

<p style="text-align: center;">Texas WIC Health and Human Services Commission</p>

Effective April 1, 2019

Policy No. AC:27.0

Surplus Funds

Purpose

To provide the local agency (LA) flexibility to achieve maximum utilization of earned administrative funds.

Authority

Current Contract with the State Agency

Policy

Surplus funds are the amount by which maximum earnings exceed actual costs. Such funds shall be accumulated and carried forward on an individual LA basis. The time period during which such funds may be recovered shall be determined by the state agency (SA) based on funding restrictions imposed by the United States Department of Agriculture (USDA) and shall not exceed the term of the contract for each fiscal year.

Procedures

- I. LAs may reclaim actual expenses not previously recovered. The LA shall bill in accordance with [Policy AC:28.0](#).
- II. The SA will automatically reimburse amounts previously disallowed for exceeding earnings whenever sufficient funds are earned by the LA.