



BETTY T. YEE
California State Controller
Division of Accounting and Reporting

**NEGOTIATION AGREEMENT
COUNTYWIDE COST ALLOCATION PLAN**

County of Los Angeles
Los Angeles, California

Date: June 25, 2015
Filing Ref: LOS16

Pursuant to federal Office of Management and Budget (OMB) Circular 2 CFR Part 225, the State Controller's Office formally approves the Countywide Cost Allocation Plan as described in Section I for use in the **2015-16** 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 **Exhibit A** (attached) are formally approved as actual costs for the **2012-13** fiscal year and as estimated costs for the **2015-16** 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, 2015**, 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 | 8. County Counsel |
| 2. Rental Expenses | 9. Insurance |
| 3. Utility Expense | 10. ISD General |
| 4. Auditor-Controller | 11. Human Resources |
| 5. Board of Supervisors | 12. Sheriff |
| 6. Chief Executive Officer | 13. Treasurer-Tax Collector |
| 7. Chief Information Officer | 14. EB General |

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 2 CFR Part 225, 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: Adjustments shown in Exhibit A should be included when calculating carry-forward in the Countywide Cost Allocation Plan for FY 2018-19.

SECTION IV: ACCEPTANCE

COUNTY OF LOS ANGELES

**BETTY T. YEE
CALIFORNIA STATE CONTROLLER**

BY Original signed by

BY Original signed by Anita Dagan for

John Naimo

**Hitomi Sekine, Bureau Chief
Local Government Policy and Reporting
Division of Accounting and Reporting**

Name
Auditor-Controller

Title

06/03/15

07/02/15

Date

Date

**Negotiated by Sandeep Singh
Telephone (916) 445-2987**

cc: State and Federal Agencies

Attachment

LOS ANGELES COUNTY
 Cost Determination Model
 Stepdown Allocation Report
 PLAN YEAR 2015-2016

CCAP2016

EXHIBIT A

	Non-Service Total	AG COMM/WTS&MEAS	ALT PUBLIC DEFENDER	ANIMAL CONTROL	ASSESSOR	BEACHES & HARBORS	CHILDRENS SERVICES	CHILD SUPPORT SVCS
RESTATED COST								
Allocated Indirect Costs								
OUTSIDE AUDITORS	1,101,930	4,562	7,554	3,665	18,856	2,770	102,707	20,297
RENTAL EXPENSES	51,238,982	(168,762)	95,598	(207,581)	(516,465)	(634,923)	(847,110)	(236,415)
BUILDING USE ALLOWANCE	35,391,181	158,932	182,906	345,753	404,217	673,913	919,554	411,264
EQUIPMENT USE ALLOWANCE	19,206,769	650,983	43,627	104,110	454,117	603,672		
VEHICLE EQUIP DEPRECIATION	11,794,070	441,145		438,587	9,639	214,686	58,269	
UTILITY EXPENSE	3,632,636	(4,576)	(104,598)	497	(642,867)	(7,532)	(100,004)	42,145
AUDITOR-CONTROLLER	41,593,674	505,774	239,123	795,035	1,648,312	918,037	3,548,288	731,327
BOARD OF SUPERVISORS	56,343,702	15,831	(17,148)	6,013	152,244	6,973	296,226	62,876
CHIEF EXEC OFFICE	35,824,916	88,835	90,079	165,603	317,910	136,194	5,571,847	242,462
CHIEF INFO OFFICER	(11,787,087)	45,102	90,009	104,028	619,738	56,741	451,056	102,599
COUNTY COUNSEL	3,958,803	25,342	59	134,270	11,000	(66,803)	(549,780)	908
INS-ADMIN								
INS-J&D								
INSURANCE	14,453,686	522,623	272,906	107,741	300,869	154,486	3,561,033	480,511
ISD-COMMUNICATIONS								
ISD-INFO TECH SVCS								
ISD-PARKING								
ISD-POWER PLANTS								
ISD-GENERAL	43,840,178	183,353	(38,676)	103,349	347,690	(64,285)	653,756	86,446
HUMAN RESOURCES	8,691,938	84,844	72,100	70,589	274,291	144,232	798,734	297,131
SHERIFF	1,274,635,926	(69)	86,815	(1,201)	(6,841)	225,133	44,001	(17,505)
TREASURER & TAX COLL	26,229,258	134,128	2,052	(35,414)	(122,727)	2,431	957,837	15,874
EB-LACERA								
EB-WORKERS COMP								
EB-LT DISABILITY								
EB-GENERAL	(769,648)	(11,327)	3,221	(9,876)	1,485	(9,993)	(2,877)	7,293
UNALLOCATED SPACE	611,631	2,589	4,124	2,017	10,588	1,521	57,753	11,822
Total Indirect Costs	1,615,992,545	2,679,310	1,029,750	2,127,188	3,282,056	2,357,254	15,521,290	2,259,033
Roll-Forward Amount	1,229,438,219	2,975,984	(335,158)	397,630	652,473	351,014	1,807,824	(572,507)
Net Costs	2,845,430,764	5,655,295	694,592	2,524,817	3,934,529	2,708,268	17,329,114	1,686,526
Adjustments	39,051,721							
Claimable Costs	2,884,482,485	5,655,295	694,592	2,524,817	3,934,529	2,708,268	17,329,114	1,686,526

