

Spectrum Auctions Program

Federal Communications Commission

(Effective Fiscal 2017)

**UNITED STATES STANDARD GENERAL LEDGER ADVISORY DIVISION
GOVERNMENT-WIDE ACCOUNTING
BUREAU OF THE FISCAL SERVICE
U.S. DEPARTMENT OF THE TREASURY**

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1.0	May 2017	Original version of the document.	Bulletin No. 2017-06

Background

Congress appointed the Federal Communications Commission (FCC or Commission) as the designated federal agency to conduct auctions of spectrum rights for commercial use. This auctions process is commonly known as the Standard Auction. The financial portion of the Standard Auction begins with qualified bidders depositing Upfront Payments into a commercial bank (The Commission uses the Federal Reserve Bank of New York (FRBNY) for its most recent auction and is currently working with Treasury and Congress to adopt legislation that would require Upfront Payments to be deposited directly with Treasury), as instructed in the specific auction's Public Notice (PN). A deposit liability is recognized for the Upfront Payment in a non-Treasury account maintained by the FCC Deposit Fund with the Treasury Account Symbol (TAS) 027X6725 with internal fund code TDA. After auction close, a PN listing the winning bidders is issued and non-winning bidders are refunded their Upfront Payments. Next, within 45 days of the close of the auctions, the winning bidders' Upfront Payments are moved from the non-Treasury account to Treasury and remain in TAS 027X6725 (internal fund code AUC). The winning bidders will have a specific number of days after auction close (10 to 20 days) to pay any additional downs (difference between the winning bid amount and the Upfront Payment amount) to cover their winning bids. These additional downs made by the winning bidders are deposited directly into the Deposit Fund TAS 027X6725 (internal fund code AUC). In Standard Auctions, earned revenue is not recognized until certain conditions are met by the winning bidders and a "Prepared to Grant" or "Grant" PN is issued by the Commission. Although the majority of the licenses auctioned are granted within one to two years after the auction close, this process may take longer. The FCC transfers a portion of the auctions revenue as approved by Congress to the Salary and Expense (S&E) General Fund TAS 027X0100 (internal fund code X54) from the Deposit Fund TAS 027X6725 (internal fund code AUC) to cover the administrative costs for developing and implementing the competitive auctions program (47 U.S.C. § 309). Depending on the auction or the Public Law mandating the auction, the remaining earned revenue will be transferred to various federal entities as required by the Public Law for specific or general government use. In addition, with approval from the Office of Management and Budget (OMB), FCC retains the approved portion of earned revenue to fund the auctions program in subsequent years when there are no auctions and/or no auctions revenue. This amount is retained in the Deposit Fund TAS 027X6725 (internal fund code AUC) until Congress approves its use through the Commission's budget process.

The Middle Class Tax Relief and Job Creation Act of 2012 (Public Law 112-96) created a new process for redistributing spectrum usage rights by creating the "Incentive Auctions." This new auction process is made up of two types of interdependent auctions: the Forward Auction and the Reverse Auction.

The Forward Auction functions similar to the Standard Auction where qualified parties bid on the spectrum usage rights offered in the Reverse Auction. In order to participate in the Forward Auction, qualified bidders are required to deposit Upfront Payments in a non-Treasury account maintained by the FCC. When the Forward Auction concludes, a PN listing the winning bidders is issued and non-winning bidders are refunded their Upfront Payments. Next, within 45 days of the close of the auction, the winning bidders' Upfront Payments are transferred from the non-Treasury account Deposit Fund TAS 027X6725 (internal fund code TDA) to TAS 027X6725 (internal fund code AUC) and categorized as deferred revenue. The winning bidders have a specific number of days after the close of the auction (10 to 20 days) to pay any additional downs (difference between the winning bid amount and the Upfront Payment amount) to cover their winning bids. These additional downs are deposited directly into the TAS 027X6725 (internal fund code AUC). As with the Standard Auction, the earned revenue from the Forward Auction is not recognized until a "Prepared to Grant" or "Grant" PN is issued. **The earned revenue from the Forward Auction is used to pay the following parties: (1) the**

winning TV Broadcasters from the Reverse Auction; (2) the FCC for the administrative costs of conducting the auctions; (3) to reimburse eligible TV Broadcasters for their costs incurred as a result of their spectrum being relocated and repacked; and (4) the Public Safety Trust Fund, the General Fund of the U.S. Government, or other party directed by the Act or Law.

The Reverse Auction is the mechanism by which existing television Broadcasters are able to bid on the lowest price that they are willing to accept to relinquish some or all of their spectrum usage rights. The spectrum from the Reverse Auction is what is being repackaged and auctioned off in the Forward Auction. When the Reverse Auction closes it does not trigger any financial transactions. The Reverse Auction winning bidders are paid from the proceeds earned from the Forward Auction. Multiple “Prepared to Grant” or “Grant” PN’s will be issued which list the licenses granted from the Forward Auction. Based on the earned revenue recorded when the licenses are granted, the FCC will issue “Ready to Pay”, PN’s listing the individual Broadcasters to be paid from the Reverse Auction and record a corresponding liability.

The purpose of this accounting scenario is to document the financial transactions recorded in the various FCC TAS’ as FCC’s auctions program process is conducted and completed as well as to illustrate their impact on the financial statements of the Federal Government.

FASAB SFFAS 7: Accounting for Revenue and Other Financing Sources and Concepts for Reconciling Budgetary and Financial Accounting states in paragraph 278 that proceeds from the auction of radio spectrum are exchange revenues. It further states in paragraph 279 that this exchange revenue shall be accounted for as custodial activity. It has been further agreed between the Office of Management and Budget, the Federal Communications Commission, and the Department of Treasury, all auction proceeds shall be held in a deposit fund. Deposit funds generally do not record custodial activity. Sometimes it can take several years for the payment of these funds. It was agreed these collections should have no budgetary effect while they are held by FCC before being paid to the rightful owners.

Key Items

1. Reverse Auction Winning Bidders

- When the Reverse Auction ends, the FCC will not record a financial transaction at the time the “Closing and Channel Reassignment”, PN is issued. This PN lists the winning bidders from the Reverse and Forward Auctions. A liability is not recorded at this time for the Reverse Auction winning bidders, because the FCC is not requesting the Broadcasters to move off of their spectrum until the respective licenses are granted in the Forward Auction. Additionally, the funds from the Forward Auctions are not earned and available until the licenses are granted via a “Prepared to Grant” or “Grant” PN.
- The liability to the Reverse Auction Winning Bidders will be recorded in multiple tranches as licenses from the Forward Auction are granted. The “Ready to Pay”, PNs for each tranche will include the amount of the liability to be recognized by the FCC.
- Disbursements to the Reverse Auction Winning Bidders will be paid directly from Deposit Fund TAS 027X6725. There will be no budgetary transactions related to these disbursements since they will be made from the Forward Auction licenses granted.

- The disbursements will be reported on the Statement of Custodial Liability, under the section titled “Disposition of Collections, line 13. Other Payments.”

2. TV Broadcaster Relocation Fund

- Transactions in the TV Broadcaster Relocation Fund will be recorded as a reimbursement program and treated as a Dedicated Collection for reporting purposes on the FCC’s consolidated financial statements.
- Public Law 112-96 authorizes a maximum of \$1.75 Billion of proceeds from the Forward Auction to be transferred to the TV Broadcaster Relocation Fund to reimburse relocation/repackaging costs of eligible TV Broadcasters that are moved to another frequency. The FCC will initially use its \$1 Billion borrowing authority from the Treasury to begin reimbursing costs incurred by those Broadcasters. Earned revenue from the Forward Auction will be used to repay up to \$1 Billion that was borrowed from the Treasury. An additional \$0.75 Billion from the Forward Auction may be used to reimburse eligible Broadcasters. These amounts are subject to sequestration.
- The initial up to \$1 Billion (less the sequestered amount) obligated will be based on approved estimates of all the relocation costs received from the eligible TV Broadcasters.
- Up to an additional \$0.75 Billion (less any sequestered amount) may be obligated as funds become available from the licenses granted from the Forward Auction.

