# GRANT AWARD NOTIFICATION

**RECIPIENT NAME**

Hawaii State Department of Education  
1390 Miller Street  
Honolulu, HI 96813 - 2403

**AWARD INFORMATION**

PR/AWARD NUMBER: S371C190026  
ACTION NUMBER: 1  
ACTION TYPE: New  
AWARD TYPE: Discretionary  
(Research and Development)

**PROJECT STAFF**

RECIPIENT PROJECT DIRECTOR  
Donna Lum-Kagawa  
(808) 305-9610  
donna_lum_kagawa@notes.k12.hi.us

EDUCATION PROGRAM CONTACT  
Cindy S Savage  
(202) 453-5998  
cindy.savage@ed.gov

EDUCATION PAYMENT HOTLINE  
G5 PAYEE HELPDESK  
888-336-8930  
edcaps.user@ed.gov

**PROJECT TITLE**

84.371C  
Comprehensive Literacy State Development (CLSD) Program

**KEY PERSONNEL**

<table>
<thead>
<tr>
<th>NAME</th>
<th>TITLE</th>
<th>LEVEL OF EFFORT</th>
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<tbody>
<tr>
<td>Donna Lum Kagawa</td>
<td>Project Director</td>
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**AWARD PERIODS**

BUDGET PERIOD: 10/01/2019 - 09/30/2020  
PERFORMANCE PERIOD: 10/01/2019 - 09/30/2024

FUTURE BUDGET PERIODS

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**AUTHORIZED FUNDING**

THIS ACTION: $10,036,754.00  
BUDGET PERIOD: $10,036,754.00  
PERFORMANCE PERIOD: $10,036,754.00

**ADMINISTRATIVE INFORMATION**

DUNS/SSN: 809935513  
REGULATIONS: CFR PART 74-75, 77, 79-82, 84-86, 97-98, 99  
EDGAR AS APPLICABLE  
2 CFR AS APPLICABLE  
ATTACHMENTS: 1, 2, 3, 6, 8, 9, 10, 11, 12, 13, 14, E-3, E1, E2, E4, E5

**LEGISLATIVE AND FISCAL DATA**

AUTHORITY: PL PL 111-117 TITLE I, PART E ELEMENTARY AND SECONDARY EDUCATION ACT OF 1965, AS AMENDED  
PROGRAM TITLE: STRIVING READERS
**US Department of Education**  
Washington, D.C. 20202

**GRANT AWARD NOTIFICATION**

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<td>AMOUNT</td>
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**PR/AWARD NUMBER:** S371C190026  
**RECIPIENT NAME:** Hawaii State Department of Education  
**GRANTEE NAME:** EDUCATION, HAWAII STATE DEPARTMENT OF 1390 MILLER ST RM 305 & 309, HONOLULU, HI 96813 - 2403  
**PROGRAM INDIRECT COST TYPE:** Restricted  
**PROJECT INDIRECT COST RATE:** 12.3%

**TERMS AND CONDITIONS**

1. **THE FOLLOWING ITEMS ARE INCORPORATED IN THE GRANT AGREEMENT:**
   1) THE RECIPIENT’S APPLICATION (BLOCK 2);  
   2) THE APPLICABLE EDUCATION DEPARTMENT REGULATIONS: 2 CFR PART 180, NONPROCUREMENT DEBARMENT AND SUSPENSION AS ADOPTED AT 2 CFR PART 3485; 2 CFR PART 200 AS ADOPTED AT 2 CFR 3474 (BLOCK 8), AND 34 CFR PARTS 75, 77, 79, 81, 82, 84, 86, 97, 98, 99; AND THE PROGRAM REGULATIONS SPECIFIED IN BLOCK 8; AND  
   3) THE SPECIAL TERMS AND CONDITIONS SHOWN AS ATTACHMENTS IN BLOCK 8 ON THE INITIAL AWARD APPLY UNTIL CHANGED.

   **THIS AWARD SUPPORTS ONLY THE BUDGET PERIOD SHOWN IN BLOCK 6. IN ACCORDANCE WITH 34 CFR 75.253, THE SECRETARY CONSIDERS, AMONG OTHER THINGS, CONTINUED FUNDING IF:**

   1) CONGRESS HAS APPROPRIATED SUFFICIENT FUNDS UNDER THE PROGRAM,  
   2) THE DEPARTMENT DETERMINES THAT CONTINUING THE PROJECT WOULD BE IN THE BEST INTEREST OF THE GOVERNMENT,  
   3) THE GRANTEE HAS MADE SUBSTANTIAL PROGRESS TOWARD MEETING THE GOALS AND OBJECTIVES OF THE PROJECT,  
   4) THE SECRETARY ESTABLISHED PERFORMANCE MEASUREMENT REQUIREMENTS FOR THE GRANT IN THE APPLICATION NOTICE, THE PERFORMANCE TARGETS IN THE GRANTEE’S APPROVED APPLICATION,  
   5) THE RECIPIENT HAS SUBMITTED REPORTS OF PROJECT PERFORMANCE AND BUDGET EXPENDITURES THAT MEET THE REPORTING REQUIREMENTS FOUND AT 34 CFR 75.118, 2 CFR 200.327 AND 200.328, AND ANY OTHER REPORTING REQUIREMENTS ESTABLISHED BY THE SECRETARY,  

   **IN ACCORDANCE WITH 2 CFR 200.308(c)(2) CHANGES TO KEY PERSONNEL IDENTIFIED IN BLOCK 5 MUST RECEIVE PRIOR APPROVAL FROM THE DEPARTMENT.**

