Title: Stipends, Human Research Subject and Honorarium Policy

Purpose

This policy prescribes the process for the issuance, approval and payment of stipend payments, human research subject payments and honorarium payments. The Policy is designed to comply with current Federal, State and University policies, procedures and regulations.

Authority, Responsibility and Duties

A. Payments for stipends, human research subjects and honorariums, shall confirm to applicable Internal Revenue Service (IRS) Regulations. Recipients will receive an annual 1099 -MISC. information return, when total annual payments are $600.00 or greater.
B. The Associate Vice President for Administration and Finance shall administer this policy, to include its development, communication and compliance monitoring.
C. The University’s Controller’s Office will ensure that all Stipends, Human Research and Honorarium payments are processed in conformity with this policy.

Definitions

Stipend: A one time or series of payments given to a currently enrolled student, for participation in an internship, apprenticeship, fellowship or approved Grant program. A stipend is often distinct from a wage or salary because it does not necessarily represent comparable payment for work performed, or for which service cannot be measured in terms of a task. Stipends awards are usually lower than what would be expected as a permanent salary for similar work. This is because the stipend is complemented by other benefits such as accreditation, instruction, food, and/or types of accommodations.

Human Research Subject: An individual who has executed a written agreement to participate in an official University research program or project. Employees of the University who are not receiving academic credit to participate in the research are not entitled to Individual Human Research Subject payments and must be compensated via approved A-21 documentation thru the Universities’ Human Resource Office and paid via normal payroll.

Honorarium: a payment made without the payer (VSU) having to recognize any liability or legal obligation, made to a person for their services in a volunteer capacity or for services for which fees are not traditionally required. i.e. An Honorariums can be used to pay a guest speaker at a conference to cover their travel, accommodation, or preparation time.

Student: An individual who is currently enrolled at VSU and pursuing a degree in a program of study at the university toward a bachelor’s or higher degree, or other accredited program of training at VSU, to prepare the students for gainful employment in a recognized occupation.

Policy Statements

A. As a general rule, stipends, human research subject and honorarium payments will be limited to single payments in amounts as authorized in the grant or contract program. These payments will be considered to be taxable income to the recipient(s) as governed be current Internal Revenue (IRS) regulations.
B. All stipend and human research subject payments must be in conformity with an active documented research grant, current MOU or other official documentation, authorizing the payment. Sufficient budget should be available in the respective BANNER fund and account to fund the payment.

C. Request for stipend and human research subject payments from Federal Grants must be forwarded to, and approved by the Office of Sponsored Research, thru the respective Principal Investigator, (PI).

D. Request for Honorariums payments must be forwarded to, and approved by the respective VP for the program. These request should be supported by a written justification for the payment

E. Request for Stipend & human research subject payments should be submitted on a completed “Stipend / Human Research Subject Payment Request Form” (see copy attached) and have the following documents attached.

   1. Completed W-9 “Request for Taxpayer Identification and Certification” form, for the payee receiving the stipend payment.
   2. Copy of the page(s) of the Grant Award or MOU that authorizes the payment from the program in addition to written justification of the purpose of the payment, to include the payment period of the Grant Award or MOU.
   3. Available budget in the respective BANNER Fund and Account (X1418) where payment is charged.
      i) **NOTE:** Request for Stipend, Human Research Subject, or Honorarium payments for active VSU employees, are considered as a salary/wage payment, and must be submitted to the Office of Human Resources on an approved A-21 form to be paid via normal employee payroll processes.

F. Request for Honorarium payments should be submitted on a general “VSU Check Request Form” (Copy Attached) along with an approved “PURCHASE ORDER” charged to the respective BANNER Fund / Account (X1413) with the following documents attached.

