



DEPARTMENT OF HEALTH & HUMAN SERVICES

Program Support Center  
Financial Management Service  
Division of Cost Allocation  
Central States Field Office

1701 Young Street, Room 732

(214)-767-3281

FAX: (214)-767-3264

March 30, 2007

Mr. Gregory P. Bursavich

Director of Financial Accounting & Reporting

Louisiana State University and A & M College

328 Thomas Boyd Hall

Baton Rouge, LA. 70803-2701

Dear Mr. Bursavich:

you for signature. This Agreement reflects an understanding reached between your organization and a member of my staff concerning the rate(s) that may be used to support personnel, facilities and administrative costs on grants and contracts with the Federal Government.

Please have the agreement signed by an authorized representative of your organization and fax it to me, retaining a copy for your files. Our fax number is (214) 767-3264, We will reproduce and distribute the Agreement to the appropriate awarding organizations of the Federal Government for their use.

The Fixed Fringe Benefit Rate(s) for the fiscal year ending 6/30/07 are based

The Fixed Fringe Benefit Rate(s) for Fiscal Year ending 6/30/08 are based on actual costs for the Fiscal year end 6/30/06. They include the following under recovered (-) or over-recovered (+) costs:

All Employees - Main Campus = Under-recovery of (\$9,000,000).

41,659,120 of the under-recovery amount from FY 06 fixed rate

the university agreed to waive \$804,900

of the under-recovery amount from FY 06 fixed rate

Journal Center - Non-Federal Employees - Under-recovery of (\$2,000,000)

The total under-recovery was \$11,000,000. The university agreed to waive

The Fixed Rate(s) for Fiscal Year ending June 30, 2009 are constructed under

A Fringe Benefit proposal, together with supporting information, is required  
the fiscal year ending June 30, 2007 is due in our office by December 31, 2007  
the fiscal year ending June 30, 2007 is due in our office by December 31, 2007

acceptance by signing in the space provided below.

Thank you for your cooperation.

Sincerely,

*Handwritten signature of Henry Williams*

Henry Williams  
Director  
Division of Cost Allocation  
Central States Field Office

Enclosures  
Acceptance:

Jerry J. Baudin

Name

*Handwritten signature of Jerry J. Baudin*

Signature

Vice Chancellor for Finance &  
Administrative Services

Title

*Handwritten date 4/4/07*

Date

COLLEGES AND UNIVERSITIES RATE AGREEMENT

EIN #: 1726000848A1

DATE: March 30, 2007

Louisiana State University and A. & M. College  
 330 Thomas Boyd Hall  
 Baton Rouge LA 70803-2701

Agreement was dated  
 February 21, 2006

The rates approved in this agreement are for use on grants, contracts and other agreements with the Federal Government, subject to the conditions in Section III.

PERCENTAGE OF DIRECT AND ADMINISTRATIVE COST RATES\*

TYPE	EFFECTIVE PERIOD		RATE (%)	LOCATION	APPLICABLE TO
	FROM	TO			
PRED.	07/01/05	06/30/07	47.0	On Campus	Organized Research
PRED.	07/01/05	06/30/07	25.0	Off Campus	Organized Research
			15.0	On Campus	Agri Ctr All Programs
			26.0	Off Campus	Agri Ctr All Programs
PRED.	07/01/07	06/30/08	47.0	On Campus	Organized Research
			25.0	Off Campus	Organized Research
PRED.	07/01/07	06/30/08	25.0		
			47.0	On Campus	Agri Ctr All Programs
PRED.	07/01/07	06/30/08	49.0	On Campus	Instruction
PRED.	07/01/07	06/30/08	33.0	On Campus	Other Spn Act

for fiscal year ending June 30, 2008.

