



FPP: Chart of Accounts Discussion Item:

1. Question or Issue:

Due to an update made to the SWAP federal funding award agreement from the US Department of Education, the use of sub-recipient contracts with the school districts is no longer acceptable.

A) Any Prior FPP Action:

The previous provisions for the use of grant code 5126 is no longer acceptable, as the funding being provided by Colorado Department of Human Services to the school districts and BOCES will no longer be reported as a sub grant arrangement.

B) Discussion Points/Department Recommendation or Observations (if any)::

Given that the Colorado Department of Human Services will continue to need financial data reportable to them similar to the current reporting being provided through the use of a Federal grant code, the proposal is to change the grant code from a Federal grant code to a state grant code, such as 3899. As the SWAP contract will no longer be considered to be a Federal sub award, the SWAP contract will no longer be reported on the school district or BOCES Schedule of Expenditures of Federal Awards. No other changes are being proposed to accommodate this change from a sub-recipient type of award to a state contract award. One possible consideration of this change would be for the four school districts which have not de-Bruced from the TABOR provision for annual fiscal year spending, as these funds would no longer be considered to be Federal funds for such purposes.

C) FPP Action, Decision Made:

To change the grant code from 5126 to 3899 for SWAP reporting and tracking purposes.

D) Further Action/Research Needed/Table for Future Meeting:

E) Effective Date:

Effective starting in FY16-17.

