

**DOI Contract Support Cost Policy  
Overview**

Pool	Brief Description	Policy Description	2007 Appropriations			2008 Appropriations-Less 1.56% Recission		
			Total	Direct	Indirect	Total	Direct	Indirect
Pool 1	ISD Fund	ISD Fund; composed of any funding appropriated for CSCs associated with new and expanded awards.				Prior Year Carryover-To Be Determined		
Pool 2	"CSC base" or stable funding	Prior year's "CSC base" or stable funding; composed of the total amounts awarded by the BIA in the prior year for direct and indirect CSC.	\$ 143,628,000	\$ 870,485	\$ 142,757,515	\$ 143,628,000	\$ 870,485	\$ 142,757,515
Pool 3	"CSC increase" or Shortfall Report bottom-up funding	"CSC increase"; composed of amounts, if any, appropriated for increases on the prior year "CSC base" to pay additional CSC requirements.				\$ 3,666,000	\$ -	\$ 3,666,000
			\$143,628,000	\$870,485	\$142,757,515	\$147,294,000	\$870,485	\$146,423,515

**8. Process for Allocating Funding Available for CSC's.**

- (A) Overview. CSC funding is composed of three "pools." The first pool (Pool No. 1) is composed of any funding appropriated for CSCs associated with new and expanded awards (the "ISD Fund"). The second pool (Pool No. 2) is composed of the total amounts awarded by the BIA in the prior year for direct and indirect CSCs (the prior year's "CSC base"). The third pool (Pool No. 3) is composed of amounts, if any, appropriated for increases on the prior year "CSC base" to pay additional CSC requirements ("CSC increase"). Under this system, each tribe receives a stable amount for DCSC and indirect costs, an amount which can increase up to the full CSC requirement. Differences among tribes are minimized by the "bottom-up" distribution of Pool 3. Under this system, each year's CSC appropriation (other than the ISD fund, or "Pool 1") is divided into two more pieces (Pools 2 and 3). The first piece (Pool 2) is paid out as just indicated: to provide each tribe at least the same amount it was paid in the preceding year. The second part (Pool 3) is then paid out later in the year after the collection of all data, to deal with existing shortfalls. Pool 3 is paid out to those tribes with the most severe shortfalls (a "bottom-up approach), so that the gap between the best and worst funded tribes is narrowed as much as Pool 3 funding permits.

Note: 2008 data is projected from the House Amendments to the Senate Amendment of H.R. 2764 (State, Foreign Operations, and Related Programs Appropriations Act, 2008 (Consolidated Appropriations Act, 2008))