- (1) pay all expenses and disbursements authorized by the [Department] STATE DEPARTMENT OF EDUCATION for administering the Child Care Quality Incentive Grant Program; and
 - (2) award direct incentive grants to child care providers.
 - (c) To be eligible to receive grants under this part, a child care provider must:
- (1) possess a certificate of registration or license that is current and not subject to any pending regulatory action, including revocation and suspension; and
- (2) not be in arrears in the payment of any moneys owed to the State, including the payment of taxes and employee benefits.
 - (d) Grants made under this part shall be limited to:
 - (1) child care centers located in Title I communities;
- (2) child care centers where at least 25% of the children enrolled receive subsidies through the purchase of child care program; and
- (3) family day care homes that serve children who receive child care subsidies through the purchase of child care program.

The [Department] STATE DEPARTMENT OF EDUCATION may award a direct incentive grant to an applicant only if:

- (1) the applicant meets the qualifications required by this subtitle;
- (2) the direct incentive grant does not exceed \$2,500; and
- (3) federal funds are available to cover the cost of the grant.

5-594.5.

5-594.4

- (a) To apply for a direct incentive grant, an applicant shall submit to the [Department] STATE DEPARTMENT OF EDUCATION an application on the form that the [Department] STATE DEPARTMENT OF EDUCATION requires.
 - (b) The application shall include:
 - (1) the name and address of the child care provider;
- (2) an itemization of known and estimated costs including a statement from the child care provider as to how the grant funds will be used;
- (3) the total amount of funds required by the provider to purchase supplies, material, and equipment;
- (4) the funds available to the applicant to purchase supplies, material, and equipment;
- (5) the amount of direct incentive grant funds sought from the [Department] STATE DEPARTMENT OF EDUCATION;