



STATE OF ALABAMA
DEPARTMENT OF EDUCATION



Eric G. Mackey, Ed.D.
State Superintendent of Education

February 1, 2021

Alabama
State Board
of Education

MEMORANDUM

Governor Kay Ivey
President

TO: City and County Superintendents

Jackie Zeigler
District I
Vice President

FROM: Eric G. Mackey *EGM*
State Superintendent of Education

Tracie West
District II

SUBJECT: Indirect Cost Proposal for Fiscal Year 2022 (10/1/2021-9/30/2022)

Stephanie Bell
District III

The U. S. Department of Education, Office of the Chief Financial Officer, Indirect Cost Group, has delegated the responsibility of establishing Alabama's Local Education Agency (LEA) Indirect Cost Rates to the Alabama State Department of Education and has approved and accepted the methodology.

Yvette M. Richardson, Ed.D.
District IV
President Pro Tem

The forms and instructions for compiling your indirect cost proposal are located on our website at www.alsde.edu, click on Department Offices, Office of LEA Support, LEA Accounting, and Indirect Cost. The 2020 General Purpose Financial Statements (GPFS) must be approved before application for the 2022 Indirect Cost Rates can be made.

Tonya S. Chestnut, Ed.D.
District V

Fixed rates with adjustment for the difference in estimated (2018 adjusted GPFS) and actual recovery (2020 adjusted GPFS) are to be established on an annual basis. The 2022 rate calculation pages reflect carry-forward adjustments. Any negative rate calculations were negotiated as 0% for 2020. Any excess negative rate calculations will not be carried forward in the 2022 calculation.

Cynthia McCarty, Ph.D.
District VI

The 2022 Indirect Cost Proposals should be submitted as soon as possible, **but no later than March 1, 2021.**

Belinda McRae
District VII

A copy of the approved application will be sent to you.

Wayne Reynolds, Ed.D.
District VIII

Questions may be directed to your system accountant at (334) 694-4617.

Eric G. Mackey, Ed.D.
Secretary and
Executive Officer

EGM/BK

cc: Chief School Financial Officers

FY21-3011