

## Scenario II

### Trust Fund Balances Precluded From Obligation

Certain trust funds fall under a requirement whereby any unobligated balances remaining at yearend must be classified as temporarily not available and, in effect, temporarily removed from budget execution. This requirement applies only to funds wherein receipts are immediately appropriated, but are precluded from obligation at yearend by a provision of law, such as a benefit formula or limitation. This authority can be precluded during the year (i.e., by legislation) but is more commonly seen with trust funds at the end of the year (i.e., for trust funds with legislative provisions that contain a benefit formula or limitation on obligations). Some of the larger dollar-value and commonly known trust funds fit into this category. Examples of these types of trust funds are the Federal Old-Age and Survivor's Insurance Trust Fund, Federal Hospital Insurance Trust Fund, and Unemployment Trust Fund.

Reporting guidelines stipulate that the yearend SF 133 must agree with the P&F in the Budget. Furthermore, there is a relationship between Schedule N: Schedule of Unavailable Collections (which precedes the P&F in the Budget) and the P&F. The Schedule N and P&F together, as well as the yearend SF 133, should reflect that the amount of current-year receipts less obligations equals amounts precluded from obligation. In addition, budgetary reporting of these trust funds reflects no beginning or ending unobligated balances available for obligation.

During the year, appropriated receipts are recorded as new budget authority on Line 1A of the SF 133, while at the same time obligations are incurred. On September 30<sup>th</sup>, any remaining unobligated balances become temporarily precluded from obligation, and are subtracted from budget authority on Line 5 of the SF 133. This process results in a zero unobligated balance on both the SF 133 and P&F. However, the balances remain on Schedule N until such time as needed when current-year receipts are not enough to cover current-year obligations. Furthermore, the unobligated balances are to be included on the FMS 2108, Column 11, Unobligated Balances.

To account for this type of activity, the following budgetary USSGL accounts were established to ensure accurate reporting on the SF 133, FMS 2108, and multiple lines of the P&F:

- 4157 Authority Made Available from Receipt or Appropriation Balances Previously Precluded from Obligation
- 4158 Authority Made Available from Offsetting Collections Balances Previously Precluded from Obligation
- 4397 Receipts and Appropriations Temporarily Precluded from Obligation
- 4398 Offsetting Collections Temporarily Precluded from Obligation

USSGL accounts 4397 and 4398 are recorded to temporarily preclude receipts or offsetting collections from obligation. These accounts are credited at yearend against any remaining unobligated balances and remain open. On the SF 133, they crosswalk to Line 5, Temporarily Not Available Pursuant to Public Law, as fiscal year amounts and are subtracted to bring total budgetary resources to zero. The beginning balances are carried forward to Line 2A, Unobligated Balance Brought Forward, the following year, but are netted against total actual resources collected, thus resulting in a zero balance on Line 2A. On the FMS 2108, these accounts crosswalk to Column 11, Unobligated Balances, and represent invested balances. This causes a disconnect between the unobligated balances reported on the SF 133 and FMS 2108, with the difference captured in USSGL accounts 4397 and 4398.

## Scenario II

### Trust Fund Balances Precluded From Obligation

USSGL accounts 4157 and 4158 are recorded to return authority to the trust fund if current-year receipts are not enough to cover current-year obligations. The "returned" authority is treated as new budget authority on the SF 133. However, if the trust fund's total current-year receipts are greater than total current-year obligations, then these accounts must be adjusted to zero prior to submitting the FACTS II ATB (preclosing entry). If, on the other hand, the trust fund's total current-year receipts are not enough to cover current-year obligations, then these accounts are closed as part of the post-closing entries. The following scenario illustrates each of these concepts.

**Year 1** illustrates the proper entries for a trust fund where the total amount of current-year receipts is greater than total current-year obligations.

**Year 2** illustrates authority returned to the trust fund in order to cover obligations, and the corresponding entries where the total amount of current-year receipts at yearend is greater than the amount that was needed to cover current-year obligations.

