

Armed Forces Retirement Home Chief Operating Officer 3700 N. Capitol Street Washington, DC 20011-8400

October 12, 2012

MEMORANDUM FOR ALL MANAGERS, SUPERVISORS, AND EMPLOYEES OF THE ARMED FORCES RETIREMENT HOME

Subject: ETHICS POLICY - Acceptance of gifts from Residents

Under Federal Ethics regulations, the Residents of the Armed Forces Retirement Home (AFRH) fall into the category of "prohibited sources." This means that there is a special reason for caution in the area of employees, to include contract employees, receiving gifts from AFRH residents.

It is the policy at AFRH to <u>strongly discourage</u> individual gift(s) between Residents and employees, including contract employees.

The Residents of the AFRH have served our country, often during two or three wars - serving them is the only reason for the existence of this Agency. AFRH employees are paid by the Federal Government to perform duties and "dual compensation" (getting paid once by the Federal Government, and again by a private interest for doing the same job) is illegal. Further, AFRH employees should not give the appearance that one Resident might be favored over another based upon gifts, or that employees are using their public office for private gain.

For these (and other reasons), this Agency has been very strict about the receipt of gifts from Residents. The government-wide rules allow for gifts from prohibited sources of up to a value to \$20.00 per occasion, for a maximum of \$50.00 of value per calendar year for all gifts from that source.

Although the AFRH **strongly discourages** the acceptance of gifts from Residents, we realize that on occasion a Resident may persist in giving a small gift to an employee. The following guidance is provided when a Resident is adamant about providing a small gift to an employee:

- First, employees are *strongly encouraged* to politely *decline* acceptance of any gift from a Resident, no matter how small it may be.
- Employees *may not solicit gifts* under any circumstances. That would include, teasingly asking a Resident what he/she intends to give you for Christmas or your birthday.
- Employees *may not accept cash* (or investment interests such as stock bonds, or Certificates of deposit) Ethics regulations flatly prohibit such gifts.
- Gifts offered by Residents *must be reported* to the employee's supervisor or Service Chief *immediately* if you are considering accepting it. If you accept a gift and do not report it immediately (the same day), you are in violation of the policy, and will face

disciplinary action. The supervisor or Service Chief will make a record of the gift verifying that it does not appear to be over \$20 in value, and that you have not received more than \$50 in value from any one Resident during the course of the calendar year. The overall volume of gifts must not rise to the level of appearing to use your "public office for private gain." The records will show the name of the Resident, a description of the gift and the approximate value, and the employee's name. The supervisor or Service Chief will advise the employee on whether the gift may be retained or if it has to be returned to the Resident.

• There are a few things that do not rise to the level of a "gift" under the regulations: Modest food items, such as a piece of candy, or greeting card(s). These do not need to be reported.

More information on Ethics is available from <u>www.oge.gov</u>.

Remember: When in doubt, ask for an Ethics opinion. The AFRH Ethics Officer may be reached at (202) 541-7716 or by email at sandra.meadows@afrh.gov. The best way to obtain an opinion is to send the Ethics Officer an email – that way you will have the Ethics determination in writing, which will protect you (if you have accurately described the situation). (If you make your own determination, and are wrong, you are subject to disciplinary action.)

Maintaining high ethical standards is absolutely essential – especially in a Retirement Home dealing with elderly and often vulnerable Residents. It is vital that we all display the highest level of integrity when interacting with our Residents.

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STEVEN G. MCMANUS
Chief Operating Officer

Copy to: RAC Chairs