

EXPLANATION OF BALANCE SHEET ACCOUNTS

393 This account is:
 DEBITED - with the amount set aside for the designed plan when the plan is finalized. The fund balance is then credited for the same amount.
 CREDITED - with the amount of fund balance designated for future use. The fund balance account is debited.

394 Fund Balance - Designated - Capital Improvement - This account is used to record a segregation of a portion of Fund Balance (Account #390). The amount recorded will be the amount for which the governing body has made tentative plans to use in a future period for capital improvements. The designations reflect tentative plans. These plans are subject to change.

This account is:

 DEBITED - with the amount set aside for the capital improvement. The fund balance is then credited for the same amount.
 CREDITED - with the amount of fund balance designated for the capital improvement. The fund balance account is debited.

395 Retained Earnings (for Proprietary Funds Only)

396-398 OPEN

399 Investment in Capital Assets - This is an offset account for the capital assets and is pointed off as described below:

.01 Primary Road Funds
.02 Local Road Funds
.03 County Road Commission Funds
.04 Infrastructure

These account are:

 DEBITED - with the recorded value of capital assets sold or otherwise disposed of
 CREDITED - at year end or monthly with the cost of capital assets acquired during the year