**Year 3** illustrates authority returned to the trust fund to cover obligations, and the corresponding entries where the total amount of current-year receipts at yearend is not enough to cover current-year obligations.

## Scenario II Trust Fund Balances Precluded From Obligation

### Year 1

1. **To record appropriated receipts from Federal sources into a trust fund. The receipts are deposited into an available trust fund receipt account, and are automatically credited to the corresponding expenditure account.<sup>1</sup> Assume a portion of the receipts is subject to apportionment. (TC A186)**

*Budgetary*

4114	Appropriated Trust or Special Fund Receipts	500	
	4450 Unapportioned Authority		100
	4620 Unobligated Funds Not Subject to Apportionment		400

*Proprietary*

1010	Fund Balance with Treasury	500	
	5800 Tax Revenue Collected		500

2. **To record reimbursable activity between a trust fund and another Federal fund for work performed under the Economy Act.<sup>2</sup> Offsetting collections are recorded directly to trust fund expenditure accounts. Assume offsetting collections for this program are subject to apportionment.**

- A. **To record anticipated reimbursements. (TC A302)**

*Budgetary*

4210	Anticipated Reimbursements and Other Income	700	
	4450 Unapportioned Authority		700

*Proprietary*

None

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<sup>1</sup> The transactions in this scenario combine the activity of the receipt and expenditure accounts. The receipt-expenditure account relationship is described in more detail in the Introduction of the Guide.

<sup>2</sup> Generally all trust fund receipts and collections are recorded into USSGL account 4114 Appropriated Trust or Special Fund Receipts. An exception exists for work performed under the Economy Act, for which the collections are recorded as offsetting and netted against outlays.

**Scenario II**  
**Trust Fund Balances Precluded From Obligation**

**B. To record anticipated resources apportioned, based upon an approved SF 132: Apportionment or Reapportionment Request, but not yet available for use. (TC A118)**

*Budgetary*

4450	Unapportioned Authority	550	
4590	Apportionments Unavailable - Anticipated Resources	550	

*Proprietary*

None

**C. To record a reimbursable agreement with an advance and to realize previously anticipated and apportioned authority. (TC A122, C182)**

*Budgetary*

4222	Unfilled Customer Orders With Advance	550	
4210	Anticipated Reimbursements and Other Income	550	

and

4590	Apportionments Unavailable - Anticipated Resources	550	
4610	Allotments - Realized Resources		550

*Proprietary*

1010	Fund Balance With Treasury	550	
2310	Advances from Others	550	

**D. To incur obligations. (TC B204)**

*Budgetary*

4610	Allotments - Realized Resources	550	
4801	Undelivered Orders - Obligations, Unpaid		550

*Proprietary*

None

**Scenario II**  
**Trust Fund Balances Precluded From Obligation**

**E. To record earned revenue related to the reimbursable agreement. (TC A306)**

*Budgetary*

4252	Reimbursements and Other Income Earned - Collected	550	
4222	Unfilled Customer Orders With Advance		550

*Proprietary*

2310	Advances from Others	550	
5200	Revenue from Services Provided		550

**F. To record services performed and expenses incurred. (TC B107)**

*Budgetary*

4801	Undelivered Orders - Obligations, Unpaid	550	
4902	Delivered Orders - Obligations, Paid		550

*Proprietary*

6100	Operating Expenses/Program Costs	550	
1010	Fund Balance With Treasury		550

**3. To record obligation, expenditure and disbursement of funds to non-Federal recipients against portion of receipts collected in transaction 1. (TC B107)**

*Budgetary*

4620	Unobligated Funds Not Subject to Apportionment	225	
4902	Delivered Orders - Obligations, Paid		225

*Proprietary*

6100	Operating Expenses/Program Costs	225	
1010	Fund Balance with Treasury		225

## Scenario II Trust Fund Balances Precluded From Obligation

### Year 1

#### Budgetary Adjusting Entries:

For trust funds wherein receipts are precluded from obligation at year-end, record the following **pre-closing** entries. These entries are to be made prior to submitting FACTS II ATB's. Note that these entries may also be made during the year if specified by law.

