§ 1130.310

specifies different requirements for recipients' use of real property, substitute alternative wording for Section A to specify those requirements.

§1130.310 Disposition of real property.

- (a) OMB guidance. OMB guidance in 2 CFR 200.311(c):
- (1) Addresses the recipient's responsibility to request disposition instructions for real property when the recipient no longer needs it for the originally authorized purpose; and
- (2) Identifies three alternative disposition methods those instructions may specify.
- (b) DoD implementation. DoD implements the guidance in 2 CFR 200.311(c) through award terms and conditions that govern disposition of real property acquired or improved under awards.
- (c) Award terms and conditions. A DoD Component's general terms and conditions must include the wording appendix C to this part provides for Section B of PROP Article III to specify requirements concerning disposition of real property acquired or improved under awards.

Subpart D—Use and Disposition of Equipment and Supplies (PROP Article IV)

§1130.400 Purpose of PROP Article IV.

PROP Article IV specifies requirements for recipients' use and disposition of equipment and supplies in which there is a Federal interest. It thereby implements OMB guidance in:

- (a) 2 CFR 200.313(a) through (c), 200.313(d)(5), and 200.313(e) as that guidance applies to requirements for use and disposition of equipment; and
- (b) 2 CFR 200.314, as that guidance applies to requirements for use and disposition of supplies.

§ 1130.405 Property subject to PROP Article IV.

- (a) Requirement. A DoD Component's general terms and conditions must identify the types of non-exempt property to which requirements for use and disposition of equipment and supplies apply.
- (b) Award terms and conditions. To implement the requirement in paragraph (a) of this section, a DoD Component's

general terms and conditions must use the wording appendix D to this part provides for Section A of PROP Article IV. That wording identifies the categories of equipment and supplies in which there is a Federal interest.

§ 1130.410 Requirements for a State's use and disposition of equipment.

- (a) OMB guidance. OMB guidance in:
- (1) 2 CFR 200.313(a) sets forth basic conditions for use of equipment acquired under a grant or cooperative agreement that apply when title to the equipment is vested in a recipient conditionally, because the awarding agency either does not have statutory authority to vest title in the equipment unconditionally or elects not to do so.
- (2) 2 CFR 200.313(b) provides that a State must use, manage, and dispose of equipment in accordance with State laws and procedures.
- (b) DoD implementation. DoD implements 2 CFR 200.313(a) and (b) through award terms and conditions that govern States' use and disposition of equipment.
- (c) Award terms and conditions. A DoD Component's general terms and conditions must use the wording appendix D to this part provides for Section B of PROP Article IV to specify the requirements for a State's use and disposition of equipment in which there is a Federal interest.

§1130.415 Use of equipment by an institution of higher education, non-profit organization, local government, or Indian tribe.

- (a) OMB guidance. OMB guidance in:
- (1) 2 CFR 200.313(a) sets forth basic conditions for use of equipment acquired under a grant or cooperative agreement that apply when title to the equipment is vested in a recipient conditionally, because the awarding agency either does not have statutory authority to vest title in the equipment unconditionally or elects not to do so.
- (2) 2 CFR 200.313(c) provides the parameters for use of equipment by an institution of higher education, nonprofit organization, local government, or Indian tribe.
- (3) 2 CFR 200.313(d)(5) calls for use of sales procedures to ensure highest possible return when selling equipment.