

COLLEGES AND UNIVERSITIES RATE AGREEMENT

EIN: 043167352

DATE:01/14/2019

ORGANIZATION:

FILING REF.: The preceding agreement was dated 06/14/2017

University of Massachusetts at Amherst
340 Whitmore Administration Bldg.
181 Presidents Drive
Amherst, MA 01003-9313

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>
PRED.	07/01/2018	06/30/2021	59.50	On-Campus	Research
PRED.	07/01/2018	06/30/2021	26.00	Off-Campus	Research
PRED.	07/01/2018	06/30/2021	49.00	On-Campus	Instruction
PRED.	07/01/2018	06/30/2021	26.00	Off-Campus	Instruction
PRED.	07/01/2018	06/30/2021	31.50	On-Campus	Other Sponsored Activities
PRED.	07/01/2018	06/30/2021	26.00	Off-Campus	Other Sponsored Activities
PROV.	07/01/2021	Until Amended			Use same rates and conditions as those cited for fiscal year ending June 30, 2021.

*BASE

ORGANIZATION: University of Massachusetts at Amherst

AGREEMENT DATE: 1/14/2019

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: University of Massachusetts at Amherst

AGREEMENT DATE: 1/14/2019

SECTION II: SPECIAL REMARKS

TREATMENT OF FRINGE BENEFITS:

Treatment of Fringe Benefits: Fringe benefits applicable to direct salaries and wages are treated as direct costs.

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.

Fringe benefits are claimed using approved rates contained in the Massachusetts State-Wide Cost Allocation Plan. The following additional fixed fringe benefit charges are approved for the University:

FYE 06/30/19

Workers' Comp. Ins. .30%(S&W)
Health & Welfare(1) \$16.50 per week (01/01/17-12/31/17), \$17.00 per week
*Projected (01/01/18- 12/31/18)
Sick Leave Bank .58%(S&W)
Post Doc. Fellows 14.76% (Inclusive of health insurance, terminal
leave, payroll tax and worker's Comp. Ins.)
Graduate Research Assistants 19.27% (Inclusive of health insurance) Effective
07/1/2013

(1) Health and Welfare - The State negotiated rate with collective bargaining units. The rate supports dental, and in some cases vision, health benefits which are provided directly by health and welfare trust funds to employees of the Commonwealth of Massachusetts and the University of Massachusetts.

** A fringe benefit rate proposal based on actual expenses for fiscal year ending June 30, 2018 is due by December 31, 2018. We have received the proposal.

** An indirect cost proposal based on actual expenses for fiscal year ending June 30, 2020 is due by December 31, 2020.

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 the lesser of the capitalization level established by the non-Federal entity for financial statement purposes, or \$5,000.

ORGANIZATION: University of Massachusetts at Amherst

AGREEMENT DATE: 1/14/2019

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:

University of Massachusetts at Amherst

(INSTITUTION)

Andrew P. Mangels

(SIGNATURE)

Andrew Mangels

(NAME)

VC A&F

(TITLE)

Jan 24, 2019

(DATE)

ON BEHALF OF THE FEDERAL GOVERNMENT:

DEPARTMENT OF HEALTH AND HUMAN SERVICES

Darryl W. Mayes - S

Digitally signed by Darryl W. Mayes - S
DN: c=US, o=U.S. Government, ou=HHS, ou=PSC,
ou=People, 0.9.2342.19200300.100.1.1=2000131669,
cn=Darryl W. Mayes - S
Date: 2019.01.23 08:11:46 -0500

(SIGNATURE)

Darryl W. Mayes

(NAME)

Deputy Director, Cost Allocation Services

(TITLE)

1/14/2019

(DATE) 7069

HHS REPRESENTATIVE: Michael Stanco

Telephone: (212) 264-2069



26 Federal Plaza, Room 3412
New York, NY 10278
PHONE: (212) 264-2069
FAX: (212) 264-5478
EMAIL: CAS-NY@psc.hhs.gov

January 14, 2019

Mr. Andrew P. Mangels
Vice Chancellor
Administration & Finance
University of Massachusetts at Amherst
340 Whitmore Administration Building
181 Presidents Drive
Amherst, Massachusetts 01003-9313

Dear Mr. Mangels:

A negotiation agreement is being sent to you for signature. This agreement reflects an understanding reached between your institution and a member of my staff concerning the rates or amounts that may be used to support your claim for costs on grants and contracts with the Federal Government. The agreement must be signed by a duly authorized representative of your institution and e-mailed to CAS-NY@psc.hhs.gov. Retain a copy for your file. We will reproduce and distribute the agreement to awarding agencies of the Federal Government for their use.

Requirements for adjustments to costs claimed under Federal Grants and Contracts resulting from this negotiation are dependent upon the type of rate contained in the negotiation agreement. Information relating to these requirements is enclosed.

In consideration of this negotiation, the following conditions are agreed to:

1. The following under/(over) recoveries resulting from the settlement of your fringe benefit rate for Fiscal Year Ended June 30, 2017 were considered in establishing fixed rates for Fiscal Year Ending June 30, 2019. The under/(over) recovery must be included in your fringe benefit proposal based on actual expenses for Fiscal Year Ending June 30, 2019.

	<u>Carry-Forward Amounts</u>
Workers' Compensation Insurance	(\$485,463)
Sick Leave Bank	\$212,400
Post Doctoral Fellows	(\$ 16,132)

2. A fringe benefit rate proposal based on actual expenses for fiscal year ending June 30, 2018 is due by December 31, 2018. We have received the proposal.

3. Attached are 6 documents entitled "Components of Published Facilities and Administrative Cost Rate (F&A)". There is one document issued for each F&A rate published on the rate agreement. These documents should be signed and returned to this office along with the signed rate agreement.

An indirect cost rate proposal, together with the required supporting information, must be submitted to this office for each fiscal year in which your organization claims cost under grants and contracts awarded by the Federal Government. Therefore, your next indirect cost rate proposal for the fiscal year ending June 30, 2020 will be due in our office by December 31, 2020. In addition, please acknowledge your concurrence with the comments and conditions cited above by signing this letter in the space provided below and submit your next proposal electronically via email to CAS-NY@psc.hhs.gov.

Sincerely,

**Darryl W.
Mayes -S**

Digitally signed by Darryl W. Mayes -S
DN: c=US, o=U.S. Government,
ou=HHS, ou=PSC, ou=People,
0.9.2342.19200300.100.1.1=20001316
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Date: 2019.01.23 08:12:44 -05'00'

Darryl W. Mayes
Deputy Director
Cost Allocation Services

Enclosures
Concurrence:

Andrew Mangels

Name

VC A&F

Title

Jan 24, 2019

Date

