

# Frequently Asked Fiscal Questions Related to ESSER and GEER, Includes Construction Related Questions

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**Version Date:** March 8, 2023; updated May 25, 2023

## Contents

Purpose of this Document: .....	5
1 Allowable Costs .....	6
1.1 How do we determine if something is an allowable cost for the ESSER funds? .....	6
2 Procurement Requirements .....	6
2.1 Where are the North Carolina State Procurement laws? .....	6
2.2 How do we decide the best procurement method to use? .....	6
2.3 If the project cost is more than the Covid grant funding available, can the school supplement this budget with additional funds, as long as the project is completed by the required dates of the COVID grants? .....	6
3 Period of Performance, Obligations, and Liquidations .....	6
3.1 Confirm ESSER funds need to be encumbered by Sept 2024 deadline? .....	6
3.2 How is “encumbered” defined? .....	7
3.4 Does the work need to be done by the Sept 2024 deadline? Is there a liquidation period considered to be included in the performance period such that work can be performed during the liquidation period? .....	8
3.5 If our work isn’t completed by the Sept 2024 deadline can we get an extension and what would be needed in the extension request? .....	8
3.6 When must ESSER I, ESSER II, ARP ESSER, GEER I, and GEER II funds be liquidated? .....	8
4 Equipment.....	9
4.1 What if the equipment purchased or modified with ESSER Funds is no longer being used for its intended purpose? .....	9
5 Davis-Bacon Act .....	9
5.1 Tell me about the Davis-Bacon Act (DBA)? .....	9
5.2 Do we have to pay all personnel working on ESSER-related projects DBA Wages (e.g., maintenance staff, school volunteers, other personnel doing construction-related work. ....	9
5.3 How often do Davis-Bacon reports need to be submitted?.....	9
5.4 Does Davis-Bacon require employees to be paid weekly? .....	9
5.5 Who is responsible for collecting the Davis-Bacon reports? .....	9
5.6 Is there a specific form for reporting Davis-Bacon reporting? .....	10
5.7 What projects require Davis-Bacon compliance .....	10
5.8 What language needs to be included in bid packages to satisfy Davis-Bacon?.....	10
5.9 Where do we find the Davis-Bacon Wage Rates? (added 05 11 23) .....	10

6	Construction.....	10
6.1	What documents are required of the General Contractor to be submitted per ESSER Requirements, beyond Prevailing Reports? .....	10
6.2	Do ESSER Funded Projects have MWBE Participation goals or requirements over and above those established for the project? If so, are there forms required and to whom are these to be addressed? .....	11
6.3	Do ESSER funded projects have MWBE requirements?.....	11
6.4	Does the Project Budget/GMP have to be reviewed by anyone (Federal or State) other than the local school district? .....	12
6.6	Are there ESSER Scope of Work limitations for what can be included in the Project Budget and funded by ESSER? .....	12
6.7	What are the Documentation Requirements for ESSER Construction Projects? .....	12
6.8	Does the construction work need to be done by the Sept 2024 deadline? Is there a liquidation period considered to be included in the performance period such that work can be performed during the liquidation period? .....	13
6.9	If our construction work isn't completed by the Sept 2024 deadline can we get an extension and what would be needed in the extension request? .....	13
6.10	In addition to Design Reviews for a construction project, does NCDPI have a role in reviewing construction project budget estimates or GMP proposals? .....	13
6.11	Is the NC DPI "Certificate of Review" required before work can begin in the field? Can work begin, at risk, ahead of receipt of the "certificate of review"?.....	13
6.12	Would purchasing a HVAC Chiller and installation be considered construction? .....	13
6.13	Are all HVAC services considered construction? .....	13
6.14	Can ESSER funds be used for construction projects that would produce revenue (stadiums, tracks, etc.,)? .....	13
6.15	What happens to income for projects that would produce revenue (stadiums, tracks, etc.,) after the period of performance? .....	14
6.16	Explain the 50-year interest requirement.....	14
6.17	Explain the Federal interest filing requirement. ....	14
6.18	Can a PSU obtain services for architectural and engineering services without price as a selection factor? .....	14
6.19	Can a firm hired to perform A&E services also bid on the specified construction work? .....	15
6.20	What documents are required to be remitted to NC DPI related to construction projects? .....	15

