

To: MAGIC Grantee Agencies

From: Cindy Ogletree, Director
Office of Financial Reporting

Date: 8/24/17

Re: State Agency Grants set up with Federal Sponsors

Previously, grants from other state agencies were set up with a federal sponsor since state agencies could not be used as sponsors. This issue has been corrected and state agencies can now be used as grant sponsors.

Since the grant sponsor cannot be changed once the grant is set up, agencies should create a new grant with the state agency as the sponsor and transfer any accumulated balances (inception to date) from the incorrect Grant/Sponsor to the correct Grant/Sponsor.

Example of how to reclass using a ZE doc type:

Dr/Cr	Account	I/O	Grant	Fund
Dr	Expense	New Grant I/O	New Grant	5*
Cr	Expense	Old Grant I/O	Old Grant	5*
Dr	10060000 – Cash	Old Grant I/O	Old Grant	5*
Cr	10060000 – Cash	New Grant I/O	New Grant	5*

If you have any questions, please contact Kristi Webb at 601-359-2976 or kristi.webb@dfa.ms.gov.