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 solely reflects the net position of the current fiscal year and the FinUnit/GD’s balancing segments. We recognize that there is a need to see this information at the Financial Unit and 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 in practice? The FinUnit or Project dollar amount reflected in your equity account 300000 will continue as 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 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. All general ledger resources available will automatically reflect the cash position of your Project. PPM reporting will not be impacted and will accurately reflect the opening position of your Project.

If you are a fund manager, the general ledger reports being released to the Faculty and Researcher Panorama as well as the GL Project Balances on the Project Panorama will not report equity account 300000 as your beginning resources. Instead, you will see last fiscal year’s ending net position, this year’s revenue and expenses, and lifetime capital equipment charges. Your general ledger resources available will automatically reflect the cash position of your Project. The Net Oper (NDR) and Budget vs Actual Report will 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 closing?
   A: The allocation process can only be performed one time. The campus must wait until after the actual UCP financial statement audit is complete in October to ensure that all possible audit adjustments are posted before the allocation process is performed.

Q: If the system automatically nets FY21 revenue 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 Jul-1 but before the final close still be reflected in the FY22 carryforward balance?
   A: Yes. The system will automatically 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: Will the close process wipe out FY21 revenues and expenses?
   A: No. Revenue and expense transactions for FY21 will remain in the General Ledger always. This standard accounting process simply resets these accounts in preparation for the new fiscal year.

Q: Will the close process wipe out the Account 300000 balance?
   A: No. Account 300000, Net Position, is a balance sheet account and all balance sheet account balances will be carried forward to the next fiscal year. The difference between revenue and expenses in any given year is the Change in Net Position. Only Revenue and Expense accounts are set to zero during the close process.

Q: Can I see FY22 activity in the period between July 1 and October?
   A: Yes, all postings to revenue, expenses, assets, liabilities will continue for the new fiscal year and will be reflected at report time down to the Fin Unit and Project level. Only the net position balance in Account 300000 will remain static with the FIN carryforward adjusting for the FY22 and project level until the allocation process is performed in October.

Q: What about PPM? Will the close process zero out PPM expenditures?
   A: No, the close process does not touch PPM. PPM is reportable to date; so there is no accounting close process.

Q: Are there any workarounds I can use to monitor my current year’s balance before the October allocation to FinUnit/Project is processed?
   A: The central Oracle BI Team is rewriting the impacted reports to use ending balances from the previous fiscal year instead of account 300000 for all managerial P&L balanced reporting. As a result, you can always run your General Ledger reports for Jun-21 to see your ending net position for your FinUnit or Project.

Budget & Finance Community of Practice (CoP) - UC San Diego: Join our community to discuss best practices and recent developments in financial management and reporting. Navigating our new data warehouse: campus-wide reporting, dashboards, and analytics. University of California San Diego, 9500 Gilman Drive, La Jolla, CA, 92093

If you have any questions or comments, please feel free to contact us at budget@ucsd.edu or visit our website at https://budget.ucsd.edu. Thank you for your continued support!