



MINNESOTA DEPARTMENT OF NATURAL RESOURCES DIVISION OF PARKS AND TRAILS

TRAIL GRANT FINANCIAL MANAGEMENT/REIMBURSEMENT MANUAL

This manual is to be used by individual(s) responsible for the processing and assembly of all cost documentation related to a Federal Recreational Trails Program (FRTTP) Grant, Minnesota's Local Trail Connections Grant Program, or Minnesota's Regional Trail Grant Program

This Financial Management Manual will serve as the local sponsor's shorthand guide to the cost documentation requirements for your reimbursement grant. The manual and Reimbursement Request and Project Cost Summary Sheet forms are available on the DNR website at [Trail Grant forms](#) under "Grant Expenditures and Requests for Reimbursement".

The Manual serves three distinct purposes:

1. It provides the sponsor with the information needed to request payment of an approved grant.
2. It provides assistance to us in the review and approval of all cost documentation submitted for your grant.
3. It guarantees that all required cost documentation in support of a grant is contained in our respective files for a subsequent audit.

The Manual will explain how to properly account for development projects that include:

1. Formal construction contracts.
2. The purchase of goods and/or services.
3. Purchase of Equipment.

For local units of government, please keep in mind that reimbursement amounts will be based upon an agreed to 75/25 cost sharing.

PREFACE

The information provided in this manual is based upon federal and state laws; U. S. Office of Management and Budget Circulars "A_87, Cost Principles for State and Local Governments" and Uniform Administrative Requirements for Grants and Cooperative Agreements to State and Local Governments (49 CFR Part 18), Uniform Administrative Requirements for Grants and Agreements with Institutions of Higher Education, Hospitals, and Other Non-Profit Organizations (49 CFR Part 19), "A-122, Cost Principles for Non-Profit Organizations," Minnesota Statutes specifically the "Uniform Municipal Contracting Law" (MS 471.345) and policies and procedures of the Minnesota Department of Natural Resources (DNR), Division of Parks and Trails.

Please **CAREFULLY** read all information contained in this manual. Pay particular attention to the sample forms, instructions and documentation checklists. Failure to do so could delay our processing of a request for reimbursement.

The Manual will not address all issues and potential problems that may arise during the completion of your project. Please do not hesitate to contact the Trail Grant Coordinator for technical assistance.

After assembling the cost documentation, the reimbursement form, project cost summary sheet and other required materials please submit the entire package to:

Minnesota Department of Natural Resources
Division of Parks and Trails
500 Lafayette Road
St. Paul, MN 55155-4052
ATTN: Daniel Golner, Trail Grant Coordinator

Any comments, questions, or requests for technical assistance on a funded project should be directed to: Daniel Golner, Trail Grant Coordinator (651) 259-5599.

BASIS FOR FINANCIAL ASSISTANCE

Payment of grant funds to the local sponsor is on a **reimbursement basis**. The sponsor must initially expend local monies, which are then reimbursed, under the terms of the grant. To obtain the total grant amount approved for a project, the sponsor must demonstrate actual expenditures totaling no less than the original estimated total cost of the project.

For local units of government, please keep in mind that reimbursement amounts will be based upon an agreed to 75/25 cost sharing.

UP TO FOUR (4) SEPARATE PAYMENT REQUESTS MAY BE SUBMITTED.

PRINCIPLES

There are three basic principles that should be remembered:

1. All procurement transactions will be conducted in a manner providing full and open competition.
2. **Costs incurred prior to the formal approval date are not grant eligible.**
3. Provisions contained within the signed contract are binding on all parties.

CERTIFICATION LETTER

IMPORTANT In order for you to receive any of the reimbursement payments, a certification letter must be submitted with the Documentation Checklist outlined on the next page. This certification letter must include the following:

1. The letter needs to be from the sponsoring local unit of government,
2. It needs to state that the project has been completed and,
3. Address that the project is consistent with the agreement.

DOCUMENTATION CHECKLIST

Summary Documentation

Each request for grant payment must include the following:

Reimbursement Request Form (Figure 1)

Project Cost Summary Sheet (Figure 2)

Invoices from contractor or for materials/services purchased and

Cancelled checks or warrant checks used to pay invoices

Supporting Documentation

For each formal construction contract listed on the Project Cost Summary Sheet, the local sponsor must submit the following cost documentation:

Bid advertisement from all newspapers which published the advertisement

Paid invoices from newspapers

Summary of bids received or dealer quotes

Executed contract between local government & contractor

Change orders, if any, to the original contract

If a project has been amended to either "add" or "delete" facilities to the project scope or if the plan has changed from the time of project approval, the local sponsor must submit the following with the final billing:

Copy of: As Built" Site Map/Electronic Geographical Informational Systems (GIS) Files.

For Land Acquisition Projects: In addition to Reimbursement Request Form, Cost Summary, and Paid invoices, submit the following:

- ☐ Recorded Warranty Deed(s)
- ☐ Warrant check or evidence of payment
- ☐ Statement of Just Compensation
- ☐ Written Offer to Purchase
- ☐ Statement of Owner(s)
- ☐ Statement(s) of Difference in Value (if applicable)
- ☐ Attorney's Certificate of Title and 5 Year History of Conveyance
- ☐ Report of the Commissioners (If acquisition by eminent domain)

Figure 1: Reimbursement Request Form

Instructions: To request funds for approved projects, complete and submit this form to the DNR, Division of Parks and Trails: Trail Grant Coordinator. This form serves as the cover sheet for your request and requires an original signature of the official authorized by the Grantee to claim reimbursements.

To Complete:

1. Enter the project number found on page 1 of the Grant Agreement.
2. Enter the grantee/recipient name.
3. Enter the project name.
4. Enter address of grantee/recipient.
5.
 - a. Enter the number of this request.
 - b. Enter the period for which funds are being requested.
 - c. Enter the amount of the request.
6. Use 'Remarks' section to clarify this request if necessary.
7. Grantee enter Name, Title, Date, Phone number and Sign - Authorized Grant Recipient form.

Figure 1.

REIMBURSEMENT REQUEST FORM

Project Number:	Grant Recipient:	Project Name:
Address for Payment:		

<p>Request Number: _____</p> <p>Period for which funds are being requested: (month /date/year)</p> <p>From: _____</p> <p>To: _____</p> <p>Amount of Request</p> <p>\$ _____</p>	<p>Authorized Grant Recipient:</p> <p>Name: _____</p> <p>Title: _____</p> <p>Signature _____ Date: _____</p> <p>I certify that I am the individual authorized to request funds.</p> <p>Phone: _____ (area code, phone number, extension)</p>
Remarks:	

For Department Use Only					
Contract #:					
Payment approved in the amount of				\$	
Claim 1	Claim 2	Claim 3	Claim 4	PARTIAL	FINAL
Dept R29	FY:		Vendor Number:		
Invoice Field:			Voucher #:		
I certify that the goods and/or materials covered by this claim have been inspected and received or the services have been performed and are in accordance with the grant agreement, and therefore is recommended					
Approved By:			Date:		

Figure 2: Project Cost Summary Sheet

The Project Cost Summary Sheet Form documents the date of purchase, vendor, item, type, invoice or check number, and amount of costs incurred on the local sponsor's project. Use this form to list each invoice and to record the totals from your various summary sheets. Attach a copy of each invoice and the warrant check used to pay it.

