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of a rigorous secondary school program of study as defined in §645.6(b);

- (5) The secondary school accepts the course as meeting one or more of the course requirements for obtaining a regular secondary school diploma;
- (6) A waiver of the tuition costs is unavailable:
- (7) The tuition is paid with Upward Bound grant funds to an institution of higher education on behalf of a participant; and
- (8) The Upward Bound project pays for no more than the equivalent of two courses for a participant each school year.

(Authority: 20 U.S.C. 1070a-11 and 1070a-13)

[60 FR 4748, Jan. 24, 1995, as amended at 75 FR 65789, Oct. 26, 2010; 79 FR 76103, Dec. 19, 2014]

§ 645.41 What are unallowable costs?

Costs that may not be charged against a grant under this program include the following:

- (a) Research not directly related to the evaluation or improvement of the project.
- (b) Meals for staff except as provided in §645.40 (d) and (m) and in paragraph (c) of this section.
- (c) Room and board for administrative and instructional staff personnel who do not have responsibility for dormitory supervision of project participants during a residential summer component unless these costs are approved by the Secretary.
- (d) Room and board for participants in Veterans Upward Bound projects.
- (e) Construction, renovation or remodeling of any facilities.
- (f) Tuition, stipends, or any other form of student financial aid for project staff beyond that provided to employees of the grantee as part of its regular fringe benefit package.

(Authority: 20 U.S.C. 1070a-11 and 1070a-13)

\$645.42 What are Upward Bound stipends?

- (a) An Upward Bound project may provide stipends for all participants who participate on a full-time basis.
- (b) In order to receive the stipend, the participant must show evidence of satisfactory participation in activities of the project including—

- (1) Regular attendance; and
- (2) Performance in accordance with standards established by the grantee and described in the application.
- (c) The grantee may prorate the amount of the stipend according to the number of scheduled sessions in which the student participated.
- (d) The following rules govern the amounts of stipends a grantee is permitted to provide:
- (1) For Regular Upward Bound projects and Upward Bound Math and Science Centers—
- (i) For the academic year component, the stipend may not exceed \$40 per month; and
- (ii) The stipend may not exceed \$60 per month for the summer school recess for a period not to exceed three months, except that youth participating in a work-study position may be paid \$300 per month during the summer school recess.
- (2) For Veterans Upward Bound projects, the stipend may not exceed \$40 per month.

(Authority: 20 U.S.C. 1070a-11 and 1070a-13)

[60 FR 4748, Jan. 24, 1995, as amended at 75 FR 65789, Oct. 26, 2010]

§ 645.43 What other requirements must a grantee meet?

- (a) Number of Participants. For each year of the project period, a grantee must serve at least the number of participants that the Secretary identifies in the FEDERAL REGISTER notice inviting applications for a competition. Through this notice, the Secretary also provides the minimum and maximum grant award amounts for the competition.
- (b) Project director. (1) A grantee must employ a full-time project director unless—
- (i) The director is also administering one or two additional programs for disadvantaged students operated by the sponsoring institution or agency; or
- (ii) The Secretary grants a waiver of this requirement.
- (2) The grantee must give the project director sufficient authority to administer the project effectively.
- (3) The Secretary waives the requirements in paragraph (b)(1) of this section if the applicant demonstrates that