Agreement Date: June 27, 2019

NEGOTIATION AGREEMENT

INSTITUTION: NEW MEXICO STATE UNIVERSITY
LAS CRUCES, NM 88003-8001

The Facilities and Administrative (F&A) Cost and Fringe Benefits rates contained herein are for use on grants, contracts and/or other agreements issued or awarded to the New Mexico State University by all Federal Agencies of the United States of America, in accordance with the provisions and cost principles mandated by 2 CFR Part 200. These rates shall be used for forward pricing and billing purposes for the New Mexico State University Fiscal Year 2020. This rate agreement supersedes all previous rate agreements/determinations for Fiscal Year 2020.

Section I: RATES – TYPE: PROVISIONAL (PROV)

F&A Rates:

<table>
<thead>
<tr>
<th>TYPE</th>
<th>FROM</th>
<th>TO</th>
<th>RATE</th>
<th>BASE</th>
<th>APPLICABLE TO</th>
<th>LOCATION</th>
</tr>
</thead>
<tbody>
<tr>
<td>Prov.</td>
<td>7/01/19</td>
<td>6/30/20</td>
<td></td>
<td>(a)</td>
<td>PSL Organized Research (1)</td>
<td>On Campus</td>
</tr>
<tr>
<td>Prov.</td>
<td>7/01/19</td>
<td>6/30/20</td>
<td></td>
<td>(a)</td>
<td>PSL Organized Research (1)</td>
<td>Off Campus</td>
</tr>
<tr>
<td>Prov.</td>
<td>7/01/19</td>
<td>6/30/20</td>
<td></td>
<td>(a)</td>
<td>PSL Organized Research (2)</td>
<td>On Campus</td>
</tr>
<tr>
<td>Prov.</td>
<td>7/01/19</td>
<td>6/30/20</td>
<td></td>
<td>(a)</td>
<td>PSL Organized Research (2)</td>
<td>Off Campus</td>
</tr>
</tbody>
</table>

Fringe Benefits Rates:

<table>
<thead>
<tr>
<th>TYPE</th>
<th>FROM</th>
<th>TO</th>
<th>RATE</th>
<th>BASE</th>
<th>APPLICABLE TO</th>
<th>LOCATION</th>
</tr>
</thead>
<tbody>
<tr>
<td>Prov.</td>
<td>7/01/19</td>
<td>6/30/20</td>
<td>37.50%</td>
<td>(b)</td>
<td>Regular Employees</td>
<td>Main Campus</td>
</tr>
<tr>
<td>Prov.</td>
<td>7/01/19</td>
<td>6/30/20</td>
<td></td>
<td>(b)</td>
<td>Regular Employees</td>
<td>PSL(^1)</td>
</tr>
<tr>
<td>Prov.</td>
<td>7/01/19</td>
<td>6/30/20</td>
<td>20.88%</td>
<td>(b)</td>
<td>Non-Regular Employees</td>
<td>All</td>
</tr>
<tr>
<td>Prov.</td>
<td>7/01/19</td>
<td>6/30/20</td>
<td>.99%</td>
<td>(b)</td>
<td>Student Employees</td>
<td>All</td>
</tr>
<tr>
<td>Prov.</td>
<td>7/01/19</td>
<td>6/30/20</td>
<td>.98%</td>
<td>(b)</td>
<td>Graduate Assistant</td>
<td>All</td>
</tr>
<tr>
<td>Prov.</td>
<td>7/01/19</td>
<td>6/30/20</td>
<td></td>
<td>(c)</td>
<td>PSL Leave</td>
<td>PSL</td>
</tr>
</tbody>
</table>

\(^1\)Physical Sciences Laboratory
DISTRIBUTION BASES

(a) Modified Total Direct Costs (MTDC), as defined in 2 CFR Part 200, consisting of all
direct salaries and wages, applicable fringe benefits, materials and supplies, services,
travel, and subawards up to the first $25,000 of each subaward (regardless of the period
covered by the subawards under the award). MTDC excludes 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.

