



**Appendix 1**

**Negotiated Indirect Cost Rate Agreement - Example  
Nonprofit Organization**

**ORGANIZATION:**  
XYZ Organization

1234 5th Street, N.W.  
Washington, D. C. 26789

For Illustrative  
Purposes Only

**DATE:** May 20, 2019  
**Report No(s):** XXXXX  
**FILE REF:** XXXXXXX

The indirect cost rates contained herein are for use on grants, contracts, and other agreements with the Federal Government to which 2 CFR Part 200 apply for fiscal years beginning on or after December 26, 2014 subject to the limitations contained in Section XX of this agreement. The rates were negotiated by the U.S. Department of the Interior, Interior Business Center, and the subject organization in accordance with the authority contained in applicable regulations.

**SECTION I: RATES:**

| TYPE        | EFFECTIVE PERIOD |           | RATE*  | LOCATION | APPLICABLE TO |
|-------------|------------------|-----------|--------|----------|---------------|
|             | FROM             | TO        |        |          |               |
| Final       | 7/1/2016         | 6/30/2017 | 16.50% | All      | All Programs  |
| Provisional | 7/1/2018         | 6/30/2019 | 16.50% | All      | All Programs  |

**SECTION II: BASE:**

\*Total direct costs excluding capital expenditures (buildings, individual items of equipment; alterations and renovations), and that portion of each subaward in excess of \$25,000.

**SECTION III: GENERAL**

- A. **LIMITATIONS:** Use of the rate(s) contained in the Agreement is subject to all statutory or administrative limitations and is applicable to a given grant or contract only to the extent that funds are available. Acceptance of the rate(s) agreed to herein is predicated upon the following conditions:
  - (1) that the same costs that have been treated as indirect costs have not been claimed as direct costs,
  - (2) that similar types of costs have been accorded consistent treatment, and
  
- B. **PROVISIONAL-FINAL RATES:** Provisional rates must be established within 90 days of the award. The grantee/contractor must submit a proposal to establish a final rate within six months after their fiscal year end.
  
- C. **SPECIAL REMARKS:** Indirect costs charged to Federal grants/contracts by means other than the rate(s) cited in this Agreement should be adjusted to the applicable rate(s) cited herein and be...

For Illustrative Purposes Only