



DEPARTMENT OF HEALTH & HUMAN SERVICES

Program Support Center
Financial Management Portfolio
Cost Allocation Services

7700 Wisconsin Avenue, Suite 8100
Bethesda, MD 20814
PHONE: (301) 492-4855
FAX: (301) 492-5081
EMAIL: CAS-Bethesda@psc.hhs.gov

October 3, 2022

Ms. Kathleen Thomason
Comptroller
Purdue University
2550 Northwestern Ave, Suite 1100
West Lafayette, IN 47906

Dear Ms. Thomason:

A copy of the facilities and administrative (F&A) cost Rate Agreement is being sent to you for your 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 F&A and fringe benefit costs on grants and contracts with the Federal Government.

The Office of Management and Budget (OMB) has requested that we reach an agreement with each institution on the components of the published F&A rates. The attached form is provided for that purpose. Please sign the form and email it back with the original Rate Agreement.

Please have the agreement signed by an authorized representative of your organization and return within ten business days of receipt. The signed agreement can be sent to me by email to CAS-Bethesda@psc.hhs.gov, while retaining the copy for your files. Only when the signed agreement is returned, we will then reproduce and distribute the agreement to the appropriate awarding organizations of the Federal Government for their use.

Ms. Thomason
October 3, 2022
Page 2

F&A cost rate proposals, together with the required supporting information, must be submitted to this office for each fiscal year in which your organization claims F&A and fringe benefit costs under grants and contracts awarded by the Federal Government. Your next F&A cost rate proposal for the fiscal year ending June 30, 2025 will be due in our office by December 31, 2025. Your proposal and supporting documents should be submitted to CAS-Bethesda@psc.hhs.gov.

Sincerely,

Darryl W.
Mayes -S

Digitally signed by Darryl W. Mayes -S
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ou=HHS, ou=PSC, ou=People,
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Date: 2022.10.13 14:32:40 -04'00'

Darryl W. Mayes
Deputy Director
Cost Allocation Services

CONCURRENCE:

Purdue University _____
(Institution)

DocuSigned by:


(Signature)

Kathleen Thomason

(Name)

Comptroller

(Title)

10/20/2022

(Date)

COLLEGES AND UNIVERSITIES RATE AGREEMENT

EIN: 1356002041A1

DATE:10/03/2022

ORGANIZATION:

FILING REF.: The preceding
agreement was dated

Purdue University

04/17/2017

Office of the Comptroller

2550 Northwestern Ave,

Suite 1100

West Lafayette, IN 47906-4182

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)

EFFECTIVE PERIOD

<u>TYPE</u>	<u>FROM</u>	<u>TO</u>	<u>RATE (%)</u>	<u>LOCATION</u>	<u>APPLICABLE TO</u>
FINAL	07/01/2021	06/30/2022	55.00	On Campus	Organized Research
FINAL	07/01/2021	06/30/2022	54.00	On Campus	Instruction
FINAL	07/01/2021	06/30/2022	38.00	On Campus	Other Sponsored Activities
FINAL	07/01/2021	06/30/2022	26.00	Off Campus	All Programs
PRED.	07/01/2022	06/30/2026	57.00	On Campus	Organized Research
PRED.	07/01/2022	06/30/2026	50.00	On Campus	Instruction
PRED.	07/01/2022	06/30/2026	38.00	On Campus	Other Sponsored Activities
PRED.	07/01/2022	06/30/2026	26.00	Off Campus	All Programs
PROV.	07/01/2026	Until Amended			Use same rates and conditions as those cited for fiscal year ending June 30, 2026.

ORGANIZATION: Purdue University

AGREEMENT DATE: 10/03/2022

*BASE

Modified total direct costs, consisting of all direct salaries and wages, applicable fringe benefits, materials and supplies, services, travel and up to the first \$25,000 of each subaward (regardless of the period of performance of the subawards under the award). Modified total direct costs shall exclude equipment, capital expenditures, charges for patient care, rental costs, tuition remission, scholarships and fellowships, participant support costs and the portion of each subaward in excess of \$25,000. Other items may only be excluded when necessary to avoid a serious inequity in the distribution of indirect costs, and with the approval of the cognizant agency for indirect costs.

ORGANIZATION: Purdue University

AGREEMENT DATE: 10/03/2022

SECTION II: SPECIAL REMARKS

TREATMENT OF FRINGE BENEFITS:

The fringe benefits are specifically identified to each employee and are charged individually as direct costs. The directly claimed fringe benefits 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 cost 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. Actual costs will be apportioned between on-campus and off-campus components. Each portion will bear the appropriate rate.

ORGANIZATION: Purdue University

AGREEMENT DATE: 10/03/2022

EQUIPMENT DEFINITION:

Equipment means tangible personal property (including information technology systems) having a useful life of more than one year and a per-unit acquisition cost which equals or exceeds \$5,000.

