

FY23 Closing and FY24 Opening Procedures

(SUBJECT TO REVISION IF REQUIRED BY LEGISLATIVE ACTION)

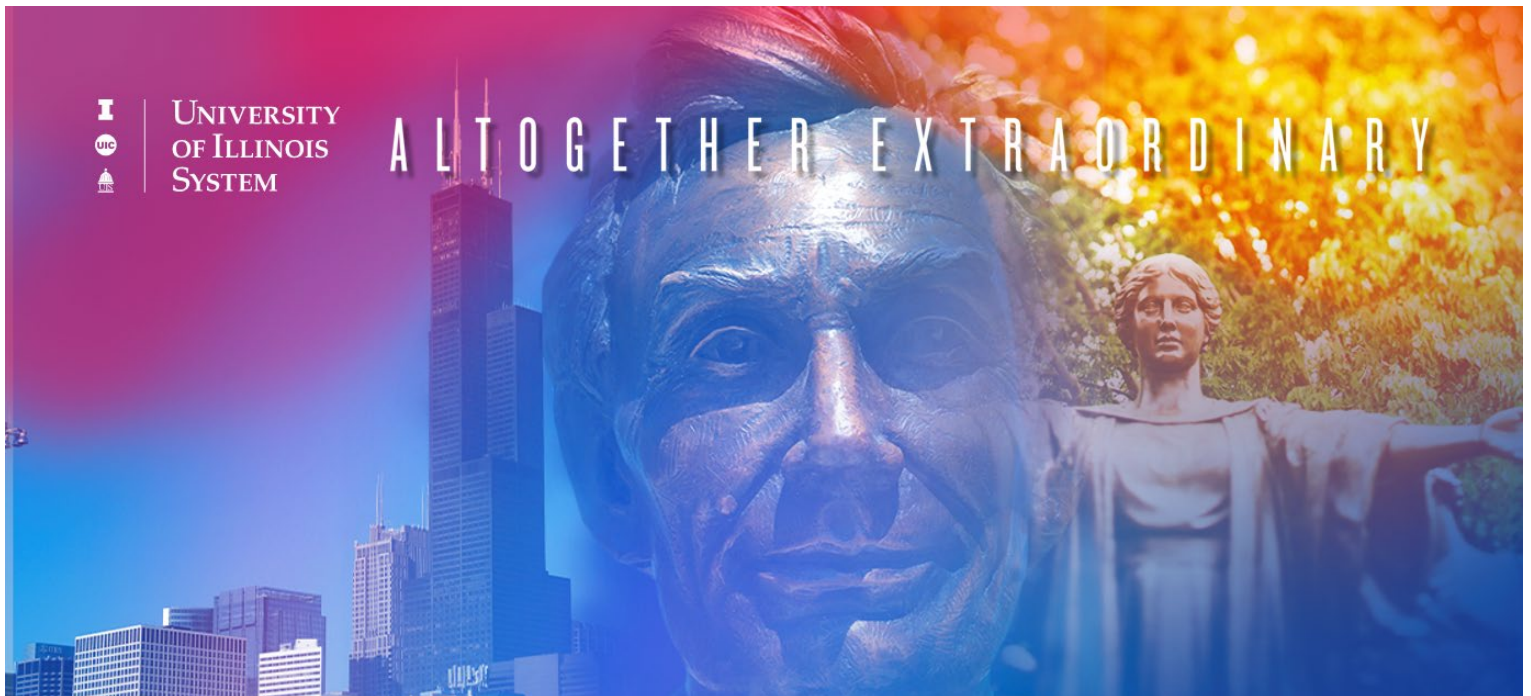


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A. Important Highlights

Overview of the FY23 Closing and FY24 Opening Procedures

- ◆ The University of Illinois System is decentralized, and departmental officers have been delegated the responsibility for their financial information. This financial information is critical to the integrity of the U of I System financial statements. It is necessary, therefore, for departmental officers to ensure that this information is properly recorded in the U of I System financial system for inclusion in those financial statements. It is important that the personnel responsible for the business and financial activity of the department carefully review all policies, procedures, and critical dates for the FY23 closing and FY24 opening process available within this document. Units are also encouraged to review their monthly accounting statements for accuracy and to process any adjustments by the deadline dates. See below for further highlights to keep in mind when reviewing this document.

Closing Periods and Year-End Statements

- ◆ The U of I System utilizes both Period 12 and Period 14 to facilitate the closing of FY23 in Banner. Period 12 (which everyone has access to) will close on July 15, 2023. Period 14 (which only certain System Office employees have access to) will close on July 29, 2023.
- ◆ Final statements will be available for both Period 12 and Period 14. In addition, preliminary statements (which include period 12 transactions posted through July 8, 2023) will also be provided to assist with year-end review prior to the closing of Period 12.

Posting Journal Voucher and Chrome River Entries to the Proper Fiscal Year

- ◆ There will be two different fiscal years (FY23 and FY24) open during the month of July, which means that you will be able to post transactions to two different fiscal years within the same month. Therefore, special care must be taken to ensure entries posted in July are recorded in the proper fiscal year.
- ◆ When completing journal vouchers, be sure to use an appropriate transaction date, as the journal voucher's transaction date determines which fiscal year the entry will be recorded in. The various Banner journal voucher forms (i.e., FGAJVCN, FGAJVCM, and FGAJVCQ) all automatically default to the current calendar date as the default transaction date. Therefore, journal vouchers entered in July with a July transaction date will post to Banner for FY24 business, unless the transaction date is manually changed to a June date. For a transaction to post to Banner for FY23 business, you **must manually change the transaction date to a June 2023 transaction date**.
- ◆ When completing Chrome River transactions be sure to select the appropriate fiscal year. For a transaction to post to Banner for FY23 business, you **must manually select Fiscal Year = 23**.

Rolling FY23 Balances to FY24

- ◆ On July 15, open encumbrances, requisitions, and purchase orders will roll forward to FY24 and general ledger balances will roll to establish FY24 beginning balances. Transactions posted to FY23 by certain System Office employees between July 16 and July 29 will be added to FY23 balances and automatically update FY24 beginning balances.
- ◆ Units will not be permitted to post any FY23 transactions after the close of June Period 12 (July 15th).
- ◆ General ledger and accounts payable feeders for FY23 must be submitted no later than July 14th.
- ◆ However, users are strongly encouraged to post feeders earlier to enable corrections to be made if needed.
- ◆ Remaining FY23 budget balances will roll to FY24 on July 29, 2023.

Use of State Fund Codes During July and August

- ◆ State fund codes relate to a specific appropriation year. State funds have the appropriation year assigned as a part of the Banner fund code, where the last two digits of the state fund code represent the applicable appropriation year. For example, all FY23 state appropriation fund codes end in 23 (such as 100023) and all FY24 fund codes end in 24 (such as 100024).

FY23 Closing Procedures / FY24 Opening Procedures

- ◆ Appropriation year 2023 transactions must therefore be assigned to appropriate FY23 fund codes ending in 23 and appropriation year 2024 transactions must be assigned to appropriate FY24 fund codes ending in 24.
- ◆ Effective June 30, 2023, FY23 state fund codes in iBuy will be inactivated.
- ◆ Effective July 1, 2023, index codes and fund defaults that include FY23 state fund codes will be converted automatically to include corresponding FY24 state fund codes ending in 24. Therefore, beginning July 1st, anyone using index codes or fund defaults to record FY23 state fund entries must manually enter or change the automatically populated fund code to the FY23 fund code ending in 23.
- ◆ Effective July 1, 2023, units with iBuy profiles that contain the FY23 state fund as a part of their default CFOAPAL must manually update their iBuy profile by changing the default fund code 100023 to 100024.
- ◆ Effective July 1, 2023, appointments (other than 9/12) paid on state funds will automatically be converted on job labor distribution records from the FY23 fund codes to the FY24 fund codes. State funded 9/12 appointments will be assigned the FY24 fund code using a June 16, 2023, effective date.
- ◆ Effective July 1, 2023, FY24 state-funded project codes related to Chrome River will automatically be created.

