

May 1, 2016

243901
Mr. Tylor J Chaplin, Superintendent
Burkburnett ISD
416 Glendale St.
Burkburnett, Texas, 76354-2499

Subject: School Year 2016-2017 (Fiscal Year 2017) Local Education 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 school year 2016-2017 indirect cost rates. The LEA's indirect cost rates for school year 2016-2017 are effective July 1, 2016, through June 30, 2017.

Rate Type	Rate
Restricted Indirect Cost Rate	1.890%
Unrestricted Indirect Cost Rate	19.237%

LEAs may claim their restricted indirect cost rate for federal grant programs with a "supplement, not supplant" requirement while the unrestricted indirect cost rate may be used with federal grant programs that are not subject to "supplement, not supplant" requirements. For additional information and guidance on calculating the maximum indirect cost rate amount to claim for a particular grant, refer to the Indirect Cost Handbook, available on the [Grant Management Resources](#) page of the TEA website in the Handbooks section.

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

Unrestricted Indirect Cost Rate *BASE

Modified total direct costs, consisting of all direct salaries and fixed costs, supplies, services, travel and subgrants and subcontracts up to the first \$25,000 of each subgrant or subcontract.

Modified total direct costs excludes capital expenditures including capital project funds, (capitalized land, buildings, and equipment), capital outlay not included in a capital projects fund; debt including debt service fund and debt service not included in a debt service fund; TRS On-Behalf payments; Medicaid Part D payments; food and milk costs in a school food service program; monetary judgements against the district/school; payments to fiscal agents and member districts of a shared services arrangement; subgrants and subcontracts over the first \$25,000 of each subgrant or subcontract; and intergovernmental transfers/charges.

Restricted Indirect Cost Rate *BASE

Modified total direct costs, consisting of all direct salaries and fixed costs, supplies, services, travel and subgrants and subcontracts up to the first \$25,000 of each subgrant or subcontract. In addition, all indirect salaries, fixed costs, and expenses related to chief executive officers.

Modified total direct costs excludes capital expenditures including capital project funds, (capitalized land, buildings, and equipment), capital outlay not included in a capital projects fund; debt including debt service fund and debt service not included in a debt service fund; TRS On-Behalf payments; Medicaid Part D payments; food and milk costs in a school food service program; monetary judgements against the district/school; payments to fiscal agents and member districts of a shared services arrangement; subgrants and subcontracts over the first \$25,000 of each subgrant or subcontract; and intergovernmental transfers/charges.