





# **2025 Grants Policy Checkup**

**2025 Healthy Grants Workshop** 

June 11, 2025

Lynda Keita, KieuMy Phi, Betty Gramley
Division of Grants Policy (DGP)
Office of Federal Assistance and Acquisition Management (OFAAM)

Vision: Healthy Communities, Healthy People



# **Agenda**

- HHS' plan for adopting 2 CFR part 200
- Updates to the HHS Grants Policy Statement (GPS)
- Demo of HRSA's Manage Your Grant Website
- Simpler NOFO
- Questions





# **Getting to Know You**

# Are you representing the fiscal side or the programmatic side of your organization?

- Fiscal
- Programmatic
- Other

### How many years of experience do you have in your grant role?

- 0-1 year
- 2-5 years
- 6-10 years
- 11 or more years





# **Uniform Guidance Background**

- December 2013 OMB issued 2 CFR part 200.
  - This "Uniform Guidance" consolidated several OMB circulars into one location for the first time.
- December 2014 HHS codified 2 CFR part 200 at <u>45 CFR</u> part 75.
  - It was mostly the same except for 12 HHS modifications.
- August 2020 OMB <u>updated</u> 2 CFR part 200.
  - HHS continued to operate under 45 CFR part 75.





# **Uniform Guidance Background (cont'd)**

- April 2024 OMB <u>updated</u> 2 CFR part 200 again.
  - This was a bigger update than in 2020 with a focus on using plain language and reducing burden.
  - OMB issued a <u>memo</u> directing agencies to adopt by October 1, 2024.
- May September 2024 HHS developed a plan for implementing 2 CFR part 200 in 2 phases.





## HHS' Phased Approach to Adopting 2 CFR Part 200

- On October 2, 2024, HHS issued an <u>Interim Final Rule</u> (IFR) that outlined its plan for adopting 2 CFR part 200.
  - Effective October 1, 2024: HHS adopted eight changes from 2 CFR part 200. These changes provide you with flexibilities.
    - ✓ Continue using 45 CFR part 75 and the eight flexibilities
  - Effective October 1, 2025: HHS will adopt the rest of 2 CFR part 200.
    - ✓ When that happens, HHS will rescind 45 CFR part 75 and retain 12
      HHS-specific modifications at 2 CFR part 300.





## **Poll Questions**

### As of today, I am no longer required to use 45 CFR part 75:

- True
- False Continue using 45 CFR part 75 and the eight flexibilities

## Starting on October 1, 2025, I will be required to use:

- 45 CFR part 75
- 2 CFR part 200 and the 12 HHS-specific modifications at 2 CFR part
   300





## Eight Changes from 2 CFR part 200 effective October 1, 2024

### **New Changes!**

- 1. Increased exclusion threshold of subawards from \$25,000 to \$50,000 for modified total direct cost calculations (2 CFR § 200.1 definition of modified total direct cost).
- 2. Increased threshold for equipment from more than \$5,000 to more than \$10,000 (2 CFR § 200.313(e)).
- 3. Increased threshold for supplies from less than \$5,000 to less than \$10,000 (2 CFR § 200.314(a)).





### Eight Changes from 2 CFR part 200 effective October 1, 2024 (cont'd)

- 4. Increased amount of fixed amount subawards that you may provide with HRSA prior written approval to \$500,000 (2 CFR §200.333).
- 5. Increased indirect cost de minimis rate from 10 to 15 percent (2 CFR § 200.414).
- 6. Increased single audit threshold from \$750,000 to \$1 million (2 CFR § 200.501).





### Eight Changes from 2 CFR part 200 effective October 1, 2024 (cont'd)

### HHS has already adopted these changes:

- 7. Increased micro-purchase threshold to \$50,000 (2 CFR §200.320).
- 8. Allowing 120 days after the period of performance for submission of all final reports related to award closeout (2 CFR §200.344); See 88 FR 63591 PDF.





# Plain language to improve readability



- ✓ Write like we talk
- ✓ Speak directly to applicants
- ✓ Use easy to understand terms
- ✓ Avoid jargon & acronyms
- ✓ Writer less
- ✓ Write shorter sentences



