

May 1, 2015

181906
Rickie Harris, Superintendent
West Orange-Cove CISD
P.O. Box 1107
Orange, Texas 77631

Subject: Fiscal Year 2016 Local Educational Agency Approved Indirect Cost Rates

To the Administrator Addressed:

The Division of Federal Fiscal Compliance and Reporting at the Texas Education Agency (TEA) reviews, approves, and negotiates indirect cost rates for local educational agencies (LEAs). The approved indirect cost rate allows the LEA to recover indirect costs incurred in the administration of federal grants.

TEA, as the cognizant agency for your LEA, has approved your fiscal year 2016 indirect cost rates. The LEA's indirect cost rates for fiscal year 2016 are effective July 1, 2015 through June 30, 2016.

Rate Type	Rate
Restricted Indirect Cost Rate (federal grant programs with a "supplement not supplant" statutory requirement)	2.759%
Unrestricted Indirect Cost Rate (federal grant programs not subject to the "supplement not supplant" statutory requirement)	30.430%

Regardless of the restricted and unrestricted cost rate that has been approved for a grantee, refer to the Indirect Cost Handbook, available on the [Grant Management Resources](#) page of the TEA website in the Handbooks section, for guidance on calculating the maximum indirect cost amount to claim for a particular grant.

Please forward a copy of this indirect cost rate notification to your business office/manager, federal fund coordinators, and administrators.

If you have any questions related to the indirect cost rates, please contact the Division of Federal Fiscal Compliance and Reporting at (512) 463-9127.

Sincerely,



Ed Santiago, Senior Director
Division of Federal Fiscal Compliance and Reporting

Local Education Agency: West Orange-Cove CISD
Effective Date of Rates: July 1, 2015 – June 30, 2016

*Base – Unrestricted Rate

Modified Total Direct Costs

- Including - all governmental funds (including special revenue funds) expenditures consisting of direct cost salaries and wages, fixed costs, materials, supplies, services, travel; subgrants/subcontracts/subawards up to the first \$25,000.
- Excluding - subrecipient items (subgrants/subcontracts/subawards in excess of \$25,000, payments to shared services arrangements, payments to member districts of shared services arrangements, other federal grant pass-through funds), equipment, capital expenditures, debt, debt service, TRS On-Behalf payments reimbursed to the district, Medicaid Part D payments reimbursed to the districts, transfers, food and milk costs in a school food service program, monetary judgements against the district.

*Base – Restricted Rate

Modified Total Direct Costs

- Including - all governmental funds (including special revenue funds) expenditures consisting of direct cost salaries and wages, fixed costs, materials, supplies, services, travel; subgrants/subcontracts/subawards up to the first \$25,000; indirect salaries and wages for the superintendent, chief executive officers, and the superintendent and chief executive officers immediate support personnel; related indirect costs associated with the superintendent, chief executive officers, and the superintendent and chief executive officers immediate support personnel.
- Excluding – subrecipient items (subgrants/subcontracts/subawards in excess of \$25,000, payments to shared services arrangements, payments to member districts of shared services arrangements, other federal grant pass-through funds), equipment, capital expenditures, debt, debt service, TRS On-Behalf payments reimbursed to the district, Medicaid Part D payments reimbursed to the districts, transfers, food and milk costs in a school food service program, monetary judgements against the district.