6.21 What do we need to do if the federally funded construction project/real property assets needs to be (1) disposed of (2) modify the use of the real property changes? .....	15
6.22 If an HVAC/Mechanical System project is using ESSER funds, is there any unforeseen complication from accepting a one-time rebate from the utility company for installing high-efficiency equipment as part of the project? (added 05 02 23).....	16
6.23 If a district received approval to build a new facility with ESSER funds, can the district elect to break the construction of a new facility into different phases or subcomponents and treat them as individual projects so those specific projects can be completed by the end of the period of performance?.....	16
6.24 Is installation of a fence considered construction and real property? (added 05/25/23).....	16
Appendix I: References to Regulations .....	17

## **Purpose of this Document:**

The purpose of this document is to provide NC Public School Units with guidance and answer Frequently Asked Questions about fiscal requirements related to the funds provided under the Elementary and Secondary School Emergency Relief (ESSER) Funds, including ESSER I, II, and III.

This document will be updated periodically, as updated question and answers are added.

References and hyperlinks are included in the appendix to policies, statutes, and regulations cited.

Other than statutory and regulatory requirements included in the document, such as those pursuant to the authorizing statute and other applicable laws and regulations, the contents of this document do not have the force and effect of law and are not meant to bind the public in any way. This document is intended only to provide clarity to the public regarding existing requirements under the law or agency policies. In addition, it does not create or confer any rights for or on any person.

Please be sure to consult with your Board Attorney in making decisions.

# Frequently Asked Questions Related to ESSER Spending and Construction Projects:

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## 1 Allowable Costs

### 1.1 How do we determine if something is an allowable cost for the ESSER funds?

ESSER grant expenditures must align with purpose and allowable uses in accordance with federal law in preventing, preparing for, and responding to coronavirus. Please see allowable uses outlined in the State Board approved NCDPI Allotment manual and discuss with your Federal Program Administrator.

## 2 Procurement Requirements

### 2.1 Where are the North Carolina State Procurement laws?

In addition to the Uniform Guidance requirements, Local Education Agencies are required to follow North Carolina General Statute NCGS 143-128, 143-129 and NCGS 143-131.

### 2.2 How do we decide the best procurement method to use?

Procurement methods depend on the dollar threshold, the funding source, and requirements of the specific grant and/or program. Depending on the dollar volume, either informal procurement method or formal purchasing methods are used, please refer to UG § 200.319 and 320. Note: § 200.319 Competition: (a) All procurement transactions for the acquisition of property or services required under a Federal award must be conducted in a manner providing full and open competition consistent with the standards of this section and § 200.320. In addition, procurement must comply with local governments procurement policy and all state and federal procurement requirements, whichever are more stringent.

### 2.3 If the project cost is more than the Covid grant funding available, can the school supplement this budget with additional funds, as long as the project is completed by the required dates of the COVID grants?

Yes. Although project cost funding is split, you must follow all the regulations set forth by the Uniform Guidance AND limitations set forth by the other funding source(s).

## 3 Period of Performance, Obligations, and Liquidations

### 3.1 Confirm ESSER funds need to be encumbered by Sept 2024 deadline?

The period of performance for ESSER and other federal and state funds can be found in the NCDPI Allotment Manual for COVID Funds that can be found on NC DPI's website. In summary:

	PRC	Period of Performance	Liquidation Period
ESSER I	163	September 30, 2022	January 28, 2023
ESSER II	171	September 30, 2023	January 28, 2024
ESSER III	181	September 30, 2024	January 28, 2025

A PSU has until September 30, 2022, to obligate ESSER I funds, this includes the 12-month Tydings Amendment period. Although funds must be obligated by the end of the Period of Performance, grant activities carried out through a valid obligation of funds may continue through the liquidation date. Under § 200.344(a), ESSER and GEER funds must be liquidated within 120 calendar days of the end of the performance period.

