

COST ALLOCATION AGREEMENT  
STATE AND LOCAL GOVERNMENTS

Commonwealth of Kentucky  
702 Capital Avenue, Room 484  
Frankfort, KY 40601

DATE: March 11, 2025  
FILING REF.: The  
preceding agreement  
was dated: 12/5/24

G12363

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SECTION I: ALLOCATED COSTS

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The central service costs listed in Exhibit A, attached, are approved on a fixed basis and may be included as part of the costs of the State/local departments and agencies indicated during your fiscal year ended June 30, 2022 for further allocation to Federal grants, contracts and other agreements performed at those departments and agencies.

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SECTION II: BILLED COSTS

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

Fleet Management

Records Center

Central Printing

Property Management

Computer Services

Risk Management

Prison Industries

Pension Trust (State Employees Retirement)

Worker Compensation

Facilities Security

STATE/LOCALITY: Commonwealth of Kentucky

AGREEMENT DATE: March 11, 2025

SECTION III: CONDITIONS

The amounts approved in Section I and the billings for the services listed in Section II are subject to the following conditions:

A. LIMITATIONS: (1) Charges resulting from this Agreement are subject to any statutory or administrative limitations and apply to a given grant, contract or other agreement only to the extent that funds are available. (2) Such charges represent costs incurred by the State/locality which are legal obligations of the State/locality and are allowable under Title 2 of the Code of Federal Regulations, Part 200 (2 CFR 200). (3) The same costs that are treated as indirect costs are not claimed as direct costs. (4) Similar types of costs are accorded consistent accounting treatment. (5) The information provided by the State/locality which was used to establish this Agreement is not later found to be materially incomplete or inaccurate.

B. ACCOUNTING CHANGES: This Agreement is based on the accounting system purported by the State/locality to be in effect during the Agreement period. Changes to the method of accounting for costs which affect the amount of reimbursement resulting from use of this Agreement require 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 allocated cost to a billed cost. Failure to obtain approval may result in cost disallowances.

C. FIXED AMOUNTS: If fixed amounts are approved in Section I of this Agreement, they are based on an estimate of the costs for the period covered by the Agreement. When the actual costs for this period are determined, adjustments will be made to the amounts of a future year to compensate for the difference between the costs used to establish the fixed amounts and actual costs.

D. BILLED COSTS: Charges for the services listed in Section II will be billed in accordance with rates established by the State/locality. These rates will be based on the estimated costs of providing the services. Adjustments for variances between billed costs and the actual allowable costs of providing the services, as defined by 2 CFR 200, will be made in accordance with procedures agreed to between the State/locality and the Cognizant Agency.

E. USE BY OTHER FEDERAL AGENCIES: This Agreement was executed in accordance with the authority in 2 CFR 200, and should be applied to grants, contracts and other agreements covered by 2 CFR 200, subject to any limitations in Paragraph A above. The State/locality may provide copies of the Agreement to other Federal Agencies to give them early notification of the Agreement.

BY THE STATE/LOCALITY

Commonwealth of Kentucky  
(STATE/LOCALITY)

  
(SIGNATURE)

L. Joe McDaniel  
(NAME)  
Exec. Director, Office of the Controller  
(TITLE)

06/23/2025  
(DATE)

BY THE COGNIZANT AGENCY

ON BEHALF OF THE FEDERAL GOVERNMENT  
DEPARTMENT OF HEALTH AND HUMAN SERVICES  
(AGENCY)

Darryl W. Mayes -S  
Digitally signed by Darryl W. Mayes -S  
Date: 2025.04.17 14:05:11 -04'00'

(SIGNATURE)

Darryl Mayes

(NAME)

Deputy Director, Cost Allocation Services

(TITLE)

March 11, 2025

(DATE)

HHS Representative Stanley Huynh

Telephone (415) 437-7820

KENTUCKY STATEWIDE COST ALLOCATION  
FISCAL YEAR 2022

Exhibit A  
(Amounts Rounded to the Nearest Dollar)

