

Policy on project accounts

Effective Date: April 2026

The primary principal investigator's home department is responsible for transactional account management, maintaining positive account balances, and payroll accounting allocations throughout the award period. Yearly funding allocation for DIH aligns with a 12-month fiscal year that begins on July 1 and ends on June 30. The following principles support annual state reporting and 101 fund account management.

Account setup

DIH staff will request a Workday [project or program driver worktag](#) with start and end dates as indicated in the RFP (or preceding documentation). The primary principal investigator will be notified when the worktag has been created by central campus. Additionally, a one-time onboarding meeting will be scheduled with DIH staff to discuss the uniqueness of 101 funding (effective for all awards beginning in FY27).

Spending within budget categories

DIH staff will submit budget allocations at the beginning of each fiscal year. If the research project spans multiple years, funds will be allocated annually. The comprehensive budget submitted within the proposal will be used unless otherwise specified by the Hub. Expenditures should not exceed the approved budget for each spending category (salary/nonsalary).

PIs should work with payroll managers in their home department to ensure salary dollars are allocated appropriately. The use of nonsalary funds for specific purposes does not need DIH approval (i.e., use of travel funds). [Tuition remission](#) for projects supporting a research assistant (master's level student or PhD. candidate) may only be used for tuition at a rate of \$10,727.52/year; salary dollars follow the tuition remission.

Rebudgeting between salary and nonsalary categories after fiscal budget allocations is not allowed on DIH-101 funding.

Salary support and program timeline for multi-year trainee projects

Only one trainee may be supported by a Hub-funded mechanism at a time. If the project is a personnel-specific project type (research assistant or research associate), the full salary allocation must be used for the specific personnel type for the duration

of the award. If a situation arises that deviates from the previously specified personnel type, please contact Hub staff immediately. All funded trainee awards through the competitive RFP process, regardless of trainee type (graduate research assistant or postdoctoral research associate), begin July 1 (of year A) and end June 30 (of year B). If a trainee is not able to begin on July 1, budgeted salary dollars may be used to fund an existing lab member until the intended trainee arrives. If this is not possible, the unspent salary dollars in year A will cross fiscal years as nonsalary dollars for use in year B.

Research assistant (grad students) salaries should be 50% appointments. RAs should be paid the full salary as outlined in the RFP budget per fiscal year; no supplemental funding will be allowed in conjunction with DIH funding unless the department stipend minimum is higher than the posted [UW-Madison stipend rate](#).

Depending upon the trainee's level (MS or PhD), the awarded funding source may only cover a portion of the research assistant's academic program. Hub funding follows the determined calendar dates instead of the trainee's program's anticipated timeline of completion or an individual's unique circumstances.

Annual funding for research assistants is supplied for four (4) consecutive semesters and the summer before year B. Students are required to enroll in 990s during the summer term. To qualify for benefits, research assistants must enroll by Jan 1 (of year A).

If a student deposits thesis or dissertation before June 30 (of year B), funds should be: (1) returned to the Hub or (2) repurposed to support a member of the primary PI's lab to continue research project scope and mission.

Research associate (postdocs) salaries may be determined by the primary PI and cannot exceed 75% of the total awarded amount (fringe must be budgeted in addition to salary).

Carryover budget balances per fiscal year

If an award crosses a fiscal year, regardless of total project timeline, all unspent budget dollars (both salary and nonsalary) carry over as nonsalary dollars and must be spent in the final year of the grant. Salary dollars on 101 funding operate on a "use it or lose it" approach between July 1 and June 30; conversion of unspent salary dollars from the previous fiscal year is not allowed.

Process to request an exception

Requests for a no-cost extension (NCE), accommodation for personnel vacancies, and other needs will be elevated to DIH staff.

A one-time NCE (for nonsalary dollars only) must be requested in advance of the award end date, at least two (2) months before the project's end date, per [UW-Madison policy recommendation](#). Requests for NCE for project budgets less than \$1,000 will not be considered. The maximum NCE length cannot exceed half of the original project length (ex. 6-month maximum on a 1-year project). Decisions to approve NCE will be based on progress, outcomes reporting, and submitted justification.

If a project experiences a shift in the project mission due to supply chain issues or difficulty recruiting a researcher for the project, please contact Hub staff immediately. In the case of an abrupt/unplanned personnel vacancy of the grant, the principal investigator is responsible for recruiting another candidate. The PI may use salary dollars in the interim to support a current lab member working on the research project.

Principal and co-investigators should review the DIH-specific policy before contacting DIH staff regarding post-award accommodation. All requests will require submission of justification using the [Qualtrics](#) form available on the CALS-DIH [research funding](#) page.

Award closeout process

DIH administration will email principal investigators approximately 6 months before the award end date, and again at 90-days & 60-days prior to the award end date as recommended by [UW-Madison RSP](#).

At the time of the 60-day notification, a NCE is not allowed. A post-award closeout checklist will be included in this communication. Award balances should be verified with department home administrators, and spending plans for the remaining balance should be implemented. The target end date for spending outside of payroll, obligations, and charges against a PO is May 1.

Note: *The last day to charge nonsalary expenses for a DIH Worktag is 30 days before the end date (June 1). Any charges incurred after the official end date of the award will be posted to a clearing account for the home department to reconcile at a later date.*

Subsequent communication will follow 30 days before the award end date, which will include a Workday financial report balance.

If there is a surplus of funds that are not obligated or incurred by June 1 or a negative balance of less than \$100, the balance will be absorbed by the Hub, and no action is needed by the PI and/or home department. If there is a deficit of funds greater than \$100, the primary principal investigator must repay the balance from an alternative, non-Hub funding source.

A final communication will be sent after the Worktag has been closed successfully.

The Dairy Innovation Hub aims to provide the best possible experience for awardees despite the complexities of managing 101 funds. Constraints of recent Workday implementation could affect 101 funding. Please contact Hub staff if issues arise to help improve systems and processes.