TO:        The Secretary
          Through: DS:
          COS:  
          ES:  

FROM:     Director

SUBJECT:  Report to Congress on Funding Requirements for Contract Support Costs of
          Self-Determination Awards for Fiscal Year 2007 - - ACTION

ISSUE

This Report to Congress responds to Section 106(e) of the Indian Self-Determination and
Education Assistance Act (ISDEAA), Public Law 93-638, as amended.

DISCUSSION

The ISDEAA requires submission of an annual report, not later than May 15 of each year, to
provide “an accounting of any deficiency in funds needed to provide required contract support
costs to all contractors for the fiscal year for which the report is being submitted.”

RECOMMENDATION

I recommend you approve the attached fiscal year 2007 Report and its transmittal to Congress by
initialing on the approved line that follows and by signing the attached transmittal letters to the
President of the Senate and the Speaker of the House of Representatives under Tab B.

DECISION

Approved  ______________  Disapproved  ______________  Date  ______________

Charles W. Grim, DDS
Charles W. Grim, D.D.S., M.H.S.A.
Assistant Surgeon General
Attachments
Tab A – Summary Statement
Tab B – Transmittal Letters to Congress
Tab C – Report to Congress on Funding Requirements for Contract Support Costs of Self-Determination Awards for Fiscal Year 2007
SUMMARY STATEMENT

NAME OF CORRESPONDENT: Charles W. Grim, D.D.S., M.H.S.A., Director, IHS

SUBJECT/ISSUES RAISED BY CORRESPONDENT:

The Director forwards to the Secretary a Report to Congress entitled Report to Congress on Funding Requirements for Contract Support Costs of Self-Determination Awards for Fiscal Year 2007.

MAJOR POINTS IN THE REPORT:

This Report is in response to Section 106(c) of the Indian Self-Determination and Education Assistance Act (ISDEAA), Public Law 93-638, as amended. The ISDEAA requires submission of an annual accounting of funds provided for direct program costs and contact support costs of Tribal organizations under Self-Determination contracts and compacts.

CONTACT PERSON:

Ron Demaray, IHS (301) 443-1104
Jamar Hawkins, OS/ES (202) 205-6308
The Honorable Richard Cheney  
President of the Senate  
Washington, DC 20510  

Dear Mr. President:  

Section 106(c) of the Indian Self-Determination and Education Assistance Act, (Public Law (P.L.) 93-638), as amended, requires that the Secretary of the Department of Health and Human Services submit an annual report on Indian Health Service Funding Requirements for Contract Support Costs of Self-Determination Awards to Congress.  

The enclosed fiscal year 2007 Report to Congress provides information on the required elements of the report including an accounting of funds contracted under P.L. 93-638 for program costs and contract support costs.  

Sincerely,  

Michael O. Leavitt  

Enclosure
The Honorable Nancy Pelosi  
Speaker of the House of Representatives  
Washington, DC  20515

Dear Madam Speaker:

    Section 106(c) of the Indian Self-Determination and Education Assistance Act, (Public Law (P.L.) 93-638), as amended, requires that the Secretary of the Department of Health and Human Services submit an annual report on Indian Health Service Funding Requirements for Contract Support Costs of Self-Determination Awards to Congress.

    The enclosed fiscal year 2007 Report to Congress provides information on the required elements of the report including an accounting of funds contracted under P.L. 93-638 for program costs and contract support costs.

    Sincerely,

    Michael O. Leavitt

Enclosure
Report to Congress on Funding Requirements
for Contract Support Costs
of Self-Determination Awards
for Fiscal Year 2007

In Response to:
Section 106(c) of Public Law 93-638, as amended

Prepared by the
Indian Health Service
Department of Health and Human Services

Charles W. Grimm, DDS
Director, Indian Health Service
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I. FY 2007 Summary and Individual Tribal CSC Data
Report to Congress on Funding Requirements for Contract Support Costs of Self-Determination Awards

Introduction

The fiscal year (FY) 2007 contract support costs (CSC) funding report is in response to Section 106(c) of the Indian Self-Determination and Education Assistance Act (ISDEAA), Public Law (P.L.) 93-638, as amended. The Act requires the submission of an annual accounting of funds provided for direct program costs and CSC of Indian Tribes and Tribal organizations under Self-Determination contracts and compacts.

Background

The ISDEAA allows Tribes to assume operation of Federal programs and to receive not less than the amount of direct program funding that the Secretary would have otherwise provided for the direct operation of the program. Approximately half of the Agency’s appropriation is under Tribal health administration primarily through Title I and Title V of the ISDEAA. The ISDEAA also provides that CSC be added to the program amount. The CSC are defined in the ISDEAA as the reasonable costs for activities either not normally provided by the Secretary in his/her direct operation of the program, or were provided by the Secretary in support of the program from resources other than those under contract or compact.

Specific elements of CSC include the following:
- Pre-award costs (e.g., consultant and proposal planning services)
- Start-up costs (e.g., purchase of computer hardware and software)
- Direct CSC (e.g., unemployment taxes on direct program salaries)
- Indirect CSC (e.g., pooled costs such as the support of a financial management system)

The IHS has had a CSC policy in existence since 1992 to govern the administration and allocation of these funds. The policy was developed through extensive consultation and participation of Tribes. Earlier this year the Director of the IHS revised the CSC policy to amend procedures related to the funding of CSC associated with new or expanded programs in order to ensure continued funding equity in the current fiscal environment. The IHS CSC policy conforms to applicable Office of Management and Budget (OMB) Circular A-87 and A-122 cost principles.

Status of Current Year Requirements

On an annual basis, the IHS queries Tribes/Tribal organizations to determine [their] CSC funding requirements. For FY 2006, there was a total CSC requirement in the amount of $352,673,495. The total CSC requirement for the IHS in FY 2007 is estimated at $376,107,825.

Linkage with other Reports to Congress on CSC

None.
Total Funding Provided for Direct Program Costs and CSC for Self-Determination Awards During FY 2006.

Total FY 2006 program funds awarded to Tribes and Tribal organizations for Self-Determination contracts and Self-Governance compacts. $1,261,911,279

Total FY 2006 funds for CSC awarded to Tribes and Tribal organizations for Self-Determination contract and Self-Governance compacts. $264,539,043

An Accounting of any Deficiency of Funds Needed to Provide Required CSC to all Awardees for FY 2006.

Total CSC shortfall for FY 2006: $88,168,269

Details of Indirect Cost Rates, Types of Rates, Direct Cost Bases, Types of Bases for Each Tribal Organization Negotiated with the IHS.

This data is provided in Attachment I to this Report.
Fiscal Year 2007 CSC Funding Report
(Includes FY 2006 Data)

NOTE: “This report was prepared with the information then available to the Indian Health Service. The contents of this report do not represent an assessment of the amount due under any contract with any Tribe or Tribal organization or an admission of liability.”
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**Other Information**
- **Location**: United States
- **Department**: Human Resources
- **Date**: 2023-04-15

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**Note**: This table represents a sample of employee information for a fictional company. Real data would include more comprehensive details and would be organized differently based on the company's specific needs.
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*Note: All activities were completed within the standard working hours.*