

Argonne National Laboratory Prime Contract**Part I. Section H. Special Contract Requirements**

Last revised: September 29, 1999

Clause H.29 - University Central Office and Board of Governor's Expenses

The allowable costs reimbursed under Clause I.78 of this contract shall include costs incurred by the University of Chicago's Central Office, (including the Vice President of for Argonne), and the Board of Governors and shall be determined as follows:

1. Reimbursement of the University of Chicago's Central Office Expenses including the Vice President for Argonne National Laboratory shall be based upon the principles contained in OMB Circular A-21. The University of Chicago shall prepare and submit a detailed cost proposal for the Contracting Officer's review. The University will certify that the cost proposal contains no unallowable costs. The proposal will be submitted no later than 60 days prior to the beginning of the contract identifying its estimated allocable portion of the University's Central Office Expenses. After review of the detailed proposal, the Parties shall negotiate a pre-determined fixed amount for each year's Central Office Expenses. Within 120 days after the end of each year of the contract, or other agreed to time period, the University shall submit for review a report identifying the actual allowable incurred costs to the Department of Energy in a format similar to the cost proposal described above unless otherwise agreed to by the Parties. The University of Chicago's allowable costs for Central Office Expenses and for the Vice President for Argonne National Laboratory shall be paid to the University in equal monthly installments, at the end of each month. The pre-determined fixed amount will be subject to appropriate adjustment if the Contract is terminated pursuant to Clause I.100.
2. Commencing October 1, 1999 the Contractor shall be provided funds each fiscal year to reimburse the allowable costs resulting from the activities of the Board of Governors. At least 60 days before the beginning of the fiscal year, the Contractor shall submit to the Contracting Officer a detailed budget for the allowable costs of such activities for the ensuing year. The amount each year shall be a provisional amount agreed upon by the Parties after review of the annual budget. During each year the Parties may agree upon changes regarding the approved annual budget. Any costs incurred by the Contractor for the Board of Governor's in excess of the mutually agreed to provisional amount shall be unallowable unless the Contracting Officer approves such increased amount, in writing. The Contractor shall submit a detailed report of all expenditures as soon as possible but no later than 120 days following the end of each fiscal year. Any amounts received provisionally for the completed year and not so spent shall be refunded to the DOE, or, if the Parties so agree, carried forward as an offset against the provisional allowable costs for the succeeding fiscal year. The provisional sum provided for the Board of Governor's reimbursement for allowable costs shall be paid in advance on a prorated monthly basis.

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3. A schedule of the negotiated Central Office Expenses for the University of Chicago is as follows:

<u>Fiscal Year</u>	<u>Central Office Exp</u>
10/01/1999 - 9/30/2000	\$ 2.2M
10/01/2000 - 9/30/2001	\$ 2.2M
10/01/2001 - 9/30/2002	\$ 2.2M
10/01/2002 - 9/30/2003	\$ 2.25M
10/01/2003 - 9/30/2004	\$ 2.25M