



February 2023

A Guide to Philanthropic Funds



Jewish Federation &
United Jewish Foundation
OF METROPOLITAN DETROIT

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To download or view online, please go to
jewishdetroit.org/philfunds

What is a Philanthropic Fund?

- A Philanthropic Fund (often referred to as a “Donor Advised Fund”) is a flexible charitable giving tool to help you and your family meet your charitable goals. It functions like a charitable checking account, allowing you to add funds and make distributions at your convenience.
- Once established, you may make additional contributions to the fund at any time and recommend distributions to approved Internal Revenue Code § 501(c)(3) charitable organizations. The fund is credited/debited with actual investment returns and grows tax-free, enhancing the amount available for charitable purposes.

Getting Started

- **Creating your Philanthropic Fund**
Each Philanthropic Fund is governed by a written agreement between the United Jewish Foundation of Metropolitan Detroit and the Donor of the fund. An agreement takes just minutes to prepare. You can expedite this process by completing the Philanthropic Fund Application (Appendix V) and forwarding it to the United Jewish Foundation of Metropolitan Detroit, or by asking for the Endowment Department at 248.642.4260.
- **Naming your fund**
As the initial donor of a Philanthropic Fund, you need to designate the name of the fund on the application form. A fund name can include your name, the name of your family or any other name that is meaningful to you.
- **Making contributions**
A minimum contribution of \$5,000 is required to establish a Philanthropic Fund. Additional contributions, in any amount, can be made at any time. These additional amounts are eligible for tax deductions in the year they are contributed to the fund. We ask that the fund be maintained with a minimum balance of \$5,000.
- **Contributing assets / property to your fund**
Assets which may be contributed to a Philanthropic Fund include cash (checks or wire transfers) and publicly traded securities. Please contact the United Jewish Foundation of Metropolitan Detroit about gifts of privately held businesses, restricted stock, real estate and other assets — which also may be contributed in particular circumstances — for assistance in the smooth transfer of these assets.
- **Naming successor donor advisers**
At a donor’s request, a Philanthropic Fund can be advised by persons representing up to two generations – the donor(s) and the next generation. At such time as there are no remaining donor advisers, the fund’s balance is paid to the Jewish Federation of Metropolitan Detroit.
- **Investment of Philanthropic Funds**

The United Jewish Foundation of Metropolitan Detroit provides seven different investment strategies for the management of Philanthropic Funds:

- United Jewish Foundation Balanced Investment Portfolio – Multiple passive and active styled portfolios managed by 20 investment managers. The fund currently has a target asset allocation of 75% Growth Assets and 25% Risk Reduction Assets.
- United Jewish Foundation Fixed Income Investment Portfolio – Portfolio is invested in the broad bond market with investments in U.S. government and high quality corporate and mortgage-backed bonds.
- Short-Term Money Market Fund– Federal Government Obligations Fund Short-Term Liquidity Pool
- U.S. Stock Index Fund. – Vanguard Total Stock Market Index Fund Symbol: VITSX
- U.S. Active Large Cap Stock Fund.– MFS Massachusetts Investors Trust Fund Class I Symbol: SDSCX
- U.S. Aggressive Growth Stock Fund. – BNY Mellon Small/Mid Cap Growth Fund Symbol: SDSCX
- Non-U.S. Stock Fund – American Funds EuroPacific Growth Fund Symbol: AEPGX
- Socially Responsible Investment Option – RBC Global Opportunities Fund Class I Symbol: RGOIX
- Israel Impact Focused Investment Option – VanEck Vectors Israel ETF Symbol: ISRA

The Board of Governors of the United Jewish Foundation of Metropolitan Detroit, with the assistance of its Investment Committee and investment consultant, monitor the asset allocation, fund selections, performance and fees of each of the investment pools.

Donors may recommend that their funds be invested in one or more of these pools and may suggest changes to the investment allocation as of the first day of any month. To suggest such a change, donor(s) must advise the United Jewish Foundation of Metropolitan Detroit of their recommendation in writing prior to the end of the preceding month.

