

## § 1108.315

or subaward specifies continuing requirements concerning disposition of program income after the end of that period).

(a) Program income includes, but is not limited to, income from:

(1) Fees for services performed;

(2) The use or rental of real or personal property for which the recipient or subrecipient is accountable under the award or subaward (whether acquired under the award or subaward, or other Federal awards from which accountability for the property was transferred);

(3) The sale of commodities or items fabricated under the award or subaward;

(4) License fees and royalties on patents and copyrights; and

(5) Payments of principal and interest on loans made with award or subaward funds.

(b) Program income does not include:

(1) Interest earned on advances of Federal funds;

(2) Proceeds from the sale of real property or equipment under the award; or

(3) Unless otherwise specified in Federal statute or regulation, or the terms and conditions of the award or subaward:

(i) Rebates, credits, discounts, and interest earned on any of them; or

(ii) Governmental revenues, taxes, special assessments, levies, fines, and similar revenues raised by the recipient or subrecipient.

## § 1108.315 Project costs.

*Project costs* means the total of:

(a) Allowable costs incurred under an award by the recipient, including costs of any subawards and contracts under the award; and

(b) Cost-sharing or matching contributions that are required under the award, which includes voluntary committed (but not voluntary uncommitted) contributions and the value of any third-party in-kind contributions.

## § 1108.320 Property.

*Property* means real property and personal property (equipment, supplies, intangible property, and debt instruments), unless stated otherwise.

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## § 1108.325 Real property.

*Real property* means land, including land improvements, structures and appurtenances thereto, but excluding moveable machinery and equipment.

## § 1108.330 Recipient.

*Recipient* means an entity that receives an award directly from a DoD Component. The term does not include subrecipients.

## § 1108.335 Research.

*Research* means basic, applied, and advanced research.

## § 1108.340 Simplified acquisition threshold.

*Simplified acquisition threshold* means the dollar amount set by the Federal Acquisition Regulation at 48 CFR subpart 2.1, which is adjusted periodically for inflation in accordance with 41 U.S.C. 1908.

## § 1108.345 Small award.

*Small award* means a DoD grant or cooperative agreement or a subaward with a total value over the life of the award that does not exceed the simplified acquisition threshold.

## § 1108.350 State.

*State*, for purposes of applying the administrative requirements in these regulations, means any State of the United States, the District of Columbia, the Commonwealth of Puerto Rico, the U.S. Virgin Islands, Guam, American Samoa, the Commonwealth of the Northern Mariana Islands, and any agency or instrumentality thereof exclusive of local governments.

## § 1108.355 Subaward.

*Subaward* means a legal instrument by which a recipient or subrecipient at any tier transfers—for performance by an entity at the next lower tier—a portion of the substantive program for which the DoD Component made an award.

## § 1108.360 Subrecipient.

*Subrecipient* means an entity that receives a subaward.