



Anabaptist  
Foundation

**ENDOWMENT FUND AGREEMENT**

The board of directors of \_\_\_\_\_, requests that the Anabaptist Foundation hereby establishes an endowment fund to benefit our organization. This fund is governed by the terms below and by the Endowment Policies and Guidelines issued by Anabaptist Foundation. We understand that the Foundation may need to establish other polices from time to time to ensure effective operation of the Endowment Fund Program.

Recipient Organization: \_\_\_\_\_

Endowment Purpose: \_\_\_\_\_

Date Begun: \_\_\_\_\_

**Minimum balance of endowment fund**

No disbursements shall be made to the recipient organization until its endowment fund attains a balance of \$ \_\_\_\_\_. Until that level is reached, interest accrues to the fund. The minimum balance for an endowment fund is \$10,000.00, but an organization may select a higher minimum balance.

**Disbursements from the endowment fund**

On June 30<sup>th</sup> of each year (the valuation date), Anabaptist Foundation shall determine the value of the recipient organization's endowment fund.

Based on the value of the endowment fund on the valuation date, Anabaptist Foundation shall distribute either: (check one)

- \_\_\_\_\_ % of the value of the endowment fund (maximum allowable percentage is 10%)
- The annual interest yield from the principal of the endowment fund.

Distribution shall be made within two weeks of the valuation date. A financial report is sent even if no distribution is made.

The recipient organization shall exercise good faith to use disbursements from this endowment program for the purpose stated above and not for other uses.

If the value of the endowment drops below the established minimum balance, the Foundation will suspend distributions to the recipient organization until the minimum level is reached once again.

**Dissolution Clause**

In the event Anabaptist Foundation is dissolved and ceases operations, the remaining balance in this endowment fund shall be disbursed in entirety to the recipient organization named above. In the event the recipient organization named above is dissolved and ceases operations, the remaining balance in this endowment fund shall be disbursed in entirety to following 501c3 qualified organization: \_\_\_\_\_.

\_\_\_\_\_  
Anabaptist Foundation

\_\_\_\_\_  
Date

\_\_\_\_\_  
Authorized Representative of Organization

\_\_\_\_\_  
Date