

# FISCAL CLOSE – BIENNIUM-END REFERENCE GUIDE

The purpose of this document is to provide:

- Transaction codes for the most common types of transactions agencies record during the fiscal year closing process at biennium end
  - Note: These are the typical transaction codes, but they are NOT the only transaction codes that can be used. For example, GL 9920 may not be appropriate if your agency closes at a level lower than fund (i.e. project)
  - If you have questions, contact your OFM accounting consultant  
<https://ofm.wa.gov/accounting/about-statewide-accounting/find-your-ofm-accounting-consultant>
- Other Resources available to aid in the fiscal year closing process

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\* = General ledger requires a subsidiary GL; V = Variable GL must be entered

# Most Commonly Used Transaction Codes

## Revenue

### R-1: Revenue Accruals and Receipts

For revenue earned by June 30, but received after June 30: Accrue the revenue and establish a receivable in BI 23. Select the TC to debit the appropriate receivable GL code based on who the revenue is due from. When payment is received in BI 25, liquidate the receivable. [SAAM 90.20.20; 90.20.50; 90.30.40]

*Due from another state agency (treasury accounts) - payment received by IAP or JV*

Document	Task	BI	TC	DR	CR	Document Distribution
Journal Voucher	Set up receivable, accrue revenue	23	054	*1354	3205	Internal only
Journal Voucher	Receive cash, liquidate receivable	25	097	7140	*1354	Internal only

*Due from another state agency or another government - payment received by warrant or local check*

Document	Task	BI	TC	DR	CR	Document Distribution
Journal Voucher	Set up receivable, accrue revenue	23	013	13_V	3205	Internal only
Cash Receipt	Receive cash, liquidate receivable	25	090	7110	13_V	Original to OST or TM\$ entry

*Due from an outside entity - payment received by check or EFT*

Document	Task	BI	TC	DR	CR	Document Distribution
Journal Voucher	Set up receivable, accrue revenue	23	012	1312	3205	Internal only
Cash Receipt	Receive cash, liquidate receivable	25	090	7110	1312V	Original to OST or TM\$ entry

### R-2: Revenue Transfers/Corrections between Accounts within the Same Agency (Treasury accounts)

Revenue was recorded and cash was deposited in the wrong Account in BI 23. Cash needs to be transferred from one Account to another Account within the same agency after June 30: Adjust revenue and establish an interfund payable and receivable in BI 23. Liquidate the interfund payable and receivable when cash is transferred in BI 25. [SAAM 90.20.60]

*BI 23 Transaction:*

Document	Task	BI	TC	DR	CR	Document Distribution
Journal Voucher	Set up Interfund receivable (receiving account)	23	053	*1353	3205	Internal only
Journal Voucher	Set up Interfund payable (paying account)	23	543	3205	*5153V	Internal only

*BI 25 Transaction (2 Options - Choose 1):*

*Option 1: Use InterFund Transfer (IFT) process to transfer cash (automated cash transfer in AFRS)*

Document	Task	BI	TC	DR	CR	Document Distribution
IFT JV	Cash transfer in (receiving account)	25	026	7140	*1353V	Internal only
IFT JV	Cash transfer out (paying account)	25	025	*5153V	7140	Internal only

*Option 2: Use manual JV process to transfer cash*

Document	Task	BI	TC	DR	CR	Document Distribution
Journal Voucher	Cash transfer in (receiving account)	25	096	7140	*1353	Copy to OST
Journal Voucher	Cash transfer out (paying account)	25	863	*5153V	7140	Copy to OST

### R-3: Revenue Transfers/Corrections between Bienniums

For revenue that was recorded in the wrong biennium and needs to be transferred to the correct biennium. This example assumes that a receivable was NOT set up previously for this revenue. (Use TC 013 with a variable debit to post to a different receivable GL code.) NOTE: If cash is received before it is earned (for example, received in BI 23, but earned in BI 25), record as unearned revenue (GL 5190) instead of accrued revenue (GL 3205).

*Revenue was recorded in BI 25, but should have been recorded in BI 23 (Cash is in the correct BI)*

Document	Task	BI	TC	DR	CR	Document Distribution
Journal Voucher	Set up receivable, accrue revenue	23	012	1312	3205	Internal only
Journal Voucher	Decrease receivable and accrued revenue	25	007R	(1312)	(3210)	Internal only

*Revenue was recorded in BI 23, but should have been recorded in BI 25 (Cash is Not in the correct BI)*

Document	Task	BI	TC	DR	CR	Document Distribution
Journal Voucher	Reverse erroneous revenue entry	23	001R	(7110)^	(3210)	Internal only
Journal Voucher	Record revenue in the correct period	25	001	(7110)^	3210	Internal only

^ Must use the same document number for both transactions.

## R-4: Coding Corrections on Revenue Transactions

For BI 23 revenue transactions originally entered with incorrect coding. The coding error can be the revenue source code, project, program, etc., but NOT the Account (R-2) and NOT posted to the wrong biennium (R-3). Since the correction is within the same Account, use GL 9920 as the offset for the correction.

Reverse the INCORRECT line of coding and enter the CORRECT line of coding

Document	Task	BI	TC	DR	CR	Document Distribution
Journal Voucher	Decrease revenue (incorrect coding)	23	343R	(9920)^	(3210)	Internal only
Journal Voucher	Increase revenue (correct coding)	23	343	9920^	3210	Internal only

^ Must use the same document number for both transactions.

