

DEPARTMENT OF HEALTH & HUMAN SERVICES
DEPARTMENT OF HEALTH & HUMAN SERVICES

Program Support Center

Financial Management Center

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

FAX: (214) 767-3264

March 19, 2012

Ms. Elsie M. 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 (F&A) and fringe benefit (FR) Rate Agreement are being faxed to you for your signature. This Agreement reflects an understanding reached between your organization and a member of my staff concerning the FR rates that may be used to support your claim for these indirect costs on grants and contracts with the Federal Government.

Please have the Agreement signed by an authorized representative of your organization and fax or email to the contact person listed on the Agreement.

Since we are a Federal Government contractor, we are required to provide these agreements to other organizations of the Federal Government for their use.

In addition, the Fixed Fringe Benefit cost rate(s) for the fiscal year ending June 30, 2012 are based on actual costs for the fiscal year ended June 30, 2010 and FR cost rate(s) for the fiscal year ending June 30, 2012 are based on actual costs for the fiscal year ended June 30, 2011 over recovered (-) or under recovered (+) amounts are listed below:

		<u>2010/2012</u>	<u>2011/2013</u>
Main Campus	- Over/Under recovery	\$8,759,340	(\$1,200,458)
AUC/IR-Federal Employees	- Over/Under recovery	(501,243)	(6458,537)
AUC/IR-Non-Federal Employees	- Over/Under recovery	(31,507,010)	(33,021,331)
Graduate Assistants - Tuition Remission	- Over/Under recovery		-\$0-
Graduate Assistants	- Over/Under recovery		-\$0-

The fixed rate(s) for fiscal year ended 2010 and 2011 is considered final.

The program and Fringe Benefit cost rates are based on actual costs for the fiscal year ending June 30, 2012 is due in our office by December 31, 2012. An F&A cost proposal

fiscal year ending June 30, 2012 is due in our office by December 31, 2012.

Ms. Elahe N. Russell
March 19, 2012
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Since this is an integral part of the Negotiation Agreement, please note your acceptance by signing in the space provided below.

Thank you for your cooperation.

Sincerely,



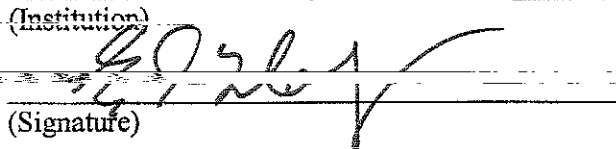
Ari Karim
Director
Division of Cost Allocation
Central States Field Office

Enclosures

ACCEPTANCE

Louisiana State University

(Institution)



(Signature)

Eric N. Mondav

(Name)

Services and CFO

March 27, 2012

(Date)

COLLEGES AND UNIVERSITIES DATE AGREEMENT

EIN: 1726000848A1

DATE: 03/19/2012

ORGANIZATION

DATE: 05/11/2011

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

05/11/2011

330 Thomas Boyd Hall
Baton Rouge, LA 70803-2701

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

SECTION I: INDIRECT COST RATES

RATE TYPE: FIXED FINAL PROV. (PROVISIONAL) PRED. (PREDETERMINED)

EFFECTIVE PERIOD

TYPE	FROM	TO	RATE (%)	LOCATION	APPLICABLE TO
PRED.	07/01/2009	06/30/2013	48.00	On Campus	Organized Research (1)
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	AG Ctr All Programs
PRED.	07/01/2009	06/30/2013	26.00	Off Campus	AG Ctr All Programs

Activities

PROJ 07/01/2013

Amended

rates and
conditions
as those
cited for
FYE
06/30/2013.

*BASE

Modified total direct costs, consisting of all salaries and wages, fringe benefits, potential royalties, commercial and non-commercial patents, and other direct costs (including but not limited to the portion of each subgrant and subcontract in excess of \$25,000) period covered by the subgrant or subcontract). Modified total direct costs shall exclude equipment, capital expenditures, charges for patient care, student tuition, renovation, rental costs of off-site facilities, rebalancing and fellowships as well as the portion of each subgrant and subcontract in excess of \$25,000.

