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June 13, 2019

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

Subject: School Year 2019–2020 (Fiscal Year 2020) Local Educational Agency

Approved Indirect Cost Rates

To the Administrator Addressed:

TEA's Federal Fiscal Compliance and Reporting (FFCR) Division 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.

As the cognizant agency for your LEA, TEA has approved your restricted and unrestricted indirect cost rates for school year 2019–2020. The restricted rate is used for grant programs covered by a supplement, not supplant provision. The unrestricted rate is used for grant programs without such a provision. (You can find detailed information on the supplement, not supplant provision in the *Supplement, Not Supplant Handbook*, posted in the Handbooks and Other Guidance section of the <u>Administering a Grant page</u> of our website.)

The following rates for school year 2019–2020 are effective July 1, 2019, through June 30, 2020:

Rate Type	Rate
Restricted Indirect Cost Rate	5.191%
Unrestricted Indirect Cost Rate	22.636%

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 FFCR Division at (512) 463-9127.

Sincerely,

James Connolly, Senior Director

Federal Fiscal Compliance and Reporting Division