program, except as provided in §208.25 of this part;
(4) Purchase, construction, maintenance or lease of storage facilities and associated equipment for System equipment and supplies.
(d) Disaster search canine expenses limited to:
(1) Procurement for use as a System resource;
(2) Training and certification expenses;
(3) Veterinary care.
(e) Management and administrative costs, actually incurred but not otherwise specified in this section that directly support the Sponsoring Agency’s US&R capability, provided that such costs do not exceed 7.5 percent of the award/amendment amount.

§208.24 Purchase and maintenance of items not listed on Equipment Cache List.
(a) Requests for purchase or maintenance of equipment and supplies not appearing on the Equipment Cache List, or that exceed the number specified in the Equipment Cache List, must be made in writing to the Program Manager. No Federal funds provided under any Preparedness Cooperative Agreement may be expended to purchase or maintain any equipment or supply item unless:
(1) The equipment and supplies directly support the Sponsoring Agency’s US&R capability;
(2) The Program Manager approves the expenditure and gives written notice of his or her approval to the Sponsoring Agency before the Sponsoring Agency purchases the equipment or supply item.
(b) Maintenance of items approved for purchase under this section is eligible for reimbursement, except as provided in §208.26 of this subpart.

§208.25 Obsolete equipment.
(a) The Assistant Administrator will periodically identify obsolete items on the Equipment Cache List and provide such information to Sponsoring Agencies.
(b) Neither funds that DHS provides nor matching funds required under a Preparedness Cooperative Agreement may be used to maintain or repair items that DHS has identified as obsolete.

§208.26 Accountability for use of funds.
The Sponsoring Agency is accountable for the use of funds as provided under the Preparedness Cooperative Agreement, including financial reporting and retention and access requirements according to 44 CFR 13.41 and 13.42.

§208.27 Title to equipment.
Title to equipment purchased by a Sponsoring Agency with funds provided under a DHS Preparedness Cooperative Agreement vests in the Sponsoring Agency, provided that DHS reserves the right to transfer title to the Federal Government or a third party that DHS may name, under 44 CFR 13.32(g), for example, when a Sponsoring Agency indicates or demonstrates that it cannot fulfill its obligations under the Memorandum of Agreement.

§§208.28–208.30 [Reserved]

Subpart C—Response Cooperative Agreements

§208.31 Purpose.
Subpart C of this part provides guidance on the administration of Response Cooperative Agreements.

§208.32 Definitions of terms used in this subpart.
Affiliated Personnel means individuals not normally employed by a Sponsoring Agency or Participating Agency and individuals normally affiliated with a Sponsoring Agency or Participating Agency as volunteers.
Demobilization Order means a DHS communication that terminates an Alert or Activation and identifies cost and time allowances for rehabilitation.
Exempt means any System Member who is exempt from the requirements of the Fair Labor Standards Act, 29 U.S.C. 201 et seq., pertaining to overtime compensation and other labor standards.
Maximum Pay Rate Table means the DHS-issued table that identifies the