



# Acknowledgement of Privately Managed Investment Funds and Accounts

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Certain fund holders are eligible to recommend that the assets of a donor advised fund be invested with or managed by managers that currently are not part of the Jewish Communal Fund's public platform of investment options. These recommendations will be considered on a case-by-case basis and are subject to particular criteria. Criteria for selecting managers include, but are not limited to, the type of investment program and strategy, stability of management, long-term performance, volatility of results, regulatory compliance, reputation, liquidity, fees and expenses, and diversification.

Fund holders whose funds are to be invested with manager(s) of privately managed investment funds and/or accounts must acknowledge their understanding of, and agreement to, the following terms and conditions by signing a copy of this agreement and returning it to JCF.

## **DISCRETIONARY ACCEPTANCE.**

The Board of Trustees of the Jewish Communal Fund in its sole discretion reserves the right to engage or terminate any investment firm or professional, such as an investment manager, advisor, or broker, and in that regard, the Board of Trustees reserves the right to redeem from any investment fund, in accordance with its terms, in the Board's sole discretion.

## **INVESTMENT GUIDELINES AND TERMS.**

By recommending an investment manager, the fund holder understands and agrees to the investment objectives, strategies and methodologies implemented by that investment manager and the risks and any liquidity constraints inherent to the portfolio(s). Approval by the Investment Committee of the investments on JCF's alternative investment platform does not reflect an endorsement or assurance of the expected performance of any such investment. The fund holder understands and agrees to the terms and conditions imposed by JCF with respect to the investment administration of a donor advised fund.

The fund holder's donor advised fund account balance must not be less than \$1,000,000 for the fund holder to recommend an investment or account not currently on the JCF public platform. If the investment or account is approved, a minimum of \$1,000,000 must be invested.

For investments or accounts previously approved, a minimum of \$500,000 may be invested.

If an investment fund or account is subject to a lock-up period of a year or more, the fund holder must maintain at least 5% of the total donor advised fund balance in liquid investments.

- The fees and expenses of the investment manager must be reasonable and customary in light of the services provided, all as determined by JCF in its sole discretion.
- The fees and expenses of the investment manager(s), along with any third-party costs incurred by JCF with respect to the account, will be allocated to each donor advised fund that is invested with the manager(s).
- Net Asset Valuations will be provided by the manager(s) and based on the time schedule determined by the manager(s).
- Additions, transfers and redemptions are subject to the restrictions imposed by the manager(s) and written notification of a recommendation of such a transaction must be received by the Jewish Communal Fund at least 10 business days in advance of the timeframe required by the manager(s) or month-end, whichever is earlier.
- For separate accounts, the assets must be held by custodians selected by or acceptable to JCF.



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- Generally, fund holders must be independent from the investment manager (i.e., no business relationship where they receive any direct or indirect compensation from the manager or any familial relationship with the investment manager) and may not participate in investment decisions.
- When a fund holder requests managing the investments in his/her donor advised fund, the investment option must go through JCF's due diligence process for such investments. Once the option is approved, the fund holder may not receive any investment management fees or incentive allocation/carried interest. JCF must receive monthly performance reports, quarterly valuations, and quarterly information that describe material components of the portfolio.
- Generally, assets from other donor advised funds or endowments may be invested with the same portfolio manager and/or in the same portfolio.
- To ensure compliance with federal tax law provisions, JCF's policy is that a manager may not purchase, on behalf of a donor advised fund, more than 2% of the interests in any one company<sup>1</sup>.

## MODIFICATION.

JCF may amend or modify these terms and conditions at any time.

## GOVERNING LAW.

These terms and conditions shall be governed by the laws of the State of New York.

## FUND HOLDER. Acknowledged and Agreed to:

\_\_\_\_\_  
Signature of Fund holder

\_\_\_\_\_  
Print Name

\_\_\_\_\_  
Date

## JEWISH COMMUNAL FUND

\_\_\_\_\_  
Signature

\_\_\_\_\_  
Name

\_\_\_\_\_  
Title

\_\_\_\_\_  
Date

<sup>1</sup>Specifically, a manager may not invest the assets in any one donor advised fund in any corporation, partnership, trust or other unincorporated business enterprise, if that fund, together with any other donor advised funds at JCF as to which the fund holder, a Family Member of the fund holder or a Related Entity of the fund holder is also a fund holder, would hold, as a result of such investment, in the aggregate (a) more than 2% of the outstanding voting stock of a corporation or more than 2% in value of all outstanding shares of all classes of stock of that corporation; (b) more than 2% of the outstanding profits interest of a partnership or (c) more than 2% of the outstanding beneficial interest of a trust or other unincorporated business enterprise.

*(adopted April 2005, revised May 2015)*