



Appalachian Children Coalition Grant Policy on Indirect Costs

Purpose:

This policy establishes guidelines for the reimbursement of indirect costs on grants or contracts awarded by the Appalachian Children Coalition.

Scope:

This policy applies to all grants and contracts issued by the Appalachian Children Coalition, including those to external organizations.

Definition of Indirect Costs:

Indirect costs are expenses incurred by a grant recipient that cannot be directly attributed to a specific project or activity. These may include but are not limited to administrative expenses such as office space, utilities, general office supplies, and other organizational overhead.

Policy Statement:

1. **Indirect Cost Rate Limit:**
 - Indirect costs charged to any grant or contract awarded by the Appalachian Children Coalition may not exceed 10% of the total direct costs.
 - A 0% indirect cost rate applies to grants or contracts awarded to government agencies, private foundations, and for-profit organizations.
2. **Calculation of Indirect Costs:** Indirect costs must be calculated as a percentage of the total allowable direct costs of the grant/contract. Direct costs include expenses directly attributable to the project, such as personnel, equipment, and program-related activities.
3. **Documentation Requirements:** Grant/contract recipients may be required to provide a detailed budget clearly delineating direct costs associated with the grant/contract.
4. **Effective Date:** This policy is effective as of July 1, 2023 and will apply to all grants and contracts awarded after that date.

For questions or additional information regarding this policy, please contact Margaret Demko, Grants Manager, at mdemko@appchildren.org.