

Appendix A - Calculation of In-Kind Contributions

In-kind support refers to the contribution to a project of goods or services rather than cash. In-kind support indicates a partnership rather than a contractual arrangement whereby the party providing in-kind support is accepting a share of any risk.

Three different approaches to the valuation of in-kind support may be considered:

- Market value - the cost to IEA-DHC if the proponent were to purchase the goods or services directly.
- Provider's acquisition cost - the original or depreciated cost to the proponent of the goods and services that were in turn provided to IEA-DHC.
- Provider's incremental cost - the incremental or actual cost to the proponent to provide the support to IEA-DHC.

Eligible In-Kind assessment methods

CATEGORY	ACCEPTED	NOT ACCEPTED
Access to proprietary databases	Incremental costs of access	Cost of collecting the data and developing the database
Analytical and other services	Commercial rate (best "preferred customer" rate if applicable)	

CATEGORY	ACCEPTED	NOT ACCEPTED
Shared task work performed by the partner	Staff time to perform part of the scientific work as well as guidance on the project, billed at rates reflecting the partner's full costs calculated using internal rates (maximum \$1000 per day)	External consultant rates Costs relating to administrative support where overhead has been included in salary costs
Equipment	<ul style="list-style-type: none"> • donated (used) - fair market value • donated (new) - selling price to most favoured customer • cost of manufacture (if one of a kind) • loaned - rental equivalent based on depreciation 	Development costs
Use of facilities	<p>The lower of:</p> <p>internal rates for logistical support, food and lodging for proponent research personnel working on provider's premises or on field work, OR current IEA per diem allowances</p> <p>Internal rates for use of specialised equipment by proponent research personnel</p>	Commercial rates

CATEGORY	ACCEPTED	NOT ACCEPTED
Software	<p>Internal costs to provide for:</p> <ul style="list-style-type: none"> • copying • providing documentation • training of IEA-DHC experts • support of software • cost of equivalent commercial product (where donated software is not commercially available) 	Development costs
Materials	<ul style="list-style-type: none"> • unit cost of production of commercial products • selling price to most favoured customer • cost of production of prototypes • and samples 	Development costs
Travel	Travel costs to meet with proponent research personnel at their request	Conference attendance by sub-contract staff