

CHAPTER 4300
DEPARTMENT OF ENERGY AND ECONOMIC
DEVELOPMENT
COMMUNITY BLOCK GRANTS

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4300.1100 TYPES OF COMPETITIVE GRANTS AVAILABLE.

[For text of subpart 1, see M.R. 1987]

Subp. 2. Comprehensive grants. The office shall approve comprehensive grants for two or more projects which constitute a comprehensive program as described in part 4300.0100.

Subp. 3. [Repealed, 11 SR 2416]

Statutory Authority: *MS s 116J.401; 116J.403; 116J.873*

History: *11 SR 2416*

4300.1200 APPLICATION PROCESS AND REQUIREMENTS.

Subpart 1. Grant application manual. The office shall prepare a manual for distribution to eligible applicants no later than 120 days before the application closing date for competitive applications. The manual must instruct applicants in the preparation of applications and describe the method by which the office will evaluate and rank applications.

[For text of subps 2 to 6, see M.R. 1987]

Statutory Authority: *MS s 116J.401; 116J.403; 116J.873*

History: *11 SR 2416*

4300.2000 DETERMINATION OF GRANT AWARDS.

Subpart 1. Funds available for grants. The amount of funds available for grants shall be equal to the total allocation of federal funds made available to the State under United States Code, title 42, section 5306 (1981), after subtracting an amount for costs available to the office for administration of the program, as allowed by that law. The office is not liable for any grants under this chapter until funds are received from the United States Department of Housing and Urban Development.

Subp. 2. Division of funds. Of the funds available for grants in each grant year, 30 percent shall be reserved by the office to fund single purpose grants, 15 percent shall be reserved for economic development grants, and 55 percent shall be reserved by the office to fund comprehensive grants. However, the office may modify the proportions of funds available for single purpose and comprehensive grants if, after review of all applications, it determines that there is a shortage of fundable applications in either category.

At least 30 percent of the funds made available for single purpose grants shall be awarded for applications in each of the two categories: housing and public facilities. However, no application with a rating below the median score for its category shall be funded by the office solely for the purpose of meeting this requirement.

If there are unawarded economic development funds available at the end of

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the application year, two-thirds of the remaining funds will be available for competitive single purpose projects and one-third will be available for economic development projects during the next application year.

[For text of subps 3 to 5, see M.R. 1987]

Subp. 6. Grant ceilings. No competitive single purpose grant may be approved for an amount over \$600,000. No comprehensive grant may be approved for an amount over \$1,400,000. No economic development grant may be approved for an amount over \$500,000.

Statutory Authority: *MS s 116J.401; 116J.403; 116J.873*

History: *11 SR 2416*

4300.3100 GRANT AGREEMENTS.

[For text of subps 1 and 2, see M.R. 1987]

Subp. 3. Use of program income. Program income from sources such as reimbursements to and interest from a grant recipient's loan program, proceeds from disposition of real property, and proceeds from special assessments must be used for eligible activities. The office shall reduce future grant payments by the amount of any unobligated program income that an applicant has and shall take whatever additional action is necessary to recover any remaining amounts owed.

[For text of subps 4 to 7, see M.R. 1987]

Statutory Authority: *MS s 116J.401; 116J.403; 116J.873*

History: *11 SR 2416*

4300.3200 RECORD KEEPING AND MONITORING.

[For text of subpart 1, see M.R. 1987]

Subp. 2. Audits. Grant recipients must arrange for and pay for an acceptable independent audit prepared in compliance with OMB Circular A-128, which was published in the Federal Register, volume 50, number 188, page 39083, on September 27, 1985, and the Single Audit Act of 1984, Public Law Number 98-502, codified as United States Code, title 31, sections 7501 to 7507. Costs incurred pursuant to this requirement are eligible under this program.

[For text of subps 3 to 5, see M.R. 1987]

Statutory Authority: *MS s 116J.401; 116J.403; 116J.873*

History: *11 SR 2416*