

COLLEGE OF MICRONESIA-FSM  
**BOARD POLICY NO. 5111**

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**Overhead/Indirect Revenue Policy**

Date Adopted: 27-29 August 1996

Date Revised: 26-30 August 2006; 6-11 April 2026

Date Reviewed: 22-24 March 2014; 6-11 April 2026

References: Indirect Cost Agreement, US Department of Health and Human Services

The College of Micronesia–FSM shall recover allowable indirect costs (overhead) on grants and contracts in accordance with its federally negotiated indirect cost rate agreement with the U.S. Department of Health and Human Services.

Distribution of Indirect Cost Revenues:

For all grants and contracts that provide for indirect cost recovery, the recovered indirect costs shall be distributed as follows:

- 50 percent – Vice President managing the grant
- 25 percent – Office of the President
- 25 percent – Vice President for Innovation and Sustainability

The college can charge a maximum of 25% predetermined indirect cost rate.

See Administrative Procedure 5111