



SUBJECT: Reimbursable Recruitment Related Expense Responsible Authority: Asst. VP Finance and Administration, FAU Foundation, Inc. Scope: Outlines the coordination and equitable use of FAU Foundation funds for conducting recruitment activity.	Effective Date: 12/1/04	Policy Number: 15	
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To ensure coordination and equitable use of limited Foundation funds for conducting recruitment activity on behalf of Florida Atlantic University, the Foundation has designated fund BDG302 – Recruitment Related Expenses to assist key university administrators with Recruitment of faculty or staff related expenses.

*A **recruitment related expense** is a business expense that helps to promote the University as an attractive place to work. Generally, these expenses will include such things that cannot be paid from University funds.*

BDG302 – Recruitment Related Expense

To assist with expenses associated with any recruitment of faculty or staff on behalf of FAU for the exclusive benefit of FAU and with a defined recruitment purpose and outcome.

Recruitment:

The process of exposing prospective faculty or staff to the Florida Atlantic University environment, and evaluating the potential candidate for an FAU position can include:

1. Meals (breakfast, lunch or dinner with the prospective employee).
2. Hosting accompanying spouses.
3. Fruit Baskets, welcoming potential employees to FAU.

To be reimbursed by the Foundation, the expense must:

- be considered a legitimate business expense from a reasonable business activity (see Foundation’s Disbursement guidelines for more information),
- be an ordinary expense that is common and accepted in development/fundraising
- exclusively benefit FAU,
- not provide for a personal or fringe benefit,
- comply with all applicable State statutes and IRS codes and regulations, and

- have **proper substantiation**.

According to the IRS, no payment or reimbursement for a development related expense **shall be allowed unless** the person seeking payment or reimbursement for a legitimate development expense from the Foundation substantiates by adequate records or by sufficient evidence corroborating:

1. the **amount** of such expense
2. the **date, description and place** of any travel, meal, transportation, entertainment, amusement, recreation, University related gift, etc.
3. the **business purpose** of the expense including the topic of discussion, and
4. the **business relationship** to FAU of persons entertained or receiving a gift and how it benefits FAU, and
5. the **names** and relationships of all attendees.

The Foundation Disbursement Policy will apply. The Foundation adheres to the IRS Accountable Plan for business related reimbursements. Any expense that fails to meet the requirements of the IRS accountability plan can either be refused; or can be treated as being reimbursed under the non-accountable plan and will be included as wages, salary, or other pay on the employees W-2. Departments listed below will have an annual appropriation of \$250.

Departments participating in this fund:

Arts & Letters	Athletics
Broward Campuses	Business
Design and Social Inquiry	Education
Engineering	Honors
Jupiter Campus	Medicine
Library	Nursing
Provost	Research and Graduate Studies
Science	Student Affairs

FAU Foundation

Initiating Authority:

Interim Chief Executive Officer

Signature: _____ Date: _____

Name: David Kian

Chairman

Signature: _____ Date: _____

Name: Patricia McKay

Asst. VP Finance and Administration

Signature: _____ Date: _____

Name: Sharon Brown