

**Subpart E—Administrative Requirements Portion of the General Terms and Conditions**

**§ 1120.500 Scope of administrative requirements.**

The administrative requirements in an award are post-award and after-the-award requirements for recipients in the following subject matter areas:

- (a) Financial and program management, to include financial management system standards, payment, allowable costs, program and budget revisions, audits, cost sharing or matching, and program income.
- (b) Property administration, to include title vesting, property management system standards, and use and disposition of tangible and intangible property.
- (c) Recipient procurement procedures.
- (d) Financial, programmatic, property, and other reporting.
- (e) Records retention and access, remedies, claims and disputes, and closeout.

**§ 1120.505 Location of administrative requirements in the standard award format.**

As shown in the table in § 1120.4(b), the standard award format includes administrative requirements as Subdivision B of the general terms and conditions.

**§ 1120.510 Sources of administrative requirements.**

The source of administrative requirements is:

- (a) Subchapter D of this chapter for cost-type grant and cooperative agreement awards to institutions of higher education, nonprofit organizations, States, local governments, and Indian tribes. Subchapter D provides a standard set of articles into which a DoD Component organizes the administrative requirements. It also provides standard wording for the general terms and conditions in those articles, as explained in the overview of subchapter D in 2 CFR part 1126.
- (b) 32 CFR part 34 for grant and cooperative agreement awards to for-profit entities. That part of the DoDGARs

specifies the administrative requirements for awards to those entities but does not provide standard articles or terms and conditions.

**§ 1120.515 Incorporation of administrative requirements into general terms and conditions by reference.**

(a) For cost-type awards to institutions of higher education, nonprofit organizations, States, local governments, and Indian tribes, DoD Components are strongly encouraged to construct the portion of their general terms and conditions addressing administrative requirements by:

- (1) Incorporating the standard wording of each article of administrative requirements provided in subchapter D of this chapter (the standard wording of the articles is in the appendices to 2 CFR parts 1128 through 1138) into those general terms and conditions by reference; and
- (2) Stating any variations from that standard wording (*e.g.*, any sections or paragraphs that the DoD Component adds, revises, or omits, consistent with the DoDGARs prescription for use of the standard wording).

(b) Incorporating that standard wording into general terms and conditions by reference, rather than including the full text of each article of the general terms and conditions, will make it easier for those who must use terms and conditions of multiple DoD Components' awards (*e.g.*, recipients, DoD Components' post-award administrators, and auditors) to quickly identify how each Component's general terms and conditions differ from the DoD standard wording.

**Subpart F—National Policy Requirements Portion of the General Terms and Conditions**

**§ 1120.600 Scope of national policy requirements.**

National policy requirements, as defined in 2 CFR 1122.2, are requirements:

- (a) That are prescribed by a statute, Executive order, policy guidance issued by the Executive Office of the President, or regulation that specifically