

EXAMPLE OF ALLOWABILITY OF SPECIFIC ITEMS OF COST FOR NAHASDA PROGRAM AS ATTACHMENT TO THE ALLOWABILITY PROCEDURES

UG REFERENCE	TYPE OF COST	ALLOWABLE OR UNALLOWABLE	ADDITIONAL COMMENTS
200.421	ADVERTISING	ALLOWABLE	ADVERTISEMENT: ALLOWABLE. ONLY for recruitment of staff or trainees, procurement of goods and services, disposal of scrap of surplus materials, and other specific purposes necessary to meet the requirements of the grant-supported project or activity.
200.421	PUBLIC RELATIONS	ALLOWABLE	PUBLIC RELATIONS: ALLOWABLE. ONLY for costs specifically required by the award, or for costs of communicating with the public and the press about specific activities or accomplishments under the grant-supported project or other appropriate matters of public concern. Such costs may be treated as either direct costs or F&A costs, if they benefit more than one sponsored agreement or if they benefit the grant and other work of the institution.
200.422	ADVISORY COUNCILS	ALLOWABLE	ALLOWABLE: ONLY if costs incurred by advisory councils or committees are authorized by statute, the Federal awarding agency or as an indirect cost where allocable to Federal awards.
200.423	ALCOHOLIC BEVERAGES	UNALLOWABLE	
200.425	AUDIT SERVICES	ALLOWABLE	See 200.425 for Non-Allowability of Audit Services costs
200.426	BAD DEBTS	UNALLOWABLE	Bad debt and related collection and legal costs.
200.427	BONDING COSTS	ALLOWABLE	
200.428	COLLECTION OF IMPROPER PAYMENTS	ALLOWABLE	
200.430	COMPENSATION-PERSONAL SERVICES:	ALLOWABLE	Salaries and wages for personnel are allowable costs to the extent that the amount is reasonable in relation to the work performed.
200.431	COMPENSATION-FRINGE BENEFITS	ALLOWABLE	NOT ALLOWABLE: That portion of automobile costs furnished by the entity that relates to personal use by employees (including transportation to and from work) as fringe benefits or Indirect (F&A) costs regardless of whether the cost is reported as taxable income to employees.
200.432	CONFERENCES: Meetings, retreat, seminar, symposium	ALLOWABLE	Includes cost of IDENTIFYING (but not providing) locally dependent care resources are allowable.
200.433	CONTINGENCY PROVISIONS	ALLOWABLE	ALLOWABLE ONLY if they are necessary and reasonable for proper and efficient accomplishment of project or program objectives, and be verifiable in the financial records.
200.434	CONTRIBUTION AND DONATIONS	UNALLOWABLE	UNALLOWABLE: Costs of contribution and donations, including cash, property, and services from the non-Federal entity to other entities, are Unallowable.

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200.435	DEFENSE AND PROSECUTION OF CRIMINAL AND CIVIL PROCEEDINGS, CLAIMS, APPEALS, AND PATENT INFRINGEMENTS	ALLOWABLE	ALLOWABLE. ONLY if they are necessary and reasonable and authorized cost of the program, and the non-Federal entity does not incur legal costs to defend itself for illegal, violations and noncompliance and against whistleblowers.
200.436	DEPRECIATION	ALLOWABLE	CAUTION: Depreciation method for fixed assets shall not be changed without approval of HUD. Must be charged through a cost allocation plan or indirect cost. See 1000.26(b)(1)(i).
200.437	EMPLOYEE HEALTH AND WELFARE COSTS	ALLOWABLE	NOT ALLOWABLE - Costs associated with Employee morale. Cost incurred must follow DOCUMENTED POLICY.
200.438	ENTERTAINMENT COSTS. This includes the cost of amusements, social activities, and related incidental costs.	UNALLOWABLE with exceptions	[ALLOWABLE. ONLY where specific costs that might otherwise be considered entertainment have a programmatic purpose and are authorized either in the approved budget for the Federal award or with prior written approval of the Federal awarding agency.]
200.439	EQUIPMENT AND OTHER CAPITAL EXPENDITURES	ALLOWABLE	
200.441	FINES, PENALTIES, DAMAGES AND OTHER SETTLEMENTS	UNALLOWABLE	
200.442	FUNDRAISING and	UNALLOWABLE with exceptions	ALLOWABLE. ONLY if fundraising costs are for the purposes of meeting program objectives.
	INVESTMENT MANAGEMENT COSTS	ALLOWABLE	Tribe/TDHE cost of invested IHBG grant funds.
200.443	GAINS AND LOSSES ON DISPOSITION OF DEPRECIABLE ASSETS	ALLOWABLE	The amount of the gain or loss recognized is the difference between the amount realized on the property and the undepreciated basis of the property.
200.444	GENERAL COST OF GOVERNMENT	ALLOWABLE	ALLOWABLE. ONLY for Indian tribes and Councils Of Governments (COGs) Up to 50% of these costs can be included in the indirect cost calculation without documentation.
200.445	GOODS AND SERVICES FOR PERSONAL USE	UNALLOWABLE	

