

Errata #2: Change to Program Guidelines (December 2, 2020)

The purpose of this errata notice is to provide clarification on the coding in Allowable Activity 2 - Reconcile on SEFA for the applicable revenue codes when receiving reimbursement from TEA and from other agencies such as TDEM. Underlined text indicates new or revised information that has been added or changed through this errata notice.

Statutorily Allowable Activities

To provide clarification on the coding in Allowable Activity 2 - Reconcile on SEFA for the applicable revenue codes when receiving reimbursement from TEA and from other agencies such as TDEM, TEA is revising this section on page 9 to read:

2. Reconcile on Schedule of Expenditures of Federal Awards (SEFA)

If due to the timing of the reimbursement, the LEA cannot reclassify the original expenditures in the prior fiscal year due to the reimbursement funding being received in the subsequent fiscal year, then the LEA may reconcile the reimbursement on the FY2020-2021 SEFA.

In this case, the LEA may pay an applicable invoice in the 2019-2020 budget/fiscal year and receive reimbursement from CRF funds in the 2020-2021 budget/fiscal year. TEA recommends one of the two following procedure be implemented.

Option 1:

- Record eligible devices purchases in FY2019-2020 in Fund 199 and track locally (Fund 277 is not available until 2020-2021)
- Reduce the amount of expenditure from Fund 199 in 2020-2021 in the amount charged in FY2019-2020 and charge it to Fund 277
- Claim the reimbursement from Fund 277 matching revenues with expenditures

Option 2

- Record eligible devices purchases in FY2019-2020 in Fund 199 and track locally (Fund 277 is not available until 2020-2021)
- Record revenue in FY2020-2021 in Fund 277 revenue object code 5929 (for reimbursement from TEA) or 5939 (for reimbursement from TDEM)
- Transfer the funds from Fund 277 to Fund 199 as a reimbursement