DEPARTMENT OF HEALTH & HUMAN SERVICES

Program Support Center
Financial Management Service
Division of Cost Allocation

DCA Western Field Office
90 7th Street, Suite 4-600
San Francisco, CA 94103

MAY 24 2010

Daniel Dorsa, Ph.D.
VP for Research
Oregon Health & Science University
3181 SW Sam Jackson Park Rd.
Portland, OR 97239

Dear Dr. Dorsa:

A copy of an indirect cost Negotiation Agreement is attached. 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 a duly authorized representative of your organization and return it to me BY FAX, retaining the copy for your files. 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 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 your fiscal year ending 06/30/12, is due in our office by 12/31/12.

Sincerely,

Wallace Chan
Director

Attachment

PLEASE SIGN AND RETURN THE NEGOTIATION AGREEMENT BY FAX

Phone: (415) 437-7820 - Fax: (415) 437-7823 - E-mail: dcasf@psc.gov

COLLEGES AND UNIVERSITIES RATE AGREEMENT

EIN:

ORGANIZATION:
Oregon Health & Science University
3181 SW Sam Jackson Park Rd.
Portland, OR 97239

DATE:05/07/2010

FILING REF.: The preceding agreement was dated 02/18/2005

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

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

EFFECTIVE PERIOD

TYPE	FROM	TO	RATE(%)	LOCATION	APPLICABLE TO
PRED.	07/01/2009	06/30/2013	54.00	On-Campus	Organized Res.
PRED.	07/01/2009	06/30/2010	33.50	On-Campus	Other Spon Act.
PRED.	07/01/2010	06/30/2013	32.00	On-Campus	Other Spon Act.
PRED.	07/01/2009	06/30/2013	40.00	On-Campus	Instruction
PRED.	07/01/2009	06/30/2013	26.00	Off-Campus	All Programs
PRED.	07/01/2009	06/30/2013	28.00	ONPRC	Core Grant (1)
PRED.	07/01/2009	06/30/2013	75.00	ONPRC	Non-Core Fed(1)
PROV.	07/01/2013	06/30/2015		(2)	

*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 a portion of each subgrant and subcontract in excess of $25,000.

(1) Oregon National Primate Research Center - see Section II: Special Remarks

(2) Use same rates and contitions as those cited for fiscal year ending June 30, 2013.

ORGANIZATION: Oregon Health & Science University

AGREEMENT DATE: 05/07/2010

SECTION II: SPECIAL REMARKS

TREATMENT OF FRINGE BENEFITS:

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.

DEFINITION OF EQUIPMENT:
Equipment is defined as tangible nonexpendable personal property having a useful life of more than one year and an acquisition cost of $3,000 or more per unit.

DEFINITION OF ON-CAMPUS, OFF-CAMPUS AND SPECIAL RATE

DEFINITION OF OFF-CAMPUS RATE:
The off-campus rate is applicable to those projects conducted at facilities not owned or leased by the University. However, if the project is conducted in leased space and lease costs are directly charged to the project, then the off-campus rate must be used.

PROJECTS CONDUCTED ENTIRELEY ON-CAMPUS OR ENTIRELY OFF-CAMPUS:
Projects conducted entirely on-campus or entirely off-campus will be applied the on-campus or off-campus rate respectively.

PROJECTS CONDUCTED PARTIALLY OFF-CAMPUS AND PARTIALLY ON-CAMPUS:
If the project involves work at both on-campus and off-campus sites, either the on-campus or off-campus rate generally should be applied, consistent with where the majority of the work is to be performed. Salary costs is generally accepted as a measure of work performed in terms of the total project.

USE OF BOTH ON-CAMPUS AND OFF-CAMPUS RATES:
The use of both on-campus and off-campus rates for a given project may be justified if both of the respective rates can clearly be identified with a significant portion of salaries and wages of the project. For purposes of this provision, significant is defined as approximately 25% or more of the total costs and a project's total salary and wage costs exceed $250,000.

OTHER SPECIAL RATES:
These rates apply only to the facility or program to which they are identified. If any additional special rates become necessary the establishment of such rates should be coordinated through the cognizant negotiation agency.

PRIMATE CENTER RATES:
The Oregon National Primate Research Center (ONPRC) has two Federally recognized rates. The National Center for Research Resources (NCRR) Core Grant rate is 28.0%. The Non-Core Federal Rate of 75.0% is the sum of the Core Grant (28.0%) and the ONPRC - specific F&A expenditures (47.0%).

The following fringe benefits are treated as direct costs:
FICA, RETIREMENT, HEALTH/DENTAL/LIFE INSURANCE, STATE ACCIDENT INSURANCE, UNEMPLOYMENT INSURANCE, EMPLOYEE LIABILITY INSURANCE, LONG-TERM DISABILITY, EXECUTIVE DEPT. PERSONNEL DIVISION ASSESSMENT, AND EXECUTIVE DEPT. EMPLOYEE RELATIONS BOARD ASSESSMENT.

ORGANIZATION: Oregon Health & Science University

AGREEMENT DATE: 05/07/2010

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 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 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:

Oregon Health & Science University

(INSTITUTION)

(SIGNATURE)

Daniel M Dorsa, PhD

(NAME)

Vice President for Research

(TITLE)

May 25, 2010

(DATE)

ON BEHALF OF THE FEDERAL GOVERNMENT:

DEPARTMENT OF HEALTH AND HUMAN SERVICES

(AGENCY)

(SIGNATURE)

Wallace Chan

(NAME)

Director, Western Field Office

(TITLE)

5/7/2010

(DATE) 2028

HHS REPRESENTATIVE: Patrick Smith

Telephone: (415) 437-7820