

Forward Funding Scenario

Forward funding is budget authority that is made available for obligation beginning in the last quarter of the fiscal year for the financing of ongoing grant programs during the next succeeding fiscal year. The budget authority for such programs is included in the budget totals for the year in which it is appropriated. This device is often used for education programs, so that grants can be made on a school year basis. The language providing forward funding for education programs will specify that amounts appropriated, in most but not all cases, will not be available until some time into the year of the appropriation (e.g. July 1, 2002) and in most cases will specify that such amounts will remain available until the end of the succeeding fiscal year. In other cases (e.g. Federal Pell grants), the funds become available on October 1st but are not normally obligated until July 1st or later and are available for obligation for an additional year.

Forward funding is also used in the training and employment area. Forward funding for youth training grant programs provides appropriations for a program year that starts on April 1st of the fiscal year of the appropriation. Financing extends through June 30th of the following fiscal year. For most other training and employment programs, forward funding provides appropriations for a program year that starts July 1st of the fiscal year of the appropriation. Financing extends through June 30th of the following fiscal year. Program years are authorized for training programs under the Workforce Investment Act and operation of the State Employment Service under section 6 of the Wagner-Peyser Act.¹

In an Appropriation Act for 2002 (multi-year): ...\$2,000 shall become available on July 1, 2002 (Quarter 4) and shall remain available through September 30, 2003 for the academic year 2002 – 2003...

October 1, 2001 (FY 2002 – Quarter 1)

- To record the enactment of an appropriation and receipt of warrants

FY 2002 – QTR 1			
<u>Budgetary Entry</u>			TC
DR 4119 Other Appropriations Realized	2,000		A104
CR 4450 Unapportioned Authority		2,000	
<u>Proprietary Entry</u>			
DR 1010 Fund Balance with Treasury	2,000		
CR 3101 Unexpended Appropriations – Appropriations Received		2,000	

¹ Budget of the United States, Appendix, Fiscal Year 2002 (pg. 1235), OMB Circular No. A-11 (2001) Section 20.4 and OMB Circular No. A-34 (2000), Section 30.3

Forward Funding Scenario

2. To record budgetary authority apportioned by OMB and available for allotment.

FY 2002 – QTR 1			
Budgetary Entry			TC
DR 4450 Unapportioned Authority	2,000		A116
CR 4510 Apportionments (Avail. Time : S ²)		2,000	

**SF133: REPORT ON BUDGET EXECUTION AND BUDGETARY RESOURCES
As of June 30, 2002 (FY 2002 – QTRs 1 – 3)**

BUDGETARY RESOURCES

- | | |
|-------------------------------------|--------------|
| 1. Budget authority | |
| A. Appropriations (4119E) | <u>2,000</u> |
| 7. Total budgetary resources | <u>2,000</u> |

STATUS OF BUDGETARY RESOURCES

- | | |
|-----------------------------------------------------------------|--------------|
| 10. Unobligated balance (Not available) (4510 – S) ³ | <u>2,000</u> |
| 11. Total status of budgetary resources | <u>2,000</u> |

July 1, 2002 (FY 2002 – QTR 4)

3. To record allotment of authority.

FY 2002 – QTR 4			
Budgetary Entry			TC
DR 4510 Apportionments	2,000		A120
CR 4610 Allotments – Realized Resources		2,000	

4. Purchase request for \$1,000, was approved. (Commitment)

FY 2002 – QTR 4			
Budgetary Entry			TC
DR 4610 Allotments – Realized Resources	1,000		B202
CR 4700 Commitments		1,000	

² Availability_Time attribute “S” – indicates that the budgetary resource is available for new obligations in a subsequent period.

³ Availability_Time attribute “S” – available in subsequent period (Crosswalk line 10A – Apportioned in Subsequent Period)

Forward Funding Scenario

5. To record current-year undelivered orders.

FY 2002 – QTR 4			
<u>Budgetary Entry</u>			TC
DR 4700 Commitments	1,000		B204
CR 4801 Undelivered Orders Obligations – Unpaid	1,000		