Applicable Federal Communications Commission TAS:

027X6725 “Deposit Fund” – Internal Fund Codes TDA and AUC¹
 027X0100 “No Year Auction Salaries & Expense Account” – Internal Fund Code X54
 027X5610 “Special Fund Expenditure Account” – Internal Fund Code TV1
 027X5610.001 “Special Fund Receipt Account” – Internal Fund Code TV5
 0272474 “General Fund Receipt Account” – Internal Fund Code 012
 0273220 “Miscellaneous Receipt Account” – Internal Fund Code 00

¹FASAB SFFAS 7: Accounting for Revenue and Other Financing Sources and Concepts for Reconciling Budgetary and Financial Accounting states in paragraph 278 that proceeds from the auction of radio spectrum are exchange revenues. It further states in paragraph 279 that this exchange revenue shall be accounted for as custodial activity. It has been further agreed between the Office of Management and Budget, the Federal Communications Commission, and the Department of Treasury, all auction proceeds shall be held in a deposit fund. Deposit funds generally do not record custodial activity. Sometimes it can take several years for the payment of these funds. It was agreed these collections should have no budgetary effect while they are held by FCC before being paid to the rightful owners.

Listing of USSGL Account Numbers and Titles Used in This Scenario:	
Account Number	Account Title
<u>Budgetary</u>	
404700	Anticipated Transfers to the General Fund of the U.S. Government – Current – Year Authority
411400	Appropriated Receipts Derived from Available Trust or Special Fund Receipts
412000	Anticipated Indefinite Appropriations
414100	Current – Year Borrowing Authority Realized
414500	Borrowing Authority Converted to Cash
414600	Actual Repayments of Debt, Current Year – Authority
414800	Resources Realized From Borrowing Authority
421000	Anticipated Reimbursements and Other Income
425200	Reimbursements and Other Income Earned – Collected
438200	Temporary Reduction – New Budget Authority
445000	Unapportioned Authority
451000	Apportionments
461000	Allotments - Realized Resources
480100	Undelivered Orders – Obligations, Unpaid
490100	Delivered Orders - Obligations, Unpaid
490200	Delivered Orders – Obligations, Paid
<u>Proprietary:</u>	
101000	Fund Balance With Treasury
113500	Funds Held Outside of Treasury – Non-Budgetary
131000	Accounts Receivable
211000	Accounts Payable
232000	Other Deferred Revenue
240000	Liability for Nonfiduciary Deposit Funds and Undeposited Collections
251000	Principal Payable to the Bureau of the Fiscal Service
298000	Custodial Liability
577600	Nonbudgetary Financing Sources Transferred Out
590000	Other Revenue
599000	Collections for Others – Statement of Custodial Activity
599100	Accrued Collections for Others – Statement of Custodial Activity
599700	Financing Sources Transferred In From Custodial Statement Collections
599800	Custodial Collection Transferred Out to a Treasury Account Symbol Other Than the General Fund of the U.S. Government
610000	Operating Expenses/Program Costs
679000	Other Expenses Not Requiring Budgetary Resources

Illustrative Transactions:

The following transactions include amounts that are for illustrative purposes only and are not representative of the actual amounts from any particular auction.

Forward/ Standard Auction:

Upfront payments (all bidders)	600	(Transaction 1)
Refunds to non-winning bidders	<u>(100)</u>	(Transaction 2)
Upfront payments (winning bidders)	500	(Transaction 3b)
Additional downs from winning bidders	<u>5,000</u>	(Transactions 4)
Total payments from winning bidders	5,500	
Earned revenue from granted licenses of forward auction	<u>(450)</u>	(Transaction 5)
Forward Auction winning bids (to be granted)	5,050	

Note: The funds from the forward auction will be the primary source to satisfy the Auction costs listed below.

Reverse Auction:

Reverse auction winning bids	3,000	(Closing Public Notice – No Entry)
Reverse auction winning bids paid out	<u>200</u>	(Transactions 10a/10b)
Reverse auction winning bids to be paid once licenses are granted	2,800	

TV Broadcaster Reimbursement:

TV Broadcaster reimbursement definite borrowing authority	1,000	(Transaction 11)
Amount temporarily sequestered in CY	<u>69</u>	(Transaction 12)
Amount apportioned/ obligated in CY	931	(Transactions 13a and 13b)
Amount obligated and borrowed from Treasury for immediate needs	<u>300</u>	(Transactions 13c and 14)
Amount Available to borrow	631	
Amount borrowed and paid to eligible TV Broadcasters	300	(Transactions 14 and 15)
Amount transferred from deposit fund for repayment of debt	(125)	(Transaction 17a)
Amount sequestered on Budg. Auth. associated with approp. receipts	<u>9</u>	(Transaction 17b)
Debt outstanding with Treasury	184	

Status of Earned Revenue – Forward/ Standard Auction:

Licenses granted from forward auction in CY	450	(Transaction 5)
Other revenue from defaults and bid withdrawals	50	(Transactions 6 & 7)
Reverse auction winning bids paid out in CY	(200)	(Transaction 10a/10b)
Transfer to TV Broadcaster Reimbursement Fund for debt repayment in CY	(125)	(Transaction 18,16,17a, & 19)
Transfer to FCC for administrative costs in CY	(100)	(Transaction 8 & 9a)
Transfer to other Federal agencies in CY	(50)	(Transaction 20a)
Transfer to the General fund in CY	(15)	(Transaction 20b)
Refunds from internal fund code AUC in CY	<u>(10)</u>	(Transaction 21)
Earned Revenue yet to be transferred out of Deposit Account in CY	0	

Illustrative Transactions

1. Forward/Standard Auctions – To record the Upfront Payments from the qualified bidders participating in the Forward/Standard Auction. In order to participate in the Forward/Standard Auctions, qualified bidders are required to deposit cash, which is known as Upfront Payments, with the FCC. The amount of Upfront Payments is an amount that may not necessarily be equal to the total winning bid amount. The Upfront Payments are deposited in the FRBNY or a non-Treasury account maintained by the FCC.				
TAS 027X6725 (internal fund code TDA)		DR	CR	TC
<u>Budgetary Entry</u>				
N/A				
<u>Proprietary Entry</u>				
113500 (N) Funds Held Outside of Treasury – Non-Budgetary 240000 (N) Liability for Nonfiduciary Deposit Funds and Undeposited Collections		600	600	C108

2. Forward/Standard Auctions (Non-Winning Bidders) – To record refunds of Upfront Payments to the non-winning bidders of the Forward/Standard Auctions after the auction closes.				
TAS 027X6725 (internal fund code TDA)		DR	CR	TC
<u>Budgetary Entry</u>				
N/A				
<u>Proprietary Entry</u>				
240000 (N) Liability for Nonfiduciary Deposit Funds and Undeposited Collections 113500 (N) Funds Held Outside of Treasury – Non-Budgetary		100	100	C108R

3a. Forward/Standard Auctions (Winning Bidders) – To record the reclassification of the Upfront Payments from Deposit Liability to Deferred Revenue in TAS 027X6725 when the winning bidder public notice is released for the Forward/Standard Auction.			
TAS 027X6725 (internal fund code TDA)	DR	CR	TC
<u>Budgetary Entry</u>			
N/A			
<u>Proprietary Entry</u>			
240000 (N) Liability for Nonfiduciary Deposit Funds and Undeposited Collections 113500 (N) Funds Held Outside of Treasury – Non-Budgetary	500	500	C108R
113500 (N) Funds Held Outside of Treasury – Non-Budgetary 232000 (N) Other Deferred Revenue	500	500	B602

3b. Forward/Standard Auctions (Winning Bidders) – To record the first part of the transfer of the Upfront Payments from the Forward/Standard Auction winning bidders from FRBNY account or the account held outside the Treasury (TAS 027X6725 (internal fund code TDA) to Treasury TAS 027X6725 (internal fund code AUC). This transfer must be completed within 45 days of the close of the auction. These are payments collected but not earned since the auctioned licenses have not yet been granted.			
TAS 027X6725 (internal fund code TDA)	DR	CR	TC
<u>Budgetary Entry</u>			
N/A			
<u>Proprietary Entry</u>			
232000 (N) Liability for Nonfiduciary Deposit Funds and Undeposited Collections 113500 (N) Funds Held Outside of Treasury – Non-Budgetary	500	500	B602R

