**Section 511.30 Criteria for Recovery of Funds**

a) Grant funds shall be subject to recovery if the Department finds that the grant funds received by the Agency:

1) Are determined to be subject to recovery based on one of the methods identified in Section 511.10;

2) Were not spent in accordance with the grant agreement; or

3) Were not expended or legally obligated by the expiration of the grant.

b) Subsection (b) and (c) of this Section are applicable only to grants reconciled on the basis of eligible expenditures as opposed to program revenues subsection (a).