NEGLIGENCE AGREEMENT

INSTITUTION: OKLAHOMA STATE UNIVERSITY
STILLWATER, OKLAHOMA 74078-1028

The Facilities and Administrative (F&A) rates contained herein are for use on grants, contracts
and/or other agreements issued or awarded to Oklahoma State University by all Federal
Agencies of the United States of America, in accordance with the cost principles mandated by 2
CFR 200. These rates shall be used for forward pricing and billing purposes at Oklahoma State
University for Fiscal Year 2017. This rate agreement supersedes all previous rate
agreements/determinations for Fiscal Year 2017.

SECTION I: RATES - TYPE: PROVISIONAL (PROV)

<table>
<thead>
<tr>
<th>TYPE</th>
<th>FROM</th>
<th>TO</th>
<th>ON CAMPUS</th>
<th>OFF CAMPUS</th>
<th>BASE</th>
<th>APPLICABLE TO</th>
</tr>
</thead>
<tbody>
<tr>
<td>Stillwater Campus*</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Prov</td>
<td>7/1/16</td>
<td>6/30/17</td>
<td>54.80%</td>
<td>26.00%</td>
<td>(a)</td>
<td>Instruction</td>
</tr>
<tr>
<td>Prov</td>
<td>7/1/16</td>
<td>6/30/17</td>
<td>45.80%</td>
<td>25.30%</td>
<td>(a)</td>
<td>Research (1)</td>
</tr>
<tr>
<td>Prov</td>
<td>7/1/16</td>
<td>6/30/17</td>
<td>48.60%</td>
<td>28.20%</td>
<td>(a)</td>
<td>Research (2)</td>
</tr>
<tr>
<td>Prov</td>
<td>7/1/16</td>
<td>6/30/17</td>
<td>37.90%</td>
<td>26.00%</td>
<td>(a)</td>
<td>Extension</td>
</tr>
</tbody>
</table>

*Rates also applicable to Oklahoma State University Research Foundation (formerly known as Oklahoma State University Center for Innovation and Economic Development, Inc. (CIED)).

| Okmulgee Campus |      |          |           |            |       |               |
| Prov           | 7/1/16 | 6/30/17  | 53.50%    | 26.00%     | (a)   | All Programs  |

| Oklahoma City Campus |      |          |           |            |       |               |
| Prov                 | 7/1/16 | 6/30/17  | 54.00%    | 26.00%     | (a)   | All Programs  |

| Center for Health Sciences |      |          |           |            |       |               |
| Prov                      | 7/1/16 | 6/30/17  | 27.60%    | 17.00%     | (a)   | All Programs  |

| Tulsa Campus |      |          |           |            |       |               |
| Prov         | 7/1/16 | 6/30/17  | 65.60%    | 26.00%     | (a)   | All Programs  |
DISTRIBUTION BASE

(a) Modified Total Direct Costs (MTDC), as defined in 2 CFR 200, consisting of all direct salaries and wages, applicable fringe benefits, materials and supplies, services, travel, and subawards and up to the first $25,000 of each subaward (regardless of the period covered by the subawards under the award). MTDC excludes equipment, capital expenditures, charges for patient care, rental costs, tuition remission, scholarships and fellowships, participant support costs and the portion of each subaward in excess of $25,000.

APPLICABLE TO:

(1) Applies to all Non-DOD Instruments, all DOD Grants and to DOD Contracts awarded before November 30, 1993. See Section II, Paragraph E hereof (capped)

(2) Applies to only DOD Contracts awarded on or after November 30, 1993 in accordance with and under the authority of DFARS 231.303(1). See Section II, Paragraph E hereof (uncapped).

SECTION II: GENERAL TERMS AND CONDITIONS

A. LIMITATIONS: Use of the rates set forth under Section I is subject to any statutory or administrative limitations and is applicable to a given grant, contract or other agreement only to the extent that funds are available and consistent with any and all limitations of cost clauses or provisions, if any, contained therein. Acceptance of any or all of the rates agreed to herein is predicated upon all the following conditions: (1) that no costs other than those incurred by the grantee/contractor were included in its indirect cost pool as finally accepted and that all such costs are legal obligations of the grantee/contractor and allowable under governing cost principles; (2) that the same costs that have been treated as indirect costs are not claimed as direct costs; (3) that similar types of costs, in like circumstances, have been accorded consistent accounting treatment; (4) that the information provided by the contractor/grantee, which was used as the basis for the acceptance of the rates agreed to herein and expressly relied upon by the Government in negotiating the said rates, is not subsequently found to be materially incomplete or inaccurate.

B. ACCOUNTING CHANGES: The rates contained in Section I of this agreement are based on the accounting system in effect at the time this agreement was negotiated. Changes to the method(s) of accounting for costs, which affects the amount of reimbursement resulting from the use of these rates, require the written approval of the authorized representative of the cognizant negotiating agency for the Government prior to implementation of any such changes. Such changes include but are not limited to changes in the charging of a particular type of cost from indirect to direct. Failure to obtain such approval may result in subsequent cost disallowances.

C. PROVISIONAL RATES: The provisional rates contained in this agreement are subject to unilateral amendment by the Government or bilateral amendment by the contracting parties at any time.
D. USE BY OTHER FEDERAL AGENCIES: The rates set forth in Section I hereof were negotiated in accordance with and under the authority set forth in 2 CFR 200. Accordingly, such rates shall be applied to the extent provided in such regulations to grants, contracts and other transactions to which 2 CFR 200 is applicable, subject to any limitations in part A of this section. Copies of this document may be provided by either party to other Federal agencies to provide such agencies with documentary notice of this agreement and its terms and conditions.

Accepted:

FOR OKLAHOMA STATE UNIVERSITY:

Kathy Kamm Elliott
Associate Vice President and Controller
7/6/16

FOR THE GOVERNMENT:

Linda B. Shipp
Contracting Officer
7-7-16

For information concerning this agreement contact:
Betty Tingle, Contract Specialist
Office of Naval Research
Phone: (703) 696-7742
E-mail: betty.tingle@navy.mil

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