MEMO TO: All State Agencies Which Receive Federal Funding

FROM: Ricky A. Bejarano
Financial Control Division

DATE: March 7, 2012

SUBJECT: Proposed Revisions to Federal Cost Principles, Audit Requirements, and Administrative Requirements


2. These changes are listed and discussed in the Federal Register, Vol. 77, No. 39, dated February 28, 2012. This publication can be found at the website listed below:


3. It should be noted that these proposals are still in the discussion and formulation stage. Specific proposed changes will be developed by OMB as a result of comments received and further analysis.

4. At this time, OMB is soliciting comments on these proposed changes. Comments must be received by OMB no later than 5:00 PM EST, March 29, 2012. Instructions for submission of comments are contained in the publication located in the Federal Register at the website noted above.

5. At this time, companies are beginning to offer training seminars regarding the above changes; however, please keep in mind that the changes have not been approved and finalized. Therefore, we do not advise agencies to attend any seminars until the OMB has finalized any or all proposed changes. These types of seminars are useful and provide valuable information, but are more effective and cost beneficial when they address actual rules and regulations that we must follow.

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