

EXPLANATION OF BALANCE SHEET ACCOUNTS

150-155 OPEN

156 Bridges - This account is used to record the actual cost of bridge construction capacity improvement and/or redecking by year and subaccount.

- .01 - Timber
- .02 - Metal
- .03 - Concrete
- .04 - Movable

This account is:

DEBITED - with the cost of bridge construction capacity improvement and/or redecking by subaccount type at the end of each year. NOTE: As federal aid costs are reported for several years, bridge costs are to be recorded by the year the expense is recorded and depreciated over the remaining years of the original depreciation schedule (i.e., concrete bridge open in current year would have costs depreciated over 50 years, expenses recorded in the next year would be depreciated over 49 years, etc.)

CREDITED - with the recorded value of such bridges when removed or otherwise disposed of.

157 Accumulated Depreciation - Bridges (Credit) - This account is used to record the accumulation of periodic credits made to record the expiration of the estimated life of bridge construction and/or redecking by year and subaccount type.

- .01 - Timber
- .02 - Metal
- .03 - Concrete
- .04 - Movable

This account is:

DEBITED - with the amount of accumulated depreciation applicable to each bridge removed or otherwise disposed of.

CREDITED - with the amount of decrease in the estimated life, by subaccount and year, on an annual basis.

158 Construction Work in Progress - This account is used to record the cost of construction work undertaken, but not yet completed. As a project is completed, its cost is transferred from this account to the applicable fixed asset account.

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- 158 This account is:
 DEBITED – with costs of a construction project which has been started but not completed at year end.
 CREDITED – with the balance of this account upon completion of the project.

- 159 Roads – This account is used to record the actual cost of road construction and/or reconstruction by year and subaccount type.

.01 – Gravel
.02 – Asphalt
.03 – Concrete

This account is:

 DEBITED – with the cost of road construction capacity improvements and/or reconstruction by subaccount type at the End of each year.
 CREDITED – with the original cost reported at the termination of the depreciation schedule Allocation per subaccount and year (i.e., gravel costs recorded in current year would be removed after 8 years as fully depreciated, etc.)

- 160 Accumulated Depreciation – Roads (Credit) – This account is used to record the accumulation of periodic credits made to record the expiration of the estimated life of road construction and/or reconstruction by year and subaccount type.

.01 – Gravel
.02 – Asphalt
.03 – Concrete

This account is:

 DEBITED – with the amount of accumulated depreciation applicable to each subaccount at The termination of the depreciation schedule allocation per subaccount and year.
 CREDITED – with the amount of decrease in the estimated life, by subaccount and year, on an Annual basis.

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Other Debits (163 – 199)

163 – 164 OPEN

165 Long-Term Lease Receivable – This account should be used to record receivables created pursuant to a capital lease. The amount recorded should be the minimum long-term rental payment due from the lessee over the life of the contract (excluding executory costs). Current portions are recorded in Account #062, Lease Receivable (Current). Long-term receivable should be offset by deferred revenue.

This account is:

DEBITED – with amounts due on long-term leases.

CREDITED – when the receivable becomes current.

166 – 174 OPEN

175 Encumbrances – This account does not appear on the balance sheet. This account is used in the governmental funds. It is used to record estimated amount of expenditures, which would result if unperformed contracts are completed. Encumbrances outstanding at year-end do not constitute expenditures or liabilities. Any outstanding amount at year-end is eliminated by reversing the entry.