## **ACF**

# Administration for Children and Families

## U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES Administration on Children, Youth and Families

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Administration on Developmental

Disabilities

4. Key Word: Obligation Of Funds - SIAs

5. Key Word: DD Councils

#### INFORMATION MEMORANDUM

TO:

Chairpersons, State Developmental Disabilities

Councils

Executive Directors, State Developmental

Disabilities Councils

SUBJECT:

Impact of 1994 Amendments on Obligation of Federal

Funds for Developmental Disabilities Councils

Using State Interagency Agreements

LEGAL

REFERENCES:

The Developmental Disabilities Assistance and Bill of Rights Act Amendments of 1994, Public Law 103-

230 (42 U.S.C. 6000 et seq)

CONTENT:

The purpose of this information memorandum is to call attention to the change contained in the 1994

amendments regarding obligation of funds,

particularly with respect to State Interagency Agreements (SIAs). Sec. 125(c) of the Act states:

"(c) OBLIGATION OF FUNDS. -- For the purposes of this part, State Interagency Agreements are considered valid obligations for the purpose of obligating Federal funds allotted to the State under this part."

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This change will affect Federal assistance to State Developmental Disability Councils under this Act for SIAs originating on or after April 6, 1994.

SIAs have usually not been considered to be valid obligations for the purpose of obligating funds allotted under the Developmental Disabilities program since a State was held to be a single entity which could not contract with itself. Therefore, SIAs would not constitute binding, legally enforceable agreements. The exception to this holding was in the case of those entities which were constitutionally separate from the State and therefore not under the control of the State (such as the recent situation in Minnesota involving an SIA between a State agency [the Developmental Disabilities Council] and the University of Minnesota). For situations involving SIAs prior to April 6, 1994, the interpretation described in this paragraph continues to govern.

INQUIRIES TO:

Regional Administrators, ACF Regions I-X

Bob Williams

Commissioner

Administration on Developmental

Disabilities

cc: Regional Administrators, ACF, Regions I-X
Director, Regional Operations Staff, ACF
Executive Director, National Association of Developmental
Disabilities Councils