COLLEGES AND UNIVERSITIES RATE AGREEMENT

BEN: 53-0196549
ORGANIZATION:
The American University
Controller's Office
Brandywine Rdg. Room 200
Washington, DC 20016-8020

DATE: 04/29/2013
FILING REF.: The preceding agreement was dated 03/01/2010

The rates approved in this agreement are for use on grants, contracts and other agreements with the Federal Government, subject to the conditions in Section III.

SECTION I: INDIRECT COST RATES

RATE TYPES: FIXED FINAL PROV. (PROVISIONAL) PRED. (PREDETERMINED)

EFFECTIVE PERIOD

<table>
<thead>
<tr>
<th>TYPE</th>
<th>FROM</th>
<th>TO</th>
<th>RATE(%) LOCATION</th>
<th>APPLICABLE TO</th>
</tr>
</thead>
<tbody>
<tr>
<td>PRED.</td>
<td>05/01/2012</td>
<td>04/30/2016</td>
<td>43.00 On-Campus</td>
<td>All Programs</td>
</tr>
<tr>
<td>PRED.</td>
<td>05/01/2012</td>
<td>04/30/2016</td>
<td>19.00 Off-Campus</td>
<td>All Programs</td>
</tr>
<tr>
<td>PROV.</td>
<td>05/01/2016</td>
<td>Until Amended</td>
<td></td>
<td>Use same rates and conditions as those cited for fiscal year ending April 30, 2016.</td>
</tr>
</tbody>
</table>

*BASE

Total direct costs excluding capital expenditures (building, individual items of equipment; alterations and renovations), and that portion of each subaward in excess of $25,000.
**SECTION I: FRINGE BENEFIT RATES**

<table>
<thead>
<tr>
<th>TYPE</th>
<th>FROM</th>
<th>TO</th>
<th>RATE(%)</th>
<th>LOCATION</th>
<th>APPLICABLE TO</th>
</tr>
</thead>
<tbody>
<tr>
<td>PRED.</td>
<td>5/1/2012</td>
<td>4/30/2016</td>
<td>26.50</td>
<td>All</td>
<td>Full-Time Employees</td>
</tr>
<tr>
<td>PRED.</td>
<td>5/1/2012</td>
<td>4/30/2016</td>
<td>8.00</td>
<td>All</td>
<td>Part-Time Employees</td>
</tr>
<tr>
<td>PROV.</td>
<td>5/1/2016</td>
<td>Until amended</td>
<td></td>
<td></td>
<td>Use same rates and conditions as those cited for fiscal year ending April 30, 2016.</td>
</tr>
</tbody>
</table>

**DESCRIPTION OF FRINGE BENEFITS RATE BASE:**
Salaries and wages.
SECTION II: SPECIAL REMARKS

TREATMENT OF FRINGE BENEFITS:

The fringe benefits are charged using the rate(s) listed in the Fringe Benefits Section of this Agreement. The fringe benefits included in the rate(s) are listed below.

TREATMENT OF PAID ABSENCES

Vacation, holiday, sick leave pay and other paid absences are included in salaries and wages and are claimed on grants, contracts and other agreements as part of the normal cost for salaries and wages. Separate claims are not made for the cost of these paid absences.

OFF-CAMPUS DEFINITION: For all activities performed in facilities not owned by the institution and to which rent is directly allocated to the project(s) the off-campus rate will apply. Grants or contracts will not be subject to more than one F&A cost rate. If more than 50% of a project is performed off-campus, the off-campus rate will apply to the entire project.

Fringe Benefits include: FICA, Retirement, Disability Insurance, Life Insurance, Tuition Remission, TIAA/CREF, Workers' Compensation, Unemployment Insurance and Health Insurance.

Equipment means an article of nonexpendable tangible personal property having a useful life of more than one year, and an acquisition cost of $5,000 or more per unit.
ORGANIZATION: The American University

AGREEMENT DATE: 4/29/2013

SECTION III: GENERAL

A. LIMITATIONS:
The rates in this Agreement are subject to any statutory or administrative limitations and apply to a given grant. Acceptance of the rates is subject to the agreement or other agreement only to the extent that funds are available. Acceptance of the rates is subject to the following conditions: (1) the rates are not subject to the organization's facility and administrative cost pools as finally accepted; (2) such costs are legal obligations of the organization and are allowable under the governing cost principles; (3) the same costs that have been treated as facilities and administrative costs are not claimed as direct costs; and (4) the costs have been recorded consistent accounting treatment; and (5) the organization which was used to estabish the rate(s) is not later found to be materially incomplete or inaccurate by the Federal Government. In such situations the rate(s) would be subject to renegotiation at the discretion of the Federal Government.

B. ACCOUNTING CHANGES:
This Agreement is based on the accounting system purported by the organization to be in effect during the Agreement period. Changes in the method of accounting for costs which affect the amount of reimbursement resulting from the use of these cost pools are not allowed, unless the organization requests 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 facilities and administrative to direct. Failure to obtain approval may result in cost disallowances.

C. FIXED RATE:
If a fixed rate is in this Agreement, it is based on an estimate of the costs for the period covered by the rate. When the actual costs for this period are determined, an adjustment will be made to a rate of a future year(s) to compensate for the difference between the costs used to establish the fixed rate and actual costs.

D. USE BY OTHER FEDERAL AGENCIES:
The rates in this Agreement were approved in accordance with the authority in Office of Management and Budget Circular A-21, and should be applied to grants, contracts and other agreements covered by this Circular, subject to any limitations in A above. The organization may provide copies of the Agreement to other Federal Agencies to give them early notification of the Agreement.

E. OTHER:
If any Federal contract, grant or other agreement is reimbursing facilities and administrative costs by a means other than the approved rate(s) in this Agreement, the organization should (1) credit such costs to the affected programs, and (2) apply the approved rate(s) to the appropriate base to identify the proper amount of facilities and administrative costs allocable to those programs.

BY THE INSTITUTION:
The American University

[Signature]
Douglas Kudravetz
Associate Vice President of Finance and Assistant Treasurer

[Date] 5/20/2013

ON BEHALF OF THE FEDERAL GOVERNMENT:

DEPARTMENT OF HEALTH AND HUMAN SERVICES

[Agency]

[Signature]
Darryl W. Mason
Regional Director, Division of Cost Allocation

[Title]

[Date] 4/29/2013

[Phone]

Phat Chau

[Telephone] (301) 492-4855

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