

U.S. Department of the Treasury Bureau of the Fiscal Service Treasury Offset Program (TOP)

STATE RECIPROCAL PROGRAM

TOP offsets federal vendor and other non-tax payments to payees who owe delinquent debts to state agencies. In return, states offset payments to payees who owe delinquent debts to federal agencies.

UNEMPLOYMENT INSURANCE COMPENSATION PROGRAM

In partnership with the U.S. Department of Labor, TOP offsets federal tax refund payments to 1) payees who owe delinquent unemployment insurance (UI) compensation debts due to fraud or a person's failure to report earnings; and, 2) to payees who owe UI employer tax debts.

STATE INCOME TAX PROGRAM

TOP offsets federal tax refund payments to payees who owe delinquent state income tax obligations.

To learn more about TOP's smart government debt solutions and how your state can participate, email us at stateoffsets@fiscal.treasury.gov or contact us by phone below today to get started!

State Income Tax Program
State Reciprocal Program
202-874-7182

Unemployment Insurance
Compensation Program
202-874-9451

www.fiscal.treasury.gov/topstateprograms.htm

TOP State Programs: The Key to Maximizing Your State's Delinquent Debt Collections



- ✓ **Benefit #1:** Maximize your state's debt collection revenue with millions of dollars recovered each year.
- ✓ **Benefit #2:** Intercept eligible federal payments to individuals and businesses that owe delinquent debts to your state.
- ✓ **Benefit #3:** Recover valuable funds for federally-funded programs in a cost-effective manner.
- ✓ **Benefit #4:** Promote timely payments and deter delinquencies of state debts.

The **Treasury Offset Program (TOP)** is a centralized offset program administered by the U.S.

Department of the Treasury, Bureau of the Fiscal Service, to collect delinquent debts owed to federal agencies and states.

In FY 2014, TOP's successful partnership between the federal government and states recovered more than \$3 billion in delinquent debts for states; including \$1.9 billion in child support obligations, \$131.5 million for the Supplemental Nutrition Assistance Program (SNAP), and \$546.5 million in **State Income Tax (SIT)** debts.

Since its inception in January 2011, the **Unemployment Insurance Compensation (UIC)** program has grown rapidly. Forty-one states and the District of Columbia recovered \$370.7 million through TOP in FY 2014, and states gained the

eligibility to submit UI employer tax debts to TOP, as well as UI benefits.

In FY 2014, seven states and the District of Columbia participated in TOP's **State Reciprocal Program (SRP)** – the District of Columbia, Kentucky, Maryland, Minnesota, New Jersey, New York, West Virginia and Wisconsin – which recovered \$52.3 million in delinquent debts. In return, the states recovered \$36.5 million in overdue debts for the federal government. More states are expected to participate in SRP in 2015.

Make a decision to maximize your state's delinquent debt collections by participating in each of TOP's federal-state partnership programs. Let us show you the benefits today!

