



## *Organization Fund Fact Sheet*

### *What is an Organization Fund?*

An Organization Fund is a long-term fund held and managed by the Community Foundation on behalf of a nonprofit organization. It provides consolidated investment management, speed, convenience and guidance for donors. And donors always receive assurance money will be managed into long term. Investing at the Community Foundation will ensure that the Board's wishes are adhered to even after the original Board members have moved on.

### *What is the minimum needed to establish an Organization Fund?*

The Community Foundation will open a long term account for as little as \$25,000.

### *What kind of return can we expect?*

The Community Foundation invests with Dodge & Cox. The fund performance has varied considerably since our inception. The returns over the past years are available for review at [www.dodgeandcox.com](http://www.dodgeandcox.com). Of course, past performance is no guarantee of future results. You can stipulate a quarterly payout amount in your agency agreement.

### *What does it cost?*

\$200 annually, plus 1% annually, based on the market value of the fund. We compute and assess this fee quarterly. The fee is deducted from the fund balance.

## *What are the advantages of having an Organization Fund with The Community Foundation?*

Consolidated investment management provides a better return with lower administrative costs through economies of scale. The Community Foundation's Board of Trustees has fiduciary oversight and staff handles all administrative reporting.

Agencies receive an exemption from filing a tax return or reporting on this fund since the fund's financial transactions are consolidated with those of other funds on The Community Foundation's Form 990. We provide quarterly reporting to your agency and staff of investment fund performance.

Agencies receive access to donors who structure all their gifting through one source at The Community Foundation and who can name your agency as a partial beneficiary of their philanthropy.

The Community Foundation has access to the legal staff at the Colorado Association of Funders and our own community legal experts for assistance when structuring complex gifts such as property and current updates on new tax implications for charitable gifts.

Unlike financial services firms, we will invest your funds and take great care to ensure the intent of the funds is being honored as Board leadership changes over the years.