JOHN CHIANG

California State Controller

NEGOTIATION AGREEMENT
COUNTYWIDE COST ALLOCATION PLAN

County of San Benito
Hollister, California

Date: February 14, 2007
Filing Ref: SBE08

Pursuant to federal Office of Management and Budget (OMB) Circular A-87, the State Controller's Office formally approves the Countywide Cost Allocation Plan as described in Section I for use in the 2007-08 fiscal year. This approval is subject to the conditions contained in Section III.

Departmental indirect cost proposals should clearly identify those costs that have been distributed through Sections I and II of this agreement in accordance with the guidelines of the responsible grantor agency for that department. Further, data processing systems may be subject to grantor agency approval prior to the reimbursement of certain costs allocated, billed, or cost applied from the Data Processing Department.

SECTION I: COSTS DISTRIBUTED THROUGH COUNTYWIDE COST ALLOCATIONS

The indirect overhead and support service costs listed in **the Summary Schedule** (attached) are formally approved as actual costs for the **2005-06** fiscal year and as estimated costs for the **2007-08** fiscal year on a "fixed with carry-forward" basis. These costs may be included as part of the costs of the county departments indicated effective **July 1, 2007**, for further allocation to federal grants and contracts performed by the respective county departments.

SECTION II: COSTS DISTRIBUTED THROUGH BILLING OR COST TRANSFER MECHANISMS

1. Employee Fringe Benefits
2. Administrative Officer
3. Buildings and Grounds
4. County Counsel

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

Direct charges from the above centers should be billed or cost applied in accordance with the procedures established by the county as described in its Countywide Cost Allocation Plan and may be included as part of the costs of the county departments indicated in Section I.

SECTION III: CONDITIONS

A. LIMITATIONS: Use of the amounts contained in this Negotiation Agreement are subject to any statutory or administrative limitations and, when ultimately allocated to individual grants or contracts through the indirect cost proposals of each county department, are applicable only to the extent that funds are available. Acceptance of the amounts agreed to herein is predicated on the conditions: (1) that no costs other than those incurred by the county were included for distribution in its Countywide Cost Allocation Plan as finally accepted, and that such costs are legal obligations of the county and allowable under the governing cost principles, (2) that similar types of costs have been accorded consistent accounting treatment, and (3) that the information provided by the county that was used as the basis for acceptance of the amounts agreed to herein is not subsequently found to be materially incomplete or inaccurate.

B. CHANGES: Fixed amounts contained in this Negotiation Agreement are based on the organizational structure and the accounting system in effect at the time the proposal was submitted. Significant changes in the organizational structure or changes in the method of accounting for costs that materially affect the amount of reimbursement resulting from use of the amounts in this Negotiation Agreement will require prior approval of the authorized representative of the responsible negotiation agency. Failure to obtain such approval may result in subsequent audit disallowances.

C. FIXED AMOUNTS: The fixed amounts contained in Section I of this agreement are based on an estimate of the costs that will be incurred during the period to which the amounts apply. When the actual costs for this period are determined, any differences between the fixed costs used as an estimate and the actual costs will be considered in a subsequent agreement.

D. BILLED COSTS: Charges for the services cited in Section II will be billed or cost applied in accordance with the procedures established by the county and recorded on the books of the cost center providing the service. Such charges will be based on the actual allowable costs, as defined by OMB Circular A-87, incurred by the cost center responsible for providing the service.

Any differences between the billed allowable costs and the actual allowable costs for a particular accounting period will be considered in a subsequent agreement.

E. NOTIFICATION TO STATE AND FEDERAL AGENCIES: Copies of this document will be provided to other state and federal agencies as a means of notifying them of this approval.

