

Background:

The Department of Justice (DOJ) collects monies on behalf of the Environmental Protection Agency (EPA) Superfund and transfers the collections to EPA. These collections are used by the EPA Superfund to pay for remediation projects that are to be completed at a future date. Due to the nature of these projects, EPA does not recognize the revenue from these collections at the time they are received from DOJ. Instead, EPA reports these collections as Other Deferred Revenue and recognizes the revenue as earned as the remediation project is completed. By following this practice, EPA cannot properly reciprocate with DOJ at the time these payments are transferred to EPA from DOJ which is creating an intra-governmental elimination issue on the government-wide financial statements.

The changes presented in this document are proposed for reporting periods beginning in FY 2023 and later. The expectation will be the recipient agency will continue to use the published Custodial Guidance to properly record the receipt of the custodial collection and correctly eliminate with the collecting agency, in this instance DOJ, and then as an additional step will record the new USSGL below to reclassify the collection on the recipient agency reporting only.

New USSGL account 599750 is being proposed as a contra account to existing USSGL account 599700. The proposed new USSGL account will allow a recipient entity to properly reciprocate with the collecting entity by following the published Custodial Collection Guidance and then immediately offset the collection and reclassify it into a deferred revenue or other liability account used by the recipient entity.

New USSGL Account:

Account Title: Financing Sources Transferred In From Custodial Statement Collections- Contra Account

Account Number: 599750

Normal Balance: Debit

Definition: This account is used to record an offset to USSGL Account 599700 Financing Sources Transferred in From Custodial Statement Collections. It is intended to allow the recipient entity to reclassify the collection receipt as a liability to be recognized as a revenue in a future period.

Justification: This USSGL account is needed to allow recipient entities to correctly delay the recognition of revenue from a custodial collection until it is earned in a future period.

Attribute Table Addition:

USSGL Acct.	USSGL Account Title	Anticipated	Budg/ Prop	Norm Bal.	Begin /End	Debit/ Credit	Bud. Impact Ind.	Exch/ Non-Exch.	Fed/ Non Fed	Fund Type	Report. Type Code	Finan. Acct. Code	TAS Status	Trans. Code
599750	Financing Sources Transferred In From Custodial Statement Collections- Contra Account	N	P	D	E	D/C	D/E	E/T/X	N	CF/DF/EC/EG/EM/EP/ER/ES/ET/GA/TR/UG/US/UT	E/F/U	D/G/N	U/E	X/K/N

USSGL Account As Reflected in Statement Crosswalks:

USSGL Account	Balance Sheet	Statement of Custodial Activity	Statement of Net Cost	Statement of Changes in Net Position	Reclassified Balance Sheet	Reclassified Statement of Net Cost	Reclassified Statement of Operations and Changes in Net Position	SF 133: Report on Budget Execution and Schedule P and Statement of Budgetary Resources
599750	Ln. 42.1- Reporting Type Code E Ln. 42.2- Reporting Type Code U	N/A	Ln. 2 – Exch/Non-exch X (Footnote 4) Ln. 7 – Exch/Non-exch X (Footnote 5) N/A -Exch/Non-exch E/T	N/A-Exch/Non-exch X Ln. 15-Exch/Non-exch E/T and Bud. Imp. Indicator D Ln. 20-Exh/Non-exch E/T and Bud. Imp. Indicator E	See Balance Sheet	Ln. 2- Exch/Non-exchange X N/A Exch/Non-exchange E/T	N/A Exch/Non-exchange X Ln. 5.7 Exch/Non-exchange E/T	N/A

New Transaction Code:

A220 To record the reclassification of custodial collections received to a deferred revenue account. These collections will be recognized as revenue at a future date.

Comment: Also post USSGL TC-A212 to record the transfer from collecting entity to recipient entity. This transaction code may only be used upon approval by Treasury.

Budgetary Entry

None

Proprietary Entry

Debit	599750	Financing Sources Transferred In From Custodial Statement Collections – Contra Account
Credit	232000	Other Deferred Revenue

Justification: *New transaction code needed to illustrate the use of the new USSGL account 599750.*

Modified Transaction Code:

F336 To record the closing of revenue, expense, and other financing source accounts to cumulative results of operations.

