



COMPTROLLER

OFFICE OF THE UNDER SECRETARY OF DEFENSE

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WASHINGTON, DC 20301-1100

September 29, 2023

MEMORANDUM FOR PRINCIPAL DEPUTY ASSISTANT SECRETARIES OF THE
MILITARY DEPARTMENTS (FINANCIAL MANAGEMENT
AND COMPTROLLER)
CHIEF FINANCIAL EXECUTIVES OF THE DEFENSE AGENCIES
CHIEF FINANCIAL EXECUTIVES OF THE DOD FIELD
ACTIVITIES
COMPTROLLER OF THE JOINT STAFF
CHIEF FINANCIAL EXECUTIVES OF THE COMBATANT
COMMANDS

SUBJECT: Accounting Scenario for Gains and Losses on Foreign Currency Rate Fluctuations
under DoD Centrally Managed Account 097*0803, Foreign Currency Fluctuation,
Construction, Defense

The attached accounting scenario documents standard processes, calculations, and general ledger transactions for the treatment for foreign currency fluctuation (FCF) gains and losses under DoD Centrally Managed Account 097*0803, Foreign Currency Fluctuation, Construction, Defense. This scenario is applicable to all five-year military construction and family housing construction treasury accounts and all one-year family housing operation and maintenance treasury accounts executed across all DoD components.

A FCF gain is recognized when the exchange rate in the value of foreign currency decreases in relation to the equivalent value of the United States dollar (USD). A FCF loss is recognized when the exchange rate in the value of foreign currency increases in relation to the USD equivalent value. For accounting purposes, the value recognition of the asset, liability, expense, and revenue is recognized at the transaction date of the acquisition/invoice receipt. The applicable gain or loss on the fluctuation of foreign currency exchange is calculated and realized at the time of disbursement.

Applicable expired FCF gains must be transferred into DoD account 097*0803 no later than one year following the date on which funds expire in the applicable component Treasury accounts. Transfers out of DoD account 097*0803 to cover FCF losses in component accounts are intended to maintain the budgeted level of operations for such appropriations caused by fluctuations in foreign currency exchange rates that vary substantially from those used in preparing budget submissions.

USC000626-23

This guidance will be published on the Standard Financial Information Structure Resources Page under the section titled, Accounting Scenarios. The point of contact for this guidance is Mr. Scott Young, (703) 302-0208 or scott.d.young2.civ@mail.mil.

Thomas C. Steffens
Deputy Chief Financial Officer

Attachment:
As stated

**ACCOUNTING SCENARIO FOR GAINS AND LOSSES ON FOREIGN CURRENCY RATE
FLUCTUATIONS UNDER**

**DEPARTMENT OF DEFENSE CENTRALLY MANAGED ACCOUNT
097*0803,
FOREIGN CURRENCY FLUCTUATIONS, CONSTRUCTION, DEFENSE**

EFFECTIVE FISCAL YEAR 2024

Prepared By:

**Office of the Deputy Chief Financial Officer
and
Office of Program and Budget
Office of the Under Secretary of Defense (Comptroller)
United States Department of Defense**

Attachment

GAINS AND LOSSES ON FOREIGN CURRENCY RATE FLUCTUATIONS – DOD ACCOUNT 097*0803

Version Number	Date	Description of Change	Effective Date
1.0		Original Version	10/01/2023

GAINS AND LOSSES ON FOREIGN CURRENCY RATE FLUCTUATIONS – DOD ACCOUNT 097*0803

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GAINS AND LOSSES ON FOREIGN CURRENCY RATE FLUCTUATIONS – DOD ACCOUNT 097*0803

Background

Congress has enacted into law Foreign Currency Fluctuation (FCF) accounts for certain Federal Program Agencies (FPAs) to facilitate the transfer of funds to/from executing appropriations to protect budgetary resources from substantial gains/losses from foreign exchange rate fluctuations. The budgetary authority of these FCF accounts is managed through a Centrally Managed Account (CMA). Proper accounting for FCF activity includes accounting treatment of the flow to/from the FCF accounts and the executing appropriations of the recipient components based on FCF gains/losses incurred in normal business operations.

Each year, the applicable reporting entities include projected FCF requests as part of the budget process to cover gains/losses on contracts based on foreign currency. During the period of execution, FPAs incur gains and losses on non-monetary business transactions at the time of disbursement based on normal market fluctuations up/down in foreign currency exchange rates.

A gain is recognized when the exchange rate in the value of foreign currency decreases in relation to the equivalent value of the United States dollar (USD). A loss is recognized when the exchange rate in the value of foreign currency increases in relation to the USD equivalent value. For accounting purposes, applicable gains and losses are realized at the time of disbursement.

There are only four FPAs across the federal government with a foreign currency fluctuation managed account, referred to hereafter in this scenario as a Centrally Managed Account (or CMA), that has statutory authority to transfer and merge funding. Specifically, the applicable Treasury Account Symbols are:

- Peace Corp, FCF (011*0101)
- American Battle Monuments Commission, FCF (074*0101)
- Department of Defense, FCF, Defense (097X*0801)
- Department of Defense, FCF, Construction (097*0803)

While certain processes may be similar across all four FPAs, this accounting scenario is written specific for the unique accounting and reporting of FCF as it relates to military and housing construction (097*0803).

While the appropriated funds in the CMA are ‘no-year’ funds, the amounts transferred from the CMA to the component executing appropriations are merged with and become available for the same purpose and period of availability as the appropriation to which the funds are transferred. For example, ‘no-year’ funds transferred from 097*0803 to the executing appropriation for military construction (MILCON) take on the same fund status and period of availability as the MILCON appropriation to which the funds were transferred. Similarly, expired funds transferred from a MILCON appropriation into the 097*0803 take on the same ‘no year’ unexpired fund status as the CMA to which the funds were transferred. Funds in the CMA are exempt from apportionment.

Accounting and Reporting Requirements

The CMA for FCF, Construction, Defense (C,D) was established by Public Law 99-591, Section 121, effective FY1987 and thereafter. Specifically, PL 99-591, section 121 states:

SEC. 121. For Transfer by the Secretary of Defense to and from appropriations and funds not merged pursuant to subsection 1552(a)(1) of Title 31 of the United States Code and available for obligation or expenditure during fiscal year 1987 or thereafter, for military construction or expenses of family housing for the military departments and Defense agencies, in order to maintain the budgeted level of operations for such appropriations and thereby eliminate substantial gains and losses to such appropriations caused by fluctuations in foreign currency exchange rates that vary substantially from those used in preparing budget submissions, an appropriation, to remain available until expended:

Provided, that funds transferred from this appropriation shall be merged with and be available for the same purpose, and for the same time period, as the appropriation or fund to which transferred, and funds transferred to this appropriation shall be merged with, and available for the purpose of this appropriation until expended:

Provided further, that transfers may be made from time to time from this appropriation to the extent the Secretary of Defense determines it may be necessary to do so to reflect downward fluctuations in the currency exchange rates from those used in preparing the budget submissions for such appropriations, but transfers shall be made from such appropriations to this appropriation to reflect upward fluctuations in currency exchange rates to prevent substantial net gains in such appropriations:

Provided further, that authorizations or limitations now or hereafter contained within appropriations or other provisions of law limiting the amounts that may be obligated or expended for military construction and family housing expenses are hereby increased to the extent necessary to reflect downward fluctuations in foreign currency exchange rates from those used in preparing the applicable budget submission:

Provided further, that for the purposes of the appropriation "Foreign Currency Fluctuations, Construction, Defense" the foreign currency rates used in preparing budget submissions shall be the foreign currency exchange rates as adjusted or modified, as reflected in applicable Committee reports on the Acts making appropriations for military construction for the Department of Defense:

Provided further, That the Secretary of Defense shall provide an annual report to the Congress on all transfers made to or made from this appropriation:

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Provided further, that contracts or other obligations entered into payable in foreign currencies may be recorded as obligations based on the currency exchange rates used in preparing budget submissions and adjustments to reflect fluctuations in such rates may be recorded as disbursements are made:

Provided further, That no later than the end of the second fiscal year following the fiscal year for which appropriations for Family Housing Operation and Maintenance have been made available to the Department of Defense, and no later than the end of the sixth fiscal year following the fiscal year for which the appropriations for Military Construction and Family Housing Construction have been made available to the Department of Defense, unobligated balances of such appropriations may be transferred into the appropriation "Foreign Currency Fluctuations, Construction, Defense":

Provided further, That, at the discretion of the Secretary of Defense, any savings generated in the military construction and family housing programs may be transferred to this appropriation.

In summary, Public Law 99-591 Section 121:

- Covers FCF within all military construction, family housing and the NATO security investment program.
- Allows the overseas programs to execute as budgeted despite fluctuations in foreign currency rates that may have a substantial impact on the base appropriation.
- Funding Sources for transfers into the FCF,C,D DoD-level CMA are unobligated balances in expired Military Construction and Family Housing appropriations and savings in current appropriations.
- The USD(C) has authority to approve these transfers.
- Funds are issued from the DoD-level FCF,C,D CMA to the Components' FCF Account as required during execution.
- The Component FCF Accounts are "fenced" in the funding documents and the funds are available only for foreign currency fluctuation purposes.

DoD 7000.14R Financial Management Regulation Volume 6A, Chapter 7 establishes the reporting requirements for tracking all transactions that increase or decrease the FCF accounts, including FCF,C,D. Specifically, "As FCF gains are realized by de-obligation of the unneeded portion of the direct program, transfer the gains to FCF,C,D. Funds held in FCF,C,D will be transferred to family housing and military construction to cover net losses. Charge net gains or losses from foreign currency exchange rate fluctuation funded by FCF,C,D to the same FY as the underlying obligation." The "FY of the underlying obligation" is further clarified that gains and losses should be processed against

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the appropriation (specific FY that Congress appropriated the MILCON funding), and not the FY when the funds were actually obligated (if different from the appropriation FY).

