# HOSPITALS RATE AGREEMENT

EIN: 1741100555A1 ORGANIZATION: Texas Children's Hospital 6621 Fannin Street Houston, TX 77230-0230

DATE:03/09/2022

FILING REF.: The preceding agreement was dated 04/05/2018

The rates approved in this agreement are for use on grants, contracts and other agreements with the Federal Government, subject to the conditions in Section III.

| SECTION I   | : INDIRECT C       | OST RATES  |                         |  |
|-------------|--------------------|------------|-------------------------|--|
| RATE TYPES: | FIXED              | FINAL      | PROV. (PROVISIONAL) PRE | D. (PREDETERMINED)   |
|             | <u>EFFECTIVE</u> P | ERIOD      |                         |  |
| TYPE        | FROM               | <u>T0</u>  | RATE (%) LOCATION       | APPLICABLE TO  |
| PRED.       | 10/01/2021         | 09/30/2025 | 44.30 On Site           | Organized<br>Research  |
| PRED.       | 10/01/2021         | 09/30/2025 | 34.50 On Site           | Organized Res -<br>Aff (1)   |
| PRED.       | 10/01/2021         | 09/30/2025 | 23.00 On Site           | Other Sponsored<br>Activities  |
| PRED.       | 10/01/2021         | 09/30/2025 | 5 15.00 On Site         | Other Spon. Act<br>- Aff (1)   |
| PROV.       | 10/01/2025         | 09/30/2028 |                         | Use same rates<br>and conditions<br>as those cited<br>for fiscal year<br>ending<br>September 30, |

\*BASE

2025.

Modified total direct costs, consisting of all direct salaries and wages, applicable fringe benefits, materials and supplies, services, travel and up to the first \$25,000 of each subaward (regardless of the period of performance of the subawards under the award). Modified total direct costs shall exclude equipment, capital expenditures, charges for patient care, rental costs, tuition remission, scholarships and fellowships, participant support costs and the portion of each subaward in excess of \$25,000. Other items may only be excluded when necessary to avoid a serious inequity in the distribution of indirect costs, and with the approval of the cognizant agency for indirect costs.

## SECTION II: SPECIAL REMARKS

## TREATMENT OF FRINGE BENEFITS:

The fringe benefits are specifically identified to each employee and are charged individually as direct costs. The directly claimed fringe benefits are listed below.

## TREATMENT OF PAID ABSENCES

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

(1) These rates on page 1 are applicable to awards performed and administered by Baylor College of Medicine employees. The research effort is performed onsite at Texas Children's Hospital.

FRINGE BENEFITS:

FICA Retirement Disability Insurance Life Insurance Unemployment Insurance Health Insurance Dental Insurance

The next proposal based on actual costs for the fiscal year ending 09/30/2024 is due in our office by 03/31/2025.

Upon receipt of any Federal awards that may significantly impact the existing rates, you must contact CAS immediately, as rate adjustments may be required. In addition, predetermined rates cannot be used for Federal contracts. Therefore, if you receive a Federal contract, you must also notify CAS immediately.

The extension of the indirect cost rates were granted in accordance with 2 CFR 200.414(g).

Equipment means tangible personal property (including information technology systems) having a useful life of more than one year and a per-unit acquisition cost which equals or exceeds \$5,000.

AGREEMENT DATE: 3/9/2022

### SECTION III: GENERAL

### A. LIMITATIONS:

The rates in 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. Acceptance of the rates is subject to the following conditions: (1) Only costs incurred by the organization were included in its indirect cost pool as finally accepted: such costs are legal obligations of the organization 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 organization 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 rate(s) would be subject to renegotiation at the discretion of the Federal Government.

#### B. ACCOUNTING CHANGES:

This Agreement is based on the accounting system purported by the organization 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 indirect to direct. Failure to obtain approval may result in cost disallowances.

#### C. FIXED RATES:

If a fixed rate is in this Agreement, it is based on an estimate of the costs for the period covered by the rate. When the actual costs for this period are determined, an adjustment will be made to a rate of a future year(s) to compensate for the difference between the costs used to establish the fixed rate and actual costs.

### D. USE BY OTHER FEDERAL AGENCIES:

The rates in this Agreement were approved in accordance with the cost principles promulgated by the Department of Health and Human Services, and should be applied to the grants, contracts and other agreements covered by these regulations subject to any limitations in A above. The hospital may provide copies of the Agreement to other Federal Agencies to give them early notification of the Agreement.

#### E. OTHER:

If any Federal contract, grant or other agreement is reimbursing indirect costs by a means other than the approved rate(s) in this Agreement, the organization should (1) credit such costs to the affected programs, and (2) apply the approved rate(s) to the appropriate base to identify the proper amount of indirect costs allocable to these programs.

### BY THE INSTITUTION:

Texas Children's Hospital

(INSTITUTION) (STGNATURE)

NELDON

(NAME)

(TITLE)

(DATE)

ON BEHALF OF THE FEDERAL GOVERNMENT:

DEPARTMENT OF HEALTH AND HUMAN SERVICES



(SIGNATURE)

Darryl W. Mayes

(NAME)

Deputy Director, Cost Allocation Services

(TITLE)

3/9/2022

(DATE) 6562

HHS REPRESENTATIVE: Michael Stanco

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