Subject: Carryforward Balance FinUnit and Project: Account 300000

As we approach the start of the new fiscal year, we want to update you on the data movement that will support our fiscal year close-out activities. Oracle only reflects the net position at the FinUnit/Project level. Therefore, once the annual UCP financial statement audit is complete in October, we will reallocate the net position to account 300000 at the granularity of FinUnit and Project.

What does this mean to you? The FinUnit or Project dollar amount reflected in your equity account 300000 will continue to reflect last year’s IFIS carryforward until the allocation occurs in October.

If you are a faculty member, we have modified the reports being released to your Faculty and Researcher Panorama in such a way that there will be no impact to you. These reports are using last fiscal year’s ending net position, this year’s revenue and expenses, and lifetime capital equipment charges. Your general ledger resources available will accurately reflect the cash position of your Project. The Net Oper (NOR) and Budget vs Actual Report will also be updated to ensure you have accurate reporting of both your FinUnit and Project.

If you are a report author, please ensure that any of your reports currently using equity account 300000 as a beginning balance are updated to instead use ending net position from the previous fiscal year.

Reminder: PPM Reporting is not impacted at all.

We will circulate a recorded demonstration shortly. Please utilize the Budget & Finance Community of Practice for questions and additional training and support information to follow.

Commonly Asked Questions

Q: Why is the allocation process so late after year-end closed?
A: The allocation process can only be performed one time. The campus must wait until after annual UCP financial statement audit is complete in October to ensure all possible audit adjustments are posted before the allocation process is performed.

Q: If the system automatically nets FY21 revenues and expenses on July 1 and posts net amounts to the net position for entity/fund, will transactions for FY 21 posted to Jun-21 after July 1 but before the final close still be reflected in the FY22 carryforward balance?
A: Yes. The system will automatically only reflect additional revenue and expense transactions in period Jun-21 in the opening net position balance for July FY22. The allocation of this back to Financial Unit & Project will be visible after the October allocation.

Q: Can I see FY22 activity in the period between July 1 and October?
A: No. All postings to revenue, expense, assets, liabilities will continue for the new fiscal year and will be reflected on reports going to the FinUnit and Project level. Only the net position balance in Account 300000 will remain static with the FY5 carryforward added to the FinUnit and Project level until the allocation process is performed in October.

Q: What about PPM? Will the close process zero out my PPM expenditures?
A: No. The close process does not touch PPM. PPM is inception to date data; all transactions in period Jun-21 after July 1 but before the final close will still be reflected in the PPM carryforward balance.

Q: What about PPM? Will the close process zero out my PPM expenditures?
A: No. The close process does not touch PPM. PPM is inception to date data; all transactions in period Jun-21 after July 1 but before the final close will still be reflected in the PPM carryforward balance.

Q: What does this mean to you?
A: The central Oracle BI Team is rewriting the impacted reports to use ending balance from the previous fiscal year instead of account 300000 for all managerial P&L based reporting. As a sequel, you can always run your General Ledger reports for Jun-21 to see your ending net position for your FinUnit or Project.

For example:

<table>
<thead>
<tr>
<th>Account</th>
<th>Description</th>
<th>Balance</th>
<th>Net Position Balance</th>
<th>Total Position Balance</th>
</tr>
</thead>
<tbody>
<tr>
<td>100000</td>
<td>Revenue</td>
<td>100000</td>
<td>0.00</td>
<td>100000</td>
</tr>
<tr>
<td>200000</td>
<td>Expense</td>
<td>200000</td>
<td>0.00</td>
<td>200000</td>
</tr>
<tr>
<td>300000</td>
<td>Net Position</td>
<td>0.00</td>
<td>0.00</td>
<td>0.00</td>
</tr>
</tbody>
</table>

June 30, 2021