

CHAPTER 4

RECOGNIZED CASH MANAGEMENT PERFORMER

4-1. Introduction: This Chapter sets forth the requirements for designation as a Recognized Cash Management Performer (RCMP). This Chapter also provides instructions to PHAs on applying for RCMP status and to Field Offices on reviewing, approving, and monitoring such requests.

4-2. Applicability: The RCMP status applies to all PHAs, with regard to their Public Housing development and modernization programs.

4-3. Supporting Documentation Not Required:

- * a. The PHA which is designated a RCMP is not required to submit any supporting documentation as set forth in paragraph 2-3, such as narrative statements, with Form HUD-5402A. The RCMP PHA is required only to complete Part II (Account by Date Due), not Part I (Detailed List of Creditors to be Paid by Account), of Form HUD-5402A. *
- b. Relief from attaching supporting justification does not mean that a PHA is relieved from compliance with provisions of Federal law and regulations. For example, although a RCMP is relieved from attaching bills to the HUD-5402A, still it must comply the Annual Contributions Contract (ACC) and the General Conditions of the Contract for Construction - Public Housing Program (HUD-5370). PHAs still will be subject to regular Independent Auditor (IA) audits. The Office of Inspector General (OIG) audit and investigations will continue to be conducted as special circumstances may warrant.
- c. If a PHA is designated a RCMP, it may at anytime choose to submit supporting justification with the HUD-5402A.

4-4. RCMP Criteria:

- a. For RCMP status, PHA must meet each of the following five criteria.

1. An internal control system has been developed and is operational.
2. Investments are in accordance with established HUD policies.

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