its personnel are selected for employment without regard to race, color, national origin, gender, age, or handicapping condition.

- (3) To determine the qualifications of a person, the Secretary considers evidence of past experience and training in fields related to the objectives of the project as well as other information that the applicant provides.
- (c) Budget and cost effectiveness. (1) The Secretary reviews each application for information that shows that the project has an adequate budget and is cost effective.
- (2) The Secretary looks for information that shows—
- (i) The budget for the project is adequate to support the project activities; and
- (ii) Costs are reasonable in relation to the objectives of the project.
- (d) Evaluation plan. (1) The Secretary reviews each application for information that shows the quality of the evaluation plan for the project.
- (2) The Secretary looks for information that shows that the methods of evaluation are appropriate for the project and, to the extent possible, are objective and produce data that are quantifiable.
- (e) Adequacy of resources. (1) The Secretary reviews each application for information that shows that the applicant plans to devote adequate resources to the project.
- (2) The Secretary looks for information that shows that the facilities, equipment, and supplies that the applicant plans to use are adequate.
- (f) Specific program criteria. (1) In addition to the general selection criteria contained in this section, the Secretary reviews each application for information that shows that the project meets the specific program criteria.
- (2) The Secretary looks for information that shows—
- (i) The potential impact of the project on the development of the study of modern foreign languages and area studies in American education.
- (ii) The project's relevance to the applicant's educational goals and its relationship to its program development in modern foreign languages and area studies.

- (iii) The extent to which direct experience abroad is necessary to achieve the project's objectives and the effectiveness with which relevant host country resources will be utilized.
- (g) Priorities. The Secretary looks for information that shows the extent to which the project addresses program priorities in the field of modern foreign languages and area studies for that year

(Approved by the Office of Management and Budget under control number 1840–0068)

(Authority: 22 U.S.C. 2452(b)(6), 2456(a)(2))

[63 FR 46366, Aug. 31, 1998, as amended at 70 FR 13376, Mar. 21, 2005]

§ 664.32 What priorities may the Secretary establish?

- (a) The Secretary may establish for each funding competition one or more of the following priorities:
- (1) Categories of projects described in §664.10.
- (2) Specific languages, topics, countries or geographic regions of the world; for example, Chinese and Arabic, Curriculum Development in Multicultural Education and Transitions from Planned Economies to Market Economies, Brazil and Nigeria, Middle East and South Asia.
- (3) Levels of education; for example, elementary and secondary, postsecondary, or postgraduate.
- (b) The Secretary announces any priorities in the application notice published in the FEDERAL REGISTER.

 $(Authority: 22\ U.S.C.\ 2452(b)(6),\ 2456(a)(2))$

§ 664.33 What costs does the Secretary pay?

- (a) The Secretary pays only part of the cost of a project funded under this part. Other than travel costs, the Secretary does not pay any of the costs for project-related expenses within the United States.
- (b) The Secretary pays the cost of the following—
- (1) A maintenance stipend related to the cost of living in the host country or countries:
 - (2) Round-trip international travel;
- (3) A local travel allowance for necessary project-related transportation within the country of study, exclusive

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- of the purchase of transportation equipment;
- (4) Purchase of project-related artifacts, books, and other teaching materials in the country of study;
- (5) Rent for instructional facilities in the country of study;
- (6) Clerical and professional services performed by resident instructional personnel in the country of study; and
- (7) Other expenses in the country of study, if necessary for the project's success and approved in advance by the Secretary.
 - (c) The Secretary may pay—
- (1) Emergency medical expenses not covered by a participant's health and accident insurance; and
- (2) The costs of preparing and transporting the remains of a participant who dies during the term of a project to his or her former home.

(Authority: 22 U.S.C. 2452(b)(6), 2454(e)(1))

Subpart D—What Conditions Must Be Met by a Grantee?

§ 664.40 Can participation in a Fulbright-Hays Group Projects Abroad be terminated?

- (a) Participation may be terminated only by the J. William Fulbright Foreign Scholarship Board upon the recommendation of the Secretary.
- (b) The Secretary may recommend a termination of participation on the basis of failure by the grantee to ensure that participants adhere to the standards of conduct adopted by the J. William Fulbright Foreign Scholarship Board.

(Authority: 22 U.S.C. 2452(b)(6), 2456, and Policy Statements of the J. William Fulbright Foreign Scholarship Board, 1990)

PART 668—STUDENT ASSISTANCE GENERAL PROVISIONS

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APPENDIX A TO SUBPART B OF PART 668— STANDARDS FOR AUDIT OF GOVERNMENTAL ORGANIZATIONS, PROGRAMS, ACTIVITIES, AND FUNCTIONS (GAO)

APPENDIX B TO SUBPART B OF PART 668—APPENDIX I, STANDARDS FOR AUDIT OF GOVERNMENTAL ORGANIZATIONS, PROGRAMS, ACTIVITIES, AND FUNCTIONS (GAO)

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