FRINGE BENEFITS:

FICA
403(b) Defined Contribution Plan
Retirement
Worker's Compensation
Life Insurance
Unemployment Insurance
Health Insurance
Staff and Grad Staff Tuition Remission
Disability Insurance
Liability and Fidelity Insurance

APPLICATION OF INDIRECT COST RATES TO DOD CONTRACTS/SUBCONTRACTS:

In accordance with DFARS 2231.303, no limitation (unless waived by the institution) may be placed on the reimbursement of otherwise allowable indirect cost rates incurred by an institution of higher education under a DOD contract awarded on or after November 30, 1993, unless the same limitation is applied uniformly to all other organizations performing similar work. It has been determined by the department of Defense that such limitation is not being uniformly applied. Accordingly, the following rates do not reflect the application of the 26% limitation on administrative indirect costs imposed by OMB Circular A-21.

PRED. 07/01/22 to 06/30/26 58.0% On-Campus Organized Research
PRED. 07/01/22 to 06/30/26 27.0% Off-Campus Organized Research
PROV. 07/01/26 Until Amended Use Same rates and conditions as those cited for fiscal year ending June 30, 2026.

The MTDC exclusion for rental costs relates to building/space rental costs, not equipment rental costs, unless the equipment rental cost is significantly high and may skew the distribution of indirect costs such as an item of equipment costing over \$10,000 in rental costs.

Next Proposal Due:

The next indirect cost proposal based on actual costs for the fiscal year ending 06/30/2025, is due by 12/31/2025.

The off campus Purdue University rates cited above apply also to the Purdue International, Inc., EIN# 31-0958507

ORGANIZATION: Purdue University

AGREEMENT DATE: 10/03/2022

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 rate(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 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. USE BY OTHER FEDERAL AGENCIES:

The rates in this Agreement were approved in accordance with the authority in Title 2 of the Code of Federal Regulations, Part 200 (2 CFR 200), and should be applied to grants, contracts and other agreements covered by 2 CFR 200, subject to any limitations in A 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 means other than the approved rate(s) in this Agreement, the organization should (1) credit such costs to the affected programs, and (2) apply the approved rate(s) to the appropriate base to identify the proper amount of facilities and administrative costs allocable to these programs.

BY THE INSTITUTION:

Purdue University

(INSTITUTION)
DocuSigned by:

Kathleen Thomason

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(SIGNATURE)

Kathleen Thomason

(NAME)

Comptroller

(TITLE)

10/20/2022

(DATE)

ON BEHALF OF THE FEDERAL GOVERNMENT:

DEPARTMENT OF HEALTH AND HUMAN SERVICES

Darryl W. Mayes
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Digitally signed by Darryl W. Mayes -S
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ou=People,
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Date: 2022.10.18 08:32:03 -0400'

(SIGNATURE)

Darryl Mayes

(NAME)

Deputy Director, Cost Allocation Services

(TITLE)

10/03/2022

(DATE) 5043

HHS REPRESENTATIVE: Steven Zuraf

Telephone: (301) 492-4858

COMPONENTS OF PUBLISHED FACILITIES AND ADMINISTRATIVE COST RATE

Institution: **Purdue University**

FY Covered by Rate: July 01, 2021 - June 30, 2026

Type of Rate:

RATE COMPONENTS:

Bldg & Improv - Depr/Use Allow
 Equipment - Depr/Use Allow
 Interest
 Operations & Maintenance
 Library
 Administrative Component
 Total

	Organized Research			Instruction			Other Sponsored Activity	
	ON FY '22	ON FY '23 - '26	OFF FY '22 - '26	ON FY '22	ON FY '23 - '26	OFF FY '22 - '26	ON FY '22 - '26	OFF FY '22 - '26
Bldg & Improv - Depr/Use Allow	5.3	7.2		4.0	5.4		3.3	
Equipment - Depr/Use Allow	5.2	6.0		3.0	2.4		1.2	
Interest	1.2	0.7		1.0	0.6		0.5	
Operations & Maintenance	15.8	15.6		12.0	9.9		6.0	
Library	1.5	1.5		8.0	5.7		1.0	
Administrative Component	<u>26.0</u>	<u>26.0</u>	<u>26.0</u>	<u>26.0</u>	<u>26.0</u>	<u>26.0</u>	<u>26.0</u>	<u>26.0</u>
Total	55.0	57.0	26.0	54.0	50.0	26.0	38.0	26.0

CONCURRENCE:

DocuSigned by:

 Signature: 486020BDBB9042C...

Kathleen Thomason
 Name

Comptroller
 Title

1/12/2023
 Date