1. Enter Project Number
2. Enter Date
3. Enter Contractor/Vendor: e.g., A.B.C. Engineering, Johnson Hardware, City of Aspen Falls, Larson Construction, Adams Implement, etc.
4. Enter Item Description: Description of the item(s) (e.g. Engineering, Picnic Shelter, Paint, Seed and Sod, Equipment Purchase, etc.).
5. Enter Invoice or Check Number: Check # or Invoice # of associated activity (provide copy of cancelled check and/or invoice). Each invoice or warrant check must contain: Date, Vendor's name, Quantity of items purchased, Description of items purchased and Unit price.
6. Enter Amount: Dollar amount that is applicable to this project

Figure 2

Project Cost Summary Sheet

Project Number:

Attach copies of all invoices and warrant checks.

Date	Vendor	(Item Description / Land Description)	Invoice or Check #	Amount	For State Use
				\$	
				\$	
				\$	
				\$	
				\$	
				\$	
				\$	
				\$	
				\$	
				\$	
				\$	
				\$	
				\$	
				\$	
				\$	
				\$	
				\$	
				\$	
				\$	
				\$	
	Total Cost			\$ 0.00	
	Reimbursement Total:			\$	

THE LOCAL SPONSOR MUST COMPLETE THESE FORMS IN ORDER TO RECEIVE PAYMENT OF FUNDS.
SUBMIT THE COMPLETED REIMBURSEMENT REQUEST FORM, ATTACHED PROJECT COST SUMMARY SHEET AND
REQUIRED SUPPORTING DOCUMENTATION TO TRAIL GRANT COORDINATOR.

Example: Paid Invoices for all Materials/Services or From the Contractor

Materials and services purchased by the local sponsor to complete facilities included in the project scope of the grant agreement may be credited as eligible project expenditures. Typical examples of material/service purchases include: hardware, paint, lumber, sand/gravel, concrete, landscape materials, signs, design/engineering services and contractor services.

Materials and services purchased for the operation and maintenance of the project site are not eligible.

Paid invoices and **copies of** warrants/checks must be included with the cost documentation to provide evidence of eligible expenditures. The following examples have been prepared to ensure the accountability of purchased materials and services.

Paid Invoices

Whenever materials or services are purchased by the local sponsor, an invoice must be obtained from the vendor to provide evidence of the sale. The invoice must be legible and include the following items:

- name and address of the vendor;
- quantity of item(s) purchased;
- description of item(s) purchased;
- unit price;
- total amount of each line item; and
- the signature of the local sponsor's representative receiving the material/service.

The invoice must also identify the specific facility for which the purchase was made.

Please note that there are two instances which will require special attention.

First, the sponsor may have some invoices which include materials/services for facilities not included in the project. In this case, identify on the invoice(s) only those items which are being charged against the project.

Second, vendor statements are acceptable as cost documentation only in those instances when an invoice cannot be obtained from the vendor. Some vendors, as a matter of practice, do not use invoices. In such an instance, simply identify on the vendor's statement the actual items that are related to the project. Enter the total amount of project related purchases from each invoice (or statement) on the Billing Data Sheet.

Submit one copy of each paid invoice with your billing data sheet. Retain one copy for your project file.

Example: Invoice for all Materials/Services

#1001

Lundgren Lumber Company
113 East Maple Street
Littlebark, MN 65109

I N V O I C E

Qty.	Item	Unit	Unit Price	Total Price
8	4" x 4" x 8' trt.		4.20	33.60
72	2" x 2" x 8' trt.		1.00	72.00
36	2" x 4" x 8' trt.		2.10	75.60
	(trail construction - project 27-00159)			
1	set of hand rail plans by architect (design and eng. - project 27-00159)		50.00	50.00
			Tax	Exempt
Rec'd by <i>Clark Jones</i>			TOTAL	231.20

Example: Paid Invoice from the Contractor

APPLICATION AND CERTIFICATE FOR PAYMENT
 TO (Owner): City of Aspen Falls
 City Hall
 Aspen Falls, MN 55107
 PROJECT: Aspen Falls Park
 APPLICATION NO: 1
 PERIOD FROM: 9/30/89
 TO: 10/31/89
 DISTRIBUTION TO:
☒ OWNER
☒ ARCHITECT
☒ CONTRACTOR
 ATTENTION: Orville Meyer
 CONTRACT FOR: Trail Development
 ARCHITECT'S PROJECT NO:
 CONTRACT DATE: 9/15/89

CONTRACTOR'S APPLICATION FOR PAYMENT
 Application is made for Payment, as shown below, in connection with the Contract. Continuation Sheet, AIA Document G703, is attached.

The present status of the account for this Contract is as follows:

ORIGINAL CONTRACT SUM	\$ 19,985.00
Net change by Change Orders	\$ 0.00
CONTRACT SUM TO DATE	\$ 19,985.00
TOTAL COMPLETED & STORED TO DATE	\$ 5,000.00
RETAINAGE 5% of total in Column 1 on G703	\$ 250.00
TOTAL EARNED LESS RETAINAGE	\$ 4,750.00
LESS PREVIOUS CERTIFICATES FOR PAYMENT	\$ 0.00
CURRENT PAYMENT DUE	\$ 4,750.00

State of: Minnesota
 Subscribed and sworn to before me this 31st day of October 19 89
 Notary Public:
 My Commission expires:

ARCHITECT'S CERTIFICATE FOR PAYMENT
 In accordance with the Contract Documents, based on on-site observations and the data comprising the above application, the Architect certifies to the Owner that the Work has progressed to the point indicated; that to the best of his knowledge, information, and belief, the quality of the Work is in accordance with the Contract Documents; and that the Contractor is entitled to payment of the AMOUNT CERTIFIED.

CONTRACTOR: SWENSON BROTHERS BITUMINOUS
 By: Larry Swenson Date: 10/31/89
 ARCHITECT: Shorter, Inc.
 By: Frank Shorter Date: 10/31/89
 This Certificate is not negotiable. The AMOUNT CERTIFIED is payable only to the Contractor named herein. Issuance, payment, and acceptance of payment are without prejudice to any rights of the Owner or Contractor under this Contract.

