

**Off. of Postsecondary Educ., Education**

**§ 628.31**

principal is to be retained and invested. However, the entire principal and income may be spent at any time at the discretion of the governing board.

(Authority: 20 U.S.C. 1065)

[49 FR 28521, July 21, 1984, as amended at 52 FR 11258, Apr. 8, 1987; 52 FR 36375, Sept. 28, 1987; 58 FR 11163, Feb. 23, 1993]

**Subpart B—What Type of Grant Does the Secretary Award Under the Endowment Challenge Grant Program?**

**§ 628.10 What are the characteristics of an endowment challenge grant?**

Each endowment challenge grant awarded by the Secretary under this part—

- (a) Must be matched by the institution receiving the grant with one dollar of non-Federal funds for every two dollars of Federal grant funds;
- (b) Must be invested by the institution; and
- (c) Must have a duration of 20 years.

(Authority: 20 U.S.C. 1065)

[58 FR 11163, Feb. 23, 1993]

**Subpart C—How Does an Eligible Institution Apply for an Endowment Challenge Grant?**

**§ 628.20 What shall an applicant include in an application for an endowment challenge grant?**

An applicant shall include in its application the amount of the endowment challenge grant it is requesting, a description of its short-term plan and long-term plan for raising and using endowment challenge grant funds, and information sufficient for the Secretary to—

- (a) Evaluate the application under the selection criteria set forth in § 628.31 and the priorities set forth in § 628.32; and
- (b) Determine whether the applicant will administer the endowment chal-

lenge grant in accordance with the regulations in this part.

(Approved by the Office of Management and Budget under control number 1840-0531)

(Authority: 20 U.S.C. 1065)

[49 FR 28521, July 21, 1984, as amended at 52 FR 11258, Apr. 8, 1987; 58 FR 11163, Feb. 23, 1993; 59 FR 46175, Sept. 7, 1994]

**Subpart D—How Does the Secretary Award an Endowment Challenge Grant?**

**§ 628.30 How does the Secretary evaluate an application for an endowment challenge grant?**

(a) In evaluating an application for an endowment challenge grant, the Secretary—

- (1) Judges the application using the selection criteria in § 628.31 and the priorities in § 628.32;
- (2) Gives, for each criterion and priority, a score up to the maximum possible points in parentheses following the description of that criterion or priority; and
- (3) Gives up to 130 total points, 90 points maximum for the criteria in § 628.31, and 40 points maximum for the priorities in § 628.32.

(b) In selecting recipients for grants, the Secretary follows the procedures in 34 CFR 75.217(d) and (e) of the Education Department General Administrative Regulations.

(Authority: 20 U.S.C. 1065)

[49 FR 28521, July 21, 1984, as amended at 52 FR 11258, Apr. 8, 1987]

**§ 628.31 What selection criteria does the Secretary use in evaluating an application for an endowment challenge grant?**

In evaluating an application for an endowment challenge grant, the Secretary uses the following three criteria:

- (a) The Secretary measures the applicant's past efforts to build or maintain its existing endowment and quasi-endowment funds by the dollar and relative increase in market value to the applicant's existing endowment and quasi-endowment funds over the applicant's four fiscal years preceding the year of application using the formulas