



EDA's Indirect Cost Rate Program

Transition to DOI

03/24/2021

INTERAGENCY AGREEMENT WITH DOI

- Department of Interior (DOI) will now manage all of EDA's indirect cost processes
- As of January 06, 2021, the Office of Indirect Cost Services for IBC is negotiating, issuing, and countersigning indirect rate agreements AND issuing acknowledgment letters on behalf of EDA
- This means that EDA staff and grantees will now begin to contact DOI for anything related to indirect costs, NICRAs, and acknowledgment letters at EDA_Indirect@ibc.doi.gov
- EDA is still the cognizant agency

INTERAGENCY AGREEMENT

DOI's portfolio of services for EDA will include:

- Negotiating indirect cost rates
- Issuing acknowledgment letters for certificates of indirect costs
- Giving guidance / responding to EDA staff and grantee questions
- Training for EDA staff and grantees

REVISED PROCESS: NON-PROFIT

Guidance for NON-PROFIT Organizations to obtain a NICRA:

1. Prepare Indirect Cost Rate Proposal (ICRP)
2. Email complete ICRP to DOI at EDA_Indirect@ibc.doi.gov
 - Grantee will now be working exclusively with DOI
3. DOI negotiator will contact the grantee when ready
4. Negotiation process can take 4-6 months
 - This is an annual process. Grantees are encouraged to plan accordingly.
5. DOI will issue their NICRA on behalf of EDA

** During this transition, all indirect cost documentation and questions should be sent to DOI via EDA_Indirect@ibc.doi.gov*

State and Local Governments

Organizations receiving less than \$35M per year in Federal funding

➤ *Option 1: Acknowledgment letter*

1. Entity may request an acknowledgment letter by submitting their Certificate of Indirect Costs to DOI via EDA_Indirect@ibc.doi.gov
2. DOI provides acknowledgment letter to organization
3. Entity must develop and maintain their full indirect cost proposal in accordance with 2 CFR 200 for their records and annual audits

➤ *Option 2: NICRA*

1. Organization may request a NICRA and follow the process for Non-Profits

*EDA reserves the right to require EDDs to submit to DOI an indirect cost rate proposal if, in EDA's judgment, a NICRA is required to verify the District Organization's proposed indirect cost rate.

RESOURCES

- EDA Indirect Cost Website:

<https://www.eda.gov/resources/indirect-costs/>

- General Information: <https://ibc.doi.gov/ICS/icrna>

- Templates for all Entity types:

<https://ibc.doi.gov/ICS/non-profit-templates>