Use of Federal Work Study Fund Codes

- ◆ Effective July 1, 2023, the last two digits of the Federal Work Study funds will change from 23 to 24 to reflect the new fiscal year.
- ◆ The FY24 Federal Work Study funds are 498124 (Urbana), 498224 (Chicago), and 498424 (Springfield).
- ◆ Effective July 1, 2023, payroll appointments paid on Federal Work Study funds will be automatically converted on job labor distribution records from the FY23 to the FY24 fund code ending in 24.

Fact Sheets for Self-Supporting and Health Service Plan Funds

- ◆ To ensure the appropriate accruals, deferrals, and inventory for resale adjustments are made in Banner for our fiscal year-end closing process, Fact Sheets are required to be completed for all self-supporting funds and health service plan funds (i.e., Medical Service Plan, Dental Service Plan, Nursing Service Plan, and Occupational Health Service Plan).
- ◆ Please ensure that each Fact Sheet contains all the requested information. For further details, see UAFR's Year-End Fact Sheets resource webpage located at the link below:

<https://www.obfs.uillinois.edu/accounting-financial-reporting/year-end-procedures/fact-sheets>

Standard Finance Reports in FY24

- ◆ The most recent data for Standard Finance Reports in the distribution tool My-UI-Financials and, as well as the Standard Finance Reports generated via EDDIE, will only display FY23 reports until FY23 is closed. July (FY24) activity will not be displayed until FY23 is closed.
- ◆ Permissions set at the CFOP level with the Standard Finance Reports distribution tool My-UI Financials will have the state funded CFOP's, as well as work study CFOP's, roll to the new-year fund codes automatically on July 1st.

B. Contacts

University Accounting and Financial Reporting (UAFR)

University Accounting Services (UAS)	John Laroe, Assistant Controller	jmlaroe@uillinois.edu	217-333-9133
	Kimloan Coventry, Director	bui@uillinois.edu	217-244-3206
Property Accounting and Reporting – Equipment	Jeff Weaver, Senior Director	jweaver2@uillinois.edu	217-244-7978
	Clara Hwang, Assistant Director	shhwang@uillinois.edu	217-300-6328
Property Accounting and Reporting - Software	Jeff Weaver, Senior Director	jweaver2@uillinois.edu	217-244-7978
	Courtney Englehardt, Associate Director	hampton2@uillinois.edu	217-244-8739
Property Accounting and Reporting – Buildings and Construction	Aaron Rund, Senior Business & Financial Coordinator	arund@uillinois.edu	217-300-1738
	Jasmine Bilangino, Financial Accounting & Reporting Analyst	jwhite5@uillinois.edu	217-333-9135
Administrative Accounting and Financial Reporting	Phil McCarthy, Assistant Controller	pjmccart@uillinois.edu	217-244-0307
	Courtney Englehardt, Associate Director	hampton2@uillinois.edu	217-244-8739
<ul style="list-style-type: none"> For additional contacts, refer to UAFR's "Who to Ask" list (located at https://www.obfs.uillinois.edu/accounting-financial-reporting/who-to-ask/). This list contains the contact information of various UAFR subject matter experts based on the accounting topic of your choice. 			

Budget Operations and Analysis

University of Illinois Chicago	Mark McClellan, Director	mmccle1@uic.edu	312-413-5370
University of Illinois Springfield	Jackie Gillock, Associate Director	jbarn1@uis.edu	217-206-6077
University of Illinois Urbana-Champaign	Jamie Hackett, Assistant Provost & Director	jhackett@uillinois.edu	217-333-3214

University Bursar

General and Student Accounts Receivable	Daniel Pelayo, Associate Director	dpelay1@uillinois.edu	312-585-9173
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Sponsored Programs Administration (SPA)

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University of Illinois Urbana-Champaign	Karen Thomas, Director	kthomas2@uillinois.edu	217-265-4096
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University Payroll and Benefits (UPB)

UPB Management	Larry Hanyzewski, Senior Director	lhanyzew@uillinois.edu	312-996-1922
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University Purchasing Division

University of Illinois Chicago	Debra Matlock, Director	mdebra@uillinois.edu	312-996-7084
	Aaron Rosenthal, Senior Associate Director	aaronr1@uillinois.edu	312-996-8074
University of Illinois Springfield	Jill Menezes, Director	jmene1@uillinois.edu	217-206-6651
University of Illinois Urbana-Champaign	Brad Henson, Director	bhenson4@uillinois.edu	217-300-2459
	Justin Johnston, Senior Associate Director	jjustin@uillinois.edu	217-333-6261
University of Illinois System	Daniel Szajna, Director	dszajna@uillinois.edu	217-333-2650
	Jay Simpson, Associate Director	jsimp5@uillinois.edu	217-265-0434

University Payables (UPAY)

UPAY Management	Jim Martinie, Senior Director	martini1@uillinois.edu	217-333-0780
Support Service	Darren Strater, Senior Associate Director	dstrater@uillinois.edu	217-244-3139
Payment Operations	Susie Baker, Senior Associate Director	susbaker@uillinois.edu	217-333-6401

C. Calendar of Critical Dates & Deadlines

Note: Critical dates related to Purchasing are included in [Section E: Procedures for the Encumbrance of and Payment from FY23 Funds](#).

May 15, 2023

Purchasing-State Fund Orders

- All state fund orders must be approved and posted to Banner to ensure FY23 state funding. Allow time for requisitions to pass through iBuy departmental approval queues. Departments should follow up on all orders to ensure the department executes approvals in time to permit posting the orders in Banner. Coordinate requisitions in a timely manner to allow for processing no later than May 15, 2023.

May 17, 2023

Sponsored Programs Administration

- Clear overdrafts in sponsored project funds (400000 through 599999); unless the project will be continued with additional funds as documented on an approved Request for Anticipation Fund (Form GC70) or prior arrangements have been made with the Sponsored Programs Administration.

May 24, 2023

Year End Closing/Opening Procedures Webinar

- Register for this webinar by visiting the [Ability LMS System](#)

May 25, 2023

Budget

- Requests for FY23 chart 9 permanent budget transfers must be submitted to the System Office by 5 p.m. CST.

June 1, 2023

Inactive Funds/CFOAPAL

- Departments zero out all inactive funds/CFOAPAL and submit requests for their termination to uas@uillinois.edu. Balances in inactive funds should not be carried forward unnecessarily into the next fiscal year.

June 6, 2023

Year End Closing/Opening Procedures Webinar

- Register for this webinar by visiting the [Ability LMS System](#)

June 9, 2023

Gift Funds

- If needed, complete a [Return of Gift Funds to UI Foundation](#) form (which is located within the **Fund** drop-down menu of the UIF webpage at <https://online.uif.uillinois.edu/pages/forms>) to return any accumulated funding from a Banner gift fund (fund type 4M) to the University of Illinois Foundation (UIF) for reinvestment into a UIF endowment or quasi-endowment. The completed form must be submitted to UIF as instructed within the yellow box on the form by **5 p.m. on Friday, June 9**. UIF will then review the request for appropriateness. If approved, UIF will send the form to UAFR for processing. For further details, refer to [Section 11.8](#) within the

June 9, 2023 (continued)

Business and Financial Policies and Procedures.

