

## CONFIDENTIAL FUNDS

Confidential funds are those monies allocated to:

- **Purchase of Services (P/S):** This category includes travel or transportation of a non-Federal officer or an informant; the lease of an apartment, business front, luxury-type automobiles, aircraft or boat, or similar effects to create or establish the appearance of affluence; and/or meals, beverages, entertainment, and similar expenses (including buy money and flash rolls, etc.) for undercover purposes, within reasonable limits.
- **Purchase of Evidence (P/E):** This category is for P/E and/or contraband, such as narcotics and dangerous drugs, firearms, stolen property, counterfeit tax stamps, and so forth, required to determine the existence of a crime or to establish the identity of a participant in a crime.
- **Purchase of Specific Information (P/I):** This category includes the payment of monies to an informant for specific information. All other informant expenses would be classified under P/S and charged accordingly.

These funds should only be allocated when:

1. The particular merits of a program/investigation warrant the expenditure of these funds.
2. Requesting agencies are unable to obtain these funds from other sources.

Confidential funds are subject to prior approval by Cal OES. Such approval will be based on a finding that they are a reasonable and necessary element of project operations. In this regard, the implementing agency must also ensure that the controls over disbursement of confidential funds are adequate to safeguard against the misuse of such funds.

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### Confidential Funds Certification

A signed certification that the Project Director has read, understands, and agrees to abide by these provisions is required from all projects that are involved with confidential funds from either Federal or matching funds. The signed certification must be submitted at the time of grant application

This is to certify that I have read, understand, and agree to abide by all of the conditions for confidential funds as set forth in the Cal OES guidelines.

Subaward #: \_\_\_\_\_

\_\_\_\_\_  
Signature - Project Director

\_\_\_\_\_  
Date