

## Kinesiology Indirect Costs Policy

The goal of the University of Michigan is to recover the full costs of each individual sponsored project where permitted by the policies of the funding agency.

### *UM Indirect Rates*

#### **Federal**

**Fiscal 2007 & 2008**  
(7/1/2006 – 6/30/2008)

<u>Type</u>	<u>Rate</u>
<b>Research: Federal</b>	on campus: <b>52.0%</b> off campus: <b>26.0%</b>
<b>Instruction</b>	on campus: <b>54.0%</b> off campus: <b>26.0%</b>
<b>Other Sponsored Activity</b>	on campus: <b>30.0%</b> off campus: <b>26.0%</b>

The above rates are provisional after June 30, 2008 until new a new rate is negotiated.

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#### **Industrial Sponsors**

**Fiscal 2007 & 2008**  
(7/1/2006 -- 6/30/2008)

<u>Type</u>	<u>Rate</u>
<b>Research: Federal</b>	on campus: <b>52.0%</b> off campus: <b>26.0%</b>
<b>Instruction</b>	on campus: <b>54.0%</b> off campus: <b>26.0%</b>
<b>Other Sponsored Activity</b>	on campus: <b>30.0%</b> off campus: <b>26.0%</b>

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#### **Non-Federal**

##### **Foundations and Charities**

All years, all activities: **20% or sponsor's published rate**

##### **State of Michigan**

All years, all activities: **20%**

##### **Clinical Trials**

All years: **25% [TDC]**

### *UM Cost Recovery Policies*

Non-federal sponsors are not necessarily guided by the principle of full cost recovery for the University. Agencies may have indirect cost rates which are considerably lower than those set forth in the rate agreement with the federal government.

For these Foundations and Public Charities – the indirect cost rate will be accepted if:

- 1) published as part of the general policies of the organization (e.g., in conjunction with the proposed solicitation) and,
- 2) applied uniformly to all award recipients

For a sponsored project that is funded by a non-federal agency and does not include indirect cost recovery at the federal or industry rates, it is permissible to recover through direct charges, costs that can be attributed to that project, but that otherwise typically are treated as indirect. In all cases, the services or items being charged, must be allowable under University policy, must be associated with that specific project, and their costs must be proportionate to the level of their use on that project. Examples include: clerical and administrative salaries; space/facilities; routine postage; telephone line rental; memberships; subscriptions; and local area network expenses.

### ***Kinesiology Cost Recovery Policies***

All proposals to non-federal agencies must include a minimum of 20% indirect cost recovery. If indirect costs are not allowed by the sponsor, faculty members must include items on their budget equivalent to 20% to offset Division costs (e.g., staff support, supplies, postage, toner cartridges - see Research-Related Costs Policy). If a sponsor allows some but less than 20% indirect costs then faculty members must offset the difference with research cost recovery items.

If it is not possible to include such items as direct costs (or a faculty member prefers to do so), faculty members should plan to support the Division costs of the project via their research incentive funds.

The ADR will not sign off on budgets that do not account for the 20% IDC either through budgeted items or research incentive funds. It is expected that post-tenure faculty will infrequently approach funding sources that do not allow indirect costs, or use these as supplemental to federal grants. Pre-tenure faculty are encouraged to approach these funding sources in order to secure initial funds help establish their funded research lines.

Only with sufficient time for discussion will exceptions to these guidelines be considered. These guidelines do not apply to graduate student or postdoc proposals.

**Last date modified: September 7, 2007**