6. To record the delivery of goods and accrue a liability.

FY 2002 – QTR 4			
<u>Budgetary Entry</u>			TC
DR 4801 Undelivered Orders Obligations – Unpaid	1,000		B302
CR 4901 Delivered Orders – Obligations, Unpaid	1,000		
<u>Proprietary Entry</u>			
DR 6100 Operating Expenses	1,000		
CR 2110 Accounts Payable	1,000		
DR 3107 Unexpended Appropriations Used	1,000		B134
CR 5700 Expended Appropriations	1,000		

7. Payment schedule certified and confirmed.

FY 2002 – QTR 4			
<u>Budgetary Entry</u>			TC
DR 4901 Delivered Orders – Obligations – Unpaid	1,000		B110
CR 4902 Delivered Orders- Obligations, Paid.	1,000		
<u>Proprietary Entry</u>			
DR 2110 Accounts Payable	1,000		
CR 1010 Fund Balance with Treasury	1,000		

Forward Funding Scenario

Pre - Closing Trial Balance FY 2002

FY 2002	Debit	Credit
Budgetary		
4119	2,000	
4610		1,000
4902	<u>0</u>	<u>1,000</u>
Total	<u>2,000</u>	<u>2,000</u>
Proprietary		
1010	1,000	
3101		2,000
3107	1,000	
5700		1,000
6100	<u>1,000</u>	<u>0</u>
Total	<u>3,000</u>	<u>3,000</u>

Closing Entry

- To record the closing of revenue, expense and other financing source accounts to cumulative results of operations.

<u>Budgetary Entry</u>			
None			
<u>Proprietary Entry</u>			
DR 3310 Cumulative Results of Operations	1,000		TC F228
CR 6100 Operating Expense		1,000	
DR 5700 Expended Appropriations	1,000		
CR 3310 Cumulative Results of Operations		1,000	

- To record the consolidation of actual net-funded resources.

<u>Budgetary Entry</u>			
DR 4201 Total Actual Resources Collected	2,000		TC F204
CR 4119 Other Appropriations Realized		2,000	

Forward Funding Scenario

3. To record the closing of Expended Authority - Paid.

<u>Budgetary Entry</u>		TC
DR 4902 Delivered Orders – Obligations, Paid	1,000	F214
CR 4201 Total Actual Resources Collected	1,000	

4. To record closing of fiscal year activity that increases unexpended appropriations.

<u>Budgetary Entry</u>		TC
None		F233
<u>Proprietary Entry</u>		
DR 3101 Unexpended Appropriations – Appropriations Received	2,000	
CR 3100 Unexpended Appropriations Cumulative	1,000	
CR 3107 Unexpended Appropriations Used	1,000	

5. To record the closing of unobligated balances to unapportioned authority for unexpired multi-year funds.

<u>Budgetary Entry</u>		TC
DR 4610 Allotments – Realized Resources	1,000	F212
CR 4450 Unapportioned Authority	1,000	
<u>Proprietary Entry</u>		
None		

**Post- Closing Trial Balance
FY 2002**

FY 2002	Debit	Credit
Budgetary		
4201	1,000	
4450	<u>0</u>	<u>1,000</u>
Total	<u>1,000</u>	<u>1,000</u>
Proprietary		
1010	1,000	
3100	<u>0</u>	<u>1,000</u>
Total	<u>1,000</u>	<u>1,000</u>

Forward Funding Scenario

**SF133: REPORT ON BUDGET EXECUTION AND BUDGETARY RESOURCES
For the Year Ended September 30, 2002**

BUDGETARY RESOURCES

1. Budget authority		
A. Appropriations (4119E)		<u>2,000</u>
7. Total budgetary resources		<u><u>2,000</u></u>

STATUS OF BUDGETARY RESOURCES

8. Obligations incurred:		
A. Direct (4902E) (<i>Apportionment Category - B</i>) ⁴		1,000
9. Unobligated Balance:		
A. Apportioned (4610E) ⁵		<u>1,000</u>
11. Total status of budgetary resources		<u><u>2,000</u></u>

RELATIONSHIP OF OBLIGATIONS TO OUTLAYS

15. Outlays		
A. Disbursements (4902E)		1,000

**FMS 2108 Year-end Closing Statement
FY 2002**

Column 5 (1010E)	1,000dr
Column 11 (4610E)	<u>1,000cr</u>
Total	<u>0</u>

⁴ *B - Category B attribute* – A distribution made by the Office of Management and Budget of budgetary resources by other specified time periods, programs, activities, projects or combinations thereof. This is recorded on line 8A2 of the crosswalk.

