- State Administration;
- State Leadership;
- Formula Distribution to Eligible Subrecipients; and
- Reserve Grants.

Administration

Pursuant to section 112(a)(3) of Perkins V, a State shall spend no more than 5% or \$250,000, whichever is greater, for administration of the state plan. Administrative activities include:

- Developing the State plan;
- Reviewing local application plans;
- Monitoring and evaluating program effectiveness;
- Assuring compliance with all applicable federal laws;
- Providing technical assistance; and
- Supporting and developing State data systems relevant to the provisions of the Perkins V Act.

The LCTCS typically spends its administrative allocation primarily on salaries, and a nominal amount on equipment, supplies, and other consumables necessary to administer the Perkins V program. As noted below, there is a matching requirement under the administration allocation. The State must match, with non-federal funds and on a dollar-for-dollar basis, all Perkins funds spent on administration.

Leadership

The LCTCS will continue to use Leadership funds to improve CTE for activities that support:

- Preparation for non-traditional fields;
- Programs for special populations, individuals in state institutions, CTE faculty/personnel; and
- Technical assistance for eligible subrecipients.

Pursuant to section 112(a)(2) of Perkins, a state may not spend more than 10% on leadership activities. Under Perkins V, the Leadership Funds now have permissive use of funds. The permissive use of funds provides greater flexibility than the Perkins IV required use of funds. See Section 124(b) for examples of permissible leadership activities. Additionally, as a required set-aside, the state must spend an amount equal to, and not more than 2% of this 10% to serve individuals in state institutions, such as state correctional institutions, juvenile justice facilities, and educational institutions that serve individuals with disabilities.

"Pass-Through" to Eligible Subrecipients

Pursuant to section 112(a)(1) of Perkins V, at least 85% of a state's Perkins grant must be distributed to eligible subrecipients. The LCTCS appropriates the optional reserve funds of which up to 15% of the 85% for uses consistent with section 135(b) but may not be allocated outside the section 132 formula. The reserve allocation is explained in more detail in the next section.