   **THE SECRETARY ANTICIPATES FUTURE FUNDING FOR THIS AWARD ACCORDING TO THE SCHEDULE IDENTIFIED IN BLOCK 6. THESE FIGURES ARE ESTIMATES ONLY AND DO NOT BIND THE SECRETARY TO FUNDING THE AWARD FOR THESE PERIODS OR FOR THE SPECIFIC AMOUNTS SHOWN. THE RECIPIENT WILL BE NOTIFIED OF SPECIFIC FUTURE FUNDING ACTIONS THAT THE SECRETARY TAKES FOR THIS AWARD.**
(2) The Office of Management and Budget requires all Federal agencies to assign a Federal Award Identifying Number (FAIN) to each of their financial assistance awards. The PR/AWARD NUMBER identified in Block 2 is your FAIN. If subawards are permitted under this grant, and you choose to make subawards, you must document the assigned PR/AWARD NUMBER (FAIN) identified in Block 2 of this Grant Award Notification on each subaward made under this grant. The term subaward means:

1. A legal instrument to provide support for the performance of any portion of the substantive project or program for which you received this award and that you as the recipient award to an eligible subrecipient.

2. The term does not include your procurement of property and services needed to carry out the project or program (The payments received for goods or services provided as a contractor are not Federal awards, see 2 CFR 200.501(f) of the OMB Uniform Guidance: "Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards").

3. A subaward may be provided through any legal agreement, including an agreement that you or a subrecipient considers a contract.

(3) You are authorized, in carrying out this grant, to utilize the higher threshold set for micro-purchase and simplified acquisition thresholds for federal assistance under this grant or under a contract you award under this grant established by recent statutory changes. These statutory changes raise the threshold for micro-purchases under Federal financial assistance awards to $10,000 and raise the threshold for simplified acquisitions to $250,000 for recipients. These higher thresholds are not effective until implemented in the Federal Acquisition Regulations (FAR) at 48 CFR Subpart 2.1 (Definitions), which has not yet occurred. See 2 CFR 200.67 and 200.88. For FY 2018, OMB is granting an exception allowing recipients to use the higher thresholds in advance of changes to the FAR. Please refer to Office of Management and Budget s Memorandum 18-18 regarding the statutory changes. If you have any questions about these regulations, please contact the program officer identified in Block 3 of this GAN.

(4) Unless this grant solely funds research, you must comply with new regulations regarding awards to faith-based organizations (FBOs) that provide beneficiary services under this grant or under a contract you award to provide beneficiary services under this grant. These new regulations clarify the rights of FBOs and impose certain duties on FBOs regarding the referral of beneficiaries they serve. See 34 CFR 75.52, 75.712-75.714, appendix A to part 75, and 2 CFR 3474.15. The Department has established a web page that provides guidance on the new regulations, including FAQs and other implementation tools, which is available at http://www2.ed.gov/policy/fund/reg/fbci-reg.html. If you have any questions about these regulations, please contact the Education Program Contact identified in Block 3 of this GAN.

(5) Reimbursement of indirect costs is subject to the availability of funds and statutory and regulatory restrictions. The negotiated indirect cost rate agreement authorizes a non-Federal entity to draw down indirect costs from the grant awards. The following conditions apply to the below entities.

A. All entities (other than institutions of higher education (IHE))

The GAN for this grant award shows the indirect cost rate that applies on the date of the initial grant for this project. However, after the initial grant date, when a new indirect cost rate agreement is negotiated, the newly approved indirect cost rate supersedes the indirect cost rate shown on the GAN for the initial grant. This new indirect cost rate should be applied according to the period specified in the indirect cost rate agreement, unless expressly limited under EDGAR or program regulations. Any grant award with an approved budget can amend the budget to account for a change in the indirect cost rate. However, for a discretionary grant award any material changes to the budget which may impact the scope or objectives of the grant must be discussed with the program officer at the Department. See 34 CFR 75.560 (d)(3) (ii) (part 75 of EDGAR).

B. Institutions of higher education (IHE)

Under 2 CFR part 200, Appendix III, Indirect (F&A) Costs Identification and Assignment, and Rate Determination for Institutions of Higher Education (IHEs), the Department must apply the negotiated indirect cost rate in effect on
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the date of the initial grant award to every budget period of the project, including all continuation grants made for this project. See 2 CFR Part 200, Appendix III, paragraph C.7. Therefore, the GAN for each continuation grant will show the original indirect cost rate and it applies to the entire period of performance of this project. If the indirect cost rate agreement that is applicable to this grant does not extend to the end of the grant's project period, the indirect cost rate set at the start of the project period must still be applied to the end of project period regardless of the fact that the rate has otherwise expired.

(6) CLSD Grantees must use not less than 95 percent of grant funds to award subgrants to eligible entities. As soon as possible, but no later than 60 days from the date of the Grant Award Notification (GAN), the Grantee must submit an updated budget that ensures that 95 percent of CLSD grant funds will be subgranted to eligible entities. Through this budget revision process, the Grantee will work with the Department to clarify and finalize any areas where additional information is needed to determine cost allowability in the budget, including by providing clarification around indirect costs, time and effort, personnel, and contract costs, as well as any necessary forms such as updated restricted rate indirect cost agreements.

If you wish to request reconsideration of this specific condition, please send written notification describing why such condition should not be imposed on this grant to your Department program officer.

________________________________________  ________________________________________
AUTHORIZING OFFICIAL                        DATE