## R-5: Revenue Refunds

For revenue that was received in error on or before June 30 and needs to be refunded after June 30: Record the reduction to revenue and establish a payable in BI 23. Select the TC to credit the appropriate payable GL based on who the refund is due to. When cash is transferred in the next biennium, liquidate the payable.

Due to another state agency with SWV number (treasury account) - pay by IAP

Document	Task	BI	TC	DR	CR	Document Distribution
IAP JV	Reduce revenue, set up payable	23	644	3205	*5154V	Internal only
Trans Type "B"	Warrant wrap, liquidate payable	25	655	*5154V	7140	AFRS auto-generated transaction

Due to another state agency with NO SWV number (treasury account) - pay by manual JV

Document	Task	BI	TC	DR	CR	Document Distribution
Journal Voucher	Reduce revenue, set up payable	23	543	3205	*5154V	Internal only
Journal Voucher	Liquidate payable, cash payment	25	863	*5154V	7140	Copy to OST & other agency

Due to another state agency (local account) - pay by warrant/EFT (use SWV if available)

Document	Task	BI	TC	DR	CR	Document Distribution
Payment voucher	Reduce revenue, set up payable	23	196	3205	*5154V	Internal only
Trans Type "B"	Warrant wrap, liquidate payable	25	628	*5154V	7120	AFRS auto-generated transaction

Due to an outside entity - pay by warrant/EFT (use SWV if available)

Document	Task	BI	TC	DR	CR	Document Distribution
Payment voucher	Reduce revenue, set up payable	23	198	3205	5111	Internal only
Trans Type "B"	Warrant wrap, liquidate payable	25	810	5111	7120	AFRS auto-generated transaction

## Expenditures

### E-1: Expenditure Accruals and Payments - Interagency using GL 5154

For goods and services received from another state agency by June 30, but paid for after June 30: Accrue the expenditure and establish a payable in BI 23. When cash is transferred in the next biennium, liquidate the payable. [SAAM 90.20.40; 90.20.50]

Due to another state agency with SWV number (treasury account) - pay by IAP

An encumbrance was NOT set up

Document	Task	BI	TC	DR	CR	Document Distribution
IAP JV	Accrue expenditure, set up payable	23	640	6505	*5154V	Internal only
Trans Type "B"	Warrant wrap, liquidate payable	25	651	*5154V	7140	AFRS auto-generated transaction

A previous encumbrance needs to be liquidated [SAAM 90.20.40]

Document	Task	BI	TC	DR	CR	Document Distribution
IAP JV	Accrue expenditure, set up payable	23	641	6505	*5154V	Internal only
IAP JV	Liquidate encumbrance	23		9510	6410	Internal only
Trans Type "B"	Warrant wrap, liquidate payable	25	651	*5154V	7140	AFRS auto-generated transaction

Due to another state agency with NO SWV number (treasury account) - pay by manual JV

Document	Task	BI	TC	DR	CR	Document Distribution
Journal Voucher	Accrue expenditure, set up payable	23	254	6505	*5154	Internal only
Journal Voucher	Liquidate payable, cash payment	25	497	*5154	7140	Copy to OST & other agency

*Due to another state agency (local account) - pay by warrant/EFT (use SWV number, if available)*

An encumbrance was NOT set up

Document	Task	BI	TC	DR	CR	Document Distribution
Payment voucher	Accrue expenditure, set up payable	23	137	6505	*5154V	Internal only
Trans Type "B"	Warrant wrap, liquidate payable	25	815	*5154V	7120	AFRS auto-generated transaction

A previous encumbrance needs to be liquidated [SAAM 90.20.40]

Document	Task	BI	TC	DR	CR	Document Distribution
Payment voucher	Accrue expenditure, set up payable	23	221	6505	*5154V	Internal only
	Liquidate encumbrance			9510	6410	
Trans Type "B"	Warrant wrap, liquidate payable	25	815	*5154V	7120	AFRS auto-generated transaction

**E-2: Expenditure – Correct an Interagency Payment made without creating “Due to Other Agency” Payable**

When an expenditure payment for BI 23 activity was made to another state agency after June 30 without posting an interagency accrual (an accrual should have been posted at June 30): Record an interagency payable in BI 23 and reverse it in BI 25. This would be used if you paid an agency by manual JV using TC 263 (DR 6510/CR 7140) but you should have recorded a "Due to Other Agency" GL 5154 at June 30.

Document	Task	BI	TC	DR	CR	Document Distribution
Journal Voucher	Establish payable	23	966	7140^	*5154V	Internal only
Journal Voucher	Reverse Payable	25	966R	7140^	*(5154V)	Internal only

^ Must use the same document number for both transactions.

**E-3: Expenditure Accruals and Payments – Interagency NOT using GL 5154**

For goods and services received from another state agency by June 30, but paid for after June 30: Accrue the expenditure and establish a payable in BI 23. (Note: for Industrial Insurance and Medical Aid payments to Labor and Industries, this step is done by the state payroll system, HRMS.) Remember that not all interagency payments use GL 5154, so credit the appropriate payable GL code based on SAAM 90.20.50.b. When cash is transferred in the next biennium, liquidate the payable.

*Due to another state agency with SWV number (treasury account) - pay by IAP*

If expenditure has already been accrued

Document	Task	BI	TC	DR	CR	Document Distribution
IAP JV	Liquidate payable, request payment	25	642	51_V	5111	Internal only
Trans Type "B"	Warrant wrap, liquidate payable	25	652	5111	7140	AFRS auto-generated transaction

If expenditure has NOT been accrued

Document	Task	BI	TC	DR	CR	Document Distribution
IAP JV	Accrue expenditure, set up payable	23	627	6505	51_V	Internal only
Trans Type "B"	Warrant wrap, liquidate payable	25	651	51_V	7140	AFRS auto-generated transaction

*Due to another state agency with NO SWV number (treasury account) - pay by manual JV*

Document	Task	BI	TC	DR	CR	Document Distribution
Journal Voucher	Accrue expenditure, set up payable	23	212	6505	51_V	Internal only
Journal Voucher	Liquidate payable, cash payment	25	863	51_V	7140	Copy to OST & other agency

*Due to another state agency (local account) - pay by warrant/EFT (use SWV number, if available)*

Document	Task	BI	TC	DR	CR	Document Distribution
Payment voucher	Accrue expenditure, set up payable	23	237	6505	51_V	Internal only
Trans Type "B"	Warrant wrap, liquidate payable	25	815	51_V	7120	AFRS auto-generated transaction

#### E-4: Expenditure Accruals and Payments – Outside Entity

For goods and services received from a vendor that is not a Washington state agency by June 30, but paid for after June 30 : Accrue the expenditure and establish a payable in BI 23. Select the TC to credit the appropriate payable GL code based on who the payment is due to. When cash is transferred in the next biennium, liquidate the payable. [SAAM 90.20.40; 90.30.50]

Due to an outside entity - pay by warrant/EFT (use SWV number, if available)

An encumbrance was NOT set up (2 Options – Choose 1):

Option 1:

Document	Task	BI	TC	DR	CR	Document Distribution
Payment voucher	Accrue expenditure, set up payable	23	210	6505	5111	Internal only
Trans Type "B"	Warrant wrap, liquidate payable	25	818	5111	7120	AFRS auto-generated transaction

Option 2:

Document	Task	BI	TC	DR	CR	Document Distribution
Payment voucher	Accrue expenditure, set up payable	23	237	6505	51_V	Internal only
Trans Type "B"	Warrant wrap, liquidate payable	25	815	51_V	7120	AFRS auto-generated transaction

A previous encumbrance needs to be liquidated [SAAM 90.20.40] (2 Options – Choose 1):

Option 1:

Document	Task	BI	TC	DR	CR	Document Distribution
Payment voucher	Accrue expenditure, set up payable	23	211	6505	5111	Internal only
	Liquidate encumbrance			9510	6410	
Trans Type "B"	Warrant wrap, liquidate payable	25	818	5111	7120	AFRS auto-generated transaction

Option 2:

Document	Task	BI	TC	DR	CR	Document Distribution
Payment voucher	Accrue expenditure, set up payable	23	221	6505	51_V	Internal only
	Liquidate encumbrance			9510	6410	
Trans Type "B"	Warrant wrap, liquidate payable	25	815	51_V	7120	AFRS auto-generated transaction

#### E-5: Expenditure Transfers/Corrections between Accounts within the Same Agency (Treasury Accounts)

Expenditures were recorded in the wrong Account in BI 23 and need to be transferred from one Account to another Account within the same agency after June 30: Adjust expenditures and establish an interfund payable and receivable in BI 23. Liquidate the interfund payable and receivable when cash is transferred in the next biennium. Refer to E-6 and E-7 for other corrections to expenditures. [SAAM 90.20.60]

The following BI 23 transactions are REQUIRED, also choose one of the BI 25 cash transfer options below:

Document	Task	BI	TC	DR	CR	Document Distribution
Journal Voucher	Set up interfund receivable (receiving account)	23	271	*1353	6505	Internal only
Journal Voucher	Set up interfund payable (paying account)	23	253	6505	*5153	Internal only

For the BI 25 transactions, choose ONE of the following two cash transfer options:

Option 1: Use InterFund Transfer (IFT) process to transfer cash (automated cash transfer in AFRS)

Document	Task	BI	TC	DR	CR	Document Distribution
IFT JV	Cash transfer in (receiving account)	25	026	7140	*1353V	Internal only
IFT JV	Cash transfer out (paying account)	25	025	*5153V	7140	Internal only

Option 2: Use manual JV process to transfer cash:

Document	Task	BI	TC	DR	CR	Document Distribution
Journal Voucher	Cash transfer in (receiving account)	25	096	7140	*1353	Copy to OST
Journal Voucher	Cash transfer out (paying account)	25	863	*5153V	7140	Copy to OST

## E-6: Expenditure Transfers/Corrections between Bienniums

For expenditures that were recorded in the wrong biennium and need to be transferred to the correct biennium. The original (incorrectly dated) payment was made after calendar day June 30. Adjust expenditures with an offset to payables in each biennium. Tran codes for other payable GL codes are available.