F. SPECIAL REMARKS: None.

SECTION IV: ACCEPTANCE

COUNTY OF SAN BENITO

Original Signed By

Larry Chapin
Name

Accounting Manager
Title

February 22, 2007
Date

STEVE WESTLY
CALIFORNIA STATE CONTROLLER

Original Signed By

Michael J. Havey, Chief
Bureau of Payments
Division of Accounting and Reporting

March 5, 2007
Date

Negotiated by Tillman Sherman
Telephone (916) 327-2284

cc: State and Federal Agencies

Attachment

SUMMARY SCHEDULE

Department	1001112 TREASURER	1001100 BOARD OF SUPV	1001102 CLERK OF THE BOARD	1001114 ASSESSOR	1001116 TAX COLLECTO	1001140 ELECTIONS	1001185 NON-DEPT	4901200 CONS COURTS	1001229 JULY 4TH	1001203 GRAND JURY
1 BUILDING USE ALLOWANCE	$875	$2,012	$1,209	$11,955	$747	$1,508	$0	$14,689	$0	$0
2 1001190 RISK MANAGEMENT/INSUI	2,962	20,340	2,262	14,204	3,170	3,687	0	556	0	0
3 1001000 ANNUAL AUDIT	193	318	134	814	164	741	1,325	0	0	14
4 1001105 ADMIN OFFICER	1,748	222,602	1,319	8,346	1,933	4,148	5,201	0	0	55
5 1001130 HUMAN RESOURCES	2,543	5,087	2,035	13,226	3,306	3,187	0	0	0	0
6 1001110 AUDITOR	3,630	6,422	2,655	16,547	3,658	10,655	16,231	0	0	171
7 1001115 DATA PROCESSING	2,600	0	325	10,073	1,950	4,224	0	0	0	0
8 1001160 BUILDINGS & GROUNDS	5,152	10,997	0	70,409	4,397	8,883	0	86,514	0	0
9 1001109 COUNTY COUNSEL	0	127,840	194	3,577	757	17,088	0	0	0	450
TOTAL CURRENT ALLOCATIONS	19,703	395,618	10,133	149,151	20,082	54,121	22,757	101,759	0	690
LESS: FIXED COSTS (& ADJUSTMENTS)	32,883	118,791	9,195	206,448	50,083	34,785	4,022	120,734	0	686
CARRY-FORWARD	(13,180)	276,827	938	(57,297)	(30,001)	19,336	18,735	(18,975)	0	4
PROPOSED COSTS	6,523	672,445	11,071	91,854	(9,919)	73,457	41,492	82,784	0	694

SUMMARY SCHEDULE

Department	1001206 DISTRICT ATTORNEY	1001207 PUB DEFENDER	1001210/215 SHERIFF	1001211 MARSHAL	1001212 COMM 911	2224216 CHILD SUPPORT	1001220 CORRECTI ONS	1001224 PROBATION	1001226 JUVENILE HALL	1001250 AGRICULTU RAL COMM
1 BUILDING USE ALLOWANCE	$10,269	$0	$0	$0	$0	$0	$0	$10,269	$0	$0
2 1001190 RISK MANAGEMENT/INSUI	12,659	0	173,328	2,431	16,213	26,436	65,555	22,911	17,217	13,003
3 1001000 ANNUAL AUDIT	1,034	517	3,455	74	979	1,431	3,006	1,297	1,236	721
4 1001105 ADMIN OFFICER	8,021	2,030	27,628	1,003	9,786	16,712	23,883	12,816	10,001	5,801
5 1001130 HUMAN RESOURCES	10,174	0	36,116	1,831	15,260	28,486	31,029	19,839	13,226	7,630
6 1001110 AUDITOR	17,725	6,335	60,281	1,816	19,581	31,697	52,247	25,749	21,712	12,623
7 1001115 DATA PROCESSING	4,224	0	9,098	1,300	1,300	15,922	4,224	7,149	1,300	3,249
8 1001160 BUILDINGS & GROUNDS	35,533	0	12,176	2,034	9,441	0	21,255	28,595	0	17,402
9 1001109 COUNTY COUNSEL	26,107	0	21,664	194	0	0	0	4,060	0	2,352
TOTAL CURRENT ALLOCATIONS	125,746	8,882	343,746	10,683	72,560	120,684	201,199	132,685	64,692	62,781
LESS: FIXED COSTS (& ADJUSTMENTS)	141,953	15,800	222,635	21,447	59,562	90,588	149,946	106,798	48,433	51,397
CARRY-FORWARD	(16,207)	(6,918)	121,111	(10,764)	12,998	30,096	51,253	25,887	16,259	11,384
PROPOSED COSTS	109,539	1,964	464,857	(81)	85,558	150,780	252,452	158,572	80,951	74,165

