



Subject/Title: Types of Funds
Policy Number: 2.03
Date First Adopted: October 18, 2013
Date Revised: December 1, 2017; April 6, 2018; May 1, 2020

A. PURPOSE:

The purpose of this policy is to outline the various types of funds that may be established through the Foundation

B. POLICY:

The Foundation is a legal entity created to support the University and through which gifts may be accepted, invested, and distributed. There are different types of funds that may be established in order to meet the needs of the University and donors. Any donor restrictions on a fund are required to be specified in a written gift agreement.

Operating

Operating funds are established to fund a scholarship, program, or a department so the University or Foundation can conduct normal daily operations or to fulfill the purpose stated by the donor. The funds are designated either unrestricted or restricted. A named operating or scholarship fund may be established with a deposit of \$10,000. Named, Operating, or Scholarship funds are directed by the donor(s) and used in accordance with Foundation policies and procedures.

Endowment

Endowment funds are established with a minimum gift of \$25,000, payable over a maximum five-year period, unless a specific exception is granted by the CEO or their designee. Endowment funds serve the purpose specified by the donor.

Endowment funds are held in separate funds which are classified as the principal fund and the earnings fund. All endowment funds earn interest unless specifically stated in the gift agreement establishing the fund.

POLICY APPROVAL

Policy: 2.03 – Type of Funds

Approval Date: Revision – May 1, 2020

Policy & Governance Committee Chair

10/22/2020

Date

Foundation Board Chair

11/28/2020

Date