

APPENDIX "B"
VOLUNTEER AND RURAL FIRE ASSISTANCE GRANT PROGRAM
PROPERTY MANAGEMENT STANDARDS - FEDERAL GOVERNMENT

F-222

Non-expendable Personal Property: Tangible personal property having a useful life of more than one year and an acquisition cost of \$5,000.00 or more per unit. Records will be kept by the State and inventory verified biennially.

The Grantee (or Sub-Grantee) shall retain the property as long as it is needed to accomplish the purpose of the program, whether or not the program continues to be supported by Federal funds.

Property with an acquisition cost of more than \$5,000.00 may be made available to other Federal programs, or, if not needed, then may be sold and the Federal Government reimbursed for its share.

Property records shall be maintained accurately and include:

1. Description (nomenclature)
2. Serial Number
3. Acquisition Date
4. Acquisition Cost
5. Source
6. Percentage of Federal Funds (generally 50% to 90%) in Volunteer and Rural Fire Assistance
7. Location
8. Use
9. Condition
10. Disposition Data
 - a. Sales Price
 - b. Fair Market Value

Physical inventory shall be taken every two (2) years and verified:

1. Existence
2. Current Use
3. Need

Control system to prevent loss, damage, theft, etc.

The Federal re-imbursement for property sold shall be computed by applying the percentage of Federal participation in the item to the sales proceeds less \$100.00 or 10%, whichever is greatest (for selling and handling expenses).

AN EXAMPLE OF THIS FORMULA:

Federal share of Project Cost = \$1,500.00

Percent Federal Share:

$$\begin{array}{r r r r r r} \text{Federal Share of Project Cost} & & \$1,500.00 & & & \\ + & & & = & + & = 0.25 \text{ or } 25\% \\ \text{Total Project Cost} & & \$6,000.00 & & & \end{array}$$

Fair Market Value (new sales price) = \$1,000.00

Federal Re-imbursement due the Government:

$$\begin{array}{r r r r r r} \text{New Sales Price} \times \text{Percent Federal Share} & = & \text{Re-imbursement Due} \\ \$1,000.00 \times 25\% & = & \$250.00 \end{array}$$

The State is entitled to \$100.00 or 10%, whichever is greatest (for selling and handling expenses). These funds are a deduction from the Federal reimbursement due.