SUMMARY SCHEDULE

	Department	1001255 AIR POLLUTION	1001256 CO SURVEYOR	1001259 COUNTY CLERK	1001260 RECORDER	1001261 CORONER	1001262 PUBLIC ADMIN	1001263 EMERGENCY	1001265 PLANNING & BUILDING	1001266 ANIMAL CONTROL	6410101 LAFCO
1	BUILDING USE ALLOWANCE	$0	$0	$3,703	$5,653	$0	$0	$0	$0	$0	$0
2	1001190 RISK MANAGEMENT/INSUI	0	3,961	1,933	4,345	266	17	2,266	14,805	0	0
3	1001000 ANNUAL AUDIT	4	260	119	301	57	7	239	998	199	0
4	1001105 ADMIN OFFICER	14	2,151	1,116	2,818	224	27	1,963	8,869	781	0
5	1001130 HUMAN RESOURCES	0	2,899	1,661	4,206	0	0	2,629	12,717	0	0
6	1001110 AUDITOR	44	4,631	2,289	5,775	697	84	4,239	18,545	2,437	0
7	1001115 DATA PROCESSING	0	1,625	0	2,924	0	0	3,249	4,874	0	0
8	1001160 BUILDINGS & GROUNDS	0	0	21,808	33,295	853	0	6,609	20,494	0	0
9	1001109 COUNTY COUNSEL	0	0	565	0	0	0	0	78,847	0	3,498
	TOTAL CURRENT ALLOCATIONS	62	15,527	33,194	59,317	2,097	135	21,194	160,149	3,417	3,498
	LESS: FIXED COSTS (& ADJUSTMENTS)	92	11,502	50,017	79,835	2,550	702	14,886	175,961	5,789	1,243
	CARRY-FORWARD	(30)	4,025	(16,823)	(20,518)	(453)	(567)	6,308	(15,812)	(2,372)	2,255
	PROPOSED COSTS	32	19,552	16,371	38,799	1,644	(432)	27,502	144,337	1,045	5,753

County of San Benito
OMB A-87 Cost Allocation Plan

SUMMARY SCHEDULE

Department	2101300 PW ADMIN & ENG	2101303 ROAD	2101305 COUNCIL OF GOVT	2720000 CSA MAINT & OPS	2102510-2102688 CAP	2104101 ROAD OVERLAY	2214XXX HEALTH	2221406 MENTAL HEALTH	2225409-413 SUBSTANCE	1001415 SEWAGE
1 BUILDING USE ALLOWANCE	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
2 1001190 RISK MANAGEMENT/INSUI	8,834	35,937	9,297	3,245	0	0	36,740	29,281	8,725	0
3 1001000 ANNUAL AUDIT	903	1,882	515	181	0	0	2,825	2,369	762	0
4 1001105 ADMIN OFFICER	6,396	14,617	5,587	1,918	0	0	25,015	18,925	1,580	0
5 1001130 HUMAN RESOURCES	7,325	18,567	9,156	3,103	0	0	35,760	24,722	7,935	0
6 1001110 AUDITOR	14,700	32,280	10,860	3,757	0	0	52,381	41,304	13,275	0
7 1001115 DATA PROCESSING	2,600	0	0	0	0	0	12,673	10,398	4,224	0
8 1001160 BUILDINGS & GROUNDS	0	0	0	0	0	0	0	0	0	0
9 1001109 COUNTY COUNSEL	0	29,319	0	4,745	0	0	2,621	5,350	28	0
TOTAL CURRENT ALLOCATIONS	40,758	132,602	35,415	16,949	0	0	168,015	132,349	36,529	0
LESS: FIXED COSTS (& ADJUSTMENTS)	324,349	76,239	35,675	4,348	60	0	138,301	109,777	34,130	0
CARRY-FORWARD	(283,591)	56,363	(260)	12,601	(60)	0	29,714	22,572	2,399	0
PROPOSED COSTS	(242,833)	188,965	35,155	29,550	(60)	0	197,729	154,921	38,928	0

