Resolution No. PWC2026.25

RESOLUTION OF THE FAYETTEVILLE PUBLIC WORKS COMMISSION TO ADOPT THE ALLOWABLE COSTS AND COST PRINCIPLES POLICY

WHEREAS, the Fayetteville Public Works Commission (hereinafter, the "COMMISSION") receives and administers federal and state financial assistance for infrastructure and other authorized public purposes; and

WHEREAS, Title 2 of the Code of Federal Regulations, Part 200 establishes uniform administrative requirements, cost principles, and audit requirements applicable to federal awards; and

WHEREAS, the COMMISSION recognizes the importance of maintaining appropriate internal controls and consistent standards for determining whether costs charged to grant-funded projects are necessary, reasonable, allowable, allocable, consistently treated, and adequately documented; and

WHEREAS, the North Carolina Department of Environmental Quality advised the COMMISSION that its Board must adopt an allowable costs and cost principles policy in connection with the closeout of an American Rescue Plan Act water infrastructure grant; and

WHEREAS, the Allowable Costs and Cost Principles Policy establishes an organization-wide framework for the administration, review, approval, monitoring, and documentation of grant-funded expenditures; and

WHEREAS, adoption of the policy will formalize the COMMISSION's compliance framework, promote consistent grant administration, strengthen accountability and stewardship of public funds, and reduce the risk of questioned or disallowed costs.

NOW THEREFORE BE IT RESOLVED BY THE COMMISSION THAT:

1. The Allowable Costs and Cost Principles Policy, attached hereto as Exhibit A, is hereby approved and adopted.
2. The policy shall become effective on the date of adoption and shall apply to COMMISSION, employees, and officials involved in obligating, administering, expending, reviewing, approving, or monitoring federal and state grant funds, as applicable.
3. The CEO/General Manager and Chief Financial Officer of the COMMISSION, and their respective designees, are authorized and directed to administer and implement the policy and to take actions reasonably necessary to maintain compliance with applicable laws, regulations, award terms, and funding agency requirements.
4. COMMISSION staff is authorized to provide this resolution, the adopted policy, and the related meeting minutes to the North Carolina Department of Environmental Quality and other applicable funding or oversight agencies as evidence of formal adoption of the policy.
5. This resolution shall take effect immediately upon its adoption.

Adopted this 28th day of October, 2026.

FAYETTEVILLE PUBLIC WORKS COMMISSION

Ronna Rowe Garrett, Chairwoman

ATTEST:

ChristopherG Davis
ChristopherG Davis (Oct 28, 2026 16:20:47 EDT)

Christopher Davis, Secretary