*Expenditure was recorded in BI 25, but should have been recorded in BI 23*

Payment was made to an outside entity (GL 5111)

Document	Task	BI	TC	DR	CR	Document Distribution
Journal Voucher	Increase expenditure/payable	23	736	6505	5111	Internal only
Journal Voucher	Decrease expenditure/payable	25	982R	(6510)	(5111)	Internal only

Payment was made to another state agency (GL 5154)

Document	Task	BI	TC	DR	CR	Document Distribution
Journal Voucher	Increase expenditure/payable	23	254	6505	*5154	Internal only
Journal Voucher	Decrease expenditure/payable	25	254R	(6505)	*(5154)	Internal only

*Expenditure was recorded in BI 23, but should have been recorded in BI 25*

Payment was made to an outside entity (GL 5111)

Document	Task	BI	TC	DR	CR	Document Distribution
Journal Voucher	Decrease expenditure/payable	23	736R	(6505)	(5111)	Internal only
Journal Voucher	Increase expenditure/payable	25	982	6510	5111	Internal only

Payment was made to another state agency (GL 5154)

Document	Task	BI	TC	DR	CR	Document Distribution
Journal Voucher	Decrease expenditure/payable	23	254R	(6505)	*(5154)	Internal only
Journal Voucher	Increase expenditure/payable	25	254	6505	*5154	Internal only

## E-7: Coding Corrections on Expenditure Transactions

For BI 23 expenditure transactions originally entered with incorrect coding. The error can be with the subobject code, expenditure authority, project, program, organization index, etc., but NOT the Account (E-5) and NOT posted to the wrong biennium (E-6). Since the correction is within the same Account, use GL 9920 as the offset for the correction.

*Reverse the INCORRECT line of coding and enter the CORRECT line of coding*

Document	Task	BI	TC	DR	CR	Document Distribution
Journal Voucher	Reduce expenditures (incorrect account)	23	345R	(6510)	(9920)^	Internal only
Journal Voucher	Increase expenditures (correct account)	23	345	6510	9920^	Internal only

^ Must use the same document number for both transactions.

## E-8: Expenditure Recoveries and Reimbursements

For recovery of expenditures due by June 30, but received after June 30: Accrue the reduction to expenditures and establish a receivable in BI 23. Select the TC to debit the appropriate receivable GL based on who the recovery is due from; other TCs are available for other receivable GL codes -- refer to TC report. When payment is received in the next biennium, liquidate the receivable.

*Due from another state agency - payment received by IAP or JV*

Document	Task	BI	TC	DR	CR	Document Distribution
Journal Voucher	Set up receivable, reduce expenditures	23	261	*1354	6505	Internal only
Journal Voucher	Receive cash, liquidate receivable	25	097	7140	*1354	Internal only

*Due from another state agency - payment received by warrant or check*

Document	Task	BI	TC	DR	CR	Document Distribution
Journal Voucher	Set up receivable, reduce expenditures	23	261	*1354	6505	Internal only
Cash Receipt	Receive cash, liquidate receivable	25	090	7110	*1354V	Original to OST or TM\$ entry

*Due from an outside entity - payment received by check or EFT*

Document	Task	BI	TC	DR	CR	Document Distribution
Journal Voucher	Set up receivable, reduce expenditures	23	241	1312	6505	Internal only
Cash Receipt	Receive cash, liquidate receivable	25	090	7110	1312V	Original to OST or TM\$ entry

## Warrant Cancellations

### C-1: "Revenue Refund" Warrant Cancellations - the warrant will NOT be reissued

For refund of BI 23 revenue warrants (TC 198) issued in error that need to be cancelled after June 30: Increase revenue, reduce payable (if necessary) and record the cancellation. Note that the date on the warrant determines which transactions are required.

*If the warrant was dated PRIOR to 7/1/23*

Document	Task	BI	TC	DR	CR	Document Distribution
Journal Voucher	Record cancellation, increase cash revenue	23	449	7130	3210	Copy to OST

*If the warrant was dated AFTER 6/30/23*

Document	Task	BI	TC	DR	CR	Document Distribution
Journal Voucher	Clear BI 23 payable/increase accrued revenue	23	215	5111	3205	Internal only
Journal Voucher	Record cancellation, clear BI 25 payable	25	455	7130	5111V	Copy to OST

### C-2: "Expenditure" Warrant Cancellations - the warrant will NOT be reissued

For BI 23 expenditure warrants issued in error that need to be cancelled after June 30: Reduce expenditures, reduce payable (if necessary) and record the cancellation. Note that the date on the warrant AND the original transaction code determine which transactions are required.

*If the warrant was dated PRIOR to 7/1/23 and was originally issued with TC 210, 211, 221, 237*

Document	Task	BI	TC	DR	CR	Document Distribution
Journal Voucher	Record cancellation, reduce expenditures	23	451	7130	6510	Copy to OST

*If the warrant was dated AFTER 6/30/23 and was originally issued with TC 210 or 211*

Document	Task	BI	TC	DR	CR	Document Distribution
Journal Voucher	Clear BI 23 payable/reduce accrued expenditure	23	290	5111	6505	Internal only
Journal Voucher	Record cancellation, and clear payable	25	455	7130	5111V	Copy to OST

*If the warrant was dated AFTER 6/30/23 and was originally issued with TC 221 or 237*

Document	Task	BI	TC	DR	CR	Document Distribution
Journal Voucher	Clear BI 23 payable/reduce accrued expenditure	23	218 <sup>^</sup>	51 V	6505	Internal only
Journal Voucher	Record cancellation, and clear payable	25	455	7130	51 V	Copy to OST

