Unallowable Costs

Purpose
To ensure compliance with expenditure allowances.

Authority
Uniform Grant Guidance, 2 CFR 200

Policy
Local agencies (LAs) shall not request reimbursement for the following unallowable costs:

I. alcoholic beverages;
II. bad debts;
III. contingencies;
IV. contributions and donations;
V. entertainment, including food and beverages;
VI. fines and penalties;
VII. fund raising and investment management costs;
VIII. governor or legislative expenses;
IX. idle facilities;
X. interest and other financial costs;
XI. lobbying;
XII. costs of membership in organizations whose primary purpose is lobbying;

XIII. prosecution and defense of criminal and civil proceedings and claims; or

XIV. under recovery of costs under federal agreements.