

## ***Do Not Invade (DNI) Funds***

The Uniform Management of Institutional Funds Act, UMIFA, governs expenditure of endowed funds by nonprofit organizations, including educational institutions and their foundations. This statute limits a nonprofit organization's ability to provide payouts from endowments that have dipped below their Historic Gift Value (HGV), which is defined as the fair market value of the gift at the time it was made. As additional gifts are made, the HGV will increase.

The UI Foundation has reviewed all endowed funds and has coded all accounts "DNI" where donors have requested that we not use any of the Historic Gift Value in order to provide payout. Each quarter, a program is run to review all accounts with the DNI code to compare the endowment market value against the HGV. If the fund is coded DNI and the endowment market value has dropped below the Historic Gift Value, the payout for that quarter is suspended and instead reinvested back into the principal of the fund.

The Foundation will notify departments on a quarterly basis if they have funds where the payout has been suspended. Departments will not be notified when payout has been reinstated, so it is important that you monitor the account on a quarterly basis.