Budgetary Entry

None

Proprietary Entry

Debit	331000	Cumulative Results of Operations
Debit	510000	Revenue From Goods Sold
Debit	520000	Revenue From Services Provided
Debit	531000	Interest Revenue - Other
Debit	531100	Interest Revenue - Investments
Debit	531200	Interest Revenue - Loans Receivable/Uninvested Funds
Debit	531300	Interest Revenue - Subsidy Amortization
Debit	531400	Dividend Income Accounted for Under the Provisions of the Federal Credit Reform Act
Debit	532000	Penalties and Fines Revenue
Debit	532500	Administrative Fees Revenue
Debit	540000	Funded Benefit Program Revenue
Debit	540500	Unfunded FECA Benefit Revenue
Debit	550000	Insurance and Guarantee Premium Revenue
Debit	560000	Donated Revenue - Financial Resources
Debit	561000	Donated Revenue - Non-Financial Resources
Debit	564000	Forfeiture Revenue - Cash and Cash Equivalents
Debit	565000	Forfeiture Revenue - Forfeitures of Property
Debit	570000	Expended Appropriations - Used - Accrued
Debit	570010	Expended Appropriations - Disbursed
Debit	570500	Expended Appropriations - Prior-Period Adjustments Due to Corrections of Errors - Years Preceding the Prior-Year
Debit	570800	Expended Appropriations - Prior-Period Adjustments Due to Corrections of Errors
Debit	570900	Expended Appropriations - Prior-Period Adjustments Due to Changes in Accounting Principles
Debit	572000	Financing Sources Transferred In Without Reimbursement
Debit	574000	Appropriated Dedicated Collections Transferred In

Debit	575000	Expenditure Financing Sources - Transfers-In
Debit	575500	Non-Expenditure Financing Sources - Transfers-In - Other
Debit	575600	Non-Expenditure Financing Sources - Transfers-In - Capital Transfers
Debit	577500	Non-Budgetary Financing Sources Transferred In
Debit	578000	Imputed Financing Sources
Debit	579000	Other Financing Sources
Debit	579100	Adjustment to Financing Sources - Credit Reform
Debit	579500	Seigniorage
Debit	580000	Tax Revenue Collected - Not Otherwise Classified
Debit	580100	Tax Revenue Collected - Individual
Debit	580200	Tax Revenue Collected - Corporate
Debit	580300	Tax Revenue Collected - Unemployment
Debit	580400	Tax Revenue Collected - Excise
Debit	580500	Tax Revenue Collected - Estate and Gift
Debit	580600	Tax Revenue Collected - Customs
Debit	582000	Tax Revenue Accrual Adjustment - Not Otherwise Classified
Debit	582100	Tax Revenue Accrual Adjustment - Individual
Debit	582200	Tax Revenue Accrual Adjustment - Corporate
Debit	582300	Tax Revenue Accrual Adjustment - Unemployment
Debit	582400	Tax Revenue Accrual Adjustment - Excise
Debit	582500	Tax Revenue Accrual Adjustment - Estate and Gift
Debit	582600	Tax Revenue Accrual Adjustment - Customs
Debit	590000	Other Revenue
Debit	592100	Valuation Change in Investments - Exchange Stabilization Fund (ESF)
Debit	592200	Valuation Change in Investments for Federal Government Sponsored Enterprise
Debit	592300	Valuation Change in Investments - Beneficial Interest in Trust
Debit	599400	Offset to Non-Entity Accrued Collections - Statement of Changes in Net Position
Debit	599700	Financing Sources Transferred In From Custodial Statement Collections
Debit	619000	Contra Bad Debt Expense - Incurred for Others
Debit	619900	Adjustment to Subsidy Expense
Debit	660000	Applied Overhead
Debit	661000	Cost Capitalization Offset
Debit	679500	Contra Expense-Non-Fiduciary Deposit Fund Intra-governmental Administrative Fees

