

Local People | Local Giving | Lasting Impact

NAMED SUB FUNDS

Community foundations help build and strengthen communities by bringing people together to make giving easy, effective and satisfying. We connect people like you to local causes that matter.

INTRODUCTION

Established in 2005, Border Trust is the Region's Community Foundation. We encourage local individuals, families, corporates and other organisations to make donations to help meet the needs of our community; now and in the future.

These donations are retained as capital to build a perpetual and substantial fund for charitable purposes, with the income from this capital used to make local community grants.

A key part of our role is facilitating charitable giving and the efficient distribution of funds across our community.

Border Trust offers the opportunity for donors to set up their own named sub fund to make a valuable and lasting contribution to your community.

WHO WE ARE

Community foundations are philanthropic entities dedicated to improving the quality of life in the areas they serve. They help build and strengthen communities and bring together people and organisations who want to make a difference.

Border Trust focuses on the communities of Albury, Alpine, Corowa, Greater Hume, Indigo, Towong, Tumbarumba and Wodonga.

Border Trust allows individuals and organisations to establish low cost named sub-funds which enable donors to identify and financially support their own areas of charitable interest.

WHY CREATE A NAMED SUB-FUND?

There are lots of reasons but some include:

- Remember a loved family member in perpetuity;
- Financially support activity in your specific area of community interest; and
- Encourage staff to become more active participants within your community.

WHAT IS A NAMED SUB-FUND?

A named sub-fund is an account used to collect or hold funds that generates income. The income is then dispersed to local charitable organisations.

A named sub-fund gives you the chance to provide community assistance at a grassroots and personal level. It is an efficient way of supporting your area of interest, charitable cause or to commemorate a special someone.

You can make a substantial ongoing impact within your local community by identifying your particular interest and supporting it with a financial commitment.

Setting up a named sub-fund is an easy way to involve a family or business in a meaningful and fulfilling philanthropic experience. Donations can be made at any time and many people can contribute. It is easy to follow a sub-fund's progress. You can see firsthand the difference your contribution makes. It's a wonderful experience to be involved in.

A named sub-fund is a simple option for an individual or family who want to give in perpetuity without the cost and legal requirements of setting up a Private Ancillary Fund or Family Foundation.

It is also a great option for businesses wanting to be more active in their support of the local community. It can be a positive way to encourage staff development and involvement in giving.

All donations towards named sub-funds are tax deductible.

A NAMED SUB-FUND STARTS FROM AS LITTLE AS \$2,000

An initial contribution of \$2,000 will allow you to get your named sub-fund started with Border Trust. Depending on the value of your named sub-fund, you can request how the income earned is distributed. For example, you can ask to support a particular charity, cause or area of interest that is meaningful to you.

Your gift forms part of Border Trust's Public Ancillary Fund and is not separate to other money in the Border Trust Public Ancillary Fund. We do all the hard work for you.

Funds are pooled for investment purposes. Named sub-funds above a certain amount may also provide input regarding the nature of how the funds are invested. This will influence the income available for future distribution.

ADROIT CASE STUDY

Adroit Insurance Group, based in Albury, established a Named Sub Fund in 2007 to assist them become more active in their support of the local community. By donating a percentage of their annual profit, the named fund has grown & now contributes to an annual community grant with a "youth at risk" focus.

While still having the flexibility to support other selected charity requests, the fund helps Adroit direct its community support instead of having to make ongoing decisions whenever requests are made for contributions.

WHAT YOU GIVE TODAY WILL GROW AND KEEP ON GIVING

HOW YOUR NAMED SUB-FUND WOULD WORK

You choose a name for your sub-fund and we then agree the details within a simple Memorandum of Understanding (MOU). Contributions are accumulated in your named sub-fund and through their investment, income is generated.

Your named sub-fund income is then available for distribution. Distributions of income will be in accordance with the MOU but need to be within the parameters allowed by the Australian Taxation Office for tax deductible gifts.

As contributions grow you can have a greater involvement in decision making around grants and the investment of funds.

Minimum contribution required for named sub-fund	Characteristics and approximate annual grants distribution level#
\$2,000	You can see the funds accumulate but there is no distribution until the fund accumulates a balance of \$20,000.
\$20,000+	Through investment around \$1,000 per year is available for distribution as part of our annual grant round.
\$40,000+	\$2,000 per year is available with the option to nominate your area of interest. Border Trust will facilitate the grant applications and provide a list of appropriate beneficiaries for your gift based on your preference. You'll receive an annual summary of your named sub-fund's activity. Details of your named sub-fund are covered in our regular newsletters.
\$100,000+	Around \$5,000 per year is available. You can have input regarding where the funds are invested, e.g. conservative or growth options. Border Trust can facilitate grant applications and provide a list of suitable applicants. You can nominate recipient organisations or causes. You can also be involved in any associated media coverage.
\$1,000,000+	Border Trust will facilitate a separate application process (open or by invitation). You can be directly involved in advising how approximately \$50,000 is to be distributed each year.

#The amount available for annual distribution from your named sub-fund will be directly linked to the return generated from your fund's invested monies. Values given here use a 6% return to illustrate how a named sub-fund works.

Any Border Trust establishment costs or administrative charges against your named sub-fund will be outlined in our MOU. These may vary depending on the complexity of the named sub-fund program that you wish to implement.

BENEFITS

Often those most able to assist from a funding perspective struggle to understand the compliance rules that exist and the best way of implementing their intentions. Border Trust's named sub-fund option provides an easy way of making it happen.

Benefits of Border Trust's named sub-fund program include:

- Perpetual Fund
- Compliance with regulatory requirements;
- Minimal administration costs;
- Tailor-made;
- Transparent;
- Independent analysis of grant applicants using a robust, objective process;
- Experienced guidance on effective philanthropy;
- Documented history of the difference you've made to your community.

NEXT STEPS

Review your annual giving plus your charitable interests and priorities. Consider whether your giving currently aligns with your values and the issues that concern you within our community.

Reflect on whether a named sub-fund is worth exploring to help you to achieve your goals.

Contact us to understand how others have used their named sub-funds to help the community.

Agree the details with Border Trust and document these within a tailored MOU.

Start accumulating funds within your very own named sub-fund.

We would love to talk to you about helping you establish your own named sub-fund.

Please contact our Executive Officer, Glenys Atkins, on (02) 6051 3349 or mail@bordertrust.org.au for a confidential chat.

Vision

Border Trust is your local community charity.

We receive and disperse your funds so that, across the region, our communities benefit.

Together, we give where we live.

BORDER TRUST IS SUPPORTED BY:



FOUNDATION BUILDERS:



IN-KIND SUPPORTERS:



IN-KIND SUPPORTERS:



100 years
OF COMMUNITY
FOUNDATIONS
WORLDWIDE IN
2014



Border Trust: Community Foundation for Albury Wodonga Region

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