(c) **Eligibility.** (1) The applicant must be a rural or Native Alaskan village.
(2) The median household income of the village cannot exceed 110 percent of the statewide nonmetropolitan household income.
(3) A dire sanitation condition must exist in the village.
(4) The applicant must obtain 25 percent of project development costs from State or local contributions. The local contribution can be from loan funds authorized under this part.

(d) **Grant amount.** Grants will be made for up to 75 percent of the project development costs.

(e) **Use of funds.** Grant funds can be used to pay reasonable costs associated with providing potable water or waste disposal services to residents of rural or Native Alaskan villages.

(f) **Construction.** (1) If the State of Alaska is contributing to the project costs, the project does not have to meet the construction requirements of this subpart.
(2) If a loan is made in accordance with this part for part of the local contribution, all of the requirements of this part apply.

§§ 1780.50–1780.52 [Reserved]