

**Interim Policy and Procedure  
For Receipt of Gifts and Naming**

Deleted: Proposed

**I. Policy**

It is the policy of the ICOC to accept the offer of additional revenue and real and personal property as authorized by Health and Safety Code Section 125290.40 (n) to support the operations of CIRM and to further the goals of Proposition 71. In addition, it is the policy of the ICOC to encourage the offer of additional revenue and real and personal property through naming. Naming can be given to both real objects - such as rooms at the CIRM location - and inanimate objects- such as grant programs.

**II. Limits**

A. NAMING: A request for naming will only be considered in connection with a gift of real or personal property of substantial value to CIRM and its programs. In determining whether a gift has substantial value, the ICOC shall evaluate the following factors:

Deleted: No

Deleted: without a gift of sub

Deleted: stan

- The size of the gift in relation to other funding sources – including bonds – available at the same time the gift is made, including whether the gift will have a material impact on CIRM’s ability to meet its goals.
- The availability of the gift, including whether the gift will be immediately usable by CIRM or whether other actions, such as the sale of stock or real property, will delay access to the gift.
- The flexibility of the gift, including whether CIRM will have discretion in the use of the gift or whether the gift will be subject to restrictions.
- Any other factor relevant to the goal of achieving CIRM’s goals and objectives.

Formatted: Indent: Left: 18 pt, Bulleted + Level: 2 + Aligned at: 54 pt + Tab after: 72 pt + Indent at: 72 pt, Tabs: 36 pt, List tab + Not at 72 pt

B. GIFTS: The ICOC will not accept the following gifts:

Formatted: Underline

- Gifts that require an initial and/or on-going expenditure that will likely equal or exceed the value of the gift.
- Gifts from an institution, entity, or individual that has applied for CIRM funding or that intends to apply for CIRM funding, except for gifts of the use of government or nonprofit-owned facilities for ICOC, working group, or scientific meetings.
- Gifts from a biotechnology company that devotes five percent or more of its annual budget to stem cell research.

Deleted: A g

Deleted: s

Deleted: not be considered if the total estimated expenditures will

Formatted: Indent: Left: 18 pt

Deleted: ¶  
C. . No gift will be accepted

Deleted: ¶  
D. . No gift will be accepted

**III. Procedure**

**A. Decision-making Authority on Real and Personal Property and Naming**

All naming decisions must be approved by the ICOC. All gifts must be approved by the ICOC, except as follows:

1. Gifts of cash, stock, bonds or personal property with a value of up to \$3 million can be approved by the unanimous agreement of an Executive Committee, comprised of the Chair and Vice-Chair of the ICOC and the President of CIRM, provided the terms of the gift are consistent with the Policy described above.

Deleted: 5

If one or more of the members of the Executive Committee does not agree to accept the gift or if one or more of the members is unable to participate in the decision, the proposed gift shall be submitted to the ICOC for its consideration, even if the value is less than \$3 million.

Deleted: vote against accepting

Deleted: must abstain from voting,

Deleted: 5

2. Direct payment or reimbursement by third parties for the costs of general operation or grant management administrative activities can be accepted by the President of CIRM (e.g. – payment for activities at a conference sponsored by CIRM). In addition, the President of CIRM and the Chair of the ICOC are authorized to accept free or reduced cost for the use of government or nonprofit-owned facilities for ICOC, working group, scientific and other CIRM related meetings. Direct payments and reimbursements cannot be used to supplement the ICOC approved compensation of CIRM employees. Direct payments, reimbursements and use of facilities are not considered gifts for purposes of presentation to the ICOC.
3. Gifts of a de minimis amount – \$5,000 or less – may be accepted by the President, without the approval of the Executive Committee or the ICOC.

## **B. Presentation of Gifts to the ICOC**

### 1. Gifts Requiring ICOC Approval

- Each proposed gift, except those described above in section III.A. 2\_ and 3\_ must be reviewed and approved unanimously by the Executive Committee.
- A report with the following information will be prepared by the Executive Committee and submitted to the ICOC for each gift and proposed naming requiring the ICOC approval:
  - Name and biographical data regarding the individual or organization making the gift.
  - A description of the gift.
  - A list of conditions or requirements to be imposed on CIRM as a result of accepting the gift.
  - If one of the conditions is naming, then include a description of the object to be named and whether there is a time limit on continuing the name.

- If the gift is real property, include an evaluation of the gift by the Department of General Services.
- If the gift is stock or other investments, include a description of how they will be sold and the expected net proceeds.
- A description of how the gift will be used.

Once the ICOC approves the gift by a majority of ICOC members present and eligible to vote, the President of CIRM is authorized to initiate action to accept the gift and implement the conditions.

## 2. Gifts that Do Not Require ICOC Approval

At each ICOC meeting a list of gifts that have been accepted by the Executive Committee or the President will be presented as an information item. Gifts described under II.A.2. are not required to be on the list. The following information should be included for each reportable gift on the list:

- Name and biographical data regarding the individual or organization making the gift.
  - A description of the gift.
  - A list of conditions or requirements to be imposed on CIRM as a result of accepting the gift.
  - If the gift is stock or other investments, include a description of how they will be sold and the expected net proceeds.
  - A description of how the gift will be used.
3. Gifts of a de minimis amount may be summarized and reported in total without the information described in III.B.2.

### **C. Implementation of the Decision to Accept the Gift and Its Terms and Conditions, Including Naming**

1. Once a gift has been approved by the Executive Committee, President or ICOC as appropriate, a Commitment Letter will be developed and signed by the donor and the President of CIRM. A sample format with the minimum required terms for CIRM is given in Attachment I. Any changes to this format must be included in the report to the ICOC discussed in III.B., above. A Commitment Letter is not required for gifts of a de minimis amount however a letter of appreciation will be sent to the donor by the President.
2. Once the Commitment Letter is signed, the Office of Administration will receive the gift and deposit any funds into a state account as soon as possible. If the gift is personal property other than cash or real property, the Office of Administration will take action to liquidate these assets as soon as possible and the resulting funds will also be deposited into a state account. The Office of Administration will contract with a brokerage firm or other

Deleted: I

**Agenda Item # 9 E iii**  
**6/2/06 ICOC Meeting**

independent agency to receive and immediately sell all securities received as gifts.

3. The Office of Administration will maintain current files on each gift and, under the direction of the President of CIRM, will ensure that all conditions and terms of the gift are adhered to by CIRM and its staff. Each file will contain all information presented to the ICOC either for approval or information and a copy of the commitment letter (or letter of appreciation) and a copy of a report to the donor on the use of the funds. It will also include any necessary information to ensure compliance with Title 2, California Code of Regulations Section 18944.2 regarding Gifts to Agency.
4. If one of the conditions is that a real or inanimate object is to be named after a donor or some other name of the donor's choosing, the Office of Administration will, under the direction of the President of CIRM, implement the naming. A report on the naming action taken will be sent by the President of CIRM to the donor and a copy included in the file described in III.C.3.

Deleted: any reports on the