University Payroll & Benefits

- Prior Underpayment Adjustments (PUA) submitted and reviewed in PARIS by 5 p.m. will be paid on Friday, June 16, 2023.

June 11, 2023

University Payroll & Benefits

- BW 13 payroll calculation process will begin this evening.
 - Job changes for the current pay event must be completed by 5 p.m.

June 13, 2023

University Payroll & Benefits

- BW 13 initial gross-to-net payroll calculation will run in the evening. Department approvers must complete time entry payroll approvals by noon. Superusers complete payroll time entry and approvals by 5 p.m.

June 14, 2023

University Payroll & Benefits

- BW 13 Current Pay Adjustments (CPA) must be submitted through PARIS by 10 a.m.

June 15, 2023

Accounts Receivable

- Submit accounts receivable (SAR & GAR) feeders for FY23 by 5 p.m. to allow departments to clear rejected transactions by June 30, 2023.

June 16, 2023

University Payroll & Benefits - State Funds

- Conversion of state fund code 100023 to 100024 for state funded 9/12 payroll jobs with a June 16, 2023, effective date.

CFOAPAL Termination

- Last day to submit CFOAPAL termination requests to uas@uillinois.edu for FY23. Requests received after June 16th will be processed in August after the fiscal year end close is completed.

Quasi-Endowment Funds

- Request reinvestment of accumulated U of I System endowment income fund cash balances to Quasi-Endowment funds to UAFR-Administrative Accounting.

University Payroll & Benefits

- Prior Underpayment Adjustments (PUA) submitted and reviewed in PARIS by 5 p.m. will be paid on Friday, June 23, 2023.

June 20, 2023

Campus Store Orders

- Submit orders to Campus Stores for equipment and supplies, including purchases made through GAR. These orders must be submitted by 5 p.m. in order to be charged to FY23 funds.

June 22, 2023

Year End Fact Sheet Webinar

- Register for this webinar by visiting the [Webinars](#) section of the [Training Center](#).

June 23, 2023

University Payroll & Benefits

- Prior Underpayment Adjustments (PUA) submitted and reviewed in PARIS by 5 p.m. will be paid on Friday, June 30, 2023.

June 25, 2023

University Payroll & Benefits

- BW 14 payroll calculation process will begin in the evening.
 - Job changes for the current pay event must be completed by 5 p.m.

June 27, 2023

University Payroll & Benefits

- BW 14 initial gross-to-net payroll calculation will run in the evening. Department approvers must complete time entry payroll approvals by noon. Superusers must complete payroll time entry and approvals by 5 p.m.

June 28, 2023

University Payroll & Benefits

- BW 14 Current Pay Adjustments (CPA) must be submitted through PARIS by 10 a.m.

June 30, 2023

Last Day of FY23

Refer to critical dates in July 2023 for processing, adjusting, and closing entries for the final June 2023 Banner financial record.

Accounts Receivable

- Submit Banner Accounts Receivable (SAR & GAR) manual charges and credits for FY23 by 5 p.m. Online Accounts Receivable charges and credits submitted after deadline will be posted in FY24.

Cashier Operations

- Submit cash receipts, departmental deposits, and payments for general accounts received on or before June 30th to University Bursar Cashier Operations by 2 p.m. to ensure processing in FY23.

Gift and Endowment Income Funds

- Departments must clear all deficits in their gift and endowment income funds to ensure these funds do not end the fiscal year in a deficit. Fund transfers or expense reclassifications are both allowable methods to use for clearing deficits in gift or endowment income funds. For guidance on how to perform fund transfers, see [UAFR's Processing Fund Transfers Between Gift Funds](#).
- To ensure gift revenue is properly recognized in FY23, all FY23 donations need donated by **June 30**. For example, any donations received by mail would need postmarked on or before June 30 and any donations received by credit card would need to have a processing date on or before June 30. All donations must be timely deposited through the University of Illinois Foundation (UIF) using the proper gift transmittal form, which can be found on UIF's [Forms](#)

June 30, 2023 (continued)

webpage. For official guidance, please reference the applicable UIF announcement regarding year-end processing dates and details.

Purchasing

- All requisitions (Banner and iBuy) remaining on FY23 state funds will be canceled.
- FY23 state fund 100023 will be inactivated in iBuy. All FY23 state fund orders should be approved and removed from iBuy department approval requests.

Card Transactions

- All card transactions with a swipe date of June 30, 2023, or earlier should be consumed (reconciled) in a Chrome River document with the 'Budget Fiscal Year' drop down selected as 'FY23.'
- Card transactions swiped after June 30, 2023, should be consumed in a Chrome River document with 'FY24' selected in the 'Budget Fiscal Year' drop down. Do not submit FY24 card transactions until after Period 12 closes on July 15th.

University Payroll & Benefits

- Prior Underpayment Adjustments (PUA) submitted and reviewed in PARIS by 5 p.m. will be paid on Friday, July 7, 2023.

University Property Accounting and Reporting

- Report fabricated equipment completed as of June 30th to UAFR - University Property Accounting and Reporting.
- Assign proper entity code to equipment as applicable. Equipment used directly in the operation of a specific self-supporting fund's activity needs to have that self-supporting fund's same exact entity code assigned (refer to Section [Definitions](#)).

July 1, 2023

First Day of FY24

Federal Work Study

- The last two digits of the Federal Work Study funds will change from 23 to 24 to reflect the new fiscal year.
- Federal Work Study funds reported on job labor distribution records will be converted automatically to the FY24 funds ending in 24.

Financial Reports

- Financial data in My-UI Financials and EDDIE will only display FY23 until FY23 is closed. July (FY24) activity will not be displayed until FY23 is closed.
- Permissions set at the CFOP level in My-UI-Financials will have the state funded and work study CFOP's rolled to the new-year fund codes automatically on July 1st.

Journal Vouchers

- Manually change Banner transactions to a June date for journal vouchers that should post in FY23. Banner will default transaction dates to July. Failure to manually modify the date will result in posting the transaction in FY24.

Chrome River

- Manually select Fiscal Year = 23 for FY23 transactions. Failure to manually modify the fiscal year will result in posting the transaction in FY24.

July 1, 2023 (continued)

- The FY24 State fund code (100024) will be made available in Chrome River during the fiscal year lapse period. The coding for transactions (including card expenses) involving state funds needs to be reviewed carefully during June and July. Expenses/purchases incurred in June must use fund code 100023 and purchases in July must use fund code 100024.

iBuy

- FY24 state fund code 100024 activated in iBuy. iBuy user personal profiles that include FY23 state fund code as part of their default CFOAPAL setting must be manually updated to change the default code from 100023 to 100024.