LOS ANGELES COUNTY
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EXHIBIT A

	COMM/SR CITIZENS COMM	CONSUMER AFFAIRS	CORONER	DIST ATTORNEY	FIRE DEPARTMENT	DHS-ADMIN	DHS-OFFICE OF MGND CARE	DHS-METRO CARE NETWORK
RESTATED COST								
Allocated Indirect Costs								
OUTSIDE AUDITORS	6,544	641	3,497	45,810	116,688	21,468	2,964	82,336
RENTAL EXPENSES	(672,240)	(19,930)	(144,646)	1,286,480	305,166	(105,901)	(341,502)	(25,880,209)
BUILDING USE ALLOWANCE	349,242	17,900	272,934	795,207	3,511,837			
EQUIPMENT USE ALLOWANCE		7,001	405,210	1,414,977	10,289,702			
VEHICLE EQUIP DEPRECIATION			5,432	238,978	8,779,180			
UTILITY EXPENSE	(123,904)	(25,993)	(11,313)	(635,457)	241,486	66,211		(74,344)
AUDITOR-CONTROLLER	322,795	50,791	686,311	840,167	1,858,259	7,156,709		
BOARD OF SUPERVISORS	26,003	(4,858)	15,986	(55,643)	141,058	128,260	3,491	103,655
CHIEF EXEC OFFICE	(10,261)	9,604	144,922	492,566	(661,056)	(1,639,900)	37,658	917,911
CHIEF INFO OFFICER	481,768	55,809	83,207	132,988	305,284	81,150	10,802	320,697
COUNTY COUNSEL	(103,451)	15,919	24,656	123,999	(39,308)	159,642	(5,265)	(16,906)
INS-ADMIN								
INS-J&D								
INSURANCE	(848,740)	19,784	156,662	516,092	(1,430,928)	1,131,883	49,641	6,198,669
ISD-COMMUNICATIONS								
ISD-INFO TECH SVCS								
ISD-PARKING								
ISD-POWER PLANTS								
ISD-GENERAL	290,058	24,059	126,911	(19,739)	332,618	(444,141)	(9,058)	(192,461)
HUMAN RESOURCES	32,440	18,597	16,092	393,684	477,473	(1,287,354)	46,378	773,662
SHERIFF	(161,472)		(240)	335,886	(10,310)	409,284		(788,353)
TREASURER & TAX COLL	3,522	179	32,460	16,047	(1,551)	52,279	1,176	(55,720)
EB-LACERA								
EB-WORKERS COMP								
EB-LT DISABILITY								
EB-GENERAL	3,039	(618)	(2,399)	(22,224)	(265,947)	(35,211)	(2,720)	(58,791)
UNALLOCATED SPACE	3,686	343	1,974	25,721	63,138	11,613	1,660	45,409
Total Indirect Costs	(400,969)	169,226	1,817,657	5,925,540	24,012,789	5,705,993	(204,776)	(18,624,446)
Roll-Forward Amount	1,016,765	(96,028)	82,790	(2,827,869)	1,635,754	14,117,656	9,838	(22,412,608)
Net Costs	615,795	73,199	1,900,447	3,097,672	25,648,544	19,823,650	(194,938)	(41,037,053)
Adjustments								18,044,929
Claimable Costs	615,795	73,199	1,900,447	3,097,672	25,648,544	19,823,650	(194,938)	(22,992,124)