<sup>^</sup> TC 218 requires reference document number, but match is not required

### C-3: Warrant Cancellation - the warrant WILL be reissued for the same amount

For revenue refund OR expenditure warrants that need to be cancelled after June 30 that will be reissued for the same amount: Record the cancellation and establish a payable. Liquidate the payable when the warrant is reissued. Note that the date on the warrant being cancelled determines which transactions are required in which biennium. Also note that **this process should be used only if original coding (revenue or expenditure) was correct.**

*If the warrant was dated PRIOR to 7/1/23*

Document	Task	BI	TC	DR	CR	Document Distribution
Journal Voucher	Record cancellation, establish payable	23	455	7130	5194V	Copy to OST
Payment Voucher	Liquidate payable, reissue payment	23	951	5194V	5111	Internal only
Trans Type "B"	Warrant wrap, clear payable	25	817	5111	7120	AFRS auto-generated transaction

*If the warrant was dated AFTER 6/30/23*

Document	Task	BI	TC	DR	CR	Document Distribution
Journal Voucher	Record cancellation, establish payable	25	455	7130	5194V	Copy to OST
Payment Voucher	Liquidate payable, reissue payment	25	951	5194V	5111	Internal only
Trans Type "B"	Warrant wrap, clear payable	25	397	5111	7120	AFRS auto-generated transaction

## Estimated Accruals

### A-1: Estimated Accrued Expenditures and Subsequent Payments

For goods and services received by June 30, for which an actual invoice has not been received: The source for this accrual could be a purchase document, contract, an "estimated" invoice, or other. Record an estimated accrued expenditure and establish a payable, but do NOT make the payment (BI 25 transaction) until an ACTUAL invoice is received so the actual amount is known. When the ACTUAL invoice is received, make the payment and liquidate the payable up to the amount accrued. SAAM requires agencies to monitor the liquidation of estimated accruals at the Account/Expenditure Authority level. [SAAM 90.20.40; 90.20.50.a; 90.20.55] Refer to [A-2](#) if estimate was overstated; refer to [A-3](#) if estimate was understated.

The following BI 23 transaction is REQUIRED, also choose one of the BI 25 payment options below:

Document	Task	BI	TC	DR	CR	Document Distribution
Journal Voucher	Accrue estimated expenditure, record payable	23	830	6560	51_V	Internal only

In BI 25, choose ONE of the following six payment options:

Options 1-4: Pay at Account level only - no special reporting available

Option 1: Due to another state agency with SWV number (treasury account) - pay by IAP

Document	Task	BI	TC	DR	CR	Document Distribution
IAP JV	Reduce payable, request payment	25	649 <sup>#</sup>	51_V	*5154	Internal only
Trans Type "B"	Warrant wrap, clear payable	25	631	*5154	7140	AFRS auto-generated transaction

# requires a subobject, use the same subobject that was used on the tc 830 accrual.

Option 2: Due to another state agency with SWV number, not GL 5154 - pay by IAP [SAAM 90.20.50.b]

Document	Task	BI	TC	DR	CR	Document Distribution
IAP JV	Reduce payable, request payment	25	642 <sup>#</sup>	51_V	5111	Internal only
Trans Type "B"	Warrant wrap, clear payable	25	652	5111	7140	AFRS auto-generated transaction

# requires a subobject, use the same subobject that was used on the tc 830 accrual.

Option 3: Due to another state agency with NO SWV number (treasury account) - pay by manual JV

Document	Task	BI	TC	DR	CR	Document Distribution
Journal Voucher	Reduce payable, cash payment	25	863	51_V	7140	Copy to OST & other agency

Option 4: Due to another state agency (local account) or an outside entity - pay by warrant/EFT (use SWV if available)

Document	Task	BI	TC	DR	CR	Document Distribution
Payment voucher	Reduce payable, request payment	25	955 <sup>#</sup>	51_V	5111	Internal only
Trans Type "B"	Warrant wrap, clear payable	25	397	5111	7120	AFRS auto-generated transaction

# requires a subobject, use the same subobject that was used on the tc 830 accrual.

Options 5-6: Pay with appropriation type X and detail coding - special reporting available<sup>1</sup>

Option 5: Due to another state agency with SWV number (treasury account) - pay by IAP

Document	Task	BI	TC	DR	CR	Document Distribution
IAP JV	Reduce payable, request payment	25	635 <sup>#</sup>	51_V	*5154	Internal only
Trans Type "B"	Warrant wrap, clear payable	25	631	*5154	7140	AFRS auto-generated transaction

# requires a subobject, use the same subobject that was used on the tc 830 accrual.

Option 6: Due to another agency with NO SWV number - pay by warrant; OR,

Due to another state agency (local account) or outside entity - pay by warrant/EFT (use SWV if available)

Document	Task	BI	TC	DR	CR	Document Distribution
Payment voucher	Reduce payable, request payment	25	828 <sup>#</sup>	51_V	5111	Internal only
Trans Type "B"	Warrant wrap, clear payable	25	397	5111	7120	AFRS auto-generated transaction

# requires a subobject, use the same subobject that was used on the tc 830 accrual.

<sup>1</sup> **Special reporting available:** The report available in Enterprise Reporting called "Project Billing Flexible" (by project) reports certain prior period estimated expenditures (GL 51XX using appn type X) in a separate column and in project-to-date totals. **However, this report does not work properly for all agencies.** If you have trouble running this report, use the AFRS report MCP482 which can be run on the AFRS on-demand reporting screens (select function RD on main menu). Be aware that there is a per page cost for on-demand reports.



