Facilities and Administrative Cost Rates

The rates approved in this agreement are for use on grants, contracts and other agreements with the state and Federal Government.

<table>
<thead>
<tr>
<th>Type</th>
<th>Rate</th>
</tr>
</thead>
<tbody>
<tr>
<td>Modified Indirect cost (see page 3 for break-out) -Rate negotiated with the US Department of Health and Human Services-</td>
<td>.46 (46%)</td>
</tr>
<tr>
<td>Fringe Benefits*</td>
<td></td>
</tr>
<tr>
<td>-Full-time faculty &amp; staff (FICA, medicare, workman’s comp., unemployment, pension and health)</td>
<td>.55 (55%)</td>
</tr>
<tr>
<td>-Part-time faculty &amp; staff (FICA, medicare, workman’s comp. unemployment)</td>
<td>.0932 (9.32%)</td>
</tr>
<tr>
<td>-Part-time faculty &amp; staff – (FICA, medicare, workman’s comp., unemployment, pension) **only if staff is working 20 plus hrs. &amp; not temp. part-time</td>
<td>.3048 (30.48%)</td>
</tr>
<tr>
<td>-Student</td>
<td></td>
</tr>
<tr>
<td>40 hours or more (FICA, medicare, workman’s comp. unemployment)</td>
<td>.0932 (9.32%)</td>
</tr>
<tr>
<td>Less than 40 hours (workman’s comp.)</td>
<td>.0150 (1.50%)</td>
</tr>
</tbody>
</table>
**Fringe Benefits Breakout**

<table>
<thead>
<tr>
<th>Benefit</th>
<th>Contribution</th>
<th>Percentage</th>
</tr>
</thead>
<tbody>
<tr>
<td>FICA</td>
<td>.062</td>
<td>6.2%</td>
</tr>
<tr>
<td>Medicare</td>
<td>.0145</td>
<td>1.45%</td>
</tr>
<tr>
<td>Workman’s Compensation</td>
<td>.0152</td>
<td>1.52%</td>
</tr>
<tr>
<td>Unemployment</td>
<td>.0015</td>
<td>.15%</td>
</tr>
<tr>
<td>Pension</td>
<td>.2116</td>
<td>21.16%</td>
</tr>
<tr>
<td>Health</td>
<td>.24.52</td>
<td>24.52%</td>
</tr>
</tbody>
</table>

**Note:** When hiring State employees for a project on a part-time basis, .3048 (30.48%) must be used for fringes. If hiring non-State employees, .0932 (9.32%) must be used.
Reminders

Negotiated Indirect Cost Rate

The on-campus negotiated rate is \textbf{46\%} (calculated .46) of total direct cost 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 (sub-awards) -regardless of the period covered by the subgrant or subcontract. Total direct cost shall exclude equipment, capital expenditures, charges for patient care, student tuition remission, rental cost of off site facilities, scholarships and fellowships as well as the portion of each subgrant and subcontract in excess of $25,000. This rate should be used on all grants unless the funding agency has stated otherwise in its guidelines, which has to be submitted with your proposal to the Office of Sponsored Programs. If a lesser rate is required by the agency, then the calculation is that percent times the total requested amount.

<table>
<thead>
<tr>
<th>Total Direct Cost to Include</th>
<th>Total Direct Cost to Exclude</th>
</tr>
</thead>
<tbody>
<tr>
<td>Salaries &amp; Wages</td>
<td>Equipment</td>
</tr>
<tr>
<td>Fringe Benefits</td>
<td>Capital Expenditures</td>
</tr>
<tr>
<td>Travel</td>
<td>Charges for Patient Care</td>
</tr>
<tr>
<td>Supplies &amp; Materials</td>
<td>Rental Cost of Off-Site Facilities</td>
</tr>
<tr>
<td>Services (Contractual Services)</td>
<td>Participant Costs – (Student Tuition Remission, Scholarships and Fellowships)</td>
</tr>
<tr>
<td>Sub-grants &amp; Subcontracts (Up to $25,000)</td>
<td>Excess of $25,000 from Sub-grants, and Subcontracts</td>
</tr>
</tbody>
</table>

Note:
When computing the indirect cost rate, please keep in mind that the total costs (\textit{regardless of the time period}) of sub-grants (sub-awards) up to $25,000 is included in the calculation; however, all costs over the $25,000 (\textit{regardless of the time period}) is to be excluded from this calculation.
Students (2) $18,000  
Secretary $5,000  
**Total Salaries** $49,000  

**Fringe Benefits**  
PI - (academic) - 55% $7,150  
Co/PI - (summer) - 9.32% $1,212  
Students (2) - (less than 40hrs.) - 1.50% $270  
Secretary - (part-time) - 9.32% $466  
**Total Fringes** $9,098  

