



ASPIRE

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Allowable Cost

Allowable Expenses

- Program funds must be used solely for activities that directly support the purpose, priorities, and expected outcomes of the program during the award period. All expenditures must be consistent with the approved application as well as applicable state and federal laws, regulations, and guidance.
- Eligible providers accept the responsibility of using the fiscal control and fund accounting procedures that will ensure the proper disbursement of and accounting for federal funds. Applicable federal regulations are included in 2CFR200 (Code of Federal Requirements) in the Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards.

Factors Affecting Cost Allowability

All costs must be:

- **Reasonable**: incurred by a prudent person, and **necessary** for the performance of the project.
- **Allocable**: charged only in proportion to the value or benefits received by the program.
- **Authorized**: federal, state, and local laws and regulations.
- **Adequately** documented.

Allowable AEFLA Costs

- Audit Services
- Costs to recover improper payments
- Compensation – personal services and fringe benefits
- Depreciation
- Employee health/welfare
- Equipment
- Insurance/indemnification
- Intellectual property
- Maintenance/repair
- Materials/Supplies/Computers
- Membership/subscription
- Professional service cost
- Publication and printing
- Recruiting costs
- Rental cost of property/equipment
- Specialized service facilities
- Training and Education costs
- Transportation costs
- Travel costs

NOT Allowable AEFLA Costs

- Advisory Councils
- Alcohol/Food
- Bad Debts
- Contributions
- Entertainment
- Fines/penalties
- Fundraising
- Goods or services of personal use
- Interest
- Lobbying
- Organization costs
- Selling and marketing costs
- Student activity costs