




# Old Dominion University Research Foundation

To: Distribution

From: Julian F. Facenda   
Director of Finance

Date: August 31, 2005

Subject: Indirect Cost Allocation Report  
For the Six-Month Period Ended June 30, 2005

Attached you will find the Indirect Cost (IDC) Allocation report for the six-month period ended June 30, 2005. This report provides a combined reporting of the two University approved IDC allocation methods currently in use: the Traditional Method and the Non-Traditional Method.

The Traditional Method covers the research activity of regular faculty members working within the capacity of their academic or administrative appointments and projects which are conducted through the Technology Application Center (TAC). The Non-Traditional Method encompasses the remainder of the sponsored program activity of the University. Projects reported under this model are those of Self-Supporting Research Positions (SSRP), University approved research centers and other entities for which the Research Foundation provides fiscal and administrative services.

Under the direction of the Vice President of Research there have been some changes to both allocation methods for this reporting period. While these changes are being reported during the six-month period ended June 30, 2005, they have effectively been made retroactive to July 1, 2004. The following are the key changes:

- Funding for the Research Foundation's operations is based upon the actual incurred expenditures for the fiscal year. Previously funding was based upon 45% of indirect cost recoveries from the traditional allocation and 10% of modified direct costs from the non-traditional method.
- Support for the Office of Research at \$50,000 per year has been removed from the traditional allocation method.
- The mandated return to the Commonwealth of Virginia of \$288,964 per year has been spread equally over both allocation models. Fifty percent of this amount was deducted from the traditional allocation in the prior six-month report. The remaining amount is reflected in this reporting period as a reduction in the amount allocated under the non-traditional method.
- There has been no change in the allocation method for affiliated entities from previous allocation periods.

Should you have any questions concerning the enclosed report please do not hesitate to contact me at 683-4293 ext.602 or via e-mail at [jfacenda@odu.edu](mailto:jfacenda@odu.edu).

**Old Dominion University Research Foundation**  
**Indirect Cost Allocation Report**  
**For the Six-month Period Ended June 30, 2005**

Contents:

**Summaries**

**Combined Summary of Traditional and Non-Traditional Allocation Methods**

Summary schedule of direct and indirect cost recoveries and recovery rates for the six-month period ended June 30, 2005

Summary schedule of direct and indirect cost recoveries and recovery rates for the fiscal year ended June 30, 2005

**Section 1**

**Traditional Allocation Method**

Schedule 1  
Summary of Traditional Allocation Method - Direct and indirect cost recoveries and recovery rates for the six-month periods ended June 30, 2005, December 31, 2004 and prior fiscal year

Schedule 2  
Traditional Allocation Method - Indirect Cost Allocations to academic units for the six-month period ended June 30, 2005

Schedule 3  
Traditional Allocation Method - Detail Activity by College and Department showing the direct and indirect cost recoveries by project for the six-month period ended June 30, 2005

**Section 2**

**Non-Traditional Allocation Method**

Schedule 1  
Summary of Non-Traditional Allocation Method - Direct and indirect cost recoveries and recovery rates for the six-month periods ended June 30, 2005, December 31, 2004 and prior fiscal year

Schedule 2  
Non-Traditional Allocation Method - Indirect Cost Allocations to centers, self-supporting research positions and other affiliated units for the six-month period ended June 30, 2005

Schedule 3  
Non-Traditional Allocation Method - Detail Activity by center, department and affiliated unit showing the direct and indirect cost recoveries by project for the six-month period ended June 30, 2005

**Section 3**

**Sponsored Program Expenditures**

Combined Schedule of Project Activity - Detail Schedule of direct and indirect cost recoveries by individual project for the six-month period ended June 30, 2005

Distribution:

Complete Report      Dr. Mohammad A. Karim  
Dr. Thomas Isenhour  
ODU Vice Presidents  
ODURF Board of Trustees  
Senior Academic Deans  
Associate Deans for Research  
Academic Department Chairs

**OLD DOMINION UNIVERSITY RESEARCH FOUNDATION  
INDIRECT COST ALLOCATION REPORT  
COMBINED SUMMARY OF TRADITIONAL AND NON-TRADITIONAL ALLOCATION METHODS**