EXAMPLE A-6: CONTRACTOR'S INVOICE

Example: Warrant/Check for all Materials/Services

A photocopy of your warrant/check must be attached to each vendor invoice to provide evidence that the purchase(s) were actually paid for by the local sponsor. In cases where a single warrant/check was used to pay several invoices, simply attach all of the associated invoices to the warrant. An example of a warrant check is shown below.

CITY OF ASPEN FALLS	
ASPEN FALLS, MINNESOTA 65107	
General Account	No. 024975
Date 6/8/89	
Exactly 231 Dollars 20 Cents	231.20
Pay to the Order of	Lundgren Lumber Company Littlebark, MN 65109
ASPEN FALLS NATIONAL BANK ASPEN FALLS, MINNESOTA	

Example: Warrant/Check to pay the Contractor

CITY OF ASPEN FALLS	
ASPEN FALLS, MINNESOTA 65107	
General Account	No. 024974
Date 11/20/89	
Exactly 4,750 Dollars 0 Cents	4,750.00
Pay to the Order of	Swenson Brothers Bituminous Birch Grove, MN 65108
ASPEN FALLS NATIONAL BANK ASPEN FALLS, MINNESOTA	

Examples: Procurement Standards, Bid Advertisements and Paid Newspaper Invoices

All procurement contracts will be conducted in a manner providing full and open competition. It is our experience that local procurement standards are more restrictive than state or federal standards. At a minimum, the local standards should meet state standards. If this is so, then we recommend that you use your own local procurement procedures. The following will help you gauge whether your local standards at least meet state standards. If they do not, then use the standards below.

1. If recipient subcontracts any portion of this project to another entity, the contract with the subcontractor will contain all provisions of the contract with the State.
2. Per Minn. Stat. §471.345, recipients that are municipalities as defined in Subd. 1 must do the following if contracting funds from this grant contract for any supplies, materials, equipment or the rental thereof, or the construction, alteration, repair or maintenance of real or personal property
 - (a) If the amount of the contract is **estimated to exceed \$175,000**, sealed bids shall be solicited by public notice in the manner and subject to the requirements of the law governing contracts by the particular municipality or class thereof. With regard to repairs and maintenance of ditches, the provisions of section [103E.705, subdivisions 5, 6, and 7](#), apply.
 - (b) If the amount of the contract is **estimated to exceed \$25,000 but not to exceed \$175,000**, the contract may be made either upon sealed bids or by direct negotiation, by obtaining two or more quotations for the purchase or sale when possible, and without advertising for bids or otherwise complying with the requirements of competitive bidding. All quotations obtained shall be kept on file for a period of at least one year after receipt thereof.
 - (c) If the amount of the contract is **estimated to be \$25,000 or less**, the contract may be made either upon quotation or in the open market, in the discretion of the governing body. If the contract is made upon quotation it shall be based, so far as practicable, on at least two quotations which shall be kept on file for a period of at least one year after their receipt. Alternatively, municipalities may award a contract for construction, alteration, repair, or maintenance work to the vendor or contractor offering the best value under a request for proposals as described in section [16C.28, subdivision 1](#), paragraph (a), clause (2), and paragraph (c)
 - (d) Support documentation of the bidding process utilized to contract services must be included in the grantee's financial records, including support documentation justifying a single/sole source bid, if applicable.
 - (e) For projects that include construction work of \$25,000 or more, prevailing wage rules apply per; [Minn. Stat. §§177.41 through 177.44](#) consequently, the bid request must state the project is subject to prevailing wage. These rules require that the wages of laborers and workers should be comparable to wages paid for similar work in the community as a whole.

In addition, if you are receiving federal funds from the F RTP program, section 18.36 of the Uniform Administrative Requirements for Grants and Cooperative Agreements to State and Local Governments

(49 CFR Part 18) is attached at the end of this manual for further reference of federal procurement standards.

To properly document a bid advertisement, simply submit one copy of the published newspaper(s) bid announcement. Bid advertisements are grant eligible, so submit one copy of the newspaper's paid invoice. Retain the originals for your project file. Examples are found on the following pages.

Example: Bid Advertisement

No. 621, District Communications Technology Modernization, for Phase II and Phase III projects as follows: Phase II — Middle Schools at: Chippewa Middle School, 5000 Hodgson Road, North Oaks, MN; Edgewood Middle School, 5100 Edgewood Drive, Mounds View, MN; Highview Middle School, 2300 North West 7th Street, New Brighton, MN; Phase III — Elementary Schools at: Bel Air Elementary School, 1800 North West Fifth Street, New Brighton, MN; Island Lake Elementary School, 3555 Victoria Street, Shoreview, MN; Pike Lake Elementary School, 2101 North West 14th Street, New Brighton, MN; Pinewood Elementary School, 5500 Quincy Street, Mounds View, MN; Snail Lake Elementary School, 4550 Hodgson Road, Shoreview, MN; Sunnyside Elementary School, 2070 West County Road B, New Brighton, MN; Turtle Lake Elementary School, 1141 West County Road I, Shoreview, MN; Valentine Hills Elementary School, 1770 West County Road E2, Arden Hills, MN in accordance with the Bidding Documents prepared by Armstrong, Torseth, Skold and Rydeen, Inc., Architects and Engineers, 4901 Olson Memorial Highway, Minneapolis, MN 55422.

PROJECT DESCRIPTION: Project consists of an extended performance voice and data cabling systems, and television distribution systems.

BASIS OF BID: Separate Lump Sum Bids will be received for each project to provide equipment. Specified Contractors may submit Bids for either Phase I or Phase III or a Bid for both projects. Alternate Bids and Unit Price Bids will be received for specific items on each project.

BID OPENING: Independent School District No. 621 will receive Bids until 2:00 p.m., Thursday, July 8, 1993 at the District Offices, 2959 Hamline Avenue North, Roseville, MN 55113. Bids will be opened and read aloud immediately after specified closing time. All interested persons are invited to attend.

BID SECURITY: Each proposal shall be accompanied by a certified check, cashier's check or bid bond in the amount of 5 percent of the Bid submitted, made payable to the Owner, as a guarantee that the Bidder will, if awarded the Contract, enter into a Contract in accordance with his proposal and the Contract Documents.

