



To: Gloria Greene
From: Chih Loo
Re: Fringe Benefits Rate
Date: October 18, 2012

The fringe benefits rate for all research proposals will remain at 34% for FY 2012-13. As you know, the University added a new benefit component, Business Interruption Insurance (BII) in FY 2011-12. The BII rate was originally established at 2.5% and was decreased to 2.42% in FY 2012-13. The changes in TRS rates for both FY 2012 and FY 2013 directly impact how the University sets the rate for BII. All other changes in the fringe benefits component are insignificant.

The Offices of Budgets, Payroll, and Sponsored Programs will review these fringe benefit rates annually and will recommend an average fringe rate for each fiscal year.

C: Diane Gibbs
Candy Horch
Casie Steen