

**427—22.15(216A) Reduction of CSBG funding.**

**22.15(1) *Reduction in general.*** The division administrator of the DCAA may reduce CSBG funds to an eligible entity at any point in the grant cycle if the state determines that cause exists. Cause includes:

*a.* A statewide redistribution of CSBG funds to respond to:

- (1) The results of the recently available census or other appropriate data;
- (2) The establishment of a new eligible entity;
- (3) Severe economic dislocation; and

*b.* The failure of the eligible entity to comply with the terms of its agreement to provide CSBG services.

**22.15(2) *Written notification of reduced funding.*** The DCAA shall provide a written notification to the eligible entity to be affected by reduced funding. The eligible entity may request a hearing to be held to examine whether cause exists for the planned reduction in funding. The eligible entity must request the hearing in writing to the DCAA within ten days of its receipt of a notification of the planned reduction in funding to impel a hearing. The hearing process shall follow that outlined in rule 22.14(216A) pertaining to prehearing subpoena and discovery rights and procedures, conduct of hearing, decision and review by the Secretary of Health and Human Services.