	Social Security	Statewide Accounting	Customer Resource Center	Procurement Services	Personnel	Treasurer	Auditor	Gov. Off for Policy & Mgmt	KY Retirement	Surplus Properties	Pass-Thru Section II	Total Fixed Cost
	D1	D2	D3	D4	D5	D7	D8	D9	D10	D11	(from B)	
Leg Research	1,314	1,06	1,886	25,839	148,604	1,681	—	18,999	191,348	1,704	(7,632)	384,829
Judicial	14,791	33,688	56,321	—	1,217,455	16,213	(6)	179,323	1,799,862	—	—	3,357,671
UPS	3,737	9,059	15,089	(386)	400,721	4,182	—	52,327	527,176	557	13,309	1,025,771
Agriculture	545	3,955	6,659	7,580	72,968	813	(1,045)	8,723	88,146	616	1,215	190,175
Attorney General	495	6,760	11,064	123	65,218	1,253	—	7,843	79,240	5	(951)	171,050
Election Finance	43	155	257	(13)	4,522	62	—	595	5,995	19	(131)	11,504
Governor's Office	137	(3,947)	(5,297)	—	17,515	246	(2,450)	21,310	21,310	—	5,211	35,055
Veterans Affairs	2,491	10,024	16,628	10,724	283,310	3,289	(2,887)	36,103	364,021	2,440	208	726,351
Military Affairs	224	38,885	65,497	134,060	37,772	1,178	(10,287)	42,176	42,315	18,385	8,383	340,348
Local Development	49	799	1,257	1,254	13,180	825	—	1,286	13,101	217	173	32,051
Secretary of State	74	574	958	(51)	9,820	144	—	1,177	11,897	80	3,254	27,927
Board of Elections	116	623	1,022	425	3,852	219	—	9,692	11,897	176	6,030	23,133
Transportation	12,156	296,890	498,571	2,735,360	1,487,651	18,290	(23,109)	184,101	1,838,124	306,381	316,379	7,690,794
Economic Development	233	566	990	—	23,987	319	—	3,184	32,055	—	394	61,730
Finance-KHEAA	24	3,449	5,687	1,809	7,498	300	—	707	7,215	140	(243)	26,586
Finance-COT	561	10,370	17,264	606	109,810	1,450	(1,917)	11,593	117,708	341	(3,599)	263,827
Finance-Revenue	2,514	7,686	13,576	335	292,618	76,954	—	36,945	372,625	20	7,110	810,383
Dept of Fish & Wildlife Resources	1,348	19,469	32,918	(86,350)	177,770	1,861	(2,949)	21,378	215,990	16,955	4,134	402,524
Education Professional Standards Bd	(192)	(920)	(1,256)	(102)	809	(486)	—	(1,073)	(10,423)	11	—	(13,632)
Council on Post Secondary Educ	619	1,087	1,878	(920)	20,546	488	(13,296)	5,214	51,692	153	3,896	71,357
Education Office of the Secretary	329	2,125	3,513	55	28,644	584	—	4,109	41,275	12	1,379	82,025
Workforce Investment	1,962	48,940	82,029	467	250,084	1,011,976	(21,036)	30,462	307,628	559	30,383	1,743,454
Dept of Education	2,638	33,187	56,135	433	392,332	5,599	(50,769)	45,189	457,261	1,060	(10,011)	933,054
KET	305	1,688	2,816	138	41,772	460	—	4,956	50,094	280	(1,047)	101,462
Libraries & Archives	64	1,670	2,766	(34)	18,908	271	—	1,804	18,398	4	(293)	43,558
Nature Preserves Commission	—	(571)	(780)	(102)	—	(47)	—	—	—	11	—	(1,489)
GAFS	—	(191)	(260)	(34)	—	(21)	(1,686)	—	—	4	—	(2,187)
Energy and Environment Cabinet	4,935	23,986	40,646	11	527,016	6,084	—	68,941	694,422	2,322	(13,061)	1,355,402
Public Protection Cabinet	1,957	11,954	19,552	(9,802)	215,004	2,643	—	27,790	280,074	1,187	3,687	554,046
Labor Cabinet	512	6,217	10,537	28,564	99,520	10,626	—	10,532	106,916	1,249	(887)	273,776
CHFS-KHBE	102	(483)	(660)	—	4,995	72	—	982	9,789	—	(5,625)	9,172
Health & Family Services-Secretary	1,665	28,403	47,009	(2,027)	134,098	7,760	(48,564)	19,960	200,283	252	49,681	438,520
Gov. Off of Wellness and Phy. Act	—	(1)	(1)	—	—	—	—	—	—	—	(2)	(2)
CHFS, Office of Inspector General	332	8,343	14,239	—	71,693	418	—	7,369	74,908	—	(84)	177,209
Dept for Aging and Indep. Living	700	11,763	19,590	—	61,097	1,506	—	8,745	87,841	—	(715)	190,327
Dept for Income Support	966	14,270	24,162	(2,493)	134,876	288,396	(6,747)	15,881	160,576	338	(5,503)	624,722
Dept of Public Health	1,227	18,189	30,153	(8,609)	137,753	2,569	(2,987)	17,648	177,911	1,153	18,160	393,167
Dept for MH Dev, Disab. & Addic. Svc.	538	19,987	33,438	1,613	176,847	1,846	—	16,314	168,351	1,046	(8,110)	421,270
Dept for Fam. Res. Ctrs. & Vol. Svc.	81	1,322	2,183	(509)	6,171	71	—	945	9,474	54	2,705	22,497
CHFS, Office of the Ombudsman	—	(1)	(2)	—	—	—	—	—	—	—	—	(3)
Dept for Community Based Svc.	12,708	50,076	86,281	(47,681)	1,353,264	41,946	(433)	192,238	1,940,208	5,387	(47,596)	3,785,398
Dept for Medicaid Services	337	40,556	64,821	2,142	51,409	446	—	5,870	59,417	362	(1,745)	223,595
Dept for Medicaid Svc. Benefits	—	27,997	44,315	—	—	22,489	—	—	—	—	—	94,801
Children With Special Care Needs	—	—	—	—	—	—	—	—	—	—	—	(1,701)
Offices of Health Policy	(47)	2,006	4,270	(12,002)	196	(32)	(450)	(281)	(2,532)	1,365	(437)	95,906
Justice - Office of the Sec	471	7,556	12,745	(102)	37,454	721	—	26,895	270,534	11	12,607	350,983
State Police	2,045	26,777	45,099	14,714	196,177	2,515	—	77,086	777,662	1,538	(17,913)	1,551,491
Juvenile Justice	3,195	15,017	25,152	15,226	387,809	3,981	—	48,147	485,893	1,280	(7,098)	978,602
Criminal Justice Training	791	9,576	15,493	5,570	63,606	1,432	—	9,474	95,068	4,628	17,229	222,867
Corrections	11,455	28,496	48,532	78,172	1,308,961	13,475	(102)	166,481	1,678,708	22,301	409,637	3,766,116
Others, including Boards	3,897	102,255	173,121	126,127	555,279	85,134	(81,584)	1,453,982	656,612	21,659	158,700	1,866,125
	99,639	981,878	1,647,804	3,020,130	11,464,279	1,649,006	(272,304)	1,453,982	14,662,659	416,262	979,146	36,102,361