

NORTH TEXAS COMMUNITY FOUNDATION

Philanthropic Solutions

The North Texas Community Foundation helps donors translate their values into the right type of fund that carries out their wishes and charitable intent. We can set up funds that allow donors to:

- **Impact the most pressing needs of our community, with flexibility to respond as those needs change over time.** Funds without restriction offer the broadest options for charitable giving in our community — and therefore bring about the greatest good. These funds allow the Community Foundation to target dollars toward the community’s most pressing needs, even as those needs change over time. An Unrestricted Fund is named by or for the donor. A sustainable percentage of the fund’s balance is granted each year to charities selected by the governing board of the Community Foundation. Donors leave a permanent legacy that can adjust over time as the needs of North Texas change. They also empower the Community Foundation to respond to emergencies, which require flexible funding.
- **Identify a particular field or issue.** These funds are created by donors who want to support a particular field or issue, such as cancer treatment, education, arts, youth services or any other concern. The Community Foundation awards grants to high-performing organizations or programs in the selected field.
- **Support a regional area of emphasis.** Experts at the Community Foundation monitor the regional landscape to identify key challenges. These issues become the focus of an annual grant cycle to which donors can contribute.
- **Stay actively involved in their grantmaking.** Some donors wish to support multiple organizations and programs throughout the year. The Community Foundation can help identify appropriate nonprofits and programs, ensure their charitable status and provide grantmaking and administrative support. These funds offer an immediate tax benefit while allowing the donor to make grants over time to their favorite nonprofit organizations.
- **Designate specific charitable organizations to be supported.** Grants from these funds provide a reliable annual income stream to one or more of a donor’s favorite organizations in perpetuity. If the charity ceases to exist, another charity serving the same needs will benefit from the endowment.
- **Benefit a particular school or field of study.** Donors can assist students pursuing an education and help set the eligibility criteria for annual scholarship recipients.

Fund agreement samples are online at www.northtexascf.org.

INDIVIDUALLY MANAGED FUND ACCOUNT OPTION

INVESTMENT ADVISOR OPTION

The North Texas Community Foundation permits donors with fund balances of \$500,000 or more to recommend the investment advisor of their choice to manage the assets attributed to their funds. The Community Foundation will retain the recommended investment advisor to manage the assets for such a fund, if the investment advisor follows the Community Foundation's investment policy with regard to individually managed fund accounts.

INVESTMENT OPTIONS FOR DONOR ADVISED FUNDS

The investment policy of the North Texas Community Foundation has been expanded to ensure that donor advisors have the option to invest funds in assets that meet the timeframe of expected grant recommendations.

Donors should consider how long they expect to hold the majority of the balance of their fund, whether or not they hope that it appreciates and if they can tolerate fluctuations in the balance. Funds exposed to anything other than cash will experience both appreciation and depreciation, but would be expected to grow over the long term. Funds exposed only to cash will maintain current value, but the real value of these funds will erode over time because of inflation and administrative fees. At this time, we cannot split balances.

- **Short-Term Pool**—Cash and cash equivalents.
- **Equity-oriented Pool**—To be managed by selected managers with a target of 75% equity securities, 25% fixed income securities. Monthly liquidity. No minimum investment.
- **Balanced Pool**—To be managed by selected managers with a target of 50% equity securities, 50% fixed income securities. Monthly liquidity. No minimum investment.

- **Fixed Income-oriented Pool**—To be managed by selected managers with a target of 25% equity securities, 75% fixed income securities. Monthly liquidity. No minimum investment.
- **Endowment Pool**—To be invested with managers with underlying investments across a broad array of asset classes, which may include domestic equities, fixed income, international equities and alternative assets (including private equity, real estate, natural resources and absolute return vehicles). Because of the likely illiquidity of underlying investments, this pool will be restricted in its liquidity requirement, as determined by the Investment Committee.

ADVANTAGES

- **Flexibility.** A donor can make one gift to satisfy a variety of personal charitable interests.
- **Tax advantages.** Assets contributed to the Community Foundation qualify for maximum tax deductibility.
- **Convenience.** A fund can usually be opened with one brief meeting. The Community Foundation handles all government reports, legal questions and audit requirements.
- **Independence.** A 16-member board of community leaders oversees the programs of the Community Foundation, and is focused only on the continuing needs of the community.
- **Economy and efficiency.** With over \$218.6 million in assets, the Community Foundation enjoys economies of scale. As a result, administrative fees are very reasonable.

CONTACT US

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