CONSULTING ENGINEER
SCHEDULE OF INDIRECT COSTS
FOR THE FISCAL YEAR ENDED
EXHIBIT I

		AMOUNTS PRESENTED	ADJUSTMENTS	NOTES	AS ADJUSTED	INDIRECT COST RATES	ADJUSTMENTS TO FIELD	ALLOCABLE TO FIELD	ALLOCATION PERCENTAGE	FIELD OFFICE		HOME OFFICE	
	DIRECT LABOR	$ 700,000	$ -		$ 700,000		$ -	$ 700,000		$ 125,000		$ 575,000	
	FRINGE BENEFITS												
1		$ -	$ -		$ -		$ -	$ -	17.86%	$ -		$ -	
1		$ -	$ -		$ -		$ -	$ -	17.86%	$ -		$ -	
1		$ -	$ -		$ -		$ -	$ -	17.86%	$ -		$ -	
1		$ -	$ -		$ -		$ -	$ -	17.86%	$ -		$ -	
1		$ -	$ -		$ -		$ -	$ -	17.86%	$ -		$ -	
1		$ -	$ -		$ -		$ -	$ -	17.86%	$ -		$ -	
1		$ -	$ -		$ -		$ -	$ -	17.86%	$ -		$ -	
1		$ -	$ -		$ -		$ -	$ -	17.86%	$ -		$ -	
1		$ -	$ -		$ -		$ -	$ -	17.86%	$ -		$ -	
1		$ -	$ -		$ -		$ -	$ -	17.86%	$ -		$ -	
1		$ -	$ -		$ -		$ -	$ -	17.86%	$ -		$ -	
1		$ -	$ -		$ -		$ -	$ -	17.86%	$ -		$ -	
1		$ -	$ -		$ -		$ -	$ -	17.86%	$ -		$ -	
	TOTAL FRINGE BENEFITS	$ -	$ -		$ -	0.00%	$ -	$ -		$ -	0.00%	$ -	0.00%
	GENERAL OVERHEAD:												
1		$ -	$ -		$ -		$ -	$ -	17.86%	$ -		$ -	
1		$ -	$ -		$ -		$ -	$ -	17.86%	$ -		$ -	
1		$ -	$ -		$ -		$ -	$ -	17.86%	$ -		$ -	
2		$ -	$ -		$ -		$ -	$ -	0.00%	$ -		$ -	
2		$ -	$ -		$ -		$ -	$ -	0.00%	$ -		$ -	
2		$ -	$ -		$ -		$ -	$ -	0.00%	$ -		$ -	
2		$ -	$ -		$ -		$ -	$ -	0.00%	$ -		$ -	
2		$ -	$ -		$ -		$ -	$ -	0.00%	$ -		$ -	
2		$ -	$ -		$ -		$ -	$ -	0.00%	$ -		$ -	
1		$ -	$ -		$ -		$ -	$ -	17.86%	$ -		$ -	
1		$ -	$ -		$ -		$ -	$ -	17.86%	$ -		$ -	
1		$ -	$ -		$ -		$ -	$ -	17.86%	$ -		$ -	
1		$ -	$ -		$ -		$ -	$ -	17.86%	$ -		$ -	
1		$ -	$ -		$ -		$ -	$ -	17.86%	$ -		$ -	
2		$ -	$ -		$ -		$ -	$ -	0.00%	$ -		$ -	
2		$ -	$ -		$ -		$ -	$ -	0.00%	$ -		$ -	
1		$ -	$ -		$ -		$ -	$ -	17.86%	$ -		$ -	
1		$ -	$ -		$ -		$ -	$ -	17.86%	$ -		$ -	
1		$ -	$ -		$ -		$ -	$ -	17.86%	$ -		$ -	
1		$ -	$ -		$ -		$ -	$ -	17.86%	$ -		$ -	
1		$ -	$ -		$ -		$ -	$ -	17.86%	$ -		$ -	
1		$ -	$ -		$ -		$ -	$ -	17.86%	$ -		$ -	
1		$ -	$ -		$ -		$ -	$ -	17.86%	$ -		$ -	
1		$ -	$ -		$ -		$ -	$ -	17.86%	$ -		$ -	
1		$ -	$ -		$ -		$ -	$ -	17.86%	$ -		$ -	
1		$ -	$ -		$ -		$ -	$ -	17.86%	$ -		$ -	
1		$ -	$ -		$ -		$ -	$ -	17.86%	$ -		$ -	
1		$ -	$ -		$ -		$ -	$ -	17.86%	$ -		$ -	
1		$ -	$ -		$ -		$ -	$ -	17.86%	$ -		$ -	
1		$ -	$ -		$ -		$ -	$ -	17.86%	$ -		$ -	
1		$ -	$ -		$ -		$ -	$ -	17.86%	$ -		$ -	
1		$ -	$ -		$ -		$ -	$ -	17.86%	$ -		$ -	
1		$ -	$ -		$ -		$ -	$ -	17.86%	$ -		$ -	
1		$ -	$ -		$ -		$ -	$ -	17.86%	$ -		$ -	
	TOTAL GENERAL OVERHEAD	$ -	$ -		$ -	0.00%	$ -	$ -		$ -	0.00%	$ -	0.00%
	TOTAL FRINGE BENEFITS	$ -	$ -		$ -		$ -	$ -		$ -		$ -	
	TOTAL INDIRECT COSTS	$ -	$ -		$ -	0.00%	$ -	$ -		$ -	0.00%	$ -	0.00%
2	FACILITIES COST OF MONEY	$ 6,789.00	$ -		$ 6,789	0.97%		$ 6,789	0.00%	$ -	0.00%	$ 6,789	1.18%