   1. Completed W-9, request for Taxpayer Information for the payee receiving the Honorarium payment.
   2. Letter of explanation justifying the payment of the Honorarium Award.
   3. Approval of the Honorarium payment by the respective School Dean or Vice President. (or designee)

**Other Considerations**

**Types of payment request that are not considered as STIPENDS, HUMAN RESEARCH SUBJECT, or HONORARIUM payments, include but are not limited to:**

1. Payments made to students for teaching, instructing or tutoring other students. (wages)
2. Payments to students to offset the cost of tuition, room and board costs as part of a non-credit, work related agreement. (Scholarships)
3. Payments to students for Fellowship or teaching activities.
4. Prizes won in a contest, or awards are not stipends and are taxable income to the payee if the amount of
   i) The award/prize exceeds $500.00.
5. Request for payments where a contract has been executed with the Payee for “Services Rendered.
6. Stipend, Human Research Subject or Honorarium Payments should never be processed using the University's Small Purchase Charge Card (SPCC).
Non-Compliance

Failure to follow the above policy will result in the original request for payments being returned to the requestor, along with the reason for not being able to process. This will delay the processing time, should the defect be corrected.

Request that are processed and are later determined to be non-compliant may result in the requestor and/or approver of the payment request, having to reimburse the University.

References

VSU Procurement of Goods and Services Policy 5508
VSU Small Purchase Charge Card Policy 5504

Approval By: [Signature]

President

Date: 2/3/14
Virginia State University
Policies Manual

Title: Stipends, Human Research Subject and Honorarium Policy
Policy: 5011

Virginia State University
Stipend/Human Research Subject Payment Request Form

Date: ____________________  BANNER Index/Account FOAPAL X1418

Amount: ____________________  

Funding Source (Check One)
State Funds
Federal Grant Funds
Local University Funds

(School, Department or Activity)  Department Phone Number: ____________________

P O Box

Grant Name/MOU Agreement with: ____________________  Start Date: ____________  End Date: ____________

Purpose: ____________________

Copy of Grant page or Justification authorizing Stipend Attached? Yes

BANNER fund/account Pool budget available Yes (X1400)

Completed and signed W-9 Attached Yes

Is the Payee a current VSU Employee? Yes  No

(Employees are not eligible for Stipend Payment)

Is the Payee a current Student? Yes  No

Student/Payee Name: ____________________  Student V Number/SSN

Mailing Address: ____________________

Requested By: ____________________  Date: ____________

Approved By: ____________________  Grant PI or Responsible Party  Date: ____________

Approved By: ____________________  School Dean or Vice President  Date: ____________

Approved By: ____________________  Office of Sponsored Program  Date: ____________

Stipend: A one time or series of payments given to a currently enrolled student for participation in a University internship, apprenticeship, fellowship or grant program, as authorized in the documented related activity. A stipend is often distinct from a wage or salary because it does not necessarily represent payment for work performed, or for which services which cannot be measured in terms of a task. Stipend awards are usually lower than what would be expected as a permanent salary for similar work. This is because the stipend is compensated by other benefits such as accreditation, instruction, food and/or other types of accommodations.

Human Research Subject: An individual who has executed a written agreement to participate in an official University research program or project for compensation. Employees of the University who agree to be Human Research Subjects must be compensated thru Payroll.

Revision Date: 01/22/14  Page No: 4
### Virginia State University HONORARIUM PAYMENT REQUEST

<table>
<thead>
<tr>
<th>Date:</th>
<th>Purchase Order No: [REQUIRED]</th>
</tr>
</thead>
<tbody>
<tr>
<td>Amount:</td>
<td>$</td>
</tr>
</tbody>
</table>

**(School, Department or Activity)**

**P O Box**

**Justification/Approved contract/MOU attached**

- Yes [ ]
- No [ ]

**Have services been rendered:**

- Yes [ ]
- No [ ]

**Period services were rendered:**

- From [ ]
- To [ ]

**Is the Payee a current VSU Employee:**

- Yes [ ]
- No [ ]

*(Employees are not eligible for Honorarium Payment)*

<table>
<thead>
<tr>
<th>Payee Name:</th>
<th>Social Security #: XXX-XX-(Last 4 Digits)</th>
</tr>
</thead>
</table>

**Mailing Address:**

- |
- |
- |

**Requested By:**

(Grant PI or Responsible Party)

- Date: [ ]

**Approved By:**

(School Dean or Vice President)

- Date: [ ]

---

**Honorarium:** A payment made without the payer (VSU) having to recognize any liability or legal obligation, made to a person for their services in a volunteer capacity or for services for which fees are not traditionally required. An Honorarium is traditionally used to pay guest speakers to cover their travel accommodations and/or preparation time.