\*BASE:

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 shall exclude equipment, capital

INSTITUTION:  
Louisiana State University and A & M College

AGREEMENT DATE: March 30, 2007

RATE TYPES: FIXED FINAL PROV: (PROVISIONAL) PRED: (PREDETERMINED)

SUBS TYPE	EFFECTIVE PERIOD		RATE (%)	LOCATIONS	APPLICABLE TO
	FROM	TO			
	08/01/06	06/30/08	20.0	Main Campus	Main Campus Employee
	08/01/06	06/30/08	20.0	AG Center	Non-Fed Employees
	08/01/06	06/30/08	27.0	AG Center	Federal Employees
	08/01/06	06/30/08	20.0	AG Center	Non-Fed Employees

for fiscal year ending June 30, 2008.

\*\*DESCRIPTION OF FRINGE BENEFITS RATE BASE:  
Salaries and wages.

INSTITUTION:

Louisiana State University and A & M College

AGREEMENT DATE: March 30, 2007

SECTION II: SPECIAL REMARKS

TREATMENT OF FRINGE BENEFITS:

The fringe benefits included in the rate(s) are listed below this Agreement. The fringe benefits included in the rate(s) are listed below.

TREATMENT OF PAID ABSENCES:

wages and are claimed on grants. Separate claims for the costs of these paid absences are not made.

OFF-CAMPUS DEFINITION: For all activities performed in facilities not owned by the institution and to which rent is 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 one project is supported by the same grant, the off-campus rate will apply to the entire project.

Equipment Definition -

Equipment means an article of non-expendable 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 Centers-          |
| Group Medical & Life Insurance        | Medical & Life Insurance Group |
| Medicare Contribution                 | Medicare Contribution          |
| La. State Retirement System           | Unemployment Compensation      |
| TIAA-CREF Matching Retirement         | Workers' Compensation          |
| Teachers' Retirement                  | Social Security                |
| Unemployment Compensation             | Termination Pay                |
| Workers' Compensation                 | Sabbatical Leave               |
| Termination Pay                       | Non-Federal Employees:         |
| Sabbatical Leave                      | La. State Retirement Syst.     |
| Optional Retirement Plan              | TIAA-CREF Matching Plan        |
| Employee Tuition Expense Program      | Teachers' Retirement           |
|                                       | Optional Retirement Plan       |
|                                       | Federal Employees:             |
| USU Money Purchase Plan               |                                |
| LA School Employees Retirement System |                                |

INSTITUTION:  
Louisiana State University and A & M College

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SECTION III: GENERAL

A. LIMITATIONS:

The rates in this agreement are subject to the following conditions:  
(1) Only costs incurred by the organization which are legal obligations of the organization and have been treated as liabilities and administrative costs claimed as direct costs. (2) Similar rates of cost have been accorded consistent accounting treatment; and (4) The information provided by the organization which was used to establish the rates is not inaccurate by the Federal Government. In such situations the rates would be subject to

B. ACCOUNTING CHANGES:

any change in the method of accounting for costs resulting from the use of this agreement requires prior approval of the authorized representative of the cognizant agency. Such changes include, but are not limited to, change in cost disallowances.

C. FIXED RATES:

The rates are based on an estimate of the costs for the period covered by the rate. When the actual costs are known, the rate will be made to a rate of a future year(s) to compensate for the difference.

The organization may provide copies of the Agreement to other Federal Agencies to give them early notification of the Agreement.

D. OTHER:

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

BY THE INSTITUTION:

Louisiana State University and A & M College  
DEPARTMENT OF HEALTH AND HUMAN SERVICES

ON BEHALF OF THE FEDERAL GOVERNMENT:

AGENCY: HHS

*Jerry J. Baudin*  
(SIGNATURE)

Jerry J. Baudin  
(NAME)  
Vice Chancellor for Finance & Administrative Services

(TITLE)

4/4/07  
(DATE)

*Henry Williams*  
(SIGNATURE)

Henry Williams  
(NAME)

DIRECTOR, DIVISION OF COST ALLOCATION  
(TITLE) CENTRAL STATES FIELD OFFICE

March 30, 2007

(DATE) 0022

HHS REPRESENTATIVE: Narendra B. Gandhi  
Telephone: (214) 767-3230