From a budgetary accounting perspective, FCF,C,D funds are

- Exempt from appropriation
- Discretionary under the Budgetary Enforcement Act
- Direct as defined by the Treasury reimbursable indicator

GAINS AND LOSSES ON FOREIGN CURRENCY RATE FLUCTUATIONS – DOD ACCOUNT 097*0803

Listing of USSGL Accounts Used in This Scenario

Account Number	Account Title
<u>Budgetary</u>	
411900	Other Appropriations Realized
419100	Balance Transfers – Extension of Availability other than Reappropriation
419200	Balance Transfers – Unexpired to Expired
420100	Total Actual Resources – Collected
445000	Unapportioned – Unexpired Authority
451000	Apportionments
461000	Allotments – Realized Resources
462000	Unobligated Funds Exempt from Apportionment
465000	Allotments – Expired Authority
480100	Undelivered Orders – Obligations, Unpaid
490100	Delivered Orders – Obligations, Unpaid
490200	Delivered Orders – Obligations, Paid
497100	Downward Adjustments of Prior-Year Unpaid Delivered Orders – Obligations, Recoveries
498100	Upward Adjustments of Prior-Year Delivered Orders – Obligations, Unpaid
498200	Upward Adjustments of Prior-Year Delivered Orders – Obligations, Paid
<u>Proprietary</u>	
101000	Fund Balance with Treasury
172000	Construction in Progress
211000	Accounts Payable
310000	Unexpended Appropriations – Cumulative
310100	Unexpended Appropriations – Appropriations Received
310200	Unexpended Appropriations – Transfers-In
310300	Unexpended Appropriations – Transfers-Out
310700	Unexpended Appropriations – Used-Accrued
310710	Unexpended Appropriations – Used-Disbursed
331000	Cumulative Results of Operations
570000	Expended Appropriations – Used-Accrued
570010	Expended Appropriations – Disbursed
610000	Operating Expenses/Program Costs
719000	Other Gains
729000	Other Losses
880100	Offset for Purchases of Assets
880200	Purchases of Property, Plant, and Equipment

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General Ledger Account Attribute Requirements

USSGL Account	Normal Balance	Authority Type	Apport Category	Avail Time	BEA Category	Custodial/ Non-Cust	DEFC	Exch/ Non-Exch	Object Class	Fed/Non -Federal	PY Adj	Budg Impact	Covered/ Uncovered	Entity/ Non-Ent	Reim Flag	Year of BA
101000	Debit									G				E		
172000	Debit													E		
211000	Credit					A/S				F/N			C			
310000	Credit															
310100	Credit									G						
310200	Credit									F						
310300	Debit									F						
310700	Debit									G						
310710	Debit									G						
331000	Credit															
411900	Debit	D/E/F/P			M/D		***				B/P/X				D	
419100	Debit	P/S			M/D		***			F	B/P/X				D/R	
419200	Debit	P/S			M/D		***			F	B/P/X				D	
420100	Debit				M/D		***								D/R	
445000	Credit				M/D		***				B/P/X				D/R	
451000	Credit			A/S	M/D		***								D/R	
461000	Credit			A/S	M/D		***								D/R	
462000	Credit			A/S	M/D		***				B/P/X				D/R	
465000	Credit		A/B/E		M/D		***				B/P/X				D/R	
480100	Credit		A/B/E		M/D		***		***		B/P/X				D/R	
490100	Credit		A/B/E		M/D		***		***		B/P/X				D/R	
490200	Credit		A/B/E		M/D		***		***		B/P/X				D/R	NEW/BAL
497100	Debit				M/D		***		***		B/P/X				D/R	
498100	Credit		A/B/E		M/D		***		***		B/P/X				D/R	
498200	Credit		A/B/E		M/D		***		***		B/P/X				D/R	
570000	Credit									G						
570010	Credit									G						
610000	Debit									F/N						
719000	Credit							T/X		F/N		D/E				
729000	Debit							T/X		F/N		D/E				
880100	Credit									F/N						
880200	Debit									F/N						

NOTE: Trading Partner and Trading Partner Main Account are required data elements where Federal/Non-Federal Indicator = F or G

*** While not referenced elsewhere within this scenario, the Disaster Emergency Fund Code (DEFC) attribute is required with all budgetary general ledger accounts

Assumptions Applicable to this Accounting Scenario

The following overall assumptions are applicable to this scenario and reflected in the transactions below:

- CMA resources are Definite Budget Authority and Exempt from Apportionment.
- CMA resources are categorized as Budget Enforcement Act (BEA) = Discretionary
- CMA resources are categorized as Reimbursable Indicator = Direct
- CMA resources are Not Previously Anticipated
- Prior Year Unobligated Balances in Account 461000 which closed to account 445000 for Multi-Year Appropriations that are still unexpired will be Reapportioned and Available for Obligation at the beginning of the fiscal year:

Department Regular	Beginning POA	Ending POA	Main Account	Main Account Title	Amount
021	2018	2022	2050	Military Construction, Army	30,000,000
057	2019	2023	0740	Family Housing Construction, Air Force	4,200,000
097	2021	2025	0500	Military Construction, Defense Wide	8,800,000
					\$ 43,000,000

NOTE: While not specifically called out in the above referenced prior year beginning balances or in the subsequent examples demonstrating the receipt of current year appropriations, this scenario applies to all five-year Defense-Wide, Department of the Army, Department of the Navy and Marine Corps, and Department of the Air Force military construction and family housing construction treasury accounts. This scenario also applies to all one-year Family Housing Operations and Maintenance treasury accounts executed across the applicable DoD components.

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SF 133 Report on Budget Execution and Budgetary Resources

Appropriation Title and Symbol: Foreign Currency Fluctuations, Construction, Defense 097*0803

	XXXX/XXXX	Total
SCHEDULE OF BUDGETARY RESOURCES		
Unobligated balance:		
1000	Unobligated balance brought forward, October 1	132,500,000
1070	Unobligated balance (total)	132,500,000
1910	Total budgetary resources	132,500,000
STATUS OF BUDGETARY RESOURCES		
Unobligated balance:		
Apportioned, Unexpired accounts		
2201	Available in current period	-
Exempt from apportionment, unexpired accounts		
2301	Available in current period	132,500,000
Unapportioned, unexpired accounts		
2403	Other	-
2412	Unexpired unobligated: end of year	132,500,000
2490	Unobligated balance, end of year (total)	132,500,000
2500	Total budgetary resources	132,500,000
CHANGE IN OBLIGATED BALANCE		
Unpaid Obligations		
3000	Unpaid obligations, brought forward, October 1	(1,205)
Obligated balance, end of year (net)		
3050	Unpaid obligations, end of year	(1,205)
Uncollected payments		
3060	Uncollected payments, Fed sources, brought forward, October 1	(192)
Obligated balance, end of year (net)		

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3090	Uncollected payments, Fed sources, end of year	(192)	(192)
3100	Obligated balance, start of year	(1,397)	(1,397)
3200	Obligated balance, end of year	(1,397)	(1,397)

BUDGETARY AUTHORITY AND OUTLAYS

	Budgetary authority and outlays, net (total)		
5311	Direct unobligated balance, start of year	132,500,000	132,500,000
5312	Reimbursable unobligated balance, start of year	-	-
5313	Discretionary unobligated balance, start of year	132,500,000	132,500,000
5321	Direct unobligated balance, end of year	132,500,000	132,500,000
5323	Discretionary unobligated balance, end of year	132,500,000	132,500,000
5331	Direct obligated balance, start of year	(1,205)	(1,205)
5332	Reimbursable obligated balance, start of year	(192)	(192)
5333	Discretionary obligated balance, start of year	(1,397)	(1,397)
5341	Direct obligated balance, end of year	(1,205)	(1,205)
5342	Reimbursable obligated balance, end of year	(192)	(192)
5343	Discretionary obligated balance, end of year	(1,397)	(1,397)

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Year 1 (Fiscal Year 2022) – Illustrative Transactions

In the following transactions, the FPA creates current-year orders without an advance with a foreign vendor, using Euros as the base currency. The FPA must convert the value of the Euro to US Dollars for recording in the DoD accounting systems at the time of obligation, at the time capitalized equipment is received, and again at the time of disbursement. The gain or loss on the fluctuation of foreign currency exchange is calculated at the time of disbursement. The original obligation is adjusted accordingly.

1-1 To record the enactment of appropriations.						
USSGL Transaction Code A104	MILCON 5 Yr		Family Housing 5 Yr		Family Housing 1 Yr	
	Dr	Cr	Dr	Cr	Dr	Cr
<u>Budgetary Entry</u>						
411900 Other Appropriations Realized (e.g., 021 2022 2026 2050)	65,000,000					
445000 Unapportioned Authority (e.g., 021 2022 2026 2050)		65,000,000				
411900 Other Appropriations Realized (e.g., 057 2022 2026 0740)			7,500,000			
445000 Unapportioned Authority (e.g., 057 2022 2026 0740)				7,500,000		
411900 Other Appropriations Realized (e.g., 057 2022 2022 0745)					3,000,000	
445000 Unapportioned Authority (e.g., 057 2022 2022 0745)						3,000,000
411900 Other Appropriations Realized (e.g., 097 2022 2026 0500)	10,000,000					
445000 Unapportioned Authority (e.g., 097 2022 2026 0500)		10,000,000				
<u>Proprietary Entry</u>						
101000 Fund Balance with Treasury (e.g., 021 2022 2026 2050)	65,000,000					
310100 Unexpended Appropriations – Appropriations Received (e.g., 021 2022 2026 2050)		65,000,000				
101000 Fund Balance with Treasury (e.g., 057 2022 2026 0740)			7,500,000			
310100 Unexpended Appropriations – Appropriations Received (e.g., 057 2022 2026 0740)				7,500,000		
101000 Fund Balance with Treasury (e.g., 057 2022 2022 0745)					3,000,000	
310100 Unexpended Appropriations – Appropriations Received (e.g., 057 2022 2022 0745)						3,000,000
101000 Fund Balance with Treasury (e.g., 097 2022 2026 0500)	10,000,000					
310100 Unexpended Appropriations – Appropriations Received (e.g., 097 2022 2026 0500)		10,000,000				