3c. Forward/Standard Auctions (Winning Bidders) – To record second part of the transfer of the Upfront Payments from the Forward/Standard Auction winning bidders from FRBNY account or the account held outside the Treasury (TAS 027X6725 (internal fund code TDA) to Treasury TAS 027X6725 (internal fund code AUC). This transfer must be completed within 45 days of the close of the auction. These are payments collected but not earned since the auctioned licenses have not yet been granted.				
TAS 027X6725 (internal fund code AUC)		DR	CR	TC
<u>Budgetary Entry</u>				
N/A				
<u>Proprietary Entry</u>				
101000 (G) Fund Balance With Treasury		500		
232000 (N) Other Deferred Revenue			500	B602

4. Forward/Standard Auctions (Winning Bidders) – To record the Additional Downs by the Forward/Standard Auction winners up to their winning bid amount. The Forward/Standard winning bidders have a fixed period of time (typically 10 to 20 business days) to remit additional funds up to their winning bid amounts. These funds are deposited directly into Deposit Fund TAS 027X6725.				
TAS 027X6725 (internal fund code AUC)		DR	CR	TC
<u>Budgetary Entry</u>				
N/A				
<u>Proprietary Entry</u>				
101000 (G) Fund Balance with Treasury		5,000		
232000 (N) Other Deferred Revenue			5,000	B602

5. Forward/Standard Auctions (Winning Bidders) – To record revenue earned after some of the auctioned licenses are granted. A “Prepared to Grant” or “Grant” Public Notice lists the licenses and amounts granted. Based on SFFAS #7, the FCC records this exchange revenue as custodial activity and reports it on the Statement of Custodial Activity.			
TAS 027X6725 (internal fund code AUC)			
<u>Budgetary Entry</u>	DR	CR	TC
N/A			
<u>Proprietary Entry</u>			
232000 (N) Other Deferred Revenue	450		C424
590000 (N) Other Revenue		450	
599000 (G) Collections for Others – Statement of Custodial Activity	450		C142
298000 (G) Custodial Liability		450	

6. Forward/Standard Auctions – To record receivable related to interim default on winning bid(s) or bid withdrawal. This receivable is recorded when the winning bidders default on their winning bid(s) or if they withdrawal as the winning bidder before the auction is over. The Upfront Payments are used to satisfy the amounts owed; however, if the Upfront Payments are not sufficient, then the defaulting or withdrawing bidder(s) are billed for the difference.			
TAS 027X6725 (internal fund code AUC)			
<u>Budgetary Entry</u>	DR	CR	TC
N/A			
<u>Proprietary Entry</u>			
131000 (N) Accounts Receivable	50		C420
590000 (N) Other Revenue		50	
599100 (G) Accrued Collections for Others - Statement of Custodial Activity	50		C404
298000 (G) Custodial Liability		50	

7. Forward/Standard Auctions - To record collection of receivable for interim default on winning bid(s) or bid withdrawal.			
TAS 027X6725 (internal fund code AUC)	DR	CR	TC
<u>Budgetary Entry</u>			
N/A			
<u>Proprietary Entry</u>			
101000 (G) Fund Balance With Treasury 131000 (N) Accounts Receivable	50	50	C143
599000 (G) Collections for Others – Statement of Custodial Activity 599100 (G) Accrued Collections for Others – Statement of Custodial Activity	50	50	D584

8. FCC Administrative Costs – To record, at the beginning of each year, the anticipated reimbursements from deposit fund to No-Year Salary and Expenses general fund. Congress limits the annual amount of auction proceeds that may be used to cover the cost of developing and implementing the competitive auctions program.			
TAS 027X0100 (internal fund code X54)	DR	CR	TC
<u>Budgetary Entry</u>			
421000 Anticipated Reimbursements and Other Income 445000 Unapportioned Authority	100	100	A702

9a. Establish the liability for the Administrative Fee to be paid from Deposit Fund TAS 027X6725 to the No-Year Salary and Expenses Fund TAS 027X0100 for allowable administrative costs.							
TAS 027X6725 (internal fund code AUC)	DR	CR	TC	TAS 027X0100 (internal fund code X54)	DR	CR	TC
<u>Budgetary Entry</u>				<u>Budgetary Entry</u>			
N/A				425200 Reimbursements and Other Income Earned – Collected	100		
<u>Proprietary Entry</u>				421000 Anticipated Reimbursements and Other Income		100	A708
298000 (G) Custodial Liability	100		C142R	<u>Proprietary Entry</u>			C402
599000 (G) Collections from Others Statement of Custodial Activity		100		131000 (F) Accounts Receivable	100		
679000 (F) Other Expenses Not Requiring Budgetary Resources	100		B405	590000 (F) Other Revenue		100	
211000 (F) Accounts Payable		100					

9b. Payment of the Administrative Fee from the Deposit Fund TAS 027X6725 to the No-Year Salary and Expense Fund TAS 027X0100.							
TAS 027X6725 (internal fund code AUC)	DR	CR	TC	TAS 027X0100 (internal fund code X54)	DR	CR	TC
<u>Budgetary Entry</u>				<u>Budgetary Entry</u>			
N/A				N/A			
<u>Proprietary Entry</u>				<u>Proprietary Entry</u>			
211000 (F) Accounts Payable	100		D506	101000 (G) Fund Balance With Treasury	100		C143
101000 (G) Fund Balance With Treasury		100		131000 (F) Accounts Receivable		100	

10a. Reverse Auction (Winning Bidders) – To record a liability for the full amount owed to a segment of the Reverse Auction winning bidders who voluntarily relinquish some or all of their spectrum usage rights. The liability to the Reverse Auction winning bidders is not recorded in TAS 027X6725 until the FCC grants licenses from the Forward Auction and releases a “Ready to Pay” Public Notice stating which licenses from the Reverse Auction are to be paid from the earned revenue from the Forward Auction. No liability is recorded at the time of the Closing Public Notice since payment cannot be made until licenses are granted from the Forward Auction and earned revenue is recorded.

TAS 027X6725 (internal fund code AUC)	DR	CR	TC
<u>Budgetary Entry</u>			
N/A			
<u>Proprietary Entry</u>			
679000 (N) Other Expenses Not Requiring Budgetary Resources	200		B405
211000 (N) Accounts Payable		200	
298000 (G) Custodial Liability	200		C142R
599000 (G) Collections for Others – Statement of Custodial Activity		200	

10b. Reverse Auction (Winning Bidders) – To record payments/disbursements from the Deposit Fund to the reverse auction winning bidders who voluntarily relinquish some or all of their spectrum usage rights. Payment/Disbursements cannot be made until licenses are granted from the Forward Auction and earned revenue is recorded. The FCC may “Hold Back” a portion of the payment to the Broadcaster for various reasons such as other outstanding debt with the FCC. Initially only a net payment will be made to the Broadcaster (200-50=150). In the example below, the Broadcaster owes 50 in outstanding Miscellaneous Receipts to the FCC. Only 150 will be paid to the Broadcaster and the remaining 50 outstanding will be held back by FCC.

TAS 027X6725 (internal fund code AUC)	DR	CR	TC
<u>Budgetary Entry</u>			
N/A			
<u>Proprietary Entry</u>			
211000 (N) Accounts Payable	150		D506
101000 (G) Fund Balance With Treasury		150	

10c. Reverse Auction (Winning Bidders) – If the “Hold Back” is resolved and the Broadcaster no longer has an outstanding debt owed to FCC, then FCC will disburse the remaining 50 to the Broadcaster using Transaction 10b above. However, if the “Hold Back” is not resolved by other means, FCC will then utilize the “Hold Back” of 50 to satisfy outstanding debts owed to FCC by the Broadcaster by posting the following entries. A “no-check” will be processed to reduce the accounts payable in TAS 027X6725 and the funds will be transferred to FCC’s Miscellaneous Receipt Account TAS 0273220 to satisfy the outstanding debt with the FCC. The “no-check” will be completed using an Expenditure Transfer Authorization/Classification Transaction and Accountability (CTA) formerly known as the SF224. Note the “Hold Back” funds could be used to satisfy other debt at the FCC such as Penalties and Regulatory Fees.

Note:For purposes of this scenario, TAS 0273220 will only show the receipt of cash from TAS 027X6725 for illustrative purposes only and the effect on the various reporting statements for TAS 0273220 will not be demonstrated.