State Funds

- The state fund codes for the new fiscal year (FY24) are now open and available for use.
 - The state fund code numbers change from one fiscal year to the next. For example, the FY23 state fund codes end in 23 (such as 100023) and the FY24 state fund codes end in 24 (such as 100024).
- July 1 marks the beginning of the lapse period.
 - The lapse period occurs during the first two months of the new fiscal year (July and August). During the lapse period, certain types of transactions are allowed on the prior fiscal year's state fund. These transactions are **limited to goods or services that were contracted for or received prior to July 1**.
 - During the lapse period, there are two state fund codes open: **(1)** the prior year state fund (100023) and **(2)** the current year state fund (100024). So, it is important that the state fund used relates to the same fiscal year as the applicable expenditure.
- It is important to begin performing regular reviews of all operating ledger and general ledger transactions posting to FY23 state funds (e.g., 100023) to ensure that they are reconciled, approved, and posted to Banner.
 - This will help ensure that any necessary corrections to these FY23 state fund transactions are identified and processed before the close of August business (which is the close of the lapse period).
 - For example, if you identify transactions on your FY23 state fund that relate to FY24 business, then those transactions would need to be re-classified to the applicable FY24 state fund (e.g., 100024) before the close of the lapse period on August 31.
- All index codes that include an FY23 state fund code will be automatically updated to use the applicable FY24 state fund code instead.
 - Thus, when using an index code to process any FY23 transactions between July 1 – August 31, you will need to **manually change** the automatically populated fund code from 100024 to 100023.
- Payroll appointments funded by state funds (excluding 9/12 appointments) will be automatically converted on job labor distribution records to the applicable FY24 state fund code (e.g., 100024).

Labor Encumbrances

- Labor encumbrance process disabled until July 15th. As a result, users will not see FY24 labor encumbrances post in Banner until after July 15th.

July 5, 2023**Chrome River**

- All travel and other reimbursement expense reports for travel or purchases made prior to July 1, regardless of funding source, must be departmentally approved in Chrome River in order to post in FY23. This will help give University Payables adequate time to review and post these invoices to Banner for FY23 business via the Banner A/P system. However, given that there still may not be enough time to process all invoices by the end of period 12, it's important for each unit to perform a review after Period 12 closes on July 14 to determine if the related expense has posted to Banner. If the expense has not posted to Banner, there will be a need to report the payable through another process (such as on a Fact Sheet if the expense will be posting to a self-supporting or service plan fund). In order to give University Payables as much time as possible to process FY23 expense reports, please do not submit any FY24 expense reports until Period 12 is closed on July 15th.

University Payables Invoices

- Identify any FY23 invoices which were not allowed to be processed via Chrome River (including those related to purchase orders) and submit those invoices to University Payables by **5 p.m. on July 5**. This will help give University Payables adequate time to review and post these invoices to Banner for FY23 business via the Banner A/P system. However, given that there still may not be enough time to process all invoices by the end of period 12, it's important for each unit to perform a review after Period 12 closes on July 14 to determine if the related expense has posted to Banner. If the expense has not posted to Banner, there will be a need to report the payable through another process (such as on a Fact Sheet if the expense will be posting to a self-supporting or service plan fund).

University Property Accounting and Reporting

- Submit retainage fees and payables on construction contracts to UAFR – University Property Accounting and Reporting for posting in FY23.
- Report construction completed as of June 30th to UAFR-University Property Accounting and Reporting.

University Payroll & Benefits

- MN 7 payroll calculation process will begin this evening.
 - Job changes for the current pay event must be completed by 5 p.m.

Non-Monetary Exchange Transactions

- Per [Section 13.5](#) of the Business and Financial Policies and Procedures, non-monetary exchange transactions should be reported in the same period (i.e., the same month) in which they occur. However, if you have any unreported non-monetary exchange transactions for FY23 business, you will need to complete a *Report of Non-Monetary Exchanges* form and submit to UAFR by 5 p.m.

July 6, 2023**University Payroll & Benefits**

- MN 7 initial gross-to-net payroll calculation will begin this evening.

Budget

- Requests for state and institutional intercampus budget transfers and chart 9 temporary budget transfers must be submitted to the System Office by 12 p.m. CST to appear on Period 12 preliminary statements.

July 7, 2023**University Payroll & Benefits**

- MN 7 Current Pay Adjustments (CPA) must be submitted through PARIS by 10 a.m. on July

July 7, 2023 (continued)

7, 2023.

- Prior Underpayment Adjustments (PUA) submitted and reviewed in PARIS by 5 p.m. will be paid on Friday, July 14, 2023.

Labor Redistributions

- Labor redistributions of FY23 payroll charges must use a June transaction date and be approved (the labor redistribution must be at disposition 60) in Banner by 5 p.m. to appear on the June preliminary statements.

July 8, 2023

Preliminary Financial Statements

- Cut off to post transactions that will appear on June preliminary statements.

Labor Encumbrances

- Current year labor encumbrances will be liquidated. Users should be aware of this event when monitoring their departmental budget balances available (BBAs) during the FY23 closing process.
- **Note:** The multi-year labor encumbrances representing salary and fringe charges to be incurred in future fiscal years on grant and federal agriculture funds will **not** be liquidated.

July 9, 2023

University Payroll & Benefits

- BW 15 payroll calculation process will run this evening.
 - Job changes for the current pay event must be completed by 5 p.m.

July 10, 2023

Preliminary Financial Statements

- Banner statements for June transactions posted through July 8, 2023, will be available in Mobius View. These statements will include payroll charges for Biweekly Pay Event 14 (BW14). Users should be aware of this situation when analyzing their preliminary statements.

July 11, 2023

University Payroll & Benefits

- BW 15 initial gross-to-net payroll calculation will run this evening. Departmental approvers must complete payroll time entry approvals by noon. Superusers must complete payroll time entry and approvals by 5 p.m.

July 12, 2023

University Payroll & Benefits

- BW 15 Current Pay Adjustments (CPA) must be submitted through PARIS by 10 a.m.

July 13, 2023

Labor Redistributions

- Last day to process FY23 labor redistributions. Labor redistributions of FY23 payroll charges, excluding 2023 MN7 and 2023 BW15, must use a June transaction date and be approved (the labor redistribution should be at disposition 60) in Banner by 5 p.m. to appear on the June Period 12 statements.

July 13, 2023 (continued)

- Labor redistributions involving 2023 MN7 and 2023 BW15 must be entered and approved (the labor redistribution should be at disposition 60) in Banner by 5 p.m. to appear on the June Period 12 statements; **however, special instructions apply to enter the transaction date correctly** (refer to [Section F. Payroll](#)).

Budget

- Requests for budget transfers to appear on Period 12 statements must be submitted to all university budget offices by 12 p.m. CST.
- Requests for state and institutional intercampus budget transfers and chart 9 temporary budget transfers must be submitted to the System Office by 12 p.m. CST to appear on Period 12 statements.

July 14, 2023

Last Business Day of Period 12

Journal Vouchers and Feeders

- Last day to process general ledger and accounts payable feeder system transactions into FY23. Users are strongly encouraged to process earlier if possible.
- Last day to process adjustments to encumbrances in FY23. After encumbrances roll into FY24, Banner does not allow users to adjust these rolled encumbrances in FY23.
- All FY23 journal vouchers must be entered and approved into Banner by 5 p.m. After 5 p.m., users will not be able to complete the journal vouchers due to Banner year end security.
- All FY23 transactions routed to approval queues, including general ledger and accounts payable transactions, must be approved by 5 p.m. to appear on FY23 statements.
- All FY23 journal vouchers using capital asset (equipment/construction) account codes must be submitted to Banner by 5 p.m. Any subsequent transactions using these codes must be reviewed with UAFR – University Property Accounting and Reporting.

Petty Cash

- Post FY23 general encumbrances for petty cash and travel expenditures incurred but not reimbursed by 5 p.m. When possible, vouchers to reimburse these expenditures should be processed instead of recording encumbrances.

FABweb

- Equipment acquired with FY23 funds must have associated acquisition attributes entered into FABweb and submitted to UAFR – University Property Accounting and Reporting by 5 p.m.

Sponsored Projects

- Process FY23 expenditures for State of Illinois sponsored projects (funds 560000 through 599999) that require June 30 billings and reports by 5 p.m.

