

Montana Carl D. Perkins Policy and Procedures Manual

Subject: Perkins Funds Distribution and Management
Policy: Supplement not Supplant
Effective: July 1, 2007
Revised: Not Applicable

Montana will comply with the [OMB Circular A133 Addendum 1, pages 212 and 213](#) requirement that recipients of Perkins funds may supplement not supplant state funds. In essence, the guidance states the purpose of Perkins funding is to enhance and not replace state funds. Perkins funds may not be used to fund activities that were funded by the institution in the previous fiscal year, or for activities required by federal, state or local law. This includes unfunded state mandates or general ongoing operations of a local education agency/institution of higher education.

If enhancing or improving a Career and Technical Education (CTE) program or related service and expenses for the improvement are time limited and tie directly to an approved improvement activity, the expenses would not be viewed as supplanting. Other exceptions must be evaluated on a case-by-case basis and may be granted when the institution can demonstrate the activity would be impossible to continue without federal funds based on [non-regulatory guidance from OVAE](#) (see page 11). Montana requires institutions with approved exceptions to assure their intent to reduce and eventually eliminate federal funding of the excepted expense.

Secondary: [OPI Federal Grants Handbook ; Section 200 Procedures](#)