserves – Risk Management
1750 Notes Payable – Noncurrent
CR 3600 GAAP Expenditure Offset
*GL accounts 3500 and 3600 require a comptroller object:
Comptroller objects 3111 – 5999, 6300-6725, 6727, 6800, 6805, or 6875 may
be used.*
DR 3500 Expenditure Control-Cash
CR 0070 Cash on Deposit with Treasurer

Related Transactions:

TC 457: Adjust Noncurrent Liabilities in Proprietary, Fiduciary, and Government-wide Reporting funds

TC 461: Establish/Adjust Noncurrent Notes/Mortgages/Contracts/State-owned Property/Taxes Receivable – Proprietary and Fiduciary Funds

Usage:

To establish or adjust long-term receivables in a proprietary, fiduciary or government-wide reporting fund. To establish an allowance for estimated uncollectible amounts, use a TC 461R (reversal). For financial reporting purposes, the GAAP Expenditure Offset eliminates the expenditure that was recorded when the receivable was originally created.

Affects:

Trial Balance and GAAP Operating Statements

Record in R*STARS:

When the receivable is created (whether a sale, a contract or note given). Allowance for uncollectibles should be recorded at least once a year; Month 13 would be an appropriate period for this.

Transaction:

DR *General Ledger Account Required:*
 0420 Taxes Receivable-Noncurrent
 0927 Investment in State Owned Property
 0930 Notes Receivable - Noncurrent
 0932 Contracts Receivable
 0933 Mortgage Receivable
 0934 Allowance for Uncollectible Rec.-Noncurrent-Contract/Mtg/Note/Other
 0935 Other Receivables - Noncurrent
 0937 Allowance for Uncollectible Taxes - Noncurrent
CR 3600 GAAP Expenditure Offset
*Requires Comptroller Object:
Comptroller objects 3111-5999, 6201-7415 or 7479 may be used. When recording the allowance for uncollectible accounts, use 7479 Bad Debt Expense if there is no revenue associated with the receivable. Use TC 462 to record allowance as a reduction to the associated revenue.*

Related Transactions:

TC 445: Write Off Uncollectible Noncurrent Receivable - Other/Note/Mortgage/Contract

TC 455: Write Off Uncollectible Noncurrent Receivable - Loans

TC 467: Write Off Uncollectible Noncurrent Receivable - Taxes

TC 462: Establish/Adjust Noncurrent Liability or Noncurrent Receivable - Proprietary and Fiduciary Funds

Usage:

To adjust receivable amounts established with TC 461 in a proprietary, fiduciary or government-wide reporting fund (not to reduce them for payments received; use TC 142 for that). The GAAP Revenue Offset eliminates revenue for financial reporting purposes. This transaction is also used to adjust certain liabilities against revenue.

Affects:

Trial Balance and GAAP Operating Statements

Record in R*STARS:

When adjustment is determined to be needed - **do not use** to reduce balance of Noncurrent receivable for repayments received. Review general ledger accounts below at least annually to determine need for adjustment.

Transaction:

- DR 3200 GAAP Revenue Offset
*Requires Comptroller Object:
Comptroller objects 0111 - 2600 may be used. The object used to establish the original receivable should be used to adjust revenue.*
- CR *General Ledger Account Required:*
- 0420 Taxes Receivable-Noncurrent
 - 0927 Investment in State Owned Property
 - 0930 Notes Receivable-Noncurrent
 - 0932 Contracts Receivable
 - 0933 Mortgage Receivable
 - 0934 Allowance for Uncollectible Rec.-Noncurrent-Contract/Mtg/Note/Other
 - 0935 Other Receivables – Noncurrent
 - 0937 Allowance for Uncollectible Taxes - Noncurrent
 - 1281 Lease Obligations – Current
 - 1577 Trust Funds Payable – Noncurrent
 - 1716 Lease Obligations - Noncurrent
 - 1717 Claims and Judgments Payable
 - 1720 Accounts Payable - Noncurrent
 - 1722 Contracts Payable – Retainage
 - 1723 Financing Arrangements - Noncurrent
 - 1725 Legal Reserves
 - 1726 Reported Claims - Risk Management
 - 1727 Legal IBNR (Incurred But Not Reported)
 - 1730 Original/Acquisition Loan Fees
 - 1735 Loans Payable
 - 1740 IBNR Reserves – Risk Management
 - 1745 Lottery Prize Awards Payable
 - 1750 Notes Payable – Noncurrent
 - 1805 Advances From Component Units

Related Transactions:

TC 461: Establish or Adjust Loan/Note/Mortgage/Contract Receivable - Noncurrent

TC 457: Adjust Noncurrent Liabilities in Proprietary, Fiduciary, Government-wide Reporting Funds

TC 463: Charge Miscellaneous Revenue to a Noncurrent Receivable - Proprietary and Fiduciary Funds

Usage:

To charge miscellaneous revenue to a noncurrent receivable-loan, mortgage, contract, note or other. In this transaction, the GAAP Revenue Offset reports additional revenue for financial statement purposes.

Affects: Trial Balance and GAAP Operating Statements

Record in R*STARS:

When adjustment is determined to be needed - **do not use** to reduce balance of noncurrent receivable for repayments received.

Transaction:

DR *General Ledger Account Required:*
 0930 Notes Receivable-Noncurrent
 0932 Contracts Receivable
 0933 Mortgage Receivable
 0934 Allowance for Uncollectible Rec.-Noncurrent-Contract/Mtg/Note/Other
 0935 Other Receivables - Noncurrent
 CR 3200 GAAP Revenue Offset
 Requires Comptroller Object:
 Comptroller objects 0111 - 2600 may be used.

Related Transactions: NONE**TC 571: Revenue/Cash w/Bank – Establish/Adjust Noncurrent Liability & Noncurrent Receivable - Proprietary and Fiduciary Funds****Usage:**

To record the receipt of cash in bank and establish a loan payable for proceeds received. Use TC 457 to repay. To record receipt of cash in bank and adjust a noncurrent receivable. Use for Proprietary and Fiduciary Funds only. Developed to combine several of the General Ledger and Comptroller Objects of TC 567 and TC 462. This T Code records the receipt of cash in bank.

Affects:

Trial Balance and GAAP Operating Statements

Record in R*STARS:

When payment is received for a long-term receivable that is recorded in cash in bank or to set up a loan payable in cash in bank. For financial statement purposes, the GAAP revenue offset eliminates the revenue.

Transaction:

DR 3200 GAAP Revenue Offset
 CR *General Ledger Account Required:*
 0420 Taxes Receivable-Noncurrent
 0927 Investment in State Owned Property
 0930 Notes Receivable-Noncurrent
 0931 Loans Receivable
 0932 Contracts Receivable
 0933 Mortgage Receivable
 0935 Other Receivables - Noncurrent
 1577 Trust Funds Payable-Noncurrent
 1717 Claims and Judgments Payable
 1720 Accounts Payable-Noncurrent
 1722 Contracts Payable-Retainage
 1723 Financing Arrangements - Noncurrent
 1725 Legal Reserves
 1726 Reported Claims-Risk Management
 1727 Legal IBNR
 1730 Original/Acquisition Loan Fees
 1735 Loans Payable
 1740 IBNR Reserves-Risk Management
 1750 Notes Payable-Noncurrent
 DR 0077 Cash - in Bank

CR 3100 Revenue Control - Cash
*GL accounts 3100 and 3200 require a comptroller object.
Comptroller objects 0111 - 2600 may be used.*

Related Transactions:

*TC 457: Adjust Noncurrent Liabilities in Proprietary, Fiduciary, Government-wide
Reporting Funds*

***LIABILITY TRANSACTIONS
(NO BONDS/COPs)***

Governmental, Proprietary, and Fiduciary Funds - Advances

TC 448: Establish/Adjust Advance From Other Fund/Agency – Governmental, Proprietary, and Fiduciary Funds

Usage:

To record a long-term advance (loan) from another fund or agency. Receipt of the advance by the agency would be initiated by the advancing agency or fund using TC 722/723. The GAAP Revenue Offset eliminates the revenue (other revenue or loan proceeds recorded with TC 723) for financial statement purposes.

