

Chapter Ret 7**FUND ACCOUNTING**

Ret 7.01 Contribution basis

Ret 7.11 Closing entries

Ret 7.01 Contribution basis. All entries of employe and municipality contributions shall be made on a cash basis; the accruals are not to be entered on the books or statements but are to be maintained in a memorandum account until collected.

Ret 7.11 Closing entries. At the end of the year, revenue accounts "Interest Income" and "Profit on Sale of Investments" and expense account "Investment Expense" shall be closed into the "Reserve for Interest" account and expense account "Loss on Sale of Investments" shall be closed into the "Reserve for Losses on Investments" account. After all other closing entries have been made the balance remaining in the "Reserve for Interest" account shall be transferred to the "Reserve for Losses on Investments" account.