



FIN-105: Gifts and Hospitality – 27 January 2019

Purpose

To provide guidance to INCOSE representatives about what is and is not appropriate to accept or offer as a present, offering, award, or token of appreciation to or from a member, vendor, supplier, potential member, or potential vendor or supplier.

INCOSE recognizes that Gifts and Hospitality can provide an important benefit in building and maintaining business relationships. At the same time, care must be taken to ensure that the giving or receiving of a gift is appropriate and transparent.

Applicability

INCOSE representatives include INCOSE Officers, Directors, and other individuals in leadership positions; INCOSE employees or contracted staff; and INCOSE members when representing INCOSE.

Benefits offered by INCOSE explicitly outlined in other policies are excluded from the definition of gifts and hospitality under this policy.

Definitions

The words "gifts" and "hospitality" can have multiple and varying definitions. For the purposes of this policy, gifts and hospitality include:

1. The gift of any goods or services.
2. The opportunity to acquire any goods or services free of charge or at a discount or at terms not available to the general public.
3. The offer of food, drink, favors, accommodation or entertainment, or the opportunity to attend any cultural or sporting event on terms not available to the general public.

Common gifts include pens, mouse pads, coffee cups, tee-shirts, memory sticks, and promotional items of a fair and reasonable value.

Common hospitality includes meals and refreshments of a fair and reasonable value..

The following items are not gifts or hospitality for the purposes of this policy:

1. Common gifts and common hospitality
2. Modest items of food and refreshments such as soft drinks, coffee, and snacks, not offered as part of a meal



3. Greeting cards and items of little intrinsic value such as plaques, certificates, or trophies, which are intended primarily for presentation
4. Discounts or prizes in contests or competitions
5. Anything for which you pay fair market value
6. Anything that is paid for by INCOSE

Receipt of Gifts and Hospitality

INCOSE representatives shall be responsible for ensuring there is no conflict when receiving or being promised the offer of the gift or hospitality with their:

1. Government policies and regulations on this topic;
2. Employer's policies and regulations on this topic.

INCOSE representatives may not, directly or indirectly, solicit or accept a gift from an individual or organization that:

1. Is seeking official INCOSE action (Example: An INCOSE team wants to publish a book and is seeking INCOSE endorsement and invites BOD members to a professional sports event).

Note –This does not include or address hospitality such as complimentary attendance and/or accommodation provided by the sponsor of an event to which you have been asked to present information on behalf of INCOSE. An example might be invitation to present at a corporate, chapter, or professional society event where the registration fees are waived. In this case, the invitee is not seeking specific decision by INCOSE, rather they are enabling INCOSE participation in their event.

2. Does business or seeks to do business with INCOSE (Example – Potential supplier or vendor center offers Australian Rules Football season tickets).
3. Has interests that may be substantially affected by performance or nonperformance of the INCOSE representatives (Example: a SE Tool vendor could be impacted by an update to SysML).

Offering Gifts and Hospitality

INCOSE representatives shall be responsible for ensuring there is no conflict when giving or offering the gift or hospitality with their:

1. Government policies and regulations on this topic;
2. Employer's policies and regulations on this topic.



INCOSE representatives shall seek approval from their immediate INCOSE leader, responsible for the funding the gift or offering, prior to making the commitment to give or offer the gift or hospitality.

INCOSE representatives may not, directly or indirectly, give or offer a gift to an individual or organization where:

1. INCOSE is seeking that organizations action: (Example: – providing an expensive bottle of champagne to an industry association president while negotiating the next MOA update.)

Note –This does not include or address hospitality such as complimentary attendance and/or accommodation provided by INCOSE to support a specific event or meeting. In this case, the invitee is not seeking specific decision by INCOSE, rather they are enabling INCOSE participation in their event.

2. INCOSE is pursuing a role or opportunity with the organization: (Example: While pursuing a role within a standards development organization where INCOSE would ‘own’ several standards, INCOSE representative offer gifts to several member organization representatives.)
3. INCOSE may be substantially affected by performance or nonperformance of the organization’s representatives (Example: A company or agency is considering mandatory certification requirements for its systems engineers and/or those of its contractors, and INCOSE provides a gift to the individuals working this initiative.)

Registering the Giving and Receiving of Gifts and Hospitality

When INCOSE representatives receive or are offered gifts or hospitality that is allowable under this policy, INCOSE Form FIN-105-1, Register of Gifts/Hospitality Given or Taken, will be completed.

When INCOSE representatives give or offer gifts or hospitality that is allowable under this policy, INCOSE Form FIN-105-1, Register of Gifts/Hospitality Given or Taken, will be completed.

On completion of the form, the INCOSE representative is responsible for seeking the approval and signature of the President-Elect and submitting the signed-off form to the INCOSE Secretary. The INCOSE Secretary will archive these forms in the Connect environment and provide annual audits for policy compliance.

Responsible Position: INCOSE Secretary



Related Policies

N/A

SUPERSEDES: N/A

APPROVED BY: INCOSE Board of Directors, Torrance CA, 27 January 2019

POLICY OWNER (RACI Responsible R): Secretary

MAINTAINED BY (RACI Accountable A): President