Affects:

Trial Balance and GAAP Operating Statements

Record in R*STARS:

When loan proceeds are recorded with TC 723.

Transaction:

DR 3200 GAAP Revenue Offset
Requires Comptroller Object:
1105 Other Revenue
1600 Loan Proceeds
CR 1800 Advances From Other Funds/Agencies
Agency General Ledger Account Required:
Format: 8 characters
*XXX Agency **owed** the Advance*
*XXXX Fund in Agency **owed** the Advance*
0 (zero) Filler

Related Transactions:

TC 449: Adjust Advance From Other Fund/Agency for Repayment

TC 446: Establish or Adjust Advance To Other Fund/Agency

TC 447: Adjust Advance To Other Fund/Agency for Repayment

TC 449: Adjust Advance From Other Fund/Agency for Repayment – Governmental, Proprietary, and Fiduciary Funds

Usage:

To reduce the outstanding balance of a long-term advance from another fund or agency as a result of a repayment. Repayment of advance by the agency would be initiated using TC 722/723. The GAAP Expenditure Offset eliminates the expense (loans repaid to state agencies or principal-loans recorded with TC 722) for financial statement purposes.

Affects:

Trial Balance and GAAP Operating Statements

Record in R*STARS:

When loan repayment is initiated using TC 722.

Transaction:

- DR 1800 Advances From Other Funds/Agencies
Agency General Ledger Account Required:
Format: 8 characters
*XXX Agency **owed** the Advance*
*XXXX Fund in Agency **owed** the Advance*
0 (zero) Filler
- CR 3600 GAAP Expenditure Offset
Requires Comptroller Object:
 6825 Loans Repaid to State Agencies
 7200 Principal - Loans

Related Transactions:

- TC 448: Establish or Adjust Advance From Other Fund/Agency
 TC 446: Establish or Adjust Advance To Other Fund/Agency
 TC 447: Adjust Advance To Other Fund/Agency for Repayment

Proprietary, Fiduciary, and Government-wide Reporting Funds**TC 457: Establish/Adjust Other Noncurrent Liabilities and Deferred Outflows/Inflows of Resources related to Pensions – Proprietary, Fiduciary, and Government-wide Reporting Funds****Usage:**

To record other liabilities or deferred outflows/inflows of resources related to pensions that create an expenditure in proprietary, fiduciary, or government-wide reporting funds. The effect of this transaction is to establish or adjust a liability for GAAP reporting purposes without affecting budgetary expenditures.

Affects:

Trial Balance and GAAP Operating Statements

Record in R*STARS:

At least once a year; Month 13 is an appropriate period to record this.

Transaction:

- DR 3600 GAAP Expenditure Offset
Requires Comptroller Object:
Comptroller objects 3111-5999 and 6201-7415 may be used.
- CR *General Ledger Account Required:*
 1001 Deferred Outflows – Difference in Economic Experience
 1002 Deferred Outflows – Diff Btwn Proj and Act Investment Income
 1003 Deferred Outflows – Change in Assumptions
 1004 Deferred Outflows – Change in Employer Contribution and Proportion
 1005 Deferred Outflows – Contribution after the Measurement Date
 1577 Trust Funds Payable - Noncurrent
 1650 Pension-Related Debt - Current
 1717 Claims and Judgment Payable
 1720 Accounts Payable - Noncurrent
 1722 Contracts Payable – Retainage
 1723 Financing Arrangements - Noncurrent
 1725 Legal Reserves
 1726 Reported Claims - Risk Management
 1727 Legal IBNR
 1730 Original/Acquisition Loan Fees

1735	Loans Payable
1740	IBNR Reserves - Risk Management
1745	Lottery Prize Awards Payable
1750	Notes Payable-Noncurrent
1755	Pension-Related Debt - Noncurrent
1760	Net Pension Liability (Asset)
1770	Net OPEB Obligation
1780	Pollution Remediation Obligation
1853	Deferred Inflows - Difference in Economic Experience
1854	Deferred Inflows – Difference Between Projected and Actual Investment Results
1855	Deferred Inflows – Change in Assumptions
1856	Deferred Inflows – Change in Employer Contribution and/or Proportion

Related Transactions: *NONE*

TC 459: Reduce Lease Liability - Proprietary, Fiduciary, and Government-wide Reporting Funds

Usage:

To reduce the lease liability balance when payments are made on a lease or installment purchase with TC 222 or 225. The GAAP Expenditure Offset in this transaction eliminates the expense (recorded with TC 222 or 225) for financial statement purposes.

Affects:

Trial Balance and GAAP Operating Statements

Record in R*STARS:

Preferably, at the time payment is made to the lessor. Minimally, at least once a year for the total of the principal paid to the lessor.

Transaction:

DR *General Ledger Account Required:*

1716 Lease Obligations - Noncurrent

CR 3600 GAAP Expenditure Offset

Requires Comptroller Object:

Use the same comptroller object (7000 – 7008) used to record the principal portion of the lease payment (TC 222 or 225).

Related Transactions:

TC 462: To recognize the lease liability

TC 545: To recognize the leased asset

TC 908R: To recognize the lease proceeds.

TC 909R: To recognize the acquisition of the leased asset

BOND/COP TRANSACTIONS

Proprietary, Fiduciary, and Government-wide Reporting Funds

TC 504: Establish or Adjust a Payable for Bonds/COPs/TANs – Proprietary, Fiduciary, and Government-wide Reporting Funds

Usage:

To record the liability associated with issuance of bonds or COPs in a proprietary, fiduciary or government-wide reporting fund (bond or COP revenue proceeds are recorded using TC 190 or 567). Also use to establish the liability for TANs in a governmental fund. The effect of this transaction is to reduce the amount of revenue and to establish Bonds, COP, or TANs payable for GAAP financial statement purposes.

Affects:

Trial Balance and GAAP Operating Statements

Record in R*STARS:

When bonds, COPs or TANs are sold.

