

Joint Announcement Hurricane Relief on Federal Research Awards

Updated

October 5, 2005

Federal research agencies, the Office of Management and Budget (OMB), and the Office of Science and Technology Policy are coordinating activities with institutions and individuals in the Gulf region to restore the high quality of research, research training, and science education supported by Federal grants and other assistance awards. Some of the most important actions that can be taken to address resumption of research activities and to address critical research resources are being dealt with on a project by project basis. Individuals who have not been able to contact their institution or organization are encouraged to do so, or to check their institution's web site for information, and then contact their agency program officer, or agency contacts for hurricane relief ([see list](#)).

On September 30, OMB issued guidance to agencies to relieve short term, administrative and financial management requirements under OMB grant circulars, without compromise to grantee accountability requirements.

(See OMB Memorandum from Linda Combs, Controller, Office of Federal Financial Management. http://www.whitehouse.gov/omb/financial/fin/katrina_admin_relief_093005.pdf)

Federal research agencies are implementing this guidance consistently, where appropriate, and are taking the following actions to provide relief for institutions and awards that have a critical need based on damage by hurricanes Katrina or Rita. It should be noted that agencies will make a case by case determination in consultation with the institution or organization on the need for administrative relief where research activities were taking place in locations that were not as affected by the storm(s) and where research activity may be resumed in the short term.

It is important to check agency web sites for agency-specific guidance.

1. Flexibility with application deadlines.

Agencies may provide flexibility with regard to the submission of competing applications in response to specific announcements, as well as unsolicited applications. Investigators and institutions are advised to consult agency specific guidance on their hurricane relief web sites, and/or consult with individual agency program officers on future or more specific application deadlines.

2. No-cost extensions on expiring awards.

To the extent permitted by law, agencies will extend awards that are active as of August 31, 2005 and scheduled to expire prior or up to December 31, 2005, automatically at no-cost for a period up to twelve (12) months. This will allow time for assessment and, hopefully, the resumption of many individual projects, and a report on program progress and financial status to agency staff. Project-specific financial and performance reports will be due 90 days following the end date of the extension. Agencies will examine the need to extend other project reporting as the requirement arises. (Contact the DoD Navy point of contact identified below regarding implementation of no-cost extensions for Navy awards.)

3. Abbreviated continuation requests.

For continuation requests, or progress reports scheduled to come in from August 31 to December 31, 2005, from projects with planned future support, agencies will accept a brief statement from grantee organizations to verify that they are in a position to: 1) resume or restore their project activities, and 2) to accept a planned continuation award. Consult agency specific web sites for specific instructions. Agencies will examine the need to extend this approach on subsequent continuation award start dates as grantee organizations have an opportunity to assess the situation.

4. Expenditure of award funds for salaries and other project activities.

Salaries and benefits and stipends may continue to be charged to currently active research, training, and fellowship awards consistent with the grantee organization's policy of paying salaries (under unexpected or extraordinary circumstances) from all funding sources, Federal and non-Federal. Other costs may be charged to Federal awards, including those necessary to resume activities supported by the award, consistent with applicable Federal cost principles and the benefit to the project. Federal agencies may also evaluate the grantees ability to resume the project activity in the future and the appropriateness of future funding, as done under normal circumstances—based on subsequent progress reports and other communications with the grantee. (Contact DoD points of contact identified below regarding implementation of this paragraph for DoD awards.)

5. Prior approval requirement waivers.

Requirements for agency prior approval for the re-budgeting of funds within the scope of the project and automatic carryover of unspent balances are waived for currently active awards issued prior to September 30, 2005. As in item four above, all costs charged to Federal awards must be consistent with Federal cost policy guidelines and the terms of the award. Final charges must also reflect offsets of all recoveries from other parties (e.g., insurance, FEMA).

6. Extension of financial and other reporting.

Institutions may delay submission of Federal cash transaction reports on currently active award accounts up to three (3) months beyond the normal due date. See agency specific directions found on their web sites. However, these reports must be submitted at the end of the postponed period. Institutions may request extensions, as necessary, on other grantee financial and administrative reports, such as the property and invention reports.

7. Extension of currently approved indirect cost rates.

Agencies may allow grantees to continue to use the currently approved indirect cost rates (i.e., predetermined, fixed, or provisional rates) to recover their indirect costs on Federal awards, if an extension is required. In these cases, institutions may request an extension of the current rate(s) for one additional year without submission of an indirect cost proposal from their cognizant agency. Agencies may also approve grantee requests for an extension of the indirect cost rate proposal submission to finalize the current rates and establish future rates.

