

Cost Recovery (Annual)

The Calgary Foundation pays for service and investment management costs by recovering those costs from all its funds. The recovery of costs is calculated and charged monthly on the prior month's ending market value. Policies regarding cost recovery are subject to ongoing review and change by The Foundation's Board of Directors.

Permanent Endowments: Annual Cost Recovery % Applied to Each Tier

1 st tier	1.25% up to \$1 million
2 nd tier	1.00% on the next \$5 million
3 rd tier	0.90% on the next \$14 million
4 th tier	0.80% on the balance over \$20 million

Flow-Through Funds: 1.00% of gift amount and 100% of interest income earned on fund balances.

Charitable Organization Endowment Funds: Same as permanent endowments.

Charitable Organization Managed Funds:

1 st tier	1.50% up to \$1 million
2 nd tier	1.25% on the next \$5 million
3 rd tier	1.05% on the next \$14 million
4 th tier	0.85% on the balance over \$20 million

Student Award Funds: 1.5%; \$500 set up cost for Designated awards, \$750 set up cost for Donor Advised awards.

Term Endowments: Same as permanent endowments, plus an additional 0.25% per annum

Fund Minimums*:

- **Permanent Endowment Funds:** \$10,000
- **Flow Through Funds:** \$10,000
- **Charitable Organization Endowment Fund:** \$10,000
- **Charitable Organization Managed Fund :** \$250,000
- **Student Award Designated Endowment Fund:** \$10,000
- **Student Award Donor Advised Endowment Fund:** \$25,000

*The President has the authority to allow a Fund to be created with less than the fund minimum provided the donor has a plan in place to grow the Fund to the required minimum.

Cost Recovery Policy – Board Approved December 8, 2011

Fund Minimum Policy – Board Approved March 21, 2013