

AMH: Revised
07/01/2011 to
conform to the
change in UAF
rates & ICR
distribution
policy.



College of Liberal Arts

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**College of Liberal Arts' Indirect cost recovery and distribution policy statement
Effective 1-July-2011**

The CLA indirect cost recovery and distribution policy is to be used in conjunction with all applicable UA Board of Regents policies and regulations <http://www.alaska.edu/bor/policy-regulations/> as well as UAF F-&-A (facilities and administrative, indirect costs) policy and distribution procedures <http://www.uaf.edu/osp/policies-and-procedures/facilities-administrative/>

Background for UAF Indirect Cost Recovery allocation methodology

The new UAF distribution percentages are based on a 60/40 split between research reinvestment and research support. The complete rationale and analysis for this change may be found on the UAF Chancellor's website <http://www.uaf.edu/chancellor/icrreviewcommittee/>

Background specific to College of Liberal Arts

As was discussed at CLA Chairs' Council during fall 2009, the College must align its business practices re: indirect cost recovery and distribution with those of other Schools, Colleges & Institutes on UAF campus. **Indirect costs are recovered in the fiscal year in which the direct costs are charged and lapse at the end of each fiscal year.** This is not new; it is the law. The historical practice of making a portion of indirect costs available to the PI over the life of a multi-year project created future, unfunded, obligations for the College. Unfunded future obligations created debt for the College which hampered our ability to hire faculty and to support instructional needs. This practice ceased 1-January-2010 by memo of CLA Interim Dean Eric Heyne.


Statement of Policy for UAF College of Liberal Arts

- ANL-Center is separately budgeted with its own applicable budget policies; CLA ICR policy does not apply to ANL-Center proposals and grants. However, ANL-Archive has a separate budget and mission and the CLA ICR policy applies to the ANL-Archive proposals and grants.
- **All recovered indirect costs lapse at the end of the fiscal year in which they accrue and will not be available as future, unfunded obligations for the College.**
- Per VCAS implementation memo of 06/27/2011, for all proposals awarded after July 1, 2011 the College will distribute recovered indirect costs as:

ICR rate awarded to CLA	College/Dean	Eligible PI *	CLA Academic Dept. **	acknowledged
Full recovery rate	30.0%	15 %	5 %	hbc
Rate > 20%	30.0%	15%	5%	hbc
10 - 20%	All unit ICR	0%	0%	hbc
< 10%	CLA Dean may deny approving the proposal or decline to accept the award.	0%	Will be charged any assessed under-recovery fee.	hbc

*As defined under UAF PI eligibility policy <http://www.uaf.edu/osp/policy/investigator.html>
ICR on student proposals will be credited to the responsible faculty PI and CLA academic department.

** Will appear as an additional line on departmental budgets for which department chairs are responsible; CLA Fiscal Officer will provide short training for departmental administrative assistants. For projects which are administered directly via CLA Dean's office (rather than via an academic department or program) the entire indirect cost recovery will accrue to the CLA Dean's office without further distribution.


G. Burns Cooper, Interim Dean CLA
07/01/2011
date