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1-2 To record budgetary authority apportioned by the Office of Management and Budget and available for allotment.						
USSGL Transaction Code A116	MILCON 5 Yr		Family Housing 5 Yr		Family Housing 1 Yr	
	Dr	Cr	Dr	Cr	Dr	Cr
<u>Budgetary Entry</u>						
445000 Unapportioned Authority 451000 Apportionments	65,000,000	65,000,000				
445000 Unapportioned Authority 451000 Apportionments			7,500,000	7,500,000		
445000 Unapportioned Authority 451000 Apportionments					3,000,000	3,000,000
445000 Unapportioned Authority 451000 Apportionments	10,000,000	10,000,000				
445000 Unapportioned Authority 451000 Apportionments						
<u>Proprietary Entry</u> N/A						

1-3 To record budgetary authority apportioned by the Office of Management and Budget and available for allotment.						
USSGL Transaction Code A120	MILCON 5 Yr		Family Housing 5 Yr		Family Housing 1 Yr	
	Dr	Cr	Dr	Cr	Dr	Cr
<u>Budgetary Entry</u>						
451000 Apportionments 461000 Allotments – Realized Resources	65,000,000	65,000,000				
451000 Apportionments 461000 Allotments – Realized Resources			7,500,000	7,500,000		
451000 Apportionments 461000 Allotments – Realized Resources					3,000,000	3,000,000
451000 Apportionments 461000 Allotments – Realized Resources	10,000,000	10,000,000				
451000 Apportionments 461000 Allotments – Realized Resources						
<u>Proprietary Entry</u> N/A						

GAINS AND LOSSES ON FOREIGN CURRENCY RATE FLUCTUATIONS – DOD ACCOUNT 097*0803

Reapportionment of Prior-Year Unobligated Balances Carried Forward and Available for Obligation in the Current Year

1-4 To record prior-year budgetary authority from multi-year appropriations reapportioned by the Office of Management and Budget and available for allotment.						
USSGL Transaction Code A116	MILCON 5 Yr		Family Housing 5 Yr		Family Housing 1 Yr	
	Dr	Cr	Dr	Cr	Dr	Cr
<u>Budgetary Entry</u>						
445000 Unapportioned Authority (021 2018 2022 2050)	30,000,000					
451000 Apportionments (021 2018 2022 2050)		30,000,000				
445000 Unapportioned Authority (057 2019 2023 0740)			4,200,000			
451000 Apportionments (057 2019 2023 0740)				4,200,000		
445000 Unapportioned Authority (097 2021 2025 0500)	8,800,000					
451000 Apportionments (097 2021 2025 0500)		8,800,000				
<u>Proprietary Entry</u>						
N/A						

1-5 To record the allotment of authority of prior-year unobligated balances from multi-year appropriations carried forward.						
USSGL Transaction Code A120	MILCON 5 Yr		Family Housing 5 Yr		Family Housing 1 Yr	
	Dr	Cr	Dr	Cr	Dr	Cr
<u>Budgetary Entry</u>						
451000 Apportionments (021 2018 2022 2050)	30,000,000					
461000 Allotments – Realized Resources (021 2018 2022 2050)		30,000,000				
451000 Apportionments (057 2019 2023 0740)			4,200,000			
461000 Allotments – Realized Resources (057 2019 2023 0740)				4,200,000		
451000 Apportionments (097 2021 2025 0500)	8,800,000					
461000 Allotments – Realized Resources (097 2021 2025 0500)		8,800,000				
<u>Proprietary Entry</u>						
N/A						

GAINS AND LOSSES ON FOREIGN CURRENCY RATE FLUCTUATIONS – DOD ACCOUNT 097*0803

Obligations from Customer Orders Based on Foreign Currency Exchange Rates

1-6 To record current-year undelivered orders without an advance.						
	MILCON 5 Yr		Family Housing 5 Yr		Family Housing 1 Yr	
USSGL Transaction Code B306	Dr	Cr	Dr	Cr	Dr	Cr
Budgetary Entry 461000 Allotments – Realized Resources 480100 Undelivered Orders – Obligations, Unpaid	10,080,000	10,080,000	8,960,000	8,960,000	2,240,000	2,240,000
Proprietary Entry N/A						
<p>MILCON 5 Yr: The foreign customer order is agreed upon in Euros (EUR) with a 1.12 US Dollar exchange rate at the time the obligation is incurred (9,000,000 EUR x 1.12 USD exchange rate = \$10,080,000).</p> <p>Family Housing 5 Yr: The foreign customer order is agreed upon in Euros (EUR) with a 1.12 US Dollar exchange rate at the time the obligation is incurred (8,000,000 EUR x 1.12 USD exchange rate = \$8,960,000).</p> <p>Family Housing Operations 1 Yr: The foreign customer order is agreed upon in Euros (EUR) with a 1.12 US Dollar exchange rate at the time the obligation is incurred (2,000,000 EUR x 1.12 USD exchange rate = \$2,240,000).</p>						

GAINS AND LOSSES ON FOREIGN CURRENCY RATE FLUCTUATIONS – DOD ACCOUNT 097*0803

Customer Invoice Received for Completed Order – Initial Invoice Received for 75% Per Agreement

1-7 To record the delivery of goods or services and accrue a liability for 75% of the obligated balance on the agreement. NOTE: Per Accounting Standards Codification (ASC) 830.20, the value recognition of the asset, liability, expense and revenue is recognized at the transaction date of the acquisition/invoice receipt. The FCF exchange rate is 1.08 on the transaction date the asset and expense is received. The 0.04 variance between the obligation rate of 1.12 and the acquisition/accrual rate of 1.08 is deobligated at the time of accrual and remains available for future commitment and obligation (based on the invoice for 75% of the total).

USSGL Transaction Codes B402 and B404 (including B134 and G120)	MILCON 5 Yr		Family Housing 5 Yr		Family Housing 1 Yr	
	Dr	Cr	Dr	Cr	Dr	Cr
Budgetary Entry						
480100 Undelivered Orders – Obligations, Unpaid	7,560,000		6,720,000		1,680,000	
490100 Delivered Orders – Obligations, Unpaid		7,290,000		6,480,000		1,620,000
461000 Allotments – Realized Resources		270,000		240,000		60,000
Proprietary Entry						
172000 Construction in Progress *	7,290,000		6,480,000			
610000 Operating Expenses/Program Costs					1,620,000	
211000 Accounts Payable		7,290,000		6,480,000		1,620,000
310700 Unexpended Appropriations–Used–Accrued	7,290,000		6,480,000		1,620,000	
570000 Expended Appropriations–Used–Accrued		7,290,000		6,480,000		1,620,000
880200 Purchases of Property, Plant, and Equipment	7,290,000		6,480,000			
880100 Offset for Purchases of Assets		7,290,000		6,480,000		

MILCON 5 Yr: \$10,080,000 obligation x 75% = \$7,560,000
 At the time of obligation, the foreign currency exchange rate was (1 EUR = 1.12 USD). At the time of accrual, the foreign currency exchange rate has changed to (1 EUR = 1.08 USD). The \$270,000 variance resulting from the FCF between obligation and accrual (based on 75% completion) is deobligated and remains available for future commitment and obligation. The value of the asset received is recorded at the exchange rate on the transaction date of the acquisition (1 EUR = 1.08 USD). No gain or loss is recognized until funds are disbursed.

Family Housing 5 Yr: \$8,960,000 obligation x 75% = \$6,720,000
 At the time of obligation, the foreign currency exchange rate was (1 EUR = 1.12 USD). At the time of accrual, the foreign currency exchange rate has changed to (1 EUR = 1.08 USD). The \$240,000 variance resulting from the FCF between obligation and accrual (based on 75% completion) is deobligated and remains available for future commitment and obligation. The value of the asset received is recorded at the exchange rate on the transaction date of the acquisition (1 EUR = 1.08 USD). No gain or loss is recognized until funds are disbursed.

Family Housing Operations 1 Yr: \$2,240,000 x 75% = \$1,680,000
 At the time of obligation, the foreign currency exchange rate was (1 EUR = 1.12 USD). At the time of accrual, the foreign currency exchange rate has changed to (1 EUR = 1.08 USD). The \$60,000 variance resulting from the FCF between obligation and accrual (based on 75% completion) is deobligated and remains available for future commitment and obligation. The value of the expense incurred is recorded at the exchange rate on the transaction date of the expense accrual recognition (1 EUR = 1.08 USD). No gain or loss is recognized until funds are disbursed.

* NOTE: Construction in Progress posted in this scenario is not being treated as an interagency transaction, therefore no operating expense and expense offset accounts are being posted in accordance with USSGL Transaction Code B402.

GAINS AND LOSSES ON FOREIGN CURRENCY RATE FLUCTUATIONS – DOD ACCOUNT 097*0803

Disbursement and Gain Recognized on Unpaid Obligations Due to Fluctuation of Foreign Currency Exchange Rate

1-8 To record a gain on current-year unpaid obligations due to the fluctuation of foreign currency exchange rates on a non-monetary transaction, in which excess obligations due to the rate of variance are deobligated at the time of disbursement.												
USSGL Transaction Code B450 w/ B134 Reversal	MILCON 5 Yr				Family Housing 5 Yr				Family Housing 1 Yr			
	Execution Fund		FCF Account		Execution Fund		FCF Account		Execution Fund		FCF Account	
	Dr	Cr	Dr	Cr	Dr	Cr	Dr	Cr	Dr	Cr	Dr	Cr
Budgetary Entry												
490100 Delivered Orders – Obligations, Unpaid			202,500				180,000				45,000	
461000 Allotments – Realized Resources				202,500				180,000				45,000
Proprietary Entry												
211000 Accounts Payable			202,500				180,000				45,000	
719000 Other Gains				202,500				180,000				45,000
570000 Expended Appropriations-Used-Accrued			202,500				180,000				45,000	
310700 Unexpended Appropriations-Used -Accrued				202,500				180,000				45,000

MILCON 5 Yr: On the transaction date of acquisition/accrual, the foreign currency exchange rate was **(1 EUR = 1.08 USD)**. At the time of disbursement, the foreign currency exchange rate has changed to **(1 EUR = 1.05 USD)**. A **Gain of \$ 202,500** is recognized due to the increased value in the USD compared to the decreased value in the EUR exchange rate previously accrued, using the following formula:

Gain = Value of accrual (1 EUR = 1.08 USD) – Value of obligation at time of disbursement (1 EUR = 1.05 USD)
 Gain = \$7,290,000 Accrual at 1.08 USD – (9,000,000 EUR x 1.05 USD x 75% completed/invoiced)
 Gain = \$7,290,000 - \$7,087,500 = **\$202,500**