# Modifications to 2 CFR part 200 that HHS will codify at 2 CFR part 300 on October 1, 2025

#	HHS Modification	Current	Proposed	Summary of Modification
		45 CFR part 75 Citation	2 CFR part 300 Citation	
7	Revision of budget and program plans (specific to research care cost prior approval)	45 CFR § 75.308(c)(1)(ix)	2 CFR § 300.308(f)(11)	Requires prior approval for research patient care costs.
8	Intangible Property (patents and inventions)	45 CFR § 75.307(c)(2)	2 CFR § 300.315(c)	Limits HHS rights in inventions under awards made primarily for educational purposes.
9	Indirect Costs (Training and Foreign cap and allowing rates for American U, Beirut, and WHO)	45 CFR § 75.414(c)(1)(i)-(iii)	2 CFR § 300.414(c)(i)-(iii)	Limits indirect costs on training awards, awards to Foreign organizations, and awards to Foreign public entities performed fully outside the US to a fixed rate of 8 percent of MTDC and allows negotiated indirect cost rates for American University, Beirut and the World Health Organization.
10	Independent research and development costs	45 CFR § 75.476	2 CFR § 300.477	Describes requirements for independent research and development costs.
11	Shared responsibility payments	45 CFR §75.477	2 CFR § 300.478	Describes requirements for payments for failure to maintain minimum essential health coverage and failure to offer health coverage to employees.
12	Cost Principles for Research & Development grant activities with Hospitals	45 CFR part 75, Appendix IX	2 CFR part 300, Appendix IX	Hospital Cost Principles



# **HHS Grants Policy Statement**

## The HHS Grants Policy Statement (GPS)

- Was first issued in January 2007.
- It is incorporated by reference as a standard condition of HHS awards.
- Provides information on HHS agencies, the award process, and where to apply for awards.
- Outlines the legal and regulatory rules that apply to awards.
- Updated in September 2024 to reflect HHS' phased plan for adopting 2 CFR part 200.
- Will be updated again this year to reflect adoption of 2 CFR part 200.





# **HHS Grants Policy Statement**

## • Key changes:

- 17 years of policy updates!
- Uses more plain language.
- Change in salary rate limitation (applies to both direct and indirect costs).
- Reaffirms the 8% cap specified in 45 CFR § 75.414 for training grants.





### HRSA's Implementation of 2 CFR part 200 and HHS GPS

## • Effective October 1, 2024:

- HRSA applied the eight changes from 2 CFR part 200 and the 2024 HHS GPS to all new and active awards.
  - ✓ You can rebudget active awards to reflect the eight threshold changes.





## **Poll Question**

- What is the current threshold for equipment per 2 CFR part 200?
  - **\$10,000**
  - **\$250**
  - **\$5,000**





## HRSA's Implementation of 2 CFR part 200 and HHS GPS (cont'd)

- OFAAM has taken the following actions to implement the changes
  - Updated NOFOs and Application Guides
  - Posted a Grants Policy Bulletin on the HRSA Manage Your Grant website
  - Revised the FY 2025 HRSA General Terms and Conditions
- HRSA is preparing for full implementation of 2 CFR part
   200 on October 1, 2025





## **Poll Question**

Have you watched/attended our Healthy Grants Workshop series before?

- Yes
- No





### Demo

### HRSA's Manage Your Grant Website









#### Resources

- 2 CFR part 200
- HHS Grants Policy Statement (GPS)
- GPB 2025-01E Adopting 2 CFR 200 a
- HRSA's Manage Your Grant Website





# 2 CFR 200 Appendix I--Full Text of Notice of Funding Opportunity

# Simpler NOFOs

#### **Rural Veterans Health Access Program**

Opportunity number: HRSA-25-036



# NOFO modernizations: Required by regulation; Realized by partnering with HHS OG <u>SimplerNOFOs</u>

Improve Readability Make easy to Navigate

Organize content consistently





# Plain language to improve readability



- ✓ Write like we talk
- ✓ Speak directly to applicants
- ✓ Use easy to understand terms
- ✓ Avoid jargon & acronyms
- ✓ Writer less
- ✓ Write shorter sentences

# Metrics to evidence readability

OpDiv	Comparable NOFOs Published	Avg Word Count	Avg Sentence Length	Avg Reading Level
HRSA	8	-33%	-36%	-3.7





# Links for easy navigation

#### Example 1: Internal links



#### **Example 2: External links**

#### **Post-award requirements and administration**

#### **Administrative and national policy requirements**

There are important rules you need to know if you get an award. You must follow:

- All terms and conditions in the Notice of Award (NOA). We incorporate this NOFO by reference.
- The regulations at <u>2 CFR 200</u>, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for HHS Awards, exceptions at 2 CFR 300, and any superseding regulations.
- The HHS <u>Grants Policy Statement (GPS) [PDF]</u>. Your NOA will reference this document. If there are any exceptions to the GPS, they'll be listed in your NOA.
- All federal statutes and regulations relevant to federal financial assistance, including those highlighted in HHS Administrative and National Policy Requirements.

