

THE RUMC FOUNDATION, INC.

DESCRIPTION OF FOUNDATION *ENDOWED AND NON-ENDOWED FUNDS*

Amended and Restated-November 1, 2015

- The information contained herein is intended to clarify and further define the content of Article 3. "Description of Foundation" included in the By-laws of the Roswell United Methodist Church (hereinafter called "RUMC") Foundation, Inc. (hereinafter called the "Foundation") as amended and restated November 1, 2015.

Purpose

- When the Foundation was originally chartered, Funds were established for the purpose of guiding contributors in assisting the Foundation in meeting its long-term goals, which will also achieve the long-term goals of RUMC. The establishment of these Funds was for guidance only and was not intended to restrict donors in the selection of any Funds.
- Funds are in two major categories - *Endowment Funds and Non-Endowment Funds*. Endowment Funds are Funds from which only income and specifically Donor designated principal can be expended. Unless so designated, the principal or corpus remains in the Fund. Endowment Funds may either be undesignated or designated. If designated, income and specifically Donor designated principal must be expended for the specific ministries and/or missions identified by the donor. Non-endowment Funds are Funds from which both principal and income can be expended. Gifts to Non-endowment Funds may either be undesignated or designated. If designated, principal must be expended for the specific ministries and missions identified by the donor.

Endowment Funds:

1. Undesignated Funds-No Specific Restrictions
Income from these Funds and specifically Donor designated principal may be used for any ministries and/or missions approved by the Board of Directors of the Foundation. Undesignated Funds can be titled in memory/honor of an individual, family, or other entity as identified by the donor and these Funds will be reported separately as a Fund inclusive of income/expense results. Copies of Fund results are available to designated persons or organizations as necessary. Effective as of February 15, 2006, Endowed Undesignated Funds require a minimum contribution of not less than \$25,000.

2. Designated Funds-Specific Restrictions
Income from these Funds and specifically Donor designated principal must be used for the specific ministries and/or missions specified by the donor. Designated Funds can be titled in memory/honor of an individual, family, or other entity as identified by the donor and these Funds will be reported separately as a fund inclusive of income/expense results. Copies of Fund results are available to designated persons or organizations as necessary. Effective as of February 15, 2006, Endowed Designated Funds require a minimum contribution of not less than \$25,000.

3. Examples of Designated Funds-Specific Restrictions
 - a. Local Church Expansions
 - i. Land-Purchase/Improvements
 - ii. New Buildings
 - iii. New Furnishings
 - iv. Other
 - b. Help Fund
 - c. Senior Citizens Enrichment
 - d. Singles Ministry
 - e. Habitat for Humanity
 - f. Children's Ministry
 - g. Youth Ministry
 - h. Adult Ministry
 - i. Other

Non-Endowment Funds:

1. Undesignated Gifts-No Specific Restrictions
Principal from these Gifts may be used for any ministries and/or missions approved by the Board of Directors of the Foundation. Undesignated Gifts will be reported with all other gifts to the Foundation with no specific restrictions.

2. Designated Gifts-Specific Restrictions
Principal from these Gifts must be used for the specific ministries and/or missions specified by the donor. Designated Gifts can be titled in memory/honor of an individual, family, or other entity as identified by the donor and these Gifts will be reported separately from other Gifts to the Foundation.