

**§ 1003.607 Lead-based paint.**

The requirements of the Lead-Based Paint Poisoning Prevention Act (42 U.S.C. 4821–4846), the Residential Lead-Based Paint Hazard Reduction Act of 1992 (42 U.S.C. 4851–4856), and implementing regulations part 35, subparts A, B, J, K, and R of this title apply to activities conducted under this program.

[64 FR 50230, Sept. 15, 1999]

**§ 1003.608 Debarment and suspension.**

The requirements in 2 CFR part 2424 are applicable. ICDBG funds cannot be provided to excluded or disqualified persons.

[72 FR 73497, Dec. 27, 2007]

**Subpart H—Program Performance**

**§ 1003.700 Review of grantee’s performance.**

(a) *Objective.* HUD will review each grantee’s performance to determine whether the grantee has:

- (1) Complied with the requirements of the Act, this part, the grant agreement and other applicable laws and regulations;
- (2) Carried out its activities substantially as described in its application;
- (3) Made substantial progress in carrying out its approved program;
- (4) A continuing capacity to carry out the approved activities in a timely manner; and
- (5) The capacity to undertake additional activities funded under this part.

(b) *Basis for review.* In reviewing each grantee’s performance, HUD will consider all available evidence which may include, but not be limited to, the following:

- (1) The approved application and any amendments thereto;
- (2) Reports prepared by the grantee;
- (3) Records maintained by the grantee;
- (4) Results of HUD’s monitoring of the grantee’s performance, including field evaluation of the quality of the work performed;
- (5) Audit reports;
- (6) Records of drawdowns on the line of credit;

(7) Records of comments and complaints by citizens and organizations; and

(8) Litigation.

**§ 1003.701 Corrective and remedial action.**

(a) *General.* One or more corrective or remedial actions will be taken by HUD when, on the basis of the performance review, HUD determines that the grantee has not:

- (1) Complied with the requirements of the Act, this part, and other applicable laws and regulations, including the environmental responsibilities assumed under section 104(g) of title I of the Act;
- (2) Carried out its activities substantially as described in its applications;
- (3) Made substantial progress in carrying out its approved program; or
- (4) Shown the continuing capacity to carry out its approved activities in a timely manner.

(b) *Action.* The action taken by HUD will be designed, first, to prevent the continuance of the deficiency; second, to mitigate any adverse effects or consequences of the deficiency; and third, to prevent a recurrence of the same or similar deficiencies. The following actions may be taken singly or in combination, as appropriate for the circumstances:

- (1) Request the grantee to submit progress schedules for completing approved activities or for complying with the requirements of this part;
- (2) Issue a letter of warning advising the grantee of the deficiency (including environmental review deficiencies and housing assistance deficiencies), describing the corrective actions to be taken, establishing a date for corrective actions, and putting the grantee on notice that more serious actions will be taken if the deficiency is not corrected or is repeated;
- (3) Advise the grantee to suspend, discontinue, or not incur costs for the affected activity;
- (4) Advise the grantee to reprogram funds from affected activities to other eligible activities, provided that such action shall not be taken in connection with any substantial violation of part 58 and provided that such reprogramming is subjected to the environmental