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Regarding the proper treatment of late payment interest charges in SAP when multiple accounting line items are involved.

We have reviewed this request and based on regulations in OMB Circular A-11 and the Prompt Payment Act, late payment interest penalties must be charged to the program funds of the program for which the penalty was incurred. In the case of multiple accounting line items, the object class with the larger portion of the payment should be charged to record the interest. This procedure will be included in the next update of the Financial Management Manual

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