Capitalization of Unrestricted Funds to Permanent Restricted Endowment Policy

Overview

The University may from time to time decide to capitalize unrestricted funds to permanent restricted endowments for the future and permanent benefit of the University. The University would consider this approach when it has surplus funds that are not required for the current operation of the University and only after other internal obligations have been satisfied.

Purpose

To provide an appropriate policy and process when unrestricted funds are used to create a new permanent restricted endowment or are added to an existing permanent restricted endowment.

POLICY

The Board of Governors may establish or augment permanent restricted endowments from unrestricted sources of funds upon recommendation of and approval by the Vice-President (Finance and Administration). In developing a recommendation, the Vice-President (Finance and Administration) will consult with the Provost and other appropriate Vice-Presidents.

DEFINITIONS

Any definitions listed in the following table apply to this document only with no implied or intended institution-wide use.

| Permanent restricted endowment | A "charitable purpose trust" which is held by the University Board of Governors as trustee and not in its own right. |

RELATED LINKS

Should a link fail, please contact uappol@ualberta.ca.
PUBLISHED PROCEDURES OF THIS POLICY

Capitalization of Unrestricted Funds to Permanent Restricted Endowment Procedure