

	INDIANA DEPARTMENT OF CHILD SERVICES TITLE IV-D POLICY MANUAL	
	Chapter 2: Funding	Effective Date: 09/08/2020
	Section 4: Program Income	Version: 3 Revision Date: 09/01/2020

BACKGROUND

The following are sources of program income for Indiana’s Title IV-D program:

1. Interest earned on incentive fund balances;¹ and
2. Proceeds from the sale of equipment that was purchased with Title IV-D funds including equipment transferred to other departments.²

Program income is deducted from expenditures on the federal OCSS 396A Report and thus reduces the amount that is available for reimbursement on a dollar for dollar basis. Program income is also deducted from the Monthly Expense Claim (MEC) form for the month the program income occurred. While gains from the sale/disposal of equipment is not technically program income, it is treated in much the same way. A reduction of current expenditures claimed on the MEC is still required.

POLICY

Revenues resulting from Title IV-D case activity shall be considered program income.³ Program income comes from the above sources and 66% of all program income is reported to the federal government.

REFERENCES

- [45 C.F.R. § 75.307](#): Program income
- [45 C.F.R. § 304.50](#): Treatment of program income

PROCEDURE

N/A

FORMS AND TOOLS

1. [IV-D Expense Reporting and Reimbursement Complete Guide](#)

FREQUENTLY ASKED QUESTIONS

¹ 45 C.F.R. § 304.50(b)

² 45 C.F.R. § 75.307(d)

³ 45 C.F.R. § 75.307; 45 C.F.R. § 304.50(b)

N/A

RELATED INFORMATION

N/A

REVISION HISTORY

Version	Date	Description of Revision
Version 1	05/29/2015	Final approved version
Version 2	03/07/2016	Removed private collection agency language
Version 2.1	01/05/2018	Removed Title IV-D Application and federal user fee language; Added Frequently Asked Questions
Version 3	09/08/2020	Updated for consistent formatting and language; Renumbered Section; Removed paragraph on Annual Support Fee as program income
	08/21/2023	Changed Office of Child Support Enforcement (OCSE) to Office of Child Support Services (OCSS)