Key Features of Our Philanthropic Funds

- **Tax deductions**
If you itemize tax deductions on your tax return, you may claim a federal charitable income tax deduction for your gift to a Philanthropic Fund in the year of contribution subject to the following limits:

These deductions may be limited by current tax law. Any amount which is not able to be deducted in the year of contribution may be carried forward and may be deducted over the next five years. Be sure to consult with your tax professional to determine the tax-deductible value and benefit of your contributions to the fund.
- **Tax reporting**
The United Jewish Foundation of Metropolitan Detroit provides each donor to a Philanthropic Fund with receipts documenting contributions. For contributed assets requiring an appraisal to determine their tax-deductible value, donors need to obtain the appraisal. In addition, the United Jewish

Foundation of Metropolitan Detroit must report to the IRS the sale proceeds it realizes on the sale of appraised property if the sale occurs within two years of its contribution.

When you establish a Philanthropic Fund, you do not need to keep records for income tax purposes of distributions made from your fund to charities. Individual donors receive a tax deduction when they make their initial gift to a Philanthropic Fund and when they make subsequent gifts to their fund. Thus, distributions from the Philanthropic Fund are grants from the United Jewish Foundation of Metropolitan Detroit. As such, **you are not allowed to take a second tax deduction** at the time those distributions are made to charities.

- **Fees**

There are no transaction fees for new contributions to your fund, investment pool changes or distributions to other charities. Each Philanthropic Fund is charged an administrative fee of three-quarters of one percent (.75%) per year. These fees are paid by the Philanthropic Fund monthly, up to a maximum of \$15,000 annually. In addition, each Philanthropic Fund also pays its pro rata share of the investment management fees for the investment pool in which it is invested.

Philanthropic Fund accounts with balances above \$2 Million opened after February 28, 2018, will be charged the base administrative fee of three-quarters of one percent (.75%) on the first \$2 Million plus .10% (one-tenth of one percent) on all amounts over \$2 Million.

- **Perpetuity of funds**

The donor of a Philanthropic Fund may establish that upon the death, resignation or incapacity of all donor advisors that the fund be maintained to support (a) the Federation through a Perpetual Annual Campaign Endowment ("PACE") Fund to provide an annual gift in the donor's name to support Federation's Annual Campaign in perpetuity, (b) a specific agency of the Federation or (c) a community priority.

TYPE OF CONTRIBUTION	TAX DEDUCTIBILITY
Cash	Currently up to 60% of adjusted gross income
Long-term appreciated property	Up to 30% of adjusted gross income

Making Distributions from Your Fund

- **Recommend distributions from your fund**

As a donor advisor, you may recommend that **distributions of at least \$250** be made from your Philanthropic Fund at any time. Under current federal tax law, there are no minimum annual distributions required from Philanthropic Funds. We encourage you to take advantage of the knowledge and expertise of the United Jewish Foundation of Metropolitan Detroit's endowment team members. They can provide you with valuable information regarding local community needs and assist you with questions about specific nonprofit organizations.

All recommendations for distributions from Philanthropic Funds are subject to staff review and the

review and approval of the Federation's Grants & Distributions Committee. The following guidelines must be followed with respect to recommendations for distributions:

