

Introduction

Research and other sponsored activities are an integral part of the academic mission of Nazareth College of Rochester. As such, the guiding principles of this policy are to recognize the impact of sponsored programs for which F&A is charged, and to promote further success by making resources available to administrative units with responsibility for sponsored programs, research, and scholarly activity.

The College's current federally negotiated indirect cost rate is 68% of Salaries and Wages exclusive of fringe benefits. However, because of the types of awards received, the College rarely receives more than 8% of modified total direct costs which excludes tuition remission, scholarships, and subcontract amounts greater than \$25,000.

Policy Statement

It is the policy of Nazareth College of Rochester to request the approved federal Facilities and Administrative Costs (F&A or indirects) rate on all federal grants and/or contract proposals. Many foundations also allow F&A costs to be added to grants, and the allowed rate for each specific foundation or corporation should be requested.

F&A Revenue Sharing Policy for Grants and Contracts

Nazareth College of Rochester will distribute recovered F&A from external sponsors as follows:

College General Fund	50%
Vice President for Academic Affairs (VPAA) Indirect Recovery	25%
Office of Sponsored Programs and Faculty Research (OSPFR) Professional Development Fund	25%

Guidelines

The Vice President for Academic Affairs will have oversight of this policy. Changes to the general fund allocation may also require input and/or approval from the Vice President for Finance and Administration.

Procedures

Indirect costs charged on grants are intended to reimburse the College for real costs incurred in connection with administration of sponsored programs.

The principle that applies to this process is as follows: Funds from overhead (indirect costs) should be used to enhance research or scholarly activities with at least 25% of recovered funds directly supporting research and scholarship. The 25% required for direct support will be managed by the Director of the Office of Sponsored Programs and Faculty Research with input from the Vice President for Academic Affairs. The remaining 25% of recovered indirect costs, not transferred to the College's General Fund, will be maintained in a separate VPAA Recovered Indirect Costs account and administered at the discretion of the Vice President for Academic Affairs.

Recovered indirects funds will be reallocated at least annually by the Office of Sponsored Programs and Faculty Research. Reallocations may occur at the end of each fiscal quarter, study closeout, or account closeout, the timing of which will be determined by the Office of Sponsored Programs and Faculty Research and

Questions concerning the application of this policy should be directed to the Office of Sponsored Programs and Faculty Research.