Family Housing 5 Yr: On the transaction date of acquisition/accrual, the foreign currency exchange rate was **(1 EUR = 1.08 USD)**. At the time of disbursement, the foreign currency exchange rate has changed to **(1 EUR = 1.05 USD)**. A **Gain of \$180,000** is recognized due to the increased value in the USD compared to the decreased value in the EUR exchange rate previously accrued, using the following formula:

Gain = Value of obligation (1 EUR = 1.08 USD) – Value of obligation at time of disbursement (1 EUR = 1.05 USD)
 Gain = \$6,480,000 Accrual at 1.08 USD – (8,000,000 EUR x 1.05 USD x 75% completed/invoiced)
 Gain = \$6,480,000 - \$6,300,000 = **\$180,000**

Family Housing Operations 1 Yr: On the transaction date of expense recognition/accrual, the foreign currency exchange rate was **(1 EUR = 1.08 USD)**. At the time of disbursement, the foreign currency exchange rate has changed to **(1 EUR = 1.05 USD)**. A **Gain of \$45,000** is recognized due to the increased value in the USD compared to the decreased value in the EUR exchange rate previously accrued, using the following formula:

Gain = Value of obligation (1 EUR = 1.08 USD) – Value of obligation at time of disbursement (1 EUR = 1.05 USD)
 Gain = \$1,620,000 Accrual at 1.08 USD – (2,000,000 EUR x 1.05 USD x 75% completed/invoiced)
 Gain = \$1,620,000 - \$1,575,000 = **\$45,000**

GAINS AND LOSSES ON FOREIGN CURRENCY RATE FLUCTUATIONS – DOD ACCOUNT 097*0803

1-9 The FPA records a confirmed disbursement previously accrued net of the amount recognized as a gain on the fluctuation of foreign currency.												
USSGL Transaction Codes B110 and B235	MILCON 5 Yr				Family Housing 5 Yr				Family Housing 1 Yr			
	Execution Fund		FCF Account		Execution Fund		FCF Account		Execution Fund		FCF Account	
	Dr	Cr	Dr	Cr	Dr	Cr	Dr	Cr	Dr	Cr	Dr	Cr
Budgetary Entry												
490100 Delivered Orders – Obligations, Unpaid	7,087,500				6,300,000				1,575,000			
490200 Delivered Orders – Obligations, Paid		7,087,500				6,300,000				1,575,000		
Proprietary Entry												
211000 Accounts Payable	7,087,500				6,300,000				1,575,000			
101000 Fund Balance with Treasury		7,087,500				6,300,000				1,575,000		
310710 Unexpended Appropriations-Used-Disbursed	7,087,500				6,300,000				1,575,000			
570010 Expended Appropriations-Disbursed		7,087,500				6,300,000				1,575,000		
570000 Expended Appropriations-Used-Accrued	7,087,500				6,300,000				1,575,000			
310700 Unexpended Appropriations-Used-Accrued		7,087,500				6,300,000				1,575,000		
<p>MILCON 5 Yr: Accrual of \$7,290,000 less the gain of \$202,500 recognized in the FCF Account = \$7,087,500</p> <p>Family Housing 5 Yr: Accrual of \$6,480,000 less the gain of \$180,000 recognized in the FCF Account = \$6,300,000</p> <p>Family Housing Operations 1 Yr: Accrual of \$1,620,000 less the gain of \$45,000 recognized in the FCF Account = \$1,575,000</p>												

GAINS AND LOSSES ON FOREIGN CURRENCY RATE FLUCTUATIONS – DOD ACCOUNT 097*0803

Customer Invoice Received for Completed Order – Initial Invoice Received for the Remaining 25% Per Agreement

1-10 To record the delivery of goods or services and accrue a liability for the remaining 25% of the obligated balance on the agreement. NOTE: Per ASC 830.20, the value recognition of the asset, liability, expense and revenue is recognized at the transaction date of the acquisition/invoice receipt. The FCF exchange rate on the transaction date the asset and expense received is 1.07. The 0.05 variance between the obligation rate 1.12 and the acquisition/accrual rate of 1.07 is deobligated at the time of accrual and remains available for future commitment and obligation.

USSGL Transaction Codes B402 and B404 (including B134 and G120)	MILCON 5 Yr		Family Housing 5 Yr		Family Housing 1 Yr	
	Dr	Cr	Dr	Cr	Dr	Cr
Budgetary Entry						
480100 Undelivered Orders – Obligations, Unpaid	2,520,000		2,240,000		560,000	
490100 Delivered Orders – Obligations, Unpaid		2,407,500		2,140,000		535,000
461000 Allotments – Realized Resources		112,500		100,000		25,000
Proprietary Entry						
172000 Construction in Progress	2,407,500		2,140,000			
610000 Operating Expenses/Program Costs					535,000	
211000 Accounts Payable		2,407,500		2,140,000		535,000
310700 Unexpended Appropriations-Used-Accrued	2,407,500		2,140,000		535,000	
570000 Expended Appropriations-Used-Accrued		2,407,500		2,140,000		535,000
880200 Purchases of Property, Plant and Equipment	2,407,500		2,140,000			
880100 Offset for Purchases of Assets		2,407,500		2,140,000		

MILCON 5 Yr: \$10,080,000 obligation x 25% = \$2,520,000
 At the time of obligation, the foreign currency exchange rate was (1 EUR = 1.12 USD). At the time of accrual, the foreign currency exchange rate has changed to (1 EUR = 1.07 USD). The \$112,500 variance resulting from the FCF between obligation and accrual is deobligated and remains available for future commitment and obligation. The value of the asset received is recorded at the exchange rate on the transaction date of the acquisition (1 EUR = 1.07 USD). No gain or loss is recognized until funds are disbursed.

Family Housing 5 Yr: \$8,960,000 obligation x 25% = \$2,240,000
 At the time of obligation, the foreign currency exchange rate was (1 EUR = 1.12 USD). At the time of accrual, the foreign currency exchange rate has changed to (1 EUR = 1.07 USD). The \$100,000 variance resulting from the FCF between obligation and accrual is deobligated and remains available for future commitment and obligation. The value of the asset received is recorded at the exchange rate on the transaction date of the acquisition (1 EUR = 1.07 USD). No gain or loss is recognized until funds are disbursed.

Family Housing Operations 1 Yr: \$2,240,000 x 25% = \$560,000
 At the time of obligation, the foreign currency exchange rate was (1 EUR = 1.12 USD). At the time of accrual, the foreign currency exchange rate has changed to (1 EUR = 1.07 USD). The \$25,000 variance resulting from the FCF between obligation and accrual is deobligated and remains available for future commitment and obligation. The value of the expense incurred is recorded at the exchange rate on the transaction date of the expense accrual recognition (1 EUR = 1.07 USD). No gain or loss is recognized until funds are disbursed.

GAINS AND LOSSES ON FOREIGN CURRENCY RATE FLUCTUATIONS – DOD ACCOUNT 097*0803

Year 1 Pre-Closing Unadjusted Trial Balance

Account	Account Description	MILCON 5 Yr		Family Housing 5 Yr		Family Housing 1 Yr	
		Dr	Cr	Dr	Dr	Cr	Dr
	Budgetary						
411900	Other Appropriations Realized	75,000,000		7,500,000		3,000,000	
420100	Actual Total Resources – Collected	38,800,000		4,200,000			
461000	Allotments – Realized Resources		104,102,500		3,080,000		820,000
461000	Allotments – Realized Resources (FCF Account)		202,500		180,000		70,000
465000	Allotments – Expired Authority						
480100	Undelivered Orders – Obligations, Unpaid						
490100	Delivered Orders – Obligations, Unpaid		2,407,500		2,140,000		535,000
490200	Delivered Orders – Obligations, Paid		7,087,500		6,300,000		1,575,000
	TOTAL	113,800,000	113,800,000	11,700,000	11,700,000	3,000,000	3,000,000
	Proprietary						
101000	Fund Balance with Treasury	106,712,500		5,400,000		1,425,000	
172000	Construction in Progress	9,697,500		8,620,000			
211000	Accounts Payable		2,407,500		2,140,000		535,000
310000	Unexpended Appropriations – Cumulative		38,800,000		4,200,000		
310100	Unexpended Appropriations – Appropriations Received		75,000,000		7,500,000		3,000,000
310700	Unexpended Appropriations-Used-Accrued	2,407,500		2,140,000		535,000	
310710	Unexpended Appropriations-Used-Disbursed	7,087,500		6,300,000		1,575,000	
570000	Expended Appropriations-Used-Accrued		2,407,500		2,140,000		535,000
570010	Expended Appropriations-Disbursed		7,087,500		6,300,000		1,575,000
610000	Operating Expenses/Program Costs					2,155,000	
719000	Other Gains		202,500		180,000		45,000
	TOTAL	125,905,000	125,905,000	22,460,000	22,460,000	5,690,000	5,690,000
880200	Purchases of Property, Plant, and Equipment	9,697,500		8,620,000			
880100	Offset for Purchases of Assets		9,697,500		8,620,000		
	TOTAL	9,697,500	9,697,500	8,620,000	8,620,000		

GAINS AND LOSSES ON FOREIGN CURRENCY RATE FLUCTUATIONS – DOD ACCOUNT 097*0803

Year 1 Closing Entries

1-11 To record the consolidation of actual net-funded resources.						
USSGL Transaction Code F302	MILCON 5 Yr		Family Housing 5 Yr		Family Housing 1 Yr	
	Dr	Cr	Dr	Cr	Dr	Cr
Budgetary Entry 420100 Total Actual Resources Collected 411900 Other Appropriations Realized	75,000,000	75,000,000	7,500,000	7,500,000	3,000,000	3,000,000
Proprietary Entry N/A						

1-12 To record the closing of unobligated balances of multi-year appropriations to unexpired authority.												
USSGL Transaction Code F308	MILCON 5 Yr				Family Housing 5 Yr				Family Housing 1 Yr			
	Execution Fund		FCF Account		Execution Fund		FCF Account		Execution Fund		FCF Account	
	Dr	Cr	Dr	Cr	Dr	Cr	Dr	Cr	Dr	Cr	Dr	Cr
Budgetary Entry 461000 Allotments – Realized Resources 445000 Unapportioned Authority	84,182,500	84,182,500			3,080,000	3,080,000	180,000	180,000				
Proprietary Entry N/A												

