**Chart of Accounts and ORGs Update for July 1, 2023**

Kentucky Department of Education (KDE) is implementing revisions to the Chart of Accounts (COA) and ORGs effective July 1, 2023. All web documents will be updated July 1, 2023. Descriptions have changed for some segments which will require a review to determine if your district is using that segment correctly. ORGs will need to be reviewed and manually changed or added.

Districts may begin using the segment changes in their Annual Financial Report (AFR) reporting for 2022 – 2023 or 2023-24 and the Working Budget reporting for 2023-24.

In reviewing the changes below, please use these identifiers:

-Segment name and/or description Changes in reporting (DC) -Delete (D) -Add (A)

# Chart of Accounts Revisions

# SEGMENTS:

## Description updates for segments:

**Expenditure Object:**

0653 Software – Technology Related (A)

**New Expenditure Object Code Description available for districts that may want to use this object code:**

**0653** **Software – Technology Related** Amounts paid for expenditures for purchased technology-related software used for educational or administrative purposes that fall below the capitalization thresholds. These expenditures should be reported here to comply with GASB 96 reporting. Licenses and fees for services such as subscriptions to research materials over the Internet should be reported under 0533 Communications. (Used primarily with functions 1000, 2230, and 2580, but may also be used with 2620, 2650, and 2730.)

**Revised Expenditure Object Code Description deleted the word software in 0651 and 0652 and in 0650 states that software should only be reported in 0653 if under the capitalization threshold:**

**0650 Supplies – Technology Related** Amounts paid for expenditures technology-related supplies include supplies that are typically used in conjunction with technology-related hardware. Some examples are CDs, flash or jump drives, parallel cables, and monitor stands. E-readers, including Kindles, and iPads that fall below capitalization thresholds should be reported here as well. Software costs below the capitalization threshold shall be reported in 0653 to follow GASB 96 guidance. Licenses and fees for services such as subscriptions to research materials over the Internet should be reported under 0533 Communications. (Used primarily with functions 1000, 2230, and 2580, but may also be used with 2620, 2650, and 2730.)

**0651 Supplies – Technology Related Devices** Amounts paid for expenditures technology-related devices include devices that are typically used in conjunction with technology-related hardware. Some examples are Desktop, Chrome Books, E-readers, including Kindles, and iPads, and similar devices that fall below capitalization thresholds should be reported here as well.  (Used primarily with functions 1000, 2230, and 2580, but may also be used with 2620, 2650, and 2730.) (District are permitted to use 0650 if they do not want to separate these costs.)

**0652 Supplies – Technology Related Devices Other** Amounts paid for expenditures technology-related devices that include audio visual devices that are typically used in conjunction with technology-related hardware. Some examples are televisions, projectors, document cameras, scanners, or printer, etc., where these devices fall below capitalization thresholds should be reported here as well.  (Used primarily with functions 1000, 2223, 2230, and 2580, but may also be used with 2620, 2650, and 2730.) (District are permitted to use 0650 if they do not want to separate these costs.)

**Revised to change the object code from 0650 to 0653 to align with GASB 96 reporting requirements:**

0735 Technology Software Amounts for expenditures for purchased software used for educational or administrative purposes that exceed the capitalization threshold. **Software costs below the capitalization threshold shall now be reported in expenditure object 0653 to comply with the new GASB 96 guidance and districts should no longer use expenditure object 0650.** (Used with functions but primarily used with 2230 and 2580)

# GRANTS:

Below are new grant numbers that were added throughout the year:

## Federal:

| FUNDING SOURCE | FEDERAL GRANT TITLE | PROJECT CODE | CFDA |
| --- | --- | --- | --- |
| Title I C USDE | Migrant Education Personnel MOAs | 311XM | 84.011 |
| Title I C USDE | Enhancing School Capacity to Address Youth Violence | 494XE | 16.839 |

## State:

| STATE GRANT TITLE | PROJECT |
| --- | --- |
| No new state grants as of 7/1/2023 |  |