8. Extension of closeout.

Institutions may postpone submission of pending financial, performance, and other reports required by the terms of the award for the closeout of expired projects by providing proper notice based on instructions on agency specific web sites. This delay in submitting closeout reports may not exceed one year after the award expires.

9. Alternatives for record retention and cost documentation.

Institutions can substitute copies of original records for the original records, as permitted under OMB Circular A-110. Agencies should be able to help grantees reconstruct the supporting project documentation, with copies of the records that are maintained by the agencies, such as indirect cost proposals, cost allocation plans, and past financial status reports.

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Hurricane Relief on Federal Research Awards**

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October 5, 2005

Agency Links and Points of Contact

NSF: Point of Contact: Ms. Jean Feldman

Head

Policy Office

Division of Institutional and Award Support

Office of Budget, Finance, and Award Management, NSF

Individual contact information:

Phone: 703-292-4573

Email: jfeldman@nsf.gov

NSF hurricane relief web site: <http://www.nsf.gov/pubs/issuances/in129.jsp>

Hotline: (800) 381-1532

General email alias: katrina@nsf.gov).

NIH: Point of Contact: Ms. Carol Alderson

Assistant Grants Policy Officer

Office of Policy for Extramural Research Administration

Office of Extramural Research, NIH

Individual contact information:

Phone: 301-435-0949

Email: ca10h@nih.gov

NIH hurricane relief web site: <http://directory.nih.gov/bin/phwww?name=carol+alderson>

USDA: Point of Contact: Ms. Carol Langguth

Branch Chief

Awards Management Branch

Office of Extramural Programs

CSREES, USDA

Phone: 202-401-4986

Email: awardsdisaster@csrees.usda.gov

DOE: Point of Contact for the Office of Science: Mr. Martin Rubinstein

Director

Science Program Support Division

Office of Acquisition and Assistance

Office of Science, DoE

Phone: 301-903-4946

Email: Martin.Rubinstein@science.doe.gov

DoE hurricane relief web site:

http://www.science.doe.gov/Sub/Newsroom/News_Releases/DOE-SC/2005/Hurricane/Hurricane.htm

DOC: Point of Contact: Mr. Michael Nelson
Director
NOAA Grants Management Division, NOAA
Phone: 301-713-0926, ext. 123
Email: michael.nelson@noaa.gov
NOAA Grants hurricane relief web site:
http://www.ago.noaa.gov/grants/Katrina_and_Rita_Letter_Sept23.pdf
DOC hurricane relief web site:
http://www.commerce.gov/Katrina/Commerce_Efforts.htm

DoEd: Point of Contact for the Institute of Education Sciences: Ms. Brenda Wolff
Director of Grants Administration
Institute of Education Sciences, DoEd
Phone: (202) 219-2067
Email: brenda.wolff@ed.gov
Department of Education's hurricane relief website:
<http://hurricanehelpforschools.gov/index.html>

NASA: Point of Contact: Ms. Jamiel Commodore
Procurement Analyst
Sponsored Research Business Activities
NASA Headquarters
300 E Street, SW
Washington, DC 20546
Phone:(202) 358-0302
Email: jamiel.c.commodore@nasa.gov

DoD: Point of Contact for Navy, Air Force, and all other DoD Agencies except Army:
Director, Atlanta Regional Office
Office of Naval Research
Phone: 404-562-1601
Email: ONR_ATLANTA@onr.navy.mil

DoD: Point of Contact for Army:
Director, US Army Medical Research Acquisition Activity
US Army Medical Research and Materiel Command
Fort Detrick, MD
Phone: 301-619-6677
Email: disaster.issues@det.amedd.army.mil
USAMRAA hurricane relief web site:
<http://www.usamraa.army.mil>



EXECUTIVE OFFICE OF THE PRESIDENT
OFFICE OF MANAGEMENT AND BUDGET
WASHINGTON, D.C. 20503

THE CONTROLLER

September 30, 2005

MEMORANDUM FOR THE CHIEF FINANCIAL OFFICERS AND GRANT POLICY OFFICIALS

FROM: Linda M. Combs
Controller
Office of Federal Financial Management

SUBJECT: Administrative Relief for Grantees Impacted by Hurricanes Katrina and Rita

In light of the effects of Hurricanes Katrina and Rita on the performance of grantees located in the Gulf area, OMB has worked with the Federal agencies, as well as the Office of Science and Technology Policy (OSTP), to coordinate activities that will assist grantees, where possible, in resuming the operations of the grantee organizations, particularly in the performance of Federal program objectives. Some of the most important actions needed to address the resumption of grant activities are being handled by the Federal awarding agencies on a project-by-project basis. Therefore, agency program officials, or an agency single point of contact, should post information prominently on their website, so that grantees may contact them for hurricane disaster-related questions.

