

Property Disposition Policy

State of Maine CDBG Program

Grantee:

Grant Yr:

The following items have been identified as non-expendable personal property purchased with CDBG funds as confirmed in your closeout dated _____. The left hand column identifies the number of the policy statement which relates to our interest in said property.

Policy Statement #	Property Identification	% Interest to the State
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(CHOOSE ONE:)

1. Item's original unit acquisition cost was below \$500. Grantee may use the property for other activities without reimbursement to the State Government or sell the property and retain the proceeds.
2. Item's original unit acquisition cost was above \$500. Property is to be transferred to the State as specified.
3. Item's original unit acquisition cost was above \$500. The grantee may retain the property for other uses provided that compensation is made to the original Federal agency or its successor. The amount of compensation shall be computed by applying the percentage of Federal participation in the cost of the original project or program to the current fair market value of the property. Reference CDBG Administrator's Guide Financial Handbook for definition of fair market value.
4. Item's original unit acquisition cost was above \$500. Grantee is instructed to sell the property and reimburse the State (DECD) an amount computed by applying the sales proceeds to the percentage of CDBG participation in the cost of the original project or program. However, the grantee shall be permitted to deduct and retain from the CDBG share \$100 or ten percent of the proceeds, whichever is greater, for the grantee's selling and handling expenses.
5. Other (specified below):

Failure of the State of Maine to issue this policy within 120 days after the end date of your contract results in the State's loss of disposition rights.

Please sign and return for our signature. A finalized copy will be forwarded to you.

Nellie Goulette
CDBG Financial Project Officer

CD Grantee Authorized Signature