

**INDIRECT COST RATE PLAN**  
**ALLOWABLE AND UNALLOWABLE PRINCIPLES CHART**

**Selected Items of Cost (allowability or unallowability)**

This chart provides principles to be applied to establishing the allowability or unallowability of certain items of cost. These principles apply whether a cost is treated as direct or indirect.

<b>Selected Item of Cost</b>	<b>Allowable</b>	<b>Unallowable</b>	<b>Reference</b>
1. Advertising and public relations	X	X	See 2 CFR Part 200 subpart E for specific coverage
2. Advisory Councils	X		See 2 CFR Part 200 subpart E for specific coverage
3. Alcoholic beverages		X	
4. Audit costs and related services	X		See 2 CFR Part 200 subpart E for specific coverage
5. Bad debts		X	
6. Bonding costs	X		See 2 CFR Part 200 subpart E for specific coverage
7. Communication costs	X		
8. Compensation for personal services	X	X	See 2 CFR Part 200 subpart E for specific coverage
9. Contingency provisions		X	
10. Defense and prosecution of criminal and civil proceedings, and claims		X	
11. Depreciation and use allowances	X	X	See 2 CFR Part 200 subpart E for specific coverage
12. Donations and contributions		X	
13. Employee morale, health, and welfare costs	X		
14. Entertainment		X	
15. Equipment and other capital expenditures		X	See 2 CFR Part 200 subpart E for specific coverage
16. Fines and penalties		X	
17. Fund raising and investment management costs		X	
18. Gains and losses on disposition of depreciable property and other capital assets and substantial relocation of Federal programs	X	X	See 2 CFR Part 225 (A-87) appendix B for specific coverage
19. General government expenses		X	Examples include City Councils, Board of Supervisors
20. Goods or services for personal use		X	

**INDIRECT COST RATE PLAN**  
**ALLOWABLE AND UNALLOWABLE PRINCIPLES CHART**

<b>Selected Item of Cost</b>	<b>Allowable</b>	<b>Unallowable</b>	<b>Reference</b>
21. Idle facilities and idle capacity		X	See 2 CFR Part 200 subpart E for specific coverage
22. Insurance and indemnification	X		See 2 CFR Part 200 subpart E for specific coverage
23. Interest		X	See 2 CFR Part 200 subpart E for specific coverage
24. Lobbying		X	
25. Maintenance, operations and repairs	X		
26. Materials and supplies costs	X		
27. Meetings and conferences	X		
28. Memberships, subscriptions and professional activity costs	X		Lobbying organizations are unallowable
29. Patent costs	X	X	See 2 CFR Part 200 subpart E for specific coverage
30. Plant and homeland security costs	X		
31. Pre-award costs	X		
32. Professional service costs	X		See 2 CFR Part 200 subpart E for specific coverage
33. Proposal costs	X		
34. Publication and printing costs	X		
35. Rearrangement and alteration costs	X		
36. Reconversion costs	X		
37. Rental costs of buildings and equipment	X		See 2 CFR Part 200 subpart E for specific coverage
38. Royalties and other costs for the use of patents	X		See 2 CFR Part 200 subpart E for specific coverage
39. Selling and marketing		X	
40. Taxes	X		See 2 CFR Part 200 subpart E for specific coverage
41. Termination costs applicable to sponsored agreements			See 2 CFR Part 200 subpart E for specific coverage
42. Training costs	X		
43. Travel costs	X		
44. Federal Grant monies		X	Not listed in 2 CFR Part 200 subpart E for specific coverage