**Total Salaries and Fringes** $58,098  

Contractual Services $30,000  
Travel $8,000  
Sub Awards\(^2\) $24,000  
Supplies $6,000  
Publications $2,000  
Equipment\(^3\) $5,001  
**Total Direct Cost** $75,001  

Indirect Cost $58,925  
(46% of modified total direct cost)  
*Base = $127,484  

**Subtotal** $192,023  

**Total Direct and Indirect Costs** $192,023  

---  
1. Sub-awards up to 25,000 will be included in the base number  
2. Equipment ($5,001 or more) is excluded from the base number
COLLEGES AND UNIVERSITIES RATE AGREEMENT

EIN: 1516000765A1
ORGANIZATION:
Delaware State University
1200 North Dupont Highway
Dover, DE 19901-2277

DATE: 03/06/2012
FILING REF.: The preceding agreement was dated 04/18/2007

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.

SECTION I: INDIRECT COST RATES

<table>
<thead>
<tr>
<th>TYPE</th>
<th>FROM</th>
<th>TO</th>
<th>RATE (%)</th>
<th>LOCATION</th>
<th>APPLICABLE TO</th>
</tr>
</thead>
<tbody>
<tr>
<td>FINAL</td>
<td>07/01/2010</td>
<td>06/30/2011</td>
<td>43.00</td>
<td>On-Campus</td>
<td>All Programs</td>
</tr>
<tr>
<td>PRED.</td>
<td>07/01/2011</td>
<td>06/30/2012</td>
<td>43.00</td>
<td>On-Campus</td>
<td>All Programs</td>
</tr>
<tr>
<td>PRED.</td>
<td>07/01/2012</td>
<td>06/30/2013</td>
<td>45.50</td>
<td>On-Campus</td>
<td>All Programs</td>
</tr>
<tr>
<td>PRED.</td>
<td>07/01/2013</td>
<td>06/30/2015</td>
<td>46.00</td>
<td>On-Campus</td>
<td>All Programs</td>
</tr>
<tr>
<td>FINAL</td>
<td>07/01/2014</td>
<td>06/30/2015</td>
<td>26.00</td>
<td>Off-Campus</td>
<td>All Programs</td>
</tr>
<tr>
<td>PRED.</td>
<td>07/01/2015</td>
<td>06/30/2016</td>
<td>26.00</td>
<td>Off-Campus</td>
<td>All Programs</td>
</tr>
<tr>
<td>PROV.</td>
<td>07/01/2017</td>
<td>Until Amended</td>
<td></td>
<td></td>
<td>Use same rates and conditions as those cited for fiscal year ending June 30, 2015.</td>
</tr>
</tbody>
</table>

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 expenditures, charges for patient care, student tuition remission, rental costs of off-site facilities, scholarships, and fellowships as well as the portion of each subgrant and subcontract in excess of $25,000.
TOTAL DIRECT COST TO INCLUDE

- Salaries & Wages
- Fringe Benefits
- Travel
- Supplies & Materials
- Services (Contractual Services)
- Sub-grants & Subcontracts (Up to $25,000)

TOTAL DIRECT COST TO EXCLUDE

- Equipment
- Capital Expenditures
- Charges for Patient Care
- Rental Cost of Off-Site Facilities
- Participant Costs – (Student Tuition Remission, Scholarships and Fellowships)
- Excess of $25,000 from Sub-grants, and Subcontracts
ORGANIZATION: Delaware State University
AGREEMENT DATE: 03/06/2012

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 that have been treated as facilities and administrative costs are not claimed as direct costs; (3) similar types of costs have been accorded consistent accounting treatment; and (4) the information provided by the organization which was used to establish the rates is not later found to be materially incomplete or inaccurate by the Federal Government. In such situations the rates(s) would be subject to renegotiation at the discretion of the Federal Government.

B. ACCOUNTING CHANGES:
This Agreement is based on the accounting system purported by the organization to be in effect during the Agreement period. Changes to the method of accounting for costs which affect the amount of reimbursement resulting from the use of this Agreement require prior approval of the authorized representative of the cognizant agency. Such changes include, but are not limited to, changes in the charging of a particular type of cost from facilities and administrative to direct. Failure to obtain approval may result in cost disallowance.

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. USE 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 limitations in 8 above. The organization may provide copies of the Agreement to other Federal Agencies to give them early notification of the Agreement.

E. OTHER:
If any Federal contract, grant or other agreement is reimbursing facilities and administrative costs by a method other than the approved rate(s) in this Agreement, the organization should (1) credit such costs to the affected program, and (2) apply the approved rate(s) in the appropriate base to identify the proper amount of facilities and administrative costs allocable to these programs.

BY THE INSTITUTION:
Delaware State University

Amir Mohammad

Darryl W. Mayes

Director, Mid-Atlantic Field Office

ON BEHALF OF THE FEDERAL GOVERNMENT:

Department of Health and Human Services

Phyllis. M. Hill

Director, Mid-Atlantic Field Office

Robbin Powell

(301) 492-4818

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