**Scope of Policy & Rationale:**

This policy applies to the president and chief financial officer.

The board is empowering the president to make determinations regarding reinvesting endowment income as quasi-endowment when such income is derived from gifts of less than $100,000 that have been authorized by the president to be quasi-endowment. The chief financial officer will implement the president’s decisions in this regard.

**Definitions**

Designated gifts – Gifts given to a school, college, department or program but not for a specific purpose. The department or program determines how the funds are to be utilized.

Quasi-endowment – funds that are invested in the same manner as the endowment pool and are subject to the endowment pool spending rule.

Restricted gifts – Gifts provided for a specific purpose as described by the donor.

Unrestricted gifts – General gifts whose purpose is not specified and which are not designated for a school, college, department or program.

**Policy Statement**

The President is authorized to determine whether to reinvest endowment income as quasi-endowment, with the Chief Financial Officer of the University authorized to implement
those decisions, providing that a follow-up report is made to the Budget & Finance Committee and to the Executive Committee.

This authority is an extension of the President's authority to establish quasi-endowment funds from restricted, unrestricted or designated gifts of $100,000 or less.

Notes

1. **Dates of official enactment and amendments:**

   Adopted by the Executive Committee, acting on behalf of the Board of Trustees, on June 26, 1986.

   Updated by the Board of Trustees on May 13, 2008

2. **History:**

   The May 13, 2008 amendment changed names of individuals and units to reflect current practice.

3. **Cross References**

   Board of Trustees Policy #05.50.02, Establishment of a Quasi-Endowment Fund for the University
   Board of Trustees Policy #05.50.03, President Authorized to Establish Quasi-Endowments for Amounts of $100,000 or Less
   Board of Trustees Policy #05.50.01, University Investment Policy
   Presidential Policy # [I-11], Gift Accounting, Acknowledgment, Reporting and Procedures Policy (see for definition of terms)