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200.445	GOODS AND SERVICES FOR PERSONAL USE - COST OF HOUSING	ALLOWABLE WITH PRIOR APPROVAL FROM HUD	ALLOWABLE. ONLY for costs of housing (e.g., depreciation, maintenance, utilities, furnishings, rent), housing allowances and personal living expenses are only allowable as direct costs regardless of whether reported as taxable income to the employees. In addition, to be allowable direct costs must be approved in advance by a Federal awarding agency.
200.446	IDLE FACILITIES AND IDLE CAPACITY	ALLOWABLE	ALLOWABLE. ONLY if idle facilities are necessary to meet workload, necessary when purchased, but idle now due to program changes, or idle capacity is normal cost of doing business.
200.447	INSURANCE AND INDEMNITY	ALLOWABLE	Insurance is usually treated as an F&A cost. Some insurance, such as insurance against defects, are unallowable.
200.448	INTELLECTUAL PROPERTY	ALLOWABLE	This item of cost combines Patent costs and Royalties and other costs for use of patents from the existing Cost Principles.
200.449	INTEREST	ALLOWABLE	Allows financing costs associated with Intangible Assets such as patents and computer software after January 1, 2016.
200.450	LOBBYING	UNALLOWABLE	
200.451	LOSSES ON OTHER AWARDS OR CONTRACTS	UNALLOWABLE	Any excess of costs over income under any other award or contract of any nature is unallowable.
200.452	MAINTENANCE AND REPAIR COSTS	ALLOWABLE	
200.453	MATERIALS AND SUPPLIES COSTS	ALLOWABLE	Includes costs of computing devices.
200.454	MEMBERSHIPS, DUES, SUBSCRIPTIONS	ALLOWABLE	ADDITION FOR EMPHASIS: (e) Cost of membership in organizations whose primary purpose is lobbying are unallowable. See also section 200.450 Lobbying.
200.456	PARTICIPANT SUPPORT COSTS	ALLOWABLE	Direct costs for stipends, subsistence allowances, travel, registration fees, for conferences and training projects. (NOT EMPLOYEES)
200.457	PLANT AND SECURITIES COSTS	ALLOWABLE	Necessary and reasonable expenses incurred for protection and security of facilities and personnel.
200.458	PRE-AWARD COSTS	ALLOWABLE	Costs incurred prior to the effective date of the Federal award, in anticipation of the award, and such costs are necessary for efficient and timely performance of the scope of work.

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200.459	PROFESSIONAL SERVICE COSTS.	ALLOWABLE	Costs of professional services and consultants.
200.460	PROPOSAL COSTS	ALLOWABLE	Costs of preparing bids, proposals, or applications for federal awards.
200.461	PUBLICATION AND PRINTING COSTS	ALLOWABLE	Costs of electronic and print media, including distribution, promotion, and general handling.
200.462	REARRANGEMENT AND RECONVERSION COSTS	ALLOWABLE	
200.463	RECRUITMENT COSTS	ALLOWABLE	Costs must meet test of reasonableness, otherwise, not allowable
200.464	RELOCATION COSTS OF EMPLOYEES	ALLOWABLE	
200.465	RENTAL COSTS OF REAL PROPERTY AND EQUIPMENT	ALLOWABLE	Allowable, SUBJECT TO LIMITATIONS. NOTE: The rental of any property owned by any individuals or entities affiliated with the non-Federal entity, to include commercial or residential real estate, for purposes such as home office workspace is UNALLOWABLE.
200.467	SELLING AND MARKETING COSTS	ALLOWABLE	For example, selling and marketing of affordable homes for sale and rentals owned and operated by the Tribe/TDHE.
200.470	TAXES (including Value Added Tax)	ALLOWABLE	Such costs include taxes that an organization is required to pay as they relate to employment, services, travel, rental, and PILOT.
200.471	TERMINATION COSTS	UNALLOWABLE with exception	These are costs incurred for termination of the Federal award.
200.472	TRAINING AND EDUCATION COSTS	ALLOWABLE	The cost of training and education provided to employee development is allowable.
200.473	TRANSPORTATION COSTS	ALLOWABLE	Costs incurred for freight, express, cartage, postage, and other transportation services relating either to goods purchased, in process, or delivered, are allowable.
200.474	TRAVEL COSTS	ALLOWABLE	Now allowable: temporary dependent care costs that result directly from travel to conferences and meet specified standards. <u>Travel costs for dependents are unallowable, except</u> for travel of duration of six months or more with prior approval of the Federal awarding agency. See also section 200.432 Conferences.
200.475	TRUSTEES	ALLOWABLE	Travel and subsistence costs of trustees (or directors).