CONSULTING ENGINEER
SCHEDULE OF INDIRECT COSTS
FOR THE FISCAL YEAR ENDED

EXHIBIT IA

COMPUTATION OF ALLOCATION RATES

Allocation 1:

Direct Field Labor		$ 125,000		
Total Direct Labor	=	$ 700,000	=	17.86%

This allocation does not have an effect on the field or home office indirect cost rates. If it was applied to all accounts the field office and home office rates would be the same.

This percentage should be applied to expenses common to both field and home office direct labor in equal proportions, i.e., Indirect Salaries, Insurance, Dues, Legal and Accounting, etc.

Allocation 2:

Allocated Supportive Services		$ -	X	17.86%		$ -			
Home Office Direct Labor + Indirect Salaries	=	$ 575,000	+	$ -	=	$ 575,000	=	0.00%	

This rate allocates to the field the "space costs" associated with supportive service labor.

This rate should be applied to Rent, Supplies, Utilities, etc.

Data used in the these calculations:

Direct Field Office Labor	$ 125,000
Direct Home Office Labor	$ 575,000
Total Direct Labor	$ 700,000
0	$ -
Total Indirect Salaries	$ -

CONSULTING ENGINEER
SCHEDULE OF INDIRECT COSTS
FOR THE FISCAL YEAR ENDED

EXHIBIT II

ANALYSIS OF PRINCIPAL'S COMPENSATION

Fill in yellow boxes

EMPLOYEE NAME	SALARY/ WAGES (A)	BONUS (B)	PROFIT SHARING (C)	OTHER BENEFITS (D)	PENSION (E)	TOTAL BENEFITS (F)	TOTAL COMPENSATION (G)	TOTAL HOURS (H)	CONNDOT MAXIMUM (I)	SALARY/ WAGES OVER MAX (J)	DIRECT HOURS (K)	DIRECT HOURS % (L)	DIRECT LABOR OVER MAX (M)	INDIRECT LABOR OVER MAX (N)	BENEFITS OVER MAX (O)	BENEFITS ALLOCABLE TO DIRECT LABOR (P)	DIRECT HOURS % (Q)	BENEFITS ALLOCATED TO DIRECT LABOR (R)	TOTAL ADJUSTMENTS DIRECT LABOR (S)	TOTAL ADJUSTMENTS INDIRECT LABOR (T)	TOTAL ADJUSTMENTS BENEFITS (U)
	$ -	$ -	$ -	$ -	$ -	$ -	$ -	2,080	$ 72,800	$ -	0	0.000%	$ -	$ -	$ -	$ -	0.000%	$ -	$ -	$ -	$ -
	$ -	$ -	$ -	$ -	$ -	$ -	$ -	2,080	$ 72,800	$ -	0	0.000%	$ -	$ -	$ -	$ -	0.000%	$ -	$ -	$ -	$ -
	$ -	$ -	$ -	$ -	$ -	$ -	$ -	2,080	$ 72,800	$ -	0	0.000%	$ -	$ -	$ -	$ -	0.000%	$ -	$ -	$ -	$ -
	$ -	$ -	$ -	$ -	$ -	$ -	$ -	2,080	$ 72,800	$ -	0	0.000%	$ -	$ -	$ -	$ -	0.000%	$ -	$ -	$ -	$ -
	$ -	$ -	$ -	$ -	$ -	$ -	$ -	2,080	$ 72,800	$ -	0	0.000%	$ -	$ -	$ -	$ -	0.000%	$ -	$ -	$ -	$ -
	$ -	$ -	$ -	$ -	$ -	$ -	$ -	2,080	$ 72,800	$ -	0	0.000%	$ -	$ -	$ -	$ -	0.000%	$ -	$ -	$ -	$ -
	$ -	$ -	$ -	$ -	$ -	$ -	$ -	2,080	$ 72,800	$ -	0	0.000%	$ -	$ -	$ -	$ -	0.000%	$ -	$ -	$ -	$ -
	$ -	$ -	$ -	$ -	$ -	$ -	$ -	2,080	$ 72,800	$ -	0	0.000%	$ -	$ -	$ -	$ -	0.000%	$ -	$ -	$ -	$ -
TOTAL	$ -	$ -	$ -	$ -	$ -	$ -	$ -			$ -			$ -	$ -	$ -	$ -		$ -	$ -	$ -	$ -

COMPANY'S / CPA'S ADJUSTMENTS $ - $ - $ -

ADDITIONAL CONNDOT ADJUSTMENTS $ - $ - $ -

KEY TO COMPUTATIONS:

Column F= sum of columns B,C,D,E
Column G= column A plus column F
Column I= column H times $35.00 per hour
Column J= If column A is > column I, then column I minus column A, if not ZERO
Column L= column L divided by column I
Column M= column J times column L
Column N= column J minus column M
Column O= negative value of:
1) if column G is > column I and column A is < column I,
then column G minus column I, IF NOT then column F
or 2) If column G is < column I then ZERO
Column P= column F plus column O
Column R= column P times column Q
Column S= column M plus column R
Column T= column N
Column U= column O plus negative column R