38





# Consistency of content organization

#### 2 CFR 200 Appendix I

- (i) Basic Information
- (ii) Eligibility
- (iii) Program Description
- (iv) Application Contents and Format
- (v) Submission Requirements and Deadlines
- (vi) Application Review Information
- (vii) Award Notices
- (viii) Post-Award Requirements and Administration

#### **NOFO**

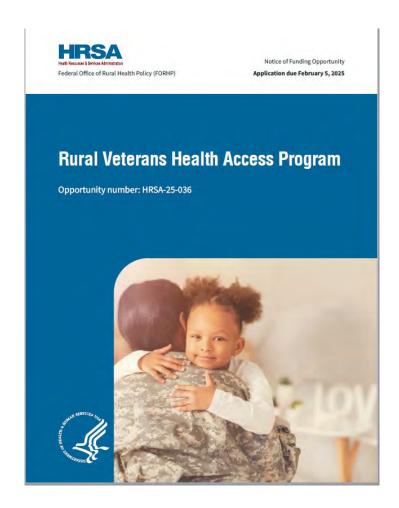
#### Contents

Before you begin	3
Step 1: Review the Opportunity	4
Basic information	5
Eligibility	<u>6</u>
Program description	8
Award information	10
Step 2: Get Ready to Apply	11
Get registered	12
Find the application package	12
Application writing help	13
Step 3: Prepare Your Application	14
Application contents and format	15
Step 4: Learn About Review & Award	28
Application review	29
Selection process	32
Award notices	32
Step 5: Submit Your Application	33
Application submission and deadlines	34
Application checklist	36
Step 6: Learn What Happens After Award	38
Post-award requirements and administration	39
8 Contacts and Support	42





# Visually appealing



#### **Award information**

#### Cooperative agreement terms

#### Our responsibilities

Aside from monitoring and technical assistance, we also get involved in these ways:

- Advising on <u>performance measures</u> to ensure that HRSA can capture any crosscutting outcomes among award recipients.
- · Facilitating partnerships with the VHA-ORH.
- Facilitating sharing of best practices and resources with other relevant stakeholders.

#### Your responsibilities

You must follow all relevant laws and policies. Your other responsibilities will include:

- Collaborating with HRSA and the VHA-ORH (including VRHRCs) in implementing program objectives, measuring program progress, and assessing program effectiveness.
- Executing program activities to meet the objectives of the project, with ongoing input from HRSA.

Step 1: Review the Opportunity

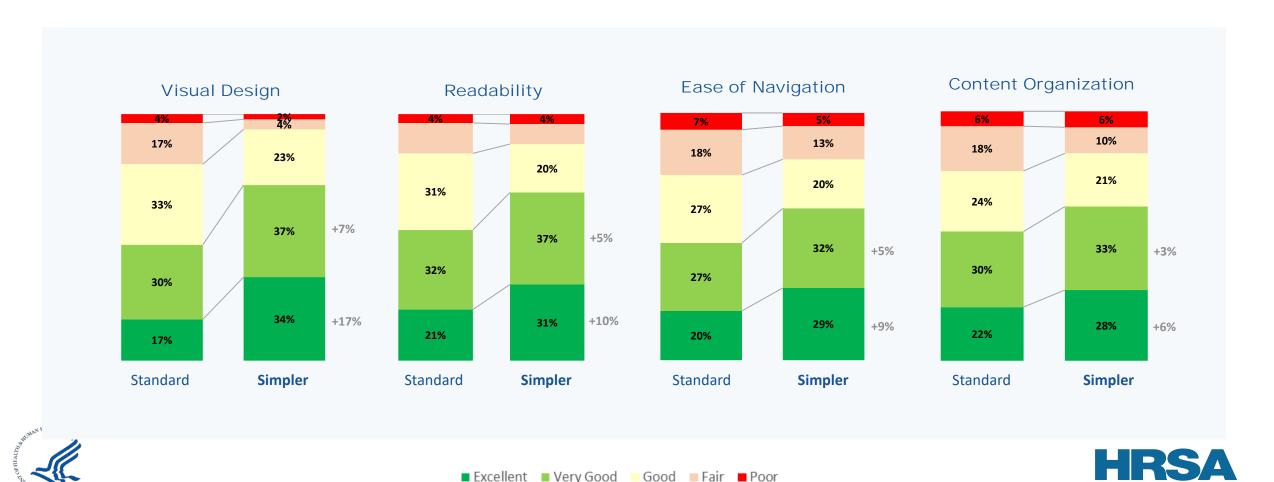






#### Features rating

# The four main CX features SimplerNOFOs aimed to improve were rated higher by SimplerNOFO applicants across the board



# Questions

Contact DGP@hrsa.gov with any questions!







### **Connect with HRSA**

Learn more about our agency at:

www.HRSA.gov



**FOLLOW US:** 





