

628.32 What funding priorities does the Secretary use in evaluating an application for an endowment challenge grant?

Subpart E—What Conditions Must a Grantee Meet Under the Endowment Challenge Grant Program?

- 628.40 What are the restrictions on the amount of an endowment challenge grant?
- 628.41 What are the obligations of an institution that the Secretary selects to receive an endowment challenge grant?
- 628.42 What may a grantee not use to match an endowment challenge grant?
- 628.43 What investment standards shall a grantee follow?
- 628.44 When and for what purpose may a grantee use the endowment fund corpus?
- 628.45 How much endowment fund income may a grantee use and for what purposes?
- 628.46 How shall a grantee calculate the amount of endowment fund income that it may withdraw and spend?
- 628.47 What shall a grantee record and report?
- 628.48 What happens if a grantee fails to administer the endowment challenge grant in accordance with applicable regulations?

AUTHORITY: 20 U.S.C. 1065, unless otherwise noted.

SOURCE: 49 FR 28521, July 21, 1984, unless otherwise noted.

Subpart A—General

§ 628.1 What are the purposes of the Endowment Challenge Grant Program?

The Endowment Challenge Grant Program provides endowment challenge grants, which must be matched, to eligible institutions to—

- (a) Establish or increase endowment challenge funds;
- (b) Provide additional incentives to promote fund-raising activities; and
- (c) Foster increased independence and self-sufficiency at those institutions.

(Authority: 20 U.S.C. 1065)

[49 FR 28521, July 21, 1984, as amended at 52 FR 11258, Apr. 8, 1987; 58 FR 11163, Feb. 23, 1993]

§ 628.2 Which institutions are eligible to apply for an endowment challenge grant?

An institution is eligible to apply for an endowment challenge grant if—

- (a) It qualifies as an eligible institution for the Strengthening Institutions Program under 34 CFR 607.2;
- (b) It qualifies as an eligible institution for the Strengthening Historically Black Colleges and Universities Program under 34 CFR 608.2;
- (c) It would have qualified as an eligible institution for the Strengthening Institutions Program if 34 CFR 607.2(a)(3) referred to a postgraduate degree rather than a bachelor's degree;
- (d) It would have qualified as an eligible institution for the Strengthening Historically Black Colleges and Universities Program if 34 CFR 608.2(a)(4)(i) referred to a postgraduate degree rather than a bachelor's degree; or
- (e) It qualifies as an institution that makes a substantial contribution to graduate or postgraduate medical educational opportunities for minorities and the economically disadvantaged.

(Authority: 20 U.S.C. 1065)

[52 FR 36374, Sept. 28, 1987, as amended at 58 FR 11163, Feb. 23, 1993]

§ 628.3 Under what conditions may an eligible institution designate a foundation as the recipient of an endowment challenge grant?

An eligible institution may designate a foundation, which was established for the purpose of raising money for that institution, as the recipient of an endowment challenge grant if—

- (a) The institution assures the Secretary in its application that the foundation is legally authorized to receive the endowment fund corpus and to administer the endowment fund in accordance with the regulations in this part;
- (b) The foundation agrees to administer the endowment fund in accordance with the regulations in this part; and
- (c) The institution agrees to be liable for any violation by the foundation of any applicable regulation, including