⁵(9A1 on crosswalk)

Forward Funding Scenario

**Department/Agency/Reporting Entity
CONSOLIDATED BALANCE SHEET
As of September 30, FY 2002
(in dollars/thousands/millions)**

Assets (Note 2)

Intragovernmental:

1. Fund Balance with Treasury (Note 3) (1010)	<u>1,000</u>
6. Total Intragovernmental	<u>1,000</u>
15. Total Assets	<u>1,000</u>

Liabilities (Note 12)

27. Total Liabilities	<u>0</u>
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Net position:

28. Unexpended appropriations (Note 20) (3100)	1,000
29. Cumulative Results of Operations (3310)	<u>0</u>
31. Total net position	<u>1,000</u>
32. Total liabilities and net position	<u>1,000</u>

**Department/Agency/Reporting Entity
CONSOLIDATED STATEMENT OF NET COST
For the year ended September 30, FY 2002
(in dollars/thousands/millions)**

Program Costs:

Program A:

1. Intragovernmental gross costs(6100)	<u>1,000</u>
3. Intragovernmental net costs	<u>1,000</u>
7. Net program costs	<u>1,000</u>
10. Net Cost of Operations	<u>1,000</u>

Forward Funding Scenario

**Department/Agency/Reporting Entity
 CONSOLIDATED STATEMENT OF CHANGES IN NET POSITION
 For the year ended September 30, FY 2002
 (in dollars/thousands/millions)**

	<u>Cumulative Results of Operations</u>	<u>Unexpended Appropriations</u>
1. Beginning Balances		
2. Prior Period Adjustments		
3. Beginning Balances, As Adjusted		
Budgetary Financing Sources:		
4. Appropriations Received (3101E)		2,000
7. Appropriations Used (5700/3107E)	1,000	(1,000)
Other Financing Sources:		
16. Total Financing Sources	1,000	1,000
17. Net Cost of Operations	<u>1,000</u>	<u>0</u>
18. Ending Balances	<u><u>0</u></u>	<u><u>1,000</u></u>

Forward Funding Scenario

**Department/Agency/Reporting Entity
COMBINED STATEMENT OF FINANCING
For the year ended September 30, FY 2002
(in dollars/thousands/millions)**

**Resources Used to Finance Activities:
Budgetary Resources Obligated**

1. Obligations incurred (4902 E)	<u>1,000</u>
5. Net Obligations (1..4)	<u>1,000</u>
11. Total Resources Used to Finance Activities (5+10)	<u>1,000</u>

Resources Used to Finance Items not Part of the Net Cost of Operations

17. Total Resources Used to Finance Items Not Part of the Net Cost of Operations (12..16)	<u>0</u>
18. Total Resources Used to Finance the Net Cost of Operations (11-17)	<u>1,000</u>

**Components of the Net Cost of Operations That Will Not Require
Or Generate Resources in the Current Period:**

29. Total Components of the Net Cost of Operations That Will Not Require Or Generate Resources in the Current Period	<u>0</u>
30. Net Cost of Operations (18+29)	<u>1,000</u>

Forward Funding Scenario

**BUDGET PROGRAM AND FINANCING (P&F) SCHEDULE PRIOR-YEAR
ACTUAL COLUMN FOR FY 2002 REPORTING**

OBLIGATIONS BY PROGRAM ACTIVITY	
1000 Total new obligations (4902E)	1,000
BUDGETARY RESOURCES AVAILABLE FOR OBLIGATION	
2200 New budget authority (gross)	2,000
2395 Total new obligations	(1,000)
2440 Unobligated balance carried forward, end of year (4610E)	1,000
NEW BUDGET AUTHORITY (GROSS), DETAIL	
4000 Appropriation (4119E)	2,000
CHANGE IN OBLIGATED BALANCES	
7310 Total new obligations	1,000
7320 Total outlays (gross) (4902E)	(1,000)
OUTLAYS (GROSS), DETAIL	
8690 Outlays from new discretionary authority (4902E)	1,000
NET BUDGET AUTHORITY AND OUTLAYS	
8900 Budget authority (net)	2,000
9000 Outlays (net)	1,000

Forward Funding Scenario

Beginning Trial Balance FY 2003

FY 2003	Debit	Credit
Budgetary		
4201	1,000	
4450	<u>0</u>	1,000
Total	<u>1,000</u>	<u>1,000</u>
Proprietary		
1010	1,000	
3100	<u>0</u>	1,000
Total	<u>1,000</u>	<u>1,000</u>

October 1, 2002 (FY 2003)

- To record budgetary authority apportioned by OMB and available for allotment (unobligated balance brought forward October 1).

