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| LOCAL COMMISSIONERS MEMORANDUM |  
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Transmittal No: 90 LCM-6

Date: January 22, 1990

Division: Administration

TO: Local District Commissioners

SUBJECT: Reduction of Federal Reimbursement for Title IV-D Child  
Support Enforcement Costs

ATTACHMENTS: None

We have received from the Department of Health and Human Services notification that the Federal financial participation (FFP) rates for the Title IV-D Child Support Enforcement Program have been reduced for the Federal fiscal year of 1990 which covers the period of October 1, 1989 through September 30, 1990. This action was taken to meet the deficit reduction requirements of the Gramm-Rudman-Hollings Act as it pertains to the Omnibus Budget Reconciliation Act of 1989, which was recently enacted by Congress.

The effect is as follows:

The regular federal reimbursement rate of 66 percent will be reduced to 64.44 percent and the enhanced federal reimbursement rate of 90 percent will be reduced to 87.88% for this period. The local districts should continue to claim reimbursement for their Title IV-D Child Support Enforcement costs at the original rates (66% or 90%). Any adjustments to reimbursement levels will be made at the State level through the settlement process. Please be advised that the increased State share for these costs would be subject to the Administrative Cost Cap that is in place in New York State.

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If you have any questions on the above please call: Upstate - Irid Gordon at 1-800-342-3715, extension 4-7549 or Metropolitan - Marvin Gold at (212) 804-1108.

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Director  
Local Financial Operations  
Office of Financial Management