



# Jewish National Fund

Donor Advised Fund Program Circular

## Introduction

This Program Circular ("Circular") describes the Jewish National Fund Donor Advised Fund, as well as important policies, procedures, and benefits associated with establishing and maintaining a Jewish National Fund Donor Advised Fund account. All activities of the Jewish National Fund Donor Advised Fund and Fund Holder participation in the program are subject to the terms and conditions of this Circular. Jewish National Fund reserves the right to modify the program at any time.

## The JNF Donor Advised Fund: A Public Charity and Donor Advised Fund

### A public charity

Jewish National Fund is classified as a public charity under the Internal Revenue Code. Contributions to the Jewish National Fund Donor Advised Fund are irrevocable and are immediately tax-deductible\* to the fullest extent under the law. The Jewish National Fund Donor Advised Fund is a charitable vehicle that offers individuals and corporations the flexibility to make grant recommendations on their own timetable—now, next year, or whenever they are ready.

Jewish National Fund Donor Advised Fund assets are invested and professionally managed, offering the potential for the Jewish National Fund Donor Advised Fund contributions to grow and ultimately result in greater gifts to charity.

### JNF Donor Advised Fund

As a Fund Holder of the Jewish National Fund Donor Advised Fund, you have the opportunity to:

- Make irrevocable charitable contributions of cash or securities. In certain instances, donations of real estate, privately held stock, and restricted stock can be used as the contribution.
- Support Jewish National Fund projects that are important to you and your family.
- Recommend grants to other IRS-approved public charities anywhere in the United States, on your own timetable. Grants are subject to approval by Jewish National Fund.
- Receive an immediate tax deduction\* up to the maximum allowed by law for contributions to public charities.
- Potentially increase charitable giving through a selection of investment pools that are professionally managed.

**Call a Jewish National Fund Planned Giving Specialist at 800-562-7526 for assistance with your gift planning.**

## Establishing a Donor Advised Fund Account

### Eligible Fund Holders

Individuals, trusts, and estates are all eligible to open a Jewish National Fund Donor Advised Fund account.

### To open an account

You may establish a Jewish National Fund Donor Advised Fund account by calling 800-562-7526 or by visiting <https://jnf.donorfirstx.com> to create an account online. A minimum initial irrevocable contribution of \$10,000 or more is required to establish a Jewish National Fund Donor Advised Fund.

Once the account is established, you or others may make additional contributions at any time. The minimum amount for subsequent contributions is \$500.00.

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\* Availability of certain federal income tax deductions may depend on whether you itemize deductions or not. Rules and regulations regarding tax deductions for charitable giving vary at the state level. Please check with your tax advisor. Tax deductions discussed herein refer specifically to federal taxes.

As part of the account opening process, you will be asked to name your Donor Advised Fund account. Typically, Fund Holders choose a name in honor of themselves, their family, a relative, or friend. You also may designate others to make grant recommendations during your lifetime (known as a "Grant Advisor"). For individual accounts, you can name a family member such as child or grandchild to allow your charitable intent to endure to the next generation. The rights for a successor will terminate at the life of the successor or twenty years, whichever is shorter. If you do not name a successor, upon notification of your death or the death or incapacity of the last remaining Fund Advisor to serve, the Trustees will redeem the remaining units in the account and distribute the proceeds to the Jewish National Fund Endowment Fund. The Endowment Fund enables the Trustees to make one-year development grants to Jewish National Fund to fund its mission priorities.

**Contributions**

You may contribute cash, mutual fund shares, stocks, bonds, and other securities, including certain private and restricted stock and real estate. Cash contributions must be made in U.S. dollars and delivered by check or wire. Checks should be payable and delivered to:

**Jewish National Fund  
Attn: Planned Giving  
42 E 69<sup>th</sup> Street  
New York, NY 10021**

All contributions must be reviewed and approved by Jewish National Fund. Contributions that are not accepted will be returned as soon as possible. Those that are accepted will be acknowledged via mailed contribution letter. For securities contributions, confirmation will include a good faith estimate of the fair market value on the date the contribution is made. All confirmations will also indicate the number of units attributed to each investment pool as a result of your contribution. Please note that Jewish National Fund does not value private securities. If you are considering this type of contribution, you should obtain an independent appraisal and consult with your own tax advisor regarding the substantiation required to claim a charitable income tax deduction for your gift. Once the proceeds from the sale of the donated security(ies) are available, Jewish National Fund will invest your funds as indicated. Jewish National Fund will then mail a confirmation of the donation.

