

**COMMUNITY FOUNDATION ALLIANCE
ADMINISTRATIVE FEE POLICY
Effective January 1, 2009**

The Community Foundation Alliance ("Alliance") charges fees to the funds under its administration to help defray the personnel, office, and other costs of operating the Alliance and its local offices. It is the policy of the Alliance to minimize these fees. The fee schedule is based upon the type of fund established. Fund types which are recognized by the Alliance are permanent funds and non-permanent funds. The one-twelfth of the annual fees described below is charged on the last day of each month based on the fund's market value. In addition, any out-of-pocket expenses incurred by the Alliance in processing a donation will be charged against the earnings of that donation. Each fund also pays its pro rata share of investment costs.

PERMANENT FUNDS - These are endowment funds where the principal balance is a permanent asset of the Alliance. The annual fee for all endowed funds, except for scholarship funds, is 1.5%. The annual fee for scholarship funds is 2.0%.

Examples of permanent asset funds are described below:

A. Unrestricted Endowment Funds are created with gifts from donors who place no restrictions on distributions. Funds are open to contributions from others. Grants made from unrestricted funds address current community needs and opportunities.

B. Designated Endowment Funds are established by individuals, families, agencies, or corporations. Contributions may be made to the funds by others. Annual distributions are made to each fund's designated beneficiary institution.

C. Field of Interest Endowment Funds are created by an individuals, families, agencies, or corporations and are open to contributions by others. Distributions are made for programs and activities outlined in the agreement to establish the fund. Scholarship funds are included in this category.

D. Advised Endowment Funds are established by donors who wish to participate in the distribution decisions by making non-binding recommendations to the Alliance Board of Directors. Additions may be made to these funds as dictated by the fund agreement.

NON-PERMANENT FUNDS - These funds, only temporarily a part of the Alliance, may be given to the Alliance by individuals, families, organizations, or corporations for redistribution when certain conditions are met. The annual fee for this type of fund is 2.0%.

Amended 11/18/08