



STATE OF MICHIGAN

DEPARTMENT OF COMMUNITY HEALTH  
LANSING

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No Child Left Behind Act of 2001

## Title IV, Part A, Subpart 1: Safe and Drug-Free Schools and Communities Act (SDFSCA)

### Unallowable/Allowable Costs

Pursuant to Title IV, No Child Left Behind Act and the Office of Management and Budget (OMB) Circular A-87, allowable and unallowable cost information is being provided to schools and Intermediate School Districts for the proper use of these funds in completing the SDFSCA application.

To that end, federal and state requirements are provided for your perusal and research. If further information is needed, please consult with your Office of Drug Control Policy Grant Advisor.

#### Federal Requirements:

- OMB Circular A-87: <http://www.whitehouse.gov/omb/circulars/a087/a087-all.html>

The Local Education Agencies (LEAs) must consider the requirements of Section 80.22 of EDGAR (Allowable Costs), which specify that allowable costs under a grant to a state, local, or Indian tribal government are determined under the Office of Management and Budget (OMB) Circular A-87. This Circular provides general guidelines on allowable costs, as well as specific determinations regarding certain kinds of costs.

- Title IV: [http://www.michigan.gov/documents/Title\\_IV\\_law\\_37304\\_7.pdf](http://www.michigan.gov/documents/Title_IV_law_37304_7.pdf)

The No Child Left Behind Act of 2001, Public Law 107-110, reauthorized the Elementary and Secondary Education Act of 1965 (ESEA). Each LEA, or consortium of such agencies, that receives a subgrant under this subpart may use such funds to carry out activities that comply with Sections 4114 (LEA), 4115 (Authorized Activities), and 4154 (Prohibited Uses of Funds).

Note: Section 4115(b)(2)(E) of the SDFSCA imposes limits on funding certain activities with these funds. An LEA may use up to 40 percent of its allocation to support safety activities and school security personnel; but not more than half of that amount (20%) may be used to support safety activities (e.g., electronic locks, surveillance cameras, metal detectors, implementing comprehensive school security plans, support safe zones of passage, etc.).

#### State Requirements:

In addition, the ODCP has also determined the following are not allowed using SDFSCA funds. (Exception: If an evidence-based prevention program has been approved by the ODCP, all costs associated with program implementation and evaluation are approved.)

1. Meals, snacks, refreshments for students
2. Incentives, rewards
3. One time events (e.g., assemblies, field trips, amusement parks, sporting events, prom/homecoming events/activities, Challenge Days, etc.)
4. Lodging/Travel (e.g., camps, overnight accommodations for students, out-of-state presenters, workshops, conferences, retreats, etc.)
5. Equipment (e.g., audiovisual equipment, fax machines, scanners, computers, etc.)
6. Emergency "go to" kits, CPR training, first aid kits
7. Student Handbooks
8. Health education programs (Exception: Michigan Model for Health-100% funded)