1-13 To record the closing of unobligated balances to expiring authority (021 2018 2022 2050).												
USSGL Transaction Code F312	MILCON 5 Yr				Family Housing 5 Yr				Family Housing 1 Yr			
	Execution Fund		FCF Account		Execution Fund		FCF Account		Execution Fund		FCF Account	
	Dr	Cr	Dr	Cr	Dr	Cr	Dr	Cr	Dr	Cr	Dr	Cr
Budgetary Entry 461000 Allotments – Realized Resources 465000 Allotments – Expired Authority	19,920,000	19,920,000	202,500	202,500					820,000	820,000	70,000	70,000
Proprietary Entry N/A												

GAINS AND LOSSES ON FOREIGN CURRENCY RATE FLUCTUATIONS – DOD ACCOUNT 097*0803

1-14 To record the closing of paid delivered orders to total actual resources.						
USSGL Transaction Code F314	MILCON 5 Yr		Family Housing 5 Yr		Family Housing 1 Yr	
	Dr	Cr	Dr	Cr	Dr	Cr
Budgetary Entry						
490200 Delivered Orders – Obligations, Paid	7,087,500		6,300,000		1,575,000	
420100 Total Actual Resources – Collected		7,087,500		6,300,000		1,575,000
Proprietary Entry						
N/A						

1-15 To record the closing of fiscal-year activity to unexpended appropriations.						
USSGL Transaction Code F342	MILCON 5 Yr		Family Housing 5 Yr		Family Housing 1 Yr	
	Dr	Cr	Dr	Cr	Dr	Cr
Budgetary Entry						
N/A						
Proprietary Entry						
310100 Unexpended Appropriations – Appropriations Received	75,000,000		7,500,000		3,000,000	
310000 Unexpended Appropriations – Cumulative		75,000,000		7,500,000		3,000,000
310000 Unexpended Appropriations – Cumulative	9,495,000		8,440,000		2,110,000	
310700 Unexpended Appropriations-Used-Accrued		2,407,500		2,140,000		535,000
310710 Unexpended Appropriations-Used-Disbursed		7,087,500		6,300,000		1,575,000

1-16 To record the closing of revenue and other financing sources to cumulative results of operations.						
USSGL Transaction Code F336	MILCON 5 Yr		Family Housing 5 Yr		Family Housing 1 Yr	
	Dr	Cr	Dr	Cr	Dr	Cr
Budgetary Entry						
N/A						
Proprietary Entry						
570000 Expended Appropriations-Used-Accrued	2,407,500		2,140,000		535,000	
570010 Expended Appropriations-Disbursed	7,087,500		6,300,000		1,575,000	
331000 Cumulative Results of Operations		9,495,000		8,440,000		2,110,000

GAINS AND LOSSES ON FOREIGN CURRENCY RATE FLUCTUATIONS – DOD ACCOUNT 097*0803

1-17 To record the closing of operating expenses/program costs to cumulative results of operations.						
	MILCON 5 Yr		Family Housing 5 Yr		Family Housing 1 Yr	
USSGL Transaction Code F336	Dr	Cr	Dr	Cr	Dr	Cr
Budgetary Entry N/A						
Proprietary Entry 331000 Cumulative Results of Operations 610000 Operating Expenses/Program Costs					2,155,000	2,155,000

1-18 To record the closing of other gains to cumulative results of operations						
	MILCON 5 Yr		Family Housing 5 Yr		Family Housing 1 Yr	
USSGL Transaction Code F338	Dr	Cr	Dr	Cr	Dr	Cr
Budgetary Entry N/A						
Proprietary Entry 719000 Other Gains 331000 Cumulative Results of Operations	202,500	202,500	180,000	180,000	45,000	45,000

1-19 To record the closing of memorandum accounts for purchases						
	MILCON 5 Yr		Family Housing 5 Yr		Family Housing 1 Yr	
USSGL Transaction Code F370	Dr	Cr	Dr	Cr	Dr	Cr
Budgetary Entry N/A						
Proprietary Entry 880100 Offset for Purchases of Assets 880200 Purchases of Property, Plant, and Equipment	9,697,500	9,697,500	8,620,000	8,620,000		

GAINS AND LOSSES ON FOREIGN CURRENCY RATE FLUCTUATIONS – DOD ACCOUNT 097*0803

Year 1 Post-Closing Adjusted Trial Balance (shown for illustrative purposes)

Account	Account Description	MILCON 5 Yr		Family Housing 5 Yr		Family Housing 1 Yr	
		Dr	Cr	Dr	Cr	Dr	Cr
	Budgetary						
420100	Actual Total Resources – Collected	106,712,500		5,400,000		1,425,000	
445000	Unapportioned -Unexpired Authority		84,182,500		3,080,000		
445000	Unapportioned – Unexpired Authority (FCF Account)				180,000		
465000	Allotments – Expired Authority		19,920,000				820,000
465000	Allotments – Expired Authority (FCF Account)		202,500				70,000
490100	Delivered Orders – Obligations, Unpaid		2,407,500		2,140,000		535,000
490200	Delivered Orders – Obligations, Paid						
	TOTAL	106,712,500	106,712,500	5,400,000	5,400,000	1,425,000	1,425,000
	Proprietary						
101000	Fund Balance with Treasury	106,712,500		5,400,000		1,425,000	
172000	Construction in Progress	9,697,500		8,620,000			
211000	Accounts Payable		2,407,500		2,140,000		535,000
310000	Unexpended Appropriations – Cumulative		104,305,000		3,260,000		890,000
331000	Cumulative Results of Operations		9,697,500		8,620,000		0
	TOTAL	116,410,000	116,410,000	14,020,000	14,020,000	1,425,000	1,425,000

GAINS AND LOSSES ON FOREIGN CURRENCY RATE FLUCTUATIONS – DOD ACCOUNT 097*0803

Year 2 (Fiscal Year 2023) – Illustrative Transactions

In the following transactions, the FPA creates current-year orders without an advance with a foreign vendor, using Euros as the base currency. The FPA must convert the value of the Euro to US Dollars for recording in the DoD accounting systems at the time of obligation and again at the time of disbursement. The gain or loss on the fluctuation of foreign currency exchange is calculated at the time of disbursement. The original obligation is adjusted accordingly.

2-1 To record the enactment of appropriations.						
DoD Transaction Code A104	MILCON 5 Yr		Family Housing 5 Yr		Family Housing 1 Yr	
	Dr	Cr	Dr	Cr	Dr	Cr
<u>Budgetary Entry</u>						
411900 Other Appropriations Realized (e.g., 021 2023 2027 2050)	65,000,000					
445000 Unapportioned Authority (e.g., 021 2023 2027 2050)		65,000,000				
411900 Other Appropriations Realized (e.g., 057 2023 2027 0740)			7,500,000			
445000 Unapportioned Authority (e.g., 057 2023 2027 0740)				7,500,000		
411900 Other Appropriations Realized (e.g., 057 2023 2027 0745)					3,000,000	
445000 Unapportioned Authority (e.g., 057 2023 2027 0745)						3,000,000
411900 Other Appropriations Realized (e.g., 097 2023 2027 0500)	10,000,000					
445000 Unapportioned Authority (e.g., 097 2023 2027 0500)		10,000,000				
<u>Proprietary Entry</u>						
101000 Fund Balance with Treasury (e.g., 021 2023 2027 2050)	65,000,000					
310100 Unexpended Appropriations – Appropriations Received (e.g., 021 2023 2027 2050)		65,000,000				
101000 Fund Balance with Treasury (e.g., 057 2023 2027 0740)			7,500,000			
310100 Unexpended Appropriations – Appropriations Received (e.g., 057 2023 2027 0740)				7,500,000		
101000 Fund Balance with Treasury (e.g., 057 2023 2027 0745)					3,000,000	
310100 Unexpended Appropriations – Appropriations Received (e.g., 057 2023 2027 0745)						3,000,000
101000 Fund Balance with Treasury (e.g., 097 2023 2027 0500)	10,000,000					
310100 Unexpended Appropriations – Appropriations Received (e.g., 097 2023 2027 0500)		10,000,000				

GAINS AND LOSSES ON FOREIGN CURRENCY RATE FLUCTUATIONS – DOD ACCOUNT 097*0803

2-2 To record budgetary authority apportioned by the Office of Management and Budget and available for allotment.						
DoD Transaction Code A116	MILCON 5 Yr		Family Housing 5 Yr		Family Housing 1 Yr	
	Dr	Cr	Dr	Cr	Dr	Cr
<u>Budgetary Entry</u>						
445000 Unapportioned Authority 451000 Apportionments	65,000,000	65,000,000				
445000 Unapportioned Authority 451000 Apportionments			7,500,000	7,500,000		
445000 Unapportioned Authority 451000 Apportionments					3,000,000	3,000,000
445000 Unapportioned Authority 451000 Apportionments	10,000,000	10,000,000				
445000 Unapportioned Authority 451000 Apportionments						
<u>Proprietary Entry</u> N/A						

2-3 To record budgetary authority apportioned by the Office of Management and Budget and available for allotment.						
DoD Transaction Code A120	MILCON 5 Yr		Family Housing 5 Yr		Family Housing 1 Yr	
	Dr	Cr	Dr	Cr	Dr	Cr
<u>Budgetary Entry</u>						
451000 Apportionments 461000 Allotments – Realized Resources	65,000,000	65,000,000				
451000 Apportionments 461000 Allotments – Realized Resources			7,500,000	7,500,000		
451000 Apportionments 461000 Allotments – Realized Resources					3,000,000	3,000,000
451000 Apportionments 461000 Allotments – Realized Resources	10,000,000	10,000,000				
451000 Apportionments 461000 Allotments – Realized Resources						
<u>Proprietary Entry</u> N/A						

GAINS AND LOSSES ON FOREIGN CURRENCY RATE FLUCTUATIONS – DOD ACCOUNT 097*0803

Reapportionment of Prior-Year Unobligated Balances Carried Forward and Available for Obligation in the Current Year