Transaction:

DR 3200 GAAP Revenue Offset
Requires Comptroller Object:
1500 *General Obligation Bonds (Dedicated Fund)*
1501 *General Obligation Bonds*
1502 *Lottery Revenue Bonds*
1503 *Revenue Bonds*
1504 *Tax Exempt Commercial Paper*
1505 *Proceeds from Refunding Bond/COP Debt*
1506 *Certificates of Participation*
1507 *OID - Certificates of Participation*
1508 *OID - Bonds*
1509 *OIP - Certificates of Participation*
1510 *OIP - Bonds*
1511 *OIP - Tax Anticipation Notes*
1512 *Appropriation Bonds*
1513 *OIP- Appropriation Bonds*
1515 *Direct Placements/Borrowings*
1516 *OID Direct Placements/Borrowings*
1517 *OIP Direct Placements/Borrowings*

1605 *Tax Anticipation Note Proceeds*
CR *General Ledger Account Required:*
1540 *Tax Anticipation Notes Payable*
1545 *Premium on Tax Anticipation Notes*
1702 *Discount on COPs Sold*
1703 *Premium on COPs Sold*
1704 *COPs Payable – Noncurrent*
1712 *Discount on Bonds Sold*
1713 *Premium on Bonds Sold*
1714 *Bonds Payable - Noncurrent*
1732 *Disc on Bonds Sold – Direct Place/Borrow*
1733 *Prem on Bonds Sold – Direct Place/Borrow*
1734 *Bonds Pay-Noncurr – Direct Place/Borrow*

Related Transactions: NONE

TC 514: Establish Prepaid Expenses/Deferred Outflows/Inflows of Resources on Bonds/COPs - Proprietary, Fiduciary, and Government-wide Reporting Funds

Usage:

To record prepaid expenses (bond insurance) when expenditures (budgetary) are made with TC 222 or 167R (i.e., out of pocket expenses, not paid from the Bond/COP proceeds). Discounts, premiums, and prepaid expenses paid from proceeds should be recorded with TC 511. This transaction allows the costs to be matched with the period in which they are used. *Use TC 500 for prepaid expenses other than Bonds/COPs.*

Affects:

Trial Balance and GAAP Operating Statements

Record in R*STARS:

Record prepaid expenses at the time they are incurred, and record amortized expense using a TC 520 at least once a year thereafter.

Transaction:

DR *General Ledger Account Required:*

0602 Prepaid Expenses
1000 Deferred Outflows – Loss on Debt Refunding
1702 Discount on COPs Sold
1703 Premium on COPs Sold
1712 Discount on Bonds Sold
1713 Premium on Bonds Sold
1732 Disc on Bonds Sold – Direct Place/Borrow
1733 Prem on Bonds Sold – Direct Place/Borrow

1851 Deferred Inflows – Gain on Debt Refunding
1852 Deferred Inflows – Loan Origination

CR 3600 GAAP Expenditure Offset

Requires Comptroller Object:

4041 *Direct Placements/Borrowings Costs*
4050 *Bond Costs*
4051 *Bond Refunded Debt Payment to Escrow Agent-not from bond proceeds*
4055 *Certificate of Participation Costs*
4056 *COP Refunded Debt Payment to Escrow Agent-not from COP proceeds*
7050 *Refunded Debt Payment to Escrow Agent-from Bond/COP proceeds*

Related Transactions:

TC 511: Establish Original Discount/Premium Prepaid Expense for Bonds/COPs

TC 516: Write off Bond/COP Discount and Deferred Outflows/Inflows of Resources

TC 520: Amortize Prepaid Insurance or Deferred Outflows of Resources for Bonds/COPs

TC 516: Write Off Bond/COP Discount and Deferred Outflow/Inflows of Resources - Proprietary, Fiduciary, and Government-wide Reporting Funds

Usage:

To write off the gain/loss on Bond/COP remaining original discount, prepaid expenses, and deferred outflows/inflows of resources in a proprietary, fiduciary or government-wide reporting fund. *This transaction should be used **only** when a bond or COP issue is being called or refunded.* Use a TC 520 for normal amortization of the various deferred outflows/inflows of resources and prepaid costs. The effect of this transaction is to reduce the amount of revenue reported for GAAP financial statement purposes and to reduce the original issue discount and related deferred outflows/inflows of resources.

Affects:

Trial Balance and GAAP Operating Statements

Record in R*STARS:

Only when Bond or COP issue(s) are refunded or retired early; record at time of Bond/COP payoff.

Transaction:

DR 3200 GAAP Revenue Offset
Requires Comptroller Object:
0401 Administrative and Service Charges
2315 Loss on Bond Call - Capitalization Write-off
2316 Loss on COP Call - Capitalization Write-off
CR General Ledger Account Required:
1000 Deferred Outflows – Loss on Debt Refunding
1702 Discount on COPs Sold
1712 Discount on Bonds Sold
1732 Disc on Bonds Sold – Direct Place/Borrow
1851 Deferred Inflows – Gain on Debt Refunding
1852 Deferred Inflows – Loan Origination

Related Transactions:

TC 514: Establish Prepaid Expenses/Deferred Outflows/Inflows of Resources on Bonds/COPs

TC 517: Write off Original Premium on Called Bonds/COPs

TC 517: Write Off Bond/COP Original Premium - Proprietary, Fiduciary, and Government-wide Reporting Funds

Usage:

This transaction allows the user to write off the gain/loss on Bond/COP remaining original premium and deferred outflows/inflows of resources in a proprietary, fiduciary or government-wide reporting fund. *This transaction should be used **only** when a bond or COP issue is being called.* Use a TC 520 for normal amortization of the original premium. The effect of this transaction is to increase the amount of revenue reported for GAAP financial statement purposes and to reduce the amount of original Bond/COP premium.

Affects:

Trial Balance and GAAP Operating Statements

Record in R*STARS:

Only when Bond or COP issue(s) refunded or retired early; record at time of Bond/COP payoff.

Transaction:

DR	<i>General Ledger Account Required:</i>	
	1000	Deferred Outflows – Loss on Debt Refunding
	1703	Premium on COPs Sold
	1713	Premium on Bonds Sold
	1732	Disc on Bonds Sold – Direct Place/Borrow
	1733	Prem on Bonds Sold – Direct Place/Borrow
	1851	Deferred Inflows – Gain on Debt Refunding
	1852	Deferred Inflows – Loan Origination
CR	3200	GAAP Revenue Offset
	<i>Requires Comptroller Object:</i>	
	0801	Interest on Program Loans
	2315	Loss on Bond Call - Capitalization Write-off
	2316	Loss on COP Call - Capitalization Write-off

Related Transactions:

TC 511: Establish Original Discount/Premium Prepaid Expense for Bonds/COPs

TC 516: Write off discounts and deferred outflows/inflows of resources when debt is refunded

TC 520: Amortize Original Discounts, Prepaid Insurance, and Deferred Outflows of Resources for Bonds/COPs - Proprietary, Fiduciary, and Government-wide Reporting Funds

Usage:

To record the amortization original discount, prepaid insurance, or deferred outflows of resources for Bonds/COPs in a proprietary, fiduciary or government-wide reporting fund. The GAAP Expenditure Offset records an expense for financial statement purposes.

Affects:

Trial Balance and GAAP Operating Statements

Record in R*STARS:

At least once a year (Month 13 is an appropriate period).

Transaction:

DR	3600	GAAP Expenditure Offset
	<i>Requires Comptroller Object:</i>	
	7450	Amortization - Discount/Premium on Bonds
	7455	Amortization - Discount/Premium on COPs
	7468	Amortization – Prepaid Debt Insurance
	7470	Amortization – Deferred Loss/Gain on Refunding
CR	<i>General Ledger Account Required:</i>	
	0602	Prepaid Expenses
	1000	Deferred Outflows – Loss on Debt Refunding
	1702	Discount on COPs Sold
	1712	Discount on Bonds Sold
	1732	Disc on Bonds Sold – Direct Place/Borrow

Related Transactions:*TC 511:* Establish Original Discount/Premium Prepaid Expense for Bonds/COPs*TC 514:* Establish Prepaid Expenses/Deferred Outflows/Inflows of Resources on Bonds/COPs**TC 523: Amortize Original Premium for Bonds/COPs - Proprietary, Fiduciary, and Government-wide Reporting Funds****Usage:**

To record the amortization of the original premium and deferred inflows of resources for a gain on refunding for Bonds/COPs in a proprietary, fiduciary or government-wide reporting fund. The GAAP Expenditure Offset records these expenses for financial statement purposes only.