**A1) To record adjustments for anticipated resources not realized. (TC F112)**

4450	Unapportioned Authority	150
4210	Anticipated Reimbursements and Other Income	150

**A2) To record unobligated balances of appropriated receipts temporarily precluded from obligation. (TC A127)**

4620	Unobligated Funds Not Subject to Apportionment	175
4397	Receipts and Appropriations Temporarily Precluded from Obligation	175

**A3) To record unobligated balances of offsetting collections temporarily precluded from obligation. (TC A129)**

4450	Unapportioned Authority	100
4398	Offsetting Collections Temporarily Precluded from Obligation	100

**Scenario II**  
**Trust Fund Balances Precluded From Obligation**

**Year 1**

**Budgetary Pre-Closing Adjusted Trial Balance (FACTS II ATB):**

4114	500	
4252	550	
4397		175
4398		100
4902		775
	1,050	1,050

**Budgetary Closing Entries:**

**C1. To record the consolidation of actual net-funded resources. (TC F204)**

<b>4201</b>	<b>Total Actual Resources - Collected</b>	<b>1,050</b>	
4114	Appropriated Trust or Special Fund Receipts		500
4252	Reimbursements and Other Income Earned - Collected	550	

**C2. To record the closing of Expended Authority - Paid. (TC F214)**

4902	Delivered Orders - Obligations, Paid	775	
4201	Total Actual Resources - Collected		775

**Budgetary Post-Closing Trial Balance:**

4201	275	
4397		175
4398		100
	275	275

**Scenario II**  
**Trust Fund Balances Precluded From Obligation**

**Year 1**

**Proprietary Pre-Closing Trial Balance (FACTS I Trial Balance):**

1010	275	
5200		550
5800		500
6100	775	
	1,050	1,050

**Proprietary Closing Entries:**

**C1. To record the closing of revenues and expenses to cumulative results of operations. (TC F228)**

5200	Revenue from Services Provided	550	
5800	Tax Revenue Collected	500	
	<b>3310 Cumulative Results of Operations</b>		<b>275</b>
6100	Operating Expenses/Program Costs	775	

**Proprietary Post-Closing Trial Balance:**

1010	275	
3310		275
	275	275



**Scenario II**  
**Trust Fund Balances Precluded From Obligation**

**Year 1**

**SF 133: Report on Budget Execution and Budgetary Resources (Quarter 4):**

1A	Appropriations (4114E)		500
2A	Unobligated Balance Brought Forward		
3A1	Spending Authority from Offsetting Collections, Earned, Collected (4252E)	550	
5	Temporarily Not Available Pursuant to P.L. (4397E-B, 4398E-B)		<u>(275)</u>
<b>7</b>	<b>Total Budgetary Resources</b>		<b>775</b>
8A1	Obligations Incurred, Direct (4902E)	550	
8A3	Obligations Incurred, Direct, Not Subject to Apportionment (4902E)	225	
9	Unobligated Balances Available		<u>0</u>
<b>11</b>	<b>Total Status of Budgetary Resources</b>		<b>775</b>
12.	Obligated Balance, Net as of October 1		
13.	Obligated Balance Transferred, Net		
14.	Obligated Balance, Net, End of Period		
15A.	Disbursements (4902E)		775
15B.	Collections (4252E)		550

**FMS 2108: Year-end Closing Statement:**

Column 5	Post-Closing Unexpended Balance (1010E)	275
Column 11	Unobligated Balance (4397E, 4398E)	275

**Scenario II**  
**Trust Fund Balances Precluded From Obligation**

**Year 1**

**Schedule P - Program & Financing:**

**Obligations by Program Activity**

1000	Total new obligations (4902E)	775
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**Budgetary Resources Available for Obligation**

2200	New budget authority (gross) (sum 4000 to 6990)	775
2395	Total new obligations (-) (from line 1000)	<u>(775)</u>
2499	Total unobligated balance, end of year	0

