

NEGOTIATED INDIRECT COST RATE AGREEMENT
BETWEEN THE
METROPOLITAN TRANSPORTATION COMMISSION
AND THE
FEDERAL TRANSIT ADMINISTRATION

This agreement is made and entered into between the Metropolitan Transportation Commission (MTC | ID = 1655) and the United States Department of Transportation, Federal Transit Administration (FTA), the cognizant federal agency for indirect costs under government-wide Uniform Administrative Requirements and Cost Principles, [2 CFR Part 200](#).

The indirect cost rate approved and contained herein is for use and may be charged to grant awards, cooperative agreements, and contracts with the Federal Government, to which 2 CFR 200 Subpart E and Appendix V and/or VII apply, subject to the limitations contained in Section II.A of this agreement, as well as the grants management guidelines included in [FTA Circular 5010.1E](#).

The indirect cost rate is approved by the FTA or negotiated with the MTC and in accordance with the authority contained in Appendix V and/or VII of 2 CFR Part 200.

Section I: Rate

Rate: 50.57%

Type: Fixed

Base: Direct Salaries and Benefits

Effective Period: July 1, 2022 to June 30, 2023

Applicable To: All programs not specifically exempted, or limited by law, or otherwise not applicable because special operating factors necessitate special indirect cost rates.

Section II: General

A. Limitations

The rate contained in this agreement may be subject to statutory or administrative limitations and the calculated indirect costs are reimbursable through grant, contract, or other agreement only to the extent that funds are available. Acceptance of this rate is predicated on these conditions: (1) Only costs incurred by the MTC were included in its indirect cost pool as finally accepted and are allowable under the governing cost principles; (2) The same costs that have been treated as indirect costs are not claimed as direct costs; (3) Similar types of costs have been accorded consistent accounting treatment, and (4)

The information provided by the MTC which was used to establish the rate is not later found to be materially incomplete or inaccurate by the Federal Government. In such situations, the agreement will be subject to reopening, and the rate may be adjusted and refunds made if the proposal included unallowable costs.

B. Accounting Changes

This agreement is based on the accounting system to be in effect during the agreement period. Changes in the method of accounting for costs that affect the amount of reimbursement resulting from the use of this rate require prior concurrence of the FTA. 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 concurrence may result in cost disallowances.

C. Rate Type

This agreement and approval is for a Fixed indirect cost rate and is based on an estimate of the costs for the period covered by the rate.

D. Use by Other Federal Agencies

The rate in this Agreement is approved in accordance with the authority in 2 CFR Part 200 Subpart E and Appendix V and/or VII, and should be applied to grants, contracts, and other agreements covered by this regulation, subject to any limitations in Section I or II.A above. Copies of this document may be provided to other federal agencies as a means of notifying them of this agreement.

E. Other

If any federal contract, grant, or other agreement is reimbursing indirect costs by means other than the approved rate in this agreement, the MTC shall notify the FTA.

Metropolitan Transportation Commission

Derek Hansel
Chief Financial Officer

[U.S. Department of Transportation](#)
[Federal Transit Administration](#)
[Region 9](#)

[Darin Allan](#)
Director, Office of Financial Management
and Program Oversight

Attachment: Metropolitan Transportation Commission Indirect Cost Rate Proposal for
FY 2023 – Revised per FTA review (certified June 21, 2023)