Affects:

Trial Balance and GAAP Operating Statements

Record in R*STARS:

At least once a year (Month 13 is an appropriate period).

Transaction:

DR	<i>General Ledger Account Required:</i>	
	1545	Premium on Tax Anticipation Notes
	1703	Premium on COPs Sold
	1713	Premium on Bonds Sold
	1733	Prem on Bonds Sold – Direct Place/Borrow
	1851	Deferred inflows – Gain on Debt Refunding
CR	3600	GAAP Expenditure Offset
	<i>Requires Comptroller Object:</i>	
	7450	Amortization - Discount/Premium on Bonds
	7455	Amortization - Discount/Premium on COPs
	7456	Amortization – Discount/Premium on TANs
	7470	Amortization – Deferred Loss/(Gain) on Refunding

Related Transactions:*TC 511:* Establish Original Discount/Premium Prepaid Expense for Bonds/COPs**TC 524: Establish/Adjust Accreted Interest Payable on Bonds/COPs - Proprietary, Fiduciary, and Government-wide Reporting Funds****Usage:**

To record the accretion (or growth) of the accreted interest associated with *deep discount* Bonds/COPs to match revenues and expenses. This increases Accreted Interest Payable over the life of the Bonds/COPs. The GAAP Expenditure Offset records the expense for financial statement purposes only.

Affects:

Trial Balance and GAAP Operating Statements

Record in R*STARS:

At least once a year (Month13 is an appropriate period).

Transaction:

DR 3600 GAAP Expenditure Offset
Requires Comptroller Object:
 7050 *Refunded Debt Payment to Escrow Agent from Bond/COP Proceeds*
 7225 *Interest Direct Placements/Borrowings*
 7250 *Interest - Bonds*
 7300 *Interest - Certificates of Participation*
 CR 1709 Accreted Interest Payable

Related Transactions: NONE**TC 526: Establish/Adjust Noncurrent Arbitrage Rebate Payable on Bonds/COPs - Proprietary, Fiduciary, and Government-wide Reporting Funds****Usage:**

To record the noncurrent portion of arbitrage rebate payable for Bonds/COPs in a proprietary, fiduciary or government-wide reporting fund. This reduces interest revenue associated with Bonds/COPs. Use a TC 526R to reduce/liquidate arbitrage payable. The GAAP Revenue Offset records the reduction of revenue for financial statement purposes only.

Affects:

Trial Balance, GAAP Operating Statements

Record in R*STARS:

At least once a year (Month13 is an appropriate period).

Transaction:

DR 3200 GAAP Revenue Offset
Requires Comptroller Object:
 0800 *Interest on Investments*
 0801 *Interest on Program Loans*
 CR 1719 Arbitrage Rebate Payable

Related Transactions:

TC 527: – Adjust arbitrage rebate payable-current

TC 527: Establish/Adjust Current Arbitrage Rebate Payable on Bonds/COPs - Proprietary, Fiduciary, and Government-wide Reporting Funds**Usage:**

To record the current portion of arbitrage rebate payable for Bonds/COPs in a proprietary, fiduciary or government-wide reporting fund. This reduces interest revenue associated with Bonds/COPs. Use a TC 526R to reduce/liquidate arbitrage payable. The GAAP Revenue Offset records the reduction of revenue for financial statement purposes only.

Affects:

Trial Balance, GAAP Operating Statements

Record in R*STARS:

At least once a year (Month13 is an appropriate period).

Transaction:

DR 3200 GAAP Revenue Offset

Requires Comptroller Object:
 0800 Interest on Investments
 0801 Interest on Program Loans
 CR 1619 Arbitrage Rebate Payable-Current

Related Transactions:

TC 526: Record arbitrage rebate payable-noncurrent

TC 528: Reduce Liability for Principal/Advance Refunding of Bonds/COPs - Proprietary, Fiduciary, and Government-wide Reporting Funds

Usage:

To reduce the Bond or COP Payable balances to reflect the payment of principal or an advance refunding in a proprietary, fiduciary or government-wide reporting fund. To record payment to escrow agent for advance refunding or principal payment use TC 167R or 568.

To produce a warrant, use TC 222.

Affects:

Trial Balance and GAAP Operating Statements

Record in R*STARS:

When payment on principal is made or, at a minimum, at the end of each year principal payments are made.

Transaction:

DR *General Ledger Account Required:*
 1276 Bonds Payable - Current
 1277 Bonds Pay-Current – Direct Place/Borrow
 1279 COP Payable - Current
 1540 Tax Anticipation Notes Payable - Current
 1704 COPs Payable - Noncurrent
 1714 Bonds Payable - Noncurrent
 1734 Bonds Pay-Noncurr – Direct Place/Borrow
 CR 3600 GAAP Expenditure Offset
Requires Comptroller Object:
 4051 Bond Refund Debt Payment – Escrow Agent – Agency Cash
 7050 Refunded Debt Payment to Escrow Agent from Bond/COP Proceeds
 7100 Principal - Bonds
 7125 Principal Direct Placements/Borrowings
 7150 Principal - Certificates of Participation
 7275 Principal – Appropriation Bonds
 7410 Principal - Tax Anticipation Notes

Related Transactions: NONE

TC 558: Expenditure/Cash in Bank-To Reduce Liability - Proprietary, Fiduciary, and Government-wide Reporting Funds

Usage:

To record expenditure from cash in bank and reduce liability for the amount of principal or advanced refunding for a bond or COP payable in a Proprietary, Fiduciary or the Government Wide Reporting Fund. Developed to combine several of the General Ledger and Comptroller Objects of TC 528 and TC 568. This TC records the expenditure from cash in bank.

Affects:

Trial Balance and GAAP Operating Statements

Record in R*STARS:

When payment on principal is made from cash in bank or, at a minimum, at the end of each year principal payments are made.

Transaction:

DR *General Ledger Account Required:*
 1276 Bonds Payable - Current
 1277 Bonds Pay-Current – Direct Place/Borrow
 1279 COP Payable - Current
 1704 COPs Payable - Noncurrent
 1714 Bonds Payable - Noncurrent
 1734 Bonds Pay-Noncurr – Direct Place/Borrow
CR 3600 GAAP Expenditure Offset
 Requires Comptroller Object:
 4051 *Bond Refund Debt Payment – Escrow Agent – Agency Cash*
 7050 *Refunded Debt Payment to Escrow Agent from Bond/COP Proceeds*
 7100 *Principal - Bonds*
 7125 *Principal Direct Placements/Borrowings*
 7150 *Principal - Certificates of Participation*
DR 3500 Expenditure Control-Cash
CR 0077 Cash-In Bank

Related Transactions: NONE

OTHER MISCELLANEOUS TRANSACTIONS

Proprietary, Fiduciary, and Government-wide Reporting Funds

TC 440: Record/Adjust Short-Term Vacation Payable – Proprietary, Fiduciary, and Government-wide Reporting Funds

Usage:

To record increase (TC 440) or decrease (TC 440R) in short-term vacation payable in proprietary, fiduciary or government-wide reporting funds. The effect of this entry is an increase or decrease in payroll expense for GAAP financial statement purposes. The effect of this entry will not appear on budgetary operating statements, but will be reflected in GAAP operating statements.