Debit	680000	Future Funded Expenses
Debit	690000	Non-Production Costs
Credit	331000	Cumulative Results of Operations
Credit	510900	Contra Revenue for Goods Sold
Credit	520900	Contra Revenue for Services Provided
Credit	531500	Contra Revenue for Dividend Income Accounted for Under the Provisions of the Federal Credit Reform Act
Credit	531700	Contra Revenue for Interest Revenue - Loans Receivable
Credit	531800	Contra Revenue for Interest Revenue - Investments
Credit	531900	Contra Revenue for Interest Revenue - Other
Credit	532400	Contra Revenue for Penalties and Fines
Credit	532900	Contra Revenue for Administrative Fees
Credit	540600	Contra Revenue for Unfunded FECA Benefit Revenue
Credit	540900	Contra Revenue for Funded Benefit Program Revenue
Credit	550900	Contra Revenue for Insurance and Guarantee Premium Revenue
Credit	560900	Contra Revenue for Donations - Financial Resources
Credit	561900	Contra Donated Revenue - Nonfinancial Resources
Credit	564900	Contra Forfeiture Revenue - Cash and Cash Equivalents
Credit	565900	Contra Forfeiture Revenue - Forfeitures of Property
Credit	570500	Expended Appropriations - Prior-Period Adjustments Due to Corrections of Errors - Years Preceding the Prior-Year
Credit	570800	Expended Appropriations - Prior-Period Adjustments Due to Corrections of Errors
Credit	570900	Expended Appropriations - Prior-Period Adjustments Due to Changes in Accounting Principles
Credit	573000	Financing Sources Transferred Out Without Reimbursement
Credit	574500	Appropriated Dedicated Collections Transferred Out
Credit	576000	Expenditure Financing Sources - Transfers-Out
Credit	576500	Non-Expenditure Financing Sources - Transfers-Out - Other
Credit	576600	Non-Expenditure Financing Sources - Transfers-Out - Capital Transfers
Credit	577600	Non-Budgetary Financing Sources Transferred Out
Credit	579200	Financing Sources To Be Transferred Out - Contingent Liability
Credit	583000	Contra Revenue for Taxes - Not Otherwise Classified
Credit	583100	Contra Revenue for Taxes - Individual
Credit	583200	Contra Revenue for Taxes - Corporate

Credit	583300	Contra Revenue for Taxes - Unemployment
Credit	583400	Contra Revenue for Taxes - Excise
Credit	583500	Contra Revenue for Taxes - Estate and Gift
Credit	583600	Contra Revenue for Taxes - Customs
Credit	589000	Tax Revenue Refunds - Not Otherwise Classified
Credit	589100	Tax Revenue Refunds - Individual
Credit	589200	Tax Revenue Refunds - Corporate
Credit	589300	Tax Revenue Refunds - Unemployment
Credit	589400	Tax Revenue Refunds - Excise
Credit	589500	Tax Revenue Refunds - Estate and Gift
Credit	589600	Tax Revenue Refunds - Customs
Credit	590900	Contra Revenue for Other Revenue
Credit	591900	Revenue and Other Financing Sources - Cancellations
Credit	599000	Collections for Others - Statement of Custodial Activity
Credit	599100	Accrued Collections for Others - Statement of Custodial Activity
Credit	599300	Offset to Non-Entity Collections - Statement of Changes in Net Position
Credit	599400	Offset to Non-Entity Accrued Collections - Statement of Changes in Net Position
Credit	599750	Financing Sources Transferred In From Custodial Statement Collections – Contra Account
Credit	599800	Custodial Collections Transferred Out to a Treasury Account Symbol Other Than the General Fund of the U.S. Government
Credit	610000	Operating Expenses/Program Costs
Credit	615000	Expensed Asset
Credit	631000	Interest Expenses on Borrowing From the Bureau of the Fiscal Service and/or the Federal Financing Bank
Credit	632000	Interest Expenses on Securities
Credit	633000	Other Interest Expenses
Credit	634000	Interest Expense Accrued on the Liability for Loan Guarantees
Credit	640000	Benefit Expense
Credit	650000	Cost of Goods Sold
Credit	660000	Applied Overhead
Credit	661000	Cost Capitalization Offset
Credit	671000	Depreciation, Amortization, and Depletion
Credit	672000	Bad Debt Expense

Credit	673000	Imputed Costs
Credit	679000	Other Expenses Not Requiring Budgetary Resources
Credit	680000	Future Funded Expenses
Credit	685000	Employer Contributions to Employee Benefit Programs Not Requiring Current-Year Budget Authority (Unobligated)
Credit	690000	Non-Production Costs

Justification: *Transaction code modification needed to update closing entry to include new USSGL account 599750*