

Florida Atlantic University Program Income Policies and Procedures

V. Policy Statement:

- A. **Separate Banner Fund:** It is the policy of Florida Atlantic University to account for Program Income in a separate Banner Fund.
- B. **Proper Approach:** FAU will spend and report the Program Income as required by the terms and conditions of the award using one of the three approaches described in Article VI. below.
- C. **Rules for Allowability:** The Program Income funds must follow the same rules for Allowability as the funding from the sponsor. In other words, if the expense cannot be charged to the Grant Fund, it cannot be charged to the Program Income Fund. For more information concerning Allowability, see the "Allowability of Costs on Federal Awards" on the Research Accounting website at <http://www.fau.edu/research/ocg/allowability.html>.