

26 MAR 17 PM 4:27  
STORY COUNTY AUDITOR



March 17, 2026

The Board of Supervisors  
Story County Administration Building  
900 6<sup>th</sup> Street  
Nevada, Iowa 50201

**RE: Completed FY 2025 Cost Allocation Plan**

Dear Board Members:

We have completed the **Story County** cost allocation plan based on actual expenditures for the year ended June 30, 2025. An electronic copy of the plan is enclosed for your files. Also enclosed is a standard federal Certificate of Cost Allocation Statement that is required where reimbursement is claimed from federal grant programs. The statement says that to the best of the County's knowledge, the cost allocation plan is correct and was prepared in accordance with the federal cost principles contained in 2 CFR Part 200. Please have the Board Chairperson sign the statement, retain a copy on file and return the original to me. A copy of the plan will also be placed on file at the central office of the Iowa Department of Health and Human Services (DHHS).

The FY 2025 cost allocation plan will result in the following indirect cost recoveries during **FY 2027**:

**DHHS Local Administrative Expenses**

This category relates to the indirect costs that the county incurs for the local DHHS office. These indirect costs include expense items such as audit fees, liability and property insurance, building space costs, accounting services and legal services. The total indirect costs to be claimed on quarterly Local Administrative Expense (LAE) reports for FY 2027 is \$479,853. This amount includes the required carry-forward adjustment to reconcile actual and projected costs for FY 2025 and is shown on Exhibit B near the beginning of the cost allocation plan. We estimate that about 33 percent of the total claims for the year will be reimbursed to the County from federal funds. Accordingly, the **total**

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**reimbursement for the year should be about \$158,351.** A copy of our correspondence to the local office of DHHS which provides guidance for claiming these costs on the LAE reports is also enclosed for your reference.

Please contact me if you have any questions relating to the cost allocation plan. We are pleased with the confidence that you have placed in us and look forward to being of continuing service to you.

Sincerely,

**Cost Advisory Services, Inc.**



Jeff Lorenz  
President

Enclosures

Cc: Lucinda Martin, County Auditor

