



UNIVERSITY OF GUAM  
UNIBETSEDÁT GUÅHAN  
Board of Regents

Resolution No. 22-12

**RELATIVE TO APPROVING A ONE-TIME EXEMPTION FROM THE INDIRECT COST ALLOCATION  
FORMULA FOR FUNDS DRAWN IN RELATION TO THE HIGHER EDUCATION EMERGENCY  
RELIEF FUNDS**

**WHEREAS**, the University of Guam (UOG) is the primary U.S. Land Grant institution accredited by the Western Association of Schools and Colleges Senior College and University Commission serving the post-secondary needs of the people of Guam and the region;

**WHEREAS**, the governance and well-being of the University is vested in the Board of Regents (BOR);

**WHEREAS**, the BOR adopted BOR Resolution 19-51 to distribute indirect cost reimbursements from eligible grants and allocate the reimbursements to the Research Corporation of the University of Guam, the Office of Research and Sponsored Programs, principal investigators, the unit managing the grant activity, the Finance and Administration Fund and the President's Development Fund;

**WHEREAS**, the University has received approximately \$19 million in funds under the Higher Education Emergency Relief Fund (HEERF) created by federal appropriations related to the COVID-19 pandemic;

**WHEREAS**, guidance received from the United States Department of Education has indicated that some of the funding is eligible for indirect cost reimbursements;

**WHEREAS**, rather than run the funds received through the allocation formula, the University desires to deposit the funds into the UOG General Fund to be used to ameliorate anticipated funding shortfalls for the Fiscal Year 2022 budget, and therefore, is seeking a one-time exemption from BOR Resolution 19-51 for HEERF related grants;

**WHEREAS**, the President has reviewed this resolution and recommends its approval by the BOR; and

**WHEREAS**, this resolution has been reviewed by the Budget, Finance and Audit Committee and recommends approval by the BOR.

**NOW, THEREFORE, BE IT RESOLVED**, that a one-time exemption from the Board approved Indirect Cost Allocation formula for indirect costs recovered related to Higher Education Emergency Relief Funds is approved.

Adopted this 24<sup>th</sup> day of February, 2022.

Liza J. Provido, Chairperson

**ATTESTED:**

Thomas W. Krise, Ph.D., Executive Secretary



**UNIVERSITY OF GUAM  
UNIBETSEDÁT GUÅHAN  
Board of Regents**

**Resolution No. 19-51**

**RELATIVE TO MODIFYING THE INDIRECT COST RECOVERY ALLOCATION**

**WHEREAS**, the University of Guam (UOG) is the primary U.S. Land Grant institution accredited by the WASC Senior College and University Commission (WSCUC) serving the post-secondary needs of the people of Guam and the region;

**WHEREAS**, the governance and well-being of UOG is vested in the Board of Regents (BOR);

**WHEREAS**, UOG requires financial stability and long-term viability to deliver its missions and sustain educational effectiveness;

**WHEREAS**, the federal government, in addition to paying the direct cost of research, reimburses UOG for the indirect costs of research to cover overhead costs related to research;

**WHEREAS**, UOG, in turn, provides facilities, infrastructure and support for research;

**WHEREAS**, part of UOG's research grants portfolio is now managed through the Research Corporation of the University of Guam (RCUOG), which was established by P.L. 32-114 in 2014 with the intent that it become a self-sufficient public corporation;

**WHEREAS**, the BOR through Resolution No. 19-40 revised the indirect cost recovery allocations to include the creation of a facilities fund;

**WHEREAS**, the University discovered a clerical error in the presentation of the allocation table and now desires to correct this error; and

**WHEREAS**, the Administration and the BOR Committee on Budget, Finance, and Audit (BFA), having reviewed and discussed the proposed purposes and allocations, recommend the proposal to the BOR for approval.

**NOW, THEREFORE, BE IT RESOLVED**, that the BOR now adopts the indirect cost allocation methodology described in Exhibit A.

Adopted this 25<sup>th</sup> day of November 2019.

Christopher K. Felix, Chairperson

**ATTESTED:**

Thomas W. Krise, Ph.D., Executive Secretary

## EXHIBIT A

### Indirect Cost Allocation

The following Indirect Cost Allocation methodology is being brought to the Board of Regents for approval:

<b>IDC Recipient</b>	<b>Current Allocation</b>	<b>New Allocation</b>
President's Development Fund	30%	30%
Finance and Administration Fund	12%	12%
Capital Improvement/Facilities Fund	0%	5%
Research Corporation of the University of Guam (RCUOG)	20%	18%
Office of Research and Sponsored Programs (ORSP)	0%	3%
Principal Investigator Unit	19%	10%
	19%	22%

One of the most significant of the Para Hulo initiatives is to become a recognized research university. In keeping with this objective, the University will require every dollar of Indirect Cost funds received be used for the furtherance of the research mission of the University.<sup>1</sup>

The allocation table applies to all Indirect Costs received by the University of Guam and the Research Corporation of the University of Guam.

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<sup>1</sup> To the extent monies are paid for the research mission from the UOG General Fund, those funds may be credited to the President's Development Fund and the Finance and Administration Fund