

CSUSB FOUNDATION

Building a Culture of Philanthropy

CONFLICT OF INTEREST **ACCEPTANCE FOR BOARD MEMBERS**

It is the Foundation's responsibility to ensure that all Board members sign a Conflict of Interest for July 1, 2023, through June 30, 2024.

The California Education Code, Sections 89906-89909 indicates that no member of the Board of Directors shall be financially interested in any contract or other transaction entered into by the Board of Directors that is not in accordance with these codes.

As a member of the Foundation's Board of Directors, you are required to follow the California Education Codes, Sections 89906-89909.

The following are example relations which are specifically deemed not permissible:

- a) Any contract, other than employment contract, directly between the Foundation and a Foundation Board member.
- b) Any contracts between the Foundation and a partnership or unincorporated association in which a Foundation Board member is a partner, owner, or holder, directly or indirectly, of a proprietorship interest.
- c) Any contract between the Foundation and a for-profit corporation in which a Foundation Board member is the owner or holder, directly or indirectly, of five (5) percent or more of the outstanding common stock.

There are other relationships, including the following, which are permissible:

- d) Contracts between the Foundation and a for-profit corporation in which a Foundation Board member is the owner or holder, directly or indirectly, of less than five (5) percent of the outstanding common stock.
- e) Contracts between the Foundation and a for-profit corporation on whose Board of Directors a Foundation Board member serves and such member is the owner or holder, directly or indirectly, of less than five (5) percent of the outstanding common stock.
- f) Contracts between the Foundation and a nonprofit corporation on whose Board of Directors a Foundation Board member participates.

It shall be the continuing responsibility of all directors to review their outside business interests, philanthropic interests, personal interests, family and other close relationships for actual or potential conflicts of interest with respect to the Corporation, and to immediately disclose the nature of the interest or relationship.

I have read the California Education Code Sections 89906-89909 and the interpretation of the law and signify, by my signature, that I do not now have a material financial interest in any contract or other transaction to which the Foundation is a party. Should such a conflict arise, I agree to notify the Foundation Executive Director.

Signature

Date

Printed Name