Chrome River

- In Chrome River: all remaining transactions with an expense date (or card swipe date) of June 30, 2023, or earlier, should be in a Chrome River document with the 'Budget Fiscal Year' drop down selected as 'FY23'
- In Chrome River: all transactions which are reconciled and approved by the U of I System by July 14, 2023, will be charged to FY23.
- Expenses incurred and processed *after* July 14, 2023, should be charged to FY24.

July 15, 2023

June Period 12 FY23 Closed in Banner

- General ledger balances, encumbrances, and reservations will roll to FY24.

Labor Encumbrances

- FY24 labor encumbrance process activated.

July 16, 2023

Chrome River

- Begin submitting Chrome River expense reports (including card transactions) related to FY24 expenses.

July 17, 2023

Financial Statements

- June Period 12 statements are available in My-UI-Financials, EDDIE, and Mobius View. This will include payroll accruals (FY23 portion of payroll paid in July) for Biweekly 15 (BW15) and Monthly 07 (MN7).

July 19, 2023

Fact Sheets

- All Fact Sheets for self-supporting funds and health service plan funds (i.e., Medical Service Plan, Dental Service Plan, Nursing Service Plan, and Occupational Health Service Plan) need to be completed and submitted to UAFR by **5 p.m.** The Fact Sheet submission tool and other related resources are located at <https://www.obfs.uillinois.edu/accounting-financial-reporting/year-end-procedures/fact-sheets>.

July 20, 2023

University Property Accounting and Reporting

- Report completed software development projects to UAFR - University Property Accounting and Reporting.
- Report equipment received as of June 30th but not paid to UAFR – University Property Accounting and Reporting.

July 26, 2023

Budget

- Submit requests for budget transfers and exchanges involving state or institutional funds to the respective university budget office by 12 p.m. CST.
- Requests for state and institutional intercampus budget transfers and chart 9 temporary budget transfers must be submitted to the System Office by 12 p.m. CST to appear on Period 14 statements.

July 29, 2023

June Period 14 FY23 is closed in Banner

- June Period 14 will be closed after Banner processing has completed. Where applicable, operating ledger budget balances will roll to FY24.

July 31, 2023

Financial Statements

- June Period 14 statements available in My-UI-Financials, EDDIE, and Mobius View. The FY24 beginning balances are static after the Period 14 closing.

My-UI-Financials Financial Data

- Month to date July (FY24) financial data will be available in the Standard Financials Reports distribution tool My-UI-Financials.

August 7, 2023

July Period 01 FY24 Closed in Banner

- July Period 01 FY24 will be closed after Banner nightly processes are completed.

August 9, 2023

Financials Statements

- July Period 01 FY24 statements available in My-UI-Financials, EDDIE, and Mobius View.

August 18, 2023

State Funds

- Continue performing daily reviews of all operating ledger and general ledger transactions posting to FY23 state funds (e.g., 100023) through the end of August.
 - This helps ensure all transactions posting to the FY23 state fund transactions are properly reconciled, approved, and posted to Banner.
 - This also helps ensure that any erroneous transactions posting to the FY23 state funds are properly identified and corrected before August 31 (which is the close of the lapse period).
 - For example, if you identify transactions on your FY23 state fund that relate to FY24 business, then those transactions would need to be re-classified off the FY23 state fund and posted to the FY24 state fund before the close of August business.

August 29, 2023

University Payables-State Funded Orders

- Cut-off to complete Banner receiving reports required for state-funded FY23 purchase orders is 5 p.m. in order to post during the state lapse period where the goods are received before June 30.

August 31, 2023

University Payables Invoices

- Submit remaining invoices and miscellaneous transactions to be funded by FY23 state funds, for goods or services contracted for in FY23, but received or rendered after June 30, 2023, to University Payables. On September 1st any remaining unprocessed transactions charging to state fund 100023, will be returned for correction.

State Funds

- August 31st is the **final day of the lapse period** for the FY23 state funds. It is also the final day of business to make corrections, adjustments, expense re-classifications, etc. to your FY23 state funds.

August 31, 2023 (continued)

- After August (period 02) is officially closed, **no** additional transactions will be allowed to post to FY23 state funds. There are **no** exceptions to this rule.
- All FY23 state funds (e.g., 100023) will be terminated in Banner.

September 1, 2023

State Funds

- All purchase orders (including standing orders) on FY23 state funds (e.g., 100023) will be closed.

September 6, 2023

August Period 02 FY24 Closed in Banner

- No transactions will be allowed on FY23 state funds (e.g., 100023) once August Period 02 is closed.

September 8, 2023

Financial Statements

- August Period 02 FY24 statements will be available in My-UI-Financials, EDDIE, and Mobius View.

D. Disposition of Fund and Budget Balances as of June 30

1. State Funds (State Appropriations and Income Fund)

- The budget office at each university reviews state budget balances at fiscal year-end and provides guidance to college/administrative unit regarding the year-end state budget close process.
- The budget office also determines whether a state fund overdraft or surplus exists at each college/administrative-unit level. This calculation is based on the net budget balance available (BBA). The BBA factors in both: **(1)** actual year-to-date expenditures and **(2)** unpaid encumbrances.
- Final FY23 state BBAs and non-personnel encumbrances will be rolled forward to FY24 using the prior fiscal year's state fund code (e.g., 100023). This move will facilitate the payment of valid obligations during the lapse period which relate to FY23 business.
- Vouchers paid from state funds during the lapse period that liquidate encumbrances which are outstanding as of June 30, 2023, will be posted to the FY23 state fund during the lapse period in FY24. Balances that remain unexpended as of August 31 on these lapse period funds will not be available after the close of the lapse period and will be closed.
- It is very important that you review the accuracy of your non-personnel encumbrances shown on the May statements and those recorded during June. Any necessary additions and/or corrections to these encumbrances should be made **no later than July 14, 2023** (during FY23 Period 12).
- Any salary encumbrances remaining on state funds after the accrued payrolls are calculated in July will be eliminated automatically before the final state budget rollup balances are reviewed by the applicable budget office.
- Once August (Period 02) is closed in Banner in early September of FY23, **no further transactions will be allowed on FY23 state fund codes (e.g., 100023)**. Users should carefully monitor their lapse period transactions and spending and make any necessary corrections to ensure available FY23 state fund appropriations are fully expended before the month of August is closed.

2. Institutional Funds – Governed by University Guidelines-Balances Forward

State of Illinois Legislative Audit Commission (LAC) *University Guidelines* define the allowable balances that can be carried forward from one year to the next for institutional funds. For purposes of this carry forward calculation, institutional funds include: **(1)** Indirect Cost Recovery (ICR) funds (fund type 2C) and **(2)** Educational and Administrative Allowances funds (fund type 2A). Unencumbered balances, combined on an overall institutional basis, cannot exceed 30% of the current year's budget (FY23) for these funds. Accurate encumbrances are equally important for determining excess institutional funds as they are for determining state funds available to be expended prior to the end of the lapse period. Only June 30 encumbrances that are actually paid during the lapse period (July 1, 2023 to August 31, 2023) will be considered valid in preparing the excess funds calculation.

Encumbrances will be rolled forward into FY24 on July 15, 2023. Budget balances available will be rolled forward as of July 29, 2023, into the appropriate FY24 institutional fund.

FY23 institutional fund budgets per se will not be carried forward. However, FY24 budgets will be composed of two components:

- Departmental allocations and earnings estimate recorded in Budget Development for FY24, and
- An unencumbered/adjusted balance forward, which is the amount of the carryover.

