



**State of Louisiana**  
DIVISION OF ADMINISTRATION

**OFFICE OF STATEWIDE REPORTING AND ACCOUNTING POLICY**

M. J. "MIKE" FOSTER, JR.  
GOVERNOR

MARK C. DRENNEN  
COMMISSIONER OF ADMINISTRATION

July 22, 2002

MEMORANDUM OSRAP 03-03

TO: Fiscal Officers  
FROM: F. Howard Karlton  
Subject: Interagency Transfers

Beginning with the 2003 fiscal year, any transaction between two appropriated entities will be budgeted as an IAT revenue and IAT expense for all executive, judicial, and legislative branches of government. This is true with services from the state internal service funds as well. For example, in the past, agencies used expenditure objects such as 2910, 2920, and 2930 to record payments to the Office of Telecommunications. Beginning July 1, for payments of current invoices from OTM, you will use object account 5040 (Interagency Transfers-Telephone and Telegraph). OTM will record the revenue as IAT instead of Self-Generated if the payment is coming from a state agency. Of course, OTM uses J4s to record payments but the example illustrates the change.

There are two exceptions to this rule: payments to Group Benefits and the retirement systems. You will continue to budget and code expenditures for both payments to the personal services object as you have in the past. Should you have questions about this matter, call Mr. Frank Kendrick at (225) 342-6351 or me at (225) 342-0708.

FHK:CKS

IAT instructions for Fiscal Year 2003