

November 19, 1991

ALABAMA CDBG INTERGOVERNMENTAL
POLICY LETTER NUMBER 12

TO: Persons Interested in State
CDBG Program

FROM: Don C. Hines, Ph.D., Chief
Planning and Economic Development

POLICY ON APPLICABILITY OF ADMINISTRATIVE AND ENGINEERING
COSTS WHEN CDBG PROJECTS DO NOT MATERIALIZE

For those grantees who receive CDBG funds from FY 1987 and any other year thereafter, the following policy is established regarding applicability of administrative and engineering expenses;

If for any reason a project does not materialize as funded, and no benefits are achieved, the grantee will not be eligible to receive funds for administrative or engineering costs. Any CDBG funds which may have already been drawn down for these purposes must be reimbursed to the state.

Effective Date: Reissued November 19, 1991