

Indirect Costs Generally Acceptable in Subs to ensure compliance with UG §200.332 - Requirements for pass-through entities.

Contract Administrators should obtain this information at the proposal stage for subrecipients included in UMD's proposal.

A subrecipient may use the following rates as applicable:

- Current Negotiated Indirect Cost Rate Agreement (NICRA)
- De minimis rate of 15% MTDC (Subrecipient must reference that they are using the de minimis)
- 8% MTDC Foreign Rate per NIH policy
- Subrecipient's Proprietary Rate provided directly to the Federal Sponsor and approved by the Federal Sponsor (Subrecipient is usually a for-profit entity)
- Recent Expired Negotiated Indirect Cost Rate Agreement - if previously accepted by UMD or another Pass-thru-Entity (PTE) under a Federal award – Subrecipient must provide a copy of the expired rate agreement
- DCAA Approved rate (Subrecipient is usually a for-profit entity)
- Rate Negotiated/Approved directly with the Federal Sponsor for that specific award (with ORA approval)
- A prior negotiated rate between a different PTE and the Subrecipient (must provide proof of acceptance by another PTE under a Federal award)
- Other Rate as approved by ORA (only in exceptional, rare circumstances and MUST be approved prior to proposal submission)
- Written Sponsor Policy

Updated May 6, 2025