Affects:

Trial Balance and GAAP Operating Statements

Record in R*STARS:

Record once per year. Month 13 is the most appropriate period to record this, but it can be recorded in month 12 when information is provided by SARS.

Transaction:

DR 3600 GAAP Expenditure Offset
Requires Comptroller Object:
3111 Regular Employees (payroll)
CR 1605 Vacation Payable - Current

Related Transactions:

TC 442: Record/Adjust Noncurrent Vacation Payable - Proprietary, Fiduciary, Government-wide Reporting Funds

TC 442: Record/Adjust Noncurrent Vacation Payable - Proprietary, Fiduciary, and Government-wide Reporting Funds

Usage:

To record increase (TC 442) or decrease (TC 442R) in noncurrent vacation payable in proprietary, fiduciary, or the government-wide reporting fund. The effect of this entry is an increase or decrease in payroll expense for GAAP financial reporting purposes. Thus, the effect of this entry will not appear on budgetary operating statements, but will be reflected in GAAP operating statements.

Affects:

Trial Balance and GAAP Operating Statements

Record in R*STARS:

Record once per year. Month 13 is the most appropriate period to record this, but it can be recorded in month 12 when information is provided by SARS.

Transaction:

DR 3600 GAAP Expenditure Offset
Requires Comptroller Object:
3111 Regular Employees (payroll)
CR 1718 Vacation Payable - Noncurrent

Related Transactions:

TC 440: Short-Term Vacation Payable for all fund types

TC 487: Adjust Valuation Account to Recognize Investments at Fair Value - Governmental, Proprietary, and Fiduciary Funds

Usage:

To adjust the valuation account to recognize investments at fair value. A TC 487R records a decrease in fair value, and a TC 487 records an increase in fair value. The GAAP Revenue Offset records the adjustment for GAAP reporting purposes only.

Affects:

Trial Balance and GAAP Operating Statements

Record in R*STARS:

Monthly.

Transaction:

DR *General Ledger Account Required:*
0235 Investment Valuation Account - OITP
0245 Investment Valuation Account - Designated
0255 Investment Valuation Account - Other
CR 3200 *GAAP Revenue Offset*
Requires Comptroller Object:
0800 *Interest on Investments*
0801 *Interest on Program Loans*
0810 *Income From Investments - Treasury*
0811 *Interest on Program Loans - Treasury*
0830 *Net Increase (Decrease) in FV of Investments*

Related Transactions:

TC 490: Record purchase of Investments with Cash in Bank
TC 491: Record purchase of Investments with Cash at Treasury

Governmental Funds

TC 502: Record/Adjust Inventories - Governmental Funds

Usage:

To record or adjust inventory and the related nonspendable fund balance account in a governmental fund. Also records the change in inventory for GAAP reporting purposes. Expenditures (budgetary) are made with TC 222, 225, or 226. Where the asset cost has not expired, this transaction allows the costs to be matched with the period in which they are used.

Affects:

Trial Balance and GAAP Operating Statements

Record in R*STARS:

At least once a year (Month 13 is proper for this).

Transaction:

DR *General Ledger Account Required:*
0600 Inventories-Materials and Supplies
0601 Inventories – Stores for Resale
CR 3031 Nonspendable FB - Inventory
DR 3075 Change in Reserves
CR 3600 GAAP Expenditure Offset

*Requires Comptroller Object:
7500 Increase/Decrease in Governmental Inventories Reserve*

Related Transactions:

TC 500: Record/Adjust Prepaid Expense/Inventory in proprietary and fiduciary funds or in governmental funds if the proceeds from the sale of merchandise for resale are restricted, committed, or assigned to a specific purpose

TC 510: Record/Adjust Prepaid Items - Governmental Funds

Usage:

To record an asset (prepaid items) when expenditures are made with TC 222, 225, or 226, where the asset cost has not expired. This TC is used in governmental funds and allows the costs to be matched with the period in which they are used. *Use TC 514 for Bond/COP prepaid expenses.*

Affects:

Trial Balance and GAAP Operating Statements

Record in R*STARS:

Record prepaid expenses at the time they are incurred, and expense or adjust at least once a year thereafter.

Transaction:

DR 0602 Prepaid Expenses
CR 3032 Nonspendable FB – Prepaids
DR 3075 Change in Reserves
CR 3600 GAAP Expenditure Offset

Requires Comptroller Object:

Comptroller objects 3111–5999 or 6201-7415 may be used. Use the same object used for the original expenditure.

Related Transactions:

TC 500: Record Prepaid Expense/Inventory - proprietary and fiduciary funds

TC 564: Establish/Adjust Cash on Hand – Governmental Funds

Usage:

To establish or adjust cash on hand (petty cash) for a governmental fund. A warrant is produced using TC 222. The warrant is cashed by the agency for use in a petty cash account. This transaction is used to record the cash on hand and related nonspendable fund balance account. The GAAP Expenditure Offset eliminates the expenditure that was recorded when the warrant was originally produced.

Affects:

Trial Balance and GAAP Operating Statements

Record in R*STARS:

When the warrant establishing or adjusting the petty cash fund is issued.

Transaction:

DR 0072 Cash on Hand
CR 3036 Nonspendable FB - Revolving Accounts
DR 3075 Change in Reserves
CR 3600 GAAP Expenditure Offset

*Requires Comptroller Object:
Comptroller objects 4001-5999 and 6201-7415 may be used. Use the same object used originally to issue the warrant (normally 4200 Office Supplies).*

Related Transactions:

TC 194: Establish or Adjust Cash on Hand for proprietary and fiduciary funds

TC 698: Record Prepayment of Legal Fees - Governmental Funds

Usage:

To record the prepayment of legal fees in a governmental fund. TC 699 must be processed with TC 698 as a balanced transaction. The GAAP Expenditure Offset eliminates the expenditure/expense for financial reporting purposes.

Affects:

Trial Balance and GAAP Operating Statements

Record in R*STARS:

Record prepaid expenses at the time they are incurred, and expense at least once a year thereafter.

Transaction:

DR	3500	Expenditure Control - Cash
CR	0070	Cash on Deposit With Treasurer
DR	0602	Prepaid Expenses
CR	3032	Nonspendable FB - Prepaids
DR	3075	Change in Reserves
CR	3600	GAAP Expenditure Offset

*GL accounts 3500 and 3600 require a comptroller object:
4500 Professional Services Non-IT
4550 Attorney General Legal Fees*

Related Transactions:

TC 699: To record receipt of prepaid legal fees as unearned revenue - governmental funds

TC 699: Record receipt of Prepaid Legal Fees - Governmental Funds

Usage:

To record the receipt of prepaid legal fees as unearned revenue in a governmental fund. This entry is generated by the paying agency. TC 699 must be processed with TC 698 as a balanced transaction. Revenue is recorded for budgetary purposes while the GAAP Revenue Offset eliminates the revenue for financial reporting purposes (since it has not been earned yet). Use TC 493 to recognize the earned portion.

