

# PcMars Farm Accounting Software

## REVOLVING CREDIT

Applies to Version 2.1 or greater

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Revolving credit transactions have been in PcMars for quite awhile, however, new is the ability to have an “income” transaction. Revolving Credit transactions are usually used to enter credit transactions and can also be used for credit cards or other loan instruments. It is similar to a check except that the money is coming from a loan vendor rather than a bank.

**Credit transaction**

Creditor: Farm Credit Serv Balance: \$8,584.00

Liability code: 224  Expense  Income

**Credit (Expense)** Number: 226

Pay to the Order of: Coast To Coast Date: 3/28/07 Total Amount: \$150.00

Address: Coast To Coast, 818 Pine Street, Story City, IA 50248

Memo:  \*\* Adding **NEW**

Code	Entprise	Description	Amount	PC	Units	Weight
* 400	GEN	Tools and Supplies	\$150.00	OP		

Amount Left: \$0.00

Buttons: Save F10, Cancel, Reuse, Recurring, Prior, Setup item, Print, Blank row, Add row

Credit transactions are normally expense transactions, but now you can change this default setting and choose credit “income” transactions. In that case the screen will look more like a regular income/deposit transaction and the information will be entered that way. There will be no "Pay to the Order of" or Address. Vendors (one or multiple) are entered in the bottom part of the transaction as detailed entry information.

**Credit transaction**

Creditor: Op Note #2392 Balance: \$13,900.00

Liability code: 222  Expense  Income

**Credit (Income)** Number: 3

Date: 3/28/07 Total Amount: \$150.00

Memo:  \*\* Adding **NEW**

Vendor	Code	Entprise	Description	Amount	PC
* Hog Markets Co.	321	HOG	Finishing Bldg #3	\$150.00	OP

Amount Left: \$0.00

Buttons: Save F10, Cancel, Reuse, Recurring, Prior, Setup item, Print, Blank row, Add row

In the previous expense example, we had an “expense” transaction to Coast to Coast using our Farm Credit Service “Revolving Credit” account. When we look at the report of this transaction, you will see that the liability code 224 is increased to show the \$150 liability and the expense code 400 is increased showing the \$150 expense allocated. There is no action taken on the bank account.

## DETAIL REPORT - SELECTED ITEMS

(Bank account and credit transactions)

Selection: NUMBER = 226 TYPE = Credit

**LIABILITIES**

Code	Ent	PC	C/D #	P	Date	I	Bnk	Vendor	Description	Units	Weight	Amount
224	GEN	OP	226	0	3/28/07	C		Farm Credit Serv				\$150.00
SUBTOTAL Revolving Credit												\$150.00

**INCREASE/DECREASE IN LIABILITIES** **\$150.00**

**FARM EXPENSE**

Code	Ent	PC	C/D #	P	Date	I	Bnk	Vendor	Description	Units	Weight	Amount
400	GEN	OP	226	0	3/28/07	C		Coast To Coast	Tools and Supplies			\$150.00
SUBTOTAL Tools & Supplies												\$150.00

**FARM EXPENSE TOTAL** **\$150.00**

\*\*\*\*\* AUDIT SUMMARY \*\*\*\*\*

\$\$ IN TOTALS	(+)	\$150.00
\$\$ OUT TOTALS	(-)	\$150.00
\$\$ NET (CHANGE)	(=)	\$0.00
INCR/DECR IN CASH/CHECKING		\$0.00
INACCURACY IN RECORDS		\$0.00

The "Credit Transaction" entered increased the liability and also increased the expense allocation for "Tools & Supplies". The cash bank account was not affected by this transaction.

In the previous income example, we had an “income” transaction from Hog Markets Co. using our Op Note #2392 “Revolving Credit” account. When we look at the report of this transaction, you will see that the liability code 222 is lowered to show the \$150 pay down on the liability and the income code 321 is increased showing the \$150 income allocated. There is no action taken on the bank account.

## DETAIL REPORT - SELECTED ITEMS

(Bank account and credit transactions)

Selection: NUMBER = 3 TYPE = Credit

**LIABILITIES**

Code	Ent	PC	C/D #	P	Date	I	Bnk	Vendor	Description	Units	Weight	Amount
222	GEN	OP	3	0	3/28/07	C		Op Note #2392				\$(150.00)
SUBTOTAL Op Note #2392												\$(150.00)

**INCREASE/DECREASE IN LIABILITIES** **\$(150.00)**

**FARM INCOME**

Code	Ent	PC	C/D #	P	Date	I	Bnk	Vendor	Description	Units	Weight	Amount
321	HOG	OP	3	0	3/28/07	C		Hog Markets Co.	Finishing Bldg #3			\$150.00
SUBTOTAL Market Hogs Raised												\$150.00

**FARM INCOME TOTAL** **\$150.00**

**NET INCOME** **\$150.00**

\*\*\*\*\* AUDIT SUMMARY \*\*\*\*\*

\$\$ IN TOTALS	(+)	\$150.00
\$\$ OUT TOTALS	(-)	\$150.00
\$\$ NET (CHANGE)	(=)	\$0.00
INCR/DECR IN CASH/CHECKING		\$0.00
INACCURACY IN RECORDS		\$0.00

The "Credit Transaction" entered lowered the liability and also increased the income allocation for "Market Hogs Raised". The cash bank account was not affected by this transaction.