

# K12 LEA Accounting for MOE and Consortia

## **Q: How should LEAs account for the MOE and consortia (non-MOE) funding using the standardized account code structure (SACS)?**

The answer to this question is specific to K-12 school districts, adult schools, and County Offices of Education and doesn't apply to community college districts.

LEAs will use the same resource code for MOE and non-MOE funding.

### ***Consortia Fund Administrators***

LEAs who are the fund administrator for an adult education consortium and receive Adult Education Block Grant revenue on behalf of their member LEAs should use:

- **Resource 6391**, Adult Education Block Grant Program and,
- Either **Object 8587**, Pass-Through Revenues from State Sources (for the pass-through grant model), or **Object 8590**, All Other State Revenue (for the subagreement for services model), to account for the revenue that will be provided to their member LEAs.

### ***Consortia Members (Subrecipients)***

LEAs who are the members in an adult education consortium and receive Adult Education Block Grant revenue from their consortia's fund administrator (not directly from the state) should use:

- **Resource 6391**, Adult Education Block Grant Program and,
- Either **Object 8590**, All Other State Revenue (for the pass-through grant model), or **Object 8677**, Interagency Services Between LEAs (for the subagreement for services model), to account for the AEBG revenue.

### ***LEAs that receive AEBG directly from the state***

Use Resource 6391, Adult Education Block Grant Program, and Object 8590, All Other State Revenue.

## Adult Education Block Grant (AEBG) SACS Coding Examples

Pass-through grant model accounting examples:

Original Recipient	Subrecipient
<b>Receipt of AEBG revenue to be passed through:</b> 11-6391-0-0000-0000-8587	N/A
<b>Pass-through of state revenue:</b> 11-6391-0-0000-9200-7211, 2, 3	<b>Receipt of passed-through AEBG revenue:</b> 11-6391-0-0000-0000-8590
N/A	<b>Expenditure of AEBG funds:</b> 11-6391-0-XXXX-XXXX-XXXX

Subagreements for services model accounting examples:

Original Recipient	Subrecipient
<b>Receipt of AEBG revenue:</b> 11-6391-0-0000-0000-8590	N/A
<b>Payment to subrecipient for subagreement services:</b> 11-6391-0-4XXX-XXXX-5100	<b>Receipt of payment for subagreement services:</b> 11-6391-0-7110-0000-8677
N/A	<b>Expenditures for subagreement services:</b> 11-6391-0-7110-XXXX-XXXX

For further information on whether to use the pass-through grant model or the subagreement for services model when accounting for this grant, LEAs should consult the *California School Accounting Manual (CSAM) Procedure 750*. Additional guidance can be found in CSAM Procedure 330 under the definition for Object Code 5100, Subagreements for Services.