**CITY OF CENTRALIA**

**Notes to the Schedule of Expenditures of Federal Awards**

**For the year ending December 31st, 2023**

**Note 1 - Basis of Accounting**

This schedule is prepared on the same basis of accounting as the City’s financial statements. The City reports on the cash basis of accounting for all funds.

**Note 2 – Federal Indirect Cost Rate**

The City has not elected to use the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance.

**Note 3 – Program Cost**

The amounts shown as current year expenditures represent only the federal award portion of the program costs. Entire program costs, including the City’s portion, are more than shown. Such expenditures are recognized following the cost principles contained in the Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards, wherein certain types of expenditures are not allowable or are limited as to reimbursement.