**Section 44.145 Use of Funds**

a) A recipient of a grant under the Act and this Part may use the grant monies for one or more of the following:

1) Construction of an addition to or otherwise expanding an existing facility;

2) New construction of a facility or renovations to an existing facility;

3) Acquisition of a facility;

4) Purchase or replacement of Equipment;

5) Safety improvements;

6) Conversions of an existing space;

7) Satisfy any building code, safety standard or life safety code;

8) Maintain, establish or improve medical equipment or health information technology;

9) Maintain or improve patient safety, quality of care, or access to care; or

10) Purchase information technology limited to hardware and other physical items as specified in the NOFO.

b) Grant funds will not be used for the following:

1) To pay outstanding debt;

2) To supplant existing funds that support a service, program or activity for which grant support is requested;

3) To fund expenses associated with the ongoing operational costs;

4) To lease/rent space for occupancy;

5) To make leasehold improvements; or

6) Be allocated to an endowment or other invested fund.