



UT System Administration Policy Library -- Policy # UTS134

Code of Ethics for Financial Officers and Employees

Responsible Officer: Executive Vice Chancellor for Business Affairs

Sponsoring Office: Office of General Counsel

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POLICY STATEMENT

The University of Texas System recognizes that institutions of higher education are entrusted by society with great resources and commensurately great responsibilities for the creation, dissemination, and preservation of knowledge. University officers and employees involved in financial matters play a key role in assuring that high standards of ethical practice attend to the custody and use of these resources.

It is therefore the policy of the UT System to require honest and ethical conduct of all officers and employees of the UT System or its institutions who are authorized to execute contracts on behalf of the System or an institution, or who exercise discretion with regard to the award of contracts or other pecuniary transactions of government.

RATIONALE

In keeping with the spirit of the Sarbanes-Oxley Act of 2002, the purpose of this policy is to provide a code of ethics for officers and employees in the UT System Administration and in each institution of the UT System who are authorized to execute contracts on behalf of the System or an institution, or who exercise discretion with regard to the award of contracts or other pecuniary transactions of government.

SCOPE

All institutions and UT System Administration

WEBSITE ADDRESS FOR THIS POLICY

<http://www.utsystem.edu/policy/ov/uts134.html>

RELATED STATUTES, POLICIES, REQUIREMENTS OR STANDARDS

UT System Administration Policies & Standards	Other Statutes, Policies & Standards
<ul style="list-style-type: none">• Regents' <i>Rules and Regulations</i>, Series 30103 (Standards of Conduct)• Regents' <i>Rules and Regulations</i>, Series 30104 (Conflict of Interest)• Regents' <i>Rules and Regulations</i>, Series 10501, Section 8 (Power to Authorize Expenditures)• Regents' <i>Rules and Regulations</i>, Series 60306 (Use of University Resources)• UTS159, <i>Purchasing</i>• UTS110, <i>Employees of the University of Texas System Financial Disclosure and Conflict of Interest Policy</i>	<ul style="list-style-type: none">• Sarbanes-Oxley Act of 2002

CONTACTS

If you have any questions about UT System Administration Policy UTS134 Code of Ethics for Financial Officers and Employees, contact the following offices:

Subject	Office Name	Telephone Number	Email/URL
	Office of General Counsel	512-499-4462	ogcemail@utsystem.edu http://www.utsystem.edu/ogc/

DEFINITIONS

Financial Officers and Employees: Officers and employees in the UT System Administration and in each institution of the UT System who are authorized to execute contracts on behalf of the System or an institution, or who exercise discretion with regard to the award of contracts or other pecuniary transactions of government.

RESPONSIBILITIES

Financial Officers and Employees of UT System or its Institutions

- Comply with the Financial Code of Ethics provided by Section 1

UT System and its institutions

- Review rules and policies relating to financial activities by its officers and employees to ensure that the rules and policies are, at a minimum, in compliance with the rules and policies listed in Section 2
- Do not use any funds under their control to make a personal loan to any officer or employee of the UT System or of an institution, excluding loans available to the general public and made available on the same terms, such as student loans.

PROCEDURES

1. Financial Code of Ethics

Financial officers and employees of the UT System or its institutions shall:

- a.** Act with honesty and integrity, including handling actual or apparent conflicts of interest between personal and professional relationships in an ethical manner;
- b.** File complete, accurate, timely, and understandable disclosure statements as required by applicable laws, rules, or policies;
- c.** Comply with applicable federal or state laws and local ordinances, and with applicable rules and policies of the UT System or its institutions;
- d.** Act in good faith, responsibly, and with due care, competence and diligence, without misrepresenting material facts or allowing one's independence of judgment to be subordinated;
- e.** Share knowledge and maintain skills important and relevant to job requirements;
- f.** Respect the confidentiality of information acquired in the course of work and made confidential by law; and
- g.** Proactively promote ethical behavior in the work environment.

2 Applicable Rules and Policies

2.1 The following Regent's *Rules and Regulations*, Administrative Rules, and UT System policies are particularly relevant to ethical issues that may arise for financial officers and employees:

- a. Regents' *Rules and Regulations*, [Series 30103](#) (Standards of Conduct)
- b. Regents' *Rules and Regulations*, [Series 30104](#) (Conflict of Interest)
- c. Regents' *Rules and Regulations*, [Series 10501](#), Section 8 (Power to Authorize Expenditures)
- d. Regents' *Rules and Regulations*, [Series 60306](#) (Use of University Resources)
- e. [UTS159](#) (Purchasing)
- f. [UTS110](#) (Employees of the University of Texas System Financial Disclosure and Conflict of Interest Policy.)

3. Reports of Noncompliance

Any allegations of a violation of the rules and policies listed in Section 3.2 of this policy shall be reported as provided by [UTS131](#) and applicable institutional procedures adopted under that policy and published in the institution's Handbook of Operating Procedures.

4. Availability of Rules and Policies

All of the rules and policies listed in Section 2 of this policy, as well as this policy, are available on or linked from the UT System Policy Office web site.

5. Policy Review by Institutions

Each institution shall review its rules and policies relating to financial activities by its officers and employees and shall ensure that the rules and policies are, at a minimum, in compliance with the rules and policies listed in Section 2 of this policy.

6. Loan Prohibition

As provided by Article III, Section 51, of the Texas Constitution, the UT System and its institutions may not use any funds under their control to make a personal loan to any officer or employee of the UT System or of an institution. This prohibition does not apply to the provision of loans that are available to the general public and that are made available to the officer or employee on the same terms as they are made available to the general public, such as student loans.

FORMS AND TOOLS/ONLINE PROCESSES

N/A

APPENDIX

N/A