ORGANIZATION: University and A & M College

AGREEMENT DATE: 03/19/2012

SECTION I, FRINGE BENEFITS RATE**

Rate Type	Effective Date	Termination Date	Rate	Rate Base	Benefit Category
FIXED	7/1/2011	6/30/2012	30.00	AG Center	Employees Federal Employees
FIXED	7/1/2012	6/30/2013	26.00	Main Campus	Employees Main Campus Employees
FIXED	7/1/2012	6/30/2013	31.00	AG Center	Federal Employees
FIXED	7/1/2012	6/30/2013	29.00	AG Center	Non-Federal Employees
FIXED	7/1/2012	6/30/2013	26.00	All	Graduate Assistants - Tuition Remission
FIXED	7/1/2012	6/30/2013	3.00	All	Graduate Assistants
PROV.	7/1/2013	Until amended		Use same rates and conditions as those cited for FYE 06/30/2013.	

** DESCRIPTION OF FRINGE BENEFITS RATE BASE:

Salaries and wages.

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

AGREEMENT DATE: 03/19/2012

SECTION II: SPECIAL REMARKS

TREATMENT OF FRINGE BENEFITS

The fringe benefits are charged using the rate(s) listed in the Fringe rate(s) are listed below.

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: For all activities performed in facilities not owned by the institution and which are not directly allocated to the project(s), 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-campus, the off-campus rate will apply to the entire project.

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-

~~Group Medical & Life Insurance~~

Medicare Contribution

La. State Retirement System

~~TIAA-CREF Matching Retirement~~

Teachers' Retirement System

Unemployment Compensation

Workers' Compensation

~~Termination Pay~~

~~Sabbatical Leave~~

Optional Retirement Plan

Employee Tuition Exemption Program

Social Security

LA Deferred Comp.457 Plan

~~LA School Employees Retirement System~~

~~Graduate Assistant Tuition Exemption Program~~

~~Graduate Assistant Health Insurance~~

Agriculture Centers-

~~Group Medical & Life Insurance~~

~~Unemployment Compensation~~

~~Workers' Compensation~~

~~Social Security~~

Termination Pay

Sabbatical Leave

Graduate Assistant Tuition Exemption Program

~~Graduate Assistant Health Insurance~~

Non-Federal employees:

LA State Retirement System

TIAA-CREF Matching Retirement

Teachers' Retirement

Optional Retirement Plan

Federal Employees:

Federal Civil Service Retirement

University and A & M College)

AGREEMENT DATE: 03/19/2012

SECTION III: GENERAL

A. LIMITATIONS:

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 following conditions: (1) Only costs incurred by the organization were included in its facilities and administrative cost pools as finally accepted; such costs are legal obligations of the organization and are allowable under the governing cost principles; (2) The same costs have been created as expenses and treated as such under the governing cost principles; (3) Similar types of costs have been accorded consistent accounting treatment; and (4) The information provided by the organization to the Federal Government is not materially incomplete or inaccurate by the Federal Government. In such situations the rate(s) would be subject to renegotiation at the discretion of the Federal Government.

B. ACCOUNTING CHANGES:

Changes to the method of accounting for costs which affect the amount of reimbursement resulting from the use of the rates in this Agreement shall be approved in advance by the Federal Government. Such changes include, but are not limited to, the changing of a particular type of cost from Facilities and Administrative to direct costs. Failure to obtain approval may result in cost disallowances.

C. FIXED RATES:

If a fixed rate is in this Agreement, it is based on an estimate of the costs for the period covered by the rate. When the 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. APPROVAL BY OTHER FEDERAL AGENCIES:

The rates in this Agreement were approved in accordance with the authority in Office of Management and Budget Circular A-21 Circular, and should be applied to grants, contracts and other agreements covered by this Circular, subject to any notification of the Agreement.

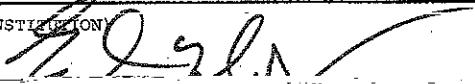
E. OTHER:

If any Federal contract, grant or other agreement is reimbursing facilities and administrative costs by a means other than

BY THE INSTITUTION:

Louisiana State University (formerly Louisiana State University)

(INSTITUTION)



Eric N. Mondav

Vice Chancellor for Finance and

(TITLE) Administrative Services and CFO

March 27, 2012

(DATE)

ON BEHALF OF THE FEDERAL GOVERNMENT:

(AGENCY)



Denise Shirlee

Director, Central States Field Office

(TITLE)

3/19/2012

(DATE) 0022

HHS REPRESENTATIVE:

Denise Shirlee

Telephone:

(214) 767-3261