TAS 027X6725 (internal fund code AUC)	DR	CR	TC	TAS 0273220 (internal fund code 008)	DR	CR	TC
<u>Budgetary Entry</u>				<u>Budgetary Entry</u>			
N/A				N/A			
<u>Proprietary Entry</u>				<u>Proprietary Entry</u>			
211000 (N) Accounts Payable	50		D506	101000 (G) Fund Balance With Treasury	50		
101000 (G) Fund Balance With Treasury		50		136000 (N) Penalties and Fines Receivable		50	C143 C142
				599000 (G) Collection for Others	50		
				298000 (G) Custodial Liability		50	

11. TV Broadcaster Relocation Fund - To record definite borrowing authority with Treasury for reimbursement of relocation costs incurred by the eligible TV Broadcasters prior to granting licenses. These funds are mandatory. Note: Only record definite borrowing authority up to the amount necessary to cover expected obligations. If sufficient licenses are granted from the Forward Auction before new obligations are reported by the TV Broadcaster Relocation Fund, Entries 11 and 12 will not be necessary, in this is the case, instead, refer to Entry 18.			
TAS 027X5610 (internal fund code TV1)			
	DR	CR	TC
<u>Budgetary Entry</u>			
414100 Current-Year Borrowing Authority Realized 445000 Unapportioned Authority	1,000	1,000	A152
<u>Proprietary Entry</u>			
N/A			

12. TV Broadcaster Relocation Fund - To record the budget authority(i.e. borrowing authority) in the current year that has been temporarily sequestered. The sequestration of BA is mandatory. The sequestered amount is based on the Sequestration Order issued by the President and prepared by OMB. In this exhibit 6.9% of BA is used - the 2017 rate for on-exempt nondefense mandatory programs per the OMB Report to the Congress on the Joint Committee Reductions for Fiscal Year 2017. It has been determined this sequestered borrowing authority is not available in subsequent years.			
TAS 027X5610 (internal fund code TV1)			
	DR	CR	TC
<u>Budgetary Entry</u>			
445000 Unapportioned Authority 438200 Temporary Reduction – New Budget Authority	69	69	A135
<u>Proprietary Entry</u>			
N/A			

13a. TV Broadcaster Relocation Fund - To record apportionment for the TV Broadcasters relocation costs to be reimbursed. The total relocation costs to be reimbursed are capped.				
TAS 027X5610 (internal fund code TV1)		DR	CR	TC
<u>Budgetary Entry</u>				
445000 Unapportioned Authority 451000 Apportionments		931	931	A116
<u>Proprietary Entry</u>				
N/A				

13b. TV Broadcaster Relocation Fund - To record the Allotments and Obligations for estimated TV Broadcasters' relocation costs to be reimbursed. A Public Notice will be issued with the amount to be initially obligated after all the estimated costs have been reviewed by the FCC.				
TAS 027X5610 (internal fund code TV1)		DR	CR	TC
<u>Budgetary Entry</u>				
451000 Apportionments 461000 Allotments – Realized Resources		931	931	A120
461000 Allotments – Realized Resources 480100 Undelivered Orders – Obligations, Unpaid		931	931	B306
<u>Proprietary Entry</u>				
N/A				

13c. TV Broadcaster Relocation Fund – To record a liability to the eligible TV Broadcasters for approved relocation costs to be reimbursed upon receipt of valid invoices from the TV Broadcasters.			
TAS 027X5610 (internal fund code TV1)			
	DR	CR	TC
<u>Budgetary Entry</u>			
480100 Undelivered Orders – Obligations, Unpaid	300		B436
490100 Delivered Orders – Obligations, Unpaid		300	
<u>Proprietary Entry</u>			
610000 (N) Operating Expenses/Program Costs	300		B436
211000 (N) Accounts Payable		300	

14. TV Broadcaster Relocation Fund - To convert partial definite borrowing authority to cash for immediate needs. Non-expenditure transfer using an SF1151.			
TAS 027X5610 (internal fund code TV1)			
	DR	CR	TC
<u>Budgetary Entry</u>			
414800 Resources Realized From Borrowing Authority	300		A156
414500 Borrowing Authority Converted to Cash		300	
<u>Proprietary Entry</u>			
101000 (G) Fund Balance With Treasury	300		A156
251000 (N) Principal Payable to the Bureau of the Fiscal Service		300	

15a. TV Broadcaster Relocation Fund – To record reimbursements to the eligible TV Broadcasters for their relocation costs. Payments will be made to multiple Broadcasters. The FCC may “Hold Back” a portion of the payment to the Broadcaster for various reasons such as other outstanding debt with the FCC. Initially only a net payment will be made to the Broadcaster (300-75=225). In the example below, the Broadcaster owes 75 in outstanding Miscellaneous Receipts to the FCC. Only 225 will be paid to the Broadcaster and the remaining 75 outstanding will be held back by FCC.

TAS 027X5610 (internal fund code TV1)	DR	CR	TC
<u>Budgetary Entry</u>			
490100 Delivered Orders – Obligations, Unpaid	225		B110
490200 Delivered Orders – Obligations, Paid		225	
<u>Proprietary Entry</u>			
211000 (N) Accounts Payable	225		B110
101000 (G) Fund Balance With Treasury		225	

15b. TV Broadcaster Relocation Fund – If the “Hold Back” is resolved and the Broadcaster no longer has an outstanding debt owed to FCC, then FCC will disburse the remaining 75 to the Broadcaster using Transaction 15a above. However, if the “Hold Back” is not resolved by other means, FCC will then utilize the “Hold Back” of 75 to satisfy outstanding debts owed to FCC by the Broadcaster by posting the following entries. A “no-check” will be processed to reduce the accounts payable in TAS 027X5610 and the funds will be transferred to FCC’s Miscellaneous Receipt Account TAS 0273220 to satisfy the outstanding debt with the FCC. The “no-check” will be completed using an Expenditure Transfer Authorization/Classification Transaction and Accountability (CTA) formerly known as the SF224. Note the “Hold Back” funds could be used to satisfy other debt at the FCC such as Penalties and Regulatory Fees.

Note:For purposes of this scenario, the transactions posted by TAS 0273220 will be shown for illustrative purposes only and their effect on the various reporting statements for TAS 0273220 will not be demonstrated.

TAS 027X5610 (internal fund code TV1)	DR	CR	TC	TAS 0273220 (internal fund code 008)	DR	CR	TC
<u>Budgetary Entry</u>				<u>Budgetary Entry</u>			
490100 Delivered Orders –Obligations, Unpaid	75		B110	N/A			
490200 Delivered Orders - Obligations, Paid		75					
<u>Proprietary Entry</u>				<u>Proprietary Entry</u>			
211000 (N) Accounts Payable	75		B110	101000 (G) Fund Balance With Treasury	75		
101000 (G) Fund Balance With Treasury		75		136000 (N) Penalties and Fines Receivable		75	C143
				599000 (G) Collection for Others	75		C142
				298000 (G) Custodial Liability		75	

16. TV Broadcaster Relocation Fund - To record anticipated transfers into the TV Broadcaster Relocation Special Fund Account from the Deposit Fund.			
TAS 027X5610 (internal fund code TV1)	DR	CR	TC
<u>Budgetary Entry</u>			
412000 Anticipated Indefinite Appropriations 445000 Unapportioned Authority	125	125	A102
<u>Proprietary Entry</u>			
N/A			

17a. TV Broadcaster Relocation Fund - To record a transfer from the Deposit Account to the TV Broadcaster Relocation Special Fund Expenditure Account to reimburse TV Broadcasters for repacking costs. Licenses must be granted from the Forward Auction before funds are available for transfer to the Special Fund Account. The transfer is accomplished using an Expenditure Transfer Authorization/ Classification Transactions and Accountability (CTA) – formerly known as the SF224. Note – The collections transferred into the Special Fund Account should be reported in TAS 027X5610.001.							
TAS 027X6725 (internal fund code AUC)	DR	CR	TC	TAS 027X5610 (internal fund code TV1)	DR	CR	TC
<u>Budgetary Entry</u>				<u>Budgetary Entry</u>			
N/A				411400 Appropriated Receipts Derived from Available Trust or Special Fund receipts	125		A212
<u>Proprietary Entry</u>				412000 Anticipated Indef Appropriations		125	
599800 (F) Custodial Collections Transferred Out to a Treasury Account Symbol Other Than the General Fund of the U.S. Government	125		A210	<u>Proprietary Entry</u>			
101000 (G) Fund Balance With Treasury		125		101000 (G) Fund Balance With Treasury	125		A212
298000 (G) Custodial Liability	125		C142R	599700 (F) Financing Sources Transferred in from Custodial Statement Collections		125	
599000 (G) Collections for Others – Statement Of Custodial Activity		125					

17b. TV Broadcaster Relocation Fund - To record the sequestration amount on Budget Authority associated with Appropriated Receipts. The sequestered amount is based upon the Sequestration Order issued by the President and prepared by OMB. In this exhibit 6.9% of BA is used - the 2017 rate for on-exempt nondefense mandatory programs per the OMB Report to the Congress on the Joint Committee Reductions for Fiscal Year 2017.

