

# SPENDING POLICY

## Ensuring Stability Today While Safeguarding the Future.

Spending Policy is how much the Jewish Foundation grants/distributes annually out of its charitable endowments. The Spending Policy is applied to all the Jewish Foundation owned Restricted/Designated Funds and to its Unrestricted Funds—it is also recommended to our partner organizations for the Custodial Funds we invest and manage for them.

The Spending Policy is reviewed each year by the Jewish Foundation of Greater New Haven Board of Trustees, in conjunction with the Investment and Finance Committees. The Spending Policy is guided by CT Uniform Prudent Management of Institutional Funds Act.

The goal of a Spending Policy is to distribute a predictable stream of annual revenue to the charitable organization for which the fund is designated. A prudent Spending Policy is designed to smooth out market fluctuations and volatility and ensure consistency in the charitable distributions. The policy is calculated using an average of the fund balances for the previous 16 quarters. The spending policy is structured so that in times of economic downturns, consistent funding to the community continues, while protecting the long-term needs of the endowment. The 2026 Spending Policy is 4.25% of a fund's assets based on a trailing four-year (16 quarter) moving average.