

COST ALLOCATION AGREEMENT
STATE AND LOCAL GOVERNMENTS

STATE OF ARIZONA
100 N. 15th Avenue, Rm. 302
PHOENIX, AZ 85007

DATE: August 23, 2012
FILING REF.: The preced-
ing agreement was dated:

07/08/11

G10266

SECTION I: ALLOCATED COSTS

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, 2012 for further allocation to Federal grants, contracts and other agreements performed at those departments and agencies.

SECTION II: BILLED COSTS

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 (including ARRA admin. costs effective 2/17/09)
- Attorney General
- Government Information Technology Agency(GITA)
- Retirement Fund
- Health Insurance Trust Fund
- Unemployment Compensation
- Governor's Office of Economic Recovery (ARRA admin. costs effective 2/17/09)

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.

STATE/LOCALITY: State of Arizona

AGREEMENT DATE: August 23, 2012

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.

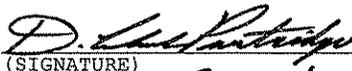
C. FIXED AMOUNTS: If fixed amounts are approved in Section I of this Agreement, they are based on an estimate of the costs for the period covered by the Agreement. When the actual costs for this period are determined, adjustments will be made to the amounts of a future year to compensate for the difference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

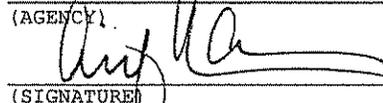
D. Clark Partridge
(NAME)

State Comptroller
(TITLE)

9-20-12
(DATE)

BY THE COGNIZANT AGENCY

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


(SIGNATURE)

Arif Karim
(NAME)

Director, Division of Cost Allocation
(TITLE)

August 23, 2012
(DATE)

HHS Representative Janet Turner
Telephone (415) 437-7820

STATE OF ARIZONA STATEWIDE COST ALLOCATION PLAN
SUMMARY OF ALLOCATED CENTRAL SERVICE COSTS FOR THE FISCAL YEAR ENDING JUNE 30, 2012

