



Finance and Administration

Date: May 31, 2017

To: F. King Alexander, President
Donna H. Ryan, Interim Executive Director
William Richardson, Vice President for Agriculture

From: Daniel Layzell, Executive Vice President for Finance
and Administration and CFO

Subject: Facilities and Administrative Rates Applied to Sponsored Projects

Facilities and Administrative (F&A) rates have been negotiated with our cognizant audit agency, the Department of Health and Human Services. The following rates are effective from July 1, 2017 through June 30, 2021.

F&A Rates ⁽¹⁾ to be applied to Modified Total Direct Costs (MTDC) ⁽²⁾

LSU and Pennington Biomedical Research Center			
Function	Location	Non-State Agency Rate	State or Local Government Rate
Instruction	On campus	49.0%	24.5%
	Off campus	26.0%	13.0%
Research	On campus	48.0%	24.0%
	Off campus	26.0%	13.0%
Public Service	On campus	35.0%	17.5%
	Off campus	26.0%	13.0%

LSU Agricultural Center			
Function	Location	Non-State Agency Rate	State or Local Government Rate
All Programs	On campus	40.0%	20.0%
	Off campus	26.0%	13.0%

⁽¹⁾ Statutory requirements specific to certain federal programs may limit F&A recovery on some awards.

⁽²⁾ F&A costs are calculated by multiplying the MTDC by the appropriate F&A rate. MTDC is defined as total direct cost less equipment, capital expenditures, charges for patient care, participant support, student tuition remission, rental costs of off-site facilities, scholarships and fellowships, as well as the portion of each subgrant and subcontract in excess of \$25,000.

cc: K.T. Valsaraj, Vice President for Research & Economic Development
Donna Torres, Associate Vice President for Accounting Services
Jaime Estave, Director of Sponsored Program Accounting
Guy Lavergne, Associate Executive Director for Operations PBRC
Ann Coulon, Associate Vice President for Agriculture
Deans, Directors, Department Heads
ASP Members