**Added April 12, 2023:** For clarification, the extended liquidation period is not intended to give additional time for the period of performance without justification or rationale. Planning to complete a project beyond the liquidation date is not justification or rationale for extending the period of performance. This is intended for impacts due to unforeseen circumstances or delays and market impacts.

### 3.2 How is “encumbered” defined?

An encumbrance by NCGS § 143C-6-23 is a “financial obligation created by a purchase order, contract, salary commitment, unearned or prepaid collections for services provided, or other legally binding agreement. A financial obligation is not an encumbrance for purposes of this section unless it (i) is in writing and has been signed by a person or entity who has authority to legally bind the grantee or subgrantee to spend the funds or (ii) was created by the provision of goods or services to the grantee or subgrantee by a third party under circumstances that create a legally binding obligation to pay for the goods or services.”

The US Department of Education federal regulations at §76.707 govern when an obligation occurs with ESSER and all federal grant funds:

#### § 76.707 When obligations are made.

The following table shows when a State or a subgrantee makes obligations for various kinds of property and services.

If the obligation is for -	The obligation is made -
(a) Acquisition of real or personal property	On the date on which the State or subgrantee makes a binding written commitment to acquire the property.
(b) Personal services by an employee of the State or subgrantee	When the services are performed.
(c) Personal services by a contractor who is not an employee of the State or subgrantee	On the date on which the State or subgrantee makes a binding written commitment to obtain the services.

(d) Performance of work other than personal services	On the date on which the State or subgrantee makes a binding written commitment to obtain the work.
(e) Public utility services	When the State or subgrantee receives the services.
(f) Travel	When the travel is taken.
(g) Rental of real or personal property	When the State or subgrantee uses the property.
(h) A pre-agreement cost that was properly approved by the Secretary under the cost principles in 2 CFR part 200, Subpart E - Cost Principles	On the first day of the grant or subgrant performance period.

**3.4 Does the work need to be done by the Sept 2024 deadline? Is there a liquidation period considered to be included in the performance period such that work can be performed during the liquidation period?**

ESSER III grant funds must be obligated by September 30, 2024 and liquidated by January 28, 2025. See question 5 for a definition of obligation and to identify the period of performance and liquidation dates for each ESSER grant.

LEA's must complete performance of grant activities, which includes the receipt of goods and completion of services including completed construction, within the period of performance. Goods and services that are obligated properly can be received and paid for through the liquidation period.

**3.5 If our work isn't completed by the Sept 2024 deadline can we get an extension and what would be needed in the extension request?**

LEA's must complete performance of grant activities, which includes the receipt of goods and completion of services including completed construction, within the period of performance. Goods and services that are obligated properly can be received and paid for through the liquidation period.

If liquidation becomes an issue after the obligation deadline, the Department of Education may consider a liquidation extension on a case-by-case basis. The liquidation extension is not guaranteed and should not be part of the intended plan for completing the delivery of obligations related to goods or services. See US Department of Education ESSER and GEER Use of Funds FAQs Question E-3.b.

**3.6 When must ESSER I, ESSER II, ARP ESSER, GEER I, and GEER II funds be liquidated?**

Grantees and subgrantees, by regulation, must liquidate funds within 120 calendar days after the program's obligation date (see FAQs E-1, E-2, and E-3) per § 200.344(b). If ESSER I and GEER I funds are properly obligated by September 30, 2022, but liquidation becomes an issue after the obligation deadline, the Department may approve liquidation extension requests on a case-by-case basis upon written request of an SEA or Governor grantee, in accordance with § 200.344(b). If approved, an ESSER I or GEER I grantee may have up to 18 months beyond the end of the obligation period to liquidate funds, although longer requests may be considered for construction or extraordinary circumstances. Under a liquidation extension, the delivery of



goods and some services may continue through the end of the liquidation period, so long as a timely and valid obligation had been made pursuant to § 76.707. Because the ESSER II and GEER II obligation period does not end until September 30, 2023, and the ARP ESSER obligation period does not end until September 30, 2024, the Department strongly encourages States and LEAs to obligate and liquidate ESSER II, GEER II, and ARP ESSER funds with urgency on activities that will support students' academic recovery and mental health needs. The Department will determine any process for submitting a Liquidation Extension Request for ESSER II, GEER II, and ARP ESSER funds at a later date.

