

# CCCC Donor Directed Funds Policy

## Donor Directed Funds

CCCC may accept donor directed funds for the benefit of CCCC or its members and others when they can be accepted within the parameters of the following policy.

### Definition

Donor directed funds are those where the donor has retained the right to provide instructions regarding one or more of the following:

1. The ultimate use of the funds.
2. The length of time the funds must be held.
3. The investments to be selected while the funds are being held must be investments authorized for trustees.

### Acceptance of donor directed funds

CCCC may accept donor directed funds provided that:

1. The capital and/or income is designated for charitable purposes, and
2. Are for use within the objects of CCCC and/or the objects of the charities who are to be the recipients, and
3. At least 50% of such capital or income is for the use of CCCC and/or its member charities.

All terms and conditions related to the donor directed fund are acceptable to CCCC.

### Accounting allocation of donor directed funds

Any funds received by CCCC accompanied by one or more donor directions are treated as special trust funds. Such special trusts are either part of CCCC's funds or they form part of the administered funds. The allocation is dependent on the objects to which they must be applied. If they are to be applied to CCCC's objects, they are included with special trust funds of CCCC. If they are to be applied to other persons, objects or purposes, they are included with special trust funds administered by CCCC.

### **Length of time a donor may direct a fund**

CCCC permits donor direction for a period not in excess of the death of the last surviving donor plus twenty-one years, in order to comply with the common law trust rule against perpetuities.

### **Investments of donor directed funds**

Where a donor retains the right to select the investments these will be followed in accordance with the written instructions of the donor. However, at no time will CCCC as trustee of such donor directed investments permit an investment to be made that would be contrary to CCCC's religious purpose.