

Fund Types and Administrative Fees

FUND TYPES

Unrestricted: Support broad charitable needs of the community.

Field of Interest: Support specific areas such as education, healthcare, social services, the arts, or other special interests and geographic regions named by the Donor.

Designated: Support one or more specific charitable organizations named by the Donor.

Nonprofit Agency: Established by the Board of a nonprofit organization to support the long-term sustainability of the organization's mission and programs.

Donor Advised: Donor stays involved and recommends grants to support any 501(c)(3) charitable organization.

Scholarship: Help students pursue their dreams.

The administrative fee structure illustrates the annual cost for a fund. These fees are assessed to the fund on a monthly basis. (The monthly fee equals one-twelfth of the annual fee, based on the average fair market value of the fund assets for the month.) A minimum \$250 annual fee is assessed to all funds. *As of May 1, 2018, each grant processed from an expendable fund (exclusive of scholarship and nonprofit agency funds) will be assessed a 2% processing fee. For example, a \$1,000 grant will incur a \$20 fee.

Fund Assets		Annual Administrative Fee	
		Expendable*	Endowed
\$5 million and above	first \$1 million	2.0% or \$250 <i>(whichever is greater)</i>	1.5% or \$250 <i>(whichever is greater)</i>
	next \$3 million	1.00%	1.00%
	next \$1 million and above	0.50%	0.50%

Sample Fee Calculations

<i>Fund Size</i>	<i>Expendable</i>	<i>Endowed</i>
\$1,000	\$250	\$250
\$500,000	\$10,000	\$7,500
\$2,000,000	\$30,000	\$25,000

Funds may be charged for extraordinary services or direct expenses incurred on behalf of a specific fund, such as commissions for the sale of contributed stock.

What does the Foundation do with the money from administrative fees?

Administrative fees are used exclusively to support our mission-based operations. These fees are your investment in Kern Community Foundation - a 510(c)(3) public charity dedicated to the initiatives of Nonprofit Strengthening and Educational Attainment. Here are some examples of work we do for the community that is supported by these fees:

- Philanthropy on Tap, a nonprofit speaker series, free to the public
- Academic advising and career counseling for all scholarship recipients
- Give Big Kern!, a communitywide giving day designed to build capacity, increase visibility, and encourage sustainability for local nonprofits