## A-2: Adjustments – Estimated Accrued Expenditures were Overstated

If all actual invoices have been received and paid and there is a remaining unliquidated balance in estimated accrued expenditures, the payable balance needs to be adjusted to zero. The transaction depends on when the adjustment is made. SAAM requires agencies to monitor the liquidation of estimated accruals at the Account/Expenditure Authority level. [SAAM 90.20.40; 90.20.45; 90.30.35.a]

To adjust FY 23 estimated accrued expenditures prior to Phase 2 cutoff

Document	Task	BI	TC	DR	CR	Document Distribution
Journal Voucher	Reduce estimated expenditure and payable	23	830R	(6560)	(51__V)	Internal only

To adjust BI 23 or prior estimated accrued expenditures after Phase 2 cutoff

Document	Task	BI	TC	DR	CR	Document Distribution
Journal Voucher	Liquidate payable, record prior period adjustment	25	588	51__V	3215 src 0486	Internal only

## A-3: Adjustments – Estimated Accrued Expenditures were Understated

If an invoice is received and there is not enough balance in estimated accrued expenditures to pay it (i.e. actual payables have exceeded estimated accrued expenditures), the agency must process the difference as a Belated Claim. Refer to SAAM 85.40.10 or call your OFM Accounting Consultant for further assistance on belated claims. SAAM requires agencies to monitor the liquidation of estimated accruals at the Account/Expenditure Authority level. [SAAM 90.20.40; 90.20.47, 90.30.35.b]

## A-4: Estimated Accrued Revenue and Subsequent Receipts

For revenue that meets the recognition criteria by June 30, but the amount cannot be calculated exactly: Record estimated accrued revenue and establish a receivable. When the actual amount is known, send an ACTUAL invoice to the payor. When the revenue is received, receipt the cash and liquidate the receivable up to the estimated amount accrued. (For example, revenues that are based on expenditures are dependent upon the payee having complete expenditure information.) [SAAM 90.20.55]

The following BI 23 transaction is REQUIRED for all of the BI 25 receipt options:

Document	Task	BI	TC	DR	CR	Document Distribution
Journal Voucher	Record receivable, accrue estimated revenue	23	150	13__V	3260	Internal only

For the BI 25 transactions, choose ONE of the following two cash receipt options:

Option 1: Receipt at Account level only - no special reporting available

Document	Task	BI	TC	DR	CR	Document Distribution
Cash Receipt	Receive cash, reduce receivable	25	090	7110	13__V	Original to OST or TM\$ entry

Option 2: Receipt with revenue source code - special reporting available<sup>1</sup>

Document	Task	BI	TC	DR	CR	Document Distribution
Cash Receipt	Receive cash, reduce receivable	25	835	7110	13__V	Original to OST or TM\$ entry

## A-5: Adjustments – Estimated Accrued Revenue was Overstated

If all payments based on actual invoices have been received and there is a remaining balance in estimated accrued revenue (GL 3260), it needs to be adjusted to zero. The transaction depends on when the adjustment is made. Use the original source coding for the adjustment transaction. [SAAM 90.20.20]

To adjust BI 23 estimated accrued revenue prior to Phase 2 cutoff

Document	Task	BI	TC	DR	CR	Document Distribution
Journal Voucher	Reduce receivable and estimated revenue	23	150R	(13__V)	(3260)	Internal only

To adjust BI 23 or prior estimated accrued revenue after Phase 2 cutoff

Document	Task	BI	TC	DR	CR	Document Distribution
Journal Voucher	Reduce receivable and current revenue	25	005R	(13__V)	(3210)	Internal only

## A-6: Adjustments – Estimated Accrued Revenue was Understated

If more revenue is received than was originally estimated, record as current year revenue with appropriate source code. [SAAM 90.20.20]

Document	Task	BI	TC	DR	CR	Document Distribution
Cash Receipt	Record cash receipt, increase current revenue	25	001	7110	3210	Original to OST or TM\$ entry

## Miscellaneous

### M-1: Receivable/Payable General Ledger code Corrections

For BI 23 transactions originally entered with an incorrect General Ledger code. An example of this is when a payable or receivable should have been recorded as an interagency payable/receivable (GL 5154 or 1354), but was recorded as an accounts payable/receivable (GL 5111 or 1312) in error. In order to balance **interagency** payables and receivables the GL code needs to be corrected. Since the correction is within the same Account and there is no effect on cash, use GL 9920 as the offset for the correction.

#### BI 23 Transaction:

To correct a **Payable** General Ledger code

Document	Task	BI	TC	DR	CR	Document Distribution
Journal Voucher	Reverse the INCORRECT payable GL code	23	347R	(9920) <sup>^</sup>	(51_V)	Internal only
Journal Voucher	Enter the CORRECT payable GL code	23	347	9920 <sup>^</sup>	51_V	Internal only

<sup>^</sup> Must use the same document number for both transactions.