**SCHEDULE OF DIRECT AND INDIRECT COST RECOVERIES, AND RECOVERY RATES  
SIX MONTH PERIOD ENDING 06/30/05**

PERIOD	SIX-MONTH TOTAL 06/30/2005		TRADITIONAL ALLOCATION	NON-TRADITIONAL ALLOCATION	% of Total IDC
	\$	%	\$	\$	
<b>DIRECT COST RECOVERIES</b>	15,982,053	85%	8,292,289	86%	84%
<b>INDIRECT COST RECOVERIES</b>	2,879,329	15%	1,405,452	14%	16%
<b>TOTAL RECOVERIES</b>	<b>18,861,382</b>	<b>100%</b>	<b>9,697,741</b>	<b>100%</b>	<b>100%</b>
<b>INDIRECT COST RECOVERIES AND ALLOCATION</b>					
<b>INDIRECT COST RECOVERIES:</b>		% of Total IDC		% of Total IDC	% of Total IDC
DEPARTMENTAL / ENTERPRISE CENTER PROJECTS	2,642,603	92%	1,404,702	100%	84%
SELF-SUPPORTING RESEARCH POSITIONS	44,035	2%	-	0%	3%
OTHER AFFILIATED ACTIVITIES	191,941	7%	-	0%	13%
TAC FEE	750	0%	750	0%	0%
<b>TOTAL INDIRECT COST RECOVERIES</b>	<b>2,879,329</b>	<b>100%</b>	<b>1,405,452</b>	<b>100%</b>	<b>100%</b>
<b>EFFECTIVE OVERALL IDC RATE</b>	<b>18.02%</b>		<b>16.95%</b>		<b>19.17%</b>
<b>EFFECTIVE FOUNDATION OVERHEAD RATE</b>	<b>4.15%</b>		<b>4.16%</b>		<b>4.15%</b>
<b>EFFECTIVE UNIVERSITY OVERHEAD RATE</b>	<b>13.86%</b>		<b>12.79%</b>		<b>15.02%</b>
<b>DISTRIBUTION OF IDC RECOVERIES:</b>					
To: RESEARCH FOUNDATION FOR OPERATIONS	663,690	23%	344,594	25%	22%
To: ODU ACADEMIC AND AFFILIATED UNITS ( See Detail Below)	2,215,639	77%	1,060,858	75%	78%
<b>TOTAL DISTRIBUTION</b>	<b>2,879,329</b>	<b>100%</b>	<b>1,405,452</b>	<b>100%</b>	<b>100%</b>
<b>ODU AND AFFILIATED DISTRIBUTION</b>					
ALLOCATED TO:					
COLLEGES / DEPARTMENTS / ENTERPRISE CENTERS	1,543,722	54%	698,593	50%	57%
OFFICE OF RESEARCH	376,165	13%	376,165	27%	0%
SELF-SUPPORTING RESEARCH POSITIONS	31,911	1%	-	0%	3%
OTHER AFFILIATED ACTIVITIES	133,259	4%	-	0%	9%
<b>SUBTOTAL: ALLOCATION TO ACADEMIC / AFFILIATED UNITS</b>	<b>2,085,057</b>	<b>72%</b>	<b>1,074,758</b>	<b>77%</b>	<b>69%</b>
OTHER UNIVERSITY DIRECTED DISTRIBUTIONS:					
MANDATED RETURN TO STATE	144,482	5%	-	0%	10%
ODU OFFICE OF RESEARCH	(25,000)	-1%	(25,000)	-3%	0%
TAC FEE	750	0%	750	0%	0%
OFFICE OF RESEARCH - COST SHARE	10,350	1%	10,350	1%	0%
<b>SUBTOTAL: OTHER</b>	<b>130,582</b>	<b>5%</b>	<b>(13,900)</b>	<b>-2%</b>	<b>10%</b>
<b>TOTAL IDC DISTRIBUTED TO ODU AND AFFILIATED UNITS</b>	<b>2,215,639</b>	<b>77%</b>	<b>1,060,858</b>	<b>75%</b>	<b>79%</b>

**OLD DOMINION UNIVERSITY RESEARCH FOUNDATION  
INDIRECT COST ALLOCATION REPORT  
COMBINED SUMMARY OF TRADITIONAL AND NON-TRADITIONAL ALLOCATION METHODS**

