

**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 rates approved and contained herein are 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 5010.1F](#).

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

**Section I: Rates**

**Rates:**

	%
SAFE	92.18
BAHFA	45.13
CLIPPER & MTC	57.84
BAHA	54.24
BAIFA	71.27
SFEP	68.47
BAYREN (Fund 403)	75.63
POWER (Fund 461)	119.73

**Type:** Fixed

**Direct Costs Base:** Total Direct Salaries & Benefits

**Effective Period:** July 1, 2025 to June 30, 2026

**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 rates 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 these rates is predicated on these conditions: (1) Only costs incurred by 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 MTC which was used to establish the rates 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 rates 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 these rates require prior concurrence of 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 Fixed indirect cost rates and is based on an estimate of the costs for the period covered by the rates.

### **D. Use by Other Federal Agencies**

The rates in this Agreement are 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 rates in this agreement, MTC shall notify FTA.

Metropolitan Transportation Commission

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Derek Hansel  
Chief Financial Officer

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

DARIN JOHN  Digitally signed by DARIN  
JOHN ALLAN  
Date: 2026.02.05  
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[Darin Allan](#)  
Director, Office of Financial Management  
and Program Oversight

Attachments:

1. Metropolitan Transportation Commission Indirect Cost Rate Proposal for FY 2026 (certified May 14, 2025)
2. Final Report on the Review of the Indirect Cost Rate Proposal of Metropolitan Transportation Commission for the Period July 1, 2025 to June 30, 2026