University of Pittsburgh

Office of the Senior Vice Chancellor & CFO

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TO: Chancellor, Provost, Sr. Vice Chancellors, Vice Chancellors, Deans, Directors, Department Chairpersons, and Sponsored Project Directors

FROM: Arthur G. Ramicone

DATE: December 19, 2016

SUBJECT: Proposed Fringe Benefit Rates – FY 2018

The University recently submitted its Fringe Benefit Rate proposal to the Department of Health and Human Services (DHHS) for fiscal year 2018. These rates should be utilized as the best estimates available in submitting FY 2018 budget and grant proposals. As you are aware, one set of rates is applicable to sponsored research funds (Entity 05) from federally funded sources and one for all other funds (e.g. Entity 02, 03, 04, and non-federally funded sponsored research in Entity 05). Please note that only the rates applicable to federally funded sponsored research are subject to DHHS approval. The proposed fringe benefit rates for FY 2018 are as follows:

FOR FEDERALLY FUNDED SPONSORED RESEARCH (ENTITY 05 ONLY):

	FY 18	FY 17
Medical Faculty	24.9%	23.8%
Other Faculty	30.2%	30.0%
Senior Administrator	18.0%	16.0%
Staff	36.6%	36.6%
Temporary	7.6%	7.7%
Graduate — tuition remission	50.0%	50.0%

FOR NON-FEDERALLY FUNDED SPONSORED RESEARCH (ALL OTHER ENTITIES):

	FY 18	FY 17
Medical Faculty	27.2%	26.5%
Medical Faculty Incentive Payments	10.6%	10.6%
Other Faculty	31.6%	31.7%
Other Faculty Incentive Payments	12.8%	15.0%
Senior Administrator	20.1%	17.2%
Staff	39.2%	39.2%
Temporary	7.6%	7.7%
Graduate — tuition remission	50.0%	50.0%

Please bear in mind that the FY 2018 rates are proposed rates that have not yet been formally approved by the DHHS. Once formal approval is received, a letter will be sent notifying you of the final rates. However, we have no reason to believe that these proposed rates will not be approved. If you have any questions, please contact Mark Stofko at (412) 624-6039.