CONSULTING ENGINEER
SCHEDULE OF INDIRECT COSTS
FOR THE FISCAL YEAR ENDED

FLUX ANALYSIS

	2006	% Labor Base	2005	% Labor Base	% direct labor incr/(decr)	$ incr/(decr)	% incr/(decr)
DIRECT LABOR	$ 700,000		$ -		$ 700,000	$ 700,000	#DIV/0!
FRINGE BENEFITS							
0	$ -	0.00%	$ -	#DIV/0!	#DIV/0!	$ -	#DIV/0!
0	$ -	0.00%	$ -	#DIV/0!	#DIV/0!	$ -	#DIV/0!
0	$ -	0.00%	$ -	#DIV/0!	#DIV/0!	$ -	#DIV/0!
0	$ -	0.00%	$ -	#DIV/0!	#DIV/0!	$ -	#DIV/0!
0	$ -	0.00%	$ -	#DIV/0!	#DIV/0!	$ -	#DIV/0!
0	$ -	0.00%	$ -	#DIV/0!	#DIV/0!	$ -	#DIV/0!
0	$ -	0.00%	$ -	#DIV/0!	#DIV/0!	$ -	#DIV/0!
0	$ -	0.00%	$ -	#DIV/0!	#DIV/0!	$ -	#DIV/0!
0	$ -	0.00%	$ -	#DIV/0!	#DIV/0!	$ -	#DIV/0!
0	$ -	0.00%	$ -	#DIV/0!	#DIV/0!	$ -	#DIV/0!
0	$ -	0.00%	$ -	#DIV/0!	#DIV/0!	$ -	#DIV/0!
0	$ -	0.00%	$ -	#DIV/0!	#DIV/0!	$ -	#DIV/0!
0	$ -	0.00%	$ -	#DIV/0!	#DIV/0!	$ -	#DIV/0!
0	$ -	0.00%	$ -	#DIV/0!	#DIV/0!	$ -	#DIV/0!
TOTAL FRINGE BENEFITS	$ -	0.00%	$ -	#DIV/0!	#DIV/0!	$ -	
OVERHEAD:							
0	$ -	0.00%	$ -	#DIV/0!	#DIV/0!	$ -	#DIV/0!
0	$ -	0.00%	$ -	#DIV/0!	#DIV/0!	$ -	#DIV/0!
0	$ -	0.00%	$ -	#DIV/0!	#DIV/0!	$ -	#DIV/0!
0	$ -	0.00%	$ -	#DIV/0!	#DIV/0!	$ -	#DIV/0!
0	$ -	0.00%	$ -	#DIV/0!	#DIV/0!	$ -	#DIV/0!
0	$ -	0.00%	$ -	#DIV/0!	#DIV/0!	$ -	#DIV/0!
0	$ -	0.00%	$ -	#DIV/0!	#DIV/0!	$ -	#DIV/0!
0	$ -	0.00%	$ -	#DIV/0!	#DIV/0!	$ -	#DIV/0!
0	$ -	0.00%	$ -	#DIV/0!	#DIV/0!	$ -	#DIV/0!
0	$ -	0.00%	$ -	#DIV/0!	#DIV/0!	$ -	#DIV/0!
