

## Questions and Answers 2024 Comprehensive Opioid Abuse Program (COAP)

Responses to questions will be posted to this document.

Please submit your questions to <a href="mbcc@mt.gov">mbcc@mt.gov</a>.

**Q1:** We are working on our grant application for the COAP funding the Board of Crime Control. My upper project management team has questions about the funding source whether it allows third-party revenue generation and if the third-party revenue is additive, deductive, or exempt under the federal award policy.

**A1:** Any program income generated using federal funds needs to be accounted for using the additive or deductive method. The question does not specify if the third party will be funded by the federal award. If so, any generated revenue needs to be reported using the method of your choice.

Please refer to 2 C.F.R 200.80 Program income for more details. Here is also some of the DOJ guidance for program Income:

"Most Federal awards, including many Departments of Justice (DOJ) awards, use the deductive method of accounting for program income. With this method, the amount of Federal funds drawn down and the amount of program income, added together, cannot be more than the total Federal award. Some Federal awards, including some DOJ awards, allow what is called the additive method, where program income can be used to increase the funds available for a Federally funded program. With this method, the amount of Federal funds drawn down and the amount of program income, added together, is more than the total Federal award. Program income must be treated the same as Federal funds and must be spent on project-related activities approved in the Federal grant award. Program income cannot be used to purchase anything considered unallowable."

- **Q2.** Can I add the 10% overhead cost to the COAP funding request? If so, do I list it in the indirect section and is any supplemental form needed?
- **A2.** Yes, indirect is allowed. You may use the 10% indirect de minimus rate unless you have a different Federally authorized amount. The de minimus rate 10% does not require additional documentation attachments. However, if you have a different federally negotiated rate, that authorization will need to be uploaded in the application. In the budget area, include the indirect cost requested in the indirect section.