**New Budgetary Authority (Gross) Detail**

6027	Appropriation (trust fund, indefinite) (4114E)	500
6045	Portion precluded from obligation (-) (4397E-B)	(175)
6800	Discr spend authority from offsetting collections (4252E)	550
6845	Portion unavailable for obligation (-) (4398E-B)	<u>(100)</u>
7000	Total new budget authority (gross) (4114E+4252E+4397E-B+4398E-B)	775

**Scenario II**  
**Trust Fund Balances Precluded From Obligation**

**Year 1**

**OMB Form and Content Statements**

<b>Balance Sheet</b>		
<b>ASSETS</b>		
1A1	Entity - Intragovernmental (1010E)	275
<b>LIABILITIES &amp; NET POSITION</b>		
8	Cumulative Results of Operations (3310E)	275
<b>Statement of Net Cost</b>		
1B1	Program Costs - Public - Production (6100E)	775
1D	Less Earned Revenue (5200E)	(550)
5	Net Cost of Operations (calc)	225
<b>Statement of Changes in Net Position</b>		
1	Net Cost of Operations	225
2B	Financing Sources-Taxes (5800E)	500
9	Net Position - End of Period (calc)	275

**Scenario II**  
**Trust Fund Balances Precluded From Obligation**

**Year 1**

**OMB Form and Content Statements (continued)**

<b>Statement of Budgetary Resources</b>		
1A	Budget Authority - Appropriations (4114E)	500
3A1	Spending Authority from Offsetting Collections (4252E)	550
4B	Adjustments - Temporarily not Available (4397E-B, 4398E-B) <u>(275)</u>	
<b>5</b>	<b>Total Budgetary Resources</b>	<b>775</b>
6	Obligations Incurred (4902E)	<u>775</u>
<b>9</b>	<b>Total Status of Resources</b>	<b>775</b>
10	Obligations Incurred (4902E)	775
11A1	Spending Authority from Offsetting Collections (4252E)	550
15	Total Outlays (calc)	225
<b>Statement of Financing</b>		
1A	Obligations Incurred (4902E)	775
1B1a	Earned Reimb Collected (4252E)	<u>(550)</u>
1J	Total (calc)	225
5	Net Cost of Operations (calc)	225

## Scenario II

### Trust Fund Balances Precluded From Obligation

**Year 2** (Year 2 illustrates authority returned to the trust fund in order to cover obligations, and the corresponding entries where the total amount of current-year receipts at year-end is greater than the amount that was needed to cover current-year obligations.<sup>3</sup>)

- 1. To record appropriated receipts from Federal sources into a trust fund. The receipts are deposited into an available trust fund receipt account, and are automatically credited to the corresponding expenditure account. Assume the receipts are not subject to apportionment. (TC A186)**

***Budgetary***

4114	Appropriated Trust or Special Fund Receipts	600	
4620	Unobligated Funds Not Subject to Apportionment		600

***Proprietary***

1010	Fund Balance with Treasury	600	
5800	Tax Revenue Collected	600	

- 2a. To record the obligation, expenditure and disbursement of funds to non-Federal recipients. Note that at the time of obligation, current year receipts are not enough to cover obligations. (TC B107)**

***Budgetary***

4620	Unobligated Funds Not Subject to Apportionment	750	
4902	Delivered Orders - Obligations, Paid		750

***Proprietary***

6100	Operating Expenses/Program Costs	750	
1010	Fund Balance with Treasury		750

- and -

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<sup>3</sup> Compare with Year 3 where the total amount of current-year receipts at year-end is not enough to cover current-year obligations. The difference is in whether an adjusting entry or closing entry is required to reduce USSGL accounts 4157 and 4158.

