

Office of Federal Assistance Management

Rockville, MD 20857

Dear Grantee:

As you are aware, the Government Fiscal Year (FY) 2015 ends on September 30, 2015 and an Appropriation Act for FY 2016 has not been passed. The Administration strongly believes that a lapse in appropriations should not occur, and that there is enough time for Congress to act to prevent a lapse. However, prudent management requires that we prepare for an orderly execution of contingency plans in the unfortunate event of a lapse. In the event a continuing resolution or a FY 2016 budget is not passed and a lapse of funding occurs, I wanted to provide you with information related to our grant administration processes.

Should a lapse in funding occur, Health and Human Services' (HHS) Health Resources and Services Administration (HRSA) staff will not be available to provide routine administrative support services. HHS will, however maintain the Payment Management System in an operational status to continue processing grant drawdown requests, so that payments can be made for excepted programs. The robust internal controls that currently exist would continue to ensure the integrity of grant drawdown requests and payments. For awards received prior to the gap in funding, you may also be able to continue drawing funds from prior awards during an appropriations lapse. If you received your notice of grant award with restrictive terms and conditions, or if your drawdown request triggers one of the Payment Management System edit checks and or the drawdown limit controls, you will not be able to drawdown funds.

If you are considering submitting an application for additional HHS federal assistance funding, please be advised, that the Grants.gov system will be operational and will be accepting applications from prospective grantees. HHS will take action on those applications for fully funded and excepted programs. For those programs which are non-excepted, the Grants.gov system will accept and store applications until such time as the responsible Department has the authority and funding to return to normal business operations.

Please check our website at <u>www.hrsa.gov</u> and <u>www.hhs.gov</u> for updates. Thank you for your assistance with this period of a potential government shut-down and your ongoing support of the HRSA.

Sincerely,

Rick Goødman

Associate Administrator