Indiana Department of Education
SUPPORTING STUDENT SUCCESS

MEMORANDUM

TO: Superintendents, Business Managers, and Charter School Directors

FROM: Melissa K. Ambre, Director

DATE: April 30, 2010

SUBJECT: May Tuition Support Distribution and Miscellaneous Information

MAY TUITION SUPPORT DISTRIBUTION

Please be advised the tuition support distribution for the month of May will be electronically deposited into your school corporation/charter school account in two separate payments with the first occurring on Tuesday, May 11, 2010, and the second occurring on May 14, 2010. The May 11 deposit will be a partial payment from the federal fiscal stabilization fund; therefore, it must be tracked separate from the school's general fund. The May 14, 2010, payment will reflect the remaining tuition support distribution to each school corporation and charter school.

The deposit made on May 11, 2010 shall be receipted into fund 7950 (Fiscal Stabilization), using receipt account 4580 (American Recovery and Reinvestment Act of 2009). DO NOT TRANSFER THESE FUNDS TO ANY OTHER FUND!

The Department requests that federal fiscal stabilization funds distributed in May be spent by June 30, 2010. Any interest earned on unspent funds will be subject to reporting and return of interest earned on the funds. The biannual financial report (Form 9) ending June 30 will serve as verification of proper accounting.

On May 14, we will forward the remaining tuition support amount for deposit into the school's general fund. The May 14 payment will reflect an "other minus adjustment" on the DOESA540 that is the ARRA funds distributed.

INTEREST EARNED ON UNSPENT FISCAL STABILIZATION-EDUCATION FUNDS

The Federal Cash Management and Investment Act (CMIA) require a grantee or sub recipient to report quarterly interest earned on advanced funds, including ARRA grant funds. To assist in the reporting of interest earned on advanced federal funds, the IDOE has created a form for the reporting of ARRA Stabilization grant funds. *The form is attached for your convenience and must be filed by all schools regardless of whether or not interest is due.* If interest is earned in any quarter but specifically, Quarter 4 (April 1, 2010 thru June 30, 2010), the completed form is **due July 5, 2010.** Additionally, the grantee or sub-recipient may keep interest in amounts up to $100.00 per year for administrative purposes. For 2009-2010, return of interest earned will be done annually and is due to

the IDOE no later than **July 5, 2010**. Completed forms are to be returned to Peggy Smith. Checks are to be made out to the U.S. Department of Education and submitted with the form to the IDOE.

OMB Circular A-133

OMB Circular A-133, Subpart D Section 400 requires the Indiana Department of Education (IDOE) to inform sub recipients of certain Federal award information for the funds that you received. This notification applies to the federal stabilization funds being distributed in May 2010 as part of your monthly basic tuition support payments. Those funds were from:

Federal Agency:	U. S. Department of Education
Federal Program:	State Fiscal Stabilization Fund – Education State Grants – Recovery Act
CFDA Number:	84.39A
Applicable Compliance Requirements:	Education Department General Administrative Regulations (EDGAR)

EDGAR information is available at http://www2.ed.gov/policy/fund/reg/edgarReg/edgar.html.

If you have any questions regarding this memorandum, please contact staff in the Office of School Finance at 317-232-0840.

Attachment: Interest Earned Form

FY 2010 (2009-2010) REPORT OF INTEREST EARNED

CASH MANAGEMENT ACT REQUIREMENTS - ARRA

Legal Name of School Corporation:		Project #:	
Address:			
City, State, ZIP:		LEA (Corp) Code #:	
Person Preparing Report:			
Contact Phone:			
Contact Email:			

34.CFR Subsection 80.21(i) states, in part: "Grantees and subgrantees shall promptly, but at least quarterly, remit interest earned on advances to the Federal agency. The grantee or subgrantee may keep interest amounts up to $100.00 per year for administrative expenses".

		Stabilization
Quarter 1:	July 1, 2009 through September 30, 2009 Interest Earned: **(due October 5, 2009)**	0.00
Quarter 2:	October 1, 2009 through December 31, 2009 Interest Earned: **(January 5, 2010)**	0.00
Quarter 3:	January 1, 2010 through March 31, 2010 Interest Earned: **(due April 5, 2010)**	0.00
Quarter 4:	April 1, 2010 through June 30, 2010 Interest Earned: **(due July 5, 2010)**	0.00
Total Interest Earned: Quarters 1 through 4:		0.00
Minus amount allowed by 34 CFR 80.21:		(100.00)
TOTAL AMOUNT DUE TO THE USDOE FOR INTEREST EARNED JULY 2009 THROUGH JUNE 2010:		(100.00)

NOTE: School corporations are allowed to retain A TOTAL of $100.00 interest per fiscal year. It is suggested that interest earned be retained by the school corporation until the end of the fourth quarter. After the fourth quarter and the maximum amount has been reached, interest above $100.00 is due to the USDOE.

Comments:

Signature of Business Official

Date Signed

Return this form to:

Peggy Smith
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Indianapolis, Indiana 46204-2798
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Fax Number: 317/232-0504
E-mail: pesmith@doe.in.gov