## **4 Equipment**

### **4.1 What if the equipment purchased or modified with ESSER Funds is no longer being used for its intended purpose?**

If the equipment is used as a trade-in or the PSU sells the equipment, the proceeds can offset the cost of the replacement equipment. 200.313(c)

If equipment or supplies in the aggregate value of \$5000 are no longer used for the original purpose or program, the PSU must follow disposition rules outlined in the 200.313(e) and 200.314(a).

## **5 Davis-Bacon Act**

### **5.1 Tell me about the Davis-Bacon Act (DBA)?**

- Davis-Bacon is also known as the Construction Wage Rate Requirements Statute.
- Specifies DBA wages must be paid for any construction related work paid for with Federal Funds. Applies to construction, alteration, and or repair of public buildings including painting and decorating. (29 CFR 5) over \$2,000.00.
- The requirement must be included in all contracts and subcontracts using federal funds.
- The requirement must be written in the contract.
- A poster is to be posted at the jobsite on the topic.
- Contractors are obligated to pay weekly and provide the school's contracting officer with a weekly certification.

### **5.2 Do we have to pay all personnel working on ESSER-related projects DBA Wages (e.g., maintenance staff, school volunteers, other personnel doing construction-related work.**

Yes

### **5.3 How often do Davis-Bacon reports need to be submitted?**

Weekly

### **5.4 Does Davis-Bacon require employees to be paid weekly?**

Yes

### **5.5 Who is responsible for collecting the Davis-Bacon reports?**

Each school should designate a contracting officer for the project. The term *Contracting Officer* means the individual, a duly appointed successor, or authorized representative who is designated and authorized to enter into contracts on behalf of the Federal agency. (29 cfr part 5.2 (e)). The contractor is responsible for collecting the information from subcontractors.

The contracting officer is responsible for collecting the Davis-Bacon reports.

## **5.6 Is there a specific form for reporting Davis-Bacon reporting?**

General: Form WH-347 has been made available for the convenience of contractors and subcontractors required by their Federal or Federally aided construction-type contracts and subcontracts to submit weekly payrolls. Properly filled out, this form will satisfy the requirements of the Regulations, Parts 3 and 5 (29 C.F.R., Subtitle A), as to payrolls submitted in connection with contracts subject to the Davis-Bacon and related Acts.

## **5.7 What projects require Davis-Bacon compliance**

The terms *construction*, *prosecution*, *completion*, or *repair* mean the following: All types of work done on a public building or work at the site thereof, including work at a facility which is deemed a part of the site of the work by laborers and mechanics employed by a construction contractor or construction subcontractor.

## **5.8 What language needs to be included in bid packages to satisfy Davis-Bacon?**

For contract language please consult with the PSU's Board attorneys. The laws related to Davis-Bacon are found in Appendix II (d).

## **5.9 Where do we find the Davis-Bacon Wage Rates? (added 05 11 23)**

The Davis Bacon Prevailing Rates can be found at [www.SAM.GOV](http://www.SAM.GOV). From this page, about half way down on the left, click on Wage Determinations. On the next page, if the WD (Wage Determination for the area) number is unknown, click on I do not know the number either Public Building or Works; or Service Contracts. On the next page, select the state, the county and the construction type, an example is at: <https://sam.gov/wage-determination/NC20230040/1>

# **6 Construction**

## **6.1 What documents are required of the General Contractor to be submitted per ESSER Requirements, beyond Prevailing Reports?**

The GC should provide documentation as required by terms and conditions of the contract with the PSU.