0	$ -	0.00%	$ -	#DIV/0!	#DIV/0!	$ -	#DIV/0!
0	$ -	0.00%	$ -	#DIV/0!	#DIV/0!	$ -	#DIV/0!
0	$ -	0.00%	$ -	#DIV/0!	#DIV/0!	$ -	#DIV/0!
0	$ -	0.00%	$ -	#DIV/0!	#DIV/0!	$ -	#DIV/0!
0	$ -	0.00%	$ -	#DIV/0!	#DIV/0!	$ -	#DIV/0!
0	$ -	0.00%	$ -	#DIV/0!	#DIV/0!	$ -	#DIV/0!
0	$ -	0.00%	$ -	#DIV/0!	#DIV/0!	$ -	#DIV/0!
0	$ -	0.00%	$ -	#DIV/0!	#DIV/0!	$ -	#DIV/0!
0	$ -	0.00%	$ -	#DIV/0!	#DIV/0!	$ -	#DIV/0!
0	$ -	0.00%	$ -	#DIV/0!	#DIV/0!	$ -	#DIV/0!
0	$ -	0.00%	$ -	#DIV/0!	#DIV/0!	$ -	#DIV/0!
0	$ -	0.00%	$ -	#DIV/0!	#DIV/0!	$ -	#DIV/0!
0	$ -	0.00%	$ -	#DIV/0!	#DIV/0!	$ -	#DIV/0!
0	$ -	0.00%	$ -	#DIV/0!	#DIV/0!	$ -	#DIV/0!
0	$ -	0.00%	$ -	#DIV/0!	#DIV/0!	$ -	#DIV/0!
0	$ -	0.00%	$ -	#DIV/0!	#DIV/0!	$ -	#DIV/0!
0	$ -	0.00%	$ -	#DIV/0!	#DIV/0!	$ -	#DIV/0!
0	$ -	0.00%	$ -	#DIV/0!	#DIV/0!	$ -	#DIV/0!
0	$ -	0.00%	$ -	#DIV/0!	#DIV/0!	$ -	#DIV/0!
0	$ -	0.00%	$ -	#DIV/0!	#DIV/0!	$ -	#DIV/0!
0	$ -	0.00%	$ -	#DIV/0!	#DIV/0!	$ -	#DIV/0!
0	$ -	0.00%	$ -	#DIV/0!	#DIV/0!	$ -	#DIV/0!
TOTAL GENERAL OVERHEAD	$ -	0.00%	$ -	#DIV/0!	#DIV/0!	$ -	
TOTAL FRINGE BENEFITS	$ -	0.00%	$ -	#DIV/0!	#DIV/0!	$ -	
TOTAL INDIRECT COSTS	$ -	0.00%	$ -	#DIV/0!	#DIV/0!	$ -	

CONSULTING ENGINEER
SCHEDULE OF INDIRECT COSTS
FOR THE FISCAL YEAR ENDED

ConnDOT External Audit Circular: COST OF MONEY COMPUTATION

This form is to be used only for buildings and equipment owned by the consultant/auditee.