TAS 027X5610 (internal fund code TV1)	DR	CR	TC
<p><u>Budgetary Entry</u></p> <p>445000 Unapportioned Authority 438200 Temporary Reduction – New Budget Authority</p> <p><u>Proprietary Entry</u></p> <p>N/A</p>	9	9	A135

17c. TV Broadcaster Relocation Fund - To record the “pop-up BA” of budgetary resources sequestered in the prior year. The “pop-up BA” will only become available in the subsequent year based upon the appropriation or authorizing language. Record only if the Office of Management and Budget in conjunction with the agencies has determined the “pop-up BA” becomes available for obligation in the subsequent fiscal year.

Note: This transaction is only being presented to illustrate the presentation of the sequestered amount that may become available in the subsequent fiscal year. This transaction will not be reflected in statement presentations that follow because we are only demonstrating activity in Year 1, this transaction would occur in Year 2.

TAS 027X5610 (internal fund code TV1)	DR	CR	TC
<p><u>Budgetary Entry</u></p> <p>438400 Temporary Reduction/Cancellation Returned by Appropriation 445000 Unapportioned Authority</p> <p><u>Proprietary Entry</u></p> <p>N/A</p>	9	9	A108

18. TV Broadcaster Relocation Fund - To record anticipated non-expenditure transfers for redemption of debt.			
TAS 027X5610 (internal fund code TV1)			
	DR	CR	TC
<u>Budgetary Entry</u>			
445000 Unapportioned Authority	116		A142
404700 Anticipated Transfer to the General Fund of the U.S. Government – Current – Year Authority		116	
<u>Proprietary Entry</u>			
N/A			

19. TV Broadcaster Relocation Fund - To record actual (partial) repayment of debt borrowed in Transaction 14. The repayment occurs after earning revenue from granted licenses in Transaction 5. This is accomplished using SF 1151: Non-Expenditure Transfer. The Middle Class Tax Relief and Job Creation Act of 2012 (Public Law 112-96) states that no interest will be charged for debt from the Fiscal Service.			
TAS 027X5610 (internal fund code TV1)			
	DR	CR	TC
<u>Budgetary Entry</u>			
404700 Anticipated Transfer to the General Fund of the U.S Government – Current- Year Authority	116		B120
414600 Actual Repayments of Debt, Current – Authority		116	
<u>Proprietary Entry</u>			
251000 (N) Principal Payable to the Bureau of the Fiscal Service	116		B120
101000 (G) Fund Balance With Treasury		116	

20a. Forward/Standard Auctions (Transfers to Other Federal Agencies)- To record the transfer of earned auction revenue from the deposit fund to outside federal agencies' Receipt Accounts other than Treasury (i.e., Public Safety Trust Fund and Spectrum Relocation Fund) as required by Public Law. The budgetary entry must be made by the receiving agency since the funds transferred are their budgetary resources and not the FCC's.				
TAS 027X6725 (internal fund code AUC)		DR	CR	TC
<u>Budgetary Entry</u>				
N/A				
<u>Proprietary Entry</u>				
599800 (F) Custodial Collections Transferred Out to a Treasury Account Symbol Other Than the General Fund of the U.S. Government		50		A210
101000 (G) Fund Balance With Treasury			50	
298000 (G) Custodial Liability		50		C142R
599000 (G) Collections for Others – Statement of Custodial Activity			50	

20b. Forward/Standard Auctions (Transfers To The General Fund)- To record the transfer of residual earned auction revenue from the deposit fund to the general fund receipt account as required under 47 U.S.C. § 309. The Expenditure Transfer is processed using FMS 224.									
TAS 027X6725 (internal fund code AUC)		DR	CR	TC	TAS 0272474 (internal fund code 012)		DR	CR	TC
<u>Budgetary Entry</u>					<u>Budgetary Entry</u>				
N/A					N/A				
<u>Proprietary Entry</u>					<u>Proprietary Entry</u>				
577600 (F) Nonbudgetary Financing Sources Transferred Out		15		E509	101000 (G) Fund Balance With Treasury		15		C155
101000 (G) Fund Balance With Treasury				15	577500 (F) Nonbudgetary Financing Sources Transferred In			15	
298000 (G) Custodial Liability		15		C142R	599000 (G) ² Collections for Others – Statement of Custodial Activity		15		C142
599000 (G) Collections for Others – Statement of Custodial Activity				15	298000 (G) Custodial Liability			15	

² Treasury General Fund would report USSGL Accounts 198000/571000 to offset this transaction.

21. Refunds From Internal Fund Code AUC – To record refunds to bidders after the funds have been moved into Treasury. This includes any Upfront Payments to non-winning bidders that were not refunded within 45 days of the close of the auction from TAS 027X6725 (internal fund code TDA) and to winning bidders who did not have their licenses granted for unforeseen circumstances. Note: This is not part of the summary of illustrative transactions in the beginning of this document.				
TAS 027X6725 (internal fund code AUC)		DR	CR	TC
<u>Budgetary Entry</u>				
N/A				
<u>Proprietary Entry</u>				
232000 (N) Other Deferred Revenue		10		B602R
101000 (G) Fund Balance with Treasury			10	

Pre-Closing Trial Balances										
USSGL Account	027X6725		027X5610		027X0100		0272474		Consolidated	
	Debit	Credit	Debit	Credit	Debit	Credit	Debit	Credit	Debit	Credit
<u>Budgetary</u>										
411400 Appropriated Receipts Derived from Available Trust or Special Fund Receipts			125						125	
414100 Current – Year Borrowing Authority Realized			1000						1000	
414500 Borrowing Authority Converted to Cash				300						300
414600 Actual Repayments of Debt, Current Year – Authority				116						116
414800 Resources Realized From Borrowing Authority			300						300	
421000 Anticipated Reimbursements and Other Income										
425200 Reimbursements and Other Income Earned – Collected					100				100	
438200 Temporary Reduction – New Budget Authority				78						78
445000 Unapportioned Authority						100				100
451000 Apportionments										
461000 Allotments - Realized Resources										
480100 Undelivered Orders – Obligations, Unpaid				631						631
490100 Delivered Orders - Obligations, Unpaid										
490200 Delivered Orders – Obligations, Paid				300						300

Pre-Closing Trial Balances										
USSGL Account	027X6725		027X5610		027X0100		0272474		Consolidated	
	Debit	Credit	Debit	Credit	Debit	Credit	Debit	Credit	Debit	Credit
Total Budgetary	0	0	1425	1425	100	100	0	0	1525	1525
Proprietary:										
101000 (G) Fund Balance With Treasury	5050		9		100		15		5174	
113500 (N) Funds Held Outside of Treasury – Non-Budgetary										
131000 (N) Accounts Receivable										
211000 (F) Accounts Payable										
211000 (G) Accounts Payable										
211000 (N) Accounts Payable										
232000 (N) Other Deferred Revenue		5040								5040
240000 (N) (TDA) Liability for Nonfiduciary Deposit Funds and Undeposited Collections										
251000 (N) Principal Payable to the Bureau of the Fiscal Service				184						184
298000 (G) Custodial Liability		10						15		25
577500 (F) Nonbudgetary Financing Sources Transferred In								15		15
577600 (F) Nonbudgetary Financing Sources Transferred Out	15								15	
590000 (F) Other Revenue						100				100
590000 (N) Other Revenue		500								500
599000 (G) Collections for Others – Statement of Custodial Activity	10								10	
599000 (G) Collections for Others – Statement of Custodial Activity							15		15	
599100 (N) Accrued Collections for Others – Statement of Custodial Activity										
599700 (F) Financing Sources Transferred In From Custodial Statement Collections				125						125
599800 (F) Custodial Collection Transferred Out to a Treasury Account Symbol Other Than the General Fund of The U.S. Government	175								175	
610000 (N) Operating Expenses/Program Costs			300						300	
679000 (F) Other Expenses Not Requiring Budgetary Resources	100								100	
679000 (N) Other Expenses Not Requiring Budgetary Resources	200								200	
Total Proprietary	5550	5550	309	309	100	100	30	30	5980	5980