EXAMINATION OF DOCUMENTS: Drawings, Project Manual, and other Contract Documents may be examined at the Architects' office and at the following locations:

Minneapolis Builders Exchange
1123 Glenwood Avenue
Minneapolis, MN 55405
St. Paul Builders Exchange
445 Farrington Street
St. Paul, MN 55103
F.W. Dodge Plan Room
7600 Parklawn Avenue
Suite 352
Minneapolis, MN 55435
Construction Bulletin
8401 - 73rd Avenue North
Suite 82
Brooklyn Park, MN 55428
Mankato Builders Exchange
158 Warren Street
Mankato, MN 56001
St. Cloud Builders Exchange
26 Sixth Avenue North, Box 746
St. Cloud, MN 56301
Rochester Plan Room
1915 Highway 52 North

MOUNDS VIEW

INSTALLATION OF ASPHALT PATH AT SILVER VIEW PARK BID CLOSES JULY 23, 1993 MOUNDS VIEW, MN

ADVERTISEMENT FOR BIDS — Notice is hereby given that sealed bids for the furnishing of all labor and material for the installation of a paved asphalt path at Silver View Park will be received by the Director of Parks, Recreation & Forestry of the City of Mounds View until 4:00 p.m., Friday, July 23, 1993 at Mounds View City Hall, 2401 Highway 10. Late bids will not be accepted. At 10:00 a.m., Monday, July 26, 1993 the bids will be publicly opened and read aloud in the Council Chamber of City Hall. Bids shall be on the forms provided for that purpose and are available at Mounds View City Hall along with plans and specifications for the project. Copies of plans and specifications and bid sheet may be obtained from Mounds View City Hall, 2401 Highway 10, during the hours of 8:00 a.m. - 4:30 p.m. Monday through Friday.

Bid security in the amount of 5% of the bid must accompany each bid. Bids shall be directed to the office of the Director of Parks, Recreation & Forestry, securely sealed and endorsed on the outside wrapper, "Bid for Silver View Park path".

The Mounds View City Council reserves the right to reject any and all bids, to waive irregularities and informalities therein and to award the Contract in the best interest of the City.

Samantha Orduno
City Administrator
City of Mounds View

(Bulletin: July 7, 1993)

NEW BRIGHTON

RESOLUTION NO. 93-080 THE CITY OF NEW BRIGHTON, MINNESOTA RESOLUTION AUTHORIZING ISSUANCE OF ORDER TO ABATE NUISANCE

WHEREAS, Fred A. Rosenkranz is the record owner of property located at 1521 14th Avenue NW, New Brighton, Minnesota (the Subject Premises); and

WHEREAS, the Department of Community Development of the City has received complaints concerning the maintenance of the Subject Premises; and

WHEREAS, the City Sanitarian inspected the Subject Premises on June 26, 1992, and found conditions constituting nuisances under Chapter 17 of the City of New Brighton Code of Ordinances, including the accumulation of brush, tires, lumber, metal, old mowers and other rubbish, junk and trash, and the presence of a substandard structure; and

WHEREAS, the City Sanitarian sent written notice dated June 26, 1992, (the June 26 Notice) by Certified Mail and regular mail to Fred A. Rosenkranz at 1521 14th Avenue NW, New Brighton, MN 55112 on June 26, 1992,

full and empty containers containing unknown liquid contents, and numerous other items of rubbish;

(b) the piling, storing and keeping of old machinery, equipment, building materials, wrecked or junked vehicles and other junk or debris;

(c) the growth of noxious weeds;

(d) the existence of an unfilled excavation;

(e) other uses of said property which are deemed to be a menace to the health of inhabitants of the city and which are liable to cause injury.

2. That, pursuant to Section 17-2 of the New Brighton Code of Ordinances, a public nuisance is being maintained and exists on the Subject Premises.

3. That, because of its inadequate maintenance, dilapidation, physical damage and unsanitary condition, the Subject Premises constitutes a hazard to public safety and health pursuant to Minnesota Statutes, Section 463.15 et seq.

4. That, pursuant to Section 17-7(b) of the New Brighton Code of Ordinances, there is good reason to believe the usual notice and prosecution procedure will be ineffective in removing said nuisances.

5. That the City Council, by majority vote, hereby orders the abatement of all nuisances existing on the Subject Property and that an order in the form of Exhibit A hereto (the Order) requiring the abatement of nuisances existing on the Subject Property shall be issued and a copy of the Order shall be served upon Fred A. Rosenkranz and upon other record owners of the property, if any, and upon all known adult occupants or caretakers of the property by certified mail and personal service and shall be posted on the premises in a conspicuous place.

6. That the city sanitarian, licensed police officers, community service officers and police reserve officers are authorized to inspect the Subject Premises to enforce compliance with the Order.

7. That, if the nuisances are not abated within the time period described in the Order, the City Manager shall be, and hereby is, authorized and directed to take whatever actions are necessary to enable the City to abate the nuisances at City expense and to collect from the owner of the Premises, or certify as a special assessment against the Premises, all expenses incurred by the City for such purpose, plus all such other amounts as may be warranted by ordinance or law.

Adopted by the City Council of the City of New Brighton, Minnesota this 22nd day of June, 1993.

/s/ Robert J. Benke, Mayor
M.A. Egan, City Clerk
(Bulletin: June 30, July 7, 14, 21, 1993)

CITY OF NEW BRIGHTON

803 - 5th Avenue NW
New Brighton, MN 55112

ADVERTISEMENT FOR BIDS

Sealed proposals for furnishing of the necessary labor, materials and equipment for construction of approximately:

12,500 Square Yards Bituminous Surface Removal
2,400 Ton 2332 Bituminous Binder Course
1,100 Ton 2341 Bituminous Wearing Course
Plus concrete curb and sidewalk repairs.

Example: Paid Invoices from Newspapers

<p>ASPEN FALLS GAZETTE Aspen Falls, MN 65107</p> <p>City of Aspen Falls City Hall Aspen Falls, MN 65107</p>				
Date	Detail	Charge	Credit	Balance
7/28/89	Adv. for Bids L.I. #210-1	\$24.66	--	\$24.66
				<i>Tax Exempt</i>
PLEASE REMIT THIS AMOUNT				\$24.66

Example: Summary of Bids Received

A listing of all the bids must be submitted. Although it is very likely that the local sponsor would generate a list of this nature for its own use, an example has been provided below.

Submit one copy with your billing data sheet and retain one copy for your project file.

SUMMARY OF BIDS FOR TRAIL DEVELOPMENT**Local Improvements #210-1**

<u>Bidder</u>	<u>Date Received</u>	<u>Bid</u>
Johnson Construction	8/10/89	\$21,900
Joe's Blacktop	8/11/89	\$20,850
Swenson Bros. Bituminous	8/09/89	\$19,985
O'Leary Construction	8/12/89	\$24,950

Note: If the lowest bid is not selected, the sponsor must submit a statement in writing describing the reasons why it was not selected.

Example: Executed Construction Contracts

Submit one copy of each executed construction contract, with any change orders, for your project. Retain the original contracts in your project file. An example of a construction contract follows below.

Standard Form of Agreement between Owner and Contractor

THIS AGREEMENT, made as of the _____ day of _____ in the year 19__ by and between CITY OF ASPEN FALLS, MINNESOTA (hereinafter called the OWNER) and SWENSON BROTHERS BITUMINOUS, INC. (hereinafter called the contractor) .

