

Date: July 16, 2008

To: All Employees

**From: Joanne Altieri
Director, Office of Sponsored Programs Administration**

SUBJECT: New Facilities and Administrative Cost Rate Agreement

The Controller's Department has recently negotiated a new Facilities and Administrative (F&A) Cost Rate Agreement for Iowa State University with the federal government. The new agreement is dated July 16, 2008, and is effective for the period July 1, 2008, through June 30, 2012 and will continue to be used after the end of FY2012 until a new rate agreement is established. A copy of the new rate agreement is attached for your convenience and will be posted to the OSPA website.

Principal Investigators (PIs) and their staff should begin using the new rates immediately. Any proposal that has not started routing with a GoldSheet by the close of business Friday, July 18, 2008 should include the new F&A rate. For proposals submitted prior to July 18th the older rate will be acceptable.

Effective 7/1/2008 through 6/30/2012:

On-Campus Activities	48%
Off-Campus Activities	26%

New and Renewal Proposals Submitted but not yet Awarded:

To ensure that direct costs available to PIs are not adversely impacted by this rate change, awards received for previously submitted new or renewal proposal will, when necessary, be accepted using the F&A rate used in the submitted proposal. OSPA will, however, work with agencies to increase F&A budgets to the new rates wherever possible.

Thank you in advance for your assistance in helping us distribute this information to the campus community. If you have any questions, please contact Joanne Altieri, Office of Sponsored Programs Administration, or Kathy Dobbs, Controller's Department.