

Liabilities and Fund Equity Codes (Revised October 2008)

Liabilities are debts and other obligations of the local school administrative unit, which must be paid in future periods. Fund balance represents the excess of the assets of a fund over its liabilities and reserves at the beginning or ending of a fiscal year.

NOTE: The fourth digit of the liability and fund equity codes may be used to further break down liabilities and fund equity to a more detailed level.

2010 Accounts Payable

Liabilities on open account due to private individuals or business firms for goods and/or services received.

2090 Due to Other Governmental Units

Payable to other governmental units for goods bought or services received.

2110 Due to Other Funds

Payable to other funds within the same school unit for goods bought or services received.

2160 Salaries and Wages Payable

A liability for wages earned by employees since the last payment date.

2190 Other Payables

Liabilities for other amounts due and unpaid at the present time, such as the current portion of long-term debt.

Payroll Deductions and Withholdings Payable (22XX)

2210 Employees' F.I.C.A. Taxes Payable

A liability account used for recording and summarizing social security and Medicaid withheld from employees' earnings until remitted.

2220 Employer's F.I.C.A. Taxes Payable

A liability account used for recording and summarizing the employer's matching contribution for social security and Medicaid on employee's salaries until remitted.

2230 Federal Withholding Taxes Payable

A liability account used for recording and summarizing federal taxes withheld from employees' earnings until remitted.

2240 State Withholding Taxes Payable

A liability account used for recording and summarizing state taxes withheld from employees' earnings until remitted.

Retirement Contributions Payable (22XX)

2250 Employees' Retirement Contributions Payable

A liability account used for recording and summarizing retirement contributions withheld from employees' earnings until remitted.

2260 Employer's Retirement Contributions Payable

A liability account used for recording and summarizing employer's retirement contributions on employees' earnings until remitted.

Insurance Deductions Payable (2270)

A liability account used for recording and summarizing deductions from employees' earnings for insurance premiums until remitted.

2270 Reserved for local use to separate insurance deductions

Annuity Premium & Other Tax Sheltered Instruments Deductions Payable (2280)

A liability account used for recording and summarizing deductions from employees' earnings for annuity premiums and other tax sheltered instruments until remitted.

2280 Reserved for local use to separate annuity deductions

Other Deductions Payable (2290)

A liability account which represents monies which have been deducted from employees' wages and await transmittal to the proper recipient, such as loan repayments, garnishments, and flexible spending accounts.

Other Pension Benefits Payable (2300)

2310 Teacher Retirement Fees Payable

A liability account used for recording and summarizing employer's retirement contributions on retired teachers' earnings (employed on a full-time basis) until remitted.

2320 401(k) Deductions Payable

A liability account which represents monies which have been deducted from employee's wages and await transmittal to the proper recipient.

2330 401(k) Matching Payable

A liability account used for recording and summarizing employers' matching 401(k) payments for their employees until remitted.

Deferred Revenues (2400)

2410 Deferred Revenues

Revenues collected before they are earned.

Other Liabilities

2510 Long-Term Obligations

The non-current portion of long-term obligations (more than one year from the balance sheet date), such as installment purchases.

Fund Equity (29XX)

The excess value of assets of a fund over its liabilities, encumbrances, and deferred revenues. **Only that portion of the fund balance that represents the excess of cash and temporary investments over liability, deferred revenues, and encumbrances of that fund, as those figures stand at the end of the preceding fiscal year, is available for appropriations.**

2910 Fund Equity – Available for Appropriation

The portion of fund equity that is available at the end of the preceding fiscal year that is available for appropriation for current fiscal year obligations.

2920 Fund Equity – Reserved by State Statute

The portion of fund equity that is available at the end of the preceding fiscal year to be reserved for areas as required by State statute.

2930 Fund Equity – Reserved for Inventories

The amount of fund equity that is available at the end of the preceding fiscal year to be reserved to represent the amount recorded in inventories in account 1410.

2940 Fund Equity – Reserved for Encumbrances

The amount of fund equity that is available at the end of the preceding fiscal year to be reserved for unliquidated obligations charged to appropriations for which a liability cannot yet be accrued.

2950 Fund Equity – Contributed Capital

The amount of fund equity that is available at the end of the preceding fiscal year to be reserved to represent contributed capital.

2960 Fund Equity – Results of Operations

The difference between revenues and expenditures for a given fiscal year.

2970 Reserve for Depreciation

The amount of depreciation charged as an operating expense on fixed assets still owned by the local school administrative unit.