
Title:	Facility and Administrative (FA) Cost Recovery Rates Policy (ACRI)
Owner:	Andrea Dixon (Senior Research Counsel)
Department:	Grants and Contracts Administration
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Approved By:	Research Compliance Subcommittee, Phaedra Yount (Vice President Research Administration)

POLICY

The purpose of this policy is to establish a guideline for establishing recovery of facility and administrative (F&A) costs on industry, private foundation, federal, intramural grants and fee-for-service contracts.

PROCEDURE

- I. Principal Investigators submitting applications and/or contracts through Arkansas Children's Research Institute (ACRI) are required to negotiate a minimum of 35% F&A cost recovery rate on all industry-sponsored projects.
- II. Awards issued by ACRI that are funded using intramural funds are subject to a maximum 10% F&A cost recovery rate on all projects.
- III. All other federal grants and fee-for-service contracts shall continue to carry the governmental negotiated F&A cost recovery rate in effect at the time of submission. ACRI recognizes that certain funding agencies (i.e. charitable, long-established, non-profit foundations and some federal agencies such as the Maternal and Child Health Bureau, the Department of Education, the Department of Agriculture, and the Environmental Protection Agency) have had a long history of not providing F&A costs equivalent to the federal rate. In order to honor a reduced F&A rate, ACRI must have a written statement from the agency regarding the agency's policy on paying F&A costs. Any other exceptions to this policy will require approval by the Executive Committee of ACRI or the ACRI Board of Directors.
- IV. F&A recovery on subawards between University of Arkansas for Medical Sciences (UAMS) and ACRI will be governed by the Collaborative Research Agreement.
- V. The Unfunded/Underfunded Human Research Policy will be followed if a Principal Investigator proposes to conduct clinical research on the Arkansas Children's, Inc. or ACRI campuses with minimal funding resources (funding that will not cover all expenses incurred by the proposed project) and is requesting a waiver of fees in addition to reduced F&A cost recovery.
- VI. All other policies for research awards and industry-sponsored projects will remain in effect and will be coordinated with this policy.