

TITLE VI PART A (SUBPART 2) FUNDING TRANSFERABILITY

PROGRAM PURPOSES

The Funding Transferability option allows eligible districts the choice of transferring up to 50 percent of their grant awards under certain NCLB programs for use in supporting the purposes of another NCLB program in order to improve student academic achievement.

PROGRAM REQUIREMENTS

Districts in School Improvement under Title I are limited to 30 percent. Complete the Transferability Worksheet in the Required Information Workbook to calculate how much of each included program allocation may be transferred and how much must be retained and budgeted for original program purposes. All statutory requirements of the receiving program (such as set-asides, caps, private school participation, etc.) will apply to the transferred-in funds. Private nonprofit school calculations in each affected program will be determined **after** the transfer occurs. Consolidated Administrative Cost (CAC) is calculated **after** the transfer of funds. Indirect Cost (IDC) is calculated **after** the transfer is completed and **after** CAC is calculated.

Districts participating in the REAP FLEX initiative are excluded from using the Transferability option.

Funds under the Title VI Part B (Subpart 2) Rural Low-Income School Grant Program may not be included under the Transferability Option.

Transferred funds are subject to the requirements of the receiving program. When an LEA transfers funds from one program to another, the transferred funds become funds of the program to which they are transferred and are subject to the rules and requirements of the receiving program. Statutory provisions that establish specific set-asides governing the uses of funds apply to funds that an LEA transfers under the transferability authority. The following will need to be adjusted when funds are transferred into or out of a program:

Title I (A)	20% maximum requirement for choice and supplemental services; 10% requirement for professional development for LEAs identified for improvement; 1% requirement for parental involvement; 5% professional development requirement for LEAs not identified for improvement; 15% carryover limitation
Title II (D)	25% requirement for professional development
Title IV (A)	2% limit on administrative cost; 25% carryover limitation; 20% cap on security devices or 40% cap to hire and train school resource officer