



ASIS Foundation, Inc. Endowment Funds

Endowment Fund Set-up

1. The Chapter decides to create an endowed program and requests that the Foundation come on board as a fund raising partner.
2. The Chapter establishes the award criteria and defines the purposes for which a grant may be used. The grants could be for leadership, merit, or need.
3. An agreement is established between the Foundation and the Chapter.

Benefits to Chapters

1. Chapter retains control over the distribution of interest funds.
2. Chapter has an endowed restricted fund.
3. ASIS will manage the investments and disbursements for the fund. The Chapter will not have to cope with the investment management or accountability.
4. The Chapter can point with pride to a growing program, which, if properly nurtured, could grow into a significant funding source for local needs and award candidates.
5. Establishment of a program will create national recognition for the fund through ASIS publications.
6. The Chapter will be accorded appropriate prestige as a leader among peers for having established a program to care and develop its own.
7. The Society will contribute \$4,500 to the fund once the principal amount exceeds \$30,000.

**ASIS FOUNDATION, INC.
CHAPTER ENDOWED SCHOLARSHIP
AGREEMENT**

I. PURPOSE OF THE FUND:

The fund is established to grant local chapter awards according to local criteria. Award examples may be: college courses for undergraduate degree completion, graduate courses, ASIS professional development programs, such as the APC series or the CPP Review, or other professional development/training programs. Awards may be given to ASIS Chapter members as well as to non-member students.

It is expected that the Chapter will determine the award criteria, and exercise due diligence to ensure that the awards are prudently considered and given in an organized manner. The Foundation encourages the establishment of a permanent chapter committee and the development of an awards process as a regular Chapter function.

II. MANAGEMENT OF THE FUND:

The principal of the fund will be managed by ASIS. The ASIS investment criteria policy will be followed with the first priority for return being the preservation of capital and the second priority being the return on investment.

The Chapter is encouraged to augment the fund through fund raising activities to build the principal amount to provide for larger awards in future years. This restricted Fund may only be used for award purposes the Chapter designates, and the funds will not be available for any other purpose unless the fund is dissolved because of inactivity, or if the Chapter gives money from the fund to the Foundation with a request that the Foundation Board consider using the funds as the Chapter requests.

In the unlikely event that scholarship awards become inappropriate or irrelevant for Chapter use, the Foundation, with the collaboration of the Chapter, will consider a redesignation of the fund for a suitable use in consonance with the Foundation's mission and tax status.

It is the policy of the Society to grant a \$4,500 incentive award to Chapter endowment funds once the principal amount exceeds \$30,000.

III. DISBURSEMENT OF ASSETS:

Annual: The annual investment return will be distributed in the following manner: One third will be given to the ASIS Foundation in the name of the Chapter as an unrestricted contribution. Two thirds will be available, on demand, for distribution as an award to a Chapter designee. The annual income will be available for distribution in January after the first full year after the establishment of the fund.

Dissolution: Inactive funds may be dissolved by Foundation Board action, and the funds reallocated to the general unrestricted endowment of the Foundation, or for a purpose determined by the Foundation Board. If the fund makes no awards for five consecutive years, the fund will be considered to be inactive.

Reinvestment: If no award is made in any one year, the annual proceeds, less the one third unrestricted annual fund distribution, will accrue back to the principal amount as a reinvestment of capital. It will not be regarded as a chapter contribution to the principal.

IV. ACCEPTANCE:

The responsible parties noted below enter into this agreement on the date noted.

Chapter President

Date

Signature

ASIS Foundation Representative

Date

Signature