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	DHS-JUV CT HLTH SVCS	DHS-ANTELOPE VAL NETWORK	DHS-LAC+USC NETWORK	DHS-SF VAL CARE NETWORK	DHS-RANCHO NRC	MENTAL HEALTH	MIL/VET AFFAIRS
RESTATED COST							
Allocated Indirect Costs							
OUTSIDE AUDITORS	3,844	7,191	112,654	42,468	21,664	70,580	294
RENTAL EXPENSES	151	(570,734)	(398,884)	1,850,618	(5,033,770)	(297,949)	(13,345)
BUILDING USE ALLOWANCE						660,690	31,077
EQUIPMENT USE ALLOWANCE						1,003,510	1,403
VEHICLE EQUIP DEPRECIATION						218,887	9,299
UTILITY EXPENSE	22,435	37,642	(171,810)	212,136	28,417	(10,218)	(14,275)
AUDITOR-CONTROLLER						2,318,309	58,622
BOARD OF SUPERVISORS	4,414	10,217	155,104	54,429	29,770	245,460	13,078
CHIEF EXEC OFFICE	37,832	88,960	1,285,522	493,446	249,654	(1,056,970)	43,843
CHIEF INFO OFFICER	13,657	31,610	479,877	168,397	92,106	273,972	22,451
COUNTY COUNSEL		2,357	23,345	(2,703)	(5,574)	241,249	(1,900)
INS-ADMIN							
INS-J&D							
INSURANCE	333,249	(266,825)	(1,247,485)	2,894,874	764,126	2,625,441	92,441
ISD-COMMUNICATIONS							
ISD-INFO TECH SVCS							
ISD-PARKING							
ISD-POWER PLANTS							
ISD-GENERAL	5,899	27,487	13,091	39,873	372,640	(219,396)	4,869
HUMAN RESOURCES	26,742	136,258	1,077,623	340,334	204,749	538,451	16,010
SHERIFF		(433,116)	325,248	(182,498)	237,013	411,348	
TREASURER & TAX COLL	1,487	(4,080)	(1,150,475)	(44,665)	1,743	55,194	207
EB-LACERA							
EB-WORKERS COMP							
EB-LT DISABILITY							
EB-GENERAL	(6,684)	(2,563)	(79,353)	(13,745)	(11,007)	104,976	(541)
UNALLOCATED SPACE	2,216	4,041	63,276	23,419	12,258	38,132	172
Total Indirect Costs	445,242	(931,554)	487,733	5,876,383	(3,036,212)	7,221,665	263,705
Roll-Forward Amount	3,329,646	(2,072,836)	(3,375,870)	7,123,769	(139,997)	2,535,406	70,168
Net Costs	3,774,888	(3,004,390)	(2,888,136)	13,000,153	(3,176,208)	9,757,072	333,874
Adjustments							
Claimable Costs	3,774,888	(3,004,390)	(2,888,136)	13,000,153	(3,176,208)	9,757,072	333,874

