



LOUISIANA STATE UNIVERSITY

**To:** Chancellor Michael Martin  
 Chancellor William Richardson  
 Chancellor Jack Weiss  
 Dr. Claude Bouchard

**Date:** December 5, 2008

**From:** Jerry J. Baudin  
 Vice Chancellor  
 Finance & Administrative Services  
 and Comptroller

**Subject:** Financial Administration, Department of Health and Human Services

Non-Financial Administration (NFA) Department of Health and Human Services  
 adult agency, the Department of Health and Human Services. The following rates are effective from July 1, 2008 through June 30, 2011.

F&A Rates (1) to be applied to MTDC (2)

Agency	Government	Non-State	State or Local Government
<u>LSU, Pennington Biomedical Research Center, and Hebert Law Center</u>			
	On campus	40%	24%
	Off campus	26%	13%
Research	On campus	44%	
	Off campus	26%	13%
	Public Service		
	On campus	36%	18%
	Off campus	26%	13%
<u>LSU Agricultural Center</u>			
	All programs		
	On campus	42%	21%
	Off campus	26%	13%

(1) Statutory requirements specific to certain federal programs may limit F&A recovery on some awards.

(2) F&A costs are calculated by multiplying the Modified Total Direct Cost (MTDC) by the appropriate F&A rate. MTDC is defined as total direct cost less:

- a. Each subgrant/subcontract in excess of \$25,000 (i.e., the first \$25,000 is included in the calculation)
- b. Capital equipment expenditures (i.e. items costing \$5,000 or more with a useful life of at least one year)
- c. Alterations and renovations
- d. Rental costs of off-site facilities
- e. Scholarships and fellowships, prizes and awards

Effective January 1, 2000, these F&A rates will be applicable to all proposals for new sponsored projects. However, proposals for continuation of incrementally funded awards which maintain the same sponsor/subcontract number shall use the rates approved in the award award.

Please contact Mr. James I. Bates at 578-2760 if you have questions regarding this document.



Jerry J. Baudin

Vice Chancellor for Finance and Administrative Services  
and Comptroller

Enclosure: Rate Agreement

- c: Vice Chancellor Keel
- Associate Vice Chancellor Donna Torres, CPA
- Mr. James I. Bates
- Ms. Patricia Territo, CPA
- Mr. Mark Legendre, CPA
- Mr. Ralph Heddenwood, CPA
- Mr. Stephen Parker
- ASP Members