

**COST ALLOCATION AGREEMENT
STATE AND LOCAL GOVERNMENTS**

STATE/LOCALITY:

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

DATE: November 9, 2018

FILING REF.: The preceding
Agreement was dated 11/08/18

SECTION I: ALLOCATED COSTS

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 06/30/19 for further allocation to Federal grants, contracts and other agreements performed at those departments and agencies.

SECTION II: BILLED COSTS

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.

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	07/01/18	06/30/19	*	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 6/30/19</u>
SERS Regular Employees	64.30%
SERS Hazardous Duty Employees	88.47%
Alternate Retirement Plan (ARP)	14.75%
Teachers Retirement	41.84%
Unemployment Compensation	.23%

**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.

State of Connecticut

November 9, 2018

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
SERVICES

DEPARTMENT OF HEALTH & HUMAN

State/Locality

(AGENCY)

Kevin Lembo
(Signature)

Darryl W. Mayes
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Digitally signed by Darryl W. Mayes -S
DN: c=US, o=U.S. Government, ou=HHS, ou=PSC,
ou=People,
0.9.2342.19200300.100.1.1=2000131669, cn=Darryl
W. Mayes -S
Date: 2018.11.13 09:53:55 -05'00'

(Signature)

KEVIN LEMBO
(Name)

Darryl W. Mayes
(Name)

COMPTROLLER
(Title)

Deputy Director/CAS
(Title)

11.14.18
(Date)

November 9, 2018
(Date)

HHS Representative: Michael Stack
Telephone: 212-264-2069

STATE OF CONNECTICUT 2019
 CONSOLIDATED STATEWIDE COST ALLOCATION PLAN
 SUMMARY OF FIXED COSTS BY DEPARTMENT GROUPINGS

2019 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	\$ -	\$ 3,302	\$ 121,081	\$ 40,937	\$ 1,796,738	\$ 60,766	\$ 351,497	\$ 581,012
BUSINESS REGULATIONS	-	9,845	241,380	30,742	149,287	153,042	93,618	(960,993)
DEPARTMENT OF CHILDREN & FAMILIES	657,442	71,425	1,022,285	458,201	4,073,457	1,280,376	3,219,162	4,812,775
CONSUMER PROTECTION	(33,732)	6,005	177,135	257,361	2,019,266	180,363	2,144,372	999,780
DEPARTMENT OF CORRECTIONS	323,479	127,869	1,779,641	416,487	6,232,568	1,085,923	1,213,660	2,173,683
ECONOMIC DEVELOPMENT	11,460	4,564	85,603	101,021	76,097	71,718	1,086,871	73,211
STATE BOARD OF EDUCATION	215,007	85,158	1,354,309	368,488	3,878,411	1,015,197	2,005,533	349,017
ENVIRONMENTAL PROTECTION	26,758	33,170	749,137	266,364	1,222,792	567,240	2,393,440	795,619
DEPARTMENT OF PUBLIC HEALTH	439,116	24,396	623,576	371,009	(320,447)	362,851	1,731,402	40,196
HIGHER EDUCATION	1,874,451	681,450	7,852,756	(451,487)	6,740,643	664,245	1,031,690	913,655
DEPARTMENT OF SOCIAL SERVICES	1,178,334	38,011	633,414	963,128	809,949	1,385,699	3,021,011	707,208
DSS DAS-COLLECTIONS	-	-	-	-	8,716,860	-	-	-
JUDICIAL DEPARTMENT	18,733	193,514	2,590,933	51,240	1,828,027	532,503	1,797,932	401,102
DEPARTMENT OF LABOR	287,707	27,069	820,060	113,272	(572,934)	342,167	122,213	528,572
DEPARTMENT OF MENTAL HEALTH	119,470	108,624	1,827,438	286,097	4,032,918	1,262,291	1,057,167	522,925
DEPARTMENT OF DEVELOPMENTAL SERVICES	(27,970)	78,306	1,289,489	475,715	2,545,985	596,333	1,310,814	471,178
DEPARTMENT OF MOTOR VEHICLES	(12,789)	23,523	362,427	6,437	618,952	678,202	-	607,736
DEPARTMENT OF PUBLIC SAFETY	20,531	57,345	1,002,180	271,928	8,102,203	3,584,452	661,452	675,727
DEPARTMENT OF REVENUE SERVICES	68,578	17,674	447,281	91,096	497,589	68,383	2,442,066	457,989
DEPARTMENT OF TRANSPORTATION	516,665	129,216	7,476,467	637,140	4,264,021	1,742,311	-	725,075
TOTALS	\$ 6,477,619	\$ 1,812,779	\$ 31,712,117	\$ 5,775,016	\$ 59,879,163	\$ 17,216,774	\$ 29,706,914	\$ 15,689,237

2019 SUMMARY TOTALS BY SUPER AGENCIES	PAYMENTS TO TOWNS IN LIEU OF TAXES	TUITION REIMBURSEMENT	EQUIPMENT USE (CORE-CT DEPRECIATION)	CONSTRUCTION SERVICES	TOTAL
DEPARTMENT OF AGRICULTURE	\$ 148,038	\$ (439)	\$ -	\$ -	3,102,932
BUSINESS REGULATIONS	44,382	6,801	-	-	(231,896)
DEPARTMENT OF CHILDREN & FAMILIES	853,308	69,960	-	-	16,518,391
CONSUMER PROTECTION	40,322	9,509	-	-	5,800,381
DEPARTMENT OF CORRECTIONS	9,480,170	81,386	-	-	22,914,866
ECONOMIC DEVELOPMENT	14,280	(5,048)	-	-	1,519,777
STATE BOARD OF EDUCATION	1,838,095	(543,572)	-	-	10,565,643
ENVIRONMENTAL PROTECTION	136,114	(645)	-	-	6,189,989
DEPARTMENT OF PUBLIC HEALTH	307,487	16,320	-	-	3,595,906
HIGHER EDUCATION	20,958,660	(37,570)	-	-	40,228,493
DEPARTMENT OF SOCIAL SERVICES	398,971	64,056	-	-	9,199,781
DSS DAS-COLLECTIONS	-	-	-	-	8,716,860
JUDICIAL DEPARTMENT	2,785,154	-	-	-	10,199,138
DEPARTMENT OF LABOR	27,549	35,159	-	-	1,730,834
DEPARTMENT OF MENTAL HEALTH	1,102,770	(149,324)	-	-	10,170,376
DEPARTMENT OF DEVELOPMENTAL SERVICES	73,656	(117,434)	-	-	6,696,072
DEPARTMENT OF MOTOR VEHICLES	(6,460)	(2,464)	-	-	2,275,564
DEPARTMENT OF PUBLIC SAFETY	816,431	65,321	-	-	15,257,570
DEPARTMENT OF REVENUE SERVICES	531,857	200,641	-	-	4,823,154
DEPARTMENT OF TRANSPORTATION	2,614,210	(47,769)	-	-	18,057,336
ALL OTHERS	1,746,565	50,804	-	-	14,545,703
TOTALS	\$ 43,911,559	\$ (304,308)	\$ -	\$ -	211,876,870