



Office of the Vice President
for Finance and Deputy
Treasurer

220 Hullihen Hall
Newark, DE 19716-0160
Phone: 302-831-2107
Fax: 302-831-4120

July 1, 2019

Dear Colleagues,

The University of Delaware's FY2020 Fringe Benefit rates have not been finalized and approved by our cognizant Federal Agency, the Office of Naval Research (ONR). A provisional rate agreement covering the period July 1, 2019 through June 30, 2020 has been approved by ONR.

The final rate for Grad Students is expected to drop to 11.9%; therefore, please utilize 11.9% in contract and grant budget proposals.

Should you have any questions, please feel free to contact me at (302) 831-7247 or sbledsoe@udel.edu.

Sincerely,

A handwritten signature in blue ink that reads 'Susan M. Bledsoe'.

Susan M. Bledsoe
Director, Cost Accounting



DEPARTMENT OF THE NAVY
 OFFICE OF NAVAL RESEARCH
 875 NORTH RANDOLPH STREET
 SUITE 1425
 ARLINGTON, VA 22203-1995

Agreement Date: June 27, 2019

NEGOTIATION AGREEMENT

**INSTITUTION: THE UNIVERSITY OF DELAWARE
 NEWARK, DELAWARE 19716-4005**

The Fringe Benefits rates contained herein are for use on grants, contracts and/or other agreements issued or awarded to the University of Delaware by all Federal Agencies of the United States of America, in accordance with the cost principles mandated by 2 CFR Part 200. These rates shall be used for forward pricing and billing purposes for the University of Delaware Fiscal Year 2020. This rate agreement supersedes all previous rate agreements/determinations for Fiscal Year 2020

Section I: RATES - TYPE: PROVISIONAL (PROV)

Fringe Benefits Rates:

<u>Type</u>	<u>From</u>	<u>To</u>	<u>Rate</u>	<u>Base</u>	<u>Applicable To</u>	<u>Location</u>
Prov	7/1/19	6/30/20	40.6%	(a)	Faculty/Prof. Employees	All
Prov	7/1/19	6/30/20	59.7%	(a)	Staff Employees	All
Prov	7/1/19	6/30/20	13.5%	(a)	Graduate Students	All
Prov	7/1/19	6/30/20	7.1%	(a)	Other*	All

*Excludes student wages exempt from FICA.

DISTRIBUTION BASE

(a) Salaries and Wages

SECTION II: GENERAL TERMS AND CONDITIONS

A. LIMITATIONS: Use of the rates set forth under Section I is subject to availability of funds and to any other statutory or administrative limitations. The rates are applicable to a given grant, contract or other agreement only to the extent that funds are available and consistent with any and all limitations of cost clauses or provisions, if any, contained therein. Acceptance of any or all of the rates agreed to herein is predicated upon the following conditions: (1) that no costs other than those incurred by the institution were included in this indirect cost pool as finally accepted and that such costs are legal obligations of the institution and allowable under governing cost principles; (2) that the same costs that have been treated as indirect costs are not claimed as direct costs; (3) that similar types of costs have been accorded consistent accounting treatment; and (4) that the information provided by the institution which was used as a basis for

acceptance of the rates agreed to herein, and expressly relied upon by the Government in negotiating and accepting the said rates is not subsequently found to be materially incomplete or inaccurate.

B. ACCOUNTING CHANGES: The rates contained in Section I of this agreement are based on the accounting system in effect at the time the agreement was negotiated. Changes to the method(s) of accounting for costs, which affect the amount of reimbursement resulting from the use of these rates require the prior written approval of the authorized representative of the cognizant agency for indirect costs. Such changes include but are not limited to changes in the charging of a particular type of cost from indirect to direct. Failure to obtain such approval may result in subsequent cost disallowances.

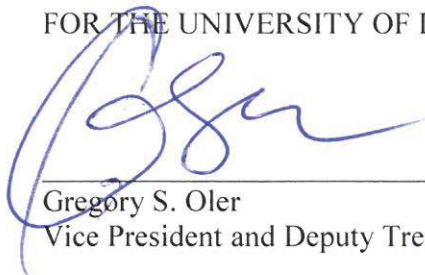
C. PROVISIONAL RATES: The provisional rates contained in this agreement are subject to unilateral amendment by the Government or bilateral amendment by the contracting parties at any time.

D. USE BY OTHER FEDERAL AGENCIES: The rates set forth in Section I are negotiated in accordance with and under the authority set forth in 2 CFR Part 200. Accordingly, such rates shall be applied to the extent provided in such regulations to grants, contracts, and other agreements to which 2 CFR Part 200 applies, subject to any limitations in part A of this section. Copies of this document may be provided by either party to other federal agencies to provide such agencies with documentary notice of this agreement and its terms and conditions.

E. SPECIAL REMARKS: The Government's agreement with the rates set forth in Section I is not an acceptance of the University of Delaware's accounting practices or methodologies. Any reliance by the Government on cost data or methodologies submitted by the University of Delaware is on a non-precedence-setting basis and does not imply Government acceptance.

Accepted:

FOR THE UNIVERSITY OF DELAWARE:



Gregory S. Oler
Vice President and Deputy Treasurer

Date

6-27-19

FOR THE U.S. GOVERNMENT:

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Digitally signed by
TINGLE.BETTY.JOHNSON.1204289359
DN: c=US, ou=U.S. Government, ou=D&D, ou=PKI,
ou=USN, cn=TINGLE.BETTY.JOHNSON.1204289359
Date: 2019.06.27 15:02:17 -0400

Betty J. Tingle
Contracting Officer

Date

June 27, 2019

For information concerning this agreement contact:

Betty Tingle
Office of Naval Research

Phone: (703) 696-7742
E-mail: betty.tingle@navy.mil