(2) to prevent, compensate for, or mitigate significant programmatic harm resulting from operation of the formula established under section 10156 of this title.

(Pub. L. 90-351, title I, \$506, as added Pub. L. 109-162, title XI, \$1111(a)(2)(C), Jan. 5, 2006, 119 Stat. 3100.)

#### CODIFICATION

Section was formerly classified to section 3756 of Title 42, The Public Health and Welfare, prior to editorial reclassification and renumbering as this section.

#### PRIOR PROVISIONS

A prior section 506 of title I of Pub. L. 90–351, as added Pub. L. 100-690, title VI,  $\S6091(a)$ , Nov. 18, 1988, 102 Stat. 4334; amended Pub. L. 101-162, title II,  $\S212$ , Nov. 21, 1989, 103 Stat. 998, 1006; Pub. L. 101-302, title III,  $\S320(c)(1)$ , May 25, 1990, 104 Stat. 248; Pub. L. 101-647, title XVIII,  $\S1804$ , Nov. 29, 1990, 104 Stat. 4851; Pub. L. 103-322, title XXXIII,  $\S330001(a)$ , Sept. 13, 1994, 108 Stat. 2138; Pub. L. 107-273, div. A, title II,  $\S203(a)(2)$ , Nov. 2, 2002, 116 Stat. 1775, related to allocation and distribution of funds under formula grants, prior to repeal by Pub. L. 109-162, title XI,  $\S1111(a)(1)$ , (d), Jan. 5, 2006, 119 Stat. 3094, 3102, applicable with respect to the first fiscal year beginning after Jan. 5, 2006, and each fiscal year thereafter. See section 10156(a) of this title.

Another prior section 506 of title I of Pub. L. 90–351, formerly \$606, as added Pub. L. 96–157, \$2, Dec. 27, 1979, 93 Stat. 1197; renumbered \$506 and amended Pub. L. 98–473, title II, \$608(d), Oct. 12, 1984, 98 Stat. 2087, related to period for award of discretionary grants, prior to repeal by Pub. L. 100–690, title VI, \$6091(a), Nov. 18, 1988, 102 Stat. 4328.

Another prior section 506 of Pub. L. 90-351, title I, June 19, 1968, 82 Stat. 205, amended section 5316 of Title 5, Government Organization and Employees.

#### EFFECTIVE DATE

Section applicable with respect to the first fiscal year beginning after Jan. 5, 2006, and each fiscal year thereafter, see section 1111(d) of Pub. L. 109-162, set out as an Effective Date of 2006 Amendment note under section 10151 of this title.

# § 10158. Interest-bearing trust funds

## (a) Trust fund required

A State or unit of local government shall establish a trust fund in which to deposit amounts received under this part.

## (b) Expenditures

# (1) In general

Each amount received under this part (including interest on such amount) shall be expended before the date on which the grant period expires.

# (2) Repayment

A State or unit of local government that fails to expend an entire amount (including interest on such amount) as required by paragraph (1) shall repay the unexpended portion to the Attorney General not later than 3 months after the date on which the grant period expires.

# (3) Reduction of future amounts

If a State or unit of local government fails to comply with paragraphs (1) and (2), the Attorney General shall reduce amounts to be provided to that State or unit of local government accordingly.

## (c) Repaid amounts

Amounts received as repayments under this section shall be subject to section 10108 of this title as if such amounts had not been granted and repaid. Such amounts shall be deposited in the Treasury in a dedicated fund for use by the Attorney General to carry out this part. Such funds are hereby made available to carry out this part.

(Pub. L. 90-351, title I, §507, as added Pub. L. 109-162, title XI, §1111(a)(2)(C), Jan. 5, 2006, 119 Stat. 3100.)

#### CODIFICATION

Section was formerly classified to section 3757 of Title 42, The Public Health and Welfare, prior to editorial reclassification and renumbering as this section.

### PRIOR PROVISIONS

A prior section 507 of title I of Pub. L. 90–351, as added Pub. L. 100–690, title VI, §6091(a), Nov. 18, 1988, 102 Stat. 4335, related to designation and purposes of a State office, prior to repeal by Pub. L. 109–162, title XI, \$1111(a)(1), (d), Jan. 5, 2006, 119 Stat. 3094, 3102, applicable with respect to the first fiscal year beginning after Jan. 5, 2006, and each fiscal year thereafter.

Another prior section 507 of Pub. L. 90-351, title I, June 19, 1968, 82 Stat. 205; Pub. L. 93-83, \$2, Aug. 6, 1973, 87 Stat. 211; Pub. L. 94-503, title I, §\$119(b), 121, Oct. 15, 1976, 90 Stat. 2417, 2418, related to officers, employees, and hearing examiners, prior to the general amendment of title I of Pub. L. 90-351 by Pub. L. 96-157.

#### EFFECTIVE DATE

Section applicable with respect to the first fiscal year beginning after Jan. 5, 2006, and each fiscal year thereafter, see section 1111(d) of Pub. L. 109–162, set out as an Effective Date of 2006 Amendment note under section 10151 of this title.

## PART B—DISCRETIONARY GRANTS

SUBPART 1—GRANTS TO PUBLIC AGENCIES

## § 10171. Correctional options grants

## (a) Authority to make grants

The Director, in consultation with the Director of the National Institute of Corrections, may make—

- (1) 4 grants in each fiscal year, in various geographical areas throughout the United States, to public agencies for correctional options (including the cost of construction) that provide alternatives to traditional modes of incarceration and offender release programs—
  - (A) to provide more appropriate intervention for youthful offenders who are not career criminals, but who, without such intervention, are likely to become career criminals or more serious offenders;

(B) to provide a degree of security and discipline appropriate for the offender involved;

- (C) to provide diagnosis, and treatment and services (including counseling, substance abuse treatment, education, job training and placement assistance while under correctional supervision, and linkage to similar outside services), to increase the success rate of offenders who decide to pursue a course of lawful and productive conduct after release from legal restraint;
- (D) to reduce criminal recidivism by offenders who receive punishment through such alternatives: