



Policy on remainder interest in a personal residence or farm

Policy Type: Local

Responsible Office: Office of Development and Alumni Relations

Initial Policy Approved: 05/2009

Current Revision Approved: 01/2013

Policy Statement and Purpose

A donor can give a remainder interest in a personal residence, such as a home, condominium or farm, to the university or one of its affiliated foundations. The donor or other occupants can continue to occupy the residence or operate the farm without disruption for the duration of the stated life. Thereafter, the residence or farm will either be sold or used by the university or its affiliated foundation for purposes specified by the donor, if any.

If a life estate is retained in the property, expenses for maintenance, real estate taxes and any indebtedness relating to the property are to be borne by the donor or the primary beneficiary.

A gift of a remainder interest in a personal residence or farm is credited at the remainder value recognized as an allowable deduction by the IRS.

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Who Should Know this Policy?

All University Development and Alumni Relations employees are responsible for knowing this policy and familiarizing themselves with its contents and provisions.

Definitions

There are no definitions associated with this policy.

Related Documents

- Policy on gifts of real estate

Contacts

The Office of Development and Alumni Relations officially interprets this policy. The Office of Development and Alumni Relations is responsible for obtaining approval for any revisions as required by the policy Creating and Maintaining Policies and Procedures through the appropriate governance structures. Please direct policy questions to the Office of Development and Alumni Relations' Gifts and Records Management division.

Procedures

The procedures for evaluating proposed gifts of a remainder interest in property are the same as those used for gifts of real property.

Forms

There are no forms associated with this policy.

Revision History

This policy supersedes the following BOV policy approved in 5/2009:

- 2.3.7 Remainder Interest in a Personal Residence or Farm

FAQs

There are no FAQs associated with this policy.