TOTAL ALLOCATED COSTS	DEPARTMENT OF ADMINISTRATION				DEPT OF LAW		TREASURER		LEGISLATURE		GOVERNOR'S OFFICE		AODA OCCUPANCY
	GENERAL ACCOUNTING OFFICE	STATE PROCUREMENT SERVICE	MANAGEMENT DIVISION	MAIL ROOM	ATTORNEY GENERAL	STATE TREASURER	PUBLIC RECORDS	OSP	EQUAL OPPORTUNITY				
GENERAL GOVERNMENT													
Attorney General	28,039	52,732	555	5,140	(73,300)	1,288	72,010	(23,353)	2,201	1,220,885			
Department of Commerce	12,186	23,166	103	6,039	(12,443)	182	3,965	3,757	204	(47,008)			
Department of Housing	23,289	(1,217)	50	396	961	708	2,542	3,330	41	258,559			
Office of the Governor	4,028	30,316	176	2,041	67,003	387	1,411	(656)	99	148,225			
Library, Archives & Public Records	6,504	14,095	130	5,460	2,878	122	2,171	2,674	394	164,133			
Homeland Security	5,756	1,096	5	1,302	(11,216)	192	-	(1,336)	184	10,213			
Secretary of the State	5,278	62,280	59	1,232	(165,628)	533	6,655	4,011	154	49,311			
Government Information Technology Agency	2,720	162	44	185	-	148	159	24,419	249	176,716			
Capital Postconviction Public Defender	1,125	49	-	72	-	56	-	12,875	76	-			
Supreme Court	39,454	(1,160)	902	506	29,071	3,086	14,756	1,035	642	1,457,404			
HEALTH AND WELFARE													
Health Care Cost Containment System	81,789	42,352	1,724	-	32	2,376	(13,702)	25,724	5,454	1,055			
Department of Economic Security	209,686	(57,787)	14,647	9,713	(6,078)	43,935	55,360	(37,077)	18,794	1,689,006			
Department of Environmental Quality	120,531	7,872	842	469	(49,269)	1,830	7,140	15,086	2,043	2,433,094			
Department of Health Services	3,007,122	(32,236)	4,234	(3,756)	(46,194)	3,052	21,368	28	5,523	2,901,544			
Comm for the Deaf & the Hard of Hearing	3,654	(9,255)	19	2,732	-	38	-	(1,314)	58	12,086			
Water Infrastructure Finance Authority	10,576	118	23	312	-	249	-	2,664	183	-			
Veterans' Services	(50,372)	(12,764)	450	-	(58,350)	1,289	(83)	3,457	1,472	-			
INSPECTION AND REGULATION													
Department of Agriculture	14,535	3,419	325	16,872	(6,376)	1,143	1,442	2,488	826	310,035			
Dept of Building & Fire Safety	4,172	641	56	170	19,756	271	(225)	2,447	172	236,789			
Corporation Commission	285,250	(1,804)	363	920	(77,341)	1,134	50,888	12,184	1,245	287,403			
Industrial Commission	74,727	53,115	314	156	-	1,181	(2,737)	11,907	1,106	-			
State Mine Inspector	34,791	20,396	24	503	(5,041)	193	152	7,253	86	7,991			
Radiation Regulatory Agency	3,811	(229)	31	-	(5,041)	322	(1,022)	2,964	167	-			
Board of Nursing	20,846	(227)	42	36	(13,891)	281	5,910	17,778	173	21,010			
Structural Pest Control Commission	9,633	(2,046)	30	1,778	-	279	38	17,759	458	75,941			
Department of Liquor Licenses and Control	129,156	286	98	28,135	653	108	-	3,481	78	8,871			
State Board of Pharmacy	22,085	(96)	15	6,016	(159)	-	-	-	-	-			
EDUCATION													
AZ Commission on the Arts	8,849	(985)	18	-	107	98	-	1,261	39	7,151			
Bid of Dir for Community Colleges	6,722	-	-	(4)	(24)	3,839	-	5,449	-	-			
School for the Deaf and the Blind	7,098	(16,875)	1,018	(4)	(525,151)	3,759	(196)	97,817	933	185,247			
Department of Education	(163,630)	(8,060)	332	13	(6,322)	87	-	(1,655)	110	-			
Board of Regents	(7,575)	(156)	69	-	-	-	(5)	4,198	-	-			
Arizona State University	(18,946)	(42,265)	17,440	163	-	2	3,013	4,016	-	-			
Northern Arizona University	498	(12,712)	5,810	-	-	-	(11)	(1,180)	-	-			
University of Arizona	(11,481)	(33,663)	23,023	325	-	113	4,682	33,296	195	117,327			
Board for School Capital Facilities	159,357	126	41	325	-	113	977	8,860	736	-			
Arizona Historical Society	19,970	477	731	158	-	295	-	3,683	43	-			
Commission for Postsecondary Education	10,669	(53)	8	2,082	(779)	188	(61)	-	-	-			
PROTECTION AND SAFETY													
Department of Corrections	200,837	(58,597)	14,803	(5,676)	(9,506)	36,576	124,691	21,094	42,291	58,698			
AZ Criminal Justice Commission	3,845	(8,061)	26	827	6,177	412	-	4,453	35	132,652			
Dept of Emergency Svcs & Military Affairs	20,838	13,384	946	-	7,306	2,393	6	(1,563)	266	-			
Department of Public Safety	67,850	(15,825)	12,472	1,030	(84,433)	9,357	10,502	36,831	9,003	-			
Governor's Office of Highway Safety	7,189	84	319	-	-	-	-	1,110	130	-			
Juvenile Corrections	138,152	(18,647)	2,371	4,149	(11,229)	2,322	14,955	72,425	3,797	45,416			
Auto Theft Authority	13,714	(32)	8	708	3,358	17	-	3,998	26	5,083			
TRANSPORTATION													
Department of Transportation	475,335	(15,128)	39,965	(1,367)	(170,669)	32,191	(73)	18,392	18,348	(31,789)			
NATURAL RESOURCES													
Game and Fish Department	127,838	1,483	2,384	-	(424)	14,239	(2,078)	5,916	1,174	-			
Arizona Geological Survey	271,052	2,230	15	69	(87)	42	-	(6,872)	42	266,709			
State Land Department	200,062	(14,830)	1,635	-	1,369	698	4,433	36,919	892	151,430			
State Parks Board	91,521	12,060	964	1,047	773	775	692	69,851	586	33,736			
Arizona State Forestry Division	32,299	29,868	379	-	1,036	480	28,744	69,851	881	351,870			
Department of Water Resources	451,770	(11,163)	199	-	-	-	-	132,688	9,599	3,809,535			
OTHERS													
Central Service	5,758,511	1,148,550	10,814	279,094	635,356	(11,260)	257,514	81,681	4,236	2,473,179			
	3,562,418	111,616	6,353	42,183	101,948	(25,551)	25,491	762,781	138,189	19,034,281			
TOTAL	24,489,772	1,263,954	166,786	406,398	(397,241)	131,890	705,755	762,781	138,189	19,034,281			