2-4 To record prior-year budgetary authority from multi-year appropriations reapportioned by the Office of Management and Budget and available for allotment.								
DoD Transaction Code A116	MILCON 5 Yr				Family Housing 5 Yr			
	Execution Fund		FCF Account		Execution Fund		FCF Account	
	Dr	Cr	Dr	Cr	Dr	Cr	Dr	Cr
<u>Budgetary Entry</u>								
445000 Unapportioned Authority (097 2021 2025 0500)	8,800,000							
451000 Apportionments (097 2021 2025 0500)		8,800,000						
445000 Unapportioned Authority (021 2022 2026 2050)	65,000,000							
451000 Apportionments (021 2022 2026 2050)		65,000,000						
445000 Unapportioned Authority (097 2022 2026 0500)	10,382,500							
451000 Apportionments (097 2022 2026 0500)		10,382,500						
445000 Unapportioned Authority (057 2022 2026 0740)					3,080,000		180,000	
451000 Apportionments (057 2022 2026 0740)						3,080,000		180,000
<u>Proprietary Entry</u>								
N/A								

2-5 To record the allotment of authority of prior-year unobligated balances from multi-year appropriations carried forward.								
DoD Transaction Code A120	MILCON 5 Yr				Family Housing 5 Yr			
	Execution Fund		FCF Account		Execution Fund		FCF Account	
	Dr	Cr	Dr	Cr	Dr	Cr	Dr	Cr
<u>Budgetary Entry</u>								
451000 Apportionments (097 2021 2025 0500)	8,800,000							
461000 Allotments-Realized Resources (097 2021 2025 0500)		8,800,000						
451000 Apportionments (021 2022 2026 2050)	65,000,000							
461000 Allotments-Realized Resources (021 2022 2026 2050)		65,000,000						
451000 Apportionments (097 2022 2026 0500)	10,382,500							
461000 Allotments-Realized Resources (097 2022 2026 0500)		10,382,500						
451000 Apportionments (057 2022 2026 0740)					3,080,000		180,000	
461000 Allotments-Realized Resources (057 2022 2026 0740)						3,080,000		180,000
<u>Proprietary Entry</u>								
N/A								

GAINS AND LOSSES ON FOREIGN CURRENCY RATE FLUCTUATIONS – DOD ACCOUNT 097*0803

Excess Gain - Disbursement and Gain Recognized on Prior-Year Unpaid Obligations Due to Fluctuation of Foreign Currency Exchange Rate

In Year 2, the FPA is ready to disburse funds from the Family Housing 5-Year appropriation to the foreign vendor for acquisition costs accrued by the FPA in Year 1. Before the FPA disburses the payment to the foreign vendor, it identifies that the foreign exchange rate has changed from the time of the transaction date of the accrual recorded in Year 1. Due to the rate change, the acquisition value accrued is higher than the value at the time of disbursement. Excess obligations will need to be deobligated, and a gain and downward adjustment will need to be recognized. Because the gain is recognized at the time of disbursement, this gain and downward adjustment are posted immediately preceding the disbursement.

2-6 To record a gain on prior-year unpaid obligations due to the fluctuation of foreign currency exchange rates on a non-monetary transaction, where excess obligations of a prior-year are adjusted downward due to the rate variance at the time of disbursement. This transaction is posted immediately preceding the corresponding disbursement.												
	MILCON 5 Yr				Family Housing 5 Yr				Family Housing 1 Yr			
	Execution Fund		FCF Account		Execution Fund		FCF Account		Execution Fund		FCF Account	
USSGL Transaction Code D618 w/ B134 Reversal	Dr	Cr	Dr	Cr	Dr	Cr	Dr	Cr	Dr	Cr	Dr	Cr
Budgetary Entry												
497100 Downward Adjustments of Prior-Year Unpaid Delivered Orders – Obligations, Recoveries							80,000					
445000 Unapportioned Authority								80,000				
Proprietary Entry												
211000 Accounts Payable							80,000					
719000 Other Gains								80,000				
570000 Expended Appropriations-Used-Accrued							80,000					
310700 Unexpended Appropriations-Used -Accrued								80,000				
<p>Family Housing 5 Yr: On the transaction date of acquisition/accrual, the foreign currency exchange rate was (1 EUR = 1.07 USD). At the time of disbursement, the foreign currency exchange rate has changed to (1 EUR = 1.03 USD). A Gain of \$80,000 is recognized due to the value in the USD compared to the decreased value in the EUR exchange rate previously accrued, using the following formula:</p> <p>Gain = Value of obligation (1 EUR = 1.07 USD) – Value of obligation at time of disbursement (1 EUR = 1.03 USD) Gain = \$2,140,000 Accrual at 1.07 USD – (8,000,000 EUR x 1.03 USD x 25% completed/invoiced) Gain = \$2,140,000 - \$2,060,000 = \$80,000</p>												

GAINS AND LOSSES ON FOREIGN CURRENCY RATE FLUCTUATIONS – DOD ACCOUNT 097*0803

2-7 The FPA records a confirmed disbursement previously accrued net of the amount recognized as a gain on the fluctuation of foreign currency. NOTE: Under GTAS Edit No. 162, this transaction may cause a valid abnormal balance and will remain abnormal until 497100 is closed to 490100.

DoD Transaction Codes B110 and B235	MILCON 5 Yr				Family Housing 5 Yr				Family Housing 1 Yr			
	Execution Fund		FCF Account		Execution Fund		FCF Account		Execution Fund		FCF Account	
	Dr	Cr	Dr	Cr	Dr	Cr	Dr	Cr	Dr	Cr	Dr	Cr
Budgetary Entry												
490100 Delivered Orders – Obligations, Unpaid					2,060,000							
490200 Delivered Orders – Obligations, Paid						2,060,000						
Proprietary Entry												
211000 Accounts Payable					2,060,000							
101000 Fund Balance with Treasury						2,060,000						
310710 Unexpended Appropriations-Used-Disbursed					2,060,000							
570010 Expended Appropriations-Disbursed						2,060,000						
570000 Expended Appropriations-Used-Accrued					2,060,000							
310700 Unexpended Appropriations-Used-Accrued						2,060,000						
Family Housing 5 Yr: Accrual of \$2,140,000 less the gain of \$80,000 recognized in the FCF Account = \$2,060,000												

GAINS AND LOSSES ON FOREIGN CURRENCY RATE FLUCTUATIONS – DOD ACCOUNT 097*0803

Loss/Gain Offset - Disbursement and Loss Recognized on Prior Year Unpaid Obligations Due to Fluctuation of Foreign Currency Exchange Rate

In Year 2, the FPA is ready to disburse funds from the Military Construction 5-Year appropriation to the foreign vendor for acquisition costs accrued by the FPA in Year 1. Before the FPA disburses the payment to the foreign vendor, it identifies that the foreign exchange rate has changed from 1 EUR = 1.07 USD recognized on the transaction date of the accrual recorded in Year 1 to the current rate of 1 EUR = 1.10 USD. Due to the rate change, the acquisition value accrued is lower than the value at the time of disbursement. Obligations need to be adjusted upward and a loss will need to be recognized. Because the loss is recognized at the time of disbursement, this loss and upward adjustment are posted immediately preceding the disbursement.

2-8 To record a loss on prior-year unpaid obligations due to fluctuation of foreign currency exchange rates on a non-monetary transaction, where excess obligations of a prior-year are adjusted upward due to the rate variance at the time of disbursement. This transaction is posted immediately preceding the corresponding disbursement.												
	MILCON 5 Yr				Family Housing 5 Yr				Family Housing 1 Yr			
	Execution Fund		FCF Account		Execution Fund		FCF Account		Execution Fund		FCF Account	
USSGL Transaction code D626 with B134	Dr	Cr	Dr	Cr	Dr	Cr	Dr	Cr	Dr	Cr	Dr	Cr
Budgetary Entry												
461000 Allotments – Realized Resources			67,500									
498100 Upward Adjustments of Prior-Year Delivered Orders – Obligations, Unpaid				67,500								
Proprietary Entry												
729000 Other Losses			67,500									
211000 Accounts Payable				67,500								
310700 Unexpended Appropriations-Used-Accrued												
570000 Expended Appropriations-Used-Accrued				67,500								
<p>MILCON 5 Yr: On the transaction date of acquisition/accrual, the foreign currency exchange rate was (1 EUR = 1.07 USD). At the time of disbursement, the foreign currency exchange rate has changed to (1 EUR = 1.10 USD). A Loss of \$67,500 is recognized due to the value in the USD compared to the increased value in the EUR exchange rate previously accrued, using the following formula:</p> <p>Loss = Value of accrual (1 EUR = 1.07 USD) – Value of obligation at time of disbursement (1 EUR = 1.10 USD) Loss = \$2,407,500 Accrual at 1.07 USD – (9,000,000 EUR x 1.10 USD x 25% completed/invoiced) Loss = \$2,407,500 - \$2,475,000 = (\$67,500)</p>												

GAINS AND LOSSES ON FOREIGN CURRENCY RATE FLUCTUATIONS – DOD ACCOUNT 097*0803

2-9 The FPA records a confirmed disbursement previously accrued net of the amount recognized as a loss on the fluctuation of foreign currency.												
USSGL Transaction Codes B110, B115, and B235	MILCON 5 Yr				Family Housing 5 Yr				Family Housing 1 Yr			
	Execution Fund		FCF Account		Execution Fund		FCF Account		Execution Fund		FCF Account	
	Dr	Cr	Dr	Cr	Dr	Cr	Dr	Cr	Dr	Cr	Dr	Cr
<u>Budgetary Entry</u>												
490100 Delivered Orders – Obligations, Unpaid	2,407,500											
498100 Upward Adjustments of Prior-Year Delivered Orders – Obligations, Unpaid			67,500									
490200 Delivered Orders – Obligations, Paid		2,407,500										
498200 Upward Adjustments of Prior-Year Delivered Orders - Obligations, Paid				67,500								
<u>Proprietary Entry</u>												
211000 Accounts Payable	2,407,500		67,500									
101000 Fund Balance with Treasury		2,407,500		67,500								
310710 Unexpended Appropriations-Used-Disbursed	2,407,500		67,500									
570010 Expended Appropriations-Disbursed		2,407,500		67,500								
570000 Expended Appropriations-Used-Accrued	2,407,500		67,500									
310700 Unexpended Appropriations-Used-Accrued		2,407,500		67,500								
MILCON 5 Yr: Accrual of \$2,407,500 plus the loss of \$67,500 recognized in the FCF Account = \$2,475,000 Total Disbursement												

GAINS AND LOSSES ON FOREIGN CURRENCY RATE FLUCTUATIONS – DOD ACCOUNT 097*0803

Excess Loss - Disbursement and Loss Recognized on Prior Year Unpaid Obligations Due to Fluctuation of Foreign Currency Exchange Rate

In Year 2, the FPA is ready to disburse funds from the Family Housing Operations 1-Year appropriation to the foreign vendor for operating expenses accrued by the FPA in Year 1. Before the FPA disburses the payment to the foreign vendor, it identifies that the foreign exchange rate has changed from 1 EUR = 1.07 USD recognized on the transaction date of the accrual recorded in Year 1 to the current rate of 1 EUR = 1.25 USD. Due to the rate change, the value of the operating expenses previously accrued is lower than the value at the time of disbursement. Obligations need to be adjusted upward and a loss will need to be recognized. Because the loss is recognized at the time of disbursement, this loss and upward adjustment are posted immediately preceding the disbursement.

