



UNIVERSITY *of* MARYLAND

SPA/SPAC UPDATE MEETING

August 20, 2015

2:30 – 4 pm

Pharmacy Hall: N103 Lecture Hall

TODAY'S AGENDA

- SPAC Updates
 - NIH Transition to Subaccounting
 - SPAC Organization Changes
- Cost Updates
 - Implementation of New F&A Rates
- SPA Updates
 - Expanding Public Access to the Results of Federally Funded Research requirements
 - Subrecipient Commitment Form
 - Late Arriving Proposals
 - Corporate F&A Rates
- Financial System Updates – Kevin Curley
 - Central Billing System Replacement Project



UNIVERSITY *of* MARYLAND

SPAC Updates 3rd Quarter 2015

August 20, 2015

2:30 – 4 pm

Pharmacy Hall: N103 Lecture Hall



UNIVERSITY *of* MARYLAND

NIH Transition to Subaccounting

The History

- NIH draws were from a Pooled account (G)
- Award by award cash expenditures were only reported quarterly through the 425 (Federal Cash Transaction Report, FCTR)
 - The ability to draw could not be effectively turned off by award
 - Consistency between the 425 and FFRs was not effectively monitored
 - DHHS could only monitor expenditures quarterly, with that reporting being a month behind

The Transition

- Since FY 2014 (10/1/2013) all new NIH competing awards have been awarded to P subaccounts
- Non-NIH DHHS agencies have already fully transitioned to the P subaccounts
- NIH was supposed to transition the non competing awards in FY 2015, but this was delayed a year to FY 2016

The Future State

- All draws will be done by award
 - Greater transparency into spending trends (generally biweekly)
 - Draws can be more effectively controlled by DHHS
 - Must tie to FFRs and quarterly 425
 - Ability to draw will be turned off
 - Non-NIH - 90 days after each budget period
 - NIH – 120 days after project period

Stoppage of Draws

- In order for us to draw, expenditures have to be on the project with the F&A
- Departments will have to pay close attention to typical trailing charges
 - Late payroll transfers – payroll deadlines since they only hit with the payroll processing
 - Subcontractor invoicing
- Expect tight reporting deadlines from our primes when we are the subcontractor

SNAP – Streamlined Noncompeting Application Procedure

- A set of NIH standard terms and conditions that allows for (among other things)
 - Automatic carryforward between budget periods within a competitive segment
 - FFRs are not required annually, only at end of project period

Awards Before Subaccounting

	SNAP	NonSNAP
Project/Award Setup	One award and one project id for the entire competitive segment	One award for the competitive segment One project id per budget period
Interim FFRs	None	Annual FFR due 90 days after the quarter end following the budget period. Unliquidated obligations allowed.
Final FFR	Final cumulative FFR at the end of the competitive segment due 90 days after the project period. No unliquidated obligations.	Final FFR at the end of the competitive segment due 90 days after the project period. No unliquidated obligations.

Awards Transitioning to Subaccounting

	SNAP	NonSNAP
Project/Award Setup	One award and one project id for the entire competitive segment	One award for the portion of the award before the transition and one for after the transition. One project id per budget period
Interim FFR	A transitional FFR due after the FY15 budget period end date	Annual FFR due 90 days after the quarter end following the budget period. Unliquidated obligations allowed. Non-NIH must be liquidated by the 90 days.
Final FFR	At the end of the competitive segment due 120 days after the project period. Only for the expenses incurred after the transitional FFR. No unliquidated obligations.	At the end of the competitive segment due 120 days (90 days for non-NIH) after the project period. No unliquidated obligations.

Awards After Subaccounting

	SNAP	NonSNAP
Project/Award Setup	One award and one project id for the entire competitive segment	One award for the competitive segment One project id per budget period
Interim FFRs	None	Annual FFR due 90 days after the quarter end following the budget period. Unliquidated obligations allowed. Non-NIH must be liquidated by the 90 days
Final FFR	Final cumulative FFR at the end of the competitive segment due 120 days after the project period. No unliquidated obligations.	Final FFR at the end of the competitive segment due 120 days (90 days for non-NIH) after the project period. No unliquidated obligations.

The Transitional FFR

- Prepared based on the RAVEN month end balance at the budget period end date
 - Unless overspent, then reported at award amount
- Will not contain unliquidated obligations
- Will not be circulated for signature
- Carryforwards greater than 25% will contain a standard note:
 - “Carryforward is greater than 25%, because trailing charges and unliquidated obligations were not identified for this transitional FFR.”

