

TEMPLE UNIVERSITY

BOARD OF TRUSTEES

POLICIES AND PROCEDURES MANUAL

Title:	President Authorized to Determine Whether to Reinvest Endowment Income as Quasi-Endowment
Policy Number:	05.50.04
Responsible Officer:	Senior Vice President, CFO & Treasurer
Date Created:	June 26, 1986
Date Last Amended/Reviewed:	June 26, 1986; as updated on May 13, 2008
Date Scheduled for Review:	May 31, 2016
Reviewing Office:	Treasurer's Office

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)