

Region 6 Behavioral Healthcare  
Request for Letters  
LB1412 2024 Community Violence Intervention Pilot Program Q&A

1. Can you please clarify the maximum allowable F&A rate for the Nebraska LB1412 2024 Pilot Project? For example, can we charge our Carnegie Community Engagement Rate of 26.00% or is there a lower maximum allowable rate (e.g., 10%, 5%)?
  - a. **Indirect Charges:** Indirect charges/costs (IDC) are those costs incurred for common or joint purpose benefiting more than one cost objective and not readily assignable to the cost objectives specifically be proportionate to results achieved.

Costs must be consistently charged as either indirect or direct costs but may not be double charged or inconsistently charged as both (see the Uniform Guidance).

**Type of IDC Rate/Cost Allocation Plan**

Indirect costs (IDC) may be charged to the project based on the following:

- a) The organization has a federal negotiated IDC rate agreement.
- b) The organization does not have a current federal negotiated IDC rate agreement, and elects to charge the de minimis rate of up to the percentage of modified total direct costs (MTDC) specified in the Uniform Guidance. The organization is authorized to determine the appropriate rate up to this limit.
- c) If the award is for training, the IDC rate is limited to the fixed percent of MDTC stated in the NOFO.
- d) If the organization has an approved cost allocation plan or method of sharing the total IDC among related agencies/organizations.

**De Minimis Rate of 10%:** Per the Uniform Guidance (2 CFR § 200.414(f)), recipients and subrecipients that do not have a current Federal negotiated indirect cost rate (including provisional rate), may elect to charge a de minimis rate of up to the specified percentage of modified total direct costs (MTDC). The recipient or subrecipient is authorized to determine the appropriate rate up to this limit. When applying the de minimis rate, costs must be consistently charged as either direct or indirect costs and may not be double charged or inconsistently charged as both. The de minimis rate does not require documentation to justify its use and may be used indefinitely. Once elected, the recipient or subrecipient must use the de minimis rate for all federal awards until the recipient or subrecipient chooses to receive a negotiated rate.

**Federal Negotiated IDC Rate Agreement**

This is applicable only to those organizations with a federal negotiated IDC rate. Such organizations should use their negotiated rate to charge IDC to the project and include a copy of their current federal negotiated IDC rate agreement.

To charge IDC to the project, your federal negotiated IDC rate agreement must be current unless one of the following applies:

- a. Your IDC rate agreement permits you to use a provisional rate for a fiscal year extending beyond the last permanent rate.
- b. You are subject to Uniform Guidance's identification and assignment and rate determination for Institutions of Higher Education (IHES). IHES may use the negotiated rate in effect at the time of the initial award throughout the life of the project.