

SIGMA KAPPA FOUNDATION

Policy for Acceptance of Restricted Funds

Adopted: September 24, 1989

- (1) The Foundation will accept restricted funds established by individual donors, college chapters, alumnae chapters and clubs, house corporations and other appropriate donors, for educational purposes within the purposes of the Foundation, on the terms and conditions contained in this Policy.
- (2) The minimum amount of any such endowment fund is \$15,000 for an endowment funding a biennial award and \$25,000 minimum for an endowment funding an annual award, however the Foundation will accept lesser amounts as Trustee for the donor up to 10 years, pending receipt of full minimum amount. If such full minimum amount is not received at the end of such period, the Foundation shall, in its sole discretion, add such funds to its general fund or may extend the period. In such a case, the Foundation shall have sole discretion as to when any distribution from such fund will begin. Newly endowed scholarships will be held in the investment account to earn sufficient income to make the scholarship award. If the donor wishes to accelerate such distribution, the Foundation may accept additional amounts from such donor for such purpose.
- (3) Such funds will be accepted by the Foundation as endowment funds (as described above – see (2)), with the income from such funds available to be expended either annually or biennially depending on the endowment level, or the Foundation will accept such funds where the principal is to be paid out over a period of not less than two years.
- (4) If desired by the donor, with respect to each fund, a local or other advisory committee may be established to make recommendations to the Trustees as to the disbursement of the funds; the Trustees will carefully consider all such recommendations, but final discretion as to such disbursement must remain with the Trustees, according to law.
- (5) The Trustees will determine from time to time the proper allocation of income to each restricted fund, any appropriate allocation of expenses to such fund, the investment of such fund and all other accounting and legal matters concerning such restricted funds.
- (6) Nothing in this Policy shall be interpreted to affect the right and responsibility of the Trustees, in their sole discretion, to decline to accept any such restricted fund, for reasons in the best interests of the Foundation.
- (7) The Trustees may amend and interpret this Policy from time to time by majority vote of the Trustees.

Amended May 13, 2003; Supporting documentation: May 13, 2003 conference call
Amended October 2005; Supporting documentation: Minutes of October 7-9, 2005 board meeting