WITNESSETH THAT the OWNER and CONTRACTOR, in consideration of the mutual covenants hereinafter set forth, agree as follows:

Article 1. Work: The CONTRACTOR will perform all work as shown in the contract documents for the completion of the project generally described as follows:

ASPEN FALLS PARK TRAIL DEVELOPMENT LOCAL
IMPROVEMENT NO. 210_1
ASPEN FALLS, MINNESOTA

Article 2. Engineer: The Project has been designed by Shorter, Inc., 222 East Canada Road, St. Paul, Minnesota 55117, who will act as the ENGINEER in connection with completion of the Project in accordance with the Contract Documents.

Article 3. Contract Time: The work shall be completed within AS SPECIFIED calendar days after the date which the OWNER shall designate in writing to the CONTRACTOR as the date on which it is expected that the CONTRACTOR will start the work.

Article 4. Contract Price: The OWNER will pay the CONTRACTOR for performance of the work and completion of the project, in accordance with the contract documents, subject to adjustment by modification, as provided therein in current funds as follows:

NINETEEN THOUSAND, NINE HUNDRED and EIGHTY_FIVE and 00/100 dollars (\$19,985)

Article 5. Progress and Final Payments: The OWNER will make progress payments on account of the Contract Price, as provided in the GENERAL CONDITIONS as follows:

5.1 Progress and final payments will be on the basis of Contractors Application for Payment, as approved by the ENGINEER.

5.2 On or about the AS SPECIFIED day of each month during construction: 95% of the work completed, and 95% of material and equipment not incorporated in the work but delivered and suitably stored, less in each case the aggregate of payments previously made.

5.3 Upon Substantial Completion, a sum sufficient to increase the total payments to the CONTRACTOR to 98% of the contract price less retain ages as the ENGINEER shall determine for all in completed work and unsettled claims.

5.4 Upon final completion of the work and settlement of all claims, the remainder of the contract price.

Article 6. Contract Documents: The Contract Documents which comprise the Contract between the OWNER and the

CONTRACTOR are attached hereto and made a part hereof and consist of the following:

- 6.1 This Agreement
- 6.2 Exhibits to this Agreement
- 6.3 Specifications consisting of: Instructions to Bidders, GENERAL CONDITIONS, Special Conditions, Technical Provisions
- 6.4 Drawings and Plans
- 6.5 Addenda
- 6.6 Any Modifications, including change orders, duly delivered after execution of this Agreement
- 6.7 The Bid and the Contract Bond

Article 7. Miscellaneous:

7.1 Terms used in this Agreement which are defined in Article 1 of the GENERAL CONDITIONS shall have the meanings indicated in the GENERAL CONDITIONS.

7.2 Neither the OWNER nor the CONTRACTOR shall, without the prior written consent of the other, assign or sublet in whole or in part his interest under any of the Contract Documents and, specifically, the CONTRACTOR shall not assign any monies due or to become due without the prior written consent of the OWNER.

7.3 The OWNER and the CONTRACTOR each binds himself, his partners, successors, assigns, and legal representatives to the other party hereto in respect of all covenants, agreements, and obligations contained in the Contract Documents.

7.4 The Contract Documents constitute the entire Agreement between the OWNER and the CONTRACTOR and may only be altered, amended, or repealed by a duly executed written instrument.

IN WITNESS WHEREOF, the parties hereto have executed this Agreement the day and year first above written.

Owner

Owner

By

By

(Corporate Seal)

(Corporate Seal)

Attest

Attest

"As Built" Site Map

If a project has been amended to add or delete facilities to the project scope, or if the final layout of facilities is different from that originally proposed, the local sponsor must submit an "as built" site plan with the cost documentation. The "as built" plan should show "grant constructed" facilities in yellow, preexisting facilities in red, and future facilities in blue. It should be drawn to the same accuracy and detail as the plan submitted with the final application for the project.

Please Note: Any changes from the originally approved project scope or plan must first be approved by the DNR, Trails and Waterways Division. Such approval may necessitate the processing of a formal amendment to the grant agreement. *Do not jeopardize a project by failing to notify our office of any proposed changes.*

APPENDIX: Federal Administration Requirements

This section is only applicable for use with projects receiving Federal Recreational Trails Program Grants. It does not apply for state funded Local Trail Connections Grants and Regional Trail Grants

Section 18.36 of Uniform Administrative Requirements for Grants and Cooperative Agreements to the State and Local Governments

[Code of Federal Regulations]

[Title 49, Volume 1]

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TITLE 49--TRANSPORTATION

Subtitle A--Office of the Secretary of Transportation

PART 18 _UNIFORM ADMINISTRATIVE REQUIREMENTS FOR GRANTS AND COOPERATIVE AGREEMENTS TO STATE AND LOCAL GOVERNMENTS--Table of Contents

Subpart C _Post-Award Requirements

§ 18.33 Supplies.

- (a) Title. Title to supplies acquired under a grant or subgrant will vest, upon acquisition, in the grantee or subgrantee respectively.
- (b) Disposition. If there is a residual inventory of unused supplies exceeding \$5,000 in total aggregate fair market value upon termination or completion of the award, and if the supplies are not needed for any other federally sponsored programs or projects, the grantee or subgrantee shall compensate the awarding agency for its share.

§18.34 Copyrights.

The Federal awarding agency reserves a royalty-free, nonexclusive, and irrevocable license to reproduce, publish or otherwise use, and to authorize others to use, for Federal Government purposes:

- (a) The copyright in any work developed under a grant, subgrant, or contract under a grant or subgrant; and
- (b) Any rights of copyright to which a grantee, subgrantee or a contractor purchases ownership with grant support.

§ 18.35 Subawards to debarred and suspended parties.

Grantees and subgrantees must not make any award or permit any award (subgrant or contract) at any tier to any party which is debarred or suspended or is otherwise excluded from or ineligible for participation in Federal assistance programs under Executive Order 12549, "Debarment and Suspension."

§ 18.36 Procurement.

- (a) States. When procuring property and services under a grant, a State will follow the same policies and procedures it uses for procurements from its non-Federal funds. The State will ensure that every purchase order or other contract includes any clauses required by Federal statutes and executive orders and their implementing regulations. Other grantees and subgrantees will follow paragraphs (b) through (i) in this section.
- (b) Procurement standards.

(1) Grantees and subgrantees will use their own procurement procedures which reflect applicable State and local laws and regulations, provided that the procurements conform to applicable Federal law and the standards identified in this section.

(2) Grantees and subgrantees will maintain a contract administration system which ensures that contractors perform in accordance with the terms, conditions, and specifications of their contracts or purchase orders.

