

**Appendix B-1
Indirect Cost Rate**

Completion required for all proposals prior to budget approval. Signature of Associate VP for Research required only if requesting a rate that varies from those predefined in I. below.

I. Sponsored Project Pre-defined indirect rates: (check one, signature not required)

_____ **43% Federally negotiated rate, on-campus program**
A project is considered on-campus if the majority of (non-subcontract) project activity and direction takes place in a facility owned by the university or the project utilizes significant university on-campus resources.

_____ **26% Federally negotiated rate, off-campus program**

_____ **20% For-Profit external agency or business
or higher _____% (20% is intended to be a minimum, higher rate is preferable)**

_____ **10% Non-Profit external agency, including State of Illinois or Graduate Practicum
or higher _____% (10% is a reasonable expectation, higher rate OK when allowable)**

_____ **_____ % Total grant is less than \$4,000 and rate is not stated by granting agency**

_____ **_____ % Specified or Prohibited by Agency or Program Sponsor (including State of Illinois and
federal pass-through State of Illinois)
(With Attached Written Documentation from Agency or Sponsor)**

II. Rate requested: (if other than above – signature required)

_____ **_____ % Rate Requested by Principle Investigator**

Please provide justification for in space below or attach written justification

Signature Required

Associate Vice President for Research

The federal negotiated rate is:

43% for on-campus programs from 7/01/05 through 6/30/08; 42.5% for on-campus programs after 6/30/08 until amended; 26% for off-campus programs through 6/30/08 and then until amended. This rate is to be applied to the total direct costs of the sponsored program including all salaries and wages, fringe benefits, materials, supplies, services, travel. Subgrants and subcontracts are subject to the first \$25,000 of each subcontract or subgrants (regardless of the period of time covered). The rate is not applied to equipment*, capital expenditure, charges for patient care, tuition remission, rental costs of off-site facilities, scholarships, and fellowships as well as the portion of subgrants and subcontracts in excess of \$25,000. (*Equipment is further defined as an article of nonexpendable, tangible personal property, having a useful life more than one year and an acquisition costs of \$5,000 or more per unit.)