The Final FFR on Transitioned SNAP Awards

- Will only be for the time period after the transition
- Because this activity will all be kept in the same project id, the final FFR will have the transitional FFR amounts backed out of the total activity

Staffing of Transition in SPAC

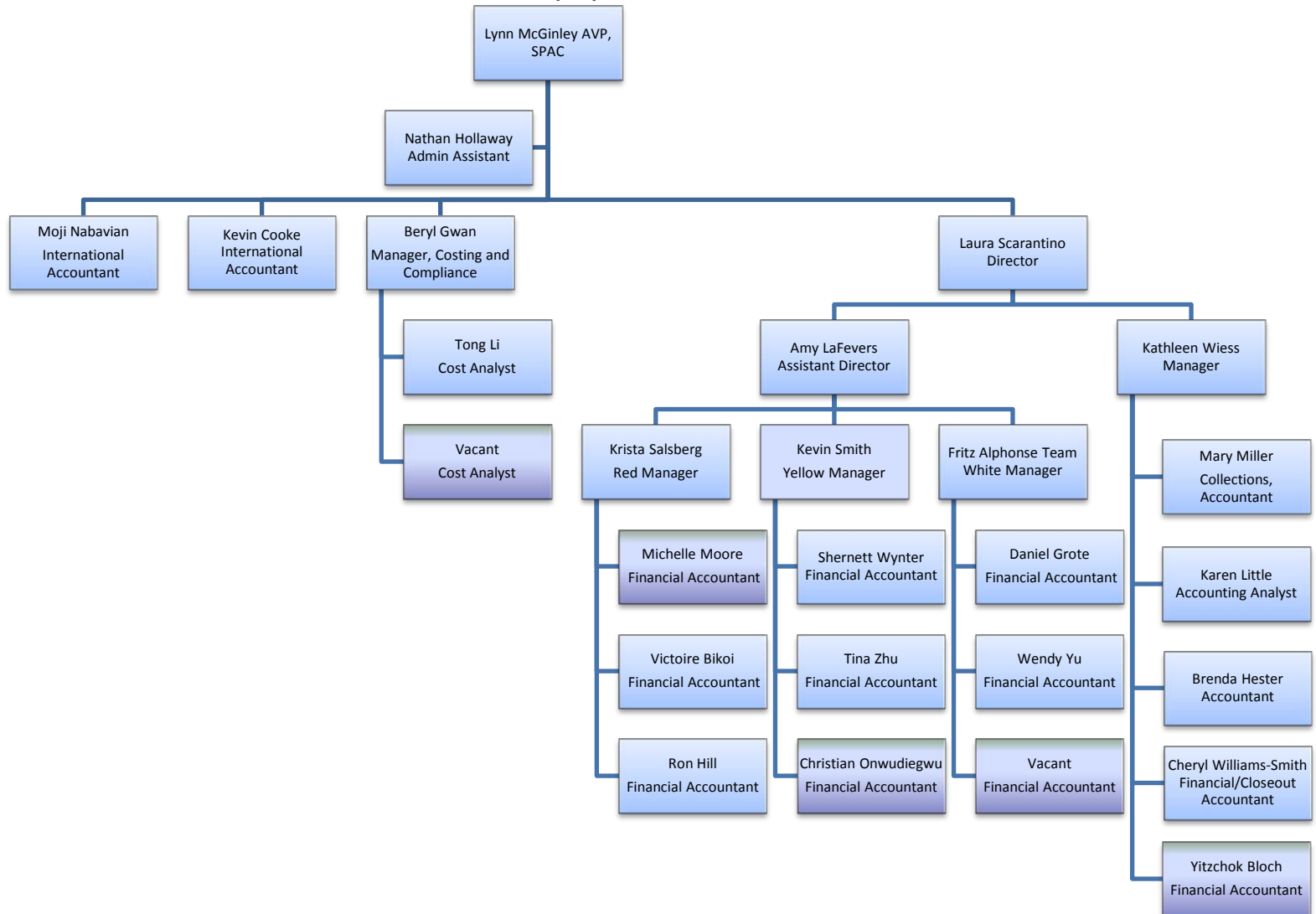
- All DHHS account maintenance during the transition period will be centralized into one staff person
- Transitional FFRs will also be done by this staff person
 - Yitzoch Bloch who will report to Kathleen Wiess
- Final and non-SNAP annual FFRs will still be performed by the Red, White, and Yellow Teams

