



1 municipality with a population of more than 1,000,000  
2 (federal funds passed through the State to the municipality),  
3 then the State must reimburse the municipality for its  
4 indirect costs based on the indirect cost rate approved by  
5 the municipality's federal cognizant agency. This Act does  
6 not, however, permit the reimbursement for indirect costs to  
7 the extent that the reimbursement is inconsistent with any  
8 conditions, limitations, or prohibitions imposed under a  
9 federal law or regulation. The reimbursement of  
10 administrative expenses made by the State agency to the unit  
11 of local government receiving the grant or loan must be made  
12 from the grant or loan funds and may not be made from any  
13 other funding source. The reimbursement of indirect costs  
14 may not exceed 15% of the grant or loan.

15 Section 99. Effective date. This Act takes effect upon  
16 becoming law."