MEMORANDUM

TO: Thomas R. Wilkey
    Executive Director

FROM: Monica Holman Evans
    Director of Grants Management

RE: Recommendation to Use Program Income to Meet Cost Sharing or Matching Requirements

Authority:

The Uniform Administrative Requirements for Grants and Cooperative Agreements with State and Local Governments 41 CFR § 105-71.125(g)(3), referred to as the Common Rule, states that: “When authorized, program income may be used to meet the cost sharing or matching requirement of the grant agreement.”

On June 11, 2004, the Commission adopted the Common Rule by tally vote.

Recommendation:

EAC should allow program income to be used to meet cost sharing or matching requirements. The General Counsel has been consulted and concurs with this recommendation.

Decision:

Thomas R. Wilkey agreed with the recommendation on November 4, 2011. States may now use program income to meet cost sharing or matching requirements.