Pre-Closing Transaction

22. To record the closing of the General Fund Receipt accounts associated with fund balance at yearend.				
TAS 0272474 (internal fund code 012)		DR	CR	TC
<u>Budgetary Entry</u>				
N/A				
<u>Proprietary Entry</u>				
298000 (G) Custodial Liability		15		F124
101000 (G) Fund Balance With Treasury			15	

Pre-Closing Trial Balances -Adjusted										
USSGL Account	027X6725		027X5610		027X0100		0272474		Consolidated	
	Debit	Credit	Debit	Credit	Debit	Credit	Debit	Credit	Debit	Credit
<u>Budgetary</u>										
404700 Anticipated Transfers to the General Fund of the U.S. Government – Current – Year Authority										
411400 Appropriated Receipts Derived from Available Trust or Special Fund Receipts			125						125	
412000 Anticipated Indefinite Appropriations										
414100 Current – Year Borrowing Authority Realized			1000						1000	
414500 Borrowing Authority Converted to Cash				300						300
414600 Actual Repayments of Debt, Current Year – Authority				116						116
414800 Resources Realized From Borrowing Authority			300						300	
421000 Anticipated Reimbursements and Other Income										
425200 Reimbursements and Other Income Earned – Collected					100				100	
438200 Temporary Reduction – New Budget Authority				78						78
445000 Unapportioned Authority						100				100
451000 Apportionments										
461000 Allotments - Realized Resources										
480100 Undelivered Orders – Obligations, Unpaid				631						631
490100 Delivered Orders - Obligations, Unpaid										
490200 Delivered Orders – Obligations, Paid				300						300

Pre-Closing Trial Balances -Adjusted

USSGL Account	027X6725		027X5610		027X0100		0272474		Consolidated	
	Debit	Credit	Debit	Credit	Debit	Credit	Debit	Credit	Debit	Credit
Total Budgetary	0	0	1425	1425	100	100	0	0	1525	1525
Proprietary:										
101000 (G) Fund Balance With Treasury	5050		9		100		0		5159	
113500 (N) Funds Held Outside of Treasury – Non-Budgetary										
131000 (N) Accounts Receivable										
211000 (F) Accounts Payable										
211000 (G) Accounts Payable										
211000 (N) Accounts Payable										
232000 (N) Other Deferred Revenue		5040								5040
240000 (N) (TDA) Liability for Nonfiduciary Deposit Fund and Undeposited Collections										
251000 (N) Principal Payable to the Bureau of the Fiscal Service				184						184
298000 (G) Custodial Liability		10						0		10
577500 (F) Nonbudgetary Financing Sources Transferred In								15		15
577600 (F) Nonbudgetary Financing Sources Transferred Out	15								15	
590000 (F) Other Revenue						100				100
590000 (N) Other Revenue		500								500
599000 (G) Collections for Others – Statement of Custodial Activity	10								10	
599000 (G) Collections for Others – Statement of Custodial Activity							15		15	
599100 (N) Accrued Collections for Others – Statement of Custodial Activity										
599700 (F) Financing Sources Transferred In From Custodial Statement Collections				125						125
599800 (F) Custodial Collection Transferred Out to a Treasury Account Symbol Other Than the General Fund of the U.S. Government	175								175	
610000 (N) Operating Expenses/Program Costs			300						300	
679000 (F) Other Expenses Not Requiring Budgetary Resources	100								100	
679000 (N) Other Expenses Not Requiring Budgetary Resources	200								200	
Total Proprietary	5550	5550	309	309	100	100	15	15	5974	5974

Closing Transactions

23. To record the closing of revenue, expense, and other financing source accounts to cumulative results of operations.			
TAS 027X6725 (internal fund code AUC)	DR	CR	TC
<u>Budgetary Entry</u>			
N/A			
<u>Proprietary Entry</u>			
590000 (N) Other Revenue	500		
577600 (F) Nonbudgetary Financing Sources Transferred Out		15	
599000 (G) Collections for Others – Statement of Custodial Activity		10	
599800 (F) Custodial Collection Transferred Out to a TreasuryAccount Symbol Other Than the General Fund of the U.S. Government		175	F336
679000 (F) Other Expenses Not Requiring Budgetary Resources		100	
679000 (N) Other Expenses Not Requiring Budgetary Resources		200	

24. To record the closing of revenue, expense, and other financing source accounts to cumulative results of operations.			
TAS 027X5610 (internal fund code TV1)	DR	CR	TC
<u>Budgetary Entry</u>			
N/A			
<u>Proprietary Entry</u>			
331000 Cumulative Results of Operations	175		
599700 (F) Financing Sources Transferred In From Custodial Statement Collections	125		F336
610000 (N) Collections for Others – Statement of Custodial Activity		300	

25. To record the closing of fiscal-year borrowing authority.				
TAS 027X5610 (internal fund code TV1)		DR	CR	TC
<u>Budgetary Entry</u>				
414500 Borrowing Authority Converted to Cash		300		
414900 Borrowing Authority Carried Forward		700		
414100 Current – Year Borrowing Authority Realized			1000	F306
<u>Proprietary Entry</u>				
N/A				

26. To record the consolidation of actual net-funded resources and reductions for withdrawn funds.				
TAS 027X5610 (internal fund code TV1)		DR	CR	TC
<u>Budgetary Entry</u>				
420100 Total Actual Resources - Collected		309		
414600 Actual Repayments of Debt, Current Year – Authority		116		
411400 Appropriated Receipts Derived from Available Trust or Special Fund Receipts			125	F302
414800 Resources Realized From Borrowing Authority			300	
<u>Proprietary Entry</u>				
N/A				

27. To reclassify a temporary reduction/cancellation at yearend.				
TAS 027X5610 (internal fund code TV1)		DR	CR	TC
<u>Budgetary Entry</u>				
438200 Temporary Reduction – New Budget Authority 438400 Temporary Reduction/Cancellation Returned by Appropriation		78	78	F360
<u>Proprietary Entry</u>				
N/A				

28. To record the closing of paid delivered orders to total actual resources.				
TAS 027X5610 (internal fund code TV1)		DR	CR	TC
<u>Budgetary Entry</u>				
490200 Delivered Orders – Obligations, Paid 420100 Total Actual Resources - Collected		300	300	F314
<u>Proprietary Entry</u>				
N/A				

29. To record the closing of revenue, expense, and other financing source accounts to cumulative results of operations.				
TAS 0272474 (internal fund code 012)		DR	CR	TC
<u>Budgetary Entry</u>				
N/A				
<u>Proprietary Entry</u>				
577500 (F) Nonbudgetary Financing Sources Transferred In 599000 (G) Collections for Others – Statement of Custodial Activity		15	15	F336

30. To record the consolidation of actual net-funded resources and reductions for withdrawn funds.				
TAS 027X0100 (internal fund code X54)		DR	CR	TC
<u>Budgetary Entry</u>				
420100 Total Actual Resources - Collected 425200 Reimbursements and Other Income Earned – Collected		100	100	F302
<u>Proprietary Entry</u>				
N/A				

31. To record the closing of revenue, expense, and other financing source accounts to cumulative results of operations.				
TAS 027X0100 (internal fund code X54)		DR	CR	TC
<u>Budgetary Entry</u>				
N/A				
<u>Proprietary Entry</u>				
590000 (F) Other Revenue 331000 Cumulative Results of Operations		100	100	F336

Post Closing Trial Balance										
USSGL Account	027X6725		027X5610		027X0100		0272474		Consolidated	
	Debit	Credit	Debit	Credit	Debit	Credit	Debit	Credit	Debit	Credit
<u>Budgetary</u>										
404700 Anticipated Transfers to the General Fund of the U.S. Government – Current – Year Authority										
411400 Appropriated Receipts Derived from Available Trust or Special Fund Receipts			0						0	
412000 Anticipated Indefinite Appropriations										
414100 Current – Year Borrowing Authority Realized			0						0	
414500 Borrowing Authority Converted to Cash				0						0
414600 Actual Repayments of Debt, Current Year – Authority				0						0