**At least (15%) of the initial principal of the Fund and any subsequent appreciation attributable or added thereto, shall be designated to be used by Jewish National Fund for its projects and purposes at the timing and discretion of the donor or their successors. The remaining undesignated principal and any subsequent appreciation attributable thereto upon my recommendation or the recommendation of my successors, may be distributed to organizations ("Qualified Charities") of the type to which an individual taxpayer may make deductible charitable contributions under Sections 170(b)(1)(A), 170(c), 2055(a) and 2522(a) of the Internal Revenue Code of 1986, as amended, as evidenced by a favorable determination of the organization's status by the Internal Revenue Service.**

**Administrative Fees**

Jewish National Fund charges an administrative fee to establish and maintain a Donor Advised Fund, however reserves the right to change this policy at its discretion.

<b>Quarter – End Fund Balance</b>	<b>Annual Basis Point Rate</b>
\$10,000.00 - \$1,000,000.00	25
Above \$1,000,000.00	0

### Contributions are irrevocable

Once a contribution is accepted; it is an irrevocable charitable contribution. Jewish National Fund Donor Advised Fund contributions are not refundable, and Jewish National Fund will have sole control over the assets.

### Testamentary gifts and gifts from trusts

You may name your Donor Advised Fund as the beneficiary of a bequest of cash or securities, including mutual fund shares, through your will or trust, and as the beneficiary of retirement accounts including Individual Retirement Account (IRA) assets and life insurance policies. In addition, you may name Jewish National Fund's Donor Advised Fund as the beneficiary of a charitable remainder trust or charitable lead trust. When this type of gift is made, you must choose a Grant Advisor for your Jewish National Fund Donor Advised Fund account. Please contact us for suggested language for gifts through bequests, charitable remainder trusts, charitable lead trusts, IRAs and life insurance. Be sure to consult your tax and legal advisor when setting up any testamentary gift or trust.

## Tax Deductions

### Charitable deduction

You will be eligible for an itemized deduction on the date that you make your charitable contribution to the Jewish National Fund Donor Advised Fund. In general, you are eligible for an itemized deduction for cash contributions of up to 60% of your adjusted gross income ("AGI") in the tax year in which your contribution is made. Deductions for contributions of appreciated securities held for more than one year are limited to 30% of AGI. Any excess amount may be carried forward and deducted in the five-year period after the year of contribution. Your ability to deduct itemized deductions may be subject to certain other limitations. Please contact your tax advisor to determine your tax deductibility limits.

### Donor Advised Fund Income

Income that accrues to a Jewish National Fund Donor Advised Fund account is income of Jewish National Fund Advised Fund, and not of the Fund Holder. Therefore, the Fund Holder is not taxed on this income and cannot claim a charitable deduction when the income is earned or distributed from the account. Income to Jewish National Fund Donor Advised Fund will be reflected in the value of the account units.

### Grants from Donor Advised Fund

You will not be eligible for additional charitable deductions when grants are made from your fund. Furthermore, you agree not to claim such additional charitable deductions even if the recipient charity sends you a receipt.

## Investment pools

### Portfolio selection

You may recommend that your Jewish National Fund Donor Advised Fund contributions to be allocated among your choice of any three (3) investment portfolios. If you do not specify your preference, your contributions will be allocated to the Moderate Portfolio. Each portfolio will be managed in keeping with the investment objectives described below. Any dividends paid by the underlying pool components will be incorporated into the pool price.

- **Money Market** - Designed to avoid risk and fluctuation while maintaining principal. Intended for investors seeking little to no income generation and focused solely on capital preservation.
- **Conservative** - Invested solely in fixed income instruments, intended for investors seeking income generation and capital preservation with minimal volatility.

- **Moderately Conservative** - Invested in a balanced portfolio consisting of approximately 25% equities and 75% fixed income. Intended for investors seeking income generation with limited opportunities for capital appreciation over the long term.
- **Moderate** - Invested in a balanced portfolio consisting of approximately 50% equities and 50% fixed income. Intended for investors seeking a combination of income generation and capital growth over the long term. Investors should be willing to accept moderate declines in portfolio value in any year or years in order to meet objectives.
- **Moderately Aggressive** - Invested in a balanced portfolio consisting of approximately 75% equities and 25% fixed income. Intended for investors primarily seeking capital growth over the long term along with a modest amount of income generation. Investors should be willing to accept more significant declines in portfolio value in any year or years in order to meet objectives.
- **Aggressive** - Invested in a more aggressive portfolio consisting of nearly 100% equities. Intended for investors seeking maximum capital growth potential over the long term, along with a strong appetite for risk and willingness to accept market-like volatility. Investors should be willing to accept very significant declines in portfolio value in any year or years in order to meet objectives.

