Appendix F

Indirect Costs

Qualified institutions or organizations (such as non-profit organizations) that will oversee successful applicants (PI’s) for the Western SARE Center’s “Research and Education Grants” are allowed to include, as a part of their submitted budgets, up to 10% of total direct cost for indirect costs (facilities and administration expenses) as part of their project budgets. In order to qualify to submit and recover indirect costs, the submitting institution must present evidence to the Western SARE Host Institution (Utah State University) that the qualified institution or organization has an established indirect cost rate agreement with one of the two Federal agencies, Office of Naval Research or Department of Health and Human Services. The qualified institution would be allowed to charge their established rate or 10% of total direct cost, whichever is less. Institutions and organizations who do not have an established indirect cost rate agreement are allowed to participate in the Research and Educations Grants, however they would not be allowed to include indirect costs as part of their submitted budget.

This year, all SARE funded proposals including: Research & Education grants; Graduate Student Grants; Professional + Producer Grant; Professional Development Program grants, will be allowed to budget up to 10% of total direct costs for indirect costs.

Producer grants will not be allowed to budget for indirect costs because ALL grant subcontract funds flow to the producer. Hence, it is not to their advantage to allocate indirect costs.