## Scenario II

### Trust Fund Balances Precluded From Obligation

#### Year 2

- 2b. To record authority made available from previously unavailable balances.<sup>4</sup> (TC A192, A194)**  
 (Calculation: \$600 received - \$750 to be expended = \$150 to be covered by balances collected in prior years)

***Budgetary***

4157	Authority Made Available from Receipt or Appropriation Balances Previously Precluded from Obligation	75	
4158	Authority Made Available from Offsetting Collections Balances Previously Precluded from Obligation	75	
4620	Unobligated Funds Not Subject to Apportionment		150

***Proprietary***

None

- 3. To record additional appropriated receipts into the trust fund. (TC A186)**

***Budgetary***

4114	Appropriated Trust or Special Fund Receipts	500	
4620	Unobligated Funds Not Subject to Apportionment		500

***Proprietary***

1010	Fund Balance with Treasury	500	
5800	Tax Revenue Collected	500	

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<sup>4</sup> The unavailable balances from prior years are captured in USSGL accounts 4397 or 4398. Refer to Year 1 of this scenario for the original transactions.

## Scenario II Trust Fund Balances Precluded From Obligation

Year 2

### Budgetary Adjusting Entries:

- A1) To record unobligated balances of appropriated receipts temporarily precluded from obligation. (TC A127)

4620	Unobligated Funds Not Subject to Apportionment	500
4397	Receipts and Appropriations Temporarily Precluded from Obligation	500

- A2) To reduce balances previously precluded from obligation by the amount that was needed in the current year to cover obligations. NOTE: Record this entry as pre-closing when the total amount of current-year receipts is greater than the amount needed to cover current-year obligations.<sup>5</sup> (TC F132, F134)

4397	Receipts and Appropriations Temporarily Precluded from Obligation	75
4157	Authority Made Available from Receipt or Appropriation Balances Previously Precluded from Obligation	75
4398	Offsetting Collections Temporarily Precluded from Obligation	75
4158	Authority Made Available from Offsetting Collections Balances Previously Precluded from Obligation	75

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<sup>5</sup> Record this entry as post-closing when the total amount of current-year receipts is not enough to cover current-year obligations. Refer to Year 3 of this scenario for an illustration. Note that alternative methods may be used to achieve the same result.

**Scenario II**  
**Trust Fund Balances Precluded From Obligation**

**Year 2**

**Beginning Budgetary Trial Balance:**

4201B	275	
4397B		175
4398B		100
	275	275

**Budgetary Pre-Closing Adjusted Trial Balance (FACTS II ATB):**

4114	1100	
4201	275	
4397		600
4398		25
4902		750
	1,375	1,375

**Budgetary Closing Entries:**

**C1. To record the consolidation of actual net-funded resources. (TC F204)**

4201	Total Actual Resources - Collected	1,100	
4114	Appropriated Trust or Special Fund Receipts		1,100

**C2. To record the closing of Expended Authority - Paid. (TC F214)**

4902	Delivered Orders - Obligations, Paid	750	
4201	Total Actual Resources - Collected		750



**Scenario II**  
**Trust Fund Balances Precluded From Obligation**

**Year 2**

**Budgetary Post-Closing Trial Balance:**

4201	625	
4397		600
4398		25
	625	625

**Scenario II**  
**Trust Fund Balances Precluded From Obligation**

**Year 2**

**Beginning Proprietary Trial Balance:**

1010B	275	
3310B		275
	275	275

**Proprietary Pre-Closing Adjusted Trial Balance (FACTS I ATB):**

1010	625	
3310		275
5800		1,100
6100	750	
	1,375	1,375

**Proprietary Closing Entries:**

**C1. To close revenues and expenses into cumulative results of operations. (TC F228)**

5800	Tax Revenue Collected	1,100	
	6100 Operating Expenses/Program Costs		750
	<b>3310 Cumulative Results of Operations</b>		<b>350</b>

**Proprietary Post-Closing Trial Balance:**

1010	625	
3310		625
	625	625

**Scenario II**  
**Trust Fund Balances Precluded From Obligation**

**Year 2**

**SF 133: Report on Budget Execution and Budgetary Resources (Quarter 4):**

1A	Appropriations (4114E)	1,100
2A	Unobligated Balance Brought Forward (4201B+4397B+4398B)	0
3A1	Spending Authority from Offsetting Collections	
5	Temporarily Not Available Pursuant to P.L. (4397E-B, 4398E-B)	<u>(350)</u>
<b>7</b>	<b>Total Budgetary Resources</b>	<b>750</b>
8A3	Obligations Incurred, Direct, Not Subject to Apportionment (4902E)	750
9	Unobligated Balances Available	<u>0</u>
<b>11</b>	<b>Total Status of Budgetary Resources</b>	<b>750</b>
12.	Obligated Balance, Net as of October 1	
13.	Obligated Balance Transferred, Net	
14.	Obligated Balance, Net, End of Period	
15A.	Disbursements (4902E)	750

