

**COST ALLOCATION AGREEMENT  
STATE AND LOCAL GOVERNMENTS**

**STATE/LOCALITY:**

State of Connecticut  
Office of the State Comptroller  
55 Elm Street  
Hartford, CT 06106

**DATE:** May 5, 2017

**FILING REF.:** The preceding  
Agreement was dated 05/04/17

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**SECTION I: ALLOCATED COSTS**

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The central service costs listed in Exhibit A, attached, are approved on a FIXED basis and may be included as part of the costs of the State/local departments and agencies indicated during the fiscal year ended 06/30/17 for further allocation to Federal grants, contracts and other agreements performed at those departments and agencies.

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**SECTION II: BILLED COSTS**

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In addition to Section I, which provides for services furnished but not billed, the services listed below are furnished and billed to State/local departments and agencies.

1. Fringe Benefits (See Special Remarks)
2. Workers' Compensation
3. Telecommunication
4. DAS/ISF - Central Printing and Electronic Publishing
5. DAS/ISF - Fleet Operations
6. DAS/BEST - Technical Services Revolving Fund
7. Correctional Enterprises of Connecticut Revolving Fund
8. Bank Charges

**Section III: CONDITIONS**

The amounts approved in Section I and the billings for the services listed in Section II are subject to the following conditions:

- A. LIMITATIONS: (1) Charges resulting from this Agreement are subject to any statutory or administrative limitations and apply to a given grant, contract or other agreement only to the extent that funds are available. (2) Such charges represent costs incurred by the State/locality which are legal obligations of the State/locality and are allowable under Title 2 of the Code of Federal Regulations, Part 200 (2 CFR 200). (3) The same costs that are treated as indirect costs are not claimed as direct costs. (4) Similar types of costs are accorded consistent accounting treatment. (5) The information provided by the State/locality which was used to establish this Agreement is not later found to be materially incomplete or inaccurate.
- B. ACCOUNTING CHANGES: This Agreement is based on the accounting system purported by the State/locality to be in effect during the Agreement period. Changes to the method of accounting for costs which affect the amount of reimbursement resulting from the use of this Agreement require prior approval of the authorized representative of the Cognizant Agency. Such changes include, but are not limited to, changes in the charging of a particular type of cost from an allocated cost to be billed cost. Failure to obtain approval may result in cost disallowances.
- C. FIXED AMOUNTS: If fixed amounts are approved in Section I of this Agreement, they are based on an estimate of the costs for the period covered by the Agreement. When the actual costs for this period are determined, adjustments will be made to the amounts of a future year to compensate for the difference between the costs used to establish the fixed amounts and actual costs.
- D. BILLED COSTS: Charges for the services listed in Section II will be billed in accordance with rates established by the State/locality. These rates will be based on the estimated costs of providing the services. Adjustments for variances between billed costs and the actual allowable costs of providing the services, as defined by 2 CFR 200, will be made in accordance with procedures agreed to between the State/locality and the Cognizant Agency.

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E. USE BY OTHER FEDERAL AGENCIES: This Agreement was executed in accordance with the authority in 2 CFR 200, and should be applied to grants, contracts and other agreements covered by the 2 CFR 200, subject to any limitations in Paragraph A above. The State/locality may provide copies of the Agreement to other Federal Agencies to give them early notification of the Agreement.

F. SPECIAL REMARKS: See Below.

**FRINGE BENEFIT RATE**

<u>TYPE</u>	<u>FROM</u>	<u>TO</u>	<u>RATE**</u>	<u>LOCATION</u>	<u>APPLICABLE TO</u>
Fixed	07/01/16	06/30/17	*	All	All Programs

\* The State of Connecticut uses a combination of direct identification and negotiated fringe benefit rates to claim fringe benefit costs. The fixed fringe benefit rate components, negotiated for each of the Retirement Systems (SERS, ARP, and Teachers), and for Unemployment Compensation, are listed below. Fringe benefit costs for Group Life Insurance, FICA-Social Security, FICA-Medicare, and Medical Insurance are directly identified by individual employee and are not part of the fringe benefit rates shown below.

<u>Rate Component</u>	<u>FYE 6/30/17</u>
SERS Regular Employees	54.99%
SERS Hazardous Duty Employees	69.94%
Alternate Retirement Plan (ARP)	11.93%
Teachers Retirement	9.87%
Unemployment Compensation	.06%

\*\*Base: Salaries and wages of covered employees (See comments below, Notes 1 & 2).

