



North Carolina Department of Agriculture and Consumer Services

Indirect Cost Policy Applicable to Grants and Contract Awarded by the Department

This policy statement reiterates the Department's position on the issue of indirect costs associated with grants and/or contract awards of federal, private and/or state funds to other entities. The Department is hereby adopting a policy that it will not reimburse indirect costs under financial assistance awards to internal and external entities, including but not limited to institutions of higher learning, other governmental entities and non-profit entities. These entities may, however, use any unrecovered facilities and administrative costs (F&A) as a cost share on the instant award.

Divisions shall notify potential grantees of this "Zero" policy by including a statement that "indirect costs are not reimbursable" in all grant applications and/or grant guidance, informal or directional documents. The statement shall also be included in the award contract or other award instrument.

Signature of Authorized Departmental Representative

2.7.2011

Date

N. David Smith, Chief Deputy Commissioner
Printed Name and Title of Authorized Departmental Representative