Distribution of ICR and Course Buy-out funds generated by external contracts and grants

Because some grants have indirect cost recovery (ICR), which is an agency’s way of allowing funds to cover indirect costs associated with the grant, IUPUC would like to provide an incentive to faculty members applying for and being awarded these types of grants. Therefore, when a faculty member receives external funding that has IRC associated with it, the funds will be distributed in the following manner after the mandatory 20% is taken by the Office of Research Administration:

• 40% to the faculty member(s) in (a) research project account(s) to be used at the discretion of the faculty member(s)
• 40% to the division in a designated funds account that is to support external funding initiatives
• 20% to the campus in a designated funds account that is managed by the vice chancellor’s office to support external funding initiatives

The funds will be distributed to the appropriate accounts when the ICR is applied to the grant. Funds in these accounts carry over from year to year.

Also, when a faculty member receives external funding that has incorporated a course buy-out (which is at least 10% of her/his 10 month salary plus benefits), the course buy-out funds will be allocated in the following manner:

• 50% to the campus to replace the faculty member for the course bought out
• 40% to the faculty member in a research project account to be used at the discretion of the PI
• 10% to the division in a designated funds account that is to support external funding initiatives

The funds will be distributed to the appropriate account in the term of the course buy out. Funds in these accounts carry over from year to year.