FY 2003			
Budgetary Entry			TC
DR 4450 Unapportioned Authority	1,000		A116
CR 4510 Apportionments		1,000	

- To record allotment of authority.

FY 2003			
Budgetary Entry			TC
DR 4510 Apportionments	1,000		A120
CR 4610 Allotments – Realized Resources		1,000	

- Purchase request for \$1,000, was approved. (Commitment)

FY 2003			
Budgetary Entry			TC
DR 4610 Allotments – Realized Resources	1,000		B202
CR 4700 Commitments		1,000	

- To record current-year undelivered orders without an advance.

FY 2003			
Budgetary Entry			TC
DR 4700 Commitments	1,000		B204
CR 4801 Undelivered Orders Obligations – Unpaid		1,000	

Forward Funding Scenario

5. To record the delivery of goods and accrue a liability.

FY 2003			
<u>Budgetary Entry</u>			TC
DR 4801 Undelivered Orders Obligations – Unpaid	1,000		B302
CR 4901 Delivered Orders – Obligations, Unpaid	1,000		
<u>Proprietary Entry</u>			
DR 6100 Operating Expenses	1,000		
CR 2110 Accounts Payable	1,000		
DR 3107 Unexpended Appropriations Used	1,000		B134
CR 5700 Expended Appropriations	1,000		

6. Payment schedule certified and confirmed.

FY 2003			
<u>Budgetary Entry</u>			TC
DR 4901 Delivered Orders – Obligations – Unpaid	1,000		B110
CR 4902 Delivered Orders- Obligations, Paid.	1,000		
<u>Proprietary Entry</u>			
DR 2110 Accounts Payable	1,000		
CR 1010 Fund Balance with Treasury	1,000		

Forward Funding Scenario

Pre - Closing Trial Balance FY 2003

FY 2003	Debit	Credit
Budgetary		
4201	1,000	
4902	<u>0</u>	<u>1,000</u>
Total	<u>1,000</u>	<u>1,000</u>
Proprietary		
3100		1,000
3107	1,000	
5700		1,000
6100	<u>1,000</u>	<u>0</u>
Total	<u>2,000</u>	<u>2,000</u>

Closing Entry

- To record the closing of revenue, expense and other financing source accounts to cumulative results of operations.

<u>Proprietary Entry</u>			
DR 3310 Cumulative Results of Operations	1,000		TC F228
CR 6100 Operating Expenses	1,000		
DR 5700 Expended Appropriations	1,000		
CR 3310 Cumulative Results of Operations	1,000		

- To record the closing of Expended Authority - Paid.

<u>Budgetary Entry</u>			
DR 4902 Delivered Orders – Obligations, Paid	1,000		TC F214
CR 4201 Total Actual Resources Collected	1,000		

- To record closing of fiscal year activity that increases unexpended appropriations.

<u>Budgetary Entry</u>			
None			TC F233
<u>Proprietary Entry</u>			
DR 3101 Unexpended Appropriations – Appropriations Received	1,000		
CR 3107 Unexpended Appropriations Used	1,000		

Forward Funding Scenario

**Post - Closing Trial Balance
FY 2003**

FY 2003	Debit	Credit
Budgetary & Proprietary None		

**SF133: REPORT ON BUDGET EXECUTION AND BUDGETARY RESOURCES
(YEAR-END)
FY 2003**

BUDGETARY RESOURCES

1. Budget authority	
A. Appropriations received (4119E)	
2. Unobligated balance	
A. Brought forward, October 1	<u>1,000</u>
7. Total budgetary resources	<u><u>1,000</u></u>

STATUS OF BUDGETARY RESOURCES

8. Obligations incurred:	
A. Direct (4902E) (<i>Apportionment Category- B</i> ⁶)	1,000
9. Unobligated balance:	
A. Apportioned (4610E) ⁷	<u>0</u>
11. Total status of budgetary resources	<u><u>1,000</u></u>