Post Closing Trial Balance										
USSGL Account	027X6725		027X5610		027X0100		0272474		Consolidated	
	Debit	Credit	Debit	Credit	Debit	Credit	Debit	Credit	Debit	Credit
414800 Resources Realized From Borrowing Authority			0						0	
414900 Borrowing Authority Carried Forward			700						700	
420100 Total Actual Resources - Collected			9		100				109	
421000 Anticipated Reimbursements and Other Income										
425200 Reimbursements and Other Income Earned – Collected					0					
438200 Temporary Reduction – New Budget Authority				0						
438400 Temporary Reduction/Cancellation Returned by Appropriation				78						78
439700 Receipts and Appropriations Temporarily Precluded From Obligation										
445000 Unapportioned Authority						100				100
451000 Apportionments										
461000 Allotments - Realized Resources										
480100 Undelivered Orders – Obligations, Unpaid				631						631
490100 Delivered Orders - Obligations, Unpaid										
490200 Delivered Orders – Obligations, Paid				0						
Total Budgetary	0	0	709	709	100	100	0	0	809	809
<u>Proprietary:</u>										
101000 (G) Fund Balance With Treasury	5050		9		100				5159	
113500 (N) Funds Held Outside of Treasury – Non-Budgetary										
131000 (N) Accounts Receivable										
211000 (F) Accounts Payable										
211000 (G) Accounts Payable										
211000 (N) Accounts Payable										
232000 (N) Other Deferred Revenue		5040								5040
240000 (N) (TDA) Liability for Nonfiduciary Deposit Funds and Undeposited Collections	0								100	
251000 (N) Principal Payable to the Bureau of the Fiscal Service				184						184
298000 (G) Custodial Liability		10								10
331000 Cumulative Results of Operations			175			100			75	
577500 (F) Nonbudgetary Financing Sources Transferred In										0
577600 (F) Nonbudgetary Financing Sources Transferred Out	0									
590000 (F) Other Revenue						0				
590000 (N) Other Revenue		0								

Post Closing Trial Balance										
USSGL Account	027X6725		027X5610		027X0100		0272474		Consolidated	
	Debit	Credit	Debit	Credit	Debit	Credit	Debit	Credit	Debit	Credit
599000 (G) Collections for Others – Statement of Custodial Activity	0									
599000 (G) Collections for Others – Statement of Custodial Activity									0	
599100 (N) Accrued Collections for Others – Statement of Custodial Activity										
599700 (F) Financing Sources Transferred In From Custodial Statement Collections				0						
599800 (F) Custodial Collection Transferred Out to a Treasury Account Symbol Other Than the General Fund of the U.S. Government	0									
610000 (N) Operating Expenses/Program Costs			0							
679000 (F) Other Expenses Not Requiring Budgetary Resources	0									
679000 (N) Other Expenses Not Requiring Budgetary Resources	0									
Total Proprietary	5050	5050	184	184	100	100	0	0	5334	5334

BALANCE SHEET	
	Consolidated
Assets:	
Intragovernmental	
1 Fund Balance With Treasury (101000E)	5,159
3 Accounts Receivable (131000E)	
6 Total Intragovernmental (calc.)	5,159
Assets With the Public:	
8 Investments (162100E)	
9 Accounts Receivable, Net (131000E)	
13 General Property, Plant, and Equipment, Net (171100E)	
15 Total Assets (calc.)	<u>5,159</u>

BALANCE SHEET	
	Consolidated
Liabilities:	
Intragovernmental	
17 Accounts Payable (211000E)	
18 Debt (251000E)	184
19 Other (Notes 15, 16, and 17) (298000E)	10
20 Total Intragovernmental (calc.)	194
Liabilities With Public:	
21 Accounts Payable (296000E)	
23 Debt Held by the Public (214100E)	
26 Benefits Due Payable (216000E)	
27 Other (232000E)	5,040
28 Total Liabilities (calc.)	5,234
Net Position:	
31 Unexpended Appropriations – All Other Funds (310000B, 310100E, 310600E)	0
32 Cumulative Results of Operations– Funds From Dedicated Collections	(175)
33 Cumulative Results of Operations – All Other Funds	100
34 Total Net Position– Funds From Dedicated Collections (calc.)	(175)
35 Total Net Position – All Other Funds (calc.)	100
36 Total Net Position (calc.)	(75)
37 Total Liabilities and Net Position (calc.)	5,159

STATEMENT OF NET COST	
	Consolidated
Gross Program Costs:	
Program A:	
1 Gross costs (610000E)	300
2 Less: earned revenue	0
3 Net Program costs (calc. 1-2)	300
4 (Gains)/Loss on premium, or ORB or OPEB Assumption Changes	0
5 Net program costs including Assumption change: (calc. 3+4)	300
6 Costs not assigned to programs	0
7 Less: earned revenues not attributed to programs (590000E)	100
8 Net cost of operations (calc. 5+6-7)	<u>200</u>

STATEMENT OF CHANGES IN NET POSITION			
	Funds from Dedicated Collections	All Other Funds	Consolidated
Cumulative Results of Operations:			
1 Beginning Balances			0
2 Adjustments (+/-)			
2b Correction of Errors (+/-)			0
3 Beginning Balances, as Adjusted (calc. 1..2b)			0
Budgetary Financing Sources:			
5 Appropriations Used			0
8 Transfers-in/out without reimbursement (+/-) (599700E)	125		125
12 Imputed Financing (578000E)			
13 Other (590000E)			
14 Total Financing Sources (calc. 4..13)	125		125
15 Net Cost of Operations (+/-)	300	(100)	200

STATEMENT OF CHANGES IN NET POSITION			
	Funds from Dedicated Collections	All Other Funds	Consolidated
16 Net Change (calc 14-15)	(175)	100	(75)
17 Cumulative Results of Operations (calc. 3+16)	(175)	100	(75)
Unexpended Appropriations:			
18 Beginning Balance (310000B)	0	0	0
20 Beginning Balance, as Adjusted (calc.)	0	0	0
Budgetary Financing Sources:			
21 Appropriations Received (310100E)	0	0	0
23 Other Adjustments (Rescissions, etc.)(+/-) (310600E)	0	0	0
25 Total Budgetary Financing Sources (calc. 21..24)	0	0	0
26 Total Unexpended Appropriations (calc. 20 + 25)	0	0	0
27 Net Position (calc 17 + 26)	<u>(175)</u>	<u>100</u>	<u>(75)</u>

STATEMENT OF CUSTODIAL ACTIVITY	
	Consolidated
Revenue Activity:	
Sources of Cash Collections:	
1 Individual Income and FICA/SECA Taxes (580100E)	
2 Corporate Income Taxes (580200E).	
3 Excise Taxes (580400E)	
4 Estate and Gift Taxes (580500E)	
5 Federal Unemployment Taxes (580300E)	
6 Custom Duties (580600E)	
7 Miscellaneous (590000E)	500
8 Total Cash Collections (calc. 1,,7)	500
9 Accrual Adjustments (+/-)	0

STATEMENT OF CUSTODIAL ACTIVITY	
	Consolidated
10 Total Custodial Revenue (calc 8..9)	500
11 Transferred to Others (by Recipient) (599000E(G), 599800E)	190
12 (Increase)/Decrease in Amounts yet to be Transferred (+/-) (298000E, 298000B)	(10)
“Optional Method”	
13 Refunds and Other Payments (679000E)	300
14 Retained by the reporting Entity (calc. 10-11-12-13)	0
“Optional Method” (calc. 10-11+12-13)	
15 Total Disposition of Collections (calc. 11+12+13+14)	500
“Optional Method” (calc. 11-12+13+14)	
16 Net Custodial Activity (calc. 10-15)	0

STATEMENT OF BUDGETARY RESOURCES		
		Consolidated
Budgetary resources		
Line No.	Mandatory:	
1000	Unobligated balance brought forward, Oct 1	<u>0</u>
1290	Appropriations (discretionary and mandatory) (411400E, 414600E)	<u>0</u>
1490	Borrowing authority (discretionary and mandatory) (414100E, 438200E, 414600E)	<u>931</u>
1890	Spending authority from offsetting collections (discretionary and mandatory) (425200E)	<u>100</u>
1910	Total budgetary resources	<u>1031</u>
Status of budgetary resources		
Unobligated balance, end of year:		
2190	New obligations and upward adjustments (total) (Note 31) (480100E, 490200E)	<u>931</u>
2404	Unapportioned (445000E)	<u>100</u>

