## Discussion on "N" domain value for USSGL account 660000 and 661000

Section IV attribute table

| | | FILE ATTRIBUTES | | |
| | | Cust/N oncust | Exch/N onexch | Fed/Non Fed |
| No. | USSGL Account Title | | | |
| 6  660000 | Applied Overhead | | | N |
| 7  661000 | Cost Capitalization Offset | | | N |

**Account Title:** Applied Overhead
**Account Number:** 660000
**Normal Balance:** Credit
**Definition:** The amount of overhead cost distributed to work-in-process or construction-in-process.

**Account Title:** Cost Capitalization Offset
**Account Number:** 661000
**Normal Balance:** Credit
**Definition:** The amount of any costs originally recorded into another expense account that are directly linked to a specific job or a product. These costs are transferred to an "in-progress" asset account such as inventory-work-in-process, construction-in-progress, internal-use software in development, or a completed asset account.

**D514**   To record the reclassification of expenses to "in-process type" asset accounts.

   **Comment:**   Due to the reconciliation of interagency expenses and revenues, agencies must first record all direct costs to the USSGL account 600000 series and then offset those amounts using the USSGL account 661000 when the costs are capitalized to the appropriate "in-process type" account.

   **Budgetary Entry**
   None

   **Proprietary Entry**
   Debit        152600        Inventory - Work-in-Process
   Debit        172000        Construction-in-Progress
   Debit        183200        Internal-Use Software in Development
      Credit        660000        Applied Overhead
      Credit        661000        Cost Capitalization Offset