

To be used by Exempt and Non-Exempt Institutions.

Use Fund 320* when 100% of the institution qualifies as a TABOR designated enterprise, use Fund 305* when the institution does not qualify for Enterprise status. However, if the institution is not an enterprise they must still use fund 320* for any enterprise specific activity.

CORE ACCOUNTING MODEL

Disposal of Assets

Used throughout the year to record the disposal of capital assets.

This presentation must be achieved at fiscal year-end.

Authoritative Source(s):

- The Higher Education Financial Advisory Committee (FAC)*
- The Higher Education Policy Setting Group (HEP)*
- GASB Statements No. 34 and 35*
- AICPA College Audit Guide*
- NACUBO Form Manual*

Fully Depreciated Asset												
	Original Cost		\$100,000									
	Accumulated Depreciation		\$100,000									
	Book Value		\$0									
Ln #	Description	General Information			Fund Accounting						Detail Accounting	
		Posting Code	Debit Amount	Credit Amount	Fund	Dept	BSA	Revenue	Object	Appr	Function	Reporting
To remove a fully depreciated asset that was disposed of AND no money was received from disposal.												
1	Accumulated Depreciation	F040	\$ 100,000		305* or 320*	G**A	18xx					
2	Asset(Disposed Asset)	A016		\$ 100,000	305* or 320*	G**A	18xx					

OR

Asset With Book Value - Gain on Disposal/Sale of Asset	
Original Cost	\$100,000
Accumulated Depreciation	\$70,000
Book Value	\$30,000
Cash Received	\$35,000
Gain on Disposal/Sale	\$5,000

Ln #	Description	General Information			Fund Accounting						Detail Accounting	
		Posting Code	Debit Amount	Credit Amount	Fund	Dept	BSA	Revenue	Object	Appr	Function	Reporting
To remove a partially depreciated asset that was disposed of AND a Gain was realized on Disposal/Sale of Asset												
1	Accumulated Depreciation	F040	\$ 70,000		305* or 320*	G**A	18xx					
2	Cash	A001	\$ 35,000		305* or 320*	G**A	1100					
3	Asset(Disposed Asset)	A016		\$ 100,000	305* or 320*	G**A	18xx					
4	Gain/Loss on Disposal of Assets	XR02		\$ 5,000	305* or 320*	G**A		6500		GC***NAP0	1900	

OR

Asset With Book Value - Loss on Disposal/Sale of Asset	
Original Cost	\$100,000
Accumulated Depreciation	\$70,000
Book Value	\$30,000
Cash Received	\$25,000
Loss on Disposal/Sale	(\$5,000)

Ln #	Description	General Information			Fund Accounting						Detail Accounting	
		Posting Code	Debit Amount	Credit Amount	Fund	Dept	BSA	Revenue	Object	Appr	Function	Reporting
To remove a partially depreciated asset that was disposed of AND a Loss was realized on Disposal/Sale of Asset												
1	Accumulated Depreciation	F040	\$ 70,000		305* or 320*	G**A	18xx					
2	Cash	A001	\$ 25,000		305* or 320*	G**A	1100					
3	Gain/Loss on Disposal of Assets	XR02	\$ 5,000		305* or 320*	G**A			6500	GC***NAP0	1900	
4	Asset(Disposed Asset)	A016		\$ 100,000	305* or 320*	G**A	18xx					

xx There are various accumulated depreciation and asset accounts to select from please see the Higher Ed approved chart of accounts for the most appropriate one.

* Wildcard representing the unique fund for each governing board, indicated by adding the second digit of the Governing Board Department code to the Fund Number, for example, CU's department code is GFAA, the fund CU operates in is 320F.

** Wildcard in the Department Code representing the Governing Board and Institution. Example GFEA, Governing Board (F), Campus (E) for University of Colorado Denver.

*** Wildcard representing the three digit Funding Source Code for each Appropriation Unit.