Affects:

Trial Balance and GAAP Operating Statements

Record in R*STARS:

Record at the time the prepayment is received.

Transaction:

DR	0070	Cash on Deposit With Treasurer
CR	1604	Unearned Revenue - Document Supported

DR 3200 GAAP Revenue Offset
CR 3100 Revenue Control - Cash
*GL accounts 3100 and 3200 require a comptroller object:
0407 Other Charges for Services*

Related Transactions:

TC 698: To record prepayment of legal fees - governmental funds

TC 493: To recognize the earned portion of unearned revenue

Proprietary and Fiduciary Funds

TC 194: Establish/Adjust Cash on Hand – Proprietary and Fiduciary Funds

Usage:

To establish or adjust cash on hand (petty cash) for proprietary or fiduciary funds. A warrant is produced using TC 222. The warrant is cashed by the agency for use in a petty cash account. This transaction is used to record the cash on hand. The GAAP Expenditure Offset eliminates the expenditure created when the warrant was produced for financial reporting purposes.

Affects:

Trial Balance and GAAP Operating Statements

Record in R*STARS:

When the warrant establishing or adjusting the petty cash fund is issued.

Transaction:

DR 0072 Cash on Hand

CR 3600 GAAP Expenditure Offset

Requires Comptroller Object:

Comptroller object 4001 - 5999 and 6201 - 7415 may be used. Use the same object used originally to issue the warrant (normally 4200 Office Supplies)

Related Transactions:

TC 564: Establish or Adjust Cash on Hand for governmental funds

TC 500: Record Prepaid Expense/Inventories - Proprietary and Fiduciary Funds

Usage:

To record an asset (prepaid items or inventory) when expenditures (budgetary) are made with TC 222, 225, or 226, where the asset cost has not expired. This TC is used in proprietary or fiduciary funds for materials and supplies inventory and allows the costs to be matched with the period in which they are used. This TC applies to all fund types, including governmental funds, when recording inventory held for resale. *Use TC 514 for Bond/COP prepaid expenses.*

Affects:

Trial Balance and GAAP Operating Statements

Record in R*STARS:

At least once a year for inventories (Month 13 is proper for this). Record prepaid expenses at the time they are incurred, and expense at least once a year thereafter.

Transaction:

DR *General Ledger Account Required:*

0600 Inventories-Materials and Supplies
 0601 Inventories-Stores for Resale
 0602 Prepaid Expenses
 0967 Net Pension Asset (DAS only)
 CR 3600 GAAP Expenditure Offset
*Requires Comptroller Object:
 Comptroller objects 3111 - 5999 and 6201 - 7415 may be used. Use the same
 object used for the original expenditure.*

Related Transactions:

TC 514: Establish Prepaid Expenses/Deferred Outflows/Inflows of Resources on Bonds/COPs

TC 510: Record/Adjust Prepaid Expense - Governmental Funds

TC 502: Record/Adjust Inventory - Governmental Funds

TC 779: Expenditure/Prepaid Legal Fees - Proprietary Funds

Usage:

To record the prepayment of legal fees in a proprietary fund. TC 780 must be processed with TC 779 as a balanced transaction. The GAAP Expenditure Offset eliminates the expense for financial reporting purposes.

Affects:

Trial Balance and GAAP Operating Statements

Record in R*STARS:

Record prepaid expenses at the time they are incurred, and expense at least once a year thereafter.

Transaction:

DR 3500 Expenditure Control - Cash
 CR 0070 Cash on Deposit With Treasurer
 DR 0602 Prepaid Expenses
 CR 3600 GAAP Expenditure Offset
*GL accounts 3500 and 3600 require a comptroller object:
 4500 Professional Services Non-IT
 4550 Attorney General Legal Fees*

Related Transactions:

TC 780: To record receipt of prepaid legal fees as unearned revenue - proprietary and fiduciary funds

TC 780: Revenue/Prepaid Legal Fees - Proprietary Funds

Usage:

To record the receipt of prepaid legal fees as unearned revenue in a proprietary fund. This entry is generated by the paying agency. TC 779 must be processed with TC 780 as a balanced transaction. Revenue is recorded for budgetary purposes while the GAAP Revenue Offset eliminates the revenue for financial reporting purposes (since it has not been earned yet). Use TC 493 to recognize the earned portion.

Affects:

Trial Balance and GAAP Operating Statements

Record in R*STARS:

Record at the time the prepayment is received.

Transaction:

DR 0070 Cash on Deposit With Treasurer
CR 3100 Revenue Control - Cash
DR 3200 GAAP Revenue Offset
CR 1604 Unearned Revenue - Document Supported
*GL accounts 3100 and 3200 require a comptroller object:
0407 Other Charges for Services*

Related Transactions:

TC 779: To record prepayment legal fees - proprietary and fiduciary funds

TC 493: To recognize the earned portion of unearned revenue

UNEARNED REVENUE TRANSACTIONS

Governmental, Proprietary, and Fiduciary Funds

TC 164: Receipt of Unearned Revenue - No Document Support – Governmental, Proprietary, and Fiduciary Funds

Usage:

When amounts are received by an agency that have not yet been earned (the amount is available, but not measurable) it must be recorded as unearned revenue for GAAP purposes. For budgetary purposes the amount is considered revenue. This transaction allows the user to record the receipt of cash and unearned revenue. The GAAP Revenue Offset eliminates the revenue for GAAP financial reporting purposes. This entry may be used in both governmental and proprietary type funds. TC 492 is used when the unearned revenue has been earned.

Affects:

Trial Balance, Budgetary Operating Statements, and GAAP Operating Statements

Record in R*STARS:

When cash is received.

Transaction:

DR 0065 Unreconciled Deposit
CR 1603 Unearned Revenue - Non-Document Supported
DR 3200 GAAP Revenue Offset
CR 3100 Revenue Control – Cash
*GL accounts 3100 and 3200 require a comptroller object.
The following comptroller objects are allowed:
0111 - 1200, 1404 - 1405, 1501 - 1750, 2000 - 2600*

Related Transactions:

TC 492: Recognize Earned Portion of Unearned Revenue-No Document Support

TC 170: Receipt of Unearned Revenue - Document Supported - Governmental, Proprietary, and Fiduciary Funds

Usage:

This transaction allows the user to record the receipt of cash (the budgetary revenue) and set up a liability for Unearned Revenue. The GAAP Revenue Offset eliminates the revenue for GAAP financial reporting purposes. This entry may be used in both governmental and proprietary type funds. TC 493 is used when the unearned revenue has been earned.

Affects:

Trial Balance, Budgetary Operating Statements, and GAAP Operating Statements

Record in R*STARS:

When cash is received.

Transaction:

DR 0065 Unreconciled Deposit
CR 1604 Unearned Revenue - Document Supported
DR 3200 GAAP Revenue Offset
CR 3100 Revenue Control - Cash
GL accounts 3100 and 3200 require a comptroller object.
The following comptroller objects are allowed:
0111 - 1200, 1404 - 1405, 1501 - 1750, 2000 - 2600

Related Transactions:

TC 493: Recognize Earned Portion of Unearned Revenue-Document Supported
TC 443: Move Unearned Revenue out and Cash Out
TC 444: Move Unearned Revenue in and Cash In

TC 443: Move Unearned Revenue and Cash Out - Governmental, Proprietary, and Fiduciary Funds**Usage:**

To move unearned revenue and cash collected which was originally recorded with TC 170 out. It is used as a balanced transaction with TC 444, and may be used within a fund or between funds within an agency. *TC 443 should not be used for transactions between agencies.* This transaction reports revenue for budgetary purposes while the GAAP Revenue Offset eliminates the revenue for financial reporting purposes.

