



May 6, 2009

Linda B. Shipp
Contracting Officer
Indirect Cost Branch (Code ONR242, Room 368)
Office of Naval Research
875 North Randolph Street
Arlington, VA 22203-1995

**Subject: Proposal for Fringe Benefits Rates Covering GTRI Units
for FY2010 (July 1, 2009 through June 30, 2010)**

Dear Ms. Shipp:

The following report for the above subject is enclosed:

1. Projected Institute and Sponsor Funded Fringe Benefits Rates for the Year
Ending June 30, 2010

This report has been prepared in accordance with the guidelines of FAR Part 31, Contract Cost Principles and Procedures, Subpart 31.2 - Contracts with Commercial Organizations and covers projections for the contractor's fiscal year 2010. The proposed rates are not based upon any Memorandum of Understanding or advance agreement.

- A. The GTRI Indirect Cost and Cost of Money Rates proposal for fiscal year ending June 30, 2010 was submitted previously under cover letter dated April 17, 2009.
- B. The GTRI Institute and Sponsor Funded Fringe Benefits Rates calculations are contained in the enclosed rate study. Georgia Tech proposes to continue direct charging, through a flat rate, employee fringe benefits (retirement, FICA, life and health insurance, and other miscellaneous benefits). The projected fringe benefits rate calculations contained in the enclosed projected fringe benefits rate study are proposed as follows:

Full Benefits	25.5%
Partial Benefits - (FICA only — limited participation; includes “temporary” student assistants). No fringe benefits are charged for “regular” student employees who are not recognized as temporary employees.	1.5%

A Certificate of Indirect Costs (FAR) covering the proposal, signed by our Executive Vice President for Administration and Finance, Mr. Steven G. Swant, is also enclosed.

If you have any questions about the enclosed projected cost report or if any additional information is needed, please feel free to let us know.

Sincerely,



for Jilda Diehl Garton
Associate Vice Provost for Research
and General Manager, GTRC/GTARC

Enclosures: As stated

xc: w/enclosures:
S. E. Cross
T. A. McDermott
J. E. Hercik
R. V. Caravati
M. L. McGaha
J. G. Fortner
J. S. Childers
G. D. Hutchison
M. D. Karp, ONR/Atlanta
K. L. Gilbert, DCAA/Atlanta

w/o enclosures:
G. B. Schuster
S. G. Swant
M. G. Allen
J. M. Lett
J. A. Blankenship
R. D. Simpkins
C. E. D’Urbano
B. G. Henry