Further, the GC should maintain documentation to show compliance as required with the following terms and conditions:

- Domestic preferences for procurements - As appropriate and to the extent consistent with law, the non-Federal entity should, to the greatest extent practicable under a federal award, provide a preference for the purchase, acquisition, or use of goods, products, or materials produced in the United States (including but not limited to iron, aluminum, steel, cement, and other manufactured products). The requirements of this section must be included in all subawards including all

contracts and purchase orders for work or products under this award. § 200.323

- Contracting with small and minority businesses, women's business enterprises, and labor surplus area firms which are discussed in question #. § 200.321
- Bonding requirements. § 200.325
- Davis-Bacon Act requirements as noted in question § 200 Appendix I (D)
- Contract Work Hours and Safety Standards Act § 200 Appendix I (D)
- Debarment and Suspension responsibilities to ensure subcontractors are not on the federal suspension or debarred list § 180.220(c)
- All other contract terms and conditions as required by the contract and Uniform Guidance Appendix I, as applicable.

## **6.2 Do ESSER Funded Projects have MWBE Participation goals or requirements over and above those established for the project? If so, are there forms required and to whom are these to be addressed?**

Uniform Guidance does not have specific participation goals or requirements that are applicable to all PSUs. However, Uniform Guidance does require affirmative steps to assure that minority businesses, women's business enterprises, and labor surplus area firms are used when possible. See question #22.

Uniform Guidance also requires that the PSUs follow all applicable State and Federal laws related to procurement. The State of North Carolina requires goals for LEAs in building construction projects over \$300,000 with local funds; \$100,000 with state funds. G.S. 143-128.2, G.S. 143-128.4

All PSUs must maintain documentation showing evidence of the affirmative steps taken to comply with NCGS and Uniform Guidance along with the procurement history including bidding and contract documents. Please consult with your school's attorney to determine any submission requirements to the State related to NCGS.

## **6.3 Do ESSER funded projects have MWBE requirements?**

Yes, § 200.321 Contracting with small and minority businesses, women's business enterprises, and labor surplus area firms requires:

(a) The non-Federal entity must take all necessary affirmative steps to assure that minority businesses, women's business enterprises, and labor surplus area firms are used when possible.

(b) Affirmative steps must include:

(1) Placing qualified small and minority businesses and women's business enterprises on solicitation lists;

(2) Assuring that small and minority businesses, and women's business enterprises are solicited whenever they are potential sources;

(3) Dividing total requirements, when economically feasible, into smaller tasks or quantities to permit maximum participation by small and minority businesses, and women's business enterprises;

(4) Establishing delivery schedules, where the requirement permits, which encourage participation by small and minority businesses, and women's business enterprises;

(5) Using the services and assistance, as appropriate, of such organizations as the Small Business Administration and the Minority Business Development Agency of the Department of Commerce; and

(6) Requiring the prime contractor, if subcontracts are to be let, to take the affirmative steps listed in [paragraphs \(b\)\(1\)](#) through [\(5\)](#) of this section.

#### **6.4 Does the Project Budget/GMP have to be reviewed by anyone (Federal or State) other than the local school district?**

Once the construction project is approved by NC DPI in the grant application, NC DPI is not involved in the review and approval process for PSU procurement associated with the projects. The PSU should follow established internal controls to ensure costs are allowable per Uniform Guidance and approved as required by their applicable State and Local laws, policies, and procedures. While the proposal price does not have to be reviewed by NC DPI, costs associated with the project must be necessary and reasonable. 200.404

#### **6.6 Are there ESSER Scope of Work limitations for what can be included in the Project Budget and funded by ESSER?**

When the value of the procurement for property or services under a Federal financial assistance award exceeds \$250,000, or a lower threshold established by a non-Federal entity, formal procurement methods are required. The sealed bids method is the preferred method for procuring construction per 200.320b1. If sealed bids are used, a firm fixed price contract award will be made in writing to the lowest responsive and responsible bidder. 200.320bii

In a firm fixed price contract, the PSU should prepare a contract that addresses allowable and unallowable overhead and administrative costs as it relates to changes. The contract must address the requirement to follow Uniform Guidance principles including § 200.403(b) and § 200.420.

§ 200.403(b) Be necessary and reasonable for the performance of the Federal award and be allocable thereto under these principles.

§ 200.420 provides principles to be applied in establishing the allowability of certain items involved in determining cost. Some costs outlined in this section are unallowable to all federal grants while others have limitations.

