

Example of Indirect Cost Category

Indirect cost is calculated on salaries only at a rate of 43.7%.

Indirect Cost	Year 1	Year 2	Year 3	Total
Total Salaries Per Year	40000	40000	40000	120000
Indirect cost rate 43.7 percent	43.7%	43.7%	43.7%	43.7%
Total	\$17480	\$17480	\$17480	\$52440