

Memorandum

To: University Research Community

From: Roberto M. Gutierrez, Director of Pre-Award Office of Research and Economic Development

Subj.: Salary Limitation for NIH Grants, Cooperative Agreements and Contracts

Date: January 9, 2015

Since 1990 Congress has legislatively mandated a limitation on direct salary for individuals under NIH grant, cooperative agreement and contract awards (collectively referred to here as a NIH grants). The mandate appears in the annual appropriation act that provides authority for the NIH to incur obligations for a given Fiscal Year (FY).

The NIH released guidance earlier this month about their fiscal operations under the Consolidated and Further Continuing Appropriations Act, 2015 (Public Law 113-235), signed into law on December 16, 2014.

The Act continues to restrict the amount of direct salary that can be paid by the NIH on sponsored projects to Executive Level II of the Federal Executive Pay scale. It should be noted however that the salary for Executive Level II was increased from \$181,500 to \$183,300 effective January 11, 2015.

Effective January 11th, 2015 the NIH 12 month appointment salary cap for applications submitted will be \$183,300. The NIH salary cap for nine month appointments will be prorated to \$136,948.

For a historical record of the NIH salary cap, including effective dates, please see <u>http://grants.nih.gov/grants/policy/salcap_summary.htm</u>.

The NIH salary cap and other items of interest will be discussed at the upcoming Quarterly Research Administrator's Meeting scheduled for January 27^{th} , 2015 from 10:00 AM – 12:00 PM in the MARC Pavilion.

Additional information regarding the NIH salary cap increase is available at <u>http://grants.nih.gov/grants/guide/notice-files/NOT-OD-15-049.html</u>.

If you have any questions about this notice from the NIH then please contact your Office of Research and Economic Development Pre-Award representative (http://research.fiu.edu/dor/pages/pre-award.html) at 305-348-2494 for further assistance.