With the Federal agencies, we have identified the following agency actions to relieve short term administrative and financial management requirements under the OMB grant circulars (A-21, A-87, A-102, A-110, and A-122), without compromise to the grantee accountability requirements. These steps are being implemented consistently, as appropriate, across all of the Federal agencies, for grantees located in a county or a parish where a major disaster has been declared under the Stafford Act as a result of Hurricanes Katrina or Rita.

Agencies are free to take the following actions, as they deem appropriate, with respect to the administrative provisions that apply to grantees in these disaster areas:

1. Flexibility with application deadlines.

Agencies may provide flexibility with regard to the submission of competing applications in response to specific announcements, as well as unsolicited applications. As appropriate, agencies should list specific guidance on the agency's websites, and/or provide an agency program official contact.

2. No-cost extensions on expiring awards.

To the extent permitted by law, agencies may extend awards which are active as of August 31, 2005 and scheduled to expire prior or up to December 31, 2005, automatically at no-cost for a period up to twelve (12) months. This will allow time for grantee assessments, the resumption of many individual projects, and a report on program progress and financial status to agency staff. Project-specific financial and performance reports will be due 90 days following the end date of the extension. Agencies will examine the need to extend other project reporting as the need arises.

3. Abbreviated continuation requests.

For continuation requests scheduled to come in from August 31 to December 31, 2005, from projects with planned future support, agencies may accept a brief statement from grantee organizations to verify that they are in a position to: 1) resume or restore their project activities, and 2) to accept a planned continuation award. Agencies should post any specific instructions on their website. Agencies will examine the need to extend this approach on subsequent continuation award start dates as grantee organizations have an opportunity to assess the situation.

4. Expenditure of award funds for salaries and other project activities.

Agencies may allow grantees to continue to charge salaries and benefits to currently active Federal awards consistent with the grantee organization's policy of paying salaries (under unexpected or extraordinary circumstances) from all funding sources, Federal and non-Federal. Agencies may allow other costs to be charged to Federal awards, including those necessary to resume activities supported by the award, consistent with applicable Federal cost principles and the benefit to the project. Federal agencies may also evaluate the grantees ability to resume the project activity in the future and the appropriateness of future funding, as done under normal circumstances—based on subsequent progress reports and other communications with the grantee.

5. Prior approval requirement waivers.

Requirements for agency prior approval for the re-budgeting of funds within the scope of the project may be waived, and automatic carryover of unspent balances may be granted for currently active awards awarded prior to September 30, 2005. As in item 4 above, all costs charged to Federal awards must be consistent with Federal cost policy guidelines and the terms of the award. Final charges must also reflect offsets of all recoveries from other parties (e.g., insurance, FEMA). Agency specific links provide policies for costs associated with alteration, renovations and construction.

6. Extension of financial and other reporting.

Agencies may allow grantees to delay submission of Federal cash transaction reports on currently active award accounts up to three (3) months beyond the normal due date. If an agency allows such a delay, grantees will continue to draw down Federal funds without the timely submission of these reports. However, these reports must be submitted at the end of the postponed period. Agencies may authorize extensions, as necessary, on other grantee financial and administrative reports, such as the property and invention reports.

7. Extension of currently approved indirect cost rates.

Agencies may allow grantees to continue to use the currently approved indirect cost rates (i.e., predetermined, fixed, or provisional rates) to recover their indirect costs on Federal awards. Agencies may approve grantee requests for an extension on the use of the current rates for one additional year without submission of an indirect cost proposal. Agencies may also approve grantee requests for an extension of the indirect cost rate proposal submission to finalize the current rates and establish future rates.

8. Extension of closeout.

Agencies may allow the grantee to delay submission of any pending financial, performance and other reports required by the terms of the award for the closeout of expired projects, providing that proper notice about the reporting delay is given by the grantee to the agency. This delay in submitting closeout reports may not exceed one year after the award expires.

9. Alternatives for record retention and cost documentation.

Agencies should allow grantees to substitute copies of original records for the original records, as permitted under OMB Circular A-110. In helping grantees to reconstruct the supporting project documentation, agencies should provide copies of all needed records that are maintained by the agencies, such as indirect cost proposals, cost allocation plans, and past financial status reports.

Questions regarding the above administrative relief provisions should be directed to Mr. David Zavada, at (202) 395-3993.