

FISCAL YEAR VERSUS CALENDAR YEAR

FISCAL YEAR

A fiscal year is a 12-month period organizations use for financial reporting and budgeting

Can begin on any month of the year and ends 365 later

Used for accounting purposes to prepare financial statements

CALENDAR YEAR

A calendar year is a 12-month period that begins on the 1st of January and ends on the 31st of December

Begins on the 1st of January and ends on the 31st of December

Used for normal day-to-day activities, as well as to organize social, religious, business, and administrative events of the year