(3) Grantees and subgrantees will maintain a written code of standards of conduct governing the performance of their employees engaged in the award and administration of contracts. No employee, officer or agent of the grantee or subgrantee shall participate in

selection, or in the award or administration of a contract supported by Federal funds if a conflict of interest, real or apparent, would be involved. Such a conflict would arise when:

- (i) The employee, officer or agent,
 - (ii) Any member of his immediate family,
 - (iii) His or her partner, or
 - (iv) An organization which employs, or is about to employ, any of the above, has a financial or other interest in the firm selected for award. The grantee's or subgrantee's officers, employees or agents will neither solicit nor accept gratuities, favors or anything of monetary value from contractors, potential contractors, or parties to subagreements. Grantee and subgrantees may set minimum rules where the financial interest is not substantial or the gift is an unsolicited item of nominal intrinsic value. To the extent permitted by State or local law or regulations, such standards or conduct will provide for penalties, sanctions, or other disciplinary actions for violations of such standards by the grantee's and subgrantee's officers, employees, or agents, or by contractors or their agents. The awarding agency may in regulation provide additional prohibitions relative to real, apparent, or potential conflicts of interest.
- (4) Grantee and subgrantee procedures will provide for a review of proposed procurements to avoid purchase of unnecessary or duplicative items. Consideration should be given to consolidating or breaking out procurements to obtain a more economical purchase. Where appropriate, an analysis will be made of lease versus purchase alternatives, and any other appropriate analysis to determine the most economical approach.
- (5) To foster greater economy and efficiency, grantees and subgrantees are encouraged to enter into State and local intergovernmental agreements for procurement or use of common goods and services.
- (6) Grantees and subgrantees are encouraged to use Federal excess and surplus property in lieu of purchasing new equipment and property whenever such use is feasible and reduces project costs.
- (7) Grantees and subgrantees are encouraged to use value engineering clauses in contracts for construction projects of sufficient size to offer reasonable opportunities for cost reductions. Value engineering is a systematic and creative analysis of each contract item or task to ensure that its essential function is provided at the overall lower cost.
- (8) Grantees and subgrantees will make awards only to responsible contractors possessing the ability to perform successfully under the terms and conditions of a proposed procurement. Consideration will be given to such matters as contractor integrity, compliance with public policy, record of past performance, and financial and technical resources.
- (9) Grantees and subgrantees will maintain records sufficient to detail the significant history of a procurement. These records will include, but are not necessarily limited to the following: rationale for the method of procurement, selection of contract type, contractor selection or rejection, and the basis for the contract price.
- (10) Grantees and subgrantees will use time and material type contracts only--
- (i) After a determination that no other contract is suitable, and
 - (ii) If the contract includes a ceiling price that the contractor exceeds at its own risk.
- (11) Grantees and subgrantees alone will be responsible, in accordance with good administrative practice and sound business judgment, for the settlement of all contractual and administrative issues arising out of procurements. These issues include, but are not limited to source evaluation, protests, disputes, and claims. These standards do not relieve the grantee or subgrantee of any contractual responsibilities under its contracts. Federal agencies will not substitute their judgment for that of the grantee or subgrantee unless the matter is primarily a Federal concern. Violations of law will be referred to the local, State, or Federal authority having proper jurisdiction.
- (12) Grantees and subgrantees will have protest procedures to handle and resolve disputes relating to their procurements and shall in all instances disclose information regarding the protest to the awarding agency. A protestor must exhaust all administrative remedies with the grantee and subgrantee before pursuing a protest with the Federal agency. Reviews of protests by the Federal agency will be limited to:
- (i) Violations of Federal law or regulations and the standards of this section (violations of State or local law will be under the jurisdiction of State or local authorities) and
 - (ii) Violations of the grantee's or subgrantee's protest procedures for failure to review a complaint or protest. Protests received by the Federal agency other than those specified above will be referred to the grantee or subgrantee.
- (c) Competition. (1) All procurement transactions will be conducted in a manner providing full and open competition consistent with the standards of Sec. 18.36. Some of the situations considered to be restrictive of competition include but are not limited to:
- (i) Placing unreasonable requirements on firms in order for them to qualify to do business,
 - (ii) Requiring unnecessary experience and excessive bonding,
 - (iii) Noncompetitive pricing practices between firms or between affiliated companies,
 - (iv) Noncompetitive awards to consultants that are on retainer contracts,
 - (v) Organizational conflicts of interest,
 - (vi) Specifying only a "brand name" product instead of allowing "an equal" product to be offered and describing the performance of other relevant requirements of the procurement, and

(vii) Any arbitrary action in the procurement process.

(2) Grantees and subgrantees will conduct procurements in a manner that prohibits the use of statutorily or administratively imposed in-State or local geographical preferences in the evaluation of bids or proposals, except in those cases where applicable Federal statutes expressly mandate or encourage geographic preference. Nothing in this section preempts State licensing laws. When contracting for architectural and engineering (A/E) services, geographic location may be a selection criteria provided its application leaves an appropriate number of qualified firms, given the nature and size of the project, to compete for the contract.

(3) Grantees will have written selection procedures for procurement transactions. These procedures will ensure that all solicitations:

(i) Incorporate a clear and accurate description of the technical requirements for the material, product, or service to be procured. Such description shall not, in competitive procurements, contain features which unduly restrict competition. The description may include a statement of the qualitative nature of the material, product or service to be procured, and when necessary, shall set forth those minimum essential characteristics and standards to which it must conform if it is to satisfy its intended use. Detailed product specifications should be avoided if at all possible. When it is impractical or uneconomical to make a clear and accurate description of the technical requirements, a "brand name or equal" description may be used as a means to define the performance or other salient requirements of a procurement. The specific features of the named brand which must be met by offerors shall be clearly stated; and

(ii) Identify all requirements which the offerors must fulfill and all other factors to be used in evaluating bids or proposals.

(4) Grantees and subgrantees will ensure that all prequalified lists of persons, firms, or products which are used in acquiring goods and services are current and include enough qualified sources to ensure maximum open and free competition. Also, grantees and subgrantees will not preclude potential bidders from qualifying during the solicitation period.

(d) Methods of procurement to be followed--(1) Procurement by small purchase procedures. Small purchase procedures are those relatively simple and informal procurement methods for securing services, supplies, or other property that do not cost more than the simplified acquisition threshold fixed at 41 U.S.C. 403(11) (currently set at \$100,000). If small purchase procedures are used, price or rate quotations shall be obtained from an adequate number of qualified sources.

(2) Procurement by sealed bids (formal advertising). Bids are publicly solicited and a firm-fixed-price contract (lump sum or unit price) is awarded to the responsible bidder whose bid, conforming with all the material terms and conditions of the invitation for bids, is the lowest in price. The sealed bid method is the preferred method for procuring construction, if the conditions in Sec.

18.36(d)(2)(i) apply.

(i) In order for sealed bidding to be feasible, the following conditions should be present:

(A) A complete, adequate, and realistic specification or purchase description is available;

(B) Two or more responsible bidders are willing and able to compete effectively and for the business; and

(C) The procurement lends itself to a firm fixed price contract and the selection of the successful bidder can be made principally on the basis of price.

