

Washington State

Workforce Innovation and Opportunity Act Title I-B Policy

Policy Number: 5245

Policy Title: Grants or Contracts Closeout

Effective Date: July 1, 2015

1. **Purpose:**

To provide the requirements to closeout a grant or contract. The grant closeout is a critical piece in the cycle of a grant. Preparation for closeout should begin two months prior to the end date of the grant in order to accurately report expenses and make any necessary adjusting entries within the period of performance.

2. **Background:**

The Workforce Innovation and Opportunity Act (WIOA) funds, whether released in the form of grants or contracts, are awarded for a specific funding period. At the end of the contract or grant period, the grantee, subrecipient, or contractor must fully account for all WIOA expenditures.

3. **Policy:**

Formal closeout is required sixty calendar days, or as otherwise instructed, after the end of the grant, grant subgrant, or contract funding period, or when the funding is fully utilized, whichever comes first. A grant, subgrant, or contract closeout package will be provided by the Employment Security Department (ESD) at the end of the funding period or when the funding is fully utilized. The closeout package must indicate the date the closeout is due.

The final closeout must contain at a minimum:

- a. A final financial statement reflecting outlays for the fund stream or contract.
- b. A final accounting report reflecting expenditures and revenue of grant or contract
- c. A final accounting of any real property, personal property, or equipment acquired within the funding period with WIOA funds. The accounting of property will include an inventory or property list.

The fiscal agent, grantee, subrecipient or contractor will submit a financial closeout package on the forms provided by ESD. A closeout is required for each grant, grant subpart, or other funding award. LWDBs must also submit a quarterly report to ESD for the quarter the closeout was submitted.

Revisions to a closeout package may be requested within the time specified in the closeout package for any specific grant, grant subpart, or funding award. Such revisions will not alter the closeout due date. Instructions for submitting a Request for Revision are included in the closeout package.

Program income (including interest income), program expenditures paid for with program income, leveraged funds and stand-in costs, or other categories as set forth in federal report requirements must be included in the closeout package as specified in the instructions. Program income must be expended prior to closeout.

Any unspent funds must be returned at the completion of the final closeout activities to:

Employment Security Department
Attention: Central Budget Office
P.O. Box 9046
Olympia, WA 98507-9046

4. Definitions:

None.

5. References:

All fiscal policies and guidance letters published for WIOA are governed, as appropriate, under:

- [WIOA Title I Policy 5200](#) – Fiscal Definitions
- [Public Law 113-128](#)
- [2 CFR 200 Subpart D 200.343-344](#)
- [Generally Accepted Accounting Principles \(GAAP\)](#)

6. Supersedes:

NA

7. Website:

[Workforce Professionals Center](#)

8. Action:

Local Workforce Development Boards and their contractors, as well as Employment Security Regional Directors, should distribute this policy broadly throughout the system to ensure that WorkSource System staff are familiar with its content and requirements.

9. Attachments:

None.

Direct Inquiries To:

*Funds Manager
Financial and Administrative Services Division
Employment Security Department
PO Box 9046
Olympia, WA 98507
ESDGPFSDFundMGMT@ESD.WA.GOV*

Direct Other Inquiries To:

*Employment System Administration and Policy
Employment System Policy and Integrity Division
Employment Security Department
P.O. Box 9046
Olympia WA 98506-9046
SystemPolicy@esd.wa.gov*