

## **FLC Foundation Seminarian Support Fund and Policy**

October 23, 2016

The purpose of this fund is to provide a dedicated source of funds for support of ELCA (or its successors) seminary students who themselves are current members of ELCA Detroit Lakes area (mailing address) churches.

The seed money for this fund comes from our 100<sup>th</sup> year anniversary celebration gift fund.

It is intended that individuals as well as the FLC Foundation will see fit to contribute principal funds from time to time to facilitate its growth.

The Seminarian Support Fund is to be a separately maintained fund within the Foundation's investments used solely for this purpose. All interest, dividends, and capital gains distributions from this fund are to be reinvested in the fund. This, and the % method of distribution described below will greatly facilitate ease of administration.

The FLC Foundation Board, in its sole discretion, shall determine when the fund has reached sufficient size to begin accepting applications from seminary students for funds. Appropriate application forms will be developed at that time.

When seminary scholarship awards are to begin, 3.5% of the fund's asset value, as determined on December 31 of the immediately preceding year, will be available annually for award. This method of funds available for distribution will provide a reasonable margin of safety to allow the fund to slowly grow and protect against inflation. Any amount of the annual 3.5% not awarded shall be reinvested in the fund and not carried over to succeeding years.

The maximum amount awarded to any one student in any one year shall be capped at the cost of tuition for that year.

Annual applications can be submitted for three (3) years maximum.

If more than one applicant submits a request, the FLC Foundation Board shall determine the allocation of funds to be awarded to each applicant.

Awards are to be written directly to the seminary for benefit of the student.

This policy may be amended as needed at any time by a majority of the FLC Foundation Board.