Note: The cost plus a percentage of cost and percentage of construction cost method of contracting must not be used 200.324 and time-and-materials type contracts can be used in very limited situations 300.318j.

#### **6.7 What are the Documentation Requirements for ESSER Construction Projects?**

§ 200.318 General procurement standards.

(a) The [non-Federal entity](#) must have and use documented procurement procedures, consistent with [State](#), local, and tribal laws and regulations and the standards of this section, for the acquisition of property or services required under a [Federal award](#) or [subaward](#). The [non-Federal entity](#)'s documented procurement procedures must conform to the procurement standards identified in [§§ 200.317](#) through 200.327. Specifically, § 200.318(l) The Non-Federal entity must maintain records sufficient to detail the history of procurement. These records will include, but are not necessarily limited to, the following: Rationale for the method of procurement, selection of contract type, contractor selection or rejection, and the basis for the contract price.

The Davis-Bacon Act contains specific requirements, please refer to the Davis-Bacon section of this Q&A.

**6.8 Does the construction work need to be done by the Sept 2024 deadline? Is there a liquidation period considered to be included in the performance period such that work can be performed during the liquidation period?**

See question #7

**6.9 If our construction work isn't completed by the Sept 2024 deadline can we get an extension and what would be needed in the extension request?**

See question #8

**6.10 In addition to Design Reviews for a construction project, does NCDPI have a role in reviewing construction project budget estimates or GMP proposals?**

DPI School Planning conducts Design Reviews, but typically does not issue comments related to contractor Budget Estimates or GMP proposals.

**6.11 Is the NC DPI "Certificate of Review" required before work can begin in the field? Can work begin, at risk, ahead of receipt of the "certificate of review"?**

DPI School Planning issues a Certificate of Review upon completion of the Design Review process for local education authorities. Projects that begin construction before Design Review completion incur increased risk of costly field changes. Prudent advanced planning and project management will incorporate required reviews into the project delivery schedule.

**6.12 Would purchasing a HVAC Chiller and installation be considered construction?**

Generally, replacement of a unit is considered construction.

**6.13 Are all HVAC services considered construction?**

Generally, HVAC installation and replacement services are considered construction. Replacement of chillers, control systems and other peripheral equipment is considered construction. Replacement of filters or single vents would generally be considered repair and maintenance. There are other types of HVAC services that need additional consideration and could be either construction or maintenance. Please see the NC DPI Construction presentation and the EDGAR definition for construction to assist in determining whether a project is considered construction.

**6.14 Can ESSER funds be used for construction projects that would produce revenue (stadiums, tracks, etc.,)?**

Usually if the Federal Award specifies how the income is to be used, those instructions should be followed. However, in the case of ESSER funds, the Federal Award does not specify in its regulations or the terms and conditions of the Federal award or give prior approval for how program income is to be used, with that, the income should be deducted from the allowable costs during the period of performance. (2 CFR § 200.307).

**Added April 12, 2023:** After September 30th of the grant's performance period, there are no federal requirements for the disposition of program income, however recipients should negotiate with the US Department of Education over appropriate uses of the income. 2 CFR § 200.307(f).

### **6.15 What happens to income for projects that would produce revenue (stadiums, tracks, etc.,) after the period of performance?**

There are no Federal requirements governing the disposition of income earned after the end of the period of performance for the Federal award, unless the Federal awarding agency regulations or the terms and conditions of the Federal award provide otherwise. The Federal awarding agency may negotiate agreements with recipients regarding appropriate uses of income earned after the period of performance as part of the grant closeout process. See the 2 CFR § 200.307 for additional information.

### **6.16 Explain the 50-year interest requirement.**

Use of federal funds for construction requires school either have title (own) for property, including right of access, that is sufficient to ensure the grantee will have use and possession of the facility for 50 years or the useful life of the facility, whichever is longer (34 CFR § 75.603) (for example a 50-year lease).

### **6.17 Explain the Federal interest filing requirement.**

Federal Law requires the grantee file a notice of Federal interest on the property when ESSER or GEER funds are used to purchase land, construct a building, or make improvements to a building regardless of if the property is owned or leased.

