

# Community Foundation of Boone County

## SPENDING POLICY

### **ENDOWMENT FUNDS**

Up to five percent (5%) of the average net fund balance is available for granting beginning January 1 of the following year, if the average net fund balance exceeds the fund's historic gift value. The average net fund balance is determined by a trailing 12 quarters (or available quarters for newer funds) ending December 31. For new funds established in the current year, if immediate granting would cause the average net fund balance to fall below the fund's historic gift value, donors may choose to place money in spendable to pay out prior to Spendable Calculation Date (January 1). If the average net fund balance is below the fund's historic gift value, the fund may distribute up to 2% of the average net fund balance, provided that the fund will not go below 80% of its historic gift value or the \$10,000 minimum fund balance.

### **SCHOLARSHIPS**

Up to five percent (5%) of the average net fund balance is available for granting beginning in the first quarter of the following year, if the average net fund balance exceeds the fund's historic gift value. The average asset balance is determined by a trailing 12 quarters ending December 31. If the average asset balance is below the fund's historic gift value, the fund may distribute up to the same dollar amount of the scholarships available to be granted in the prior year; provided that the fund will not go below 80% of its historic gift value or the \$25,000 minimum fund balance.

*Adopted by the Board of Directors: 02/25/2021*