

Attachment 2
Research Subaward Agreement
Special Terms and Conditions

[WHILE SPECIAL TERMS AND CONDITIONS MAY NOT BE REQUIRED BY THE FUNDING AGENCY, Institutions must include the following clauses when applicable. Clauses not marked "Required" below may be deleted if not applicable.]

REQUIRED: Payment Terms

Payment of invoices is subject to Subrecipient compliance with University of Hawaii payment procedures, including, but not limited to, Subrecipient properly completing all required paperwork. Non-compliance may result in delays and/or non-payment.

REQUIRED: Tax Clearance (check applicable box)

- Subrecipient has provided, or will provide prior to execution of this subaward by University of Hawaii, a current tax clearance from the State of Hawaii Director of Taxation and United States Internal Revenue Service as required by Hawaii law. Tax clearances are only valid for six months from date of issue. By signing this subaward, Subrecipient acknowledges that under Hawaii Revised Statutes §103-53(c), as may be amended from time to time, Subrecipient must also provide University of Hawaii with a current tax clearance before final payment under this subaward can be made.

- Subrecipient is not required to provide University of Hawaii with a tax clearance because the total amount of the subaward is less than \$25,000 (HRS §103-53(e)(1)). By signing this subaward, Subrecipient acknowledges that (1) should the amount of the subaward be subsequently increased to \$25,000 or more, it will be required to provide University of Hawaii with a current tax clearance from the State of Hawaii Director of Taxation and United States Internal Revenue Service prior to University of Hawaii's execution of any modification; and (2) under Hawaii Revised Statutes §103-53(c), as may be amended from time to time, Subrecipient must also provide University of Hawaii with a current tax clearance before final payment under the subaward can be made.

- Subrecipient is not required to provide University of Hawaii with a tax clearance because this subaward is between government agencies (HRS §103-53(e)(5)).

REQUIRED: Facilities and Administrative (F&A) Costs (check applicable box)

- An F&A rate of _____% is being applied to this subaward. This rate is:
 - Subrecipient's federally negotiated F&A rate.
 - A de minimis rate because Subrecipient does not have a federally negotiated F&A rate.
 - A reduced rate designated by Subrecipient. By executing this subaward, Subrecipient certifies that Subrecipient has voluntarily elected to apply this reduced rate.
 - A sponsor-imposed cap or reduced rate.
- Subrecipient voluntarily waives its right to indirect costs.

Note: Even though Subrecipient may voluntarily request a reduced rate or waiver, a reduced rate or waiver will not be allowed if prohibited by any award terms and conditions to which the subaward funds are subject.