Although you may make investment recommendations, Jewish National Fund has final authority for investing the Donor Advised Fund assets. Jewish National Fund reserves the right to change its investment policies and portfolios, and to change the Fund investments at any time without prior notice. You may recommend changes to your investment allocations twice a month. Fund Holders with account balances over \$1,000,000 may recommend additional investment options not currently offered, at the discretion of Jewish National Fund.

## Grant Making

### Grant recommendations

As a Fund Holder, you may recommend grants from your Donor Advised Fund account to IRS-approved public charities by submitting a written grant recommendation to Jewish National Fund Planned Giving Department or by **entering the grant on the online portal <https://jnf.donorfirstx.com>**.

All grant recommendations must be reviewed and approved by Jewish National Fund. Once your grant recommendation is submitted, Jewish National Fund will review your recommendation and perform its due diligence on the recommendation. If the recommendation is approved, we will liquidate the appropriate amount of money from the portfolios you've specified and distribute the proceeds to the recommended organization.

If the recommendation is not approved, we will, within generally 3-5 business days of the denial, notify you and request a recommendation for a grant to an alternative charitable organization.

A grant from a Jewish National Fund Donor Advised Fund to a charity other than Jewish National Fund represents an endorsement of neither the charity nor its activities by Jewish National Fund.

<b>Grants to public charities</b>	Grants can only be made to public charities that are IRS-approved. Grants cannot be made to private foundations or supporting organizations, unless certain conditions are satisfied.
<b>Grants to foreign charities</b>	Jewish National Fund Donor Advised Fund does not distribute grants to foreign charitable organizations. Jewish National Fund Donor Advised Fund may, however, make grants to IRS-approved public charities that fund and exercise expenditure responsibility over foreign charitable activities.
<b>Other restrictions on grants</b>	Jewish National Fund will not distribute grants which are not consistent with its charitable purpose. Jewish National Fund will not approve any distributions to organizations whose purposes and activities are deemed to be adverse to the interests and concerns of Jewish National Fund.
<b>No improper purposes</b>	Grants may not be used for any private benefit (such as school tuition or scholarships sent directly to individuals), dues, membership fees, or goods bought at charitable auctions. Grants also may not be used for lobbying, political contributions, or to support political campaign activities. We will reject grant recommendations for improper purposes and will take remedial action if we discover that improper grants have been made. Action may include, but not be limited to, requiring that the grant be returned or that the Fund Holder make an additional non-deductible contribution.
<b>Allocating grants from the Investment pools</b>	Because the account may consist of units from more than one investment portfolio, your grant recommendation may specify from which portfolios the grant should be made. If no portfolio recommendation is made, we will withdraw the grant funds as equally as possible from all portfolios in the account.
<b>Minimum grant amounts</b>	We will consider grant recommendations of \$250 or more. If the amount of a grant recommendation exceeds the balance of the portfolio selected, the grant will not be made. Instead, we will ask you to recommend a grant in a different amount or from a different portfolio or seek additional funding from you to the Jewish National Fund Donor Advised Fund account.
<b>Minimum grant activity</b>	If an account is dormant for seven years, we will make every effort to contact the Fund Holder and suggest that he or she recommend grants from the account. If the Fund Holder does not respond, we will transfer the account balance to Jewish National Fund Endowment Fund.
<b>Number of grants</b>	Jewish National Fund Donor Advised Fund allows unlimited grants from an account in any fiscal year (October 1 - September 30).
<b>Timing of grant distribution</b>	Jewish National Fund Donor Advised Fund reviews grants once a week. We reserve the right to process grants periodically but not greater in frequency than once a week. Portfolio values may fluctuate between the time of a Fund Holder's recommendation and the grant's actual distribution.
<b>Grant checks and Grant confirmations</b>	Grants are made on checks bearing the name of the Jewish National Fund. Checks are attached to a letter from Jewish National Fund Donor Advised Fund recognizing the account name, and the name and address of the Fund Holder unless you request anonymity. <b>After your recommended grant is made, a copy of the letter will be available on the online portal at <a href="https://jnf.donorfirstx.com">https://jnf.donorfirstx.com</a></b>
<b>Investment expenses</b>	Each investment portfolio invests in mutual funds that are subject to varying operating and management expenses.



