



DEPARTMENT OF HEALTH & HUMAN SERVICES

Program Support Center
Financial Management Service

Room 732
1301 Young Street
Dallas, TX 75202
PHONE: (214) 767-3261
FAX: (214) 767-3264

May 11, 2011

Ms. Blake N. Russell
Director
Louisiana State University
204 Thomas Boyd Hall
Baton Rouge, LA 70803-2901

Dear Ms. Russell:

A copy of a facilities and administrative cost and fringe benefit Rate Agreement are enclosed.

This Agreement reflects an understanding reached between staff concerning the fringe benefit rate(s) that may be used to support your claim for facilities and administrative costs on grants and contracts with the Federal Government.

Please have the copy sent to me, retaining the copy for your files. Our fax number is (214) 767-3264. We will reproduce and distribute the Agreement to the appropriate agencies of the Federal Government for their use.

The Fixed Fringe Benefit cost rate(s) for the fiscal year ending June 30, 2010 are based on actual costs for the fiscal year ended June 30, 2010. They included the following under-recovered (-) or over-recovered (+) amounts:

Main Campus Employees	-	Over recovery	\$	8,759,340
Federal Employees	-	Under recovery	\$	(61,545)
Non-Federal Employees	-	Under recovery	\$	(1,987,016)

The fixed rate(s) for fiscal year ended June 30, 2010 is considered final.

The Fixed Fringe Benefit cost rate(s) for the fiscal year ending June 30, 2011 are based on actual

Main Campus Employees	-	Over recovery	\$	5,203,033
Federal Employees	-	Under recovery	\$	(402,656)
Non-Federal Employees	-	Under recovery	\$	(755,678)

The fixed rate(s) for fiscal year ended June 30, 2009 is considered final

Ms. Russell
May 11, 2011
Page 2 of 2

A Fringe Benefit cost proposal, together with supporting information and the certified audit financial statement, is required each year. Thus, your next Fringe Benefit cost proposal based on actual costs for the fiscal year ending June 30, 2011 is due in our office by December 31, 2011.

Your next Facilities and Administrative cost rate proposal based on actual costs for the fiscal year

Since this is an integral part of the negotiation agreement, please note your acceptance by signing

Thank you for your cooperation.

Sincerely,



Director
Division of Cost Allocation
Central States Field Office

Enclosures

ACCEPTANCE

Louisiana State University

(Institution)

(Signature)

Eric W. Monday

(Name)

Vice Chancellor for Finance and Administrative

(Title) Services and CEO

May 18, 2011

(Date)

COLLEGES AND UNIVERSITIES RATE AGREEMENT

BIN: 1726000848A1

DATE: 05/11/2011

ORGANIZATION:

Louisiana State University (formerly
 Louisiana State University and
 College)
 330 Thomas Boyd Hall
 Baton Rouge, LA 70803-2701

agreement was dated
 06/24/2010

The rates approved in this agreement are for use on grants, contracts and other

SECTION I: INDIRECT COST RATES

EFFECTIVE PERIOD

PRED.	START DATE	END DATE	RATE	LOCATION	PROGRAM
PRED.	07/01/2009	06/30/2013	26.00	Off Campus	Organized Research (1)
PRED.	07/01/2009	06/30/2013	42.00	On Campus	Agri Ctr All
PRED.	07/01/2009	06/30/2013	26.00	Off Campus	Agr Ctr All Programs
PRED.	07/01/2009	06/30/2013	26.00	Off Campus	Other Sponsored Activities

TYPE FROM TO DATE (%) LOCATION APPLICABLE TO

PROV. 07/01/2013 Until Use same
Amended rates and

Conditions

as those

Cited for

FYE ending

06/30/2013.

Modified total direct costs, consisting of all salaries and wages, fringe benefits, materials, supplies, services, travel and subgrants and subcontracts up to the first \$25,000 of each subgrant or subcontract (regardless of the period covered by the subgrant or subcontract). Modified total direct costs

and fellowships as well as the portion of each subgrant and subcontract in excess of \$25,000.

(1) Includes all Pennington Biomedical Research Center Projects.

