

COST ALLOCATION AGREEMENT  
STATE AND LOCAL GOVERNMENTS

STATE OF ARIZONA  
100 N. 15<sup>th</sup> Avenue, Rm. 302  
PHOENIX, AZ 85007

DATE: September 8, 2009  
FILING REF.: The preced-  
ing agreement was dated:

05/14/08

G10266

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SECTION I: ALLOCATED COSTS

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The central service costs listed in Exhibit A, attached, are approved on a fixed basis and may be included as part of the costs of the State/local departments and agencies indicated during your fiscal year ended June 30, 2009 for further allocation to Federal grants, contracts and other agreements performed at those departments and agencies.

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SECTION II: BILLED COSTS

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In addition to Section I, which provides for services furnished but not billed, the services listed below are furnished and billed to State/local departments and agencies.

- Automation Service
- Telecommunication Service
- Personnel Division
- Motor Pool
- Special Services (Reproduction, Mail and Messenger, Central Supplies)
- Risk Management
- Auditor General
- Attorney General
- Government Information Technology Agency (GITA)
- Retirement Fund
- Health Insurance Trust Fund
- Unemployment Compensation

Direct charges from the above centers will be billed in accordance with rates established by the State and included in the records of the operating department/agency responsible for providing services.

PHOENIX SEP 14 2009

STATE/LOCALITY: State of Arizona

AGREEMENT DATE: September 8, 2009

SECTION III: CONDITIONS

The amounts approved in Section I and the billings for the services listed in Section II are subject to the following conditions:

A. LIMITATIONS: (1) Charges resulting from this Agreement are subject to any statutory or administrative limitations and apply to a given grant, contract or other agreement only to the extent that funds are available. (2) Such charges represent costs incurred by the State/locality which are legal obligations of the State/locality and are allowable under OMB Circular A-87. (3) The same costs that are treated as indirect costs are not claimed as direct costs. (4) Similar types of costs are accorded consistent accounting treatment. (5) The information provided by the State/locality which was used to establish this Agreement is not later found to be materially incomplete or inaccurate.

B. ACCOUNTING CHANGES: This Agreement is based on the accounting system purported by the State/locality to be in effect during the Agreement period. Changes to the method of accounting for costs which affect the amount of reimbursement resulting from use of this Agreement require prior approval of the authorized representative of the Cognizant Agency. Such changes include, but are not limited to, changes in the charging of a particular type of cost from allocated cost to a billed cost. Failure to obtain approval may result in cost disallowances.

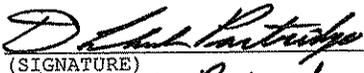
C. FIXED AMOUNTS: If fixed amounts are approved in Section I of this Agreement, they are based on an estimate of the costs for the period covered by the Agreement. When the actual costs for this period are determined, adjustments will be made to the amounts of a future year to compensate for the difference between the costs used to establish the fixed amounts and actual costs.

D. BILLED COSTS: Charges for the services listed in Section II will be billed in accordance with rates established by the State/locality. These rates will be based on the estimated costs of providing the services. Adjustments for variances between billed costs and the actual allowable costs of providing the services, as defined by OMB Circular A-87, will be made in accordance with procedures agreed to between the State/locality and the Cognizant Agency.

E. USE BY OTHER FEDERAL AGENCIES: This Agreement was executed in accordance with the authority in OMB Circular A-87, and should be applied to grants, contracts and other agreements covered by that Circular, subject to any limitations in Paragraph A above. The State/locality may provide copies of the Agreement to other Federal Agencies to give them early notification of the Agreement.

BY THE STATE/LOCALITY

State of Arizona  
(STATE/LOCALITY)

  
(SIGNATURE)

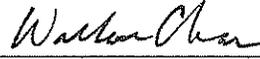
D. Clark Partridge  
(NAME)

State Comptroller  
(TITLE)

9-25-09  
(DATE)

BY THE COGNIZANT AGENCY

ON BEHALF OF THE FEDERAL GOVERNMENT  
DEPARTMENT OF HEALTH AND HUMAN SERVICES  
(AGENCY)

  
(SIGNATURE)

Wallace Chan  
(NAME)

Director, Division of Cost Allocation  
(TITLE)

September 8, 2009  
(DATE)

HHS Representative Karen Wong  
Telephone (415) 437-7820

STATE OF ARIZONA STATEWIDE COST ALLOCATION PLAN  
SUMMARY OF ALLOCATED CENTRAL SERVICE COSTS FOR THE FISCAL YEAR ENDING JUNE 30, 2009

Exhibit A

GENERAL GOVERNMENT

Attorney General  
Department of Commerce  
Department of Housing  
Office of the Governor  
Library, Archives & Public Records  
Homeland Security  
Secretary of the State  
Supreme Court

HEALTH AND WELFARE

Health Care Cost Containment System  
Department of Economic Security  
Department of Environmental Quality  
Department of Health Services  
Comm for the Deaf & the Hard of Hearing  
Veterans' Services

INSPECTION AND REGULATION

Department of Agriculture  
Dept of Building & Fire Safety  
Corporation Commission  
Industrial Commission  
State Mine Inspector  
Radiation Regulatory Agency  
Board of Nursing  
Structural Pest Control Commission  
State Board of Pharmacy

EDUCATION

AZ Commission on the Arts  
Bd of Dir for Community Colleges  
School for the Deaf and the Blind  
Department of Education  
Board of Regents  
Arizona State University  
Northern Arizona University  
University of Arizona  
Commission for Postsecondary Education