STATEMENT OF BUDGETARY RESOURCES		
		Consolidated
2412	Unexpired unobligated balance, end of year (Sum of SBR Lines 2204,2304,2404)	<u>100</u>
2490	Total unobligated balance, end of year (Sum of SBR Lines 2412 and 2413)	<u>100</u>
2500	Total budgetary resources (Sum of SBR Lines 2190 and 2490)	<u>1031</u>
	Unpaid obligations:	
3012	New obligations and upward adjustments (480100E, 490200E)	931
3020	Outlays (gross) (-) 490200E	(300)
3050	Unpaid obligations, end of year (480100E)	631
3090	Uncollected pymts, Fed sources, end of year (-)	0
3100	Obligated balance, start of year (+ or -) (Sum of SBR lines 3000, 3006, 3060 and 3066)	0
3200	Obligated balance, end of year (+ or -) (Sum of SBR Lines 3012 and 3020 should equal sum of SBR Lines 3050 and 3090)	631
	Budget authority and outlays, net	
	Discretionary and Mandatory:	
4175	Budget authority, gross (discretionary and mandatory) (Sum of SBR Lines 1290, 1490, 1690, and 1890)	<u>1031</u>
4176	Actual offsetting collections (discretionary and mandatory) (-) (425200E)	<u>(100)</u>
4180	Budget authority, net (total) (discretionary and mandatory) Sum of SBR Lines 4175, 4176, 4177, 4178, and 4179)	<u>931</u>
4185	Outlays, gross (discretionary and mandatory) (490200E)	<u>300</u>
4187	Actual offsetting collections (discretionary and mandatory)(-) (425200E)	<u>(100)</u>
4190	Outlays, net (total) (discretionary and mandatory) Sum of SBR Lines 4185 and 4187	200

SF 133: REPORT ON BUDGET EXECUTION AND BUDGETARY RESOURCES & SCHEDULE P BUDGET PROGRAM AND FINANCING SCHEDULE

		Consolidated	
		SF 133	Schedule P
	BUDGETARY RESOURCES		
Line No.			
	All Accounts:		
0900	Total new obligations, unexpired accounts (480100E, 490200E)		931
	Budget authority:		
	Appropriations:		
	Mandatory:		
1201	Appropriation (special or trust fund) (411400 E)	125	125
1232	Appropriations and/or unobligated balance of appropriations temporarily (438200E)	(9)	(9)
1236	Appropriations applied to repay debt (-) (414600E)	(116)	(116)
1260	Appropriation, mandatory (total)	<u>0</u>	0
1400	Borrowing authority (414100E)	1000	1000
1421	Borrowing authority temporarily reduced (-) 438200	(69)	(69)
1440	Borrowing authority, mandatory (total)	931	931
	Spending authority from offsetting collections:		
	Mandatory:		
1800	Collected (425200E)	100	100
1850	Spending authority from offsetting collections, mandatory (total)	100	100

SF 133: REPORT ON BUDGET EXECUTION AND BUDGETARY RESOURCES & SCHEDULE P BUDGET PROGRAM AND FINANCING SCHEDULE

		Consolidated	
		SF 133	Schedule P
1900	Budget authority (total)	1031	1031
1910	Total budgetary resources	<u>1031</u>	1031
1930	Total budgetary resources available	<u>1031</u>	1031
Memorandum (non-add) entries:			
All Accounts:			
1940	Unobligated balance expiring (-)		0
1941	Unexpired unobligated balance, end of year (445000E)		100
STATUS OF BUDGETARY RESOURCES			
New obligations and upward adjustments:			
2001	Category A (by quarter) (480100E, 490200E)	<u>931</u>	
2004	Direct obligations (total)	<u>931</u>	
2403	Other (445000E)	<u>100</u>	
2412	Unexpired unobligated balance: end of year	100	
2490	Unobligated balance, end of year	100	
2500	Total budgetary resources	<u>1031</u>	
BUDGET AUTHORITY AND OUTLAYS, NET			
Mandatory:			
Gross budget authority and outlays:			
4100	Outlays from new mandatory authority (490200E)	<u>300</u>	300
4110	Outlays, gross (total)	<u>300</u>	300
Offsets against gross budget authority and outlays:			

SF 133: REPORT ON BUDGET EXECUTION AND BUDGETARY RESOURCES & SCHEDULE P BUDGET PROGRAM AND FINANCING SCHEDULE

		Consolidated	
		SF 133	Schedule P
	Offsetting collections (collected) from:		
4120	Federal sources (-) (425200E)	<u>(100)</u>	(100)
4130	Offsets against gross budget authority and outlays (total) (-)	<u>(100)</u>	(100)
4160	Budget authority, net (mandatory)	<u>(100)</u>	(100)
4170	Outlays, net (mandatory)	<u>200</u>	200
4190	Outlays, net (total)	200	200

RECLASSIFIED BALANCE SHEET

	Consolidated
1 Assets	
3 Federal	
3.1 Fund balance with Treasury (RC 40) /1 (101000E)	5,159
3.3 Accounts receivable (RC 22) /1	0
3.13 Total federal assets (calc. 3.1..3.12)	5,159
4 Total assets (calc. 2.9+3.14)	<u>5,159</u>
5 Liabilities:	
6 Non-federal	
6.9 Other liabilities (232000E)	5,040
6.10 Total non-federal liabilities (calc. 6.1..6.9)	5,040
7 Federal	
7.6 Loans payable (RC 17)/1	184
7.10 Liability to the General Fund for custodial and other non-entity assets (RC 46)/1 (298000E)	10

RECLASSIFIED BALANCE SHEET	
	Consolidated
7.14 Total federal liabilities (calc. 7.1..7.13)	194
8 Total liabilities (calc. 6.10 + 7.14)	5,234
9 Net position:	
9.1 Net position - funds from dedicated collections	(75)
9.2 Net position – funds other than from dedicated collections	
10 Total net position (calc. 9.1+9.2)	(75)
11 Total liabilities and net position (calc. 8+10)	<u>5,159</u>

RECLASSIFIED STATEMENT OF NET COST	
	Consolidated
1 Gross cost	
2 Non-federal gross cost (610000E + 679000E)	500
6 Total non-federal gross cost (calc 2..5)	500
7 Federal gross cost	
7.3 Buy/sell cost (RC 24)/2 (679000E)	100
8 Total federal gross cost (calc. 7.1..7.9)	100
9 Department total gross cost (calc. 6+8)	600
10 Earned revenue	
11 Non-federal earned revenue	0
12 Federal earned revenue	0
12.2 Buy/sell revenue (exchange) (RC 24)/2 (590000E)	100
13 Total federal earned revenue (calc. 12.1..12.6)	100
14 Department total earned revenue (calc. 11+13)	100
15 Net cost of operations (calc. 14-9)	500

RECLASSIFIED STATEMENT OF OPERATIONS AND CHANGES IN NET POSITION	
	Consolidated
1 Net position, beginning of period	0
4 Net position, beginning of period - adjusted (calculated)	0
5 Non-federal non-exchange revenue:	
5.8 Miscellaneous earned revenues/2 (590000 E ³)	(500)
5.9 Total non-federal non-exchange revenue (calc. 5.1..5.8)	(500)
7 Budgetary financing sources:	
7.8 Expenditure transfers-in of financing sources (RC 09)/1 (599700E)	125
7.9 Expenditure transfers-out of financing sources (RC 09)/1 (599800E)	(175)
7.12 Collections for others transferred to the General Fund (RC 44) (599000E)	(15)
7.18 Total budgetary financing sources (calc. 7.1..7.17)	(65)
8 Other financing sources:	
8.1 Transfers-in without reimbursement (RC 18)/1 (577500E)	15
8.2 Transfers-out without reimbursement (RC 18)/1 (577600E)	(15)
8.4 Non-entity collections transferred to the General Fun d	(10)
8.11 Total other financing sources (calc.8.1, 8.2, 8.4)	(10)
9 Net cost of operations (+/-)	500
10 Net position, end of period (calc. 4,5.9,7.18, 8.11, and 9)	(75)

³ USSGL account 590000 must also be reported with an Exchange/Non-Exchange Attribute Domain Value of "E" to include the Spectrum Auction proceeds in the Reclassified Statement of Operations and Changes in Net Position as prescribed in Paragraph 278 of FASAB SFFAS 7: Accounting for Revenue and Other Financing Sources and Concepts for Reconciling Budgetary and Financial Accounting.