- Recommendations for distributions should be submitted on a Philanthropic Fund Distribution Recommendation Form, signed by a donor advisor; by U.S. Mail, email or via Donorsphere. We process and distribute grant checks at least twice a month.
- Donorsphere is Federation's on-line donor portal. It allows a donor to electronically suggest philanthropic grants and access a fund's recent activity and current balance. Registration is available at "jewishdetroit.org/Donorsphere" by selecting "Register." Questions should be directed to holland@jfmd.org.
- The minimum distribution for each charitable grant is \$250.
- An unlimited number of distributions are permitted from each fund.
- Subject to approval by Federation, distributions may be made to any tax-exempt public charitable organization within the United States, provided it meets the qualifications set forth by sections 170(c), 501(c)(3) or 170(b)(1)(A) of the Internal Revenue Code; gifts may not be distributed to any type of private foundation.
- Distributions may not be used to satisfy any personal or corporate pledge or obligation of a donor or advisor, or to provide a benefit to a donor or advisor — such as paying synagogue membership dues, obtaining event or raffle tickets, or attending charity dinners — unless the benefit is permitted by the then-applicable Internal Revenue Code and related regulations.
- The Federation prohibits distributions to organizations that promote anti-semitism or other forms of hate, bigotry and intolerance, including those that endorse extremist views which condone violence. The Federation also prohibits distributions to organizations that advocate against Israel's legitimacy as a secure democratic Jewish state.
- **Distribution acknowledgment**
A letter accompanies each distribution to a charitable organization. The donor advisor receives a copy of that letter.
- **Quarterly reports**
Donor advisors to a Philanthropic Fund receive quarterly reports summarizing the activities of the fund via Donorsphere or by mail. The report shows contributions, income earned and fees paid by the fund, and any distributions to charities made during that quarter.
- **Address of charities**
Donations for organizations with many chapters are mailed to the office closest to the Federation unless otherwise notified by the donor. If you wish to have a distribution mailed to a specific address, please provide us that address.

- **Federation's Endowment Team**

Feel free to contact any member of our Endowment Team with questions you may have regarding a Philanthropic Fund or charitable giving.

Jonathan Lowe Director, Charitable Gift Planning	(248) 203-1490	lowe@jfmd.org
Stacey Deweese Director, Jewish Community Endowment Fund	(248) 205-2547	deweese@jfmd.org
Susan Feldman Director, Philanthropy and Corporate Relations	(248) 203-1461	sfeldman@jfmd.org
Dan Greenberg Director, Major Gifts	(248) 642-5638	dgreenberg@jfmd.org
Tina Sula Senior Director, Philanthropy	(248) 203-1450	sula@jfmd.org
Brian Satovsky Senior Associate, Philanthropic Advancement	(248) 205-2553	satovsky@jfmd.org
Nicole Feinberg Philanthropic Advancement Associate	(248) 833-2519	feinberg@jfmd.org

Disclaimer

All Philanthropic Funds are component funds of the United Jewish Foundation of Metropolitan Detroit. The investments of the Philanthropic Funds are investments of the United Jewish Foundation of Metropolitan Detroit and are subject to the approval of its Board of Governors. As such, the asset allocations, underlying investments and investment managers for these funds are the responsibility of and within the exclusive control of the United Jewish Foundation of Metropolitan Detroit. Investments within Philanthropic Funds are not subject to any federal or Michigan securities registration or law.

*The information contained in this handbook is intended to inform you of the administrative and tax rules applicable to Philanthropic Funds. **This is not intended to provide legal or tax advice.** You are encouraged to contact your professional advisor with any questions you may have. The information contained in this handbook, and the policies governing the administration of Philanthropic Funds, is subject to change without notice by the United Jewish Foundation of Metropolitan Detroit. Changes will be made as necessary to ensure the Philanthropic Fund program's compliance with applicable federal and state laws and regulations.*

Appendix I: Frequently Asked Questions about Making Distributions from Your Philanthropic Fund

You can recommend distributions from your Philanthropic Fund at any time. Provide your recommendations in writing by U.S. Mail to:

Philanthropic Funds
Jewish Federation of Metropolitan Detroit
6735 Telegraph Rd.
Bloomfield Hills, MI 48307

by emailing philfund@jfmfd.org or Donorsphere and we'll process your recommendations. Please use the printed Distribution Recommendation Form which we will provide to you, or access the form at jewishdetroit.org/distribution.

Q: May I recommend support for the general operating budget of a charity?

A: Yes. You may suggest a distribution for general support, as well as distributions for capital or endowment campaigns or specific projects.