**SCHEDULE OF DIRECT AND INDIRECT COST RECOVERIES, AND RECOVERY RATES  
FISCAL YEAR ENDING 06/30/05**

PERIOD	FY 05		TRADITIONAL ALLOCATION	NON-TRADITIONAL ALLOCATION	% of Total IDC
	TOTAL				
DIRECT COST RECOVERIES	\$ 32,426,736	84%	\$ 17,353,451	\$ 15,073,285	83%
INDIRECT COST RECOVERIES	6,007,604	16%	2,969,459	3,038,145	17%
<b>TOTAL RECOVERIES</b>	<b>\$ 38,434,340</b>	<b>100%</b>	<b>\$ 20,322,910</b>	<b>\$ 18,111,430</b>	<b>100%</b>
INDIRECT COST RECOVERIES AND ALLOCATION					
INDIRECT COST RECOVERIES:		% of Total IDC		% of Total IDC	% of Total IDC
DEPARTMENTAL / ENTERPRISE CENTER PROJECTS	\$ 5,526,319	92%	\$ 2,968,709	\$ 2,557,610	84%
SELF-SUPPORTING RESEARCH POSITIONS	138,423	2%	-	138,423	5%
OTHER AFFILIATED ACTIVITIES	342,112	6%	-	342,112	11%
TAC FEE	750	0%	750	-	0%
<b>TOTAL INDIRECT COST RECOVERIES</b>	<b>\$ 6,007,604</b>	<b>100%</b>	<b>\$ 2,969,459</b>	<b>\$ 3,038,145</b>	<b>100%</b>
<b>EFFECTIVE OVERALL IDC RATE</b>	<b>18.53%</b>		<b>17.11%</b>	<b>20.16%</b>	
<b>EFFECTIVE FOUNDATION OVERHEAD RATE</b>	<b>5.99%</b>		<b>6.04%</b>	<b>5.84%</b>	
<b>EFFECTIVE UNIVERSITY OVERHEAD RATE</b>	<b>12.53%</b>		<b>11.07%</b>	<b>14.22%</b>	
DISTRIBUTION OF IDC RECOVERIES:					
To: RESEARCH FOUNDATION FOR OPERATIONS	\$ 1,943,801	32%	\$ 1,048,397	\$ 895,404	29%
To: ODU ACADEMIC AND AFFILIATED UNITS ( See Detail Below)	4,063,803	68%	1,921,062	2,142,741	71%
<b>TOTAL DISTRIBUTION</b>	<b>\$ 6,007,604</b>	<b>100%</b>	<b>\$ 2,969,459</b>	<b>\$ 3,038,145</b>	<b>100%</b>
ODU AND AFFILIATED DISTRIBUTION					
ALLOCATED TO:					
COLLEGES / DEPARTMENTS / ENTERPRISE CENTERS	\$ 2,820,358	47%	\$ 1,139,259	\$ 1,681,099	55%
OFFICE OF RESEARCH	613,446	10%	613,446	-	0%
SELF-SUPPORTING RESEARCH POSITIONS	99,432	2%	-	99,432	4%
OTHER AFFILIATED ACTIVITIES	217,728	3%	-	217,728	7%
<b>SUBTOTAL: ALLOCATION TO ACADEMIC / AFFILIATED UNITS</b>	<b>\$ 3,750,964</b>	<b>62%</b>	<b>\$ 1,752,705</b>	<b>\$ 1,998,259</b>	<b>66%</b>
OTHER UNIVERSITY DIRECTED DISTRIBUTIONS:					
MANDATED RETURN TO STATE	288,964	5%	144,482	144,482	5%
ODU OFFICE OF RESEARCH	-	0%	-	-	0%
TAC FEE	750	0%	750	-	0%
OFFICE OF RESEARCH - COST SHARE	23,125	0%	23,125	-	0%
<b>SUBTOTAL OTHER</b>	<b>\$ 312,839</b>	<b>5%</b>	<b>\$ 168,357</b>	<b>\$ 144,482</b>	<b>5%</b>
<b>TOTAL IDC DISTRIBUTED TO ODU AND AFFILIATED UNITS</b>	<b>\$ 4,063,803</b>	<b>67%</b>	<b>\$ 1,921,062</b>	<b>\$ 2,142,741</b>	<b>71%</b>

