

## Procedure 1301 PR.04

### Applying the Facilities and Administrative Rate to Genomic Array Purchases

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#### Overview

On May 13, 2010, the National Institutes of Health (NIH) announced a change regarding the recovery of Facility & Administrative (F&A) costs when purchasing genomic arrays. Effectively, the NIH limited F&A cost reimbursement on external purchases of genomic array supplies to the first \$75,000 in each grant budget year. Any amount in excess of \$75,000 in a given budget year will not be assessed F&A costs. NIH applied this policy prospectively to new competitive awards issued subsequent to the NIH Notice. The Notice does not limit the F&A recovery on the analysis of those kits.

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#### Reason for Procedure

To describe the correct accounting for the purchase of genomic kits and the analysis of those kits, so that Yale may comply with NIH [NOT-OD-10-097](#), yet not unduly increase the negative impact of the F&A recovery limit.

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#### Definitions

##### Genomic Kits

Genomic arrays, genotype arrays, microarrays, or bead arrays purchased for high-throughput Genome Analysis

##### Genomic Analysis

Analysis of Genomic data after sequencing, whether it is performed by an Internal Service Provider or an external vendor.

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#### Procedure Section

When purchasing genomic arrays kits and/or the analysis from external vendors, the following applies:

- Expenditure type (ET) **821201-Supplies-Lab-Genomic Arrays must be used for the purchase of the kit**. Classification of genomic arrays in this ET will enable GCFA to monitor and manually adjust/remove F&A costs as appropriate. (Initial charges will be fully burdened upon purchase.)
- If the external vendor is also conducting the analysis of genomic data ET **833695 – Lab Services-Non Patient** must be used for the analysis portion of the invoice.

Typically, an invoice from the external vendor for both the purchase of the kits and the analysis **would be split** so that the **kits** are charged to **ET821201-Supplies-Lab-Genomic Arrays** and the **Analysis** is charged to **ET 833695 – Lab Services-Non Patient**

Analysis performed internally by a Yale **Internal Service Provider** should be charged to **833695 – Lab Services-Non Patient**, or other appropriate **ET within Lab/Research Services** Minor Parent Cd (beginning with 8336XX) in the chart of accounts.

**Contacts**

<b>Subject</b>	<b>Contact</b>	<b>Contact Information</b>
Expenditure Type Selection	GCFA Manager, Cost Analysis	5-4954

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