



### **Indirect Cost Policy**

Indirect costs are general overhead and administration expenses that support the entire operations of a grantee and that may be shared across projects. Examples include facilities expenses, e.g. rent, utilities and associated information systems and support and administrative staff such as HR, general finance, accounting, IT, and legal. Expenses that would be incurred regardless of whether the grant is funded are often indicative of indirect costs. While these costs may not be directly attributable to a project, they are real and necessary to operate as an organization.

Indirect costs for all Grants are limited to a maximum of ten percent (10 %) of direct costs excluding equipment. Maximum indirect cost rates for grants are subject to the following limitations: the rates provided above are the maximum rates allowed under the LRA's policy. A grantee or contractor with an actual indirect cost rate lower than the maximum rate provided above should not increase the funding request to the maximum allowed.