3. Self-Supporting Funds

The State Finance Act and the Legislative Audit Commission (LAC) *University Guidelines* require a review of all service, storeroom, auxiliary enterprise, and departmental activity self-supporting funds to determine the reasonableness of cash balances. Any cash balances greater than allowed by this statutory calculation are referred to as “excess funds” and must be lapsed to the U of I System Income Fund. Ensuring accurate balances in the general ledger account codes of self-supporting funds is critical to ensuring the accuracy of this calculation.

An electronic Fact Sheet must be completed for each self-supporting fund. Before completing the Fact Sheet, the June Period 12 financial statements should be reviewed carefully to determine whether year-end closing/adjusting entries are needed to reflect accurate accruals, deferrals, and inventory for resale adjustments. The Fact Sheet should also be reviewed carefully by a supervisor before finalizing and submitting to University Accounting and Financial Reporting (UAFR).

The Fact Sheet submission tool and other related resources are located at the link below:

<https://www.obfs.uillinois.edu/accounting-financial-reporting/year-end-procedures/fact-sheets>

4. Health Service Plan Funds

Health service plan funds are required to complete and submit a Fact Sheet for each fund, similar to what's required of self-supporting funds. Each Fact Sheet should be completed by the responsible college Dean's Office. See below for further guidance:

- An electronic Fact Sheet must be completed for each Medical Service Plan, Dental Service Plan, Nursing Service Plan, and Occupational Health Service Plan fund. Before completing the Fact Sheet, the June Period 12 financial statements should be reviewed carefully to determine whether year-end closing/adjusting entries are needed to reflect accurate accruals, deferrals, and inventory for resale adjustments. The Fact Sheet should also be reviewed carefully by a supervisor before finalizing and submitting to University Accounting and Financial Reporting (UAFR).
- The Fact Sheet submission tool and other related resources are located at the link below:
 - <https://www.obfs.uillinois.edu/accounting-financial-reporting/year-end-procedures/fact-sheets>

5. Fact Sheet Requirements – Self-Supporting and Health Service Plan Funds

Fact Sheets are a year-end tool used to report information related to accrual, deferral, and inventory for resale adjustments as of June 30 for self-supporting funds and health service plan funds to ensure accurate financial reporting at year end. University Accounting & Financial Reporting (UAFR) will review each Fact Sheet and post the appropriate year-end adjustments to Banner.

To ensure the appropriate accruals, deferrals, and inventory for resale adjustments are made in Banner for our fiscal year-end closing process, Fact Sheets are required to be completed for **all** self-supporting funds and health service plan funds (i.e., Medical Service Plan, Dental Service Plan, Nursing Service Plan, and Occupational Health Service Plan). Any accrual, deferral, or inventory for resale adjustments (regardless of dollar amount) which are not recorded in the unit's normal accounting processes **must** be reported on the Fact Sheet so UAFR can make the necessary adjusting entries. This will ensure that Banner accurately reflects the fund's financial condition as of June 30.

All Fact Sheets must be submitted by **5 p.m. on July 19, 2023**, using the Fact Sheet Submission Tool located at the link below:

<https://www.obfs.uillinois.edu/accounting-financial-reporting/year-end-procedures/fact-sheets>

Note: Fact Sheets are not required for funds which were terminated as of June 30.

6. Gift and Endowment Income Funds

Departments must eliminate all overdrafts on all types of gift and endowment income funds by June 30, 2023. Gift and endowment income funds are administered centrally by UAFR – University Accounting Services. For assistance, please refer to the Gift Funds section of the [UAFR Who to Ask](#) list.

7. Grant and Contract Funds

Clear overdrafts in sponsored project funds (400000—599999) by May 17, 2023, unless the project will be continued with additional funds as documented on an approved Request for Anticipation Fund (Form GC70), or prior arrangements have been made with your university Sponsored Programs Post-Award Office. If efforts are not made to clear unauthorized overdrafts, your university Sponsored Programs Post-Award Office may transfer overdrafts to departmental funds.

8. Other Funds

General ledger balances remaining after the closing of Period 14 on July 29, 2023, will be carried forward. Balances in inactive funds should not be carried forward unnecessarily into fiscal year 2024. By June 1, 2023, departments should eliminate balances in all inactive funds and request the fund be terminated by emailing uas@uillinois.edu.

E. Procedures for the Encumbrance of and Payment from FY23 Funds

1. Internal Transactions

State regulations prohibit any state agency from creating an encumbrance with itself. Therefore, departments may not create encumbrances for stores and service transactions. All stores and service vouchers chargeable to FY23 state funds must be entered into Banner by the close of business on July 14, 2023. This is also the last date for processing FY23 feeder system transactions into Banner. However, users are strongly encouraged to post all transactions earlier, if possible, to allow time for corrections. Common stores and service vouchers are those related to Physical Plant, Campus Stores, other storerooms, duplicating, telecommunications, information technology services, and various auxiliary activities.

2. Encumbrance of FY23 Funds

2a. Purchase Orders

Completed and approved requisitions for purchases of goods and services that are to be charged to your FY23 budget must be received by the Purchasing Division by the dates listed on the website below to ensure the encumbrance of FY23 funds. If the deadline dates indicated are not met, Purchasing cannot guarantee that your transaction will be completed prior to July 1. Requisitions received by the Purchasing Division for which encumbrances cannot be entered by June 30, 2023, will be charged to FY24 funds.

For the latest information on renewals visit the Purchasing Website.

<https://www.obfs.uillinois.edu/purchases/renewals>

For requests for Sole Source purchases and orders requiring Board of Trustees approval, documentation needs to be submitted to the Purchasing Division with sufficient time to meet special processing requirements and obtain the necessary approvals.

For the latest information on sole source purchasing visit the Purchasing Website.

<https://www.obfs.uillinois.edu/purchases/procedures-rules/sole-source-purchases/>

Purchase orders issued after July 1 will be encumbered against and charged to your FY24 budget.

Renewable and multi-year purchase orders present unique complications at year-end. Invoices dated prior to July 1, 2023, will be financed from FY23 funds. Invoices dated July 1, 2023, and thereafter are chargeable to FY23 funds only if the call (order) for the goods or services was placed prior to July 1, 2023. If the call (order) for the goods or services occurred after June 30, 2023, then payment of the invoice must be financed with FY24 funds on a new purchase order effective in FY24.

Adjustments to purchase order (PO) encumbrances must be made using a change order to the original purchase order. Journal vouchers cannot be used to adjust PO encumbrances because the changes will not be reflected properly on the purchase order. A Change Order Request must be initiated with an iBuy requisition. Requests for increases in purchase order encumbrances, particularly on standing orders, should allow for a sufficient remaining encumbrance amount to cover payment for goods or services requested through the end of FY23. Since any remaining standing order encumbrances are closed at the end of the fiscal year lapse period, the Purchasing Division will not initiate change orders to reduce encumbrances on standing orders.

2b. Expense Reports (Travel Reimbursements and Miscellaneous Payments) and Purchase Order Payments

Every effort should be made by the unit to ensure expense reports are completed and approved in the system (if travel occurs prior to July 1, 2023) no later than July 1, 2023, in order for the expenses to be

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recorded in FY23. For those payment types that are not initiated in the system and the goods/services were received prior to July 1, 2023, the invoice must be submitted to University Payables no later than 5 p.m. on June 30, 2023, in order for the expenses to be recorded in FY23.

