Honorable Rita Sablan  
Commissioner of Education  
CNMI Public School System  
P.O. Box 501370 CK  
Saipan, MP 96950

Dear Superintendent Sablan:

We have approved the Commonwealth of the Northern Mariana Islands' (CNMI) application for Federal Fiscal Year (FFY) 2015 funds under Part B of the Individuals with Disabilities Education Act (IDEA Part B). Our approval is based on our review of the application submitted by the CNMI Public School System (PSS) to the U.S. Department of Education (Department), Office of Special Education Programs (OSEP), on May 12, 2015, including the assurances provided in Section II and incorporated by reference to this letter as noted in Enclosure A. The effective date of this grant award is July 1, 2015.

The CNMI’s FFY 2015 IDEA Part B grant is also subject to Department-wide Special Conditions identified in the Department’s June 30, 2015 letter to the CNMI, which is Enclosure C to this grant letter and which is hereby expressly incorporated into the terms of the CNMI’s FFY 2015 IDEA Part B grant. The Special Conditions require CNMI to conduct single audits on an annual basis in a timely manner, submit semi-annual reports on a corrective action plan to address deficiencies that the Department identified in an August 2012 site visit, and to post copies of, and information regarding, its budget, applications, and reports submitted to the Department on CNMI’s website for access by the general public. These Special Conditions are being imposed pursuant to the Department’s authority in 2 CFR §200.207. By accepting the enclosed grant award, the CNMI expressly agrees to comply with the Department-wide Special Conditions identified in Enclosure C, which conditions are imposed to ensure continued fiscal accountability of Department grant funds awarded to CNMI, including the IDEA Part B FFY 2015 grant funds awarded by the Department to the CNMI PSS.

Please note that as part of your application for FFY 2015, the CNMI has provided a certification, pursuant to 34 CFR §76.104, that its application meets the requirements of IDEA Part B and that the CNMI will operate its Part B program in accordance with all of the required assurances and certifications. Any changes made by the CNMI, after OSEP approval, to information that is a part of the CNMI’s application, must meet the public participation requirements in 34 CFR §300.165.

Enclosed is the CNMI’s FFY 2015 grant award for funds currently available under the Consolidated and Further Continuing Appropriations Act, 2015, P.L. 113-235, for the IDEA Part B Section 611 (Grants to States) program. These funds are available for obligation by the CNMI from July 1, 2015, through September 30, 2017, in accordance with 34 CFR §76.709.

The amount shown in your award for the Section 611 program is only part of the total funds that will be awarded to you for FFY 2015. Of the $11,497,848,000 appropriated for Section 611 in FFY 2015, $2,214,465,000 is available for awards on July 1, 2015, and $9,283,383,000 will be
available for awards on October 1, 2015. Under the Section 611 formula, in a year in which the
amount available for allocations to States increases from the prior year, subject to certain
maximum and minimum funding requirements, State allocations are based on the amount that
each State received from FFY 1999 funds, the general population in the age range for which each
State ensures a free appropriate public education (FAPE) to all children with disabilities, and the
number of children living in poverty in the age range for which each State ensures FAPE to all
children with disabilities.1

Enclosure B provides a short description of how Section 611 funds were allocated and how those
funds can be used. In addition, Table I in Enclosure B shows funding levels for distribution of
Section 611 funds and the parameters for within-State allocations.

The enclosed grant award of FFY 2015 funds is made with the continued understanding that this
Office may, from time to time, require clarification of information within your application, if
necessary. These inquiries may be necessary to allow us to appropriately carry out our
administrative responsibilities related to IDEA Part B.

In Section V of its IDEA Part B application, pursuant to the authority in IDEA section 618(a)(3),
the CNMI was required to submit data on the total amount of the CNMI financial support made
available for special education and related services for children with disabilities in CNMI fiscal
years (SFY) 2013 and SFY 2014. If OSEP receives information through audits, fiscal
monitoring or other means that raises questions about the data the CNMI has provided in Section
V, OSEP will follow-up with the CNMI.

Please note that effective with this IDEA Part B FFY 2015 grant award, IDEA Part B funds are
subject to the Uniform Administrative Requirements, Cost Principles, and Audit Requirements
for Federal Awards, codified in 2 CFR Part 200 and commonly referred to as the Uniform
Guidance. The Uniform Guidance provisions in 2 CFR Part 200 replace provisions previously
found in the Education Department General Administrative Regulations or EDGAR in 34 CFR
Parts 74 and 80 and prior Office of Management and Budget (OMB) Circulars A-87 and A-133.
Please review the Department’s technical assistance resources on the Uniform Guidance at

Section 604 of the IDEA provides that “[a] State shall not be immune under the 11th amendment
to the Constitution of the United States from suit in Federal court for a violation of this [Act].”
Section 606 provides that each recipient of assistance under the IDEA make positive efforts to
employ and advance in employment qualified individuals with disabilities in programs assisted
under the IDEA. Therefore, by accepting this grant, your State is expressly agreeing as a
condition of IDEA funding to a waiver of Eleventh Amendment immunity and to ensuring that

1 The amount that a State’s allocation may increase from one year to the next is capped at the amount the State
received in the prior year multiplied by the sum of 1.5 percent and the percentage increase in the total amount
appropriated for Part B of IDEA from the prior year. Additionally, the maximum amount that a State may receive in
any fiscal year is calculated by multiplying the number of children with disabilities ages 3 through 21 served during
the 2004-2005 academic year in that State by 40 percent of the annual per pupil expenditure (APPE), adjusted by the
rate of annual change in the sum of 85 percent of the children aged 3 through 21 for whom that State ensures FAPE
and 15 percent of the children living in poverty. Because there are multiple caps, in any year the “effective cap” on
a State’s allocation is the lowest cap for that State.
positive efforts are made to employ and advance employment of qualified individuals with disabilities in programs assisted under the IDEA. As a reminder, all prime recipients of IDEA Part B funds, must report subaward information as required by the Federal Funding Accountability and Transparency Act of 2006 (FFATA), as amended in 2008. First-tier subaward information must be reported by the end of the following month from when the award was made or obligated. FFATA guidance is found at http://www2.ed.gov/policy/gen/leg/recovery/rms-web-conferences.html. Please contact your State’s Fiscal Accountability Facilitator if you have further questions.

We appreciate your ongoing commitment to the provision of quality educational services to children with disabilities.

Sincerely,

/s/ Melody Musgrove

Melody Musgrove, Ed.D.
Director
Office of Special Education Programs

Enclosures
- Enclosure A
- Enclosure B
- Enclosure C

cc: State Director of Special Education