

F&A Sharing Policy

In order to standardize the procedure through which agreements are formulated for the sharing of overhead receipts with UNC-CH departments in which key faculty investigators hold their primary appointments, the UNC-CH Center for Women's Health Research will use, in most cases, the formula described below to calculate these sharing arrangements. After careful review of the Center's operating costs, and in consultation with the Financial Administrator and Chair of Obstetrics and Gynecology the formula considered to be both equitable and fair is described below.

This arrangement applies to any projects migrating to the Center and all new project awards after April 1, 2009 but does not apply to training grants, center/program project grants, grants that do not recover the university's full indirect cost rate (currently 48.0%), and grants awarded to faculty or programs not on the UNC-CH campus. Because training, center/program grants, and industry sponsored clinical trials typically entail substantial administrative support and office space/equipment, the Center for Women's Health Research Director reserves the right to increase the proportion of overhead receipts allocated to the Center, or the right to reserve the entire amount of overhead receipts, to cover the additional staff responsibilities and expenses borne by the Center. Sharing arrangements under these circumstances will be negotiated on a case by case basis. Sharing of overhead receipts for grants that do not receive the university's full indirect cost rate will not normally occur. Exceptions will also be negotiated by the CWHR Director on a case by case basis.

Formula (applied to simple case of a research grant or contract with single faculty investigator):

$$\begin{array}{l} \text{The base amount of} \\ \text{overhead receipts to} \\ \text{be shared} \end{array} = \begin{array}{l} \text{Total overhead receipts} \\ \text{returned to the CWHR} \\ \text{(currently 15.6\% of total} \\ \text{indirect funds generated} \\ \text{by a grant or contract)} \end{array} - \begin{array}{l} \text{CWHR administrative fee} \\ \text{(20\%) and CWHR Share (2/3)} \end{array}$$

This figure is referred to as the "Overhead Base" amount, the starting point for the Calculation of the sharing arrangement.

The "Overhead Base" is then divided into two equal portions:

- 1/3 to be shared with the PI's home department
- 2/3 to be retained by the Center for Women's Health Research

Federal Example:

Direct Cost	Indirect Cost	Indirect Funds Received (15.6%)	CWHR Admin Fee 20%	PI Home Dept 1/3	CWHR 2/3
\$100,000	\$48,000	\$7,488	\$1,498	\$1,977	\$4,013

Industry Sponsored Example:

Direct Cost	Indirect Cost	Indirect Funds Received (15.6%)	CWHR Admin Fee 20%	PI Home Dept 1/3	CWHR 2/3
\$100,000	\$28,000	\$4,368	\$874	\$1,153	\$2,341

Note: Effective April 1, 2009, the Center for Women's Health Research does not share F&A to the home department of Faculty in the Department of Obstetrics and Gynecology.