



## Indirect Cost Policy

Woka Foundation's Indirect Cost Policy (IDC Policy) applies to grants or sponsored projects to U.S. Universities, Colleges, and Community Colleges. The IDC Policy sets a maximum Indirect Cost rate (sometimes called the Facilities and Administration, or F&A, cost rate) of 15%. The Indirect Cost rate is calculated by dividing the Indirect Cost of a project by the Direct Cost. For example, for a grant totaling \$115,000, the maximum Indirect Cost will be \$15,000. ( $\$15,000 \text{ IDC} / \$100,000 \text{ DC} = 15\%$ ). The Indirect Cost rate is a maximum, and if true Indirect Costs are lower than the maximum rate, the true rate will be applied.