

# DESIGNATED FUND

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## Support Specific Non-profits or Causes Over Time

A Designated Fund allows you to support a specific nonprofit or nonprofits long-term with the assurance that your philanthropic intent is preserved. The Foundation makes annual donations to nonprofits of your choice, with the guarantee that if a nonprofit ceases to exist—or radically alters their mission—we will redirect your funds to another cause matching your original intent.

### Combine Tax Benefits and Flexibility.

With an initial contribution or appreciated assets, you can designate specific nonprofit organizations to receive a percentage of an annual allocation of funds.

Receive any earnings above the professional service fee, back into your Fund, tax free.

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### Give to What You Care About Most.

Take advantage of our philanthropic services. Tell us what you want to accomplish or what you care about—we'll help you focus your resources to make the most impact.

Stay connected on local, regional, and national philanthropic trends and news that's relevant to your interests or passions.

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### Enjoy Convenience.

Monitor your fund activity online, receive quarterly fund statements, and the necessary paperwork at tax time.

Avoid capital gains by donating long-term appreciated assets into your Fund, including stock, real estate, mutual funds, and life insurance.

Receive acknowledgment for your grants or choose to remain anonymous.

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## How Your Gifts Become Grants.

**STEP 1:** Open a Foundation Fund.

**STEP 2:** Gift money or assets to your Fund.

**STEP 3:** Grant money to a nonprofit.

**STEP 4:** Your Pennies Empower People!

## Designated Fund Fees.

The professional service fee for Designated Funds is a minimum annual fee of \$300, with declining fees above \$1 million (see details below). Fees are assessed at the close of every quarter.

<b>Fund Fair Market Value</b>	<b>Annual Fee</b>	<b>Quarterly Assessment</b>
Up to the first million	1.25%	0.3125%
From \$1 million up to \$5 million	0.75%	0.1875%
From \$5 million up to \$20 million	0.50%	0.1250%
Amount above \$20 million	0.125%	0.03125%

## Variance.

The Fund will be held and administered as a component fund of the Penny Foundation subject to the power of the Foundation to modify any restriction or condition which becomes unnecessary, incapable of fulfillment, or inconsistent with its mission. The Foundation agrees that if the Board proposes to exercise the variance power under Article IV of the Penny Foundation Articles of Incorporation, the Board will first notify the nonprofit in writing of (1) its intent to exercise such power, and (2) the manner in which the Foundation proposes to vary the purposes, uses, or methods of administration of the Fund. If the Foundation ceases to be a qualified charitable organization or if the Foundation proposes to dissolve, the assets of the Fund shall, after payment or making provision for payment of any liabilities or other amounts properly chargeable to the Fund, be distributed to the nonprofit.