Appendix C: Other debtors (income accruals)

These are amounts owing to the University where we have provided goods or services before 31 July but where we have not raised an invoice on the Accounts Receivable system.

Example:
You held a conference on 28 July 2018 for which you will invoice delegates on 31 August 2018, but the AR module for July closed on 15 August.

How to adjust for them

1. Raise an Auto Reversal journal in July with an appropriate description e.g. Conference held in July but not invoiced.
   
The auto-reverse function should only be used when it is appropriate for the journal to be reversed in the next period. When it is not appropriate to reverse the journal in the next period the journal should be entered in the normal way and manually reversed in the appropriate period.

2. Code as follows:

<table>
<thead>
<tr>
<th></th>
<th>Debit</th>
<th>Credit</th>
</tr>
</thead>
<tbody>
<tr>
<td>Department code</td>
<td>As per credit line</td>
<td>As normal</td>
</tr>
<tr>
<td>Cost Centre</td>
<td>As per credit line</td>
<td>As normal</td>
</tr>
<tr>
<td>Source of Funds</td>
<td>0000</td>
<td>As normal</td>
</tr>
<tr>
<td>Transaction code</td>
<td>UNAA (Other Debtors)</td>
<td>As normal (e.g. LAAC)</td>
</tr>
</tbody>
</table>

3. Save your journal.

Posting the journal

From the Navigator screen choose Journals>Post. Enter the batch name to recall the journal and tick the box to select it for posting. Behind the scenes, a second (reversing) journal will be created in the next period and will be automatically posted by the Finance Division.

If the journal category Accrual or Adjustment is used, then you must remember to manually reverse it in the AUG-18 period, using the More Actions button, and to post both journals.

In your accounts

Income is credited to the departmental account in JUL-18 without an invoice being raised. The reversing action of the journal in AUG-18 means the subsequent sales invoice raised in August is netted off to zero.

Example:
- Current financial year:
  - 29-Jul-2018 Create journal to credit income (in lieu of sales invoice not yet raised) £15,000
- New Financial Year:
  - 01-Aug-18 Journal reverses automatically (£15,000)
  - 31-Aug-2018 Create sales invoice £15,000
  - Effect on income in the new year £ 0