Q: May I recommend a distribution for tickets to a fundraising event?

A: No. Philanthropic Fund assets cannot be used to purchase tickets or pay for any portion of attending an event.

Q: I would like to recommend a distribution to complete a pledge I have made to a charity other than Federation's Annual Campaign. Is that all right?

A: Unfortunately, such a recommendation is not appropriate under the IRS regulatory limitations placed on Philanthropic Funds, since Philanthropic Fund assets cannot be used to satisfy a binding personal obligation. The United Jewish Foundation of Metropolitan Detroit, acting on behalf of a Philanthropic Fund, can make a multi-payment pledge to be paid from the Fund. Please contact a member of Federation's Endowment team for specific wording before completing any gift documentation. In addition, a Philanthropic Fund can be used to pay a non-binding gift.

Q: I would like to support a charitable organization which is located in another state. Is this possible?

A: Yes. You may recommend supporting any 501(c)(3) public charity anywhere in the United States.

Q: Will I be notified when a distribution that I have recommended has been made?

A: Yes. We will mail you a copy of the distribution letter so you'll know it has been paid.

Q: Now that I have established a Philanthropic Fund, I'd like to wait until later this year to recommend any distributions from the fund. Is that permissible?

A: Yes. You may recommend distributions at any time – now or in the future. You may even wait until a future year to do so.

Q: What about synagogue memberships – can I recommend a distribution to cover dues?

A: No. Because synagogue membership is deemed to provide a personal benefit to you, the United Jewish Foundation of Metropolitan Detroit cannot make distributions to pay for membership dues. Other contributions to synagogues such as endowment funds and special campaigns are permitted.

Q: *Are there any other types of distributions that are inappropriate for a Philanthropic Fund?*

A: Because Philanthropic Funds are regulated under federal tax rules, such funds are not able to make distributions that benefit a specific person. Also, Philanthropic Funds cannot make distributions to private foundations or any nonprofit that is not an IRS approved 501(c)(3) public charity.

Q: *I can think of a distribution where I might want to remain anonymous. Is this possible?*

A: Yes. All you need to do is to let us know in writing that you wish to remain anonymous for a particular recommended distribution. You will receive notification when the distribution is made – but it will not identify you to the charity.

Q: *Sometimes I am not sure about a particular charity that I am considering. Can your staff assist me?*

A: Yes. The United Jewish Foundation of Metropolitan Detroit staff has extensive knowledge of the tax-exempt charitable organizations and community needs. We are pleased to provide information and assist in your consideration. If you prefer to do your own research, there are two websites that can assist you in determining the charitable status of an organization and finding charities that fit your desired goals – www.guidestar.org and www.charitynavigator.org.

Appendix II: Your Relationship with the United Jewish Foundation of Metropolitan Detroit

Communicating with the United Jewish Foundation of Metropolitan Detroit

As a donor, we encourage you to communicate with us in person, by telephone, U.S. Mail, email or Donorsphere. During office hours, all telephone calls are handled directly by staff. If we take a phone message or you leave a message in Federation's voicemail for a member of our Endowment team, we will strive to return your call as quickly as possible.

Confidentiality of donor information

Information about United Jewish Foundation of Metropolitan Detroit donors is confidential. We do not disclose financial or personal information.

Information on charitable giving and organizations

To assist you in meeting your charitable goals, we are pleased to provide you with information on charitable giving techniques, such as planned giving, as well as information about charitable organizations you may wish to support.

In our relationship with you, we encourage the involvement of your professional advisors. We cannot provide you with legal services. We encourage you to solicit legal and other professional advice, as needed, to ensure that your arrangements and dealings with the United Jewish Foundation of Metropolitan Detroit are appropriate and beneficial to you.

