

Overview – Interfund Transfers and Expense Credits

Perspective

Expense Credit/Operating Transfer/Non-Operating Transfer distinction

Operating and Non-operating Transfers

UPHS Operating transfers are transactions that represent the transfer of non-specific/general resources between the University and UPHS. For example:

- General operating support from UPHS to PSOM
- The interest portion of a debt obligation
- The transfer of Academic Development fund expenses
 - Use Object Code *4823 inter-Entity Equity Transfer – Operating* and offset with the appropriate *15xx* entry

UPHS Non-operating transfers are transfers of resources between UPHS and the University that occur as a result of capital transactions and/or endowment activity. For example:

- Capital renovations
- The principal portion of a debt service
- Endowment transfers
- CPUP fund balance transfers
 - Use Object Code *4824 inter-Entity Equity Transfer – Non-Operating* and offset with the appropriate *15xx* entry

NOTE: Do not use Object Codes **4820 Resource Transfers In** and **4825 Resource Transfers Out** as these are used for resource transfers within the University.

Expense Credits

Expense Credits are used with UPHS when funds have already been spent and in order to share this activity with UPHS Center 21 or CPUP, the University department will debit or credit the original expense/revenue used and debit or credit the interfund to share with the Health System