

COLLEGES AND UNIVERSITIES RATE AGREEMENT

ORIGINAL

EIN #: 61-1320380

DATE: May 8, 2009

INSTITUTION:

Kentucky Community & Technical College System
 2624 Research Park Drive
 P.O. Box 14092
 Lexington

FILING REF.: The preceding
 Agreement was dated
 May 25, 2007

KY 40512-4092

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: FACILITIES AND ADMINISTRATIVE COST RATES*

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

TYPE	EFFECTIVE PERIOD		RATE (%)	LOCATIONS	APPLICABLE TO
	FROM	TO			
PRED.	07/01/09	06/30/11	53.0	On-Campus	All Programs
PRED.	07/01/09	06/30/11	31.1	Off-Campus	All Programs
PROV.	07/01/11	UNTIL AMENDED	Use same rates and conditions as those cited for fiscal year ending June 30, 2011.		

*BASE:

Direct salaries and wages including vacation, holiday, sick pay and other paid absences but excluding all other fringe benefits.

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SECTION I: FRINGE BENEFITS RATES**

RATE TYPES: FIXED FINAL PROV. (PROVISIONAL) PRED. (PREDETERMINED)					
TYPE	EFFECTIVE PERIOD		RATE (%)	LOCATIONS	APPLICABLE TO
	FROM	TO			
PRED.	07/01/09	06/30/11	46.1	All Location	Reg. Faculty & Staff
PRED.	07/01/09	06/30/11	8.6	All Location	Tem. Faculty & Staff
PRED.	07/01/09	06/30/11	1.0	All Location	Students
PROV.	07/01/11	UNTIL AMENDED	Use same rates and conditions as those cited for fiscal year ending June 30, 2011.		

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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 rate(s) are listed below.

TREATMENT OF PAID ABSENCES:

Vacation, holiday, sick leave pay and other paid absences are included in salaries and wages and are claimed on grants, contracts and other agreements as part of the normal cost for salaries and wages. Separate claims are not made for the costs of these paid absences.

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 P&A cost rate. If more than 50% of a project is performed off-campus, the off-campus rate will apply to the entire project.

Fringe benefits include FICA/Medicare, unemployment, workers' compensation, retirement, flexible spending account, health insurance, life insurance, and long term disability insurance.

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

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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 reported 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 likely to be materially incomplete or inaccurate by the Federal Government in any subsequent audit or review by the Federal Government.

B. ACCOUNTING CHANGES:

Changes to the method of accounting for costs are prohibited during the agreement period. Changes to the method of accounting for costs are not permitted from the use of this agreement require prior approval of the authorized representative of the recipient agency. Such changes include, but are not limited to, changes in the classification of costs.

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. The actual costs incurred may vary from the estimate. The actual costs will be used to determine the difference between the costs used to establish the fixed rate and actual costs.

D. USE BY OTHER FEDERAL AGENCIES:

Costs incurred by the organization in the performance of the agreement are available to other Federal agencies on a cost-by-cost basis. Circular A-21 applies to the use of these costs by other Federal agencies.

E. OTHER:

If any Federal contract, grant or other agreement is reimbursing facilities and administrative costs by a means other than the approved rate(s) in this agreement, the approved rate(s) shall apply to the appropriate base to identify the proper amount of facilities and administrative costs allowable to those programs.

BY THE INSTITUTION:

Kentucky Community & Technical College System

(NAME)

(SIGNATURE)

Ken Walker

(NAME)


Vice President

(TITLE)

5/26/09

(DATE)

ON BEHALF OF THE FEDERAL GOVERNMENT:

(NAME)

(SIGNATURE)

Darryl Mayes

(NAME)

Director

Division of Cost Allocation

(TITLE)

May 8, 2009

(DATE) 1227

DHS REPRESENTATIVE: Howard Van

(202) 401-2900



DEPARTMENT OF HEALTH & HUMAN SERVICES

Program Support Center
Financial Management Service
Division of Cost AllocationCohen Building-Room 1067
330 Independence Avenue, S.W.
Washington, DC 20201
PHONE: (202)-401-2808
FAX: (202)-619-3379

May 8, 2009

Mr. Ken Walker
Vice President
Kentucky Community & Technical College System
2624 Research Park Drive
P.O. Box 14092
Lexington, KY 40512-4092

Dear Mr. Walker:

A copy of an indirect cost Rate Agreement is being faxed to 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 your claim for indirect 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 (202) 619-3379. We will reproduce and distribute the Agreement to the appropriate awarding organizations of the Federal Government for their use.

An indirect cost proposal, together with the supporting information, are required to substantiate your claim for indirect costs under grants and contracts awarded by the Federal Government.

Thus, your next proposal based on the indirect cost rate agreement year ending 06/30/10.

Sincerely,

Handwritten signature of Darryl W. Mayes in cursive.

Darryl W. Mayes
Director
Division of Cost Allocation

Enclosures

PLEASE SIGN AND FAX A COPY OF THE RATE AGREEMENT