

October 7, 1999

MEMORANDUM FOR ALL CONTRACTING OFFICERS AND NEGOTIATORS

TO: DISTRIBUTION LIST FAC
FROM: M/OP, Rodney W. Johnson, Director
SUBJECT: Interest Earned on Federal Advances

CONTRACT INFORMATION BULLETIN 99 - 20

In response to an IG audit the Office of Procurement has been requested to remind Missions and Offices that U.S. recipients of grants and cooperative agreements must remit interest earned on advances to the Department of Health and Human Services, Payment Management System, Rockville, MD. An audit conducted by the IG found that recipients were improperly remitting such interest directly to Missions or other USAID Offices.

In addition, Agreement Officers are requested to remind all U.S. grantees that in accordance with 22 CFR 226.22(1), interest earned on federal advances in excess of \$250 per year shall be remitted annually to the Department of Health and Human Services, Payment Management System, Rockville, MD 20852.