

# FOREIGN EXCHANGE RISK ACCEPTANCE FORM



Foreign exchange risk occurs when payment is made to the University in a currency other than US Dollars. This currency must be converted to dollars, and the risk is that the value at the exchange time has decreased from the original budgeted/ anticipated value. Because of this risk, an authorized official in the department must provide a SpeedType guarantee that will be charged if the foreign exchange risk results in receipt of fewer dollars than what is in the budget. Acceptance of this risk includes applicable bank fees per payment increment received by Research Financial Services (RFS), which will be charged to the provided Speedtype as incurred. Payment increments will be as set forth in the fully executed agreement for this specific award. ([See Foreign Currency Procedural Statement](#)).

**15% foreign currency reserve included in sponsor approved budget?**

**Yes, the OCG approved Budget includes at least the 15% foreign currency reserve budgeted at \_\_\_\_\_ US Dollars (USD). Total Estimated USD Budget is \_\_\_\_\_.**

**No, the budget does not include at least a 15% foreign currency reserve.**

If no, the PI or DRA must work with an OCG Grant or Contract Officer at award to develop an internal revised budget which will create the required reserve. The revised budget, including the reserve, will be used in instances where foreign currency exchange rates would otherwise represent a financial loss for the University.

<p>_____ PI Signature</p> <p>_____ Date</p> <p>_____ Chair/Director/ADR/Dean Signature</p> <p>_____ Date</p>	<p><b>Department/Institute/College Guarantee for Foreign Currency Project**</b></p> <p>_____ SpeedType</p> <p>** Bank fees will be charged to this speedtype, and in the event that the costs for this project exceed the cash received, expenses from the project will automatically be moved to this SpeedType.</p>
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\* 15% has been the average difference for foreign currency receipts. It is possible that the actual difference could be greater or less than 15%. The Department/Institute/College is responsible for reviewing the cash receipt report, communicating with Research Financial Services (RFS), and is ultimately responsible if the cash received from the sponsor is less than what was expended on the project per the approved budget. For any questions regarding cash receipts, please contact CCO's Revenue Management team at [ccocashmgmt@colorado.edu](mailto:ccocashmgmt@colorado.edu).