

**REGENTS' POLICY**

**PART V – FINANCE AND BUSINESS MANAGEMENT**

**Chapter 05.15 - Auxiliary Service Enterprises, Recharge Centers,**

**and Self Funded A1 F B. An auxiliary service enterprise is defined as an organization that exists to furnish goods and services primarily to individuals affiliated with the University of California, including students, faculty, staff, and retirees.**



shall be imputed and charged or credited to the appropriate auxiliary or the appropriate component of the Auxiliary System of the University, established under P05.15.040.B, in accordance with university regulation and the statewide accounting manual.

- E. While interest may be imputed and charged against negative balances, no interest earnings shall be imputed, credited, earned, accrued, or due prior to the submittal of a budget to the chief finance officer identifying all revenues and costs set forth in this section and university regulation.

**P05.15.050. Student Services Programs within Housing Facilities.**

- A. Student service programs within housing facilities provide an environment where students can experience personal growth and development, a sense of community, and opportunities for student leadership. These program costs shall be identified in the budget.
- B. Each chancellor shall establish rules and procedures governing the operation of student services programs within housing facilities.

(02-17-95)

**P05.15.060. Competition with the Private Sector.**

- A. Except for real estate development and management, university business activities shall be directly related to meeting the university's instructional, research, and public service missions or shall be conducted for the convenience and necessity of the university community. This policy is not intended to address the instructional offerings central to the mission of the university, but to establish general direction for non-instructional functions of the university.
- B. The university has a responsibility to carefully consider any decision to provide products and services to students, faculty, staff, public or private organizations, or the public at large, particularly when the products and services to be provided might compete with similar products or services offered by the private sector. Some degree of competition between the university and the private sector is unavoidable, even when the university is engaged in the narrowest pursuit of its instructional, research, and public service missions. Where a potentially competitive situation exists, the university should consider the concerns of affected private businesses and the community as a whole and act with sensitivity and good faith regarding those concerns.
- C. The university may enter into business activities that are necessary either to enhance, promote, or support the university's instructional, research, public service, or other educational functions, and the needs of the students, faculty, staff, and members of the public participating in institutional events.
- D. Provision of services by university departments to other university departments ser D.(pe)4(t)-2(i)-20



- E. No new university bookstore operation is permitted to begin until after prior approval by the chief finance officer. Requests for approval are to be accompanied by information outlining the proposed objectives and guidelines and the projected cost of operations.

(06-07-07)