FACILITIES CAPITAL COST OF MONEY

Fill in yellow boxes

Source:US Treasury (www.publicdebt.treas.gov) Prompt Payment Act Interest Rate page.

	Jan-June		July-Dec
Rates	4.2500%		4.500%
Average FCCM Rate		**4.380%**	

FISCAL YEAR	Year 1	Year 2
ENGINEERING EQUIPMENT	$50,000	$70,000
AUTOMOBILES	$60,000	$60,000
OFFICE FURNITURE AND FIXTURES	$25,000	$30,000
LEASEHOLD IMPROVEMENTS	$25,000	$35,000
COMPUTER HARDWARE AND SOFTWARE	$35,000	$50,000
LESS: ACCUMULATED DEPRECIATION	($60,000)	($70,000)
Net Book Value	$ 135,000.00	$ 175,000.00

Average Net Book Value **$ 155,000.00**

Computation

Average Net Book Value	$ 155,000.00
Average FCCM Rate	4.380%
Facilities Capital Cost Of Money	$ 6,789.00
Amount Presented	$ 6,789.00
Variance	$ -

ConnDOT External Audit Circular : COST OF MONEY COMPUTATION

Cost of Money Rates

Year	Jan - June	July - Dec	Cal. year Average
1990	8.5000%	9.0000%	8.7500%
1991	8.3750%	8.5000%	8.4375%
1992	6.8750%	7.0000%	6.9375%
1993	6.5000%	5.6250%	6.0625%
1994	5.5000%	7.0000%	6.2500%
1995	8.1250%	6.3750%	7.2500%
1996	5.8750%	7.0000%	6.4375%
1997	6.3750%	6.7500%	6.5625%
1998	6.2500%	6.0000%	6.1250%
1999	5.0000%	6.5000%	5.7500%
2000	6.7500%	7.2500%	7.0000%
2001	6.3750%	5.8750%	6.1250%
2002	5.5000%	5.2500%	5.3750%
2003	4.2500%	3.1250%	3.6875%
2004	4.0000%	4.5000%	4.2500%
2005	4.2500%	4.5000%	4.3750%
2006	5.1250%	5.7500%	5.4375%
2007	5.2500%		

Note: Current Treasury rates may be obtained at: http://www.publicdebt.treas.gov.

Average Treasury Rate for the 12-Month Audit Period:

January - June, 2003	6/12	multiplied by	4.2500%	equals	2.125000%
July - December, 2003	6/12	multiplied by	3.1250%	equals	1.562500%
			(from table)		3.687500%

For calendar-year companies, verify against Treasury Rate from above table..... 3.6875%

CONSULTING ENGINEER
SCHEDULE OF INDIRECT COSTS
FOR THE FISCAL YEAR ENDED

This form must be filled in when "common control" exists as defined in ConnDOT External Audit Circular 6.

CALCULATION OF COST OF OWNERSHIP

Fill in yellow boxes

ALLOWABLE COST OF OWNERSHIP COMPUTATION

ABCD Real Estate Parnership Expenses		
Insurance	*	$ 500
Taxes	*	$ 2,500
Depreciation	*	$ 12,000
Legal and Professional Fees	*	$ -
	*	$ -
	*	$ -
	*	$ -
Cost of Money		$ 10,950
TOTAL COST OF OWNERSHIP		$ 25,950
ALLOWABLE SPACE [%]		100% A
TOTAL ALLOWABLE COST		$ 25,950
LESS RENT PER INDIRECT COST RATE SCHEDULE		$ 30,000
UNALLOWABLE COSTS		$ (4,050)

PROPERTY VALUE	**NBV**	**Average**
Beginning F/Y	$250,000	
Ending F/Y	$250,000	
	$500,000	$ 250,000
TIMES TREASURY RATE (average)		4.38%
FACILITIES COST OF MONEY		$ 10,950

SPACE UTILIZATION

Idle or Sub-let Space [Sq. Ft.]	0	
Gross Space [Sq. Ft.]	10000	
Allowable % of Costs	100%	A

***NOTE: Since these costs represent expenses to the owner/lessor (ABCD Partnership), they must be excluded from the overhead costs submitted by the lessee (CONSULTING ENGINEER).**