SUMMARY SCHEDULE

	Department	1001490 CMSP	2211XXX/1001520 HUMAN	2212512 PUB HLTH AUTHORITY	1001540 COMM PROGRAMS	1001560 VETERANS SERVICES	2401000-2404002 CSWD	1001610 LIBRARY	1001620 AG EXT 4H ADV	1001700 PARKS	1001702 RECREATION
1	BUILDING USE ALLOWANCE	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
2	1001190 RISK MANAGEMENT/INSUI	0	334,716	1,656	0	0	9,721	7,265	1,796	1,235	4,795
3	1001000 ANNUAL AUDIT	23	4,767	714	68	46	1,754	413	62	78	53
4	1001105 ADMIN OFFICER	92	46,051	3,397	269	181	6,884	4,393	638	760	467
5	1001130 HUMAN RESOURCES	0	70,198	1,526	0	0	0	7,122	1,017	1,170	661
6	1001110 AUDITOR	287	93,300	9,505	839	563	21,483	8,595	1,260	1,532	982
7	1001115 DATA PROCESSING	0	6,499	650	0	650	0	5,524	0	0	0
8	1001160 BUILDINGS & GROUNDS	0	0	0	0	0	0	96,632	0	0	0
9	1001109 COUNTY COUNSEL	0	66,052	1,844	0	0	12,240	821	0	629	0
	TOTAL CURRENT ALLOCATIONS	402	621,583	19,292	1,176	1,440	52,082	130,765	4,773	5,404	6,958
	LESS: FIXED COSTS (& ADJUSTMENTS)	30	418,794	5,046	0	1,330	80,033	109,205	3,357	5,145	4,346
	CARRY-FORWARD	372	202,789	14,246	0	110	(27,951)	21,560	1,416	259	2,612
	PROPOSED COSTS	774	824,372	33,538	1,176	1,550	24,131	152,325	6,189	5,663	9,570

SUMMARY SCHEDULE

	Department	2600101 COUNTY FIRE	2601101 VETS MEM BLDGS	3000101-125 CAP PRJ/CAP	3010101 INTEGRATED WASTE	2603101 FISH & GAME	2520101 CAREER	2515101 UNET NARCOTICS	2216101 EMERGENCY MEDICAL	2216102 EMS-TCSPG	2550101 MIGRANT HOUSING
1	BUILDING USE ALLOWANCE	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
2	1001190 RISK MANAGEMENT/INSUI	2,397	0	0	1,739	0	0	2,471	1,290	0	3,245
3	1001000 ANNUAL AUDIT	76	0	0	411	3	0	183	593	0	273
4	1001105 ADMIN OFFICER	297	0	0	2,069	12	0	1,512	2,326	0	2,262
5	1001130 HUMAN RESOURCES	0	0	0	1,170	0	0	2,035	0	0	3,052
6	1001110 AUDITOR	926	0	0	5,616	36	0	3,258	7,259	0	4,866
7	1001115 DATA PROCESSING	1,300	0	0	325	0	0	650	650	0	0
8	1001160 BUILDINGS & GROUNDS	0	0	0	0	0	0	0	3,676	0	0
9	1001109 COUNTY COUNSEL	1,015	0	0	1,461	0	0	0	1,266	0	0
	TOTAL CURRENT ALLOCATIONS	6,011	0	0	12,791	51	0	10,109	17,060	0	13,698
	LESS: FIXED COSTS (& ADJUSTMENTS)	3,886	0	4	14,294	9	0	9,733	14,053	2,711	13,682
	CARRY-FORWARD	2,125	0	(4)	(1,503)	42	0	376	3,007	(2,711)	16
	PROPOSED COSTS	8,136	0	(4)	11,288	93	0	10,485	20,067	(2,711)	13,714

County of San Benito
OMB A-87 Cost Allocation Plan

SUMMARY SCHEDULE

Department	2510101 VICTIM WITNESS	4105101 CHILDREN & FAMILY	6510101-6570101 COG	6600 SAN BENITO CTY FIN	ALL OTHER	2nd Allocation Orphans	Total
1 BUILDING USE ALLOWANCE	$0	$0	$0	$0	$0	$0	$62,889
2 1001190 RISK MANAGEMENT/INSUI	2,271	0	533	0	34,904	0	966,620
3 1001000 ANNUAL AUDIT	144	0	0	0	2,066	0	40,801
4 1001105 ADMIN OFFICER	1,359	0	0	0	8,110	0	536,113
5 1001130 HUMAN RESOURCES	2,035	0	0	0	0	0	413,641
6 1001110 AUDITOR	2,780	0	0	0	25,307	0	705,427
7 1001115 DATA PROCESSING	650	0	2,600	0	4,549	0	133,552
8 1001160 BUILDINGS & GROUNDS	0	0	0	0	156,251	0	652,406
9 1001109 COUNTY COUNSEL	82	0	39,550	0	665	0	454,881
TOTAL CURRENT ALLOCATIONS	9,321	0	42,683	0	231,852	0	3,966,330
LESS: FIXED COSTS (& ADJUSTMENTS)	6,970	714	2,024	0	184,144	0	3,431,152
CARRY-FORWARD	2,351	(714)	40,659	0	47,708	0	534,002
PROPOSED COSTS	11,672	(714)	83,342	0	279,560	0	4,500,332