



Indirect Cost Policy

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Background

The Health Policy Institute of Ohio (HPIO) receives funding through grants and contracts with philanthropic, public and private organizations. This funding is used to advance HPIO's mission of advancing evidence-informed policies that improve health, achieve equity, and lead to sustainable healthcare spending. HPIO also hires contractors and consultants to advance its work toward this mission.

The following policy is based on [research](#) commissioned by the MacArthur Foundation, which found that the minimum indirect cost rate associated with financially healthy organizations is 29 percent.

Policy

Health Policy Institute of Ohio provides an indirect cost recovery of up to 29 percent of project costs for contracted projects.

"Indirect Costs" are defined as costs for activities or services that support the organization as a whole rather than any particular program or project, including administrative costs. Examples include finance and accounting support, human resources, bank fees, board meetings, and fundraising. In submitting a project budget, contractors will not be required to quantify these indirect costs.