These expenses impact the daily net asset values of the mutual funds within the portfolios. Operating and management expenses of these mutual funds are subject to variations. **To inquire about the current mutual fund expenses on the investment portfolios, call a Jewish National Fund Donor Advised Fund representative at 800-562-7526.**

## Succession Options

### Naming a successor

**When you open a Donor Advised Fund account with Jewish National Fund, you may choose one or more successors to take over the account and make grant recommendations after your death. You may name any individual(s) you'd like, including your spouse, child, other descendant, heir or representative. So that your charitable intent can be continued you may select a successor at the maximum of two generations from your own. The successorship term of another generation is limited to 20-years after the death of the donor or surviving spouse. Example: a grandfather naming a grandchild.**

The successor must provide the Trustees with written notification and proof of the Fund Holder's death. If the successor is a minor, we may require that grant recommendations be made by a legal guardian. The successor may not designate his/her own successors. Any successor must in writing agree to and acknowledge the terms of the Donor Advised Fund Program Circular governing the Fund.

Once the successor ceases to serve or the term limit has expired, all the assets in the Jewish National Fund Donor Advised Fund will be transferred to the Jewish National Fund Endowment Fund. For joint accounts, succession applies only after the deaths of all Fund Holders. If one Fund Holder dies, the remaining Fund Holder(s) retain all rights to recommend grants and name successors.

### If no successor is named

If you do not name a successor, upon termination of the Jewish National Fund Donor Advised Fund, the Trustees will redeem the remaining units in the account and distribute the proceeds to the Jewish National Fund Endowment Fund.

## Recordkeeping and Reporting

During peak contribution and grant distribution periods (generally December, January and June), it may take up to ten business days to process and send out account activity confirmations. Contribution confirmations serve as your receipts. Because these are required by the IRS, they should be kept with your tax records. Contribution confirmations will also show the fair market value of contributions of publicly traded securities. Any fair market value computation on a confirmation is a good faith estimate on the part of the JNF Donor Advised Fund. Before claiming any fair market value deduction, you should consult with your tax advisor.

Finally, the JNF Donor Advised Fund will provide you with any other financial reports or information required by law, as well as quarterly statements.

## Other Information

### Disclosure Statement

Jewish National Fund is a nonprofit, tax-exempt organization. Jewish National Fund is the caretaker of the land of Israel, on behalf of its owners - Jewish people everywhere. Contributions to Jewish National Fund are deductible for Federal income tax purposes. A copy of the Annual Report and Audited Financial Statement may be obtained by writing to Jewish National Fund, Office of the Chief Financial Officer, 42 East 69th Street, New York, NY 10021, or if you are a resident of the following states, you may obtain registration and financial information directly by contacting; FLORIDA: THE DIVISION OF CONSUMER SERVICES BY CALLING 1-800-435-7352, TOLL-FREE WITHIN THE STATE. Maryland: for the cost of copies and postage from the Secretary of State, Statehouse, Annapolis, MD 21401, 1-800-825-4510. Mississippi: Mississippi Secretary of State's office by calling 1-888-236-6167. New Jersey: Information filed with the Attorney General concerning this charitable solicitation may be obtained from the Attorney General of the State of New Jersey by calling (973) 504-6215. New York: Office of the Attorney General, Department of Law, Charities Bureau, 120 Broadway, New York, NY 10271. North Carolina: Financial information about Jewish National Fund and a copy of its license are available from the State Solicitation Licensing Branch at (919) 807-2214. Pennsylvania: Pennsylvania Department of State by calling toll-free within Pennsylvania, 1-800-732-0999. Virginia: State Division of Consumer Affairs, P.O. Box 1163, Richmond, VA 23209; 1-804-786-1343. Washington: Secretary of State at 1-800-332-GIVE. West Virginia: Secretary of State, State Capitol, Charleston, WV 25305. REGISTRATION WITH A STATE AGENCY DOES NOT CONSTITUTE OR IMPLY ENDORSEMENT, APPROVAL OR RECOMMENDATION BY THAT STATE.

Unparalleled in the Jewish philanthropic world, **Jewish National Fund-USA's** strategic vision has been and always will be, to ensure a strong, secure, and prosperous future for the land and people of Israel. Everything we do -- every project, initiative, and campaign we take on -- is integral to our vision of building and connecting to our land. We plant trees, build houses and parks, source water solutions, buy fire trucks, and improve the lives of people with special needs. We boost tourism, support Aliyah, promote Zionist education and engagement, build medical centers and trauma centers, fund agricultural and culinary research, and run an American semester abroad high school in Israel. We do all these things because each project, each program, each partnership, is consistent with our strategic vision -- population growth in the north and south, connecting the next generation to Israel, infrastructure development, ecology, forestation, heritage preservation, and more -- all for the land and people of Israel.

**Jewish National Fund: We are unique, we are strategic, we are visionary, and we have been that way since 1901. Join us.**

*For additional information  
about JNF Donor Advised Fund  
Call 800-562-7526  
Email us at [jnf@reninc.com](mailto:jnf@reninc.com)  
Or visit us online at  
[www.jnf.org](http://www.jnf.org)*