ORGANIZATION (University and A & M College)

AGREEMENT DATE: 05/11/2011

SECTION I - FINANCIAL SERVICES

TYPE	START DATE	END DATE	LOCATION	EMPLOYEE TYPE
FIXED	7/1/2010	6/30/2011	38.00 AG Center	Employees
FIXED	7/1/2010	6/30/2011	38.00 AG Center	Federal Employees
FIXED	7/1/2010	6/30/2011	38.00 AG Center	Non-Federal Employees
FIXED	7/1/2011	6/30/2012	34.00 Main Campus	Main Campus Employees
FIXED	7/1/2011	6/30/2012	38.00 AG Center	Employees
FIXED	7/1/2011	6/30/2012	38.00 AG Center	Non-Federal Employees
FINAL	7/1/2012	Until extended		Use same rates and conditions as those cited for FYE 06/30/2012

AGREEMENT DATE: 05/11/2011

SECTION II. SPECIAL REMARKS

TREATMENT OF FRINGE BENEFITS:

The fringe benefits are charged using the rate(s) listed in the Fringe Benefits Section of this Agreement. The fringe benefits included in the

TREATMENT OF PAID ABSENCES

vacation, holiday, sick leave pay and other paid absences are included in as part of the normal cost for salaries and wages. Separate claims are not made for the cost of these paid absences.

OFF-CAMPUS DEFINITION

the off-campus rate will apply. Grants or contracts will not be subject to more than one F&A cost rate. If more than 50% of a project is performed off-

Equipment Definition

Equipment means an article of nonexpendable, tangible personal property having a useful life of more than one year and an acquisition cost of \$5,000 or more per unit.

FRINGE BENEFITS:

Main Campus--

Agricultural Contingent

Medicare Contribution

Medicare Contribution

LA State Retirement System

Unemployment Compensation

Teachers' Retirement System

Social Security

Termination Pay

Non-Federal Employees:

Sabbatical Leave

LA State Retirement Syst.

Optional Retirement Plan

F&A GRP Matching Pat

Program

Optional Retirement Plan

Social Security

Federal Employees:

LA Deferred Comp 457 Plan

Fed. Civil Service Pat

LA School Employees Retirement System

The rates in this agreement are subject to any statutory or administrative limitations and apply to a given grant, contract or other agreement only to the extent that funds are available. Acceptance of the rates is subject to the approval of the Federal Government. In such situations the rate(s) would be subject to renegotiation at the discretion of the Federal Government. Failure to obtain approval may result in cost disallowances.

Failure to obtain approval may result in cost disallowances.

actual costs for this period are determined, an adjustment will be made to a rate of a future year(s) to compensate for the difference between the costs used to establish the fixed rate and actual costs.

D. USE BY OTHER FEDERAL AGENCIES:

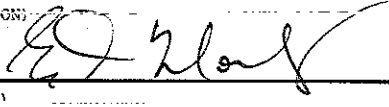
The rates in this agreement are subject to any statutory or administrative limitations and apply to a given grant, contract or other agreement only to the extent that funds are available. Acceptance of the rates is subject to the approval of the Federal Government. In such situations the rate(s) would be subject to renegotiation at the discretion of the Federal Government. Failure to obtain approval may result in cost disallowances.

E. OTHER:

If any Federal contract, grant or other agreement is reimbursing facilities and administrative costs by a means other than the rates in this agreement, the organization may, in its discretion, elect to use the rates in this agreement for those programs. Failure to obtain approval may result in cost disallowances.

BY THE INSTITUTION:

Louisiana State University (formerly Louisiana State University and A & M College)

(INSTITUTION) 

Eric N. Monday

(NAME)

Vice Chancellor for Finance and Administrative Services and CFO

May 18, 2011

(DATE)

DEPARTMENT OF HEALTH AND HUMAN SERVICES

(AGENCY) 

Denise Shirlee

(NAME)

Director, Central States Field Office

(TITLE)

5/11/2011

(DATE) 0022

HHS REPRESENTATIVE: Denise Shirlee

Telephone: (214) 767-3261