**FMS 2108: Year-end Closing Statement:**

Column 5	Post-Closing Unexpended Balance (1010E)	625
Column 11	Unobligated Balance (4397E+4398E)	625

**Scenario II**  
**Trust Fund Balances Precluded From Obligation**

**Year 2**

**Schedule P - Program & Financing**

**Obligations by Program Activity**

1000	Total new obligations (4902E)	750
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**Budgetary Resources Available for Obligation**

2200	New budget authority (gross) (sum 4000 to 6990)	750
2395	Total new obligations (-) (from line 1000)	<u>(750)</u>
2499	Total unobligated balance, end of year	0

**New Budgetary Authority (Gross) Detail**

6027	Appropriation (trust fund, indefinite) (4114E)	1,100
6028	Appropriation (unavailable balances) (4157E)	0
6045	Portion precluded from obligation (-) (4397E-B)	(425)
6800	Discr spend authority from offsetting collections	
6826/6926	From offsetting collections (unavailable balances) (4158E)	0
6845	Portion unavailable for obligation (-) (4398E-B)	<u>75</u>
7000	Total new budget authority (gross) (4114E+4157E+4158E+4397E-B+4398E-B)	750

**Scenario II**  
**Trust Fund Balances Precluded From Obligation**

**Year 2**

**OMB Form and Content Statements**

<b>Balance Sheet</b>		
ASSETS		
1A1	Entity-Intragovernmental (1010E)	625
LIABILITIES and NET POSITION		
8	Cumulative Results of Operations (3310E)	625
<b>Statement of Net Cost</b>		
1B1	Program Costs-Public-Production (6100E)	750
5	Net Cost of Operations (calc)	750
<b>Statement of Changes in Net Position</b>		
1	Net Cost of Operations	750
2B	Financing Sources-Taxes (5800E)	1,100
3	Net Results of Operations (calc 2-1)	350
8	Net Position-Beg of Period (3310B)	275
9	Net Position-End of Period (calc)	625

**Scenario II**  
**Trust Fund Balances Precluded From Obligation**

**Year 2**

**OMB Form and Content Statements (continued)**

<b>Statement of Budgetary Resources</b>		
1A	Budget Authority - Appropriations (4114E, 4157E, 4158E)	1,100
4B	Adjustments - Temporarily not Available (4397E-B, 4398E-B) <u>(350)</u>	
<b>5</b>	<b>Total Budgetary Resources</b>	<b>750</b>
6	Obligations Incurred (4902E)	<u>750</u>
<b>9</b>	<b>Total Status of Resources</b>	<b>750</b>
10	Obligations Incurred (4902E)	750
15	Total Outlays (calc)	750
<b>Statement of Financing</b>		
1A	Obligations Incurred (4902E)	750
1J	Total (calc)	750
5	Net Cost of Operations (calc)	750

## Scenario II

### Trust Fund Balances Precluded From Obligation

**Year 3** (Year 3 illustrates authority returned to the trust fund in order to cover obligations, and the corresponding entries where the total amount of current-year receipts at year-end is not enough to cover current-year obligations.<sup>6</sup>)

**1. To record appropriated receipts into a trust fund. The receipts are deposited into an available trust fund receipt account, and are automatically credited to the corresponding expenditure account. Assume the receipts are not subject to apportionment. (TC A186)**

***Budgetary***

4114	Appropriated Trust or Special Fund Receipts	1,000	
4620	Unobligated Funds Not Subject to Apportionment		1,000

***Proprietary***

1010	Fund Balance with Treasury	1,000	
5800	Tax Revenue Collected		1,000

**2a. To record the obligation, expenditure and disbursement of funds. Note that at the time of obligation, current year receipts are not enough to cover obligations. (TC B107)**

