

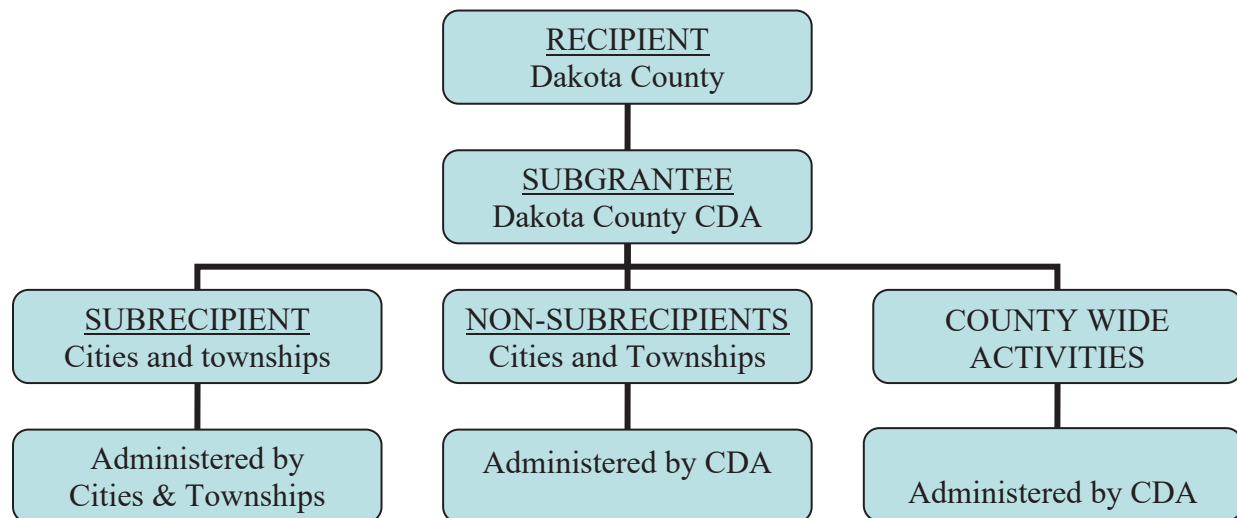
CHAPTER 6: Subrecipients

In this chapter you will find information on the Dakota County CDA Subrecipient Agreements, including:

- Structure of how CDBG funds are administered by recipients in Dakota County, and
- An overview of Faith-Based Initiatives and CDBG program requirements
- Conflict of Interest Prohibition information

HUD provides and administers annual grants on a formula basis to entitlement counties, Metropolitan Statistical Areas (MSA's) and metropolitan cities. The entitlement counties and cities develop individual CDBG programs and funding priorities. CDBG program activities are directly administered by entitlement counties and cities, or by the subrecipients of entitlement counties and cities.

Figure 6-1: Dakota County and HUD CDBG Program Recipient Structure



The CDBG annual grants are distributed from HUD directly to Dakota County, the recipient. The Dakota County CDA, the grantee, implements CDBG program administration. Subrecipient cities and townships implement CDBG activities directly, which requires the cities and townships to execute a Subrecipient Agreement with the CDA. The CDA directly administers CDBG activities for cities and townships that are not subrecipients. Other countywide CDBG activities, such as rehab, are administered directly by the Dakota County CDA.

The subrecipient agreement remains in effect during any period that the subrecipient has control over CDBG funds, including program income. The subrecipient agreement also ensures timeliness of CDBG funded expenditures.⁸

⁸ HUD. "Ensuring CDBG Subrecipient Timeliness: Guidelines for Grantee Selection, Management, and Oversight of Subrecipients in the Community Development Block Grant Program." May 2003.