Treatment of Fringe Benefits: Fringe benefits applicable to direct salaries and wages are treated as direct costs.

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NOTE 1

Fringe Benefit Rates: Fringe benefit rates are determined for Unemployment Compensation and each applicable Retirement System shown above. Each fringe benefit component is captured in the Statewide Accounting system using expenditure account codes. Fringe benefit rates are maintained on file by, and are available from, the State of Connecticut, Office of the State Comptroller.

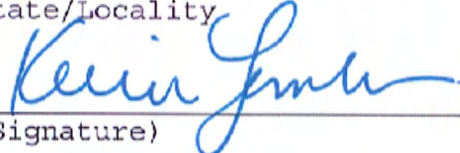
NOTE 2

Treatment of Paid Absences: Vacation, holiday, sick leave pay and other absences are included in salaries and wages and are claimed on grants, contracts, and other agreements as a part of the normal costs for salaries and wages. Separate claims for the costs of these paid absences are not made.

BY THE STATE/LOCALITY:

BY THE COGNIZANT AGENCY ON  
BEHALF OF THE FEDERAL GOVERNMENT:

State of Connecticut  
State/Locality

  
(Signature)

KEVIN LEMBO  
(Name)

STATE COMPTROLLER  
(Title)

5/8/2017  
(Date)

DEPARTMENT OF HEALTH & HUMAN SERVICES  
(AGENCY)

Darryl W. Mayes - A  
(Signature)  
Digitally signed by Darryl W. Mayes - A  
DN: cn=US, o=U.S. Government, ou=HHS, ou=PSC,  
c=People,  
0.9.2342.19200300.100.1.1=2000131660, cn=Darryl  
W. Mayes - A  
Date: 2017.05.04 11:46:19 -0400

Darryl W. Mayes  
(Name)

Deputy Director/CAS  
(Title)

May 5, 2017  
(Date)

HHS Representative: Michael Stack

Telephone: 212-264-2069

**STATE OF CONNECTICUT 2017  
CONSOLIDATED STATEWIDE COST ALLOCATION PLAN  
SUMMARY OF FIXED COSTS BY DEPARTMENT GROUPINGS**

2017 SUMMARY TOTALS BY SUPER AGENCIES	AUDITORS OF PUBLIC ACCOUNTS	OFFICE OF THE STATE TREASURER	OFFICE OF THE STATE COMPTROLLER	OFFICE OF POLICY AND MANAGEMENT	DEPARTMENT OF ADMINISTRATIVE SERVICES	DEPARTMENT OF INFORMATION TECHNOLOGY	DEPARTMENT OF PUBLIC WORKS	OFFICE OF THE ATTORNEY GENERAL
DEPARTMENT OF AGRICULTURE	\$ 83,139	\$ 4,146	\$ 57,271	\$ 49,001	\$ 2,545,837	\$ 8,458	\$ 263,777	\$ 683,399
BUSINESS REGULATIONS	(160,482)	9,191	217,640	59,327	290,007	29,985	(142,801)	(22,688)
DEPARTMENT OF CHILDREN & FAMILIES	913,098	79,040	1,104,743	639,046	3,957,232	508,192	3,164,817	6,245,871
CONSUMER PROTECTION	277,915	7,499	161,511	87,985	3,053,372	4,813	1,082,250	751,297
DEPARTMENT OF CORRECTIONS	194,032	141,735	1,937,008	840,198	5,809,521	391,231	1,956,750	2,154,384
ECONOMIC DEVELOPMENT	151,458	4,936	92,087	47,359	307,051	13,080	1,208,218	92,362
STATE BOARD OF EDUCATION	621,280	97,282	1,732,464	312,992	5,854,373	677,328	1,994,531	393,573
ENVIRONMENTAL PROTECTION	321,463	37,165	816,660	342,181	1,155,100	102,966	2,331,062	1,082,229
DEPARTMENT OF PUBLIC HEALTH	226,715	21,876	575,307	459,413	2,333,961	90,591	2,591,375	241,804
HIGHER EDUCATION	2,185,907	637,765	7,985,156	427,270	1,020,796	(16,947)	881,769	759,653
DEPARTMENT OF SOCIAL SERVICES	2,571,363	46,914	677,635	1,089,873	1,063,478	542,831	(700,823)	721,654
DSS DAS-COLLECTIONS	-	-	-	-	10,383,021	-	-	-
JUDICIAL DEPARTMENT	(305,583)	249,685	3,205,840	37,475	2,753,870	117,810	(1,048,648)	493,203
DEPARTMENT OF LABOR	379,400	35,480	1,057,461	348,202	2,680,502	137,416	487,301	359,494
DEPARTMENT OF MENTAL HEALTH	64,853	106,061	1,943,594	486,067	4,844,836	611,234	989,580	409,151
DEPARTMENT OF DEVELOPMENTAL SERVICES	60,409	101,624	1,789,530	676,001	6,205,792	227,946	920,983	239,647
DEPARTMENT OF MOTOR VEHICLES	273,645	21,156	349,224	209,973	594,497	309,830	-	328,417
DEPARTMENT OF PUBLIC SAFETY	506,083	59,449	1,023,914	452,418	3,343,124	3,866,928	544,891	957,056
DEPARTMENT OF REVENUE SERVICES	10,481	20,654	472,320	172,553	824,643	(6,672)	2,078,642	479,679
DEPARTMENT OF TRANSPORTATION	571,229	121,822	4,865,578	708,197	19,433,597	282,298	-	1,000,119
ALL OTHERS	373,214	110,570	1,527,019	1,512,518	(1,313,546)	641,778	2,692,784	1,054,727
TOTALS	\$ 9,319,619	\$ 1,914,050	\$ 31,591,962	\$ 8,958,049	\$ 77,141,064	\$ 8,541,096	\$ 21,296,458	\$ 18,425,031