2-10 To record a loss on prior-year unpaid obligations due to fluctuation of foreign currency exchange rates on a non-monetary transaction, where excess obligations of a prior-year are adjusted upward due to the rate variance at the time of disbursement. This transaction is posted immediately preceding the corresponding disbursement.												
	MILCON 5 Yr				Family Housing 5 Yr				Family Housing 1 Yr			
USSGL Transaction code D626 with B134	Execution Fund		FCF Account		Execution Fund		FCF Account		Execution Fund		FCF Account	
	Dr	Cr	Dr	Cr	Dr	Cr	Dr	Cr	Dr	Cr	Dr	Cr
Budgetary Entry												
465000 Allotments – Expired Authority											90,000	
498100 Upward Adjustments of Prior-Year Delivered Orders – Obligations, Unpaid												90,000
Proprietary Entry												
729000 Other Losses											90,000	
211000 Accounts Payable												90,000
310700 Unexpended Appropriations-Used-Accrued											90,000	
570000 Expended Appropriations-Used-Accrued												90,000
<p>Family Housing Operations 1 Yr: On the transaction date of acquisition/accrual, the foreign currency exchange rate was (1 EUR = 1.07 USD). At the time of disbursement, the foreign currency exchange rate has jumped to (1 EUR = 1.25 USD). A Loss of \$90,000 is recognized due to the value in the USD compared to the increased value in the EUR exchange rate previously accrued, using the following formula:</p> <p>Loss = Value of accrual (1 EUR = 1.07 USD) – Value of obligation at time of disbursement (1 EUR = 1.25 USD) Loss = \$535,000 Accrual at 1.07 USD – (2,000,000 EUR x 1.25 USD x 25% completed/invoiced) Loss = \$535,000 - \$625,000 = (\$90,000)</p>												

GAINS AND LOSSES ON FOREIGN CURRENCY RATE FLUCTUATIONS – DOD ACCOUNT 097*0803

2-11 The FPA records a confirmed disbursement previously accrued net of the amount recognized as a loss on the fluctuation of foreign currency.												
USSGL Transaction Codes B110, B115, and B235	MILCON 5 Yr				Family Housing 5 Yr				Family Housing 1 Yr			
	Execution Fund		FCF Account		Execution Fund		FCF Account		Execution Fund		FCF Account	
	Dr	Cr	Dr	Cr	Dr	Cr	Dr	Cr	Dr	Cr	Dr	Cr
Budgetary Entry												
490100 Delivered Orders – Obligations, Unpaid									535,000			
498100 Upward Adjustments of Prior-Year Delivered Orders – Obligations, Unpaid											90,000	
490200 Delivered Orders – Obligations, Paid										535,000		
498200 Upward Adjustments of Prior-Year Delivered Orders - Obligations, Paid												90,000
Proprietary Entry												
211000 Accounts Payable									535,000		90,000	
101000 Fund Balance with Treasury										535,000		90,000
310710 Unexpended Appropriations-Used-Disbursed									535,000		90,000	
570010 Expended Appropriations-Disbursed										535,000		90,000
570000 Expended Appropriations-Used-Accrued									535,000		90,000	
310700 Unexpended Appropriations-Used-Accrued										535,000		90,000
Family Housing Operations 1 Yr: Accrual of \$535,000 plus the loss of \$90,000 recognized in the FCF Account = \$625,000 Total Disbursement												

GAINS AND LOSSES ON FOREIGN CURRENCY RATE FLUCTUATIONS – DOD ACCOUNT 097*0803

Year 2 Pre-Closing Unadjusted Trial Balances

Account	Account Description	MILCON 5 Yr		Family Housing 5 Yr		Family Housing 1 Yr	
		Dr	Cr	Dr	Cr	Dr	Cr
	Budgetary						
411900	Other Appropriations Realized	75,000,000		7,500,000		3,000,000	
420100	Actual Total Resources – Collected	106,712,500		5,400,000		1,425,000	
445000	Unapportioned – Unexpired Authority				80,000		
461000	Allotments – Realized Resources		159,182,500		10,580,000		3,000,000
461000	Allotments – Realized Resources (FCF Account)	67,500			180,000		
465000	Allotments – Expired Authority		19,920,000				820,000
465000	Allotments-Expired Authority (FCF Account)		202,500			20,000	
490100	Delivered Orders – Obligations, Unpaid				80,000		
490200	Delivered Orders – Obligations, Paid		2,407,500		2,060,000		535,000
497100	Downward Adjustments of Prior-Year Delivered Orders – Obligations, Unpaid			80,000			
498200	Upward Adjustments of Prior-Year Delivered Orders – Obligations, Paid		67,500				90,000
	TOTAL	181,712,500	181,712,500	12,980,000	12,980,000	4,445,000	4,445,000
101000	Fund Balance with Treasury	179,237,500		10,840,000		3,800,000	
172000	Construction in Progress	9,697,500		8,620,000			
310000	Unexpended Appropriations-Cumulative		104,305,000		3,260,000		890,000
310100	Unexpended Appropriations-Appropriations Received		75,000,000		7,500,000		3,000,000
310700	Unexpended Appropriations-Used-Accrued		2,407,500		1,980,000		
310710	Unexpended Appropriations-Used-Disbursed	2,475,000		2,060,000		90,000	
331000	Cumulative Results of Operations		9,697,500		8,620,000		
570000	Expended Appropriations-Used-Accrued	2,407,500		1,980,000			
570010	Expended Appropriations-Disbursed		2,475,000		2,060,000		90,000
719000	Other Gains				80,000		
729000	Other Losses	67,500				90,000	
	TOTAL	193,885,300	193,885,300	23,500,000	23,500,000	3,980,000	3,980,000

GAINS AND LOSSES ON FOREIGN CURRENCY RATE FLUCTUATIONS – DOD ACCOUNT 097*0803

Year End Adjustment – Transfer of FCF Account Expired Net Gains to DoD Centrally Managed Account

In accordance with Public Law 99-591, Section 121, “no later than the end of the second fiscal year following the fiscal year for which appropriations for Family Housing Operation and Maintenance have been made available to the Department of Defense, and no later than the end of the sixth fiscal year following the fiscal year for which the appropriations for Military Construction and Family Housing Construction have been made available to the Department of Defense” expired FCF gains in such appropriations are transferred into the appropriation ‘Foreign Currency Fluctuations, Construction, Defense’, the DoD Centrally Managed Account (097*0803). Per this statute, expired funds transferred from these expired appropriations into account 097*0803 take on the same ‘no year’ unexpired exempt fund status as 097*0803 to which the funds were transferred. Applicable appropriations in this scenario that expired in the prior FY are:

021	2018	2022	2050	Military Construction, Army	202,500
021	2018	2022	2050	Military Construction, Army	<u>(67,500)</u>
Net FCF Gain (reduced by FCF Account losses)					135,000

2-12 To record the non-expenditure transfer-out of expired unobligated balances to an unexpired Treasury Appropriation Fund Symbol (TAFS), where the source of the transfer is derived from unexpended appropriations.				
	MILCON 5-Yr		DoD Centrally Managed Account	
	FCF Account		(097*0803)	
USSGL Transaction Code A464	Dr	Cr	Dr	Cr
Budgetary Entry 465000 Allotments-Expired Authority 419100 Balance Transfers – Extension of Availability Other than Reappropriations	135,000	135,000		
Proprietary Entry 310300 Unexpended Appropriations – Transfers-Out 101000 Fund Balance with Treasury	135,000	135,000		

2-13 To record the non-expenditure transfer-in of expired unobligated balances to an unexpired Treasury Appropriation Fund Symbol (TAFS), where the source of the transfer is derived from unexpended appropriations.				
	MILCON 5-Yr		DoD Centrally Managed Account	
	FCF Account		(097*0803)	
USSGL Transaction Code A460	Dr	Cr	Dr	Cr
Budgetary Entry 419100 Balance Transfers – Extension of Availability Other than Reappropriations 462000 Unobligated Funds Exempt from Apportionment			135,000	135,000
Proprietary Entry 101000 Fund Balance with Treasury 310200 Unexpended Appropriations – Transfers-In			135,000	135,000

GAINS AND LOSSES ON FOREIGN CURRENCY RATE FLUCTUATIONS – DOD ACCOUNT 097*0803

Year 2 Closing Entries

2-16 To record the consolidation of actual net-funded resources.						
USSGL Transaction Code F302	MILCON 5 Yr		Family Housing 5 Yr		Family Housing 1 Yr	
	Dr	Cr	Dr	Cr	Dr	Cr
Budgetary Entry 420100 Total Actual Resources Collected 411900 Other Appropriations Realized	75,000,000	75,000,000	7,500,000	7,500,000	3,000,000	3,000,000
Proprietary Entry N/A						

