

VI. GENERAL AND MISCELLANEOUS REVENUE FUND

A.1. Finances – Miscellaneous Revenue Fund Non-Cognizable Request

Non-state funds are defined as non-cognizable when there was incomplete knowledge of the level of revenues available and expenditures required at the time of the state appropriation process. Our annual budget request, submitted in September, includes our best estimate of the total miscellaneous revenue funds we will have available and expend in the fiscal year beginning 10 months in the future. Passage of our annual appropriation caps our spending authority for miscellaneous revenue funds at that level regardless of the actual amount of funds we receive.

Staff's success in soliciting donations to fund LearningExpress Library for the remainder of FY2014 means that we've received more in the miscellaneous revenue fund this year than we have in spending authority. Because we did not have sufficient spending authority and did not want the libraries in the state to experience interrupted service, we requested approval for the non-cognizable request from Division of Financial Management on November 6th. The Division of Financial Management approved our request on November 19th and we have paid the invoice for LearningExpress Library through June 2014.

The State's non-cognizable request process allows an agency to address the need for additional spending authority when the level of revenues available and expenditures were not known at the time the Legislature passed the budget.

Suggested motion: I move that the FY2014 non-cognizable request in the amount of \$59,000 for increased spending authority in the miscellaneous revenue fund to cover LearningExpress Library through the end of FY2014 be approved as submitted to Division of Financial Management.

MSC _____