§ 675.35

(c) Each institution shall retain responsibility for the proper disbursement of the Federal funds it contributes under an agreement with other eligible institutions.

(Approved by the Office of Management and Budget under control number 1840-0535)

(Authority: 42 U.S.C. 2756)

[52 FR 45770, Dec. 1, 1987, as amended at 53 FR 49147, Dec. 6, 1988; 59 FR 61417, Nov. 30, 1994]

§ 675.35 Agreement.

- (a) A FWS participating institution, to establish or expand these programs, shall enter into an agreement with the Secretary.
 - (b) The agreement must provide-
- (1) That the institution will administer the programs in accordance with the HEA and the provisions of this part;
- (2) That the institution will submit to the Secretary an annual report on the use of the funds and an evaluation of the effectiveness of the programs in benefiting the institution's students; and
 - (3) Satisfactory assurances that—
- (i) The institution will not use program funds to locate and develop jobs at an eligible institution:
- (ii) The institution will use program funds to locate and develop jobs for students during and between periods of attendance at the institution, not upon graduation;
- (iii) The program will not displace employees or impair existing service contracts:
- (iv) Program funds can realistically be expected to generate total student wages exceeding the total amount of the Federal funds spent under this subpart; and
- (v) If the institution uses Federal funds to contract with another institution, suitable performance standards will be part of that contract.

(Approved by the Office of Management and Budget under control number 1840–0535)

(Authority: 42 U.S.C. 2756)

[52 FR 45770, Dec. 1, 1987, as amended at 53 FR 49147, Dec. 6, 1988; 59 FR 61417, 61419, Nov. 30, 1994]

§ 675.36 Procedures and records.

Procedures and records concerning the administration of a JLD project established and operated under this subpart are governed by applicable provisions of §675.19.

(Authority: 42 U.S.C. 2756a)

§ 675.37 Termination and suspension.

- (a) If the Secretary terminates or suspends an institution's eligibility to participate in the FWS program, the action also applies to the institution's job location and development programs.
- (b) The Secretary pays an institution's financial obligations incurred and allowable before the termination but not incurred—
 - (1) During a suspension; or
 - (2) In anticipation of a suspension.
- (c) However, the institution must cancel as many outstanding obligations as possible.

(Authority: 42 U.S.C. 2756a)

[52 FR 45770, Dec. 1, 1987, as amended at 59 FR 61419, Nov. 30, 1994]

Subpart C—Work-Colleges Program

SOURCE: 59 FR 61418, Nov. 30, 1994, unless otherwise noted.

§ 675.41 Special definitions.

The following definitions apply to this subpart:

- (a) *Work-college:* The term "work-college" means an eligible institution that—
- Is a public or private nonprofit institution with a commitment to community service;
- (2) Has operated a comprehensive work-learning program for at least two years;
 - (3) Requires—
- (i) All resident students who reside on campus to participate in a comprehensive work-learning program; and
- (ii) The provision of services as an integral part of the institution's educational program and as part of the institution's educational philosophy; and

- (4) Provides students participating in the comprehensive work-learning program with the opportunity to contribute to their education and to the welfare of the community as a whole.
- (b) Comprehensive student work-learning program: A student work/service program that—
- (1) Is an integral and stated part of the institution's educational philosophy and program;
- (2) Requires participation of all resident students for enrollment, participation, and graduation;
- (3) Includes learning objectives, evaluation, and a record of work performance as part of the student's college record:
- (4) Provides programmatic leadership by college personnel at levels comparable to traditional academic programs:
- (5) Recognizes the educational role of work-learning supervisors; and
- (6) Includes consequences for nonperformance or failure in the worklearning program similar to the consequences for failure in the regular academic program.

(Authority: 42 U.S.C. 2756b)

§ 675.42 Allocation and reallocation.

The Secretary allocates and reallocates funds based on each institution's approved request for Federal funds for the Work-Colleges program as a percent of the total of such approved requests for all applicant institutions.

(Authority: 42 U.S.C. 2756b)

§ 675.43 Purpose.

The purpose of the Work-Colleges program is to recognize, encourage, and promote the use of comprehensive work-learning programs as a valuable educational approach when it is an integral part of the institution's educational program and a part of a financial plan that decreases reliance on grants and loans and to encourage students to participate in community service activities.

(Authority: 42 U.S.C. 2756b)

§675.44 Program description.

(a) An institution that satisfies the definition of "work-college" in §675.41(a) and wishes to participate in

the Work-Colleges program must apply to the Secretary at the time and in the manner prescribed by the Secretary.

(b) An institution may expend funds separately, or in combination with other eligible institutions, to provide work-learning opportunities for cur-

rently enrolled students.

(c) For any given award year, Federal funds allocated and reallocated for that award year under sections 442 and 462 of the HEA may be transferred for the purpose of carrying out the Work-Colleges program to provide flexibility in strengthening the self-help-throughwork element in financial aid packaging.

(Authority: 42 U.S.C. 2756b)

§ 675.45 Allowable costs, Federal share, and institutional share.

- (a) Allowable costs. An institution participating in the Work-Colleges program may use its allocated and reallocated program funds to carry out the following activities:
- (1) Support the educational costs of qualified students through self-help payments or credits provided under the work-learning program within the limits of part F of title IV of the HEA.
- (2) Promote the work-learning-service experience as a tool of postsecondary education, financial self-help, and community service-learning opportunities.
- (3) Carry out activities in sections 443 or 446 of the HEA.
- (4) Administer, develop, and assess comprehensive work-learning programs including—
- (i) Community-based work-learning alternatives that expand opportunities for community service and career-related work: and
- (ii) Alternatives that develop sound citizenship, encourage student persistence, and make optimum use of assistance under the Work-Colleges program in education and student development.
- (5) Coordinate and carry out joint projects and activities to promote work service learning.
- (6) Carry out a comprehensive, longitudinal study of student academic progress and academic and career outcomes, relative to student self-sufficiency in financing their higher education, repayment of student loans,