



UNIVERSITEIT
STELLENBOSCH
UNIVERSITY

Finance Policy: Entertainment

Type of Document:	Policy
Purpose:	The policy organises the defrayal of entertainment from budget and non-budget funds, providing proof and the requirements for approval to claim back entertainment costs.
Approved by:	Finance Committee
Date of Approval:	15/04/2020
Date of Implementation:	15/04/2020
Date of Next Revision:	As Required
Date of Previous Revision(s):	Annually - for limits
Policy Owner¹:	Chief Operating Officer
Policy Curator²:	Chief Director: Finance
Keywords:	Entertainment
Validity:	In the event of an inconsistency between different versions of this policy, the English version prevails.

SU Policies are available at www.sun.ac.za/policies

¹ Policy Owner: Head(s) of Responsibility Centre(s) in which the policy functions.

² Policy Curator: Administrative head of the division responsible for the implementation and maintenance of the policy

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ENTERTAINMENT

Scope: The policy organises the defrayal of entertainment from budget and non-budget funds, providing proof and the requirements for approval to claim back entertainment costs.

Policy:

Any payments of entertainment costs are subject to the conditions listed below, the availability of funds and, where the functions are being paid out of earmarked third-stream funds, end users must ensure that the payments are subject to the donor's provisions of funding.

LIMIT ON ENTERTAINMENT

A maximum limit as per the categories below will be linked to entertainment and the amount will be reviewed annually by the Chief Operating Officer.

This limit includes all meals, drinks and tips. Tips will be limited to 15% of the account.

Where the limit is exceeded, this has to be submitted for approval to the head of the centre of responsibility or his/her delegate, along with a motivation.

Entertainment expenses are always subject to the availability of funds and affordability.

- **Entertainment of staff by Management**

Every year, an amount is made available to the members of the Members of the Rectorate, the Chief and Senior Directors and Deans for them to entertain their heads of departments/executive heads/discipline heads and their partners. A maximum limit of R500 (2019: R525) per person will be linked to the type of reception and the amount will be revised annually by the Chief Operating Officer.

The reception or function may take place at or outside the University, at the person's own discretion.

The **costs** of the receptions and functions will be paid back to the staff member concerned, on submission of the necessary evidence in support of the costs. The costs are defrayed from the budget of the relevant member of staff.

The expenses incurred must be approved by the relevant responsibility centre head before they are paid out. Expenses of the responsibility centre heads must be approved by the Rector. He may delegate this function to the Director Finance and Asset Management. The Rector's expenses are approved by the Chief Operating Officer.

(Each of the abovementioned persons is responsible for ensuring that the expenses that are claimed are in the interests of the University and are thus claimable and realistic.)

- **Official visitors**

Official visitors to SU may be entertained. The work done by the visitor must relate to the University. Official visitors include external examiners. The entertainment of official visitors is limited to R630 (2019: R660) per person. Where the value of the entertainment exceeds the limit, this should be submitted for approval to the head of the centre of responsibility or his/her delegate, along with a motivation. The costs for partners of members of staff will only be paid if the visitor's partner attends the reception.

- **Personal Anniversaries**

No functions for anniversaries of a personal nature are allowed, such as birthdays, births and marriages.

- **End-of-year Functions**

Costs of year-end functions are permissible, but are limited to R630 (2019: R660) per person and exclude partners. If partners should attend, the entertainment costs are limited to R1 000 (2019: R1 050) per couple/family.

- **Prize giving**

Costs of entertainment for prize giving for students are permissible, but are limited to R500 (2019: R525) per person. Partners of the people who are receiving prizes are permissible, subject to the availability of funds.

- **Retirements**

Costs of receptions for the retirement of personnel are permissible, but are limited to R500 (2019: R525) per person and exclude partners, except the partner and guests of the retiree.

- **Entertainment of staff**

Receptions for staff during business hours or extended work hours or on special occasions are permissible, but are limited to R500 (2019: R525) per person and exclude partners.

PROVISION OF PROOF

With regard to entertainment costs, all claims must be accompanied by:

- An invoice from the restaurant or an account (and receipts) of costs if the reception was held at home.
Merely attaching a credit card slip is not sufficient proof;
- The reason for the reception;
- Who attended the reception; and
- A copy of the conditions of the specific fund (e.g. NRF or contract) where the functions are being paid from earmarked third stream funds.

APPROVAL

All claims with regard to entertainment costs shall be approved as follows:

- All claims must be approved by the relevant departmental chairperson/executive head/discipline head or head of division (non-academic).
- Claims by chairpersons must be approved by the relevant dean and those by the heads of division (non-academic) must be approved by the relevant responsibility centre head. Claims by deans and responsibility centre heads must be approved by the Executive Director: Operations and Finance.

Contact Division
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