

Title IV, Part B “Carryover” Instructions

“Carryover” is the term often used to refer to funds that have not been spent as originally obligated by the Title IV-B sub-grantee. Title IV-B funds are made available on July 1 of the fiscal year and remain available for obligation for a period of 27 months. This 27-month period includes an initial 15-month period of availability and an automatic 12-month extension permitted under the “Tydings Amendment.”



(EDGAR) 76.709 Funds may be obligated during a “carryover period.”

(a) If a State or a subgrantee does not obligate all of its grant or subgrant funds by the end of the fiscal year for which Congress appropriated the funds, it may obligate the remaining funds during a carryover period of one additional fiscal year.

(b) The State shall return to the Federal Government any carryover funds not obligated by the end of the carryover period by the State and its subgrantees.

(EDGAR) 76.710 Obligations made during a carryover period are subject to current statutes, regulations, and applications.

A State and a subgrantee shall use carryover funds in accordance with:

- (a) The Federal statutes and regulations that apply to the program and are in effect during the carryover period.
- (b) Any State plan, or application for a subgrant, that a State or subgrantee is required to submit for the carryover period.

NOTE: This section is based on a provision in the General Education Provisions Act (GEPA).

Title IV-B Carryover activities must therefore adhere to and must include the following:

1. An explanation for why funds were not spent.

There are many reasons why a grantee may find itself with carryover funds available. For example, fewer staff may have been hired or cost savings may have been accomplished by changes in the afterschool program than was projected in the approved plan.

2. A description of the allowable activities that the grantee would like to undertake.

Activities using carryover funds must meet all the same requirements as those in the original approved application.

3. A separate line item for each allowable expense.

Though these funds were originally received as part of the previous year's grant, each activity must be associated with a prioritized need identified in the current year's IV-B Approved Plan. Consequently, the current year's application must be in process before carryover requests can be reviewed.

Private Schools and Equitable Services

Private schools are eligible for carryover. The IV-B grantee is obligated to inform participating private schools within the district of any remaining equitable services. It is recommended that the grantee conduct this communication via registered letter, letting the school know the amount remaining and giving the school a deadline by which to inform the district if they plan to obligate those funds. If the private school fails to respond by that date, or if they communicate that they will not be accessing the remaining equitable services the district may then consider those funds available for grantee use.