

SECTION 6. Finance and Investment

6.7 Suspense Policy on Gifts to Trusts and Annuities, Endowments, and Annual Gift Fund Accounts

6.7.1 Policy

Gifts, particularly in-kind gifts placed in trusts and annuities, endowments, or annual gift fund accounts, may require the advance expenditure of funds from the University Foundation's (UF) General Fund prior to and following the acceptance of these gifts. Examples of these expenditures may include but not be limited to toxicity reports, preliminary and/or regular recorded title reports, preparation of legal documents, legal fees, tax preparation fees, appraisals, property taxes, homeowner association fees, and other kinds of expenses associated with the acquisition, maintenance, stewardship, management, and or sale of the gifted asset.

The UF will record these incurred expenses as suspense items against the UF General Fund. Whenever possible or practicable, as agreed with the donor, the account in which the gift was recorded will reimburse the UF's General Fund interest free. The reimbursement will be made when the planned gift matures, the gifted asset is sold, or the account has sufficient funds to reimburse, whichever occurs first.

The UF's CEO is responsible for approving advanced expenditures as referenced in this policy.

Original Board Approval and Effective Date: June 25, 2020

Date of Last Review: June 23, 2023

The Foundation's mission is to support CSU, Chico's strategic plan by raising, investing, and disbursing funds to fuel the growth and excellence of the University.