

Part:	<b>Public Money and Property</b>	Number:	<b>3315</b>
Section:	<b>Public Money and Property</b>	Date:	<b>2020-12-15</b>
Subsection:	<b>Holding Money in the GRF</b>	Page:	<b>1 of 2</b>
Policy:	<b>Terms and Conditions for Moneys Held in the GRF</b>		

## Terms and Conditions for Moneys Held in the GRF

### Objective

*The objective is to outline terms and conditions for moneys held in the General Revenue Fund (GRF) through the Consolidated Offset Balance Concentration arrangement and through Other MIDAS Entities in the Government's central financial system.*

### Authority

*The Financial Administration Act, 1993, section 20 provides that Treasury Board may authorize any moneys not otherwise required to be paid into the GRF to be deposited into the GRF. Section 20 states that the deposit of these moneys are to be on any terms and conditions that Treasury Board may set, including the payment of interest.*

### Treasury Board Policy

- .01 Ministries, boards, commissions or agencies which have money held in bank accounts in the GRF shall receive interest at such rates specified on a regular basis, according to directives established by Treasury Board.
- .02 Records of the transactions are kept in an account designated "Due to Other Funds Account" with a separate accounting for each fund.

### Provincial Comptroller Directives

These procedures relate to moneys in bank accounts held by the GRF through the Consolidated Offset Balance arrangement with the Government's principal banking institution (refer to [Section 3305 Holding Money in the GRF through Consolidated Offset Balance Concentration \(COBC\)](#)) and through Other MIDAS Entities in the Government's central financial system (refer to [Section 3310 Holding Money in the GRF \(Other MIDAS Entities\)](#)).

- .03 Interest is not paid when moneys are GRF moneys that are retained in separate bank accounts (e.g., imprest bank accounts of ministries).
- .04 Interest is generally paid quarterly, unless there are administrative considerations that require interest to be paid monthly. Interest is calculated and paid by Corporate Services Division, Ministry of Finance, based on the Government's 30-day borrowing rate and using daily balance information.
- .05 When interest is to be paid by direct deposit, a [Direct Deposit Payment Request Form](#) is required to be prepared. See the [Accounting Manual, Appendix H Central System Processing](#).

Part:	<b>Public Money and Property</b>
Section:	<b>Public Money and Property</b>
Subsection:	<b>Holding Money in the GRF</b>
Policy:	<b>Terms and Conditions for Moneys Held in the GRF</b>

Number:	<b>3315</b>
Date:	<b>2020-12-15</b>
Page:	<b>2 of 2</b>

- .06 Moneys held by the GRF are liabilities of the GRF. For information on how these deposits are accounted for in the Government's central financial system, refer to the [Accounting Manual, Appendix A General Revenue Fund Year-end Procedures and Schedules](#) – Deposits Held.
- .07 Overdrafts are not permitted for bank accounts grouped with the GRF. Moneys held in the GRF through an accounting segregation are not to go into a negative balance (i.e., total disbursements are not to exceed total receipts).

## References

- [3000 Control of the GRF](#)  
[3300 Holding Money in the GRF](#)  
[3305 Holding Money in the GRF through Consolidated Offset Balance Concentration \(COBC\)](#)  
[3310 Holding Money in the GRF \(Other MIDAS Entities\)](#)  
[3410 Cash Management of Special Purpose Funds and Trust Money](#)
- [Accounting Manual, Appendix A General Revenue Fund Year-end Procedures and Schedules](#)
- [Accounting Manual, Appendix H Central System Processing](#)