

Green River Community College Foundation Endowment Spending Policy

The Business Office tracks the available balance in each endowment based on the pro-rata share of realized investment pool income. That balance then becomes available for spending for the purpose for which each endowment has been established. A memorandum of understanding is available for each endowment in the Foundation Office. It is in those memoranda that the purpose of each endowment is set forth.

During the scholarship cycle (for scholarship endowments), the Foundation Office works with the Business Office and the related donor (as applicable) to forecast the activity for the following year. The forecast of the balance available for distribution is based on:

1. The 10 year trailing average of all investments will be used as a basis for beginning all calculations. The average will be calculated based on the performance as of June 30th of each year.
2. Ten percent of the total trailing average of earnings will be returned to the corpus.
3. Ninety percent of the total trailing average of earnings will be used to calculate the balance available to spend.

Based on that forecast, amounts are determined for the applicable scholarship award cycle.

The spending forecast must be approved by the Executive Committee each year.

Non-scholarship endowments available balances are spent based on the conditions outlined in the memorandum of understanding for each of those endowments.

Special rules apply to the Title III Challenge Grant.

Available balances for endowments not participating in the investment pool are limited to the income from the respective earmarked sources.