To correct a **Receivable** General Ledger code

Document	Task	BI	TC	DR	CR	Document Distribution
Journal Voucher	Reverse the INCORRECT receivable GL code	23	348R	(13_V)	(9920) <sup>^</sup>	Internal only
Journal Voucher	Enter the CORRECT receivable GL code	23	348	13_V	9920 <sup>^</sup>	Internal only

<sup>^</sup> Must use the same document number for both transactions.

#### BI 25 Transaction (needed only if the receivable/payable liquidation has already posted in BI 25):

These transactions would be entered if an accrual was posted in BI 23 AND the liquidation has already posted in BI 25. For a receivable, the BI 25 liquidation would have posted if the receipt was processed (cash receipt, manual JV). For a payable, the BI 25 liquidation would have posted if a payment was processed (EFT, IAP, warrant or manual JV).

To correct a **Payable** General Ledger code (liquidation has already posted in BI 25)

Document	Task	BI	TC	DR	CR	Document Distribution
Journal Voucher	Reverse liquidation of INCORRECT GL code	25	348R	(51_V)	(9920) <sup>^</sup>	Internal only
Journal Voucher	Liquidate the CORRECT payable GL code	25	348	51_V	9920 <sup>^</sup>	Internal only

<sup>^</sup> Must use the same document number for both transactions.

To correct a **Receivable** General Ledger code (liquidation has already posted in BI 25)

Document	Task	BI	TC	DR	CR	Document Distribution
Journal Voucher	Reverse liquidation of INCORRECT GL code	25	347R	(9920) <sup>^</sup>	(13_V)	Internal only
Journal Voucher	Liquidate the CORRECT receivable GL code	25	347	9920 <sup>^</sup>	13_V	Internal only

<sup>^</sup> Must use the same document number for both transactions.

### M-2: Corrections to Capital Asset General Ledger codes

For corrections that affect capital asset general ledger codes, refer to separate documents on OFM Accounting Division website: <http://www.ofm.wa.gov/resources/capitalassets.asp> or contact your OFM Accounting Consultant.

## Other Resources/Information

### OFM Statewide Accounting Year-End Closing Resources Page

<https://ofm.wa.gov/accounting/administrative-accounting-resources/year-end-closing>

Includes:

- Closing Calendars
- OST Year-end cash memo
- Interagency Receivable/Payable Contact List
- Training Resources <https://ofm.wa.gov/accounting/training-accounting-and-budget-staff>, including:
  - Fiscal Year-End Update Class
  - Fiscal Year-End Workshop
  - Federal Disclosure Forms
  - Lease and SBITA Disclosure Form

### Interagency/Interfund Payables Receivables Resources

*Enterprise Reports: Public Folders → Financial Reports → Accounting → Interagency and Interfund*

- Keep your agency's contact information up to date (email [anwar.wilson@ofm.wa.gov](mailto:anwar.wilson@ofm.wa.gov) with changes)
- Send out invoices by July 24<sup>th</sup>!
- Subsidiary Format:
  - Interagency - 4-Digit Agency Number + 00
    - Example = OFM – 1050. Subsidiary is 105000
    - Exception = Community Colleges – 6990 + 2<sup>nd</sup> & 3<sup>rd</sup> numbers of the 4-digit agency code
      - Example = SPSCC – 6750. Subsidiary is 699075
  - Interfund – Account Number + 000
    - Example = General Fund – 001. Subsidiary is 001000
- Agency Payments not booked to GL 5154 - See SAAM 90.20.50
  - DRS - Certain Payments (use GL 5152)
  - HCA – Flexible Spending Administrative Charges (use GL 5152)
  - DOT – Good to Go! Accounts (use GL 5152)
  - DOR – Sales & Use Tax (use GL 5158)
  - OST – Certifications of Participation (COPs) (use GL 5173/5273)
  - ESD – Paid Family and Medical Leave (PFML) (use GL 5180)
  - LNI – Industrial Insurance and Medical Aid Deductions (use GL5187)
- Aged Receivables balances for some Central Services Agencies
  - DES: <https://apps.des.wa.gov/ar/eStatement.aspx> \*includes 118 CHA, 179 DES, and 227 CJTC
  - WaTech: <https://apps.des.wa.gov/watechar/eStatement.aspx>
  - OFM: <https://apps.des.wa.gov/OFMar/eStatement.aspx> \*includes 075 GOV and 105 OFM
- Interagency Balancing with State Board for Community & Technology Colleges - <https://duetoduefrom.sbctc.edu/>
  - Compares CTC Accounting System to AFRS balances
    - SBCTC will not update their AFRS balances until mid-August
    - If agencies are in balance according to website, then they should be in balance once SBCTC updates AFRS
  - Provides contact information for each college
- Interagency Subobject Codes
  - The following subobject codes are used for interagency payments only. They should not be used for payments to outside vendors. For subobject descriptions – see SAAM 75.70.20.