2c. Encumbrances and Reservations

Any encumbrances outstanding in Banner as of FY23 Period 12 (ending July 15, 2023) will be rolled forward to FY24. Reservations on state funds will not be rolled forward to FY24.

3. Payment of FY23 Encumbrances after June 30

State law limits the payment of prior year state-funded obligations to the lapse period (July 1 – August 31, 2023). To meet the lapse period deadline for state-funded obligations, University Payables must receive approved State-funded invoices and expense reports by July 31, 2023. University Payables will exercise due diligence in expediting shipments and vendor invoices. If payment of outstanding FY23 state encumbrances during the lapse period is not possible, payment will be made from a department's FY24 local or institutional fund. Payment, in such cases, cannot be charged to either FY23 or FY24 state funds but will instead have to be charged to a different funding source such as institutional funds.

Payments from non-state funds that liquidate outstanding encumbrances as of June 30, 2023, are not bound by the lapse period timeframe. However, under the Legislative Audit Commission *University Guidelines*, unexpended institutional funds (not including patents and royalties) and self-supporting funds may be subject to lapse to the income fund.

Note: Units should review the *Receipts Required Report* (located at <http://www.obfs.uillinois.edu/purchases/reports/>) to ensure that receiving reports are completed for any FY23 purchases requiring a receiving report prior to payment. Units must complete the receiving report by July 14, 2023, to have the expenditure recorded in FY23. Receiving reports for FY23 state-funded orders where the goods are received after June 30, 2023, must be completed by August 11, 2023 in order to be recorded in the lapse period.

F. Payroll

Labor redistributions of FY23 payroll charges must be approved (the labor redistribution should be at disposition 60) in Banner by 5:00 p.m. on July 7, 2023, to appear on the June **preliminary statements**, and by 5 p.m. on July 13, 2023, to appear on the June Period 12 statements.

Redistributions, excluding 2023 MN7 and BW15, must use a June transaction date to post in FY23.

Labor redistributions involving 2023 MN7 and 2023 BW15 must follow special instructions to enter the transaction date correctly and post in the appropriate fiscal years.

For guidance on how to complete a year-end labor redistribution, refer to UAFR's [Year-End Labor Redistribution Job Aid](#). This job aid describes how to enter the transaction date for labor redistributions of accrued payrolls. For additional information, visit UAFR's [Fiscal Year-End Deadlines for Labor Redistributions](#) webpage.

Labor redistributions cannot be processed in June Period 14.

The June Period 12 financial statements will include an accrual for payroll charges through June 30, 2023 and paid in July 2023. The FY23 accrued payrolls are 2023 BW14, 2023 BW15 and 2023 MN7. 100% of the BW14 pay event will be charged to FY23. 50% of the BW15 pay event will be charged to FY23 and 50% will be charged to FY24. 52.38% of the MN7 pay event will be charged to FY23 and 47.62% will be charged to FY24. The **state-funded (state appropriations and income fund)** portion for the 9 over 12 appointments on the MN7 pay event will not be split between fiscal years. The full amount will be charged to FY24.

All current year labor encumbrances will be liquidated and closed via an automated process on July 8, 2023. Users should be aware of this situation when examining their departmental budget balances available (BBAs) during the FY23 closing process. Multi-year labor encumbrances representing salary charges to be incurred in future fiscal years on grant and federal agriculture funds will **not** be liquidated.

Effective July 1, 2023, state appropriated appointments on job labor distribution records (excluding 9/12 employees) will be converted automatically to the new-year state fund code (100024). Departments should review all job labor distribution records appointments on non-state appropriated funds and make appropriate fund code changes for the new fiscal year before July 1, 2023.

The following guidelines explain changes to job records funded on state funds (state appropriations and income fund):

- ◆ Jobs with 9/12 employee classes (AA, AB, BC, and BD) assigned to state fund codes:
If the effective date of the appointment is before 6/15/2023; use FY23 state fund code (100023). If the effective date of the appointment is 6/16/2023 or later, use FY24 state fund code (100024).
- ◆ Jobs with non 9/12 employee classes assigned to state fund code:
If the effective date of the appointment is before 7/1/2023, use FY23 state fund code (100023). If the effective date of the appointment is 7/1/2023 or later, use FY24 state fund code (100024)
- ◆ **If a terminated job is reactivated, be sure that the state fund code used on the labor distribution record follow the guidelines above.**
- ◆ State funded appointments set up before July 1 utilizing an effective dated Job Labor Distribution Record **after** July 1 must be **manually** updated to the new fiscal year state fund.

Effective July 1, 2023, all Federal Work Study funds on job labor distribution records will be converted automatically to the FY24 fund code ending in 24.

G. Accounts Receivable

The following dates and times are critical for university units that bill student (SAR) and non-student (GAR) customers (through Banner AR):

- ♦ June 15, 2023 – Deadline for submitting Banner AR feeders; this will enable University Bursar to process the transactions and record the receivable and revenue in FY23 and allow departments to clear rejected transactions or batches by June 30, 2023.
- ♦ 5 p.m., June 30, 2023 – Deadline to submit manual charges/credits in Banner AR for FY23.
- ♦ After 5 p.m., June 30, 2023 – All charges assessed in Banner AR will post in FY24.

H. Cash Receipts/Departmental Deposits

University Bursar must receive all monies received from departments on or before **June 30, 2023, by 2 p.m.** Cashier Operations cannot ensure that cash receipts or deposits received after the 2 p.m. deadline will be processed in FY23.

I. Grant and Contract Funds

For State of Illinois sponsored projects (funds 560000 through 599999), all fiscal year expenditures should be processed by July 14, 2023, or by any earlier document submission deadline dates as designated in [Section C. Calendar of Critical Dates](#) to ensure inclusion of these expenditures on FY23 billings and reports.

FY24 Federal Work Study funds have been established in Banner for use beginning July 1, 2023. Effective July 1, 2023, all Federal Work Study appointments on job labor distribution records will be converted automatically to the FY24 fund code. Index codes for the Federal Work Study program will be updated automatically as of July 1 to reflect the FY24 fund codes. Departmental allocations using state funds (state appropriations and income fund) will be updated with the new FY24 state fund code (100024). If other changes are needed, please contact your university Sponsored Programs Post-Award Office. The new FY24 Federal Work Study funds are as follows:

Urbana	498124
Chicago	498224
Springfield	498424

Facilities and Administrative Costs (Indirect Costs) and Tuition Remission will not be assessed in FY24 until FY23 is closed.

J. Property Accounting & Reporting

The U of I System relies on proper entity code assignment for tracked equipment (i.e., equipment with an assigned PTag number) to utilize in Facilities and Administration Rate (F&A) calculations, excess fund computations, and financial statement presentation. An entity code is a four-digit numeric code (e.g., 3100, 3110, etc.) which properly classifies a self-supporting fund within a certain type of activity, or "entity." The entity code assigned to your specific self-supporting fund can be found in the "Predecessor Fund" field of Banner page FZMFUND. Equipment used directly in the operation of a specific self-supporting fund's activity needs to have that self-supporting fund's same entity code assigned. Confirm the proper entity code has been assigned to equipment as applicable by July 1, 2023.

Fabricated equipment and construction will only be capitalized and depreciated in the Banner fixed asset module when the equipment or construction is completed and placed in service. Notification of fabricated equipment completed as of June 30 must be reported to UAFR-University Property Accounting and Reporting (UPAR) by June 30, 2023. Notification of construction completed as of June 30 must be reported to UAFR-UPAR by July 5, 2023. Equipment-related communications must be submitted via FABweb. Accrued liabilities for construction retainage and estimates of the cost of construction work completed but not billed must also be submitted to UAFR-UPAR by **July 5, 2023**.