***Budgetary***

4620	Unobligated Funds Not Subject to Apportionment	1,200	
4902	Delivered Orders - Obligations, Paid		1,200

***Proprietary***

6100	Operating Expenses/Program Costs	1,200	
1010	Fund Balance with Treasury		1,200

- and -

**2b. To record authority made available from previously unavailable balances. (TC A192)**

***Budgetary***

4157	Authority Made Available from Receipt or Appropriation Balances Previously Precluded from Obligation	200	
4620	Unobligated Funds Not Subject to Apportionment		200

***Proprietary***

None

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<sup>6</sup> Compare with Year 2 where the total amount of current-year receipts at year-end is greater than the amount that was needed to cover current-year obligations. The difference is in whether an adjusting entry or closing entry is required to reduce USSGL accounts 4157 and 4158.

**Scenario II**  
**Trust Fund Balances Precluded From Obligation**



**Scenario II**  
**Trust Fund Balances Precluded From Obligation**

**Year 3**

**3. To record additional appropriated receipts into the trust fund. (TC A186)**

*Budgetary*

4114	Appropriated Trust or Special Fund Receipts	100	
4620	Unobligated Funds Not Subject to Apportionment		100

*Proprietary*

1010	Fund Balance with Treasury	100	
5800	Tax Revenue Collected	100	

**Budgetary Adjusting Entries:**

**A1) To record unobligated balances of appropriated receipts temporarily precluded from obligation. (TC A127)**

4620	Unobligated Funds Not Subject to Apportionment	100	
4397	Receipts and Appropriations Temporarily Precluded from Obligation		100

**Scenario II**  
**Trust Fund Balances Precluded From Obligation**

**Year 3**

**Beginning Budgetary Trial Balance:**

4201B	625	
4397B		600
4398B		25
	625	625

**Budgetary Pre-Closing Adjusted Trial Balance (FACTS II ATB):**

4114	1,100	
4157	200	
4201	625	
4397		700
4398		25
4902		1,200
	1,925	1,925

**Budgetary Closing Entries:**

**C1) To record the consolidation of actual net-funded resources. (TC F204)**

4201	Total Actual Resources - Collected	1,100	
4114	Appropriated Trust or Special Fund Receipts		1,100

**C1) To record the closing of Expended Authority - Paid. (TC F214)**

4902	Delivered Orders - Obligations, Paid	1,200	
4201	Total Actual Resources - Collected		1,200

## Scenario II Trust Fund Balances Precluded From Obligation

### Year 3

C2) To reduce balances previously precluded from obligation by the amount that was needed in the current year to cover obligations. **NOTE: Record this entry as post-closing when the total amount of current-year receipts is not enough to cover current-year obligations.<sup>7</sup> (TC F242)**

4397	Receipts and Appropriations Temporarily Precluded from Obligation	200
4157	Authority Made Available from Receipt or Appropriation Balances Previously Precluded from Obligation	200

### Budgetary Post-Closing Trial Balance:

4201	525		
4397			500
4398			25
	525		525

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<sup>7</sup> Record this entry as **pre-closing** when the total amount of current-year receipts is **greater than** the amount needed to cover current-year obligations. Refer to Year 2 of this scenario for an illustration. Note that alternative methods may be used to achieve the same result.

**Scenario II**  
**Trust Fund Balances Precluded From Obligation**

**Year 3**

**Beginning Proprietary Trial Balance:**

1010B	625	
3310B		625
	625	625

**Proprietary Pre-Closing Trial Balance (FACTS I Trial Balance):**

1010	525	
3310		625
5800		1,100
6100	1,200	
	1,725	1,725

**Proprietary Closing Entries:**

**C1. To close revenues and expenses into cumulative results of operations. (TC F228)**

5800	Tax Revenue Collected	1,100	
<b>3310</b>	<b>Cumulative Results of Operations</b>	<b>100</b>	
6100	Operating Expenses/Program Costs		1,200