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EXHIBIT A

PH-SUBSTANCE
 ABUSE

	MUSEUM OF ART	MUSEUM OF NAT HIST	MUSIC CENTER	PARKS & RECREATION	PROBATION	PUBLIC DEFENDER	PH-PROGRAMS	PH-SUBSTANCE ABUSE
RESTATED COST								
Allocated Indirect Costs								
OUTSIDE AUDITORS	773	294		16,069	81,702	25,626	42,000	2,959
RENTAL EXPENSES	(943,692)	(305,527)	556,633	(7,372,273)	(3,806,046)	118,697	(319,332)	(375,098)
BUILDING USE ALLOWANCE	894,621	387,480	766,223	7,661,422	3,798,086	733,269		
EQUIPMENT USE ALLOWANCE		17,339	4,348	1,339,991	1,052,077	113,734		
VEHICLE EQUIP DEPRECIATION				328,489	774,773			
UTILITY EXPENSE	258	(1,619)	990,593	(72,960)	(975,569)	179,880	56,045	(896)
AUDITOR-CONTROLLER	34,453	2,302		2,377,441	3,079,924	1,257,168	255,609	176,445
BOARD OF SUPERVISORS	1,128	364	1,534,335	85,359	199,325	(8,254)	99,146	(135,559)
CHIEF EXEC OFFICE	9,648	5,031	6,692	414,285	916,326	243,757	266,725	10,476
CHIEF INFO OFFICER	3,431	1,127		803,642	1,891,372	295,942	165,559	13,739
COUNTY COUNSEL	1,055	2,413	715	185,750	54,092	591	(165,404)	45,140
INS-ADMIN								
INS-J&D								
INSURANCE	19,212	49,455	3,171	813,796	2,387,414	530,118	894,997	64,082
ISD-COMMUNICATIONS								
ISD-INFO TECH SVCS								
ISD-PARKING								
ISD-POWER PLANTS								
ISD-GENERAL	(14,979)	(63,091)	5,439	3,114,316	3,683,769	139,683	801,349	590
HUMAN RESOURCES	10,400	3,756		652,725	674,180	209,826	151,269	1,547
SHERIFF				37,106,957	4,990,718	120,831	1,460,689	32,722
TREASURER & TAX COLL	380	123		21,550	141,832	7,615	151,506	1,496
EB-LACERA								
EB-WORKERS COMP								
EB-LT DISABILITY								
EB-GENERAL	5,946	(978)		(34,729)	(174,249)	(39,125)	(54,599)	658
UNALLOCATED SPACE	433	195		8,762	45,346	14,544	23,271	1,578
Total Indirect Costs	23,067	99,663	3,868,148	47,450,591	18,815,074	3,943,901	3,828,831	(160,122)
Roll-Forward Amount	(128,533)	95,533	2,119,484	24,798,059	(3,000,147)	(51,808)	1,512,709	(242,252)
Net Costs	(105,466)	195,195	5,987,633	72,248,651	15,814,928	3,892,092	5,341,539	(402,373)
Adjustments								
Claimable Costs	(105,466)	195,195	5,987,633	72,248,651	15,814,928	3,892,092	5,341,539	(402,373)