Equipment acquired with FY23 funds must have associated acquisition attributes entered into FABweb and submitted to UAFR-UPAR no later than July 14, 2023. Completed software development projects must also be reported to UAFR-UPAR by July 20, 2023. Equipment received as of June 30, but not paid must be reported to UAFR-UPAR by July 20, 2023.

When journal vouchers transfer funding sources that use "tracked" fixed asset expenditure account codes (see chart below), a separate JV line-item entry must be entered for **each** item of equipment requiring adjustment and the PTag/property control number of the associated asset must be recorded in the JV description, document reference, or FOATEXT field of the journal voucher. All journal vouchers using capital asset (equipment/construction) account codes must be submitted to Banner by 5 p.m. on July 14, 2023.

The use of correct account codes on transactions is critical, especially during July. Banner equipment account codes are as follows:

Dollar Value	Account Range
Not Tracked in Fixed Asset Module:	
Equipment <\$100	122000-12499U
Equipment \$100-\$2499	126nnn
Administrative Software <\$250,000	1538nn
Research Software (any value)	1538nn
Materials for Equipment Fabrication	128nnn
Tracked in Fixed Asset Module:	
Equipment \$2500-\$4999	127nnn
Equipment >\$4999	163nnn
Artwork <\$5000	162100
Antiques/Historic Treasures <\$5000	162200
Firearms/weapons <\$5000	162300
Artwork >\$4999	164100
Antiques/Historic Treasures >\$4999	164200
Firearms/weapons >\$4999	163140
Group Asset/Collections Additions >\$0	165000-167000
Administrative Software >\$249,999	168600

K. Banner Fund Type Table

For a complete listing of Banner fund types and Banner range of fund codes assigned to that particular source of funds, refer to [Banner Fund Type Descriptions](#).

L. Definitions

Allowance for Uncollectible Accounts – An allowance for uncollectible accounts is an estimate of the uncollectibility of past due receivables. The balance is an offset to the accounts receivable balance and is used to estimate receivables that are deemed uncollectible.

Bad Debt Expense – A bad debt expense is an entry booked against the appropriate expense account code within the operating ledger to record adjustments to the allowance for uncollectible accounts.

Budget Balance Available (BBA) – The budget balance available (BBA) is the revised budget within the operating ledger less expenditures and less encumbrances/reservations.

Cash Receipts – Cash, checks, and other cash equivalents which are typically received from a customer. All cash receipts should be deposited on a timely basis as required by the Bursar's Office.

CFOAPAL – The accounting string attached to each Banner transaction. Refer to the [CFOAPAL Quick Guide](#) for a detail explanation of each segment.

Encumbrances – Funds reserved (i.e., "encumbered") to acquire goods or services under the terms of a university purchase order, contract, or miscellaneous obligation for services with non-employees (e.g., honoraria). Encumbrances are also used for travel or petty cash expenditures incurred. All outstanding encumbrances excluding current year labor encumbrances and memo encumbrances will be rolled into FY24 on July 15, 2023. These are also known as "commitments" in Banner terminology.

Entity Codes – A four-digit numeric code (e.g., 3100, 3110, etc.) which properly classifies a self-supporting fund within a certain type of activity, or "entity." The entity code assigned to your specific self-supporting fund can be found in the "Predecessor Fund" field of FZMFUND in Banner. Equipment used directly in the operation of a specific self-supporting fund's activity needs to have that self-supporting fund's same exact entity code assigned to it. The U of I System relies on proper entity code assignment for tracked equipment (i.e., equipment with an assigned PTag number) to utilize in F&A rate calculations, excess fund computations, and financial statement presentation.

Facilities & Administrative Rates (F&A) – Rates charged to sponsored projects for indirect university costs with common objectives not identifiable with a project or activity. Administrative expenses include U of I System operations such as general university administration, sponsored projects administration, department administration, and student services administration. Facility expenses include building and equipment depreciation, interest, operations & maintenance including utilities, library, etc.

Feeder – An electronic file that contains a large volume of journal entries, charges, or payments that are posted to Banner. The file is often generated through another Banner process or [Feeder Front End](#) application.

Fiscal Year – A fiscal year is a one-year period of time that the U of I System uses for accounting purposes and preparation of its financial statements. The fiscal year begins on July 1 and ends on June 30 of the following year. Fiscal Year 2023 (FY23) is from July 1, 2022, through June 30, 2023. Fiscal year 2024 (FY24) is from July 1, 2023, through June 30, 2024.

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FY23 State Funds – Funds containing budget from state appropriations and the income fund for the period of July 1, 2022 - June 30, 2023. The last two digits of the state fund code correspond to the state appropriation year. Expenses charged to the FY23 state funds should relate to FY23 business.

FY24 State Funds – Funds containing budget from state appropriations and the income fund for the period of July 1, 2023 - June 30, 2024. The last two digits of the state fund code correspond to the state appropriation year. Expenses charged to the FY24 state funds should relate to FY24 business.

Health Service Plan Funds – Health Service Plan funds (which are sometimes referred to as “practice plan” funds) are funds used to account for health service activities provided by health & medical professionals employed by the U of I System. This includes Medical Service Plan (MSP), Dental Service Plan (DSP), Nursing Service Plan (NSP), and Occupational Health Service Plan (OHSP) funds. These activities are approved by the Board of Trustees under State of Illinois statutes to bill and collect for health care professional services provided at university facilities.

Institutional Funds – This is a term commonly used when referring to indirect cost recovery (ICR) funds, educational and administrative allowance (EAA) funds, and patents, copyrights, and royalty funds (refer to [Section K. Banner Fund Type Table](#)).

Journal Voucher – Transactions used for recording financial activity within Banner.

Lapse Period – The lapse period occurs during the first two months of a new fiscal year (i.e., July and August). During this time frame, certain types of transactions are allowed on the prior fiscal year's state fund. These transactions are limited to goods or services that were contracted for or received prior to July 1. During the lapse period, there are two State fund codes open for transaction processing: the prior year State fund (e.g., 1000PY) and the current year State fund (e.g., 1000CY). Thus, it is important that the state fund selected is accurate and relates to the same time period as the applicable expenditure.

Other Funds – This is a term used to refer to funds that do not fall within the state, institutional, self-supporting, or health service plan categories. They include federally appropriated funds, gift funds, grant and contract funds, self-insurance funds, and plant funds (refer to [Section K. Banner Fund Type Table](#)).

Period 12 – The period of June designated for departmental processing of FY23 transactions in Banner. The period closes on July 15, 2023.

Period 14 – The accrual period in June designated for employees within select offices (such as the System Office) to process transactions for the closing year in Banner. The period closes on July 29, 2023.

Reservations – Memorandum entries in the current fiscal year to reserve funds for future expenditures. All reservations (requisitions) on FY23 state funds will be deleted on June 30, 2023. Reservations on other funds will be rolled into FY24 on July 15, 2023.

Self-Supporting Funds – A self-supporting fund (SSF) is used to account for activities that sell products and/or services to customers. These SSFs are managed as a business-like operation, with the objective of generating sufficient sales revenue to finance the associated costs. Customers may include other university units, faculty/staff/students, the general public, and other external entities.

Sponsored Project Funds – Funds used to account for sponsored project funding provided by entities outside of the U of I System which have a defined scope or objective and include reporting requirements.

Sponsored Project Overdrafts – Sponsored project funds which are in a deficit due to expenditures which exceed the sponsored project award amount when factoring in the total of all sponsored project funds related to the project.