

## Relationships within the Trial Balance

The Standard General Ledger Posting Logic  
Creates Inherent Relationships Between  
Certain Budgetary vs. Proprietary Accounts  
Also Creates Inherent Relationships With the  
Proprietary Accounts.

# Budgetary Accounting (SGL 4000 Series of Accounts)

The Primary of Budgetary Accounting is to Accounts for Budgetary Resources or Budgetary Authority and to Track the Status of These Resources.

# Proprietary Accounting (SGL 1000, 2000, 3000, 5000, 6000, and 7000 Series of Accounts)

Proprietary Accounting in the Federal Government Basically the Same as Financial Accounting in the Private Sector. Proprietary Accounting is Used to Account for the Agency's Assets, Liabilities, and Net Position (Equity).

## Relevancy of the Relationships

When these Relationships are Violated  
the Integrity of the Accounting Records  
and the Accuracy of the Financial  
Statements are in Question.

# Pre-Closing Matches

Proprietary Account

SGL Account 5700D (Expended  
Appropriations)

Budgetary Accounts

4901D (Delivered Orders, Unpaid)

+ 4902D (Delivered Orders, Paid)

.....To Record Paid and Unpaid Expenditures

# Pre-Closing Matches

Proprietary Account

SGL Account 3100 (Cumulative  
Unexpended Appropriations)

## Budgetary Accounts

4119 (Appropriations – Realized  
Resources)-

4901 (Delivered Orders, Unpaid)

4902 (Delivered Orders, Paid)

# Pre and Post-Closing Matches

Proprietary Account

SGL Account 2310R (Deferred Revenue)

Budgetary Accounts

4222R (Unfilled Customer Orders – With  
Advance)

# Pre and Post-Closing Matches

Proprietary Account

SGL Account 1410D + 1450 (Advances to  
Others + Prepayments)

## Budgetary Accounts

4802 (Undelivered Orders – Obligations,  
Prepaid/Advanced)

# Pre and Post-Closing Matches

Proprietary Account

SGL Account 21X0D/R (Accounts Payable and  
Disbursements in Transit)

## Budgetary Accounts

4901D/R(Delivered Orders – Obligations,  
Unpaid)

# Pre and Post-Closing Matches

Proprietary Account

SGL Account 1310R (Accounts  
Receivable)

## Budgetary Accounts

4251R(Reimbursement Earned and  
Other Income, Receivable)

# Pre and Post-Closing Matches

Budgetary Account

SGL Account 4210R (Anticipated  
Reimbursements and Other Income)

Budgetary Accounts

4450R(Unapportioned Authority)+  
4590 (Apportionments-Unavailable)

# What Cause Differences

Incorrect Positioning Logic in the Posting Models for Transactions Codes and Data Attributes

Improperly Prepared Journal Vouchers.

# Reconciliations

Relationships Should be Monitored and Reconciled at Least Monthly.

Causes of Problems Should be Identified and Corrected.

# Audit Scrutiny

Auditors Verify These Relationships and Require Explanations to Material Differences.