

Sedona International Film Festival Windfall Policy

The SIFF Board of Directors recognizes its responsibility to manage all funds entrusted to SIFF in a prudent manner, with the understanding that donated funds will be put to use as designed by each donor. If the donor does not specify a restriction, the Board will make responsible decisions regarding the use of these funds.

Definitions

Windfall: an unrestricted, non-budgeted bequest of any amount or an unrestricted major gift valued at \$10,000 or more.

Bequest: any gift, intended to take effect at or after death, by a donor through a Will, a Trust, an IRA/401K, pension plan or similar benefit plan, an annuity or insurance policy of any type, any type of survivorship account, or similar wealth transfer document or plan.

It is the SIFF Board policy that any Windfall be allocated as set forth below, in order of priority indicated:

- Specific allocations shall be by decision of the Board of Directors.
- For gifts specified by the donor to be an endowment, either through outright gift, gift agreement, or estate documents, 100% of the gift will be placed in the SIFF permanent endowment fund governed by the organization's investment and spending policy.
- For all remaining estate gifts on a cumulative basis: no less than 75% of all windfall gifts during any budget year will be allocated to the SIFF permanent endowment fund and no more than 25% of all Windfall gifts during any budget year will be allocated to capital or operational needs of SIFF.
- Any exception to this policy will require a 2/3 majority vote of the entire SIFF Board of Directors and must adhere to the legal guidelines outlined by the Arizona "Management of Charitable Funds Act" also known as national Uniform Prudent Management of Institutional Funds Act.

Approved April 29, 2016