



Endowment Policy

The Long Beach City College Foundation (the Foundation) invests all endowment proceeds in a prudent manner, consistent with its investment policy. The Foundation assesses an administrative fee of 5% on the original corpus of endowments as well as future contributions to the endowment fund. In an effort to preserve the corpus and provide ample earnings to be used for scholarships each year, and into the future, the Foundation will award 77% of the available funds annually per endowment. The remaining 23% will be retained within the endowment account with the intent to provide stability and to grow the endowment fund so as to provide scholarships to future generations over a longer period of time. This formula is designed to smooth the effect of market fluctuations, thereby stabilizing annual spending levels and preserving the real purchasing power of the endowment.