

Fund and Endowment Explanation

Endowment Funds:

Good Samaritan Foundation policy is to establish endowment funds to exist in perpetuity to support the primary mission of Good Samaritan Hospital. A gift or pledge of \$10,000 is required to establish an endowment.

Endowment Investment Income/Earnings:

Endowment Investment Income/Earnings are defined as interest and dividend income and realized gains and losses. Interest earned on endowments will accrue annually according to the Hospital's fiscal year. At the end of each fiscal year, the Foundation shall determine the earnings derived from the corpus and transfer the earnings in July of each year to a corresponding restricted fund for use.

Establishment of New Funds:

To establish a new restricted fund, a minimum of a \$5,000 gift or pledge is required. Restricted funds within the Foundation may be established for various Hospital departments with approval. Earnings on restricted funds (excludes endowment funds), shall be classified as unrestricted income, therefore, unrestricted income is **not** transferred to a restricted fund on an annual basis. It is recommended that money in a restricted fund be utilized within two years of receipt.