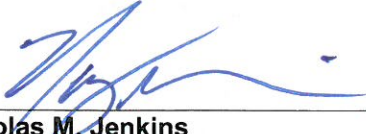


Issued by Purchasing/Property Governance – CGP-7



Nicholas M. Jenkins  
Head of Contracting Activity

**SUBJECT: BFAI UPDATE 17-01**

**EFFECTIVE DATE: July 1, 2017**

An online copy of the Bonneville Financial Assistance Instructions (BFAI) is available at <http://www.bpa.gov/Doing%20Business/finassist/Pages/default.aspx>. The online BFAI is a conformed copy with all changes included as of the current date and is effective until superseded.

**A. BACKGROUND**

Transmittal 17-1 introduces a completely new version of the Bonneville Financial Assistance Instructions (BFAI). The new version aligns with final guidance published by the U.S. Office of Management and Budget (OMB) in 2 C.F.R 200 titled Uniform Administrative Requirements. The OMB guidance was issued to improve the effectiveness and efficiency of Federal financial assistance and delivers on Executive Order 13520 and OMB Memorandum M 13-17.

The new instructions provide reasonable assurance that BPA remains compliant with applicable policy, Federal regulations and laws, while maintaining flexibility in accordance with BPA's organic statutes.

**B. SUMMARY OF CHANGES**

The following Parts have been deleted in their entirety:

- Part 1: General
- Part 2: Planning and Solicitation Activities
- Part 3: Receipt and Evaluation of Applications
- Part 4: Selection and Award Process
- Part 5: Technical Administration Activities
- Part 7: Closeout

The deleted Parts have been replaced with the following:

- Part 1: Information, Acronyms and Definitions
- Part 2: General Provisions
- Part 3: Pre-Federal award Requirements and Contents of Federal Awards
- Part 4: Post Federal Award Requirements
- Part 5: Cost Principles
- Part 6: Audit Requirements
- Part 7: Clauses
- Part 8: Forms (Reserved)

- Appendix I—Full Text of Announcement of availability of funding opportunity
- Appendix II—Contract Provisions for Non-Federal Entity Contracts Under Financial assistance awards
- Appendix III—Reserved (Indirect (F&A) Costs Identification and Assignment, and Rate Determination for Institutions of Higher Education (IHEs))

- Appendix IV—Reserved (Indirect (F&A) Costs Identification and Assignment, and Rate Determination for Nonprofit Organizations)
- Appendix V—Reserved (State/Local Government and Indian Tribe-wide Central Service Cost Allocation Plans)
- Appendix VI—Reserved (Public Assistance Cost Allocation Plans)
- Appendix VII—Reserved (States and Local Government and Indian Tribe Indirect Cost Proposals)
- Appendix VIII—Nonprofit Organizations Exempted From Part E—Cost Principles
- Appendix IX—Reserved (Hospital Cost Principles)
- Appendix X—Data Collection Form (Form SF-SAC)
- Appendix XI—Compliance Supplement
- Appendix XII—Reserved (Award Term and Condition for Recipient Integrity and Performance Matters)

**C. DETAIL OF CHANGES IN THIS UPDATE:**

<b>BFAI Part</b>	<b>BFAI section</b>	<b>Deleted</b>	<b>Change</b>
Part 1	General	Deleted	Information, Acronyms and Definitions
Part 2	Planning and Solicitation Activities	Deleted	General Provisions
Part 3	Receipt and Evaluation of Applications	Deleted	Pre-Federal award Requirements and Contents of Federal Awards
Part 4	Selection and Award Process	Deleted	Post Federal Award Requirements
Part 5	Technical Administration Activities	Deleted	Cost Principles
Part 6	Other Administration Activities	Deleted	Audit Requirements
Part 7	Closeout	Deleted	Clauses
Part 8	n/a	n/a	Forms (Reserved)
Appendix I	n/a	n/a	Full Text of Announcement of availability of funding opportunity
Appendix II	n/a	n/a	Contract Provisions for Non-Federal Entity Contracts Under Financial assistance awards
Appendix III	n/a	n/a	Reserved (Indirect (F&A) Costs Identification and Assignment, and Rate Determination for Institutions of Higher Education (IHEs))
Appendix IV	n/a	n/a	(Indirect (F&A) Costs Identification and Assignment, and Rate Determination for Nonprofit Organizations)
Appendix V	n/a	n/a	Reserved (State/Local Government and Indian Tribe-wide Central Service Cost Allocation Plans)
Appendix VI	n/a	n/a	Reserved (Public Assistance Cost Allocation Plans)
Appendix VII	n/a	n/a	Reserved (States and Local Government and Indian Tribe Indirect Cost Proposals)

Appendix VIII	n/a	n/a	Nonprofit Organizations Exempted From Part E— Cost Principles
Appendix IX	n/a	n/a	Reserved (Hospital Cost Principles)
Appendix X	n/a	n/a	Data Collection Form (Form SF-SAC)
Appendix XI	n/a	n/a	Compliance Supplement
Appendix XII	n/a	n/a	Reserved (Award Term and Condition for Recipient Integrity and Performance Matters)

**D. INSTRUCTIONS TO THE CO:**

1. COs shall include the new clauses in financial assistance solicitations and awards issued after the effective date of this transmittal.

(End of Transmittal)