

OREGON ACCOUNTING MANUAL	
Subject: Accounting and Financial Reporting	Number: 05.20.00.PO
Division: State Controller's Division	Effective date: February 12, 2008
Chapter: Relational Statewide Accounting and Reporting System (R*STARS)	
Part: Fund and Appropriation Structure	
Section:	
Approved: John Radford, State Controller	Signature on file at SCD

Authority NCGA Statement No. 1
 GASB Statement No. 34

Use of Funds and Appropriations

- .101 A **fund** is a fiscal and accounting entity with a self-balancing set of accounts, wherein assets, liabilities, revenues, and expenditures/expenses are recorded to carry out specific activities or achieve specific objectives. Each agency, with approval from **SFMS** Operations, establishes its own fund structure on the D23 Fund Profile within **R*STARS**. Every D23 fund is associated with a GAAP fund and an appropriated fund.
- .102 The appropriation structure is controlled by the Budget and Management Division in **DAS**. Appropriations are established in R*STARS for each line item in the legislatively approved budget. Appropriations are established for general fund revenue, general fund appropriations, and for all limitations.
- .103 Appropriated funds reference the budgeted source of funding: general fund, federal funds, lottery funds, or other funds. They also separately reflect funding for capital improvement, capital construction, and debt service. The appropriated funds are used to obtain information on a budgetary basis. Statewide Accounting and Reporting Services (SARS) uses appropriated funds to prepare the budget to actual comparison schedules for the State's **Comprehensive Annual Financial Report**.
- .104 The GAAP fund structure allows the preparation of financial statements in accordance with **generally accepted accounting principles**. Each D23 fund is associated with a GAAP fund, which in turn is associated with both a GAAP fund type and a GAAP fund group. The assignment of a GAAP fund to a D23 fund must be approved by a **SARS** analyst.