US Department of Education ESSER and GEER Use of Funds FAQ dated 12/07/2022 Question B-6.e. requires the school "Will record the Federal interest in the title of real property in accordance with awarding agency directives and will include a covenant in the title of real property acquired in whole or in part with Federal assistance funds to assure nondiscrimination during the useful life of the project." Until further details are available on the specifics of this filing, please consult with your board attorney.

**Added: 04/12/2023.** The LEA must record the notice of federal interest in the official real property records for the jurisdiction in which the new or renovated facility is located as soon as possible, but ideally as it receives approval from the SEA to construct or renovate the facility. For example, if ESSER funds are supporting 20 percent of the cost of the construction project, the Federal interest in the building would be recorded as 20 percent. As a reminder, the LEA is subject to the annual reporting requirements in 2 C.F.R. § 200.330 and the disposition rules in 2 C.F.R. § 200.311.

[OMB Standard Form 424D](#) should be filed with the Federal Interest on the property.

### **6.18 Can a PSU obtain services for architectural and engineering services without price as a selection factor?**

The non-Federal entity may use competitive proposal procedures for qualifications-based procurement of architectural/engineering (A/E) professional services whereby the offeror's qualifications are evaluated and the most qualified offeror is selected, subject to negotiation of fair and reasonable compensation.

Uniform Guidance 2 CFR § 200.319 (b) allows for the selection of architecture and engineering services where price is not a selection factor. § 200.320 (iv) .The method, where price is not used as a selection factor, can only be used in procurement of A/E professional services. It cannot be used to purchase other types of services through A/E firms that are a potential source to perform the proposed effort.



## **6.19 Can a firm hired to perform A&E services also bid on the specified construction work?**

Uniform Guidance 2 CFR § 200.319 (b) allows for the selection of architecture and engineering services where price is not a selection factor. § 200.320 (iv). The method, where price is not used as a selection factor, can only be used in procurement of A/E professional services. It cannot be used to purchase other types of services through A/E firms that are a potential source to perform the proposed effort.

§ 200.319 (b) In order to ensure objective contractor performance and eliminate unfair competitive advantage, contractors that develop or draft specifications, requirements, statements of work, or invitations for bids or requests for proposals must be excluded from competing for such procurements.

## **6.20 What documents are required to be remitted to NC DPI related to construction projects?**

A Local Education Agency must submit design documents for review. See question #28 and 2.

Local Education Agencies and Charter Schools must file an assurance form OMB Standard Form 424D - Must be filed with the federal interest for each construction project. US Department of Education ESSER and GEER Use of Funds FAQ dated 12/07/2022.

Local Education Agencies and Charter Schools must report to NC DPI at least annually on:

1. The non-Federal entity must submit annually an inventory listing of federally-owned property § 200.312
2. The status of real property in which the Federal Government retains an interest. § 200.330
3. DPI will provide instructions when they are available.

**Added: 04/12/2023.** The LEA must record the notice of federal interest in the official real property records for the jurisdiction in which the new or renovated facility is located as soon as possible, but ideally as it receives approval from the SEA to construct or renovate the facility. For example, if ESSER funds are supporting 20 percent of the cost of the construction project, the Federal interest in the building would be recorded as 20 percent. As a reminder, the LEA is subject to the annual reporting requirements in 2 C.F.R. § 200.330 and the disposition rules in 2 C.F.R. § 200.311.

[OMB Standard Form 424D](#) should be filed with the Federal Interest on the property.

## **6.21 What do we need to do if the federally funded construction project/real property assets needs to be (1) disposed of (2) modify the use of the real property changes?**

Except as otherwise provided by Federal statutes or by the Federal awarding agency, real property will be used for the originally authorized purpose as long as needed for that purpose, during which time the non-Federal entity must not dispose of or encumber its title or other interests. 200.311(b)

If the PSU modifies the use of, or changes the terms of the real property title, or other interest, the PSU must obtain permission and instructions from the awarding agency. OMB 424D Standard Form. Assurance US Department of Education ESSER and GEER Use of Funds FAQ dated 12/07/2022 Question B-6.e

If the property is disposed of or when real property is no longer needed for the originally authorized purpose, the non-Federal entity must obtain disposition instructions from the Federal awarding agency or pass-through entity. The instructions must provide for one of the following alternatives:

- (1) Retain title after compensating the Federal awarding agency...
- (2) Sell the property and compensate the Federal awarding agency....
- (3) Transfer title to the Federal awarding agency or to a third party designated/approved by the Federal awarding agency § 200.311(c).