PROTECTION AND SAFETY

Department of Corrections  
AZ Criminal Justice Commission  
Dept of Emergency Svcs & Military Affairs  
Department of Public Safety  
Juvenile Corrections  
Auto Theft Authority

TRANSPORTATION

Department of Transportation

NATURAL RESOURCES

Game and Fish Department  
Arizona Geological Survey  
State Land Department  
State Parks Board  
Department of Water Resources

OTHERS

CENTRAL SERVICE

TOTAL

TOTAL ALLOCATED COSTS	DEPARTMENT OF ADMINISTRATION				DEPT OF LAW	TREASURER	LEGISLATURE	GOVERNOR'S OFFICE		ADOA
	GENERAL ACCOUNTING OFFICE	STATE PROCUREMENT SERVICE	RISK MANAGEMENT DIVISION	MAIL ROOM	ATTORNEY GENERAL	STATE TREASURER	PUBLIC RECORDS	OSPB	EQUAL OPPORTUNITY	OCCUPANCY
3,020,801	69,055	2,849	769	0	-	957	72,485	20,725	4,240	2,849,720
396,017	11,204	44,253	278	582	12,803	188	2,146	6,995	499	317,069
276,534	29,851	52	104	25	65,035	369	2,973	30,145	88	147,893
560,276	17,868	(9,905)	652	4,421	(8,200)	268	3,734	466	1,217	549,754
1,198,675	12,631	(3,767)	323	6,761	1,415	234	334	-	783	1,179,961
64,075	2,134	-	-	94	-	53	-	61,794	-	-
474,450	9,366	772	532	1,975	55,080	527	6,143	-	675	399,380
5,368,056	109,887	3,116	4,581	-	41,697	3,624	39,267	9,507	2,722	5,153,654
504,979	157,077	5,952	3,493	-	(450)	2,056	186,186	135,671	12,785	2,208
5,016,431	955,419	117,091	31,372	(58)	11,563	29,624	53,115	12,880	31,104	3,774,322
3,413,071	(32,662)	(11,582)	1,769	-	811,484	1,180	9,037	(1,094)	2,901	2,632,037
4,191,250	314,919	187,359	8,649	5,517	142,881	3,417	42,695	(24,529)	13,298	3,497,043
131,506	3,314	43,667	46	3,264	1,461	44	-	431	122	79,157
4,060	7,279	(9,059)	988	0	6,438	485	460	(5,197)	0	2,666
1,031,758	33,917	66,025	691	11,670	17,080	718	280	34,573	1,701	865,103
250,319	5,142	33	129	-	(334)	191	4,556	22,096	403	218,104
1,236,299	10,041	8,752	990	(258)	(10,144)	591	47,589	37,630	2,560	1,138,548
41,114	522	34,431	613	739	4,525	490	4,367	(6,797)	2,225	-
98,597	1,659	10,445	752	402	3,716	26	-	20,388	132	61,078
14,710	5,190	6,434	71	-	42	136	400	2,157	280	-
55,389	4,173	5,456	102	-	34,040	372	3,363	7,566	317	-
127,551	2,934	30,198	83	(986)	5,649	126	858	1,997	283	86,409
42,858	834	272	50	12,704	25,480	310	-	2,971	237	-
78,343	3,075	10,637	43	(2)	(813)	49	-	14,196	89	51,069
39,038	-	-	-	-	-	-	2,200	36,839	-	-
184,742	30,959	105,017	2,753	23	5,071	1,143	38	35,325	4,413	-
1,380,047	130,544	63,929	1,959	-	7,952	2,265	13,064	81,376	1,949	1,077,009
43,245	913	18	97	-	11,677	35	304	29,985	216	-
63,354	(20,364)	4,555	27,912	-	36,346	(3,613)	3,868	14,651	-	-
55,711	(4,098)	1,562	13,231	-	-	(745)	2,733	43,026	-	-
17,485	(23,288)	(1,764)	44,672	-	(8,320)	(4,118)	-	10,303	-	-
89,440	757	128	26	-	16,763	67	288	71,300	112	-
2,352,273	371,988	45,164	41,390	14,846	(24,951)	9,752	124,859	86,142	71,582	1,611,500
186,401	4,815	6,356	54	333	(12,011)	211	-	744	54	185,844
44,054	49,588	(19,662)	1,308	(5)	8,656	953	-	2,647	569	-
175,625	79,861	(14,943)	31,180	(1)	10,978	3,418	15,077	32,802	17,252	-
687,487	88,241	(14,671)	4,639	4,452	(13,945)	1,441	11,003	16,244	8,762	581,321
70,064	3,159	96	21	-	633	56	-	9,507	84	56,508
284,654	(46,938)	51,100	94,481	3,123	3,799	19,142	80,541	32,426	36,714	10,267
118,560	31,151	(4,837)	4,010	-	80,628	5,174	4,540	(4,230)	2,125	-
69,312	2,981	8	35	-	4,198	24	-	(3,006)	95	64,976
922,622	37,704	(12,214)	3,072	(4)	80,540	514	2,151	(6,199)	1,800	815,257
352,016	28,674	1,498	2,126	-	67,406	689	2,451	28,608	1,930	218,635
504,544	17,195	(476)	961	(1)	4,210	379	20,850	8,758	1,790	450,879
7,813,016	773,883	436,422	24,186	127,060	343,560	52,943	329,840	400,051	25,819	5,299,253
5,816,237	1,188,077	774,775	12,205	13,047	(60,070)	3,218	58,304	110,617	7,568	3,508,495
48,667,046	4,480,631	1,985,543	367,395	209,724	1,783,567	138,982	1,152,101	1,422,488	264,159	36,882,455