

**Chippewa County**  
community foundation

For **good.** For **ever.**<sup>SM</sup>

**Endowment Fund Spending Policy**

The spending policy formula is applied against the market value of all endowed funds at the calendar year end of each year. Market value is the current value of the fund after the investment\* and administrative fees\*\* have been paid. Each fund must have a market value of \$5,000 or greater to be able to grant funds.

The maximum amount available for granting will be up to 5% (not including administrative fees) of the average market value of the 12 rolling quarters. The amount available for granting will be based on the year-end 12-month investment return:

<0% – 5% = 3% grantable funds  
5% - 10% = 4% grantable funds  
10% - 15% = 4.5% grantable funds  
>15% = 5% grantable funds

A fund's market value can fall below the endowed principal balance by up to 10% and still receive grantable funds for the year. Endowed principal is defined as the fund's opening contribution plus all subsequent contributions.

Unused grantable funds can be rolled over from year to year.

Each year the CCCF board of directors must approve the spending limits computed under this policy. The CCCF board has the discretion to change the spending policy at any time.

\* Based on current investment company's fee structure.

\*\*To calculate administration fees: 2% of the average market value annually (.5% quarterly). The average market value is the previous 12 quarters.

Revised/Adopted by the CCCF Board of Trustees on March 13, 2019.