the required dissemination and training activities, described in §413.3(b), will be of high quality and effective.

(b) The selection criteria and points in §413.21 (b), (c), (d), (e), and (f).

(Approved by the Office of Management and Budget under Control No. 1830–0013)

(Authority: 20 U.S.C. 2404)

# Subpart D—What Conditions Must Be Met After an Award?

## §413.30 What are the restrictions on the use of funds?

- (a) A National Center that performs both research and development activities and dissemination and training activities shall use at least two-thirds of its award for applied research and development.
- (b) Not more than 10 percent of each year's budget for a National Center may be used to respond to field-initiated needs unanticipated prior to the annual funding period and that are in the mission of the National Center, but not part of the scope of work of the grant or cooperative agreement.

(Authority: 20 U.S.C. 2404(a)(3) and (b))

## § 413.31 Must a National Center have a director?

A National Center must have a fulltime director who is appointed by the institution serving as the grantee.

(Authority: 20 U.S.C. 2404)

## §413.32 What are the requirements for coordination?

If the Secretary designates two National Centers, the two centers must coordinate their activities.

(Authority: 20 U.S.C. 2404)

#### § 413.33 What substantive studies must the National Center or Centers conduct and submit?

(a) The National Center conducting research and development activities shall annually prepare a study on the research conducted on approaches that lead to effective articulation for the education-to-work transition, including tech-prep programs, cooperative education or other work-based programs, such as innovative apprenticeship or mentoring approaches.

- (b) The National Center conducting dissemination and training activities shall annually prepare a study of its dissemination and training activities.
- (c) Annual studies described in paragraphs (a) and (b) of this section must be submitted to the Secretary of Education, the Secretary of Labor, the Secretary of Health and Human Services, the Committee on Labor and Human Resources of the Senate, and the Committee on Education and Labor of the House of Representatives.

(Authority: 20 U.S.C. 2404 (b)(2) and (c)(2))

# §413.34 What activities must be performed during the final year of an award?

During the fifth year of the award cycle, the National Center or Centers shall develop and remain prepared to implement a contingency plan for completing all substantive work by the end of the eleventh month of that year and transferring all projects, services, and activities to a successor during the twelfth month of that year.

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(Authority: 20 U.S.C. 2404)

## PART 415—DEMONSTRATION CEN-TERS FOR THE TRAINING OF DIS-LOCATED WORKERS PROGRAM

### Subpart A—General

Sec.

415.1 What is the Demonstration Centers for the Training of Dislocated Workers Program?

415.2 Who is eligible for an award?

415.3 What activities may the Secretary fund?

415.4 What regulations apply?

415.5 What definitions apply?

### Subpart B [Reserved]

## Subpart C—How Does the Secretary Make an Award?

415.20 How does the Secretary evaluate an application?

415.21 What selection criteria does the Secretary use?

415.22 What additional factors may the Secretary consider?