2017 SUMMARY TOTALS BY SUPER AGENCIES	PAYMENTS TO TOWNS IN LIEU OF TAXES	TUITION REIMBURSEMENT	EQUIPMENT USE (CORE-CT DEPRECIATION)	CONSTRUCTION SERVICES	SUB-TOTAL	ADJUSTMENT FROM 2015 FIXED COSTS	TOTAL
DEPARTMENT OF AGRICULTURE	\$ 239,252	\$ 2,489	\$ (7,347)	\$ -	\$ 3,929,422	\$ -	\$ 3,929,422
BUSINESS REGULATIONS	70,181	24,972	(21,779)	-	353,553	-	353,553
DEPARTMENT OF CHILDREN & FAMILIES	1,406,890	239,934	(44,853)	-	18,214,010	-	18,214,010
CONSUMER PROTECTION	82,139	15,585	(22,403)	-	5,501,963	-	5,501,963
DEPARTMENT OF CORRECTIONS	14,819,910	132,657	(79,930)	-	28,297,496	-	28,297,496
ECONOMIC DEVELOPMENT	71,164	14,356	(13,881)	-	1,988,190	-	1,988,190
STATE BOARD OF EDUCATION	3,990,927	623,207	(141,743)	-	16,156,214	-	16,156,214
ENVIRONMENTAL PROTECTION	285,876	51,823	(82,071)	-	6,444,454	-	6,444,454
DEPARTMENT OF PUBLIC HEALTH	742,714	30,545	(77,517)	-	7,236,784	-	7,236,784
HIGHER EDUCATION	34,335,077	436,402	(230,124)	-	48,422,724	-	48,422,724
DEPARTMENT OF SOCIAL SERVICES	(14,719)	174,098	(59,740)	-	6,112,564	-	6,112,564
DSS DAS-COLLECTIONS	-	-	-	-	10,383,021	-	10,383,021
JUDICIAL DEPARTMENT	4,772,825	-	(208,090)	-	10,068,387	-	10,068,387
DEPARTMENT OF LABOR	155,141	52,430	(140,566)	-	5,552,261	-	5,552,261
DEPARTMENT OF MENTAL HEALTH	1,711,068	1,000,882	(114,717)	-	12,052,609	-	12,052,609
DEPARTMENT OF DEVELOPMENTAL SERVICES	693,125	306,779	(139,708)	-	11,082,128	-	11,082,128
DEPARTMENT OF MOTOR VEHICLES	134,646	22,550	(30,380)	-	2,213,558	-	2,213,558
DEPARTMENT OF PUBLIC SAFETY	2,603,216	308,419	(92,117)	-	13,573,381	-	13,573,381
DEPARTMENT OF REVENUE SERVICES	528,707	64,198	(52,991)	-	4,592,214	-	4,592,214
DEPARTMENT OF TRANSPORTATION	2,008,287	139,813	(850,867)	-	28,280,073	-	28,280,073
ALL OTHERS	4,219,542	48,350	(64,648)	-	10,802,308	-	10,802,308
TOTALS	\$ 72,855,968	\$ 3,689,489	\$ (2,475,472)	\$ -	\$ 251,257,314	\$ -	\$ 251,257,314