



Department of Transportation & Public Facilities
Administrative Services Division
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MEMORANDUM

TO: Distribution

DATE: May 11, 2018

FROM: Sunny Haight
Acting Director

SUBJECT: FY 2019 Indirect
Cost Rate Agreement
Rates

The Indirect Cost Rate Agreement (ICRA) for FY 2019 has been submitted for approval to the Federal Highway Administration.

When approved, the rates listed below will be used to assess ICRA charges against capital project expenditures that are processed on or after July 1, 2018.

Federal & State Highway Projects	3.70%
Federal & State Airport Projects	3.65%
Public Facilities CIP Projects	.61%
Harbor CIP Projects	1.00%
All other CIP Projects	1.96%

These rates could be subject to adjustment if there are any major changes in the FY 2019 budget for salaries and benefits, or other unforeseen costs.

Unique ICRA rates on general fund pass-through projects must be requested on an individual basis. Justification must demonstrate that there is no department oversight or ultimate financial responsibility, and DOT&PF's only involvement is to provide funding. Requests for unique rates must be submitted for each project impacted via memo through me to the Commissioner.

The rates currently in place will continue to be assessed against capital project expenditures processed through June 30, 2018. Current rates are:

Federal & State Highway Projects	4.44%
Federal & State Airport Projects	4.23%
Public Facilities CIP Projects	.30%
Harbor CIP Projects	1.00%
All other CIP Projects	1.42%

These rates are assessed on total project costs. At the end of each week, total project expenditures for that week are determined and multiplied by the appropriate rate. The resulting amount is charged to each project on the Friday following the direct expenditures.

Please contact Roger Baines, 465-8829 or roger.baines@alaska.gov if you have any questions.

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