Code	Subobject title	Pay to:
EK	Facilities & Services	DES
EL	Data Processing Services	CTS, DES, OFM
EM	Attorney General Services	AG
EN	Personnel Services	DES, OFM
ET	Audit Services	SAO
EV	Admin Hearing Services	OAH
EW	Archives & Records Mgt Services	Sec of State
EX	OMWBE Services	OMWBE

## Disclosure Form Changes for FY23

- Application opens July 10<sup>th</sup>
- Debt General form - added new question #4 related to conduit debt due to implementation of GASB 91, *Conduit Debt Obligations*
- Miscellaneous form:
  - Question #5 – updated wording of question related to impaired and/or idle capital assets due to implementation of GASB 87, *Leases* and GASB 96, *SBITAs*
  - Question #7 – removed the word ‘nonexchange’ due to implementation of GASB 99, *Omnibus 2022*
  - New question #10 – added question related to implementation of GASB 94, *Public-Private or Public-Public Partnership Arrangements*
- To comply with GASB 96, *SBITAs* implementation:
  - Lease form – made significant changes to the form, including:
    - Renamed the form to Lease and SBITA Disclosure
    - Added questions on SBITAs
    - Added questions on variable payments
    - Edited the disclosure form to AFRS reconciliation
    - **Made the form required for all agencies**
  - Liabilities by Major Class form – added two new GLs 5175/5275 Subscription Information Technology Liability
  - Capital Assets form – added two new GLs 2670/2680 – Subscription Information Technology Asset and Allowance for Amortization - Subscription Information Technology Asset
- State Certification:
  - Added a new statement related to taking corrective action on audit findings
  - Updated the dates
- Federal:
  - Updated the date

## Phase 1B Tasks – Due 8/18

- Interagency/Interfund Receivables/Payables Balanced
- Certain Disclosure Forms Due
  - 4 Cash & Investment forms
  - 3 Bond forms
  - 2 COP forms
  - Internal Control/Internal Audit Questionnaire
  - Miscellaneous Disclosure Form
- Pollution Remediation site status report
- Asset Retirement Obligation report
- NOTE: In an effort to get the FY23 SWSA back on schedule and submitted to the federal government by March 31, 2024, we are asking agencies, if at all possible, **please submit the federal disclosure forms as soon as possible, ideally no later than Phase 1B.** Please sign off on the form and let Marina Yee/Stacie Boyd or your accounting consultant know when they have been completed.

## Phase 2 Tasks – Due 9/1

- All entries posted
- All tasks complete – See [SAAM 90.20.70](#) for complete list of tasks
- Remaining Disclosure Forms Due

## State Disclosure Certification Form – Due 9/13

## Federal Assistance Certification Form – Due 2/29/24

## Legend

### Abbreviations and other terms/codes used in this document

(Refer to SAAM glossary for other definitions)

*	General Ledger requires a subsidiary GL account
AFRS	Agency Financial Reporting System
Appropriation type X	Used to liquidate prior period estimated accrual (optional)
Biennial Appropriation	Legislative appropriation that is valid for both fiscal years of the biennium
DR	This column shows the General Ledger that will be DEBITED
CR	This column shows the General Ledger that will be CREDITED
EFT	Electronic Funds Transfer
Encumbrance	A reservation of an expenditure authority for an obligation in the form of purchase orders or contracts
GL	General Ledger account
IAP	Interagency Payment – automated payment to another state agency using treasury accounts (requires SWV number and special TCs)
IFT JV	InterFund Transfer Journal Voucher – automated transfer between treasury accounts within the same agency (requires special TCs)
Internal only	When shown in the 'Document Distribution' column of this document, this means that the document is NOT sent to OST.
Local accounts	Accounts under control of an agency with cash on deposit in a local bank account (Example: colleges and universities)
OST	Office of State Treasurer
Outside entity	Private business or individual (including employee); federal or local government; component unit
R	Reverse code – used to reverse previously entered transactions by reversing the posting sign for the transaction amount
SAAM	State Administrative and Accounting Manual
SWV	Statewide Vendor – common vendor record maintained by OFM that can be used by any agency; certain payment types (all IAP and some EFT) require the use of a SWV
TC	Transaction Code
TMS\$	Treasury Management System, a Treasurer's Office system
Transaction Type "B"	AFRS system-generated "wrap" transaction for payments
Treasury accounts	Accounts which have cash on deposit in and under the control of OST (includes both treasury and treasury trust)
V	Variable General Ledger account is required to be input for this transaction code – refer to <a href="#">AFRS Transaction Codes – Excel Version</a> for a list of valid GL's for each TC

### Common General Ledger Account Titles

(Refer to SAAM section 75.40 for complete list of GL codes and detailed description)

GL	Title	GL	Title	GL	Title
13_V	Variable Receivables	51_V	Variable Payables	7110	Cash Receipts In Process
1312	Accounts Receivable	5111	Accounts Payable	7120	Warrants/EFT Payments In Process
1353	Due From Other Funds	5153	Due To Other Funds	7130	Warrant Cancellations In Process
1354	Due From Other Agencies	5154	Due To Other Agencies	7140	JVs in Process
		5194	Liability for Canceled Warrant		
3205	Accrued Revenue			9510	Reserve for Encumbrances
3210	Cash Revenue	6410	Encumbrances	9920	Current Period Clearing Account
3260	Estimated Accrued Revenue	6505	Accrued Expenditure/Expenses		
		6510	Cash Expenditure/Expenses		
		6560	Estimated Accrued Expenditure/ Expenses		

Comments and suggestions for improving this document are welcome. Send them to [ofm.accounting@ofm.wa.gov](mailto:ofm.accounting@ofm.wa.gov).