requirements of paragraphs (a)(1), (a)(2) and (a)(3) of this section.
$\S 264.81$ What expenditures qualify for Territories to meet the Matching Grant MOE requirement?
To meet the Matching Grant MOE requirements, Territories may count:
(a) Territorial expenditures made in accordance with §§ 263.2, 263.3, 263.4, and 263.6 of this chapter that are commingled with Federal TANF funds or made under a segregated TANF program; and
(b) Territorial expenditures made pursuant to the regulations at 45 CFR parts 1355 and 1356 for the Foster Care and Adoption Assistance programs and section 477 of the Act for the Independent Living program.

## § 264.82 What expenditures qualify for meeting the Matching Grant FAG amount requirement?

To meet the Matching Grant FAG amount requirement, Territories may count:
(a) Expenditures made with Federal TANF funds pursuant to $\S 263.11$ of this chapter;
(b) Expenditures made in accordance with §§263.2, 263.3, 263.4, and 263.6 of this chapter that are commingled with Federal TANF funds or made under a segregated TANF program;
(c) Amounts transferred from TANF funds pursuant to section 404 (d) of the Act; and
(d) The Federal and Territorial shares of expenditures made pursuant to the regulations at 45 CFR parts 1355 and 1356 for the Foster Care and Adoption Assistance programs and section 477 of the Act for the Independent Living program.
$\S 264.83$ How will we know if a Territory failed to meet the Matching Grant funding requirements at § 264.80?
We will require the Territories to report the expenditures required by §264.80(a)(2) and (a)(3) on the quarterly Territorial Financial Report.

## § 264.84 What will we do if a Territory fails to meet the Matching Grant funding requirements at $\$ \mathbf{2 6 4} .80$ ?

If a Territory does not meet the requirements at either or both of §264.80(a)(2) and (a)(3), we will disallow
all Matching Grant funds received for the fiscal year.

## § 264.85 What rights of appeal are available to the Territories?

The Territories may appeal our decisions to the Departmental Appeals Board in accordance with our regulations at part 16 of this title if we decide to take disallowances under section 1108(b) of the Act.

## PART 265-DATA COLLECTION AND REPORTING REQUIREMENTS

## Sec.

265.1 What does this part cover?
265.2 What definitions apply to this part?
265.3 What reports must the State file on a quarterly basis?
265.4 When are quarterly reports due?
265.5 May States use sampling?
265.6 Must States file reports electronically?
265.7 How will we determine if the State is meeting the quarterly reporting requirements?
265.8 Under what circumstances will we take action to impose a reporting penalty for failure to submit quarterly and annual reports?
265.9 What information must the State file annually?
265.10 When is the annual report due?

Authority: 42 U.S.C. 603, 605, 607, 609, 611, and 613; Pub. L. 109-171.

Source: 64 FR 17900, Apr. 12, 1999, unless otherwise noted.

## § 265.1 What does this part cover?

(a) This part explains how we will collect the information required by section 411(a) of the Act (data collection and reporting); the information required to implement section 407 of the Act (work participation requirements), as authorized by section 411(a)(1)(A)(xii); the information required to implement section 409 (penalties), section 403 (grants to States), section 405 (administrative provisions), section 411(b) (report to Congress), and section 413 (annual rankings of State TANF programs); and the data necessary to carry out our financial management and oversight responsibilities.