RELATIONSHIP OF OBLIGATIONS TO OUTLAYS

15. Outlays	
A. Disbursements (4902E)	1,000

**FMS 2108 Year-end Closing Statement
FY 2003**

Column 5 (1010E)	0dr
Column 11 (4610E)	<u>0cr</u>

⁶ B – Category B attribute (8A2 on crosswalk)

⁷ (9A1 on crosswalk)

Forward Funding Scenario

Total 0

**Department/Agency/Reporting Entity
CONSOLIDATED BALANCE SHEET
As of September 30, FY 2003
(in dollars/thousands/millions)**

Assets (Note 2)

Intragovernmental:

1. Fund Balance with Treasury	0
6. Total Intragovernmental	<u>0</u>
15. Total Assets	<u>0</u>

Liabilities (Note 12)

27. Total Liabilities	<u>0</u>
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Net position:

28. Unexpended appropriations (Note 20) (3100)	0
29. Cumulative Results of Operations (3310)	<u>0</u>
31. Total net position	<u>0</u>
32. Total liabilities and net position	<u>0</u>

Forward Funding Scenario

**Department/Agency/Reporting Entity
CONSOLIDATED STATEMENT OF NET COST
For the year ended September 30, FY 2003
(in dollars/thousands/millions)**

Program Costs:

Program A:	
1. Intragovernmental gross costs(6100E)	1,000
3. Intragovernmental net costs	1,000
7. Net program costs	<u>1,000</u>
10. Net Cost of Operations	<u>1,000</u>

**Department/Agency/Reporting Entity
CONSOLIDATED STATEMENT OF CHANGES IN NET POSITION
For the year ended September 30, FY 2003
(in dollars/thousands/millions)**

	<u>Cumulative Results of Operations</u>	<u>Unexpended Appropriations</u>
1. Beginning Balances (3100 B)		1,000
2. Prior Period Adjustments		
3. Beginning Balances, As Adjusted		<u>1,000</u>
Budgetary Financing Sources:		
4. Appropriations Received (3101 E)		
7. Appropriations Used (5700/3107E)	1,000	(1,000)
Other Financing Sources:		
16. Total Financing Sources	1,000	0
17. Net Cost of Operations	<u>(1,000)</u>	<u>0</u>
18. Ending Balances	<u>0</u>	<u>0</u>

Forward Funding Scenario

**Department/Agency/Reporting Entity
COMBINED STATEMENT OF FINANCING
For the year ended September 30, FY 2003
(in dollars/thousands/millions)**

Resources Used to Finance Activities:

Budgetary Resources Obligated

1. Obligations incurred (4902 E)	<u>1,000</u>
5. Net Obligations (1..4)	<u>1,000</u>
11. Total Resources Used to Finance Activities (5+10)	<u>1,000</u>

Resources Used to Finance Items not Part of the Net Cost of Operations

15. Resources that Finance the Acquisition of Assets or Liquidation of Liabilities	
17. Total Resources Used to Finance Items Not Part of the Net Cost of Operations (12..16)	
18. Total Resources Used to Finance the Net Cost of Operations (11-17)	<u>1,000</u>

**Components of the Net Cost of Operations That Will Not Require
Or Generate Resources in the Current Period:**

29. Total Components of the Net Cost of Operations That Will Not Require Or Generate Resources in the Current Period	<u>0</u>
30. Net Cost of Operations (18+29)	<u><u>1,000</u></u>

Forward Funding Scenario

**BUDGET PROGRAM AND FINANCING (P&F) SCHEDULE PRIOR-YEAR
ACTUAL COLUMN FOR FY 2003 REPORTING**

OBLIGATIONS BY PROGRAM ACTIVITY		
1000	Total new obligations (4902E)	1,000
BUDGETARY RESOURCES AVAILABLE FOR OBLIGATION		
2140	Unobligated balance carried forward, start of year (4201B)	1,000
2395	Total new obligations	(1,000)
CHANGE IN OBLIGATED BALANCES		
7310	Total new obligations	1,000
7320	Total outlays (gross) (4902E)	(1,000)
OUTLAYS (GROSS), DETAIL		
8693	Outlays from discretionary balances (4902E)	1,000
8700	Total outlays	1,000
NET BUDGET AUTHORITY AND OUTLAYS		
8900	Budgetary authority (net)	0
9000	Outlays (net)	1,000