Question: What is the indirect cost (Facilities and Administration (F&A)) rate a grantee may charge for an entity and a subawardee?

Answer: For a grant, MSHA must accept the federally negotiated indirect cost (F&A) rate. 2 C.F.R. §200.414(c). If an entity has never received a federally negotiated rate, MSHA will accept a rate of 10% of the modified total direct costs. 2 C.F.R. §200.414(f). Since the Brookwood-Sago grant program does not have subaward (i.e., subgrant) authority, the applicant must use the applicable procedures to procure a contractor under 2 C.F.R. §200.320.