

Creating an Agency Endowment

What is a nonprofit agency endowment and why would we want to establish one?

A Nonprofit Agency Endowment is a transfer of money or property donated to the Community Foundation of Tampa Bay (CFTB) that is commingled in a pooled fund and invested in a diversified portfolio.

- ◆ *Distributions are made twice each year, in March and September, for purposes identified by the nonprofit agency.*
- ◆ *The distribution rate is currently set at 4% of the asset value of the endowment as of December 31 each year.*

Benefits to Nonprofit Organizations

- **A healthy endowment helps ease financial strains.** It can represent a constant stream of income that allows the agency some freedom in their planning for programs and overhead.
- **A donation today allows organizations to fulfill their mission** with future generations.
- **Using the Foundation to manage these investments provides for prudent management** under the experienced monitoring of an investment committee and an investment consulting firm.
- **Investment fees are low** because of the institutional level at which agency dollars are pooled.
- **Administering endowments is a primary business of the Community Foundation of Tampa Bay;** CFTB assets under management exceed \$180 million.
- **Establishing an endowment with the Community Foundation gives your organization greater visibility** by appearing in our community report, newsletters, and on our website.

Benefits to Donors Who Contribute to Your Endowment

- **Most donors like the fact that an endowment at the Foundation cannot be invaded; it is a permanent fund** that can only be accessed under extreme circumstances.
- **A strong endowment builds confidence in potential donors** that their money will make a lasting difference.
- **The Community Foundation has the flexibility and expertise to work with donors in a variety of ways** to accommodate their giving; we offer charitable gift annuities for those seeking income and accept stock transfers for those wishing to avoid capital gains taxes.
- **A contribution to an endowment provides donors with another way to support the organization – in perpetuity.**

Please call the Foundation office to discuss our Challenge Grant Program which provides matching funds for endowment building.

MISSION

**Building a better community
through creative philanthropy, vision, and leadership.**

CORE VALUES

- **Serving Our Donors**
- **Increasing Charitable Giving**
- **Initiating Partnerships to Solve Problems**
- **Strengthening Our Community**

VISION

**To be the leading facilitator of philanthropy in our community
and a resourceful leader in making a difference
through effective community investing.**