**Old Dominion University Research Foundation  
Indirect Cost Allocation Report  
For the Six-month Period Ended June 30, 2005**

**Section 1**

**Traditional Allocation Method**

Schedule 1	Summary of Traditional Allocation Method - Direct and indirect cost recoveries and recovery rates for the six-month periods ended June 30, 2005, December 31, 2004 and prior fiscal year
Schedule 2	Traditional Allocation Method - Indirect Cost Allocations to academic units for the six-month period ended June 30, 2005
Schedule 3	Traditional Allocation Method - Detail Activity by College and Department showing the direct and indirect cost recoveries by project for the six-month period ended June 30, 2005



**TRADITIONAL ALLOCATION METHOD  
SCHEDULE 1  
OLD DOMINION UNIVERSITY RESEARCH FOUNDATION**

**SCHEDULE OF DIRECT AND INDIRECT COST RECOVERIES, AND RECOVERY RATES  
SIX MONTH PERIODS ENDING 06/30/05, 12/31/04 AND PRIOR FISCAL YEAR**

PERIOD	01/01/2005 06/30/2005	07/01/2004 12/31/2004	TOTAL FY 05	TOTAL FY 04
<b>DIRECT COST RECOVERIES</b>	\$ 8,292,289	\$ 9,061,162	\$ 17,353,451	\$ 15,877,894
<b>INDIRECT COST RECOVERIES</b>	1,405,452	1,564,007	2,969,459	3,101,923
<b>TOTAL RECOVERIES</b>	\$ 9,697,741	\$ 10,625,169	\$ 20,322,910	\$ 18,979,817
	86%	85%	85%	84%
	14%	15%	15%	16%
	100%	100%	100%	100%
<b>TRADITIONAL ALLOCATION METHOD</b>	% of Total IDC	% of Total IDC	% of Total IDC	% of Total IDC
<b>INDIRECT COST RECOVERIES:</b>				
DEPARTMENTAL GENERATED PROJECTS	\$ 1,404,702	\$ 1,564,007	\$ 2,968,709	\$ 3,060,315
TAC FEE	750	0	750	41,608
<b>TOTAL INDIRECT COST RECOVERIES</b>	\$ 1,405,452	\$ 1,564,007	\$ 2,969,459	\$ 3,101,923
	100%	100%	100%	100%
<b>EFFECTIVE OVERALL IDC RATE</b>	16.95%	17.26%	17.11%	19.54%
<b>EFFECTIVE FOUNDATION OVERHEAD RATE</b>	4.16%	7.77%	6.04%	8.79%
<b>EFFECTIVE UNIVERSITY OVERHEAD RATE</b>	12.79%	9.49%	11.07%	10.74%
<b>DISTRIBUTION OF IDC RECOVERIES:</b>				
To: RESEARCH FOUNDATION FOR OPERATIONS	\$ 344,594	\$ 703,803	\$ 1,048,397	\$ 1,395,866
To: ODU ( See Detail Below)	1,060,858	860,204	1,921,062	1,706,057
<b>TOTAL DISTRIBUTION</b>	\$ 1,405,452	\$ 1,564,007	\$ 2,969,459	\$ 3,101,923
	100%	100%	100%	100%
<b>ODU DISTRIBUTION</b>				
ALLOCATED TO :				
COLLEGES / DEPARTMENTS	\$ 698,593	\$ 440,666	\$ 1,139,259	\$ 846,557
OFFICE OF RESEARCH	376,165	237,281	613,446	455,839
<b>SUBTOTAL: ALLOCATION TO ACADEMIC UNITS</b>	\$ 1,074,758	\$ 677,947	\$ 1,752,705	\$ 1,302,396
OTHER UNIVERSITY DIRECTED DISTRIBUTIONS:				
MANDATED RETURN TO STATE	(25,000)	25,000	-	50,000
ODU OFFICE OF RESEARCH	750	0	750	41,608
TAC FEE	10,350	12,775	23,125	23,089
OFFICE OF RESEARCH - COST SHARE	(13,900)	182,257	168,357	403,661
<b>SUBTOTAL: OTHER</b>	\$ 1,060,858	\$ 860,204	\$ 1,921,062	\$ 1,706,057
	75%	55%	65%	55%
<b>TOTAL IDC DISTRIBUTED TO ODU</b>				

