Should I record an offset to an expense account when I receive money back?

Tell Me

1. You should offset the expense if the money is a reimbursement of an amount that was charged in error or reimbursement of an amount paid for goods or services that were not received.
2. Offsetting the expense effectively removes the original transaction.
3. There are specific revenue accounts for items like Insurance Recoveries, Rebates, and Procurement Card Rebates.

Note
These items should not be offset against expense accounts.

Related FAQs

- Which account code should I use to record the purchase of an asset when I create a new requisition?
- What account should I use for employee training expenses?
- What account code should I use for capital equipment leases?
- Should I record an offset to an expense account when I receive money back?
- How do I determine which "other" or "miscellaneous" account code to use?