Affects:

Trial Balance, Budgetary Operating Statements, and GAAP Operating Statements

Record in R*STARS:

When it is determined that unearned revenue was recorded incorrectly.

Transaction:

DR 1604 Unearned Revenue - Document Supported
CR 0070 Cash on Deposit with Treasurer
DR 3100 Revenue Control - Cash
CR 3200 GAAP Revenue Offset
GL accounts 3100 and 3200 require a comptroller object.
The following comptroller objects are allowed:
0111 - 1200, 1404 - 1405, 1501 - 1750, 2000 - 2600

Related Transactions:

TC 170: Receipt of Unearned Revenue - Document Supported
TC 444: Move Unearned Revenue in and Cash In

TC 444: Move Unearned Revenue and Cash In - Governmental, Proprietary, and Fiduciary Funds

Usage:

To move unearned revenue and cash collected which was originally recorded with TC 170 in. It is used as a balanced transaction with TC 443 (move out), and may be used within a fund or between funds within an agency. *It should not be used for transactions between agencies.* This transaction reports revenue for budgetary purposes while eliminating it for GAAP reporting purposes.

Affects:

Trial Balance, Budgetary Operating Statements, and GAAP Operating Statements

Record in R*STARS:

When it is determined that unearned revenue was recorded incorrectly.

Transaction:

DR 0070 Cash on Deposit with Treasurer
CR 1604 Unearned Revenue - Document Supported
DR 3200 GAAP Revenue Offset
CR 3100 Revenue Control - Cash
*GL accounts 3100 and 3200 require a comptroller object.
The following comptroller objects are allowed:
0111 - 1200, 1404 - 1405, 1501 - 1750, 2000 - 2600*

Related Transactions:

TC 170: Receipt of Unearned Revenue - Document Supported

TC 443: Move Unearned Revenue out and Cash Out

TC 492: Recognize Earned Portion of Unearned Revenue - No Document Support - Governmental, Proprietary, and Fiduciary Funds

Usage:

To recognize the earned (measurable) portion of revenue that was unearned with TC 164. The GAAP Revenue Offset reports the additional revenue for financial statement purposes only since it has already been reported for budgetary purposes. The effect of this transaction is to reduce the amount of unearned revenue reported by the amount earned and to record the revenue earned for GAAP financial statement purposes.

Affects:

Trial Balance and GAAP Operating Statements

Record in R*STARS:

As unearned revenue is earned. Review the balance of unearned revenue for possible earned portions on a regular basis (monthly would be appropriate).

Transaction:

DR 1603 Unearned Revenue - Non-Document Supported
CR 3200 GAAP Revenue Offset

Requires Comptroller Object:

The following comptroller objects are allowed:

0111 - 1200, 1404 - 1405, 1501 - 1750, 2000 - 2600.

Use the same object used to record the original transaction.

Related Transactions:

TC 164: Receipt of Unearned Revenue - No Document Support

TC 493: Recognize Earned Portion of Unearned Revenue - Document Supported - Governmental, Proprietary, and Fiduciary Funds**Usage:**

To recognize the earned (measurable) portion of revenue that was unearned with TC 170. The effect of this transaction is to reduce the amount of unearned revenue reported by the amount earned and to record the revenue earned for GAAP financial statement purposes.

Affects:

Trial Balance, GAAP Operating Statements

Record in R*STARS:

As unearned revenue is earned. Review the balance of unearned revenue for possible earned portions on a regular basis (monthly would be appropriate).

Transaction:

DR 1604 Unearned Revenue - Document Supported
CR 3200 GAAP Revenue Offset

Requires Comptroller Object:

The following comptroller objects are allowed:

0111 - 1200, 1404 - 1405, 1501 - 1750, 2000 - 2600.

Use the same object used to record the original transaction.

Related Transactions:

TC 170: Receipt of Unearned Revenue - Document Supported

TC 443: Move Unearned Revenue Out and Cash Out

TC 444: Move Unearned Revenue In and Cash In

PRIOR PERIOD ADJUSTMENTS

TC 113: Prior Period Adjustment/Revenue

Usage:

To record revenue which was supposed to be recorded in a prior year, but is being recorded currently only due to an error. Also, use this TC to record post closing financial statement adjustments and revenue adjustments due to accounting changes. **Only use this** TC if the prior year is closed in R*STARS. The revenue transaction will affect current cash position for control purposes, but for financial statement purposes, the revenue should be recorded as a prior period adjustment. Receipt of the revenue will affect current revenue balances for budgetary reporting and control, but the revenue will be reclassified to a prior period adjustment for GAAP reporting.

Affects:

Trial Balance and GAAP Operating Statements

Record in R*STARS:

When prior period adjustment to revenue is known.

Transaction:

DR 3200 GAAP Revenue Offset
Requires Comptroller Object:
The following comptroller objects are allowed:
0111 - 1200, 1404 - 1405, 1407 - 1408, 1435, 1500 - 1700, 1900, 2000 - 2639, and 2670.

CR *General Ledger Account Required:*
3060 Prior Period Adjustment
3062 Prior Year Post Closing Adjustment
3064 Accounting Change

Related Transactions:

TC 114: Prior Period Adjustment / Expenditure

TC 119: Prior Period Adjustment / Expenditure for Distributions to State Agencies

TC 114: Prior Period Adjustment/Expenditure

Usage:

To record an expenditure incurred in a prior year. Also, use this TC to record post-closing financial statement adjustments and expenditure adjustments due to accounting changes. Use this TC **only** if the prior year is closed in R*STARS. Payment of the expenditure will affect current appropriation balances for budgetary reporting and control. However, for financial statement purposes, the expenditure will be reported as a prior period adjustment.

Affects:

Trial Balance and GAAP Operating Statements

Record in R*STARS:

When prior period adjustment expenditure is known.

Transaction:

DR *General Ledger Account Required*
 3060 Prior Period Adjustment
 3062 Prior Year Post Closing Adjustment
 3064 Accounting Change
 CR 3600 GAAP Expenditure Offset
 Requires Comptroller Object:
 Comptroller objects 3111 – 5999, 6093, or 6201 - 7600 may be used.

Related Transactions:

TC 113: Prior Period Adjustment/Revenue
 TC 119: Prior Period Adjustment/Expenditure for Distributions to State Agencies

TC 119: Prior Period Adjustment/Expenditure for Distributions to State Agencies (GASB 38)**Usage:**

To record an expenditure (distribution to a state agency) incurred in a prior year. Also, use this TC to record post-closing financial statement adjustments and expenditure distribution adjustments due to accounting changes. This TC requires GASB 38 coding. Use this TC **only** if the prior year is closed in R*STARS. Payment of the expenditure will affect current appropriation balances for budgetary reporting and control. However, for financial statement purposes, the expenditure will be reported as a prior period adjustment.

Affects:

Trial Balance and GAAP Operating Statements

Record in R*STARS:

When prior period adjustment expenditure (distribution to state agency) is known.

