

INFORMATION ON THE INDIRECT COST DISTRIBUTION

Note: the use of F&A (Facilities & Administration) returns and Indirects are used interchangeably in this document.

Effective July 1, 2018, the Indirect Cost Returns for Academic Colleges and other service divisions will change as follows:

INDC DISTRIBUTION RATES Effective July 1, 2018 Colleges and the University Library Units

	INDC Rates			
	32%	13.6-31.9%	8.1-13.5%	0-8%
Provost	24%	50%	70%	90%
OGSP	37%	20%	10%	0%
Colleges/Library	13%	8%	0%	0%
Departments	8%	7%	6%	2%
PIs	18%	15%	14%	8%

INDC DISTRIBUTION RATES Effective July 1, 2018 All Other Units

	INDC Rates			
	32%	13.6-31.9%	8.1-13.5%	0-8%
Provost	25%	58.8%	80%	100%
OGSP	37.5%	20.6%	10%	0%
Units	37.5%	20.6%	10%	0%

The process for all F&A (Facilities & Administration) returns is that the indirects are calculated appropriately throughout the fiscal year (July 1-June 30). Once the fiscal year is official closed by the Chief Accounting Officer, the indirects are then allocated to the proper recipients. The change will apply to earnings on or after July 1, 2018 with the initial distribution occurring in Fall of 2019.

Once allocated into the appropriate individual accounts, the funds become institutional dollars which have the same restrictions and follow the state purchasing guidelines with a few exceptions. The allocations do not lapse at the end of the fiscal year and can be accumulated from year to year. This funding may not be used to compensate the grant holder in the form of summer pay or an academic year overload. However, it can be used to pay student (graduate or undergraduate) salaries at any time of the year. In addition, this funding may not be used to support a course buyout unless it is an identified match requirement of future external funding.

The expectation is that the distributed F&A should be used to support GC's research enterprise. Common uses of these monies include the following:

- Funding for student stipends, travel and other expenses incurred while performing research;
- Funding for staff and postdoctoral researchers;
- Research supply/equipment purchases;
- Bridge funding;
- Cost-share, required or voluntary;
- Travel to meet with program directors, present papers, give talks, etc.;
- Books, journals, papers and other similar expenses related to scholarship and research;
- Project development costs such as proposal writing, proposal workshops, etc.;
- General administrative and clerical costs (including office supplies) in support of research;
- Research related recruitment costs;
- Laboratory enhancements for research purposes; and
- Faculty start-up packages for research programs.
- At the discretion of the Provost, distributions may be altered under special circumstances.

Finally, should the responsible faculty member separate from the University, any balance in their IDC account will revert to their home department.

Amended: December 2018