

PLANNED GIFT, MANAGED ASSET AND FIDUCIARY APPOINTMENT POLICY

This policy provides general guidelines for professional staff and Foundation representatives regarding the acceptance of gifts, asset management, and fiduciary appointments.

OUTRIGHT GIFTS

The Foundation accepts outright gifts of cash, securities, real estate, personal property (tangible and intangible), undivided interests, donor advised fund contributions, and endowment contributions for the benefit of the Foundation or designated ministries.

Additional Requirements:

- All real estate gifts must comply with the Foundation's environmental review policy
- Donor advised fund gifts must comply with all IRS regulations and Foundation policies
- Endowment gifts must comply with Foundation endowment policies and procedures
- All gifts must comply with IRS regulations for valuation, receipting, and reporting

IRREVOCABLE SPLIT INTEREST GIFTS (SIGs)

The Foundation accepts irrevocable split interest gifts including gift annuities, charitable remainder trusts, charitable lead trusts, and gifts of remainder interests for the benefit of the Foundation or supported ministries.

Minimum Gift Requirements:

- **Gift Annuities:** Minimum \$5,000; must follow American Council on Gift Annuities rates
- **Charitable Trusts:** Minimum \$50,000 (or funding plan to reach \$50,000 within a reasonable timeframe)

Additional Requirements:

- SIGs involving real estate must comply with the Foundation's environmental review policy
- All SIGs must comply with IRS regulations for valuation, receipting, and reporting

REVOCALE GIFTS (STEWARDSHIP TRUSTS)

The Foundation generally does not accept revocable gifts unless structured as a “Stewardship Trust” (ST) meeting these criteria:

Required Trust Terms:

- Pays income for life or stated period to donor(s)
- Allows principal invasion only for ascertainable standards (financial or health needs of donor)
- Foundation serves as trustee
- **At least 50% of trust assets** distributed to Foundation at donor's death

Asset and Investment Requirements:

- **Minimum Trust Size:** \$50,000
- **Permitted Assets:** Cash or marketable securities (immediately converted to cash)
- **Investment Strategy:** Limited to generating fixed income; no guaranteed rates; rates adjusted periodically
- **Separate Investment:** ST assets must be separately invested and cannot be commingled with other Foundation assets

Personal Residence Provision:

- STs may include title to donor's personal residence for estate planning and probate avoidance
- Donors retain full management responsibility unless death or incapacity requires Foundation assistance with sale

GIFTS FROM ESTATES OR TRUSTS

The Foundation promotes naming the Foundation as beneficiary of charitable gifts from estates (wills) and trusts intended to benefit any UPCI church, district, division, department, or endorsed ministry.

Foundation Role:

- May charge an appropriate administrative fee (established by the Board) to offset costs of promoting and developing such gifts
- Represents the United Pentecostal Church International and all affiliated entities under the UPCI corporate umbrella
- Handles all required legal documentation, inventory reviews, communication with fiduciaries, and execution of receipts and releases

MANAGED INVESTMENT ASSETS

The Foundation provides asset management services for endowments and other investment assets (excluding retirement funds) of UPCI ministries, offering higher diversification, investment expertise, and reduced fees.

Investment Management:

- All managed assets invested according to Foundation's broad investment policies
- Separate investment strategy for each fund based on ministry's investment questionnaire (risk tolerance, payout needs, other considerations)
- **In case of conflict:** Foundation investment policies control over ministry preferences

FIDUCIARY APPOINTMENTS

The Foundation serves as appointed fiduciary for various trusts and estates to provide cost-effective, professional services.

Trustee Services:

- Foundation may serve as Trustee for charitable trusts
- Receives appropriate trustee fee established by Foundation Board
- Contracts out trust administration to specialized third-party providers to minimize administrative responsibilities and risks

Executor/Personal Representative Services:

- Foundation may be named executor or personal representative of estates or trust estates

Individual Appointments:

- In jurisdictions where Foundation cannot qualify, the Foundation President (or successor) may be named