

## **LMHE Policy on Receiving Gifts of Stocks:**

Income in the form of stock gifts for designated or general purposes is authorized. It is LMHE's policy to liquidate stock immediately upon receipt. The possible transaction cost of this sale is considered small compared to the risk of loss that can be experienced with delay in the sale of the stock. This policy should be communicated to the potential donor of the stock to ensure the donor will not be surprised or offended at the immediate liquidation of the gift. An investment account will be maintained with a minimum balance of cash or stock as required to facilitate the donation of stock to LMHE and liquidation of the stock. The maintenance of this account to accommodate these transactions is the responsibility of the Treasurer and Bookkeeper. Proceeds from the sale of the stock are considered unrestricted contributed income unless the donor has imposed a restriction as a condition of the gift in which case procedures for accounting for restricted contributions will be followed.

*Approved by LMHE Board of Directors at Board Meeting 10/2/19*