College of Liberal Arts

Effective with proposals submitted after 1-December-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 administration – indirect costs) policy and distribution procedures http://www.uaaf.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. 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 January 1, 2010 by memo of CLA Interim Dean Eric Heyne.

Statement of Policy for UAF College of Liberal Arts
- Alaska Native Language Center (ANLC) is separately budgeted with its own applicable budget distribution policies; CLA ICR policy does not apply to ANLC 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 the Vice Chancellor for Administrative Services (VCAS) implementation memo of June 27, 2011, for all proposals submitted after December 1, 2011, the College will distribute recovered indirect costs received from awards as:

| Total Indirect Cost Recovery | CLA Division of Research | Eligible PI* | CLA Academic Department ** | PI initials to acknowledge:
<table>
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<tbody>
<tr>
<td>Full recovery rate</td>
<td>30.0%</td>
<td>15%</td>
<td>5%</td>
<td></td>
</tr>
<tr>
<td>Rate &gt; 20%</td>
<td>30.0%</td>
<td>15%</td>
<td>5%</td>
<td></td>
</tr>
<tr>
<td>10 – 20%</td>
<td>ALL ICR</td>
<td>0%</td>
<td>0%</td>
<td></td>
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<tr>
<td>&lt; 10%</td>
<td>CLA Dean may deny approval of proposal or decline to accept the award.</td>
<td>0%</td>
<td>Will be charged any assessed under-recovery fee.</td>
<td></td>
</tr>
</tbody>
</table>

*As defined under UAF PI eligibility policy http://www.uaaf.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.

Todd Sherman, Dean College of Liberal Arts

3/22/13

initial to acknowledge

PI Dept Chair

ICR policy