

## 9625 Interest Payments to the Federal Government

Pursuant to the Cash Management Improvement Act of 1990 (CMIA), the state will incur an interest liability to the federal government. The purpose of CMIA is to ensure greater efficiency, effectiveness, and equity in the exchange of funds between the federal government and the state. The major provisions of CMIA are: (a) federal agencies must make timely fund disbursements and grant awards to the state; (b) the state must minimize the time between the deposit of federal funds in the state account and the payout of the funds for program purposes; (c) the state is entitled to interest from the federal government from the time state funds are paid out for program purposes until federal funds are deposited in the state account; and (d) the federal government is entitled to interest from the state from the time federal funds are deposited in the state account until the funds are paid out for program purposes.

The federal assistance programs impacted by the CMIA are those programs that have \$229 million or more in federal fund expenditures. For the majority of these programs, state departments request federal funds in advance of the warrant (i.e., check) issuance. State departments use this funding technique because the State Constitution requires that the funds be deposited before the warrants are issued.

Interest payments to the federal government are due no later than March 31 each year. The payment will be for the interest liability incurred during the state's prior fiscal year.

### 3-YR EXPENDITURES AND POSITIONS

	Positions			Expenditures		
	2014-15	2015-16	2016-17	2014-15*	2015-16*	2016-17*
7240 Interest Pmts to Federal Govt	-	-	-	\$228	\$4,002	\$4,002
<b>TOTALS, POSITIONS AND EXPENDITURES (All Programs)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>\$228</b>	<b>\$4,002</b>	<b>\$4,002</b>
<b>FUNDING</b>				<b>2014-15*</b>	<b>2015-16*</b>	<b>2016-17*</b>
0001 General Fund				\$203	\$3,000	\$3,000
0042 State Highway Account, State Transportation Fund				25	1,000	1,000
0494 Other - Unallocated Special Funds				-	1	1
0988 Other - Unallocated Non-Governmental Cost Funds				-	1	1
<b>TOTALS, EXPENDITURES, ALL FUNDS</b>				<b>\$228</b>	<b>\$4,002</b>	<b>\$4,002</b>

### LEGAL CITATIONS AND AUTHORITY

#### DEPARTMENT AUTHORITY

Pursuant to annual Budget Act.

### DETAIL OF APPROPRIATIONS AND ADJUSTMENTS

1 STATE OPERATIONS	2014-15*	2015-16*	2016-17*
<b>0001 General Fund</b>			
APPROPRIATIONS			
001 Budget Act appropriation	\$10,000	\$3,000	\$3,000
<b>Totals Available</b>	<b>\$10,000</b>	<b>\$3,000</b>	<b>\$3,000</b>
Unexpended balance, estimated savings	-9,797	-	-
<b>TOTALS, EXPENDITURES</b>	<b>\$203</b>	<b>\$3,000</b>	<b>\$3,000</b>
<b>0042 State Highway Account, State Transportation Fund</b>			
APPROPRIATIONS			
001 Budget Act appropriation	\$1,000	\$1,000	\$1,000
<b>Totals Available</b>	<b>\$1,000</b>	<b>\$1,000</b>	<b>\$1,000</b>
Unexpended balance, estimated savings	-975	-	-
<b>TOTALS, EXPENDITURES</b>	<b>\$25</b>	<b>\$1,000</b>	<b>\$1,000</b>
<b>0494 Other - Unallocated Special Funds</b>			
APPROPRIATIONS			
001 Budget Act appropriation	\$1	\$1	\$1
<b>Totals Available</b>	<b>\$1</b>	<b>\$1</b>	<b>\$1</b>

\* Dollars in thousands, except in Salary Range. Numbers may not add or match to other statements due to rounding of budget details.

## 9625 Interest Payments to the Federal Government - Continued

1 STATE OPERATIONS	2014-15*	2015-16*	2016-17*
Unexpended balance, estimated savings	-1	-	-
<b>TOTALS, EXPENDITURES</b>	<b>\$-</b>	<b>\$1</b>	<b>\$1</b>
<b>0988 Other - Unallocated Non-Governmental Cost Funds</b>			
APPROPRIATIONS			
001 Budget Act appropriation	\$1	\$1	\$1
<b>Totals Available</b>	<b>\$1</b>	<b>\$1</b>	<b>\$1</b>
Unexpended balance, estimated savings	-1	-	-
<b>TOTALS, EXPENDITURES</b>	<b>\$-</b>	<b>\$1</b>	<b>\$1</b>
<b>Total Expenditures, All Funds, (State Operations)</b>	<b>\$228</b>	<b>\$4,002</b>	<b>\$4,002</b>

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