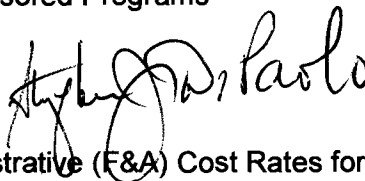


September 9, 2009

TO: Chancellors, Deans, Directors and Chairs, Project Directors, Principal Investigators and Other Faculty Members and Business Administrators Concerned with Sponsored Programs

FROM: Stephen J. DiPaolo
 University Controller



SUBJECT: Facilities and Administrative (F&A) Cost Rates for Sponsored Programs

The University and the U.S. Department of Health and Human Services recently executed a new OMB Circular A-21 Negotiated Agreement which establishes facilities and administrative cost rates for fiscal years 2010, 2011, 2012 and 2013. The University also negotiated for these fiscal years, a new rate for Other Sponsored Programs. The new rates, which become effective July 1 of each of the respective fiscal years, are as follows:

	<u>FY10</u>	<u>FY11 & FY12</u>	<u>FY13</u>
SPONSORED RESEARCH PROGRAMS:			
On-Campus Location	54.5%	54.0%	55.0%
Off-Campus Location	26.0%	26.0%	26.0%
 SPONSORED TRAINING/INSTRUCTION PROGRAMS:			
On-Campus Location	53.0%	53.0%	53.0%
Off-Campus Location	26.0%	26.0%	26.0%
 OTHER SPONSORED PROGRAMS:			
On-Campus Location	37.2%	37.2%	37.2%
Off-Campus Location	26.0%	26.0%	26.0%

The F&A cost rates continue to be applied to Modified Total Direct Costs (MTDC). MTDC includes, *but not limited to*, the following expenditure categories: salaries and wages, fringe benefits, materials and supplies, services, travel and subgrants and subcontracts up to the first \$25,000 of each subgrant or subcontract. MTDC shall exclude equipment, capital expenditures, tuition remission, rental costs of off-site facilities, participant support as well as the portion of each subgrant and subcontract in excess of \$25,000. For a complete listing of allowable natural accounts on sponsored programs, see <http://postaward.rutgers.edu/42sub.html>.



If you have any questions concerning the application of these rates in proposal budgets, please contact the Office of Research and Sponsored Programs at 732.932.0150 ext. 2110. Other questions concerning these rates should be directed to the Division of Grant and Contract Accounting at 732.932.0165 ext. 2129.