(b) Direct staff salaries and wages (including overtime expense, straight or premium) and
employee leave benefits.

(c) Direct staff salaries and wages (excluding overtime expense, straight or premium).

APPLICABLE TO

(1) Applies to DOD contracts awarded before November 30, 1993, all Non-DOD
Instruments, and all DOD grants and other agreements (See Section II, paragraph E).
(Capped)

(2) Applies to only DOD contracts awarded on or after November 30, 1993 in accordance
with and under the authority of DFARS 231.303(1) (See Section II, paragraph E).
(Uncapped)

SECTION II - GENERAL TERMS AND CONDITIONS

A. LIMITATIONS: Use of the rates set forth under Section I is subject to availability of funds
and to any other statutory or administrative limitations. The rates are applicable to a given
grant, contract or other agreement only to the extent that funds are available and consistent with
any and all limitations of cost clauses or provisions, if any, contained therein. Acceptance of
any or all of the rates agreed to herein is predicated upon the following conditions: (1) that no
costs other than those incurred by the institution were included in this indirect cost pool as
finally accepted and that such costs are legal obligations of the institution and allowable under
governing cost principles; (2) that the same costs that have been treated as indirect costs are not
claimed as direct costs; (3) that similar types of costs have been accorded consistent accounting
treatment; and (4) that the information provided by the institution which was used as a basis for
acceptance of the rates agreed to herein, and expressly relied upon by the Government in
negotiating and accepting the said rates is not subsequently found to be materially incomplete or
inaccurate.

B. ACCOUNTING CHANGES: The rates contained in Section I of this agreement are based
on the accounting system in effect at the time the agreement was negotiated. Changes to the
method(s) of accounting for costs, which affect the amount of reimbursement resulting from the
use of these rates require the prior written approval of the authorized representative of the
cognizant agency for indirect costs. 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 such approval may
result in subsequent cost disallowances.
C. **PROVISIONAL RATES:** The provisional rates contained in this agreement are subject to unilateral amendment by the Government or bilateral amendment by the contracting parties at any time.

D. **USE BY OTHER FEDERAL AGENCIES:** The rates set forth in Section I are negotiated in accordance with and under the authority set forth in 2 CFR Part 200. Accordingly, such rates shall be applied to the extent provided in such regulations to grants, contracts, and other agreements to which 2 CFR Part 200 applies, subject to any limitations in part A of this section. Copies of this document may be provided by either party to other federal agencies to provide such agencies with documentary notice of this agreement and its terms and conditions.

E. **APPLICATION OF INDIRECT COST RATES TO DEPARTMENT OF DEFENSE (DOD) CONTRACTS:** In accordance with DFARS 231.303, no limitation may be placed on the reimbursement of otherwise allowable indirect cost incurred by an institution of higher education under a DoD contract awarded on or after November 30, 1993, unless the same limitation is applied uniformly to all other organizations performing similar work. It has been determined by DoD that such limitation is not being uniformly applied. Accordingly, the rates cited (2) of Section I, as explained under the title, “APPLICABLE TO” do not reflect the application of the limitation on administrative indirect costs imposed by 2 CFR Part 200, whereas (1) does so.

F. **SPECIAL REMARKS:** The Government's agreement with the rates set forth in Section I is not an acceptance of the New Mexico State University's accounting practices or methodologies. Any reliance by the Government on cost data or methodologies submitted by the New Mexico State University's is on a non-precedence-setting basis and does not imply Government acceptance.

**Accepted:**

FOR NEW MEXICO STATE UNIVERSITY:  
Andrew J. Burke  
Senior V.P. for Administration & Finance  
Date: 6-28-19

FOR THE U.S. GOVERNMENT:

Woods.Linda,MO  
RGAN.1514688946  
Date: 6/28/19

Linda Morgan Wood  
Contracting Officer  
Date: 6/28/19

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