(ii) If sealed bids are used, the following requirements apply:

(A) The invitation for bids will be publicly advertised and bids shall be solicited from an adequate number of known suppliers, providing them sufficient time prior to the date set for opening the bids;

(B) The invitation for bids, which will include any specifications and pertinent attachments, shall define the items or services in order for the bidder to properly respond;

(C) All bids will be publicly opened at the time and place prescribed in the invitation for bids;

(D) A firm fixed-price contract award will be made in writing to the lowest responsive and responsible bidder. Where specified in bidding documents, factors such as discounts, transportation cost, and life cycle costs shall be considered in determining which bid is lowest. Payment discounts will only be used to determine the low bid when prior experience indicates that such discounts are usually taken advantage of; and

(E) Any or all bids may be rejected if there is a sound documented reason.

(3) Procurement by competitive proposals. The technique of competitive proposals is normally conducted with more than one source submitting an offer, and either a fixed-price or cost-reimbursement type contract is awarded. It is generally used when conditions are not appropriate for the use of sealed bids. If this method is used, the following requirements apply:

(i) Requests for proposals will be publicized and identify all evaluation factors and their relative importance. Any response to publicized requests for proposals shall be honored to the maximum extent practical;

(ii) Proposals will be solicited from an adequate number of qualified sources;

(iii) Grantees and subgrantees will have a method for conducting technical evaluations of the proposals received and for selecting awardees;

(iv) Awards will be made to the responsible firm whose proposal is most advantageous to the program, with price and other factors considered; and

(v) Grantees and subgrantees may use competitive proposal procedures for qualifications-based procurement of architectural/engineering (A/E) professional services whereby competitors' qualifications are evaluated and the most qualified competitor is selected, subject to negotiation of fair and reasonable compensation. The method, where price is not used as a selection

factor, can only be used in procurement of A/E professional services. It cannot be used to purchase other types of services though A/E firms are a potential source to perform the proposed effort.

(4) Procurement by noncompetitive proposals is procurement through solicitation of a proposal from only one source, or after solicitation of a number of sources, competition is determined inadequate.

(i) Procurement by noncompetitive proposals may be used only when the award of a contract is infeasible under small purchase procedures, sealed bids or competitive proposals and one of the following circumstances applies:

(A) The item is available only from a single source;

(B) The public exigency or emergency for the requirement will not permit a delay resulting from competitive solicitation;

(C) The awarding agency authorizes noncompetitive proposals; or

(D) After solicitation of a number of sources, competition is determined inadequate.

(ii) Cost analysis, i.e., verifying the proposed cost data, the projections of the data, and the evaluation of the specific elements of costs and profits, is required.

(iii) Grantees and subgrantees may be required to submit the proposed procurement to the awarding agency for pre-award review in accordance with paragraph (g) of this section.

(e) Contracting with small and minority firms, women's business enterprise and labor surplus area firms. (1) The grantee and subgrantee will take all necessary affirmative steps to assure that minority firms, women's business enterprises, and labor surplus area firms are used when possible.

(2) Affirmative steps shall include:

(i) Placing qualified small and minority businesses and women's business enterprises on solicitation lists;

(ii) Assuring that small and minority businesses, and women's business enterprises are solicited whenever they are potential sources;

(iii) Dividing total requirements, when economically feasible, into smaller tasks or quantities to permit maximum participation by small and minority business, and women's business enterprises;

(iv) Establishing delivery schedules, where the requirement permits, which encourage participation by small and minority business, and women's business enterprises;

(v) Using the services and assistance of the Small Business Administration, and the Minority Business Development Agency of the Department of Commerce; and

(vi) Requiring the prime contractor, if subcontracts are to be let, to take the affirmative steps listed in paragraphs (e)(2) (i) through (v) of this section.

(f) Contract cost and price. (1) Grantees and subgrantees must perform a cost or price analysis in connection with every procurement action including contract modifications. The method and degree of analysis is dependent on the facts surrounding the particular procurement situation, but as a starting point, grantees must make independent estimates before receiving bids or proposals. A cost analysis must be performed when the offeror is required to submit the elements of his estimated cost, e.g., under professional, consulting, and architectural engineering services contracts. A cost analysis will be necessary when adequate price competition is lacking, and for sole source procurements, including contract modifications or change orders, unless price reasonableness can be established on the basis of a catalog or market price of a commercial product sold in substantial quantities to the general public or based on prices set by law or regulation. A price analysis will be used in all other instances to determine the reasonableness of the proposed contract price.

(2) Grantees and subgrantees will negotiate profit as a separate element of the price for each contract in which there is no price competition and in all cases where cost analysis is performed. To establish a fair and reasonable profit, consideration will be given to the complexity of the work to be performed, the risk borne by the contractor, the contractor's investment, the amount of subcontracting, the quality of its record of past performance, and industry profit rates in the surrounding geographical area for similar work.

(3) Costs or prices based on estimated costs for contracts under grants will be allowable only to the extent that costs incurred or cost estimates included in negotiated prices are consistent with Federal cost principles (see Sec. 18.22). Grantees may reference their own cost principles that comply with the applicable Federal cost principles.

(4) The cost plus a percentage of cost and percentage of construction cost methods of contracting shall not be used.

(g) Awarding agency review. (1) Grantees and subgrantees must make available, upon request of the awarding agency, technical specifications on proposed procurements where the awarding agency believes such review is needed to ensure that the item and/or service specified is the one being proposed for purchase. This review generally will take place prior to the time the specification is incorporated into a solicitation document. However, if the grantee or subgrantee desires to have the review accomplished after a solicitation has been developed, the awarding agency may still review the specifications, with such review usually limited to the technical aspects of the proposed purchase.

(2) Grantees and subgrantees must on request make available for awarding agency pre-award review procurement documents, such as requests for proposals or invitations for bids, independent cost estimates, etc. when:

(i) A grantee's or subgrantee's procurement procedures or operation fails to comply with the procurement standards in this section; or

(ii) The procurement is expected to exceed the simplified acquisition threshold and is to be awarded without competition or only one bid or offer is received in response to a solicitation; or

(iii) The procurement, which is expected to exceed the simplified acquisition threshold, specifies a "brand name" product; or

(iv) The proposed award is more than the simplified acquisition threshold and is to be awarded to other than the apparent low bidder under a sealed bid procurement; or

(v) A proposed contract modification changes the scope of a contract or increases the contract amount by more than the simplified acquisition threshold.

(3) A grantee or subgrantee will be exempt from the pre-award review in paragraph (g)(2) of this section if the awarding agency determines that its procurement systems comply with the standards of this section.

(i) A grantee or subgrantee may request that its procurement system be reviewed by the awarding agency to determine whether its system meets these standards in order for its system to be certified. Generally, these reviews shall occur where there is a continuous high-dollar funding, and third-party contracts are awarded on a regular basis.