2-17 To record the closing of unobligated balances of multi-year appropriations to unexpired authority.												
USSGL Transaction Code F308	MILCON 5 Yr				Family Housing 5 Yr				Family Housing 1 Yr			
	Execution Fund		FCF Account		Execution Fund		FCF Account		Execution Fund		FCF Account	
	Dr	Cr	Dr	Cr	Dr	Cr	Dr	Cr	Dr	Cr	Dr	Cr
Budgetary Entry 461000 Allotments – Realized Resources 461000 Allotments – Realized Resources (FCF) 445000 Unapportioned Authority	159,182,500				10,580,000 180,000	10,760,000						
Proprietary Entry N/A		159,182,500										

2-18 To record the closing of unobligated balances to expiring authority (057 2023 2023 0745).												
USSGL Transaction Code F312	MILCON 5 Yr				Family Housing 5 Yr				Family Housing 1 Yr			
	Execution Fund		FCF Account		Execution Fund		FCF Account		Execution Fund		FCF Account	
	Dr	Cr	Dr	Cr	Dr	Cr	Dr	Cr	Dr	Cr	Dr	Cr
Budgetary Entry 461000 Allotments – Realized Resources 465000 Allotments – Expired Authority			67,500	67,500					3,000,000	3,000,000		
Proprietary Entry N/A												

GAINS AND LOSSES ON FOREIGN CURRENCY RATE FLUCTUATIONS – DOD ACCOUNT 097*0803

2-19 To record the closing of upward adjustments to delivered orders - obligations, paid						
USSGL Transaction Code F320	MILCON 5 Yr		Family Housing 5 Yr		Family Housing 1 Yr	
	Dr	Cr	Dr	Cr	Dr	Cr
Budgetary Entry 498200 Upward Adjustments of Prior-Year Delivered Orders – Obligations, Paid 490200 Delivered Orders – Obligations, Paid	67,500	67,500			90,000	90,000
Proprietary Entry N/A						

2-20 To record the closing of paid delivered orders to total actual resources.						
USSGL Transaction Code F314	MILCON 5 Yr		Family Housing 5 Yr		Family Housing 1 Yr	
	Dr	Cr	Dr	Cr	Dr	Cr
Budgetary Entry 490200 Delivered Orders – Obligations, Paid 420100 Total Actual Resources – Collected	2,475,500	2,475,000	2,060,000	2,060,000	625,000	625,000
Proprietary Entry N/A						

2-21 To record the closing of downward adjustments and transfers to delivered orders - obligations, unpaid.						
USSGL Transaction Code F325	MILCON 5 Yr		Family Housing 5 Yr		Family Housing 1 Yr	
	Dr	Cr	Dr	Cr	Dr	Cr
Budgetary Entry 490100 Delivered Orders – Obligations, Unpaid 497100 Downward Adjustments of Prior-Year Unpaid Delivered Orders – Obligations, Recoveries			80,000	80,000		
Proprietary Entry N/A						

GAINS AND LOSSES ON FOREIGN CURRENCY RATE FLUCTUATIONS – DOD ACCOUNT 097*0803

2-22 To record the closing of fiscal-year activity to unexpended appropriations.								
USSGL Transaction Code F342	MILCON 5 Yr		Family Housing 5 Yr		Family Housing 1 Yr		DoD Centrally Managed Account (097*0803)	
	Dr	Cr	Dr	Cr	Dr	Cr	Dr	Cr
<u>Budgetary Entry</u> N/A								
<u>Proprietary Entry</u> 310100 Unexpended Appropriations–Appropriations Received	75,000,000		7,500,000		3,000,000			
310300 Unexpended Appropriations-Transfers Out 310000 Unexpended Appropriations-Cumulative		75,000,000		7,500,000		3,000,000		
310700 Unexpended Appropriations-Used-Accrued 310000 Unexpended Appropriations-Cumulative 310710 Unexpended Appropriations-Used-Disbursed	2,407,500 67,500	2,475,000						
310000 Unexpended Appropriations-Cumulative 310700 Unexpended Appropriations-Used-Accrued 310710 Unexpended Appropriations-Used-Disbursed			2,060,000	80,000 1,980,000	90,000	90,000		

2-23 To record the closing of revenue and other financing sources to cumulative results of operations.								
USSGL Transaction Code F336	MILCON 5 Yr		Family Housing 5 Yr		Family Housing 1 Yr			
	Dr	Cr	Dr	Cr	Dr	Cr	Dr	Cr
<u>Budgetary Entry</u> N/A								
<u>Proprietary Entry</u> 570010 Expended Appropriations-Disbursed		2,475,000						
331000 Cumulative Results of Operations 570000 Expended Appropriations-Used-Accrued		67,500 2,407,500						
570000 Expended Appropriations-Used-Accrued 570010 Expended Appropriations-Disbursed 331000 Cumulative Results of Operations			2,060,000	1,980,000 80,000	90,000	90,000		90,000

GAINS AND LOSSES ON FOREIGN CURRENCY RATE FLUCTUATIONS – DOD ACCOUNT 097*0803

2-24 To record the closing of other losses into cumulative results of operations.						
	MILCON 5 Yr		Family Housing 5 Yr		Family Housing 1 Yr	
USSGL Transaction Code F340	Dr	Cr	Dr	Cr	Dr	Cr
Budgetary Entry N/A						
Proprietary Entry 331000 Cumulative Results of Operations 729000 Other Losses	67,500	67,500			90,000	90,000

2-25 To record the closing of other gains into cumulative results of operations						
	MILCON 5 Yr		Family Housing 5 Yr		Family Housing 1 Yr	
USSGL Transaction Code F338	Dr	Cr	Dr	Cr	Dr	Cr
Budgetary Entry N/A						
Proprietary Entry 719000 Other Gains 331000 Cumulative Results of Operations			80,000	80,000		

GAINS AND LOSSES ON FOREIGN CURRENCY RATE FLUCTUATIONS – DOD ACCOUNT 097*0803

Closing Entries – Expired FCF Net Gain Balance Transferred to the DoD Centrally Managed Account

2-26 To record the consolidation of actual net-funded resources (FCF Net Gains) transferred to DoD Centrally Managed Account 097*0803.						
USSGL Transaction Code F302	MILCON 5 Yr				DoD Centrally Managed Account (097*0803)	
	Execution Fund		FCF Account		Dr	Cr
	Dr	Cr	Dr	Cr	Dr	Cr
Budgetary Entry						
419100 Balance Transfers – Extension of Availability Other than Reappropriations			135,000			
420100 Total Actual Resources - Collected				135,000		
420100 Total Actual Resources - Collected					135,000	
419100 Balance Transfers – Extension of Availability Other than Reappropriations						135,000
Proprietary Entry						
N/A						

2-27 To record the closing of fiscal-year activity to unexpended appropriations (FCF Net Gains) transferred to DoD Centrally Managed Account 097*0803.						
USSGL Transaction Code F342	MILCON 5 Yr				DoD Centrally Managed Account (097*0803)	
	Execution Fund		FCF Account		Dr	Cr
	Dr	Cr	Dr	Cr	Dr	Cr
Budgetary Entry						
N/A						
Proprietary Entry						
310000 Unexpended Appropriations-Cumulative			135,000			
310300 Unexpended Appropriations-Transfers Out				135,000		
310200 Unexpended Appropriations-Transfers In					135,000	
310000 Unexpended Appropriations-Cumulative						135,000

GAINS AND LOSSES ON FOREIGN CURRENCY RATE FLUCTUATIONS – DOD ACCOUNT 097*0803

Closing Entries – Substantial FCF Loss Transfers from the DoD Centrally Managed Account

2-28 To record the consolidation of actual net-funded resources (FCF Losses) transferred from DoD Centrally Managed Account 097*0803.						
USSGL Transaction Code F302	Family Housing 1 Yr				DoD Centrally Managed Account (097*0803)	
	Execution Fund		FCF Account		Dr	Cr
	Dr	Cr	Dr	Cr	Dr	Cr
Budgetary Entry						
419200 Balance Transfers – Unexpired to Expired					20,000	
420100 Total Actual Resources - Collected						20,000
420100 Total Actual Resources - Collected			20,000			
419200 Balance Transfers – Unexpired to Expired				20,000		
Proprietary Entry						
N/A						

2-29 To record the closing of fiscal-year activity to unexpended appropriations (FCF Losses) transferred from DoD Centrally Managed Account 097*0803.						
USSGL Transaction Code F342	Family Housing 1 Yr				DoD Centrally Managed Account (097*0803)	
	Execution Fund		FCF Account		Dr	Cr
	Dr	Cr	Dr	Cr	Dr	Cr
Budgetary Entry						
N/A						
Proprietary Entry						
310000 Unexpended Appropriations-Cumulative					20,000	
310300 Unexpended Appropriations-Transfers Out						20,000
310200 Unexpended Appropriations-Transfers In			20,000			
310000 Unexpended Appropriations-Cumulative				20,000		

GAINS AND LOSSES ON FOREIGN CURRENCY RATE FLUCTUATIONS – DOD ACCOUNT 097*0803

Year 2 Post-Closing Adjusted Trial Balance

Account	Account Description	MILCON 5 Yr		Family Housing 5 Yr		Family Housing 1 Yr		DoD Centrally Managed Account (097*0803)	
		Dr	Cr	Dr	Cr	Dr	Cr	Dr	Cr
	Budgetary								
420100	Actual Total Resources – Collected	179,102,500		10,840,000		3,820,000		115,000	
445000	Unapportioned -Unexpired Authority		159,182,500		10,660,000				
445000	Unapportioned Authority (FCF Account)				180,000				
462000	Unobligated Funds Exempt from Apportionment								115,000
465000	Allotments – Expired Authority		19,920,000				3,820,000		
	TOTAL	179,102,500	179,102,500	10,840,000	10,840,000	3,820,000	3,820,000	115,000	115,000
	Proprietary								
101000	Fund Balance with Treasury	179,102,500		10,840,000		3,820,000		115,000	
172000	Construction in Progress	9,697,500		8,620,000					
310000	Unexpended Appropriations – Cumulative		179,102,500		10,840,000		3,820,000		115,000
331000	Cumulative Results of Operations		9,697,500		8,620,000				
	TOTAL	188,800,000	188,800,000	19,460,000	19,460,000	3,820,000	3,820,000	115,000	115,000