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	PH-ANTELOPE VAL							REGISTRAR/COUNTY
	REHAB	PH-CALIF CHILD SVCS	PH-DIV OF HIV/STD	PUBLIC LIBRARY	PUBLIC SOCIAL SVCS	PUBLIC WORKS	REGIONAL PLANNING	CLERK
RESTATED COST								
Allocated Indirect Costs								
OUTSIDE AUDITORS	880	11,525	2,582	11,230	139,566	53,043	3,113	10,846
RENTAL EXPENSES	(4,110)	63,579	(200,380)	19,142	(1,315,693)	(131,966)	(61,095)	(1,041,672)
BUILDING USE ALLOWANCE					1,711,962	299,039	58,077	975,330
EQUIPMENT USE ALLOWANCE							54,124	485,318
VEHICLE EQUIP DEPRECIATION					160,730			
UTILITY EXPENSE	(334,195)			101,968	97,011	914,629	(269,556)	(32,355)
AUDITOR-CONTROLLER	68,938	575,485	516,705	759,589	6,261,065	1,476,408	347,903	504,106
BOARD OF SUPERVISORS	1,781	14,170	473,361	(181,929)	231,215	(416,124)	3,025	28,325
CHIEF EXEC OFFICE	1,473	(2,467)	15,513	263,693	1,634,540	86,922	191,536	242,681
CHIEF INFO OFFICER	5,511	43,842	11,348	96,679	893,855	124,872	188,319	203,055
COUNTY COUNSEL	(123)	22,338	33,146	(1,204)	(60,465)	(295,594)	729,561	(64,230)
INS-ADMIN								
INS-J&D								
INSURANCE	62,032	196,203	86,232	441,724	3,606,333	(373,014)	179,298	581,377
ISD-COMMUNICATIONS								
ISD-INFO TECH SVCS								
ISD-PARKING								
ISD-POWER PLANTS								
ISD-GENERAL	2,353,763	26,929	(8,003)	681,460	140,966	(1,240,965)	(29,006)	121,738
HUMAN RESOURCES	5,742	58,624	11,273	159,785	1,478,952	99,155	45,297	202,305
SHERIFF	65,693	6,926	(56,569)	435,073	2,964,750		87,296	182,563
TREASURER & TAX COLL	600	4,773	1,235	405,857	1,836,051	81,490	(17,097)	43,355
EB-LACERA								
EB-WORKERS COMP								
EB-LT DISABILITY								
EB-GENERAL	(7,733)	3,198	1,236	(6,459)	(177,255)	(33,904)	8,824	226,253
UNALLOCATED SPACE	483	6,755	1,452	6,239	77,080	29,895	1,749	6,006
Total Indirect Costs	2,220,734	1,031,879	889,131	3,192,845	19,680,663	673,886	1,521,369	2,674,999
Roll-Forward Amount	1,780,126	(150,217)	394,415	(458,533)	3,848,704	(28,741)	(203,155)	(665,057)
Net Costs	4,000,861	881,662	1,283,545	2,734,312	23,529,367	645,144	1,318,214	2,009,942
Adjustments		(494,854)			(8,398,337)			
Claimable Costs	4,000,861	386,808	1,283,545	2,734,312	15,131,030	645,144	1,318,214	2,009,942

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EXHIBIT A

	SHERIFF	TCO - COUNTY	TCO - FEES	TCO - STATE	ALL OTHERS	OUTSIDE AUDITORS	RENTAL EXPENSES	BUILDING USE ALLOWANCE	EQUIPMENT USE ALLOWANCE
RESTATED COST						1,521,932	373,571,756	60,899,065	48,849,029
Allocated Indirect Costs									
OUTSIDE AUDITORS		582			88				
RENTAL EXPENSES		10,592,432		1,221,958	87,095,777				
BUILDING USE ALLOWANCE		4,579,347			4,790,899				
EQUIPMENT USE ALLOWANCE					1,161,526				
VEHICLE EQUIP DEPRECIATION		26,872			89,104				
UTILITY EXPENSE		1,481		(536,524)	4,790,368				
AUDITOR-CONTROLLER		39,912	1,796,641		385,724				
BOARD OF SUPERVISORS		1,019	1,205		53,018,368				
CHIEF EXEC OFFICE		276,751	182,203	31,615	23,979,854				
CHIEF INFO OFFICER		3,153			(20,555,579)				
COUNTY COUNSEL		54,242			3,445,725				
INS-ADMIN									
INS-J&D									
INSURANCE		(1,283,549)			(10,194,245)				
ISD-COMMUNICATIONS									
ISD-INFO TECH SVCS									
ISD-PARKING									
ISD-POWER PLANTS									
ISD-GENERAL		8,369,692	(883,775)	(935,064)	25,951,027				
HUMAN RESOURCES		13,539	46,077		314,427				
SHERIFF		158,570			1,226,606,582				
TREASURER & TAX COLL		343	(26,407)		23,712,572				
EB-LACERA									
EB-WORKERS COMP									
EB-LT DISABILITY									
EB-GENERAL		(318)	(70,584)		29				
UNALLOCATED SPACE		320			48				
Total Indirect Costs		22,834,387	1,045,361	(218,015)	1,424,592,293				
Roll-Forward Amount	(29,938,274)	(3,165,505)	(2,334,957)	(8,865,857)	1,239,848,378				
Net Costs	(29,938,274)	19,668,882	(1,289,596)	(9,083,871)	2,664,440,671				
Adjustments	29,938,274				(38,291)				
Claimable Costs		19,668,882	(1,289,596)	(9,083,871)	2,664,402,380				

