

	Family Resource Agency, Inc.
	1. Fiscal Policy Clarification Notice 08-01
	2. Subject: Applicability of Cost Principles
	3. Date: 04/01/08

TO: All Employees of Family Resource Agency

SUBJECT: OMB A-122 Cost Principles

Family Resource Agency is further clarifying the section of its Fiscal Policies regarding the steps that must be taken before purchase orders are approved. All Directors, Assistant Directors and their designees, regardless of the program or state they work in, must determine if items listed on purchase orders presented to them for approval are allowable, allocable and reasonable. This determination is made according to the terms and conditions of the award or contract being charged and in conjunction with OMB Circular A- 122 - Cost Principles for Non-Profit Organizations (2CFR part 230).

The above mentioned cost principles along with this policy clarification will be available on Family Resource Agency's web site. Printed copies of this document are also available upon request. This policy clarification has also been reviewed and approved by James Anderson, CEO of Family Resource Agency.

Please let me know if you have any questions.

Joe V. Adams
 Fiscal Director
 Family Resource Agency, Inc.