## UNITED STATES DEPARTMENT OF EDUCATION Office of Special Education and Rehabilitative Services Rehabilitation Services Administration

## **PROGRAM INCOME**

## Applicable Programs:

- State Vocational Rehabilitation Services (Assistance Listing Number (ALN) 84.126A)
- Client Assistance Program (ALN 84.161A)
- Protection and Advocacy of Individual Rights (ALN 84.240A)
- State Supported Employment Services (SE-A) (ALN 84.187A)
- State Supported Employment Services (SE-B) (ALN 84.187B)
- Independent Living Services for Older Individuals Who are Blind (ALN 84.177B)

## **Requirements:**

Federal recipients must account for program income, as defined in <u>2 C.F.R. § 200.1</u>, in accordance with the requirements of <u>2 C.F.R. § 200.307</u>. The Rehabilitation Services Administration's (RSA) formula grant recipients' applicable program-specific requirements governing program income are found at –

- State Vocational Rehabilitation Services program (<u>34 C.F.R. § 361.63</u>);
- Client Assistance Program (34 C.F.R. § 370.47);
- Protection and Advocacy of Individual Rights (<u>34 C.F.R. § 381.33);</u>
- State Supported Employment Services (SE-A and SE-B) (<u>34 C.F.R. § 363.24</u>); and
- Independent Living Services for Older Individuals Who are Blind (<u>34 C.F.R. §§ 367.65</u> and <u>367.66</u>).

Consistent with requirements set forth in both the Office of Management and Budget's Uniform Grants Guidance at <u>2 C.F.R. § 200.307(b)(2)</u> and applicable program regulations, recipients must use program income only as an "addition" to the Federal award. In so doing, recipients must use program income for the same purposes authorized under the program. In other words, program income is used for program purposes, in addition to the total amount of the Federal award.

To the extent that program income funds are available, the recipient must disburse those funds (including repayments to a revolving fund), rebates, refunds, contract settlements, audit recoveries, and interest earned on such funds before requesting (i.e., drawing down) additional funds from RSA in accordance with <u>2 C.F.R. § 200.307(a)</u> and applicable program regulations.