**SCHEDULE 2**  
**OLD DOMINION UNIVERSITY RESEARCH FOUNDATION**  
**ALLOCATION TO ACADEMIC UNITS - TRADITIONAL ALLOCATION METHOD**  
**SIX MONTH PERIOD ENDING JUNE 30, 2005**

College	Department	INDIRECT COST RECOVERY	Percentage of Allocation Base	Based on Department IDC Productivity 50%	Based on College IDC Productivity 15%	College Allocation	Office of Research 35%	TOTAL ALLOCATED
College of Arts and Letters	Department Total	-	0.00%	-	-	-	-	-
	Department Total	-	0.00%	-	-	-	-	-
	Department Total	9,585	0.68%	3,667	-	-	-	-
	Department Total	45,196	3.22%	17,290	-	-	-	-
	Department Total	-	0.00%	-	-	-	-	-
	Department Total	9,623	0.00%	3,681	-	-	-	-
	Department Total	-	0.69%	-	-	-	-	-
	Department Total	-	0.00%	-	-	-	-	-
	Department Total	-	0.00%	-	-	-	-	-
	Department Total	-	0.00%	-	-	-	-	-
<b>Total</b>	<b>College of Arts and Letters</b>	<b>\$ 64,404</b>	<b>4.59%</b>	<b>\$ 24,638</b>	<b>\$ 7,392</b>	<b>\$ 32,030</b>	<b>\$ 17,247</b>	<b>\$ 49,277</b>
College of Business and Public Administration	Department Total	-	0.00%	-	-	-	-	-
	Department Total	1,280	0.09%	490	-	-	-	-
	Department Total	-	0.00%	-	-	-	-	-
	Department Total	1,495	0.11%	572	-	-	-	-
	Department Total	2,257	0.16%	863	-	-	-	-
	Department Total	-	0.36%	1,925	\$ 577	\$ 2,502	\$ 1,347	\$ 3,849
<b>Total</b>	<b>College of Business and Public Administration</b>	<b>\$ 5,032</b>	<b>0.36%</b>	<b>\$ 1,925</b>	<b>\$ 577</b>	<b>\$ 2,502</b>	<b>\$ 1,347</b>	<b>\$ 3,849</b>
Darden College of Education	Department Total	11,465	0.82%	4,386	-	-	-	-
	Department Total	4,275	0.30%	1,635	-	-	-	-
	Department Total	210	0.01%	80	-	-	-	-
	Department Total	2,529	0.18%	967	-	-	-	-
	Department Total	71,310	5.08%	27,281	-	-	-	-
	Department Total	10,905	0.78%	4,172	-	-	-	-
	Department Total	-	7.17%	38,521	\$ 11,556	\$ 50,077	\$ 26,965	\$ 77,042
	Department Total	100,694	18.57%	99,787	\$ 29,936	\$ 129,723	\$ 69,851	\$ 199,574
	Department Total	-	N/A	N/A	-	-	-	-
	Department Total	-	N/A	-	-	-	-	-
<b>Total</b>	<b>Darden College of Education</b>	<b>\$ 100,694</b>	<b>18.57%</b>	<b>\$ 99,787</b>	<b>\$ 29,936</b>	<b>\$ 129,723</b>	<b>\$ 69,851</b>	<b>\$ 199,574</b>
College of Engineering	Department Total	19,462	1.39%	7,446	-	-	-	-
	Department Total	72,395	5.15%	27,695	-	-	-	-
	Department Total	32,825	2.34%	12,557	-	-	-	-
	Department Total	11,911	0.85%	4,557	-	-	-	-
	Department Total	94,391	6.72%	36,110	-	-	-	-
	Department Total	29,020	2.07%	11,102	-	-	-	-
	Department Total	837	0.06%	320	-	-	-	-
	Department Total	750	N/A	N/A	-	-	-	-
	Department Total	261,591	18.57%	99,787	\$ 29,936	\$ 129,723	\$ 69,851	\$ 199,574
	Department Total	-	N/A	-	-	-	-	-
<b>Total</b>	<b>College of Engineering</b>	<b>\$ 261,591</b>	<b>18.57%</b>	<b>\$ 99,787</b>	<b>\$ 29,936</b>	<b>\$ 129,723</b>	<b>\$ 69,851</b>	<b>\$ 199,574</b>