

POLICY MEMORANDUM

No. III-30

Facilities and Administrative (F&A) Costs Recovery

F&A costs must be charged on externally sponsored projects at a rate not less than the predetermined approved schedule of rates developed by the UM System Executive Vice President for Finance and Operations ("negotiated rate").

When a commercial or industrial firm requires rights in data to the exclusion of the University and/or claims ownership rights to intellectual property developed by the University under such a project, F&A costs must be charged at a higher rate, which will be the negotiated rate plus 20%.

Exceptions to the policy must be approved by the Chancellor.

EFFECTIVE DATE: Immediately

RESPONSIBILITY: Vice Chancellor for Research and Innovation

BASIS: [Business Policy Manual](#)



Mohammed Dehghani, Ph.D.
Chancellor