Our Family of Agencies

As a Philanthropic Fund participant with the Jewish Federation of Metropolitan Detroit / United Jewish Foundation of Metropolitan Detroit, we encourage you to consider supporting the Jewish Federation of Metropolitan Detroit's Annual Campaign as well as our Jewish community's 17 agencies, which are:

- Farber Hebrew Day School – Yeshivat Akiva
- BBYO, Inc.
- Fresh Air Society / Tamarack Camps
- Gesher Human Services
- Hebrew Free Loan Association
- Hillel Day School
- Michigan State University Hillel
- The Hillel Campus Alliance of Michigan (HCAM): Western Michigan University/ Central Michigan University/Eastern Michigan University/Alma College/Albion College/Kalamazoo College/Saginaw Valley/ Grand Valley State University/Northern Michigan University/Michigan Tech
- University of Michigan Hillel
- Hillel of Metropolitan Detroit: Wayne State University/Lawrence Technological University/ Oakland University/Oakland Community College/University of Detroit – Mercy/University of Michigan Dearborn
- Jean & Samuel Frankel Jewish Academy of Metropolitan Detroit
- Jewish Community Center of Metropolitan Detroit
- Jewish Community Relations Council/AJC
- Jewish Family Service
- Jewish Senior Life
- Yeshiva Beth Yehudah
- Yeshivas Darchei Torah
- Yeshiva Gedolah of Greater Detroit

Appendix III: Philanthropic Fund Agreement

Date: _____

United Jewish Foundation of Metropolitan Detroit
Jewish Community Endowment Fund
6735 Telegraph Road
P. O. Box 2030
Bloomfield Hills, MI 48303 2030

Delivery is made herewith by the undersigned Donor(s) ("Donor") of the property listed in Schedule "A" below. Delivery of said property constitutes an irrevocable gift of same to the United Jewish Foundation of Metropolitan Detroit, a Michigan nonprofit corporation ("Foundation") upon acceptance of the gift by the Foundation and in accordance with the following terms and conditions:

1. A fund shall be established on the books of the Foundation that shall be known as the _____ **Philanthropic Fund** ("Fund").
2. The Fund shall include the property received by the Foundation from the Donor for inclusion in the Fund, such property as may from time to time be received by the Foundation from the Donor or any other source and accepted by it for inclusion in the Fund, and all income earned by the Fund.
3. The Fund shall be the property of the Foundation and held by it in its normal corporate capacity. The Foundation shall have the exclusive authority and control over the Fund.
4. The Fund shall be used only for charitable, educational, or religious purposes within the goals and objectives of the Foundation, either directly by the Foundation or through contributions to other organizations.
5. Distributions from the Fund (utilizing income and/or principal) within the limitations provided for in paragraph 4 above shall be made at such times, in such amounts, in such ways, as the Foundation shall determine.
6. The Donor may from time to time submit to the Foundation recommendations with respect to distributions, which shall be solely advisory. The Foundation is not bound by such recommendations.
7. At the death of the Donor, in the event there are outstanding unpaid obligations to the Foundation and/or the Jewish Federation of Metropolitan Detroit ("Federation"), including Federation's Annual Campaign, the Foundation may use any remaining Fund balance to satisfy these unpaid obligations.
8. Designees who may submit recommendations after the death of the Donor are:

9. The Fund shall be administered under and subject to the Policies and Procedures for Operation of Philanthropic Funds as the same may be prescribed by the Foundation, including any amendments thereto.
10. It is intended that the Fund shall be a component part of the Foundation and not a separate trust, and that nothing in this Agreement shall affect the status of the Foundation as an organization described in Section 501(c)(3) of the Internal Revenue Code of 1986, as amended, and as an organization which is not a private foundation within the meaning of Section 509(a) of the Code. This Agreement shall be interpreted in a manner consistent with the foregoing intention and so as to conform to the requirements

of the foregoing provisions of the federal tax laws and any regulations issued pursuant thereto. The Foundation is authorized to amend this agreement to conform to the provisions of any applicable law or government regulation in order to carry out the foregoing intention. References herein to provisions of the Internal Revenue Code of 1986, as amended, shall be deemed references to the corresponding provisions of any future Internal Revenue Code.

