



CHALLENGE GRANT PROGRAM

Description:

The Endowment Challenge represents an unprecedented opportunity for Chico State's alumni and friends to join with the University in supporting extraordinary students, faculty, and programs. Further, gifts made through the program will help to create important momentum toward the goals of Transform Tomorrow | The Campaign for Chico State.

The University Foundation board is committed to match 20 percent of any new endowment gifts as described in this document

Eligibility:

All new endowment cash gifts of a minimum of \$25,000 are eligible for 20 percent match when the gift is secured (Deferred gifts, including bequests, are not eligible)

Designation:

Donors may designate their endowments for a specific department, college, or program.

Timeline & Limitation

An initial pool of \$100,000 in University Foundation matching funds will be available through this program. The University Foundation Board of Governors approved a second pool of funding bringing the matching funds total to \$1 million.

The program will end on June 30, 2021 or when all the matching funds have been fully designated to specific endowments, whichever occurs first.



CHALLENGE GRANT PROGRAM

How it works with a \$25,000 outright gift

1. John and Jane Donor, for example, make a commitment to create the John and Jane Donor Scholarship in the college of their choice.
2. John and Jane Donor make an outright gift of cash or securities of \$25,000.
3. When John and Jane Donor gift of \$25,000 is received by the University Foundation, a transfer of \$5,000 is made from University Foundation funds to the John and Jane Donor Scholarship Endowment.
4. The endowment is then activated at the \$30,000 level, and after the appropriate investment period the John and Jane Donor Scholarship can be awarded to a student.

How it works with a \$50,000 pledge payable over 3 – 5 years

1. John and Jane Donor, for example, make a commitment to create the John and Jane Donor Scholarship in the college of their choice.
2. Over the next five or fewer years, John and Jane Donor make payments.
3. When John and Jane Donor make payments totaling \$50,000 a transfer of \$10,000 is made from University Foundation funds to the John and Jane Donor Scholarship Endowment.
4. The endowment is then activated at the \$60,000 level, and after the appropriate investment period the John and Jane Donor Scholarship can be awarded to a student.

How it works with a \$100,000 pledge payable over 3 – 5 years

1. John and Jane Donor, for example, make a commitment to create the John and Jane Donor Scholarship in the college of their choice.
2. Over the next five or fewer years, John and Jane Donor make payments.

3. When John and Jane Donor make payments totaling \$100,000 a transfer of \$20,000 is made from University Foundation funds to the John and Jane Donor Scholarship Endowment.

4. The endowment is then activated at the \$120,000 level, and after the appropriate investment period the John and Jane Donor Scholarship can be awarded to a student.

Donor Funds Payable between 1 – 5 years	University Foundation Funds Transferred when donor funds received	Endowed Fund Total When Fully Funded
\$25,000	\$5,000	\$30,000
\$50,000	\$10,000	\$60,000
\$100,000	\$20,000	\$120,000
\$500,000	\$100,000	\$600,000

Additional important facts

- » Only new **endowed funds** are eligible to receive the University Foundation match.
- » Donors may designate their endowments for a specific department, college, or program.
- » Deferred gifts, including bequests, are not eligible to receive the University Foundation match.
- » A total pool of \$100,000 in University Foundation matching funds will be available through this program. The University Foundation Board of Governors approved a second pool of funding bringing the matching funds total to \$1 million.
- » The program will end on June 30, 2021 or when all the matching funds have been fully designated to specific endowments, whichever occurs first.

The Endowment Challenge represents an unprecedented opportunity for Chico State’s alumni and friends to join with the University in supporting extraordinary students, faculty, and programs. Further, gifts made through the program will help to create important momentum toward the goals of *Transform Tomorrow | The Campaign for Chico State*.