(ii) A grantee or subgrantee may self-certify its procurement system. Such self-certification shall not limit the awarding agency's right to survey the system. Under a self-certification procedure, awarding agencies may wish to rely on written assurances from the grantee or subgrantee that it is complying with these standards. A grantee or subgrantee will cite specific procedures, regulations, standards, etc., as being in compliance with these requirements and have its system available for review.

(h) Bonding requirements. For construction or facility improvement contracts or subcontracts exceeding the simplified acquisition threshold, the awarding agency may accept the bonding policy and requirements of the grantee or subgrantee provided the awarding agency has made a determination that the awarding agency's interest is adequately protected. If such a determination has not been made, the minimum requirements shall be as follows:

(1) A bid guarantee from each bidder equivalent to five percent of the bid price. The "bid guarantee" shall consist of a firm commitment such as a bid bond, certified check, or other negotiable instrument accompanying a bid as assurance that the bidder will, upon acceptance of his bid, execute such contractual documents as may be required within the time specified.

(2) A performance bond on the part of the contractor for 100 percent of the contract price. A "performance bond" is one executed in connection with a contract to secure fulfillment of all the contractor's obligations under such contract.

(3) A payment bond on the part of the contractor for 100 percent of the contract price. A "payment bond" is one executed in connection with a contract to assure payment as required by law of all persons supplying labor and material in the execution of the work provided for in the contract.

(i) Contract provisions. A grantee's and subgrantee's contracts must contain provisions in paragraph (i) of this section. Federal agencies are permitted to require changes, remedies, changed conditions, access and records retention, suspension of work, and other clauses approved by the Office of Federal Procurement Policy.

(1) Administrative, contractual, or legal remedies in instances where contractors violate or breach contract terms, and provide for such sanctions and penalties as may be appropriate. (Contracts more than the simplified acquisition threshold)

(2) Termination for cause and for convenience by the grantee or subgrantee including the manner by which it will be effected and the basis for settlement. (All contracts in excess of \$10,000)

(3) Compliance with Executive Order 11246 of September 24, 1965, entitled "Equal Employment Opportunity," as amended by Executive Order 11375 of October 13, 1967, and as supplemented in Department of Labor regulations (41 CFR chapter 60). (All construction contracts awarded in excess of \$10,000 by grantees and their contractors or subgrantees)

(4) Compliance with the Copeland "Anti-Kickback" Act (18 U.S.C. 874) as supplemented in Department of Labor regulations (29 CFR part 3). (All contracts and subgrants for construction or repair)

(5) Compliance with the Davis-Bacon Act (40 U.S.C. 276a-7) as supplemented by Department of Labor regulations (29 CFR part 5). (Construction contracts in excess of \$2000 awarded by grantees and subgrantees when required by Federal grant program legislation)

(6) Compliance with Sections 103 and 107 of the Contract Work Hours and Safety Standards Act (40 U.S.C. 327-330) as supplemented by Department of Labor regulations (29 CFR part 5). (Construction contracts awarded by grantees and subgrantees in excess of \$2000, and in excess of \$2500 for other contracts which involve the employment of mechanics or laborers)

(7) Notice of awarding agency requirements and regulations pertaining to reporting.

(8) Notice of awarding agency requirements and regulations pertaining to patent rights with respect to any discovery or invention which arises or is developed in the course of or under such contract.

(9) Awarding agency requirements and regulations pertaining to copyrights and rights in data.

(10) Access by the grantee, the subgrantee, the Federal grantor agency, the Comptroller General of the United States, or any of their duly authorized representatives to any books, documents, papers, and records of the contractor which are directly pertinent to that specific contract for the purpose of making audit, examination, excerpts, and transcriptions.

(11) Retention of all required records for three years after grantees or subgrantees make final payments and all other pending matters are closed.

- (12) Compliance with all applicable standards, orders, or requirements issued under section 306 of the Clean Air Act (42 U.S.C. 1857(h)), section 508 of the Clean Water Act (33 U.S.C. 1368), Executive Order 11738, and Environmental Protection Agency regulations (40 CFR part 15). (Contracts, subcontracts, and subgrants of amounts in excess of \$100,000)
- (13) Mandatory standards and policies relating to energy efficiency which are contained in the state energy conservation plan issued in compliance with the Energy Policy and Conservation Act (Pub. L. 94-163, 89 Stat. 871).
- (j) 23 U.S.C. 112(a) directs the Secretary to require recipients of highway construction grants to use bidding methods that are "effective in securing competition." Detailed construction contracting procedures are contained in 23 CFR part 635, subpart A.
- (k) Section 3(a)(2)(C) of the UMT Act of 1964, as amended, prohibits the use of grant or loan funds to support procurements utilizing exclusionary or discriminatory specifications.
- (l) 46 U.S.C. 1241(b)(1) and 46 CFR part 381 impose cargo preference requirements on the shipment of foreign made goods.
- (m) Section 165 of the Surface Transportation Assistance Act of 1982, 49 U.S.C. 1601, section 337 of the Surface Transportation and Uniform Relocation Assistance Act of 1987, and 49 CFR parts 660 and 661 impose Buy America provisions on the procurement of foreign products and materials.
- (n) Section 105(f) of the Surface Transportation Assistance Act of 1982, section 106(c) of the Surface Transportation and Uniform Relocation Assistance Act of 1987, and 49 CFR part 23 impose requirements for the participation of disadvantaged business enterprises.
- (o) Section 308 of the Surface Transportation Assistance Act of 1982, 49 U.S.C. 1068(b)(2), authorizes the use of competitive negotiation for the purchase of rolling stock as appropriate.
- (p) 23 U.S.C. 112(b) provides for an exemption to competitive bidding requirements for highway construction contracts in emergency situations.
- (q) 23 U.S.C. 112 requires concurrence by the Secretary before highway construction contracts can be awarded, except for projects authorized under the provisions of 23 U.S.C. 171.
- (r) 23 U.S.C. 112(e) requires standardized contract clauses concerning site conditions, suspension or work, and material changes in the scope of the work for highway construction contracts.
- (s) 23 U.S.C. 140(b) authorizes the preferential employment of Indians on Indian Reservation road projects and contracts.
- (t) FHWA, UMTA, and Federal Aviation Administration (FAA) grantees and subgrantees shall extend the use of qualifications-based (e.g., architectural and engineering services) contract selection procedures to certain other related areas and shall award such contracts in the same manner as Federal contracts for architectural and engineering services are negotiated under Title IX of the Federal Property and Administrative Services Act of 1949, or equivalent State (or airport sponsor for FAA) qualifications-based requirements. For FHWA and UMTA programs, this provision applies except to the extent that a State adopts or has adopted by statute a formal procedure for the procurement of such services.

[53 FR 8086 and 8087, Mar. 11, 1988, as amended at 53 FR 8087, Mar. 11, 1988; 60 FR 19639, 19647, Apr. 19, 1995]