Please indicate below your acceptance of this gift.

Very truly yours,

_____, Donor

_____, Donor

Accepted this ____ day of _____, 20__.

**UNITED JEWISH FOUNDATION
OF METROPOLITAN DETROIT**

By: _____
Dorothy Benyas
Its: Chief Financial Officer

SCHEDULE "A"

Appendix IV: United Jewish Foundation Philanthropic Funds Policies and Procedures

The Federated Endowment Fund

Jewish Federation of Metropolitan Detroit/United Jewish Foundation of Metropolitan Detroit

SEC. 1. ESTABLISHMENT AND PURPOSE

- 1.1 Authorization. The Jewish Federation of Metropolitan Detroit and the United Jewish Foundation of Metropolitan Detroit, non-profit Corporations (hereinafter referred to as "Federation") have authorized the establishment of Philanthropic Funds as component funds of the Federation and have authorized the Chief Executive Officer and the Grants & Distributions Committee to provide all needed rules, procedures and policies for the establishment and administration of such Funds, subject to the authority of the Board of Directors.

Procedures. These procedures are prescribed by the Grants & Distribution Committee, with the approval of the Board of Directors. The procedures set forth herein are subject to change by the Federation from time to time with respect to existing and future funds.

- 1.2 Establishment of Funds. Philanthropic Funds may be established by the donation or transfer by a person (hereinafter "Donor") to, and acceptance by, the Federation of money or property, whether by contribution, devise or by transfer from a charitable or other organization (hereinafter "contribution"), to further carry out the purposes of the Federation, as set forth in its Articles of Incorporation. Philanthropic Funds are and shall be administered as part of the Endowment Funds of the Federation. However, the procedures set forth herein are provided in recognition of a particular purpose of Philanthropic Funds, which is to develop interests and activities of the Federation by a wide range of living donors. The establishment of Philanthropic Funds is designed as a means of broadening the base of endowment support, encouraging meaningful interchange of ideas by donors in the Federation's philanthropic interests and to provide funds to supplement and extend the programs and interests of the Federation in serving its charitable, educational, cultural and religious purposes (which purposes are hereinafter referred to as "charitable") and shall encompass only charitable purposes as defined in sections 170 (c) (1) (2) of the Internal Revenue Code.
- 1.3 Nature and Terms of Funds. Each Philanthropic Fund shall be the property of the Federation held in its normal corporate capacity, not as a trust fund held by the Federation as a trustee. Each Fund shall be recorded on the books and records of the Federation as an identifiable or separate fund and may be given a name as requested by the Donor.
- 1.4 Designated Funds. In establishing a Fund, the Donor may recommend the use of the income or assets of the Fund for the benefit of or in the furtherance of the purposes of one or more specified charitable organizations (described in IRC section 509 (a) (1), (2) or (3)) where such use is consistent with the purposes of the Federation. Distributions from such a Fund will be made for the purposes so designated. Such a Fund is subject to the authorization of the Federation to modify any restriction or condition on distributions if, in the sole judgment of the Federation, such restriction or condition becomes unnecessary, incapable of fulfillment, or inconsistent with the Federation's charitable purposes.
- 1.5 Forms. The Chief Executive Officer of the Federation is authorized to provide forms for the establishment of and additions to Philanthropic Funds and such other forms as are necessary or desirable for the administration of Philanthropic Funds in accordance with these procedures.

