

## **POLICIES FOR NAMED ENDOWMENT FUNDS AT WTTW AND WFMT**

- I. For a gift of \$100,000 or more, a donor may designate his or her gift to be held as one of the two types of named endowment funds described in A and B below. Such a fund will be named for the donor, the donor's family, or in any other way the donor designates with the agreement of WTTW and WFMT.
  - A. The first type of named fund, known as a "Named Endowment Fund – Purpose Unrestricted," is a fund held as part of WTTW's and WFMT's endowment, and the fund shall be restricted insofar as it is designated to be held as part of the endowment; but it shall be unrestricted as to the purpose for which the annual return may be used by WTTW and WFMT. WTTW and WFMT may use the annual return for such purpose or purposes as WTTW and WFMT consider most useful.
  - B. The second type of named fund, known as a "Named Endowment Fund – Purpose Restricted," is a fund held as part of WTTW's and WFMT's endowment, and the fund shall be restricted insofar as it is designated to be held as part of the endowment; and the annual return on such fund shall also be restricted for such purpose or purposes as shall be agreed to by the donor and WTTW and WFMT.
- II. The gift of \$100,000 or more that is required for the establishment of one of these named funds may be satisfied in the following ways:
  - A. An immediate outright gift, such as cash or marketable securities, having a value of \$100,000 or more on the date of the gift.
  - B. An initial payment toward the required \$100,000, together with a binding written pledge commitment to give the balance to WTTW and WFMT according to a schedule of payments agreed to by the donor and WTTW and WFMT.
  - C. A deferred gift, such as the remainder interest in a charitable remainder trust, provided that the actuarial value of the gift to WTTW and WFMT at the time of the signing of the gift agreement is \$100,000 or more.
- III. All gifts for such named funds shall be memorialized with a named fund gift agreement agreed to and signed by the donor and WTTW and WFMT.
- IV. WTTW's and WFMT's endowment, of which any such named fund is a part, is an "endowment fund" as defined in the Illinois Uniform Prudent Management of Institutional Funds Act ("UPMIFA"). (760 ILCS 51/1 – 51/10).
- V. Donors who make gifts to WTTW and WFMT for named funds will receive appropriate recognition and be thanked promptly in a meaningful way.
- VI. The creation of named funds and the administration of any named funds shall not violate any existing restrictions on any other restricted gifts made to WTTW and WFMT.
- VII. The gift agreement between the donor and WTTW and WFMT providing for the creation of a named fund shall provide that the donor and WTTW and WFMT agree that, notwithstanding the restrictions on purpose placed on the gift by the donor and agreed to by WTTW and WFMT, if in the opinion of the board of trustees of WTTW and WFMT, it is impossible or impracticable at some future date to use the named fund for the purpose agreed to, then WTTW and WFMT may use the named fund in the best interests of WTTW and WFMT for a purpose or purposes which the board of trustees deem to be as similar as practical to the agreed upon purpose.