**6.22 If an HVAC/Mechanical System project is using ESSER funds, is there any unforeseen complication from accepting a one-time rebate from the utility company for installing high-efficiency equipment as part of the project? (added 05 02 23)**

Uniform Guidance §200.406 addresses rebates (and other credits). To the extent that such credits accruing to or received by the non-Federal entity relate to allowable costs, they must be credited to the Federal award either as a cost reduction or cash refund, as appropriate.

**6.23 If a district received approval to build a new facility with ESSER funds, can the district elect to break the construction of a new facility into different phases or subcomponents and treat them as individual projects so those specific projects can be completed by the end of the period of performance?** In other words, if a district wanted to break the construction project up and separate the project into two parts, one procurement process and contract to use ESSER funds for the foundation of the new building and the other procurement process to contract build the facility, does the foundation project itself have to be allowable under ESSER or is it enough that the foundation is for a new facility that is part of the district's effort to prevent, prepare for, and respond to the COVID-19 pandemic? Or must the individual project (the foundation) in and of itself have to be in related to the prevention, preparation for, and response to COVID-19? (added 05 02 23)

If a district plans to break the construction of a new facility into different phases or subcomponents so that the project is completed by the end of the period, the ESSER funds supporting only the early phases of construction is allowable provided that, in granting prior approval for the project, it was determined that the construction project was needed to prevent, prepare for or respond to COVID-19. Therefore, any component of the project is considered as meeting the requirement to prevent, prepare for or respond to COVID-19. An LEA using ESSER funds for construction needs to ensure that it is in compliance with the requirements outlined in the Department's ESSER and GEER Use of Funds FAQs B-6, B-6a, B-6b, B-6c, B-6d, and B-6e. How the LEA has structured the contracts for the project, even if ESSER funds only support a portion of the project, such as the pouring of the building's foundation, may impact the applicability of the requirements outlined in the DOE FAQs. The contract scope of work is used to identify the project that is expected to be performed in the period of performance.

**6.24 Is installation of a fence considered construction and real property? (added 05/25/23)**

A fence installation is construction and considered real property. A federal interest form would be required.



## **Appendix I: References to Regulations**

[State Board of Education Approved COVID Allotment Manual](#)

North Carolina General Statutes: NCGS 143-128, 143-129 and NCGS 143-131

[https://www.ncleg.net/enactedlegislation/statutes/html/bysection/chapter\\_143/gs\\_143-128.html](https://www.ncleg.net/enactedlegislation/statutes/html/bysection/chapter_143/gs_143-128.html)

[https://www.ncleg.gov/EnactedLegislation/Statutes/PDF/BySection/Chapter\\_143/GS\\_143-129.pdf](https://www.ncleg.gov/EnactedLegislation/Statutes/PDF/BySection/Chapter_143/GS_143-129.pdf)

[https://www.ncleg.net/enactedlegislation/statutes/html/bysection/chapter\\_143/gs\\_143-131.html](https://www.ncleg.net/enactedlegislation/statutes/html/bysection/chapter_143/gs_143-131.html)

Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (2 CFR 200)[https://www.ncleg.net/enactedlegislation/statutes/html/bysection/chapter\\_143/gs\\_143-131.html](https://www.ncleg.net/enactedlegislation/statutes/html/bysection/chapter_143/gs_143-131.html)

[Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards \(2 CFR 200\)](#)[Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards \(2 CFR 200\)](#)

[Education Department General Administrative Regulations \(EDGAR\) \(34 CFR 75.600-75.615\)](#)

[US Department of Education ESSER and GEER Use of Funds FAQs](#)

[OMB Form 424D](#)