SEC. 2. ACCEPTANCE OF FUNDS

- 2.1 **Authorization.** The Chief Executive Officer or the Chief Financial Officer of the Federation (or such additional officers or employees of the Federation as may from time to time be authorized) shall have the authority to accept, on behalf of the Federation, contributions to establish or add to a Philanthropic Fund. However, if any assets proposed to be contributed are not in the sole judgment of Federation readily marketable or are subject to liabilities, the Chief Executive Officer and one other officer of the Federation, acting jointly, shall have authority to accept or reject the assets proposed to be included in a Philanthropic Fund. The Federation will not certify to a Donor the value of a contribution of property. A Donor may not impose any material restriction or condition that prevents the Federation from freely and effectively using the contributed assets, or the income derived therefrom, in furtherance of the charitable purposes of the Federation.
- 2.2 **Minimum Fund Balance.** A minimum amount of \$5,000 is established as a prerequisite for creation of a Philanthropic Fund. Any fund with a balance of less than \$100 will be terminated by transfer of the remaining assets thereof to the United Jewish Foundation.

SEC. 3. INVESTMENT OF FUND ASSETS

- 3.1 **Responsibility.** The Federation has the responsibility and authority for the investment of the assets of each Philanthropic Fund. At the discretion of the Federation, the assets of any Fund may be retained, invested and reinvested as a separate unit for investment purposes, commingled with those of other Philanthropic or Endowment Funds, or invested in units of a common investment fund.

SEC. 4. DISTRIBUTIONS FROM THE FUND

- 4.1 **In General.** The Federation shall monitor all distributions of income or principal of Philanthropic Funds. The Donor of a Philanthropic Fund (or his/her designee, as permitted in Section 4.2 below) may recommend to the Federation the making of distributions from the Fund which are consistent with the specific charitable needs most deserving of support by the Federation. Such recommendations will be solely advisory and the Federation is not bound by them.
- 4.2 **Donor and Designee(s) Accorded the Privilege of Making Recommendations.** The privilege of making recommendations (as described in Section 4.1 above) shall be extended to Donor and their designee(s) at a Donor's request. A Philanthropic Fund can be advised by persons representing up to two generations – the Donor and the next generation. At such time as there are no remaining donor advisors, the Fund's balance is paid to the Jewish Federation of Metropolitan Detroit. For convenience hereinafter, the term Donor will include and shall apply to all persons having the privilege of making recommendations.
- 4.3 **Limitations.** The following limitations apply to all distributions from Philanthropic Funds:
- 4.31 The minimum amount of any one distribution from a Philanthropic Fund shall be \$250.
- 4.32 The Federation, as a public charity, will not make any distribution from a Philanthropic Fund except as a distribution from the Federation for its charitable purposes. No such distribution may be used to discharge or satisfy a legally enforceable pledge or obligation of any person (such as membership fees or contributions from which the Donor receives any personal benefit).
- 4.33 Unless otherwise agreed in advance, any pledge entered into after the establishment of a Philanthropic Fund, to the Federation or its constituent agencies, shall constitute a request to distribute the amount thereof from the Fund to Federation. If the amount of the pledge is larger than the amount of the Fund, the excess shall constitute a legally binding pledge.

- 4.34 At the death of the Donor, in the event there are outstanding unpaid obligations to Federation, including Federation's Annual Campaign or any Federation constituent agency, Federation may first use any remaining Fund balance to satisfy any unpaid obligations to Federation and thereafter to Federation's constituent agencies.
- 4.4 Procedure.
- 4.41 Recommendation by Donor. A donor may make recommendations with respect to distributions from a Philanthropic Fund. Donor recommendations must be submitted in writing or electronically.
- 4.42 Staff Investigation. With respect to each recommendation by a Donor, the Federation will make an initial determination of whether the recommended entity is a valid 501(c) (3) organization.
- 4.43 Authorization Procedure. The Grants & Distributions Committee shall consider the allocation of funds from the Philanthropic Fund to the recipient charitable organization(s) for approval or other appropriate action.
- 4.5 Notification to Grantee as to Source of Distribution. Any distributions from a Philanthropic Fund, unless otherwise requested by the Donor of the Fund, shall identify to the grantee organization the name of the Fund from which the distribution is made.

