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Resolution ID 404106

Resolution Details

TITLE :

What is Retained Earnings and how is the balance of the account calculated

DETAILS :**What is Retained Earnings and how is the balance of the account calculated**

Entry Type: Informational

Product: Sage MAS 90 and Sage MAS 200 ERP

Application: General Ledger

Version Reported: All

Subject:

What is Retained Earnings and how is the balance of the account calculated.

Possible Resolution:

In General Ledger / Setup / General Ledger Options, one General Ledger account can be selected as the Retained Earnings account. The net amount of all Income and expense accounts are closed out to this account number. In versions 3.71 and prior, the next fiscal year's beginning balance of the Retained Earnings account is updated during Year End Processing. In versions 4.0 and higher, the beginning balance for the next fiscal year is updated during General Ledger Postings.