

May 1, 2016

152901
Dr. Berhl Robertson, Superintendent
Lubbock ISD
1628 19th St.
Lubbock, Texas, 79401-4895

Subject: School Year 2016-2017 (Fiscal Year 2017) Local Education Agency
Approved Indirect Cost Rates

To the Administrator Addressed:

The Division of Federal Fiscal Compliance and Reporting at the Texas Education Agency (TEA) reviews, approves, and negotiates indirect cost rates for local educational agencies (LEAs). The approved indirect cost rate allows the LEA to recover indirect costs incurred in the administration of federal grants.

TEA, as the cognizant agency for your LEA, has approved your school year 2016-2017 indirect cost rates. The LEA's indirect cost rates for school year 2016-2017 are effective July 1, 2016, through June 30, 2017.

Rate Type	Rate
Restricted Indirect Cost Rate	1.850%
Unrestricted Indirect Cost Rate	15.323%

LEAs may claim their restricted indirect cost rate for federal grant programs with a "supplement, not supplant" requirement while the unrestricted indirect cost rate may be used with federal grant programs that are not subject to "supplement, not supplant" requirements. For additional information and guidance on calculating the maximum indirect cost rate amount to claim for a particular grant, refer to the Indirect Cost Handbook, available on the [Grant Management Resources](#) page of the TEA website in the Handbooks section.

Please forward a copy of this indirect cost rate notification to your business office/manager, federal fund coordinators, and administrators.

If you have any questions related to the indirect cost rates, please contact the Division of Federal Fiscal Compliance and Reporting at (512) 463-9127.

Sincerely,



Ed Santiago, Senior Director
Division of Federal Fiscal Compliance and Reporting