
1806 BANK LETTERS OF CREDIT

Subject: Debt Financing
Effective: December 1986
Revised: May 2006
Last Reviewed: April 2018
Responsible Office: Treasurer's Office
Approval: V.P. for Finance and Treasurer

PURPOSE

Bank letters of credit may be required, or preferred, in support of University activities.

POLICY

1. The Treasurer's Office is responsible for determining the appropriateness of bank letters of credit to support University activities.
2. The Treasurer's Office is responsible for negotiating the placement of all letters of credit.
3. The V.P. for Finance and Treasurer is authorized to execute letters of credit as approved by the Trustees as required for insurance related activities as long as total amount outstanding does not exceed \$100 million. The V.P. for Finance and Treasurer will annually submit to the Trustees a report of all outstanding letters of credit.
4. The V.P. for Finance and Treasurer is authorized to execute letters of credit as approved by the Trustees.