

April 1, 2024

**California Institute of Regenerative Medicine (CIRM)  
Re: CIRM Facilities A & B rates for University of California, San Francisco (UCSF)**

In response to implementation of the UCSF Federal Indirect Cost Rate Agreement dated February 27, 2024, the following Facilities rates should be used in all current and future UCSF CIRM applications until the UCSF Federal Indirect Cost Rate Agreement is amended. Please see the attached worksheets with complete on-campus research rates for work performed in the CIRM Major Facility and complete on-campus research rates for work not performed in the CIRM Major Facility.

CIRM application/awards are considered research related and are more associated with basic research than clinical trials. This is similar to how UCSF defines federal clinical trials as basic research.

	7/1/2021-6/30/2023	7/1/2023-6/30/2024	7/1/2024-6/30/2025
<b>Facilities PART A</b>			
Operations & Maintenance	14.50%	14.50%	16.00%
Library	1.50%	1.50%	1.20%
<b>Facilities PART B*</b>			
Depreciation or Use Allowance	13.50%	13.50%	13.80%
Interest on Capital Debt	6.00%	6.00%	7.00%
<b>Total Facilities Rate</b>	<b>35.50%</b>	<b>35.50%</b>	<b>38.00%</b>

\*Principal Investigators or Co-Principal Investigators who:

- 1) were NOT associated with the research program identified in Part 1, subpart B of the Applicant Institution's Major Facilities Grant Award application and proposed to be located in the CIRM-funded Major Facility, and
- 2) were NOT identified in the Applicant Institution's space plan submitted to CIRM at the time of completion of construction as researchers who would be located in the CIRM-funded Major Facility, and
- 3) have allocated space, outside the Major Facility, in which they will conduct the proposed research, and they will not make use of the Major Facility, aside from occasional use of shared specialized resource,

are eligible to receive the Facilities Part A and B portions of the approved rates specified above. Given these Facilities B reductions must represent a savings to CIRM, CIRM prefers applicants to budget the full Facilities B rates in their applications and let CIRM staff remove the funding in the JIT phase if an application were to be funded. For RFA programs that have an application Total Cost budget cap, an applicant cannot use the anticipated Facilities B reductions to rebudget funds into other direct budget categories and submit an application budget at the Total Cost cap.

**Application of CIRM Facilities and Administrative (F&A) Rate:** The application of the approved F&A rate(s) must adhere to the following conditions.

1. The rates that were applied in the approved application and verified at JIT are the rates that will be used for the life of the award. If a new Federal Indirect Cost Rate Agreement is implemented at award or during the award life, the new agreement rates may not be used unless a written exception is received from CIRM.
  - a. Example: If an application with a performance period May 1, 2021 through April 30, 2025 was submitted and approved using the 55.5% F&A rate (based on the 11/27/2017 rate agreement), and this was verified at JIT, this is the rate that will be used through the life of the award. A written exception from CIRM would be required to apply when more current rates are approved.

2. If rates escalate each fiscal year, CIRM applications should use the rate in effect at the beginning of each respective budget period for the entire budget period. Use of a blended rate during any budget period is not allowed.
  - a. Example: If the application budget period for 3 years starts May 1<sup>st</sup> and located on-campus not in UCSF's IRM Building:
    - i. May 1, 2024, 62.6% will apply through April 30, 2025
    - ii. May 1, 2025, 65.5% will apply through April 30, 2026 until amended

**Updated Schedule of CIRM F&A Rates:** Please see the attached updated schedules for the Facilities and Administrative Rates for On-Campus Research for CIRM Projects for FY 2021 to 2025, until amended. There are separate schedules for projects conducted in and not in the UCSF IRM Building (Dolby Regeneration Medicine Building).

**UCSF**

On-Campus Research F&A Rates for CIRM Projects for FY 2021 to 2025 until amended  
Projects IN UCSF IRM Building (Dolby Regeneration Medicine Building)

	<u>7/1/2021-6/30/2023</u>		<u>7/1/2023-6/30/2024</u>		<u>7/1/2024-6/30/2025</u>	
	Federal Rate Agreement	CIRM	Federal Rate Agreement	CIRM	Federal Rate Agreement	CIRM
Building Depreciation	11.2%		11.2%		11.5%	
Interest	6.0%		6.0%		7.0%	
Equipment Depreciation	2.3%		2.3%		2.3%	
Operations & Maintenance	14.5%	14.5%	14.5%	14.5%	16.0%	16.0%
Library	1.5%	1.5%	1.5%	1.5%	1.2%	1.2%
Total Facilities Costs	35.5%	16.00%	35.5%	16.00%	38.0%	17.20%
Total Administrative Costs	26.0%	20.00%	26.0%	20.00%	26.0%	20.00%
20% of Facilities		3.20%		3.20%		3.44%
Total F&A	61.5%	39.20%	61.50%	39.20%	64.0%	40.64%

Note: Depreciation and interest are excluded per agreement with CIRM as part of CIRM construction award for UCSF's IRM building.

**UCSF**

On-Campus Research F&A Rates for CIRM Projects for FY 2021 to 2025 until amended

	<u>7/1/2021-6/30/2023</u>		<u>7/1/2023-6/30/2024</u>		<u>7/1/2024-6/30/2025</u>	
	Federal Rate Agreement	CIRM	Federal Rate Agreement	CIRM	Federal Rate Agreement	CIRM
Building Depreciation	11.2%	11.2%	11.2%	11.2%	11.5%	11.5%
Interest	6.0%	6.0%	6.0%	6.0%	7.0%	7.0%
Equipment Depreciation	2.3%	2.3%	2.3%	2.3%	2.3%	2.3%
Operations & Maintenance	14.5%	14.5%	14.5%	14.5%	16.0%	16.0%
Library	1.5%	1.5%	1.5%	1.5%	1.2%	1.2%
Total Facilities	35.5%	35.50%	35.5%	35.50%	38.0%	38.00%
Total Administrative Costs	26.0%	20.00%	26.0%	20.00%	26.0%	20.00%
20% of facilities		7.10%		7.10%		7.60%
Total F&A	61.5%	62.60%	61.5%	62.60%	64.0%	65.60%