

Fees and Fund Policies

CFAAC assesses a fee to help defray the costs associated with the administration and investment of a fund. Fees cover grant and fund administration, such as due diligence procedures, the receipt and acknowledgement of contributions, processing and payment of grants, and compliance with federal and state reporting requirements. Fees also support online fund access through FundWeb and most of CFAAC’s extensive donor services designed to enhance advisors’ giving and philanthropic experience.

Unless otherwise noted, fees are assessed bi-annually in June and December and are calculated as follows: Average month-end balance of the previous six months multiplied by the annual fee percentage and divided by two. Additional terms may be set for some funds, such as those requiring additional or special services.

All funds are subject to a minimum annual administrative fee of \$250 for the first five years and \$500 thereafter, with the exception of scholarship funds. New funds are assessed a set-up fee of \$250. All funds, with the exception of scholarship and agency funds, require a minimum fund value of \$10,000.

Below are the rates for the variety of fund options available:

Unrestricted and Field of Interest Funds

The fee for these funds is 1.5% per year for endowed and 2% per year for non-endowed funds. If the fund is designated for an Impact Fund or Unrestricted Fund, the fee is 1%.

Endowed Donor-Advised and Corporate-Advised

<i>Fund Size</i>	<i>Annual Fee</i>
Up to \$1,000,000	1.50%
1,000,001 to \$5,000,000	1.00%
\$5,000,001 to \$10,000,000	0.75%
Over \$10,000,000	0.50%

Non-Endowed Donor-Advised and Corporate-Advised

<i>Fund Size</i>	<i>Annual Fee</i>
Up to \$500,000	2.50%
\$500,001 to \$1,000,000	2.00%
\$1,000,001 to \$5,000,000	1.50%
\$5,000,001 to \$10,000,000	1.00%
Over \$10,000,000	0.50%

Scholarship Funds

The minimum initial and on-going fund value for scholarship funds is \$250,000. The minimum annual administrative fee is \$2,500. Annual fees will be determined on a case-by-cases basis and determined by the value of the fund and the level of service required for non-endowed and endowed scholarships funds.

Agency Endowment Funds

These permanent funds are specifically for nonprofits. The fund minimum for an Agency Endowment Fund is \$25,000. Only endowed funds are accepted. A fee of 1% per year will be assessed.

Endowed Designated Funds

Permanent funds allocated for a specific nonprofit or purpose. The fund minimum for an endowed Designated Fund is \$25,000.

Fund Size	Annual Fee
Up to \$1,000,000	1.50%
\$1,000,001 to \$5,000,000	1.00%
\$5,000,001 to \$10,000,000	0.75%
Over \$10,000,000	0.50%

Non-Endowed Designated Funds

Non-permanent funds allocated for a specific nonprofit or purpose. The fund minimum for a non-endowed Designated Fund is \$10,000.

Fund Size	Annual Fee
Up to \$500,000	2.50%
\$500,001 to \$1,000,000	2.00%
\$1,000,001 to \$5,000,000	1.50%
\$5,000,001 to \$10,000,000	1.00%
Over \$10,000,000	0.50%

Non-Endowed Designated Legacy Funds

Funds that are established through a will or bequest in which the total value of the fund will be immediately dispersed to pre-approved, qualified 501(c)(3) organizations. The minimum value for non-endowed Designated Legacy Fund is \$250,000. A 1% administrative fee will be assessed at the time the fund is created and an additional 1% of the total value of the fund will be granted to CFAAC to support its grantmaking. The minimum administrative fee is \$2,500 and will not exceed \$10,000.

Charitable Remainder Trusts (where CFAAC is trustee)

A planned gift which includes specific language naming the Community Foundation of Anne Arundel County as the trustee of a Designated Fund at CFAAC. A 1% fee will be assessed when the trust is created. Additional fees will be charged to cover legal fees to draw from the trust and for annual tax preparation.

Options

Online Giving: Fund may accept credit card donations online via CFAAC's website for an annual fee of \$100, plus the transactional fee charges by the financial institution.

For additional information about CFAAC's administrative fees, contact our Director of Finance & Operations, Taylor Milbradt, at 410-280-1102 or by email, taylor@cfaac.org.

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