



POLICY

Title: Loans to or Guarantees for Trustees and Officers

Policy Statement

The University shall not lend money to or guarantee the obligations of members of its Board of Trustees or officers of the University.

Reason for the Policy

The policy is intended to effectuate compliance with relevant law and sound financial management practices.

Applicability of the Policy

The policy is applicable to members of the University Board of Trustees and officers of the University as defined below. It is not applicable to students (including student-employees), faculty and staff who are not members of the University Board of Trustees or officers of the University. Additionally, the policy is not applicable to students who serve as trustees and receive student loans granted through the Financial Aid Office.

Definitions

Guarantee: To undertake to answer for payment of a debt, or performance of a contractual duty, of another person in the event of default by that person.

Lend: (1) To extend credit; or (2) to allow temporary use of money on condition of repayment whether or not in exchange for consideration, such as interest. The term lend does not include furnishing advances for expenses related to (1) the recipient's duties as a member of the University Board of Trustees or an officer of the University or (2) the authorized indemnification of members of the University Board of Trustees and officers of the University.

Officers of the University: For purposes of this policy, the President, the Provost, the Treasurer, the Secretary and Assistant Secretary, all Vice Presidents, and all other persons appointed as officers by the University Board of Trustees from time to time.

Procedures

None

Contacts

Questions concerning the daily operational interpretation of this policy should be directed to the following (in accordance with the policy elaboration and procedures):	
Title(s)/Department(s):	Contact Information:
Trustee Coordinator	85 South Prospect Street (802) 656-3186

Forms/Flowcharts/Diagrams

- None

Related Documents/Policies

- [Conflict of Interest Policy - Board of Trustees](#)

Regulatory References/Citations

- [Vermont Nonprofit Profit Corporation Act](#)

Training/Education

Training will be provided on an as-needed basis as determined by the Approval Authority or the Responsible Official.

About This Policy

Responsible Official:	Vice President for Finance and Administration	Approval Authority:	President and the Chair of the Board of Trustees
Policy Number:	V. 4.8.3	Effective Date:	January 30, 2015
Revision History:	<ul style="list-style-type: none">• V. 4.0.1.1 effective August 25, 2005• V. 4.8.2/V. 4.0.1.2 effective November 16, 2010• V .4.8.3 Reviewed by the Vice President for Finance and Treasurer November 27, 2018• Reaffirmed February 8, 2022		

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