Organizational Changes Eff 9/8/15

- Team Red has a vacancy – moving from Team Yellow – **MICHELLE MOORE**
- Team Yellow had a vacancy – our new hire **CHRISTIAN ONWUDIEGWU**
- Transition Project – moving from Team White to Team Central – **YITZCHOK BLOCH**
- Team White has a vacancy

SPAC ORGANIZATION CHART

Effective 9/8/2015





UNIVERSITY *of* MARYLAND

Implementation of New F&A Rates

The New Rate Agreement

- FY 16 – FY 18 F&A Rates
- Dated June 30, 2015
 - Awards with NGA dates after June 30, 2015 should be awarded with the new F&A rates
- First Multi-Rate, Multi-Year agreement for UMB

Facilities and Administrative Rates

	On Campus			Off Campus	
	Prior Agreement	New Agreement		Prior Agreement	New Agreement FY16+
		FY16 to FY17	FY18+		
Organized Research	53.5%	54.0%	54.5%	26.0%	26.0%
Other Sponsored Activities	38.9%	39.9%	39.9%	26.0%	26.0%
Instruction	54.6%	52.2%	52.2%	26.0%	26.0%
IPA				6.0%	7.8%

Submission of Proposals

- All new proposals should be prepared using new rates
- Rates have been loaded to Kualu COEUS
- Multi-rate agreement for OR On Campus
 - Budget periods starting in UMB's FY 16 – FY 17 should use 54%
 - Budget periods starting in UMB's FY18 and forward should use the 54.5% rate

Awards Accepted Prior to 7/1/2015

- Continue with the F&A rates in the agreements

Awards Accepted after 6/30/2015

- SPA will be monitoring that the federal awards are awarded at the new rates
- Non federal will be renegotiated on a case-by-case basis

Fringe Benefit Rates

- FY 16 Rates included in the same June 30, 2015 Rate Agreement
- Fringe Benefit Rates are applied consistently, regardless of what was in the proposal or the award date
- New rates went into effect with the 16-01 pay period (pay effective 6/28/2015)

Change to Rate Types

- Contractual is now Legislated Benefits
- Post Doc is now Limited Benefits
- CII (account 2090) are now in the higher Limited Benefit rate
 - Due to required subsidy of health care related to the Affordable Care Act

Fringe Benefit Rates

	Apply to Accounts	FY13	FY14	FY15	FY16+	Costs Recorded In Account
Faculty	1011 – Faculty 9/10 mo. 1012 – Faculty 12 mo.	25.0%	25.7%	23.5%	23.4%	2790 – Fringe rate Faculty
Staff	1013 – Exempt staff 1014 – Non-exempt staff	40.0%	41.0%	36.0%	35.1%	2791 – Fringe rate Staff
Legislated Benefit	2071 – Faculty 2072 – Exempt staff (C1) 2073 – Non-exempt staff (C1) 2080 – Summer salaries 2110 – Overtime 2120 – Shift differential 2130 – On call pay 2074 – College Work study (summer) 2075 – Students (other than CWS) (summer) 2090 – Contractual employee (C2) (Until FY16)	8.4%	8.4%	8.3%	8.4%	2793 – Fringe rate Legislated Benefit
Limited Benefit	1021 – Post Docs/Fellows 2090 – Contractual Employee (C2) (FY16+)	23.0%	23.2%	23.6%	25.8%	2792 – Fringe rate Limited Benefit
Students	1020 – Graduate Assistants 2074 – College Work study 2075 – Students (other than CWS)	0%	0%	0%	0%	N/A
Other	2196 – Accrued Leave Payout	0%	0%	0%	0%	N/A

Componentized Fringe Rate

FY 2016

Benefit	Faculty	Staff	Legislated Benefit	Limited Benefit
FICA	5.6%	7.2%	7.7%	7.7%
Unemployment	0.3%	0.2%	0.2%	0.3%
Worker's Compensation	0.3%	0.3%	0.3%	0.3%
Health	5.5%	13.6%		17.3%
Retirement	10.8%	12.9%		
Annual Leave Payout	0.7%	0.7%		
Tuition Remission	0.1%	0.1%	0.1%	0.1%
Employee Assistance, Wellness	0.1%	0.1%	0.1%	0.1%
Total Rate	23.4%	35.1%	8.4%	25.8%