

Limitations on Payment of Indirect Costs and Tuition Remission

Type of Performing Organization	Type of Agreement		
	Cooperative Research Agreement	Grant Agreements	Cost Reimbursable Agreements/Research Support Agreements
State Cooperative Institutions	Indirect Costs/Tuition Remission are PROHIBITED (1)	Negotiated Indirect Cost Rate NOT to exceed the audited rate of any recognized audit agency. Tuition Remission is allowable	Negotiated Indirect Cost rate not to exceed 10 percent of total direct costs. (2) Tuition Remission is allowable
Non-Profit Organizations	Negotiated Indirect Cost rate not to exceed 10 percent of total direct costs. (3) Tuition Remission is allowable	Negotiated Indirect Cost Rate NOT to exceed the audited rate of any recognized audit agency. Tuition Remission is allowable	
Other Organizations	Negotiated Indirect Cost Rate NOT to exceed the audited rate of any recognized audit agency. Tuition Remission is allowable	Negotiated Indirect Cost Rate NOT to exceed the audited rate of any recognized audit agency. Tuition Remission is allowable	

(1) 7 U.S.C. 3319, Restrictions on Treatment of Indirect Costs and Tuition Remission

(2) 7 U.S.C. 3319a, permits USDA to enter into Cost-Reimbursable Agreements (Research Support Agreement) with State Cooperative Institutions and/or other colleges or universities. No other performing organization type may receive this type of award from USDA.

(3) This limitation appears annually in the General Provisions to the USDA Appropriations Act.