Transaction:

DR *General Ledger Account Required*
 3060 Prior Period Adjustment
 3062 Prior Year Post Closing Adjustment
 3064 Accounting Change
 CR 3600 GAAP Expenditure Offset
 Requires Comptroller Object:
 Comptroller objects 6000-6092 or 6094-6200 may be used.
 G38 Code Required:
 Format: 8 characters
 *XXX Agency **receiving** distribution*
 *XXXX Fund in Agency **receiving** distribution*
 0 (zero) Filler

Related Transactions: NONE

TC 124: Prior Period Adjustment/Transfers In

Usage:

To record a GAAP transfer in which should have been recorded in a prior year. Use this TC only if the prior year is closed in R*STARS. The transfer transaction will affect current cash position for control purposes, but for financial statement purposes, the transfer in should be recorded as a prior period adjustment. Receipt of the transfer in will affect current revenue balances for budgetary reporting and control, but the transfer in will be recorded as a prior period adjustment for GAAP reporting.

Affects:

Trial Balance and GAAP Operating Statements

Record in R*STARS:

When prior period adjustment to transfer in is known.

Transaction:

DR 3350 GAAP Transfers In Offset
*Requires Comptroller Object:
Comptroller objects 1286-1400 may be used.
G38 Code Required:
Format: 8 characters
XXX Agency **paying** on Transfer
XXXX Fund in Agency **paying** on Transfer
0 (zero) Filler*

CR General Ledger Account Required
3060 Prior Period Adjustment
3062 Prior Year Post Closing Adjustment
3064 Accounting Change

Related Transactions:

TC 125: Prior Period Adjustment/Transfers Out

TC 125: Prior Period Adjustment/Transfers Out

Usage:

To record a GAAP transfer out which was supposed to be recorded in a prior year, but is being recorded currently only due to an error. Only use this TC if the prior year is closed in R*STARS. The transfer transaction will affect current cash position for control purposes, but for financial statement purposes, the transfer out should be recorded as a prior period adjustment. Receipt of the transfer out will affect current revenue balances for budgetary reporting and control, but the transfer out will be reclassified to a prior period adjustment for GAAP reporting.

Affects:

Trial Balance and GAAP Operating Statements

Record in R*STARS:

When prior period adjustment to transfer out is known.

Transaction:

DR *General Ledger Account Required*
 3060 *Prior Period Adjustment*
 3062 *Prior Year Post Closing Adjustment*
 3064 *Accounting Change*
CR 3750 *GAAP Transfers Out Offset*
 Requires Comptroller Object:
 The following comptroller objects are allowed:
 1401-1403, 1430, 1456, and 1801-1999.
 G38 Code Required:
 Format: 8 characters
 *XXX Agency **receiving** Transfer*
 *XXXX Fund in Agency **receiving** Transfer*
 0 (zero) Filler

Related Transactions:

TC 124: Prior Period Adjustment/Transfers In

FINANCIAL STATEMENT ENTRIES

TC 906: Estimated Accounts Payable Accrual with Auto-Reverse

Usage:

To establish or adjust an estimated accounts payable/revenue reduction amount for the month, quarter, or year for financial statement purposes. This will be reversed in the following month with auto-reversing TC 986.

Affects:

Trial Balance and GAAP Operating Statements

Record in R*STARS:

When accrued revenue reduction or payable is recorded at a high level.

Transaction:

DR 3200 GAAP Revenue Offset
*Requires Comptroller Object:
The following comptroller objects are allowed: 0111 - 1200, 1404 - 1455,
1457 - 1799, and 2000 - 2600.*
CR 1215 Accounts Payable

Related Transactions:

TC 986: Auto-Reverse Accounts Payable Accrual

TC 908: Reclassify Revenue to Deposit Liability; Record Securities Lending Income

Usage:

To reclassify revenue to deposit liability for the month, quarter or year for financial statement purposes. This transaction does not auto reverse in the following month. The GAAP Revenue Offset eliminates revenue for financial reporting purposes only. Use TC 908R to record securities lending income (comptroller object 0800) for year-end financial reporting.

Affects:

Trial Balance and GAAP Operating Statements

Record in R*STARS:

Securities lending income should be recorded during Month 13.

Transaction:

DR 3200 GAAP Revenue Offset
*Requires Comptroller Object:
Comptroller objects 0111 - 1200, 1404 - 1455, 1457 - 1799, and 2000 - 2600
may be used.*
CR 1551 Deposit Liability - Without DF Support

Related Transactions:

TC 909: Change Expenditure to Deposit Liability; Record Securities Lending Expense-No Auto Reverse

TC 909: Reclassify Expenditure to Deposit Liability; Record Securities Lending Expense

Usage:

To reclassify an expenditure to deposit liability for the month, quarter or year for financial statement purposes. This transaction does not auto reverse in the following month. The GAAP Expenditure Offset eliminates expenditures for financial reporting purposes only. Use TC 909R to record securities lending expenses (comptroller object 4740) for year-end financial reporting.

Affects:

Trial Balance and GAAP Operating Statements

Record in R*STARS:

Securities lending expense should be recorded during Month 13.

Transaction:

DR 1551 Deposit Liability - Without DF Support

CR 3600 GAAP Expenditure Offset

Requires Comptroller Object:

Comptroller objects 3111 - 5999 or 6201 - 7415 may be used.

Related Transactions:

TC 938: Change Expenditure to Deposit Liability-No Auto Reverse-G38

TC 908: Change Revenue to Deposit Liability; Record Securities Lending Income-No Auto Reverse

TC 915: Accrue Due From Other Funds Within Agency

Usage:

To record due from other funds within an agency. This TC must be used with TC 916 as a balanced transaction, *It should not be used for transactions between agencies. TC 915 and 916 should only be used between a trust fund and another fund within the agency.* The GAAP Revenue Offset records revenue for financial reporting purposes only.

Affects:

Trial Balance and GAAP Operating Statements

Record in R*STARS:

When accrued revenue resulting from an interfund transaction within the agency is recorded at a high level.

Transaction:

DR 0586 Due From Other Funds

Agency General Ledger Account Required:

Format: 8 characters

*XXX Agency that **owes** on distribution*

*XXXX Fund in Agency that **owes** on distribution*

0 (zero) Filler

CR 3200 GAAP Revenue Offset

Requires Comptroller Object:

Comptroller objects 0111 - 1200, 1404 - 1455, 1457 - 1799, and 2000 - 2600 may be used.

Related Transactions:

TC 916: Accrue Due to Other Fund Within an Agency

TC 938: Reclassify Expenditure to Deposit Liability for Distributions to State Agencies (GASB 38)

Usage:

To reclassify a distribution expenditure to a State Agency to deposit liability for the month, quarter or year for financial statement purposes. This transaction does not auto reverse in the following month. This TC requires GASB 38 coding. The GAAP Expenditure Offset eliminates expenditures for financial reporting purposes only. This TC is for distributions to other state agencies.

Affects:

Trial Balance and GAAP Operating Statements

Record in R*STARS:

Distribution corrections should be recorded during Month 13.

Transaction:

DR 1551 Deposit Liability - Without DF Support

CR 3600 GAAP Expenditure Offset

Requires Comptroller Object:

Comptroller objects 6000 - 6200 may be used.

G38 Code Required:

Format: 8 characters

*XXX Agency **receiving** distribution*

*XXXX Fund in Agency **receiving** distribution*

0 (zero) Filler

Related Transactions:

TC 909: Reclassify Expenditure to Deposit Liability; Record Securities Lending Expense-No Auto Reverse