**Proprietary Post-Closing Trial Balance:**

1010	525	
3310		525
	525	525

**Scenario II**  
**Trust Fund Balances Precluded From Obligation**

**Year 3**

**SF 133: Report on Budget Execution and Budgetary Resources (Quarter 4):**

1A	Appropriations (4114E+4157E+4158E)	1,300
2A	Unobligated Balance Brought Forward (4201B+4397B+4398B)	0
3A1	Spending Authority from Offsetting Collections	
5	Temporarily Not Available Pursuant to P.L. (4397E-B, 4398E-B)	<u>(100)</u>
<b>7</b>	<b>Total Budgetary Resources</b>	<b>1,200</b>
8A3	Obligations Incurred, Direct, Not Subject to Apportionment (4902E)	1,200
9	Unobligated Balances Available	<u>0</u>
<b>11</b>	<b>Total Status of Budgetary Resources</b>	<b>1,200</b>
12.	Obligated Balance, Net as of October 1	
13.	Obligated Balance Transferred, Net	
14.	Obligated Balance, Net, End of Period	
15A.	Disbursements (4902E)	1,200

**FMS 2108: Year-end Closing Statement:**

Column 5	Post-Closing Unexpended Balance (1010E)	525
Column 11	Unobligated Balance (4157E+4158E+4397E+4398E)	525

**Scenario II**  
**Trust Fund Balances Precluded From Obligation**

**Year 3**

**Schedule P - Program & Financing:**

**Obligations by Program Activity**

1000	Total new obligations (4902E)	1,200
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**Budgetary Resources Available for Obligation**

2200	New budget authority (gross) (sum 4000 to 6990)	1,200
2395	Total new obligations (-) (from line 1000)	<u>(1,200)</u>
2499	Total unobligated balance, end of year	0

**New Budgetary Authority (Gross) Detail**

6027	Appropriation (trust fund, indefinite) (4114E)	1,100
6028	Appropriation (unavailable balances) (4157E)	200
6045	Portion precluded from obligation (-) (4397E-B)	(100)
6800	Discr spend authority from offsetting collections	
6826/6926	From offsetting collections (unavailable balances)	
6845	Portion unavailable for obligation (-) (4398E-B)	<u>0</u>
7000	Total new budget authority (gross) (4114E+4157E+4158E+4397E-B+4398E-B)	1,200

**Scenario II**  
**Trust Fund Balances Precluded From Obligation**

**Year 3**

**OMB Form and Content Statements**

<b>Balance Sheet</b>		
ASSETS		
1A1	Entity-Intragovernmental (1010E)	525
LIABILITIES & NET POSITION		
8	Cumulative Results of Operations (3310E)	525
<b>Statement of Net Cost</b>		
1B1	Program Costs-Public-Production (6100E)	1,200
5	Net Cost of Operations (calc)	1,200
<b>Statement of Changes in Net Position</b>		
1	Net Cost of Operations	1,200
2B	Financing Sources-Taxes (5800E)	1,100
3	Net Results of Operations (calc 2-1)	(100)
8	Net Position-Beg of Period (3310B)	625
9	Net Position-End of Period (calc)	525

**Scenario II**  
**Trust Fund Balances Precluded From Obligation**

**Year 3**

**OMB Form and Content Statements (continued)**

<b>Statement of Budgetary Resources</b>		
1A	Budget Authority - Appropriations (4114E, 4157E, 4158E)	1,300
4B	Adjustments - Temporarily not Available (4397E-B, 4398E-B) <u>(100)</u>	
<b>5</b>	<b>Total Budgetary Resources</b>	<b>1,200</b>
6	Obligations Incurred (4902E)	<u>1,200</u>
<b>9</b>	<b>Total Status of Resources</b>	<b>1,200</b>
10	Obligations Incurred (4902E)	1,200
15	Total Outlays (calc)	1,200
<b>Statement of Financing</b>		
1A	Obligations Incurred (4902E)	1,200
1J	Total (calc)	1,200
5	Net Cost of Operations (calc)	1,200