Appendix V: United Jewish Foundation of Metropolitan Detroit Philanthropic Fund Application

Thank you for your interest in establishing a Philanthropic Fund with the United Jewish Foundation of Metropolitan Detroit. We are proud of our history of helping donors fulfill their charitable interests. After completing this form, please return it to the United Jewish Foundation of Metropolitan Detroit, P.O. Box 2030, Bloomfield Hills, MI 48303-2030, or email to holland@jfmd.org.

Donor _____ Today's Date _____

Mr./Mrs./Ms./Dr. _____

Mr./Mrs./Ms./Dr. _____

Address _____

City/State/ZIP _____

Phone: Home (____) _____ Other (____) _____

Email address _____

Date of Birth ____/____/____

Fund Name

Proposed name of the fund:

_____ Philanthropic Fund

Designee to the Fund – Optional

Please list the initial designee to the fund (if different than Donors(s)).

Mr./Mrs./Ms./Dr. _____

Address _____

City/State/ZIP _____

Phone: Home (____) _____ Other (____) _____

Email Address _____ Date of Birth _____

Successor Designees

If you would like to have Successor Designees for your fund, please complete the following information. Designees can be the donor and, if desired, the donor's children.

Please check here ☐ if you would like current copies of your statements sent to your Successor Designees during your lifetime.

Successor Designees to serve (check one):

- Concurrently
- Consecutively (if consecutively, list below in order of succession)

Mr./Mrs./Ms./Dr. _____

Address _____

City/State/ZIP _____

Phone: Home (____) _____ Other (____) _____

Email Address _____ Date of Birth _____

- I authorize you to discuss this account with:

Mr./Mrs./Ms./Dr. _____

Address _____

City/State/ZIP _____

Phone: Home (____) _____ Other (____) _____

Email Address _____ Date of Birth _____

- I authorize you to discuss this account with:

Recommended Investment Strategy

Please indicate which investments you recommend for your fund.

- United Jewish Foundation Balanced Investment Portfolio _____%
- United Jewish Foundation Fixed Income Investment Portfolio _____%
- Federal Government Obligations Fund _____%
- Vanguard Total Stock Market Index Fund _____%
- MFS Massachusetts Investors Trust I _____%
- The Boston Company Small/Medium Sized Growth Fund _____%
- American Funds EuroPacific Growth Fund _____%
- Socially Responsible Investment Option _____%
- Israel Impact Focused Investment Option _____%

Note: This must add up to 100%.



Total _____%

Your Signature(s)

Please sign and date:

Donor

Donor

Date

Date

Optional Information

In order to serve you better, please provide us with the following information:

Areas of Charitable Interest

Check all that apply:

- Arts and Culture
- Environment
- Jewish Education
- Higher Education
- Human Services
- Israel
- Scholarships
- Other _____
- I have no specific area of interest.

Referral Information

How did you hear about our program?

- Attorney
- Accountant
- Financial Advisor
- Stockbroker
- Federation Staff
- Friend or Family Member
- Advertisement
- Federation Website
- Other _____

Professional Advisors - Optional

To assist us in addressing any questions that may arise, please provide the name and contact information for your professional advisor(s).

Attorney:

Mr./Mrs./Ms. _____

Firm _____

Address _____

City/State/ZIP _____

Phone: (____) _____ Fax (____) _____

Email Address _____

- Details of your account may be discussed with this person.

Accountant:

Mr./Mrs./Ms. _____

Firm _____

Address _____

City/State/ZIP _____

Phone: (____) _____ Fax (____) _____

Email Address _____

- Details of your account may be discussed with this person.

Financial Planner:

Mr./Mrs./Ms. _____

Firm _____

Address _____

City/State/ZIP _____

Phone: (____) _____ Fax (____) _____

Email Address _____

- Details of your account may be discussed with this person.

Thank you. We look forward to working with you.



Jewish Federation &
United Jewish Foundation
OF METROPOLITAN DETROIT

6735 Telegraph Road
Bloomfield Hills, Michigan 48301
(248) 642-4260 | jewishdetroit.org