

May 18, 2011

To: Chancellor Martin Chancellor Richardson Executive Director Heymsfield Deans, Directors, and Department Heads

Re: Fringe Benefit Rates Applied to Sponsored Projects during FY 2011-12

Fringe benefits rates have been established for next fiscal year pursuant to the requirements of the Office of Management and Budget Circular A-21, "Cost Principles for Educational Institutions." The rates effective for July 1, 2011 through June 30, 2012 are as follows:

Louisiana State University, including the Pennington Biomedical Research Center	
Regular employees	34.00%
Contingent labor/transients (object 1220/1250)	7.65%
Non-student employees with "F" or "J" visa* (object 1100)	0.00%
LSU Agricultural Center Regular employees Federal employees Contingent labor/transients (object 1220/1250) Non-student employees with "F" or "J" visa (object 1100)	38.00% 30.00% 7.65% 0.00%

The rates indicated above apply to both <u>new and existing</u> sponsored program accounts – including gifts and expired fixed price agreements. Effective immediately, these rates also apply to new proposals and requests for new, supplemental funding to existing awards. Please note that policies of the LSU Agricultural Center and Pennington Biomedical Research Center do not currently provide for annual increases in the fringe benefit rate for existing sponsored program accounts.

If clarification or additional information is needed, please contact Donna K. Torres, LSU (578-1623); Mark Legendre, Ag Center (578-4164); or Mark Alise, PBRC (763-2571).

Eric N. Monday Vice Chancellor for Finance and Administrative Services and CFO

Thomas R. Klei Interim Vice Chancellor for Research and Economic Development

*excluding PBRC (rate is 34.00%)

xc: Executive Vice Chancellor and Provost John Maxwell Hamilton, Dr. Mark Alise, Mr. Mark Legendre, Ms. Donna Torres, Ms. Darya Courville, Ms. Patricia Territo, ASP Members