

Grant Period/Availability of Funds

Obligations. An obligation occurs when funds are encumbered, through a valid purchase order or requisition to cover the cost of purchasing an authorized item on or after the begin date and up to the last day of the grant period in the award. Any funds not properly obligated by the recipient within the grant award period will lapse and revert to the awarding agency. The obligation deadline is the last day of the grant award period unless otherwise stipulated. (Example: If the award period is 1/1/04 to 12/31/04, the obligation deadline is 12/31/04.) Sub-grantees must complete performance during the obligation period (Example: OJA could not approve funding for a conference in April 2005 if the grant period ended 12/31/04.) Performance as a result of a contract under a block/formula grant may be completed during the expenditure period not to exceed 60 days after the end date of the grant.

No additional obligations can be incurred after the end of the grant.

Expenditures. Funds which have been properly obligated by the end of the award period will have 60 days in which to be liquidated (expended). Any funds not liquidated at the end of the 60-day period will lapse and revert to OJA.

Goods must be received and the services provided within the approved grant period. Project costs incurred before or after the approved grant period cannot be paid with grant funds.